



REPUBLIC OF THE PHILIPPINES

Department of Budget and Management  
Malacañang, Manila

**CORPORATE OPERATING BUDGET**

Calendar Year 2014

**TO: TOURISM PROMOTIONS BOARD (TPB)**

Your Corporate Operating Budget (COB) for Calendar Year 2014 per Certification for the TPB Joint Committee dated February 19, 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 BILLION FOUR HUNDRED NINETY SEVEN MILLION EIGHT HUNDRED EIGHTY THREE THOUSAND PESOS ONLY (P1,497,883,000)** details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
<b>TOTAL SOURCES:</b>	P 1,542,000,000	P 1,542,000,000	P -
NG Subsidy	500,000,000	500,000,000	-
Corporate Funds	750,000,000	750,000,000	-
Others	292,000,000	292,000,000	-
<b>TOTAL USES:</b>	P 1,542,000,000	P 1,497,883,000	P (44,117,000)
Personnel Services (PS)	82,140,000	69,660,000	a/ (12,480,000) b/
Maintenance and Other Operating Expenses (MOOE)	1,430,544,000	1,398,907,000	(31,637,000) c/
Capital Outlays (CO)	29,316,000	29,316,000	-
<b>Excess/Shortfall</b>	P <u>-</u>	P <u>44,117,000</u>	P <u>44,117,000</u>

**Footnotes:**

a/ Computation is based on 88 filled regular positions for the 1st semester of 2014 and 165 positions for the 2nd semester based on the TPB's approved Rationalization Plan. Also, this includes approval for 15 casuals for 2014.

b/ The variance of P12,480,000 for PS is excess provision, computed as follows:

Basic Salary	P 5,259,000	Excess of salaries
Lumpsum for 15 Casuals	(1,118,000)	Includes salaries and benefits
Personnel Economic Relief Allowance	660,000	P2,000 x # of mos. x # of pos.
Productivity Enhancement Incentive	831,000	Excess of allowable rates
Productivity Incentive Bonus	132,000	Excess of allowable rates
Other Fringe Benefits	1,121,000	Not recommended
Other Allowances/Benefits	3,326,000	No OP approval
Representation and Transportation Allowance	1,140,000	Based on GAA rates
Life and Retirement Insurance	892,000	Based on 12% of total salaries
Employee Compensation Insurance	33,000	P100 x 12 mos. x no. of pos.
Pag-IBIG Contributions	33,000	P100 x 12 mos. x no. of pos.
Philhealth Contributions	171,000	Based on DBM Budget Circular Letter No. 2012-12
<b>Total</b>	P <u>12,480,000</u>	

c/ MOOE variance of P31,637,000 was computed considering audited/actual expenses for the previous years and the 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 MVs), 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 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.

**Recommending Approval:**

  
**LORENZO C. DRAPETE**

Director, BMB-F

Date:

AUG 06 2014

**Approved:**

By Authority of the Secretary:

  
**LUZ M. CANTOR**

Undersecretary/

COB-F1-14-0020

cc: **The Chairman**  
Board of Directors, TPB

**The Resident Auditor**  
COA-TPB

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

Department of Budget and Management  
BTS



2014-S07030L