

TITLE: CORPORATE OPERATING BUDGET AND WORK PROGRAM FOR FY 2018

1.0 OBJECTIVE:

To seek Board approval of CITEM's Proposed Corporate Operating Budget and Work Program for FY 2018.

2.0 FACTS:

- 2.1 The Department of Budget & Management has recommended a subsidy of P 231.876M. This amount is 5% higher than the FY 2017 subsidy of P220.000M.
- 2.2 Of the P231.876M subsidy, P206.876M will fund the TIER 1 projects, and P25.000M for TIER 2 project for the Creative Marketplace.
- 2.3 Hereunder is the Comparative Summary of CITEM's Corporate Operating Budget (COB) for FY 2017 and 2018:

Particulars	2017 Approved Corporate Operating Budget (In Million Php)	2018 C.O.B. based on DBM recommended subsidy			% Increase (Decrease) over 2017
		TIER 1	TIER 2	TOTAL	
I. Funding Sources					
NG Subsidy	220.000	206.876	25.000	231.876	5%
Corporate Revenue	65.500	78.861	4.000	82.861	27%
Prior Year Savings	9.465	-	-		(100%)
Total Sources	294.965	285.737	29.000	314.737	7%
II. Budgetary Requirements					
Personal Services	64.965	74.965	-	74.965	15%
MOOE	220.000	206.876	25.000	231.876	5%
Capital Outlay	10.000	3.896	4.000	7.896	(21%)
Total Budget	294.965	285.737	29.000	314.737	7%

- 2.4 Budget for Personal Services in 2018 covers 124 plantilla positions based on SSL-3 (as instructed by DBM in the absence of basis to compute PS at SSL-4 rates). PS is not subsidized by the government; It is paid from Corporate Income.
- 2.5 Maintenance and Other Operating Expenses (MOOE) consist of direct costs of export promotion activities, as well as support services and administrative overhead.

<u>Description</u>	<u>Budget (in Million Pesos)</u>
I. Signature Events in Manila	P 79.011
II. Overseas Trade Fairs	102.624
III. Locally-held Special Project	2.500
IV. Support to Operations	15.914
IV. General & Administrative Services	<u>31.827</u>
TOTAL MOOE	<u>P 231.876</u>

- 2.6 Provision of P7.896 million for Capital Outlay is allotted for the purchase of various office furniture, IT equipment, motor vehicle, and building improvement.

3.0 RECOMMENDATION:

For the Board to approve the Proposed Corporate Operating Budget and Work Program for FY 2018 in the total amount of **P 314.737M** based on DBM subsidy of **P231.876 M**.

Noted by:



MA. LOURDES D. MEDIRAN
Deputy Executive Director

APPROVED BY THE BOARD:

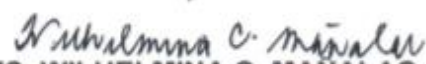
SECRETARY RAMON M. LOPEZ
Chairman
DEPARTMENT OF TRADE AND INDUSTRY



UNDERSECRETARY NORA K. TERRADO
Alternate Chairman
DEPARTMENT OF TRADE AND INDUSTRY



MR. EDWARD JOHN T. REYES
Alternate Representative, CITEM Board
LANDBANK OF THE PHILIPPINES



MS. WILHELMINA C. MANALAC
Alternate Representative, CITEM Board
BANGKO SENTRAL NG PILIPINAS

ATTY. JUDY CAROL L. DANSAL
Alternate Representative, CITEM Board
NATIONAL FOOD AUTHORITY

CLAYTON HIPE TUGONON
Appointive Member
CITEM

