



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

CORPORATE OPERATING BUDGET
Calendar Year 2021

TO: MANILA INTERNATIONAL AIRPORT AUTHORITY (MIAA)

Your Corporate Operating Budget (COB) for Calendar Year 2021 per Board Resolution No. 2020-055 dated November 13, 2020, 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 **SEVEN BILLION SIX HUNDRED SIXTY-FOUR MILLION THREE HUNDRED THIRTY-EIGHT THOUSAND PESOS ONLY (P7,664,338,000)** details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c)
TOTAL SOURCES:			
Corporate Funds	P 7,741,779,000	P 7,741,779,000	P -
	<u>7,741,779,000</u>	<u>7,741,779,000</u>	a/ -
TOTAL USES:			
Personnel Services (PS)	P 7,741,779,000	P 7,664,338,000	P (77,441,000)
Maint. & Other Operating Exp. (MOOE)	985,145,000	980,481,000	b/ (4,664,000)
Capital Outlays (CO)	4,649,134,000	4,576,357,000	c/ (72,777,000)
Others	22,006,000	22,006,000	d/ -
Debt Service	<u>2,085,494,000</u>	<u>2,085,494,000</u>	-
Remittance of NG Share	1,034,868,000	1,034,868,000	-
Income Taxes	945,289,000	945,289,000	-
	105,337,000	105,337,000	-
Excess / (Shortfall)	P -	P 77,441,000	P 77,441,000

Footnotes:

a/ Includes charges to Retained Earnings of P2,374,925,000.

b/ The PS level variance refers to :

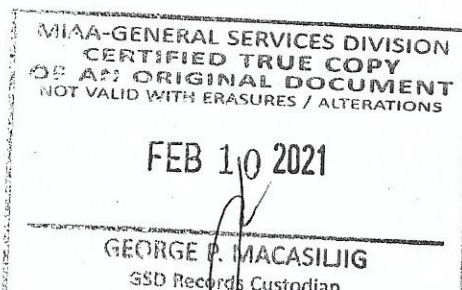
Particulars	Amount	Remarks
Medical/Dental/Optical Allowance	1,616,000	Recommended level is computed using no. of incumbent position as of June 30, 1989.
Children's Allowance	2,991,000	
Representation and Transportation Allowances	57,000	
Total	<u>4,664,000</u>	Computed in accordance with the provision of the annual GAA

c/ The recommended MOOE level is computed considering the actual/audited expenses (2019-2020) plus inflation factor of 3%, except by those covered by contracts which are recommended as proposed. Details of variance as follows:

Particulars	Amount
Supplies and Materials	14,680,000
Taxes, Duties and Fees	25,793,000
Other General Services	27,584,000
Membership Dues and Contributions to Organizations	132,000
Advertising/Publications/Promotional	40,000
Representation Expenses	4,548,000
Total	<u>72,777,000</u>

d/ The recommended CO pertains to funding requirements for Machineries and Equipments Outlay.

Notwithstanding the above-indicated variance in PS and MOOE, the MIAA still has the flexibility to modify its utilization within the DBM-approved budget level for items funded out of the corporate funds.

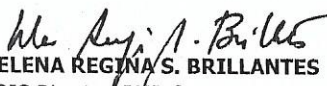


TO: MANILA INTERNATIONAL AIRPORT AUTHORITY (MIAA)

The following conditions shall be observed and complied with:

1. All expenditures, whether for current operating expenditures or CO, 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. This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval by the Office of the President (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. 203 as amended by EO No. 36 (Suspending the CPCS under EO No. 203, Providing for Interim Compensation Adjustments, and for Other Purposes) for Government-Owned and -Controlled Corporations (GOCCs) covered by RA No. 10149. Such expenditures shall be subject to relevant 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 and the Governance Commission for GOCCs (GCG), as the case may be.
3. Disbursements for EME and other MOOE expenditures shall be subject to the relevant provisions of the annual GAA.
4. Collective Negotiations Agreement (CNA) may be granted to qualified personnel subject to the relevant provisions of the annual GAA and policies, rules and regulations issued by the DBM.
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. Examples: Department of Information and Communications Technology for procurement of information and communication technology equipment covered by the GOCC's Information System Strategic Plan, and OP/Department of Budget and Management/Supervising Department for the purchase of motor vehicles (MV), in accordance with Corporate Budget Circular No. 17 dated February 9, 1996, Administrative Order No. 14 dated December 10, 2018; Budget Circular (BC) No. 2019-2 dated March 4, 2019; Office of the President Memorandum Circular No. 9 dated December 14, 2010. Further, the classification/s and specifications of subject motor vehicle/s shall be consistent with the provisions of BC No. 2019-2, and Annex B of BC No. 2017-1, among others.
6. Electronic payment shall be observed in the disbursement of corporate and public funds. In case the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. Notwithstanding the repeal of AO No. 103, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed. No irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred pursuant to AO No. 6 dated September 19, 2017.
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, 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
OIC-Director, BMB-C

Date: 01-26-2021

Approved:

By Authority of the Acting Secretary:


TINA ROSE MARIE L. CANDA
Undersecretary

COB No. C3-21-0004

cc: **The Chairman**
Board of Directors, MIAA

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

The Resident Auditor
COA - MIAA

