## XVII. DEPARTMENT OF NATIONAL DEFENSE

### A. DND PROPER (OFFICE OF THE SECRETARY)

For general administration and support, support to operations, and operations, as indicated hereunder.... P 682,815,000

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. Force-level, Central Command and Control | P 99,612,000 | P 102,577,000 | P | P 202,189,000 |
| Sub-Total, General Administration and Support | 99,612,000 | 102,577,000 | | 202,189,000 |
| II. Support to Operations | | | | |
| a. Force-level, Training and Support | | 9,400,000 | | 9,400,000 |
| Sub-Total, Support to Operations | | 9,400,000 | | 9,400,000 |
| III. Operations | | | | |
| a. Supervision, Coordination and Direction of Internal Security Operations, including P17,000,000 for Confidential Expenses | | 67,376,000 | | 67,376,000 |
| b. Supervision, Coordination and Direction of Territorial Defense, including P8,000,000 for Confidential Expenses | | 10,300,000 | | 10,300,000 |
| c. Supervision, Coordination and Direction of Disaster (Response) Management | | 2,650,000 | | 2,650,000 |
| d. Supervision, Coordination and Direction of Support to National Development | | 4,100,000 | | 4,100,000 |
| e. Supervision, Coordination and Direction of International Defense and Security Engagements, including P8,000,000 for Confidential Expenses | | 33,900,000 | | 33,900,000 |
| f. Supervision, Coordination and Direction of International Humanitarian Assistance and Peacekeeping Operations | | 400,000 | | 400,000 |

| | | | | |
|---|---|---|---|---|
| g. Quick Response Fund | | 120,000,000 | 232,500,000 | 352,500,000 |
| Sub-Total, Operations | | 238,726,000 | 232,500,000 | 471,226,000 |
| Total, Programs | 99,612,000 | 350,703,000 | 232,500,000 | 682,815,000 |
| TOTAL NEW APPROPRIATIONS | P 99,612,000 | P 350,703,000 | P 232,500,000 | P 682,815,000 |

Special Provision(s)

1. Use of Income. In addition to the amounts appropriated herein, all income generated from hospital operations of the DND or AFP, including the Armed Forces of the Philippines Medical Center, Veterans Memorial Medical Center and hospitals or medical centers under the DND or AFP, shall be retained and used to augment their 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 DND 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. United Nations Peacekeeping Operations Fund. The funds provided by the United Nations for the peace keeping operations shall be recorded as a Special Account in the General Fund and shall be used to cover the allowance, uniform, gear and equipment, weaponry and training ammunition, as well as the pre-deployment expenses and maintenance of the peacekeeping training center, subject to submission of Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987: PROVIDED, That the said fund shall first be used to reimburse any amount which may have been advanced by the National Government for any of the foregoing requirements.

3. Quick Response Fund. The amount of Three Hundred Fifty Two Million Five Hundred Thousand Pesos (P352,500,000) appropriated under A.III.g for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for relief, rehabilitation and reconstruction programs in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises, and catastrophes occuring during the year may be normalized as quickly as possible: PROVIDED, That said Fund shall be released immediately upon the request of the Secretary of National Defense: PROVIDED, FURTHER, That in the release of the QRF, the available balance of the Department's QRF in the immediately preceding year shall be considered in determining the amount to be released in the current year.

The DND shall submit, either in printed form or by way of electronic document, to the National Disaster Risk Reduction and Management Council copy furnished the DBM, a quarterly report on the status of the utilization of the QRF. The Secretary of National Defense shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DND.

4. 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. Force-level, Central Command and Control | P 99,612,000 | P 102,577,000 | P | P 202,189,000 |
| 1. General management and supervision | 99,612,000 | 102,577,000 | | 202,189,000 |
| Sub-Total, General Administration and Support | 99,612,000 | 102,577,000 | | 202,189,000 |
| II. Support to Operations | | | | |
| a. Force-level, Training and Support | | 9,400,000 | | 9,400,000 |
| 1. Information systems development and maintenance | | 9,400,000 | | 9,400,000 |
| Sub-Total, Support to Operations | | 9,400,000 | | 9,400,000 |
| III. Operations | | | | |
| a. Supervision, coordination and direction of internal security operations, including P17,000,000 for confidential expenses | | 67,376,000 | | 67,376,000 |
| b. Supervision, coordination and direction of territorial defense, including P8,000,000 for confidential expenses | | 10,300,000 | | 10,300,000 |
| c. Supervision, coordination and direction of Disaster (Response) Management | | 2,650,000 | | 2,650,000 |
| d. Supervision, coordination and direction of support to national development | | 4,100,000 | | 4,100,000 |
| e. Supervision, coordination and direction of international defense and security engagements, including P8,000,000 for confidential expenses | | 33,900,000 | | 33,900,000 |
| f. Supervision, coordination and direction of international humanitarian assistance and peacekeeping operations | | 400,000 | | 400,000 |
| g. Quick response fund | | 120,000,000 | 232,500,000 | 352,500,000 |
| Sub-Total, Operations | | 238,726,000 | 232,500,000 | 471,226,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 99,612,000 | P 350,703,000 | P 232,500,000 | P 682,815,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A.__Programs/Locally-Funded_Project(s)

| | |
|---|---|
| **Current Operating Expenditures** | |
| Personal Services | |
| Basic Pay, Civilian | 62,427 |
| Contractual, Casual and Emergency Personnel | 16,733 |
| Total Salaries/Wages | 79,160 |
| Other Compensation | |
| Representation Allowance | 5,292 |
| Year-End Bonus | 6,418 |
| Step Increments for Length of Service | 157 |
| Personnel Economic Relief Allowance | 5,832 |
| Clothing/Uniform Allowance | 972 |
| Subsistence Allowance | 160 |
| Productivity Incentive Benefits | 486 |
| Total Other Compensation | 19,317 |
| Gross Compensation | 98,477 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 292 |
| Health Insurance Premiums | 555 |
| Employees Compensation Insurance Premiums (ECIP) | 288 |
| Total Fixed Personnel Expenditures | 1,135 |
| Total Personal Services | 99,612 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 28,835 |
| Communication Expenses | 11,128 |
| Repair and Maintenance | 128,543 |
| Supplies and Materials | 61,345 |
| Rents | 8,300 |
| Subsidies and Donations | 500 |
| Utility Expenses | 28,550 |
| Training and Scholarship Expenses | 15,000 |
| Extraordinary and Miscellaneous Expenses | 2,202 |
| Confidential and Intelligence Expenses | 33,000 |
| Taxes, Insurance Premiums and Other Fees | 2,200 |
| Professional Services | 10,830 |
| Printing and Binding Expenses | 1,600 |
| Advertising Expenses | 540 |
| Representation Expense | 16,850 |

| | |
|---|---|
| Subscription Expenses | 1,280 |
| Total Maintenance and Other Operating Expenses | 350,703 |
| Total Current Operating Expenditures | 450,315 |
| Capital Outlays | |
| Buildings and Structures Outlay | 104,600 |
| Transportation Equipment | 70,000 |
| Machineries and Equipment | 57,900 |
| Total Capital Outlays | 232,500 |
| TOTAL NEW APPROPRIATIONS | 682,815 |

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

| A. PROGRAMS | Current Operating Expenditures: Personal Services | Current Operating Expenditures: 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 |
| 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 |

C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

For general administration and support, support to operations, and operations, as indicated hereunder ..... P 51,507,000

New Appropriations, by Program/Project

| A. PROGRAMS | Current Operating Expenditures: Personal Services | Current Operating Expenditures: Maintenance and Other Operating Expenses | Capital Outlays | Total |
|---|---|---|---|---|
| I. General Administration and Support | | | | |
| a. General Administration and Support Services | P 11,217,000 | P 14,102,000 | | P 25,319,000 |
| Sub-Total, General Administration and Support | 11,217,000 | 14,102,000 | | 25,319,000 |
| II. Support to Operations | | | | |
| a. National Defense and Strategic International Policy Studies | 3,084,000 | 4,582,000 | | 7,666,000 |

| | | | |
|---|---|---|---|
| Sub-Total, Support to Operations | 3,084,000 | 4,582,000 | 7,666,000 |
| III. Operations | | | |
| a. Advanced and Higher Education Services | 6,695,000 | 11,827,000 | 18,522,000 |
| Sub-Total, Operations | 6,695,000 | 11,827,000 | 18,522,000 |
| Total, Programs | 20,996,000 | 30,511,000 | 51,507,000 |
| TOTAL NEW APPROPRIATIONS | P 20,996,000 | P 30,511,000 | P 51,507,000 |

