

XIX. DEPARTMENT OF NATIONAL DEFENSE

A. OFFICE OF THE SECRETARY - PROPER

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 650,091,000

New Appropriations, by Program

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>
General Administration and Support	P 183,930,000	P 148,340,000		P 4,840,000
Operations		255,627,000		57,354,000
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		255,627,000		57,354,000
TOTAL NEW APPROPRIATIONS	P 183,930,000	P 403,967,000	P 62,194,000	P 650,091,000

Special Provision(s)

1. Reporting and Posting Requirements. The DND shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) DND's website.

The DND shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

2. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>
PROGRAMS				
General Administration and Support				
General Management and Supervision	P 182,849,000	P 148,340,000		P 4,840,000
Administration of Personnel Benefits	1,081,000			
Sub-total, General Administration and Support	183,930,000	148,340,000		4,840,000

Operations			
Defense and security policy and strategy direction provided	255,627,000	57,354,000	312,981,000
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM	255,627,000	57,354,000	312,981,000
Development, implementation and monitoring of the Defense System of Management (DSOM)	116,387,000	57,354,000	173,741,000
Development, implementation and monitoring of the International Defense Engagement (IDSE)	31,366,000		31,366,000
Project(s)			
Locally-Funded Project(s)	107,874,000		107,874,000
1. Implementation of the Enhanced Comprehensive Local Integration Program (E-CLIP) and operational support to Task Force Balik-Loob pursuant to Administrative Order No. 10 S. 2018	107,874,000		107,874,000
Sub-total, Operations	255,627,000	57,354,000	312,981,000
TOTAL NEW APPROPRIATIONS	P 183,930,000 P 403,967,000	P 62,194,000 P 650,091,000	

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary	139,722
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Total Permanent Positions	139,722
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Other Compensation Common to All

Personnel Economic Relief Allowance	6,120
Representation Allowance	3,750
Transportation Allowance	3,750
Clothing and Uniform Allowance	1,530
Mid-Year Bonus - Civilian	11,644
Year End Bonus	11,644
Cash Gift	1,275
Productivity Enhancement Incentive	1,275
Step Increment	349

Total Other Compensation Common to All	41,337
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Other Benefits	
PAG-IBIG Contributions	306
PhilHealth Contributions	1,178
Employees Compensation Insurance Premiums	306
Terminal Leave	1,081
Total Other Benefits	2,871
Total Personnel Services	183,930
Maintenance and Other Operating Expenses	
Travelling Expenses	36,163
Training and Scholarship Expenses	86,500
Supplies and Materials Expenses	56,267
Utility Expenses	29,519
Communication Expenses	19,061
Confidential, Intelligence and Extraordinary Expenses	
Confidential Expenses	37,000
Extraordinary and Miscellaneous Expenses	3,204
Intelligence Expenses	10,000
Professional Services	21,563
General Services	14,367
Repairs and Maintenance	31,357
Taxes, Insurance Premiums and Other Fees	2,169
Other Maintenance and Operating Expenses	
Advertising Expenses	1,884
Printing and Publication Expenses	1,620
Representation Expenses	31,182
Rent/Lease Expenses	21,201
Subscription Expenses	760
Donations	150
Total Maintenance and Other Operating Expenses	403,967
Total Current Operating Expenditures	587,897
Capital Outlay	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	44,494
Transportation Equipment Outlay	8,400
Intangible Assets Outlay	9,300
Total Capital Outlays	62,194
TOTAL NEW APPROPRIATIONS	650,091

B. GOVERNMENT ARSENAL

For general administration and support, and operations, as indicated hereunder.....P 1,302,801,000

New Appropriations, by Program

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Current Operating Expenditures

	Maintenance and Other			
Personnel Services	Operating Expenses	Financial Expenses	Capital Outlays	Total

PROGRAMS

General Administration and Support	P	68,137,000	P	42,308,000	P		P	110,445,000
Operations		179,731,000		913,625,000		99,000,000		1,192,356,000
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		179,731,000		913,625,000		99,000,000		1,192,356,000
TOTAL NEW APPROPRIATIONS	P	247,868,000	P	955,933,000	P	99,000,000	P	1,302,801,000

Special Provision(s)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Government Arsenal (GA) infirmary shall be deposited in an authorized government depository bank and used to augment the infirmary's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

In no case shall said amount be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the hospital in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

The GA shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Director of GA and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the GA website.

2. Authority to Barter and Sell Scrap Items. The Director of GA, upon approval of the Secretary of National Defense, may barter or sell scrap items in accordance with E.O. No. 888, s. 1983, as amended. The barter and sale of scrap items shall be subject to the COA rules on the disposal of government properties and sale through public auction. The items acquired from barter shall be recorded or booked-up as government property while proceeds from the sale shall accrue to the Revised AFP Modernization Act Trust Fund pursuant to Section 6 of R.A. No. 10349.

3. Reporting and Posting Requirements. The GA shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) GA's website.

The GA shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

4. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

Current Operating Expenditures

PROGRAMS						
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total	
General Administration and Support						
General Management and Supervision	P 59,249,000	P 42,308,000		P	P 101,557,000	
Administration of Personnel Benefits	8,888,000				8,888,000	
Sub-total, General Administration and Support	68,137,000	42,308,000			110,445,000	

Operations				
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand	179,731,000	913,625,000	99,000,000	1,192,356,000
SMALL ARMS AMMUNITION, WEAPONS AND MUNITIONS PROGRAM	179,731,000	913,625,000	99,000,000	1,192,356,000
Planning and development of arms manufacturing processes and procedures	10,411,000	4,973,000		15,384,000
Manufacture, storage and security of small arms ammunition	169,320,000	908,652,000	99,000,000	1,176,972,000
Sub-total, Operations	179,731,000	913,625,000	99,000,000	1,192,356,000
TOTAL NEW APPROPRIATIONS	P 247,868,000	P 955,933,000	P 99,000,000	P 1,302,801,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

133,098

Total Permanent Positions

133,098

Other Compensation Common to All

Personnel Economic Relief Allowance

14,208

Representation Allowance

390

Transportation Allowance

390

Clothing and Uniform Allowance

3,552

Mid-Year Bonus - Civilian

11,092

Year End Bonus

11,092

Cash Gift

2,960

Productivity Enhancement Incentive

2,960

Step Increment

333

Total Other Compensation Common to All

46,977

Other Compensation for Specific Groups

Magna Carta for Public Health Workers

300

Magna Carta for Science & Technology Personnel

47,936

Quarters Allowance

1,347

Night Shift Differential Pay

5,254

Total Other Compensation for Specific Groups

54,837

Other Benefits

PAG-IBIG Contributions	710
PhilHealth Contributions	1,728
Employees Compensation Insurance Premiums	710
Loyalty Award-Civilian	920
Terminal Leave	8,888

Total Other Benefits	12,956
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Total Personnel Services	247,868
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Maintenance and Other Operating Expenses

Travelling Expenses	8,332
Training and Scholarship Expenses	4,863
Supplies and Materials Expenses	837,396
Utility Expenses	39,718
Communication Expenses	1,897
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	130
Professional Services	4,752
General Services	32,638
Repairs and Maintenance	22,941
Taxes, Insurance Premiums and Other Fees	1,587
Other Maintenance and Operating Expenses	
Advertising Expenses	238
Printing and Publication Expenses	42
Representation Expenses	686
Transportation and Delivery Expenses	567
Subscription Expenses	146

