

**XVII. DEPARTMENT OF NATIONAL DEFENSE**

**A. OFFICE OF THE SECRETARY**

For general administration and support services, information systems development and maintenance, supervision, coordination and direction of national security operations, defense support activities and the Kalinga Special Development Authority as indicated hereunder.....P 108,861,000

**New Appropriations, by Program/Project**

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 10,984,000	P 11,895,000	P 1,000,000	P 23,879,000
Sub-Total, General Administration and Support	10,984,000	11,895,000	1,000,000	23,879,000
<b>II. Support to Operations</b>				
a. Information Systems Development and Maintenance	409,000	480,000		889,000
Sub-Total, Support to Operations	409,000	480,000		889,000
<b>III. Operations</b>				
a. Supervision, Coordination and Direction of National Security Operations	27,858,000	38,947,000		66,805,000
b. Supervision, Coordination and Direction of Defense Support Activities		11,346,000	85,000	11,431,000
c. Supervision, Coordination and Direction of Kalinga Special Development Authority	5,857,000			5,857,000
Sub-Total, Operations	33,715,000	50,293,000	85,000	84,093,000
<b>Total, Programs</b>	45,108,000	62,668,000	1,085,000	108,861,000
<b>TOTAL, NEW APPROPRIATIONS</b>	P 45,108,000	P 62,668,000	P 1,085,000	P 108,861,000

**Special Provisions**

1. Restriction on the Use of Funds Allotted for Petroleum, Oil and Lubricants and Medicines. The amounts herein appropriated for petroleum, oil and lubricants and medicines outlay for the Department of National Defense, including all its offices and the AFP major services, shall be used exclusively for the purchase/acquisition of such petroleum, oil and lubricants and medicines, and in no case shall any portion thereof be utilized for any other purpose: PROVIDED, That amounts not exceeding three percent (3%) of the allocation for petroleum, oil and lubricants may be used for the maintenance and upgrading of storage, transport and dispensing facilities for petroleum, oil and lubricants.

The Secretary of National Defense may authorize Department personnel, subject to appropriate internal control measures and safeguards, to inspect deliveries of petroleum, oil and lubricants serviced directly to aircrafts, vessels and motor vehicles utilized by the Armed Forces of the Philippines.

2. Use of Savings. The Secretary of National Defense is authorized, subject to the approval of the President of the Philippines, to use savings in the appropriations herein provided for the Department of National Defense for: (a) subsistence, hospitalization, transportation, rehabilitation and resettlement of destitute military personnel discharged honorably, including captured or surrendered dissidents and their families; (b) necessary expenses incurred during the peace and order campaign; (c) financial assistance to government informers who are killed or injured in the performance of their duties; (d) payment for damage to properties and compensation for injuries or death of civilians resulting from the Armed Forces of the Philippines operations; and (e) educational study tour of the National Defense College of the Philippines students and faculty.

3. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

## PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General Management and Supervision	P 10,359,000 P	11,755,000 P	1,000,000 P	23,114,000
2. Legislative Liason Services	625,000	140,000		765,000
Sub-Total, General Administration and Support	10,984,000	11,895,000	1,000,000	23,879,000
<b>II. Support to Operations</b>				
<b>a. Information Systems Development and Maintenance</b>				
1. Management of Defense Information	409,000	480,000		889,000
Sub-Total, Support to Operations	409,000	480,000		889,000
<b>III. Operations</b>				
<b>a. Supervision, Coordination and Direction of National Security Operations</b>	27,858,000	38,947,000		66,805,000
1. Supervision, Coordination and Direction of National Security Operations	21,764,000	20,930,000		42,694,000
2. Supervision, Coordination and Direction of defense and security activities	5,038,000	13,110,000		18,148,000
3. Supervision, coordination and direction of the activities for the enhancement and modernization of military equipage and training of the armed forces for external defense operations		1,477,000		1,477,000
4. Supervision, Coordination and direction of Civil -military activities	1,056,000	3,430,000		4,486,000
<b>b. Supervision, Coordination and Direction of Defense Support Activities</b>		11,346,000	85,000	11,431,000
1. Conduct of external defense relations activities, including supervision,				

coordination and direction of the operations related to the maintenance of beneficial relations with allied/neighborhood countries	4,708,000		4,708,000
2. Conduct of security operations and related activities	4,908,000		4,908,000
3. Participation in the rehabilitation program for dissident returnees	1,500,000		1,500,000
4. Implementation of the DMD program for soldiers who incurred service connected disability (Project KAPAGDAKA)	230,000	85,000	315,000
c. Supervision, Coordination and Direction of Kalinga Special Development Authority	5,857,000		5,857,000
1. Supervision, Coordination and Direction of Kalinga Special Development Authority	5,857,000		5,857,000
Sub-Total, Operations	33,715,000	50,293,000	85,000 84,093,000
TOTAL, PROGRAMS AND ACTIVITIES	P 45,108,000 P	62,668,000 P	1,085,000 P 108,861,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	20,726
Contractual, Casuals and Emergency Personnel	14,845

Total Salaries/Wages 35,571

Other Compensation

Terminal Leave Benefits	1,396
PAG-IBIG Contributions	352
Medicare Premiums	133
Employees Compensation Insurance Premiums (ECIP)	106
Overtime Pay	530
Representation and Transportation Allowance	852
Bonuses and Incentives	2,022
Step Increments for Merit and Length of Service	208
Personnel Economic Relief Allowance	1,638
Additional P500 Allowance	1,698
Clothing/Uniform Allowance	442
Magna Carta of Public Health Workers per R.A. 7305	160

Total Other Compensation 9,537

01 Total Personal Services 45,108

Maintenance and Other Operating Expenses

02 Travelling Expenses	2,380
03 Communication Services	1,738
04 Repair and Maintenance of Government Facilities	3,435
05 Repair and Maintenance of Government Vehicles	900
07 Supplies and Materials	11,194
10 Grants, Subsidies and Contributions	520
14 Water, Illumination and Power Services	6,150
15 Social Security Benefits, Rewards and Other Claims	2,830
17 Training and Seminar Expenses	924
18 Extraordinary and Miscellaneous Expenses	700
19 Confidential and Intelligence Expenses	20,200
23 Gasoline, Oil and Lubricants	5,242
24 Fidelity Bonds and Insurance Premiums	450
29 Other Services	6,005

Total Maintenance and Other Operating Expenses 62,668

Total Current Operating Expenditures 107,776

Capital Outlays

36 Furniture, Fixtures, Equipment and Books Outlay 1,085

Total Capital Outlays 1,085

TOTAL NEW APPROPRIATIONS 108,861

B. ARMED FORCES OF THE PHILIPPINES

B.1 GENERAL HEADQUARTERS

For general administration and support services, command and management services, health services, operations services, strategic planning and international commitments, education and training services, operation services, military intelligence services, civil military operations, logistical services, and communication-electronic service including locally-funded projects as indicated hereunder.....P 3,178,620,000

New Appropriations, by Program/Project

=====

Current Operating Expenditures

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 32,055,000	P 31,920,000	P	63,975,000
Sub-Total, General Administration and Support	32,055,000	31,920,000		63,975,000
<b>II. Support to Operations</b>				
a. Command and Management Services	1,501,517,000	152,920,000		1,654,437,000
b. Health Services	7,267,000	96,101,000		103,368,000

c. Operations Services	1,840,000	43,597,000	45,437,000
d. Strategic Planning and International Commitments		25,751,000	25,751,000
e. Education and Training Services	7,738,000	50,487,000	58,225,000
Sub-Total, Support to Operations	1,518,362,000	368,856,000	1,887,218,000

## III. Operations

a. Operation Services	36,146,000	154,292,000	190,438,000
b. Military Intelligence Services	21,170,000	113,386,000	134,556,000
c. Civil Military Operations	2,997,000	119,386,000	122,383,000
d. Logistical Services	22,627,000	530,763,000	553,390,000
e. Communication-Electronic Service	8,129,000	111,242,000	119,371,000
Sub-Total, Operations	91,069,000	1,029,069,000	1,120,138,000
Total, Programs	1,641,486,000	1,429,845,000	3,071,331,000

## B. PROJECTS

## I. Locally-Funded Project(s)

a. Buildings and Structures Outlay		19,600,000	19,600,000
1. Repair and Rehabilitation of Hospitals and Dispensaries		5,000,000	5,000,000
2. Completion of concrete perimeter fence in Southern Command (SOUTHCOM)		3,000,000	3,000,000
3. Completion of seawall in Western Command (WESCOM)		11,600,000	11,600,000
b. Furniture, Fixtures, Equipment and Books Outlays		87,689,000	87,689,000
1. Recovery of AFP Long Line Communication Equipment		42,254,000	42,254,000
2. Equipment Recovery of Medical and Dental Equipment		17,835,000	17,835,000
3. Computer Hardware and Software, Phase III (CESAFP)		11,600,000	11,600,000
4. Rehabilitation of Surveillance and Signal Intelligence Equipment		16,000,000	16,000,000
Sub-Total, Locally-Funded Project(s)		107,289,000	107,289,000
Total, Projects		107,289,000	107,289,000

## TOTAL, NEW APPROPRIATIONS

P 1,641,486,000 P 1,429,845,000 P 107,289,000 P 3,178,620,000

**Special Provision**

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General management and supervision	P 25,376,000	P 4,940,000		P 30,316,000
2. Operation and maintenance of AFP Finance Center	6,679,000	9,688,000		16,367,000
3. Morale and welfare activities		17,292,000		17,292,000
Sub-Total, General Administration and Support	32,055,000	31,920,000		63,975,000
<b>II. Support to Operations</b>				
<b>a. Command and Management Services</b>				
1. Command, Staff direction and coordination of GHQ, Area Commands and AFP Wide Support and Separate Units, Major Services and Specified Units	1,501,517,000	152,920,000		1,654,437,000
2. Operations and maintenance of Headquarters Services Command and other attached GHQ Units	1,491,661,000	75,790,000		1,567,451,000
3. Operations and maintenance of Headquarters Services Command and other attached GHQ Units	9,856,000	77,130,000		86,986,000
<b>b. Health Services</b>				
1. Operation and maintenance of Dental Dispensaries and Clinics of GHQ, Area Commands and AFP Wide Support and Separate Units	7,267,000	96,101,000		103,368,000
2. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of GHQ, Area Commands and AFP Wide Support and Separate Units	2,566,000	13,495,000		16,061,000
3. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of GHQ, Area Commands and AFP Wide Support and Separate Units	4,701,000	82,606,000		87,307,000
<b>c. Operations Services</b>				
1. Operation and maintenance of Headquarters, Commands and support to special operations Area Commands and AFP Wide Support and Separate Units	1,840,000	43,597,000		45,437,000
2. Operation and maintenance of Headquarters, Commands and support to special operations Area Commands and AFP Wide Support and Separate Units	1,840,000	43,597,000		45,437,000
<b>d. Strategic Planning and International Commitment</b>				
1. Support to strategic planning, capability development planning and international commitment		25,751,000		25,751,000
		25,751,000		25,751,000

e. Education and Training Services	7,738,000	50,487,000	58,225,000
1. Operation and maintenance of Training Institutions	7,738,000	19,561,000	27,299,000
2. Special Training Activities		30,926,000	30,926,000
Sub-Total, Support to Operations	1,518,362,000	368,856,000	1,887,218,000