Special Provision(s) •

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

| | 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 11,217,000 | P 14,102,000 | | P 25,319,000 |
| 1. General management and supervision | 11,217,000 | 14,102,000 | | 25,319,000 |
| Sub-Total, General Administration and Support | 11,217,000 | 14,102,000 | | 25,319,000 |
| II. Support to Operations | | | | |
| a. National Defense and Strategic International Policy Studies | 3,084,000 | 4,582,000 | | 7,666,000 |
| 1. Conduct of national defense and strategic international studies | 3,084,000 | 4,582,000 | | 7,666,000 |
| Sub-Total, Support to Operations | 3,084,000 | 4,582,000 | | 7,666,000 |
| III. Operations | | | | |
| a. Advanced and Higher Education Services | 6,695,000 | 11,827,000 | | 18,522,000 |
| 1. Conduct of graduate level and other courses of studies for development | 6,695,000 | 11,827,000 | | 18,522,000 |
| Sub-Total, Operations | 6,695,000 | 11,827,000 | | 18,522,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 20,996,000 | P 30,511,000 | | P 51,507,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A.__Programs/Locally-Funded_Project(s)

| | |
|---|---|
| **Current Operating Expenditures** | |
| Personal Services | |
| Basic Pay, Civilian | 12,347 |
| Total Salaries/Wages | 12,347 |
| Other Compensation | |
| Representation Allowance | 552 |
| Honoraria | 4,930 |
| Year-End Bonus | 1,296 |
| Step Increments for Length of Service | 31 |
| Personnel Economic Relief Allowance | 1,272 |
| Clothing/Uniform Allowance | 212 |
| Productivity Incentive Benefits | 106 |
| Total Other Compensation | 8,399 |
| Gross Compensation | 20,746 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 65 |
| Health Insurance Premiums | 121 |
| Employees Compensation Insurance Premiums (ECIP) | 64 |
| Total Fixed Personnel Expenditures | 250 |
| Total Personal Services | 20,996 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 6,472 |
| Communication Expenses | 1,212 |
| Repair and Maintenance | 1,000 |
| Supplies and Materials | 10,502 |
| Rents | 2,000 |
| Utility Expenses | 207 |
| Training and Scholarship Expenses | 369 |
| Extraordinary and Miscellaneous Expenses | 80 |
| Taxes, Insurance Premiums and Other Fees | 441 |
| Professional Services | 6,277 |
| Printing and Binding Expenses | 590 |
| Representation Expenses | 187 |
| Subscription Expenses | 1,174 |
| Total Maintenance and Other Operating Expenses | 30,511 |

| | |
|---|---|
| Total Current Operating Expenditures | 51,507 |
| TOTAL NEW APPROPRIATIONS | 51,507 |

D. OFFICE OF CIVIL DEFENSE

• For general administration and support, and operations, as indicated hereunder..... P 1,221,559,000

New Appropriations, by Program/Project

| A. PROGRAMS | Current Operating Expenditures: Personal Services | Current Operating Expenditures: Maintenance and Other Operating Expenses | Capital Outlays | Total |
|---|---|---|---|---|
| I. General Administration and Support | | | | |
| a. General Administration and Support Services | P 16,951,000 | P 28,684,000 | | P 45,635,000 |
| Sub-Total, General Administration and Support | 16,951,000 | 28,684,000 | | 45,635,000 |
| II. Operations | | | | |
| a. Disaster Risk Reduction and Management | 55,303,000 | 590,621,000 | | 645,924,000 |
| b. Quick Response Fund | | 530,000,000 | | 530,000,000 |
| Sub-Total, Operations | 55,303,000 | 1,120,621,000 | | 1,175,924,000 |
| Total, Programs | 72,254,000 | 1,149,305,000 | | 1,221,559,000 |
| TOTAL NEW APPROPRIATIONS | P 72,254,000 | P 1,149,305,000 | | P 1,221,559,000 |

Special Provision(s)

1. Quick Response Fund. The amount of Five Hundred Thirty Million Pesos (P530,000,000) appropriated under A.II.b for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for relief and rehabilitation programs in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises, and catastrophes occuring during the year may be normalized as quickly as possible: PROVIDED, That said Fund shall be released immediately upon favorable endorsement of the Secretary of National Defense: PROVIDED, FURTHER, That in the release of QRF, the available balance of the Agency's QRF in the immediately preceding year shall be considered in determining the amount to be released in the current year.

The OCD shall submit, either in printed form or by way of electronic document, to the National Disaster Risk Reduction and Management Council copy furnished the DBM, a quarterly report on the status of the utilization of the QRF. The Administrator of OCD shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the OCD.

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

| | 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 16,951,000 | P 28,684,000 | | P 45,635,000 |
| 1. General management and supervision | 16,951,000 | 28,684,000 | | 45,635,000 |
| Sub-Total, General Administration and Support | 16,951,000 | 28,684,000 | | 45,635,000 |
| II. Operations | | | | |
| a. Disaster Risk Reduction and Management | 55,303,000 | 590,621,000 | | 645,924,000 |
| 1. Planning, direction and coordination for civil defense | 55,303,000 | 590,621,000 | | 645,924,000 |
| b. Quick Response Fund | | 530,000,000 | | 530,000,000 |
| Sub-Total, Operations | 55,303,000 | 1,120,621,000 | | 1,175,924,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 72,254,000 | P 1,149,305,000 | | P 1,221,559,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

| | |
|---|---|
| Current Operating Expenditures | |
| Personal Services | |
| Basic Pay, Civilian | 53,773 |
| Contractual, Casual and Emergency Personnel | 2,771 |
| Total Salaries/Wages | 56,544 |
| Other Compensation | |
| Representation Allowance | 2,184 |
| Year-End Bonus | 5,602 |
| Step Increments for Length of Service | 136 |
| Personnel Economic Relief Allowance | 5,376 |
| Clothing/Uniform Allowance | 896 |
| Productivity Incentive Benefits | 448 |
| Total Other Compensation | 14,642 |

| | |
|---|---|
| Gross Compensation | 71,186 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 269 |
| Health Insurance Premiums | 532 |
| Employees Compensation Insurance Premiums (ECIP) | 267 |
| Total Fixed Personnel Expenditures | 1,068 |
| Total Personal Services | 72,254 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 61,497 |
| Communication Expenses | 100,912 |
| Repair and Maintenance | 17,858 |
| Transportation and Delivery Expenses | 40,100 |
| Supplies and Materials | 392,860 |
| Rents | 7,317 |
| Subsidies and Donations | 40 |
| Utility Expenses | 61,777 |
| Training and Scholarship Expenses | 97,328 |
| Extraordinary and Miscellaneous Expenses | 162 |
| Taxes, Insurance Premiums and Other Fees | 10,046 |
| Professional Services | 64,383 |
| Printing and Binding Expenses | 40,300 |
| Advertising Expenses | 21,767 |
| Representaion Expenses | 25,728 |
| Subscription Expenses | 4,078 |
| Awards and Indemnities | 3,152 |
| Rewards and Other Claims | 200,000 |
| Total Maintenance and Other Operating Expenses | 1,149,305 |
| Total Current Operating Expenditures | 1,221,559 |
| TOTAL NEW APPROPRIATIONS | 1,221,559 |

## E. PHILIPPINE VETERANS AFFAIRS OFFICE

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

For general administration and support, and operations, as indicated hereunder..... P 7,454,097,000

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 7,145,747,000 | P 47,507,000 | | P 7,193,254,000 |
| Sub-Total, General Administration and Support | 7,145,747,000 | 47,507,000 | | 7,193,254,000 |
| II. Operations | | | | |
| a. Processing of Veterans Pensions' and Other Benefits | 32,824,000 | 208,580,000 | | 241,404,000 |
| b. Administration and Development of National Military Shrines | 9,554,000 | 9,885,000 | | 19,439,000 |
| Sub-Total, Operations | 42,378,000 | 218,465,000 | | 260,843,000 |
| Total, Programs | 7,188,125,000 | 265,972,000 | | 7,454,097,000 |
| TOTAL NEW APPROPRIATIONS | P 7,188,125,000 | P 265,972,000 | | P 7,454,097,000 |

Special Provision(s)

1. Revolving Fund of Military Shrine Installation and Facilities. Income derived from entrance fees and rentals for the use of the military shrine installation and facilities, and board and lodging shall be constituted as a revolving fund. The income shall be deposited in an authorized government depository bank and shall be used for the MOOE and Capital Outlay requirements of said shrine installation and facilities, which may be withdrawn without need of further disbursement authorization, subject to guidelines to be issued by the Secretary of National Defense and to pertinent accounting and auditing rules and regulations: PROVIDED, That the Fund shall not be used for the funding of new and existing permanent and regular positions: PROVIDED, FURTHER, That the Philippine Veterans Affairs Office shall submit, either in printed form or by way of eletronic document, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance separate quarterly reports on the income and expenditures of this Fund: PROVIDED, FINALLY, That in case of failure to comply with said requirement, any disbursement in the subsequent quarters shall be void, except upon certification by the DBM that said report has been submitted.