Total Maintenance and Other Operating Expenses	955,933
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Total Current Operating Expenditures	1,203,801
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Capital Outlay

Property, Plant and Equipment Outlay	
Buildings and Other Structures	10,000
Machinery and Equipment Outlay	89,000

Total Capital Outlays	99,000
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TOTAL NEW APPROPRIATIONS	1,302,801
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C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

For general administration and support, and operations, as indicated hereunder.....	P	118,804,000
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New Appropriations, by Program

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Current Operating Expenditures

PROGRAMS			Maintenance and Other Operating Expenses				Total
			Personnel Services	Operating Expenses	Financial Expenses	Capital Outlays	
General Administration and Support	P	19,978,000	P	22,093,000		P 14,070,000	P 56,141,000

Operations	19,928,000	26,610,000	16,125,000	62,663,000
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	8,988,000	11,419,000	13,605,000	34,012,000
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	10,940,000	15,191,000	2,520,000	28,651,000
TOTAL NEW APPROPRIATIONS	P 39,906,000 P	48,703,000	P 30,195,000 P	118,804,000

Special Provision(s)

1. Reporting and Posting Requirements. The National Defense College of the Philippines (NDCP) shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) NDCP's website.

The NDCP shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

2. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects**Current Operating Expenditures**

	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS					
General Administration and Support					
General Management and Supervision	P 17,912,000 P	22,093,000		P 14,070,000 P	54,075,000
Administration of Personnel Benefits	2,066,000				2,066,000
Sub-total, General Administration and Support	19,978,000	22,093,000		14,070,000	56,141,000
Operations					
Defense and Security Leaders' Capacity Improved	19,928,000	26,610,000		16,125,000	62,663,000
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	8,988,000	11,419,000		13,605,000	34,012,000
Conduct of national defense and strategic international studies	8,988,000	11,419,000		13,605,000	34,012,000
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	10,940,000	15,191,000		2,520,000	28,651,000
Conduct of graduate level and other courses of studies	10,940,000	15,191,000		2,520,000	28,651,000

Sub-total, Operations	19,928,000	26,610,000	16,125,000	62,663,000
TOTAL NEW APPROPRIATIONS	P 39,906,000	P 48,703,000	P 30,195,000	P 118,804,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

23,707

Total Permanent Positions

23,707

Other Compensation Common to All

Personnel Economic Relief Allowance

1,272

Representation Allowance

450

Transportation Allowance

450

Clothing and Uniform Allowance

318

Monoraria

6,743

Mid-Year Bonus - Civilian

1,976

Year End Bonus

1,976

Cash Gift

265

Productivity Enhancement Incentive

265

Step Increment

59

Total Other Compensation Common to All

13,774

Other Compensation for Specific Group

Lump-sum for filling of Positions-Civilian

1,282

Total Other Compensation for Specific Groups

1,282

Other Benefits

PAG-IBIG Contributions

64

PhilHealth Contributions

231

Employees Compensation Insurance Premiums

64

Terminal Leave

784

Total Other Benefits

1,143

Total Personnel Services

39,906

Maintenance and Other Operating Expenses

Travelling Expenses

7,503

Training and Scholarship Expenses

1,759

Supplies and Materials Expenses

12,680

Utility Expenses

227

Communication Expenses

1,670

Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	108
Professional Services	5,107
General Services	7,628
Repairs and Maintenance	1,922
Taxes, Insurance Premiums and Other Fees	440
Other Maintenance and Operating Expenses	
Printing and Publication Expenses	464
Representation Expenses	1,849
Rent/Lease Expenses	1,150
Membership Dues and Contributions to Organizations	5
Subscription Expenses	6,191
Total Maintenance and Other Operating Expenses	48,703
Total Current Operating Expenditures	88,609
Capital Outlay	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	23,338
Furniture, Fixtures and Books Outlay	222
Intangible Assets Outlay	6,635
Total Capital Outlays	30,195
TOTAL NEW APPROPRIATIONS	118,804

D. OFFICE OF CIVIL DEFENSE

For general administration and support, and operations, as indicated hereunder.....P 1,236,366,000

New Appropriations, by Program

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Current Operating Expenditures

		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
General Administration and Support	P	48,677,000	P 156,072,000		P 150,015,000	P 354,764,000
Operations		210,471,000	619,634,000		51,497,000	881,602,000
CIVIL PROTECTION PROGRAM		210,471,000	619,634,000		51,497,000	881,602,000
TOTAL NEW APPROPRIATIONS	P	259,148,000	P 775,706,000		P 201,512,000	P 1,236,366,000

Special Provision(s)

1. Quick Response Fund. The amount of Two Hundred Fifty Million Two Hundred Fifty Thousand Pesos (P250,250,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for the rehabilitation and relief programs and projects, including pre-positioning of goods, emergency response units, activation of Incident Command System (ICS), and other allied support items and equipment to immediately address impending impacts of extreme weather events or other natural hazards, in order that the situation and living conditions of people in communities or areas affected by natural or human-induced calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible.

In no case shall the QRF be used for pre-disaster activities, such as conduct of training, insurance of assets, and public information and information initiatives, or any other purpose not authorized in this Act.

2. Reporting and Posting Requirements. The Office of Civil Defense (OCD) shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) OCD's website.

The OCD shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

3. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>					
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS					
General Administration and Support					
General Management and Supervision	P 46,165,000	P 156,072,000		P 150,015,000	P 352,252,000
Administration of Personnel Benefits	2,512,000				2,512,000
Sub-total, General Administration and Support	48,677,000	156,072,000		150,015,000	354,764,000
Operations					
Resiliency of communities to disasters improved	210,471,000	619,634,000		51,497,000	881,602,000
CIVIL PROTECTION PROGRAM	210,471,000	619,634,000		51,497,000	881,602,000
CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM	100,254,000	35,674,000		11,500,000	147,428,000
Enhancement, Capacity Development and Mobilization for Civil Defense	100,254,000	35,674,000		11,500,000	147,428,000
DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM	110,217,000	373,707,000			483,924,000
Empowering Sectors on DRRM for Resiliency	110,217,000	373,707,000			483,924,000
DISASTER MANAGEMENT OPERATIONS-SUB PROGRAM		210,253,000		39,997,000	250,250,000
Disaster Response Operation		210,253,000		39,997,000	250,250,000
Sub-total, Operations	210,471,000	619,634,000		51,497,000	881,602,000
TOTAL NEW APPROPRIATIONS	P 259,148,000	P 775,706,000		P 201,512,000	P 1,236,366,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

