



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

CORPORATE OPERATING BUDGET

Calendar Year 2015

TO: PHILIPPINE RICE RESEARCH INSTITUTE (PRRI)

Your Corporate Operating Budget (COB) for Calendar Year 2015 per approved PRRI Board of Trustees' Resolution by Referendum dated April 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 of **SIX HUNDRED NINE MILLION FOUR HUNDRED TEN THOUSAND PESOS ONLY (P609,410,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 656,302,000	P 656,302,000	P -
Corporate Funds	138,302,000	138,302,000	-
National Government (NG) Support	518,000,000	518,000,000	-
TOTAL USES:	P 656,302,000	P 609,410,000	P (46,892,000)
Personnel Services (PS)	151,000,000	149,752,000	(1,248,000) a/
Maintenance and Other Operating Expenses (MOOE)	359,412,000	313,768,000	b/ (45,644,000)
Capital Outlays (CO)	145,890,000	145,890,000	c/ -
Excess/(Shortfall)	P -	P 46,892,000	P 46,892,000

Footnotes:

a/ The variance of P1,248,000 pertains to the following:

Particulars	Amount	Remarks
1. Overprovision of:		
• Representation and Transportation Allowances	P 1,008,000	- Based on FY 2015 GAA rates
• Philhealth Contribution	240,000	- Pursuant to DBM Circular Letter No. 2012-12 dated June 29, 2012
Total	P 1,248,000	

b/ MOOE level is computed considering audited/actual expenses for the previous years and the effects of inflation.

c/ CO is intended for the following:

Land and Land Improvements Outlay	P 3,000,000
Buildings and Structures Outlay	101,091,000
Office Equipment, Furniture and Fixtures	5,519,000
Machineries and Equipment Outlay	28,300,000
Transportation Equipment	7,980,000
TOTAL	P 145,890,000

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

- 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.
- Disbursements 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 R.A. No. 10651, the FY 2015 GAA (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.

TO: PHILIPPINE RICE RESEARCH INSTITUTE (PRRI)

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. National Computer Center 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, 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 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

LORENZO C. DRAPETE

Director, BMB for Good Governance Sector

Approved:

By Authority of the Secretary:

Luiz M. Cantor
LUZ M. CANTOR
Undersecretary

Date:

NOV 02 2015

COB-C1-15-0023

cc:

The Chairman

Board of Directors, PRRI

Assistant Commissioner Lourdes M. Castillo

Commission on Audit (COA) - Central Office

COA Building, Quezon City

The Resident Auditor

COA -PRRI

Department of Budget and Management
BTS



2015-S09575L

PHILIPPINE RICE RESEARCH INSTITUTE

2015 Summary, Proposed Corporate Operating Budget

In thousand pesos

Particulars	FY 2015 Budget (Per DBM Recomm)	Proposed COB Allocation by Source of Fund		
		Total	Subsidy	Corporate Income
1. Personal Services Cost		151,000	145,500	5,500
2. MOOE		359,412	320,916	38,496
a. General Administration	72,235	128,929	113,109	15,820
b. Research and Development	220,800	127,251	127,251	
c. New Initiatives	224,965	80,556	80,556	-
d. International Travel		1,200		1,200
e. 2014 Unutilized funds for 3 Satellite Station		21,476		21,476
3. Capital Outlay		145,890	51,584	94,306
Grand Total	518,000	656,302	518,000	138,302

