

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
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	PROPOSED 2026 (Cash-Based)			
OPERATIONS BY PROGRAM	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)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
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
Sub-total, Locally-Funded Project(s)		117,809,000	2,000,000	119,809,000
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
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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 Outcome Indicator(s)		P 823,757,000	P 1,130,811,000
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

B. GOVERNMENT ARSENAL

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
Description	2024	2025	2026
New General Appropriations	2,071,997	2,564,999	2,354,998
General Fund	2,071,997	2,564,999	2,354,998
Automatic Appropriations	269,303	17,606	19,996
Customs Duties and Taxes, including Tax Expenditures	250,310		
Retirement and Life Insurance Premiums	18,993	17,606	19,996
Continuing Appropriations	330,388	1,035,001	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	100,000		
R.A. No. 11975		171,242	

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Unobligated Releases for MOOE			
R.A. No. 11936	230,388		
R.A. No. 11975		863,759	
Budgetary Adjustment(s)	<u>16,852</u>		
Release(s) from:			
Miscellaneous Personnel Benefits Fund	13,916		
Pension and Gratuity Fund	2,275		
Unprogrammed Appropriation			
Pension and Gratuity Fund	<u>661</u>		
Total Available Appropriations	2,688,540	3,617,606	2,374,994
Unused Appropriations	(1,281,908)	(1,035,001)	
Unreleased Appropriation	(7,394)		
Unobligated Allotment	(1,274,514)	(1,035,001)	
TOTAL OBLIGATIONS	<u>1,406,632</u>	<u>2,582,605</u>	<u>2,374,994</u>
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EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
	2024 Actual	2025 Current	2026 Proposed
GAS / STO / OPERATIONS / PROJECTS			
General Administration and Support	<u>416,518,000</u>	<u>151,599,000</u>	<u>202,765,000</u>
Regular	<u>416,518,000</u>	<u>151,599,000</u>	<u>202,765,000</u>
PS	99,037,000	78,475,000	91,395,000
MOOE	294,534,000	61,627,000	66,253,000
CO	22,947,000	11,497,000	45,117,000
Operations	<u>990,114,000</u>	<u>2,431,006,000</u>	<u>2,172,229,000</u>
Regular	<u>990,114,000</u>	<u>2,431,006,000</u>	<u>2,172,229,000</u>
PS	252,758,000	273,255,000	285,603,000
MOOE	615,511,000	1,476,100,000	1,564,591,000
CO	121,845,000	681,651,000	322,035,000
TOTAL AGENCY BUDGET	<u>1,406,632,000</u>	<u>2,582,605,000</u>	<u>2,374,994,000</u>
Regular	<u>1,406,632,000</u>	<u>2,582,605,000</u>	<u>2,374,994,000</u>
PS	351,795,000	351,730,000	376,998,000
MOOE	910,045,000	1,537,727,000	1,630,844,000
CO	144,792,000	693,148,000	367,152,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Total Number of Authorized Positions	687	678	678
Total Number of Filled Positions	553	555	555

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 2,354,998,000
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OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	271,196,000	1,564,591,000	322,035,000	2,157,822,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2026 (Cash-Based) (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation	357,002,000	1,630,844,000	367,152,000	2,354,998,000
Region III - Central Luzon	357,002,000	1,630,844,000	367,152,000	2,354,998,000
TOTAL AGENCY BUDGET	357,002,000	1,630,844,000	367,152,000	2,354,998,000
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SPECIAL PROVISION(S)

1. 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 civil and criminal actions under existing 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 until such time that all agencies have fully migrated to the BTMS; 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)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A.REGULAR PROGRAMS					
1000000000000000	General Administration and Support	85,806,000	66,253,000	45,117,000	197,176,000
100000100001000	General management and supervision	79,961,000	66,253,000	45,117,000	191,331,000
100000100002000	Administration of Personnel Benefits	5,845,000			5,845,000
Sub-total, General Administration and Support		85,806,000	66,253,000	45,117,000	197,176,000
3000000000000000	Operations	271,196,000	1,564,591,000	322,035,000	2,157,822,000
3101000000000000	SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	271,196,000	1,564,591,000	322,035,000	2,157,822,000
310100100001000	Planning and development of arms manufacturing processes and procedures	11,329,000	4,667,000		15,996,000
310100100002000	Manufacture, storage and security of small arms ammunition	259,867,000	1,559,924,000	322,035,000	2,141,826,000
Sub-total, Operations		271,196,000	1,564,591,000	322,035,000	2,157,822,000
TOTAL NEW APPROPRIATIONS		P 357,002,000	P 1,630,844,000	P 367,152,000	P 2,354,998,000
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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	154,949	146,718	166,639
Total Permanent Positions	154,949	146,718	166,639
Other Compensation Common to All			
Personnel Economic Relief Allowance	13,102	13,104	13,320
Representation Allowance	801	666	594
Transportation Allowance	681	666	594
Clothing and Uniform Allowance	3,815	3,822	3,885
Mid-Year Bonus - Civilian	12,113	12,227	13,886
Year End Bonus	13,044	12,227	13,886
Cash Gift	2,800	2,730	2,775
Productivity Enhancement Incentive	2,743	2,730	2,775
Performance Based Bonus	5,605		
Step Increment		366	416
Collective Negotiation Agreement	13,615		
Total Other Compensation Common to All	68,319	48,538	52,131
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	60	300	300
Magna Carta for Science & Technology Personnel	45,964	68,793	68,793
Quarters Allowance	839	1,347	1,347
Night Shift Differential Pay	3,999	5,231	5,231
Other Personnel Benefits	13,490		
Total Other Compensation for Specific Groups	64,352	75,671	75,671
Other Benefits			
Retirement and Life Insurance Premiums	18,422	17,606	19,996
PAG-IBIG Contributions	1,257	1,311	1,331
PhilHealth Contributions	3,785	3,642	4,120
Employees Compensation Insurance Premiums	659	655	666
Loyalty Award - Civilian	505	290	290
Terminal Leave	6,801	6,990	5,845
Total Other Benefits	31,429	30,494	32,248
Non-Permanent Positions	32,746	50,309	50,309
TOTAL PERSONNEL SERVICES	351,795	351,730	376,998
Maintenance and Other Operating Expenses			
Travelling Expenses	4,106	7,807	8,041
Training and Scholarship Expenses	6,074	5,600	5,968
Supplies and Materials Expenses	528,200	1,368,988	1,411,598
Utility Expenses	26,066	43,136	44,431
Communication Expenses	1,836	2,122	2,185
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	125	125	125
Professional Services	2,424	3,626	5,509
General Services	35,693	45,292	87,803
Repairs and Maintenance	31,696	35,544	36,610
Taxes, Insurance Premiums and Other Fees	262,078	19,458	19,458

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Other Maintenance and Operating Expenses			
Advertising Expenses	35	356	356
Printing and Publication Expenses	36	80	82
Representation Expenses	1,304	765	2,068
Transportation and Delivery Expenses		1,138	1,172
Subscription Expenses		179	5,438
Other Maintenance and Operating Expenses	10,372	3,511	
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>910,045</u>	<u>1,537,727</u>	<u>1,630,844</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>1,261,840</u>	<u>1,889,457</u>	<u>2,007,842</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	144,792	21,000	
Machinery and Equipment Outlay		672,148	340,489
Transportation Equipment Outlay			26,663
TOTAL CAPITAL OUTLAYS	<u>144,792</u>	<u>693,148</u>	<u>367,152</u>
GRAND TOTAL	<u>1,406,632</u>	<u>2,582,605</u>	<u>2,374,994</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

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand		P 990,114,000
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		P 990,114,000
Outcome Indicator(s)		
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	100%	75%
Output Indicator(s)		
1. Number of small arms ammunitions (SAA) manufactured	60.00 Million Rounds	45.00 Million Rounds
2. Percentage acceptance based on standards	98%	98%

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand		P 2,431,006,000	P 2,172,229,000
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		P 2,431,006,000	P 2,172,229,000
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	60.00 Million Rounds	60.00 Million Rounds	60.00 Million Rounds
2. Percentage acceptance based on standards	98%	98%	98%

C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

Appropriations/Obligations

(In Thousand Pesos)

Description	(Cash-Based)		
	2024	2025	2026
New General Appropriations	187,392	331,289	310,011
General Fund	187,392	331,289	310,011
Automatic Appropriations	3,481	3,349	3,869
Retirement and Life Insurance Premiums	3,481	3,349	3,869
Continuing Appropriations	23,888	24,168	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	1		
R.A. No. 11975		1,913	
Unobligated Releases for MOOE			
R.A. No. 11936	23,887		
R.A. No. 11975		22,255	
Budgetary Adjustment(s)	3,204		
Release(s) from:			
Miscellaneous Personnel Benefits Fund	2,959		
Unprogrammed Appropriation			
Pension and Gratuity Fund	245		
Total Available Appropriations	217,965	358,806	313,880
Unused Appropriations	(24,414)	(24,168)	
Unobligated Allotment	(24,414)	(24,168)	
TOTAL OBLIGATIONS	193,551	334,638	313,880
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)		
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	120,930,000	257,626,000	221,764,000
Regular	120,930,000	257,626,000	221,764,000
PS	31,200,000	28,596,000	31,246,000
MOOE	58,013,000	78,630,000	148,001,000
CO	31,717,000	150,400,000	42,517,000
Operations	72,621,000	77,012,000	92,116,000
Regular	72,621,000	77,012,000	92,116,000
PS	26,377,000	24,976,000	32,931,000
MOOE	46,244,000	52,036,000	59,185,000
TOTAL AGENCY BUDGET	193,551,000	334,638,000	313,880,000
Regular	193,551,000	334,638,000	313,880,000
PS	57,577,000	53,572,000	64,177,000
MOOE	104,257,000	130,666,000	207,186,000
CO	31,717,000	150,400,000	42,517,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Total Number of Authorized Positions	66	66	66
Total Number of Filled Positions	62	58	58

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 310,011,000
=====

OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	12,330,000	21,185,000		33,515,000
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	18,551,000	38,000,000		56,551,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	60,308,000	207,186,000	42,517,000	310,011,000
National Capital Region (NCR)	60,308,000	207,186,000	42,517,000	310,011,000
TOTAL AGENCY BUDGET	60,308,000	207,186,000	42,517,000	310,011,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Reporting and Posting Requirements. The National Defense College of the Philippines (NDCP) 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) NDCP's website.