194,580

Total Permanent Positions

194,580

Other Compensation Common to All

Personnel Economic Relief Allowance

11,448

Representation Allowance

3,384

Transportation Allowance

3,384

Clothing and Uniform Allowance

2,862

Mid-Year Bonus - Civilian

16,215

Year End Bonus

16,215

Cash Gift

2,385

Productivity Enhancement Incentive

2,385

Step Increment

487

Total Other Compensation Common to All

58,765

Other Benefits

PAG-IBIG Contributions

572

PhilHealth Contributions

2,147

Employees Compensation Insurance Premiums

572

Terminal Leave

2,512

Total Other Benefits

5,803

Total Personnel Services

259,148

Maintenance and Other Operating Expenses

Travelling Expenses

59,549

Training and Scholarship Expenses

198,045

Supplies and Materials Expenses

68,953

Utility Expenses

39,544

Communication Expenses

26,097

Awards/Rewards and Prizes

8,316

Confidential, Intelligence and Extraordinary Expenses

Extraordinary and Miscellaneous Expenses

2,609

Professional Services

2,640

General Services

8,397

Repairs and Maintenance

13,371

Financial Assistance/Subsidy

210,245

Taxes, Insurance Premiums and Other Fees

3,839

Other Maintenance and Operating Expenses

Advertising Expenses

1,518

Printing and Publication Expenses

2,319

Representation Expenses

31,769

GENERAL APPROPRIATIONS ACT, FY 2020

Transportation and Delivery Expenses	1,034
Rent/Lease Expenses	35,517
Subscription Expenses	946
Donations	75
Other Maintenance and Operating Expenses	60,923
Total Maintenance and Other Operating Expenses	775,706
Total Current Operating Expenditures	1,034,854
Capital Outlay	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	118,687
Transportation Equipment Outlay	11,500
Furnitures and Fixtures Outlay	71,325
Total Capital Outlays	201,512
TOTAL NEW APPROPRIATIONS	1,236,366

E. PHILIPPINE VETERANS AFFAIRS OFFICE - PROPER

For general administration and support, and operations, as indicated hereunder.....P 627,454,000

New Appropriations, by Program

PROGRAMS	<u>Current Operating Expenditures</u>				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 41,819,000	P 55,887,000		P 8,904,000	P 106,610,000
Operations	102,491,000	418,353,000			520,844,000
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	81,243,000	372,835,000			454,078,000
VETERANS AFFAIRS MANAGEMENT PROGRAM	7,962,000	11,219,000			19,181,000
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	13,286,000	34,299,000			47,585,000
TOTAL NEW APPROPRIATIONS	P 144,310,000	P 474,240,000		P 8,904,000	P 627,454,000

Special Provision(s)

1. Revolving Fund for Military Shrine Installation and Facilities. The revolving fund constituted from the entrance fees and rentals from military shrine installation and facilities, and board and lodging shall be used to cover the MOOE and Capital Outlay requirements of said facilities. Disbursements shall be made in accordance with guidelines issued by DND and budgeting, accounting and auditing rules and regulations.

Disbursements or expenditures by the Philippine Veterans Affairs Office (PVAO) in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

2. Reporting and Posting Requirements. The PVAO shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- PVAO's website.

The PVAO shall send written notice when said reports have been submitted or posted on its website to the DNM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

3. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

PROGRAMS	<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
General Administration and Support					
General Management and Supervision	P 40,908,000	P 55,887,000		P 8,904,000	P 105,699,000
Administration of Personnel Benefits	911,000				911,000
Sub-total, General Administration and Support	41,819,000	55,887,000		8,904,000	106,610,000
Operations					
Filipino Veterans empowered	89,205,000	384,054,000			473,259,000
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	81,243,000	372,835,000			454,078,000
Processing of veterans' claims	64,552,000	30,619,000			95,171,000
Payment of veterans' benefits		321,598,000			321,598,000
Investigation, verification of records, strengthening of internal control system and conduct of management and system audit	16,691,000	20,618,000			37,309,000
VETERANS AFFAIRS MANAGEMENT PROGRAM	7,962,000	11,219,000			19,181,000
Provide assistance in empowering of veterans organizations	7,962,000	11,219,000			19,181,000
Filipinos' appreciation and gratitude for veterans' service demonstrated	13,286,000	34,299,000			47,585,000
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	13,286,000	34,299,000			47,585,000
Administration and management of national military shrines	11,868,000	27,185,000			39,053,000
Historical research and preservation	1,418,000	1,356,000			2,774,000
Celebration of veteran-related events		5,758,000			5,758,000
Sub-total, Operations	102,491,000	418,353,000			520,844,000
TOTAL NEW APPROPRIATIONS	P 144,310,000	P 474,240,000		P 8,904,000	P 627,454,000

New Appropriations, by Object of Expenditures

=====

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

103,217

Total Permanent Positions

103,217

Other Compensation Common to All

Personnel Economic Relief Allowance

8,232

Representation Allowance

768

Transportation Allowance

768

Clothing and Uniform Allowance

2,058

Honoraria

5,251

Mid-Year Bonus - Civilian

8,602

Year End Bonus

8,602

Cash Gift

1,715

Productivity Enhancement Incentive

1,715

Step Increment

258

Total Other Compensation Common to All

37,969

Other Benefits

PAG-IBIG Contributions

413

PhilHealth Contributions

1,237

Employees Compensation Insurance Premiums

413

Loyalty Award-Civilian

150

Terminal Leave

911

Total Other Benefits

3,124

Total Personnel Services

144,310

Maintenance and Other Operating Expenses

Travelling Expenses

5,126

Training and Scholarship Expenses

2,702

Supplies and Materials Expenses

28,455

Utility Expenses

15,940

Communication Expenses

15,660

Confidential, Intelligence and Extraordinary Expenses

Extraordinary and Miscellaneous Expenses

380

Professional Services

22,131

General Services

24,876

Repairs and Maintenance

14,719

Taxes, Insurance Premiums and Other Fees

794

Other Maintenance and Operating Expenses

Advertising Expenses

560

Printing and Publication Expenses

4,624

Representation Expenses

9,562

Transportation and Delivery Expenses	72
Rent/Lease Expenses	6,133
Subscription Expenses	903
Donations	321,598
Other Maintenance and Operating Expenses	5
Total Maintenance and Other Operating Expenses	474,240
Total Current Operating Expenditures	618,550
Capital Outlays	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	8,904
Total Capital Outlays	8,904
TOTAL NEW APPROPRIATIONS	627,454

F. VETERANS MEMORIAL MEDICAL CENTER

For general administration and support, and operations, as indicated hereunder.....P 1,804,818,000

New Appropriations, by Program

=====

Current Operating Expenditures

PROGRAMS	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 127,989,000	P 210,922,000		P 75,970,000	P 414,881,000
Operations	603,697,000	778,240,000		8,000,000	1,389,937,000
VETERAN HEALTH CARE PROGRAM	603,697,000	778,240,000		8,000,000	1,389,937,000
TOTAL NEW APPROPRIATIONS	P 731,686,000	P 989,162,000		P 83,970,000	P 1,804,818,000

Special Provision(s)

1. Hospital Income and Other Revenues from Golf Course Operations. In addition to the amounts appropriated herein, all income generated from the operations of the Veterans Memorial Medical Center (VMNC) shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

Likewise, all revenues derived from the VMNC golf club membership dues, green fees, concession fees, and such other income from business-related operations of the golf course shall be deposited in an authorized government depository bank and used to cover the expenses incurred in its operations. Any excess income from the operations of the golf course may be used to augment the hospital's MOOE and Capital Outlay requirements.

In no case shall income from hospital and golf course operations be used for the payment of salaries and allowances of the hospital's permanent and regular employees.

Disbursements or expenditures by the VMHC in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

The VMHC shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Director of VMHC and the hospital's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the VMHC website.

