

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

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2018 GAA Targets	Actual
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

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2019 Targets	2020 NEP Targets
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

B. GOVERNMENT ARSENAL

Appropriations/Obligations

(In Thousand Pesos)

Description	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
New General Appropriations	1,216,188	1,258,628	1,287,801	
General Fund	1,216,188	1,258,628	1,287,801	
Automatic Appropriations	220,901	16,256	15,972	
Customs Duties and Taxes, including Tax Expenditures	205,090			
Retirement and Life Insurance Premiums	15,811	16,256	15,972	
Continuing Appropriations		80,190		
Unobligated Releases for MOOE R.A. No. 10964		80,190		
Budgetary Adjustment(s)	14,239			
Transfer(s) from:				
Miscellaneous Personnel Benefits Fund	5,828			
Pension and Gratuity Fund	8,411			
Total Available Appropriations	1,451,328	1,355,074	1,303,773	
Unused Appropriations	(82,865)	(80,190)		
Unobligated Allotment	(82,865)	(80,190)		
TOTAL OBLIGATIONS	1,368,463	1,274,884	1,303,773	

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	125,303,000	117,219,000	114,293,000
Regular	125,303,000	117,219,000	114,293,000
PS	93,367,000	75,385,000	71,985,000
MOOE	31,936,000	41,834,000	42,308,000
Operations	1,243,160,000	1,157,665,000	1,189,480,000
Regular	1,243,160,000	1,157,665,000	1,189,480,000
PS	191,075,000	194,238,000	191,855,000
MOOE	1,052,085,000	945,427,000	913,625,000
CO		18,000,000	84,000,000
TOTAL AGENCY BUDGET	1,368,463,000	1,274,884,000	1,303,773,000
Regular	1,368,463,000	1,274,884,000	1,303,773,000
PS	284,442,000	269,623,000	263,840,000
MOOE	1,084,021,000	987,261,000	955,933,000
CO		18,000,000	84,000,000

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Total Number of Authorized Positions	687	687	687
Total Number of Filled Positions	607	592	592

Proposed New Appropriations Language
For general administration and support, and operations, as indicated hereunder.....P 1,287,801,000
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PROPOSED 2020 (Cash-Based)

OPERATIONS BY PROGRAM	PROPOSED 2020 (Cash-Based)			
	PS	MOOE	CO	TOTAL
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	179,731,000	913,625,000	84,000,000	1,177,356,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	247,868,000	955,933,000	84,000,000	1,287,801,000
Region III - Central Luzon	247,868,000	955,933,000	84,000,000	1,287,801,000
TOTAL AGENCY BUDGET	247,868,000	955,933,000	84,000,000	1,287,801,000

SPECIAL PROVISION(S)

- 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, subject to the following conditions: (i) 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; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

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.

- Authority to Barter and 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.
- Reporting and Posting Requirements. The GA 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) GA's website.

The GA 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.

- 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>			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
1000000000000000	General Administration and Support	68,137,000	42,308,000		110,445,000
100000100001000	General management and supervision	59,249,000	42,308,000		101,557,000

100000100002000	Administration of Personnel Benefits	8,888,000		8,888,000
Sub-total, General Administration and Support		<u>68,137,000</u>	<u>42,308,000</u>	<u>110,445,000</u>
3000000000000000	Operations	<u>179,731,000</u>	<u>913,625,000</u>	<u>84,000,000</u>
3100000000000000	00 : Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand	<u>179,731,000</u>	<u>913,625,000</u>	<u>84,000,000</u>
3101000000000000	SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	<u>179,731,000</u>	<u>913,625,000</u>	<u>84,000,000</u>
310100100001000	Planning and development of arms manufacturing processes and procedures	10,411,000	4,973,000	15,384,000
310100100002000	Manufacture, storage and security of small arms ammunition	<u>169,320,000</u>	<u>908,652,000</u>	<u>84,000,000</u>
Sub-total, Operations		<u>179,731,000</u>	<u>913,625,000</u>	<u>84,000,000</u>
TOTAL NEW APPROPRIATIONS		P 247,868,000	P 955,933,000	P 84,000,000
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Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	128,523	135,465	133,098	
Total Permanent Positions	<u>128,523</u>	<u>135,465</u>	<u>133,098</u>	
Other Compensation Common to All				
Personnel Economic Relief Allowance	14,472	14,544	14,208	
Representation Allowance	335	330	390	
Transportation Allowance	227	330	390	
Clothing and Uniform Allowance	3,558	3,636	3,552	
Mid-Year Bonus - Civilian	10,707	11,289	11,092	
Year End Bonus	10,700	11,289	11,092	
Cash Gift	3,007	3,030	2,960	
Productivity Enhancement Incentive	2,969	3,030	2,960	
Performance Based Bonus	5,828			
Step Increment		339	333	
Collective Negotiation Agreement	14,675			
Total Other Compensation Common to All	<u>66,478</u>	<u>47,817</u>	<u>46,977</u>	
Other Compensation for Specific Groups				
Magna Carta for Public Health Workers	118	300	300	
Magna Carta for Science & Technology Personnel	41,808	48,390	47,936	
Quarters Allowance	964	1,347	1,347	
Night Shift Differential Pay	4,086	4,804	5,254	
Total Other Compensation for Specific Groups	<u>46,976</u>	<u>54,841</u>	<u>54,837</u>	

Other Benefits			
Retirement and Life Insurance Premiums	15,439	16,256	15,972
PAG-IBIG Contributions	724	727	710
PhilHealth Contributions	1,695	1,764	1,728
Employees Compensation Insurance Premiums	727	727	710
Retirement Gratuity	1,838		
Loyalty Award - Civilian	440	645	920
Terminal Leave	21,602	11,381	8,888
Total Other Benefits	<u>42,465</u>	<u>31,500</u>	<u>28,928</u>
TOTAL PERSONNEL SERVICES	<u>284,442</u>	<u>269,623</u>	<u>263,840</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	5,429	6,993	8,332
Training and Scholarship Expenses	3,907	4,863	4,863
Supplies and Materials Expenses	719,271	880,492	837,396
Utility Expenses	26,555	39,338	39,718
Communication Expenses	2,463	1,842	1,897
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	85	130	130
Professional Services	5,223	4,752	4,752
General Services	67,991	12,497	32,638
Repairs and Maintenance	19,442	31,981	22,941
Taxes, Insurance Premiums and Other Fees	206,600	2,087	1,587
Other Maintenance and Operating Expenses			
Advertising Expenses	181	328	238
Printing and Publication Expenses	30	70	42
Representation Expenses	509	666	686
Transportation and Delivery Expenses	1	1,036	567
Subscription Expenses	141	186	146
Other Maintenance and Operating Expenses	26,193		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>1,084,021</u>	<u>987,261</u>	<u>955,933</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>1,368,463</u>	<u>1,256,884</u>	<u>1,219,773</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures		6,000	10,000
Machinery and Equipment Outlay		12,000	74,000
TOTAL CAPITAL OUTLAYS		<u>18,000</u>	<u>84,000</u>
GRAND TOTAL	<u>1,368,463</u>	<u>1,274,884</u>	<u>1,303,773</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL OUTCOME : Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand		
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		
Outcome Indicator		
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	116.25%	121.77%
Output Indicators		
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	41.90 Million Rounds
2. Percentage acceptance based on standards	98%	98%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand			
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM			
Outcome Indicator			
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	116.25%	116.25%	116.25%
Output Indicators			
1. Number of small arms ammunitions (SAA) manufactured	40.0 Million Rounds	40.0 Million Rounds	40.0 Million Rounds
2. Percentage acceptance based on standards	98%	98%	98%

C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>	
	<u>2018</u>	<u>2019</u>	<u>2020</u>	
New General Appropriations	644,313	188,974	105,756	
General Fund	644,313	188,974	105,756	
Automatic Appropriations	2,771	3,087	2,845	
Retirement and Life Insurance Premiums	2,771	3,087	2,845	
Continuing Appropriations		11,004		
Unobligated Releases for Capital Outlays R.A. No. 10964		3,704		
Unobligated Releases for MOOE R.A. No. 10964		7,300		

Budgetary Adjustment(s)	<u>1,033</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	<u>1,033</u>		
Total Available Appropriations	648,117	203,065	108,601
Unused Appropriations	<u>(17,315)</u>	<u>(11,004)</u>	
Unreleased Appropriation	(2,975)		
Unobligated Allotment	<u>(14,340)</u>	<u>(11,004)</u>	
TOTAL OBLIGATIONS	<u>630,802</u>	<u>192,061</u>	<u>108,601</u>
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EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	<u>585,099,000</u>	<u>77,526,000</u>	<u>44,589,000</u>
Regular	<u>40,167,000</u>	<u>77,526,000</u>	<u>44,589,000</u>
PS	20,348,000	31,539,000	21,474,000
MOOE	19,819,000	33,487,000	22,093,000
CO		12,500,000	1,022,000
Projects / Purpose	<u>544,932,000</u>		
MOOE	6,637,000		
CO	538,295,000		
Operations	<u>45,703,000</u>	<u>114,535,000</u>	<u>64,012,000</u>
Regular	<u>45,703,000</u>	<u>94,535,000</u>	<u>64,012,000</u>
PS	19,000,000	22,791,000	21,277,000
MOOE	26,703,000	56,165,000	26,610,000
CO		15,579,000	16,125,000
Projects / Purpose		<u>20,000,000</u>	
MOOE		16,200,000	
CO		3,800,000	
TOTAL AGENCY BUDGET	<u>630,802,000</u>	<u>192,061,000</u>	<u>108,601,000</u>
Regular	<u>85,870,000</u>	<u>172,061,000</u>	<u>108,601,000</u>
PS	39,348,000	54,330,000	42,751,000
MOOE	46,522,000	89,652,000	48,703,000
CO		28,079,000	17,147,000
Projects / Purpose	<u>544,932,000</u>	<u>20,000,000</u>	
MOOE	6,637,000	16,200,000	
CO	538,295,000	3,800,000	

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Total Number of Authorized Positions	66	66	66
Total Number of Filled Positions	57	53	53

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 105,756,000
 =====

OPERATIONS BY PROGRAM	PROPOSED 2020 (Cash-Based)			
	PS	MOOE	CO	TOTAL
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	8,988,000	11,419,000	13,605,000	34,012,000
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	10,940,000	15,191,000	2,520,000	28,651,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	39,906,000	48,703,000	17,147,000	105,756,000
National Capital Region (NCR)	39,906,000	48,703,000	17,147,000	105,756,000
TOTAL AGENCY BUDGET	39,906,000	48,703,000	17,147,000	105,756,000

SPECIAL PROVISION(S)

- Reporting and Posting Requirements. The National Defense College of the Philippines (NDCP) shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:
 - Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
 - NDCP's website.

The NDCP 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.
- 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	19,978,000	22,093,000	1,022,000	43,093,000
100000100001000	General management and supervision	17,912,000	22,093,000	1,022,000	41,027,000
100000100002000	Administration of Personnel Benefits	2,066,000			2,066,000
Sub-total, General Administration and Support		19,978,000	22,093,000	1,022,000	43,093,000
3000000000000000	Operations	19,928,000	26,610,000	16,125,000	62,663,000
3100000000000000	00 : Defense and Security Leaders' Capacity Improved	19,928,000	26,610,000	16,125,000	62,663,000
3101000000000000	NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	8,988,000	11,419,000	13,605,000	34,012,000
310100100001000	Conduct of national defense and strategic international studies	8,988,000	11,419,000	13,605,000	34,012,000
3102000000000000	NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	10,940,000	15,191,000	2,520,000	28,651,000
310200100001000	Conduct of graduate level and other courses of studies	10,940,000	15,191,000	2,520,000	28,651,000
Sub-total, Operations		19,928,000	26,610,000	16,125,000	62,663,000
TOTAL NEW APPROPRIATIONS		P 39,906,000	P 48,703,000	P 17,147,000	P 105,756,000

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	<u>(Obligation-Based)</u>			<u>(Cash-Based)</u>		
	<u>2018</u>	<u>2019</u>	<u>2020</u>			
Current Operating Expenditures						
Personnel Services						
Civilian Personnel						
Permanent Positions Basic Salary	23,055	25,720	23,707			
Total Permanent Positions	23,055	25,720	23,707			
Other Compensation Common to All Personnel Economic Relief Allowance	1,353	1,392	1,272			
Representation Allowance	590	450	450			
Transportation Allowance	144	450	450			

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Clothing and Uniform Allowance	342	348	318
Honoraria	3,066	6,743	6,743
Mid-Year Bonus - Civilian	1,916	2,143	1,976
Year End Bonus	1,916	2,143	1,976
Cash Gift	280	290	265
Productivity Enhancement Incentive	275	290	265
Performance Based Bonus	970		
Step Increment		63	59
Collective Negotiation Agreement	1,400		
Total Other Compensation Common to All	<u>12,252</u>	<u>14,312</u>	<u>13,774</u>
Other Compensation for Specific Groups			
Lump-sum for filling of Positions - Civilian		1,833	1,282
Other Personnel Benefits	728		
Anniversary Bonus - Civilian	168		
Total Other Compensation for Specific Groups	<u>896</u>	<u>1,833</u>	<u>1,282</u>
Other Benefits			
Retirement and Life Insurance Premiums	2,766	3,087	2,845
PAG-IBIG Contributions	68	69	64
PhilHealth Contributions	243	255	231
Employees Compensation Insurance Premiums	68	69	64
Terminal Leave		65	784
Total Other Benefits	<u>3,145</u>	<u>3,545</u>	<u>3,988</u>
Non-Permanent Positions		<u>8,920</u>	
TOTAL PERSONNEL SERVICES	<u>39,348</u>	<u>54,330</u>	<u>42,751</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	7,920	27,652	7,503
Training and Scholarship Expenses	4,927	1,715	1,759
Supplies and Materials Expenses	9,938	22,453	12,680
Utility Expenses	39	221	227
Communication Expenses	1,075	1,821	1,670
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	108	108	108
Professional Services	3,230	19,702	5,107
General Services	3,735	8,395	7,628
Repairs and Maintenance	11,860	12,802	1,922
Taxes, Insurance Premiums and Other Fees	763	440	440
Other Maintenance and Operating Expenses			
Advertising Expenses	27		
Printing and Publication Expenses	122	1,001	464
Representation Expenses	2,874	2,225	1,849
Rent/Lease Expenses	1,788	1,150	1,150
Membership Dues and Contributions to Organizations	25	5	5
Subscription Expenses	2,447	2,662	6,191
Other Maintenance and Operating Expenses	2,281	3,500	
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>53,159</u>	<u>105,852</u>	<u>48,703</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>92,507</u>	<u>160,182</u>	<u>91,454</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	529,718		
Machinery and Equipment Outlay		19,379	10,290
Transportation Equipment Outlay	7,500	8,500	
Furniture, Fixtures and Books Outlay	1,077	4,000	222
Intangible Assets Outlay			6,635
TOTAL CAPITAL OUTLAYS	<u>538,295</u>	<u>31,879</u>	<u>17,147</u>
GRAND TOTAL	<u>630,802</u>	<u>192,061</u>	<u>108,601</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL
OUTCOME : Defense and Security Leaders' Capacity Improved