The NDCP 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)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. REGULAR PROGRAMS					
1000000000000000	General Administration and Support	29,427,000	148,001,000	42,517,000	219,945,000
100000100001000	General management and supervision	27,183,000	148,001,000	42,517,000	217,701,000
100000100002000	Administration of Personnel Benefits	2,244,000			2,244,000
Sub-total, General Administration and Support		29,427,000	148,001,000	42,517,000	219,945,000
3000000000000000	Operations	30,881,000	59,185,000		90,066,000
3101000000000000	NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	12,330,000	21,185,000		33,515,000
310100100001000	Conduct of national defense and strategic international studies	12,330,000	21,185,000		33,515,000

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310200000000000	NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	18,551,000	38,000,000	56,551,000
310200100001000	Conduct of graduate level and other courses of studies	18,551,000	38,000,000	56,551,000
Sub-total, Operations		30,881,000	59,185,000	90,066,000
TOTAL NEW APPROPRIATIONS		P 60,308,000 P	207,186,000 P	42,517,000 P 310,011,000
		=====	=====	=====

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	29,984	27,913	32,244
Total Permanent Positions	29,984	27,913	32,244
Other Compensation Common to All			
Personnel Economic Relief Allowance	1,392	1,344	1,392
Representation Allowance	524	450	378
Transportation Allowance	188	450	378
Clothing and Uniform Allowance	399	392	406
Honoraria	5,184	7,796	10,346
Mid-Year Bonus - Civilian	2,313	2,326	2,687
Year End Bonus	2,439	2,326	2,687
Cash Gift	305	280	290
Productivity Enhancement Incentive	290	280	290
Performance Based Bonus	1,253		
Step Increment		70	81
Collective Negotiation Agreement	1,989		
Total Other Compensation Common to All	16,276	15,714	18,935
Other Compensation for Specific Groups			
Other Personnel Benefits	1,436		
Total Other Compensation for Specific Groups	1,436		
Other Benefits			
Retirement and Life Insurance Premiums	3,481	3,349	3,869
PAG-IBIG Contributions	134	135	139
PhilHealth Contributions	669	661	743
Employees Compensation Insurance Premiums	70	68	69
Terminal Leave	1,292	481	2,244
Total Other Benefits	5,646	4,694	7,064
Non-Permanent Positions	4,235	5,251	5,934
TOTAL PERSONNEL SERVICES	57,577	53,572	64,177

Maintenance and Other Operating Expenses

Travelling Expenses	17,044	3,432	3,535
Training and Scholarship Expenses	5,413	34,442	53,614
Supplies and Materials Expenses	24,342	23,195	26,091
Utility Expenses	83	220	229
Communication Expenses	11,171	13,391	32,821
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	108	108	108
Professional Services	10,044	14,657	24,569
General Services	12,570	18,111	18,111
Repairs and Maintenance	6,428	6,295	19,652
Taxes, Insurance Premiums and Other Fees	1,673	6,684	6,684
Other Maintenance and Operating Expenses			
Printing and Publication Expenses	238	559	976
Representation Expenses	3,727	1,721	1,773
Rent/Lease Expenses	988	1,378	2,273
Membership Dues and Contributions to Organizations		5	5
Subscription Expenses	3,603	3,955	15,097
Other Maintenance and Operating Expenses	6,825	2,513	1,648
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	104,257	130,666	207,186
TOTAL CURRENT OPERATING EXPENDITURES	161,834	184,238	271,363
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay		90,000	
Buildings and Other Structures	28,101		
Machinery and Equipment Outlay	3,616	53,400	38,517
Transportation Equipment Outlay			4,000
Furniture, Fixtures and Books Outlay		7,000	
TOTAL CAPITAL OUTLAYS	31,717	150,400	42,517
GRAND TOTAL	193,551	334,638	313,880

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL
OUTCOME : Defense and Security Leaders' Capacity Improved

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (Pis)	2024 GAA Targets	Actual
Defense and Security Leaders' Capacity Improved		P 72,621,000
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM		P 20,439,000
Outcome Indicator(s)		
1. Percentage of research papers accepted by requesting agencies	100%	100%
Output Indicator(s)		
1. Number of research papers produced	24	42
2. Number of publications produced	10	9

NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM		P 52,182,000
Outcome Indicator(s)		
1. Percentage of Senior Leaders from DND and AFP who completed MNSA program	33%	53%
2. Teacher to student ratio	1:10	1:16
Output Indicator(s)		
1. Number of graduates	65	65
2. Number of enrollees	65	65

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Defense and Security Leaders' Capacity Improved		P 77,012,000	P 92,116,000
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM		P 21,450,000	P 34,573,000
Outcome Indicator(s)			
1. Percentage of research papers accepted by requesting agencies	100%	100%	100%
Output Indicator(s)			
1. Number of research papers produced	24	24	24
2. Number of publications produced	10	10	10
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM		P 55,562,000	P 57,543,000
Outcome Indicator(s)			
1. Percentage of Senior Leaders from DND and AFP who completed MNSA program	33%	33%	33%
2. Teacher to student ratio	1:10	1:10	1:10
Output Indicator(s)			
1. Number of graduates	65	65	65
2. Number of enrollees	65	65	65

D. OFFICE OF CIVIL DEFENSE

Appropriations/Obligations

(In Thousand Pesos)

Description	(Cash-Based)		
	2024	2025	2026
New General Appropriations	2,119,478	2,518,428	2,561,769
General Fund	2,119,478	2,518,428	2,561,769
Automatic Appropriations	36,813	33,704	39,350
Customs Duties and Taxes, including Tax Expenditures	114		
Retirement and Life Insurance Premiums	36,699	33,704	39,350

Continuing Appropriations	105,745	338,489	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	21,427		
R.A. No. 11975		238,000	
Unobligated Releases for MOOE			
R.A. No. 11936	84,318		
R.A. No. 11975		100,489	
Budgetary Adjustment(s)	647,026		
Release(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	557,342		
Miscellaneous Personnel Benefits Fund	16,610		
Pension and Gratuity Fund	10,129		
Unprogrammed Appropriation			
Pension and Gratuity Fund	546		
For Payment of Personnel Benefits	62,399		
Total Available Appropriations	2,909,062	2,890,621	2,601,119
Unused Appropriations	(342,599)	(338,489)	
Unobligated Allotment	(342,599)	(338,489)	
TOTAL OBLIGATIONS	2,566,463	2,552,132	2,601,119
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	357,313,000	713,638,000	579,863,000
Regular	357,313,000	713,638,000	579,863,000
PS	199,263,000	96,535,000	118,434,000
MOOE	99,004,000	309,448,000	373,564,000
CO	59,046,000	307,655,000	87,865,000
Operations	2,209,150,000	1,838,494,000	2,021,256,000
Regular	2,209,150,000	1,838,494,000	2,021,256,000
PS	294,885,000	310,264,000	363,592,000
MOOE	1,572,708,000	927,201,000	1,349,350,000
CO	341,557,000	601,029,000	308,314,000
TOTAL AGENCY BUDGET	2,566,463,000	2,552,132,000	2,601,119,000
Regular	2,566,463,000	2,552,132,000	2,601,119,000
PS	494,148,000	406,799,000	482,026,000
MOOE	1,671,712,000	1,236,649,000	1,722,914,000
CO	400,603,000	908,684,000	396,179,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Total Number of Authorized Positions	718	718	718
Total Number of Filled Positions	595	597	597

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 2,561,769,000
=====

OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
CIVIL PROTECTION PROGRAM	332,879,000	1,349,350,000	308,314,000	1,990,543,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	442,676,000	1,722,914,000	396,179,000	2,561,769,000
National Capital Region (NCR)	442,676,000	1,722,914,000	396,179,000	2,561,769,000
TOTAL AGENCY BUDGET	442,676,000	1,722,914,000	396,179,000	2,561,769,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

- Quick Response Fund. The amount of One Billion Pesos (P1,000,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for the rehabilitation and relief programs and projects in order that the situation and living conditions of people in communities or areas affected by natural or human-induced calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible. This includes the pre-positioning of resources and other anticipatory actions for emergency situations.

In no case shall the QRF be used for pre-disaster activities, such as conduct of training, insurance of assets, and public information and education initiatives, or any other purpose not authorized in this provision.

Utilization of the QRF shall be subject to DBM-OCD J.C. No. 2025-01 dated April 2, 2025, and such other guidelines as may be issued by the OCD and DBM.

- Reporting and Posting Requirements. The OCD 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) OCD's website.

The OCD 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.

- 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	109,797,000	373,564,000	87,865,000	571,226,000
100000100001000	General management and supervision	104,017,000	373,564,000	87,865,000	565,446,000
100000100002000	Administration of Personnel Benefits	5,780,000			5,780,000
Sub-total, General Administration and Support		109,797,000	373,564,000	87,865,000	571,226,000
3000000000000000	Operations	332,879,000	1,349,350,000	308,314,000	1,990,543,000
3101000000000000	CIVIL PROTECTION PROGRAM	332,879,000	1,349,350,000	308,314,000	1,990,543,000
3101010000000000	CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM	162,400,000	76,105,000		238,505,000
310101100001000	Enhancement, Capacity Development and Mobilization for Civil Defense	162,400,000	76,105,000		238,505,000
3101020000000000	DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM	170,479,000	386,542,000	195,017,000	752,038,000
310102100001000	Empowering Sectors on DRRM for Resiliency	170,479,000	386,542,000	195,017,000	752,038,000
3101030000000000	DISASTER MANAGEMENT OPERATIONS SUB-PROGRAM		886,703,000	113,297,000	1,000,000,000
310103100001000	Disaster Response Operation		886,703,000	113,297,000	1,000,000,000
Sub-total, Operations		332,879,000	1,349,350,000	308,314,000	1,990,543,000
TOTAL NEW APPROPRIATIONS		P 442,676,000	P 1,722,914,000	P 396,179,000	P 2,561,769,000
		=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2024-2026
(In Thousand Pesos)

<u>(Cash-Based)</u>			
	<u>2024</u>	<u>2025</u>	<u>2026</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	302,694	280,860	327,920
Total Permanent Positions	302,694	280,860	327,920

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Other Compensation Common to All			
Personnel Economic Relief Allowance	14,384	14,304	14,328
Representation Allowance	5,458	4,290	4,620
Transportation Allowance	5,424	4,290	4,620
Clothing and Uniform Allowance	4,151	4,172	4,179
Mid-Year Bonus - Civilian	24,250	23,405	27,327
Year End Bonus	25,608	23,405	27,327
Cash Gift	3,024	2,980	2,985
Productivity Enhancement Incentive	2,973	2,980	2,985
Performance Based Bonus	12,342		
Step Increment		702	820
Collective Negotiation Agreement	18,372		
Total Other Compensation Common to All	115,986	80,528	89,191
Other Compensation for Specific Groups			
Other Personnel Benefits	11,854		
Anniversary Bonus - Civilian	1,554		
Total Other Compensation for Specific Groups	13,408		
Other Benefits			
Retirement and Life Insurance Premiums	36,699	33,704	39,350
PAG-IBIG Contributions	1,386	1,431	1,434
PhilHealth Contributions	7,325	6,822	7,837
Employees Compensation Insurance Premiums	723	715	717
Loyalty Award - Civilian	870	440	440
Terminal Leave	15,057	2,299	5,780
Total Other Benefits	62,060	45,411	55,558
Non-Permanent Positions			9,357
TOTAL PERSONNEL SERVICES	494,148	406,799	482,026
Maintenance and Other Operating Expenses			
Travelling Expenses	65,135	68,170	72,189
Training and Scholarship Expenses	99,140	288,964	188,874
Supplies and Materials Expenses	76,040	57,123	60,500
Utility Expenses	23,221	25,442	26,711
Communication Expenses	14,299	25,351	44,572
Awards/Rewards and Prizes	8,260	7,510	7,757
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	3,242	2,268	2,268
Professional Services	2,812	17,108	26,108
General Services	128,664	79,447	79,447
Repairs and Maintenance	10,687	28,454	28,390
Financial Assistance/Subsidy	997,910	386,703	886,703
Taxes, Insurance Premiums and Other Fees	17,139	6,678	6,920
Other Maintenance and Operating Expenses			
Advertising Expenses	246	1,542	9,588
Printing and Publication Expenses	2,972	3,220	3,546
Representation Expenses	50,052	35,796	38,012
Transportation and Delivery Expenses	109	1,129	1,163
Rent/Lease Expenses	101,477	51,189	55,570
Subscription Expenses	13,089	88,065	127,321
Donations		76	78
Other Maintenance and Operating Expenses	57,218	62,414	57,197
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	1,671,712	1,236,649	1,722,914
TOTAL CURRENT OPERATING EXPENDITURES	2,165,860	1,643,448	2,204,940
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay		1,558	
Buildings and Other Structures	260,846	382,000	
Machinery and Equipment Outlay	72,160	291,726	347,779

