



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

CORPORATE OPERATING BUDGET
 Calendar Year 2016

TO: PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY (PFDA)

Your Corporate Operating Budget (COB) for Calendar Year 2016 per approved Board Resolution No. 15052 dated December 4, 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 **TWO BILLION FOUR HUNDRED FIFTY SIX MILLION TWO HUNDRED NINETY THOUSAND PESOS ONLY (P2,456,290,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 2,486,079,000	P 2,486,079,000	P -
Corporate Funds	834,969,000	834,969,000	-
National Government (NG) Support	984,875,000	984,875,000	-
Other Funds - Trust Funds	666,235,000	a/ 666,235,000	-
TOTAL USES:	P 2,486,079,000	P 2,456,290,000	P (29,789,000)
Personnel Services (PS)	348,461,000	329,908,000	(18,553,000) b/
Maintenance and Other Operating Expenses (MOOE)	377,119,000	365,883,000 c/	(11,236,000)
Capital Outlays (CO)	1,760,499,000	d/ 1,760,499,000	-
Excess/(Shortfall)	P -	P 29,789,000	P 29,789,000

Footnotes:

a/ Represents funds received from the Bureau of Fisheries and Aquatic Resources (BFAR) for the implementation of various fish port infrastructure projects.

b/ Variance represents overprovision for the following:

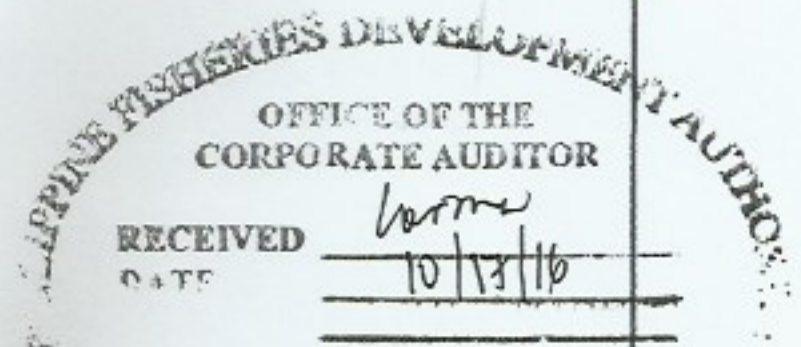
Salaries, Permanent	P 12,150,000	Computed based on Salary Standardization Law III - 4th tranche for 679 filled positions for 2016
Personnel Economic Relief Allowance	2,232,000	P2,000/month for each employee
Year-end Bonus	1,013,000	} Limited to one-month basic salary
Mid-year Bonus	1,013,000	
Cash Gift	465,000	P5,000/annum per employee
Life and Retirement Insurance Premium	1,458,000	12% of total basic salaries
Employees Compensation Insurance Premium	111,000	} P1,200/annum/employee
PAG-IBIG Contributions	111,000	
TOTAL	P 18,553,000	

c/ 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 2016 GAA.

d/ CO is intended for the following:

Land and Land Improvements Outlay	P 53,500,000
Buildings and Structures Outlay	262,809,000
Office Equipment, Furniture and Fixtures	33,588,000
Machineries and Equipment Outlay	18,681,000
Public Infrastructures	1,375,146,000
Transportation Equipment	16,775,000 *
TOTAL	P 1,760,499,000

* The proposed P16.775 Million intended for the acquisition of ten (10) motor vehicles shall be evaluated and recommended subject to the provisions of 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.



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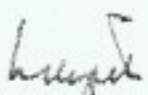
TO: PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY (PFDA)

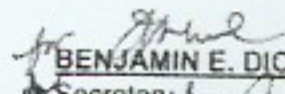
The approval of the COB shall be subject to the following conditions:

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. 10717, the FY 2016 GAA (ex. Representation and Transportation Allowances under Section 59, 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 47, General Provisions of R.A. No. 10717.
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, A.O. No. 15 dated May 25, 2011 and DBM Budget Circular 2016-5 dated August 22, 2016, 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:


LORENZO C. DRAPETE
Director, BMB-C


BENJAMIN E. DIOKNO
Secretary

Date: _____

COB No. C1-16-0034

OCT 11 2016

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
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