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Defense and Security Leaders' Capacity Improved		
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM		
Outcome Indicator		
1. Percentage of research papers accepted by requesting agencies	100%	100%
Output Indicators		
1. Number of research papers produced	20	2
2. Number of publications produced	10	4
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM		
Outcome Indicators		
1. Percentage of Senior Leaders from DND and AFP who completed MNSA program	64%	53%
2. Teacher to student ratio	1:10	1:13
Output Indicators		
1. Number of graduates	65	66
2. Number of enrollees	65	65

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 Leaders' Capacity Improved			
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM			
Outcome Indicator			
1. Percentage of research papers accepted by requesting agencies	100%	100%	100%
Output Indicators			
1. Number of research papers produced	20	20	22
2. Number of publications produced	10	10	11
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM			
Outcome Indicators			
1. Percentage of Senior Leaders from DND and AFP who completed MNSA program	64%	64%	69%

2. Teacher to student ratio	1:10	1:10	1:8
Output Indicators			
1. Number of graduates	65	65	65
2. Number of enrollees	65	65	65

D. OFFICE OF CIVIL DEFENSE

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
New General Appropriations	1,067,198	1,376,775	1,211,366
General Fund	1,067,198	1,376,775	1,211,366
Automatic Appropriations	20,865	20,504	23,350
Retirement and Life Insurance Premiums	20,865	20,504	23,350
Continuing Appropriations		59,589	
Unobligated Releases for Capital Outlays R.A. No. 10964		44,374	
Unobligated Releases for MOOE R.A. No. 10964		15,215	
Budgetary Adjustment(s)	75,490		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	8,384		
Miscellaneous Personnel Benefits Fund	56,284		
Pension and Gratuity Fund	10,822		
Total Available Appropriations	1,163,553	1,456,868	1,234,716
Unused Appropriations	(75,734)	(59,589)	
Unreleased Appropriation	(496)		
Unobligated Allotment	(75,238)	(59,589)	
TOTAL OBLIGATIONS	1,087,819	1,397,279	1,234,716

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	146,877,000	101,720,000	104,561,000
Regular	146,877,000	101,720,000	104,561,000
PS	98,489,000	51,288,000	52,814,000

	MOOE	48,388,000	50,432,000	51,372,000
	CO			375,000
Operations		<u>940,942,000</u>	<u>1,295,559,000</u>	<u>1,130,155,000</u>
Regular		<u>940,942,000</u>	<u>1,295,559,000</u>	<u>1,130,155,000</u>
	PS	158,089,000	199,044,000	229,684,000
	MOOE	558,647,000	591,322,000	775,674,000
	CO	224,206,000	505,193,000	124,797,000
TOTAL AGENCY BUDGET		<u>1,087,819,000</u>	<u>1,397,279,000</u>	<u>1,234,716,000</u>
Regular		<u>1,087,819,000</u>	<u>1,397,279,000</u>	<u>1,234,716,000</u>
	PS	256,578,000	250,332,000	282,498,000
	MOOE	607,035,000	641,754,000	827,046,000
	CO	224,206,000	505,193,000	125,172,000

STAFFING SUMMARY

	<u>2018</u>	<u>2019</u>	<u>2020</u>
TOTAL STAFFING			
Total Number of Authorized Positions	644	644	644
Total Number of Filled Positions	459	477	477

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 1,211,366,000
 =====

OPERATIONS BY PROGRAM	<u>PROPOSED 2020 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
CIVIL PROTECTION PROGRAM	210,471,000	775,674,000	124,797,000	1,110,942,000

REGION	<u>EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2020 (Cash-Based)</u> (in pesos)			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>259,148,000</u>	<u>827,046,000</u>	<u>125,172,000</u>	<u>1,211,366,000</u>
National Capital Region (NCR)	259,148,000	827,046,000	125,172,000	1,211,366,000
TOTAL AGENCY BUDGET	<u>259,148,000</u>	<u>827,046,000</u>	<u>125,172,000</u>	<u>1,211,366,000</u>
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Quick Response Fund. The amount of Five Hundred Million Pesos (P500,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for the rehabilitation and relief programs and projects in order that the situation and living conditions of people in communities or areas affected by natural or human-induced 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, such as conduct of training, insurance of assets, and public information and information initiatives, or any other purpose not authorized in this Act.
2. Reporting and Posting Requirements. The Office of Civil Defense (OCD) 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) OCD's website.

The OCD 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.
3. 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	48,677,000	51,372,000	375,000	100,424,000
100000100001000	General management and supervision	46,165,000	51,372,000	375,000	97,912,000
100000100002000	Administration of Personnel Benefits	2,512,000			2,512,000
Sub-total, General Administration and Support		48,677,000	51,372,000	375,000	100,424,000
3000000000000000	Operations	210,471,000	775,674,000	124,797,000	1,110,942,000
3100000000000000	00 : Resiliency of communities to disasters improved	210,471,000	775,674,000	124,797,000	1,110,942,000
3101000000000000	CIVIL PROTECTION PROGRAM	210,471,000	775,674,000	124,797,000	1,110,942,000
3101010000000000	CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM	100,254,000	34,904,000	11,500,000	146,658,000
310101100001000	Enhancement, Capacity Development and Mobilization for Civil Defense	100,254,000	34,904,000	11,500,000	146,658,000
3101020000000000	DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM	110,217,000	354,067,000		464,284,000
310102100001000	Empowering Sectors on DRRM for Resiliency	110,217,000	354,067,000		464,284,000

3101030000000000	DISASTER MANAGEMENT OPERATIONS SUB-PROGRAM		386,703,000	113,297,000	500,000,000
3101031000010000	Disaster Response Operation		386,703,000	113,297,000	500,000,000
	Sub-total, Operations	210,471,000	775,674,000	124,797,000	1,110,942,000
	TOTAL NEW APPROPRIATIONS	P 259,148,000	P 827,046,000	P 125,172,000	P 1,211,366,000
		=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	151,660	170,869	194,580	
Total Permanent Positions	151,660	170,869	194,580	
Other Compensation Common to All				
Personnel Economic Relief Allowance	10,746	10,368	11,448	
Representation Allowance	2,790	3,144	3,384	
Transportation Allowance	2,790	3,144	3,384	
Clothing and Uniform Allowance	2,388	2,592	2,862	
Mid-Year Bonus - Civilian	15,768	14,239	16,215	
Year End Bonus	13,905	14,239	16,215	
Cash Gift	3,870	2,160	2,385	
Productivity Enhancement Incentive	3,870	2,160	2,385	
Step Increment		427	487	
Collective Negotiation Agreement	8,960			
Total Other Compensation Common to All	65,087	52,473	58,765	
Other Compensation for Specific Groups				
Anniversary Bonus - Civilian		1,224		
Total Other Compensation for Specific Groups		1,224		
Other Benefits				
Retirement and Life Insurance Premiums	20,505	20,504	23,350	
PAG-IBIG Contributions	2,338	518	572	
PhilHealth Contributions	2,655	1,873	2,147	
Employees Compensation Insurance Premiums	2,337	518	572	
Loyalty Award - Civilian		195		
Terminal Leave	11,996	2,158	2,512	
Total Other Benefits	39,831	25,766	29,153	
TOTAL PERSONNEL SERVICES	256,578	250,332	282,498	
Maintenance and Other Operating Expenses				
Travelling Expenses	34,264	43,871	45,188	
Training and Scholarship Expenses	134,719	194,058	198,045	
Supplies and Materials Expenses	47,087	28,547	29,405	
Utility Expenses	6,201	6,478	6,640	

Communication Expenses	12,549	29,069	23,510
Awards/Rewards and Prizes	26,663	8,316	8,316
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	2,434	2,609	2,609
Professional Services	3,533	2,640	2,640
General Services	29,212	5,811	5,907
Repairs and Maintenance	6,423	10,002	9,951
Financial Assistance/Subsidy	239,777	250,000	386,703
Taxes, Insurance Premiums and Other Fees	2,378	3,257	3,318
Other Maintenance and Operating Expenses			
Advertising Expenses	705	1,474	1,518
Printing and Publication Expenses	7,557	2,251	2,319
Representation Expenses	29,495	26,572	27,370
Transportation and Delivery Expenses	23	1,004	1,034
Rent/Lease Expenses	15,068	12,916	12,916
Subscription Expenses	335	946	946
Donations		75	75
Other Maintenance and Operating Expenses	8,612	11,858	58,636
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>607,035</u>	<u>641,754</u>	<u>827,046</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>863,613</u>	<u>892,086</u>	<u>1,109,544</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Improvements Outlay	9,890		
Infrastructure Outlay	203,943	159,046	
Machinery and Equipment Outlay	1,664	333,547	113,672
Transportation Equipment Outlay	8,322	12,600	11,500
Furniture, Fixtures and Books Outlay	387		
TOTAL CAPITAL OUTLAYS	<u>224,206</u>	<u>505,193</u>	<u>125,172</u>
GRAND TOTAL	<u>1,087,819</u>	<u>1,397,279</u>	<u>1,234,716</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL
OUTCOME : Resiliency of communities to disasters improved

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Resiliency of communities to disasters improved		
CIVIL PROTECTION PROGRAM		
CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM		
Outcome Indicators		
1. Percentage increase of volunteers accredited, organized and capacitated	10%	10.39%
2. Percentage decrease in fatality rate due to human-induced hazards	5%	-38%
Output Indicators		
1. Number of volunteers capacitated	1,512	1,572

2. Number of emergency operations centers maintained	19	19
DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM		
Outcome Indicators		
1. Percentage of sectors who rated the DRRM training and resource learning initiatives as satisfactory or better	70%	96%
2. Percentage increase of sectors assessed and improved	10%	29%
Output Indicators		
1. Number of sectors provided with DRRM training and learning initiatives	266	268
2. Percentage of sectors assessed on disaster readiness and resiliency	10%	23%
3. Percentage of sectors provided with information, education and communication campaigns (IECs)	10%	13.63%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Resiliency of communities to disasters improved			
CIVIL PROTECTION PROGRAM			
CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM			
Outcome Indicators			
1. Percentage increase of volunteers accredited, organized and capacitated		10%	N/A
2. Percentage decrease in fatality rate due to human-induced hazards		5%	N/A
Output Indicators			
1. Number of volunteers capacitated		1,512	N/A
2. Number of emergency operations centers maintained		18	N/A
Outcome Indicators			
1. Percentage of volunteers and local Disaster Risk Reduction and Management Officers (DRRMOs) capacitated	10%	N/A	10%
2. Percentage of Local Disaster Risk Reduction and Management Offices (LDRRMOs) assessed	65%	N/A	65%
Output Indicators			
1. Number of volunteers and local Disaster Risk Reduction and Management Officers (DRRMOs) capacitated	1,663	N/A	1,663
2. Number of Operation Centers (OpCens) managed	18	N/A	18

DISASTER RISK REDUCTION AND MANAGEMENT
SUB-PROGRAM

Outcome Indicators

1. Percentage of sectors who rated the DRRM training and resource learning initiatives as satisfactory or better		70%	N/A
2. Percentage increase of sectors assessed and improved		10%	N/A

Output Indicators

1. Number of sectors provided with DRRM training and learning initiatives		266	N/A
2. Percentage of sectors assessed on disaster readiness and resiliency		10%	N/A
3. Percentage of sectors provided with information, education and communication campaigns (IECs)		10%	N/A

Outcome Indicators

1. Number of Disaster Risk Reduction Management (DRRM) training programs and learning initiatives provided to National/Regional Disaster Risk Reduction Management Council (N/R DRRMC) member agencies, Local Government Units (LGUs), and sectoral groups	266	N/A	266
2. Percentage of National/Regional/Local Disaster Risk Reduction and Management Council (N/R/L DRRMC) member agencies, Local Government Units (LGUs), and sectoral groups assessed on disaster readiness and resiliency	100%	N/A	100%

Output Indicators

1. Percentage of participants from National/Regional Disaster Risk Reduction and Management Council (N/R DRRMC) member agencies, Local Government Units (LGUs), and sectoral groups who rated the Disaster Risk Reduction and Management (DRRM) trainings and learning initiatives as at least satisfactory	70%	N/A	70%
2. Percentage of National/Regional/Local Disaster Risk Reduction and Management Council (N/R/L DRRMC) member agencies, Local Government Units (LGUs), and sectoral groups assessed in the Gawad Kalasag (GK) program	100%	N/A	100%
3. Number of Local Disaster Risk Reduction and Management Plans (LDRRMPs) reviewed and evaluated	1,715	N/A	1,715

DISASTER MANAGEMENT OPERATIONS SUB-PROGRAM

Outcome Indicator

1. Percentage of disaster risk management (DRM) operations conducted and/or supported	100%	N/A	100%
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Output Indicators