Transportation Equipment Outlay	64,408	233,400	48,400
Furniture, Fixtures and Books Outlay	1,855		
Other Property Plant and Equipment Outlay	1,334		
TOTAL CAPITAL OUTLAYS	400,603	908,684	396,179
GRAND TOTAL	2,566,463	2,552,132	2,601,119

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL

OUTCOME : Resiliency of communities to disasters improved

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Resiliency of communities to disasters improved		P 2,209,150,000
CIVIL PROTECTION PROGRAM		P 2,209,150,000
CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM		P 195,585,000
Outcome Indicator(s)		
1. Percentage of volunteers and local Disaster Risk Reduction and Management Officers (DRRMOs) capacitated	10%	28.90%
2. Percentage of Local Disaster Risk Reduction and Management Offices (LDRRMOs) assessed	65%	93%
Output Indicator(s)		
1. Number of volunteers and local Disaster Risk Reduction and Management Officers (DRRMOs) capacitated	1,663	1,949
2. Number of Operation Centers (OpCens) managed	18	18
DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM		P 991,809,000
Outcome Indicator(s)		
1. Number of Disaster Risk Reduction Management (DRRM) training programs and learning initiatives provided to National/Regional Disaster Risk Reduction Management Council (N/RDRRMC) member agencies, Local Government Units (LGUs), and sectoral groups	266	315
2. Percentage of National/Regional/Local Disaster Risk Reduction and Management Council (N/R/L DRRMC) member agencies, Local Government Units (LGUs), and sectoral groups assessed on disaster readiness and resiliency	100%	100%
Output Indicator(s)		
1. Percentage of participants from National/Regional Disaster Risk Reduction and Management Council (N/RDRRMC) member agencies, Local Government Units (LGUs), and sectoral groups who rated the Disaster Risk Reduction and Management (DRRM) trainings and learning initiatives as at least satisfactory	70%	100%

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2. Percentage of National/Regional/Local Disaster Risk Reduction and Management Council (N/R/LDRRMC) member agencies, Local Government Units (LGUs), and sectoral groups assessed in the Gawad Kalasag (GK) program 100% 100%

3. Number of Local Disaster Risk Reduction and Management Plans (LDRRMPs) reviewed and evaluated 1,715 965

DISASTER MANAGEMENT OPERATIONS SUB-PROGRAM P 1,021,756,000

Outcome Indicator(s)
1. Percentage of Disaster Risk Management (DRM) operations conducted and/or supported 100% 100%

Output Indicator(s)
1. Percentage of request for Non-Food Items (NFIs) of disaster-stricken Local Government Units (LGUs) acted upon 100% 100%

2. Percentage of Disaster Risk Management (DRM) operations conducted and/or supported in response to slow-onset and sudden-onset hazards 100% 100%

3. Percentage of Disaster Risk Management (DRM) operations conducted and/or supported in response to planned events 100% 100%

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Resiliency of communities to disasters improved		P 1,838,494,000	P 2,021,256,000
CIVIL PROTECTION PROGRAM		P 1,838,494,000	P 2,021,256,000
CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM		P 235,645,000	P 253,321,000
Outcome Indicator(s)			
1. Percentage of volunteers and local Disaster Risk Reduction and Management Officers (DRRMOs) capacitated	10%	10%	10%
2. Percentage of Local Disaster Risk Reduction and Management Offices (LDRRMOs) assessed	65%	65%	65%
Output Indicator(s)			
1. Number of volunteers and local Disaster Risk Reduction and Management Officers (DRRMOs) capacitated	1,663	1,663	1,663
2. Number of Operation Centers (OpCens) managed	18	18	18
DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM		P 1,102,849,000	P 767,935,000
Outcome Indicator(s)			
1. Number of Disaster Risk Reduction Management (DRRM) training programs and learning initiatives provided to National/Regional Disaster Risk Reduction Management Council (N/RDRRMC) member agencies, Local Government Units (LGUs), and sectoral groups	266	266	266
2. Percentage of National/Regional/Local Disaster Risk Reduction and Management Council (N/R/L DRRMC) member agencies, Local Government Units (LGUs), and sectoral groups assessed on disaster readiness and resiliency	100%	100%	100%

Output Indicator(s)			
1. Percentage of participants from National/Regional Disaster Risk Reduction and Management Council (N/RDRRMC) member agencies, Local Government Units (LGUs), and sectoral groups who rated the Disaster Risk Reduction and Management (DRRM) trainings and learning initiatives as at least satisfactory	70%	70%	70%
2. Percentage of National/Regional/Local Disaster Risk Reduction and Management Council (N/R/LDRRMC) member agencies, Local Government Units (LGUs), and sectoral groups assessed in the Gawad Kalasag (GK) program	100%	100%	100%
3. Number of Local Disaster Risk Reduction and Management Plans (LDRRMPs) reviewed and evaluated	1,715	1,715	1,715
DISASTER MANAGEMENT OPERATIONS SUB-PROGRAM		P 500,000,000	P 1,000,000,000
Outcome Indicator(s)			
1. Percentage of Disaster Risk Management (DRM) operations conducted and/or supported	100%	100%	100%
Output Indicator(s)			
1. Percentage of requests for Non-Food Items (NFIs) of disaster-stricken Local Government Units (LGUs) acted upon	100%	100%	100%
2. Percentage of Disaster Risk Management (DRM) operations conducted and/or supported in response to slow-onset and sudden-onset hazards	100%	100%	100%
3. Percentage of Disaster Risk Management (DRM) operations conducted and/or supported in response to planned events	100%	100%	100%

E. PHILIPPINE VETERANS AFFAIRS OFFICE (PROPER)

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
Description	2024	2025	2026
New General Appropriations	677,333	1,136,828	1,525,447
General Fund	677,333	1,136,828	1,525,447
Automatic Appropriations	14,471	13,951	16,023
Retirement and Life Insurance Premiums	14,471	13,951	16,023
Continuing Appropriations	8,008	50,728	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	421		
R.A. No. 11975		2,345	
Unobligated Releases for MOOE			
R.A. No. 11936	7,574		
R.A. No. 11975		48,383	
Unobligated Releases for FinEx			
R.A. No. 11936	13		

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Budgetary Adjustment(s)	10,421,685		
Release(s) from:			
Miscellaneous Personnel Benefits Fund	12,546		
Pension and Gratuity Fund	10,272,066		
Unprogrammed Appropriation			
Pension and Gratuity Fund	126,861		
For Payment of Personnel Benefits	10,212		
Total Available Appropriations	11,121,497	1,201,507	1,541,470
Unused Appropriations	(59,789)	(50,728)	
Unobligated Allotment	(59,789)	(50,728)	
TOTAL OBLIGATIONS	11,061,708	1,150,779	1,541,470
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
	2024 Actual	2025 Current	2026 Proposed
GAS / STO / OPERATIONS / PROJECTS			
General Administration and Support	186,214,000	224,344,000	274,718,000
Regular	186,214,000	224,344,000	274,718,000
PS	90,494,000	61,315,000	74,174,000
MOOE	56,934,000	110,748,000	158,117,000
FinEx	8,000		
CO	38,778,000	52,281,000	42,427,000
Operations	10,875,494,000	926,435,000	1,266,752,000
Regular	10,875,494,000	926,435,000	1,266,752,000
PS	10,504,813,000	114,465,000	126,961,000
MOOE	370,681,000	555,070,000	863,291,000
CO		256,900,000	276,500,000
TOTAL AGENCY BUDGET	11,061,708,000	1,150,779,000	1,541,470,000
Regular	11,061,708,000	1,150,779,000	1,541,470,000
PS	10,595,307,000	175,780,000	201,135,000
MOOE	427,615,000	665,818,000	1,021,408,000
FinEx	8,000		
CO	38,778,000	309,181,000	318,927,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Total Number of Authorized Positions	386	386	386
Total Number of Filled Positions	325	324	324

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 1,525,447,000
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OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	97,677,000	791,654,000	147,500,000	1,036,831,000
VETERANS AFFAIRS MANAGEMENT PROGRAM	6,165,000	12,772,000		18,937,000
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	12,528,000	58,865,000	129,000,000	200,393,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2026 (Cash-Based) (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation	185,112,000	1,021,408,000	318,927,000	1,525,447,000
National Capital Region (NCR)	185,112,000	1,021,408,000	318,927,000	1,525,447,000
TOTAL AGENCY BUDGET	185,112,000	1,021,408,000	318,927,000	1,525,447,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Revolving Fund for Military Shrine Installation and Facilities. The revolving fund constituted from the entrance fees and rentals from military shrine installation and facilities, and board and lodging shall be used to cover the MOOE and Capital Outlay requirements of said facilities. Disbursements shall be made in accordance with guidelines issued by DND and budgeting, accounting, and auditing rules and regulations.

Disbursements or expenditures by the Philippine Veterans Affairs Office (PVAO) 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 civil and criminal actions under existing laws.

2. Reporting and Posting Requirements. The PVAO 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) PVAO's website.

The PVAO 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.

3. 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:

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New Appropriations, by Programs/Activities/Projects (Cash-Based)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A.REGULAR PROGRAMS					
1000000000000000	General Administration and Support	68,742,000	158,117,000	42,427,000	269,286,000
100000100001000	General management and supervision	65,306,000	158,117,000	42,427,000	265,850,000
100000100002000	Administration of Personnel Benefits	3,436,000			3,436,000
Sub-total, General Administration and Support		68,742,000	158,117,000	42,427,000	269,286,000
3000000000000000	Operations	116,370,000	863,291,000	276,500,000	1,256,161,000
3101000000000000	VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	97,677,000	791,654,000	147,500,000	1,036,831,000
310100100001000	Processing of veterans' claims	77,719,000	46,434,000	72,500,000	196,653,000
310100100002000	Payment of veterans' benefits		710,488,000	75,000,000	785,488,000
310100100003000	Investigation, verification of records, strengthening of internal control system and conduct of management and system audit	19,958,000	34,732,000		54,690,000
3102000000000000	VETERANS AFFAIRS MANAGEMENT PROGRAM	6,165,000	12,772,000		18,937,000
310200100001000	Provide assistance in empowering of veterans organizations	6,165,000	12,772,000		18,937,000
3201000000000000	VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	12,528,000	58,865,000	129,000,000	200,393,000
320100100001000	Administration and management of national military shrines	10,597,000	40,883,000	129,000,000	180,480,000
320100100002000	Historical research and preservation	1,931,000	1,552,000		3,483,000
320100100003000	Celebration of veteran-related events		16,430,000		16,430,000
Sub-total, Operations		116,370,000	863,291,000	276,500,000	1,256,161,000
TOTAL NEW APPROPRIATIONS		P 185,112,000	P 1,021,408,000	P 318,927,000	P 1,525,447,000
		=====	=====	=====	=====

