



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

CORPORATE OPERATING BUDGET

Fiscal Year 2023

TO: SMALL BUSINESS CORPORATION (SBC)

Your Corporate Operating Budget (COB) for FY 2023 per approved SBC Board Resolution No. 2023-03-3392 dated March 14, 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 **EIGHT BILLION THREE HUNDRED FIFTY MILLION SIX HUNDRED SIXTY-THREE THOUSAND PESOS ONLY (P8,350,663,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL	APPROVED	VARIANCE
	(a)	(b)	(c=b-a)
TOTAL SOURCES	P 8,932,039,000	P 8,932,039,000	P -
Corporate Funds	6,037,365,000	6,037,365,000	-
National Government (NG) Support	2,894,674,000	2,894,674,000	-
TOTAL USES	P 8,382,810,000	P 8,350,663,000	P (32,147,000)
Personnel Services (PS)	334,112,000	334,112,000 a/	-
Maintenance & Other Operating Expenses (MOOE)	335,365,000	303,218,000 b/	(32,147,000)
Capital Outlays (CO)	7,713,333,000	7,713,333,000 c/	-
Excess	P 549,229,000	P 581,376,000	P (32,147,000)

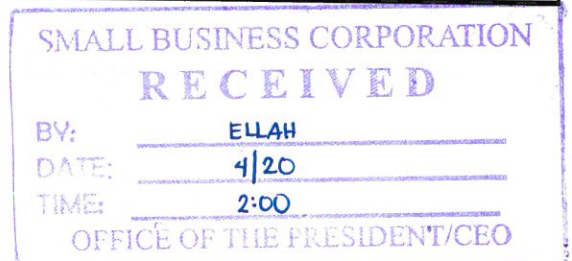
Footnotes:

- a/ The SBC 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 agency's absorptive capacity, i.e., historical budget utilization rates (BURs) of at least three (3) immediately preceding years, wherein the highest Budget Utilization Rate (BUR) is applied to MOOE items, except those pertaining to the SBC's expenses for the Pondo sa Pagbabago at Pag-asenso (P3) program and other fixed expenses, which are recommended as proposed. Meanwhile, the variance of P32,147,000.00 pertains to the effect of the preceding year's BUR.
- 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 Corporation.
- 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 is duly approved by the Department of Budget and Management through the attached Authority to Purchase Motor Vehicle (APMV) No. C-23-0021.
 2. Procuring entities may undertake their own procurement of motor vehicle pursuant to GPPB Resolution No. 20-2019 which delisted the motor vehicles from the list of Common-Use Supplies and Equipment to be procured through the Procurement Service (PS).

Notwithstanding the above-mentioned variance in MOOE, the SBC 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 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 No. 2022-01 dated February 11, 2022 (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 when the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. Pursuant to AO No. 6 dated eptember 19, 2017, no irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred. Furthermore, existing law, 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, BMB-C
 Date: April 12, 2023

Approved

Cristina B. Clasara
CRISTINA B. CLASARA
 Acting Undersecretary, DBM

cf: **The Chairman**
 Board of Directors, SBC

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

The Resident Auditor
 COA - SBC

COB No. C1-23-0012

Date: April 17, 2023



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

APMV No. C-23-0021

April 17, 2023

PRESIDENT/CEO ROBERT C. BASTILLO
Small Business Corporation (SBC)
139 Corporate Center, Valero St.,
Salcedo Village, Makati City

AUTHORITY TO PURCHASE MOTOR VEHICLE/S

Qty.	Type	Intended Use and/or User, and Specifications		Cost
1	Sports Utility Vehicle	Use and/or User: For the transport of personnel, equipment, supplies, products and materials. For heavy field use in rural and remote areas with generally rugged road condition, mountainous and rugged terrain. Specifications: Engine displacement not exceeding 2700 cc for gasoline or 3000cc for diesel; or Alternative Fuel Vehicle (AFV)	P	2,000,000.00
1	Pick-up	Use and/or User: For the transport of personnel, equipment, supplies, products and materials. For heavy field use in rural and remote areas with generally rugged road condition, mountainous and rugged terrain. Specifications: Engine displacement not exceeding 2500 cc for gasoline or 3000 cc for diesel; or AFV	P	2,000,000.00
1	TOTAL		P	4,000,000.00
TOTAL AMOUNT IN WORDS		: **FOUR MILLION PESOS ONLY**		
FUNDING SOURCE		: FY 2023 Corporate Operating Budget		

SMALL BUSINESS CORPORATION	
RECEIVED	
BY:	ELLAH
DATE:	4/20
TIME:	2:00
OFFICE OF THE PRESIDENT/CEO	

CONDITIONS:

1. The motor vehicle/s shall be used only for official purpose, the intended use and/or by the intended user, for which the motor vehicle/s was requested as herein authorized. The acquisition/purchase of subject motor vehicle/s shall be in accordance with the provisions of the Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of Motor Vehicles. Further, the classification/s and specifications of subject motor vehicle/s shall be consistent with the provisions of Annex A of the guidelines.
2. Moreover, it is understood that the acquisition of said motor vehicle/s shall be in accordance with the Republic Act No. 9184 (Government Procurement Reform Act) and its Implementing Rules and Regulations, as well as subject to the usual budgeting, accounting, auditing, and other applicable laws, rules and regulations.

APPROVED:

By Authority of the Secretary:



CRISTINA B. CLASARA
Acting Undersecretary *g*