

I. PHILIPPINE NAVY ( NAVAL 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>32,977,396</u>	<u>34,939,904</u>	<u>40,937,056</u>
General Fund	32,977,396	34,939,904	40,937,056
Automatic Appropriations	<u>253,642</u>	<u>40,243</u>	<u>40,120</u>
Customs Duties and Taxes, including Tax Expenditures	215,536		
Retirement and Life Insurance Premiums	38,106	40,243	40,120
Continuing Appropriations	<u>1,631,908</u>	<u>1,069,019</u>	
Unreleased Appropriation for Capital Outlays			
R.A. No. 11518	100,000		
R.A. No. 11639		1,000	
Unobligated Releases for Capital Outlays			
R.A. No. 11518	159,336		
R.A. No. 11639		146,839	
Unobligated Releases for MOOE			
R.A. No. 11518	1,372,572		
R.A. No. 11639		921,180	
Budgetary Adjustment(s)	<u>3,090,148</u>		
Transfer(s) from:			
Contingent Fund	1,099,016		
Miscellaneous Personnel Benefits Fund	483,506		
Pension and Gratuity Fund	<u>1,507,626</u>		
Total Available Appropriations	<u>37,953,094</u>	<u>36,049,166</u>	<u>40,977,176</u>

Unused Appropriations	( 1,777,201)	( 1,069,019)	
Unreleased Appropriation	( 311,681)	( 1,000)	
Unobligated Allotment	( 1,465,520)	( 1,068,019)	
TOTAL OBLIGATIONS	<u>36,175,893</u>	<u>34,980,147</u>	<u>40,977,176</u>

EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	( Cash-Based )		
	2022 Actual	2023 Current	2024 Proposed
General Administration and Support	<u>4,304,740,000</u>	<u>4,323,631,000</u>	<u>3,948,803,000</u>
Regular	<u>4,304,740,000</u>	<u>4,323,631,000</u>	<u>3,948,803,000</u>
PS	3,475,849,000	3,321,782,000	3,296,234,000
MOOE	828,891,000	858,069,000	526,119,000
CO		143,780,000	126,450,000
Operations	<u>31,871,153,000</u>	<u>30,656,516,000</u>	<u>37,028,373,000</u>
Regular	<u>31,775,255,000</u>	<u>30,656,516,000</u>	<u>37,028,373,000</u>
PS	18,296,003,000	18,015,015,000	18,252,354,000
MOOE	11,328,673,000	11,431,314,000	13,893,768,000
CO	2,150,579,000	1,210,187,000	4,882,251,000
Projects / Purpose	<u>95,898,000</u>		
Locally-Funded Project(s)	<u>95,898,000</u>		
MOOE	922,000		
CO	94,976,000		
TOTAL AGENCY BUDGET	<u>36,175,893,000</u>	<u>34,980,147,000</u>	<u>40,977,176,000</u>
Regular	<u>36,079,995,000</u>	<u>34,980,147,000</u>	<u>40,977,176,000</u>
PS	21,771,852,000	21,336,797,000	21,548,588,000
MOOE	12,157,564,000	12,289,383,000	14,419,887,000
CO	2,150,579,000	1,353,967,000	5,008,701,000
Projects / Purpose	<u>95,898,000</u>		
Locally-Funded Project(s)	<u>95,898,000</u>		
MOOE	922,000		
CO	94,976,000		

## STAFFING SUMMARY

	2022	2023	2024
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,450	1,400	1,400
Total Number of Filled Positions	1,112	1,105	1,105
Military			
Total Number of Authorized Positions	26,571	26,571	26,571
Total Number of Filled Positions	24,271	25,445	25,445

## Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 40,937,056,000  
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## OPERATIONS BY PROGRAM

	PROPOSED 2024 ( Cash-Based )			
	PS	MOOE	CO	TOTAL
NAVAL FORCES DEFENSE PROGRAM	18,248,705,000	13,893,768,000	4,882,251,000	37,024,724,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	21,508,468,000	14,419,887,000	5,008,701,000	40,937,056,000
National Capital Region (NCR)	21,508,468,000	14,419,887,000	5,008,701,000	40,937,056,000
TOTAL AGENCY BUDGET	21,508,468,000	14,419,887,000	5,008,701,000	40,937,056,000

## SPECIAL PROVISION(S)

- 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 Navy hospitals 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 avancement 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 Philippine Navy 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 operations of the golf course may be used to augment the MOOE and Capital Outlay requirements of Philippine Navy hospitals and other Philippine Navy 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 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'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 Navy shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.
3. Combat Expenses. An amount not exceeding Two Hundred Thousand Pesos (P200,000) 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 Two Hundred One Million Six Hundred Thirty One Thousand Pesos (P201,631,000) 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) 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.

