

XIX. DEPARTMENT OF NATIONAL DEFENSE

A. OFFICE OF THE SECRETARY - PROPER

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
New General Appropriations	443,004	526,501	517,217
General Fund	443,004	526,501	517,217
Automatic Appropriations	14,148	15,486	16,767
Retirement and Life Insurance Premiums	14,148	15,486	16,767
Continuing Appropriations		10,831	
Unobligated Releases for MOOE R.A. No. 10964		10,831	
Budgetary Adjustment(s)	17,664		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	3,592		
Miscellaneous Personnel Benefits Fund	10,832		
Pension and Gratuity Fund	3,240		
Total Available Appropriations	474,816	552,818	533,984
Unused Appropriations	(18,304)	(10,831)	
Unreleased Appropriation	(5,966)		
Unobligated Allotment	(12,338)	(10,831)	
TOTAL OBLIGATIONS	456,512	541,987	533,984

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	317,430,000	341,870,000	353,877,000
Regular	317,430,000	341,870,000	353,877,000
PS	183,389,000	187,955,000	200,697,000
MOOE	134,041,000	144,615,000	148,340,000
CO		9,300,000	4,840,000

Operations	<u>139,082,000</u>	<u>200,117,000</u>	<u>180,107,000</u>
Regular	<u>139,082,000</u>	<u>151,351,000</u>	<u>180,107,000</u>
MOOE	139,082,000	148,372,000	147,753,000
CO		2,979,000	32,354,000
Projects / Purpose		<u>48,766,000</u>	
MOOE		36,886,000	
CO		11,880,000	
TOTAL AGENCY BUDGET	<u>456,512,000</u>	<u>541,987,000</u>	<u>533,984,000</u>
Regular	<u>456,512,000</u>	<u>493,221,000</u>	<u>533,984,000</u>
PS	183,389,000	187,955,000	200,697,000
MOOE	273,123,000	292,987,000	296,093,000
CO		12,279,000	37,194,000
Projects / Purpose		<u>48,766,000</u>	
MOOE		36,886,000	
CO		11,880,000	

STAFFING SUMMARY

	<u>2018</u>	<u>2019</u>	<u>2020</u>
TOTAL STAFFING			
Total Number of Authorized Positions	323	323	323
Total Number of Filled Positions	252	255	255

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 517,217,000
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OPERATIONS BY PROGRAM	<u>PROPOSED 2020 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		147,753,000	32,354,000	180,107,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2020 (Cash-Based)
 (in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>183,930,000</u>	<u>296,093,000</u>	<u>37,194,000</u>	<u>517,217,000</u>
National Capital Region (NCR)	183,930,000	296,093,000	37,194,000	517,217,000
TOTAL AGENCY BUDGET	<u>183,930,000</u>	<u>296,093,000</u>	<u>37,194,000</u>	<u>517,217,000</u>
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SPECIAL PROVISION(S)

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

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

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

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

New Appropriations, by Programs/Activities/Projects (Cash-Based)

		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS					
1000000000000000	General Administration and Support	183,930,000	148,340,000	4,840,000	337,110,000
100000100001000	General management and supervision	182,849,000	148,340,000	4,840,000	336,029,000
100000100002000	Administration of Personnel Benefits	1,081,000			1,081,000
Sub-total, General Administration and Support		183,930,000	148,340,000	4,840,000	337,110,000
3000000000000000	Operations		147,753,000	32,354,000	180,107,000
3100000000000000	00 : Defense and security policy and strategy direction provided		147,753,000	32,354,000	180,107,000
3101000000000000	DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		147,753,000	32,354,000	180,107,000
310100100001000	Development, implementation and monitoring of the Defense System of Management (DSOM)		116,387,000	32,354,000	148,741,000
310100100002000	Development, implementation and monitoring of the International Defense Engagement (IDSE)		31,366,000		31,366,000
Sub-total, Operations			147,753,000	32,354,000	180,107,000
TOTAL NEW APPROPRIATIONS		P 183,930,000	P 296,093,000	P 37,194,000	P 517,217,000
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Obligations, by Object of ExpendituresCYS 2018-2020
(In Thousand Pesos)