2 Reporting and Posting Requirements. The VMHC shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) VMHC's website.

The VMHC shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

3. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>					
		<u>Personnel</u>	<u>Maintenance</u>	<u>Financial</u>	<u>Capital</u>
		<u>Services</u>	<u>and Other</u>	<u>Expenses</u>	<u>Outlays</u>
			<u>Operating</u>		
			<u>Expenses</u>		<u>Total</u>
PROGRAMS					
General Administration and Support					
General Management and Supervision	P	87,316,000	P 210,922,000	P 75,970,000	P 374,208,000
Administration of Personnel Benefits		40,673,000			40,673,000
Sub-total, General Administration and Support		127,989,000	210,922,000	75,970,000	414,881,000
Operations					
Quality Health Care Services Provided to Veterans and their Dependents		603,697,000	778,240,000	8,000,000	1,389,937,000
VETERAN HEALTH CARE PROGRAM		603,697,000	778,240,000	8,000,000	1,389,937,000
In-Patient care		567,508,000	554,228,000	8,000,000	1,129,736,000
Out-Patient care		36,189,000	224,012,000		260,201,000
Sub-total, Operations		603,697,000	778,240,000	8,000,000	1,389,937,000
TOTAL NEW APPROPRIATIONS	P	731,686,000	P 989,162,000	P 83,970,000	P 1,804,818,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services**Civilian Personnel****Permanent Positions**

Basic Salary	443,576
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Total Permanent Positions	443,576
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Other Compensation Common to All

Personnel Economic Relief Allowance	29,964
Representation Allowance	432
Transportation Allowance	432
Clothing and Uniform Allowance	7,494
Mid-Year Bonus - Civilian	36,965
Year End Bonus	36,965
Cash Gift	6,245
Productivity Enhancement Incentive	6,245
Step Increment	1,109

Total Other Compensation Common to All	125,851
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	106,178
Night Shift Differential Pay	2,532
Lump-sum for filling of Positions-Civilian	22,175
Anniversary Bonus-Civilian	3,900

Total Other Compensation for Specific Groups	134,785
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Other Benefits

PAG-IBIG Contributions	1,499
PhilHealth Contributions	4,970
Employees Compensation Insurance Premiums	1,499
Loyalty Award-Civilian	1,008
Terminal Leave	18,498

Total Other Benefits	27,474
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Total Personnel Services	731,686
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Maintenance and Other Operating Expenses

Travelling Expenses	165
Training and Scholarship Expenses	1,967
Supplies and Materials Expenses	801,640
Utility Expenses	102,763
Communication Expenses	1,173
Awards/Rewards and Prizes	300
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	110
Professional Services	5,560
General Services	61,011
Repairs and Maintenance	4,105
Taxes, Insurance Premiums and Other Fees	732

Other Maintenance and Operating Expenses	
Advertising Expenses	119
Representation Expenses	674
Rent/Lease Expenses	7,730
Membership Dues and Contributions to Organizations	30
Subscription Expenses	1,083
Total Maintenance and Other Operating Expenses	989,162
Total Current Operating Expenditures	1,720,848
Capital Outlays	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	55,710
Machinery and Equipment Outlay	28,260
Total Capital Outlays	83,970
TOTAL NEW APPROPRIATIONS	1,804,818

G. ARMED FORCES OF THE PHILIPPINES

G.1. PHILIPPINE ARMY (LAND FORCES)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 92,508,006,000

New Appropriations, by Program

PROGRAMS	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 5,814,084,000	P 1,103,691,000		P	P 6,917,775,000
Operations	71,046,008,000	12,834,456,000		1,709,767,000	85,590,231,000
LAND FORCES DEFENSE PROGRAM	71,046,008,000	12,834,456,000		1,709,767,000	85,590,231,000
TOTAL NEW APPROPRIATIONS	P 76,860,092,000	P 13,938,147,000		P 1,709,767,000	P 92,508,006,000

Special Provision(s)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Fort Bonifacio General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

In no case shall said amount be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the hospital in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No.

292, s. 1987, and to appropriate criminal action under existing penal laws.

The Philippine Army shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Commanding General of the Philippine Army and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the Philippine Army website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the Philippine Army shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units.** The amount of Three Billion Eight Hundred Twenty Nine Million One Hundred Six Thousand Pesos (P3,829,106,000) shall be used for the payment of compensation of Citizen Armed Forces Geographical Unit (CAFGU) members and separation benefits, not exceeding one (1) year subsistence allowance in accordance with the IRR of E.O. No. 264, s. 1987 and DWD Circular No. 4 dated October 27, 2005.

4. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each company of the Philippine Army may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

5. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the Philippine Army.

6. **Rice Subsidy.** The amount of Seven Hundred Ninety Eight Million Two Hundred Sixty Thousand Pesos (P798,260,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month in the form of financial assistance to the military personnel of the Philippine Army.

7. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the Philippine Army shall be used exclusively for said purposes.

8. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the Philippine Army in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the Philippine Army upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

9. **Reporting and Posting Requirements.** The Philippine Army shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) Philippine Army's website.

The Philippine Army shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

10. **Appropriations for Activities or Projects.** The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>					
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS					
General Administration and Support					
General Management and Supervision	P 4,694,232,000	P 1,103,691,000		P	P 5,797,923,000
Administration of Personnel Benefits	1,119,852,000				1,119,852,000
Sub-total, General Administration and Support	5,814,084,000	1,103,691,000			6,917,775,000
Operations					
Level of mission capability of army units in ground operations attained	71,046,008,000	12,834,456,000		1,709,767,000	85,590,231,000

LAND FORCES DEFENSE PROGRAM	71,046,008,000	12,834,456,000	1,709,767,000	85,590,231,000
Force-Level Support Services	3,062,679,000	634,083,000	44,750,000	3,741,512,000
Force Development		1,167,492,000		1,167,492,000
Force Sustainment	67,983,329,000	11,032,881,000	1,590,817,000	80,606,227,000
Project(s)				
Locally-Funded Project(s)			75,000,000	75,000,000
1. Army Simulation Training Center, Camp O' Donnell, Capas, Tarlac (Phase 2)			75,000,000	75,000,000
Sub-total, Operations	71,046,008,000	12,834,456,000	1,709,767,000	85,590,231,000
TOTAL NEW APPROPRIATIONS	P 76,860,092,000	P 13,938,147,000	P 1,709,767,000	P 92,508,006,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

315,616

Total Permanent Positions

315,616

Other Compensation Common to All

Personnel Economic Relief Allowance

31,584

Representation Allowance

120

Transportation Allowance

120

Clothing and Uniform Allowance

7,896

Honoraria

106

Mid-Year Bonus - Civilian

26,301

Year End Bonus

26,301

Cash Gift

6,580

Productivity Enhancement Incentive

6,580

Step Increment

789

Total Other Compensation Common to All

106,377

Other Compensation for Specific Groups

Magna Carta for Public Health Workers

34,767

Longevity Pay

4,896

Total Other Compensation for Specific Groups

39,663

Other Benefits

PAG-IBIG Contributions

1,579

PhilHealth Contributions

4,223

Employees Compensation Insurance Premiums	1,579
Terminal Leave	8,228
Total Other Benefits	15,609
Military/Uniformed Personnel	
Basic Pay	
Base Pay	39,528,916
Total Basic Pay	39,528,916
Other Compensation Common to All	
Personnel Economic Relief Allowance	2,426,520
Clothing/ Uniform Allowance	999,443
Subsistence Allowance	9,364,604
Laundry Allowance	39,325
Quarters Allowance	515,448
Longevity Pay	8,453,772
Mid-Year Bonus - Military/Uniformed Personnel	3,294,077
Year-end Bonus	3,294,077
Cash Gift	505,525
Productivity Enhancement Incentive	505,525
Total Other Compensation Common to All	29,398,316
Other Compensation for Specific Groups	
Hazardous Duty Pay	270,094
Flying Pay	30,038
Hazard Duty Pay	655,161
Combat Duty Pay	2,981,412
Instructor's Duty Pay	323,933
Reservist's Pay	382,241
Medal of Valor Award	20,700
Parachutist Pay	310,901
Lump sum for filling of positions- Military/Uniformed Personnel	598,768
Total Other Compensation for Specific Groups	5,573,248
Other Benefits	
Special Group Term Insurance	7,280
PAG-IBIG Contributions	121,327
PhilHealth Contributions	520,789
Employees Compensation Insurance Premiums	121,327
Terminal Leave	1,111,624
Total Other Benefits	1,882,347
Total Personnel Services	76,860,092
Maintenance and Other Operating Expenses	
Travelling Expenses	331,651
Training and Scholarship Expenses	376,438
Supplies and Materials Expenses	7,140,869

