



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

CORPORATE OPERATING BUDGET
 Calendar Year 2015

TO: PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY (PFDA)

Your Corporate Operating Budget (COB) for Calendar Year 2015 per approved Board Resolution No. 15005, dated March 10, 2015 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 **ONE BILLION FOUR HUNDRED NINETY EIGHT MILLION THIRTY THOUSAND PESOS ONLY (P1,498,030,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P <u>1,538,816,000</u>	P <u>1,538,816,000</u>	P -
Corporate Funds	857,034,000	857,034,000	-
Corporate Income	767,133,000	767,133,000	-
Beginning Cash Balance	89,901,000	89,901,000	-
National Government (NG) Support	288,599,000 a/	288,599,000	-
Other Funds - Trust Funds	393,183,000 b/	393,183,000	-
TOTAL USES:	P <u>1,538,816,000</u>	P <u>1,498,030,000</u>	P <u>(40,786,000)</u>
Personnel Services (PS)	314,641,000	286,380,000	(28,261,000) c/
Maintenance and Other Operating Expenses (MOOE)	389,755,000	377,230,000 d/	(12,525,000)
Capital Outlays (CO)	834,420,000	834,420,000 e/	-
Excess/(Shortfall)	P <u>-</u>	P <u>40,786,000</u>	P <u>40,786,000</u>

Footnotes:

a/ Out of the P534 Million FY 2015 National Government subsidy to PFDA pursuant to Republic Act (R.A.) No. 10651, FY 2015 General Appropriations Act (GAA).

b/ Represents funds received from other government agencies for the implementation of various infrastructure projects.

c/ The variance of P28,261,000 pertains to the following:

Particulars	Amount	Remarks
A. Overprovision of:		
• Year-end Bonus (YEB)	584,000	- Limited to one (1) month basic salary as of October 31
• Philhealth Contribution	114,000	- Pursuant to DBM Circular Letter No. 2012-12 dated June 29, 2012
<i>sub-total</i>	<u>698,000</u>	-
B. Disallowance of:		
• Retirees Incentives/Benefits	27,563,000	- No legal basis (e.g. approved new Rationalization Plan)
Total	<u>28,261,000</u>	

d/ MOOE level is computed considering audited expenses for the previous years and the effects of inflation. The amount authorized for Extraordinary and Miscellaneous Expenses at P312,000 is based on the prescribed rates in the FY 2015 GAA.

TO: PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY (PFDA)

e/ CO is intended for the following:

Land and Land Improvements Outlay	P	48,599,000
Buildings and Structures Outlay		728,315,000
Office Equipment, Furniture and Fixtures		21,188,000
Machineries and Equipment Outlay		19,343,000
Transportation Equipment		16,975,000 f/
TOTAL	P	834,420,000

f/ The proposed P16.975 Million intended for the acquisition of fourteen (14) motor vehicles shall be evaluated and recommended subject to the provisions of Administrative Order (A.O.) No. 233, as amended by A.O. No. 15 and Budget Circular No. 2010-2, including OP Memorandum Circular No. 9 dated December 14, 2010. This will be acted upon separately.


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

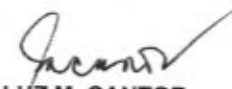
1. All expenditures, whether for current operating expenditures or COs, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and National Government budgetary support either in the form of subsidy, equity or loans outlay.
2. Disbursements 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 R.A. No. 10651, the FY 2015 GAA (ex. Representation and Transportation Allowances under Section 56, General Provisions), or any specific law or approval of the President of the Philippines or Secretary of Budget and Management, as the case maybe.
3. Disbursements for extraordinary and miscellaneous expenses shall be subject to Section 41, General Provisions of R.A. No. 10651.
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 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:

Approved:

By Authority of the Secretary:


LORENZO C. DRAPETE
Director, BMB for GGS


LUZ M. CANTOR
Undersecretary

Date: **NOV 03 2015**

Department of Budget and Management
BTS

COB-C1-15-0038

cc: The Chairman
Board of Directors, PFDA
Assistant Commissioner Lourdes M. Castillo
Commission on Audit (COA) - Central Office
COA Building, Quezon City
The Resident Auditor
COA - PFDA



2015-S09654L