

XX. DEPARTMENT OF NATIONAL DEFENSE
A. OFFICE OF THE SECRETARY - PROPER

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
Description	2024	2025	2026
New General Appropriations	1,263,480	2,239,205	2,341,215
General Fund	1,263,480	2,239,205	2,341,215
Automatic Appropriations	20,250	18,919	23,264
Retirement and Life Insurance Premiums	20,250	18,919	23,264
Continuing Appropriations	228,534	314,387	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	35,541		
R.A. No. 11975		232,307	
Unobligated Releases for MOOE			
R.A. No. 11936	192,993		
R.A. No. 11975		82,080	
Budgetary Adjustment(s)	94,922		
Release(s) from:			
Contingent Fund	50,000		
Miscellaneous Personnel Benefits Fund	16,115		
Pension and Gratuity Fund	1,870		
Unprogrammed Appropriation			
Pension and Gratuity Fund	143		
For Payment of Personnel Benefits	26,794		
Total Available Appropriations	1,607,186	2,572,511	2,364,479
Unused Appropriations	(424,390)	(314,387)	
Unobligated Allotment	(424,390)	(314,387)	
TOTAL OBLIGATIONS	1,182,796	2,258,124	2,364,479
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EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)		
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	567,781,000	1,434,367,000	1,233,668,000
Regular	567,781,000	1,434,367,000	1,233,668,000
PS	140,024,000	94,280,000	131,085,000
MOOE	230,871,000	286,282,000	312,653,000
CO	196,886,000	1,053,805,000	789,930,000

Operations	615,015,000	823,757,000	1,130,811,000
Regular	505,363,000	708,972,000	1,011,002,000
PS	123,382,000	136,103,000	153,394,000
MOOE	381,981,000	392,333,000	790,267,000
CO		180,536,000	67,341,000
Projects / Purpose	109,652,000	114,785,000	119,809,000
Locally-Funded Project(s)	109,652,000	114,785,000	119,809,000
MOOE	109,652,000	114,785,000	117,809,000
CO			2,000,000
TOTAL AGENCY BUDGET	1,182,796,000	2,258,124,000	2,364,479,000
Regular	1,073,144,000	2,143,339,000	2,244,670,000
PS	263,406,000	230,383,000	284,479,000
MOOE	612,852,000	678,615,000	1,102,920,000
CO	196,886,000	1,234,341,000	857,271,000
Projects / Purpose	109,652,000	114,785,000	119,809,000
Locally-Funded Project(s)	109,652,000	114,785,000	119,809,000
MOOE	109,652,000	114,785,000	117,809,000
CO			2,000,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Total Number of Authorized Positions	385	399	399
Total Number of Filled Positions	259	262	262

Proposed New Appropriations Language

For general administration and support, and operations, including locally-funded project, as indicated hereunder.....P 2,341,215,000
P 2,341,215,000
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OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM	140,579,000	908,076,000	69,341,000	1,117,996,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2026 (Cash-Based)
(in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	261,215,000	1,220,729,000	859,271,000	2,341,215,000
National Capital Region (NCR)	261,215,000	1,220,729,000	859,271,000	2,341,215,000
TOTAL AGENCY BUDGET	261,215,000	1,220,729,000	859,271,000	2,341,215,000
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SPECIAL PROVISION(S)

1. Reporting and Posting Requirements. The Department of National Defense (DND) 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 until such time that all agencies have fully migrated to the BTMS; and

(b) DND's website.

The DND 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.

2. 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	120,636,000	312,653,000	789,930,000	1,223,219,000
1000001000010000	General management and supervision	113,283,000	312,653,000	789,930,000	1,215,866,000
1000001000020000	Administration of Personnel Benefits	7,353,000			7,353,000
Sub-total, General Administration and Support		120,636,000	312,653,000	789,930,000	1,223,219,000
3000000000000000	Operations	140,579,000	790,267,000	67,341,000	998,187,000
3101000000000000	DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM	140,579,000	790,267,000	67,341,000	998,187,000
3101001000010000	Development, implementation and monitoring of the Defense System of Management (DSOM)	140,579,000	747,738,000	67,341,000	955,658,000
3101001000020000	Development, implementation and monitoring of the International Defense Engagement (IDSE)		42,529,000		42,529,000
Sub-total, Operations		140,579,000	790,267,000	67,341,000	998,187,000
Sub-total, Program(s)		P 261,215,000	P 1,102,920,000	P 857,271,000	P 2,221,406,000
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B. PROJECTS

B.1 LOCALLY-FUNDED PROJECT(S)

310100200001000 Implementation of the Enhanced
Comprehensive Local Integration Program
(E-CLIP) and Operational Support to Task Force
Balik-Loob Pursuant to Administrative Order No.
10, s. 2018

117,809,000	2,000,000	119,809,000
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Sub-total, Locally-Funded Project(s)

