



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

CORPORATE OPERATING BUDGET
 Fiscal Year 2022

TO: DEVELOPMENT ACADEMY OF THE PHILIPPINES

Your Corporate Operating Budget (COB) for Fiscal Year 2022 per approved Board Resolution No. 010 s. 2021 dated August 18, 2021 submitted pursuant to Section 6 of Executive Order (EO) No. 518, series of 1979 and Section 19, Chapter 3, Book VI of EO No. 292, series of 1987, is hereby approved for a total amount of **ONE BILLION SEVEN HUNDRED THIRTY-TWO MILLION FIVE THOUSAND PESOS ONLY (P1,732,005,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES	P 1,841,387,000	P 1,841,387,000	P -
Corporate Funds	320,818,000	320,818,000	-
National Government (NG) Support	1,520,569,000	1,520,569,000	-
TOTAL USES	P 2,726,540,000	P 1,732,005,000	P (994,535,000)
Personnel Services (PS)	402,119,000	401,687,000 <i>a/</i>	(432,000)
Maintenance & Other Operating Expenses (MOOE)	1,397,167,000 <i>b/</i>	437,199,000 <i>c/</i>	(959,968,000)
Capital Outlays (CO)	927,254,000	893,119,000 <i>d/</i>	(34,135,000)
Excess	P (885,153,000)	P 109,382,000	P (994,535,000)

Footnotes:

- a/ The recommended PS level is based on the existing rates for salaries, benefits, and allowances prescribed under Republic Act (RA) No. 11466 (Salary Standardization Law V), and on the specific General Provisions (GP) of the FY 2022 General Appropriations Act (GAA), RA No. 11639. The variance pertains to the overprovision for representation and transportation allowance based on Section 62 of the GP of FY 2022 GAA.
- b/ Proposed MOOE level excludes non-cash items of P19.513 million.
- c/ The recommended MOOE level is computed considering the DAP's actual expenditures as of September 30, 2022 and doable activities until the end of the year, net of the locally-funded projects funded by the National Government which were erroneously included in the MOOE level.
- d/ The recommended CO level considers the implementation-readiness of the projects and activities under the respective CO items which are expected to be completed within the year as certified by the DAP.

Notwithstanding the aforementioned variances in PS, MOOE, and CO, the DAP still has the flexibility to modify its utilization within the DBM-approved budget level for items funded out of corporate funds.

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Further, the following conditions shall be observed and complied with:

1. All expenditures, whether for current operating expenditures or for COs, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and NG 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. This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval by the OP. **Disbursements for PS shall strictly observe pertinent compensation laws, rules and regulations**, including EO Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively and EO No. 150 for Government-Owned or-Controlled Corporations (GOCCs) covered by RA No. 10149. Such expenditures shall also be subject to relevant conditions under the GPs 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 or the Governance Commission for GOCCs, as the case may be.
4. Disbursements for Extraordinary and Miscellaneous Expenses and other MOOE expenditures shall be subject to the relevant provisions of the annual GAA, among others.
5. For equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, shall be secured before acquisition thereof. Example: OP/Department of Budget and Management/Supervising Department for the purchase of motor vehicles (MV), in accordance with the provisions of the Budget Circular No. 2022-1 (Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of Motor Vehicles), RA No. 9184 (Government Procurement Reform Act) and its Implementing Rules and Regulations, among others.
6. Electronic payment shall be observed in the disbursement of corporate and public funds. In case when the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. Notwithstanding the repeal of AO No. 103, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed. No irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred pursuant to AO No. 6 dated September 19, 2017.
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.
9. 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 No. 292.

Recommending Approval:


MARIA GRACE M. DE LOS SANTOS
Director, BMB-C

Date: *4 November 2022*

Approved by:

By Authority of the Secretary:


TINA ROSE MARIE L. CANDIA
Undersecretary

cf: **The Chairman**
Board of Directors, DAP

The Assistant Commissioner Winnie Rose H. Encallado
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA - DAP

COB No. C2-22-0067

Date: *NOV 07 2022*