	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	119,299	129,050	139,722
Total Permanent Positions	119,299	129,050	139,722
Other Compensation Common to All			
Personnel Economic Relief Allowance	5,760	5,784	6,120
Representation Allowance	3,371	3,354	3,750
Transportation Allowance	1,886	3,354	3,750
Clothing and Uniform Allowance	1,440	1,446	1,530
Mid-Year Bonus - Civilian	9,437	10,754	11,644
Year End Bonus	10,072	10,754	11,644
Cash Gift	1,200	1,205	1,275
Productivity Enhancement Incentive	1,200	1,205	1,275
Performance Based Bonus	4,840		
Step Increment		323	349
Collective Negotiation Agreement	6,390		
Total Other Compensation Common to All	45,596	38,179	41,337
Other Compensation for Specific Groups			
Anniversary Bonus - Civilian		735	
Total Other Compensation for Specific Groups		735	
Other Benefits			
Retirement and Life Insurance Premiums	13,627	15,486	16,767
PAG-IBIG Contributions	288	289	306
PhilHealth Contributions	824	1,105	1,178
Employees Compensation Insurance Premiums	287	289	306
Retirement Gratuity		2,532	
Terminal Leave	3,468	290	1,081
Total Other Benefits	18,494	19,991	19,638
TOTAL PERSONNEL SERVICES	183,389	187,955	200,697
Maintenance and Other Operating Expenses			
Travelling Expenses	33,844	27,850	27,854
Training and Scholarship Expenses	15,942	36,500	16,500
Supplies and Materials Expenses	40,142	55,354	53,611
Utility Expenses	26,960	29,519	29,519
Communication Expenses	16,443	18,555	18,155
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	23,000	28,042	23,000
Extraordinary and Miscellaneous Expenses	3,057	3,204	3,204
Intelligence Expenses	10,000	10,000	10,000
Professional Services	16,791	19,942	18,537
General Services	13,275	13,867	14,367
Repairs and Maintenance	24,126	31,637	29,700
Taxes, Insurance Premiums and Other Fees	1,515	2,130	2,080
Other Maintenance and Operating Expenses			
Advertising Expenses	219	384	384
Printing and Publication Expenses	1,028	1,420	1,420
Representation Expenses	29,585	29,149	25,738

Rent/Lease Expenses	7,217	21,410	21,114
Subscription Expenses	819	760	760
Donations	46	150	150
Other Maintenance and Operating Expenses	9,114		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>273,123</u>	<u>329,873</u>	<u>296,093</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>456,512</u>	<u>517,828</u>	<u>496,790</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay		5,179	28,794
Transportation Equipment Outlay		18,480	8,400
Furniture, Fixtures and Books Outlay		500	
TOTAL CAPITAL OUTLAYS		<u>24,159</u>	<u>37,194</u>
GRAND TOTAL	<u>456,512</u>	<u>541,987</u>	<u>533,984</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL OUTCOME : Defense and security policy and strategy direction provided

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Defense and security policy and strategy direction provided		
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		
Outcome Indicators		
1. Percentage of targets accomplished based on DND-Proper policies as monitored in the DND-wide Program Performance and Budget Execution Review (PPBER) Report	100%	100%
2. Percentage of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by the President and the Cabinet
Output Indicators		
1. Number of Defense System of Management (DSOM) Key Document Products developed	138	296
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	233	450
3. One (1) DND-wide PPBER Report developed	1	-

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Defense and security policy and strategy direction provided			
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM			
Outcome Indicators			
1. Percentage of targets accomplished based on DND-Proper policies as monitored in the DND-wide Program Performance and Budget Execution Review (PPBER) Report	100%	100%	100%
2. Percentage of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by President and the Cabinet
Output Indicators			
1. Number of Defense System of Management (DSOM) Key Document Products developed	131	131	131
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	13	13	13
3. One (1) DND-wide PPBER Report developed	1	1	1