



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

CORPORATE OPERATING BUDGET
Fiscal Year 2024

TO: Angat Water District

Your Corporate Operating Budget (COB) for FY 2024 per approved Angat Water District Board Resolution No. 21 S. 2023 dated December 22, 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 recommended for a total amount of **ONE HUNDRED MILLION AND FORTY-FOUR THOUSAND PESOS ONLY (P 100,044,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	RECOMMENDED (b)	VARIANCE (c=b-a)
TOTAL SOURCES	P 104,624	P 94,624	P (10,000)
Corporate Funds	92,404	92,404	-
National Government (NG) Subsidy	10,000	-	10,000
Domestic Loans	2,200	2,200	-
Other Revenues	20	20	-
TOTAL USES	P 104,489	P 100,044	P (4,445)
Personnel Services (PS)	34,228	29,783 a/	4,445 *
Maintenance & Other Operating Expenses (MOOE)	54,714	54,714 b/	-
Financial Expense (FINEX)	284	284	-
Losses and Penalties	55	55	-
Loans Payable	418	418	-
Capital Outlays (CO)	14,790	14,790 c/	-
Excess	P 135	P (5,420)	P (5,555)

Footnotes:

a/ The recommended PS level is based on existing rates per prescribed guidelines and issuances.

*The variance is due to adjustments in Basic Salaries, PERA, U/CA, MYB, YEB, Cash Gift, PEI, CNA, SRI and Other Allowances/Benefits/Incentives based on the salary schedule per NBC 591 (see attached Annex C for the detailed computation).

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, and (*as applicable*) the latest report on expenditures of the current year and the doable programs, activities and projects of the LWD until the end of the

c/ The recommended CO level considers the implementation-readiness of the projects and activities under the respective CO items, as well as the National Government support, as applicable.

Notwithstanding the aforementioned variances in PS, MOOE, and CO, the Angat Water District still has the flexibility to modify its utilization within the total DBM-reviewed budget level.

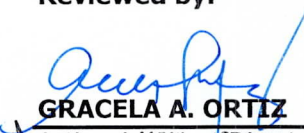
Further, the following conditions shall be observed and complied with:

- 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 outlay.

TO: Angat Water District

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 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.
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 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 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.

Reviewed by:


GRACELA A. ORTIZ
Acting Assistant Director/Chief BMS
Date: MAY 02 2024


ROSALIE C. ABESAMIS
Acting Regional Director, DBM Regional Office III
Date: MAY 02 2024

cf: **The Chairman**
Board of Directors, Angat Water District

The Resident Auditor
COA - Angat Water District

COB No. _____

Date: _____

COB NO. ROIII-B-2024-0015
MAY 02 2024

SOURCES AND USES OF FUNDS
LWD: ANGAT WATER DISTRICT
 FY 2024 Corporate Operating Budget

SCHEDULE I

GOCC under:
 DBM
 GCG

NG Budgetary Support:
 Asking
 Non-Asking

Particulars	In Thousand Pesos			Remarks																												
	Proposal	Recommendation	Variance																													
Sources of Funds																																
The sources of funds are derived from the following:																																
Beginning balance	10,000.00	10,000.00	-	<i>Itemize GOCC's sources of funds such as corporate receipts, authorized corporate borrowings, and National Government budgetary support (current year General Appropriations Act (GAA) and prior year's unutilized allotment as authorized in its Special Provision) Based on the submitted AWD Budget for the Year 2024</i> <i>DBM Form No. 703 Statement of Financial Performance</i> <i>No legal basis.</i> <i>DBM Form No. 705 Comparative Sources of Funds</i> <i>DBM Form No. 703 Statement of Financial Performance</i>																												
Operating Revenues	82,404.00	82,404.00	-																													
National Government Support	10,000.00		10,000.00																													
Domestic Loans	2,200.00	2,200.00	-																													
Other Revenues	20.00	20.00	-																													
Total Sources	P104,624	P94,624	P10,000																													
Uses of Funds																																
Personnel Services (PS)	P34,228	P29,783	P4,445	<i>For GOCCs under the coverage of the GCG, For PS, only the 45 filled positions is recommended to be funded and PS requirements should be based on the approved Compensation and Position Classification System (CPCS) as governed by EO 150 and its IRR, while other specific benefits is in accordance with the applicable CPCS issuances on the matter.</i>																												
	P34,228	P29,783	P4,445																													
				<i>For GOCCs under the coverage of DBM, PS shall be computed per separate schedules as follows:</i> 1. Schedule I-A - Permanent Positions 2. Schedule I-B - Non- Permanent /Contractual Pos. 3. Schedule I-C - RATA 4. Schedule I-D- Per Diem																												
Maintenance & Other Operating Expenses (MOOE)	P54,714	P54,714	-	<i>The recommended MOOE level is computed considering the agency's absorptive capacity: a. historical budget utilization rates (BURs) of at least three (3) immediately preceding years and apply the year with the highest BUR to compute the MOOE level for the year; and b. latest report on expenditures of the current year and the doable programs, activities and projects of the GOCC until the end of the year.</i>																												
	P54,714	P54,714	0																													
				<table border="1"> <thead> <tr> <th>Particulars</th> <th>FY 2021</th> <th>FY 2022</th> <th>FY 2023</th> </tr> </thead> <tbody> <tr> <td>DBM-recommended COB</td> <td>32,996.00</td> <td>35,266.00</td> <td>45,086.00</td> </tr> <tr> <td>Actual Expenditures</td> <td>27,349.00</td> <td>33,505.00</td> <td>39,933.00</td> </tr> <tr> <td>Unutilized Balance</td> <td>5,647.00</td> <td>1,761.00</td> <td>5,153.00</td> </tr> <tr> <td>OBUR</td> <td>121%</td> <td>105%</td> <td>113%</td> </tr> <tr> <td>Actual Disbursement</td> <td>27,349</td> <td>33,505</td> <td>39,933</td> </tr> <tr> <td>DBUR</td> <td>100%</td> <td>100%</td> <td>100%</td> </tr> </tbody> </table>	Particulars	FY 2021	FY 2022	FY 2023	DBM-recommended COB	32,996.00	35,266.00	45,086.00	Actual Expenditures	27,349.00	33,505.00	39,933.00	Unutilized Balance	5,647.00	1,761.00	5,153.00	OBUR	121%	105%	113%	Actual Disbursement	27,349	33,505	39,933	DBUR	100%	100%	100%
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				Proposed MOOE 54714 x Highest BUR 100% MOOE Level 54714																												
Financial Expense (FINEX)	P284	P284	0																													
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Loans Payable	P418	P418	0																													
Capital Outlay (CO)	P14,790	P14,790	0																													
Infrastructure Outlay	P8,659	P8,659	-	<i>Supported by a Certification signed by the GOCC head that the proposed project/s are implementation-ready and will be completed within the fiscal year. For Multi-year projects, the same is supported by a Certificate of Budget Inclusion, duly approved by the Governing Board.</i> <i>Transportation Equipment is evaluated in accordance with the provisions of Budget Circular No. 2022-1 dated February 11, 2022.</i>																												
Buildings and Other Structures			-																													
Machinery and Equipment Outlay	P2,945	P2,945	-																													
Furniture and Fixtures, Books Outlay	P286	P286	-																													
Transportation Equipment	P2,750	P2,750	-																													
Biological Assets Outlay			-																													
Intangible Assets Outlay	P150	P150	-																													
Total	P104,489	P100,044	P4,445																													