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	123,715	116,256	133,530
Total Permanent Positions	123,715	116,256	133,530
Other Compensation Common to All			
Personnel Economic Relief Allowance	7,901	7,800	7,776
Representation Allowance	948	762	900
Transportation Allowance	528	762	900
Clothing and Uniform Allowance	2,337	2,275	2,268
Mid-Year Bonus - Civilian	9,955	9,689	11,127
Year End Bonus	10,470	9,689	11,127
Cash Gift	1,659	1,625	1,620
Productivity Enhancement Incentive	1,629	1,625	1,620
Performance Based Bonus	5,569		
Step Increment		290	334
Collective Negotiation Agreement	9,869		
Total Other Compensation Common to All	50,865	34,517	37,672
Other Compensation for Specific Groups			
Overseas Allowance		5,251	5,251
Other Personnel Benefits	6,687		
Special Counsel Allowance	1,105		
Total Other Compensation for Specific Groups	7,792	5,251	5,251
Other Benefits			
Retirement and Life Insurance Premiums	14,379	13,951	16,023
PAG-IBIG Contributions	755	779	778
PhilHealth Contributions	3,160	2,868	3,248
Employees Compensation Insurance Premiums	394	391	390
Loyalty Award - Civilian	310	150	150
Terminal Leave	2,435	1,023	3,436
Total Other Benefits	21,433	19,162	24,025
Non-Permanent Positions	626	594	657
Military/Uniformed Personnel			
Other Personnel Benefits			
Pension, Veterans	10,390,876		
Total Other Personnel Benefits	10,390,876		
TOTAL PERSONNEL SERVICES	10,595,307	175,780	201,135
Maintenance and Other Operating Expenses			
Travelling Expenses	9,271	8,238	9,268
Training and Scholarship Expenses	26,658	69,228	69,945
Supplies and Materials Expenses	24,720	39,066	40,051
Utility Expenses	13,877	14,363	14,363
Communication Expenses	7,729	15,248	14,147
Awards/Rewards and Prizes	289	386	1,703

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Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	348	398	398
Professional Services	31,857	47,422	57,964
General Services	34,963	55,047	88,803
Repairs and Maintenance	8,803	22,453	48,130
Financial Assistance/Subsidy	174,100	260,000	535,190
Taxes, Insurance Premiums and Other Fees	1,116	1,520	1,473
Other Maintenance and Operating Expenses			
Advertising Expenses	30	205	5,005
Printing and Publication Expenses	1,822	5,064	5,844
Representation Expenses	13,313	12,640	14,086
Transportation and Delivery Expenses	36	868	1,218
Rent/Lease Expenses	5,765	9,682	11,847
Subscription Expenses	1,573	3,962	1,945
Donations	71,311	100,000	100,000
Bank Transaction Fee	33	23	23
Other Maintenance and Operating Expenses	1	5	5
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	427,615	665,818	1,021,408
Financial Expenses			
Bank Charges	8		
TOTAL FINANCIAL EXPENSES	8		
TOTAL CURRENT OPERATING EXPENDITURES	11,022,930	841,598	1,222,543
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures		227,400	255,500
Machinery and Equipment Outlay	19,921	62,463	53,692
Transportation Equipment Outlay	18,857	19,318	9,735
TOTAL CAPITAL OUTLAYS	38,778	309,181	318,927
GRAND TOTAL	11,061,708	1,150,779	1,541,470

STRATEGIC OBJECTIVES

SECTOR OUTCOME : People-centered, innovative, competent, efficient, effective, and inclusive delivery of services

ORGANIZATIONAL

OUTCOME : Filipino veterans empowered
 Filipinos' appreciation and gratitude for veterans' service demonstrated

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Filipino veterans empowered		P 10,826,004,000
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM		P 10,808,825,000
Outcome Indicator(s)		
1. Percentage of regular pensions paid on or before due date	100%	100%
Output Indicator(s)		
1. Percentage of benefit claims processed within ten (10) working days upon receipt of completed documents	95%	98%
2. Number of recipients of non-pension benefits	12,100	15,332

VETERANS AFFAIRS MANAGEMENT PROGRAM		P 17,179,000
Outcome Indicator(s)		
1. Percentage of veterans who are member of veterans organizations	48%	57%

Output Indicator(s)		
1. Number of veteran-related engagements	65	94
2. Number of veterans organizations assisted	65	76

Filipinos' appreciation and gratitude for veterans' service demonstrated		P 49,490,000
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VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM		P 49,490,000
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Outcome Indicator(s)		
1. Number of shrine visitors and attendees to commemorative events	500,000	597,095

Output Indicator(s)		
1. Number of shrines maintained	9	9
2. Number of veterans' celebratory events managed	15	17
3. Number of books, journals and other materials published	4	4

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Filipino veterans empowered		P 705,185,000	P 1,065,240,000
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM			
Outcome Indicator(s)			P 687,517,000
1. Percentage of regular pensions paid on or before due date	100%	100%	P 1,045,734,000
Output Indicator(s)			
1. Percentage of benefit claims processed within ten (10) working days upon receipt of completed documents	98%	98%	98%
2. Number of recipients of non-pension benefits	17,267	17,267	17,267
VETERANS AFFAIRS MANAGEMENT PROGRAM			P 17,668,000
Outcome Indicator(s)			P 19,506,000
1. Percentage of veterans who are member of veterans organizations	61%	52%	61%
Output Indicator(s)			
1. Number of veteran-related engagements	75	75	75
2. Number of veterans organizations assisted	70	65	70
Filipinos' appreciation and gratitude for veterans' service demonstrated		P 221,250,000	P 201,512,000
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM			P 221,250,000
Outcome Indicator(s)			P 201,512,000
1. Number of shrine visitors and attendees to commemorative events	610,000	500,000	610,000

Output Indicator(s)			
1. Number of shrines maintained	10	9	10
2. Number of veterans' celebratory events managed	23	23	23
3. Number of books, journals and other materials published	4	4	4

F. VETERANS MEMORIAL MEDICAL CENTER

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
<u>Description</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>
New General Appropriations	2,714,183	2,894,501	3,137,246
General Fund	2,714,183	2,894,501	3,137,246
Automatic Appropriations	86,112	84,468	103,324
Retirement and Life Insurance Premiums	86,112	84,468	103,324
Continuing Appropriations	114,744	417,425	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	423		
R.A. No. 11975		76,801	
Unobligated Releases for MOOE			
R.A. No. 11936	114,321		
R.A. No. 11975		340,624	
Budgetary Adjustment(s)	82,277		
Release(s) from:			
Miscellaneous Personnel Benefits Fund	65,879		
Pension and Gratuity Fund	7,881		
Unprogrammed Appropriation			
Pension and Gratuity Fund	8,517		
Total Available Appropriations	2,997,316	3,396,394	3,240,570
Unused Appropriations	(505,815)	(417,425)	
Unreleased Appropriation	(66,145)		
Unobligated Allotment	(439,670)	(417,425)	
TOTAL OBLIGATIONS	2,491,501	2,978,969	3,240,570
	=====	=====	=====

EXPENDITURE PROGRAM (in pesos)			
(Cash-Based)			
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	532,462,000	832,204,000	890,197,000
Regular	532,462,000	832,204,000	890,197,000
PS	279,980,000	499,231,000	560,901,000
MOOE	252,059,000	253,742,000	298,996,000
CO	423,000	79,231,000	30,300,000
Operations	1,959,039,000	2,146,765,000	2,350,373,000
Regular	1,959,039,000	2,146,765,000	2,350,373,000
PS	1,019,130,000	800,881,000	946,865,000
MOOE	922,510,000	1,239,759,000	1,322,128,000
CO	17,399,000	106,125,000	81,380,000
TOTAL AGENCY BUDGET	2,491,501,000	2,978,969,000	3,240,570,000
Regular	2,491,501,000	2,978,969,000	3,240,570,000
PS	1,299,110,000	1,300,112,000	1,507,766,000
MOOE	1,174,569,000	1,493,501,000	1,621,124,000
CO	17,822,000	185,356,000	111,680,000

STAFFING SUMMARY			
	2024	2025	2026
TOTAL STAFFING			
Total Number of Authorized Positions	1,758	1,758	1,758
Total Number of Filled Positions	1,532	1,571	1,571

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 3,137,246,000
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PROPOSED 2026 (Cash-Based)				
OPERATIONS BY PROGRAM	PS	MOOE	CO	TOTAL
VETERAN HEALTH CARE PROGRAM	877,128,000	1,322,128,000	81,380,000	2,280,636,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	1,404,442,000	1,621,124,000	111,680,000	3,137,246,000
National Capital Region (NCR)	1,404,442,000	1,621,124,000	111,680,000	3,137,246,000
TOTAL AGENCY BUDGET	1,404,442,000	1,621,124,000	111,680,000	3,137,246,000
	=====	=====	=====	=====

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 Veterans Memorial Medical Center (VMMC) 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 VMMC 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 used to cover the expenses incurred in its operations. Any excess income from the operations of the golf course may be used to augment the hospital's MOOE and Capital Outlay requirements.

In no case shall income from hospital and golf course operations be used for the payment of salaries and allowances of the hospital's permanent and regular employees.

Disbursements or expenditures by the VMMC 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 civil and criminal actions under existing laws.

The VMMC 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 VMMC and the hospital's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the VMMC's website.

2. Reporting and Posting Requirements. The VMMC 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) VMMC's website.

The VMMC 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.

3. 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	527,314,000	298,996,000	30,300,000	856,610,000
100000100001000	General management and supervision	385,315,000	298,996,000	30,300,000	714,611,000
100000100002000	Administration of Personnel Benefits	141,999,000			141,999,000
Sub-total, General Administration and Support		527,314,000	298,996,000	30,300,000	856,610,000
3000000000000000	Operations	877,128,000	1,322,128,000	81,380,000	2,280,636,000
3101000000000000	VETERAN HEALTH CARE PROGRAM	877,128,000	1,322,128,000	81,380,000	2,280,636,000
310100100001000	In-Patient care	824,484,000	882,617,000	81,380,000	1,788,481,000
310100100002000	Out-Patient care	52,644,000	439,511,000		492,155,000
Sub-total, Operations		877,128,000	1,322,128,000	81,380,000	2,280,636,000
TOTAL NEW APPROPRIATIONS		P 1,404,442,000	P 1,621,124,000	P 111,680,000	P 3,137,246,000
		=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2024-2026
(In Thousand Pesos)

(Cash-Based)			
	<u>2024</u>	<u>2025</u>	<u>2026</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	712,135	703,897	861,031
Total Permanent Positions	712,135	703,897	861,031
Other Compensation Common to All			
Personnel Economic Relief Allowance	36,730	35,808	37,680
Representation Allowance	381	264	264
Transportation Allowance	381	264	264
Clothing and Uniform Allowance	10,303	10,451	10,997
Mid-Year Bonus - Civilian	57,386	58,659	71,753
Year End Bonus	58,302	58,659	71,753
Cash Gift	7,142	7,465	7,855

