B. GOVERNMENT ARSENAL

For general administration and support, support to operations, and operations, as indicated hereunder.....P 645,660,000

New Appropriations, by Program/Project

| | Current Operating Expenditures | | | |
|---|---|---|---|---|
| | Personal Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| A. PROGRAMS | | | | |
| I. General Administration and Support | | | | |
| a. General Administration and Support Services | P 39,298,000 | P 28,104,000 | P | P 67,402,000 |
| Sub-Total, General Administration and Support | 39,298,000 | 28,104,000 | | 67,402,000 |
| II. Support to Operations | | | | |
| a. Formulation of Plans and Programs for the Development and Manufacture of Arms and Ammunition | 7,237,000 | 2,073,000 | | 9,310,000 |
| Sub-Total, Support to Operations | 7,237,000 | 2,073,000 | | 9,310,000 |
| III. Operations | | | | |
| a. Manufacture of Arms and Ammunition and Maintenance and Security of Arsenals | 104,175,000 | 438,406,000 | 26,367,000 | 568,948,000 |
| Sub-Total, Operations | 104,175,000 | 438,406,000 | 26,367,000 | 568,948,000 |
| Total, Programs | 150,710,000 | 468,583,000 | 26,367,000 | 645,660,000 |
| TOTAL NEW APPROPRIATIONS | P 150,710,000 | P 468,583,000 | P 26,367,000 | P 645,660,000 |

Special Provision(s)

1. Use of Income. In addition to the amounts appropriated herein, all income generated from hospital operations of the Government Arsenal Hospital shall be retained and used to augment its MOOE and Capital Outlays including equipment and infrastructure projects to improve the delivery of health services: PROVIDED, That said income shall be deposited in an authorized government depository bank: PROVIDED, FURTHER, That at least twenty five percent (25%) of the said income shall be used to purchase and upgrade hospital equipment used directly in the delivery of health services: PROVIDED, FINALLY, That no amount of said income shall be used for the payment of salaries and other allowances.

The Government Arsenal (GA) shall prepare and submit to the DBM not later than March 1 of every year the annual operating budget covering said income and the corresponding expenditures, and the audited financial statement for the immediately preceding fiscal year.

Failure to submit any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

2. Authority to Barter and Sell Scrap Items. The Director of the Government Arsenal (GA), upon notice to the COA and prior approval of the Secretary of National Defense, is authorized to barter scrap with essential equipment including motor vehicles in the operation of the GA: PROVIDED, That said equipment and motor vehicles acquired shall be recorded as government property.

However, in case of sale of scrap items, it shall be sold through public auction: PROVIDED, That proceeds from such sale shall be deposited with the National Teasury as income of the General Fund.

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

| | Current Operating Expenditures | | | |
|---|---|---|---|---|
| | Personal Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| I. General Administration and Support | | | | |
| a. General Administration and Support Services | P 39,298,000 | P 28,104,000 | P | P 67,402,000 |
| 1. General management and supervision | 39,298,000 | 28,104,000 | | 67,402,000 |
| Sub-Total, General Administration and Support | 39,298,000 | 28,104,000 | | 67,402,000 |
| II. Support to Operations | | | | |
| a. Formulation of Plans and Programs for the Development and Manufacture of Arms and Ammunition | 7,237,000 | 2,073,000 | | 9,310,000 |
| 1. Formulate plans and programs to develop and manufacture arms and ammunition | 7,237,000 | 2,073,000 | | 9,310,000 |
| Sub-Total, Support to Operations | 7,237,000 | 2,073,000 | | 9,310,000 |

| | | | | |
|---|---|---|---|---|
| III. Operations | | | | |
| a. Manufacture of Arms and Ammunition and Maintenance and Security of Arsenals | 104,175,000 | 438,406,000 | 26,367,000 | 568,948,000 |
| 1. Manufacture and storage of arms and ammunition and the assurance of quality thereof | 104,175,000 | 438,406,000 | 26,367,000 | 568,948,000 |
| Sub-Total, Operations | 104,175,000 | 438,406,000 | 26,367,000 | 568,948,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 150,710,000 | P 468,583,000 | P 26,367,000 | P 645,660,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

| | |
|---|---|
| A. Programs/Locally-Funded Project(s) | |
| Current Operating Expenditures | |
| Personal Services | |
| Basic Pay, Civilian | 93,765 |
| Total Salaries/Wages | 93,765 |
| Other Compensation | |
| Representation Allowance | 456 |
| Year-End Bonus | 10,700 |
| Step Increments for Length of Service | 235 |
| Personnel Economic Relief Allowance | 13,848 |
| Laundry Allowance | 300 |
| Quarters Allowance | 1,347 |
| Clothing/Uniform Allowance | 2,308 |
| Hazard Pay | 23,325 |
| Night Differential | 804 |
| Productivity Incentive Benefits | 1,154 |
| Total Other Compensation | 54,477 |
| Gross Compensation | 148,242 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 694 |
| Health Insurance Premiums | 1,084 |
| Employees Compensation Insurance Premiums (ECIP) | 690 |
| Total Fixed Personnel Expenditures | 2,468 |
| Total Personal Services | 150,710 |

| | |
|---|---|
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 2,362 |
| Communication Expenses | 479 |
| Repair and Maintenance | 7,116 |
| Transportation and Delivery Expenses | 818 |
| Supplies and Materials | 438,821 |
| Utility Expenses | 12,613 |
| Training and Scholarship Expenses | 3,424 |
| Extraordinary and Miscellaneous Expenses | 114 |
| Taxes, Insurance Premiums and Other Fees | 2,001 |
| Professional Services | 54 |
| Printing and Binding Expenses | 59 |
| Advertising Expenses | 94 |
| Representation Expenses | 458 |
| Subscription Expenses | 170 |
| Total Maintenance and Other Operating Expenses | 468,583 |
| Total Current Operating Expenditures | 619,293 |
| Capital Outlays | |
| Machineries and Equipment | 26,367 |
| Total Capital Outlays | 26,367 |
| TOTAL NEW APPROPRIATIONS | 645,660 |