

## XVII. DEPARTMENT OF NATIONAL DEFENSE

## A. OFFICE OF THE SECRETARY - PROPER

For general administration and support, and operations, as indicated hereunder.....P 584,598,000

New Appropriations, by Program/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support	P 105,143,000	P 135,621,000	P	P 240,764,000
Operations		211,834,000	132,000,000	343,834,000
MFO 1: DEFENSE POLICY SERVICES		143,834,000		143,834,000
MFO 2: DISASTER RISK REDUCTION AND MANAGEMENT (DRRM) SERVICES		68,000,000	132,000,000	200,000,000
Total, Programs	105,143,000	347,455,000	132,000,000	584,598,000
TOTAL NEW APPROPRIATIONS	P 105,143,000	P 347,455,000	P 132,000,000	P 584,598,000

Special Provision(s)

1. Quick Response Fund. The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for relief, rehabilitation and reconstruction programs and projects, including pre-positioning of supplies and equipment in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible. In no case shall the QRF be used for pre-disaster activities or for any other purpose not authorized in this provision.

The DND shall submit to the National Disaster Risk Reduction and Management Council and the DBM, either in printed form or by way of electronic document, quarterly reports on the status of the utilization of the QRF. The Secretary of National Defense and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DND. (CONDITIONAL IMPLEMENTATION- President's Budget Action Message, December 21, 2015, Volume II-B, page 820, R.A. No.10717)

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:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support				
General management and supervision	P 105,143,000	P 135,621,000	P	P 240,764,000

Sub-total, General Administration and Support	105,143,000	135,621,000	240,764,000
Operations			
MFO 1: DEFENSE POLICY SERVICES		143,834,000	143,834,000
Development, implementation and monitoring of the Defense System of Management (DSOM)		111,733,000	111,733,000
Development, implementation and monitoring of the International Defense Engagement (IDSE)		32,101,000	32,101,000
MFO 2: DISASTER RISK REDUCTION AND MANAGEMENT (DRRM) SERVICES		68,000,000	200,000,000
Domestic disaster response management and operations (QRF)		68,000,000	200,000,000
Sub-total, Operations		211,834,000	343,834,000
Total Programs and Activities	105,143,000	347,455,000	584,598,000
TOTAL NEW APPROPRIATIONS	P 105,143,000 P	347,455,000 P	132,000,000 P 584,598,000

## New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

## Current Operating Expenditures

## Personnel Services

## Civilian Personnel

## Permanent Positions

## Basic Salary

80,790

## Total Permanent Positions

80,790

## Other Compensation Common to All

## Personnel Economic Relief Allowance

5,664

## Representation Allowance

3,240

## Transportation Allowance

3,240

## Clothing and Uniform Allowance

1,180

## Year End Bonus

6,732

## Cash Gift

1,180

## Step Increment

379

## Productivity Enhancement Incentive

1,180

## Total Other Compensation Common to All

22,795

## Other Benefits

## PAG-IBIG Contributions

283

## PhilHealth Contributions

687

Employees Compensation Insurance Premiums	283
Terminal Leave	305
<b>Total Other Benefits</b>	<b>1,558</b>
<b>Total Personnel Services</b>	<b>105,143</b>
<b>Maintenance and Other Operating Expenses</b>	
Travelling Expenses	24,522
Training and Scholarship Expenses	16,480
Supplies and Materials Expenses	47,621
Utility Expenses	26,780
Communication Expenses	13,881
Confidential, Intelligence and Extraordinary Expenses	
Confidential Expenses	23,000
Extraordinary and Miscellaneous Expenses	3,072
Intelligence Expenses	10,000
Professional Services	14,922
General Services	11,856
Repairs and Maintenance	99,591
Taxes, Insurance Premiums and Other Fees	2,495
Other Maintenance and Operating Expenses	
Advertising Expenses	710
Printing and Publication Expenses	2,105
Representation Expenses	26,169
Rent/Lease Expenses	23,242
Subscription Expenses	759
Donations	250
<b>Total Maintenance and Other Operating Expenses</b>	<b>347,455</b>
<b>Total Current Operating Expenditures</b>	<b>452,598</b>
<b>Capital Outlay</b>	
<b>Capital Outlays</b>	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	82,000
Transportation Equipment Outlay	50,000
<b>Total Capital Outlay</b>	<b>132,000</b>
<b>Total Programs/Locally-Funded Project(s)</b>	<b>584,598</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>584,598</b>

**B. GOVERNMENT ARSENAL**

For general administration and support, and operations, as indicated hereunder.....P 1,076,164,000

**New Appropriations, by Program/Projects**

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**Current Operating Expenditures**

	Maintenance and Other Operating Expenses	Capital Outlays	Total
Personnel Services			

**PROGRAMS**

General Administration and Support	P	51,011,000	P	38,493,000	P	89,504,000
Operations		142,036,000		795,624,000		49,000,000
						986,660,000
MFO 1: MANUFACTURE OF SMALL ARMS AMMUNITION		142,036,000		795,624,000		49,000,000
						986,660,000
Total, Programs		193,047,000		834,117,000		49,000,000
						1,076,164,000
TOTAL NEW APPROPRIATIONS	P	193,047,000	P	834,117,000	P	49,000,000
						1,076,164,000

**Special Provision(s)**

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Government Arsenal (GA) infirmary shall be deposited in an authorized government depository bank and used to augment the infirmary's MOOE and Capital Outlay requirements: PROVIDED, That at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services.

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

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

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

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

3. **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:

**New Appropriations, by Programs/Activities/Projects**

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**Current Operating Expenditures**

		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>PROGRAMS</b>					
General Administration and Support					
General management and supervision	P	45,621,000	P	38,493,000	P
					84,114,000
Administration of Personnel Benefits		5,390,000			5,390,000
Sub-total, General Administration and Support		51,011,000	38,493,000		89,504,000
Operations					
MFO 1: MANUFACTURE OF SMALL ARMS AMMUNITION		142,036,000	795,624,000	49,000,000	986,660,000
Planning and development of arms manufacturing processes and procedures		9,074,000	6,778,000		15,852,000

Manufacture, storage and security of small arms ammunition	132,962,000	788,846,000	49,000,000	970,808,000
Sub-total, Operations	142,036,000	795,624,000	49,000,000	986,660,000
Total Programs and Activities	193,047,000	834,117,000	49,000,000	1,076,164,000
TOTAL NEW APPROPRIATIONS	P 193,047,000	P 834,117,000	P 49,000,000	P 1,076,164,000

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

## Current Operating Expenditures

## Personnel Services

## Civilian Personnel

## Permanent Positions

## Basic Salary

111,958

## Total Permanent Positions

111,958

## Other Compensation Common to All

## Personnel Economic Relief Allowance

14,376

## Representation Allowance

348

## Transportation Allowance

348

## Clothing and Uniform Allowance

2,995

## Year End Bonus

9,330

## Cash Gift

2,995

## Step Increment

722

## Productivity Enhancement Incentive

2,995

## Total Other Compensation Common to All

34,109

## Other Compensation for Specific Groups

## Magna Carta for Public Health Workers

300

## Magna Carta for Science &amp; Technology Personnel

36,417

## Quarters Allowance

1,347

## Night Shift Differential Pay

804

## Total Other Compensation for Specific Groups

38,868

## Other Benefits

## PAG-IBIG Contributions

719

## PhilHealth Contributions

1,285

## Employees Compensation Insurance Premiums

718

## Retirement Gratuity

798

## Terminal Leave

4,592

Total Other Benefits	8,112
Total Personnel Services	193,047
Maintenance and Other Operating Expenses	
Travelling Expenses	6,400
Training and Scholarship Expenses	4,450
Supplies and Materials Expenses	746,719
Utility Expenses	36,000
Communication Expenses	1,686
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	130
Professional Services	10,505
General Services	15,382
Repairs and Maintenance	8,650
Taxes, Insurance Premiums and Other Fees	2,087
Other Maintenance and Operating Expenses	
Advertising Expenses	300
Printing and Publication Expenses	64
Representation Expenses	610
Transportation and Delivery Expenses	948
Subscription Expenses	186
Total Maintenance and Other Operating Expenses	834,117
Total Current Operating Expenditures	1,027,164
Capital Outlays	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	49,000
Total Capital Outlays	49,000
Total Programs/Locally-Funded Project(s)	1,076,164
TOTAL NEW APPROPRIATIONS	1,076,164

## C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

For general administration and support, and operations, as indicated hereunder.....P 67,247,000

## New Appropriations, by Program/Projects

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## Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
General Administration and Support	P 14,954,000	P 19,351,000	P	34,305,000
Operations	14,169,000	18,773,000		32,942,000

