



**REPUBLIC OF THE PHILIPPINES**  
**DEPARTMENT OF BUDGET AND MANAGEMENT**  
MALACANANG, MANILA

**CORPORATE OPERATING BUDGET**  
Calendar Year 2017

**TO: TRADE AND INVESTMENT DEVELOPMENT CORPORATION OF THE PHILIPPINES (TIDCORP)**

Your Corporate Operating Budget (COB) for Calendar Year 2017 based on Secretary's Certificate, dated January 31, 2017, 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 **SEVEN HUNDRED SEVEN MILLION FOUR HUNDRED EIGHTY FOUR THOUSAND PESOS ONLY (P707,484,000)** details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
<b>TOTAL SOURCES:</b>	P <u>760,328,000</u>	P <u>760,328,000</u>	P <u>-</u>
Corporate Funds	760,328,000	760,328,000	-
<b>TOTAL USES:</b>	P <u>747,969,000</u>	P <u>707,484,000</u>	P <u>(40,485,000)</u>
Personnel Services (PS)	118,567,000	116,453,000 a/	(2,114,000) b/
Maintenance & Other	98,761,000	60,390,000	(38,371,000) c/
Operating Exp. (MOOE)			
Capital Outlays (CO)	19,769,000	19,769,000 d/	-
Others (Guarantees, Loan	510,872,000	510,872,000 e/	-
Releases, Investments)			
<b>Excess/Shortfall</b>	P <u><u>12,359,000</u></u>	P <u><u>52,844,000</u></u>	P <u><u>40,485,000</u></u>

**Footnotes:**

a/ The TIDCORP shall strictly adhere to the following provisions of law:

1.0 Section 9 of Joint Circular No. 4, s. 2009 provides that exempt entities shall observe the policies, parameters and guidelines governing position classification, salary rates, categories and rates of allowances, benefits and incentives, prescribed by the President. Any increase in the existing salary rates, as well as the grant of new allowances, benefits and incentives, or an increase in the rates, shall be subject to the approval by the President, upon recommendation of the DBM. Section 10 thereof, required exempt entities to submit their existing compensation and position classification systems and their implementation status to the DBM.

2.0 Sections 8 and 9 of Executive Order (E.O.) No. 7, s. 2010 mandated that:

2.1 GOCCs/GFIs shall submit information on all salaries, allowances, incentives and other benefits.

2.2 Except salary adjustments pursuant to E.O. Nos. 811, s. 2009 and 900, s. 2010, a moratorium on the increase in the rates of salaries, and the grant of new or increase in the rates of allowances, incentives and other benefits is imposed until specifically authorized by the President.

The members of the board shall be compensated in accordance with Executive Order No. 24 dated February 10, 2011.

3.0 This review action shall not be construed as an authorization for specific expenditure items under PS but for budgetary purposes only. The grant of such items is subject to approval from the Office of the President.





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b/ The PS variance refers to overprovision/erroneous computation on the following:

Representation and	P	630,000	Computed in accordance with Board Resolution No. 1430
Transportation Allowance			
Year-End Bonus		83,000	} Equivalent to one-month salary
Mid-Year Bonus		83,000	
PAG-IBIG Contributions		119,000	P100/month/employee - 91 personnel
PhilHealth Contributions		45,000	Based on DBM Circular Letter No. 2017-3 dated January 3, 2017
Medical/Dental/Optical Allowance		891,000	P20,000/annum/employee
Chargeable against savings:			
ESIAS		263,000	subject to CSC approval of PRAISE Rules
Total	P	<u>2,114,000.00</u>	

c/ MOOE level computed considering the highest actual/audited amounts from previous years (FYs 2015 - 2016) and the effects of inflation.

d/ CO is intended to the following:

Office Equipment,	P	50,000.00
Information Technology		5,380,000.00
Leasehold Improvements		14,339,000.00
TOTAL	P	<u>19,769,000.00</u>

e/ Covers loan releases for guarantees, investment income taxes, receivables from subrogated claims and payment of dividends, interest, and financial charges.

This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval of the OP. Further, the following conditions shall be observed and complied with:

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. Any increase in the approved principal COB in the course of the budget year, as may be warranted by additional corporate receipts, shall require the submission of a supplemental COB to cover the additional expenditures.
3. Disbursement for Personnel Services (PS) shall strictly observe pertinent compensation laws, rules and regulations, including Executive Order (EO) Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively and EO 201 for GOCCs not covered by RA 10149 and EO 203 and amendments thereto for GOCCs covered by RA 10149. Such expenditures shall be subject to relevant conditions under the General Provisions of the annual General Appropriations Act (GAA) or any specific law or approval of the President of the Philippines and/or Secretary of Budget and Management, as the case maybe.
4. Disbursements for extraordinary and miscellaneous expenses (EME) and other MOOE expenditures shall be subject to relevant provision of the annual GAA.
5. Equipment outlays included in the Annual 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, Budget Circular No. 2017-1 (amending BC No. 2016-5) dated April 26, 2017, and AO No. 15 (amending AO 233,s. 2008), dated May 25, 2011, Office of the President Memorandum Circular No. 9 dated December 14, 2010, among others.

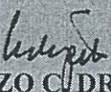


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6. The fiscal discipline measures prescribed under A.O. No. 103 dated August 31, 2004 shall be strictly observed.
7. Electronic payment shall be observed in the disbursement of corporate and public funds. In cases when the adoption is impracticable, GOCC shall be allowed to continue with the existing payment scheme.
8. 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.

Any and all officials or employees who will authorize, allow or permit, as well as those who are negligent in the performance of their duties and functions which resulted in the incurrence or payment of unauthorized and unlawful obligation or expenditure shall be personally liable to the government for the full amount committed or expended and subject to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of EO 292.

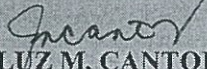
**Recommending Approval:**

  
**LORENZO C. DRAPETE**  
Director, BMB - C

Date: **AUG 22 2017**

**Approved:**

By the Authority of the Secretary:

  
**LUZ M. CANTOR**  
Undersecretary

COB-C4-17-0019

cc: The Chairman  
Board of Directors, TIDCORP  
  
Assistant Commissioner Lourdes M. Castillo  
Commission on Audit (COA) - Central Office  
  
The Resident Auditor  
COA - TIDCORP

Department of Budget and Management  
BTS



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