

G. PHILIPPINE ARMY (LAND FORCES)

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
<u>Description</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
New General Appropriations	<u>92,508,006</u>	<u>97,625,021</u>	<u>102,885,148</u>
General Fund	92,508,006	97,625,021	102,885,148
Automatic Appropriations	<u>685,888</u>	<u>44,890</u>	<u>46,771</u>
Customs Duties and Taxes, including Tax Expenditures	675,919		
Retirement and Life Insurance Premiums	9,969	44,890	46,771
Continuing Appropriations	<u>4,026,511</u>	<u>2,763,041</u>	
Unreleased Appropriation for Personnel Services			
R.A. No. 11260	10,504		
R.A. No. 11465		174,135	
Unreleased Appropriation for Capital Outlays			
R.A. No. 11260	780		
R.A. No. 11465		75,000	
Unreleased Appropriation for MOOE			
R.A. No. 11260	850,000		
Unobligated Releases for Capital Outlays			
R.A. No. 11260	2,359,780		
R.A. No. 11465		459,105	
Unobligated Releases for MOOE			
R.A. No. 11260	805,361		
R.A. No. 11465		896,588	
Unobligated Releases for PS			
R.A. No. 11260	86		
R.A. No. 11465		1,158,213	
Budgetary Adjustment(s)	<u>3,423,134</u>		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	14,687		
Miscellaneous Personnel Benefits Fund	2,695,811		
Pension and Gratuity Fund	2,128,772		

Transfer(s) to:			
Overall Savings			
R.A. No. 11260	(574,412)		
R.A. No. 11465	(841,724)		
Total Available Appropriations	100,643,539	100,432,952	102,931,919
Unused Appropriations	(3,354,741)	(2,763,041)	
Unreleased Appropriation	(249,915)	(249,135)	
Unobligated Allotment	(3,104,826)	(2,513,906)	
TOTAL OBLIGATIONS	97,288,798	97,669,911	102,931,919
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EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
	2020 Actual	2021 Current	2022 Proposed
GAS / STO / OPERATIONS / PROJECTS			
General Administration and Support	11,999,895,000	7,563,199,000	7,702,757,000
Regular	11,999,895,000	7,563,199,000	7,702,757,000
PS	10,220,285,000	6,430,532,000	6,570,090,000
MOOE	1,779,610,000	1,132,667,000	1,132,667,000
Operations	85,288,903,000	90,106,712,000	95,229,162,000
Regular	85,288,903,000	90,106,712,000	95,229,162,000
PS	70,149,032,000	72,787,506,000	77,867,754,000
MOOE	13,027,969,000	14,655,124,000	15,485,571,000
CO	2,111,902,000	2,664,082,000	1,875,837,000
TOTAL AGENCY BUDGET	97,288,798,000	97,669,911,000	102,931,919,000
Regular	97,288,798,000	97,669,911,000	102,931,919,000
PS	80,369,317,000	79,218,038,000	84,437,844,000
MOOE	14,807,579,000	15,787,791,000	16,618,238,000
CO	2,111,902,000	2,664,082,000	1,875,837,000

STAFFING SUMMARY

	2020	2021	2022
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,698	1,698	1,698
Total Number of Filled Positions	1,328	1,355	1,355
Military			
Total Number of Authorized Positions	103,178	104,955	104,955
Total Number of Filled Positions	103,178	104,955	104,955

Proposed New Appropriations Language
For general administration and support, and operations, as indicated hereunder.....P 102,885,148,000
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OPERATIONS BY PROGRAM	PROPOSED 2022 (Cash-Based)			
	PS	MOOE	CO	TOTAL
LAND FORCES DEFENSE PROGRAM	77,867,754,000	15,485,571,000	1,875,837,000	95,229,162,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2022 (Cash-Based) (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation	84,391,073,000	16,618,238,000	1,875,837,000	102,885,148,000
National Capital Region (NCR)	84,391,073,000	16,618,238,000	1,875,837,000	102,885,148,000
TOTAL AGENCY BUDGET	84,391,073,000 =====	16,618,238,000 =====	1,875,837,000 =====	102,885,148,000 =====