MFO 1: NATIONAL DEFENSE AND SECURITY EDUCATION SERVICES	14,169,000	18,773,000	32,942,000
Total, Programs	29,123,000	38,124,000	67,247,000
TOTAL NEW APPROPRIATIONS	P 29,123,000	P 38,124,000	P 67,247,000

## 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:

## New Appropriations, by Programs/Activities/Projects

	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
PROGRAMS				
General Administration and Support				
General management and supervision	P 13,776,000	P 19,351,000		P 33,127,000
Administration of Personnel Benefits	1,178,000			1,178,000
Sub-total, General Administration and Support	14,954,000	19,351,000		34,305,000
Operations				
MFO 1: NATIONAL DEFENSE AND SECURITY EDUCATION SERVICES	14,169,000	18,773,000		32,942,000
Conduct of national defense and strategic international studies	7,119,000	4,892,000		12,011,000
Conduct of graduate level and other courses of studies	7,050,000	13,881,000		20,931,000
Sub-total, Operations	14,169,000	18,773,000		32,942,000
Total Programs and Activities	29,123,000	38,124,000		67,247,000
TOTAL NEW APPROPRIATIONS	P 29,123,000	P 38,124,000		P 67,247,000

## New Appropriations, by Object of Expenditures

(In Thousand Pesos)

## A. Programs/Locally-Funded Project(s)

## Current Operating Expenditures

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

Basic Salary	17,921
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Total Permanent Positions	17,921
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**Other Compensation Common to All**

Personnel Economic Relief Allowance	1,416
Representation Allowance	450
Transportation Allowance	450
Clothing and Uniform Allowance	295
Honoraria	4,930
Year End Bonus	1,493
Cash Gift	295
Step Increment	89
Productivity Enhancement Incentive	295

Total Other Compensation Common to All	9,713
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**Other Compensation for Specific Group**

Lump-sum for filling of Positions-Civilian	1,178
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Total Other Compensation Common to All	1,178
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**Other Benefits**

PAG-IBIG Contributions	70
PhilHealth Contributions	171
Employees Compensation Insurance Premiums	70

Total Other Benefits	311
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Total Personnel Services	29,123
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**Maintenance and Other Operating Expenses**

Travelling Expenses	6,666
Training and Scholarship Expenses	1,351
Supplies and Materials Expenses	11,265
Utility Expenses	202
Communication Expenses	1,483
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	108
Professional Services	4,337
General Services	3,570
Repairs and Maintenance	5,162
Taxes, Insurance Premiums and Other Fees	440
Other Maintenance and Operating Expenses	
Printing and Publication Expenses	412
Representation Expenses	1,643
Rent/Lease Expenses	1,150
Membership Dues and Contributions to Organizations	5
Subscription Expenses	330

Total Maintenance and Other Operating Expenses	38,124
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Total Current Operating Expenditures	67,247
Total Programs/Locally-Funded Project(s)	67,247
TOTAL NEW APPROPRIATIONS	67,247

## D. OFFICE OF CIVIL DEFENSE

For general administration and support, and operations, as indicated hereunder.....P 1,028,110,000

## New Appropriations, by Program/Projects

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## Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
General Administration and Support	P 30,790,000	P 46,623,000		P 77,413,000
Operations	116,902,000	833,795,000		950,697,000
MFO 1: DISASTER RISK REDUCTION AND MANAGEMENT POLICY SERVICES	116,902,000	303,795,000		420,697,000
MFO 2: DISASTER MANAGEMENT OPERATIONS		530,000,000		530,000,000
Total, Programs	147,692,000	880,418,000		1,028,110,000
TOTAL NEW APPROPRIATIONS	P 147,692,000	P 880,418,000		P 1,028,110,000

## Special Provision(s)

1. Quick Response Fund. The amount of Five Hundred Thirty Million Pesos (P530,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for rehabilitation and relief programs and projects, including pre-positioning of goods and equipment in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible.

In no case shall the QRF be used for pre-disaster activities or for any other purpose not authorized in this provision.

The Office of Civil Defense (OCD) shall submit to the DBM, the National Disaster Risk Reduction and Management Council, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the utilization of the QRF. The Administrator of the OCD and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the OCD website.

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:

## New Appropriations, by Programs/Activities/Projects

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## Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
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## PROGRAMS

General Administration and Support			
General management and supervision	P 26,775,000	P 46,623,000	P 73,398,000
Administration of Personnel Benefits	4,015,000		4,015,000
Sub-total, General Administration and Support	30,790,000	46,623,000	77,413,000
Operations			
NFO 1: DISASTER RISK REDUCTION AND MANAGEMENT POLICY SERVICES	116,902,000	303,795,000	420,697,000
Planning, direction and coordination for civil defense	116,902,000	303,795,000	420,697,000
NFO 2: DISASTER MANAGEMENT OPERATIONS		530,000,000	530,000,000
Disaster response operations		530,000,000	530,000,000
Sub-total, Operations	116,902,000	833,795,000	950,697,000
Total Programs and Activities	147,692,000	880,418,000	1,028,110,000
TOTAL NEW APPROPRIATIONS	P 147,692,000	P 880,418,000	P 1,028,110,000

## New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

## Current Operating Expenditures

## Personnel Services

## Civilian Personnel

## Permanent Positions

## Basic Salary

62,075

## Total Permanent Positions

62,075

## Other Compensation Common to All

## Personnel Economic Relief Allowance

5,568

## Representation Allowance

1,050

## Transportation Allowance

1,050

## Clothing and Uniform Allowance

1,160

## Year End Bonus

5,173

## Cash Gift

1,160

## Step Increment

333

## Productivity Enhancement Incentive

1,160

## Total Other Compensation Common to All

16,654

<b>Other Benefits</b>	
PAG-IBIG Contributions	278
PhilHealth Contributions	636
Employees Compensation Insurance Premiums	278
Terminal Leave	4,015
<b>Total Other Benefits</b>	<b>5,207</b>
<b>Non-Permanent Positions</b>	<b>63,756</b>
<b>Total Personnel Services</b>	<b>147,692</b>
<b>Maintenance and Other Operating Expenses</b>	
Travelling Expenses	59,220
Training and Scholarship Expenses	182,161
Supplies and Materials Expenses	503,141
Utility Expenses	5,570
Communication Expenses	38,453
Awards/Rewards and Prizes	12,816
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	167
Professional Services	3,414
General Services	5,110
Repairs and Maintenance	2,169
Taxes, Insurance Premiums and Other Fees	2,741
Other Maintenance and Operating Expenses	
Advertising Expenses	863
Printing and Publication Expenses	8,645
Representation Expenses	45,006
Transportation and Delivery Expenses	800
Rent/Lease Expenses	9,621
Subscription Expenses	446
Donations	75
<b>Total Maintenance and Other Operating Expenses</b>	<b>880,418</b>
<b>Total Current Operating Expenditures</b>	<b>1,028,110</b>
<b>Total Programs/Locally-Funded Project(s)</b>	<b>1,028,110</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>1,028,110</b>

**E. PHILIPPINE VETERANS AFFAIRS OFFICE (PVAO) - PROPER**

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 489,173,000

**New Appropriations, by Program/Projects**

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**Current Operating Expenditures**

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>PROGRAMS</b>				
General Administration and Support	P 31,666,000	P 42,709,000	P 9,358,000	P 83,733,000

Operations	75,632,000	308,137,000	2,200,000	385,969,000
MFO 1: ADMINISTRATION OF VETERANS' PENSION AND BENEFITS PROGRAM	65,392,000	274,958,000		340,350,000
MFO 2: PRESERVATION AND DEVELOPMENT SERVICES FOR MILITARY SHRINES	10,240,000	33,179,000	2,200,000	45,619,000
Total, Programs	107,298,000	350,846,000	11,558,000	469,702,000
PROJECT(S)				
Locally-Funded Project(s)		6,466,000	13,005,000	19,471,000
Total, Project(s)		6,466,000	13,005,000	19,471,000
TOTAL NEW APPROPRIATIONS	P 107,298,000	P 357,312,000	P 24,563,000	P 489,173,000

**Special Provision(s)**

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

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

The PVAO shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on income and expenditure. The Administrator of PVAO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the PVAO website.