1. Percentage of requests for Non-Food Items (NFIs) of disaster-stricken Local Government Units (LGUs) acted upon	100%	N/A	100%
2. Percentage of disaster risk management (DRM) operations conducted and/or supported in response to slow-onset and sudden-onset hazards	100%	N/A	100%
3. Percentage of disaster risk management (DRM) operations conducted and/or supported in response to planned events	100%	N/A	100%

E. PHILIPPINE VETERANS AFFAIRS OFFICE (PROPER)

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
New General Appropriations	738,614	606,308	567,454
General Fund	738,614	606,308	567,454
Automatic Appropriations	11,730	12,080	12,386
Retirement and Life Insurance Premiums	11,730	12,080	12,386
Continuing Appropriations		10,019	
Unobligated Releases for Capital Outlays R.A. No. 10964		1,174	
Unobligated Releases for MOOE R.A. No. 10964		8,845	
Budgetary Adjustment(s)	10,345,382		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	8,527		
Pension and Gratuity Fund	10,336,855		
Total Available Appropriations	11,095,726	628,407	579,840
Unused Appropriations	(10,362)	(10,019)	
Unobligated Allotment	(10,362)	(10,019)	
TOTAL OBLIGATIONS	11,085,364	618,388	579,840

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	109,039,000	89,340,000	105,299,000
Regular	109,039,000	89,340,000	105,299,000
PS	57,765,000	44,408,000	45,508,000
MOOE	45,563,000	44,932,000	50,887,000
CO	5,711,000		8,904,000
Operations	10,976,325,000	529,048,000	474,541,000
Regular	10,793,340,000	521,506,000	474,541,000
PS	10,437,774,000	106,297,000	111,188,000
MOOE	355,160,000	414,309,000	363,353,000
CO	406,000	900,000	

Projects / Purpose	<u>182,985,000</u>	<u>7,542,000</u>	<u> </u>
MOOE	6,476,000	7,542,000	
CO	176,509,000		
TOTAL AGENCY BUDGET	<u>11,085,364,000</u>	<u>618,388,000</u>	<u>579,840,000</u>
Regular	<u>10,902,379,000</u>	<u>610,846,000</u>	<u>579,840,000</u>
PS	10,495,539,000	150,705,000	156,696,000
MOOE	400,723,000	459,241,000	414,240,000
CO	6,117,000	900,000	8,904,000
Projects / Purpose	<u>182,985,000</u>	<u>7,542,000</u>	<u> </u>
MOOE	6,476,000	7,542,000	
CO	176,509,000		

STAFFING SUMMARY

	<u>2018</u>	<u>2019</u>	<u>2020</u>
TOTAL STAFFING			
Total Number of Authorized Positions	406	406	406
Total Number of Filled Positions	344	343	343

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 567,454,000
 =====

OPERATIONS BY PROGRAM	<u>PROPOSED 2020 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	81,243,000	317,835,000		399,078,000
VETERANS AFFAIRS MANAGEMENT PROGRAM	7,962,000	11,219,000		19,181,000
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	13,286,000	34,299,000		47,585,000

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>144,310,000</u>	<u>414,240,000</u>	<u>8,904,000</u>	<u>567,454,000</u>
National Capital Region (NCR)	144,310,000	414,240,000	8,904,000	567,454,000
TOTAL AGENCY BUDGET	<u>144,310,000</u>	<u>414,240,000</u>	<u>8,904,000</u>	<u>567,454,000</u>
	=====	=====	=====	=====

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, s. 1987, and to appropriate criminal action under existing penal laws.

2. Reporting and Posting Requirements. The PVAO 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) PVAO's website.

The PVAO 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.

3. 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	41,819,000	50,887,000	8,904,000	101,610,000
100000100001000	General management and supervision	40,908,000	50,887,000	8,904,000	100,699,000
100000100002000	Administration of Personnel Benefits	911,000			911,000
Sub-total, General Administration and Support		41,819,000	50,887,000	8,904,000	101,610,000
3000000000000000	Operations	102,491,000	363,353,000		465,844,000
3100000000000000	OO : Filipino Veterans empowered	89,205,000	329,054,000		418,259,000
3101000000000000	VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	81,243,000	317,835,000		399,078,000
310100100001000	Processing of veterans' claims	64,552,000	30,619,000		95,171,000
310100100002000	Payment of veterans' benefits		266,598,000		266,598,000
310100100003000	Investigation, verification of records, strengthening of internal control system and conduct of management and system audit	16,691,000	20,618,000		37,309,000

310200000000000	VETERANS AFFAIRS MANAGEMENT PROGRAM	7,962,000	11,219,000	19,181,000
310200100001000	Provide assistance in empowering of veterans organizations	7,962,000	11,219,000	19,181,000
320000000000000	00 : Filipinos' appreciation and gratitude for veterans' service demonstrated	13,286,000	34,299,000	47,585,000
320100000000000	VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	13,286,000	34,299,000	47,585,000
320100100001000	Administration and management of national military shrines	11,868,000	27,185,000	39,053,000
320100100002000	Historical research and preservation	1,418,000	1,356,000	2,774,000
320100100003000	Celebration of veteran-related events		5,758,000	5,758,000
Sub-total, Operations		<u>102,491,000</u>	<u>363,353,000</u>	<u>465,844,000</u>
TOTAL NEW APPROPRIATIONS		P 144,310,000	P 414,240,000	P 8,904,000 P 567,454,000
		=====	=====	=====

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	95,936	100,661	103,217	
Total Permanent Positions	<u>95,936</u>	<u>100,661</u>	<u>103,217</u>	
Other Compensation Common to All				
Personnel Economic Relief Allowance	8,283	8,136	8,232	
Representation Allowance	803	708	768	
Transportation Allowance	454	708	768	
Clothing and Uniform Allowance	2,460	2,034	2,058	
Honoraria	2,617	1,800	5,251	
Overtime Pay	35			
Mid-Year Bonus - Civilian	8,085	8,388	8,602	
Year End Bonus	8,148	8,388	8,602	
Cash Gift	1,757	1,695	1,715	
Productivity Enhancement Incentive	1,758	1,695	1,715	
Performance Based Bonus	3,934			
Step Increment		252	258	
Collective Negotiation Agreement	8,649			
Total Other Compensation Common to All	<u>46,983</u>	<u>33,804</u>	<u>37,969</u>	
Other Compensation for Specific Groups				
Other Personnel Benefits	801			
Total Other Compensation for Specific Groups	<u>801</u>			

Other Benefits			
Retirement and Life Insurance Premiums	11,418	12,080	12,386
PAG-IBIG Contributions	414	407	413
PhilHealth Contributions	1,209	1,215	1,237
Employees Compensation Insurance Premiums	414	407	413
Loyalty Award - Civilian	220	150	150
Terminal Leave	4,213	1,981	911
Total Other Benefits	<u>17,888</u>	<u>16,240</u>	<u>15,510</u>
Military/Uniformed Personnel			
Other Personnel Benefits			
Pension, Veterans	10,333,931		
Total Other Personnel Benefits	<u>10,333,931</u>		
TOTAL PERSONNEL SERVICES	<u>10,495,539</u>	<u>150,705</u>	<u>156,696</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	4,896	4,478	5,126
Training and Scholarship Expenses	2,934	3,142	2,702
Supplies and Materials Expenses	25,008	32,932	28,455
Utility Expenses	12,779	18,614	15,940
Communication Expenses	10,658	23,281	15,660
Awards/Rewards and Prizes	439		
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	360	380	380
Professional Services	27,096	5,484	17,131
General Services	22,289	23,651	24,876
Repairs and Maintenance	12,377	15,891	14,719
Taxes, Insurance Premiums and Other Fees	202	500	794
Other Maintenance and Operating Expenses			
Advertising Expenses	505	408	560
Printing and Publication Expenses	4,203	4,246	4,624
Representation Expenses	9,793	9,732	9,562
Transportation and Delivery Expenses	72	72	72
Rent/Lease Expenses	6,253	6,387	6,133
Subscription Expenses	737	982	903
Donations	266,598	316,598	266,598
Other Maintenance and Operating Expenses		5	5
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>407,199</u>	<u>466,783</u>	<u>414,240</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>10,902,738</u>	<u>617,488</u>	<u>570,936</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	55,000		
Machinery and Equipment Outlay	27,281	900	8,904
Furniture, Fixtures and Books Outlay	144		
Heritage Assets	100,000		
Other Property Plant and Equipment Outlay	201		
TOTAL CAPITAL OUTLAYS	<u>182,626</u>	<u>900</u>	<u>8,904</u>
GRAND TOTAL	<u>11,085,364</u>	<u>618,388</u>	<u>579,840</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : People-centered, innovative, clean, efficient, effective, and inclusive delivery of public goods and services

ORGANIZATIONAL
OUTCOME : Filipino veterans empowered
Filipinos' appreciation and gratitude for veterans' service demonstrated

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Filipino veterans empowered		
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM		
Outcome Indicator		
1. Percentage of regular pensions paid on or before due date	100%	100%
Output Indicators		
1. Percentage of benefit claims processed within ten (10) working days upon receipt of completed documents	92%	96%
2. Number of recipients of non-pension benefits	9,650	11,246
VETERANS AFFAIRS MANAGEMENT PROGRAM		
Outcome Indicator		
1. Percentage of veterans who are member of veterans organizations	25%	30%
Output Indicators		
1. Number of veteran-related engagements	42	52
2. Number of veterans organizations assisted	42	45
Filipinos' appreciation and gratitude for veterans' service demonstrated		
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM		
Outcome Indicator		
1. Number of shrine visitors and attendees to commemorative events	500,000	619,727
Output Indicators		
1. Number of shrines maintained	8	9
2. Number of veterans' celebratory events managed	13	15
3. Number of books, journals and other materials published	4	4

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Filipino veterans empowered			
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM			
Outcome Indicator			
1. Percentage of regular pensions paid on or before due date	100%	100%	100%
Output Indicators			
1. Percentage of benefit claims processed within ten (10) working days upon receipt of completed documents	92%	92%	92%
2. Number of recipients of non-pension benefits	9,650	9,650	9,998

VETERANS AFFAIRS MANAGEMENT PROGRAM

Outcome Indicator			
1. Percentage of veterans who are member of veterans organizations	25%	30%	30%
Output Indicators			
1. Number of veteran-related engagements	42	42	42
2. Number of veterans organizations assisted	42	42	42
Filipinos' appreciation and gratitude for veterans' service demonstrated			

VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM

Outcome Indicator			
1. Number of shrine visitors and attendees to commemorative events	500,000	500,000	500,000
Output Indicators			
1. Number of shrines maintained	8	8	8
2. Number of veterans' celebratory events managed	13	13	13
3. Number of books, journals and other materials published	4	4	4

F. VETERANS MEMORIAL MEDICAL CENTER

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>	
	<u>2018</u>	<u>2019</u>	<u>2020</u>	
New General Appropriations	<u>1,625,669</u>	<u>1,866,436</u>	<u>1,654,818</u>	
General Fund	1,625,669	1,866,436	1,654,818	
Automatic Appropriations	<u>51,125</u>	<u>54,472</u>	<u>53,229</u>	
Retirement and Life Insurance Premiums	51,125	54,472	53,229	
Continuing Appropriations		<u>20,804</u>		
Unobligated Releases for Capital Outlays R.A. No. 10964		7,199		
Unobligated Releases for MOOE R.A. No. 10964		13,605		
Budgetary Adjustment(s)	<u>32,560</u>			
Transfer(s) from:				
Miscellaneous Personnel Benefits Fund	18,310			
Pension and Gratuity Fund	14,250			
Total Available Appropriations	<u>1,709,354</u>	<u>1,941,712</u>	<u>1,708,047</u>	
Unused Appropriations	<u>(61,625)</u>	<u>(20,804)</u>		
Unreleased Appropriation	(37,692)			
Unobligated Allotment	<u>(23,933)</u>	<u>(20,804)</u>		
TOTAL OBLIGATIONS	<u>1,647,729</u>	<u>1,920,908</u>	<u>1,708,047</u>	

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	320,420,000	503,572,000	405,760,000
Regular	320,420,000	503,572,000	405,760,000
PS	122,407,000	116,360,000	133,868,000
MOOE	159,839,000	248,283,000	195,922,000
CO	38,174,000	138,929,000	75,970,000
Operations	1,327,309,000	1,417,336,000	1,302,287,000
Regular	1,327,309,000	1,417,336,000	1,302,287,000
PS	649,719,000	663,929,000	651,047,000
MOOE	602,053,000	738,407,000	643,240,000
CO	75,537,000	15,000,000	8,000,000
TOTAL AGENCY BUDGET	1,647,729,000	1,920,908,000	1,708,047,000
Regular	1,647,729,000	1,920,908,000	1,708,047,000
PS	772,126,000	780,289,000	784,915,000
MOOE	761,892,000	986,690,000	839,162,000
CO	113,711,000	153,929,000	83,970,000

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Total Number of Authorized Positions	1,405	1,405	1,405
Total Number of Filled Positions	1,267	1,249	1,249

Proposed New Appropriations Language
For general administration and support, and operations, as indicated hereunder.....P 1,654,818,000
=====

OPERATIONS BY PROGRAM	PROPOSED 2020 (Cash-Based)			
	PS	MOOE	CO	TOTAL
VETERAN HEALTH CARE PROGRAM	603,697,000	643,240,000	8,000,000	1,254,937,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	731,686,000	839,162,000	83,970,000	1,654,818,000
National Capital Region (NCR)	731,686,000	839,162,000	83,970,000	1,654,818,000
TOTAL AGENCY BUDGET	731,686,000	839,162,000	83,970,000	1,654,818,000

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 (VMMC) shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) 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; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

Likewise, all revenues derived from the VMMC 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. Any 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 VMMC 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 VMMC 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 VMMC and the hospital's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the VMMC website.

2. Reporting and Posting Requirements. The VMMC 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) VMMC's website.

The VMMC 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.

