



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

**CORPORATE OPERATING BUDGET**  
Fiscal Year 2023

**TO: LIGHT RAIL TRANSIT AUTHORITY (LRTA)**

Your Corporate Operating Budget (COB) for FY 2023 per Secretary's Certificate on Resolution No. 009-2023 dated March 13, 2023, 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 **NINE BILLION FOUR HUNDRED ONE MILLION NINE HUNDRED SIXTY-ONE THOUSAND PESOS ONLY (P9,401,961,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
<b>TOTAL SOURCES</b>	<b>P 9,401,961,000</b>	<b>P 9,401,961,000</b>	<b>P -</b>
Corporate Funds	1,882,752,000	1,882,752,000	-
National Government (NG) Subsidy	4,551,216,000	4,551,216,000	-
Net Lending (BTr Advances)	2,967,993,000	2,967,993,000	-
<b>TOTAL USES</b>	<b>P 9,401,961,000</b>	<b>P 9,401,961,000</b>	<b>P -</b>
Personnel Services (PS)	754,655,000	754,655,000	a/ -
Maintenance & Other Operating Expenses (MOOE)	1,475,982,000	1,475,982,000	b/ -
Capital Outlays (CO)	4,203,331,000	4,203,331,000	c/ -
Debt Service	2,967,993,000	2,967,993,000	d/ -
<b>Excess/ (Shortfall)</b>	<b>P -</b>	<b>P -</b>	<b>P -</b>

**Footnotes:**

a/ The recommended PS level considered the adoption by the LRTA of the Compensation and Position Classification System (CPCS) authority per Governance Commission for Government-Owned or -Controlled Corporations (GCG) approval dated February 14, 2022, based on the authorized CPCS Job Grade equivalent positions, pursuant to Executive Order No. 150 dated October 1, 2021, its Implementing Rules and Regulations, and the corresponding CPCS circular for each PS item.

b/ The recommended MOOE level is computed considering the LRTA's absorptive capacity for the three (3) immediately preceding years, applying the year with the highest BUR to determine FY 2023 MOOE level. Notably, the Authority's FY 2021 BUR is at 100%.

c/ 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 Authority.

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

1. Per Budget Circular No. 2022-01 dated February 11, 2022, the proposed acquisition of motor vehicles are duly approved by the Department of Budget and Management through **Authority to Purchase Motor Vehicle (APMV) No. C-23-0032**.

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/ Intended to finance the payment of debt servicing: a) principal repayment amounting to P2,406,887,000 and b.) interest payment amounting to P561,106,000.

**Notwithstanding the aforementioned approved amounts for PS, MOOE and CO, the LRTA still has the flexibility to modify its utilization within the total DBM-approved budget level.**

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

- 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 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, the same shall be secured before acquisition thereof. Example: OP/Department of Budget and Management/Supervising Department for the purchase of MV, if any, in accordance with the provisions of the Budget Circular (BC) Nos. 2022-01 dated February 11, 2022 and 2022-1A dated March 1, 2023 (Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of MVs), 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 the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. Pursuant to AO No. 6 dated September 19, 2017, no irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred. Furthermore, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed.
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 existing laws, rules and regulations.
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:**

*Elena Regina S. Brillantes* Digitally signed by  
Elena Regina S.  
Brillantes

**ELENA REGINA S. BRILLANTES**  
Director IV, BMB-C

**Approved by:**

By Authority of the Secretary:

*CRISTINA B. CLASARA*

**CRISTINA B. CLASARA**  
Acting Undersecretary, DBM

cf: **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. C3-23-0042**

Date: April 28, 2023

**COPY FOR:**

1. DA for Admin., Finance and AFCS
2. COA
3. Board of Directors
4. Accounting
5. Internal Audit
6. Planning Department

Budgeting & Financial Planning Division

RECEIVED

BY: Elena

DATE: 05/08/23

TIME: 10:00

09 MAY 2023 - 1:24 pm

LRTA

*Jenifer* 4/29/23

*Ronald* 5/9/23 1:32 pm

*Jay* 4/9/23

*Opina* 5/9/23 1:32 pm

*Leticia* 09 MAY 2023 1:22 pm

*King* 05/09/23 1:15 pm