

B. GOVERNMENT ARSENAL

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Cash-Based)</u>		
	<u>2022</u>	<u>2023</u>	<u>2024</u>
New General Appropriations	<u>1,456,454</u>	<u>1,519,876</u>	<u>1,971,997</u>
General Fund	1,456,454	1,519,876	1,971,997
Automatic Appropriations	<u>17,075</u>	<u>18,238</u>	<u>18,233</u>
Retirement and Life Insurance Premiums	17,075	18,238	18,233

Continuing Appropriations	<u>148,720</u>	<u>134,096</u>	
Unobligated Releases for Capital Outlays			
R.A. No. 11518	7,327		
R.A. No. 11639		3,220	
Unobligated Releases for MOOE			
R.A. No. 11518	141,393		
R.A. No. 11639		130,876	
Budgetary Adjustment(s)	<u>6,117</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	<u>6,117</u>		
Total Available Appropriations	1,628,366	1,672,210	1,990,230
Unused Appropriations	(207,510)	(134,096)	
Unreleased Appropriation	(7,128)		
Unobligated Allotment	(200,382)	(134,096)	
TOTAL OBLIGATIONS	<u>1,420,856</u>	<u>1,538,114</u>	<u>1,990,230</u>

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Cash-Based)		
	2022 Actual	2023 Current	2024 Proposed
General Administration and Support	<u>131,064,000</u>	<u>151,816,000</u>	<u>173,495,000</u>
Regular	<u>131,064,000</u>	<u>151,816,000</u>	<u>173,495,000</u>
PS	96,978,000	90,539,000	87,357,000
MOOE	34,086,000	61,277,000	57,013,000
CO			29,125,000
Operations	<u>1,289,792,000</u>	<u>1,386,298,000</u>	<u>1,816,735,000</u>
Regular	<u>1,289,792,000</u>	<u>1,386,298,000</u>	<u>1,816,735,000</u>
PS	226,018,000	275,485,000	277,205,000
MOOE	927,556,000	1,010,813,000	1,434,530,000
CO	136,218,000	100,000,000	105,000,000
TOTAL AGENCY BUDGET	<u>1,420,856,000</u>	<u>1,538,114,000</u>	<u>1,990,230,000</u>
Regular	<u>1,420,856,000</u>	<u>1,538,114,000</u>	<u>1,990,230,000</u>
PS	322,996,000	366,024,000	364,562,000
MOOE	961,642,000	1,072,090,000	1,491,543,000
CO	136,218,000	100,000,000	134,125,000

STAFFING SUMMARY

	2022	2023	2024
TOTAL STAFFING			
Total Number of Authorized Positions	687	687	687
Total Number of Filled Positions	567	576	576

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 1,971,997,000
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PROPOSED 2024 (Cash-Based)

OPERATIONS BY PROGRAM	PS	MOOE	CO	TOTAL
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	263,583,000	1,434,530,000	105,000,000	1,803,113,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2024 (Cash-Based)
 (in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	346,329,000	1,491,543,000	134,125,000	1,971,997,000
Region III - Central Luzon	346,329,000	1,491,543,000	134,125,000	1,971,997,000
TOTAL AGENCY BUDGET	346,329,000	1,491,543,000	134,125,000	1,971,997,000

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 hospital 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)

		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. REGULAR PROGRAMS					
1000000000000000	General Administration and Support	82,746,000	57,013,000	29,125,000	168,884,000
100000100001000	General management and supervision	69,352,000	57,013,000	29,125,000	155,490,000
100000100002000	Administration of Personnel Benefits	13,394,000			13,394,000
Sub-total, General Administration and Support		<u>82,746,000</u>	<u>57,013,000</u>	<u>29,125,000</u>	<u>168,884,000</u>
3000000000000000	Operations	263,583,000	1,434,530,000	105,000,000	1,803,113,000
3101000000000000	SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	263,583,000	1,434,530,000	105,000,000	1,803,113,000
310100100001000	Planning and development of arms manufacturing processes and procedures	11,121,000	4,490,000		15,611,000
310100100002000	Manufacture, storage and security of small arms ammunition	252,462,000	1,430,040,000	105,000,000	1,787,502,000
Sub-total, Operations		<u>263,583,000</u>	<u>1,434,530,000</u>	<u>105,000,000</u>	<u>1,803,113,000</u>
TOTAL NEW APPROPRIATIONS		P 346,329,000	P 1,491,543,000	P 134,125,000	P 1,971,997,000
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Obligations, by Object of ExpendituresCYs 2022-2024
(In Thousand Pesos)

