



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

CORPORATE OPERATING BUDGET
 Calendar Year 2015

TO: SOCIAL HOUSING FINANCE CORPORATION (SHFC)

Your Corporate Operating Budget (COB) for Calendar Year 2015 per approved Board Resolution No. 424 dated December 23, 2014, 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 THREE HUNDRED FIFTY ONE MILLION THREE HUNDRED NINE THOUSAND PESOS ONLY (P5,351,309,000)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 8,790,149,000	P 8,790,149,000	P -
Corporate Funds	689,194,000	689,194,000	-
National Government (NG) Support	<u>8,100,955,000</u>	<u>8,100,955,000</u>	-
Community Mortgage Program (CMP)	1,500,000,000	1,500,000,000	a/
High Density Housing Program (HDHP)	6,600,955,000	6,600,955,000	b/
TOTAL USES:	P 5,893,531,000	P 5,351,309,000	P (542,222,000)
Personnel Services (PS)	248,042,000	198,881,000	(49,161,000) c/
Maintenance and Other Operating Expenses (MOOE)	<u>613,124,000</u>	<u>193,692,000</u>	<u>(419,432,000)</u>
Operating Expenses	603,009,000	193,692,000	(409,317,000)
Contingency Fund	10,115,000	-	(10,115,000)
Capital Outlays (CO)	5,032,365,000	4,958,736,000	(73,629,000)
Excess/(Shortfall)	P 2,896,618,000	P 3,438,840,000	P 542,222,000

Footnotes:

- a/ Includes P500 Million representing FY 2014 unfunded allotment and appropriations under Republic Act (R.A.) No. 10651, FY 2015 General Appropriations Act (GAA) released through the National Home Mortgage Finance Corporation (NHMFC).
- b/ Includes P2,858,090,000 representing FY 2014 unfunded allotment and appropriations under Appropriated in R.A. No. 10651, FY 2015 GAA as NG subsidy for Housing Program for Informal Settler Families (ISF) residing in danger areas in Metro Manila.
- c/ The variance of P49,161,000 pertains to the following:

Particulars	Amounts in P '000	Remarks
A. Overprovision of:		
<u>1. For DBM-approved positions:</u>		- <i>Actual PS as of August 31, 2015 + requirements from September to December 2015 for 40 authorized permanent filled positions</i>
• Salaries	(80,121)	- Rates based on SSL-III 4th Tranche
• PERA	(4,880)	- Limited to P2,000/month/employee
• Uniform/Clothing Allowance	(1,020)	- Limited to P5,000/annum/employee
• Year-end Bonus	(6,839)	- Limited to one (1) month basic salary as of October 31
• Cash Gift	(1,017)	- Limited to P5,000/annum/employee
• RATA	(8,057)	- Based on FY 2015 GAA rates
• Per Diem of Members of the Board	(2,021)	- Based on Executive Order No. 24, series of 2011
• Performance Bonus	(12,934)	- Limited to one month salary/annum/employee (for Productivity Enhancement Incentive) plus PBB for FY 2014 per approval by the GCG dated August 18, 2015.
• Monetization of Leave Credits	(8,007)	- Limited to actual disbursement as of August 2015 + estimates from September to December 2015
• Cashier's Allowance	(7)	- No actual and estimated disbursement until December 2015
• Provident Fund	(12,018)	- Limited to 15% of basic salary
• 13th Month Pay	(9,044)	- Limited to one (1) month basic salary plus allowances 1/

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• Economic Subsidy	(8,375)	- Limited to one (1) month basic salary plus allowances 1/
• Children's Allowance	(290)	- Limited to P30/month/employee (maximum of 4 children) 1/
• Meal Allowance	(1,333)	- Limited to P550/month/employee 1/
• Rice Allowance	(4,363)	- Limited to P1,800/month/employee 1/
• Medicine Allowance	(1,414)	- Limited to P7,000/annum/employee 1/
• HMO	(5,948)	- Limited to actual rate as of September 2014
• Transportation Allowance (Rank and File)	104	- Limited to P300/month/employee 1/
• Grocery Subsidy (Gift Check)	(14,940)	- Limited to P50,000/annum/employee (gift check) 1/
• Birthday Gift Benefit	(606)	- Limited to P3,000/annum/employee 1/
• SSS Contribution	(2,861)	- Rates pursuant to SSS Circular No. 2013-010, s. 2013
• Employees Compensation Insurance Prem.	(73)	- Rates pursuant to SSS Circular No. 2013-010, s. 2013
• Pag-I.B.I.G. Contribution	(242)	- Limited to P100/month/employee
• Philhealth Contribution	(902)	- Pursuant to PhilHealth Circular No. 0027, s. 2013
Sub-total	(187,208)	

2. For permanent positions for approval of the GCG:

• Wages and Benefits	138,047
Total	(49,161)

- *Actual wages as of August 2015 + requirements from September to December 2015 for 188 filled positions as of November 30, 2015 and 2 positions to be filled up in December 2015*

- Limited to rates authorized by the Corporation 1/

1/ Per approved Collective Bargaining Agreement dated December 24, 2008

d/ MOOE level is computed considering actual/audited expenses for the previous years, effects of inflation and actual expenditures as of October 31, 2015. The amount authorized for Extraordinary and Miscellaneous Expenses at P741,600 is based on the prescribed rates in the FY 2015 GAA. Provision for GAD is not considered because funds for the purpose must be from the 5% attribution of the Authority's total FY 2015 DBM-approved COB level, pursuant to Section 34 of the General Provisions of RA 10651, the FY 2015 GAA.

e/ CO is intended for the following:

Loans Outlay	P 4,940,272,000
Buildings and Structures Outlay	9,795,000
Office Equipment, Furniture and Fixtures	8,669,000
TOTAL	P 4,958,736,000

The approval of the COB shall be subject to the following conditions:

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. Disbursements for personnel amelioration/benefit shall be subject to the pertinent compensation laws, rules and regulations, including E.O. Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively. Such expenditures shall also be conditioned on the relevant General Provisions of R.A. No. 10651, the FY 2015 GAA (ex. Representation and Transportation Allowances under Section 56, General Provisions), or any specific law or approval of the President of the Philippines or Secretary of Budget and Management, as the case may be.
3. Disbursements for extraordinary and miscellaneous expenses shall be subject to Section 41, General Provisions of R.A. No. 10651.
4. For equipment items per Annual Equipment Procurement Program that require specific clearance/approval from the Agencies concerned (ex. National Computer Center 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, National Budget Circular Nos. 446 and 446-A dated November 24, 1995 and January 30, 1998, respectively, Budget Circular No. 2010-2 dated March 1, 2010, Administrative Order (A.O.) No. 233 dated August 1, 2008, Office of the President Memorandum Circular No. 9 dated December 14, 2010 and A.O. No. 15 dated May 25, 2011, among others.
5. The fiscal discipline measures prescribed under A.O. No. 103 dated August 31, 2004 shall be observed.
6. 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.

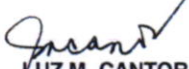
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7. The pertinent laws, rules and regulations including those on compensation, procurement, budgeting, accounting and auditing shall be strictly followed. Compliance with all existing laws, rules and regulations shall be the responsibility of the implementing government corporation.

Recommending Approval:


LORENZO C. DRAPETE
Director, BMB for Good Governance Sector

Approved:
By Authority of the Secretary:


LUZ M. CANTOR
Undersecretary

Date: **DEC 22 2015**

COB-C2-15-0062

cc: The Chairman
Board of Directors, SHFC

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

The Resident Auditor
COA - SHFC

Department of Budget and Management
BTS



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