



REPUBLIC OF THE PHILIPPINES

Department of Budget and Management
Malacañang, Manila

CORPORATE OPERATING BUDGET

Calendar Year 2012

TO: LAGUNA LAKE DEVELOPMENT AUTHORITY (LLDA)

Your Corporate Operating Budget (COB) for Calendar Year 2012 per Board Resolution Nos. 426 and 427 both dated May 24, 2012, 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 in the amount of **FIVE HUNDRED SIXTY THREE MILLION FIVE HUNDRED NINETEEN THOUSAND PESOS ONLY (P563,519,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 605,639,000	P 605,639,000	-
Corporate Funds			-
Operating Revenue	238,028,000	238,028,000	-
Non-operating Revenue	97,611,000	97,611,000	-
National Government (NG) Support			
NG Subsidy	117,000,000	117,000,000	
NG Equity	153,000,000	153,000,000	
TOTAL USES:	P 605,639,000	P 563,519,000	P (42,120,000)
Personal Services (PS)	107,096,000	104,469,000	(2,627,000) a/
Maint. & Other Operating Exp. (MOOE)	130,211,000	90,718,000	(39,493,000) b/
Capital Outlays (CO)	368,332,000	368,332,000	-
Excess/Shortfall	P -	P 42,120,000	P 42,120,000

Footnote:

a/ PS variance of P2,627,000 are due to :

a.1 Overprovision:

Salaries	P 116,000	Pegged at salaries of 220 filled positions
Year-end Bonus	29,000	Equivalent to one month salary
Representation and Transportation Allowance	84,000	Computed in accordance w/ pertinent General Provisions of the FY 2012 General Appropriations Act.
Per Diem	360,000	Rates per Executive Order No. 24, s. 2011. Ex-officio members are not entitled.
Subsistence Allowance	342,000	Pegged at P1,500/month x 12 months
Hazard Pay	44,000	5% of monthly basic salary
Meal Allowance	26,000	Pegged at P220/month x 12 months x 71 incumbents
Life & Retirement Insurance Premium	38,000	12% of total basic salaries
Employee Compensation Insurance Premium	67,000	Pegged at P100/month/employee x 12 months
PAG-IBIG Contributions	65,000	Pegged at P100/month/employee x 12 months
Philhealth Contributions	125,000	Per PHIC Circular No. 1, s. 2005

a.2 Disallowance:

Provident Fund	1,331,000	No legal basis
	<u>P 2,627,000</u>	

b/ MOOE level is computed considering actual/audited expenses for the previous years and the effects of inflation, as well as the rates provided under Section 23, General Provisions of R.A. 10155 for Extraordinary and Miscellaneous Expenses.

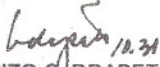
The approval of the COB shall be subject to the following conditions:

- 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.

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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. 10155, the FY 2012 General Appropriations Act (ex. Representation and Transportation Allowance under Section 45, 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 23, General Provisions of R.A. No. 10155.
4. Disbursements from the Confidential and Intelligence Fund shall be covered by an approval from the President of the Philippines.
5. 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 and 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.
6. The fiscal discipline measures prescribed under A.O. No. 103 dated August 31, 2004 shall be observed.
7. It is understood that this review action does not authorize any item of expenditures that is prohibited by or inconsistent with the provisions of law.
8. 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 D. DRAPETE
Director, BMB-F

Approved:
By authority of the Secretary


MARIO L. RELAMPAGOS
Undersecretary /s/

Date: November 9, 2012

COB-F2-12-0040

cc: The Chairman
Board of Directors, LLDA

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

The Resident Auditor
COA, LLDA