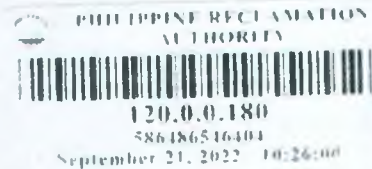
OFFICE OF THE GM & CEO  
BY: Rochelle TIME: 10:43am

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

**CORPORATE OPERATING BUDGET**

Fiscal Year 2022

**TO: PHILIPPINE RECLAMATION AUTHORITY (PRA)**

Your Corporate Operating Budget (COB) for FY 2022 per approved Board Resolution No. 5487 dated March 17, 2022, 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 **SIX BILLION ONE HUNDRED SIXTY-EIGHT MILLION FIVE HUNDRED NINETY-ONE THOUSAND PESOS ONLY (P6,168,591,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL		APPROVED		VARIANCE	
	(a)	(b)	(c)	(d)	(e)	(f)
<b>TOTAL SOURCES</b>	<b>P 6,474,265,000</b>	<b>P 6,474,265,000</b>			<b>P -</b>	
Corporate Funds	5,782,180,000	5,782,180,000			-	
Retained Earnings	692,085,000	692,085,000			-	
<b>TOTAL USES</b>	<b>P 6,474,265,000</b>	<b>P 6,168,591,000</b>			<b>(305,674,000)</b>	
Personnel Services (PS)	474,369,000	459,538,000	a/		(14,831,000)	b/
Maintenance & Other Operating Expenses (MOOE)	1,471,797,000	1,264,068,000	c/		(207,729,000)	
Capital Outlays (CO)	3,707,144,000	3,624,030,000	d/		(83,114,000)	
Others:						
Corporate Income Tax	564,855,000	564,855,000			-	
Dividends to the National Government	256,100,000	256,100,000			-	
<b>Excess</b>	<b>P -</b>	<b>P 305,674,000</b>			<b>P (305,674,000)</b>	

**Footnotes:**

a/ The recommended PS level considers the PRA's adoption of Compensation and Position Classification System (CPCS) per Governance Commission for Government-Owned or Controlled Corporations (GCG) approval dated February 14, 2022. The said CPCS approval expressly authorizes the PRA to implement tier 4 of the Category 2 Salary Structure for its two hundred eighty-nine (289) authorized positions based on their 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 variance in PS pertains to overprovisions for Productivity Enhancement Incentive computed based on the CPCS Circular No. 2021-08 and salary and benefits of one (1) PRA personnel not included in the GCG approved CPCS authorized positions.

c/ The recommended MOOE level is computed considering the prior year's performance on budget utilization except for financial expenses, accrued expenses, as well as those items covered by contracts which are recommended as proposed, and Extraordinary and Miscellaneous Expenses (EME) which are computed based on prescribed rates by the GCG. The variance of P207,729,000.00, pertains to the effect of the preceding year's Budget Utilization Rate (BUR).

d/ The recommended CO level considers 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 PRA.

This includes procurement of eight (8) units of motor vehicles (MVs), of which, two (2) units of motorcycle with pending DBM approval of Authority to Purchase Motor Vehicles (APMV). Meanwhile, the provision for six (6) other MVs is recommended for budgetary purposes only and the APMV will be acted upon separately once the required supporting documents are submitted.

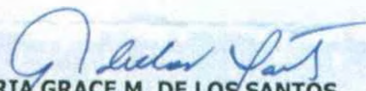
**Notwithstanding the aforementioned variances in PS, MOOE and CO, the PRA still has the flexibility to modify its utilization within the DBM-approved budget level for items funded out of corporate funds.**

**TO: PHILIPPINE RECLAMATION AUTHORITY (PRA)**

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 Government-Owned or-Controlled Corporations (GOCCs) covered by RA No. 10149. Such expenditures shall also be subject to relevant conditions under the GPs 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 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.
5. For equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, shall be secured before acquisition thereof. Examples: Department of Information and Communications Technology 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 the purchase of motor vehicles (MV), in accordance with the provisions of the BC No. 2022-1 (Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of Motor Vehicles), 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 when the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. 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.
8. 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.
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:**

  
**MARIA GRACE M. DE LOS SANTOS**  
Director, BMB-C  
Date: 1 September 2022

**Approved by:**

By Authority of the Secretary

  
**TINA ROSE MARIE L. CANDA**  
Undersecretary

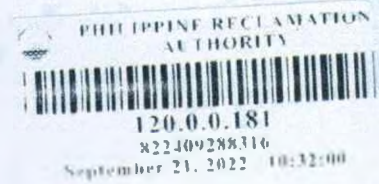
**The Chairman**  
Board of Directors, PRA

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

**The Resident Auditor**  
COA - PRA

**COB No. C2-22-0036**

Date: **SEP 05 2022**



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

APMV No. C-22-0045

SEP 0 2022

**ATTY. JANILO E. RUBIATO**  
General Manager and Chief Executive Officer  
Philippine Reclamation Authority (PRA)  
107 Paseo De Roxas St. Legaspi Village  
Makati City

PHILIPPINE RECLAMATION AUTHORITY  
**RECEIVED**  
SEP 21 2022  
OFFICE OF THE GM & CEO  
BY: Rachele TIME: 10:48am

**AUTHORITY TO PURCHASE MOTOR VEHICLE/S**

Qty.	Type	Intended Use and/or User, and Specifications	Cost
2	Motorcycle	<b>Use and/or User:</b> For the transport of personnel, equipment, supplies, products, and materials  <b>Specifications:</b> Engine displacement not exceeding 200 cc	P 240,000.00
<b>2</b>	<b>TOTAL</b>		<b>P 240,000.00</b>
<b>TOTAL AMOUNT</b>		<b>*** TWO HUNDRED FORTY THOUSAND PESOS ONLY***</b>	
<b>IN WORDS</b>			
<b>FUNDING SOURCE</b>		<b>FY 2022 Corporate Operating Budget</b>	

**CONDITIONS:**

1. This Authority to Purchase Motor Vehicle (APMV) supersedes APMV No. C-21-0016 dated September 10, 2021.
2. The motor vehicle/s shall be used only for official purpose, the intended use and/or by the intended user, for which the motor vehicle/s was requested as herein authorized. The acquisition/purchase of subject motor vehicle/s shall be in accordance with the provisions of the Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of Motor Vehicles. Further, the classification/s and specifications of subject motor vehicle/s shall be consistent with the provisions of Annex A of the guidelines.

3. Moreover, it is understood that the acquisition of said motor vehicle/s shall be in accordance with the Republic Act No. 9184 (Government Procurement Reform Act) and its Implementing Rules and Regulations, as well as subject to the usual budgeting, accounting, auditing, and other applicable laws, rules and regulations.

**APPROVED:**

  
**AMENAH F. PANGANDAMAN**  
Secretary