3. 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>			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
10000000000000	General Administration and Support	127,989,000	195,922,000	75,970,000	399,881,000
100000100001000	General management and supervision	87,316,000	195,922,000	75,970,000	359,208,000

570 EXPENDITURE PROGRAM FY 2020 VOLUME II

100000100002000 Administration of Personnel Benefits	40,673,000			40,673,000
Sub-total, General Administration and Support	127,989,000	195,922,000	75,970,000	399,881,000
3000000000000000 Operations	603,697,000	643,240,000	8,000,000	1,254,937,000
3100000000000000 00 : Quality Health Care Services Provided to Veterans and their Dependents	603,697,000	643,240,000	8,000,000	1,254,937,000
3101000000000000 VETERAN HEALTH CARE PROGRAM	603,697,000	643,240,000	8,000,000	1,254,937,000
310100100001000 In-Patient care	567,508,000	554,228,000	8,000,000	1,129,736,000
310100100002000 Out-Patient care	36,189,000	89,012,000		125,201,000
Sub-total, Operations	603,697,000	643,240,000	8,000,000	1,254,937,000
TOTAL NEW APPROPRIATIONS	P 731,686,000	P 839,162,000	P 83,970,000	P 1,654,818,000

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	427,471	453,933	443,576	
Total Permanent Positions	427,471	453,933	443,576	
Other Compensation Common to All				
Personnel Economic Relief Allowance	29,836	30,360	29,964	
Representation Allowance	442	432	432	
Transportation Allowance	443	432	432	
Clothing and Uniform Allowance	7,403	7,596	7,494	
Mid-Year Bonus - Civilian	33,317	37,827	36,965	
Year End Bonus	33,941	37,827	36,965	
Cash Gift	6,234	6,330	6,245	
Productivity Enhancement Incentive	6,182	6,330	6,245	
Performance Based Bonus	18,310		1,109	
Step Increment		1,135		
Collective Negotiation Agreement	28,250			
Total Other Compensation Common to All	164,358	128,269	125,851	
Other Compensation for Specific Groups				
Magna Carta for Public Health Workers	104,603	106,178	106,178	
Night Shift Differential Pay	1,439	2,532	2,532	
Lump-sum for filling of Positions - Civilian		22,001	22,175	
Anniversary Bonus - Civilian			3,900	
Total Other Compensation for Specific Groups	106,042	130,711	134,785	
Other Benefits				
Retirement and Life Insurance Premiums	48,893	54,472	53,229	
PAG-IBIG Contributions	1,537	1,519	1,499	

PhilHealth Contributions	4,897	5,061	4,970
Employees Compensation Insurance Premiums	1,503	1,519	1,499
Loyalty Award - Civilian	892	1,008	1,008
Terminal Leave	16,533	3,797	18,498
Total Other Benefits	<u>74,255</u>	<u>67,376</u>	<u>80,703</u>
TOTAL PERSONNEL SERVICES	<u>772,126</u>	<u>780,289</u>	<u>784,915</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	20	160	165
Training and Scholarship Expenses	2,172	1,910	1,967
Supplies and Materials Expenses	558,635	762,895	666,640
Utility Expenses	76,912	99,770	102,763
Communication Expenses	862	1,138	1,173
Awards/Rewards and Prizes	326	300	300
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	77	110	110
Professional Services	52,926	5,560	5,560
General Services	40,844	101,067	46,011
Repairs and Maintenance	8,943	3,985	4,105
Taxes, Insurance Premiums and Other Fees	2,250	732	732
Other Maintenance and Operating Expenses			
Advertising Expenses	114	116	119
Representation Expenses	1,902	654	674
Rent/Lease Expenses	11,860	7,730	7,730
Membership Dues and Contributions to Organizations	20	30	30
Subscription Expenses	499	533	1,083
Other Maintenance and Operating Expenses	3,530		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>761,892</u>	<u>986,690</u>	<u>839,162</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>1,534,018</u>	<u>1,766,979</u>	<u>1,624,077</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay	19,948	130,000	
Buildings and Other Structures			55,710
Machinery and Equipment Outlay	82,019	23,929	28,260
Intangible Assets Outlay	11,744		
TOTAL CAPITAL OUTLAYS	<u>113,711</u>	<u>153,929</u>	<u>83,970</u>
GRAND TOTAL	<u>1,647,729</u>	<u>1,920,908</u>	<u>1,708,047</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : People-centered, innovative, clean, efficient, effective, and inclusive delivery of public goods and services

ORGANIZATIONAL OUTCOME : Quality Health Care Services Provided to Veterans and their Dependents

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	2018 GAA Targets	Actual
Quality Health Care Services Provided to Veterans and their Dependents		
VETERAN HEALTH CARE PROGRAM		
Outcome Indicator		
1. Percentage of hospital discharges successfully treated	85%	85%
Output Indicators		
In-Patient Care		
1. Number of In-patients treated	7,500	10,967
Out-Patient Care		
1. Number of Out-patients treated	147,000	193,824
2. Percentage of patients attended to upon arrival in the emergency ward:		
Category 1 - Immediate simultaneous assessment and treatment	100%	100%
Category 2 - Assessment and treatment within 10 minutes (often simultaneously)	90%	98%
Category 3 - Assessment and treatment start within 30 minutes	90%	98%
Category 4 - Assessment and treatment start within 60 minutes	100%	100%
Category 5 - Assessment and treatment start within 120 minutes	100%	100%

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2019 Targets	2020 NEP Targets
Quality Health Care Services Provided to Veterans and their Dependents			
VETERAN HEALTH CARE PROGRAM			
Outcome Indicator			
1. Percentage of hospital discharges successfully treated	85%	85%	85%
Output Indicators			
In-Patient Care			
1. Number of In-patients treated	7,500	8,500	10,000
Out-Patient Care			
1. Number of Out-patients treated	147,000	170,000	190,000
2. Percentage of patients attended to upon arrival in the emergency ward:			
Category 1 - Immediate simultaneous assessment and treatment	100%	100%	100%
Category 2 - Assessment and treatment within 10 minutes (often simultaneously)	90%	90%	100%
Category 3 - Assessment and treatment start within 30 minutes	90%	90%	100%
Category 4 - Assessment and treatment start within 60 minutes	100%	100%	100%
Category 5 - Assessment and treatment start within 120 minutes	100%	100%	100%

G. PHILIPPINE ARMY (LAND FORCES)

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>	
	2018	2019	2020	
New General Appropriations	<u>63,998,132</u>	<u>91,407,366</u>	<u>91,513,006</u>	
General Fund	63,998,132	91,407,366	91,513,006	
Automatic Appropriations	<u>578,370</u>	<u>37,187</u>	<u>37,874</u>	
Customs Duties and Taxes, including Tax Expenditures	543,082			
Retirement and Life Insurance Premiums	35,288	37,187	37,874	
Continuing Appropriations		<u>2,376,961</u>		
Unobligated Releases for Capital Outlays R.A. No. 10964		525,589		
Unobligated Releases for MOOE R.A. No. 10964		1,851,372		
Budgetary Adjustment(s)	<u>24,702,074</u>			
Transfer(s) from:				
National Disaster Risk Reduction and Management Fund (Calamity Fund)	51,375			
Contingent Fund	2,636,304			
Miscellaneous Personnel Benefits Fund	19,519,990			
Pension and Gratuity Fund	2,494,405			
Total Available Appropriations	89,278,576	93,821,514	91,550,880	
Unused Appropriations	(2,376,961)	(2,376,961)		
Unobligated Allotment	(2,376,961)	(2,376,961)		
TOTAL OBLIGATIONS	<u>86,901,615</u>	<u>91,444,553</u>	<u>91,550,880</u>	

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>	
	2018 Actual	2019 Current	2020 Proposed	
General Administration and Support	<u>31,797,839,000</u>	<u>7,067,516,000</u>	<u>6,955,649,000</u>	
Regular	<u>31,797,839,000</u>	<u>7,067,516,000</u>	<u>6,955,649,000</u>	
PS	30,373,235,000	5,944,099,000	5,851,958,000	
MOOE	1,424,604,000	1,123,417,000	1,103,691,000	

Operations	<u>55,103,776,000</u>	<u>84,377,037,000</u>	<u>84,595,231,000</u>
Regular	<u>55,103,776,000</u>	<u>84,375,237,000</u>	<u>84,595,231,000</u>
PS	43,801,685,000	68,582,044,000	70,447,240,000
MOOE	10,995,903,000	12,277,711,000	12,607,944,000
CO	306,188,000	3,515,482,000	1,540,047,000
Projects / Purpose		<u>1,800,000</u>	
MOOE		1,800,000	
TOTAL AGENCY BUDGET	<u>86,901,615,000</u>	<u>91,444,553,000</u>	<u>91,550,880,000</u>
Regular	<u>86,901,615,000</u>	<u>91,442,753,000</u>	<u>91,550,880,000</u>
PS	74,174,920,000	74,526,143,000	76,299,198,000
MOOE	12,420,507,000	13,401,128,000	13,711,635,000
CO	306,188,000	3,515,482,000	1,540,047,000
Projects / Purpose		<u>1,800,000</u>	
MOOE		1,800,000	

STAFFING SUMMARY

	<u>2018</u>	<u>2019</u>	<u>2020</u>
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,678	1,678	1,678
Total Number of Filled Positions	1,297	1,316	1,316
Military			
Total Number of Authorized Positions	98,394	101,105	101,105
Total Number of Filled Positions	98,394	101,105	101,105

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 91,513,006,000
 =====

OPERATIONS BY PROGRAM	<u>PROPOSED 2020 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
LAND FORCES DEFENSE PROGRAM	70,447,240,000	12,607,944,000	1,540,047,000	84,595,231,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	76,261,324,000	13,711,635,000	1,540,047,000	91,513,006,000
National Capital Region (NCR)	76,261,324,000	13,711,635,000	1,540,047,000	91,513,006,000
TOTAL AGENCY BUDGET	76,261,324,000	13,711,635,000	1,540,047,000	91,513,006,000

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, subject to the following conditions: (i) 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; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

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 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 shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.
3. Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units. The amount of Three Billion Eight Hundred Twenty Nine Million One Hundred Six Thousand Pesos (P3,829,106,000) 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.
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. Rice Subsidy. The amount of Seven Hundred Ninety Eight Million Two Hundred Sixty Thousand Pesos (P798,260,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month in the form of financial assistance to the military personnel of the Philippine Army.
7. 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 Philippine Army shall be used exclusively for said purposes.
8. Reimbursement of Expenses Incurred in Anti-smuggling and Economic Subversion Operations. Expenses incurred by the Philippine Army 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 Philippine Army 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.

9. Reporting and Posting Requirements. The Philippine Army 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) Philippine Army's website.

The Philippine Army 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.

10. 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	<u>5,814,084,000</u>	<u>1,103,691,000</u>		<u>6,917,775,000</u>
100000100001000	General management and supervision	4,694,232,000	1,103,691,000		5,797,923,000
100000100002000	Administration of Personnel Benefits	<u>1,119,852,000</u>			<u>1,119,852,000</u>
Sub-total, General Administration and Support		<u>5,814,084,000</u>	<u>1,103,691,000</u>		<u>6,917,775,000</u>
3000000000000000	Operations	<u>70,447,240,000</u>	<u>12,607,944,000</u>	<u>1,540,047,000</u>	<u>84,595,231,000</u>
3100000000000000	00 : Level of mission capability of army units in ground operations attained	<u>70,447,240,000</u>	<u>12,607,944,000</u>	<u>1,540,047,000</u>	<u>84,595,231,000</u>
3101000000000000	LAND FORCES DEFENSE PROGRAM	<u>70,447,240,000</u>	<u>12,607,944,000</u>	<u>1,540,047,000</u>	<u>84,595,231,000</u>
310100100001000	Force-Level Support Services	3,062,679,000	634,083,000	44,750,000	3,741,512,000
310100100002000	Force Development		1,147,492,000		1,147,492,000
310100100003000	Force Sustainment	<u>67,384,561,000</u>	<u>10,826,369,000</u>	<u>1,495,297,000</u>	<u>79,706,227,000</u>
Sub-total, Operations		<u>70,447,240,000</u>	<u>12,607,944,000</u>	<u>1,540,047,000</u>	<u>84,595,231,000</u>
TOTAL NEW APPROPRIATIONS		P 76,261,324,000	P 13,711,635,000	P 1,540,047,000	P 91,513,006,000
		=====	=====	=====	=====

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	294,798	309,892	315,616
Total Permanent Positions	294,798	309,892	315,616
Other Compensation Common to All			
Personnel Economic Relief Allowance	30,768	30,792	31,584
Representation Allowance	300	240	120
Transportation Allowance	300	240	120
Clothing and Uniform Allowance	6,410	7,698	7,896
Honoraria	106	106	106
Overtime Pay	1,048		
Mid-Year Bonus - Civilian	24,505	25,824	26,301
Year End Bonus	24,505	25,824	26,301
Cash Gift	6,410	6,415	6,580
Productivity Enhancement Incentive	6,410	6,415	6,580
Performance Based Bonus	12,331		
Step Increment		775	789
Total Other Compensation Common to All	113,093	104,329	106,377
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	34,101	34,661	34,767
Longevity Pay	4,896	4,896	4,896
Lump-sum for filling of Positions - Civilian		5,221	
Other Personnel Benefits	218,470		
Total Other Compensation for Specific Groups	257,467	44,778	39,663
Other Benefits			
Retirement and Life Insurance Premiums	35,288	37,187	37,874
PAG-IBIG Contributions	1,538	1,540	1,579
PhilHealth Contributions	3,430	4,129	4,223
Employees Compensation Insurance Premiums	1,538	1,540	1,579
Retirement Gratuity	16,348	15,975	
Loyalty Award - Civilian	573		
Terminal Leave	21,221	7,366	8,228
Total Other Benefits	79,936	67,737	53,483
Military/Uniformed Personnel			
Basic Pay			
Base Pay	35,528,227	37,761,933	39,528,916
Total Basic Pay	35,528,227	37,761,933	39,528,916
Other Compensation Common to All			
Personnel Economic Relief Allowance	2,108,007	2,361,456	2,426,520
Clothing/ Uniform Allowance	2,525,744	932,312	999,443
Subsistence Allowance	8,571,054	9,216,178	9,364,604
Laundry Allowance	38,741	38,266	39,325
Quarters Allowance	448,008	476,224	515,448
Longevity Pay	7,327,657	8,340,059	8,453,772
Mid-Year Bonus - Military/Uniformed Personnel	2,934,947	3,146,828	3,294,077

