



REPUBLIC OF THE PHILIPPINES
Department of Budget and Management
 Malacañang, Manila

CORPORATE OPERATING BUDGET

Fiscal Year 2005

TO: PHILIPPINE COCONUT AUTHORITY

Your Corporate Operating Budget for Fiscal Year 2005 per Board Resolution No.009-2005 dated May 26, 2005 submitted pursuant to Section 19, Chapter 3, Book VI of Executive Order No. 292 series of 1987, is hereby approved for a total of **FOUR HUNDRED SEVENTY SEVEN MILLION SIXTEEN THOUSAND PESOS ONLY (P477,016,000.00)**, details of which are as follows:

PARTICULARS	Proposal	Approved Amount	Variance	Remarks
TOTAL SOURCES	P 490,870,000	P 490,870,000	P -	
Corporate Funds	252,540,000	252,540,000	-	
General Fund/NG Support	221,330,000	221,330,000	-	
Borrowings	17,000,000	17,000,000	-	
TOTAL USES	490,870,000	477,016,000	(13,854,000)	
Personal Services	313,660,000	299,806,000	(13,854,000) a/	
Main. & Other Operating Expenses				
Operations and Others	153,510,000	153,510,000	-	
Loans Outlay	2,200,000	2,200,000	-	
Capital Outlays	21,500,000	21,500,000	-	
Excess/Shortfall	P -	P 13,854,000	P 13,854,000	

FOOTNOTES:

a/ The variance of P13,854,000 refers to the following:

Salaries of Permanent Positions	P 5,306,000	}	Excess Provision in each of the PS items representing the requirements of 49 positions not authorized to be filled due to A.O. o. 103/E.O. No. 366
PERA	294,000		
ACA	294,000		
Uniform/Clothing Allowance	196,000		
Productivity Incentive Bonus	98,000		
Year-End Bonus	442,000		
Cash Gift	245,000		
Sub-total	<u>6,875,000</u>		
Productivity Enhancement Pay	147,000		Excess provision for PEP granted in FY 2004.
Retirement Benefits	3,360,000		RG for optional retirees chargeable against savings.
Loyalty Award	875,000		Chargeable against savings.
Life and Retirement Insurance Premium	636,000		Excess provision of 49 positions not authorized to be filled.
Employee Compensation Insurance	1,042,000		Pegged at P360/employee/annum.
PAG-IBIG Contribution	59,000		Excess provision of 49 positions not authorized to be filled.
Medicare Contributions	840,000		Pegged at P750/employee/annum.
TOTAL	<u>13,854,000</u>		

The approval of the corporate operating budget shall be subject to the following conditions:

- All expenditures, whether for current operating or for capital outlays, 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 outlays.
- Automatic realignment from MOOE to CO is hereby allowed for expenditure items affected by the implementation of the New Government Accounting System (NGAS) - Corporate pursuant to COA Circular No. 2004-002 dated April 29, 2004.
- Disbursements for extraordinary and miscellaneous expenses shall be subject to Section 25, General Provisions of the FY 2005 General Appropriations Act (R.A. No. 9336).

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4. Any personnel benefit that is charged to MOOE should be supported by an approval from the Office of President/DBM;
5. Specific approval from agencies concerned for equipment items per AEPP (e.g. NOC for Information Technology equipment, OP or DBM for motor vehicles) shall be secured pursuant to Corporate Budget Circular No. 17 dated 09 February 1996 and National Budget Circular Nos. 446 and 446-A, series of 1995 and 30 January 1998, respectively;
6. The fiscal discipline measures under Administrative Order No. 103 dated 31 August 2004 shall be observed; and
7. The pertinent laws as well as usual budgeting, accounting and auditing rules and regulations shall be followed.

Recommending Approval:

GIL R. MONTALBO

Director

MARIO L. RELAMPAGOS

Undersecretary

Approved by:

ROMULO L. NERI

Secretary

Date: 20 September 2005

COB-03-05-0026

cc: The Chairman
Board of Directors
Philippine Coconut Authority

HON. JUANITO G. ESPINO, JR.
Assistant Commissioner
Commission on Audit - Central Office

The Resident Auditor
Commission on Audit
Philippine Coconut Authority

Department of Budget and Management



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