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:

**New Appropriations, by Programs/Activities/Projects**

	<u>Current Operating Expenditures</u>			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>PROGRAMS</b>				
General Administration and Support				
General management and supervision	P 27,195,000	P 42,709,000	P 9,358,000	P 79,262,000
Administration of Personnel Benefits	4,471,000			4,471,000
Sub-total, General Administration and Support	31,666,000	42,709,000	9,358,000	83,733,000
Operations				
MFO 1: ADMINISTRATION OF VETERANS' PENSION AND BENEFITS PROGRAM	65,392,000	274,958,000		340,350,000

Processing of veterans pensions' and other benefits	65,392,000	274,958,000		340,350,000
Processing of veterans' claims	50,181,000	31,581,000		81,762,000
For educational benefits, expanded hospitalization program and burial benefits of veterans, their wives and dependents pursuant to R.A. Nos. 6948 and 7696		216,598,000		216,598,000
For the investigation, verification of records, strengthening of internal control system and conduct of management and system audit	12,700,000	17,968,000		30,668,000
Policy formulation for the promotion of veterans' welfare	2,511,000	8,811,000		11,322,000
MFO 2: PRESERVATION AND DEVELOPMENT SERVICES FOR MILITARY SHRINES	10,240,000	33,179,000	2,200,000	45,619,000
Administration and development of national military shrines	10,240,000	33,179,000	2,200,000	45,619,000
Administration and management of national military shrines including Eight Million Pesos (P8,000,000) for the maintenance of the PEFTOK Korean War Memorial Hall	10,240,000	27,821,000	2,200,000	40,261,000
Celebration of veteran-related events		5,358,000		5,358,000
Sub-total, Operations	75,632,000	308,137,000	2,200,000	385,969,000
Total Programs and Activities	107,298,000	350,846,000	11,558,000	469,702,000
PROJECT(S)				
Locally-Funded Project(s)				
Governance		6,466,000	13,005,000	19,471,000
General Public Services		6,466,000	13,005,000	19,471,000
Implementation of ISSP Phase I		6,466,000	13,005,000	19,471,000
Sub-total, Locally-Funded Project(s)		6,466,000	13,005,000	19,471,000
Total, Project(s)		6,466,000	13,005,000	19,471,000
TOTAL NEW APPROPRIATIONS	P 107,298,000	P 357,312,000	P 24,563,000	P 489,173,000

## New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

Current Operating Expenditures

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

Basic Salary	77,825
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Total Permanent Positions	77,825
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**Other Compensation Common to All**

Personnel Economic Relief Allowance	8,160
Representation Allowance	600
Transportation Allowance	600
Clothing and Uniform Allowance	1,700
Honoraria	1,880
Year End Bonus	6,485
Cash Gift	1,700
Step Increment	446
Productivity Enhancement Incentive	1,700

Total Other Compensation Common to All	23,191
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**Other Compensation for Specific Groups**

Other Personnel Benefits	150
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Total Other Compensation for Specific Groups	150
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**Other Benefits**

PAG-IBIG Contributions	409
PhilHealth Contributions	845
Employees Compensation Insurance Premiums	407
Retirement Gratuity	3,186
Terminal Leave	1,285

Total Other Benefits	6,132
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Total Personnel Services	107,298
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**Maintenance and Other Operating Expenses**

Travelling Expenses	2,700
Training and Scholarship Expenses	2,938
Supplies and Materials Expenses	27,445
Utility Expenses	15,921
Communication Expenses	16,421
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	380
Professional Services	20,403
General Services	21,303
Repairs and Maintenance	13,086
Taxes, Insurance Premiums and Other Fees	500
Other Maintenance and Operating Expenses	
Advertising Expenses	373
Printing and Publication Expenses	3,957
Representation Expenses	8,240
Transportation and Delivery Expenses	70

Rent/Lease Expenses	6,227
Subscription Expenses	750
Donations	216,598
<b>Total Maintenance and Other Operating Expenses</b>	<b>357,312</b>
<b>Total Current Operating Expenditures</b>	<b>464,610</b>
<b>Capital Outlays</b>	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	12,765
Heritage Assets	2,200
Intangible Assets Outlay	9,598
<b>Total Capital Outlays</b>	<b>24,563</b>
<b>Total Programs/Locally-Funded Project(s)</b>	<b>489,173</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>489,173</b>

## F. VETERANS MEMORIAL MEDICAL CENTER

For general administration and support, and operations, as indicated hereunder.....P 1,068,085,000

## New Appropriations, by Program/Projects

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## Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>PROGRAMS</b>				
General Administration and Support	P 162,598,000	P 152,839,000	P 22,876,000	P 338,313,000
Operations	385,349,000	306,423,000	38,000,000	729,772,000
<b>MFO 1: HEALTH CARE SERVICES FOR VETERANS AND THEIR DEPENDENTS</b>	<b>385,349,000</b>	<b>306,423,000</b>	<b>38,000,000</b>	<b>729,772,000</b>
<b>Total, Programs</b>	<b>547,947,000</b>	<b>459,262,000</b>	<b>60,876,000</b>	<b>1,068,085,000</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 547,947,000</b>	<b>P 459,262,000</b>	<b>P 60,876,000</b>	<b>P 1,068,085,000</b>

## Special Provision(s)

1. Hospital Income and Other Revenues from Golf Course Operations. In addition to the amounts appropriated herein, all income generated from the operations of the Veterans Memorial Medical Center (VMC) shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements: PROVIDED, That at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services.

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

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

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

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

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:

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support				
General management and supervision	P 132,267,000	P 152,839,000	P 22,876,000	P 307,982,000
Administration of Personnel Benefits	30,331,000			30,331,000
Sub-total, General Administration and Support	162,598,000	152,839,000	22,876,000	338,313,000
Operations				
MFO 1: HEALTH CARE SERVICES FOR VETERANS AND THEIR DEPENDENTS	385,349,000	306,423,000	38,000,000	729,772,000
Hospitalization and Medical Care and Treatment	385,349,000	306,423,000	38,000,000	729,772,000
In-Patient care	364,364,000	265,495,000	38,000,000	667,859,000
Out-Patient care	20,985,000	40,928,000		61,913,000
Sub-total, Operations	385,349,000	306,423,000	38,000,000	729,772,000
Total Programs and Activities	547,947,000	459,262,000	60,876,000	1,068,085,000
TOTAL NEW APPROPRIATIONS	P 547,947,000	P 459,262,000	P 60,876,000	P 1,068,085,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

Current Operating Expenditures



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

Basic Salary	350,630
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Total Permanent Positions	350,630
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**Other Compensation Common to All**

Personnel Economic Relief Allowance	31,680
Representation Allowance	432
Transportation Allowance	432
Clothing and Uniform Allowance	6,605
Year End Bonus	29,219
Cash Gift	6,605
Step Increment	1,850
Productivity Enhancement Incentive	6,605

Total Other Compensation Common to All	83,428
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**Other Compensation for Specific Groups**

Magna Carta for Public Health Workers	76,863
Lump-sum for filling of Positions-Civilian	17,154

Total Other Compensation for Specific Groups	94,017
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**Other Benefits**

PAG-IBIG Contributions	1,586
PhilHealth Contributions	3,529
Employees Compensation Insurance Premiums	1,580
Terminal Leave	13,177

Total Other Benefits	19,872
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Total Personnel Services	547,947
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**Maintenance and Other Operating Expenses**

Travelling Expenses	150
Training and Scholarship Expenses	1,800
Supplies and Materials Expenses	324,512
Utility Expenses	94,043
Communication Expenses	1,515
Awards/Rewards and Prizes	250
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	110
Professional Services	6,656
General Services	17,551
Repairs and Maintenance	4,360
Taxes, Insurance Premiums and Other fees	732
Other Maintenance and Operating Expenses	
Advertising Expenses	50
Representation Expenses	250
Rent/Lease Expenses	7,250
Subscription Expenses	33

Total Maintenance and Other Operating Expenses	459,262
Total Current Operating Expenditures	1,007,209
Capital Outlays	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	15,000
Buildings and Other Structures	17,500
Machinery and Equipment Outlay	28,376
Total Capital Outlays	60,876
Total Programs/Locally-Funded Project(s)	1,068,085
TOTAL NEW APPROPRIATIONS	1,068,085

## G. ARMED FORCES OF THE PHILIPPINES

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

For general administration and support, support to operations, and operations, including locally-funded project(s), as indicated hereunder.....P 47,537,259,000

## New Appropriations, by Program/Projects

=====

	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
General Administration and Support	P 4,038,354,000	P 887,014,000	P 54,161,000	P 4,979,529,000
Support to Operations	1,904,634,000	633,539,000	11,700,000	2,549,873,000
Operations	33,686,290,000	6,088,167,000	217,400,000	39,991,857,000
MFO 1: TERRITORIAL DEFENSE, SECURITY AND STABILITY SERVICES	33,686,290,000	6,088,167,000	217,400,000	39,991,857,000
Total, Programs	39,629,278,000	7,608,720,000	283,261,000	47,521,259,000
PROJECT(S)				
Locally-Funded Project(s)		1,000,000	15,000,000	16,000,000
Total, Project(s)		1,000,000	15,000,000	16,000,000
TOTAL NEW APPROPRIATIONS	P39,629,278,000	P 7,609,720,000	P 298,261,000	P 47,537,259,000

## Special Provision(s)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Fort Bonifacio General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements: PROVIDED, That at least twenty-five percent (25%) of the said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services.

