



REPUBLIC OF THE PHILIPPINES

Department of Budget and Management
Malacañang, Manila

CORPORATE OPERATING BUDGET

Calendar Year 2011

TO: PHILIPPINE COCONUT AUTHORITY (PCA)

Your Corporate Operating Budget (COB) for Calendar Year 2011 per approved Board of Directors Resolution No.037-2011 dated March 7, 2011, 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 **EIGHT HUNDRED NINETY SIX MILLION SEVEN HUNDRED TWENTY SIX THOUSAND PESOS ONLY (P896,726,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)		APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	995,103,000	P	995,103,000	-
Corporate Funds	445,188,000		445,188,000	-
General Fund/NG Subsidy	549,915,000		549,915,000	-
TOTAL USES:	995,103,000	P	896,726,000	P (98,377,000)
Personal Services (PS)	428,000,000		427,804,000	(196,000) a/
Maintenance and Other Operating Expenses (MOOE)	542,418,000		444,237,000	(98,181,000) b/
Capital Outlays (CO)	22,500,000		22,500,000	-
Loan Amortization	2,185,000		2,185,000	-
Excess/Shortfall	-	P	98,377,000	P 98,377,000

Footnotes:

- a/ The variance of P196,000 for PS represents overprovision for Representation and Transportation Allowances.
b/ MOOE level is computed considering actual/audited expenses for the previous years and effects of inflation.

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.
- 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 Republic Act (R.A.) No. 10147, the FY 2011 General Appropriations Act (ex. Representation and Transportation Allowances under Section 51, General Provisions), or any specific law or approval of the President of the Philippines or Secretary of Budget and Management, as the case may be.
- Disbursements for extraordinary and miscellaneous expenses shall be subject to Section 26, General Provisions of R.A. No. 10147.
- Disbursements from the Confidential and Intelligence Fund shall be covered by an approval from the President of the Philippines.
- 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, 1996, 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.

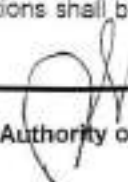
Recommending Approval:



MARY GRACE R. CHUA
Director, BMB-F

Approved:

By Authority of the Secretary:



MARIO L. RELAMPAGOS
Undersecretary

Date: December 29, 2011

COB-F1-11-0037

cc: The Chairman
Board of Directors, PCA

Assistant Commissioner Jaime P. Naranjo
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA-PCA