



SUGAR REGULATORY ADMINISTRATION
BUDGET & TREASURY DIVISION

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By: [Signature] Date: 11/7/17

Time: 10 am

REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
BONCODIN HALL, GEN. SOLANO ST., SAN MIGUEL, MANILA

CORPORATE OPERATING BUDGET
Calendar Year 2017

TO: SUGAR REGULATORY ADMINISTRATION (SRA)

Your Corporate Operating Budget (COB) for Calendar Year 2017 per approved SRA Board Resolution Nos. 2017-005 & 2017-005-A dated May 4, 2017, submitted pursuant to Section 6 of Executive Order (E.O.) No. 518, series of 1979 and Section 19, Chapter 3, Book VI of E.O. No. 292, series of 1987, is hereby approved for a total of **TWO BILLION SIX MILLION TWENTY SEVEN THOUSAND PESOS ONLY (P2,006,027,000)**, details of which are shown below:

PARTICULARS	PROPOSAL		APPROVED		VARIANCE	
	(a)	(b)	(c)	(d)	(e)	(f)
TOTAL SOURCES:	P 2,030,621,000	P 2,030,621,000	P -	P -	P -	P -
Corporate Funds	630,000,000	630,000,000	-	-	-	-
National Government subsidy	1,400,621,000	1,400,621,000	-	-	-	-
TOTAL USES:	P 2,030,621,000	P 2,006,027,000	P (24,594,000)	P (24,594,000)	P (24,594,000)	P (24,594,000)
Personnel Services (PS)	256,865,000	253,397,000	(3,468,000)	(3,468,000)	(3,468,000)	(3,468,000) a/
Maintenance and Other Operating Expenses (MOOE)	821,418,000	800,292,000	(21,126,000)	(21,126,000)	(21,126,000)	(21,126,000) b/
Capital Outlays (CO)	952,338,000	952,338,000	-	-	-	-
Excess/(Shortfall)	P -	P 24,594,000	P 24,594,000	P 24,594,000	P 24,594,000	P 24,594,000

Footnotes:

a/ The variance of P3,468,000 refers to the following:

Particulars	Amount	Remarks
• Year-End Bonus	P 755,000	- Computed at rates equivalent to 1 month salary
• Mid-year Bonus	755,000	- Computed at rates equivalent to 1 month salary
• Per diem	384,000	- Per approved rates in OP approval dated July 1, 2011
• RATA	1,086,000	- Based on GAA Rates and non provision of TA for officials with assigned motor vehicles
• Food Subsidy	484,000	- Computed at P1,000/month per employee
• Life and Retirement Insurance Premium	1,000	- Equivalent to 12% of basic salaries
• PhilHealth Contribution	3,000	- Computation based on rates prescribed PhilHealth Premium rates
Total	P 3,468,000	

b/ MOOE variance of P24,594,000 level was computed considering the actual/audited expenses for the previous years and effects of inflation.

c/ CO is composed of the following:

Building and Structures Outlay	P 47,819,000
Office Equipment, Furnitures and Fixtures	16,483,000
Machineries and Equipment Outlays	43,153,000
Transportation Equipment	38,680,000
Public Infrastructure (Farm-to-Mill Roads)	806,203,000
TOTAL	P 952,338,000

The purchase of motor vehicles and farm tractors need prior approval from the Office of the President (OP)/ DBM or Supervising Department, as the case maybe. This will be acted upon separately.


TO: SUGAR REGULATORY ADMINISTRATION (SRA)

This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval of the OP. Further, the following conditions shall be observed and complied with:

1. All expenditures, whether for current operating expenditures or COs, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and National Government budgetary support either in the form of subsidy, equity or loans outlay.
2. Any increase in the approved principal COB in the course of the budget year, as may be warranted by additional corporate receipts, shall require the submission of a supplemental COB to cover the additional expenditures.
3. Disbursement for Personnel Services (PS) shall strictly observe pertinent compensation laws, rules and regulations, including Executive Order (EO) Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively and EO 203 as amended by EO 36 for GOCCs covered by RA 10149. Such expenditures shall be subject to relevant conditions under the General Provisions of the annual General Appropriations Act (GAA) or any specific law or approval of the President of the Philippines and/or Secretary of Budget and Management, or the GCG, as the case maybe.
4. Disbursements for extraordinary and miscellaneous expenses (EME) and other MOOE expenditures shall be subject to relevant provision of the annual GAA.
5. Equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned (ex. National Computer Center for information technology equipment and Office of the President/Department of Budget and Management/Supervising Department for motor vehicles), the same shall be secured before acquisition thereof in accordance with Corporate Budget Circular No. 17 dated February 9, 1996, Budget Circular No. 2017-1 (amending BC No. 2016-5) dated April 26, 2017, and AO No. 15 (amending AO 233,s. 2008), dated May 25, 2011, Office of the President Memorandum Circular No. 9 dated December 14, 2010, among others.
6. Electronic payment shall be observed in the disbursement of corporate and public funds. In cases when the adoption is impracticable, GOCC shall be allowed to continue with the existing payment scheme.
7. It is understood that this review action does not authorize any item of expenditure that is prohibited by or inconsistent with the provisions of law.


Any and all officials or employees who will authorize, allow or permit, as well as those who are negligent in the performance of their duties and functions which resulted in the incurrence or payment of unauthorized and unlawful obligation or expenditure shall be personally liable to the government for the full amount committed or expended and subject to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of EO 292.

Recommending Approval:


LORENZO C. DRAPETE
Director, BMB - C

Approved:

By Authority of the Secretary:


LUZ M. CANTOR
Undersecretary

Date: OCT 25 2017

Department of Budget and Management COB No. C1-17-0055
BTS



2017-S09927L

cc: The Chairman
Board of Directors, SRA

Assistant Commissioner Lourdes M. Castillo
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA - SRA