

**B. GOVERNMENT ARSENAL**Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	( Cash-Based )		
	2020	2021	2022
New General Appropriations	1,302,801	1,337,823	1,356,454
General Fund	1,302,801	1,337,823	1,356,454
Automatic Appropriations	39,431	17,225	17,075
Customs Duties and Taxes, including Tax Expenditures	33,934		
Retirement and Life Insurance Premiums	5,497	17,225	17,075
Continuing Appropriations	32,274	37,538	
Unreleased Appropriation for Personnel Services			
R.A. No. 11260	2,296		
Unreleased Appropriation for Capital Outlays			
R.A. No. 11465		5	
Unobligated Releases for Capital Outlays			
R.A. No. 11260	89		
R.A. No. 11465		15,087	
Unobligated Releases for MOOE			
R.A. No. 11260	29,320		
R.A. No. 11465		21,395	
Unobligated Releases for PS			
R.A. No. 11260	569		
R.A. No. 11465		1,051	
Budgetary Adjustment(s)	( 72,439 )		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	12,482		
Pension and Gratuity Fund	138		
Transfer(s) to:			
Overall Savings			
R.A. No. 11465	( 85,059 )		
Total Available Appropriations	1,302,067	1,392,586	1,373,529
Unused Appropriations	( 40,165 )	( 37,538 )	
Unreleased Appropriation	( 2,301 )	( 5 )	
Unobligated Allotment	( 37,864 )	( 37,533 )	
TOTAL OBLIGATIONS	1,261,902	1,355,048	1,373,529
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EXPENDITURE PROGRAM (in pesos)			
(Cash-Based)			
GAS / STO / OPERATIONS / PROJECTS	2020 Actual	2021 Current	2022 Proposed
General Administration and Support	152,510,000	125,175,000	129,887,000
Regular	152,510,000	125,175,000	129,887,000
PS	85,528,000	82,515,000	87,227,000
MOOE	66,982,000	42,660,000	42,660,000
Operations	1,109,392,000	1,229,873,000	1,243,642,000
Regular	1,109,392,000	1,229,873,000	1,243,642,000
PS	197,016,000	216,810,000	265,984,000
MOOE	844,379,000	959,563,000	945,532,000
CO	67,997,000	53,500,000	32,126,000
TOTAL AGENCY BUDGET	1,261,902,000	1,355,048,000	1,373,529,000
Regular	1,261,902,000	1,355,048,000	1,373,529,000
PS	282,544,000	299,325,000	353,211,000
MOOE	911,361,000	1,002,223,000	988,192,000
CO	67,997,000	53,500,000	32,126,000

STAFFING SUMMARY			
	2020	2021	2022
TOTAL STAFFING			
Total Number of Authorized Positions	687	687	687
Total Number of Filled Positions	583	558	558

Proposed New Appropriations Language  
For general administration and support, and operations, as indicated hereunder.....P 1,356,454,000  
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OPERATIONS BY PROGRAM	PROPOSED 2022 ( Cash-Based )			
	PS	MOOE	CO	TOTAL
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	253,366,000	945,532,000	32,126,000	1,231,024,000

**EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2022 ( Cash-Based )**  
(in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	336,136,000	988,192,000	32,126,000	1,356,454,000
Region III - Central Luzon	336,136,000	988,192,000	32,126,000	1,356,454,000
TOTAL AGENCY BUDGET	336,136,000	988,192,000	32,126,000	1,356,454,000
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**SPECIAL PROVISION(S)**

1. Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Government Arsenal (GA) infirmary shall be deposited in an authorized government depository bank and used to augment the infirmary's MOOE and Capital Outlay requirements, 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's website.

2. 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.
3. 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) 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.

