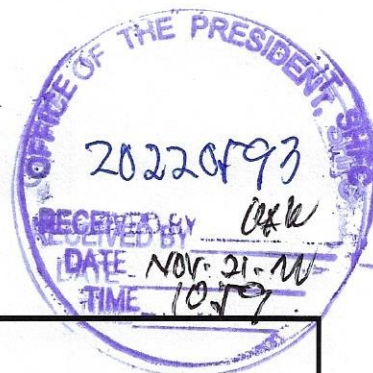




REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
GENERAL SOLANO STREET, SAN MIGUEL, MANILA



CORPORATE OPERATING BUDGET

Fiscal Year 2022

TO: SOCIAL HOUSING FINANCE CORPORATION (SHFC)

Your Corporate Operating Budget (COB) for Fiscal Year 2022 per approved Board Resolution No. 987, series of 2022 dated May 6, 2022, submitted pursuant to Section 6 of Executive Order (EO) No. 518, series of 1979 and Section 19, Chapter 3, Book VI of EO 292, series of 1987, is hereby approved for a total of **FOUR BILLION FIVE HUNDRED SIXTY MILLION ONE HUNDRED SEVENTEEN THOUSAND PESOS ONLY (P4,560,117,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 10,843,579,000	P 10,843,579,000	P -
Corporate Funds	1,588,310,000	1,588,310,000	-
National Government (NG) Support	4,230,852,000	4,230,852,000	-
Beginning Balance	5,024,417,000	5,024,417,000	-
TOTAL USES:	P 7,619,721,000	P 4,560,117,000	P (3,059,604,000)
Personnel Services (PS)	369,437,000	369,437,000	a/ -
Maintenance & Other Operating Expenses (MOOE)	1,158,110,000	834,713,000	b/ (323,397,000)
Capital Outlays (CO)	122,821,000	55,282,000	c/ (67,539,000)
Loans Outlay	5,969,353,000	3,300,685,000	d/ (2,668,668,000)
Excess/Shortfall	P 3,223,858,000	P 6,283,462,000	P 3,059,604,000

Footnotes:

- a/ The recommended PS level considers the pending Compensation and Position Classification System (CPCS) authority to be issued by the Governance Commission for Government-Owned or -Controlled Corporations (GOCCs) containing the SHFC's classification, job evaluation results, and tiering, pursuant to EO No. 150 dated October 1, 2021, its implementing rules and regulations, and corresponding CPCS circulars for each PS item.
- b/ The recommended MOOE level is computed considering prior year's performance on budget utilization, except for items covered by contracts which are recommended as proposed, and the Extraordinary and Miscellaneous Expenses (EME) which is computed based on prescribed rates of the FY 2022 General Appropriations Act (GAA).
- c/ The recommended CO is based on items that are currently being implemented and targeted to be undertaken during FY 2022 as certified by the SHFC, except for the provision for transportation equipment in the total amount of P26,400,000.00. Due to the proximity of the validity of the FY 2022 COB and the timeframe for the procurement process, it is suggested that the SHFC consider reprioritizing the acquisition of motor vehicles (MVs) in FY 2023.
- d/ The recommended Loans Outlay level pertains to actual loan take-out as of August 31, 2022 and estimated loans to be released from September to December for various programs as submitted by the Corporation.

Notwithstanding the aforementioned variances in MOOE and CO, the SHFC has the flexibility to modify its utilization within the DBM-approved budget level.

TO: SOCIAL HOUSING FINANCE CORPORATION (SHFC)

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 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 Office of the President (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 GOCCs covered by RA No. 10149. Such expenditures shall also be subject to relevant conditions under the General Provisions (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 EME and other MOOE expenditures shall be subject to 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 No. 2022-01 (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 cases when the adoption is impracticable, GOCC shall be allowed to continue with the existing payment scheme.
7. Notwithstanding the repeal of Administrative Order (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, 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: 16 November 2022

Approved:

By Authority of the Secretary:


TINA ROSE MARIE L. CANDIA
Undersecretary, DBM

cc: The Chairman
Board of Directors, SHFC

The Assistant Commissioner, Corporate Sector
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA, SHFC

COB-C2-22-0065

Date: NOV 17 2022