2. Total Administrative Disability Pension of War Veterans. Of the amounts appropriated under A.I.a.1, Four Hundred Three Million Eight Hundred Ninety Nine Thousand Six Hundred Pesos (P403,899,600) shall be used exclusively for the payment of the total administrative disability pension to war veterans who are eighty years of age and above.

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 7,145,747,000 | P 47,507,000 | | P 7,193,254,000 |
| 1. General management and supervision | 7,145,747,000 | 47,507,000 | | 7,193,254,000 |
| Sub-Total, General Administration and Support | 7,145,747,000 | 47,507,000 | | 7,193,254,000 |
| II. Operations | | | | |
| a. Processing of Veterans Pensions and Other Benefits | 32,824,000 | 208,580,000 | | 241,404,000 |
| 1. Processing of veterans' claims | 32,824,000 | 46,982,000 | | 79,806,000 |
| 2. For educational benefits, expanded hospitalization program and burial benefits of veterans, their wives and dependents pursuant to R.A. Nos. 6948 and 7696 | | 151,598,000 | | 151,598,000 |
| 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 |
| b. Administration and Development of National Military Shrines | 9,554,000 | 9,885,000 | | 19,439,000 |
| 1. Administration and development of national military shrines | 9,554,000 | 6,006,000 | | 15,560,000 |
| 2. Celebration of Araw ng Kagitingan and other veterans-related events | | 3,344,000 | | 3,344,000 |
| 3. Reforestation of all shrines | | 535,000 | | 535,000 |
| Sub-Total, Operations | 42,378,000 | 218,465,000 | | 260,843,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 7,188,125,000 | P 265,972,000 | | P 7,454,097,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

| | |
|---|---|
| A.__Programs/Locally-Funded_Project(s) | |
| Current Operating Expenditures | |
| Personal Services | |
| I. Civilian Personnel | |
| Basic Pay, Civilian | 58,317 |
| Total Salaries/Wages | 58,317 |
| Other Compensation | |
| Representation Allowance | 1,215 |
| Honoraria | 1,800 |
| Year-End Bonus | 6,471 |
| Step Increments for Length of Service | 147 |
| Personnel Economic Relief Allowance | 7,728 |
| Clothing/Uniform Allowance | 1,288 |
| Productivity Incentive Benefits | 644 |
| Total Other Compensation | 19,293 |
| Gross Compensation | 77,610 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 388 |
| Health Insurance Premiums | 635 |
| Employees Compensation Insurance Premiums (ECIP) | 377 |
| Total Fixed Personnel Expenditures | 1,400 |
| Total, Personal Services of Civilian Personnel | 79,010 |
| II. Uniformed/Military Personnel | |
| Allowances and Other Collaterals | |
| Pensions, Military | 7,109,115 |
| Total Allowances and Other Collaterals | 7,109,115 |
| Total, Personal Services of Uniformed/Military Personnel | 7,109,115 |
| Total Personal Services | 7,188,125 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 2,765 |
| Communication Expenses | 16,872 |

| | |
|---|---|
| Repair and Maintenance | 10,470 |
| Transportation and Delivery Expenses | 68 |
| Supplies and Materials | 26,920 |
| Rents | 7,525 |
| Subsidies and Donations | 141,590 |
| Utility Expenses | 12,428 |
| Training and Scholarship Expenses | 2,642 |
| Extraordinary and Miscellaneous Expenses | 380 |
| Taxes, Insurance Premiums and Other Fees | 527 |
| Professional Services | 37,451 |
| Printing and Binding Expenses | 1,520 |
| Advertising Expenses | 812 |
| Representation Expenses | 3,897 |
| Subscription Expenses | 105 |
| Total Maintenance and Other Operating Expenses | 265,972 |
| Total Current Operating Expenditures | 7,454,097 |
| TOTAL NEW APPROPRIATIONS | 7,454,097 |

## E.2 VETERANS MEMORIAL MEDICAL CENTER

For general administration and support, and operations, as indicated hereunder.....P 808,868,000

New Appropriations, by Program/Project

| A. PROGRAMS | Current Operating Expenditures: Personal Services | Current Operating Expenditures: Maintenance and Other Operating Expenses | Capital Outlays | Total |
|---|---|---|---|---|
| I. General Administration and Support | | | | |
| a. General Administration and Support Services | P 77,410,000 | P 100,565,000 | P | P 177,975,000 |
| Sub-Total, General Administration and Support | 77,410,000 | 100,565,000 | | 177,975,000 |
| II. Operations | | | | |
| a. Hospitalization and Medical Care and Treatment | 312,164,000 | 285,729,000 | 33,000,000 | 630,893,000 |
| Sub-Total, Operations | 312,164,000 | 285,729,000 | 33,000,000 | 630,893,000 |
| Total, Programs | 389,574,000 | 386,294,000 | 33,000,000 | 808,868,000 |
| TOTAL NEW APPROPRIATIONS | P 389,574,000 | P 386,294,000 | P 33,000,000 | P 808,868,000 |

Special Provision(s)

1. Use of Income. In addition to the amounts appropriated herein, all income generated from hospital operations of the Veterans Memorial Medical Center (VMMC), including collections from its golf operations net of operating costs, 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 VMMC 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. 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 77,410,000 | P 100,565,000 | P | P 177,975,000 |
| 1. General management and supervision | 77,410,000 | 100,565,000 | | 177,975,000 |
| Sub-Total, General Administration and Support | 77,410,000 | 100,565,000 | | 177,975,000 |
| II. Operations | | | | |
| a. Hospitalization and Medical Care and Treatment | 312,164,000 | 285,729,000 | 33,000,000 | 630,893,000 |
| 1. In-patient care | 266,879,000 | 211,881,000 | 33,000,000 | 511,760,000 |
| 2. Out-patient services | 45,285,000 | 73,848,000 | | 119,133,000 |
| Sub-Total, Operations | 312,164,000 | 285,729,000 | 33,000,000 | 630,893,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 389,574,000 | P 386,294,000 | P 33,000,000 | P 808,868,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A.__Programs/Locally-Funded_Project(s)

| | |
|---|---|
| Current Operating Expenditures | |
| Personal Services | |
| Basic Pay, Civilian | 232,489 |
| Contractual, Casual and Emergency Personnel | 72,119 |
| Total Salaries/Wages | 304,608 |
| Other Compensation | |
| Representation Allowance | 516 |
| Year-End Bonus | 25,401 |
| Step Increments for Length of Service | 583 |
| Personnel Economic Relief Allowance | 28,920 |
| Clothing/Uniform Allowance | 4,824 |
| Subsistence Allowance | 16,970 |
| Productivity Incentive Benefits | 2,412 |
| Total Other Compensation | 79,626 |
| Gross Compensation | 384,234 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 1,449 |
| Health Insurance Premiums | 2,474 |
| Employees Compensation Insurance Premiums (ECIP) | 1,417 |
| Total Fixed Personnel Expenditures | 5,340 |
| Total Personal Services | 389,574 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 46 |
| Communication Expenses | 1,000 |
| Repair and Maintenance | 3,360 |
| Supplies and Materials | 296,384 |
| Utility Expenses | 68,300 |
| Training and Scholarship Expenses | 173 |
| Extraordinary and Miscellaneous Expenses | 98 |
| Taxes, Insurance Premiums and Other Fees | 732 |
| Professional Services | 16,168 |
| Subscription Expenses | 33 |
| Total Maintenance and Other Operating Expenses | 386,294 |
| Total Current Operating Expenditures | 775,868 |

| | |
|---|---|
| Capital Outlays | |
| Buildings and Structures Outlay | 33,000 |
| Total Capital Outlays | 33,000 |
| TOTAL NEW APPROPRIATIONS | 808,868 |

## F. ARMED FORCES OF THE PHILIPPINES

### F.1 PHILIPPINE ARMY (LAND FORCES)

For general administration and support, support to operations, and operations, as indicated hereunder.....P 35,413,537,000

