



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

CORPORATE OPERATING BUDGET			
Fiscal Year 2023			
TO: PHILIPPINE HEART CENTER (PHC)			
Your Corporate Operating Budget (COB) for FY 2023 per approved PHC Board Resolution No. 2023-02-13-03R, 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 FIVE BILLION ONE HUNDRED FIFTY-NINE MILLION FORTY-FOUR THOUSAND PESOS ONLY (P5,159,044,000.00) , details of which are shown below:			
PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES	P 5,167,026,000	P 5,167,026,000	P -
Corporate Funds	2,895,199,000	2,895,199,000	-
National Government (NG) Support	2,271,827,000	2,271,827,000	-
TOTAL USES	P 5,167,026,000	P 5,159,044,000	P (7,982,000)
Personnel Services (PS)	2,246,652,000	2,238,670,000 a/	(7,982,000)
Maintenance & Other Operating Expenses (MOOE)	2,583,278,000	2,583,278,000 b/	-
Capital Outlays (CO)	337,096,000	337,096,000 c/	-
Excess	P -	P 7,982,000	P (7,982,000)
Footnotes: a/ The recommended PS level will cover the basic salaries, benefits and allowances for the full year of the 2,460 positions, computed based on the prescribed rates per Republic Act No. 11466, and on the specific General Provisions of the FY 2023 General Appropriations Act (GAA), Republic Act No. 11936. The variance of P7,982,000 corresponds to the overprovision for performance enhancement incentive, hazard pay, and Philhealth contribution. b/ The recommended MOOE level is derived by considering the Center's absorptive capacity for the three (3) immediately preceding years, in which, the highest budget utilization rate (BUR) is computed and applied to determine the MOOE level for the year. Notably, the PHC's FY 2021 BUR is at 100%. 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 PHC.			
Notwithstanding the aforementioned variance in PS, the PHC still has the flexibility to modify its utilization within the total DBM-approved budget level.			
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.			

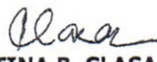
5. For equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, the same shall be secured before acquisition thereof. Example: OP/ Department of Budget and Management/Supervising Department for the purchase of MV, if any, in accordance 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 September 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:

Digitally signed by
Elena Regina S.
Brillantes
ELENA REGINA S. BRILLANTES
Director, BMB-C

Approved:

By Authority of the Secretary:


CRISTINA B. CLASARA
Acting Undersecretary, DBM

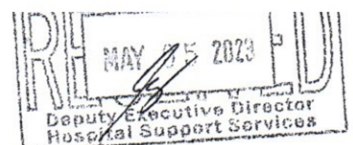
cf: **The Chairman**
Board of Directors, PHC

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

The Resident Auditor
COA - PHC

COB No. C1-23-0036

Date: 4/28/2023



PHILIPPINE HEART CENTER
Corporate Operating Budget
FY 2023
(In Thousand Pesos)

INCOME/RECEIPTS

From Services to Patients (Gross)	<u>5,035,769</u>
Less: Charity Hospital Expenses	1,510,731
Charity Research Expenses	5,000
Patient's Discounts	<u>755,365</u>
Total Quantified Free Services (QFS)	<u>2,271,096</u>
Income from Services to Patients (Net of Charity)	<u>2,764,673</u>
Other Income/Receipts	
Rental	43,099
Interest	28,311
Cafeteria	25,380
Donations, Fines and Penalties, Fund Raising	<u>33,736</u>
	<u>130,526</u>
Contribution from the National Government	
Assistance to Indigent Patients	2,136,827
CAPEX 2022	115,000
CAPEX 2021	<u>20,000</u>
	<u>2,271,827</u>
TOTAL INCOME/RECEIPTS	<u>5,167,026</u>

EXPENDITURES

Personal Services	
Salaries and Wages	1,145,901
Standard Allowances	277,083
Specific Purpose Allowances	321,106
Incentives and Benefits	257,384
Fixed Expenditures	168,898
Separation and Retirement Benefits	<u>76,280</u>
	<u>2,246,652</u>

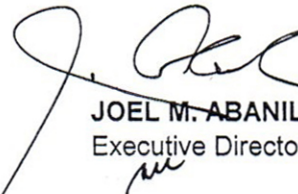
Maintenance and Other Operating Expenses	
Traveling	5,412
Communication Services	4,869
Repairs and Maintenance	99,840
Supplies and Materials	2,077,974
Rent	1,936
Grants, Subsidies and Contribution	4
Water, Illumination and Power Services	162,198
Auditing Services	10,743
Training and Seminar Expenses	4,920
Extraordinary and Miscellaneous Expenses	20
Taxes, duties and Licenses	5,843
Fidelity Bond, Insurance Premiums and Others	16,107
Other Services	
Ads and Publication	7
Representation Expense	292
Subscription	10,865
Legal/Consultancy Services	1,175
Janitorial Services	57,472
Security Services	39,203
Laundry Services	21,059
Collection Charges	7,642
Others	55,546
Total Maintenance and Other Operating Expenses	<u>2,583,127</u>
Financial Expenses	<u>151</u>
Capital Expenditures	
Corporate Funds	202,096
CAPEX 2021	20,000
CAPEX 2022	115,000
Total Capital Expenditures	<u>337,096</u>
TOTAL EXPENDITURES	<u><u>5,167,026</u></u>

Prepared by:



ISAH O. MARTICIO
Acting Chief Administrative Officer, Budget Division

Approved by:



JOEL M. ABANILLA, M.D.
Executive Director IV