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Productivity Enhancement Incentive	7,028	7,465	7,855
Performance Based Bonus	21,853		
Step Increment		1,759	2,152
Collective Negotiation Agreement	39,291		
Total Other Compensation Common to All	<u>238,797</u>	<u>180,794</u>	<u>210,573</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	167,245	154,903	154,903
Night Shift Differential Pay	3,489	4,512	4,512
Lump-sum for filling of Positions - Civilian		125,623	125,623
Other Personnel Benefits	28,030		
Anniversary Bonus - Civilian		4,338	
Total Other Compensation for Specific Groups	<u>198,764</u>	<u>289,376</u>	<u>285,038</u>
Other Benefits			
Retirement and Life Insurance Premiums	78,828	84,468	103,324
PAG-IBIG Contributions	3,563	3,583	3,771
PhilHealth Contributions	18,022	17,562	21,367
Employees Compensation Insurance Premiums	1,768	1,792	1,886
Loyalty Award - Civilian	1,450	1,008	1,008
Terminal Leave	42,377	14,240	16,376
Total Other Benefits	<u>146,008</u>	<u>122,653</u>	<u>147,732</u>
Non-Permanent Positions	<u>3,406</u>	<u>3,392</u>	<u>3,392</u>
TOTAL PERSONNEL SERVICES	<u>1,299,110</u>	<u>1,300,112</u>	<u>1,507,766</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	1	175	191
Training and Scholarship Expenses	3,332	9,531	9,886
Supplies and Materials Expenses	770,996	1,255,460	1,288,371
Utility Expenses	138,656	115,661	122,705
Communication Expenses	1,724	1,320	2,483
Awards/Rewards and Prizes	361	300	300
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	479	110	110
Professional Services	130,503	5,560	5,560
General Services	72,758	59,856	89,616
Repairs and Maintenance	21,773	16,394	16,394
Taxes, Insurance Premiums and Other Fees	11,058	13,489	13,489
Other Maintenance and Operating Expenses			
Advertising Expenses		130	142
Representation Expenses	6,571	1,793	1,793
Rent/Lease Expenses	3,446	7,818	59,732
Membership Dues and Contributions to Organizations	174	30	30
Subscription Expenses	469	2,165	2,363
Other Maintenance and Operating Expenses	12,268	3,709	7,959
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>1,174,569</u>	<u>1,493,501</u>	<u>1,621,124</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>2,473,679</u>	<u>2,793,613</u>	<u>3,128,890</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures		91,825	
Machinery and Equipment Outlay	17,822	71,343	99,330
Transportation Equipment Outlay		22,188	12,350
TOTAL CAPITAL OUTLAYS	<u>17,822</u>	<u>185,356</u>	<u>111,680</u>
GRAND TOTAL	<u>2,491,501</u>	<u>2,978,969</u>	<u>3,240,570</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : People-centered, innovative, clean, efficient, effective, and inclusive delivery of public goods and services

ORGANIZATIONAL

OUTCOME : Quality Health Care Services Provided to Veterans and their Dependents

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Quality Health Care Services Provided to Veterans and their Dependents		P 1,959,039,000
VETERAN HEALTH CARE PROGRAM		P 1,959,039,000
Outcome Indicator(s)		
1. Percentage of hospital discharges successfully treated	85%	82%
Output Indicator(s)		
In-Patient Care		
1. Number of In-patients treated	11,100	9,323
Out-Patient Care		
1. Number of Out-patients treated	195,000	246,764
2. Percentage of patients attended to upon arrival in the emergency ward:		
Category 1 - Immediate simultaneous assessment and treatment	100%	100%
Category 2 - Assessment and treatment within 10 minutes (often simultaneously)	100%	100%
Category 3 - Assessment and treatment start within 30 minutes	100%	100%
Category 4 - Assessment and treatment start within 60 minutes	100%	100%
Category 5 - Assessment and treatment start within 120 minutes	100%	100%

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Quality Health Care Services Provided to Veterans and their Dependents		P 2,146,765,000	P 2,350,373,000
VETERAN HEALTH CARE PROGRAM		P 2,146,765,000	P 2,350,373,000
Outcome Indicator(s)			
1. Percentage of hospital discharges successfully treated	85%	85%	85%
Output Indicator(s)			
In-Patient Care			
1. Number of In-patients treated	11,100	11,100	11,100
Out-Patient Care			
1. Number of Out-patients treated	220,000	220,000	220,000
2. Percentage of patients attended to upon arrival in the emergency ward:			
Category 1 - Immediate simultaneous assessment and treatment	100%	100%	100%

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Category 2 - Assessment and treatment within 10 minutes (often simultaneously)	100%	100%	100%
Category 3 - Assessment and treatment start within 30 minutes	100%	100%	100%
Category 4 - Assessment and treatment start within 60 minutes	100%	100%	100%
Category 5 - Assessment and treatment start within 120 minutes	100%	100%	100%

G. PHILIPPINE ARMY (LAND FORCES)

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
<u>Description</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>
New General Appropriations	123,186,120	138,228,293	142,032,930
General Fund	123,186,120	138,228,293	142,032,930
Automatic Appropriations	992,182	45,412	50,615
Customs Duties and Taxes, including Tax Expenditures	944,320		
Retirement and Life Insurance Premiums	47,862	45,412	50,615
Continuing Appropriations	2,574,065	10,014,215	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	1,084,863		
R.A. No. 11975		6,538,933	
Unobligated Releases for MOOE			
R.A. No. 11936	1,489,202		
R.A. No. 11975		3,475,282	
Budgetary Adjustment(s)	5,203,118		
Release(s) from:			
Contingent Fund	18,328		
Miscellaneous Personnel Benefits Fund	23,078		
Pension and Gratuity Fund	2,876,782		
Unprogrammed Appropriation			
For Payment of Personnel Benefits	1,720,525		
Pension and Gratuity Fund	564,405		
Total Available Appropriations	131,955,485	148,287,920	142,083,545
Unused Appropriations	(10,228,068)	(10,014,215)	
Unreleased Appropriation	(27,067)		
Unobligated Allotment	(10,201,001)	(10,014,215)	
TOTAL OBLIGATIONS	121,727,417	138,273,705	142,083,545
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Cash-Based)		
	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	18,423,090,000	24,977,770,000	25,772,435,000
Regular	18,423,090,000	24,977,770,000	25,772,435,000
PS	15,600,505,000	23,720,343,000	24,398,402,000
MOOE	2,822,585,000	1,257,427,000	1,374,033,000
Operations	103,304,327,000	113,295,935,000	116,311,110,000
Regular	103,304,327,000	113,295,935,000	116,311,110,000
PS	84,308,582,000	84,269,885,000	84,680,995,000
MOOE	15,398,466,000	19,006,725,000	19,978,470,000
CO	3,597,279,000	10,019,325,000	11,651,645,000
TOTAL AGENCY BUDGET	121,727,417,000	138,273,705,000	142,083,545,000
Regular	121,727,417,000	138,273,705,000	142,083,545,000
PS	99,909,087,000	107,990,228,000	109,079,397,000
MOOE	18,221,051,000	20,264,152,000	21,352,503,000
CO	3,597,279,000	10,019,325,000	11,651,645,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,643	1,643	1,643
Total Number of Filled Positions	1,209	1,209	1,209
Military			
Total Number of Authorized Positions	114,576	114,576	114,576
Total Number of Filled Positions	113,456	112,682	112,682

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 142,032,930,000
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OPERATIONS BY PROGRAM

	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
LAND FORCES DEFENSE PROGRAM	84,680,995,000	19,978,470,000	11,651,645,000	116,311,110,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	109,028,782,000	21,352,503,000	11,651,645,000	142,032,930,000
National Capital Region (NCR)	109,028,782,000	21,352,503,000	11,651,645,000	142,032,930,000
TOTAL AGENCY BUDGET	109,028,782,000	21,352,503,000	11,651,645,000	142,032,930,000
	=====	=====	=====	=====

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 of 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, s. 1987, and to appropriate civil and criminal actions under existing 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 fees and charges 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 Nine Billion Seventy Two Million Five Hundred Fifty Thousand Pesos (P9,072,550,000) 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 Request, and other relevant budgetary requirements in accordance with applicable laws, 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 until such time that all agencies have fully migrated to the BTMS; 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)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A.REGULAR PROGRAMS					
1000000000000000	General Administration and Support	24,347,787,000	1,374,033,000		25,721,820,000
100000100001000	General management and supervision	21,771,256,000	1,374,033,000		23,145,289,000
100000100002000	Administration of Personnel Benefits	2,576,531,000			2,576,531,000
Sub-total, General Administration and Support		24,347,787,000	1,374,033,000		25,721,820,000
3000000000000000	Operations	84,680,995,000	19,978,470,000	11,651,645,000	116,311,110,000
3101000000000000	LAND FORCES DEFENSE PROGRAM	84,680,995,000	19,978,470,000	11,651,645,000	116,311,110,000
310100100001000	Force-Level Support Services	4,140,808,000	827,927,000	266,584,000	5,235,319,000
310100100002000	Force Development		1,282,339,000		1,282,339,000
310100100003000	Force Sustainment	80,540,187,000	17,868,204,000	11,385,061,000	109,793,452,000
Sub-total, Operations		84,680,995,000	19,978,470,000	11,651,645,000	116,311,110,000
TOTAL NEW APPROPRIATIONS		P109,028,782,000	P 21,352,503,000	P 11,651,645,000	P142,032,930,000
		=====	=====	=====	=====

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	401,217	378,437	421,794
Total Permanent Positions	401,217	378,437	421,794
Other Compensation Common to All			
Personnel Economic Relief Allowance	31,428	30,312	29,016
Representation Allowance	220	288	288
Transportation Allowance	220	288	288
Clothing and Uniform Allowance	8,946	8,841	8,463
Honoraria		106	106
Mid-Year Bonus - Civilian	34,210	31,536	35,149
Year End Bonus	32,260	31,536	35,149
Cash Gift	6,365	6,315	6,045
Productivity Enhancement Incentive	6,370	6,315	6,045
Step Increment		946	1,054
Total Other Compensation Common to All	120,019	116,483	121,603
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	48,434	35,765	35,765
Magna Carta for Science & Technology			
Personnel	220		
Hazard Duty Pay	3,365		
Longevity Pay	2,457	4,896	4,896
Lump-sum for filling of Positions - Civilian		22,277	22,277
Other Personnel Benefits	4,422,978		
Total Other Compensation for Specific Groups	4,477,454	62,938	62,938
Other Benefits			
Retirement and Life Insurance Premiums	47,862	45,412	50,615
PAG-IBIG Contributions	3,145	3,031	2,902
PhilHealth Contributions	10,466	9,461	10,542
Employees Compensation Insurance Premiums	1,544	1,516	1,451
Retirement Gratuity	53,129		
Loyalty Award - Civilian	1,075		
Terminal Leave	1,332,496	4,310	8,299
Total Other Benefits	1,449,717	63,730	73,809
Military/Uniformed Personnel			
Basic Pay			
Base Pay	44,732,502	45,604,655	45,604,655
Total Basic Pay	44,732,502	45,604,655	45,604,655
Other Compensation Common to All			
Personnel Economic Relief Allowance	2,660,036	2,723,444	2,723,444
Clothing/ Uniform Allowance	3,573,969	4,262,873	4,528,532
Subsistence Allowance	10,029,879	23,341,832	23,387,823
Laundry Allowance	42,163	44,540	44,540
Quarters Allowance	581,060	606,549	606,549