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

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

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

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

The Philippine Army shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the status of the trust receipts. The Commanding General of the Philippine Army and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the Philippine Army website.

3. **Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units.** The amount of Three Billion Four Hundred Thirteen Million Five Hundred Fifty Three Thousand Pesos (P3,413,553,000) shall be used for the payment of compensation of Citizen Armed Forces Geographical Unit (CAFGU) members and separation benefits, not exceeding one (1) year subsistence allowance in accordance with the IRR of E.O. No. 264, s. 1987 and DND Circular No. 4 dated October 27, 2005.

The number of existing CAFGU members recruited for training and the corresponding costs attendant thereto shall not be increased and be gradually scaled down in anticipation of its planned demobilization in view of the implementation of the Revised AFP Modernization Program.

The Philippine Army shall submit to the DBM, the House Committee on Appropriations and Senate Committee on Finance, either in printed form or by way of electronic document, an annual report indicating the number of existing CAFGU members and the year of their recruitment. The Commanding General of the Philippine Army and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said report is likewise posted on the Philippine Army website.

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

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

6. **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:

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support				
General management and supervision	P 2,822,364,000	P 887,014,000	P 54,161,000	P 3,763,539,000
Administration of Personnel Benefits	1,215,990,000			1,215,990,000
<b>Sub-total, General Administration and Support</b>	<b>4,038,354,000</b>	<b>887,014,000</b>	<b>54,161,000</b>	<b>4,979,529,000</b>
Support to Operations				
Force-Level Support Services	1,904,634,000	633,539,000	11,700,000	2,549,873,000
<b>Sub-total, Support to Operations</b>	<b>1,904,634,000</b>	<b>633,539,000</b>	<b>11,700,000</b>	<b>2,549,873,000</b>

Operations				
MFO 1: TERRITORIAL DEFENSE, SECURITY AND STABILITY SERVICES	33,686,290,000	6,088,167,000	217,400,000	39,991,857,000
Force Development		669,875,000		669,875,000
Force Sustainment	33,686,290,000	5,418,292,000	217,400,000	39,321,982,000
Sub-total, Operations	33,686,290,000	6,088,167,000	217,400,000	39,991,857,000
Total Programs and Activities	39,629,278,000	7,608,720,000	283,261,000	47,521,259,000
PROJECT(S)				
Locally-Funded Project(s)				
Buildings and Other Structures		1,000,000	15,000,000	16,000,000
Multipurpose/Facilities		1,000,000	15,000,000	16,000,000
1. Construction of Sports Complex, 501st Brigade, Camp Bud Datu, Tagbak, Indanan Sulu			5,000,000	5,000,000
2. Completion of Multipurpose Building, 82 IB, 3ID, PA, Camp Monteclaro, Barangay Igtuba, Miagao, Iloilo			2,000,000	2,000,000
3. Construction of Multipurpose Building, 83rd Battalion Lictin, San Andres, Catanduanes			3,000,000	3,000,000
4. Construction of Water Facility, Camp Bud Datu, Tagbak, Indanan Sulu			5,000,000	5,000,000
5. Repair/Rehabilitation of Enlisted Personnel Barracks, 82IB, 3ID, PA Camp Monteclaro, Barangay Igtuba, Miagao, Iloilo		1,000,000		1,000,000
Sub-total, Locally-Funded Project(s)		1,000,000	15,000,000	16,000,000
Total, Project(s)		1,000,000	15,000,000	16,000,000
TOTAL NEW APPROPRIATIONS	P39,629,278,000	P 7,609,720,000	P 298,261,000	P 47,537,259,000
New Appropriations, by Object of Expenditures				
(In Thousand Pesos)				
A. Programs/Locally-Funded Project(s)				
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary				215,023

<b>Total Permanent Positions</b>	<b>215,023</b>
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<b>Other Compensation Common to All</b>	
Personnel Economic Relief Allowance	25,632
Representation Allowance	240
Transportation Allowance	240
Clothing and Uniform Allowance	5,340
Honoraria	106
Year End Bonus	17,919
Cash Gift	5,340
Step Increment	1,320
Productivity Enhancement Incentive	5,340
<hr/>	
<b>Total Other Compensation Common to All</b>	<b>61,477</b>
<hr/>	
<b>Other Compensation for Specific Groups</b>	
Magna Carta for Public Health Workers	15,855
Longevity Pay	4,896
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<b>Total Other Compensation for Specific Groups</b>	<b>20,751</b>
<hr/>	
<b>Other Benefits</b>	
PAG-IBIG Contributions	1,282
PhilHealth Contributions	2,513
Employees Compensation Insurance Premiums	1,279
Retirement Gratuity	10,371
Terminal Leave	3,424
<hr/>	
<b>Total Other Benefits</b>	<b>18,869</b>
<hr/>	
<b>Military/Uniformed Personnel</b>	
<b>Basic Pay</b>	
Base Pay	18,747,122
<hr/>	
<b>Total Basic Pay</b>	<b>18,747,122</b>
<hr/>	
<b>Other Compensation Common to All</b>	
Personnel Economic Relief Allowance	2,059,800
Clothing/ Uniform Allowance	795,943
Subsistence Allowance	8,112,476
Laundry Allowance	33,268
Quarters Allowance	437,104
Longevity Pay	3,765,825
Year-end Bonus	1,562,261
Cash Gift	429,125
Productivity Enhancement Incentive	429,125
<hr/>	
<b>Total Other Compensation Common to All</b>	<b>17,624,927</b>
<hr/>	
<b>Other Compensation for Specific Groups</b>	
Hazardous Duty Pay	133,179
Hazard Duty Pay	247,176
Flying Pay	10,410

Combat Duty Pay	345,486
Instructor's Duty Pay	145,268
Reservist's Pay	253,306
Medal of Valor Award	6,600
Parachutist Pay	170,475
<b>Total Other Compensation for Specific Groups</b>	<b>1,311,900</b>
<b>Other Benefits</b>	
Special Group Term Insurance	6,179
PAG-IBIG Contributions	102,990
PhilHealth Contributions	214,855
Employees Compensation Insurance Premiums	102,990
Terminal Leave	1,202,195
<b>Total Other Benefits</b>	<b>1,629,209</b>
<b>Total Personnel Services</b>	<b>39,629,278</b>
<b>Maintenance and Other Operating Expenses</b>	
Travelling Expenses	280,579
Training and Scholarship Expenses	243,908
Supplies and Materials Expenses	3,735,262
Utility Expenses	478,530
Communication Expenses	137,875
Awards/Rewards and Prizes	1,450
Survey, Research, Exploration and Development Expenses	5,000
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	64,000
Professional Services	27,664
General Services	7,600
Repairs and Maintenance	1,883,621
Taxes, Insurance Premiums and Other Fees	96,107
Labor and Wages	15,533
Other Maintenance and Operating Expenses	
Advertising Expenses	5,664
Printing and Publication Expenses	16,645
Representation Expenses	485,617
Transportation and Delivery Expenses	58,673
Rent/Lease Expenses	24,373
Membership Dues and Contributions to Organizations	538
Subscription Expenses	5,081
Other Maintenance and Operating Expenses	36,000
<b>Total Maintenance and Other Operating Expenses</b>	<b>7,609,720</b>
<b>Total Current Operating Expenditures</b>	<b>47,238,998</b>
<b>Capital Outlays</b>	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	5,910
Buildings and Other Structures	51,000
Machinery and Equipment Outlay	238,001
Intangible Assets Outlay	3,350
<b>Total Capital Outlays</b>	<b>298,261</b>

Total Programs/Locally-Funded Project(s)	47,537,259
TOTAL NEW APPROPRIATIONS	47,537,259

## G.2. PHILIPPINE AIR FORCE ( AIR FORCES )

For general administration and support, support to operations, and operations, including locally-funded project(s), as indicated hereunder.....P 16,363,367,000

New Appropriations, by Program/Projects  
=====

	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
General Administration and Support	P 886,261,000	P 446,456,000	P 40,681,000	P 1,373,398,000
Support to Operations	1,936,362,000	262,853,000		2,199,215,000
Operations	5,546,087,000	5,901,027,000	1,333,640,000	12,780,754,000
MFO 1: TERRITORIAL DEFENSE, SECURITY AND STABILITY SERVICES	5,546,087,000	5,901,027,000	1,333,640,000	12,780,754,000
Total, Programs	8,368,710,000	6,610,336,000	1,374,321,000	16,353,367,000
PROJECT(S)				
Locally-Funded Project(s)			10,000,000	10,000,000
Total, Project(s)			10,000,000	10,000,000
TOTAL NEW APPROPRIATIONS	P 8,368,710,000	P 6,610,336,000	P 1,384,321,000	P 16,363,367,000

## Special Provision(s)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Air Force General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements: PROVIDED, That at least twenty-five percent (25%) of the said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services.

