



REPUBLIC OF THE PHILIPPINES

Department of Budget and Management
Malacañang, Manila

CORPORATE OPERATING BUDGET

Calendar Year 2013

TO: LAGUNA LAKE DEVELOPMENT AUTHORITY (LLDA)

Your Corporate Operating Budget (COB) for Calendar Year 2013 per Board Resolution Nos. 442 dated March 14, 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 in the amount of **TWO HUNDRED FIFTY NINE MILLION SIX HUNDRED EIGHTY THOUSAND PESOS ONLY (P259,680,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 283,548,000	P 283,548,000	-
Corporate Funds			-
Operating Revenue	210,000,000	210,000,000	-
Other Revenue Sources	27,148,000	27,148,000	-
National Government (NG) Support			
NG Subsidy	46,400,000	46,400,000	
TOTAL USES:	P 283,548,000	P 259,680,000	(23,868,000)
Personal Services (PS)	110,380,000	107,710,000	(2,670,000) a/
Maint. & Other Operating Exp. (MOOE)	99,541,000	78,343,000	(21,198,000) b/
Capital Outlays (CO)	73,627,000	73,627,000	-
Excess/Shortfall	P -	P 23,868,000	23,868,000

Footnote:

a/ PS variance of P2,670,000 are due to :

a.1 Overprovision:			
Salaries	P 33,000	Pegged at salaries of 220 filled positions	
Year-end Bonus	26,000	Equivalent to one month salary	
Representation and Transportation Allowance	828,000	Computed in accordance w/ pertinent General Provisions of the FY 2013 General Appropriations Act.	
Subsistence Allowance	2,000	Pegged at P1,500/month x 12 months x 68 incumbents as of June 30, 1989	
Hazard Pay	8,000	10% of monthly basic salary	
Children's Allowance	58,000	Pegged at FY 2012 actual expenses	
Meal Allowance	24,000	Pegged at P220/month x 12 months x 68 incumbents as of June 30, 1989	
Life & Retirement Insurance Premium	30,000	12% of total basic salaries	
Employee Compensation Insurance Premium	66,000	Pegged at P100/month/employee x 12 months	
PAG-IBIG Contributions	66,000	Pegged at P100/month/employee x 12 months	
Philhealth Contributions	116,000	Per PHIC Circular No. 1, s. 2005	
a.2 Disallowance:			
Provident Fund	1,413,000	No legal basis	
	<u>P 2,670,000</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. 10352 for Extraordinary and Miscellaneous Expenses.

TO: LAGUNA LAKE DEVELOPMENT AUTHORITY (LLDA)

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

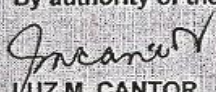
1. All expenditures, whether for current operating expenditures or COs, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and National Government budgetary support either in the form of subsidy, equity or loans outlay.
2. Disbursements 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. 10352, the FY 2013 General Appropriations Act (ex. Representation and Transportation Allowance under Section 46, 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. 10352.
4. For equipment items per Annual Equipment Procurement Program that require specific clearance/approval from the Agencies concerned (ex. Medium-Term Information and Communication Technology Harmonization Initiative Secretariat 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.
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 expenditures 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

Approved:

By authority of the Secretary


LUZ M. CANTOR
Assistant Secretary

Date: **NOV 06 2013**

COB-F2-13-0045

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

Department of Budget and Management
BTS



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