## III. Operations

a. Operation Services			
1. Operations and Maintenance of Area Commands	36,146,000	154,292,000	190,438,000
a. NOLCOM	22,679,000	33,570,000	56,249,000
b. SOLCOM	1,285,000	23,022,000	24,307,000
c. VISCOM	1,229,000	30,758,000	31,987,000
d. SOUTHCOM	7,097,000	51,214,000	58,311,000
e. WESCOM	3,856,000	15,728,000	19,584,000
b. Military Intelligence Services			
1. Operation and maintenance of military intelligence and other related activities	21,170,000	113,386,000	134,556,000
c. Civil Military Operations			
1. Operation and maintenance of civil military activities	2,997,000	119,386,000	122,383,000
d. Logistical Services	22,627,000	530,763,000	553,390,000
1. Operation and maintenance of AFP Logistics Command	22,627,000	48,085,000	70,712,000
2. Logistical management and service for Area Commands and AFP Wide Support and other Services Units		482,678,000	482,678,000
e. Communication-Electronic Service			
1. Operation and maintenance of communication-electronics facilities	8,129,000	111,242,000	119,371,000
Sub-Total, Operations	91,069,000	1,029,069,000	1,120,138,000
TOTAL, PROGRAMS AND ACTIVITIES	P 1,641,486,000	P 1,429,845,000	P 3,071,331,000

## New Appropriations, by Object of Expenditures

=====

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

## Current Operating Expenditures

## Personal Services

Salaries of Permanent Positions	40,037
Military Pay and Allowances	1,193,552
Contractual, Casuals and Emergency Personnel	170,727

## Total Salaries/Wages

-----  
1,404,316

## Other Compensation

Terminal Leave Benefits	2,210
PAG-IBIG Contributions	13,224
Medicare Premiums	4,960
Employees Compensation Insurance Premiums (ECIP)	3,967
Overtime Pay	1,296
Representation and Transportation Allowance	218
Bonuses and Incentives	64,098
Step Increments for Merit and Length of Service	401
Personnel Economic Relief Allowance	60,984
Additional P500 Allowance	65,016
Clothing/Uniform Allowance	1,005
Subsistence Allowance	2,014
Others	6,577
Magna Carta of Public Health Workers per R.A. 7305	10,238
Special Group Term Insurance	962

## Total Other Compensation

-----  
237,170

## 01 Total Personal Services

-----  
1,641,486

## Maintenance and Other Operating Expenses

02 Travelling Expenses	48,659
03 Communication Services	14,749
04 Repair and Maintenance of Government Facilities	119,160
05 Repair and Maintenance of Government Vehicles	52,639
06 Transportation Services	21,593
07 Supplies and Materials	674,309
08 Rents	8,622
10 Grants, Subsidies and Contributions	7,071
11 Awards and Indemnities	300
14 Water, Illumination and Power Services	152,952
15 Social Security Benefits, Rewards and Other Claims	4,940
17 Training and Seminar Expenses	9,112
18 Extraordinary and Miscellaneous Expenses	21,943
19 Confidential and Intelligence Expenses	33,601
20 Anti-Insurgency/Contingency/Emergency Expenses	6,090
23 Gasoline, Oil and Lubricants	142,015
24 Fidelity Bonds and Insurance Premiums	6,009
29 Other Services	106,081



Total Maintenance and Other Operating Expenses	1,429,845
Total Current Operating Expenditures	3,071,331
Capital Outlays	
35 Buildings and Structures Outlay	19,600
36 Furniture, Fixtures, Equipment and Books Outlay	87,689
Total Capital Outlays	107,289
<b>TOTAL NEW APPROPRIATIONS</b>	<b>3,178,620</b>

## B.2 PHILIPPINE AIR FORCE

For general administration and support services, command and management services, health services, strategic planning and international commitments, education and training services, operations services, military intelligence services, civil military operations, and logistical services, including locally-funded projects as indicated hereunder.....P 3,866,495,000

## New Appropriations, by Program/Project

	Current Operating Expenditures			Total
	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 30,226,000	P 6,656,000	P	36,882,000
Sub-Total, General Administration and Support	30,226,000	6,656,000		36,882,000
<b>II. Support to Operations</b>				
a. Command and Management Services	46,753,000	4,836,000		51,589,000
b. Health Services	18,060,000	26,020,000		44,080,000
c. Strategic Planning and International Commitment		6,049,000		6,049,000
d. Education and Training Services	20,946,000	21,800,000		42,746,000
Sub-Total, Support to Operations	85,759,000	58,705,000		144,464,000
<b>III. Operations</b>				
a. Operations Services	1,838,473,000	25,234,000		1,863,707,000
b. Military Intelligence Services		38,382,000		38,382,000
c. Civil Military Operations		8,164,000		8,164,000
d. Logistical Services	29,795,000	1,353,433,000		1,383,228,000

Sub-Total, Operations	1,868,268,000	1,425,213,000	3,293,481,000
Total, Programs	1,984,253,000	1,490,574,000	3,474,827,000
<b>B. PROJECTS</b>			
<b>I. Locally-Funded Project(s)</b>			
a. Completion of Parking Apron		3,000,000	3,000,000
b. AFP Modernization Program - Augusta II and acquisition of various equipments		263,668,000	263,668,000
c. Organization, establishment and development of a cooperative for AFP officers, EPs and civilian employees		5,000,000	5,000,000
d. Rehabilitation of Air Defense Radar System		120,000,000	120,000,000
Sub-Total, Locally-Funded Project(s)	5,000,000	386,668,000	391,668,000
Total, Projects	5,000,000	386,668,000	391,668,000
TOTAL, NEW APPROPRIATIONS	P 1,984,253,000	P 1,495,574,000	P 3,866,495,000

**Special Provision**

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General Management and Supervision	P 30,226,000	P 1,440,000		P 31,666,000
2. Morale and Welfare		5,216,000		5,216,000
Sub-Total, General Administration and Support	30,226,000	6,656,000		36,882,000
<b>II. Support to Operations</b>				
<b>a. Command and Management Services</b>				
1. Command, staff direction and coordination of air force-wide units	46,753,000	4,836,000		51,589,000
b. Health Services	18,060,000	26,020,000		44,080,000
1. Operation and maintenance of Dental Dispensaries and Clinics of air force-wide units	2,097,000	4,000,000		6,097,000
2. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of air force-wide units	15,963,000	22,020,000		37,983,000

c. Strategic Planning and International Commitment		6,049,000	6,049,000
1. Support to strategic planning, capability development planning and international commitments		6,049,000	6,049,000
d. Education and Training Services	20,946,000	21,800,000	42,746,000
1. Operation and maintenance and Air Force Training Wings and Units	20,946,000	21,800,000	42,746,000
Sub-Total, Support to Operations	85,759,000	58,705,000	144,464,000

## III. Operations

a. Operations Services	1,838,473,000	25,234,000	1,863,707,000
1. Operation and maintenance of air force divisions	8,347,000	3,520,000	11,867,000
a. 1st Air Division	1,295,000	1,263,000	2,558,000
b. 2nd Air Division	823,000	789,000	1,612,000
c. 3rd Air Division	6,229,000	1,468,000	7,697,000
2. Operations and maintenance of wing and units	1,830,126,000	21,714,000	1,851,840,000
b. Military Intelligence Services		38,382,000	38,382,000
1. Operation and maintenance of air force intelligence activities		38,382,000	38,382,000
c. Civil Military Operations		8,164,000	8,164,000
1. Operation and maintenance of civil military operations		8,164,000	8,164,000
d. Logistical Services	29,795,000	1,353,433,000	1,383,228,000
1. Logistical management and services for air force wide units	29,795,000	1,091,803,000	1,121,598,000
2. Inspection, repair as necessary for aircraft engines, overhaul of deadline aircraft component including the upgrading of the engine shop		261,630,000	261,630,000
Sub-Total, Operations	1,868,268,000	1,425,213,000	3,293,481,000
TOTAL, PROGRAMS AND ACTIVITIES	P 1,984,253,000	P 1,490,574,000	P 3,474,827,000

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

## A. Programs/Locally-Funded Projects

## Current Operating Expenditures

<b>Personal Services</b>	
Salaries of Permanent Positions	73,757
Military Pay and Allowances	1,438,348
Contractual, Casuals and Emergency Personnel	75,303
	<hr/>
<b>Total Salaries/Wages</b>	<b>1,587,408</b>
<b>Other Compensation</b>	
Terminal Leave Benefits	1,665
PAG-IBIG Contributions	23,414
Medicare Premiums	8,781
Employees Compensation Insurance Premiums (ECIP)	7,023
Overtime Pay	1,554
Representation and Transportation Allowance	125
Bonuses and Incentives	108,500
Step Increments for Merit and Length of Service	739
Personnel Economic Relief Allowance	113,508
Additional P500 Allowance	116,502
Clothing/Uniform Allowance	2,065
Subsistence Allowance	5,133
Magna Carta of Public Health Workers per R.A. 7305	6,747
Special Group Term Insurance	1,089
	<hr/>
<b>Total Other Compensation</b>	<b>396,845</b>
	<hr/>
<b>01 Total Personal Services</b>	<b>1,984,253</b>
<b>Maintenance and Other Operating Expenses</b>	
02 Travelling Expenses	57,888
03 Communication Services	2,689
04 Repair and Maintenance of Government Facilities	46,830
05 Repair and Maintenance of Government Vehicles	10,582
06 Transportation Services	3,000
07 Supplies and Materials	573,132
08 Rents	3,420
10 Grants, Subsidies and Contributions	5,466
11 Awards and Indemnities	500
14 Water, Illumination and Power Services	131,370
15 Social Security Benefits, Rewards and Other Claims	1,440
17 Training and Seminar Expenses	9,246
18 Extraordinary and Miscellaneous Expenses	3,087
19 Confidential and Intelligence Expenses	637
21 Taxes, Duties and Fees	1,300
23 Gasoline, Oil and Lubricants	436,090
24 Fidelity Bonds and Insurance Premiums	2,000
29 Other Services	206,897
	<hr/>
<b>Total Maintenance and Other Operating Expenses</b>	<b>1,495,574</b>
	<hr/>
<b>Total Current Operating Expenditures</b>	<b>3,479,827</b>
<b>Capital Outlays</b>	
34 Land and Land Improvements Outlay	3,000
36 Furniture, Fixtures, Equipment and Books Outlay	383,668
	<hr/>
<b>Total Capital Outlays</b>	<b>386,668</b>
	<hr/>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>3,866,495</b>
	<hr/> <hr/>