	(Cash-Based)		
	2022	2023	2024
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	145,259	151,986	151,944
Total Permanent Positions	145,259	151,986	151,944
Other Compensation Common to All			
Personnel Economic Relief Allowance	13,667	13,776	13,824
Representation Allowance	525	582	630
Transportation Allowance	507	582	630
Clothing and Uniform Allowance	3,378	3,444	3,456
Overtime Pay	915		
Mid-Year Bonus - Civilian	11,914	12,666	12,662
Year End Bonus	12,068	12,666	12,662
Cash Gift	2,845	2,870	2,880
Productivity Enhancement Incentive	2,786	2,870	2,880
Performance Based Bonus	6,117		
Step Increment		380	380
Collective Negotiation Agreement	13,995		
Total Other Compensation Common to All	68,717	49,836	50,004
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	58	300	300
Magna Carta for Science & Technology Personnel	44,842	68,793	68,793
Quarters Allowance	850	1,347	1,347
Night Shift Differential Pay	4,419	5,231	5,231
Lump-sum for filling of Positions - Civilian		5,526	7,394
Other Personnel Benefits	26,382		
Anniversary Bonus - Civilian	1,524		
Total Other Compensation for Specific Groups	78,075	81,197	83,065
Other Benefits			
Retirement and Life Insurance Premiums	17,468	18,238	18,233
PAG-IBIG Contributions	681	689	691
PhilHealth Contributions	2,850	3,405	3,387
Employees Compensation Insurance Premiums	692	689	691
Loyalty Award - Civilian	253	290	290
Terminal Leave	5,569	9,437	6,000
Total Other Benefits	27,513	32,748	29,292
Non-Permanent Positions	3,432	50,257	50,257
TOTAL PERSONNEL SERVICES	322,996	366,024	364,562
Maintenance and Other Operating Expenses			
Travelling Expenses	3,986	7,359	7,580
Training and Scholarship Expenses	2,189	5,279	5,437
Supplies and Materials Expenses	828,222	912,383	1,329,115
Utility Expenses	36,921	40,659	41,880
Communication Expenses	1,907	2,000	2,060
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	125	125	125

Professional Services	1,443	3,626	3,626
General Services	32,540	45,292	45,292
Repairs and Maintenance	23,541	33,504	34,509
Taxes, Insurance Premiums and Other Fees	19,982	19,458	19,458
Other Maintenance and Operating Expenses			
Advertising Expenses	35	356	356
Printing and Publication Expenses	12	76	78
Representation Expenses	779	721	743
Transportation and Delivery Expenses		1,073	1,105
Subscription Expenses		179	179
Other Maintenance and Operating Expenses	9,960		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>961,642</u>	<u>1,072,090</u>	<u>1,491,543</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>1,284,638</u>	<u>1,438,114</u>	<u>1,856,105</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures		100,000	29,125
Machinery and Equipment Outlay	136,218		105,000
TOTAL CAPITAL OUTLAYS	<u>136,218</u>	<u>100,000</u>	<u>134,125</u>
GRAND TOTAL	<u>1,420,856</u>	<u>1,538,114</u>	<u>1,990,230</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 (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2022 GAA Targets</u>	<u>Actual</u>
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand		P 1,289,792,000
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		P 1,289,792,000
Outcome Indicator(s)		
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	100%	100.01%
Output Indicator(s)		
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	40.001 Million Rounds
2. Percentage acceptance based on standards	98%	98%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2023 Targets</u>	<u>2024 NEP Targets</u>
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand		P 1,386,298,000	P 1,816,735,000
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		P 1,386,298,000	P 1,816,735,000
Outcome Indicator(s)			
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	100%	100%	100%
Output Indicator(s)			
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	40.00 Million Rounds	60.00 Million Rounds
2. Percentage acceptance based on standards	98%	98%	98%