

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

CORPORATE OPERATING BUDGET
Calendar Year 2016

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

Your Corporate Operating Budget (COB) for Calendar Year 2016 per Board Resolution No. 2015-130-RO dated November 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 NINETY NINE MILLION THREE HUNDRED ELEVEN THOUSAND PESOS ONLY (P199,311,000)**, details of which are shown below:

	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 226,906,000	P 226,906,000	-
Corporate Funds	226,906,000	226,906,000	-
TOTAL USES:	P 226,906,000	P 199,311,000	P (27,595,000)
Personnel Services (PS)	72,842,000	47,656,000	(25,186,000) ^{a/}
Maintenance & Other Operating Exp. (MOOE)	151,474,000	149,065,000	c/ (2,409,000) ^{b/}
Capital Outlays (CO)	2,590,000	2,590,000	d/ -
EXCESS/SHORTFALL	P -	P 27,595,000	P 27,595,000

Footnotes:

a/ The variance of P25,186,000 refers to over provision for the following:

		Remarks
Salaries of permanent positions	P 19,509,000	Excess provision for 69 authorized positions
Mid-Year Bonus	1,625,000	Limited to one month basic salary
Year-End Bonus	1,625,000	Limited to one month basic salary
Life & Retirement Insurance Premium	2,341,000	12% of total salaries
Philhealth Contributions	86,000	Computed based on authorized rates under PhilHealth Circular No.1, s. 2005.
Total	P 25,186,000	

b/ MOOE level computed considering the previous year's actual amounts and effects of inflation. Extraordinary and Miscellaneous Expenses pegged at P 602,400 computed based on authorized rates and positions under Section 47, Provisions of R.A. No. 10717, FY 2016 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 2,235,000
Machinery and Equipment Outlay	355,000
Total	P 2,590,000

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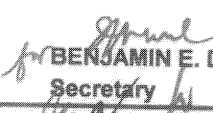
The approval of the COB shall be subject to the following conditions:

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. 10717, the FY 2016 General Appropriations Act (ex. Representation and Transportation Allowance 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 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 Budget Circular No. 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

DIC
Janet E. Abuel
Undersecretary

Date:

cc: The Chairman
Board of Directors, MWSS-CO

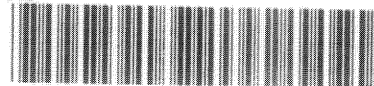
Assistant Commissioner Lourdes M. Castillo
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA - MWSS-RO

COB No. C1-16-0044

OCT 10 2016

Department of Budget and Management
BTS



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