Longevity Pay	8,455,705	11,791,385	11,791,385
Mid-Year Bonus - Military/Uniformed Personnel	3,693,101	3,800,388	3,800,388
Year-end Bonus	3,693,101	3,800,388	3,800,388
Cash Gift	567,280	567,280	567,280
Productivity Enhancement Incentive	567,280	567,280	567,280
Total Other Compensation Common to All	33,863,574	51,505,959	51,817,609
Other Compensation for Specific Groups			
Hazardous Duty Pay	263,437	1,728,957	1,823,521
Flying Pay	49,553	57,608	57,608
Hazard Duty Pay	718,494	735,195	735,195
Combat Duty Pay	3,520,968	3,043,008	3,043,008
Instructor's Duty Pay	323,933	323,933	323,933
Reservist's Pay	484,099	484,099	484,099
Medal of Valor Award	28,350	34,500	34,500
Hospitalization Expenses	48,459		
Parachutist Pay	310,901	622,838	622,838
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		793,605	802,746
Total Other Compensation for Specific Groups	5,748,194	7,823,743	7,927,448
Other Benefits			
Special Group Term Insurance	8,169	8,169	8,169
PAG-IBIG Contributions	265,789	136,148	136,148
PhilHealth Contributions	1,108,500	1,025,902	1,025,867
Employees Compensation Insurance Premiums	124,071	136,148	136,148
Terminal Leave	7,609,881	1,127,916	1,743,209
Total Other Benefits	9,116,410	2,434,283	3,049,541
TOTAL PERSONNEL SERVICES	99,909,087	107,990,228	109,079,397
Maintenance and Other Operating Expenses			
Travelling Expenses	347,360	382,139	393,740
Training and Scholarship Expenses	631,329	483,625	507,180
Supplies and Materials Expenses	9,119,451	11,496,456	12,177,759
Utility Expenses	871,997	908,332	933,089
Communication Expenses	184,840	181,615	187,123
Awards/Rewards and Prizes	2,139	1,547	1,547
Survey, Research, Exploration and Development Expenses	18,678	5,018	5,018
Demolition/Relocation and Desilting/Dredging Expenses	1,850		
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	444,000	444,000	444,000
Professional Services	84,270	143,094	143,094
General Services	14,003	12,083	12,083
Repairs and Maintenance	1,902,940	2,720,655	2,958,578
Financial Assistance/Subsidy	2,428,779	2,598,125	2,681,193
Taxes, Insurance Premiums and Other Fees	1,049,804	64,094	64,094
Labor and Wages	148,365	76,261	76,261
Other Maintenance and Operating Expenses			
Advertising Expenses	1,686	1,786	1,840
Printing and Publication Expenses	12,811	15,343	15,808
Representation Expenses	829,147	585,680	603,452
Transportation and Delivery Expenses	19,723	57,881	59,619
Rent/Lease Expenses	27,458	13,805	13,805
Membership Dues and Contributions to Organizations	123	117	117
Subscription Expenses	54,497	40,131	40,738
Other Maintenance and Operating Expenses	25,801	32,365	32,365
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	18,221,051	20,264,152	21,352,503
TOTAL CURRENT OPERATING EXPENDITURES	118,130,138	128,254,380	130,431,900

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Capital Outlays

Property, Plant and Equipment Outlay			
Land Improvements Outlay	64,152		26,308
Infrastructure Outlay	40,086	47,347	90,528
Buildings and Other Structures	1,509,541	1,949,661	1,547,035
Machinery and Equipment Outlay	1,176,675	5,639,388	7,561,452
Transportation Equipment Outlay	792,930	2,382,929	2,426,322
Furniture, Fixtures and Books Outlay	13,895		
TOTAL CAPITAL OUTLAYS	3,597,279	10,019,325	11,651,645
GRAND TOTAL	121,727,417	138,273,705	142,083,545

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)	2024 GAA Targets	Actual
Level of mission capability of army units in ground operations attained		P 103,304,327,000
LAND FORCES DEFENSE PROGRAM		P 103,304,327,000
Outcome Indicator(s)		
1. Percentage of Tactical Units provided to force employers that are in prescribed readiness condition	81%	81%
2. Percentage of Ready Reserve Units in prescribed readiness condition	79%	79%
Output Indicator(s)		
1. Number of tactical and ready reserve units maintained		
a. Tactical Battalions	243	229
b. Ready Reserve Battalions	88	88
2. Percentage of operational readiness of tactical and ready reserve units		
a. Tactical Battalions	90%	90%
b. Ready Reserve Battalions	79%	79%
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

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Level of mission capability of army units in ground operations attained		P 113,295,935,000	P 116,311,110,000
LAND FORCES DEFENSE PROGRAM		P 113,295,935,000	P 116,311,110,000
Outcome Indicator(s)			
1. Percentage of Tactical Units provided to force employers that are in prescribed readiness condition	81%	81%	81%
2. Percentage of Ready Reserve Units in prescribed readiness condition	79%	79%	79%
Output Indicator(s)			
1. Number of tactical and ready reserve units maintained			
a. Tactical Battalions	236	236	236
b. Ready Reserve Battalions	90	90	92
2. Percentage of operational readiness of tactical and ready reserve units			
a. Tactical Battalions	89%	89%	89%
b. Ready Reserve Battalions	79%	79%	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%

H. PHILIPPINE AIR FORCE (AIR FORCES)

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
Description	2024	2025	2026
New General Appropriations	45,153,842	51,574,221	59,078,720
General Fund	45,153,842	51,574,221	59,078,720
Automatic Appropriations	1,006,559	47,983	56,088
Customs Duties and Taxes, including Tax Expenditures	957,973		
Retirement and Life Insurance Premiums	48,586	47,983	56,088
Continuing Appropriations	170,297	1,523,448	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	12,744		
R.A. No. 11975		92,842	
Unobligated Releases for MOOE			
R.A. No. 11936	157,553		
R.A. No. 11975		1,430,606	

Budgetary Adjustment(s)	<u>1,066,672</u>		
Release(s) from:			
Miscellaneous Personnel Benefits Fund	24,353		
Pension and Gratuity Fund	585,522		
Unprogrammed Appropriation			
Pension and Gratuity Fund	151,324		
For Payment of Personnel Benefits	<u>305,473</u>		
Total Available Appropriations	47,397,370	53,145,652	59,134,808
Unused Appropriations	<u>(1,523,464)</u>	<u>(1,523,448)</u>	
Unobligated Allotment	<u>(1,523,464)</u>	<u>(1,523,448)</u>	
TOTAL OBLIGATIONS	<u>45,873,906</u>	<u>51,622,204</u>	<u>59,134,808</u>
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EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	<u>4,809,690,000</u>	<u>4,684,631,000</u>	<u>5,033,920,000</u>
Regular	<u>4,809,690,000</u>	<u>4,684,631,000</u>	<u>5,033,920,000</u>
PS	3,242,628,000	4,007,810,000	3,817,684,000
MOOE	1,567,062,000	676,821,000	1,038,760,000
CO			177,476,000
Operations	<u>41,064,216,000</u>	<u>46,937,573,000</u>	<u>54,100,888,000</u>
Regular	<u>41,064,216,000</u>	<u>46,667,573,000</u>	<u>54,100,888,000</u>
PS	15,729,155,000	15,856,630,000	16,885,475,000
MOOE	21,733,393,000	26,567,157,000	28,701,671,000
CO	3,601,668,000	4,243,786,000	8,513,742,000
Projects / Purpose		<u>270,000,000</u>	
Locally-Funded Project(s)		<u>270,000,000</u>	
CO		270,000,000	
TOTAL AGENCY BUDGET	<u>45,873,906,000</u>	<u>51,622,204,000</u>	<u>59,134,808,000</u>
Regular	<u>45,873,906,000</u>	<u>51,352,204,000</u>	<u>59,134,808,000</u>
PS	18,971,783,000	19,864,440,000	20,703,159,000
MOOE	23,300,455,000	27,243,978,000	29,740,431,000
CO	3,601,668,000	4,243,786,000	8,691,218,000
Projects / Purpose		<u>270,000,000</u>	
Locally-Funded Project(s)		<u>270,000,000</u>	
CO		270,000,000	

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,798	1,798	1,798
Total Number of Filled Positions	1,353	1,336	1,336
Military			
Total Number of Authorized Positions	22,917	22,917	22,917
Total Number of Filled Positions	21,393	21,393	21,393

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 59,078,720,000
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OPERATIONS BY PROGRAM

	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
AIR FORCES DEFENSE PROGRAM	16,841,904,000	28,701,671,000	8,513,742,000	54,057,317,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	20,647,071,000	29,740,431,000	8,691,218,000	59,078,720,000
National Capital Region (NCR)	20,647,071,000	29,740,431,000	8,691,218,000	59,078,720,000
TOTAL AGENCY BUDGET	20,647,071,000	29,740,431,000	8,691,218,000	59,078,720,000
	=====	=====	=====	=====

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 Philippine Air Force 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 Air Force 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 Air Force General Hospital and other Philippine Air Force 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, s. 1987, and to appropriate civil and criminal actions under existing laws.

The Philippine Air Force 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 Air Force 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 Air Force'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 Air Force shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said fees and charges shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.
3. Combat Expenses. An amount not exceeding Two Hundred Thousand Pesos (P200,000) per quarter for each Philippine Air Force squadron 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 Air Force.
5. Rice Subsidy. The amount of One Hundred Sixty Six Million Eight Hundred Sixty Six Thousand Pesos (P166,866,000) 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 Air Force.
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 Air Force shall be used exclusively for said purposes.
7. Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations. Expenses incurred by the Philippine Air Force 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 Air Force upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget Request, and other relevant budgetary requirements in accordance with applicable laws, rules, and regulations.
8. Reporting and Posting Requirements. The Philippine Air Force 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) Philippine Air Force's website.

The Philippine Air Force 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)

		<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	3,805,167,000	1,038,760,000	177,476,000	5,021,403,000
100000100001000	General management and supervision	2,481,465,000	1,038,760,000	177,476,000	3,697,701,000
100000100002000	Administration of Personnel Benefits	1,323,702,000			1,323,702,000
Sub-total, General Administration and Support		3,805,167,000	1,038,760,000	177,476,000	5,021,403,000
3000000000000000	Operations	16,841,904,000	28,701,671,000	8,513,742,000	54,057,317,000
3101000000000000	AIR FORCES DEFENSE PROGRAM	16,841,904,000	28,701,671,000	8,513,742,000	54,057,317,000
310100100001000	Force-Level Support Services	3,385,172,000	337,244,000		3,722,416,000
310100100002000	Force Development	6,116,671,000	14,861,927,000	3,913,067,000	24,891,665,000
310100100003000	Force Sustainment	7,340,061,000	13,502,500,000	4,600,675,000	25,443,236,000
Sub-total, Operations		16,841,904,000	28,701,671,000	8,513,742,000	54,057,317,000
TOTAL NEW APPROPRIATIONS		P 20,647,071,000	P 29,740,431,000	P 8,691,218,000	P 59,078,720,000
		=====	=====	=====	=====

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	410,205	399,856	467,406
Total Permanent Positions	410,205	399,856	467,406
Other Compensation Common to All			
Personnel Economic Relief Allowance	33,098	31,800	32,064
Representation Allowance	240	288	360
Transportation Allowance	240	288	360
Clothing and Uniform Allowance	8,974	9,275	9,352
Mid-Year Bonus - Civilian	32,258	33,321	38,951
Year End Bonus	32,184	33,321	38,951
Cash Gift	6,355	6,625	6,680