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

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

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

2. Trust Receipts from the Use of Equipment and Facilities. Fees and charges from the use of equipment and facilities collected by the Philippine Air Force and recorded as trust receipts shall be used to augment its operating requirements in accordance with Sections 1 and 2 of E.O. No. 1002.

The Philippine Air Force shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the status of the trust receipts. The Commanding General of the Philippine Air Force and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the Philippine Air Force website.

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

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

5. **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:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support				
General management and supervision	P 434,750,000	P 446,456,000	P 40,681,000	P 921,887,000
Administration of Personnel Benefits	451,511,000			451,511,000
Sub-total, General Administration and Support	886,261,000	446,456,000	40,681,000	1,373,398,000
Support to Operations				
Force-Level Support Services	1,936,362,000	262,853,000		2,199,215,000
Sub-total, Support to Operations	1,936,362,000	262,853,000		2,199,215,000
Operations				
MFO 1: TERRITORIAL DEFENSE, SECURITY AND STABILITY SERVICES	5,546,087,000	5,901,027,000	1,333,640,000	12,780,754,000
Force Development	2,779,526,000	2,650,462,000	1,320,837,000	6,750,825,000
Force Sustainment	2,766,561,000	3,250,565,000	12,803,000	6,029,929,000
Sub-total, Operations	5,546,087,000	5,901,027,000	1,333,640,000	12,780,754,000
Total Programs and Activities	8,368,710,000	6,610,336,000	1,374,321,000	16,353,367,000
<b>PROJECT(S)</b>				
Locally-Funded Project(s)				
Buildings and Other Structures			10,000,000	10,000,000
Multipurpose/Facilities			10,000,000	10,000,000
1. Construction of Enlisted Personnel Quarters/Barracks Zamboanga 3rds Air Division, Edwin Andrews Air Base, Sta Maria, Zamboanga			10,000,000	10,000,000
Sub-total, Locally-Funded Project(s)			10,000,000	10,000,000



Total, Project(s)	10,000,000	10,000,000
TOTAL NEW APPROPRIATIONS	P 8,368,710,000 P 6,610,336,000 P 1,384,321,000 P 16,363,367,000	

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

A. Programs/Locally-Funded Project(s)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary	174,746
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Total Permanent Positions	174,746
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Other Compensation Common to All

Personnel Economic Relief Allowance	22,536
Representation Allowance	60
Transportation Allowance	60
Clothing and Uniform Allowance	4,695
Year End Bonus	14,563
Cash Gift	4,695
Step Increment	1,131
Productivity Enhancement Incentive	4,695

Total Other Compensation Common to All	52,435
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	15,036
Longevity Pay	3,305

Total Other Compensation for Specific Groups	18,341
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Other Benefits

PAG-IBIG Contributions	1,127
PhilHealth Contributions	2,036
Employees Compensation Insurance Premiums	1,121
Retirement Gratuity	14,773
Terminal Leave	5,624

Total Other Benefits	24,681
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Military/Uniformed Personnel

Basic Pay

Base Pay	3,999,831
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<b>Total Basic Pay</b>	<b>3,999,831</b>
<b>Other Compensation Common to All</b>	
Personnel Economic Relief Allowance	407,568
Clothing/ Uniform Allowance	188,394
Subsistence Allowance	929,766
Laundry Allowance	6,844
Quarters Allowance	91,298
Longevity Pay	834,954
Year-end Bonus	333,319
Cash Gift	84,910
Productivity Enhancement Incentive	84,910
<b>Total Other Compensation Common to All</b>	<b>2,961,963</b>
<b>Other Compensation for Specific Groups</b>	
Hazardous Duty Pay	91,517
Hazard Duty Pay	48,908
Flying Pay	370,518
Hardship Allowance	6,190
Combat Duty Pay	33,744
Instructor's Duty Pay	33,675
Reservist's Pay	28,584
Medal of Valor Award	1,200
Specialist Pay	153
Parachutist Pay	3,726
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	225,536
<b>Total Other Compensation for Specific Groups</b>	<b>843,751</b>
<b>Other Benefits</b>	
Special Group Term Insurance	1,223
PAG-IBIG Contributions	20,378
PhilHealth Contributions	45,405
Employees Compensation Insurance Premiums	20,378
Terminal Leave	205,578
<b>Total Other Benefits</b>	<b>292,962</b>
<b>Total Personnel Services</b>	<b>8,368,710</b>
<b>Maintenance and Other Operating Expenses</b>	
Travelling Expenses	249,518
Training and Scholarship Expenses	83,358
Supplies and Materials Expenses	2,048,480
Utility Expenses	344,351
Communication Expenses	40,206
Awards/Rewards and Prizes	1,550
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	17,000
Professional Services	5,662
General Services	13,821
Repairs and Maintenance	3,582,658
Taxes, Insurance Premiums and Other Fees	19,166
Other Maintenance and Operating Expenses	
Advertising Expenses	1,597

Printing and Publication Expenses	5,727
Representation Expenses	177,861
Transportation and Delivery Expenses	9,571
Rent/Lease Expenses	2,171
Membership Dues and Contributions to Organizations	45
Subscription Expenses	3,420
Donations	1,500
Other Maintenance and Operating Expenses	2,674
<b>Total Maintenance and Other Operating Expenses</b>	<b>6,610,336</b>
<b>Total Current Operating Expenditures</b>	<b>14,979,046</b>
<b>Capital Outlays</b>	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	237,834
Buildings and Other Structures	266,603
Machinery and Equipment Outlay	629,484
Transportation Equipment	250,400
<b>Total Capital Outlays</b>	<b>1,384,321</b>
<b>Total Programs/Locally-Funded Project(s)</b>	<b>16,363,367</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>16,363,367</b>

## G.3. PHILIPPINE NAVY ( NAVAL FORCES )

For general administration and support, support to operations, and operations, including locally-funded project(s), as indicated hereunder..... P 16,273,018,000

## New Appropriations, by Program/Projects

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	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>PROGRAMS</b>				
General Administration and Support	P 2,161,911,000	P 657,332,000		P 2,819,243,000
Support to Operations	1,531,004,000	591,192,000	20,000,000	2,142,196,000
Operations	6,594,238,000	4,503,952,000	164,589,000	11,262,779,000
<b>MFO 1: TERRITORIAL DEFENSE, SECURITY AND STABILITY SERVICES</b>	<b>6,594,238,000</b>	<b>4,503,952,000</b>	<b>164,589,000</b>	<b>11,262,779,000</b>
<b>Total, Programs</b>	<b>10,287,153,000</b>	<b>5,752,476,000</b>	<b>184,589,000</b>	<b>16,224,218,000</b>
<b>PROJECT(S)</b>				
Locally-Funded Project(s)			48,800,000	48,800,000

Total, Project(s)	48,800,000	48,800,000
TOTAL NEW APPROPRIATIONS	P10,287,153,000 P 5,752,476,000 P 233,389,000 P 16,273,018,000	

**Special Provision(s)**

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Navy Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements: PROVIDED, 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.

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

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

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

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the Philippine Navy and recorded as trust receipts shall be used to augment its operating requirements in accordance with Sections 1 and 2 of E.O. No. 1002.

The Philippine Navy shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the status of the trust receipts. The Commanding Flag-Officer-In-Command of the Philippine Navy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the Philippine Navy website.