New Appropriations, by Program/Project

| A. PROGRAMS | Current Operating Expenditures: Personal Services | Current Operating Expenditures: Maintenance and Other Operating Expenses | Capital Outlays | Total |
|---|---|---|---|---|
| I. General Administration and Support | | | | |
| a. Force-Level Central Command and Control | P 1,382,156,000 | P 359,770,000 | P | P 1,741,926,000 |
| Sub-Total, General Administration and Support | 1,382,156,000 | 359,770,000 | | 1,741,926,000 |
| II. Support to Operations | | | | |
| a. Force-Level, Training | 351,694,000 | 306,178,000 | | 657,872,000 |
| b. Force-Level, Support | 1,617,695,000 | 398,936,000 | 3,393,000 | 2,020,024,000 |
| Sub-Total, Support to Operations | 1,969,389,000 | 705,114,000 | 3,393,000 | 2,677,896,000 |
| III. Operations | | | | |
| a. Internal Security Operations | 24,333,502,000 | 3,703,346,000 | 148,408,000 | 28,185,256,000 |
| b. Territorial Defense | 851,064,000 | 185,513,000 | 6,869,000 | 1,043,446,000 |
| c. Disaster Response | | 7,811,000 | | 7,811,000 |
| d. Support to National Development | 1,377,115,000 | 230,788,000 | | 1,607,903,000 |
| e. International Defense and Security Engagements | | 137,894,000 | | 137,894,000 |
| f. International Humanitarian Assistance and Peacekeeping Operations | 10,554,000 | 851,000 | | 11,405,000 |
| Sub-Total, Operations | 26,572,235,000 | 4,266,203,000 | 155,277,000 | 30,993,715,000 |

| | | | | |
|---|---|---|---|---|
| Total, Programs | 29,923,780,000 | 5,331,087,000 | 158,670,000 | 35,413,537,000 |
| TOTAL NEW APPROPRIATIONS | P 29,923,780,000 | P 5,331,087,000 | P 158,670,000 | P 35,413,537,000 |

Special Provision(s)

1. Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units (CAFGU). The amount appropriated under A.III.a.1 shall be used for the payment of compensation of CAFGUs and separation benefits not exceeding one (1) year subsistence allowance for its members who will be deactivated pursuant to the Implementing Rules and Regulations of E. O. No. 264, s. 1987 and DND Circular No. 4 dated October 27, 2005.

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

| | Current_Operating_Expenditures | | | |
|---|---|---|---|---|
| | Personal Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| I. General Administration and Support | | | | |
| a. Force-Level Central Command and Control | P 1,382,156,000 | P 359,770,000 | P | P 1,741,926,000 |
| 1. Operation and maintenance of command and control units | 1,382,156,000 | 359,770,000 | | 1,741,926,000 |
| Sub-Total, General Administration and Support | 1,382,156,000 | 359,770,000 | | 1,741,926,000 |
| II. Support to Operations | | | | |
| a. Force-Level, Training | 351,694,000 | 306,178,000 | | 657,872,000 |
| 1. Operation and maintenance of training units | 351,694,000 | 306,178,000 | | 657,872,000 |
| b. Force-Level, Support | 1,617,695,000 | 398,936,000 | 3,393,000 | 2,020,024,000 |
| 1. Operation and maintenance of combat service support units | 1,617,695,000 | 398,936,000 | 3,393,000 | 2,020,024,000 |
| Sub-Total, Support to Operations | 1,969,389,000 | 705,114,000 | 3,393,000 | 2,677,896,000 |
| III. Operations | | | | |
| a. Internal Security Operations | 24,333,502,000 | 3,703,346,000 | 148,408,000 | 28,185,256,000 |
| 1. Operation and maintenance of combat units, including P44,000,000 for intelligence expenses | 22,285,370,000 | 3,703,346,000 | 148,408,000 | 26,137,124,000 |
| 2. Subsistence allowance of CAFGUs | 2,048,132,000 | | | 2,048,132,000 |

| | | | | |
|---|---|---|---|---|
| b. Territorial Defense | 851,064,000 | 185,513,000 | 6,869,000 | 1,043,446,000 |
| 1. Operation and maintenance of reserve units and reservist affairs | 851,064,000 | 185,513,000 | 6,869,000 | 1,043,446,000 |
| c. Disaster Response | | 7,811,000 | | 7,811,000 |
| 1. Operation and maintenance of units engaged in disaster and relief operations | | 7,811,000 | | 7,811,000 |
| d. Support to National Development | 1,377,115,000 | 230,788,000 | | 1,607,903,000 |
| 1. Operation and maintenance of engineer units | 1,377,115,000 | 230,788,000 | | 1,607,903,000 |
| e. International Defense and Security Engagements | | 137,894,000 | | 137,894,000 |
| 1. Joint training exercises and exchange programs | | 137,894,000 | | 137,894,000 |
| f. International Humanitarian Assistance and Peacekeeping Operations | 10,554,000 | 851,000 | | 11,405,000 |
| 1. Peacekeeping | 10,554,000 | 851,000 | | 11,405,000 |
| Sub-Total, Operations | 26,572,235,000 | 4,266,203,000 | 155,277,000 | 30,993,715,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 29,923,780,000 | P 5,331,087,000 | P 158,670,000 | P 35,413,537,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A.__Programs/Locally-Funded_Project(s)

| | |
|---|---|
| Current Operating Expenditures | |
| Personal Services | |
| I. Civilian Personnel | |
| Basic Pay, Civilian | 174,341 |
| Contractual, Casual and Emergency Personnel | 45,408 |
| Total Salaries/Wages | 219,749 |
| Other Compensation | |
| Representation Allowance | 480 |
| Honoraria | 106 |
| Year-End Bonus | 19,879 |
| Step Increments for Length of Service | 436 |
| Personnel Economic Relief Allowance | 25,680 |
| Clothing/Uniform Allowance | 4,280 |
| Productivity Incentive Benefits | 2,140 |
| Magna Carta of Public Health Workers per R.A. 7305 | 15,855 |

| | |
|---|---|
| Total Other Compensation | 68,856 |
| Gross Compensation | 288,605 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 1,284 |
| Health Insurance Premiums | 2,017 |
| Employees Compensation Insurance Premiums (ECIP) | 1,260 |
| Total Fixed Personnel Expenditures | 4,561 |
| Total, Personal Services of Civilian Personnel | 293,166 |
| II. Uniformed/Military Personnel | |
| Base Pay, Military | 15,006,413 |
| Total Basic Pay | 15,006,413 |
| Allowances and Other Collaterals | |
| Pag-I.B.I.G. Contributions | 101,988 |
| Health Insurance Premiums | 229,473 |
| Employees Compensation Insurance Premiums (ECIP) | 101,988 |
| Flying Pay | 8,374 |
| Special Group Term Insurance | 6,119 |
| Hazardous Duty Pay | 108,132 |
| Personnel Economic Relief Allowance | 2,039,760 |
| Year-End Benefits | 1,691,387 |
| Productivity Incentive Benefits | 169,980 |
| Clothing Allowance | 203,976 |
| Longevity Pay | 3,125,060 |
| Subsistence Allowance | 4,840,053 |
| Laundry Allowance | 32,598 |
| Hazard Pay | 246,136 |
| Quarters Allowance | 429,799 |
| Special Clothing Allowance | 33,771 |
| Combat Duty Pay | 469,128 |
| Instructor's Duty Pay | 117,407 |
| Reservist's Pay | 224,605 |
| Medal of Valor Award | 5,280 |
| Reenlistment Clothing Allowance | 299,674 |
| Parachutist Pay | 139,513 |
| Total Allowances and Other Collaterals | 14,624,201 |
| Total, Personal Services of Uniformed/Military Personnel | 29,630,614 |
| Total Personal Services | 29,923,780 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 86,857 |
| Communication Expenses | 35,866 |
| Repair and Maintenance | 926,923 |

| | |
|---|---|
| Transportation and Delivery Expenses | 63,949 |
| Supplies and Materials | 3,448,533 |
| Rents | 2,553 |
| Utility Expenses | 330,594 |
| Training and Scholarship Expenses | 191,022 |
| Confidential and Intelligence Expenses | 44,000 |
| Taxes, Insurance Premiums and Other Fees | 80,818 |
| Professional Services | 14,074 |
| Printing and Binding Expenses | 1,388 |
| Advertising Expenses | 146 |
| Representation Expenses | 97,341 |
| Subscription Expenses | 1,263 |
| Survey Expenses | 5,180 |
| Awards and Indemnities | 580 |
| Total Maintenance and Other Operating Expenses | 5,331,087 |
| Total Current Operating Expenditures | 35,254,867 |
| Capital Outlays | |
| Buildings and Structures Outlay | 45,108 |
| Office Equipment, Furniture and Fixtures | 6,669 |
| Transportation Equipment | 12,910 |
| Machineries and Equipment | 93,983 |
| Total Capital Outlays | 158,670 |
| TOTAL NEW APPROPRIATIONS | 35,413,537 |

## F.2 PHILIPPINE AIR FORCE (AIR FORCE)

For general administration and support, support to operations, and operations, as indicated hereunder..... P 10,555,438,000