## 8.3 PHILIPPINE ARMY

For general administration and support services, command and management/health/logistical services, strategic planning and international commitment, education and training/operations/military intelligence services, and civil military operations as indicated hereunder.....P 8,379,215,000  
=====

New Appropriations, by Program/Project  
=====

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 44,111,000	P 43,570,000	P	87,681,000
Sub-Total, General Administration and Support	44,111,000	43,570,000		87,681,000
<b>II. Support to Operations</b>				
a. Command and Management Services	16,709,000	61,651,000		78,360,000
b. Health Services	20,902,000	67,324,000		88,226,000
c. Logistical Services		9,815,000		9,815,000
d. Strategic Planning and International Commitments		4,240,000		4,240,000
e. Education and Training Services	4,543,000	104,267,000		108,810,000
Sub-Total, Support to Operations	42,154,000	247,297,000		289,451,000
<b>III. Operations</b>				
a. Operations Services	7,020,680,000	40,809,000		7,061,489,000
b. Military Intelligence Services		72,633,000		72,633,000
c. Logistical Services	4,700,000	703,670,000		708,370,000
d. Civil-Military Operations		50,534,000		50,534,000
Sub-Total, Operations	7,025,380,000	867,646,000		7,893,026,000
<b>Total, Programs</b>	<b>7,111,645,000</b>	<b>1,158,513,000</b>		<b>8,270,158,000</b>
<b>B. PROJECTS</b>				
<b>I. Locally-Funded Project(s)</b>				
a. Land and Land Improvements Outlay			30,000,000	30,000,000
1. Completion of Roadnets and Drainage			15,000,000	15,000,000

2. Fencing and Laying of Communication Lines	5,000,000	5,000,000	
3. Development of Libingan ng Mga Bayani	10,000,000	10,000,000	
<b>b. Buildings and Structures Outlay</b>	<b>7,000,000</b>	<b>7,000,000</b>	
1. Construction of Barracks	2,000,000	2,000,000	
2. Improvement of Medical, Dental, Training and Sports Facilities	5,000,000	5,000,000	
<b>c. Furniture, Fixtures, Equipment and Books Outlays</b>	<b>64,057,000</b>	<b>64,057,000</b>	
1. AFP Modernization - Amortization of SIMBA Contract (5th and last installment)	54,057,000	54,057,000	
2. Procurement of Computer Equipment	10,000,000	10,000,000	
d. Organization, establishment and development of a cooperative for AFP officers, EPS and civilian employees	8,000,000	8,000,000	
<b>Sub-Total, Locally-Funded Project(s)</b>	<b>8,000,000</b>	<b>101,057,000</b>	<b>109,057,000</b>
<b>Total, Projects</b>	<b>8,000,000</b>	<b>101,057,000</b>	<b>109,057,000</b>
<b>TOTAL, NEW APPROPRIATIONS</b>	<b>P 7,111,645,000</b>	<b>P 1,166,513,000</b>	<b>P 101,057,000</b>
			<b>P 8,379,215,000</b>

**Special Provision**

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General management and supervision	P 44,111,000	P 878,000		P 44,989,000
2. Morale and welfare activity		42,692,000		42,692,000
<b>Sub-Total, General Administration and Support</b>	<b>44,111,000</b>	<b>43,570,000</b>		<b>87,681,000</b>
<b>II. Support to Operations</b>				
<b>a. Command and Management Services</b>				
1. Command, staff direction and coordination of army-wide units	16,709,000	61,651,000		78,360,000
<b>b. Health Services</b>	20,902,000	67,324,000		88,226,000
1. Operation and maintenance of dental dispensaries and clinics of army-wide units	1,926,000	23,729,000		25,655,000

2. Operation and maintenance of hospital and medical dispensaries and clinics of army-wide units	18,976,000	43,595,000	62,571,000
<b>c. Logistical Services</b>			
1. Operation and maintenance of the Libingan ng mga Bayani		9,815,000	9,815,000
<b>d. Strategic Planning and International Commitment</b>			
1. Support to strategic planning, capability development planning and international commitment		4,240,000	4,240,000
<b>e. Education and Training Services</b>	4,543,000	104,267,000	108,810,000
1. Conduct of Army Training activities	4,543,000	75,436,000	79,979,000
2. Operation and maintenance of army training institution		28,831,000	28,831,000
<b>Sub-Total, Support to Operations</b>	<b>42,154,000</b>	<b>247,297,000</b>	<b>289,451,000</b>
<b>III. Operations</b>			
<b>a. Operations Services</b>			
1. Direction of army operations	7,020,680,000	40,809,000	7,061,489,000
<b>b. Military Intelligence Services</b>			
1. Operation and maintenance of Army intelligence activities		72,633,000	72,633,000
<b>c. Logistical Services</b>			
1. Logistical management services for army-wide units	4,700,000	703,670,000	708,370,000
<b>d. Civil-Military Operations</b>			
1. Operation and maintenance of army civil-military activities		50,534,000	50,534,000
<b>Sub-Total, Operations</b>	<b>7,025,380,000</b>	<b>867,646,000</b>	<b>7,893,026,000</b>
<b>TOTAL, PROGRAMS AND ACTIVITIES</b>	<b>P 7,111,645,000</b>	<b>P 1,158,513,000</b>	<b>P 8,270,158,000</b>
<b>New Appropriations, by Object of Expenditures</b>			
=====			
(In Thousand Pesos)			
<b>A. Programs/Locally-Funded Projects</b>			
<b>Current Operating Expenditures</b>			
<b>Personal Services</b>			
Salaries of Permanent Positions			46,634

Military Pay and Allowances	5,574,681
Contractual, Casuals and Emergency Personnel	27,994
	<hr/>
Total Salaries/Wages	5,649,309
	<hr/>
Other Compensation	
Terminal Leave Benefits	55,646
PAG-IBIG Contributions	99,403
Medicare Premiums	37,277
Employees Compensation Insurance Premiums (ECIP)	29,821
Overtime Pay	1,141
Representation and Transportation Allowance	94
Honoraria	106
Bonuses and Incentives	234,962
Step Increments for Merit and Length of Service	466
Personnel Economic Relief Allowance	487,212
Additional P500 Allowance	495,463
Clothing/Uniform Allowance	1,253
Magna Carta of Public Health Workers per R.A. 7305	14,344
Special Group Term Insurance	5,148
	<hr/>
Total Other Compensation	1,462,336
	<hr/>
01 Total Personal Services	7,111,645
	<hr/>
Maintenance and Other Operating Expenses	
02 Travelling Expenses	42,801
03 Communication Services	8,921
04 Repair and Maintenance of Government Facilities	70,784
05 Repair and Maintenance of Government Vehicles	260,890
06 Transportation Services	17,460
07 Supplies and Materials	443,019
08 Rents	35,303
10 Grants, Subsidies and Contributions	8,000
11 Awards and Indemnities	1,715
14 Water, Illumination and Power Services	95,025
15 Social Security Benefits, Rewards and Other Claims	693
17 Training and Seminar Expenses	10,194
18 Extraordinary and Miscellaneous Expenses	328
19 Confidential and Intelligence Expenses	7,790
20 Anti-Insurgency/Contingency/Emergency Expenses	10,376
23 Gasoline, Oil and Lubricants	98,720
24 Fidelity Bonds and Insurance Premiums	4,895
29 Other Services	49,599
	<hr/>
Total Maintenance and Other Operating Expenses	1,166,513
	<hr/>
Total Current Operating Expenditures	8,278,158
	<hr/>
Capital Outlays	
34 Land and Land Improvements Outlay	30,000
35 Buildings and Structures Outlay	7,000
36 Furniture, Fixtures, Equipment and Books Outlay	64,057
	<hr/>
Total Capital Outlays	101,057
	<hr/>
TOTAL NEW APPROPRIATIONS	8,379,215
	<hr/> <hr/>



B.4 PHILIPPINE NAVY

For general administration and support services, administration of personnel benefits, command and management services, health services, strategic planning and international commitments, education and training services, direction of naval operations, military intelligence services, logistical services, and civil military operations, including locally-funded project as indicated hereunder.....P 4,611,720,000  
=====

New Appropriations, by Program/Project  
=====

Current Operating Expenditures

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 26,187,000	P 16,826,000		P 43,013,000
Sub-Total, General Administration and Support	26,187,000	16,826,000		43,013,000
<b>II. Support to Operations</b>				
a. Command and Management Services	2,682,872,000	52,212,000		2,735,084,000
b. Health Services	6,323,000	37,156,000		43,479,000
c. Strategic Planning and International Commitments		3,500,000		3,500,000
d. Education and Training Services	2,158,000	31,637,000		33,795,000
Sub-Total, Support to Operations	2,691,353,000	124,505,000		2,815,858,000
<b>III. Operations</b>				
a. Direction of Naval Operations	40,878,000	176,151,000		217,029,000
b. Military Intelligence Services		9,928,000		9,928,000
c. Logistics Services	31,798,000	1,405,476,000		1,437,274,000
d. Civil-Military Operations		11,118,000		11,118,000
Sub-Total, Operations	72,676,000	1,602,673,000		1,675,349,000
<b>Total, Programs</b>	<b>2,790,216,000</b>	<b>1,744,004,000</b>		<b>4,534,220,000</b>
<b>B. PROJECTS</b>				
<b>I. Locally-Funded Project(s)</b>				
a. Communication and Navigational Equipment			42,500,000	42,500,000
b. Construction of new enlisted men's barracks in naval districts			30,000,000	30,000,000
c. Organization, establishment and development of a cooperative for AFP officers, EPs and civilian employees		5,000,000		5,000,000
Sub-Total, Locally-Funded Project(s)		5,000,000	72,500,000	77,500,000

Total, Projects	5,000,000	72,500,000	77,500,000
TOTAL, NEW APPROPRIATIONS	P 2,790,216,000 P 1,749,004,000 P	72,500,000 P	4,611,720,000

