



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

CORPORATE OPERATING BUDGET
 Calendar Year 2018

TO: PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY (PFDA)

Your Corporate Operating Budget (COB) for Calendar Year 2018 per approved Board Resolution No. 17041 dated November 27, 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 **ONE BILLION THREE HUNDRED FORTY ONE MILLION NINE HUNDRED FORTY FIVE THOUSAND PESOS ONLY (P1,341,945,000)**, details of which are shown below:

| PARTICULARS | PROPOSAL (a) | APPROVED (b) | VARIANCE (c=b-a) |
|---|------------------------|------------------------|-----------------------|
| TOTAL SOURCES: | P <u>1,356,633,000</u> | P <u>1,356,633,000</u> | P - |
| Corporate Funds | 952,833,000 | 952,833,000 | - |
| National Government (NG) Support | 397,800,000 | 397,800,000 | - |
| Other Funds - Trust Funds | 6,000,000 a/ | 6,000,000 | - |
| TOTAL USES: | P <u>1,356,633,000</u> | P <u>1,341,945,000</u> | P <u>(14,688,000)</u> |
| Personnel Services (PS) | 392,388,000 | 392,388,000 b/ | - |
| Maintenance and Other Operating Expenses (MOOE) | 441,798,000 | 427,110,000 c/ | (14,688,000) |
| Capital Outlays (CO) | 522,447,000 e/ | 522,447,000 | - |
| Excess/(Shortfall) | P <u>-</u> | P <u>14,688,000</u> | P <u>14,688,000</u> |

Footnotes:

a/ Represents funds received from the Department of Agriculture (DA) for the purchase of information technology equipment for an improved network infrastructure and real-time monitoring of fish port transactions.

b/ Represents salaries and compensation computed based on Salary Standardization Law 3rd tranche pursuant to Executive Order No. 101 dated February 19, 2016, details as follows:

| | |
|--|----------------------|
| Salaries and Wages | P 235,139,000 |
| Standard Allowances and Benefits | 62,990,000 |
| Specific Purpose Allowances and Incentives | 61,560,000 |
| Fixed Expenditures | 32,699,000 |
| TOTAL | <u>P 392,388,000</u> |

c/ MOOE level is computed considering audited and DBM-approved estimated 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 2018 GAA. The amount authorized for training and scholarship expenses at P3.53 million is based on the prescribed rates in the National Budget Circular (NBC) No. 563 dated April 22, 2016.

e/ CO is intended for the following:

| | |
|--|----------------------|
| Land and Land Improvements Outlay | P 14,505,000 |
| Buildings and Structures Outlay | 22,400,000 |
| Office Equipment, Furniture and Fixtures | 28,373,000 |
| Machineries and Equipment Outlay | 26,969,000 |
| Public Infrastructures | 397,800,000 |
| Transportation Equipment | 32,400,000 * |
| TOTAL | <u>P 522,447,000</u> |

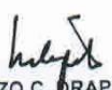
* The proposed P32.4 Million intended for the acquisition of twenty-one (21) motor vehicles shall be evaluated and recommended subject to the provisions of Budget Circular No. 2017-1 dated April 26, 2017, DBM Budget Circular 2016-5 dated August 22, 2016, Administrative Order (A.O.) No. 233, as amended 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.

TO: PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY (PFDA)

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:

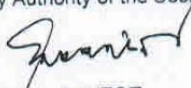
1. All expenditures, whether for current operating expenditures or COs, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and National Government budgetary support either in the form of subsidy, equity or loans outlay.
2. Disbursements for personnel allowances/benefit shall be subject to the pertinent compensation laws, rules and regulations, including Executive Order (EO) Nos. 201 for GOCCs not covered by RA 10149 and 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 or Secretary Budget and Management, as the case maybe.
3. Disbursements for extraordinary and miscellaneous expenses shall be subject to Section 42, General Provisions of R.A. No. 10924.
4. For equipment items per Annual Equipment Procurement Program that require specific clearance/approval from the Agencies concerned (ex. Information and Communications Technology Office (DOST-ICT Office) 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 dated April 26, 2017, amending Budget Circular No. 2016-5 dated August 22, 2016, Administrative Order (A.O.) No. 15 dated May 25, 2011, amending AO No. 233 dated August 1, 2008, Office of the President Memorandum Circular No. 9 dated December 14, 2010, among others.
5. Electronic payment shall be observed in the disbursement of corporate and public funds. In cases when the adoption is impracticable, shall be allowed to continue with the existing payment scheme.
6. Notwithstanding the repeal of AO. No. 103, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed. No irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred pursuant to A.O. No. 6 dated September 19, 2017.
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.
8. 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 W

Date: **FEB 14 2018**

COB No. C1-18-0003

- 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

Department of Budget and Management
BTS



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