

G. PHILIPPINE ARMY (LAND FORCES)

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>103,096,390</u>	<u>110,328,371</u>	<u>121,079,186</u>
General Fund	103,096,390	110,328,371	121,079,186
Automatic Appropriations	<u>1,431,984</u>	<u>47,918</u>	<u>45,734</u>
Customs Duties and Taxes, including Tax Expenditures	1,385,213		
Retirement and Life Insurance Premiums	46,771	47,918	45,734
Continuing Appropriations	<u>2,032,912</u>	<u>2,887,537</u>	
Unobligated Releases for Capital Outlays			
R.A. No. 11518	591,083		
R.A. No. 11639		1,596,611	
Unobligated Releases for MOOE			
R.A. No. 11518	1,441,829		
R.A. No. 11639		1,290,926	

Budgetary Adjustment(s)	<u>6,032,262</u>		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	13,053		
Contingent Fund	206,637		
Miscellaneous Personnel Benefits Fund	1,816,155		
Pension and Gratuity Fund	3,511,425		
Unprogrammed Appropriation For payment of Personnel Benefits	<u>484,992</u>		
Total Available Appropriations	112,593,548	113,263,826	121,124,920
Unused Appropriations	(3,241,155)	(2,887,537)	
Unobligated Allotment	(3,241,155)	(2,887,537)	
TOTAL OBLIGATIONS	<u>109,352,393</u>	<u>110,376,289</u>	<u>121,124,920</u>

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Cash-Based)
	<u>2022 Actual</u>	<u>2023 Current</u>	<u>2024 Proposed</u>
General Administration and Support	14,640,400,000	7,157,023,000	11,665,502,000
Regular	14,640,400,000	7,157,023,000	11,665,502,000
PS	12,382,663,000	5,963,770,000	10,440,654,000
MOOE	2,257,737,000	1,193,253,000	1,224,848,000
Operations	94,711,993,000	103,219,266,000	109,459,418,000
Regular	94,711,993,000	103,219,266,000	109,459,418,000
PS	77,867,754,000	84,562,917,000	84,308,582,000
MOOE	16,103,254,000	16,679,994,000	18,017,940,000
CO	740,985,000	1,976,355,000	7,132,896,000
TOTAL AGENCY BUDGET	<u>109,352,393,000</u>	<u>110,376,289,000</u>	<u>121,124,920,000</u>
Regular	<u>109,352,393,000</u>	<u>110,376,289,000</u>	<u>121,124,920,000</u>
PS	90,250,417,000	90,526,687,000	94,749,236,000
MOOE	18,360,991,000	17,873,247,000	19,242,788,000
CO	740,985,000	1,976,355,000	7,132,896,000

STAFFING SUMMARY

	<u>2022</u>	<u>2023</u>	<u>2024</u>
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,698	1,698	1,698
Total Number of Filled Positions	1,332	1,273	1,273
Military			
Total Number of Authorized Positions	113,456	114,576	114,576
Total Number of Filled Positions	112,897	113,456	113,456

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 121,079,186,000
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OPERATIONS BY PROGRAM	PROPOSED 2024 (Cash-Based)			
	PS	MOOE	CO	TOTAL
LAND FORCES DEFENSE PROGRAM	84,308,582,000	18,017,940,000	7,132,896,000	109,459,418,000

REGION	EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2024 (Cash-Based) (in pesos)			
	PS	MOOE	CO	TOTAL
Regional Allocation	94,703,502,000	19,242,788,000	7,132,896,000	121,079,186,000
National Capital Region (NCR)	94,703,502,000	19,242,788,000	7,132,896,000	121,079,186,000
TOTAL AGENCY BUDGET	94,703,502,000	19,242,788,000	7,132,896,000	121,079,186,000
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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 Philippine Army 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 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.

Likewise, all revenues derived from the Philippine Army 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 shall be used to cover the expenses incurred in its operations. Any excess income from the operations for the golf course may be used to augment the MOOE and Capital Outlay requirements of Philippine Army General Hospital and other Philippine Army treatment facilities subject to the guidelines issued by the DBM and the DND.