**Special Provision**

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General Management and Supervision	26,187,000	4,670,000		30,857,000
2. Morale and Welfare		12,156,000		12,156,000
Sub-Total, General Administration and Support	26,187,000	16,826,000		43,013,000
<b>II. Support to Operations</b>				
<b>a. Command and Management Services</b>				
1. Command, staff direction and coordination of navy-wide units	2,682,872,000	52,212,000		2,735,084,000
<b>b. Health Services</b>	6,323,000	37,156,000		43,479,000
1. Operation and maintenance of Dental Dispensaries and Clinics of navy-wide units	903,000	10,403,000		11,306,000
2. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of navy-wide units	5,420,000	26,753,000		32,173,000
<b>c. Strategic Planning and International Commitment</b>				
1. Support to strategic planning, capability development planning and international commitments		3,500,000		3,500,000
<b>d. Education and Training Services</b>				
1. Operation and maintenance of Naval Training Centers	2,158,000	31,637,000		33,795,000
Sub-Total, Support to Operations	2,691,353,000	124,505,000		2,815,858,000
<b>III. Operations</b>				
<b>a. Direction of Naval Operations</b>	40,878,000	176,151,000		217,029,000

1. Operation and a maintenance of naval districts		16,321,000	16,321,000
2. Operation and maintenance of other naval units	40,878,000	159,830,000	200,708,000
<b>b. Military Intelligence Services</b>		9,928,000	9,928,000
1. Operation and maintenance of naval intelligence activities		9,928,000	9,928,000
<b>c. Logistics Services</b>	31,798,000	1,405,476,000	1,437,274,000
1. Logistical management and services of navy-wide units	14,496,000	1,120,362,000	1,134,858,000
2. Maintenance of vessels/craft	8,907,000	167,835,000	176,742,000
3. Maintenance of other naval facilities	8,395,000	117,279,000	125,674,000
<b>d. Civil-Military Operations</b>		11,118,000	11,118,000
1. Operation and maintenance of civil-military operations		11,118,000	11,118,000
<b>Sub-Total, Operations</b>	72,676,000	1,602,673,000	1,675,349,000
<b>TOTAL, PROGRAMS AND ACTIVITIES</b>	<b>P 2,790,216,000</b>	<b>P 1,744,004,000</b>	<b>P 4,534,220,000</b>

New Appropriations, by Object of Expenditures  
 =====  
 (In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	58,399
Military Pay and Allowances	2,081,441
Contractual, Casuals and Emergency Personnel	70,275

Total Salaries/Wages

2,210,115

Other Compensation

Terminal Leave Benefits	1,604
PAG-IBIG Contributions	31,823
Medicare Premiums	11,933
Employees Compensation Insurance Premiums (ECIP)	9,547
Overtime Pay	1,533
Representation and Transportation Allowance	218
Bonuses and Incentives	180,097
Step Increments for Merit and Length of Service	584
Longevity Pay	4,546
Personnel Economic Relief Allowance	157,230
Additional P500 Allowance	158,520
Clothing/Uniform Allowance	1,574

Others	3,591
Magna Carta of Public Health Workers per R.A. 7305	15,645
Special Group Term Insurance	1,656
<b>Total Other Compensation</b>	<b>580,101</b>
<b>01 Total Personal Services</b>	<b>2,790,216</b>
<b>Maintenance and Other Operating Expenses</b>	
02 Travelling Expenses	27,063
03 Communication Services	4,479
04 Repair and Maintenance of Government Facilities	71,311
05 Repair and Maintenance of Government Vehicles	23,165
06 Transportation Services	55,159
07 Supplies and Materials	600,790
08 Rents	3,520
10 Grants, Subsidies and Contributions	5,000
14 Water, Illumination and Power Services	103,008
15 Social Security Benefits, Rewards and Other Claims	4,670
17 Training and Seminar Expenses	1,050
18 Extraordinary and Miscellaneous Expenses	6,674
19 Confidential and Intelligence Expenses	9,928
20 Anti-Insurgency/Contingency/Emergency Expenses	2,215
21 Taxes, Duties and Fees	23,850
23 Gasoline, Oil and Lubricants	603,959
24 Fidelity Bonds and Insurance Premiums	7,440
29 Other Services	195,723
<b>Total Maintenance and Other Operating Expenses</b>	<b>1,749,004</b>
<b>Total Current Operating Expenditures</b>	<b>4,539,220</b>
<b>Capital Outlays</b>	
35 Buildings and Structures Outlay	30,000
36 Furniture, Fixtures, Equipment and Books Outlay	42,500
<b>Total Capital Outlays</b>	<b>72,500</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>4,611,720</b>

**B.5 PRESIDENTIAL SECURITY GROUP**

For general administration and support services and presidential security services as indicated hereunder..... P 217,643,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>	P 25,561,000	P		P 25,561,000

Sub-Total, General Administration and Support	25,561,000		25,561,000
<b>II. Operations</b>			
a. Presidential Security Services	122,342,000	69,740,000	192,082,000
Sub-Total, Operations	122,342,000	69,740,000	192,082,000
Total, Programs	147,903,000	69,740,000	217,643,000
<b>TOTAL, NEW APPROPRIATIONS</b>	<b>P 147,903,000 P</b>	<b>69,740,000</b>	<b>P 217,643,000</b>

**Special Provisions**

1. Release of Fund. The amounts herein appropriated shall be released through the General Headquarters, AFP.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>I. General Administration and Support</b>				
a. General Administration and Support Services				
1. General Management and Supervision	P 25,561,000			P 25,561,000
Sub-Total, General Administration and Support	25,561,000			25,561,000
<b>II. Operations</b>				
a. Presidential Security Services				
1. Presidential Security Services	122,342,000	69,740,000		192,082,000
Sub-Total, Operations	122,342,000	69,740,000		192,082,000
<b>TOTAL, PROGRAMS AND ACTIVITIES</b>	<b>P 147,903,000 P</b>	<b>69,740,000</b>		<b>P 217,643,000</b>

**New Appropriations, by Object of Expenditures**

(In Thousand Pesos)

**A. Programs/Locally-Funded Projects****Current Operating Expenditures****Personal Services**

Military Pay and Allowances	120,236
Contractual, Casuals and Emergency Personnel	2,106
<b>Total Salaries/Wages</b>	<b>122,342</b>

Other Compensation

PAG-IBIG Contributions	1,560
Medicare Premiums	585
Employees Compensation Insurance Premiums (ECIP)	468
Bonuses and Incentives	7,227
Personnel Economic Relief Allowance	7,596
Additional P500 Allowance	7,764
Clothing/Uniform Allowance	64
Magna Carta of Public Health Workers per R.A. 7305	183
Special Group Term Insurance	114

Total Other Compensation 25,561

01 Total Personal Services 147,903

Maintenance and Other Operating Expenses

02 Travelling Expenses	5,657
03 Communication Services	1,313
04 Repair and Maintenance of Government Facilities	4,013
05 Repair and Maintenance of Government Vehicles	6,262
07 Supplies and Materials	24,351
08 Rents	820
14 Water, Illumination and Power Services	8,044
17 Training and Seminar Expenses	1,118
18 Extraordinary and Miscellaneous Expenses	440
19 Confidential and Intelligence Expenses	2,138
20 Anti-Insurgency/Contingency/Emergency Expenses	1,415
23 Gasoline, Oil and Lubricants	7,000
29 Other Services	7,169

Total Maintenance and Other Operating Expenses 69,740

Total Current Operating Expenditures 217,643

TOTAL NEW APPROPRIATIONS 217,643

8.6 ARMED FORCES OF THE PHILIPPINES MEDICAL CENTER

For general administration and support services, hospitalization and medical care services as indicated hereunder....P 311,721,000

New Appropriations, by Program/Project

=====

Current Operating Expenditures

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 61,028,000			P 61,028,000
Sub-Total, General Administration and Support	61,028,000			61,028,000

## II. Operations

a. Hospitalization and Medical Care Services	114,881,000	135,812,000	250,693,000
Sub-Total, Operations	114,881,000	135,812,000	250,693,000
Total, Programs	175,909,000	135,812,000	311,721,000
TOTAL, NEW APPROPRIATIONS	P 175,909,000	P 135,812,000	P 311,721,000

## Special Provisions

1. Release of Fund. The amounts herein appropriated shall be released through the General Headquarters, AFP.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

## PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 61,028,000			P 61,028,000
Sub-Total, General Administration and Support	61,028,000			61,028,000
II. Operations				
a. Hospitalization and Medical Care Services				
1. Hospitalization and medical care services to AFP personnel and their dependents	114,881,000	135,812,000		250,693,000
Sub-Total, Operations	114,881,000	135,812,000		250,693,000
TOTAL, PROGRAMS AND ACTIVITIES	P 175,909,000	P 135,812,000		P 311,721,000

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

## A. Programs/Locally-Funded Projects

## Current Operating Expenditures

## Personal Services

Salaries of Permanent Positions	18,095
Military Pay and Allowances	98,470
Contractual, Casuals and Emergency Personnel	19,172
Consultant's and Specialists Fees and Allowances	5,618
Total Salaries/Wages	141,355

Other Compensation

Terminal Leave Benefits	434
PAG-IBIG Contributions	1,277
Medicare Premiums	479
Employees Compensation Insurance Premiums (ECIP)	384
Overtime Pay	357
Bonuses and Incentives	6,356
Step Increments for Merit and Length of Service	181
Personnel Economic Relief Allowance	5,934
Additional P500 Allowance	6,317
Clothing/Uniform Allowance	486
Magna Carta of Public Health Workers per R.A. 7305	12,301
Special Group Term Insurance	48

Total Other Compensation 34,554

01 Total Personal Services 175,909

Maintenance and Other Operating Expenses

02 Travelling Expenses	150
03 Communication Services	460
04 Repair and Maintenance of Government Facilities	5,500
05 Repair and Maintenance of Government Vehicles	450
07 Supplies and Materials	103,284
08 Rents	80
14 Water, Illumination and Power Services	13,693
15 Social Security Benefits, Rewards and Other Claims	1,148
17 Training and Seminar Expenses	480
18 Extraordinary and Miscellaneous Expenses	80
23 Gasoline, Oil and Lubricants	1,325
24 Fidelity Bonds and Insurance Premiums	800
29 Other Services	8,362

Total Maintenance and Other Operating Expenses 135,812

Total Current Operating Expenditures 311,721

TOTAL NEW APPROPRIATIONS 311,721

B.7 CITIZEN ARMED FORCES GEOGRAPHICAL UNITS

For organization of reservists for security and development activities in support of the counter-insurgency program as indicated hereunder.....P 597,509,000

New Appropriations, by Program/Project

Current Operating Expenditures

<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
--------------------------	---	------------------------	--------------

A. PROGRAMS



## I. Operations

- a. Organization of Reservist for Security and Development activities in support of the Counter-Insurgency Program

P 577,601,000	P 19,908,000	P 597,509,000
<hr/>		<hr/>
577,601,000	19,908,000	597,509,000
<hr/>		<hr/>
577,601,000	19,908,000	597,509,000
<hr/>		<hr/>
P 577,601,000	P 19,908,000	P 597,509,000
<hr/>		<hr/>

Sub-Total, Operations

Total, Programs

TOTAL, NEW APPROPRIATIONS

## Special Provisions

1. CAFGU Compensation and Separation Benefit. The appropriation authorized herein shall be used for the compensation of CAFGUs including the payment of their separation benefits not exceeding one (1) year subsistence allowance for the members who will be deactivated in 1996. The Chief of Staff, AFP, shall, subject to the approval of the Secretary of National Defense, promulgate policies and procedures for the payment of separation benefits.

2. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically of the following activities in the indicated amounts and conditions:

## PROGRAMS AND ACTIVITIES

## I. Operations

- a. Organization of Reservist for Security and Development activities in support of the Counter-Insurgency Program

Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
P 577,601,000	P 19,908,000		P 597,509,000
<hr/>			<hr/>
577,601,000	19,908,000		597,509,000
<hr/>			<hr/>
P 577,601,000	P 19,908,000		P 597,509,000
<hr/>			<hr/>

Sub-Total, Operations

TOTAL, PROGRAMS AND ACTIVITIES

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

## A. Programs/Locally-Funded Projects

## Current Operating Expenditures

Personal Services

Other Compensation

Subsistence Allowance

577,601

Total Other Compensation

577,601

01 Total Personal Services

577,601

Maintenance and Other Operating Expenses

02 Travelling Expenses

229

07 Supplies and Materials

12,234

29 Other Services	7,445
Total Maintenance and Other Operating Expenses	19,908
<b>TOTAL NEW APPROPRIATIONS</b>	<b>597,509</b>

**B.8 PHILIPPINE MILITARY ACADEMY**

For general administration and support services, military education and training including locally-funded project as indicated hereunder.....P 309,337,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 1,424,000		P	P 1,424,000
Sub-Total, General Administration and Support	1,424,000			1,424,000
<b>II. Support to Operations</b>				
a. Military Education and Training	221,578,000	76,335,000		297,913,000
Sub-Total, Support to Operations	221,578,000	76,335,000		297,913,000
<b>Total, Programs</b>	223,002,000	76,335,000		299,337,000
<b>B. PROJECTS</b>				
<b>I. Locally-Funded Project(s)</b>				
a. Construction of PMA Auditorium			10,000,000	10,000,000
Sub-Total, Locally-Funded Project(s)			10,000,000	10,000,000
<b>Total, Projects</b>			10,000,000	10,000,000
<b>TOTAL, NEW APPROPRIATIONS</b>	P 223,002,000	P 76,335,000	P 10,000,000	P 309,337,000

**Special Provisions**

1. Release of Fund. The amounts herein appropriated shall be released through the General Headquarters, AFP.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

## PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 1,424,000			P 1,424,000
Sub-Total, General Administration and Support	1,424,000			1,424,000
II. Support to Operations				
a. Military Education and Training	221,578,000	76,335,000		297,913,000
Sub-Total, Support to Operations	221,578,000	76,335,000		297,913,000
TOTAL, PROGRAMS AND ACTIVITIES	P 223,002,000	P 76,335,000		P 299,337,000

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

## A. Programs/Locally-Funded Projects

## Current Operating Expenditures

## Personal Services

Salaries of Permanent Positions	13,657
Military Pay and Allowances	161,573
Contractual, Casuals and Emergency Personnel	7,860
<b>Total Salaries/Wages</b>	<b>183,090</b>

## Other Compensation

PAG-IBIG Contributions	2,365
Medicare Premiums	887
Employees Compensation Insurance Premiums (ECIP)	710
Overtime Pay	268
Bonuses and Incentives	10,781
Step Increments for Merit and Length of Service	110
Personnel Economic Relief Allowance	11,490
Additional P500 Allowance	11,760
Clothing/Uniform Allowance	332
Magna Carta of Public Health Workers per R.A. 7305	1,156
Special Group Term Insurance	53

<b>Total Other Compensation</b>	<b>39,912</b>
---------------------------------	---------------

<b>01 Total Personal Services</b>	<b>223,002</b>
-----------------------------------	----------------

Maintenance and Other Operating Expenses

02 Travelling Expenses	3,150
03 Communication Services	575
04 Repair and Maintenance of Government Facilities	10,362
05 Repair and Maintenance of Government Vehicles	4,200
06 Transportation Services	525
07 Supplies and Materials	40,220
08 Rents	200
14 Water, Illumination and Power Services	6,500
17 Training and Seminar Expenses	200
18 Extraordinary and Miscellaneous Expenses	1,000
19 Confidential and Intelligence Expenses	1,000
23 Gasoline, Oil and Lubricants	5,150
29 Other Services	3,253

Total Maintenance and Other Operating Expenses 76,335

Total Current Operating Expenditures 299,337

Capital Outlays

35 Buildings and Structures Outlay 10,000

Total Capital Outlays 10,000

TOTAL NEW APPROPRIATIONS 309,337

8.9 AFP PENSION AND GRATUITY FUND

For payment of pension and gratuity of AFP pensioners and retirees as indicated hereunder.....P 2,672,038,000

New Appropriations, by Program/Project

=====

	<u>Current Operating Expenditures</u>			Total
	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. For payment of pension and gratuity of AFP pensioners and retirees	P 2,544,298,000	P 127,740,000		P 2,672,038,000
Sub-Total, General Administration and Support	2,544,298,000	127,740,000		2,672,038,000
Total, Programs	2,544,298,000	127,740,000		2,672,038,000
TOTAL, NEW APPROPRIATIONS	P 2,544,298,000	P 127,740,000		P 2,672,038,000

Special Provisions

1. Administration of the Fund. The amounts herein authorized for this program shall be administered by the General Headquarters, AFP.

2. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. For payment of pension and gratuity of AFP pensioners and retirees	P 2,544,298,000	P 127,740,000		P 2,672,038,000
Sub-Total, General Administration and Support	2,544,298,000	127,740,000		2,672,038,000
TOTAL, PROGRAMS AND ACTIVITIES	P 2,544,298,000	P 127,740,000		P 2,672,038,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Other Compensation

    Pensions

Total Other Compensation

01 Total Personal Services

Maintenance and Other Operating Expenses

15 Social Security Benefits, Rewards and Other Claims

Total Maintenance and Other Operating Expenses

TOTAL NEW APPROPRIATIONS

2,544,298

2,544,298

2,544,298

127,740

127,740

2,672,038

**B.10 RETIREES AND RESERVIST AFFAIRS PROGRAM**

For operation and maintenance of retirees and reservist affairs activities including locally-funded project as indicated hereunder.....P 91,794,000

New Appropriations, by Program/Project

Current Operating Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PROGRAMS				
I. Operations				
a. Operation and maintenance of Retirees & Reservist Affairs Activities	P 71,794,000			P 71,794,000

Sub-Total, Operations	71,794,000	71,794,000
Total, Programs	71,794,000	71,794,000
<b>B. PROJECTS</b>		
<b>I. Locally-Funded Project(s)</b>		
a. Construction of Barracks/Regional Training Center	P 20,000,000	P 20,000,000
Sub-Total, Locally-Funded Project(s)	20,000,000	20,000,000
Total, Projects	20,000,000	20,000,000
TOTAL, NEW APPROPRIATIONS	P 71,794,000	P 91,794,000

**Special Provisions**

1. Administration of the Fund. The amounts herein authorized for this program shall be administered by the General Headquarters, AFP.
2. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>I. Operations</b>				
a. Operation and maintenance of Retirees & Reservist Affairs Activities				
1. General Headquarters	P 33,301,000			P 33,301,000
2. Philippine Air Force		6,170,000		6,170,000
3. Philippine Army		23,941,000		23,941,000
4. Philippine Navy		8,382,000		8,382,000
Sub-Total, Operations		71,794,000		71,794,000
TOTAL, PROGRAMS AND ACTIVITIES	P 71,794,000			P 71,794,000

**New Appropriations, by Object of Expenditures**

(In Thousand Pesos)

**A. Programs/Locally-Funded Projects**

**Current Operating Expenditures**

**Maintenance and Other Operating Expenses**

02 Travelling Expenses	361
03 Communication Services	385

04 Repair and Maintenance of Government Facilities	11,416
05 Repair and Maintenance of Government Vehicles	704
07 Supplies and Materials	53,949
08 Rents	53
14 Water, Illumination and Power Services	596
18 Extraordinary and Miscellaneous Expenses	204
29 Other Services	4,126
<b>Total Maintenance and Other Operating Expenses</b>	<b>71,794</b>
<b>Total Current Operating Expenditures</b>	<b>71,794</b>
<b>Capital Outlays</b>	
35 Buildings and Structures Outlay	20,000
<b>Total Capital Outlays</b>	<b>20,000</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>91,794</b>

**C. GOVERNMENT ARSENAL**

For general administration and support services, formulation of plans and programs for the development and manufacture of arms and ammunitions and maintenance of security arsenals, as indicated hereunder.....P 185,390,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 31,161,000	P 15,411,000		P 46,572,000
Sub-Total, General Administration and Support	31,161,000	15,411,000		46,572,000
<b>II. Support to Operations</b>				
a. Formulation of Plans and Programs for the Development and Manufacture of Arms and Ammunition	5,751,000	346,000		6,097,000
Sub-Total, Support to Operations	5,751,000	346,000		6,097,000
<b>III. Operations</b>				
a. Manufacture of Arms and Ammunition and Maintenance and Security of Arsenals	53,242,000	57,116,000	22,363,000	132,721,000
Sub-Total, Operations	53,242,000	57,116,000	22,363,000	132,721,000
<b>Total, Programs</b>	90,154,000	72,873,000	22,363,000	185,390,000
<b>TOTAL, NEW APPROPRIATIONS</b>	P 90,154,000	P 72,873,000	P 22,363,000	P 185,390,000

**Special Provisions**

1. **Authority to Barter Scrap.** The Director of the Government Arsenal, upon notice to the Commission on Audit and prior approval of the Secretary of National Defense, is authorized to barter scrap with essential facilities in the operation of the Government Arsenal: PROVIDED, That the money value of the scrap items bartered shall be recorded as income of the Government Arsenal and the equipment shall be recorded as government property.

2. **Authority to Sell.** Any provision of law to the contrary notwithstanding, the Government Arsenal is authorized to sell ammunition and ammunition components to the PNP and other government agencies authorized by law to maintain national security and peace and order under rules and regulations prescribed by the Secretary of National Defense provided that the programmed requirements of the Armed Forces of the Philippines shall be first satisfied.

