



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



**CORPORATE OPERATING BUDGET**  
 Fiscal Year 2021

**TO: CULTURAL CENTER OF THE PHILIPPINES (CCP)**

Your Corporate Operating Budget (COB) for Calendar Year 2021 per Board Resolution No. 24, s. 2021 dated April 23, 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 THIRTY-NINE MILLION THREE HUNDRED SIXTY-FOUR THOUSAND PESOS ONLY (P1,039,364,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
<b>TOTAL SOURCES:</b>	<b>P 1,464,781,000</b>	<b>P 1,464,781,000</b>	<b>P -</b>
Corporate Funds	309,300,000	309,300,000	-
National Government (NG) Support	1,155,481,000	1,155,481,000	-
<b>TOTAL USES:</b>	<b>P 1,464,781,000</b>	<b>P 1,039,364,000</b>	<b>P (425,417,000)</b>
Personnel Services (PS)	249,984,000	216,102,000	(33,882,000) a/
Maintenance and Other Operating Expenses (MOOE)	516,345,000	500,898,000	(15,447,000) b/
Capital Outlays (CO)	698,452,000	322,364,000	c/ (376,088,000)
<b>Excess / (Shortfall)</b>	<b>P -</b>	<b>P 425,417,000</b>	<b>P 425,417,000</b>

**Footnotes:**

a/ The PS variance refers to:

I. Overprovision of the items enumerated below:

Salaries - Permanent	P 15,949,000
Personnel Economic Relief Allowance	686,000
Uniform/Clothing Allowance	234,000
Year-end Bonus	1,329,000
Cash Gift	145,000
Performance Enhancement Incentive	70,000
Employees Compensation Insurance Premium	34,000
Pag-IBIG Contributions	34,000
Life and Retirement Insurance Premium	1,914,000
Mid-Year Bonus	2,372,000
Terminal Leave Benefit	8,099,000
Representation and Transportation Allowance	941,000

Computation based on SSL IV - Fourth Tranche for 241 filled as of July 31, 2021 and 25 positions for filling up to December

Based on actual payout  
 Pegged at FY 2020 COB level  
 Computed in accordance with Sec. 56 of the General Provisions (GP) of Republic Act (RA) No. 11518, FY 2021 General Appropriations Act (GAA)  
 Rates pursuant to 2021 Philhealth rates per PhilHealth Circular No. 2019-0009 dated October 25, 2019

PhilHealth Contributions

247,000

II. Overprovision of wages and other benefits of casual personnel

1,828,000

**Total**

**P 33,882,000**

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b/ MOOE level was computed considering actual/audited expenses for previous years, actual expenditures as of July 31, 2021 and the effects of inflation, details of variance as follows:

<u>Particulars</u>	<u>Amount</u>
Communication Expenses	P 169,000
Supplies and Materials Expenses	5,781,000
Utility Expenses	908,000
Travelling Expenses	389,000
Repairs and Maintenance	4,807,000
Subscription Expenses	1,490,000
Membership Dues & Contributions to Org.	34,000
Advertising Expenses	62,000
Printing and Publication Expenses	35,000
Representation Expenses	293,000
Other MOOE	1,479,000
<b>Total</b>	<b>P 15,447,000</b>

c/ CO level was based on doable activities and projects as submitted by the CCP, broken down as follows:

<u>Particulars</u>	<u>Amount</u>
Office Equipment, Furnitures & Fixtures, and Books Outlay	P 660,000
Information Technology	19,040,000
Machinery and Equipment Outlay	23,240,000
Building and Structures Outlay	276,844,000
Transportation Equipment *	2,580,000
<b>Total</b>	<b>P 322,364,000</b>

\* Consistent with Section 5 (a) of Administrative Order (AO) No. 14 dated December 10, 2018, the proposed acquisition of cargo transport equipment is delegated to the DBM Secretary for approval. Accordingly, attached is Authority to Purchase Motor Vehicle (MV) No. C-21-0066 authorizing the CCP to purchase the one (1) unit of Light Delivery Van.

**Notwithstanding the above-indicated variances in PS, MOOE, and CO, the CCP has the flexibility to modify its utilization within the DBM-approved budget level, chargeable against corporate funds. In the case of those funded out of the NG budgetary support, Section 72 of the of RA No. 11518 on the rules on the modification in allotment shall apply.**

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 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 of the Office of the President (OP). Disbursement 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. 203 as amended by EO No. 36 (Suspending the Compensation and Position Classification System under EO No. 203, providing for Interim Compensation Adjustments, and for Other Purposes) for GOCCs covered by RA No. 10149. Such expenditures shall be subject to relevant conditions under the GP 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 GCG, as the case may be.
4. Disbursements for Extraordinary and Miscellaneous Expenses (EME) and other MOOE items shall be subject to relevant provisions of the annual GAA, among others.

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5. 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. Examples: Department of Information and Communications Technology – Medium Term Information and Communications Technology Harmonization Initiative Steering Committee for procurement of information and communication technology equipment covered by the GOCC's Information System Strategic Plan, and OP/Department of Budget and Management/Supervising Department for motor vehicles. The acquisition/purchase of motor vehicle/s shall be in accordance with the provisions of, among others, AO No. 14 dated December 10, 2018; Budget Circular (BC) No. 2019-3 dated May 16, 2019; BC No. 2019-2 dated March 4, 2019; OP Memorandum Circular No. 9 dated December 14, 2010; BC No. 2010-2 dated March 1, 2010; and National Budget Circular (NBC) No. 446 dated November 24, 1995, as amended by NBC No. 446-A dated January 30, 1998. Further, the classification/s and specifications of subject motor vehicle/s shall be consistent with the provisions of BC No. 2019-2, and Annex B of BC No. 2017-1, among others.
6. Moreover, it is understood that the acquisition of motor vehicle/s shall be in accordance with the Government Procurement Reform Act (RA No. 9184) and its Implementing Rules and Regulations, as well as subject to the usual budgeting, accounting, auditing, and other applicable laws, rules and regulations.
7. 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.
8. 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.
9. 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.
10. Any and all officials and 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:**

  
Digitally signed by  
Elena Regina S.  
Brillantes  
**ELENA REGINA S. BRILLANTES**  
OIC-Director, BMB-C

Date: SEP 30 2021

**Approved by:**

  
**TINA ROSE MARIE L. CANDA**  
Officer-in-Charge, DBM



**COB No. C2-21-0043**

cc: The Chairman  
Board of Trustees, CCP

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

The Resident Auditor  
COA - CCP