Utility Expenses	577,315
Communication Expenses	129,794
Awards/Rewards and Prizes	1,277
Survey, Research, Exploration and Development Expenses	5,233
Demolition/Relocation and Desilting/Dredging Expenses	1,053
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	444,000
Professional Services	71,560
General Services	7,726
Repairs and Maintenance	2,466,688
Financial Assistance/Subsidy	1,651,096
Taxes, Insurance Premiums and Other Fees	57,099
Labor and Wages	63,271
Other Maintenance and Operating Expenses	
Advertising Expenses	1,595
Printing and Publication Expenses	17,419
Representation Expenses	447,513
Transportation and Delivery Expenses	76,503
Rent/Lease Expenses	22,959
Membership Dues and Contributions to Organizations	225
Subscription Expenses	17,572
Other Maintenance and Operating Expenses	29,291
Total Maintenance and Other Operating Expenses	13,938,147
Total Current Operating Expenditures	90,798,239
Capital Outlays	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	6,198
Buildings and Other Structures	378,717
Machinery and Equipment Outlay	655,752
Transportation Equipment Outlay	669,100
Total Capital Outlays	1,709,767
TOTAL NEW APPROPRIATIONS	92,508,006

G.2. PHILIPPINE AIR FORCE (AIR FORCES)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 26,436,267,000

New Appropriations, by Program

=====

Current Operating Expenditures

PROGRAMS	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 1,253,764,000	P 536,746,000		P 8,250,000	P 1,798,760,000
Operations	13,813,837,000	9,906,110,000		917,560,000	24,637,507,000
AIR FORCES DEFENSE PROGRAM	13,813,837,000	9,906,110,000		917,560,000	24,637,507,000
TOTAL NEW APPROPRIATIONS	P 15,067,601,000	P10,442,856,000		P 925,810,000	P 26,436,267,000

Special Provision(s)

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Air Force General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

In no case shall said amount be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the hospital in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987 and to appropriate criminal action under existing penal laws.

The Philippine Air Force shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Commanding General of the Philippine Air Force and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the Philippine Air Force website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the Philippine Air Force shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each Philippine Air Force squadron may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

4. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the Philippine Air Force.

5. **Rice Subsidy.** The amount of One Hundred Forty Eight Million Seven Hundred Fifty Four Thousand Pesos (P148,754,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the Philippine Air Force.

6. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the Philippine Air Force shall be used exclusively for said purposes.

7. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the Philippine Air Force in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the Philippine Air Force upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

8. **Reporting and Posting Requirements.** The Philippine Air Force shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) Philippine Air Force's website.

The Philippine Air Force shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

9. **Appropriations for Activities or Projects.** The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

=====

Current Operating Expenditures

				Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
		Personnel Services					
PROGRAMS							
General Administration and Support							
General Management and Supervision	P	825,952,000	P	536,746,000		P 8,250,000	P 1,370,948,000

Administration of Personnel Benefits	427,812,000		427,812,000
Sub-total, General Administration and Support	1,253,764,000	536,746,000	8,250,000 1,798,760,000
Operations			
Level of mission capability of Air Force Units in air operations attained	13,813,837,000	9,906,110,000	917,560,000 24,637,507,000
AIR FORCES DEFENSE PROGRAM	13,813,837,000	9,906,110,000	917,560,000 24,637,507,000
Force-Level Support Services	2,576,308,000	283,656,000	1,500,000 2,861,464,000
Force Development	6,214,521,000	4,818,014,000	501,869,000 11,534,404,000
Force Sustainment	5,023,008,000	4,759,440,000	259,191,000 10,041,639,000
Projects			
Locally-Funded Project(s)		45,000,000	155,000,000 200,000,000
1. Construction of Aviation Center for Excellence Building at Air Education, Training and Doctrine Command, PAF, Fernando Air Base, Lipa City, Batangas			80,000,000 80,000,000
2. Construction of Headquarters at Air Education, Training and Doctrine Command, PAF, Fernando Air Base, Lipa City, Batangas			75,000,000 75,000,000
3. Repair and improvement of various facilities at Air Education, Training and Doctrine Command, PAF, Fernando Air Base, Lipa City, Batangas		45,000,000	45,000,000
Sub-total, Operations	13,813,837,000	9,906,110,000	917,560,000 24,637,507,000
TOTAL NEW APPROPRIATIONS	P 15,067,601,000	P10,442,856,000	P 925,810,000 P 26,436,267,000

New Appropriations, by Object of Expenditures

=====

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

297,632

Total Permanent Positions

297,632

Other Compensation Common to All

Personnel Economic Relief Allowance
Representation Allowance30,816
240

Transportation Allowance	240
Clothing and Uniform Allowance	7,704
Mid-Year Bonus - Civilian	24,803
Year End Bonus	24,803
Cash Gift	6,420
Productivity Enhancement Incentive	6,420
Step Increment	744
Total Other Compensation Common to All	102,190
Other Compensation for Specific Groups	
Magna Carta for Public Health Workers	30,066
Longevity Pay	3,908
Total Other Compensation for Specific Groups	33,974
Other Benefits	
PAG-IBIG Contributions	1,540
PhilHealth Contributions	3,922
Employees Compensation Insurance Premiums	1,540
Loyalty Award-Civilian	1,065
Terminal Leave	5,540
Total Other Benefits	13,607
Military/Uniformed Personnel	
Basic Pay	
Base Pay	7,706,475
Total Basic Pay	7,706,475
Other Compensation Common to All	
Personnel Economic Relief Allowance	447,552
Clothing/ Uniform Allowance	244,879
Subsistence Allowance	1,020,978
Laundry Allowance	7,573
Quarters Allowance	102,916
Longevity Pay	1,505,889
Mid-Year Bonus - Military/Uniformed Personnel	642,207
Year-end Bonus	642,207
Cash Gift	93,240
Productivity Enhancement Incentive	93,240
Total Other Compensation Common to All	4,800,681
Other Compensation for Specific Groups	
Hazardous Duty Pay	224,212
Flying Pay	724,738
Hazard Duty Pay	120,840
Hardship Allowance	23,113
Combat Duty Pay	311,364
Instructor's Duty Pay	69,854
Reservist's Pay	60,163
Medal of Valor Award	1,800