3. **Appropriations for Programs and Specific Activities.** The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General management and supervision	P 31,161,000	P 15,411,000		P 46,572,000
Sub-Total, General Administration and Support	31,161,000	15,411,000		46,572,000
<b>II. Support to Operations</b>				
<b>a. Formulation of Plans and Programs for the Development and Manufacture of Arms and Ammunition</b>				
1. Formulate plans and programs to develop and manufacture arms and ammunition	5,751,000	346,000		6,097,000
Sub-Total, Support to Operations	5,751,000	346,000		6,097,000
<b>III. Operations</b>				
<b>a. Manufacture of Arms and Ammunition and Maintenance and Security of Arsenals</b>				
1. Manufacture and storage of arms and ammunition and the assurance of quality thereof	53,242,000	57,116,000	22,363,000	132,721,000
Sub-Total, Operations	53,242,000	57,116,000	22,363,000	132,721,000
<b>TOTAL, PROGRAMS AND ACTIVITIES</b>	P 90,154,000	P 72,873,000	P 22,363,000	P 185,390,000

**New Appropriations, by Object of Expenditures**

(In Thousand Pesos)

**A. Programs/Locally-funded Projects**

Current Operating Expenditures



## Personal Services

Salaries of Permanent Positions	49,879
Contractual, Casuals and Emergency Personnel	974

Total Salaries/Wages	50,853
----------------------	--------

## Other Compensation

Terminal Leave Benefits	1,595
PAG-IBIG Contributions	1,078
Medicare Premiums	404
Employees Compensation Insurance Premiums (ECIP)	324
Overtime Pay	995
Representation and Transportation Allowance	338
Bonuses and Incentives	5,054
Step Increments for Merit and Length of Service	499
Personnel Economic Relief Allowance	5,328
Additional P500 Allowance	5,376
Quarters Allowance	1,500
Clothing/Uniform Allowance	1,347
Subsistence Allowance	300
Hazard Pay	14,963
Magna Carta of Public Health Workers per R.A. 7305	200

Total Other Compensation	39,301
--------------------------	--------

01 Total Personal Services	90,154
----------------------------	--------

## Maintenance and Other Operating Expenses

02 Travelling Expenses	520
03 Communication Services	50
04 Repair and Maintenance of Government Facilities	2,584
05 Repair and Maintenance of Government Vehicles	144
07 Supplies and Materials	59,629
14 Water, Illumination and Power Services	4,200
15 Social Security Benefits, Rewards and Other Claims	2,630
17 Training and Seminar Expenses	500
18 Extraordinary and Miscellaneous Expenses	42
19 Confidential and Intelligence Expenses	300
23 Gasoline, Oil and Lubricants	715
24 Fidelity Bonds and Insurance Premiums	5
29 Other Services	1,554

Total Maintenance and Other Operating Expenses	72,873
--	--------

Total Current Operating Expenditures	163,027
--------------------------------------	---------

## Capital Outlays

36 Furniture, Fixtures, Equipment and Books Outlay	22,363
--	--------

Total Capital Outlays	22,363
-----------------------	--------

TOTAL NEW APPROPRIATIONS	185,390
--------------------------	---------

## D. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

For general administration and support services, national defense and strategic international policy studies and advanced and higher education services as indicated hereunder.....P 13,628,000  
=====

New Appropriations, by Program/Project  
=====

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 2,402,000	P 4,437,000		P 6,839,000
Sub-Total, General Administration and Support	2,402,000	4,437,000		6,839,000
<b>II. Support to Operations</b>				
a. National Defense and Strategic International Policy Studies	344,000	684,000		1,028,000
Sub-Total, Support to Operations	344,000	684,000		1,028,000
<b>III. Operations</b>				
a. Advanced and Higher Education Services	1,265,000	1,688,000	2,808,000	5,761,000
Sub-Total, Operations	1,265,000	1,688,000	2,808,000	5,761,000
<b>Total, Programs</b>	4,011,000	6,809,000	2,808,000	13,628,000
<b>TOTAL, NEW APPROPRIATIONS</b>	P 4,011,000	P 6,809,000	P 2,808,000	P 13,628,000

## Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

## PROGRAMS AND ACTIVITIES

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>I. General Administration and Support</b>				
a. General Administration and Support Services				
1. General management and supervision	P 2,402,000	P 4,437,000		P 6,839,000
Sub-Total, General Administration and Support	2,402,000	4,437,000		6,839,000

II. Support to Operations

a. National Defense and Strategic International Policy Studies

1. Conduct of national defense and strategic international studies

344,000	684,000	1,028,000
---------	---------	-----------

Sub-Total, Support to Operations

344,000	684,000	1,028,000
---------	---------	-----------

III. Operations

a. Advanced and Higher Education Services

1. Conduct of graduate level and other courses of studies for development

1,265,000	1,688,000	2,808,000	5,761,000
-----------	-----------	-----------	-----------

Sub-Total, Operations

1,265,000	1,688,000	2,808,000	5,761,000
-----------	-----------	-----------	-----------

TOTAL, PROGRAMS AND ACTIVITIES

P 4,011,000	P 6,809,000	P 2,808,000	P 13,628,000
-------------	-------------	-------------	--------------

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions

2,114

Contractual, Casuals and Emergency Personnel

701

Total Salaries/Wages

2,815

Other Compensation

Terminal Leave Benefits

110

PAG-IBIG Contributions

34

Medicare Premiums

13

Employees Compensation Insurance Premiums (ECIP)

10

Overtime Pay

110

Representation and Transportation Allowance

120

Honoraria

226

Bonuses and Incentives

204

Step Increments for Merit and Length of Service

21

Personnel Economic Relief Allowance

150

Additional P500 Allowance

156

Clothing/Uniform Allowance

42

Total Other Compensation

1,196

01 Total Personal Services

4,011

Maintenance and Other Operating Expenses

02 Travelling Expenses

785

03 Communication Services

264

04 Repair and Maintenance of Government Facilities	370
05 Repair and Maintenance of Government Vehicles	450
07 Supplies and Materials	1,740
14 Water, Illumination and Power Services	600
17 Training and Seminar Expenses	50
18 Extraordinary and Miscellaneous Expenses	291
19 Confidential and Intelligence Expenses	180
23 Gasoline, Oil and Lubricants	720
24 Fidelity Bonds and Insurance Premiums	90
29 Other Services	1,269
<b>Total Maintenance and Other Operating Expenses</b>	<b>6,809</b>
<b>Total Current Operating Expenditures</b>	<b>10,820</b>
<b>Capital Outlays</b>	
36 Furniture, Fixtures, Equipment and Books Outlay	2,808
<b>Total Capital Outlays</b>	<b>2,808</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>13,628</b>

E. OFFICE OF CIVIL DEFENSE

For general administration and support services planning, direction and coordination for civil defense including locally-funded project as indicated hereunder.....P 43,685,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 7,258,000	P 2,876,000		P 10,134,000
Sub-Total, General Administration and Support	7,258,000	2,876,000		10,134,000
<b>II. Operations</b>				
a. Planning, Direction and Coordination for Civil Defense	18,699,000	8,788,000	1,064,000	28,551,000
Sub-Total, Operations	18,699,000	8,788,000	1,064,000	28,551,000
<b>Total, Programs</b>	<b>25,957,000</b>	<b>11,664,000</b>	<b>1,064,000</b>	<b>38,685,000</b>

**B. PROJECTS****I. Locally-Funded Project(s)**

- a. Completion of National Disaster Management Center  
(NDMC) Building

	5,000,000	5,000,000
--	-----------	-----------

Sub-Total, Locally-Funded Project(s)	5,000,000	5,000,000
--------------------------------------	-----------	-----------

Total, Projects	5,000,000	5,000,000
-----------------	-----------	-----------

TOTAL, NEW APPROPRIATIONS	P 25,957,000	P 11,664,000	P 6,064,000	P 43,685,000

**Special Provision**

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

**PROGRAMS AND ACTIVITIES**

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
--	----------------------	---	--------------------	-------

**I. General Administration and Support****a. General Administration and Support Services**

1. General management and supervision

	P 7,258,000	P 2,876,000		P 10,134,000
--	-------------	-------------	--	--------------

Sub-Total, General Administration and Support	7,258,000	2,876,000		10,134,000
---	-----------	-----------	--	------------

**II. Operations****a. Planning, Direction and Coordination for Civil Defense**

1. Supervision, direction and coordination of the  
national civil defense program

	18,699,000	8,788,000	1,064,000	28,551,000
--	------------	-----------	-----------	------------

Sub-Total, Operations	18,699,000	8,788,000	1,064,000	28,551,000
-----------------------	------------	-----------	-----------	------------

TOTAL, PROGRAMS AND ACTIVITIES	P 25,957,000	P 11,664,000	P 1,064,000	P 38,685,000

**New Appropriations, by Object of Expenditures**

=====

(In Thousand Pesos)

**A. Programs/Locally-Funded Projects****Current Operating Expenditures****Personal Services**

Salaries of Permanent Positions	16,985
---------------------------------	--------

Contractual, Casuals and Emergency Personnel	1,496
--	-------

Total Salaries/Wages	18,481
----------------------	--------

<b>Other Compensation</b>	
Lump-sum for Creation of New Positions	655
Terminal Leave Benefits	398
PAG-IBIG Contributions	288
Medicare Premiums	108
Employees Compensation Insurance Premiums (ECIP)	86
Overtime Pay	405
Representation and Transportation Allowance	590
Bonuses and Incentives	1,656
Step Increments for Merit and Length of Service	170
Personnel Economic Relief Allowance	1,332
Additional P500 Allowance	1,428
Clothing/Uniform Allowance	360
<b>Total Other Compensation</b>	<b>7,476</b>
<b>01 Total Personal Services</b>	<b>25,957</b>
<b>Maintenance and Other Operating Expenses</b>	
02 Travelling Expenses	1,979
03 Communication Services	1,189
04 Repair and Maintenance of Government Facilities	105
05 Repair and Maintenance of Government Vehicles	368
06 Transportation Services	158
07 Supplies and Materials	1,880
08 Rents	860
10 Grants, Subsidies and Contributions	21
14 Water, Illumination and Power Services	840
15 Social Security Benefits, Rewards and Other Claims	950
17 Training and Seminar Expenses	756
18 Extraordinary and Miscellaneous Expenses	21
21 Taxes, Duties and Fees	105
23 Gasoline, Oil and Lubricants	500
24 Fidelity Bonds and Insurance Premiums	74
29 Other Services	1,858
<b>Total Maintenance and Other Operating Expenses</b>	<b>11,664</b>
<b>Total Current Operating Expenditures</b>	<b>37,621</b>
<b>Capital Outlays</b>	
35 Buildings and Structures Outlay	5,000
36 Furniture, Fixtures, Equipment and Books Outlay	1,064
<b>Total Capital Outlays</b>	<b>6,064</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>43,685</b>