New Appropriations, by Program/Project

| A. PROGRAMS | Current Operating Expenditures: Personal Services | Current Operating Expenditures: Maintenance and Other Operating Expenses | Capital Outlays | Total |
|---|---|---|---|---|
| I. General Administration and Support | | | | |
| a. Force-Level Central Command and Control | P 1,129,226,000 | P 240,718,000 | P 12,300,000 | P 1,382,244,000 |
| Sub-Total, General Administration and Support | 1,129,226,000 | 240,718,000 | 12,300,000 | 1,382,244,000 |
| II. Support to Operations | | | | |
| a. Force-Level, Training and Support | 721,678,000 | 445,784,000 | 23,475,000 | 1,190,937,000 |

| | | | | |
|---|---|---|---|---|
| Sub-Total, Support to Operations | 721,678,000 | 445,784,000 | 23,475,000 | 1,190,937,000 |
| III. Operations | | | | |
| a. Internal Security Operations | 3,620,195,000 | 2,624,065,000 | 125,450,000 | 6,369,710,000 |
| b. Territorial Defense | 446,530,000 | 411,098,000 | 3,375,000 | 861,003,000 |
| c. Disaster Response | 115,891,000 | 118,722,000 | 7,100,000 | 241,713,000 |
| d. Support to National Development | 215,828,000 | 245,126,000 | 8,550,000 | 469,504,000 |
| e. International Defense and Security Engagements | | 8,750,000 | | 8,750,000 |
| f. International Humanitarian Assistance and Peacekeeping Operations | 31,577,000 | | | 31,577,000 |
| Sub-Total, Operations | 4,430,021,000 | 3,407,761,000 | 144,475,000 | 7,982,257,000 |
| Total, Programs | 6,280,925,000 | 4,094,263,000 | 180,250,000 | 10,555,438,000 |
| TOTAL NEW APPROPRIATIONS | P 6,280,925,000 | P 4,094,263,000 | P 180,250,000 | P 10,555,438,000 |

Special Provision(s)

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

| | Current_Operating_Expenditures | | | |
|---|---|---|---|---|
| | Personal Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| I. General Administration and Support | | | | |
| a. Force-Level Central Command and Control | P 1,129,226,000 | P 240,718,000 | P 12,300,000 | P 1,382,244,000 |
| 1. Command and control service, including P17,000,000 for intelligence expenses | 1,129,226,000 | 240,718,000 | 12,300,000 | 1,382,244,000 |
| Sub-Total, General Administration and Support | 1,129,226,000 | 240,718,000 | 12,300,000 | 1,382,244,000 |
| II. Support to Operations | | | | |
| a. Force-Level, Training and Support | 721,678,000 | 445,784,000 | 23,475,000 | 1,190,937,000 |
| 1. Training services | 413,038,000 | 311,074,000 | 15,875,000 | 739,987,000 |
| 2. Service support activities | 308,640,000 | 134,710,000 | 7,600,000 | 450,950,000 |
| Sub-Total, Support to Operations | 721,678,000 | 445,784,000 | 23,475,000 | 1,190,937,000 |

| | | | | |
|---|---|---|---|---|
| III. Operations | | | | |
| a. Internal Security Operations | 3,620,195,000 | 2,624,065,000 | 125,450,000 | 6,369,710,000 |
| 1. Air and ground combat services | 2,917,065,000 | 1,890,117,000 | 84,400,000 | 4,891,582,000 |
| 2. Base defense and security services | 224,002,000 | 158,547,000 | 10,475,000 | 393,024,000 |
| 3. Combat support services | 479,128,000 | 575,401,000 | 30,575,000 | 1,085,104,000 |
| b. Territorial Defense | 446,530,000 | 411,098,000 | 3,375,000 | 861,003,000 |
| 1. Territorial defense activities | 446,530,000 | 411,098,000 | 3,375,000 | 861,003,000 |
| c. Disaster Response | 115,891,000 | 118,722,000 | 7,100,000 | 241,713,000 |
| 1. Disaster response and relief services | 115,891,000 | 118,722,000 | 7,100,000 | 241,713,000 |
| d. Support to National Development | 215,828,000 | 245,126,000 | 8,550,000 | 469,504,000 |
| 1. National development support service | 215,828,000 | 245,126,000 | 8,550,000 | 469,504,000 |
| e. International Defense and Security Engagements | | 8,750,000 | | 8,750,000 |
| 1. International defense and security engagements | | 8,750,000 | | 8,750,000 |
| f. International Humanitarian Assistance and Peacekeeping Operations | 31,577,000 | | | 31,577,000 |
| 1. International humanitarian assistance and peacekeeping operations | 31,577,000 | | | 31,577,000 |
| Sub-Total, Operations | 4,430,021,000 | 3,407,761,000 | 144,475,000 | 7,982,257,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 6,280,925,000 | P 4,094,263,000 | P 180,250,000 | P 10,555,438,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A.__Programs/Locally-Funded_Project(s)

| | |
|---|---|
| Current Operating Expenditures | |
| Personal Services | |
| I. Civilian Personnel | |
| Basic Pay, Civilian | 219,646 |
| Contractual, Casual and Emergency Personnel | 36,251 |
| Total Salaries/Wages | 255,897 |
| Other Compensation | |

| | |
|---|---|
| Representation Allowance | 384 |
| Year-End Bonus | 25,187 |
| Step Increments for Length of Service | 553 |
| Longevity Pay | 6,246 |
| Personnel Economic Relief Allowance | 33,024 |
| Clothing/Uniform Allowance | 5,504 |
| Productivity Incentive Benefits | 2,752 |
| Magna Carta of Public Health Workers per R.A. 7305 | 18,232 |
| Total Other Compensation | 91,882 |
| Gross Compensation | 347,779 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 1,657 |
| Health Insurance Premiums | 2,538 |
| Employees Compensation Insurance Premiums (ECIP) | 1,612 |
| Total Fixed Personnel Expenditures | 5,807 |
| Total, Personal Services of Civilian Personnel | 353,586 |
| II. Uniformed/Military Personnel | |
| Base Pay, Military | 2,946,562 |
| Total Basic pay | 2,946,562 |
| Allowances and Other Collaterals | |
| Pag-I.B.I.G. Contributions | 18,294 |
| Health Insurance Premiums | 41,162 |
| Employees Compensation Insurance Premiums (ECIP) | 18,294 |
| Flying Pay | 367,801 |
| Special Group Term Insurance | 1,098 |
| Hazardous Duty Pay | 74,134 |
| Hardship Allowance | 7,992 |
| Personnel Economic Relief Allowance | 365,880 |
| Year-End Benefits | 373,021 |
| Productivity Incentive Benefits | 30,490 |
| Clothing Allowance | 36,588 |
| Longevity Pay | 817,799 |
| Subsistence Allowance | 500,798 |
| Laundry Allowance | 10,976 |
| Hazard Pay | 50,459 |
| Quarters Allowance | 96,028 |
| Combat Duty Pay | 66,544 |
| Instructors Duty Pay | 26,765 |
| Medal of Valor Award | 1,200 |
| Reenlistment Clothing Allowance | 66,008 |
| Parachutist Pay | 9,446 |
| Total Allowances and Other Collaterals | 2,980,777 |

| | |
|---|---|
| Total, Personal Services of Uniformed/Military Personnel | 5,927,339 |
| Total Personal Services | 6,280,925 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 168,681 |
| Communication Expenses | 30,105 |
| Repair and Maintenance | 1,975,996 |
| Transportation and Delivery Expenses | 23,555 |
| Supplies and Materials | 1,403,022 |
| Rents | 2,133 |
| Subsidies and Donations | 600 |
| Utility Expenses | 272,709 |
| Training and Scholarship Expenses | 60,056 |
| Extraordinary and Miscellaneous Expenses | 6,011 |
| Confidential and Intelligence Expenses | 17,000 |
| Taxes, Insurance Premiums and Other Fees | 17,975 |
| Professional Services | 9,683 |
| Printing and Binding Expenses | 2,972 |
| Advertising Expenses | 2,592 |
| Representation Expenses | 97,512 |
| Storage Expenses | 50 |
| Subscription Expenses | 3,241 |
| Survey Expenses | 182 |
| Membership Dues and Contributions to Organizations | 140 |
| Awards and Indemnities | 48 |
| Total Maintenance and Other Operating Expenses | 4,094,263 |
| Total Current Operating Expenditures | 10,375,188 |
| Capital Outlays | |
| Buildings and Structures Outlay | 40,000 |
| Transportation Equipment | 104,050 |
| Machineries and Equipment | 36,200 |
| Total Capital Outlays | 180,250 |
| TOTAL NEW APPROPRIATIONS | 10,555,438 |