2015 Co - 52,980
 Abington (8/17/15) 29,080
 23,900

Income as of June/15 \$ 20M

PHILIPPINE RICE RESEARCH INSTITUTE

Summary of Expenditure, FY 2015

DBM Recommendation vs. Proposed COB Allocation, By Source of Fund

In thousand pesos

Particulars	FY 2015 Budget (Per DBM Recomm)	Proposed COB Allocation by Source of Fund		
		Total	Subsidy	Corporate Income
1. Personal Services Cost		151,000	145,500	5,500
2. General Administration	72,235	128,929	113,109	15,820
3. Research and Development	220,800	127,251	127,251	
Coping with Climate Change Program	3,036	3,415	3,415	
High-Value Added products from Rice and It's Environment program	10,650	6,500	6,500	
Farming without Fossil Energy	4,440	4,545	4,545	
Intensified Rice based Agri-bio Systems	14,942	15,620	15,620	
Discipline-Based Rice R&D Projects	148,292	83,348	83,348	
Specialized Rice R&D Projects	13,300	12,773	12,773	
Area-Based R&D Projects	4,540	1,050	1,050	
Other Projects	21,600	-		
4. New Initiatives	224,965	80,556	80,556	-
Development of PhilRice Stations as Nucleus Estate Models for Rural Transformation and Progress	129,965	25,556	25,556	
Establishment of the Applied Biology Center for the Rice Environment	50,000	25,000	25,000	
Further Strengthening and Development of the Three New Satellite Stations	45,000	30,000	30,000	
5. International Travel		1,200		1,200
6. Capital Outlay		104,564	51,584	52,980
Office Equipment		5,000		5,000
Laboratory Equip		5,000		5,000
Farm Equipment		5,000		5,000

Particulars	FY 2015 Budget (Per DBM Recomm)	Proposed COB Allocation by Source of Fund		
		Total	Subsidy	Corporate Income
Motor Vehicle (double cab cargo truck) with 2014 approved authority to purchase		7,980		7,980
<i>Equipment for "Development of PhilRice Station as Nucleus Estate Models for Rural Transformation and Progress"</i>		51,584	51,584	
Infrastructure		30,000		30,000
7. 2014 Unutilized funds for 3 Satellite Station		50,278	-	50,278
MOOE		21,476		21,476
Capital Outlay		28,802		28,802
8. PhilRice Bicol Fund		12,524		12,524
Construction of Laboratory and Lodging facilities (bided in Feb 2015 and awarded only in March 2015)		12,524		12,524
Grand Total	518,000	656,302	518,000	138,302

PHILIPPINE RICE RESEARCH INSTITUTE

Summary of Expenditure, FY 2015

DBM Recommendation vs. Proposed COB Allocation, By Object of Expenditure

In thousand pesos

Particulars	FY 2015 Budget (Per DBM Recomm)	Proposed Budget Allocation by Object			
		Total	PS	MOOE	CO
1. Personal Services Cost		151,000	151,000		
2. General Administration	72,235	128,929		128,929	
3. Research and Development	220,800	127,251		127,251	
Coping with Climate Change Program	3,036	3,415		3,415	
High-Value Added products from Rice and It's Environment program	10,650	6,500		6,500	
Farming without Fossil Energy	4,440	4,545		4,545	
Intensified Rice based Agri-bio Systems	14,942	15,620		15,620	
Discipline-Based Rice R&D Projects	148,292	83,348		83,348	
Specialized Rice R&D Projects	13,300	12,773		12,773	
Area-Based R&D Projects	4,540	1,050		1,050	
Other Projects	21,600	-			
4. New Initiatives	224,965	80,556	-	80,556	-
Development of PhilRice Stations as Nucleus Estate Models for Rural Transformation and Progress	129,965	25,556		25,556	
Establishment of the Applied Biology Center for the Rice Environment	50,000	25,000		25,000	
Further Strengthening and Development of the Three New Satellite Stations	45,000	30,000		30,000	
5. International Travel		1,200		1,200	
6. Capital Outlay		104,564	-	-	104,564
Office Equipment		5,000			5,000
Laboratory Equip		5,000			5,000
Farm Equipment		5,000			5,000

Particulars	FY 2015 Budget (Per DBM Recomm)	Proposed Budget Allocation by Object			
		Total	PS	MOOE	CO
Motor Vehicle (double cab cargo truck) with 2014 approved authority to purchase		7,980			7,980
<i>Equipment for "Development of PhilRice Station as Nucleus Estate Models for Rural Transformation and Progress"</i>		51,584			51,584
Infrastructure		30,000			30,000
7. 2014 Unutilized funds for 3 Satellite Station		50,278	-	21,476	28,802
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Grand Total	518,000	656,302	151,000	359,412	145,890