Year-end Bonus	2,783,280	3,146,828	3,294,077
Cash Gift	436,098	491,970	505,525
Productivity Enhancement Incentive	467,655	491,970	505,525
Performance Based Bonus	821,549		
Total Other Compensation Common to All	<u>28,462,740</u>	<u>28,642,091</u>	<u>29,398,316</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	202,684	270,094	270,094
Flying Pay	24,438	30,038	30,038
Hazard Duty Pay	662,668	637,594	655,161
Hardship Allowance	1,210		
Combat Duty Pay	2,786,452	2,981,412	2,981,412
Instructor's Duty Pay	245,268	323,933	323,933
Reservist's Pay	253,306	382,241	382,241
Medal of Valor Award	19,800	20,700	20,700
Hospitalization Expenses	55,604		
Parachutist Pay	158,089	310,901	310,901
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		699,972	
Total Other Compensation for Specific Groups	<u>4,409,519</u>	<u>5,656,885</u>	<u>4,974,480</u>
Other Benefits			
Special Group Term Insurance	6,320	7,859	7,280
PAG-IBIG Contributions	106,811	118,073	121,327
PhilHealth Contributions	380,308	497,104	520,789
Employees Compensation Insurance Premiums	105,380	118,073	121,327
Retirement Gratuity	1,193		
Terminal Leave	4,429,128	1,197,389	1,111,624
Total Other Benefits	<u>5,029,140</u>	<u>1,938,498</u>	<u>1,882,347</u>
TOTAL PERSONNEL SERVICES	<u>74,174,920</u>	<u>74,526,143</u>	<u>76,299,198</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	299,316	320,583	330,291
Training and Scholarship Expenses	345,135	363,863	365,838
Supplies and Materials Expenses	5,813,147	6,727,663	6,953,373
Utility Expenses	497,099	559,356	577,315
Communication Expenses	116,975	125,659	129,404
Awards/Rewards and Prizes	1,986	1,557	1,277
Survey, Research, Exploration and Development Expenses	54,741	5,233	5,233
Demolition/Relocation and Desilting/Dredging Expenses		1,053	1,053
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	444,000	444,000	444,000
Professional Services	22,483	78,260	71,560
General Services	8,145	9,276	7,726
Repairs and Maintenance	2,133,755	2,391,275	2,464,042
Financial Assistance/Subsidy	1,666,218	1,640,631	1,627,076
Taxes, Insurance Premiums and Other Fees	585,596	59,198	57,099
Labor and Wages	63,271	63,271	63,271
Other Maintenance and Operating Expenses			
Advertising Expenses	648	1,550	1,595
Printing and Publication Expenses	13,662	17,876	17,419
Representation Expenses	304,113	457,601	447,513
Transportation and Delivery Expenses	16,879	80,348	76,503
Rent/Lease Expenses	17,344	25,285	22,959
Membership Dues and Contributions to Organizations	32	225	225
Subscription Expenses	942	2,554	17,572
Other Maintenance and Operating Expenses	15,020	26,611	29,291
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>12,420,507</u>	<u>13,402,928</u>	<u>13,711,635</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>86,595,427</u>	<u>87,929,071</u>	<u>90,010,833</u>

Capital Outlays

Property, Plant and Equipment Outlay			
Land Outlay	8,619		
Infrastructure Outlay		54,930	6,198
Buildings and Other Structures	6,017	534,526	358,717
Machinery and Equipment Outlay	236,768	2,178,576	506,032
Transportation Equipment Outlay	54,784	747,450	669,100
TOTAL CAPITAL OUTLAYS	<u>306,188</u>	<u>3,515,482</u>	<u>1,540,047</u>
GRAND TOTAL	<u>86,901,615</u>	<u>91,444,553</u>	<u>91,550,880</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL
OUTCOME : Level of mission capability of army units in ground operations attained

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Level of mission capability of army units in ground operations attained		
LAND FORCES DEFENSE PROGRAM		
Outcome Indicators		
1. Percentage of Tactical Units provided to force employers that are in prescribed readiness condition	40%	94%
2. Percentage of Ready Reserve Units in prescribed readiness condition	40%	74%
Output Indicators		
1. Number of tactical and ready reserve units maintained		
a. Tactical Battalions	191	205
b. Ready Reserve Battalions	82	82
2. Percentage of operational readiness of tactical and ready reserve units		
a. Tactical Battalions	82%	82%
b. Ready Reserve Battalions	65%	63%
3. Average percentage of effective strength of tactical battalions that can be mobilized within 1 hour as dictated by higher authorities	90%	90%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Level of mission capability of army units in ground operations attained			
LAND FORCES DEFENSE PROGRAM			
Outcome Indicators			
1. Percentage of Tactical Units provided to force employers that are in prescribed readiness condition	40%	57%	57%

2. Percentage of Ready Reserve Units in prescribed readiness condition	40%	40%	40%
Output Indicators			
1. Number of tactical and ready reserve units maintained			
a. Tactical Battalions	191	210	219
b. Ready Reserve Battalions	82	83	84
2. Percentage of operational readiness of tactical and ready reserve units			
a. Tactical Battalions	82%	81%	81%
b. Ready Reserve Battalions	65%	65%	65%
3. Average percentage of effective strength of tactical battalions that can be mobilized within 1 hour as dictated by higher authorities	90%	90%	90%

H. PHILIPPINE AIR FORCE (AIR FORCES)

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
New General Appropriations	19,720,330	24,584,360	25,936,267
General Fund	19,720,330	24,584,360	25,936,267
Automatic Appropriations	167,576	35,082	35,716
Customs Duties and Taxes, including Tax Expenditures	134,790		
Retirement and Life Insurance Premiums	32,786	35,082	35,716
Continuing Appropriations		15,633	
Unobligated Releases for Capital Outlays R.A. No. 10964		14,986	
Unobligated Releases for MOOE R.A. No. 10964		647	
Budgetary Adjustment(s)	5,957,626		
Transfer(s) from:			
Contingent Fund	866,322		
Miscellaneous Personnel Benefits Fund	3,812,961		
Pension and Gratuity Fund	1,278,343		
Total Available Appropriations	25,845,532	24,635,075	25,971,983
Unused Appropriations	(35,851)	(15,633)	
Unreleased Appropriation	(20,218)		
Unobligated Allotment	(15,633)	(15,633)	
TOTAL OBLIGATIONS	25,809,681	24,619,442	25,971,983

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	7,737,771,000	2,092,864,000	1,805,105,000
Regular	7,737,771,000	2,092,864,000	1,805,105,000
PS	6,267,222,000	1,566,405,000	1,260,109,000
MOOE	1,374,004,000	526,459,000	536,746,000
CO	96,545,000		8,250,000
Operations	18,071,910,000	22,526,578,000	24,166,878,000
Regular	18,061,969,000	22,526,578,000	24,166,878,000
PS	9,323,180,000	13,212,613,000	13,843,208,000
MOOE	8,428,552,000	8,961,669,000	9,861,110,000
CO	310,237,000	352,296,000	462,560,000
Projects / Purpose	9,941,000		
CO	9,941,000		
TOTAL AGENCY BUDGET	25,809,681,000	24,619,442,000	25,971,983,000
Regular	25,799,740,000	24,619,442,000	25,971,983,000
PS	15,590,402,000	14,779,018,000	15,103,317,000
MOOE	9,802,556,000	9,488,128,000	10,397,856,000
CO	406,782,000	352,296,000	470,810,000
Projects / Purpose	9,941,000		
CO	9,941,000		

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,827	1,827	1,827
Total Number of Filled Positions	1,278	1,284	1,284
Military			
Total Number of Authorized Positions	19,072	19,072	19,072
Total Number of Filled Positions	17,612	18,648	18,648

Proposed New Appropriations Language
For general administration and support, and operations, as indicated hereunder.....P 25,936,267,000
=====

OPERATIONS BY PROGRAM	PROPOSED 2020 (Cash-Based)			
	PS	MOOE	CO	TOTAL
AIR FORCES DEFENSE PROGRAM	13,813,837,000	9,861,110,000	462,560,000	24,137,507,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	15,067,601,000	10,397,856,000	470,810,000	25,936,267,000
National Capital Region (NCR)	15,067,601,000	10,397,856,000	470,810,000	25,936,267,000
TOTAL AGENCY BUDGET	15,067,601,000	10,397,856,000	470,810,000	25,936,267,000

SPECIAL PROVISION(S)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of 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, subject to the following conditions: (i) 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; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

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 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 shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.
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. Rice Subsidy. The amount of One Hundred Forty Eight Million Seven Hundred Fifty Four Thousand Pesos (P148,754,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the Philippine Air Force.
6. 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 Philippine Air Force shall be used exclusively for said purposes.

7. Reimbursement of Expenses Incurred in Anti-smuggling and Economic Subversion Operations. Expenses incurred by the Philippine Air Force 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 Philippine Air Force 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.
8. Reporting and Posting Requirements. The Philippine Air Force 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) Philippine Air Force's website.

The Philippine Air Force 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.
9. 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					
10000000000000	General Administration and Support	1,253,764,000	536,746,000	8,250,000	1,798,760,000
100000100001000	General management and supervision	825,952,000	536,746,000	8,250,000	1,370,948,000
100000100002000	Administration of Personnel Benefits	427,812,000			427,812,000
Sub-total, General Administration and Support		<u>1,253,764,000</u>	<u>536,746,000</u>	<u>8,250,000</u>	<u>1,798,760,000</u>
300000000000000	Operations	<u>13,813,837,000</u>	<u>9,861,110,000</u>	<u>462,560,000</u>	<u>24,137,507,000</u>
310000000000000	00 : Level of mission capability of Air Force Units in air operations attained	<u>13,813,837,000</u>	<u>9,861,110,000</u>	<u>462,560,000</u>	<u>24,137,507,000</u>
310100000000000	AIR FORCES DEFENSE PROGRAM	<u>13,813,837,000</u>	<u>9,861,110,000</u>	<u>462,560,000</u>	<u>24,137,507,000</u>
310100100001000	Force-Level Support Services	2,576,308,000	283,656,000	1,500,000	2,861,464,000
310100100002000	Force Development	6,214,521,000	4,818,014,000	201,869,000	11,234,404,000
310100100003000	Force Sustainment	<u>5,023,008,000</u>	<u>4,759,440,000</u>	<u>259,191,000</u>	<u>10,041,639,000</u>
Sub-total, Operations		<u>13,813,837,000</u>	<u>9,861,110,000</u>	<u>462,560,000</u>	<u>24,137,507,000</u>
TOTAL NEW APPROPRIATIONS		P 15,067,601,000	P 10,397,856,000	P 470,810,000	P 25,936,267,000
		=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	286,623	292,354	297,632	
Total Permanent Positions	<u>286,623</u>	<u>292,354</u>	<u>297,632</u>	
Other Compensation Common to All				
Personnel Economic Relief Allowance	29,493	30,048	30,816	
Representation Allowance	180	180	240	
Transportation Allowance	180	180	240	
Clothing and Uniform Allowance	7,588	7,512	7,704	
Mid-Year Bonus - Civilian	22,527	24,363	24,803	
Year End Bonus	22,768	24,363	24,803	
Cash Gift	6,225	6,260	6,420	
Productivity Enhancement Incentive	5,969	6,260	6,420	
Performance Based Bonus	12,176			
Step Increment		731	744	
Total Other Compensation Common to All	<u>107,106</u>	<u>99,897</u>	<u>102,190</u>	
Other Compensation for Specific Groups				
Magna Carta for Public Health Workers	27,896	30,066	30,066	
Radiation Hazard Pay	5,239			
Longevity Pay	3,598	3,908	3,908	
Other Personnel Benefits	517			
Total Other Compensation for Specific Groups	<u>37,250</u>	<u>33,974</u>	<u>33,974</u>	
Other Benefits				
Retirement and Life Insurance Premiums	33,450	35,082	35,716	
PAG-IBIG Contributions	1,494	1,503	1,540	
PhilHealth Contributions	3,323	3,853	3,922	
Employees Compensation Insurance Premiums	1,446	1,503	1,540	
Retirement Gratuity	24,867	25,176		
Loyalty Award - Civilian	961	1,065	1,065	
Terminal Leave	18,674	10,079	5,540	
Total Other Benefits	<u>84,215</u>	<u>78,261</u>	<u>49,323</u>	
Military/Uniformed Personnel				
Basic Pay				
Base Pay	7,827,649	7,211,484	7,706,475	
Total Basic Pay	<u>7,827,649</u>	<u>7,211,484</u>	<u>7,706,475</u>	
Other Compensation Common to All				
Personnel Economic Relief Allowance	406,568	422,688	447,552	
Clothing/ Uniform Allowance	268,655	236,610	244,879	
Subsistence Allowance	922,922	964,258	1,020,978	
Laundry Allowance	6,887	7,155	7,573	
Quarters Allowance	93,523	94,445	102,916	
Longevity Pay	1,484,647	1,469,365	1,505,889	
Mid-Year Bonus - Military/Uniformed Personnel	592,201	600,957	642,207	
Year-end Bonus	636,264	600,957	642,207	
Cash Gift	85,285	88,060	93,240	