117,809,000	2,000,000	119,809,000
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Sub-total, Project(s)

P 117,809,000	P 2,000,000	P 119,809,000
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TOTAL NEW APPROPRIATIONS

P 261,215,000	P 1,220,729,000	P 859,271,000	P 2,341,215,000
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Obligations, by Object of Expenditures

CYs 2024-2026
(In Thousand Pesos)

	(Cash-Based)
	2024	2025	2026
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	153,327	157,661	193,864
Total Permanent Positions	153,327	157,661	193,864
Other Compensation Common to All			
Personnel Economic Relief Allowance	6,298	6,144	6,288
Representation Allowance	4,262	4,128	4,776
Transportation Allowance	1,307	4,128	4,776
Clothing and Uniform Allowance	1,771	1,792	1,834
Mid-Year Bonus - Civilian	13,593	13,139	16,155
Year End Bonus	12,542	13,139	16,155
Cash Gift	1,270	1,280	1,310
Productivity Enhancement Incentive	1,270	1,280	1,310
Performance Based Bonus	6,958		
Step Increment		394	485
Total Other Compensation Common to All	49,271	45,424	53,089
Other Compensation for Specific Groups			
Other Personnel Benefits	32,086		
Anniversary Bonus - Civilian	729		
Total Other Compensation for Specific Groups	32,815		
Other Benefits			
Retirement and Life Insurance Premiums	20,250	18,919	23,264
PAG-IBIG Contributions	439	614	629
PhilHealth Contributions	2,990	3,516	4,139
Employees Compensation Insurance Premiums	303	308	314
Loyalty Award - Civilian		90	90
Terminal Leave	2,697	2,114	7,353
Total Other Benefits	26,679	25,561	35,789
Non-Permanent Positions	1,314	1,737	1,737
TOTAL PERSONNEL SERVICES	263,406	230,383	284,479

Maintenance and Other Operating Expenses

Travelling Expenses	55,309	56,090	131,382
Training and Scholarship Expenses	99,056	101,709	153,283
Supplies and Materials Expenses	95,031	119,141	222,498
Utility Expenses	26,072	32,500	34,375
Communication Expenses	31,802	25,287	28,500
Demolition/Relocation and Desilting/Dredging Expenses	2,507		
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	87,000	87,000	87,000
Extraordinary and Miscellaneous Expenses	3,490	3,765	3,765
Intelligence Expenses	101,500	60,000	60,000
Professional Services	43,058	73,474	102,540
General Services	14,657	15,982	16,942
Repairs and Maintenance	9,449	26,650	77,793
Taxes, Insurance Premiums and Other Fees	2,969	2,764	2,759
Other Maintenance and Operating Expenses			
Printing and Publication Expenses	377	2,540	5,186
Representation Expenses	81,177	71,004	140,724
Rent/Lease Expenses	16,816	18,493	32,188
Subscription Expenses	13,072	97,001	121,794
Other Maintenance and Operating Expenses	39,162		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	722,504	793,400	1,220,729

TOTAL CURRENT OPERATING EXPENDITURES	985,910	1,023,783	1,505,208
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Capital Outlays

Property, Plant and Equipment Outlay			
Buildings and Other Structures	196,886	1,008,433	698,333
Machinery and Equipment Outlay		185,208	114,592
Transportation Equipment Outlay		35,100	46,346
Other Property Plant and Equipment Outlay		5,600	
TOTAL CAPITAL OUTLAYS	196,886	1,234,341	859,271

GRAND TOTAL	1,182,796	2,258,124	2,364,479
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STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL

OUTCOME : Defense and security policy and strategy direction provided

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Defense and security policy and strategy direction provided		P 615,015,000
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		P 615,015,000
Outcome Indicator(s)		
1. Percentage of targets accomplished based on DND-Proper policies as monitored in the DND-wide Program Performance and Budget Execution Review (PPBER) Report	100%	100%
2. Percentage of policies and strategies accepted by the President and the Cabinet	80%	80%

Output Indicator(s)		
1. Number of Defense System of Management (DSOM) Key Document Products developed	103	89
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	99	122
3. One (1) DND-wide PPBER Report developed	1	1

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Defense and security policy and strategy direction provided		P 823,757,000	P 1,130,811,000
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		P 823,757,000	P 1,130,811,000
Outcome Indicator(s)			
1. Percentage of targets accomplished based on DND-Proper policies as monitored in the DND-wide Program Performance and Budget Execution Review (PPBER) Report	100%	100%	100%
2. Percentage of policies and strategies accepted by the President and the Cabinet	80%	80%	80%
Output Indicator(s)			
1. Number of Defense System of Management (DSOM) Key Document Products developed	103	103	104
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	99	99	80
3. One (1) DND-wide PPBER Report developed	1	1	1