## F. PHILIPPINE VETERANS AFFAIRS OFFICE

## F.1 PHILIPPINE VETERANS AFFAIRS OFFICE (PROPER)

For general administration and support services, administration of veterans' pensions and other benefits including locally-funded project as indicated hereunder.....P 4,219,159,000

New Appropriations, by Program/Project

	Current Operating Expenditures			Total
	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 17,001,000	P 25,902,000	P	42,903,000
Sub-Total, General Administration and Support	17,001,000	25,902,000		42,903,000
<b>II. Operations</b>				
a. Administration of Veterans' Pensions and Other Benefits	4,066,040,000	95,564,000	10,956,000	4,172,560,000
Sub-Total, Operations	4,066,040,000	95,564,000	10,956,000	4,172,560,000
<b>Total, Programs</b>	<b>4,083,041,000</b>	<b>121,466,000</b>	<b>10,956,000</b>	<b>4,215,463,000</b>
<b>B. PROJECTS</b>				
<b>I. Locally-Funded Project(s)</b>				
a. Operational Requirements of the Ad-hoc Veterans Affairs Office in Washington, D.C.	1,426,000	2,270,000		3,696,000
Sub-Total, Locally-Funded Project(s)	1,426,000	2,270,000		3,696,000
<b>Total, Projects</b>	<b>1,426,000</b>	<b>2,270,000</b>		<b>3,696,000</b>
<b>TOTAL, NEW APPROPRIATIONS</b>	<b>P 4,084,467,000</b>	<b>P 123,736,000</b>	<b>P 10,956,000</b>	<b>P 4,219,159,000</b>

Special Provisions

1. Funding Priority. Of the amount herein appropriated for pension benefits, priority shall be given to the old-age pension of war veterans until such time as additional funds will be available to cover all benefits covered by R.A. No. 6948 and R.A. No. 7696.
2. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Current Operating Expenditures			Total
	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	
<b>I. General Administration and Support</b>				
<b>a. General Administration and Support Services</b>				
1. General management and supervision	P 17,001,000	P 25,902,000	P	42,903,000
Sub-Total, General Administration and Support	17,001,000	25,902,000		42,903,000

## II. Operations

## a. Administration of Veterans' Pensions and Other Benefits

1. Processing of veterans' claims	14,694,000	28,269,000	10,956,000	53,919,000
2. For pensions, educational benefits, expanded hospitalization program and burial benefits of veterans, their wives and dependents pursuant to RA 6948 and RA 7696	4,051,346,000	57,295,000		4,108,641,000
3. For the investigation, verification of records, strengthening of internal control system and the conduct of management and systems audit			10,000,000	10,000,000

## Sub-Total, Operations

4,066,040,000	95,564,000	10,956,000	4,172,560,000
---------------	------------	------------	---------------

## TOTAL, PROGRAMS AND ACTIVITIES

P 4,083,041,000	P 121,466,000	P 10,956,000	P 4,215,463,000
-----------------	---------------	--------------	-----------------

## New Appropriations, by Object of Expenditures

=====

(In Thousand Pesos)

## A. Programs/Locally-Funded Projects

## Current Operating Expenditures

## Personal Services

Salaries of Permanent Positions	19,918
Contractual, Casuals and Emergency Personnel	3,467
Total Salaries/Wages	23,385

## Other Compensation

Terminal Leave Benefits	615
PAG-IBIG Contributions	374
Medicare Premiums	141
Employees Compensation Insurance Premiums (ECIP)	113
Overtime Pay	564
Representation and Transportation Allowance	451
Honoraria	1,126
Bonuses and Incentives	1,972
Pensions	4,051,346
Step Increments for Merit and Length of Service	199
Personnel Economic Relief Allowance	1,794
Additional P500 Allowance	1,849
Clothing/Uniform Allowance	469
Magna Carta of Public Health Workers per R.A. 7305	69

## Total Other Compensation

4,061,082

## 01 Total Personal Services

4,084,467



Maintenance and Other Operating Expenses

02 Travelling Expenses	3,172
03 Communication Services	20,107
04 Repair and Maintenance of Government Facilities	4,500
05 Repair and Maintenance of Government Vehicles	700
06 Transportation Services	150
07 Supplies and Materials	18,259
08 Rents	273
10 Grants, Subsidies and Contributions	24,745
11 Awards and Indemnities	23,100
14 Water, Illumination and Power Services	1,730
15 Social Security Benefits, Rewards and Other Claims	1,365
17 Training and Seminar Expenses	600
18 Extraordinary and Miscellaneous Expenses	42
19 Confidential and Intelligence Expenses	10,000
23 Gasoline, Oil and Lubricants	1,000
24 Fidelity Bonds and Insurance Premiums	200
29 Other Services	13,793

Total Maintenance and Other Operating Expenses 123,736

Total Current Operating Expenditures 4,208,203

Capital Outlays

34 Land and Land Improvements Outlay	3,500
35 Buildings and Structures Outlay	5,000
36 Furniture, Fixtures, Equipment and Books Outlay	2,456

Total Capital Outlays 10,956

TOTAL NEW APPROPRIATIONS 4,219,159

F.2 MILITARY SHRINE SERVICES

For general administration and support services, administration and development of national military shrine including locally-funded projects as indicated hereunder.....P 12,669,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 222,000	P 596,000		P 818,000
Sub-Total, General Administration and Support	222,000	596,000		818,000

## II. Operations

a. Administration and Development of National Military Shrines	4,296,000	3,755,000	8,051,000
Sub-Total, Operations	4,296,000	3,755,000	8,051,000
Total, Programs	4,518,000	4,351,000	8,869,000

## B. PROJECTS

## I. Locally-Funded Project(s)

a. Sealing and waterproofing of all damaged structural parts of the Memorial Cross at Mt. Samat, Bataan			1,000,000	1,000,000
b. Waterproofing of the colonade deckroof and repair of parapet wall roof drains and downspout of Mt. Samat National Shrine at Bataan			1,000,000	1,000,000
c. Repair, rehabilitation and restoration of the Bantayog Monument including the floor terraces and perimeter rip-rap retaining wall at Kiangan National Shrine			1,000,000	1,000,000
d. Completion of one (1) storey multi-purpose building with facilities at Kiangan Shrine			800,000	800,000
Sub-Total, Locally-Funded Project(s)			3,800,000	3,800,000
Total, Projects			3,800,000	3,800,000
TOTAL, NEW APPROPRIATIONS	P 4,518,000	P 4,351,000	P 3,800,000	P 12,669,000

## Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

## PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 222,000	P 596,000		P 818,000
Sub-Total, General Administration and Support	222,000	596,000		818,000
II. Operations				
a. Administration and Development of National Military Shrines				
1. Administration of National Military Shrines	2,055,000	1,428,000		3,483,000

2. Development of National Military Shrines	2,241,000	1,327,000	3,568,000
3. Celebration of Araw ng Kagitingan		1,000,000	1,000,000
Sub-Total, Operations	4,296,000	3,755,000	8,051,000
TOTAL, PROGRAMS AND ACTIVITIES	P 4,518,000	P 4,351,000	P 8,869,000

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

## Current Operating Expenditures

## Personal Services

Salaries of Permanent Positions	3,035
Contractual, Casuals and Emergency Personnel	28

Total Salaries/Wages	3,063
----------------------	-------

## Other Compensation

Terminal Leave Benefits	166
PAG-IBIG Contributions	67
Medicare Premiums	25
Employees Compensation Insurance Premiums (ECIP)	20
Overtime Pay	56
Representation and Transportation Allowance	31
Bonuses and Incentives	309
Step Increments for Merit and Length of Service	31
Personnel Economic Relief Allowance	330
Additional P500 Allowance	336
Clothing/Uniform Allowance	84

Total Other Compensation	1,455
--------------------------	-------

01 Total Personal Services	4,518
----------------------------	-------

## Maintenance and Other Operating Expenses

02 Travelling Expenses	93
03 Communication Services	20
04 Repair and Maintenance of Government Facilities	340
05 Repair and Maintenance of Government Vehicles	346
07 Supplies and Materials	1,322
14 Water, Illumination and Power Services	354
15 Social Security Benefits, Rewards and Other Claims	596
17 Training and Seminar Expenses	20
18 Extraordinary and Miscellaneous Expenses	20
23 Gasoline, Oil and Lubricants	280
24 Fidelity Bonds and Insurance Premiums	30
29 Other Services	930

Total Maintenance and Other Operating Expenses	4,351
--	-------

Total Current Operating Expenditures	8,869
Capital Outlays	
35 Buildings and Structures Outlay	3,800
Total Capital Outlays	3,800
TOTAL NEW APPROPRIATIONS	12,669

F.3 VETERANS MEMORIAL MEDICAL CENTER

For general administration and support services, hospitalization and medical care and treatment, as indicated hereunder.....  
 .....P 376,652,000  
 =====

New Appropriations, by Program/Project  
 =====

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>A. PROGRAMS</b>				
<b>I. General Administration and Support</b>				
a. General Administration and Support Services	P 55,136,000	P 19,849,000		P 74,985,000
Sub-Total, General Administration and Support	55,136,000	19,849,000		74,985,000
<b>II. Operations</b>				
a. Hospitalization and Medical Care and Treatment	107,295,000	164,279,000	30,093,000	301,667,000
Sub-Total, Operations	107,295,000	164,279,000	30,093,000	301,667,000
Total, Programs	162,431,000	184,128,000	30,093,000	376,652,000
TOTAL, NEW APPROPRIATIONS	P 162,431,000	P 184,128,000	P 30,093,000	P 376,652,000

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>I. General Administration and Support</b>				
a. General Administration and Support Services				
1. General Management and Supervision	P 55,136,000	P 19,849,000		P 74,985,000

Sub-Total, General Administration and Support	55,136,000	19,849,000		74,985,000
<hr/>				
II. Operations				
a. Hospitalization and Medical Care and Treatment				
1. In - Patient Care	101,313,000	142,931,000	28,593,000	272,837,000
2. Out - patient services	5,982,000	21,348,000	1,500,000	28,830,000
<hr/>				
Sub-Total, Operations	107,295,000	164,279,000	30,093,000	301,667,000
<hr/>				
TOTAL, PROGRAMS AND ACTIVITIES	P 162,431,000 P	184,128,000 P	30,093,000 P	376,652,000
<hr/>				

## New Appropriations, by Object of Expenditures

=====

(In Thousand Pesos)

## A. Programs/Locally-Funded Projects

## Current Operating Expenditures

## Personal Services

Salaries of Permanent Positions	84,537
Contractual, Casuals and Emergency Personnel	6,548