4. 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 )**

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>PROGRAMS</b>					
1000000000000000	General Administration and Support	82,770,000	42,660,000		125,430,000
100000100001000	General management and supervision	67,829,000	42,660,000		110,489,000

## 598 EXPENDITURE PROGRAM FY 2022 VOLUME II

100000100002000	Administration of Personnel Benefits	14,941,000			14,941,000
Sub-total, General Administration and Support		82,770,000	42,660,000		125,430,000
3000000000000000	Operations	253,366,000	945,532,000	32,126,000	1,231,024,000
3100000000000000	00 : Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand	253,366,000	945,532,000	32,126,000	1,231,024,000
3101000000000000	SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	253,366,000	945,532,000	32,126,000	1,231,024,000
310100100001000	Planning and development of arms manufacturing processes and procedures	11,300,000	4,739,000		16,039,000
310100100002000	Manufacture, storage and security of small arms ammunition	242,066,000	940,793,000	32,126,000	1,214,985,000
Sub-total, Operations		253,366,000	945,532,000	32,126,000	1,231,024,000
TOTAL NEW APPROPRIATIONS		P 336,136,000	P 988,192,000	P 32,126,000	P 1,356,454,000
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Obligations, by Object of Expenditures

CYs 2020-2022  
(In Thousand Pesos)

	( Cash-Based )		
	2020	2021	2022
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	136,942	143,544	142,292
Total Permanent Positions	136,942	143,544	142,292
Other Compensation Common to All			
Personnel Economic Relief Allowance	13,904	13,968	13,392
Representation Allowance	431	450	402
Transportation Allowance	341	450	402
Clothing and Uniform Allowance	3,468	3,492	3,348
Mid-Year Bonus - Civilian	11,326	11,961	11,858
Year End Bonus	11,568	11,961	11,858
Cash Gift	2,907	2,910	2,790
Productivity Enhancement Incentive	2,846	2,910	2,790
Performance Based Bonus	5,728		
Step Increment		359	356
Collective Negotiation Agreement	14,200		
Total Other Compensation Common to All	66,719	48,461	47,196
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	60	300	300
Magna Carta for Science & Technology Personnel	40,514	68,793	68,793
Quarters Allowance	827	1,347	1,347
Night Shift Differential Pay	4,393	4,804	5,231

Lump-sum for filling of Positions - Civilian			7,128
Other Personnel Benefits	5,910		
Anniversary Bonus - Civilian			1,707
Total Other Compensation for Specific Groups	51,704	75,244	84,506
Other Benefits			
Retirement and Life Insurance Premiums	5,497	17,225	17,075
PAG-IBIG Contributions	695	699	670
PhilHealth Contributions	1,993	1,845	2,454
Employees Compensation Insurance Premiums	696	699	670
Loyalty Award - Civilian	613	645	290
Terminal Leave	17,685	10,963	7,813
Total Other Benefits	27,179	32,076	28,972
Non-Permanent Positions			50,245
TOTAL PERSONNEL SERVICES	282,544	299,325	353,211
Maintenance and Other Operating Expenses			
Travelling Expenses	1,704	6,937	6,937
Training and Scholarship Expenses	166	4,976	4,976
Supplies and Materials Expenses	775,559	860,005	860,005
Utility Expenses	19,265	38,324	38,324
Communication Expenses	1,987	1,885	1,885
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	29	125	125
Professional Services	2,514	4,822	4,822
General Services	55,678	49,275	17,799
Repairs and Maintenance	6,241	31,581	31,581
Taxes, Insurance Premiums and Other Fees	45,353	2,013	19,458
Other Maintenance and Operating Expenses			
Advertising Expenses		336	336
Printing and Publication Expenses	14	72	72
Representation Expenses	37	681	681
Transportation and Delivery Expenses		1,012	1,012
Subscription Expenses	28	179	179
Other Maintenance and Operating Expenses	2,786		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	911,361	1,002,223	988,192
TOTAL CURRENT OPERATING EXPENDITURES	1,193,905	1,301,548	1,341,403
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures		10,000	
Machinery and Equipment Outlay	67,997	43,500	32,126
TOTAL CAPITAL OUTLAYS	67,997	53,500	32,126
GRAND TOTAL	1,261,902	1,355,048	1,373,529

#### 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		
ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2020 GAA Targets	Actual
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%	110.46%
Output Indicators		
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	38.007 Million Rounds
2. Percentage acceptance based on standards	98%	98%

PERFORMANCE INFORMATION			
ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2021 Targets	2022 NEP Targets
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)	100%	100%	100%
Output Indicators			
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	40.00 Million Rounds	40.00 Million Rounds
2. Percentage acceptance based on standards	98%	98%	98%