

## JUSTIFICATION

Despite the timely submission of the TPB, through the Finance Department, of its FY 2016 Corporate Operating Budget (COB), the Department of Budget and Management (DBM) has not signed/approved the submission for the said fiscal year. Therefore, the TPB is reenacting its FY 2015 DBM-approved COB.

For information, please.



**MARIAN SARAH C. GARATE**  
Officer-in-Charge, Finance Department  
TPB

Noted by:



**Auditor LETICIA P. TORRES**  
State Auditor IV  
Audit Team Leader  
TPB- Commission on Audit



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

<b>CORPORATE OPERATING BUDGET</b>			
Calendar Year 2015			
<b>TO: TOURISM PROMOTIONS BOARD (TPB) PHILIPPINES</b>			
Your Corporate Operating Budget (COB) for Calendar Year 2015 per approved Board of Directors Resolution No. 71, s. 2015 dated March 20, 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 amount not exceeding <b>ONE BILLION THREE HUNDRED FIFTY TWO MILLION SEVEN HUNDRED THIRTY EIGHT THOUSAND PESOS ONLY (P1,352,738,000)</b> details of which are shown below:			
PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
<b>TOTAL SOURCES:</b>	P <u>2,047,552,000</u>	P <u>2,047,552,000</u>	P <u>-</u>
National Government (NG) Equity	500,000,000	500,000,000	-
Special Account in the General Fund (SAGF)	1,130,552,000	1,130,552,000	-
Corporate Funds	147,000,000	147,000,000	-
Beginning Cash Balance	270,000,000	270,000,000	-
<b>TOTAL USES:</b>	P <u>2,047,552,000</u>	P <u>1,352,738,000</u>	P <u>(694,814,000)</u>
Personnel Services (PS)	101,278,000	39,831,000	a/ (61,447,000)
Maintenance & Other Operating Exp. (MOOE)	1,931,274,000	1,297,907,000	b/ (633,367,000)
Capital Outlays (CO)	15,000,000	15,000,000	-
	P <u>-</u>	P <u>694,814,000</u>	P <u>694,814,000</u>
<b>Excess/Shortfall</b>			
<b>Footnotes:</b>			
a/ The PS variance refers to:			<b>Remarks</b>
Salaries	P 36,932,000		Overprovision of the items enumerated (PS computation based on 59 filled positions and 30 positions to be filled up)
Personnel Economic Relief Allowance	2,364,000		
Uniform Allowance	530,000		
Year-End Bonus	3,477,000		
Cash Gift	515,000		
Life and Retirement Insurance	4,649,000		
Employee Compensation Insurance	118,000		
PAG-IBIG Contributions	118,000		
PHILHEALTH Contributions	457,000		
Representation and Transportation Allowance	1,371,000		
Terminal Leave Benefits	5,329,000		Without submitted list of possible retirees
Productivity Incentive Benefits (PIB)	144,000		Overprovision of requirement for FY 2014
Fringe Benefits	5,443,000		Not recommended
	P <u>61,447,000</u>		
b/ MOOE level computed considering actual/audited amounts as of September 30, 2015 and the previous years and effects of inflation.			

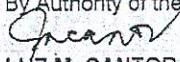
The approval of the COB shall be subject to the following conditions:

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. Disbursements for personnel amelioration/benefit shall be subject to the pertinent compensation laws, rules and regulations. Such expenditures shall also be conditioned on the relevant General Provisions of Republic Act (R.A.) No. 10651, the FY 2015 General Appropriations Act (ex. Representation and Transportation Allowances under Section 56, 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 41, General Provisions of R.A. No. 10651.
4. For equipment items per Annual Equipment Procurement Program that require specific clearance/approval from the Agencies concerned (ex. Medium-Term Information and Communication Technology Harmonization Initiative Secretariat 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 and 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 and Administrative Order (A.O.) No. 233 dated August 1, 2008, Office of the President Memorandum Circular No. 9 dated December 14, 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. Compliance with all existing laws, rules and regulations shall be the responsibility of the implementing government corporation.

Recommending Approval:

  
LORENZO C. DRAPETE  
Director, BMB for Good Governance Sector

Approved:

By Authority of the Secretary  
  
LUZ M. CANTOR  
Undersecretary

Date:

cc: The Chairman  
Board of Directors, TPB

NOV 11 2015

COB-C2-15-0046

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

Department of Budget and Management  
BTS



2015-S09864L

The Resident Auditor  
COA - TPB



