



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

CORPORATE OPERATING BUDGET

Fiscal Year 2024

TO: TOURISM PROMOTIONS BOARD

Your Corporate Operating Budget (COB) for FY 2024 per approved TPB Board Resolution No. 425 series of 2024 dated January 11, 2024, 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 **TWO BILLION FOUR HUNDRED NINETY-THREE MILLION NINE HUNDRED FIFTY-SIX THOUSAND PESOS ONLY (P2,493,956,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES	P 2,494,838,000	P 2,494,838,000	P -
Corporate Funds	15,000,000	15,000,000	-
National Government (NG) Subsidy	2,479,838,000	2,479,838,000	-
TOTAL USES	P 2,494,838,000	P 2,493,956,000	P (882,000)
Personnel Services (PS)	152,383,000	152,383,000 a/	-
Maintenance & Other Operating Expenses	1,484,009,000	1,483,127,000 b/	(882,000)
Capital Outlays (CO)	858,446,000	858,446,000 c/	-
Excess	P -	P -	P (882,000)

Footnotes:

- a/ The approved PS level considers the TPB's adoption of Compensation and Position Classification System (CPCS) per Governance Commission for Government-Owned or Controlled Corporations (GCG) approval dated January 28, 2022. The said CPCS approval expressly authorizes the TPB to implement Category 2 Salary Structure for its 163 positions based on the authorized CPCS Job Grade equivalent positions, pursuant to Executive Order No. 150 dated October 1, 2021, its implementing rules and regulations, and corresponding CPCS circulars for each PS item.
- b/ The approved MOOE level is computed considering the TPB's absorptive capacity, i.e., historical budget utilization rates (BURs) of at least three (3) years, applying the year with the highest BUR to determine FY 2024 MOOE level, except for items funded by the National Government, which are recommended as proposed. The variance of **P882,000** pertains to the effect of the preceding year's budget utilization rate, i.e., **92%**.
- c/ The approved CO level considered 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 Corporation.

Notwithstanding the above-indicated variances in MOOE, the TPB still has the flexibility to modify its utilization within the total DBM-approved budget level.

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 GOCCs covered by RA No. 10149. Such expenditures shall also be subject to relevant conditions under the General Provisions (GPs) of the annual 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.

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5. For equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, the same shall be secured before acquisition thereof. Example: OP/Department of Budget and Management/Supervising Department for the purchase of MV, if any, in accordance with the provisions of the Budget Circular No. 2022-01 dated February 11, 2022 (Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of MVs), 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 the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. Pursuant to AO No. 6 dated September 19, 2017, no irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred. Furthermore, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed.
8. It is understood that this review action does not authorize any item of expenditure that is prohibited by or inconsistent with the provisions existing laws, rules and regulations.
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:

Elena Regina S. Brillantes

Digitally signed by
Elena Regina S.
Brillantes

ELENA REGINA S. BRILLANTES
Director IV, BMB-C

Approved by:

Amengah F. Pangandaman

AMENAH F. PANGANDAMAN
Secretary, DBM

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

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

The Resident Auditor
COA - TPB

COB No. C2-24-0012

Date: APR 16 2024