Total Salaries/Wages	91,085
----------------------	--------

## Other Compensation

Lump-sum for Reclassification of Positions	60
Terminal Leave Benefits	1,766
PAG-IBIG Contributions	1,636
Medicare Premiums	614
Employees Compensation Insurance Premiums (ECIP)	490
Overtime Pay	1,810
Representation and Transportation Allowance	252
Bonuses and Incentives	8,408
Step Increments for Merit and Length of Service	846
Personnel Economic Relief Allowance	8,064
Additional P500 Allowance	8,166
Clothing/Uniform Allowance	2,046
Subsistence Allowance	16,970
Others	5,557
Magna Carta of Public Health Workers per R.A. 7305	14,661

Total Other Compensation	71,346
--------------------------	--------

01 Total Personal Services	162,431
----------------------------	---------

## Maintenance and Other Operating Expenses

02 Travelling Expenses	96
03 Communication Services	440
04 Repair and Maintenance of Government Facilities	2,258
05 Repair and Maintenance of Government Vehicles	575

07 Supplies and Materials	160,342
14 Water, Illumination and Power Services	10,897
15 Social Security Benefits, Rewards and Other Claims	2,906
17 Training and Seminar Expenses	53
18 Extraordinary and Miscellaneous Expenses	40
24 Fidelity Bonds and Insurance Premiums	84
29 Other Services	6,437
	-----
Total Maintenance and Other Operating Expenses	184,128
	-----
Total Current Operating Expenditures	346,559
	-----
Capital Outlays	
35 Buildings and Structures Outlay	15,500
36 Furniture, Fixtures, Equipment and Books Outlay	14,593
	-----
Total Capital Outlays	30,093
	-----
TOTAL NEW APPROPRIATIONS	376,652
	-----

**Special Provisions applicable to the Major Services of the Armed Forces of the Philippines:**

1. **Limitation on the Use of Training Appropriations for Payment of Death Gratuity and Disability Pensions of ROTC Cadets.** The appropriations allotted for training outlay in the Armed Forces of the Philippines shall be made available for the payment of death gratuity or disability benefits of ROTC cadets on account of death or injury suffered as a direct and proximate result of summer cadre training or participation in military operations of the AFP, except those incurred through misconduct, gross negligence or willful disobedience: PROVIDED, That payment shall be made to the beneficiaries as provided in R.A. No. 610, as amended, subject to special rules and regulations prescribed by the Secretary of National Defense: PROVIDED, FINALLY, That death compensation shall not be less than Twelve Thousand Pesos (P12,000.00).

2. **Allowances of Civilians Utilized During Military Operations.** The AFP is authorized to grant, chargeable against the appropriations authorized for the purpose, subsistence allowances and other emoluments to civilians who are not employees of the Department of National Defense but utilized during duly authorized military operations and similar activities of the AFP in the maintenance of peace and order, subject to such rules and regulations prescribed by the Secretary of National Defense.

3. **Purchase of Medicines.** The purchase of medicines by all Armed Forces of the Philippines units, hospitals and clinics shall strictly comply with the formulary embodied in the National Drug Policy of the Department of Health.

4. **Intelligence and Confidential Funds.** No amount herein appropriated shall be released or disbursed for intelligence or confidential funds unless specifically identified and authorized as such intelligence and confidential fund in this Act.

Savings may be used to augment said funds, subject to prior approval of the President of the Philippines upon recommendation of the Secretary of National Defense.

5. **Purchase of Security Information.** The Secretary of National Defense, upon certification of the Chief of Staff, AFP, may recommend for the approval of the President of the Philippines the disbursement of funds for payment of rewards to informers or for the purchase of security information on national security projects other than those already approved under authorized operating programs of the AFP.

The amount approved by the President for payment of rewards to informers or for the purchase of security information on national security projects shall be released to the Office of the President for its administration, sub-allotment and programming of its utilization or implementation.

6. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Upon recommendation of the Secretary of National Defense and approval of the President of the Philippines, expenses incurred by the AFP in anti-smuggling, economic subversion or other similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the AFP, subject to Section 35, Book VI of E.O. No. 292, and to pertinent budgetary, accounting and auditing regulations: PROVIDED, That such proceeds may also be used for the logistics support and acquisition of information necessary for the prosecution of subsequent operations, subject to regulations prescribed by the Chief of Staff, with the approval of the Secretary of National Defense.

7. **Use of Savings.** The Chief of Staff, AFP, is authorized, subject to the approval of the Secretary of National Defense, to use any savings in the appropriations provided herein for the AFP, for: (a) payment of valid prior years obligations; (b) acquisition of sites under lease or currently used by the Armed Forces; payment of boundary, relocation and subdivision surveys for titling of AFP real estates and payments for the amortization of housing loans contracted by the AFP exclusively for military housing; (c) purchase or manufacture of ammunitions and components to build up the reserve stocks of the AFP Reserve Force; (d) payment of gratuities and pensions of military personnel pursuant to P.D. No. 1638; (e) payments for damages to properties and compensation for injuries or death of civilians

resulting from Armed Forces of the Philippines operations; (f) procurement of foodstuffs for units actually engaged in security/counter-insurgency operations in combat areas; (g) adjustments in flying pay, sea duty pay, hazardous duty pay, instructor's duty pay, hardship allowance and subsistence allowance and overseas pay and allowances of military personnel performing peacekeeping duties abroad as may be authorized by law; (h) hospitalization of military dependents; (i) subsistence of military personnel serving sentence; (j) funding deficiencies for clothing and quarter allowances of military personnel; (k) funding deficiencies due to increased charges for petroleum, oil and lubricants, light, power, water, telephone and rentals and for payment of rewards; and (l) funding deficiencies for separation benefits of CAFGU: PROVIDED, That a quarterly report on the use of savings is submitted to the House Committee on Appropriations, the Senate Committee on Finance and the Department of Budget and Management.

8. Research, Feasibility Studies, Development Projects and Test and Evaluation. The Chief of Staff, AFP, subject to the approval of the Secretary of National Defense, and upon direction of the President of the Philippines, is authorized to conduct research, feasibility studies and development studies for projects planned and approved under the Self-Reliant Defense Posture Project (SRDP), including materiel requirements of the AFP on weapons and armaments, air and naval armaments, air and naval materiel requirements, ammunition, communication-electronics and quartermaster items, the cost of which shall be chargeable to the appropriations provided for the Self-Reliant Defense Posture Project, R & D Program and Other Special Funds as provided for by law. The Chief of Staff is, likewise, authorized, subject to the approval of the Secretary of National Defense, to farm out R & D projects to private entrepreneurs and/or government scientific agencies when these are not within the capability of the AFP to undertake: PROVIDED, That the amount to be spent for such research, feasibility and development studies shall not exceed four percent (4%) of the contract price of the direct cost of each project.

9. Use of Appropriations Allotment for Longevity Pay. Longevity pay shall be charged against the specific appropriations allotted for the purpose: PROVIDED, That in determining entitlement to longevity pay, the period of trainee service, ROTC Cadre Training, probationary training and cadet service in Service Academies and in the PAF Flying School not exceeding four years, shall be considered as active military service.

10. Restriction of AFP Expenditures. No amount herein authorized for the Armed Forces of the Philippines shall be used to fund expenditure requirements for military personnel in excess of the authorized troop strength of each major services provided herein: PROVIDED, That any savings generated as a consequence thereof may be used to augment the training, supply and equipment support for the existing troops, subject to Section 50 of the General Provision of this Act and Section 35, Book VI of E.O. No. 292.

11. Allowances. The Chief of Staff, AFP, is authorized, subject to the approval of the President upon the recommendation of the Secretary of National Defense, and Secretary of Budget and Management to adjust the clothing allowance and quarters allowance of AFP military personnel to equalize with the approved rates for the uniformed members of the Philippine National Police under MAPOLCOM Memorandum Circular Number 89-001 dated January 5, 1989 as authorized in Section 6, Republic Act No. 6648 and to use savings in AFP appropriations for the purpose: PROVIDED, That if no savings are available, or savings are not adequate, for full adjustment in the current year, the annual implementation cost for adjustment to fully equalize with the prevailing rates under said MAPOLCOM Memorandum Circular shall be included in the subsequent annual AFP appropriations: PROVIDED, FURTHER, That the Chief of Staff, AFP, shall, subject to the approval of the Secretary of National Defense and the President, determine and recommend adjustments as necessary in existing allowances such as but not limited to flying pay, sea duty pay, combat pay, instructor's duty pay, hospital subsistence allowance and subsistence allowance of AFP military personnel undergoing training in local training institutions and PMA and PAFFS cadets, in order to improve the moral and effectiveness of a well disciplined military organization.

GENERAL SUMMARY  
DEPARTMENT OF NATIONAL DEFENSE

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. Office of the Secretary	P 45,108,000	P 62,668,000	P 1,085,000	P 108,861,000
B. Armed Forces of the Philippines	17,196,313,000	6,342,265,000	697,514,000	24,236,092,000
B.1 General Headquarters	1,641,486,000	1,429,845,000	107,289,000	3,178,620,000
B.2 Philippine Air Force	1,984,253,000	1,495,574,000	386,668,000	3,866,495,000
B.3 Philippine Army	7,111,645,000	1,166,513,000	101,057,000	8,379,215,000
B.4 Philippine Navy	2,790,216,000	1,749,004,000	72,500,000	4,611,720,000
B.5 Presidential Security Group	147,903,000	69,740,000		217,643,000
B.6 Armed Forces of the Philippines Medical Center	175,909,000	135,812,000		311,721,000
B.7 Citizen Armed Forces Geographical Units	577,601,000	19,908,000		597,509,000
B.8 Philippine Military Academy	223,002,000	76,335,000	10,000,000	309,337,000
B.9 AFP Pension and Gratuity Fund	2,544,298,000	127,740,000		2,672,038,000
B.10 AFP Retirees' and Reservist Affairs Program		71,794,000	20,000,000	91,794,000
C. Government Arsenal	90,154,000	72,873,000	22,363,000	185,390,000
D. National Defense College of the Philippines	4,011,000	6,809,000	2,808,000	13,628,000
E. Office of Civil Defense	25,957,000	11,664,000	6,064,000	43,685,000
F. Philippines Veterans Affairs Office	4,251,416,000	312,215,000	44,849,000	4,608,480,000
F.1 Philippine Veterans Affairs Office (Proper)	4,084,467,000	123,736,000	10,956,000	4,219,159,000
F.2 Military Shrine Services	4,518,000	4,351,000	3,800,000	12,669,000
F.3 Veterans Memorial Medical Center	162,431,000	184,128,000	30,093,000	376,652,000
<b>Total New Appropriations, Department of National Defense</b>	<b>P21,612,959,000</b>	<b>P 6,808,494,000</b>	<b>P 774,683,000</b>	<b>P29,196,136,000</b>