Specialist Pay	2,603
Parachutist Pay	6,651
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	165,460
Total Other Compensation for Specific Groups	1,710,798
Other Benefits	
Special Group Term Insurance	1,268
PAG-IBIG Contributions	22,378
PhilHealth Contributions	99,408
Employees Compensation Insurance Premiums	22,378
Terminal Leave	256,812
Total Other Benefits	402,244
Total Personnel Services	15,067,601
Maintenance and Other Operating Expenses	
Travelling Expenses	283,761
Training and Scholarship Expenses	90,194
Supplies and Materials Expenses	3,205,416
Utility Expenses	395,524
Communication Expenses	52,328
Awards/Rewards and Prizes	1,550
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	17,000
Professional Services	11,145
General Services	4,785
Repairs and Maintenance	5,799,583
Financial Assistance/Subsidy	148,754
Taxes, Insurance Premiums and Other Fees	22,363
Other Maintenance and Operating Expenses	
Advertising Expenses	2,204
Printing and Publication Expenses	2,907
Representation Expenses	296,589
Transportation and Delivery Expenses	9,497
Rent/Lease Expenses	4,231
Membership Dues and Contributions to Organizations	87
Subscription Expenses	93,338
Donations	1,600
Total Maintenance and Other Operating Expenses	10,442,856
Total Current Operating Expenditures	25,510,457
Capital Outlays	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	170,000
Building and Other Structures	442,987
Machinery and Equipment Outlay	14,929
Transportation Equipment Outlay	297,894
Total Capital Outlays	925,810
TOTAL NEW APPROPRIATIONS	26,436,267

G.3. PHILIPPINE NAVY (NAVAL FORCES)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder... P 29,053,943,000

New Appropriations, by Program

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Current Operating Expenditures

PROGRAMS					
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 2,808,880,000	P 760,158,000		P	P 3,569,038,000
Operations	17,135,286,000	6,999,107,000		1,350,512,000	25,484,905,000
NAVAL FORCES DEFENSE PROGRAM	17,135,286,000	6,999,107,000		1,350,512,000	25,484,905,000
TOTAL NEW APPROPRIATIONS	P 19,944,166,000	P 7,759,265,000		P 1,350,512,000	P 29,053,943,000

Special Provision(s)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Navy General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

In no case shall said amount be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the hospital in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

The Philippine Navy shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Flag-Officer-In-Command of the Philippine Navy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the Philippine Navy website.

2. Trust Receipts from the Use of Equipment and Facilities. Fees and charges from the use of equipment and facilities collected by the Philippine Navy shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. Combat Expenses. An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each company or its equivalent in the Philippine Navy may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

4. Restriction on Armed Forces of the Philippines Expenditures. No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the Philippine Navy.

5. Rice Subsidy. The amount of One Hundred Ninety One Million Ninety Two Thousand Pesos (P191,092,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the Philippine Navy.

6. Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants. The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the Philippine Navy shall be used exclusively for said purposes.

7. Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations. Expenses incurred by the Philippine Navy in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the Philippine Navy upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

8. Reporting and Posting Requirements. The Philippine Navy shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) Philippine Navy's website.

The Philippine Navy shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

9. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

PROGRAMS	<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
General Administration and Support					
General Management and Supervision	P 1,774,383,000	P 760,158,000		P	P 2,534,541,000
Administration of Personnel Benefits	1,034,497,000				1,034,497,000
Sub-total, General Administration and Support	2,808,880,000	760,158,000			3,569,038,000
Operations					
Level of mission capability of navy units in naval operations attained	17,135,286,000	6,999,107,000		1,350,512,000	25,484,905,000
NAVAL FORCES DEFENSE PROGRAM	17,135,286,000	6,999,107,000		1,350,512,000	25,484,905,000
Force-level Support Services	5,555,421,000	1,700,423,000		291,501,000	7,547,345,000
Force Development	10,846,480,000	4,644,122,000		1,035,011,000	16,525,613,000
Philippine Navy	4,308,589,000	3,599,229,000		992,384,000	8,900,202,000
Philippine Marine Corps	6,537,891,000	1,044,893,000		42,627,000	7,625,411,000
Force Sustainment	733,385,000	654,562,000			1,387,947,000
Projects					
Locally-Funded Project(s)				24,000,000	24,000,000
1. Procurement of Desalination Machine and Water Treatment System for the Philippine Marine Corps				24,000,000	24,000,000
Sub-total, Operations	17,135,286,000	6,999,107,000		1,350,512,000	25,484,905,000
TOTAL NEW APPROPRIATIONS	P 19,944,166,000	P 7,759,265,000		P 1,350,512,000	P 29,053,943,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary	241,752
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Total Permanent Positions	241,752
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Other Compensation Common to All

Personnel Economic Relief Allowance	23,832
Representation Allowance	180
Transportation Allowance	180
Clothing and Uniform Allowance	5,958
Mid-Year Bonus - Civilian	20,146
Year End Bonus	20,146
Cash Gift	4,965
Productivity Enhancement Incentive	4,965
Step Increment	605

Total Other Compensation Common to All	80,977
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	16,225
Longevity Pay	4,229

Total Other Compensation for Specific Groups	20,454
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Other Benefits

PAG-IBIG Contributions	1,191
PhilHealth Contributions	3,177
Employees Compensation Insurance Premiums	1,191
Loyalty Award-Civilian	255
Terminal Leave	4,922

Total Other Benefits	10,736
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Military/Uniformed Personnel

Basic Pay

Base Pay	9,863,693
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Total Basic Pay	9,863,693
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Other Compensation Common to All

Personnel Economic Relief Allowance	587,976
Clothing/ Uniform Allowance	194,453
Subsistence Allowance	1,341,320

Laundry Allowance	9,887
Quarters Allowance	127,758
Longevity Pay	2,360,664
Mid-Year Bonus - Military/Uniformed Personnel	821,974
Year-end Bonus	821,974
Cash Gift	122,495
Productivity Enhancement Incentive	122,495
Total Other Compensation Common to All	6,510,996
Other Compensation for Specific Groups	
Hazardous Duty Pay	305,172
Flying Pay	147,144
Overseas Allowance	15,964
Sea Duty Pay	537,793
Hazard Duty Pay	158,754
Hardship Allowance	294,101
Combat Duty Pay	346,680
Instructor's Duty Pay	101,511
Reservist's Pay	39,677
Medal of Valor Award	6,300
Specialist's Pay	305
Parachutist Pay	36,391
Lump-sum for filling of Positions Military/Uniformed Personnel (NUP)	568,193
Total Other Compensation for Specific Groups	2,557,985
Other Benefits	
Special Group Term Insurance	1,764
PAG-IBIG Contributions	29,399
PhilHealth Contributions	135,629
Employees Compensation Insurance Premiums	29,399
Terminal Leave	461,382
Total Other Benefits	657,573
Total Personnel Services	19,944,166
Maintenance and Other Operating Expenses	
Travelling Expenses	203,087
Training and Scholarship Expenses	167,684
Supplies and Materials Expenses	3,354,361
Utility Expenses	503,037
Communication Expenses	153,636
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	39,749
Professional Services	29,591
General Services	19,097
Repairs and Maintenance	2,508,833
Financial Assistance/Subsidy	191,092
Taxes, Insurance Premiums and Other Fees	55,745
Other Maintenance and Operating Expenses	
Printing and Publication Expenses	17,089
Representation Expenses	238,290
Transportation and Delivery Expenses	5,455
Rent/Lease Expenses	20,141