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

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

5. **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:

**New Appropriations, by Programs/Activities/Projects**

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support				
General management and supervision	P 1,652,813,000	P 657,332,000		P 2,310,145,000
Administration of Personnel Benefits	509,098,000			509,098,000
Sub-total, General Administration and Support	2,161,911,000	657,332,000		2,819,243,000
Support to Operations				
Force-Level Support Services	1,531,004,000	591,192,000	20,000,000	2,142,196,000

Sub-total, Support to Operations	1,531,004,000	591,192,000	20,000,000	2,142,196,000
Operations				
MFO 1: TERRITORIAL DEFENSE, SECURITY AND STABILITY SERVICES	6,594,238,000	4,503,952,000	164,589,000	11,262,779,000
Force Development	5,993,330,000	3,029,905,000	164,589,000	9,187,824,000
Force Sustainment	600,908,000	1,474,047,000		2,074,955,000
Sub-total, Operations	6,594,238,000	4,503,952,000	164,589,000	11,262,779,000
Total Programs and Activities	10,287,153,000	5,752,476,000	184,589,000	16,224,218,000
PROJECT(S)				
Locally-Funded Project(s)				
Buildings and Other Structures			48,800,000	48,800,000
Multipurpose/Facilities			48,800,000	48,800,000
1. Construction of Barracks with Water Facilities, 2nd Marine Brigade, Kuta Heneral Teodolfo Bautista, Bus-bus, Jolo, Sulu			10,000,000	10,000,000
2. Construction of 2 storey, Multipurpose Building 2nd Marine Brigade, Kuta Heneral Teodolfo Bautista, Bus-bus, Jolo, Sulu			5,000,000	5,000,000
3. Construction of Multipurpose Building at the Marine Battalion Landing Team 3, Barangay Sanga-sanga Bongao, Tawi-tawi			5,000,000	5,000,000
4. Construction of Training Facility with mess/galley Marine Barracks Rudiardo Brown, Fort Bonifacio Taguig City			15,000,000	15,000,000
5. Construction of Multipurpose Building (Enlisted Personnel Barracks, Mess Hall), 1st Marine Brigade, Tibpuan, Lebak, Sultan Kudarat			4,500,000	4,500,000
6. Construction of Multipurpose Building (Enlisted Personnel Barracks, Mess Hall) for HQ MBLT6, Sitio Adis, Barangay Baranayan, Palimbang, Sultan Kudarat			500,000	500,000
7. Construction of Multipurpose Building (Enlisted Personnel Barracks, Mess Hall) for HQ MBLT7, Sitio Masurot, Barangay Baranayan, Palimbang, Sultan Kudarat			500,000	500,000
8. Construction of Multipurpose Building (Enlisted Personnel Barracks, Mess Hall) for HQ MBLT5, Sitio Plateu, Brgy. Mirab, North Upi, Maguindanao			500,000	500,000
9. Asphaltting of Pavement at Area 3, Naval Station Jose Francisco, Fort Bonifacio, Taguig City			7,800,000	7,800,000
Sub-total, Locally-Funded Project(s)			48,800,000	48,800,000

Total, Project(s)			48,800,000	48,800,000
TOTAL NEW APPROPRIATIONS	P10,287,153,000	P 5,752,476,000	P 233,389,000	P 16,273,018,000

# New Appropriations, by Object of Expenditures

(In Thousand Pesos)

## A. Programs/Locally-Funded Project(s)

### Current Operating Expenditures

#### Personnel Services

##### Civilian Personnel

##### Permanent Positions

Basic Salary	161,775
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Total Permanent Positions	161,775
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##### Other Compensation Common to All

Personnel Economic Relief Allowance	18,840
Representation Allowance	180
Transportation Allowance	180
Clothing and Uniform Allowance	3,925
Year End Bonus	13,481
Cash Gift	3,925
Step Increment	981
Productivity Enhancement Incentive	3,925

Total Other Compensation Common to All	45,437
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##### Other Compensation for Specific Groups

Magna Carta for Public Health Workers	11,975
Longevity Pay	3,643

Total Other Compensation for Specific Groups	15,618
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##### Other Benefits

PAG-IBIG Contributions	942
PhilHealth Contributions	1,857
Employees Compensation Insurance Premiums	942
Retirement Gratuity	13,918
Terminal Leave	3,682

Total Other Benefits	21,341
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##### Military/Uniformed Personnel

##### Basic Pay

Base Pay	5,329,847
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<b>Total Basic Pay</b>	<b>5,329,847</b>
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<b>Other Compensation Common to All</b>	
Personnel Economic Relief Allowance	525,840
Clothing/ Uniform Allowance	91,594
Subsistence Allowance	1,199,573
Laundry Allowance	8,947
Quarters Allowance	124,559
Longevity Pay	1,096,579
Year-end Bonus	444,154
Cash Gift	109,550
Productivity Enhancement Incentive	109,550
<b>Total Other Compensation Common to All</b>	<b>3,710,346</b>
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<b>Other Compensation for Specific Groups</b>	
Hazardous Duty Pay	81,945
Overseas Allowance	12,000
Hazard Duty Pay	63,101
Flying Pay	30,356
Sea Duty Pay	127,690
Reenlistment Pay	19,010
Hardship Allowance	10,000
Combat Duty Pay	18,894
Instructor's Duty Pay	20,211
Reservist's Pay	3,106
Medal of Valor Award	720
Parachutist Pay	10,000
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	258,794
<b>Total Other Compensation for Specific Groups</b>	<b>655,827</b>
<hr/>	
<b>Other Benefits</b>	
Special Group Term Insurance	1,578
PAG-IBIG Contributions	26,292
PhilHealth Contributions	60,096
Employees Compensation Insurance Premiums	26,292
Terminal Leave	232,704
<b>Total Other Benefits</b>	<b>346,962</b>
<hr/>	
<b>Total Personnel Services</b>	<b>10,287,153</b>
<hr/>	
<b>Maintenance and Other Operating Expenses</b>	
Travelling Expenses	78,742
Training and Scholarship Expenses	72,831
Supplies and Materials Expenses	3,153,059
Utility Expenses	367,064
Communication Expenses	66,292
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	34,749
Professional Services	27,506
General Services	13,422
Repairs and Maintenance	1,761,525
Taxes, Insurance Premiums and Other Fees	44,730

Other Maintenance and Operating Expenses	
Advertising Expenses	142
Printing and Publication Expenses	12,735
Representation Expenses	67,693
Transportation and Delivery Expenses	2,973
Rent/Lease Expenses	22,935
Subscription Expenses	8,337
Other Maintenance and Operating Expenses	17,741
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Total Maintenance and Other Operating Expenses	5,752,476
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Total Current Operating Expenditures	16,039,629
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Capital Outlays	
Property, Plant and Equipment Outlay	
Land Improvement Outlay	1,250
Infrastructure Outlay	21,869
Buildings and Other Structures	128,787
Machinery and Equipment Outlays	73,683
Other Land Improvements	7,800
	<hr/>
Total Capital Outlays	233,389
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Total Programs/Locally-Funded Project(s)	16,273,018
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TOTAL NEW APPROPRIATIONS	16,273,018
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#### 6.4. GENERAL HEADQUARTERS, AFP AND AFP-WIDE SERVICE SUPPORT UNITS (AFPMSSUS)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 33,034,095,000

#### New Appropriations, by Program/Projects

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PROGRAMS	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 2,186,645,000	P 442,270,000	P	P	P 2,628,915,000
Operations	1,728,556,000	3,528,769,000	19,000	55,836,000	5,313,180,000
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
MFO 1: MILITARY POLICY ADVISORY SERVICES	276,378,000	421,368,000			697,746,000
MFO 2: JOINT FORCE STRATEGIC PLANNING, LOGISTICS AND RESOURCE MANAGEMENT SERVICES	426,372,000	1,597,285,000	19,000		2,023,676,000
MFO 3: TERTIARY HEALTH CARE SERVICES	374,340,000	1,040,767,000			1,415,107,000
MFO 4: MILITARY EDUCATION SERVICES	487,703,000	219,093,000		54,000,000	760,796,000



<b>MFO 5: PRESIDENTIAL SECURITY AND PROTECTION SERVICES</b>	<b>163,763,000</b>	<b>250,256,000</b>	<b>1,836,000</b>	<b>415,855,000</b>
<b>Total, Programs</b>	<b>3,915,201,000</b>	<b>3,971,039,000</b>	<b>19,000</b>	<b>55,836,000</b>
<b>PROJECT(S)</b>				
<b>Locally-Funded Project(s)</b>		<b>11,000,000</b>	<b>25,081,000,000</b>	<b>25,092,000,000</b>
<b>Total, Project(s)</b>		<b>11,000,000</b>	<b>25,081,000,000</b>	<b>25,092,000,000</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 3,915,201,000</b>	<b>P 3,982,039,000</b>	<b>P 19,000</b>	<b>P25,136,836,000</b>

**Special Provision(s)**

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the AFP Medical Center shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements: PROVIDED, 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.