Productivity Enhancement Incentive	85,285	88,060	93,240
Performance Based Bonus	167,285		
Total Other Compensation Common to All	<u>4,749,522</u>	<u>4,572,555</u>	<u>4,800,681</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	121,743	210,925	224,212
Flying Pay	466,345	695,789	724,738
Hazard Duty Pay	118,408	114,124	120,840
Hardship Allowance	13,807	17,332	23,113
Combat Duty Pay	201,717	287,820	311,364
Instructor's Duty Pay	40,962	60,259	69,854
Reservist's Pay	24,200	60,163	60,163
Medal of Valor Award	1,800	1,800	1,800
Hospitalization Expenses	9,375		
Specialist's Pay	2,603	2,603	2,603
Parachutist Pay	4,492	6,329	6,651
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		591,577	165,460
Total Other Compensation for Specific Groups	<u>1,005,452</u>	<u>2,048,721</u>	<u>1,710,798</u>
Other Benefits			
Special Group Term Insurance	1,214	1,268	1,268
PAG-IBIG Contributions	20,229	21,134	22,378
PhilHealth Contributions	70,287	92,867	99,408
Employees Compensation Insurance Premiums	20,229	21,134	22,378
Retirement Gratuity	2,570		
Terminal Leave	1,378,056	305,369	256,812
Total Other Benefits	<u>1,492,585</u>	<u>441,772</u>	<u>402,244</u>
TOTAL PERSONNEL SERVICES	<u>15,590,402</u>	<u>14,779,018</u>	<u>15,103,317</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	264,713	275,497	283,761
Training and Scholarship Expenses	88,435	87,591	90,194
Supplies and Materials Expenses	3,217,299	3,118,222	3,205,416
Utility Expenses	378,180	379,573	395,524
Communication Expenses	42,654	50,803	52,328
Awards/Rewards and Prizes	1,550	1,550	1,550
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	32,000	17,000	17,000
Professional Services	7,832	11,157	11,145
General Services	14,426	4,785	4,785
Repairs and Maintenance	5,194,219	4,977,276	5,754,583
Financial Assistance/Subsidy	134,854	148,762	148,754
Taxes, Insurance Premiums and Other Fees	153,956	22,382	22,363
Other Maintenance and Operating Expenses			
Advertising Expenses	1,694	2,140	2,204
Printing and Publication Expenses	6,076	2,823	2,907
Representation Expenses	188,612	290,179	296,589
Transportation and Delivery Expenses	68,525	9,221	9,497
Rent/Lease Expenses	2,171	4,231	4,231
Membership Dues and Contributions to Organizations	87	87	87
Subscription Expenses	3,770	83,249	93,338
Donations	1,500	1,600	1,600
Other Maintenance and Operating Expenses	3		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>9,802,556</u>	<u>9,488,128</u>	<u>10,397,856</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>25,392,958</u>	<u>24,267,146</u>	<u>25,501,173</u>
Capital Outlays			
Property, Plant and Equipment Outlay Buildings and Other Structures	137,482		157,987

Machinery and Equipment Outlay	87,789	143,907	14,929
Transportation Equipment Outlay	191,452	208,389	297,894
TOTAL CAPITAL OUTLAYS	<u>416,723</u>	<u>352,296</u>	<u>470,810</u>
GRAND TOTAL	<u>25,809,681</u>	<u>24,619,442</u>	<u>25,971,983</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL OUTCOME : Level of mission capability of Air Force Units in air operations attained

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Level of mission capability of Air Force Units in air operations attained		
AIR FORCES DEFENSE PROGRAM		
Outcome Indicator		
1. Percentage of Tactical Air Operations Group that supported the Unified Commands	100%	100%
Output Indicators		
1. Number of supportable aircraft maintained	154	154
2. Percentage of accomplishment of one-hour response to flight-directed mission	90%	98%
3. Percentage of flying hours flown	100%	98%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Level of mission capability of Air Force Units in air operations attained			
AIR FORCES DEFENSE PROGRAM			
Outcome Indicator			
1. Percentage of Tactical Air Operations Group that supported the Unified Commands	100%	100%	100%
Output Indicators			
1. Number of supportable aircraft maintained	154	154	154
2. Percentage of accomplishment of one-hour response to flight-directed mission	90%	90%	90%
3. Percentage of flying hours flown	100%	100%	100%

I. PHILIPPINE NAVY (NAVAL FORCES)

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
New General Appropriations	<u>21,299,554</u>	<u>27,842,155</u>	<u>29,026,458</u>
General Fund	21,299,554	27,842,155	29,026,458
Automatic Appropriations	<u>79,844</u>	<u>29,240</u>	<u>29,010</u>
Customs Duties and Taxes, including Tax Expenditures	51,228		
Retirement and Life Insurance Premiums	28,616	29,240	29,010
Continuing Appropriations		<u>67,073</u>	
Unobligated Releases for Capital Outlays R.A. No. 10964		12,126	
Unobligated Releases for MOOE R.A. No. 10964		54,947	
Budgetary Adjustment(s)	<u>5,809,047</u>		
Transfer(s) from:			
Contingent Fund	112,020		
Miscellaneous Personnel Benefits Fund	4,828,464		
Pension and Gratuity Fund	868,563		
Total Available Appropriations	<u>27,188,445</u>	<u>27,938,468</u>	<u>29,055,468</u>
Unused Appropriations	(<u>95,653</u>)	(<u>67,073</u>)	
Unreleased Appropriation	(10,542)		
Unobligated Allotment	(85,111)	(67,073)	
TOTAL OBLIGATIONS	<u>27,092,792</u>	<u>27,871,395</u>	<u>29,055,468</u>

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	<u>6,063,248,000</u>	<u>2,709,326,000</u>	<u>3,706,337,000</u>
Regular	<u>6,063,248,000</u>	<u>2,709,326,000</u>	<u>3,706,337,000</u>
PS	5,278,212,000	2,526,139,000	2,836,179,000
MOOE	785,036,000	175,889,000	760,158,000
CO		7,298,000	110,000,000

Operations	<u>21,029,544,000</u>	<u>25,162,069,000</u>	<u>25,349,131,000</u>
Regular	<u>20,965,575,000</u>	<u>25,107,069,000</u>	<u>25,349,131,000</u>
PS	13,750,135,000	16,837,870,000	17,136,997,000
MOOE	6,263,606,000	7,077,494,000	6,997,557,000
CO	951,834,000	1,191,705,000	1,214,577,000
Projects / Purpose	<u>63,969,000</u>	<u>55,000,000</u>	
MOOE	4,945,000	1,200,000	
CO	59,024,000	53,800,000	
TOTAL AGENCY BUDGET	<u>27,092,792,000</u>	<u>27,871,395,000</u>	<u>29,055,468,000</u>
Regular	<u>27,028,823,000</u>	<u>27,816,395,000</u>	<u>29,055,468,000</u>
PS	19,028,347,000	19,364,009,000	19,973,176,000
MOOE	7,048,642,000	7,253,383,000	7,757,715,000
CO	951,834,000	1,199,003,000	1,324,577,000
Projects / Purpose	<u>63,969,000</u>	<u>55,000,000</u>	
MOOE	4,945,000	1,200,000	
CO	59,024,000	53,800,000	

STAFFING SUMMARY

	<u>2018</u>	<u>2019</u>	<u>2020</u>
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,419	1,419	1,419
Total Number of Filled Positions	992	993	993
Military			
Total Number of Authorized Positions	25,260	25,260	25,260
Total Number of Filled Positions	23,760	24,499	24,499

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 29,026,458,000
 =====

OPERATIONS BY PROGRAM	<u>PROPOSED 2020 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
NAVAL FORCES DEFENSE PROGRAM	17,135,286,000	6,997,557,000	1,214,577,000	25,347,420,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	19,944,166,000	7,757,715,000	1,324,577,000	29,026,458,000
National Capital Region (NCR)	19,944,166,000	7,757,715,000	1,324,577,000	29,026,458,000
TOTAL AGENCY BUDGET	19,944,166,000	7,757,715,000	1,324,577,000	29,026,458,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Navy General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) 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; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

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 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 shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.
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. Rice Subsidy. The amount of One Hundred Ninety One Million Ninety Two Thousand Pesos (P191,092,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the Philippine Navy.
6. 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 Philippine Navy shall be used exclusively for said purposes.
7. Reimbursement of Expenses Incurred in Anti-smuggling and Economic Subversion Operations. Expenses incurred by the Philippine Navy 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 Philippine Navy 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.
8. Reporting and Posting Requirements. The Philippine Navy 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) Philippine Navy's website.

The Philippine Navy 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.

- 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	2,808,880,000	760,158,000	110,000,000	3,679,038,000
100000100001000	General management and supervision	1,774,383,000	760,158,000	110,000,000	2,644,541,000
100000100002000	Administration of Personnel Benefits	1,034,497,000			1,034,497,000
Sub-total, General Administration and Support		2,808,880,000	760,158,000	110,000,000	3,679,038,000
3000000000000000	Operations	17,135,286,000	6,997,557,000	1,214,577,000	25,347,420,000
3100000000000000	00 : Level of mission capability of navy units in naval operations attained	17,135,286,000	6,997,557,000	1,214,577,000	25,347,420,000
3101000000000000	NAVAL FORCES DEFENSE PROGRAM	17,135,286,000	6,997,557,000	1,214,577,000	25,347,420,000
310100100001000	Force-Level Support Services	5,555,421,000	1,700,423,000	181,501,000	7,437,345,000
310100100002000	Force Development	10,846,480,000	4,642,572,000	1,033,076,000	16,522,128,000
310100100003000	Force Sustainment	733,385,000	654,562,000		1,387,947,000
Sub-total, Operations		17,135,286,000	6,997,557,000	1,214,577,000	25,347,420,000
TOTAL NEW APPROPRIATIONS		P 19,944,166,000	P 7,757,715,000	P 1,324,577,000	P 29,026,458,000

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	<u>(Obligation-Based)</u>			<u>(Cash-Based)</u>		
	<u>2018</u>	<u>2019</u>	<u>2020</u>			
Current Operating Expenditures						
Personnel Services						
Civilian Personnel						
Permanent Positions Basic Salary	230,241	243,661	241,752			
Total Permanent Positions	230,241	243,661	241,752			

Other Compensation Common to All			
Personnel Economic Relief Allowance	23,288	24,240	23,832
Representation Allowance	245	180	180
Transportation Allowance	115	180	180
Clothing and Uniform Allowance	5,832	6,060	5,958
Mid-Year Bonus - Civilian	18,805	20,305	20,146
Year End Bonus	25,213	20,305	20,146
Cash Gift	4,815	5,050	4,965
Productivity Enhancement Incentive	4,765	5,050	4,965
Performance Based Bonus	10,276		
Step Increment		610	605
Total Other Compensation Common to All	<u>93,354</u>	<u>81,980</u>	<u>80,977</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	14,565	16,225	16,225
Longevity Pay	4,616	4,229	4,229
Other Personnel Benefits	2,239		
Anniversary Bonus - Civilian	2,925		
Total Other Compensation for Specific Groups	<u>24,345</u>	<u>20,454</u>	<u>20,454</u>
Other Benefits			
Retirement and Life Insurance Premiums	26,911	29,240	29,010
PAG-IBIG Contributions	1,162	1,212	1,191
PhilHealth Contributions	2,986	3,204	3,177
Employees Compensation Insurance Premiums	1,187	1,212	1,191
Retirement Gratuity		10,683	
Loyalty Award - Civilian		255	255
Terminal Leave	10,859	4,044	4,922
Total Other Benefits	<u>43,105</u>	<u>49,850</u>	<u>39,746</u>
Military/Uniformed Personnel			
Basic Pay			
Base Pay	9,556,322	9,760,327	9,863,693
Total Basic Pay	<u>9,556,322</u>	<u>9,760,327</u>	<u>9,863,693</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	571,923	570,240	587,976
Clothing/ Uniform Allowance	220,695	172,848	194,453
Subsistence Allowance	1,308,607	1,300,861	1,341,320
Laundry Allowance	9,429	9,637	9,887
Quarters Allowance	128,210	127,758	127,758
Longevity Pay	1,962,822	2,632,629	2,360,664
Mid-Year Bonus - Military/Uniformed Personnel	789,402	813,360	821,974
Officers' Allowance - Military/Uniformed Personnel	9		
Provisional Allowance - Military/Uniformed Personnel	417		
Year-end Bonus	789,403	813,360	821,974
Cash Gift	107,104	118,800	122,495
Productivity Enhancement Incentive	117,275	118,800	122,495
Performance Based Bonus	253,280		
Total Other Compensation Common to All	<u>6,258,576</u>	<u>6,678,293</u>	<u>6,510,996</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	323,686	305,172	305,172
Flying Pay	52,130	71,419	147,144
Overseas Allowance	14,708	14,632	15,964
Sea Duty Pay	362,491	493,445	537,793
Hazard Duty Pay	154,368	153,965	158,754
Hardship Allowance	18,686	285,824	294,101
Combat Duty Pay	388,567	310,248	346,680
Instructor's Duty Pay	72,900	32,302	101,511
Reservist's Pay	28,032	39,677	39,677
Medal of Valor Award	6,300	6,300	6,300
Specialist's Pay		305	305
Parachutist Pay	23,959	21,354	36,391

Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP) Anniversary Bonus - Military/Uniformed Personnel			568,193
	70,074	497,096	
Total Other Compensation for Specific Groups	<u>1,515,901</u>	<u>2,231,739</u>	<u>2,557,985</u>
Other Benefits			
Special Group Term Insurance	1,691	1,712	1,764
PAG-IBIG Contributions	27,569	28,513	29,399
PhilHealth Contributions	113,420	125,463	135,629
Employees Compensation Insurance Premiums	26,354	28,513	29,399
Terminal Leave	1,137,469	113,504	461,382
Total Other Benefits	<u>1,306,503</u>	<u>297,705</u>	<u>657,573</u>
TOTAL PERSONNEL SERVICES	<u>19,028,347</u>	<u>19,364,009</u>	<u>19,973,176</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	163,714	197,515	203,087
Training and Scholarship Expenses	211,796	162,612	167,428
Supplies and Materials Expenses	3,251,463	2,990,546	3,353,365
Utility Expenses	457,248	489,016	503,037
Communication Expenses	124,746	149,417	153,636
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	54,749	39,749	39,749
Professional Services	25,540	31,566	29,591
General Services	30,461	19,097	19,097
Repairs and Maintenance	2,067,491	2,429,150	2,508,585
Financial Assistance/Subsidy	178,552	185,328	191,092
Taxes, Insurance Premiums and Other Fees	98,511	54,386	55,745
Other Maintenance and Operating Expenses			
Advertising Expenses	50		
Printing and Publication Expenses	12,718	16,591	17,089
Representation Expenses	244,559	231,301	238,240
Transportation and Delivery Expenses	29,003	5,296	5,455
Rent/Lease Expenses	10,022	20,180	20,141
Subscription Expenses	783	6,258	5,708
Donations	50		
Other Maintenance and Operating Expenses	92,131	226,575	246,670
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>7,053,587</u>	<u>7,254,583</u>	<u>7,757,715</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>26,081,934</u>	<u>26,618,592</u>	<u>27,730,891</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay	19,950		
Buildings and Other Structures	129,396	96,904	131,950
Machinery and Equipment Outlay	120,872	247,685	260,306
Transportation Equipment Outlay	740,640	907,921	932,321
Other Property Plant and Equipment Outlay		293	
TOTAL CAPITAL OUTLAYS	<u>1,010,858</u>	<u>1,252,803</u>	<u>1,324,577</u>
GRAND TOTAL	<u>27,092,792</u>	<u>27,871,395</u>	<u>29,055,468</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL
OUTCOME : Level of mission capability of navy units in naval operations attained