Subscription Expenses	5,708
Other Maintenance and Operating Expenses	246,670
Total Maintenance and Other Operating Expenses	7,759,265
Total Current Operating Expenditures	27,703,431
Capital Outlays	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	131,950
Machinery and Equipment Outlay	286,241
Transportation Equipment Outlay	932,321
Total Capital Outlays	1,350,512
TOTAL NEW APPROPRIATIONS	29,053,943

G.4. GENERAL HEADQUARTERS, AFP AND AFP WIDE SERVICE SUPPORT UNITS (AFPMSSUs)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 38,005,703,000

New Appropriations, by Program

PROGRAMS	<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
General Administration and Support	P 3,638,677,000	P 403,491,000	P	P	P 4,042,168,000
Operations	2,599,491,000	5,149,450,000	19,000	26,214,575,000	33,963,535,000
JOINT FORCE PLANNING PROGRAM	370,061,000	478,971,000	19,000		849,051,000
JOINT FORCE OPERATIONS PROGRAM	697,960,000	3,201,027,000		48,930,000	3,947,917,000
JOINT FORCE CAPABILITY PROGRAM	1,531,470,000	1,469,452,000		26,165,645,000	29,166,567,000
TOTAL NEW APPROPRIATIONS	P 6,238,168,000	P 5,552,941,000	P 19,000	P 26,214,575,000	P 38,005,703,000

Special Provision(s)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the AFP Medical Center shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

In no case shall said income be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the hospital in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

The General Headquarters of the AFP shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The AFP Chief of Staff and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the AFP website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the AFP shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said fees and charges shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Trust Receipts from Firearms License Fees.** Thirty percent (30%) net proceeds of the firearms license fees collected by the PNP shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated military personnel in accordance with R.A. No. 6963. Said fees shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.

4. **Trust Receipts for the United Nations Peacekeeping Operations.** The funds provided by the United Nations for the peacekeeping operations shall be used to cover the allowance, uniform, gear and equipment, weaponry and training ammunition, pre-deployment expenses, and maintenance of the Peacekeeping Training Center subject to the condition that said funds shall first be used to reimburse any advances made by the National Government to fund the foregoing requirements. Said funds shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.

5. **Revised Armed Forces of the Philippines Modernization Program.** The amount of Twenty Five Billion Pesos (P25,000,000,000) appropriated herein for the Revised AFP Modernization Program shall be used exclusively to support the funding requirements for the modernization projects in accordance with R.A. No. 10349.

The allotment for the purpose shall be issued only upon submission by the DND of the recommendation by the appropriate bids and awards committee for the award of contracts for the modernization projects.

6. **Intelligence and Confidential Funds.** No appropriations authorized under the AFP as intelligence fund shall be released or disbursed for intelligence activities, including amounts sourced from savings, unless approved by the President of the Philippines.

The use of savings to augment intelligence funds is subject to prior approval of the President of the Philippines, upon joint recommendation by the Secretary of National Defense and the Secretary of Budget and Management.

Confidential funds authorized under the AFP shall be released or disbursed only upon approval of the Secretary of National Defense.

Implementation of this provision shall be subject to CGA-DBM-DILG-GCG-DND J.C. No. 2015-01 dated January 8, 2015 and such other guidelines issued by agencies concerned.

7. **Bilateral Engagements.** The amounts appropriated for bilateral engagements shall be administered by the General Headquarters of the AFP. Any material, supplies, equipment, facilities and other property received by the General Headquarters in connection with the activities undertaken pursuant to said bilateral engagements shall be booked-up as government property.

8. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each company or its equivalent in the General Headquarters of the AFP may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with CGA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

9. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the General Headquarters of the AFP shall be used exclusively for said purposes.

10. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the General Headquarters of the AFP.

11. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the General Headquarters of the AFP in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the AFP upon the recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

12. **Rice Subsidy.** The amount of Fourteen Million Sixty Two Thousand Pesos (P14,062,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the General Headquarters of the AFP.

13. **Reporting and Posting Requirements.** The AFP shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) AFP's website.

The AFP shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

14. **Appropriations for Activities or Projects.** The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

PROGRAMS	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support					
General Management and Supervision	P 1,587,981,000	P 403,491,000		P	P 1,991,472,000
National Capital Region (NCR)	1,587,981,000	403,491,000			1,991,472,000
General Headquarters - Proper	1,587,981,000	403,491,000			1,991,472,000
Administration of Personnel Benefits	2,050,696,000				2,050,696,000
National Capital Region (NCR)	1,897,080,000				1,897,080,000
Armed Forces of the Philippines Medical Center	115,872,000				115,872,000
General Headquarters - Proper	1,745,530,000				1,745,530,000
Presidential Security Group	35,678,000				35,678,000
Cordillera Administrative Region (CAR)	153,616,000				153,616,000
Philippine Military Academy	153,616,000				153,616,000
Sub-total, General Administration and Support	3,638,677,000	403,491,000			4,042,168,000
Operations					
Sovereignty of the State and the Filipino people protected	2,599,491,000	5,149,450,000	19,000	26,214,575,000	33,963,535,000
JOINT FORCE PLANNING PROGRAM	370,061,000	478,971,000	19,000		849,051,000
Military policy and strategic formulation	370,061,000	478,971,000	19,000		849,051,000
National Capital Region (NCR)	370,061,000	478,971,000	19,000		849,051,000
General Headquarters - Proper	370,061,000	478,971,000	19,000		849,051,000
JOINT FORCE OPERATIONS PROGRAM	697,960,000	3,201,027,000		48,930,000	3,947,917,000
JOINT FORCE OPERATIONS SUB-PROGRAM		770,072,000		9,350,000	779,422,000
Joint force combatant command		579,841,000		4,000,000	583,841,000
National Capital Region (NCR)		579,841,000		4,000,000	583,841,000
General Headquarters - Proper		579,841,000		4,000,000	583,841,000

Multinational/Foreign Engagements and Peace Support Operations		190,231,000	5,350,000	195,581,000
National Capital Region (NCR)		190,231,000	5,350,000	195,581,000
General Headquarters - Proper		190,231,000	5,350,000	195,581,000
JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM	697,960,000	2,430,955,000	39,580,000	3,168,495,000
Presidential Security and Protection (Presidential Security Group)	185,978,000	312,051,000	39,580,000	537,609,000
National Capital Region (NCR)	185,978,000	312,051,000	39,580,000	537,609,000
Presidential Security Group	185,978,000	312,051,000	39,580,000	537,609,000
Joint force support command	511,982,000	2,118,904,000		2,630,886,000
National Capital Region (NCR)	511,982,000	2,118,904,000		2,630,886,000
General Headquarters - Proper	511,982,000	2,118,904,000		2,630,886,000
JOINT FORCE CAPABILITY PROGRAM	1,531,470,000	1,469,452,000	26,165,645,000	29,166,567,000
JOINT FORCE SERVICE SUPPORT OPERATIONS SUB-PROGRAM	42,285,000	220,427,000		262,712,000
Joint Force Support Units	40,326,000	90,288,000		130,614,000
National Capital Region (NCR)	40,326,000	90,288,000		130,614,000
General Headquarters - Proper	40,326,000	90,288,000		130,614,000
Reserve Force Development	1,959,000	10,828,000		12,787,000
National Capital Region (NCR)	1,959,000	10,828,000		12,787,000
General Headquarters - Proper	1,959,000	10,828,000		12,787,000
Ordnance Build-up/Strategic lift and mobility		119,311,000		119,311,000
National Capital Region (NCR)		119,311,000		119,311,000
General Headquarters - Proper		119,311,000		119,311,000
MILITARY MEDICAL AND TRAINING SUPPORT SUB-PROGRAM	1,489,185,000	1,249,025,000	90,645,000	2,828,855,000
Tertiary Health Care (AFP Medical Center)	552,085,000	1,018,508,000	90,645,000	1,661,238,000
National Capital Region (NCR)	552,085,000	1,018,508,000	90,645,000	1,661,238,000
Armed Forces of the Philippines Medical Center	552,085,000	1,018,508,000	90,645,000	1,661,238,000