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Productivity Enhancement Incentive	6,355	6,625	6,680
Performance Based Bonus	14,788		
Step Increment		1,000	1,168
Total Other Compensation Common to All	<u>134,492</u>	<u>122,543</u>	<u>134,566</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	35,832	35,832	35,832
Longevity Pay	4,185	3,908	3,908
Lump-sum for filling of Positions - Civilian		25,704	25,704
Other Personnel Benefits	428,815		
Total Other Compensation for Specific Groups	<u>468,832</u>	<u>65,444</u>	<u>65,444</u>
Other Benefits			
Retirement and Life Insurance Premiums	48,586	47,983	56,088
PAG-IBIG Contributions	2,401	3,180	3,207
PhilHealth Contributions	8,689	9,995	11,682
Employees Compensation Insurance Premiums	1,526	1,589	1,603
Loyalty Award - Civilian	1,065	1,064	1,065
Terminal Leave	200,657	5,455	6,259
Total Other Benefits	<u>262,924</u>	<u>69,266</u>	<u>79,904</u>
Military/Uniformed Personnel			
Basic Pay			
Base Pay	8,616,005	8,542,138	9,048,372
Total Basic Pay	<u>8,616,005</u>	<u>8,542,138</u>	<u>9,048,372</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	544,072	484,992	513,432
Clothing/ Uniform Allowance	571,955	359,301	571,029
Subsistence Allowance	1,242,959	2,608,381	2,713,912
Laundry Allowance	9,374	8,436	9,007
Quarters Allowance	115,182	113,251	119,795
Longevity Pay	1,824,865	1,784,804	1,953,283
Mid-Year Bonus - Military/Uniformed Personnel	713,421	711,845	754,031
Year-end Bonus	709,401	711,845	754,031
Cash Gift	104,805	101,040	106,965
Productivity Enhancement Incentive	104,805	101,040	106,965
Performance Based Bonus	290,685		
Total Other Compensation Common to All	<u>6,231,524</u>	<u>6,984,935</u>	<u>7,602,450</u>
Other Compensation for Specific Groups			
Hazardous Duty Pay	260,976	260,976	260,976
Flying Pay	833,513	769,125	832,606
Hazard Duty Pay	146,901	130,948	138,627
Hardship Allowance	26,453	23,113	23,113
Combat Duty Pay	311,364	311,364	311,364
Instructor's Duty Pay	69,854	69,854	69,854
Reservist's Pay	82,064	82,064	82,064
Medal of Valor Award	1,800	3,000	3,000
Hospitalization Expenses	15,037		
Specialist's Pay	2,603	2,603	2,603
Parachutist Pay	19,952	19,952	19,952
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		1,677,517	1,091,856
Total Other Compensation for Specific Groups	<u>1,770,517</u>	<u>3,350,516</u>	<u>2,836,015</u>
Other Benefits			
Special Group Term Insurance	1,511	1,455	1,540
PAG-IBIG Contributions	38,915	48,501	51,342
PhilHealth Contributions	191,465	190,916	190,566
Employees Compensation Insurance Premiums	25,155	24,250	25,671
Terminal Leave	820,238	64,620	199,883
Total Other Benefits	<u>1,077,284</u>	<u>329,742</u>	<u>469,002</u>
TOTAL PERSONNEL SERVICES	<u>18,971,783</u>	<u>19,864,440</u>	<u>20,703,159</u>

Maintenance and Other Operating Expenses

Travelling Expenses	464,439	585,234	751,084
Training and Scholarship Expenses	241,259	247,647	302,113
Supplies and Materials Expenses	6,379,663	8,144,608	9,107,349
Utility Expenses	492,629	519,747	585,581
Communication Expenses	61,368	63,208	67,505
Awards/Rewards and Prizes	1,694	1,745	1,797
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	17,000	17,000	17,000
Professional Services	22,631	22,631	147,412
General Services	4,785	4,785	4,785
Repairs and Maintenance	13,652,821	16,614,053	17,467,302
Financial Assistance/Subsidy	178,753	157,622	183,480
Taxes, Insurance Premiums and Other Fees	980,646	28,296	28,296
Other Maintenance and Operating Expenses			
Advertising Expenses	2,481	2,556	2,633
Printing and Publication Expenses	3,272	3,370	3,471
Representation Expenses	334,833	344,976	509,032
Transportation and Delivery Expenses	10,689	11,010	11,341
Rent/Lease Expenses	23,819	23,820	23,820
Membership Dues and Contributions to Organizations	87	87	87
Subscription Expenses	425,986	449,983	524,743
Donations	1,600	1,600	1,600
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	23,300,455	27,243,978	29,740,431
TOTAL CURRENT OPERATING EXPENDITURES	42,272,238	47,108,418	50,443,590
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Outlay	1,021	270,000	837,777
Land Improvements Outlay	248,302		
Infrastructure Outlay	66,792		
Buildings and Other Structures	1,393,801	979,569	729,581
Machinery and Equipment Outlay	978,725	1,248,997	4,100,529
Transportation Equipment Outlay	886,927	2,015,220	3,023,331
Other Property Plant and Equipment Outlay	26,100		
TOTAL CAPITAL OUTLAYS	3,601,668	4,513,786	8,691,218
GRAND TOTAL	45,873,906	51,622,204	59,134,808

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL

OUTCOME : Level of mission capability of air force units in air operations attained

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Level of mission capability of air force units in air operations attained		P 41,064,216,000
AIR FORCES DEFENSE PROGRAM		P 41,064,216,000
Outcome Indicator(s)		
1. Percentage of Tactical Air Operations Group that supported the Unified Commands	100%	100%

Output Indicator(s)		
1. Number of supportable aircraft maintained	172	172
2. Percentage of accomplishment of one-hour response to flight-directed mission	90%	94.64%
3. Percentage of flying hours flown	100%	87.65%

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Level of mission capability of air force units in air operations attained		P 46,937,573,000	P 54,100,888,000
AIR FORCES DEFENSE PROGRAM		P 46,937,573,000	P 54,100,888,000
Outcome Indicator(s)			
1. Percentage of Tactical Air Operations Group that supported the Unified Commands	100%	100%	100%
Output Indicator(s)			
1. Number of supportable aircraft maintained	172	172	176
2. Percentage of accomplishment of one-hour response to flight-directed mission	90%	90%	90%
3. Percentage of flying hours flown	100%	100%	100%

I. PHILIPPINE NAVY (NAVAL FORCES)

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Cash-Based)		
	2024	2025	2026
New General Appropriations	41,388,723	51,034,628	59,376,463
General Fund	41,388,723	51,034,628	59,376,463
Automatic Appropriations	311,505	42,132	53,338
Customs Duties and Taxes, including Tax Expenditures	260,383		
Retirement and Life Insurance Premiums	51,122	42,132	53,338
Continuing Appropriations	1,348,374	2,530,003	
Unobligated Releases for Capital Outlays			
R.A. No. 11936	518,369		
R.A. No. 11975		1,646,602	
Unobligated Releases for MOOE			
R.A. No. 11936	830,005		
R.A. No. 11975		883,401	

Budgetary Adjustment(s)	1,900,810		
Release(s) from:			
Miscellaneous Personnel Benefits Fund	451,557		
Pension and Gratuity Fund	886,560		
Unprogrammed Appropriation			
Pension and Gratuity Fund	352,104		
For Payment of Personnel Benefits	210,589		
Total Available Appropriations	44,949,412	53,606,763	59,429,801
Unused Appropriations	(2,646,039)	(2,530,003)	
Unobligated Allotment	(2,646,039)	(2,530,003)	
TOTAL OBLIGATIONS	42,303,373	51,076,760	59,429,801
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
	2024 Actual	2025 Current	2026 Proposed
GAS / STO / OPERATIONS / PROJECTS			
General Administration and Support	5,204,220,000	4,651,900,000	5,697,417,000
Regular	5,204,220,000	4,651,900,000	5,697,417,000
PS	4,441,961,000	4,111,969,000	5,087,477,000
MOOE	687,240,000	539,931,000	609,940,000
CO	75,019,000		
Operations	37,099,153,000	46,424,860,000	53,732,384,000
Regular	37,099,153,000	46,424,860,000	53,732,384,000
PS	18,976,810,000	21,286,225,000	22,420,600,000
MOOE	13,958,560,000	17,322,465,000	22,943,807,000
CO	4,163,783,000	7,816,170,000	8,367,977,000
TOTAL AGENCY BUDGET	42,303,373,000	51,076,760,000	59,429,801,000
Regular	42,303,373,000	51,076,760,000	59,429,801,000
PS	23,418,771,000	25,398,194,000	27,508,077,000
MOOE	14,645,800,000	17,862,396,000	23,553,747,000
CO	4,238,802,000	7,816,170,000	8,367,977,000

STAFFING SUMMARY

	2024	2025	2026
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	1,400	1,400	1,400
Total Number of Filled Positions	1,218	1,242	1,242
Military			
Total Number of Authorized Positions	27,930	27,930	29,288
Total Number of Filled Positions	27,890	27,890	27,890

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 59,376,463,000
=====

OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
NAVAL FORCES DEFENSE PROGRAM	22,416,044,000	22,943,807,000	8,367,977,000	53,727,828,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	27,454,739,000	23,553,747,000	8,367,977,000	59,376,463,000
National Capital Region (NCR)	27,454,739,000	23,553,747,000	8,367,977,000	59,376,463,000
TOTAL AGENCY BUDGET	27,454,739,000	23,553,747,000	8,367,977,000	59,376,463,000
	=====	=====	=====	=====

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 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 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.

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, s. 1987, and to appropriate civil and criminal actions under existing 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, s. 1985. Said fees and charges shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

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 Seventeen Million Five Hundred Forty Two Thousand Pesos (P217,542,000) 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 Request, and other relevant budgetary requirements in accordance with applicable laws, 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 until such time that all agencies have fully migrated to the BTMS; 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	5,038,695,000	609,940,000	5,648,635,000
100000100001000	General management and supervision	2,453,129,000	609,940,000	3,063,069,000
	National Capital Region (NCR)	2,453,129,000	609,940,000	3,063,069,000
	Philippine Navy	2,453,129,000	609,940,000	3,063,069,000
100000100002000	Administration of Personnel Benefits	2,585,566,000		2,585,566,000
	National Capital Region (NCR)	2,585,566,000		2,585,566,000
	Philippine Marine Corps	80,396,000		80,396,000
	Philippine Navy	2,505,170,000		2,505,170,000
Sub-total, General Administration and Support		5,038,695,000	609,940,000	5,648,635,000

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3000000000000000	Operations	22,416,044,000	22,943,807,000	8,367,977,000	53,727,828,000
3101000000000000	NAVAL FORCES DEFENSE PROGRAM	22,416,044,000	22,943,807,000	8,367,977,000	53,727,828,000
310100100001000	Force-Level Support Services	7,938,429,000	6,082,782,000	4,003,384,000	18,024,595,000
	National Capital Region (NCR)	7,938,429,000	6,082,782,000	4,003,384,000	18,024,595,000
	Philippine Navy	7,938,429,000	6,082,782,000	4,003,384,000	18,024,595,000
310100100002000	Force Development	13,833,481,000	14,913,248,000	4,039,893,000	32,786,622,000
	National Capital Region (NCR)	13,833,481,000	14,913,248,000	4,039,893,000	32,786,622,000
	Philippine Marine Corps	8,260,949,000	3,149,733,000	2,486,209,000	13,896,891,000
	Philippine Navy	5,572,532,000	11,763,515,000	1,553,684,000	18,889,731,000
310100100003000	Force Sustainment	644,134,000	1,947,777,000	324,700,000	2,916,611,000
	National Capital Region (NCR)	644,134,000	1,947,777,000	324,700,000	2,916,611,000
	Philippine Navy	644,134,000	1,947,777,000	324,700,000	2,916,611,000
Sub-total, Operations		22,416,044,000	22,943,807,000	8,367,977,000	53,727,828,000
TOTAL NEW APPROPRIATIONS		P 27,454,739,000	P 23,553,747,000	P 8,367,977,000	P 59,376,463,000
		=====	=====	=====	=====