LWD: ANGAT WATER DISTRICT
PERFORMANCE REVIEW FOR COB
FOR FY 2023

SCHEDULE II

A. PHYSICAL PERFORMANCE

PROGRAM INDICATORS	ANNUAL TARGET	ACCOMPLISHMENT	REMARKS
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MFO 1: Water Facility Service Management

Quality: Percentage of households with access to potable water against the total number of households within the coverage of the LWD	100%	88%	
Quantity: Percentage of households with access to potable water against the total number of households within the coverage of the LWD	100%	88%	
Timeliness: Source Capacity of LWD to potable water against the total number of households within the coverage of the LWD	100%	88%	

MFO 2: Water Distribution Service Management Quality

Quality: Percentage of unbilled water to water production	<20%	<20%	
Quantity: Average deviation from PNSDW (chlorine residual requirements)	0.2-0.4ppm	0.2-0.4ppm	
Timeliness: Source Capacity of LWD to meet demands	100%	88%	

B. FINANCIAL PERFORMANCE

PARTICULARS	APPROVED COB	ACTUAL UTILIZATION	REMARKS
PS	33,528	29,248	Based on the Resolution No. 23, s. 2022 and Form 703-A
MOOE	45,086	39,933	Based on the Resolution No. 23, s. 2022 and Form 703-B
CO	37,038	19,994	Based on the Resolution No. 23, s. 2022 and Form 703-C
Total	115,652	89,175	

C. FINANCIAL RATIOS (as applicable)**1. Revenue to Expense Ratio**

Particulars	Amount (In Thousand Pesos)		
	FY 2021 Audited	FY 2022 Audited/Actual	FY 2023 Estimates
Operating Income (OI)	67,786	72,999	77,295
Operating Expense (OE)	59,649	68,157	75,422
Revenue to Expense Ratio (OI/OE)	114%	107%	102%

2. Capital Adequacy Ratio

Particulars	Amount (In Thousand Pesos)		
	FY 2021 Audited	FY 2022 Audited/Actual	FY 2023 Estimates
Cash and Cash Equivalent (CCE)	Not Applicable	Not Applicable	Not Applicable
Tier 1 Capital			
Tier 2 Capital			
Less: Required Deductions			
Total Qualifying Capital			
Risk Weighted Assets			
Total Capital Adequacy Ratio (CAR)			

1/ Per COA Audit Report of the GOCC

2/ To be provided by the Agency as submitted to the Bangko Sentral ng Pilipinas

**Computation of PS Limitation
 FY 2024 Corporate Operating Budget
 LWD: Angat Water District**

Particulars	Preceding Year	
	2023 (in-thousand)	
Total Aggregate twelve (12) months net revenue, next preceding year (Form 703) - Operating Expenses only	75,422.00	
Less:		
Debt Service (preceeding year)	-	
Expenses for fuel or energy for pumping (preceeding year)	1,048.00	1,048.00
Total		74,374.00
Multiply by 50%		50%
PS limitation for FY 2024		37,187.00
FY 2024 PS approved by Governing Board		34,228.00
Less: Waived Item: TLB (FY 2024)		2,159.00
Total PS Budget, net of TLB		32,069.00
PS Limitation		37,187.00
Total PS Budget, net of TLB		32,069.00
Still Allowable for PS		5,118.00

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