## F.3 PHILIPPINE NAVY (NAVAL FORCES)

For general administration and support, support to operations, and operations, including locally-funded project as indicated hereunder ..... P 12,124,438,000

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. Force-Level Central Command and Control | P 2,341,275,000 | P 251,914,000 | P 3,200,000 | P 2,596,389,000 |
| Sub-Total, General Administration and Support | 2,341,275,000 | 251,914,000 | 3,200,000 | 2,596,389,000 |
| II. Support to Operations | | | | |
| a. Force-Level, Training Services | 626,909,000 | 99,751,000 | | 726,660,000 |
| b. Force-Level, Support to Administrative Services | 431,117,000 | 624,698,000 | 6,400,000 | 1,062,215,000 |
| Sub-Total, Support to Operations | 1,058,026,000 | 724,449,000 | 6,400,000 | 1,788,875,000 |
| III. Operations | | | | |
| a. Internal Security Operations | 4,354,878,000 | 2,630,303,000 | 117,248,000 | 7,102,429,000 |
| b. Territorial Defense | 71,310,000 | 124,070,000 | | 195,380,000 |
| c. Disaster Response | | 586,000 | | 586,000 |
| d. Support to National Development | 256,335,000 | 109,580,000 | | 365,915,000 |
| e. International Defense and Security Engagements | 12,109,000 | 4,500,000 | | 16,609,000 |
| f. International Humanitarian Assistance and Peacekeeping Operations | 28,255,000 | | | 28,255,000 |
| Total, Operations | 4,722,887,000 | 2,869,039,000 | 117,248,000 | 7,709,174,000 |
| Total, Programs | 8,122,188,000 | 3,845,402,000 | 126,848,000 | 12,094,438,000 |
| B. PROJECT(S) | | | | |
| I. Locally-Funded Project(s) | | | | |
| a. Payment for the Acquisition of Real Estate Properties in Barrio Canigaran, Wescom Road, Puerto Princesa City, Palawan | | | 30,000,000 | 30,000,000 |

| | | | | |
|---|---|---|---|---|
| Sub-total, Locally-Funded Project(s) | | | 30,000,000 | 30,000,000 |
| Total, Project(s) | | | 30,000,000 | 30,000,000 |
| TOTAL NEW APPROPRIATIONS | P 8,122,188,000 | P 3,845,402,000 | P 156,848,000 | P 12,124,438,000 |

Special Provision(s)

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

| | Current_Operating_Expenditures | | | |
|---|---|---|---|---|
| | Personal Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| I. General Administration and Support | | | | |
| a. Force-Level Central Command and Control | P 2,341,275,000 | P 251,914,000 | P 3,200,000 | P 2,596,389,000 |
| 1. Command and control | 2,341,275,000 | 251,914,000 | 3,200,000 | 2,596,389,000 |
| Sub-Total, General Administration and Support | 2,341,275,000 | 251,914,000 | 3,200,000 | 2,596,389,000 |
| II. Support to Operations | | | | |
| a. Force-Level, Training Services | 626,909,000 | 99,751,000 | | 726,660,000 |
| 1. Training units | 626,909,000 | 99,751,000 | | 726,660,000 |
| b. Force-Level, Support to Administrative Services | 431,117,000 | 624,698,000 | 6,400,000 | 1,062,215,000 |
| 1. Support to administrative units | 431,117,000 | 624,698,000 | 6,400,000 | 1,062,215,000 |
| Sub-Total, Support to Operations | 1,058,026,000 | 724,449,000 | 6,400,000 | 1,788,875,000 |
| III. Operations | | | | |
| a. Internal Security Operations | 4,354,878,000 | 2,630,303,000 | 117,248,000 | 7,102,429,000 |
| 1. Ground operations | 1,814,378,000 | 881,734,000 | 1,785,000 | 2,697,897,000 |
| 2. Special operations | 120,519,000 | 294,000 | | 120,813,000 |
| 3. Intel operations, including intelligence expenses of P34,749,000 | 102,797,000 | 169,813,000 | 4,895,000 | 277,505,000 |
| 4. Air operations | 59,974,000 | 52,863,000 | | 112,837,000 |
| 5. Surface operations | 2,257,210,000 | 1,525,599,000 | 110,568,000 | 3,893,377,000 |
| b. Territorial Defense | 71,310,000 | 124,070,000 | | 195,380,000 |

| | | | | |
|---|---|---|---|---|
| 1. Surface combatant ships | 71,310,000 | 101,520,000 | | 172,830,000 |
| 2. Operationalization of Coast Watch South | | 15,000,000 | | 15,000,000 |
| 3. Support to Retirees and Reservist Affairs | | 7,550,000 | | 7,550,000 |
| c. Disaster Response | | 586,000 | | 586,000 |
| 1. Disaster response and relief services | | 586,000 | | 586,000 |
| d. Support to National Development | 256,335,000 | 109,580,000 | | 365,915,000 |
| 1. Port harbor services/ground mobility operations and maintenance/research | 256,335,000 | 109,580,000 | | 365,915,000 |
| e. International Defense and Security Engagements | 12,109,000 | 4,500,000 | | 16,609,000 |
| 1. Bilateral exercises | 12,109,000 | 1,000,000 | | 13,109,000 |
| 2. International affairs | | 3,500,000 | | 3,500,000 |
| f. International Humanitarian Assistance and Peacekeeping Operations | 28,255,000 | | | 28,255,000 |
| 1. International assistance and peacekeeping services | 28,255,000 | | | 28,255,000 |
| Sub-Total, Operations | 4,722,887,000 | 2,869,039,000 | 117,248,000 | 7,709,174,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 8,122,188,000 | P 3,845,402,000 | P 126,848,000 | P 12,094,438,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

| | |
|---|---|
| A.__Programs/Locally-Funded_Project(s) | |
| Current Operating Expenditures | |
| Personal Services | |
| I. Civilian Personnel | |
| Basic Pay, Civilian | 130,632 |
| Contractual, Casual and Emergency Personnel | 58,142 |
| Total Salaries/Wages | 188,774 |
| Other Compensation | |
| Representation Allowance | 288 |
| Year-End Bonus | 14,957 |
| Step Increments for Length of Service | 327 |
| Longevity Pay | 6,095 |
| Personnel Economic Relief Allowance | 19,536 |
| Clothing/Uniform Allowance | 3,256 |

| | |
|---|---|
| Productivity Incentive Benefits | 1,628 |
| Magna Carta of Public Health Workers per R.A. 7305 | 26,543 |
| Total Other Compensation | 72,630 |
| Gross Compensation | 261,404 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 977 |
| Health Insurance Premiums | 1,505 |
| Employees Compensation Insurance Premiums (ECIP) | 968 |
| Total Fixed Personnel Expenditures | 3,450 |
| Total, Personal Services of Civilian Personnel | 264,854 |
| II. Uniformed/Military Personnel | |
| Base Pay, Military | 4,258,228 |
| Total Basic pay | 4,258,228 |
| Allowances and Other Collaterals | |
| Pag-I.B.I.G. Contributions | 26,386 |
| Health Insurance Premiums | 59,368 |
| Employees Compensation Insurance Premiums (ECIP) | 26,386 |
| Flying Pay | 30,384 |
| Special Group Term Insurance | 1,669 |
| Sea Duty Pay | 218,352 |
| Hazardous Duty Pay | 171,388 |
| Personnel Economic Relief Allowance | 527,712 |
| Year-End Benefits | 548,119 |
| Productivity Incentive Benefits | 43,976 |
| Clothing Allowance | 52,771 |
| Longevity Pay | 809,183 |
| Subsistence Allowance | 722,306 |
| Laundry Allowance | 15,831 |
| Hazard Pay | 63,379 |
| Quarters Allowance | 117,765 |
| Allowance for Personnel Stationed Abroad | 20,000 |
| Special Clothing Allowance | 20,000 |
| Combat Duty Pay | 61,410 |
| Instructor's Duty Pay | 29,885 |
| Reservist's Pay | 3,106 |
| Medal of Valor Award | 720 |
| Reenlistment Clothing Allowance | 19,010 |
| Parachutist Pay | 10,000 |
| Total Allowances and Other Collaterals | 3,599,106 |
| Total, Personal Services of Uniformed/Military Personnel | 7,857,334 |
| Total Personal Services | 8,122,188 |

| | |
|---|---|
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 26,540 |
| Communication Expenses | 37,000 |
| Repair and Maintenance | 841,044 |
| Transportation and Delivery Expenses | 50,159 |
| Supplies and Materials | 2,310,282 |
| Rents | 3,436 |
| Utility Expenses | 320,996 |
| Training and Scholarship Expenses | 28,711 |
| Extraordinary and Miscellaneous Expenses | 6,268 |
| Confidential and Intelligence Expenses | 34,749 |
| Taxes, Insurance Premiums and Other Fees | 44,709 |
| Professional Services | 135,970 |
| Representation Expenses | 3,185 |
| Subscription Expenses | 2,000 |
| Awards and Indemnities | 353 |
| Total Maintenance and Other Operating Expenses | 3,845,402 |
| Total Current Operating Expenditures | 11,967,590 |
| Capital Outlays | |
| Land and Land Improvements Outlay | 30,000 |
| Office Equipment, Furniture and Fixtures | 3,530 |
| Transportation Equipment | 14,850 |
| Machineries and Equipment | 77,192 |
| Public Infrastructures | 31,276 |
| Total Capital Outlays | 156,848 |
| TOTAL NEW APPROPRIATIONS | 12,124,438 |

