PROFILE FOR TIER 2 BUDGET PROPOSALS

1. Proposal/Project Name	Construction of the MSU-TCTO Business Innovation Center
2. Implementing Department / Agency	State Universities and Colleges (SUCs) / MSU-Tawi-Tawi College of Technology and Oceanography
3. Priority Ranking No.	3

4. Categorization	[X] New [X] For issuance of MYCA: [ ] Expanded/Revised	[X] Infrastructure [ ] ICT [ ] Non-ICT [ ] Non-Infrastructure [ ] ICT [ ] Non-ICT

5. DEPDev PIP Code:	

6. Total Project Cost:	
Original	200,000
Revised	0
7. Total Proposal Cost:	0

8. Description:	The MSU-TCTO Business Innovation Center is a 4-storey building with a total gross floor area of 4,350 sq.m. The building's four floors are not arbitrary but rather deliberate. The commercial floors at the base generate daily foot traffic and income. The academic floor in the middle provides CBAM its permanent home, laboratories and classrooms purpose-built for business education. The function hall at the top serves the University and the community for events, conferences, and major ceremonies, generating income while remaining available for institutional use. The third floor houses a Business Simulation Laboratory equipped with enterprise resource planning software, an Accounting and Audit Laboratory directly tied to Accountancy board examination preparation, an Entrepreneurship Incubation Hub for startup development, and dedicated classrooms and seminar rooms for all CBAM programs. For the first time, CBAM students will learn business in a building that actually looks, feels, and functions like a business environment. The construction cost of PhP 174,000,000.00 translates to PhP 40,000.00 per square meter. The equipment, furniture and fixtures allocation of PhP 26,000,000.00 ensures that the building is not merely constructed but fully equipped and operational from Day 1, with laboratory equipment, classroom furniture, audio-visual systems, and function hall staging ready for use.
9. Purpose:	The Construction of the MSU-TCTO Business Innovation Center in a dual-investmet which simultaneosly addresses the two urgent needs of the University. First, this infrastructure will be the largest income-generating avenue for the University. With the limitations in the national government budget coupled with the recurring needs of the university, along with other NGAs, SUCs, GOCCs, for expansion and sustainability of its programs and services, this infrastructure will help ensure the continuous revenue source to implement the immediate needs of the University with a lessened dependence in the national budget. Second, the proposed Business Innovation Center will not only focus in income-generation but will also house one of the expansion programs of the University -- the establishment of the College of Business, Accountancy and Management (CBAM). With the currently shared classrooms with the College of Arts and Social Sciences (CASS) of which 55% have deteriorated, no designated specialized laboratories, conducive learning spaces and appropriate teaching modalities for the programs under the CBAM, this infrastructure will serve as its main building. In a glance, the first floor will be the main commercial area of the building, while the 2nd and 3rd floor will house academic classrooms, student enterprise stalls, lecture halls, business simulation lab, and other specialized laboratories, and lastly, the 4th floor will serve as the multipurpose hall which can be used by the University for the conduct of its activities, or be rented out. This project will not only realize the continued expansion of the University and help aid its financial constraints but will also address the overall dependence to the national budget of the University.
10. Beneficiaries:	The beneficiaries of the projects spreads across multiple sectors of the community. In the academic sector, this project houses the preliminary 150 students -- as of AY 2026-2027 --- of the College of Business, Accountancy and Management (CBAM) which are projected to grow up to 420 students by Year 5. For the financial sector, this project will help the University generate significant income for the implementation of its programs and activities and lessen its dependence to the national budget. In the entrepreneur sector, this project will provide commercial spaces which can approximately accommodate 23 to 26 stall operators. And finally, to the Tawi-Tawi community, this project generates employment for local labor in its contsruction phases of approximately 40 to 60 jobs in building operations, stall management, and support services.

11. Implementation Period:	**ORIGINAL**	
	Start Date:	01/01/2027
	Finish Date:	31/12/2027
	REVISED	
	Start Date:	
	Finish Date:	

13. Financial (in P'000) and Physical Details

13.1. PAP ATTRIBUTION BY EXPENSE CLASS

PAP (A)	FY 2027 (B)			FY 2028 TIER 1 (C)	FY 2029 TIER 1 (D)
	TIER 1	TIER 2	TOTAL		
Provision of Higher Education Services	0	174,000	174,000	38,000	15,000
MOOE	0	0	0	12,000	15,000
CO	0	174,000	174,000	26,000	0
GRAND TOTAL	**0**	**174,000**	**174,000**	**38,000**	**15,000**

13.2. PHYSICAL TARGETS

PERFORMANCE INDICATORS (A)	
TARGETS	
2025 ACTUAL (B)	
2026 CURRENT (C)	
FY 2027	
TIER 1 (D)	
TIER 2 (E)	
TOTAL (F)	
2028 (G)	
2029 (H)	

13.3. TOTAL PROJECT COST

Expense Class	Total Project Cost
Maintenance and Other Operating Expenses (MOOE)	26,000
Capital Outlay (CO)	174,000
GRAND TOTAL	**200,000**

13.4. REQUIREMENTS FOR OPERATING COST OF INFRASTRUCTURE PROJECT

For Infrastructure projects, show the estimated ongoing operating costs to be included in Forward Estimates

PAP (A)	2028 (B)	2029 (C)
Provision of Higher Education Services	38,000	15,000
MOOE	12,000	15,000
CO	26,000	0
GRAND TOTAL	**38,000**	**15,000**

13.5. COSTING BY COMPONENT(S)

Components (A)	PS (B)	MOOE (C)	CO (D)	FINEX (E)	TOTAL (F)
Buildings and Other Structures	0	0	174,000	0	174,000
Furniture and Fixtures	0	0	26,000	0	26,000
GRAND TOTAL	**0**	**0**	**200,000**	**0**	**200,000**

13.6. LOCATION OF IMPLEMENTATION

Location (A)	PS (B)	MOOE (C)	CO (D)	FINEX (E)	TOTAL (F)
Bangsamoro Autonomous Region In	0	0	200,000	0	200,000
GRAND TOTAL	**0**	**0**	**200,000**	**0**	**200,000**

Prepared By:		**Certified Correct:**	**Approved:**	**Date:**
JAIDA A. ALSHARIF, CPA Director, Budget Management Office	**FREDDY A. JULKANAIN** Vice Chancellor for Planning and Development	**RUKAYYA A. DARUL-SALIM, CPA** Chief Accountant	**PROF. MARY JOYCE Z. GUINTO-SALI, Ph.D.** University Chancellor	DAY/MO/YEAR