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 Eighty Eight Million Two Hundred Thirty Six Thousand Pesos (P3,888,236,000) 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 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 Ninety Three Million Six Hundred Ninety Three Thousand Pesos (P893,693,000) 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>
A. REGULAR PROGRAMS					
1000000000000000	General Administration and Support	10,394,920,000	1,224,848,000		11,619,768,000
100000100001000	General management and supervision	8,471,029,000	1,224,848,000		9,695,877,000
100000100002000	Administration of Personnel Benefits	1,923,891,000			1,923,891,000
Sub-total, General Administration and Support		<u>10,394,920,000</u>	<u>1,224,848,000</u>		<u>11,619,768,000</u>
3000000000000000	Operations	<u>84,308,582,000</u>	<u>18,017,940,000</u>	<u>7,132,896,000</u>	<u>109,459,418,000</u>
3101000000000000	LAND FORCES DEFENSE PROGRAM	<u>84,308,582,000</u>	<u>18,017,940,000</u>	<u>7,132,896,000</u>	<u>109,459,418,000</u>
310100100001000	Force-Level Support Services	4,140,312,000	758,311,000	159,998,000	5,058,621,000

310100100002000 Force Development		1,234,525,000		1,234,525,000
310100100003000 Force Sustainment	80,168,270,000	16,025,104,000	6,972,898,000	103,166,272,000
Sub-total, Operations	84,308,582,000	18,017,940,000	7,132,896,000	109,459,418,000

TOTAL NEW APPROPRIATIONS	P 94,703,502,000	P 19,242,788,000	P 7,132,896,000	P121,079,186,000
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Obligations, by Object of Expenditures

CYs 2022-2024
(In Thousand Pesos)

	(Cash-Based)		
	2022	2023	2024
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	392,233	399,317	381,116
Total Permanent Positions	<u>392,233</u>	<u>399,317</u>	<u>381,116</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	31,997	31,896	30,552
Representation Allowance	345	300	300
Transportation Allowance	345	300	300
Clothing and Uniform Allowance	7,740	7,974	7,638
Honoraria		106	106
Mid-Year Bonus - Civilian	31,476	33,276	31,760
Year End Bonus	32,104	33,276	31,760
Cash Gift	6,582	6,645	6,365
Productivity Enhancement Incentive	6,505	6,645	6,365
Performance Based Bonus	14,654		
Step Increment		998	953
Total Other Compensation Common to All	<u>131,748</u>	<u>121,416</u>	<u>116,099</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	44,869	35,765	35,765
Hazard Duty Pay	2,841		
Longevity Pay	2,428	4,896	4,896
Lump-sum for filling of Positions - Civilian		14,922	22,277
Other Personnel Benefits	2,287,219	1,009	
Anniversary Bonus - Civilian	3,675		
Total Other Compensation for Specific Groups	<u>2,341,032</u>	<u>56,592</u>	<u>62,938</u>
Other Benefits			
Retirement and Life Insurance Premiums	46,771	47,918	45,734
PAG-IBIG Contributions	1,598	1,595	1,528
PhilHealth Contributions	7,741	8,985	8,575
Employees Compensation Insurance Premiums	1,738	1,595	1,528
Retirement Gratuity	4,891		
Loyalty Award - Civilian	860		
Terminal Leave	37,742	7,270	4,930
Total Other Benefits	<u>101,341</u>	<u>67,363</u>	<u>62,295</u>