## F.4 GENERAL HEADQUARTERS, AFP AND AFP WIDE SERVICE SUPPORT UNITS (AFPWSSUS)

For general administration and support, support to operations, and operations, including locally-funded project(s), as indicated hereunder ..... P 37,947,103,000

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 27,723,230,000 | P 352,908,000 | P | P 28,076,138,000 |
| Sub-Total, General Administration and Support | 27,723,230,000 | 352,908,000 | | 28,076,138,000 |

| | | | | |
|---|---|---|---|---|
| II. Support to Operations | | | | |
| a. Delivering Frontline Capability | 75,914,000 | 251,159,000 | 28,438,000 | 355,511,000 |
| b. Pre-Commission Officer Training (PMA) | 471,010,000 | 124,325,000 | 25,000,000 | 620,335,000 |
| c. Tertiary Health Care (AFPMC) | 341,209,000 | 756,895,000 | | 1,098,104,000 |
| Sub-Total, Support to Operations | 888,133,000 | 1,132,379,000 | 53,438,000 | 2,073,950,000 |
| III. Operations | | | | |
| a. Planning, Command and Management of Joint Military Operations | 1,023,212,000 | 1,563,919,000 | 17,805,000 | 2,604,936,000 |
| b. Presidential Security (PSG), including P12,000,000 for intelligence expenses | 36,621,000 | 155,458,000 | | 192,079,000 |
| Sub-Total, Operations | 1,059,833,000 | 1,719,377,000 | 17,805,000 | 2,797,015,000 |
| Total, Programs | 29,671,196,000 | 3,204,664,000 | 71,243,000 | 32,947,103,000 |
| B. PROJECT(S) | | | | |
| I. Locally-Funded Project(s) | | | | |
| a. AFP Modernization Program | | | 5,000,000,000 | 5,000,000,000 |
| Sub-total, Locally-Funded Project(s) | | | 5,000,000,000 | 5,000,000,000 |
| Total, Project(s) | | | 5,000,000,000 | 5,000,000,000 |
| TOTAL NEW APPROPRIATIONS | P 29,671,196,000 | P 3,204,664,000 | P 5,071,243,000 | P 37,947,103,000 |

Special Provision(s)

1. The Armed Forces of the Philippines Modernization Program. The amount of Five Billion Pesos (P5,000,000,000) appropriated under B.I.a shall be used in support of the AFP Modernization Program: PROVIDED, That the Secretary of National Defense shall prepare and submit a Modernization Program to be approved by the President of the Philippines. The AFP Modernization Program shall clearly identify its underlying principles and objectives, include its key components together with a list of specific projects and activities, corresponding budgetary allocation and targeted outputs, and establish a system of continuing Program monitoring and evaluation: PROVIDED, FURTHER, That the Secretary of National Defense shall designate an accountable Program head to enhance transparency and enforce accountability in its implementation: PROVIDED, FURTHERMORE, That the release of funds shall be subject to prior submission by the DND of the Program Accountability Report to the DBM: PROVIDED, FINALLY, That any realignment of funds as well as implementation of new projects or activities not originally covered under the said Program shall be made upon prior approval of the President of the Philippines.

The DND shall submit, either in printed form or by way of electronic document, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance separate quarterly reports on the disbursements made for the Program. The Secretary of National Defense shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DND.

Implementation of this provision shall be subject to the guidelines to be jointly issued by the DBM, DND and AFP.

2. Administration of the Reservists Affairs Program Fund. The amounts authorized for the Reservists Affairs Program, which covers the Ready, Standby and Retired Reservists training shall be administered by the General Headquarters, AFP.

3. Administration of the Bilateral Engagements Fund. The amounts authorized under A.II.a.2 shall be administered by the General Headquarters, AFP and used for bilateral engagements.

4. 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 27,723,230,000 | P 352,908,000 | P | P 28,076,138,000 |
| 1. StGeneral Management and Supervision | 27,723,230,000 | 352,908,000 | | 28,076,138,000 |
| a. Administration, support and supervision | 482,158,000 | 344,306,000 | | 826,464,000 |
| b. Military pension administration | 27,241,072,000 | 8,602,000 | | 27,249,674,000 |
| Sub-Total, General Administration and Support | 27,723,230,000 | 352,908,000 | | 28,076,138,000 |
| II. Support to Operations | | | | |
| a. Delivering Frontline Capability | 75,914,000 | 251,159,000 | 28,438,000 | 355,511,000 |
| 1. Strategic lift and mobility | | 108,915,000 | | 108,915,000 |
| 2. Joint force preparedness (Bilateral Engagements) | | 47,071,000 | | 47,071,000 |
| 3. Joint education and training | 14,572,000 | 26,104,000 | 14,761,000 | 55,437,000 |
| 4. Joint service support | 58,190,000 | 55,302,000 | 13,677,000 | 127,169,000 |
| 5. Ordnance build-up | | 4,000,000 | | 4,000,000 |
| 6. Reserve force administration and training | 3,152,000 | 9,767,000 | | 12,919,000 |
| b. Pre-Commission Officer Training (PMA) | 471,010,000 | 124,325,000 | 25,000,000 | 620,335,000 |
| c. Tertiary Health Care (AFPMC) | 341,209,000 | 756,895,000 | | 1,098,104,000 |
| Sub-Total, Support to Operations | 888,133,000 | 1,132,379,000 | 53,438,000 | 2,073,950,000 |
| III. Operations | | | | |
| a. Planning, Command and Management of Joint Military Operations | 1,023,212,000 | 1,563,919,000 | 17,805,000 | 2,604,936,000 |
| 1. Military strategic planning | 120,485,000 | 397,613,000 | 9,806,000 | 527,904,000 |

| | | | | |
|---|---|---|---|---|
| 2. Strategic command and control, including P128,648,000 for intelligence expenses | 902,727,000 | 1,132,430,000 | | 2,035,157,000 |
| 3. National Development Operations | | 20,000,000 | | 20,000,000 |
| 4. International humanitarian and peacekeeping operations | | 5,823,000 | | 5,823,000 |
| 5. Joint special operations | | 8,053,000 | 7,999,000 | 16,052,000 |
| b. Presidential Security (PSG), including P12,000,000 for intelligence expenses | 36,621,000 | 155,458,000 | | 192,079,000 |
| Sub-Total, Operations | 1,059,833,000 | 1,719,377,000 | 17,805,000 | 2,797,015,000 |
| TOTAL, PROGRAMS AND ACTIVITIES | P 29,671,196,000 | P 3,204,664,000 | P 71,243,000 | P 32,947,103,000 |

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

| | |
|---|---|
| A. Programs/Locally-Funded Project(s) | |
| Current Operating Expenditures | |
| Personal Services | |
| I. Civilian Personnel | |
| Basic Pay, Civilian | 331,160 |
| Contractual, Casual and Emergency Personnel | 243,141 |
| Total Salaries/Wages | 574,301 |
| Other Compensation | |
| Representation Allowance | 384 |
| Year-End Bonus | 37,652 |
| Step Increments for Length of Service | 832 |
| Longevity Pay | 9,142 |
| Personnel Economic Relief Allowance | 48,240 |
| Clothing/Uniform Allowance | 8,040 |
| Productivity Incentive Benefits | 4,020 |
| Magna Carta of Public Health Workers per R.A. 7305 | 63,578 |
| Total Other Compensation | 171,888 |
| Gross Compensation | 746,189 |
| Fixed Personnel Expenditures | |
| Pag-I.B.I.G. Contributions | 2,417 |
| Health Insurance Premiums | 3,800 |
| Employees Compensation Insurance Premiums (ECIP) | 2,355 |