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Level of mission capability of navy units in naval operations attained		
NAVAL FORCES DEFENSE PROGRAM		
Outcome Indicator		
1. Percentage of Naval units provided to unified commands	100%	110%
Output Indicators		
1. Number of Philippine Navy (PN) units deployed and sustained for utilization/employment	184	203
2. Number of PN units prepared for deployment	38	25
3. Number of Force-Level Support Services Units sustained	55	55

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Level of mission capability of navy units in naval operations attained			
NAVAL FORCES DEFENSE PROGRAM			
Outcome Indicator			
1. Percentage of Naval units provided to unified commands	100%	100%	100%
Output Indicators			
1. Number of Philippine Navy (PN) units deployed and sustained for utilization/employment	134	117	134
2. Number of PN units prepared for deployment	38	40	51
3. Number of Force-Level Support Services Units sustained	134	134	137

J. GENERAL HEADQUARTERS, AFP AND AFP-WIDE SERVICE SUPPORT UNITS (AFPWSSUS)

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>	<u>(Cash-Based)</u>	
	<u>2018</u>	<u>2019</u>	<u>2020</u>
New General Appropriations	<u>38,945,730</u>	<u>36,564,690</u>	<u>36,830,703</u>
General Fund	38,945,730	36,564,690	36,830,703
Automatic Appropriations	<u>1,711,177</u>	<u>82,926</u>	<u>85,242</u>
Customs Duties and Taxes, including Tax Expenditures	794,599		
AFP Modernization Trust Fund	655,359		
Military Camps Sales Proceeds Fund	183,629		
Retirement and Life Insurance Premiums	77,590	82,926	85,242

Continuing Appropriations	<u>6,838,447</u>	<u>12,497,907</u>	
Unreleased Appropriation for Capital Outlays			
R.A. No. 10924	4,834,883		
R.A. No. 10964		18,953	
Unreleased Appropriation for MOOE			
R.A. No. 10964		1	
Unobligated Releases for Capital Outlays			
R.A. No. 10924	2,003,564		
R.A. No. 10964		12,097,541	
Unobligated Releases for MOOE			
R.A. No. 10964		381,393	
Unobligated Releases for FinEx			
R.A. No. 10964		19	
Budgetary Adjustment(s)	<u>49,116,952</u>		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	7,000		
Contingent Fund	760,791		
Miscellaneous Personnel Benefits Fund	33,021		
Pension and Gratuity Fund	<u>48,316,140</u>		
Total Available Appropriations	96,612,306	49,145,523	36,915,945
Unused Appropriations	(13,199,147)	(12,497,907)	
Unreleased Appropriation	(169,593)	(18,954)	
Unobligated Allotment	(13,029,554)	(12,478,953)	
TOTAL OBLIGATIONS	<u>83,413,159</u>	<u>36,647,616</u>	<u>36,915,945</u>

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	<u>51,792,581,000</u>	<u>3,732,864,000</u>	<u>4,097,070,000</u>
Regular	<u>51,792,581,000</u>	<u>3,732,864,000</u>	<u>4,097,070,000</u>
PS	50,602,257,000	3,327,947,000	3,693,579,000
MOOE	1,186,286,000	404,917,000	403,491,000
CO	4,038,000		
Operations	<u>31,620,578,000</u>	<u>32,914,752,000</u>	<u>32,818,875,000</u>
Regular	<u>10,623,402,000</u>	<u>7,718,064,000</u>	<u>7,818,875,000</u>
PS	2,866,732,000	2,495,003,000	2,629,831,000
MOOE	7,226,841,000	5,181,852,000	5,049,450,000
FinEx		19,000	19,000
CO	529,829,000	41,190,000	139,575,000
Projects / Purpose	<u>20,997,176,000</u>	<u>25,196,688,000</u>	<u>25,000,000,000</u>
MOOE	37,401,000		
CO	20,959,775,000	25,196,688,000	25,000,000,000

TOTAL AGENCY BUDGET	<u>83,413,159,000</u>	<u>36,647,616,000</u>	<u>36,915,945,000</u>
Regular	<u>62,415,983,000</u>	<u>11,450,928,000</u>	<u>11,915,945,000</u>
PS	53,468,989,000	5,822,950,000	6,323,410,000
MOOE	8,413,127,000	5,586,769,000	5,452,941,000
FinEx		19,000	19,000
CO	533,867,000	41,190,000	139,575,000
Projects / Purpose	<u>20,997,176,000</u>	<u>25,196,688,000</u>	<u>25,000,000,000</u>
MOOE	37,401,000		
CO	20,959,775,000	25,196,688,000	25,000,000,000

STAFFING SUMMARY

	<u>2018</u>	<u>2019</u>	<u>2020</u>
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	3,945	3,945	3,945
Total Number of Filled Positions	2,840	2,876	2,876
Military			
Total Number of Authorized Positions	3,231	3,231	3,231
Total Number of Filled Positions	2,635	2,770	2,770

Proposed New Appropriations Language

For general administration and support, and operations, including locally-funded project, as indicated hereunder.....
P 36,830,703,000
 =====

PROPOSED 2020 (Cash-Based)

OPERATIONS BY PROGRAM	<u>PS</u>	<u>MOOE</u>	<u>FinEx</u>	<u>CO</u>	<u>TOTAL</u>
JOINT FORCE PLANNING PROGRAM	370,061,000	478,971,000	19,000		849,051,000
JOINT FORCE OPERATIONS PROGRAM	697,960,000	3,101,027,000		48,930,000	3,847,917,000
JOINT FORCE CAPABILITY PROGRAM	1,531,470,000	1,469,452,000		25,090,645,000	28,091,567,000

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

REGION	<u>PS</u>	<u>MOOE</u>	<u>FinEx</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>6,238,168,000</u>	<u>5,452,941,000</u>	<u>19,000</u>	<u>25,139,575,000</u>	<u>36,830,703,000</u>
National Capital Region (NCR)	5,151,378,000	5,252,779,000	19,000	25,139,575,000	35,543,751,000
Cordillera Administrative Region (CAR)	1,086,790,000	200,162,000			1,286,952,000
TOTAL AGENCY BUDGET	<u>6,238,168,000</u>	<u>5,452,941,000</u>	<u>19,000</u>	<u>25,139,575,000</u>	<u>36,830,703,000</u>
	=====	=====	=====	=====	=====

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, subject to the following conditions: (i) 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; and (ii) income sourced from PhilHealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

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, s.1987, 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 shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said fees and charges shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s.1996.
3. Trust Receipts from Firearms License Fees. Thirty percent (30%) net proceeds of the firearms license fees collected by the PNP 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 and recorded as trust receipts in accordance with E.O. No. 338.
4. Trust Receipts for the United Nations Peacekeeping Operations. The funds provided by the United Nations for the peacekeeping operations shall be used to cover the allowance, uniform, gear and equipment, weaponry and training ammunition, pre-deployment expenses, and maintenance of the Peacekeeping Training Center subject to the condition that said funds shall first be used to reimburse any advances made by the National Government to fund the foregoing requirements. Said funds shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.
5. Revised 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.

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.

6. Intelligence and Confidential Funds. No appropriations authorized under the AFP as intelligence fund shall be released or disbursed for intelligence activities, including amounts sourced from savings, unless approved by the President of the Philippines.

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 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 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 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. Rice Subsidy. The amount of Fourteen Million Sixty Two Thousand Pesos (P14,062,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the General Headquarters of the AFP.
13. Reporting and Posting Requirements. The AFP 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) AFP's website.
- The AFP 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.
14. 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), by Operating Units

		<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>
PROGRAMS						
1000000000000000	General Administration and Support	<u>3,638,677,000</u>	<u>403,491,000</u>			<u>4,042,168,000</u>
100000100001000	General management and supervision	<u>1,587,981,000</u>	<u>403,491,000</u>			<u>1,991,472,000</u>
	National Capital Region (NCR)	<u>1,587,981,000</u>	<u>403,491,000</u>			<u>1,991,472,000</u>
	General Headquarters - Proper	1,587,981,000	403,491,000			1,991,472,000
100000100002000	Administration of Personnel Benefits	<u>2,050,696,000</u>				<u>2,050,696,000</u>
	National Capital Region (NCR)	<u>1,897,080,000</u>				<u>1,897,080,000</u>
	Armed Forces of the Philippines Medical Center	115,872,000				115,872,000
	General Headquarters - Proper	1,745,530,000				1,745,530,000
	Presidential Security Group	35,678,000				35,678,000
	Cordillera Administrative Region (CAR)	<u>153,616,000</u>				<u>153,616,000</u>
	Philippine Military Academy	<u>153,616,000</u>				<u>153,616,000</u>
	Sub-total, General Administration and Support	<u>3,638,677,000</u>	<u>403,491,000</u>			<u>4,042,168,000</u>

598 EXPENDITURE PROGRAM FY 2020 VOLUME II

3000000000000000	Operations	<u>2,599,491,000</u>	<u>5,049,450,000</u>	<u>19,000</u>	<u>25,139,575,000</u>	<u>32,788,535,000</u>
3100000000000000	00 : Sovereignty of the State and the Filipino people protected	<u>2,599,491,000</u>	<u>5,049,450,000</u>	<u>19,000</u>	<u>25,139,575,000</u>	<u>32,788,535,000</u>
3101000000000000	JOINT FORCE PLANNING PROGRAM	<u>370,061,000</u>	<u>478,971,000</u>	<u>19,000</u>		<u>849,051,000</u>
310100100001000	Military policy and strategic formulation	<u>370,061,000</u>	<u>478,971,000</u>	<u>19,000</u>		<u>849,051,000</u>
	National Capital Region (NCR)	<u>370,061,000</u>	<u>478,971,000</u>	<u>19,000</u>		<u>849,051,000</u>
	General Headquarters - Proper	<u>370,061,000</u>	<u>478,971,000</u>	<u>19,000</u>		<u>849,051,000</u>
3102000000000000	JOINT FORCE OPERATIONS PROGRAM	<u>697,960,000</u>	<u>3,101,027,000</u>		<u>48,930,000</u>	<u>3,847,917,000</u>
3102010000000000	JOINT FORCE OPERATIONS SUB-PROGRAM		<u>670,072,000</u>		<u>9,350,000</u>	<u>679,422,000</u>
310201100001000	Joint force combatant command		<u>479,841,000</u>		<u>4,000,000</u>	<u>483,841,000</u>
	National Capital Region (NCR)		<u>479,841,000</u>		<u>4,000,000</u>	<u>483,841,000</u>
	General Headquarters - Proper		<u>479,841,000</u>		<u>4,000,000</u>	<u>483,841,000</u>
310201100002000	Multinational/Foreign Engagements and Peace Support Operations		<u>190,231,000</u>		<u>5,350,000</u>	<u>195,581,000</u>
	National Capital Region (NCR)		<u>190,231,000</u>		<u>5,350,000</u>	<u>195,581,000</u>
	General Headquarters - Proper		<u>190,231,000</u>		<u>5,350,000</u>	<u>195,581,000</u>
3102020000000000	JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM	<u>697,960,000</u>	<u>2,430,955,000</u>		<u>39,580,000</u>	<u>3,168,495,000</u>
310202100001000	Presidential Security and Protection (Presidential Security Group)	<u>185,978,000</u>	<u>312,051,000</u>		<u>39,580,000</u>	<u>537,609,000</u>
	National Capital Region (NCR)	<u>185,978,000</u>	<u>312,051,000</u>		<u>39,580,000</u>	<u>537,609,000</u>
	Presidential Security Group	<u>185,978,000</u>	<u>312,051,000</u>		<u>39,580,000</u>	<u>537,609,000</u>
310202100002000	Joint force support command	<u>511,982,000</u>	<u>2,118,904,000</u>			<u>2,630,886,000</u>
	National Capital Region (NCR)	<u>511,982,000</u>	<u>2,118,904,000</u>			<u>2,630,886,000</u>
	General Headquarters - Proper	<u>511,982,000</u>	<u>2,118,904,000</u>			<u>2,630,886,000</u>
3103000000000000	JOINT FORCE CAPABILITY PROGRAM	<u>1,531,470,000</u>	<u>1,469,452,000</u>		<u>25,090,645,000</u>	<u>28,091,567,000</u>
3103010000000000	JOINT FORCE SERVICE SUPPORT OPERATIONS SUB-PROGRAM	<u>42,285,000</u>	<u>220,427,000</u>			<u>262,712,000</u>
310301100001000	Joint Force Support Units	<u>40,326,000</u>	<u>90,288,000</u>			<u>130,614,000</u>
	National Capital Region (NCR)	<u>40,326,000</u>	<u>90,288,000</u>			<u>130,614,000</u>
	General Headquarters - Proper	<u>40,326,000</u>	<u>90,288,000</u>			<u>130,614,000</u>
310301100002000	Reserve Force Development	<u>1,959,000</u>	<u>10,828,000</u>			<u>12,787,000</u>
	National Capital Region (NCR)	<u>1,959,000</u>	<u>10,828,000</u>			<u>12,787,000</u>
	General Headquarters - Proper	<u>1,959,000</u>	<u>10,828,000</u>			<u>12,787,000</u>