Military/Uniformed Personnel			
Basic Pay			
Base Pay	42,443,644	45,479,470	45,604,657
Creation of New Positions		195,400	793,322
Total Basic Pay	<u>42,443,644</u>	<u>45,674,870</u>	<u>46,397,979</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	2,618,691	2,709,528	2,722,944
Clothing/ Uniform Allowance	1,573,357	1,220,130	4,441,905
Subsistence Allowance	9,856,052	10,056,208	10,130,559
Laundry Allowance	40,265	44,161	44,541
Quarters Allowance	553,075	591,024	606,550
Longevity Pay	7,777,098	11,640,892	11,737,672
Mid-Year Bonus - Military/Uniformed Personnel	3,438,720	3,789,957	3,800,389
Year-end Bonus	3,586,798	3,789,957	3,800,389
Cash Gift	554,127	564,485	567,280
Productivity Enhancement Incentive	552,925	564,485	567,280
Performance Based Bonus	1,801,502		
Total Other Compensation Common to All	<u>32,352,610</u>	<u>34,970,827</u>	<u>38,419,509</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	1,297,241	1,828,417	1,936,704
Flying Pay	44,885	45,064	45,064
Hazard Duty Pay	706,701	731,573	735,196
Combat Duty Pay	3,285,151	3,043,008	3,043,008
Instructor's Duty Pay	265,588	323,933	323,933
Reservist's Pay	356,818	382,241	484,099
Medal of Valor Award	19,800	20,700	20,700
Hospitalization Expenses	68,830		
Parachutist Pay	140,834	310,901	310,901
Anniversary Bonus - Military/Uniformed Personnel	293,049		
Total Other Compensation for Specific Groups	<u>6,478,897</u>	<u>6,685,837</u>	<u>6,899,605</u>
Other Benefits			
Special Group Term Insurance	7,874	8,138	8,169
PAG-IBIG Contributions	126,425	135,477	136,148
PhilHealth Contributions	850,466	1,023,088	1,025,868
Employees Compensation Insurance Premiums	125,947	135,477	136,148
Terminal Leave	4,898,200	1,248,285	1,103,362
Total Other Benefits	<u>6,008,912</u>	<u>2,550,465</u>	<u>2,409,695</u>
TOTAL PERSONNEL SERVICES	<u>90,250,417</u>	<u>90,526,687</u>	<u>94,749,236</u>
Travelling Expenses	253,049	360,169	371,079
Training and Scholarship Expenses	649,419	426,096	519,786
Supplies and Materials Expenses	8,379,126	10,335,323	11,222,752
Utility Expenses	879,444	774,419	808,998
Communication Expenses	174,529	171,179	176,452
Awards/Rewards and Prizes	767	1,547	1,547
Survey, Research, Exploration and Development Expenses	4,815	5,018	5,018
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	444,000	444,000	444,000
Professional Services	40,613	81,725	143,094
General Services	4,471	12,083	12,083
Repairs and Maintenance	2,277,237	1,866,574	2,010,417
Financial Assistance/Subsidy	2,873,998	2,570,505	2,598,125
Taxes, Insurance Premiums and Other Fees	1,472,869	63,914	64,094
Labor and Wages	90,475	76,261	76,261
Other Maintenance and Operating Expenses			
Advertising Expenses		1,686	1,737
Printing and Publication Expenses	21,188	14,464	15,937
Representation Expenses	695,726	551,999	622,726
Transportation and Delivery Expenses	77,089	54,556	56,193
Rent/Lease Expenses	10,010	13,805	38,956

Membership Dues and Contributions to Organizations	44	117	117
Subscription Expenses	7,661	18,771	21,051
Other Maintenance and Operating Expenses	3,334	29,036	32,365
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	18,360,991	17,873,247	19,242,788
TOTAL CURRENT OPERATING EXPENDITURES	108,611,408	108,399,934	113,992,024
Capital Outlays			
Investment Property Outlay	74,462		
Property, Plant and Equipment Outlay			
Land Improvements Outlay	6,819		
Infrastructure Outlay	58,439	11,211	
Buildings and Other Structures	105,572	1,173,484	818,673
Machinery and Equipment Outlay	363,186	715,502	3,538,635
Transportation Equipment Outlay	132,507	5,080	2,766,818
Furniture, Fixtures and Books Outlay		71,078	8,770
TOTAL CAPITAL OUTLAYS	740,985	1,976,355	7,132,896
GRAND TOTAL	109,352,393	110,376,289	121,124,920

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 (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>2022 GAA Targets</u>	<u>Actual</u>
Level of mission capability of army units in ground operations attained		P 94,711,993,000
LAND FORCES DEFENSE PROGRAM		P 94,711,993,000
Outcome Indicator(s)		
1. Percentage of Tactical Units provided to force employers that are in prescribed readiness condition	80%	81%
2. Percentage of Ready Reserve Units in prescribed readiness condition	60%	94%
Output Indicator(s)		
1. Number of tactical and ready reserve units maintained		
a. Tactical Battalions	240	222
b. Ready Reserve Battalions	86	87
2. Percentage of operational readiness of tactical and ready reserve units		
a. Tactical Battalions	85%	88%
b. Ready Reserve Battalions	68%	84%
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 (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2023 Targets</u>	<u>2024 NEP Targets</u>
Level of mission capability of army units in ground operations attained		P 103,219,266,000	P 109,459,418,000
LAND FORCES DEFENSE PROGRAM		P 103,219,266,000	P 109,459,418,000
Outcome Indicator(s)			
1. Percentage of Tactical Units provided to force employers that are in prescribed readiness condition	80%	80%	81%
2. Percentage of Ready Reserve Units in prescribed readiness condition	78%	78%	79%
Output Indicator(s)			
1. Number of tactical and ready reserve units maintained			
a. Tactical Battalions	243	243	243
b. Ready Reserve Battalions	86	86	88
2. Percentage of operational readiness of tactical and ready reserve units			
a. Tactical Battalions	89%	89%	90%
b. Ready Reserve Battalions	78%	78%	79%
3. Average percentage of effective strength of tactical battalions that can be mobilized within 1 hour as dictated by higher authorities	90%	90%	90%