



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

CORPORATE OPERATING BUDGET
 Calendar Year 2017

TO: LIGHT RAIL TRANSIT AUTHORITY (LRTA)

Your Corporate Operating Budget (COB) for Calendar Year 2017 per Board approval dated July 21, 2017 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 FIVE BILLION TWO HUNDRED TWENTY FIVE MILLION THIRTY SIX THOUSAND PESOS ONLY (P5,225,036,000), details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 40,339,584,000	P 5,252,006,000	P (35,087,578,000)
Corporate Funds	1,883,450,000	1,883,450,000 ✓	-
National Government Subsidy	55,967,000	55,967,000 ✓	-
Net Lending (BTr Advances)	3,312,589,000	3,312,589,000 ✓	-
Conversion of BTr Advances into Subsidy	35,087,578,000		(35,087,578,000)
TOTAL USES:	P 40,339,584,000	P 5,225,036,000	P (35,114,548,000)
Personnel Services (PS)	513,815,000	513,604,000 ✓	(211,000) a/
Maintenance and Other Operating Expenses (MOOE)	39,731,744,000	4,617,407,000 b/	(35,114,337,000)
MOOE Regular	1,331,577,000	1,304,818,000 ✓	(26,759,000)
Debt Servicing	3,312,589,000	3,312,589,000 ✓	-
Conversion of BTR Advances into Subsidy	35,087,578,000		(35,087,578,000) d/
Capital Outlays (CO)	94,025,000	94,025,000 c/	
Excess/(Shortfall)	P -	P 26,970,000	P 26,970,000

Footnotes:

a/ The variance of P211,000 pertains to overprovision for the following:

Rice Allowance	P 163,000	P1,200 x 12 mos. X 17 incumbents.
Philhealth Contribution	48,000	P375/mo. x 12 mos. X 381 permanent position
	<u>P 211,000</u>	

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:

Fur. & Fixtures, Machineries & Equipmt. Outlay	P 5,486,000
Machineries and Equipment Outlay	40,891,000
Other CO	47,648,000
TOTAL	<u>P 94,025,000</u>

d/ Not considered in the absence of the required Dept. of Finance (DOF) approval for the purpose.

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 Nov. 23, 2017
 8:00
 LRTA

TO: LIGHT RAIL TRANSIT AUTHORITY (LRTA)

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. 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. Disbursements for Personal 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 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, as the case maybe.
4. Disbursement for Extraordinary and Miscellaneous Expenses (EME) and other MOOE expenditures shall be subject to relevant provision of the annual GAA.
5. Equipment Outlays included in the Annual Equipment 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.
6. 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.
7. It is understood that this review actions does not authorize any item of expenditure that is prohibited by or inconsistent with the provision 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

Approved:


LUZ M. CANTOR
Undersecretary

Date: NOV 21 2017

COB No. C3-17-0063

cc: The Chairman
Board of Directors, LRTA

Assistant Commissioner Lourdes M. Castillo
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA - LRTA

Department of Budget and Management
BTS



2017-S10749L

COPY FOR:

1. Office of the Administrator 11/23
2. Deputy Administrator for Admin. Finance & AFCS Kooye 11/23
3. Deputy Administrator for Operations & Engineering 11/23
4. COA 11/23/2017
5. Board of Directors 11/23/17
6. Finance Department 11/23/17
7. Accounting Division 11/23/17
8. Internal Audit 11/23/17

LIGHT RAIL TRANSIT AUTHORITY
 APPROVED CORPORATE OPERATING BUDGET
 CY 2017
 (In Thousand Pesos)

PARTICULARS	AMOUNT
	Approved COB
FUNDING SOURCES:	
OPERATING REVENUES	
RAIL REVENUES	1,324,819
PRIOR YEAR'S SUBSIDY	400,000
GOVERNMENT ASSISTANCE	-
Subsidy for General Administration and Support	55,967
Bureau Of the Treasury (BTR) Advances	3,312,589
OTHER NON-RAIL REVENUES	158,631
TOTAL FUNDING SOURCES	5,252,006
USES OF FUNDS:	
CURRENT OPERATING EXPENDITURES	
PERSONNEL SERVICES	513,605
MAINT. & OTHER OPERATING EXP.	
- INDIRECT EXPENSES	301,318
- DIRECT OPERATING EXPENSES:	-
- Spareparts/Materials	280,831
- Overhead	164,755
- Power	223,618
MAINTENANCE OF LRT L2 SYSTEM	334,297
TOTAL - MOOE	1,304,818
TOTAL CURRENT OPERATING EXPENSES	1,818,423
OTHER CAPITAL EXPENDITURES	94,025
TOTAL CAPITAL EXPENDITURES	94,025
DEBT SERVICE	
Principal Repayment	2,314,662
Interest Payment	997,926
TOTAL DEBT SERVICE	3,312,589
TOTAL USES OF FUNDS	5,225,036