



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

CORPORATE OPERATING BUDGET

Calendar Year 2015

TO: METROPOLITAN WATERWORKS AND SEWERAGE SYSTEM - REGULATORY OFFICE (MWSS-RO)

Your Corporate Operating Budget (COB) for Calendar Year 2015 per Board Resolution No. 2015-013-RO dated February 12, 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 **ONE HUNDRED FIFTY FOUR MILLION SEVEN HUNDRED SIXTY THOUSAND PESOS ONLY (P154,760,000)**, details of which are shown below:

	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 159,194,000	P 159,194,000	-
Corporate Funds	159,194,000	159,194,000	-
TOTAL USES:	P 159,194,000	P 154,760,000	P (4,434,000)
Personnel Services (PS)	45,206,000	44,779,000	(427,000) ^{a/}
Maintenance & Other Operating Exp. (MOOE)	96,315,000	92,308,000	(4,007,000) ^{b/}
Regular	24,846,000	20,839,000	(4,007,000)
Professional and Consultancy Services	38,201,000	38,201,000	-
Debt Service	8,268,000	8,268,000	-
Sinking Fund Contribution	25,000,000	25,000,000	-
Capital Outlays (CO)	17,673,000	17,673,000	-
EXCESS/SHORTFALL	P -	P 4,434,000	P 4,434,000 ^{d/}

Notes:

a/ The variance of P427,000 refers to over provision of the following:

		Remarks
Salaries of permanent positions	P 22,000	Excess provision for 69 authorized positions
Year-end Bonus	2,000	Excess provision based on authorized basic salaries
Performance Based Bonus	335,000	Based on GCG approval letter on PBB for MWSS-RO dated May 21, 2015
Life & Retirement Insurance Premium	3,000	12% of total salaries
Philhealth Contributions	65,000	Computed based on authorized rates under PhilHealth Circular No.1, s. 2005.
Total	P 427,000	

b/ MOOE level computed considering the previous year's actual amounts and effects of inflation. Extraordinary and Miscellaneous Expenses pegged at P 562,000 computed based on authorized rates and positions under Section 41, Provisions of R.A. No. 10651, FY 2015 GAA.

c/ The Professional and Consultancy Services are subject to compliance with RA No. 9184.

d/ The breakdown of capital outlays is as follows:

Office equipment, furniture and fixtures	P 1,810,000
Equipment Outlay	803,000
Information Technology Outlay	15,060,000
Total	P 17,673,000

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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 No. 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. 10651, the FY 2015 General Appropriations Act (ex. Representation and Transportation Allowance under Section 56, 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 41, General Provisions of R.A. No. 10651.
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 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, Budget Circular No. 2010-2 dated March 1, 2010, Administrative Order (A.O.) No. 233 dated August 1, 2008, and 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 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:

By Authority of the Secretary

Lorenzo C. Drapete
LORENZO C. DRAPETE
Director, BMB-GGS

Luz M. Cantor
LUZ M. CANTOR
Undersecretary

Date: **DEC 29 2015**

COB No. C1-15-0070

cc: The Chairman
Board of Directors, MWSS-CO

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

The Resident Auditor
COA - MWSS-RO

Department of Budget and Management
BTS



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