



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

CORPORATE OPERATING BUDGET

Calendar Year 2017

TO: SOCIAL HOUSING FINANCE CORPORATION (SHFC)

Your Supplemental Corporate Operating Budget (COB) for Calendar Year 2017 per approved Board Resolution No. 592 dated October 4, 2017, 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 of **NINETEEN MILLION FOUR HUNDRED FORTY NINE THOUSAND PESOS ONLY (P19,449,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P <u>26,562,000</u>	P <u>26,562,000</u>	P -
Corporate Funds	26,562,000	26,562,000	-
TOTAL USES:	P <u>26,562,000</u>	P <u>19,449,000</u>	P <u>(7,113,000)</u>
Personnel Services (PS)	26,562,000	19,449,000	a/ (7,113,000)
Excess/(Shortfall)	P <u>-</u>	P <u>7,113,000</u>	P <u>7,113,000</u>

Footnotes:

a/ The recommended level of P19.449 Million shall cover deficit in various PS items shown below:

Particulars	Deficit	Charged against savings	Supplemental COB
a. Salaries and Wages, Permanent	P 5,611,000	P 5,611,000	P -
b. Wages, Contractuals/Casuals	7,774,000	7,135,000	639,000
c. Year-end Bonus	783,000		783,000
d. Midyear Bonus	783,000		783,000
e. Retirement Benefit	353,000		353,000
f. Monetization of Leave Credits	11,144,000		11,144,000
g. Overtime Pay	2,878,000		2,878,000
h. Provident Fund	1,239,000		1,239,000
i. 13th Month Pay	1,078,000		1,078,000
j. Economic Subsidy	552,000		552,000
Total	P <u>32,195,000</u>	P <u>12,746,000</u> b/	P <u>19,449,000</u>

b/ Items with **savings** from the original DBM-approved COB level shall cover portion of salaries, broken down as follows:

a. Personnel Economic Relief Allowance	P 360,000
b. Uniform/Clothing Allowance	105,000
c. Cash Gift	75,000
d. Representation and Transportation Allowances	1,062,000
e. Children's Allowance	266,000
f. Meal Allowance	98,800
g. Rice Allowance	323,800
h. Medicine Allowance	105,000
i. HMO	464,000
j. Transportation Allowance (Rank and File)	44,400
k. Grocery Subsidy (Gift Check)	750,000
l. Performance-Based Bonus	6,428,000
m. Birthday Gift Benefit	2,165,000
n. SSS Contribution	154,000
o. Employees Compensation Insurance Premium	5,300
p. Pag-I.B.I.G. Contribution	17,600
q. Philhealth Contribution	322,100
Total Savings	P <u>12,746,000</u>

TO: SOCIAL HOUSING FINANCE CORPORATION (SHFC)

Pursuant to Section 2 of EO No. 36 dated July 28, 2017, SSL-covered GOCCs shall adopt the Modified Salary Schedule under EO No. 201 dated February 19, 2016 as well as allowances and benefits provided therein, upon approval by the Governance Commission for Government-Owned and/or Controlled Corporations (GCG).

The implementation of the compensation adjustments shall be subject to the provisions of EO No. 201, where applicable. GOCCs which do not have adequate or sufficient funds shall partially implement the Modified Salary Schedule and authorized benefits. In case of partial implementation, the same shall be at uniform percentage across all positions of GOCC.

This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval of the OP. Further, the following conditions shall be observed and complied with:

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 Services (PS) shall strictly observe pertinent compensation laws, rules and regulations, including Executive Order (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 10149. Such expenditures shall be subject to relevant conditions under the General Provisions of the annual General Appropriations Act (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 maybe.
3. Disbursements for extraordinary and miscellaneous expenses (EME) and other MOOE expenditures shall be subject to relevant provision of the annual GAA, among others.
4. Equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned (ex. Information and Communications Technology Office (DICT-ICTO) 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, Budget Circular No. 2017-1 (amending BC No. 2016-5) dated April 26, 2017, and AO No. 15 (amending AO 233,s. 2008), dated May 25, 2011, Office of the President Memorandum Circular No. 9 dated December 14, 2010, among others.
5. Electronic payment shall be observed in the disbursement of corporate and public funds. In cases when the adoption is impracticable, GOCC shall be allowed to continue with the existing payment scheme.
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.

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 292.

Recommending Approval:


LORENZO C. DRAPETE
Director, BMB-C

Date: **DEC 27 2017**

Approved:

By Authority of the Secretary:


LUZ M. CANTOR
Undersecretary

COB-C2-17-0094

cc: The Chairman
Board of Directors, SHFC

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

The Resident Auditor
COA-SHFC

Department of Budget and Management
BTS



2017-S12415L