310301100003000	Ordnance Build-up/Strategic lift and mobility		<u>119,311,000</u>		<u>119,311,000</u>
	National Capital Region (NCR)		<u>119,311,000</u>		<u>119,311,000</u>
	General Headquarters - Proper		119,311,000		119,311,000
310302000000000	MILITARY MEDICAL AND TRAINING SUPPORT SUB-PROGRAM	<u>1,489,185,000</u>	<u>1,249,025,000</u>	<u>90,645,000</u>	<u>2,828,855,000</u>
310302100001000	Tertiary Health Care (AFP Medical Center)	<u>552,085,000</u>	<u>1,018,508,000</u>	<u>90,645,000</u>	<u>1,661,238,000</u>
	National Capital Region (NCR)	<u>552,085,000</u>	<u>1,018,508,000</u>	<u>90,645,000</u>	<u>1,661,238,000</u>
	Armed Forces of the Philippines Medical Center	552,085,000	1,018,508,000	90,645,000	1,661,238,000
310302100002000	Post-commission training program	<u>3,926,000</u>	<u>30,355,000</u>		<u>34,281,000</u>
	National Capital Region (NCR)	<u>3,926,000</u>	<u>30,355,000</u>		<u>34,281,000</u>
	General Headquarters - Proper	3,926,000	30,355,000		34,281,000
310302100003000	Pre-Commission Officer Training (Philippine Military Academy)	<u>933,174,000</u>	<u>200,162,000</u>		<u>1,133,336,000</u>
	Cordillera Administrative Region (CAR)	<u>933,174,000</u>	<u>200,162,000</u>		<u>1,133,336,000</u>
	Philippine Military Academy	933,174,000	200,162,000		1,133,336,000
310303000000000	AFP MODERNIZATION SUB-PROGRAM			<u>25,000,000,000</u>	<u>25,000,000,000</u>
	Project(s)				
	Locally-Funded Project(s)			<u>25,000,000,000</u>	<u>25,000,000,000</u>
310303200001000	Revised AFP Modernization Program			<u>25,000,000,000</u>	<u>25,000,000,000</u>
	National Capital Region (NCR)			<u>25,000,000,000</u>	<u>25,000,000,000</u>
	General Headquarters - Proper			<u>25,000,000,000</u>	<u>25,000,000,000</u>
Sub-total, Operations		<u>2,599,491,000</u>	<u>5,049,450,000</u>	<u>19,000</u>	<u>25,139,575,000</u>
TOTAL NEW APPROPRIATIONS		<u>P 6,238,168,000</u>	<u>P 5,452,941,000</u>	<u>P 19,000</u>	<u>P 25,139,575,000</u>
		=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)			(Cash-Based)		
	<u>2018</u>	<u>2019</u>	<u>2020</u>			
Current Operating Expenditures						
Personnel Services						
Civilian Personnel						
Permanent Positions						
Basic Salary	666,643	691,046	710,335			
Total Permanent Positions	<u>666,643</u>	<u>691,046</u>	<u>710,335</u>			

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Other Compensation Common to All			
Personnel Economic Relief Allowance	66,865	67,464	69,024
Representation Allowance	300	420	300
Transportation Allowance	300	420	300
Clothing and Uniform Allowance	19,394	16,866	17,256
Mid-Year Bonus - Civilian	52,924	57,587	59,195
Year End Bonus	57,877	57,587	59,195
Cash Gift	14,468	14,055	14,380
Productivity Enhancement Incentive	14,178	14,055	14,380
Step Increment		1,728	1,776
Total Other Compensation Common to All	<u>226,306</u>	<u>230,182</u>	<u>235,806</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	77,869	75,837	81,402
Radiation Hazard Pay	202		
Longevity Pay	9,142	9,142	9,142
Lump-sum for filling of Positions - Civilian		59,962	81,471
Other Personnel Benefits	7,790		
Total Other Compensation for Specific Groups	<u>95,003</u>	<u>144,941</u>	<u>172,015</u>
Other Benefits			
Retirement and Life Insurance Premiums	76,423	82,926	85,242
PAG-IBIG Contributions	3,358	3,373	3,452
PhilHealth Contributions	7,852	9,083	9,386
Employees Compensation Insurance Premiums	3,317	3,373	3,452
Retirement Gratuity	33,851	43,161	
Terminal Leave	27,753	22,978	21,604
Total Other Benefits	<u>152,554</u>	<u>164,894</u>	<u>123,136</u>
Military/Uniformed Personnel			
Basic Pay			
Base Pay	1,665,318	1,559,820	1,644,330
Total Basic Pay	<u>1,665,318</u>	<u>1,559,820</u>	<u>1,644,330</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	42,728	63,239	66,480
Clothing/ Uniform Allowance	12,979	38,258	37,089
Subsistence Allowance	719,804	196,831	204,224
Laundry Allowance	1,259	1,900	1,996
Quarters Allowance	12,497	18,184	12,016
Longevity Pay	200,048	358,658	381,926
Mid-Year Bonus - Military/Uniformed Personnel	92,167	129,987	137,031
Year-end Bonus	112,802	129,987	137,031
Cash Gift	14,746	13,174	13,850
Productivity Enhancement Incentive	14,614	13,174	13,850
Performance Based Bonus	314		
Total Other Compensation Common to All	<u>1,223,958</u>	<u>963,392</u>	<u>1,005,493</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	13,509	14,577	14,577
Special Duty Allowance	78,434	78,612	78,612
Flying Pay	257		
Overseas Allowance	202,055	202,055	212,144
Combat Incentive Pay	8,894	10,000	10,000
Hazard Duty Pay	20,633	17,077	18,953
Subsistence of Detainees	1,281		
Combat Duty Pay	10,667	9,324	9,324
Incentive Pay	85,027	89,029	89,029
Instructor's Duty Pay	22,798	18,444	27,244
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		226,762	277,256
Total Other Compensation for Specific Groups	<u>443,555</u>	<u>665,880</u>	<u>737,139</u>
Other Benefits			
Special Group Term Insurance	210	192	203
PAG-IBIG Contributions	2,306	3,164	3,327

PhilHealth Contributions	14,937	17,049	17,934
Employees Compensation Insurance Premiums	3,430	3,164	3,327
Retirement Gratuity	14,905,920	1,379,226	1,612,542
Terminal Leave	138,048		57,823
Total Other Benefits	15,064,851	1,402,795	1,695,156
Other Personnel Benefits			
Pension, Military/Uniformed Personnel	33,930,801		
Total Other Personnel Benefits	33,930,801		
TOTAL PERSONNEL SERVICES	53,468,989	5,822,950	6,323,410
Maintenance and Other Operating Expenses			
Travelling Expenses	467,202	267,553	281,274
Training and Scholarship Expenses	138,889	146,433	160,778
Supplies and Materials Expenses	1,906,618	1,950,432	1,773,175
Utility Expenses	571,397	601,216	600,915
Communication Expenses	111,842	121,077	125,455
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	3,050,260	1,238,699	1,189,674
Professional Services	66,980	45,960	102,624
General Services	87,037	75,097	98,419
Repairs and Maintenance	411,312	404,341	434,528
Financial Assistance/Subsidy	13,130	14,062	14,062
Taxes, Insurance Premiums and Other Fees	822,214	30,799	31,071
Labor and Wages	15,679	14,600	25,424
Other Maintenance and Operating Expenses			
Advertising Expenses	1,451	2,163	2,176
Printing and Publication Expenses	11,470	11,228	14,382
Representation Expenses	420,101	432,249	452,336
Transportation and Delivery Expenses	8,113	9,382	9,663
Rent/Lease Expenses	57,234	56,732	57,404
Membership Dues and Contributions to Organizations	768	981	958
Subscription Expenses	10,561	11,412	24,625
Other Maintenance and Operating Expenses	278,270	152,353	53,998
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	8,450,528	5,586,769	5,452,941
Financial Expenses			
Bank Charges		19	19
TOTAL FINANCIAL EXPENSES		19	19
TOTAL CURRENT OPERATING EXPENDITURES	61,919,517	11,409,738	11,776,370
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Improvements Outlay	249		
Buildings and Other Structures	517,295	196,688	90,645
Machinery and Equipment Outlay	20,940,465	25,037,190	25,004,000
Transportation Equipment Outlay	32,136		44,930
Other Property Plant and Equipment Outlay	3,497	4,000	
TOTAL CAPITAL OUTLAYS	21,493,642	25,237,878	25,139,575
GRAND TOTAL	83,413,159	36,647,616	36,915,945

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL

OUTCOME : Sovereignty of the State and the Filipino people protected

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (Pis)	2018 GAA Targets	Actual
Sovereignty of the State and the Filipino people protected		
JOINT FORCE PLANNING PROGRAM		
Outcome Indicator		
1. Percentage of military plans and policies approved and implemented	90%	90%
Output Indicator		
1. Number of military plans and policies formulated and adopted/issued	138	168
JOINT FORCE OPERATIONS PROGRAM		
JOINT FORCE OPERATIONS SUB-PROGRAM		
Outcome Indicator		
1. Percentage compliance with strategic initiatives, memorandum of agreement/understanding and other treaties pertaining to Bilateral and Multilateral engagements	100%	100%
Output Indicator		
1. Number of Bilateral and Multilateral engagements	140	159
JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM		
Outcome Indicator		
1. Percentage of successful security operations for president, first family, visiting heads of state/government and other VVIPs	100%	100%
Output Indicators		
1. Number of joint operations conducted	193,226	185,969
2. Number of security operations for the president, first family, visiting heads of state/government and other VVIPs conducted	5,944	11,783
JOINT FORCE CAPABILITY PROGRAM		
Outcome Indicators		
1. Percentage of patients treated returning to duty (AFPMC)	90%	92%
2. Percentage of commanders who rated the new graduates satisfactory or better	90%	95%
Output Indicators		
1. Number of patients that received treatment	10,852	10,456
2. Percentage of patients treated within the accepted Length of Stay (LOS) per case	90%	100%
3. Number of students trained		
a) Cadets (PMA)	1,100	1,124
b) Personnel (Post-Commission)	146	266

AFP MODERNIZATION SUB-PROGRAM

Outcome Indicator		
1. Percentage of signed AFP Modernization project completed and delivered	100%	100%
Output Indicator		
1. Number of AFP Modernization contracts signed	10	10

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2019 Targets	2020 NEP Targets
Sovereignty of the State and the Filipino people protected			
JOINT FORCE PLANNING PROGRAM			
Outcome Indicator			
1. Percentage of military plans and policies approved and implemented	90%	90%	90%
Output Indicator			
1. Number of military plans and policies formulated and adopted/issued	138	138	138
JOINT FORCE OPERATIONS PROGRAM			
JOINT FORCE OPERATIONS SUB-PROGRAM			
Outcome Indicator			
1. Percentage compliance with strategic initiatives, memorandum of agreement/understanding and other treaties pertaining to Bilateral and Multilateral engagements	100%	100%	100%
Output Indicator			
1. Number of Bilateral and Multilateral engagements	140	140	140
JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM			
Outcome Indicator			
1. Percentage of successful security operations for president, first family, visiting heads of state/government and other VVIPs	100%	100%	100%
Output Indicators			
1. Number of joint operations conducted	192,726	193,226	193,226
2. Number of security operations for the president, first family, visiting heads of state/government and other VVIPs conducted	5,944	5,944	5,944
JOINT FORCE CAPABILITY PROGRAM			
Outcome Indicators			
1. Percentage of patients treated returning to duty (AFPMC)	90%	90%	90%
2. Percentage of commanders who rated the new graduates satisfactory or better	90%	90%	90%
Output Indicators			
1. Number of patients that received treatment	10,852	10,852	10,852
2. Percentage of patients treated within the accepted Length of Stay (LOS) per case	90%	90%	90%

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3. Number of students trained			
a) Cadets (PMA)	1,300	1,100	1,300
b) Personnel (Post-Commission)	146	146	146
AFP MODERNIZATION SUB-PROGRAM			
Outcome Indicator			
1. Percentage of signed AFP Modernization project completed and delivered	100%	100%	100%
Output Indicator			
1. Number of AFP Modernization contracts signed	10	10	10

GENERAL SUMMARY (Cash-Based)
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 183,930,000	P 296,093,000		P 37,194,000	P 517,217,000
B. GOVERNMENT ARSENAL	247,868,000	955,933,000		84,000,000	1,287,801,000
C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES	39,906,000	48,703,000		17,147,000	105,756,000
D. OFFICE OF CIVIL DEFENSE	259,148,000	827,046,000		125,172,000	1,211,366,000
E. PHILIPPINE VETERANS AFFAIRS OFFICE (PVAO) - PROPER	144,310,000	414,240,000		8,904,000	567,454,000
F. VETERANS MEMORIAL MEDICAL CENTER	731,686,000	839,162,000		83,970,000	1,654,818,000
G. PHILIPPINE ARMY (LAND FORCES)	76,261,324,000	13,711,635,000		1,540,047,000	91,513,006,000
H. PHILIPPINE AIR FORCE (AIR FORCES)	15,067,601,000	10,397,856,000		470,810,000	25,936,267,000
I. PHILIPPINE NAVY (NAVAL FORCES)	19,944,166,000	7,757,715,000		1,324,577,000	29,026,458,000
J. GENERAL HEADQUARTERS, AFP AND AFP-WIDE SERVICE SUPPORT UNITS (AFPWSSUS)	<u>6,238,168,000</u>	<u>5,452,941,000</u>	<u>19,000</u>	<u>25,139,575,000</u>	<u>36,830,703,000</u>
 TOTAL NEW APPROPRIATIONS, DEPARTMENT OF NATIONAL DEFENSE	 <u>P119,118,107,000</u>	 <u>P 40,701,324,000</u>	 <u>P 19,000</u>	 <u>P 28,831,396,000</u>	 <u>P188,650,846,000</u>