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

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

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

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the AFP and recorded as trust receipts shall be used to augment its operating requirements in accordance with Sections 1 and 2 of E.O. No. 1002.

The General Headquarters of the AFP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the status of the trust receipts. The AFP-Chief of Staff and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the AFP website.

3. **Trust Receipts from Firearms License Fees.** Thirty percent (30%) net proceeds of the firearms license fees collected by the PNP and recorded as trust receipts shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated military personnel in accordance with R.A. No. 6963. Said fees shall be deposited with the National Treasury in accordance with DBM-DILG J.C. No. 1-92 dated May 8, 1992 and E.O. No. 338, s. 1996.

The AFP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the status of the trust receipts, including the list of beneficiaries of the scholarship program. The AFP Chief of Staff and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the AFP website.

4. **Trust Receipts for the United Nations Peacekeeping Operations.** The funds provided by the United Nations for the peacekeeping operations shall be recorded as trust receipts and used to cover the allowance, uniform, gear and equipment, weaponry and training ammunition, pre-deployment expenses, and maintenance of the Peacekeeping Training Center: PROVIDED, That the trust receipts shall first be used to reimburse any advances made by the National Government to fund the foregoing requirements.

5. **Armed Forces of the Philippines Modernization Program.** The amount of Twenty Five Billion Pesos (P25,000,000,000) appropriated herein for the Revised AFP Modernization Program shall be used exclusively to support the funding requirements for the modernization projects in accordance with R.A. No. 10349: PROVIDED, That at least Eight Billion Pesos (P8,000,000,000) shall be earmarked for the purchase of capital assets of the Philippine Air Force.

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

The DND shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly Program Accountability Report. The Secretary of National Defense and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DND website.

6. **Intelligence and Confidential Funds.** No appropriations authorized under the AFP shall be released or disbursed for intelligence activities, including amounts sourced from savings, unless approved by the President of the Philippines, or specifically identified and authorized as intelligence fund. The use of savings to augment intelligence funds is subject to prior approval of the President of the Philippines, upon joint recommendation by the Secretary of National Defense and the Secretary of Budget and Management.

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

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

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

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

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

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

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

12. **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:

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>
<u>PROGRAMS</u>				<u>Total</u>
<b>General Administration and Support</b>				
General management and supervision	P 946,897,000	P 442,270,000	P	P 1,389,167,000
National Capital Region (NCR)	946,897,000	442,270,000		1,389,167,000
General Headquarters - Proper	946,897,000	442,270,000		1,389,167,000
Administration of Personnel Benefits	1,239,748,000			1,239,748,000
National Capital Region (NCR)	1,152,588,000			1,152,588,000
Armed Forces of the Philippines Medical Center	60,772,000			60,772,000
General Headquarters - Proper	1,088,390,000			1,088,390,000
Presidential Security Group	3,426,000			3,426,000
Cordillera Administrative Region (CAR)	87,160,000			87,160,000
Philippine Military Academy	87,160,000			87,160,000

<b>Sub-total, General Administration and Support</b>	<b>2,186,645,000</b>	<b>442,270,000</b>		<b>2,628,915,000</b>
<b>Operations</b>				
<b>MFO 1: MILITARY POLICY ADVISORY SERVICES</b>	<b>276,378,000</b>	<b>421,368,000</b>		<b>697,746,000</b>
<b>Military policy and plans formulation</b>	<b>276,378,000</b>	<b>421,368,000</b>		<b>697,746,000</b>
<b>National Capital Region (NCR)</b>	<b>276,378,000</b>	<b>421,368,000</b>		<b>697,746,000</b>
<b>General Headquarters - Proper</b>	<b>276,378,000</b>	<b>421,368,000</b>		<b>697,746,000</b>
<b>MFO 2: JOINT FORCE STRATEGIC PLANNING, LOGISTICS AND RESOURCE MANAGEMENT SERVICES</b>	<b>426,372,000</b>	<b>1,597,285,000</b>	<b>19,000</b>	<b>2,023,676,000</b>
<b>Strategic lift and mobility</b>		<b>106,715,000</b>		<b>106,715,000</b>
<b>National Capital Region (NCR)</b>		<b>106,715,000</b>		<b>106,715,000</b>
<b>General Headquarters - Proper</b>		<b>106,715,000</b>		<b>106,715,000</b>
<b>Joint force preparedness (Bilateral Engagements)</b>		<b>47,071,000</b>		<b>47,071,000</b>
<b>National Capital Region (NCR)</b>		<b>47,071,000</b>		<b>47,071,000</b>
<b>General Headquarters - Proper</b>		<b>47,071,000</b>		<b>47,071,000</b>
<b>Ordnance Build-up</b>		<b>4,000,000</b>		<b>4,000,000</b>
<b>National Capital Region (NCR)</b>		<b>4,000,000</b>		<b>4,000,000</b>
<b>General Headquarters - Proper</b>		<b>4,000,000</b>		<b>4,000,000</b>
<b>Planning, Command and Management of Joint Military Operations</b>	<b>426,372,000</b>	<b>1,439,499,000</b>	<b>19,000</b>	<b>1,865,890,000</b>
<b>Military strategic planning</b>	<b>202,055,000</b>	<b>117,541,000</b>	<b>19,000</b>	<b>319,615,000</b>
<b>National Capital Region (NCR)</b>	<b>202,055,000</b>	<b>117,541,000</b>	<b>19,000</b>	<b>319,615,000</b>
<b>General Headquarters - Proper</b>	<b>202,055,000</b>	<b>117,541,000</b>	<b>19,000</b>	<b>319,615,000</b>
<b>Joint operational command and control</b>	<b>223,318,000</b>	<b>367,266,000</b>		<b>590,584,000</b>
<b>National Capital Region (NCR)</b>	<b>223,318,000</b>	<b>367,266,000</b>		<b>590,584,000</b>
<b>General Headquarters - Proper</b>	<b>223,318,000</b>	<b>367,266,000</b>		<b>590,584,000</b>

International humanitarian and peacekeeping operations		8,607,000		8,607,000
National Capital Region (NCR)		8,607,000		8,607,000
General Headquarters - Proper		8,607,000		8,607,000
Joint special operation	999,000	946,085,000		947,084,000
National Capital Region (NCR)	999,000	946,085,000		947,084,000
General Headquarters - Proper	999,000	946,085,000		947,084,000
MFO 3: TERTIARY HEALTH CARE SERVICES	374,340,000	1,040,767,000		1,415,107,000
Tertiary Health Care (AFP Medical Center)	374,340,000	1,040,767,000		1,415,107,000
National Capital Region (NCR)	374,340,000	1,040,767,000		1,415,107,000
Armed Forces of the Philippines Medical Center	374,340,000	1,040,767,000		1,415,107,000
MFO 4: MILITARY EDUCATION SERVICES	487,703,000	219,093,000	54,000,000	760,796,000
Pre-Commission Officer Training (Philippine Military Academy)	484,433,000	160,335,000	24,000,000	668,768,000
Cordillera Administrative Region (CAR)	484,433,000	160,335,000	24,000,000	668,768,000
Philippine Military Academy	484,433,000	160,335,000	24,000,000	668,768,000
Joint education and training	1,820,000	28,704,000		30,524,000
National Capital Region (NCR)	1,820,000	28,704,000		30,524,000
General Headquarters - Proper	1,820,000	28,704,000		30,524,000
Reserve force administration and training	1,450,000	30,054,000	30,000,000	61,504,000
National Capital Region (NCR)	1,450,000	30,054,000	30,000,000	61,504,000
General Headquarters - Proper	1,450,000	30,054,000	30,000,000	61,504,000
MFO 5: PRESIDENTIAL SECURITY AND PROTECTION SERVICES	163,763,000	250,256,000	1,836,000	415,855,000
Presidential Security and Protection (Presidential Security Group)	163,763,000	250,256,000	1,836,000	415,855,000
National Capital Region (NCR)	163,763,000	250,256,000	1,836,000	415,855,000

