



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

CORPORATE OPERATING BUDGET

Calendar Year 2022

TO: PHILIPPINE HEART CENTER (PHC)

Your Corporate Operating Budget (COB) for Calendar Year 2022 per Board of Trustees Resolution No. 2022-08-25-03 dated August 25, 2022, 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 of **FOUR BILLION SEVEN HUNDRED TWENTY-ONE MILLION FIVE HUNDRED THIRTY-NINE THOUSAND PESOS ONLY (P4,721,539,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 4,748,599,000	P 4,748,599,000	P -
Corporate Funds	2,799,871,000	2,799,871,000	
National Government (NG) Subsidy	1,948,728,000	1,948,728,000	-
TOTAL USES:	P 4,748,599,000	P 4,721,539,000	P (27,060,000)
Personnel Services (PS)	2,053,506,000	2,026,446,000	a/ (27,060,000)
Maintenance & Other Operating Expenses (MOOE)	2,160,402,000	2,160,402,000	b/ -
Capital Outlays (CO)	534,691,000	534,691,000	c/ -
Excess / (Shortfall)	P -	P 27,060,000	P 27,060,000

Footnotes:

- a/ The recommended PS level is computed based on the third tranche of Salary Standardization Law V, adopting the basic salary authorized under Republic Act No. 11466 dated January 8, 2020, as PHC is under the jurisdiction of the Department of Budget and Management.
- b/ The recommended MOOE level is computed considering the latest actual expenditures and doable activities until the end of the year.
- c/ The recommended CO level considers the implementation-readiness of the projects and activities under the respective CO items.

Notwithstanding the aforementioned variance in PS , the PHC still has the flexibility to modify its utilization within the 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
- 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.
- 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 General Provisions of the annual General Appropriations Act (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.
- Disbursements for Extraordinary and Miscellaneous Expenses and other MOOE expenditures shall be subject to the relevant provisions of the annual GAA, among others.

TO: PHILIPPINE HEART CENTER (PHC)

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 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 law.
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 292.

Recommending Approval:


MARIA GRACE M. DELOS SANTOS

Director, BMB-C

Date: *12 October 2022*

Approved by:


TINA ROSE MARIE L. CANDA

Undersecretary

cc: The Chairman

Board of Trustees, PHC

Assistant Commissioner Winnie Rose H. Encallado

Commission on Audit (COA) - Central Office

COA Building, Quezon City

The Resident Auditor

COA - PHC

COB No. C3-22-0048

Date: **OCT 14 2022**

PHILIPPINE HEART CENTER
Corporate Operating Budget
FY 2022
(In Thousand Pesos)

INCOME/RECEIPTS

From Services to Patients (Gross)	4,311,924
Less: Charity Hospital Expenses	1,202,339
Charity Research Expenses	5,000
Patient's Discounts	431,192
Total Quantified Free Services (QFS)	1,638,531
Income from Services to Patients (Net of Charity)	2,673,393
Other Income/Receipts	
Rental	28,665
Interest	20,721
Cafeteria	9,953
Donations, Fines and Penalties, Fund Raising	67,139
	126,478
Contribution from the National Government	
Assistance to Indigent Patients	1,772,827
Capital Expenditure – 2022	115,000
Capital Expenditure – 2021	20,000
Capital Expenditure – 2020	8,000
Capital Expenditure – 2019	4,255
Capital Expenditure – Balance from FY 2016	28,646
	1,948,728
TOTAL INCOME/RECEIPTS	4,748,599

EXPENDITURES

Personal Services	
Salaries and Wages	1,107,283
Standard Allowances	251,785
Specific Purpose Allowances	307,765
Incentives and Benefits	182,604
Fixed Expenditures	160,490
Separation and Retirement Benefits	43,579
	2,053,506

Maintenance and Other Operating Expenses

Traveling	2,755
Communication Services	3,682
Repairs and Maintenance	86,238
Supplies and Materials	1,741,170
Rent	1,828
Grants, Subsidies and Contribution	23
Water, Illumination and Power Services	129,358
Auditing Services	10,154
Training and Seminar Expenses	5,008
Extraordinary and Miscellaneous Expenses	26
Taxes, duties and Licenses	4,717
Fidelity Bond, Insurance Premiums and Others	10,288
Other Services	
Ads and Publication	26
Representation Expense	58
Subscription	3,286
Legal/Consultancy Services	781
Janitorial Services	50,542
Security Services	34,675
Laundry Services	17,549
Collection Charges	5,344
Others	52,805

Total Maintenance and Other Operating Expenses 2,160,313

Financial Expenses 89

Capital Expenditures

Corporate Funds	358,790
NG Subsidy – Balance from FY 2016	28,646
NG Subsidy – FY 2019	4,255
NG Subsidy – FY 2020	8,000
NG Subsidy – FY 2021	20,000
NG Subsidy – FY 2022	115,000
	<u>534,691</u>

TOTAL EXPENDITURES 4,748,599

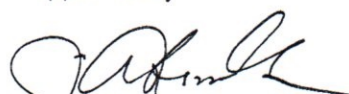
Prepared by:



ISAH O. MARTICIO

Acting Chief Administrative Officer, Budget Division

Approved by:



JOEL M. ABANILLA, M.D.

Executive Director IV

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