| | |
|---|---|
| Total Fixed Personnel Expenditures | 8,572 |
| Total, Personal Services of Civilian Personnel | 754,761 |
| II. Uniformed/Military Personnel | |
| Base Pay, Military | 807,554 |
| Total Basic pay | 807,554 |
| Allowances and Other Collaterals | |
| Pag-I.B.I.G. Contributions | 3,542 |
| Health Insurance Premiums | 7,970 |
| Employees Compensation Insurance Premiums (ECIP) | 3,542 |
| Pensions, Military | 27,238,713 |
| Special Group Term Insurance | 213 |
| Combat Incentive Pay | 10,000 |
| Hazardous Duty Pay | 17,055 |
| Personnel Economic Relief Allowance | 70,848 |
| Year-End Benefits | 97,666 |
| Productivity Incentive Benefits | 5,904 |
| Clothing Allowance | 34,843 |
| Longevity Pay | 144,998 |
| Subsistence Allowance | 96,973 |
| Laundry Allowance | 1,110 |
| Hazard Pay | 6,940 |
| Quarters Allowance | 13,771 |
| Combat Duty Pay | 23,939 |
| Incentive Pay | 108,904 |
| Instructor's Duty Pay | 12,000 |
| Reenlistment Clothing Allowance | 7,895 |
| LOI 63 (AFA) | 202,055 |
| Total Allowances and Other Collaterals | 28,108,881 |
| Total, Personal Services of Uniformed/Military Personnel | 28,916,435 |
| Total Personal Services | 29,671,196 |
| Maintenance and Other Operating Expenses | |
| Travelling Expenses | 138,096 |
| Communication Expenses | 92,940 |
| Repair and Maintenance | 224,182 |
| Transportation and Delivery Expenses | 632 |
| Supplies and Materials | 1,382,932 |
| Rents | 37,094 |
| Interests | 12 |
| Utility Expenses | 547,618 |
| Training and Scholarship Expenses | 64,036 |
| Extraordinary and Miscellaneous Expenses | 20,645 |
| Confidential and Intelligence Expenses | 140,648 |
| Taxes, Insurance Premiums and Other Fees | 26,356 |
| Professional Services | 315,157 |
| Printing and Binding Expenses | 6,993 |

| | |
|---|---|
| Advertising Expenses | 534 |
| Representation Expenses | 202,225 |
| Subscription Expenses | 4,218 |
| Membership Dues and Contributions to Organizations | 246 |
| Awards and Indemnities | 100 |
| Total Maintenance and Other Operating Expenses | 3,204,664 |
| Total Current Operating Expenditures | 32,875,860 |
| Capital Outlays | |
| Buildings and Structures Outlay | 47,323 |
| Office Equipment, Furniture and Fixtures | 8,480 |
| Transportation Equipment | 7,340 |
| Machineries and Equipment | 5,008,100 |
| Total Capital Outlays | 5,071,243 |
| TOTAL NEW APPROPRIATIONS | 37,947,103 |

Special Provision(s) Applicable to the Armed Forces of the Philippines:

1. Use of Income. In addition to the amounts appropriated herein, fees and charges authorized to be collected by the AFP from the exercise of its regulatory functions and from the lease of its equipment and facilities shall be deposited in the National Treasury as trust receipts: PROVIDED, That the same shall be used to augment its operating requirements in accordance with Section 1 and 2 of E.O. No. 1002, s. 1985: PROVIDED, FURTHER, That the AFP shall submit, either in printed form or by way of electronic document, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, separate quarterly reports on its income, and the status of the trust receipts.

Failure to submit said requirements shall render any disbursement from said trust receipts 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.

Implementation of this provision shall be subject to the provisions of COA-DBM-DOF Joint Circular No. 1-97 dated January 2, 1997.

2. Realignment of Funds. Any realignment of funds shall be subject to the approval by the President of the Philippines upon the joint recommendation of the Secretary of National Defense and Secretary of Budget and Management.

3. Intelligence Funds. No amount appropriated herein shall be released or disbursed for intelligence activities unless specifically identified and authorized as such intelligence fund under this Act and approved by the President of the Philippines: PROVIDED, That the use and release of savings to augment said funds are subject to prior approval by the President, upon recommendation of the Secretary of National Defense.

Implementation of this provision shall be subject to the guidelines to be issued by the DBM.

4. Release of Funds for Personal Services. No amount appropriated for personal services shall be released or disbursed unless such release or disbursement is done through the Land Bank of the Philippines (LBP), and subject to the following conditions:

i) Each individual shall personally open an Automatic Teller Machine (ATM) Payroll Account in his/her name at the LBP. For this purpose, the LBP shall, in addition to its standard know-your-customer procedures, independently confirm such individual's identity.

ii) All disbursements of appropriations for personal services shall be made through the ATM payroll account, whether through the ATM or over-the-counter.

In areas (determined by reference to the relevant local government unit) where the LBP does not maintain a branch or office where the individual can withdraw through an ATM or over-the-counter, the LBP shall enter into such arrangements with other banks or financial institutions as are necessary to disburse said appropriations: PROVIDED, That in all cases, the payroll account relating thereto shall nevertheless be opened with the LBP and all disbursements made through such other banks or financial institutions shall at all times be electronically traceable and issuing electronic receipts to prove disbursements directly to the individual concerned. PROVIDED, FURTHER, That any bank charges that may be incurred due to the said arrangement shall be paid by the DND.

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

Implementation of this provision shall be in accordance with guidelines to be jointly issued by the DND and COA.

6. Use of Appropriations Alloted 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 Philippine Air Force Flying School (PAFFS) not exceeding four (4) years, shall be considered as active military service.

7. Restriction on AFP Expenditures. No amount authorized herein for the AFP shall be used to fund expenditure requirements of military personnel in excess of the actual troop strength of each Major Service.

8. Restriction on Use of Funds Allotted for Petroleum, Oil, Lubricants, and Medicines. The amounts appropriated herein for petroleum, oil, lubricants, and medicines outlays for the AFP Major Services shall be used exclusively for the purchase or acquisition of such petroleum, oil, lubricants, and medicines, and in no case shall any portion thereof be utilized for any other purpose.

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 AFP.

9. Purchase of Medicines. The purchase of medicines by all AFP units, hospitals and clinics shall strictly comply with the Philippine National Drug Formulary prescribed by the DOH. They may likewise apply such other policies adopted by the DOH on the purchase of medicines, including those authorizing bulk and emergency purchases.

10. Reservist Quota in Education and Training Program. The reservists who are on regular annual active duty training and are duly qualified shall compose a minimum of three percent (3%) of the total number of participants in training and education, both local and abroad.

11. Hospitalization of Reservist. AFP hospitals shall also serve reservists during regular active duty training.

12. Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations. Expenses incurred by the AFP in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the AFP upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987 and to pertinent budgeting, accounting and auditing rules and regulations.

GENERAL SUMMARY
DEPARTMENT OF NATIONAL DEFENSE

| | Current Operating Expenditures | | | |
|---|---|---|---|---|
| | Personal Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| A. DND Proper (Office of the Secretary) | P 99,612,000 | P 350,703,000 | P 232,500,000 | P 682,815,000 |
| B. Government Arsenal | 150,710,000 | 468,583,000 | 26,367,000 | 645,660,000 |
| C. National Defense College of the Philippines | 20,996,000 | 30,511,000 | | 51,507,000 |
| D. Office of Civil Defense | 72,254,000 | 1,149,305,000 | | 1,221,559,000 |
| E. Philippine Veterans Affairs Office | | | | |
| E.1 Philippine Veterans Affairs Office (Proper) | 7,188,125,000 | 265,972,000 | | 7,454,097,000 |
| E.2 Veterans Memorial Medical Center | 389,574,000 | 386,294,000 | 33,000,000 | 808,868,000 |
| Sub-total, Philippine Veterans Affairs Office | 7,577,699,000 | 652,266,000 | 33,000,000 | 8,262,965,000 |
| F. Armed Forces of the Philippines | | | | |
| F.1 Philippine Army (Land Forces) | 29,923,780,000 | 5,331,087,000 | 158,670,000 | 35,413,537,000 |
| F.2 Philippine Air Force (Air Force) | 6,280,925,000 | 4,094,263,000 | 180,250,000 | 10,555,438,000 |
| F.3 Philippine Navy (Naval Forces) | 8,122,188,000 | 3,845,402,000 | 156,848,000 | 12,124,438,000 |
| F.4 General Headquarters, AFP and AFP Wide Service Support Units (AFPWSSUs) | 29,671,196,000 | 3,204,664,000 | 5,071,243,000 | 37,947,103,000 |
| Sub-total, Armed Forces of the Philippines | 73,998,089,000 | 16,475,416,000 | 5,567,011,000 | 96,040,516,000 |
| Total New Appropriations, Department of National Defense | P 81,919,360,000 | P 19,126,784,000 | P 5,858,878,000 | P 106,905,022,000 |