Presidential Security Group	163,763,000	250,256,000	1,836,000	415,855,000
Sub-total, Operations	1,728,556,000	3,528,769,000	19,000	5,313,180,000
Total Programs and Activities	3,915,201,000	3,971,039,000	19,000	7,942,095,000
PROJECT(S)				
Locally-Funded Project(s)				
Governance			25,000,000,000	25,000,000,000
Defense			25,000,000,000	25,000,000,000
Revised AFP Modernization Program			25,000,000,000	25,000,000,000
National Capital Region (NCR)			25,000,000,000	25,000,000,000
General Headquarters -Proper			25,000,000,000	25,000,000,000
Buildings and Other Structures		11,000,000	81,000,000	92,000,000
Multipurpose/Facilities		11,000,000	81,000,000	92,000,000
1. Repair and Renovation of facilities and equipment of Special Intelligence Training School (SITS) of the Intelligence Service, Armed Forces of the Philippines		6,000,000	4,000,000	10,000,000
2. Repair and Rehabilitation of Building, DWDD 1134 KHZ Armed Forces Radio, Civil Service Relations, Camp Emilio Aguinaldo, Quezon City		5,000,000		5,000,000
3. Construction of Multipurpose Building (EP Quarters, EP Barracks, EP Senior and CO Quarters), PMA, Fort Gregorio Del Pilar, Baguio City			30,000,000	30,000,000
4. Construction of Multipurpose Building MIG-1 Camp Henry T. Allen, Baguio City			3,000,000	3,000,000
5. Construction of Multipurpose Building MIG-2 Km 707.82 Aliwannao Hills, Tuguegarao City, Cagayan			3,000,000	3,000,000
6. Construction of Multipurpose Building MIG-3 Camp General Servillano Aquino, San Miguel, Tarlac City			3,000,000	3,000,000
7. Construction of Multipurpose Building MIG-4 Camp Eldridge Los Banos, Laguna			3,000,000	3,000,000
8. Construction of Multipurpose Building MIG-5 Camp General Simeon Ola, Legaspi City			3,000,000	3,000,000
9. Construction of Multipurpose Building MIG-6 P. Aquino Avenue, Fort San Pedro, Iloilo			3,000,000	3,000,000
10. Construction of Multipurpose Building MIG-7 Camp Lapu Lapu, Cebu City			3,000,000	3,000,000
11. Construction of Multipurpose Building MIG-8 Camp Lukban Catbalogan City, Samar			3,000,000	3,000,000
12. Construction of Multipurpose Building MIG-9 Camp Navarro, Upper Calarian, Zamboanga City			3,000,000	3,000,000

13. Construction of Multipurpose Building MIG-10 Camp Evangelista, Patag, Cagayan de Oro City		3,000,000	3,000,000
14. Construction of Multipurpose Building MIG-11 Camp Panacan, Davao City		3,000,000	3,000,000
15. Construction of Multipurpose Building MIG-12 Camp Bgen Siongco, Awanag Dos, Maguindanao		3,000,000	3,000,000
16. Construction of Multipurpose Building MIG-16 Military Reservation Area, Barangay Bancasi, Butuan City		3,000,000	3,000,000
17. Construction of Multipurpose Building MIG-22 Western Command Complex, San Miguel, Puerto Princesa City, Palawan		3,000,000	3,000,000
18. Construction of Multipurpose Building (Barracks), AFP Corps of Professors, Camp Aguinaldo, Quezon City		5,000,000	5,000,000
Sub-total, Locally-Funded Project(s)	11,000,000	25,081,000,000	25,092,000,000
Total Project(s)	11,000,000	25,081,000,000	25,092,000,000
TOTAL NEW APPROPRIATIONS	P 3,915,201,000 P 3,982,039,000 P 19,000	P25,136,836,000	P 33,034,095,000

## New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

## Current Operating Expenditures

## Personnel Services

## Civilian Personnel

## Permanent Positions

## Basic Salary

518,464

## Total Permanent Positions

518,464

## Other Compensation Common to All

## Personnel Economic Relief Allowance

61,368

## Representation Allowance

540

## Transportation Allowance

540

## Clothing and Uniform Allowance

12,785

## Year End Bonus

43,205

## Cash Gift

12,785

## Step Increment

3,184

## Productivity Enhancement Incentive

12,785

## Total Other Compensation Common to All

147,192

## Other Compensation for Specific Groups

## Magna Carta for Public Health Workers

63,578

## Longevity Pay

9,142

Lump-sum for filling of Positions-Civilian	61,396
Total Other Compensation for Specific Groups	134,116
Other Benefits	
PAG-IBIG Contributions	3,069
PhilHealth Contributions	5,934
Employees Compensation Insurance Premiums	3,060
Retirement Gratuity	24,717
Terminal Leave	6,217
Total Other Benefits	42,997
Military/Uniformed Personnel	
Basic Pay	
Base Pay	958,169
Total Basic Pay	958,169
Other Compensation Common to All	
Personnel Economic Relief Allowance	58,968
Clothing/ Uniform Allowance	5,895
Subsistence Allowance	187,086
Laundry Allowance	1,769
Quarters Allowance	11,434
Longevity Pay	138,204
Year-end Bonus	79,847
Cash Gift	12,285
Productivity Enhancement Incentive	12,285
Total Other Compensation Common to All	507,773
Other Compensation for Specific Groups	
Hazardous Duty Pay	17,055
Overseas Allowance	202,055
Hazard Duty Pay	7,077
Special Duty Allowance	78,612
Combat Incentive Pay	10,000
Combat Duty Pay	21,167
Incentive Pay	95,677
Instructor's Duty Pay	12,140
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	113,223
Total Other Compensation for Specific Groups	557,006
Other Benefits	
Special Group Term Insurance	178
PAG-IBIG Contributions	2,948
PhilHealth Contributions	9,215
Employees Compensation Insurance Premiums	2,948
Retirement Gratuity	1,034,195
Total Other Benefits	1,049,484
Total Personnel Services	3,915,201

<b>Maintenance and Other Operating Expenses</b>	
Travelling Expenses	231,956
Training and Scholarship Expenses	140,451
Supplies and Materials Expenses	1,767,750
Utility Expenses	550,807
Communication Expenses	108,403
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	140,648
Professional Services	45,306
General Services	74,539
Repairs and Maintenance	389,630
Taxes, Insurance Premiums and Other Fees	31,260
Labor and Wages	14,600
Other Maintenance and Operating Expenses	
Advertising Expenses	1,959
Printing and Publication Expenses	10,273
Representation Expenses	395,333
Transportation and Delivery Expenses	8,586
Rent/Lease Expenses	54,795
Membership Dues and Contributions to Organizations	981
Subscription Expenses	4,978
Other Maintenance and Operating Expenses	9,784
<b>Total Maintenance and Other Operating Expenses</b>	<b>3,982,039</b>
<b>Financial Expenses</b>	
Bank Charges	19
<b>Total Financial Expenses</b>	<b>19</b>
<b>Total Current Operating Expenditures</b>	<b>7,897,259</b>
<b>Capital Outlays</b>	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	78,836
Machinery and Equipment Outlay	25,015,522
Furnitures, Fixtures and Books Outlay	3,278
Transportation Equipment Outlay	39,200
<b>Total Capital Outlays</b>	<b>25,136,836</b>
<b>Total Programs/Locally-Funded Project(s)</b>	<b>33,034,095</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>33,034,095</b>



**GENERAL SUMMARY**  
**DEPARTMENT OF NATIONAL DEFENSE**

<u>Current Operating Expenditures</u>					
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. OFFICE OF THE SECRETARY - PROPER	P 105,143,000	P 347,455,000	P	132,000,000	P 584,598,000
B. GOVERNMENT ARSENAL	193,047,000	834,117,000		49,000,000	1,076,164,000
C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES	29,123,000	38,124,000			67,247,000
D. OFFICE OF CIVIL DEFENSE	147,692,000	880,418,000			1,028,110,000
E. PHILIPPINE VETERANS AFFAIRS OFFICE-PROPER	107,298,000	357,312,000		24,563,000	489,173,000
F. VETERANS MEMORIAL MEDICAL CENTER	547,947,000	459,262,000		60,876,000	1,068,085,000
G. ARMED FORCES OF THE PHILIPPINES	62,200,342,000	23,954,571,000	19,000	27,052,807,000	113,207,739,000
G.1. PHILIPPINE ARMY (LAND FORCES)	39,629,278,000	7,609,720,000		298,261,000	47,537,259,000
G.2. PHILIPPINE AIR FORCE (AIR FORCE)	8,368,710,000	6,610,336,000		1,384,321,000	16,363,367,000
G.3. PHILIPPINE NAVY (NAVAL FORCES)	10,287,153,000	5,752,476,000		233,389,000	16,273,018,000
G.4. GENERAL HEADQUARTERS, AFP AND AFP-WIDE SERVICE SUPPORT UNITS (AFPWSSUS)	3,915,201,000	3,982,039,000	19,000	25,136,836,000	33,034,095,000
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF NATIONAL DEFENSE	P63,330,592,000	P26,871,259,000	P 19,000	P27,319,246,000	P117,521,116,000