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

CORPORATE OPERATING BUDGET
Fiscal Year 2022

TO: Social Security System (SSS)

Your Corporate Operating Budget (COB) for Fiscal Year 2022 per approved Board Resolutions shown below, submitted pursuant to Section 6 of Executive Order (EO) No. 518, series of 1979 and Section 19, Chapter 3, Book VI of EO 292, series of 1987, is hereby approved for a total of **TWO HUNDRED SIXTY-TWO BILLION THREE HUNDRED FIFTY-EIGHT MILLION FIVE HUNDRED TWO THOUSAND PESOS ONLY (P262,358,502,000.00)**, details of which are shown below:

Particulars	Board Resolution No.	Date
Principal	485-B, s. 2021	September 29, 2021
Supplemental	659, s. 2021	December 15, 2021
	661, s. 2021	December 15, 2021
	45, s. 2022	January 26, 2022
	388, s. 2022	June 8, 2022

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 290,420,510,000	P 290,420,510,000	-
Corporate Funds	290,420,510,000	290,420,510,000	-
TOTAL USES:	P 263,259,637,000	P 262,358,502,000	P (901,135,000)
Personnel Services (PS)	7,583,153,000	7,583,153,000 a/	-
Maintenance and Other Operating Expenses (MOOE)	3,273,895,000	2,372,760,000 b/ c/	(901,135,000)
Capital Outlays (CO)	1,532,589,000	1,532,589,000 d/	-
Benefit Payments	250,870,000,000	250,870,000,000	-
Excess/(Shortfall)	P 27,160,873,000	P 28,062,008,000	P 901,135,000

a/ The recommended PS level considers the SSS' adoption of the Compensation and Position Classification System (CPCS) per Governance Commission for Government-Owned or Controlled Corporations (GCG) approval dated May 31, 2022. The said CPCS approval expressly authorizes the SSS to implement tier 1 of the Category 2 Salary Structure for its authorized positions based on their CPCS Job Grade equivalent positions, pursuant to Executive Order No. 150 dated October 1, 2021, its implementing rules and regulations, and corresponding CPCS circulars for each PS item.

b/ The proposal includes non-cash expenses amounting to P500,344,000.00.

c/ The recommended MOOE level is computed considering the prior year's performance, i.e., budget utilization, except for expenses covered by contracts, financial expenses, and expenses related to the SSS' core functions which are recommended as proposed. The variance of P901,135,000.00 pertains to the non-cash expenses and the effect of the preceding year's Budget Utilization Rate.

d/ The recommended CO level considers the implementation-readiness of the projects and activities under the respective CO items which are consistent with the mandates of the SSS and are aligned with government priorities as certified by the SSS.

Notwithstanding the above-indicated variance in MOOE, the SSS has the flexibility to modify its utilization within the total DBM-approved budget level.

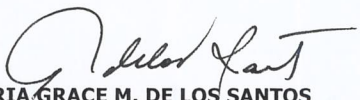
Further, the following conditions shall be observed and complied with:

- All expenditures, whether for current operating expenditures or 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.
- 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 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 GCG, as the case may be.

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4. Disbursements for Extraordinary and Miscellaneous Expenses (EME) and other MOOE expenditures shall be subject to 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. Examples: OP/Department of Budget and Management/Supervising Department for the purchase of motor vehicles (MV), if any, in accordance with the provisions of the Budget Circular No. 2022-01 (Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of Motor Vehicles), 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 cases when the adoption is impracticable, 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:


MARIA GRACE M. DE LOS SANTOS
Director, BMB-C
Date: 18 October 2022

Approved:

By Authority of the Secretary:


TINA ROSE MARIE L. CANDA
Undersecretary

cc: The Chairman
Board of Directors, SSS

The Assistant Commissioner, Corporate Sector
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA-SSS

COB No. C2-22-0060

Date: OCT 19 2022