



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
MALACAÑANG, MANILA

CORPORATE OPERATING BUDGET

Calendar Year 2014

TO: PHILIPPINE INTERNATIONAL TRADING CORPORATION (PITC)

Your Corporate Operating Budget (COB) for Calendar Year 2014 per approved Board Resolution dated January 27, 2014, 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 amount not exceeding **ONE HUNDRED NINE MILLION TWO HUNDRED SIXTY NINE THOUSAND PESOS ONLY (P109,269,000)** details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:			
Corporate Funds	P 132,609,000	P 132,609,000	-
Other Income	107,735,000	107,735,000	-
	24,874,000	24,874,000	-
TOTAL USES:			
Personnel Services (PS)	118,460,000	109,269,000	P (9,191,000)
Maintenance and Other Operating Expenses (MOOE)	51,469,000	41,758,000	P (9,711,000) a/
Capital Outlays (CO)	62,063,000	62,583,000	c/ 520,000 d/
Excess/Shortfall	4,928,000	4,928,000	-
	P 14,149,000	P 23,340,000	P 9,191,000

Footnotes:

The variance of P9,711,000 for PS is computed as follows:

Wages (Contractuals)	P 9,658,000	For Contract of Services/Job Orders, transferred to MOOE
Philhealth Contributions	53,000	Computed based on Philhealth Circular No. 01, s.2005 and DBM Circular Letter No. 2012-12, s. 2012
Total	P 9,711,000	

b/ Net of depreciation expense

c/ Includes the transferred amount for personnel under contract of services/job orders.

d/ MOOE variance was 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:

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. Disbursement 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 No. 10633, the FY 2014 General Appropriations Act (ex. Representation Allowances and Transportation Allowances under Section 54, 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.

3. Disbursements for Extraordinary and Miscellaneous Expenses shall be subject to Section 41, General Provisions of R.A. No. 10633.

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 4, 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 approval 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 responsibility of the implementing government corporation.

Recommending Approval:


LORENZO C. DRAPETE
Director, BMB-F

Date:

OCT 27 2014

Approved:

By Authority of the Secretary


LUZ M. CANTOR
Undersecretary

COB-F1-14-0045

cc: The Chairman
Board of Directors, PITC

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

The Resident Auditor
COA- PITC

Department of Budget and Management
BTS



2014-S09125L