



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
MALACANANG, MANILA

CORPORATE OPERATING BUDGET			
Calendar Year 2014			
QUEDAN AND RURAL CREDIT GUARANTEE CORPORATION (QUEDANCOR)			
Your Corporate Operating Budget (COB) for Calendar Year 2014 per approved Board Resolution No. 625, dated March 11, 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 amount not exceeding THREE HUNDRED FORTY NINE MILLION THREE HUNDRED TWENTY FOUR THOUSAND PESOS ONLY (P349,324,000) , details of which are shown below:			
PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 1,735,868,000	P 425,868,000	P (1,310,000,000)
Corporate Funds	425,868,000	425,868,000	-
Subsidy	310,000,000	-	(310,000,000) a/
Trust Fund	1,000,000,000	-	(1,000,000,000) a/
TOTAL USES:	P 1,735,868,000	P 349,324,000	P (1,386,544,000)
Personnel Services (PS)	453,400,000	97,154,000	(356,246,000) a/, b/
Maintenance & Other Operating Expenses (MOOE)	278,821,000	248,523,000	(30,298,000) c/
Capital Outlay (CO)	1,003,647,000	3,647,000	(1,000,000,000) a/
Excess / Shortfall	P -	P 76,544,000	P (76,544,000)
Footnotes:			
a/ Shall be subject to a supplemental approval upon actual transfer/release of funds.			
b/ The variance of P356,246,000 for PS represents overprovision for the following items:			
Salaries	P	33,173	Excess rates over 176 positions
Standard Allowances and Benefits			
Personnel Economic Relief Allowance		2,496	Limited to 176 positions
Uniform/Clothing Allowance		520	Limited to 176 positions
Year-end Bonus		2,774	One month basic salary
Cash Gift		520	Limited to 176 positions
Specific Purpose Allowances and Benefits			
Overtime Pay		391	Chargeable to corporate savings per DBM BC No. 10
Court Appearance Fee/Special Counsel Allowance		384	Chargeable to corporate savings and subject to Sec. 51 of the CY 2014 GAA
Terminal Leave Benefit		110,000	} No appropriations cover for the payment of terminal leave and incentive benefits per EO 366
Incentive under EO 366		200,000	
Other Allowances/Benefits/Incentives			
Loyalty Pay		180	Chargeable to corporate savings
Productivity Incentive Benefits		208	Limited to 176 positions
Productivity Enhancement Incentive		520	Limited to 176 positions
Hospitalization		330	No legal basis
Incentive Reward		36	No legal basis

Fixed Expenditures

Life & Retirement Insurance Premium	3,981	12% of basic salary
Employees Compensation Insurance Premium	125	Limited to 176 positions
Pag-I.B.I.G. Contributions	125	Limited to 176 positions
Philhealth Contributions	483	Based on Philhealth Circular No.1,s.2005 and DBM BC No. 2012-12, s. 2012

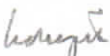
Total (in thousand pesos) P 356,246

c/ The MOOE level is computed based on the actual/audited expenses in prior years and the effects of inflation.

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

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 National Government budgetary support either in the form of subsidy, equity or loans outlay.
2. Disbursement for personnel amelioration/benefits 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 Republic Act (R.A.) No. 10633, the FY 2014 General Appropriations Act (ex. Representation and Transportation Allowances under Section 54, General Provisions), or any specific law or approval of the President of the Philippines or Secretary of Budget and Management, as the case maybe.
3. Disbursements for Extraordinary and Miscellaneous Expenses shall be subject to Section 41, General Provisions of R.A. No. 10633.
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 equipments 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 4, 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 approval does not authorize any item of expenditure that is prohibited by or inconsistent with the provisions of law.
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:

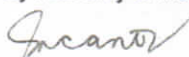

LORENZO C. DRAPETE
Director, BMB-F

Date:

OCT 16 2014

Approved:

By Authority of the Secretary:


LUZ M. CANTOR
Undersecretary

COB No. F1-14-0031

cc: The Chairman
Board of Directors, QUEDANCOR

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

The Resident Auditor
COA - QUEDANCOR

Department of Budget and Management
BTS



2014-S08880L