Post-Commission training program	3,926,000	30,355,000		34,281,000
National Capital Region (NCR)	3,926,000	30,355,000		34,281,000
General Headquarters - Proper	3,926,000	30,355,000		34,281,000
Pre-Commission Officer Training (Philippine Military Academy)	933,174,000	200,162,000		1,133,336,000
Cordillera Administrative Region (CAR)	933,174,000	200,162,000		1,133,336,000
Philippine Military Academy	933,174,000	200,162,000		1,133,336,000
Projects			26,075,000,000	26,075,000,000
Locally-Funded Project(s)			26,075,000,000	26,075,000,000
AFP MODERNIZATION SUB-PROGRAM			25,000,000,000	25,000,000,000
Revised AFP Modernization Program			25,000,000,000	25,000,000,000
National Capital Region (NCR)			25,000,000,000	25,000,000,000
General Headquarters - Proper			25,000,000,000	25,000,000,000
Camp Development Fund			1,000,000,000	1,000,000,000
National Capital Region (NCR)			1,000,000,000	1,000,000,000
General Headquarters - Proper			1,000,000,000	1,000,000,000
Design and Build of the new PMA library and lecture hall			75,000,000	75,000,000
Cordillera Administrative Region (CAR)			75,000,000	75,000,000
Philippine Military Academy			75,000,000	75,000,000
Sub-total, Operations	2,599,491,000	5,149,450,000	19,000	26,214,575,000
TOTAL NEW APPROPRIATIONS	P 6,238,168,000	P 5,552,941,000	P 19,000	P 26,214,575,000
				P 38,005,703,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

710,335

Total Permanent Positions

710,335

Other Compensation Common to All

Personnel Economic Relief Allowance	69,024
Representation Allowance	300
Transportation Allowance	300
Clothing and Uniform Allowance	17,256
Mid-Year Bonus - Civilian	59,195
Year End Bonus	59,195
Cash Gift	14,380
Productivity Enhancement Incentive	14,380
Step Increment	1,776

Total Other Compensation Common to All	235,806
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	81,402
Longevity Pay	9,142
Lump-sum for filling of Positions-Civilian	81,471

Total Other Compensation for Specific Groups	172,015
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Other Benefits

PAG-IBIG Contributions	3,452
PhilHealth Contributions	9,386
Employees Compensation Insurance Premiums	3,452
Terminal Leave	21,604

Total Other Benefits	37,894
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Military/Uniformed Personnel**Basic Pay**

Base Pay	1,644,330
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Total Basic Pay	1,644,330
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Other Compensation Common to All

Personnel Economic Relief Allowance	66,480
Clothing/ Uniform Allowance	37,089
Subsistence Allowance	204,224
Laundry Allowance	1,996
Quarters Allowance	12,016
Longevity Pay	381,926
Mid-Year Bonus - Military/Uniformed Personnel	137,031
Year-end Bonus	137,031
Cash Gift	13,850
Productivity Enhancement Incentive	13,850

Total Other Compensation Common to All	1,005,493
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Other Compensation for Specific Groups

Hazardous Duty Pay	14,577
Special Duty Allowance	78,612
Overseas Allowance	212,144
Combat Incentive Pay	10,000
Hazard Duty Pay	18,953
Combat Duty Pay	9,324
Incentive Pay	89,029

Instructor's Duty Pay	27,244
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	277,256

Total Other Compensation for Specific Groups	737,139

Other Benefits	
Special Group Term Insurance	203
PAG-IBIG Contributions	3,327
PhilHealth Contributions	17,934
Employees Compensation Insurance Premiums	3,327
Retirement Gratuity	1,612,542
Terminal Leave	57,823

Total Other Benefits	1,695,156

Total Personnel Services	6,238,168

Maintenance and Other Operating Expenses	
Travelling Expenses	281,274
Training and Scholarship Expenses	160,778
Supplies and Materials Expenses	1,773,175
Utility Expenses	600,915
Communication Expenses	125,455
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	1,189,674
Professional Services	102,624
General Services	98,419
Repairs and Maintenance	434,528
Financial Assistance/Subsidy	14,062
Taxes, Insurance Premiums and Other Fees	31,071
Labor and Wages	25,424
Other Maintenance and Operating Expenses	
Advertising Expenses	2,176
Printing and Publication Expenses	14,382
Representation Expenses	452,336
Transportation and Delivery Expenses	9,663
Rent/Lease Expenses	57,404
Membership Dues and Contributions to Organizations	958
Subscription Expenses	24,625
Other Maintenance and Operating Expenses	153,998

Total Maintenance and Other Operating Expenses	5,552,941

Financial Expenses	
Bank Charges	19

Total Financial Expenses	19

Total Current Operating Expenditures	11,791,128

Capital Outlays	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	1,165,645
Machinery and Equipment Outlay	25,004,000
Transportation Equipment outlay	44,930

Total Capital Outlays	26,214,575

TOTAL NEW APPROPRIATIONS	38,005,703
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GENERAL SUMMARY
DEPARTMENT OF NATIONAL DEFENSE

Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. OFFICE OF THE SECRETARY - PROPER	P 183,930,000	P 403,967,000		P 62,194,000	P 650,091,000
B. GOVERNMENT ARSENAL	247,868,000	955,933,000		99,000,000	1,302,801,000
C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES	39,906,000	48,703,000		30,195,000	118,804,000
D. OFFICE OF CIVIL DEFENSE	259,148,000	775,706,000		201,512,000	1,236,366,000
E. PHILIPPINE VETERANS AFFAIRS OFFICE-PROPER	144,310,000	474,240,000		8,904,000	627,454,000
F. VETERANS MEMORIAL MEDICAL CENTER	731,686,000	989,162,000		83,970,000	1,804,818,000
G. ARMED FORCES OF THE PHILIPPINES	118,110,027,000	37,693,209,000	19,000	30,200,664,000	186,003,919,000
G.1. PHILIPPINE ARMY (LAND FORCES)	76,860,092,000	13,938,147,000		1,709,767,000	92,508,006,000
G.2. PHILIPPINE AIR FORCE (AIR FORCES)	15,067,601,000	10,442,856,000		925,810,000	26,436,267,000
G.3. PHILIPPINE NAVY (NAVAL FORCES)	19,944,166,000	7,759,265,000		1,350,512,000	29,053,943,000
G.4. GENERAL HEADQUARTERS, AFP AND AFP WIDE SERVICE SUPPORTS UNITS (AFPWSSUS)	6,238,168,000	5,552,941,000	19,000	26,214,575,000	38,005,703,000
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF NATIONAL DEFENSE	P 119,716,875,000	P 41,340,920,000	P 19,000	P 30,686,439,000	P 191,744,253,000