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 ), by Operating Units

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A.REGULAR PROGRAMS					
1000000000000000	General Administration and Support	3,259,763,000	526,119,000	126,450,000	3,912,332,000
100000100001000	General management and supervision	1,897,739,000	526,119,000	126,450,000	2,550,308,000
	National Capital Region (NCR)	1,897,739,000	526,119,000	126,450,000	2,550,308,000
	Philippine Navy	1,897,739,000	526,119,000	126,450,000	2,550,308,000
100000100002000	Administration of Personnel Benefits	1,362,024,000			1,362,024,000
	National Capital Region (NCR)	1,362,024,000			1,362,024,000
	Philippine Marine Corps	68,146,000			68,146,000
	Philippine Navy	1,293,878,000			1,293,878,000
Sub-total, General Administration and Support		3,259,763,000	526,119,000	126,450,000	3,912,332,000
3000000000000000	Operations	18,248,705,000	13,893,768,000	4,882,251,000	37,024,724,000
3101000000000000	NAVAL FORCES DEFENSE PROGRAM	18,248,705,000	13,893,768,000	4,882,251,000	37,024,724,000
310100100001000	Force-Level Support Services	6,208,135,000	4,271,225,000	1,911,414,000	12,390,774,000
	National Capital Region (NCR)	6,208,135,000	4,271,225,000	1,911,414,000	12,390,774,000
	Philippine Navy	6,208,135,000	4,271,225,000	1,911,414,000	12,390,774,000
310100100002000	Force Development	11,362,328,000	7,764,994,000	2,880,716,000	22,008,038,000
	National Capital Region (NCR)	11,362,328,000	7,764,994,000	2,880,716,000	22,008,038,000
	Philippine Marine Corps	7,259,134,000	1,711,170,000	968,810,000	9,939,114,000
	Philippine Navy	4,103,194,000	6,053,824,000	1,911,906,000	12,068,924,000
310100100003000	Force Sustainment	678,242,000	1,857,549,000	90,121,000	2,625,912,000
	National Capital Region (NCR)	678,242,000	1,857,549,000	90,121,000	2,625,912,000
	Philippine Navy	678,242,000	1,857,549,000	90,121,000	2,625,912,000
Sub-total, Operations		18,248,705,000	13,893,768,000	4,882,251,000	37,024,724,000
TOTAL NEW APPROPRIATIONS		P 21,508,468,000	P 14,419,887,000	P 5,008,701,000	P 40,937,056,000
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## Obligations, by Object of Expenditures

CYs 2022-2024  
(In Thousand Pesos)

	( Cash-Based )		
	2022	2023	2024
<b>Current Operating Expenditures</b>			
<b>Personnel Services</b>			
<b>Civilian Personnel</b>			
Permanent Positions			
Basic Salary	321,530	335,361	334,331
<b>Total Permanent Positions</b>	<b>321,530</b>	<b>335,361</b>	<b>334,331</b>
Other Compensation Common to All			
Personnel Economic Relief Allowance	26,172	27,000	26,520
Representation Allowance	240	180	180
Transportation Allowance	95	180	180
Clothing and Uniform Allowance	6,456	6,750	6,630
Mid-Year Bonus - Civilian	25,842	27,947	27,861
Year End Bonus	26,107	27,947	27,861
Cash Gift	5,434	5,625	5,525
Productivity Enhancement Incentive	5,329	5,625	5,525
Performance Based Bonus	13,031		
Step Increment		839	836
<b>Total Other Compensation Common to All</b>	<b>108,706</b>	<b>102,093</b>	<b>101,118</b>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	20,165	18,263	18,263
Longevity Pay	4,613	4,229	4,229
Lump-sum for filling of Positions - Civilian		5,608	9,829
Other Personnel Benefits	509,002		
Anniversary Bonus - Civilian		76,188	
<b>Total Other Compensation for Specific Groups</b>	<b>533,780</b>	<b>104,288</b>	<b>32,321</b>
Other Benefits			
Retirement and Life Insurance Premiums	37,288	40,243	40,120
PAG-IBIG Contributions	1,296	1,349	1,326
PhilHealth Contributions	6,140	7,542	7,518
Employees Compensation Insurance Premiums	1,293	1,349	1,326
Loyalty Award - Civilian		255	255
Terminal Leave	9,941	3,927	4,842
<b>Total Other Benefits</b>	<b>55,958</b>	<b>54,665</b>	<b>55,387</b>
<b>Military/Uniformed Personnel</b>			
Basic Pay			
Base Pay	10,310,155	10,054,225	10,325,783
<b>Total Basic Pay</b>	<b>10,310,155</b>	<b>10,054,225</b>	<b>10,325,783</b>
Other Compensation Common to All			
Personnel Economic Relief Allowance	584,492	582,504	610,680
Clothing/ Uniform Allowance	380,902	200,936	229,434
Subsistence Allowance	1,335,894	1,328,846	1,396,932
Laundry Allowance	9,632	9,992	15,611
Quarters Allowance	130,882	131,451	133,248
Longevity Pay	2,192,543	2,387,723	2,412,006
Mid-Year Bonus - Military/Uniformed Personnel	813,549	837,853	859,817
Year-end Bonus	833,194	837,853	859,817
Cash Gift	121,287	121,355	127,225