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 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's 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 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 Two Hundred Thousand Pesos (P200,000) 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 Eight Hundred Twenty Three Million One Hundred Eighty One Thousand Pesos (P823,181,000) 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) 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	6,523,319,000	1,132,667,000		7,655,986,000
100000100001000	General management and supervision	4,478,653,000	1,132,667,000		5,611,320,000
100000100002000	Administration of Personnel Benefits	2,044,666,000			2,044,666,000
Sub-total, General Administration and Support		6,523,319,000	1,132,667,000		7,655,986,000
3000000000000000	Operations	77,867,754,000	15,485,571,000	1,875,837,000	95,229,162,000
3100000000000000	00 : Level of mission capability of army units in ground operations attained	77,867,754,000	15,485,571,000	1,875,837,000	95,229,162,000
3101000000000000	LAND FORCES DEFENSE PROGRAM	77,867,754,000	15,485,571,000	1,875,837,000	95,229,162,000
310100100001000	Force-Level Support Services	5,402,290,000	647,360,000	40,808,000	6,090,458,000

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310100100002000 Force Development		1,168,246,000		1,168,246,000
310100100003000 Force Sustainment	72,465,464,000	13,669,965,000	1,835,029,000	87,970,458,000
Sub-total, Operations	77,867,754,000	15,485,571,000	1,875,837,000	95,229,162,000

TOTAL NEW APPROPRIATIONS	P 84,391,073,000	P 16,618,238,000	P 1,875,837,000	P102,885,148,000
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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	361,323	374,084	389,760
Total Permanent Positions	361,323	374,084	389,760
Other Compensation Common to All			
Personnel Economic Relief Allowance	32,083	34,008	32,520
Representation Allowance	206	180	300
Transportation Allowance	207	180	300
Clothing and Uniform Allowance	7,910	8,502	8,130
Honoraria		106	106
Overtime Pay	221		
Mid-Year Bonus - Civilian	28,620	31,174	32,480
Year End Bonus	28,099	31,174	32,480
Cash Gift	6,620	7,085	6,775
Productivity Enhancement Incentive	6,580	7,085	6,775
Performance Based Bonus	12,889		
Step Increment		935	974
Total Other Compensation Common to All	123,435	120,429	120,840
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	33,200	34,767	34,767
Hazard Duty Pay	12,106		
Longevity Pay	2,714	4,896	4,896
Lump-sum for filling of Positions - Civilian		15,044	25,260
Other Personnel Benefits	1,039,793		
Anniversary Bonus - Civilian			3,984
Total Other Compensation for Specific Groups	1,087,813	54,707	68,907
Other Benefits			
Retirement and Life Insurance Premiums	9,721	44,890	46,771
PAG-IBIG Contributions	1,579	1,700	1,626
PhilHealth Contributions	5,255	4,986	6,792
Employees Compensation Insurance Premiums	1,581	1,700	1,626
Retirement Gratuity	3,370		
Loyalty Award - Civilian	315		
Terminal Leave	20,305	7,619	7,843
Total Other Benefits	42,126	60,895	64,658

