



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

**CORPORATE OPERATING BUDGET**  
Fiscal Year 2022

**TO: Light Rail Transit Authority (LRTA)**

Your Corporate Operating Budget (COB) for FY 2022 per approved LRTA's Board Resolution No. 020-2022 dated April 12, 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 **TEN BILLION EIGHTEEN MILLION TWO HUNDRED SEVENTY SIX THOUSAND PESOS ONLY (P10,018,276,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
<b>TOTAL SOURCES</b>	<b>P 10,022,097,000</b>	<b>P 10,022,097,000</b>	<b>P -</b>
Corporate Funds	4,582,134,000	4,582,134,000	-
National Government (NG) Subsidy	2,458,344,000	2,458,344,000	-
Net Lending (BTr Advances)	2,981,619,000	2,981,619,000	-
<b>TOTAL USES</b>	<b>P 10,022,097,000</b>	<b>P 10,018,276,000</b>	<b>P (3,821,000)</b>
Personnel Services (PS)	643,479,000	643,479,000 a/	-
Maintenance & Other Operating Expenses (MOOE)	1,602,149,000	1,598,328,000 b/	(3,821,000)
Capital Outlays (CO)	4,794,850,000	4,794,850,000 c/	-
Others	2,981,619,000	2,981,619,000 d/	-
<b>Excess</b>	<b>P -</b>	<b>P 3,821,000</b>	<b>P 3,821,000</b>

**Footnotes:**

a/ The LRTA shall strictly adhere to the policy and guidelines on the Compensation and Position Classification System (CPCS) pursuant to Executive Order No. 150 dated October 1, 2021, and its Implementing Rules and Regulations.

b/ The recommended MOOE level is computed considering the prior year's performance on budget utilization, except for items covered by contracts which are recommended as proposed.

c/ The recommended CO level considers the implementation-readiness of the projects and activities under the respective CO items, as well as the National Government support, as applicable.

The purchase of transportation equipment shall be consistent with the following guidelines:

1. Per Section 5 of Administrative Order (AO) No. 14 dated December 10, 2018, the proposed acquisition of motor vehicles are delegated to the Department of Budget and Management and approved through the attached Authority to Purchase Motor Vehicle (APMV) No. C-22-0029.
2. Procuring entities may undertake their own procurement of motor vehicles pursuant to GPPB Resolution No. 20-2019 which delisted the motor vehicles from the list of Common-Use Supplies and Equipment to be procured thru the Procurement Service (PS).

d/ Other expenditure items is intended to finance the payment of debt servicing; a) principal repayment amounting to P2,358,721,000 and b.) Interest payment amounting to P622,898,000.

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

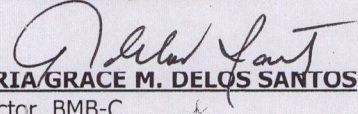
Further, the following conditions shall be observed and complied with:

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 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 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 Budget Circular (BC) No. 2022-1 dated February 11, 2022; Corporate Budget Circular No. 17 dated February 9, 1996, Administrative Order (AO) No. 14 dated December 10, 2018; Budget Circular (BC) No. 2019-2 dated March 4, 2019; OP Memorandum Circular No. 9 dated December 14, 2010. 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
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. DELOS SANTOS**

Director, BMB-C

Date: 8 June 2022

**Approved by:**

  
**TINA ROSE MARIE L. CANDA**

Officer-in-Charge, DBM



cc: **The Chairman**  
Board of Directors, LRTA

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

**The Resident Auditor**  
COA - LRTA

**COB No. C3-22-001**

Date: 20 JUN 2022

*Received by:  
Marumid  
June 21, 2022  
11:30 A.M.*

Budgeting & Financial Planning Division	
RECEIVED	
BY:	<u>edw</u>
DATE:	<u>June 21, 2022</u>
TIME:	<u>11:10</u>
LRTA	

