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REPUBLIC OF THE PHILIPPINES

Department of Budget and Management
Malacañang, Manila

CORPORATE OPERATING BUDGET
Calendar Year 2014

TO: SUGAR REGULATORY ADMINISTRATION (SRA)

Your Corporate Operating Budget (COB) for Calendar Year 2014 per approved SRA Board Resolution No. 2013-219 dated December 17, 2013, 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 amount not exceeding **FIVE HUNDRED THIRTY SIX MILLION ONE HUNDRED TWENTY THOUSAND PESOS ONLY (P536,120,000)** details of which are shown below:

Particulars	Proposal (a)	Approved (b)	Variance (c=b-a)
TOTAL SOURCES:	P 546,000,000	P 546,000,000	P -
Corporate Funds	P 546,000,000	P 546,000,000	P -
TOTAL USES:	P 542,000,000	P 536,120,000	P (5,880,000)
Personal Services (PS)	P 234,256,000	P 230,309,000	P (3,947,000) a/
Maintenance and Other Operating Expenses (MOOE)	226,633,000	224,700,000	(1,933,000) b/
Capital Outlays (CO)	81,111,000	81,111,000	-
Excess/Shortfall	P 4,000,000	9,880,000	P 5,880,000

Footnotes:

a/ The variance of P3,947,000 refers to the following:

1. Overprovision		
Per Diems, Board of Director	66,000	OP approval dated July 1, 2011 per EO NO. 24
Food Subsidy	465,000	P1,000/mo. x 12 mos. x 431 filled positions
Subsistence allowance	77,000	Based on 2014 Approved DOST certificate
Philhealth Contributions	192,000	Based on PHIC Circular No. 1, s. of 2005
2. Chargeable to Savings		
Honoraria for BAC Personnel	400,000	Chargeable against specific collections, including proceeds from sale of bid documents
3. No legal basis		
Provident Fund	2,747,000	
	<u>P 3,947,000</u>	


b/ MOOE variance of P1,933,000 level was computed considering the actual expenses for the previous year and effects of inflation.

The approval of the COB shall be subject to the following conditions:

- All expenditures, whether for current operating expenditures or CO, 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.
- Disbursements for personnel amelioration/benefit shall be subject to the pertinent compensation laws, rules and regulations, including E.O. Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively. Such expenditures shall also be conditioned on the relevant General Provisions of Republic Act (R.A.) No. 10633, the FY 2014 General Appropriations Act (ex. Representation and Transportation Allowances under Section 54, General Provisions), or any specific law or approval of the President of the Philippines or Secretary of Budget and Management, as the case may be.

3. Disbursement for extraordinary and miscellaneous expenses shall be subject to Section 41, General Provisions of R.A. No. 10633.
4. For equipment items per Annual Equipment 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, National Budget Circular Nos. 446 and 446-A dated November 24, 1995 and January 30, 1998, respectively, Budget Circular No. 2010-2 dated March 1, 2010, Administrative Order (A.O.) No. 233 dated August 1, 2008, Office of the President Memorandum Circular No. 9 dated December 14, 2010 and A.O. No. 15 dated May 25, 2011, among others.
5. The fiscal discipline measures prescribed under A.O. No. 103 dated August 31, 2004 shall be strictly observed.
6. 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.
7. The pertinent laws, rules and regulations including those on compensation, procurement, budgeting, accounting and auditing shall be strictly followed. Compliance with all existing laws, rules and regulations shall be the responsibility of the implementing government corporation.

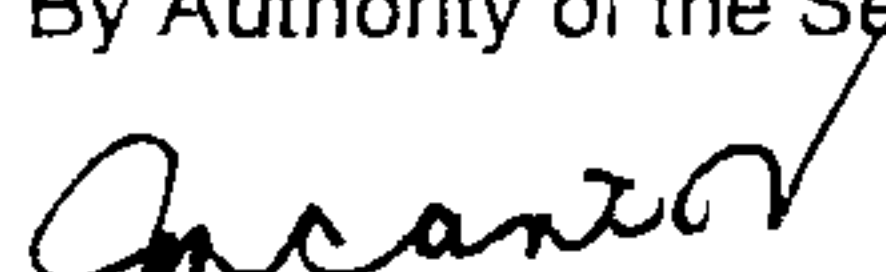
Recommending Approval:


LORENZO C. DRAPETE
Director, BMB-F

Date: JUL 31 2014

Approved:

By Authority of the Secretary


LUZ M. CANTOR
Undersecretary

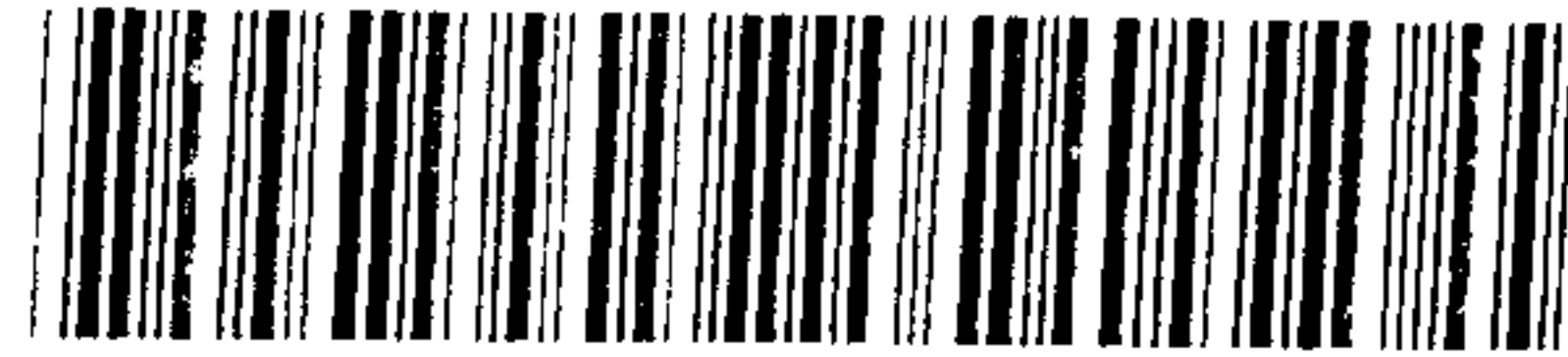
COB No. F1-14-0041

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

Department of Budget and Management
BTS



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