Military/Uniformed Personnel

Basic Pay			
Base Pay	39,203,178	39,652,286	42,258,488
Total Basic Pay	39,203,178	39,652,286	42,258,488
Other Compensation Common to All			
Personnel Economic Relief Allowance	2,352,483	2,476,272	2,518,920
Clothing/ Uniform Allowance	953,562	912,140	1,132,132
Subsistence Allowance	9,188,648	9,478,102	9,575,393
Laundry Allowance	37,701	40,104	41,982
Quarters Allowance	519,315	501,868	548,540
Longevity Pay	7,258,976	8,837,801	9,871,172
Mid-Year Bonus - Military/Uniformed Personnel	3,294,077	3,304,356	3,521,541
Year-end Bonus	3,202,987	3,304,356	3,521,541
Cash Gift	485,714	515,890	524,775
Productivity Enhancement Incentive	497,239	515,890	524,775
Performance Based Bonus	1,451,534		
Total Other Compensation Common to All	29,242,236	29,886,779	31,780,771
Other Compensation for Specific Groups			
Hazardous Duty Pay	1,209,318	1,509,037	1,640,685
Flying Pay	31,825	30,038	30,038
Combat Incentive Pay	1,145		
Hazard Duty Pay	948,962	668,594	680,108
Combat Duty Pay	3,119,996	3,043,008	3,043,008
Instructor's Duty Pay	323,933	323,933	323,933
Reservist's Pay	224,476	382,241	382,241
Medal of Valor Award	20,700	20,700	20,700
Hospitalization Expenses	47,160		
Parachutist Pay	310,901	310,901	310,901
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		400,000	
Anniversary Bonus - Military/Uniformed Personnel			314,865
Total Other Compensation for Specific Groups	6,238,416	6,688,452	6,746,479
Other Benefits			
Special Group Term Insurance	7,220	7,429	7,557
PAG-IBIG Contributions	121,327	123,813	125,946
PhilHealth Contributions	586,055	530,129	736,929
Employees Compensation Insurance Premiums	121,327	123,813	125,946
Retirement Gratuity	4,460		
Terminal Leave	3,230,401	1,595,222	2,011,563
Total Other Benefits	4,070,790	2,380,406	3,007,941
TOTAL PERSONNEL SERVICES	80,369,317	79,218,038	84,437,844
Maintenance and Other Operating Expenses			
Travelling Expenses	93,330	341,901	342,223
Training and Scholarship Expenses	394,950	384,776	387,842
Supplies and Materials Expenses	7,939,214	7,946,501	8,713,123
Utility Expenses	564,545	594,660	594,660
Communication Expenses	124,828	133,785	134,025
Awards/Rewards and Prizes	1,106	1,277	1,277
Survey, Research, Exploration and Development Expenses	1,196	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	26,904	76,710	91,103
General Services	11,234	7,726	7,726
Repairs and Maintenance	1,372,369	2,600,803	2,638,204
Financial Assistance/Subsidy	2,444,031	2,495,021	2,501,693
Taxes, Insurance Premiums and Other Fees	723,709	57,099	60,386
Labor and Wages	82,019	63,271	63,271

Other Maintenance and Operating Expenses			
Advertising Expenses		1,643	1,643
Printing and Publication Expenses	19,524	17,942	17,942
Representation Expenses	519,672	463,695	464,437
Transportation and Delivery Expenses	23,337	78,797	78,797
Rent/Lease Expenses	14,424	22,959	22,959
Membership Dues and Contributions to Organizations	83	225	225
Subscription Expenses	2,774	19,870	17,572
Other Maintenance and Operating Expenses	4,330	28,844	28,844
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>14,807,579</u>	<u>15,787,791</u>	<u>16,618,238</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>95,176,896</u>	<u>95,005,829</u>	<u>101,056,082</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay		153,265	51,280
Buildings and Other Structures	168,987	288,702	782,053
Machinery and Equipment Outlay	1,412,813	1,121,223	701,504
Transportation Equipment Outlay	530,102	1,099,900	341,000
Furniture, Fixtures and Books Outlay		992	
TOTAL CAPITAL OUTLAYS	<u>2,111,902</u>	<u>2,664,082</u>	<u>1,875,837</u>
GRAND TOTAL	<u>97,288,798</u>	<u>97,669,911</u>	<u>102,931,919</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

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2020 GAA Targets	Actual
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	57%	85%
2. Percentage of Ready Reserve Units in prescribed readiness condition	40%	15%
Output Indicators		
1. Number of tactical and ready reserve units maintained		
a. Tactical Battalions	219	219
b. Ready Reserve Battalions	84	82
2. Percentage of operational readiness of tactical and ready reserve units		
a. Tactical Battalions	81%	84%
b. Ready Reserve Battalions	65%	46%

3. Average percentage of effective strength of tactical battalions that can be mobilized within 1 hour as dictated by higher authorities	90%	90%
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PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2021 Targets	2022 NEP Targets
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	57%	79%	80%
2. Percentage of Ready Reserve Units in prescribed readiness condition	40%	60%	60%
Output Indicators			
1. Number of tactical and ready reserve units maintained			
a. Tactical Battalions	204	240	240
b. Ready Reserve Battalions	83	86	86
2. Percentage of operational readiness of tactical and ready reserve units			
a. Tactical Battalions	81%	83%	85%
b. Ready Reserve Battalions	65%	68%	68%
3. Average percentage of effective strength of tactical battalions that can be mobilized within 1 hour as dictated by higher authorities	90%	90%	90%