Productivity Enhancement Incentive	121,527	121,355	127,225
Performance Based Bonus	429,391		
Total Other Compensation Common to All	<u>6,953,293</u>	<u>6,559,868</u>	<u>6,771,995</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	564,951	546,005	546,005
Flying Pay	91,309	147,144	147,144
Overseas Allowance	14,511	15,964	15,964
Sea Duty Pay	318,668	537,793	568,793
Hazard Duty Pay	172,370	157,269	164,883
Hardship Allowance	12,486	294,101	294,101
Combat Duty Pay	411,624	346,680	362,268
Instructor's Duty Pay	79,741	101,511	101,511
Reservist's Pay	70,016	39,677	39,677
Medal of Valor Award	6,300	6,300	6,300
Specialist's Pay	3	305	305
Parachutist Pay	2,210	36,391	36,391
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		1,163,088	1,050,195
Total Other Compensation for Specific Groups	<u>1,744,189</u>	<u>3,392,228</u>	<u>3,333,537</u>
Other Benefits			
Special Group Term Insurance	1,726	1,746	1,832
PAG-IBIG Contributions	27,999	29,126	30,535
PhilHealth Contributions	197,151	232,488	234,056
Employees Compensation Insurance Premiums	23,228	29,126	30,535
Retirement Gratuity	2,806		
Terminal Leave	1,491,331	441,583	297,158
Total Other Benefits	<u>1,744,241</u>	<u>734,069</u>	<u>594,116</u>
TOTAL PERSONNEL SERVICES	<u>21,771,852</u>	<u>21,336,797</u>	<u>21,548,588</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	157,684	200,118	287,059
Training and Scholarship Expenses	172,884	230,654	318,538
Supplies and Materials Expenses	6,620,478	5,057,380	6,545,260
Utility Expenses	588,020	518,664	698,603
Communication Expenses	231,796	198,776	255,424
Awards/Rewards and Prizes	58	2,402	341
Survey, Research, Exploration and Development Expenses	69		990
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	39,749	39,749	39,749
Professional Services	46,181	49,352	90,570
General Services	197,843	101,113	270,511
Repairs and Maintenance	2,770,503	3,521,054	3,574,614
Financial Assistance/Subsidy	180,689	199,540	201,631
Taxes, Insurance Premiums and Other Fees	81,927	58,946	72,182
Other Maintenance and Operating Expenses			
Advertising Expenses		142	144
Printing and Publication Expenses	12,183	13,698	18,773
Representation Expenses	312,100	315,034	340,104
Transportation and Delivery Expenses	2,029	5,370	1,574
Rent/Lease Expenses	718,626	1,385,811	1,164,681
Subscription Expenses	4,196	14,087	7,364
Other Maintenance and Operating Expenses	21,471	377,493	531,775
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>12,158,486</u>	<u>12,289,383</u>	<u>14,419,887</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>33,930,338</u>	<u>33,626,180</u>	<u>35,968,475</u>

Capital Outlays

Property, Plant and Equipment Outlay			
Infrastructure Outlay	186,598	207,353	
Buildings and Other Structures	335,681	5,316	601,478
Machinery and Equipment Outlay	916,271	200,477	2,742,597
Transportation Equipment Outlay	785,453	940,821	1,658,206
Furniture, Fixtures and Books Outlay	16,121		6,420
Other Property Plant and Equipment Outlay	5,431		
<b>TOTAL CAPITAL OUTLAYS</b>	<b>2,245,555</b>	<b>1,353,967</b>	<b>5,008,701</b>
<b>GRAND TOTAL</b>	<b>36,175,893</b>	<b>34,980,147</b>	<b>40,977,176</b>

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 (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2022 GAA Targets</u>	<u>Actual</u>
Level of mission capability of navy units in naval operations attained		P 31,871,153,000
NAVAL FORCES DEFENSE PROGRAM		P 31,871,153,000
Outcome Indicator(s)		
1. Percentage of Naval units provided to unified commands	100%	113.81%
Output Indicator(s)		
1. Number of Philippine Navy (PN) units deployed and sustained for utilization/employment	109	138
2. Number of PN units prepared for deployment	34	24
3. Number of Force-Level Support Services Units sustained	137	140

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2023 Targets</u>	<u>2024 NEP Targets</u>
Level of mission capability of navy units in naval operations attained		P 30,656,516,000	P 37,028,373,000
NAVAL FORCES DEFENSE PROGRAM		P 30,656,516,000	P 37,028,373,000
Outcome Indicator(s)			
1. Percentage of Naval units provided to unified commands	100%	100%	100%



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Output Indicator(s)

1. Number of Philippine Navy (PN) units deployed and sustained for utilization/employment	120	118	120
2. Number of PN units prepared for deployment	39	35	39
3. Number of Force-Level Support Services Units sustained	139	137	139