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	386,825	351,097	444,480
Total Permanent Positions	386,825	351,097	444,480
Other Compensation Common to All			
Personnel Economic Relief Allowance	28,661	27,432	29,808
Representation Allowance	279	288	288
Transportation Allowance	72	288	288
Clothing and Uniform Allowance	7,082	8,001	8,694
Mid-Year Bonus - Civilian	30,380	29,258	37,040
Year End Bonus	32,381	29,258	37,040
Cash Gift	6,002	5,715	6,210
Productivity Enhancement Incentive	6,013	5,715	6,210
Performance Based Bonus	13,773		
Step Increment		878	1,111
Total Other Compensation Common to All	124,643	106,833	126,689

Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	22,608	18,263	18,263
Longevity Pay	4,256	4,229	4,229
Lump-sum for filling of Positions - Civilian		9,829	9,829
Other Personnel Benefits	470,410		
Total Other Compensation for Specific Groups	497,274	32,321	32,321
Other Benefits			
Retirement and Life Insurance Premiums	51,009	42,132	53,338
PAG-IBIG Contributions	2,759	2,743	2,981
PhilHealth Contributions	9,673	8,778	11,102
Employees Compensation Insurance Premiums	1,424	1,371	1,490
Loyalty Award - Civilian	545	2,890	2,890
Terminal Leave	7,293	6,584	6,513
Total Other Benefits	72,703	64,498	78,314
Military/Uniformed Personnel			
Basic Pay			
Base Pay	11,173,560	10,968,741	11,427,495
Creation of New Positions		718,615	849,641
Total Basic Pay	11,173,560	11,687,356	12,277,136
Other Compensation Common to All			
Personnel Economic Relief Allowance	651,862	640,320	676,392
Clothing/ Uniform Allowance	500,486	280,772	286,944
Subsistence Allowance	1,524,688	3,415,769	3,559,465
Laundry Allowance	10,679	15,796	16,736
Quarters Allowance	143,949	141,718	144,384
Longevity Pay	2,248,837	2,657,275	2,861,428
Mid-Year Bonus - Military/Uniformed Personnel	901,843	914,064	952,541
Year-end Bonus	934,352	914,064	952,541
Cash Gift	135,984	133,400	140,950
Productivity Enhancement Incentive	134,937	133,400	140,950
Performance Based Bonus	410,775		
Total Other Compensation Common to All	7,598,392	9,246,578	9,732,331
Other Compensation for Specific Groups			
Hazardous Duty Pay	429,613	711,801	717,992
Flying Pay	113,430	157,368	157,368
Overseas Allowance	16,254	15,964	25,339
Sea Duty Pay	325,347	633,725	673,915
Hazard Duty Pay	176,018	176,709	182,671
Hardship Allowance	16,098	302,041	309,722
Combat Duty Pay	470,144	408,708	428,724
Instructor's Duty Pay	80,143	107,299	107,299
Reservist's Pay	50,917	52,287	52,287
Medal of Valor Award	10,875	12,000	12,000
Specialist's Pay		305	305
Parachutist Pay	5,703	38,979	38,979
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		714,247	1,207,397
Total Other Compensation for Specific Groups	1,694,542	3,331,433	3,913,998
Other Benefits			
Special Group Term Insurance	1,956	1,921	2,027
PAG-IBIG Contributions	60,090	64,033	66,936
PhilHealth Contributions	283,767	274,255	287,830
Employees Compensation Insurance Premiums	21,883	32,016	33,829
Terminal Leave	1,503,136	205,853	512,186
Total Other Benefits	1,870,832	578,078	902,808
TOTAL PERSONNEL SERVICES	23,418,771	25,398,194	27,508,077

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Maintenance and Other Operating Expenses

Travelling Expenses	221,399	294,990	337,216
Training and Scholarship Expenses	198,075	411,298	452,675
Supplies and Materials Expenses	7,146,312	8,338,366	13,045,044
Utility Expenses	779,251	923,559	991,926
Communication Expenses	243,310	289,403	327,956
Awards/Rewards and Prizes	436	2,691	2,691
Survey, Research, Exploration and Development Expenses	895	895	895
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	39,749	39,749	39,749
Professional Services	70,743	59,853	254,969
General Services	172,619	382,937	403,302
Repairs and Maintenance	3,680,570	4,531,724	4,895,814
Financial Assistance/Subsidy	200,557	229,986	243,590
Taxes, Insurance Premiums and Other Fees	378,133	77,994	79,910
Other Maintenance and Operating Expenses			
Advertising Expenses		144	144
Printing and Publication Expenses	16,438	17,248	18,415
Representation Expenses	391,947	494,048	556,087
Transportation and Delivery Expenses	2,669	1,576	2,923
Rent/Lease Expenses	1,022,206	1,033,075	1,059,827
Subscription Expenses	31,958	139,994	231,962
Bank Transaction Fee	2		
Other Maintenance and Operating Expenses	48,531	592,866	608,652
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	14,645,800	17,862,396	23,553,747
TOTAL CURRENT OPERATING EXPENDITURES	38,064,571	43,260,590	51,061,824
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Improvements Outlay	31,746	75,677	
Infrastructure Outlay	157,908	688,632	322,808
Buildings and Other Structures	238,163	743,848	377,336
Machinery and Equipment Outlay	3,474,855	5,332,638	7,210,943
Transportation Equipment Outlay	305,430	974,846	432,890
Furniture, Fixtures and Books Outlay	5,040	529	
Other Property Plant and Equipment Outlay	14,931		24,000
Intangible Assets Outlay	10,729		
TOTAL CAPITAL OUTLAYS	4,238,802	7,816,170	8,367,977
GRAND TOTAL	42,303,373	51,076,760	59,429,801

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

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Level of mission capability of navy units in naval operations attained		P 37,099,153,000
NAVAL FORCES DEFENSE PROGRAM		P 37,099,153,000
Outcome Indicator(s)		
1. Percentage of Naval units provided to unified commands	100%	118.24%

Output Indicator(s)		
1. Number of Philippine Navy (PN) units deployed and sustained for utilization/employment	120	156
2. Number of PN units prepared for deployment	39	39
3. Number of Force-Level Support Services Units sustained	139	148

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Level of mission capability of navy units in naval operations attained		P 46,424,860,000	P 53,732,384,000
NAVAL FORCES DEFENSE PROGRAM		P 46,424,860,000	P 53,732,384,000
Outcome Indicator(s)			
1. Percentage of Naval units provided to unified commands	100%	100%	100%
Output Indicator(s)			
1. Number of Philippine Navy (PN) units deployed and sustained for utilization/employment	127	127	134
2. Number of PN units prepared for deployment	43	43	46
3. Number of Force-Level Support Services Units sustained	140	140	140

J. GENERAL HEADQUARTERS, AFP AND AFP-WIDE SERVICE SUPPORT UNITS (AFPWSSUS)

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
Description	2024	2025	2026
New General Appropriations	19,593,996	19,401,679	22,457,738
General Fund	19,593,996	19,401,679	22,457,738
Automatic Appropriations	9,132,235	3,742,228	3,757,735
Customs Duties and Taxes, including Tax Expenditures	8,540,871		
Retirement and Life Insurance Premiums	121,162	112,528	128,035
Special Account	470,202	3,629,700	3,629,700
Continuing Appropriations	2,830,712	14,502,797	
Unobligated Releases for Capital Outlays			
R.A. Nos. 10349 - Revised AFP Modernization Trust Fund	333,050	25,766	
R.A. Nos. 7227 and 7917 - Military Camps Sales Proceeds	10,601		
R.A. No. 11936	2,207,681		
R.A. No. 11975		14,012,006	

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Unobligated Releases for MOOE			
R.A. Nos. 10349 - Revised AFP Modernization Trust Fund	25,767		
R.A. No. 11936	253,594		
R.A. No. 11975		465,025	
Unobligated Releases for FinEx			
R.A. No. 11936	19		
Budgetary Adjustment(s)	<u>108,423,683</u>		
Release(s) from:			
Contingent Fund	56,315		
Miscellaneous Personnel Benefits Fund	329,354		
Pension and Gratuity Fund	58,354,433		
Revised AFP Modernization Program	38,756,959		
Unprogrammed Appropriation			
Revised AFP Modernization Program	10,000,000		
Pension and Gratuity Fund	<u>926,622</u>		
Total Available Appropriations	139,980,626	37,646,704	26,215,473
Unused Appropriations	(15,376,211)	(14,502,797)	
Unreleased Appropriation	(322,792)		
Unobligated Allotment	(15,053,419)	(14,502,797)	
TOTAL OBLIGATIONS	<u>124,604,415</u>	<u>23,143,907</u>	<u>26,215,473</u>
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EXPENDITURE PROGRAM
(in pesos)

	(Cash-Based)
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	<u>73,111,578,000</u>	<u>6,006,850,000</u>	<u>5,263,744,000</u>
Regular	<u>73,111,578,000</u>	<u>6,006,850,000</u>	<u>5,263,744,000</u>
PS	64,001,404,000	5,334,819,000	4,555,237,000
MOOE	9,110,174,000	672,031,000	708,507,000
Operations	<u>51,492,837,000</u>	<u>17,137,057,000</u>	<u>20,951,729,000</u>
Regular	<u>12,424,883,000</u>	<u>13,507,357,000</u>	<u>17,322,029,000</u>
PS	2,880,861,000	2,865,331,000	2,983,504,000
MOOE	7,082,100,000	7,492,581,000	11,250,322,000
CO	2,461,922,000	3,149,445,000	3,088,203,000
Projects / Purpose	<u>39,067,954,000</u>	<u>3,629,700,000</u>	<u>3,629,700,000</u>
Locally-Funded Project(s)	<u>39,067,954,000</u>	<u>3,629,700,000</u>	<u>3,629,700,000</u>
MOOE	137,000		
CO	39,067,817,000	3,629,700,000	3,629,700,000
TOTAL AGENCY BUDGET	<u>124,604,415,000</u>	<u>23,143,907,000</u>	<u>26,215,473,000</u>
Regular	<u>85,536,461,000</u>	<u>19,514,207,000</u>	<u>22,585,773,000</u>
PS	66,882,265,000	8,200,150,000	7,538,741,000
MOOE	16,192,274,000	8,164,612,000	11,958,829,000
CO	2,461,922,000	3,149,445,000	3,088,203,000

Projects / Purpose	<u>39,067,954,000</u>	<u>3,629,700,000</u>	<u>3,629,700,000</u>
Locally-Funded Project(s)	<u>39,067,954,000</u>	<u>3,629,700,000</u>	<u>3,629,700,000</u>
MOOE	137,000		
CO	39,067,817,000	3,629,700,000	3,629,700,000

STAFFING SUMMARY

	<u>2024</u>	<u>2025</u>	<u>2026</u>
TOTAL STAFFING			
Civilian Personnel			
Total Number of Authorized Positions	3,914	3,888	3,888
Total Number of Filled Positions	2,829	2,845	2,845
Military			
Total Number of Authorized Positions	3,231	3,231	3,231
Total Number of Filled Positions	3,004	3,004	3,004

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 22,457,738,000
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OPERATIONS BY PROGRAM	<u>PROPOSED 2026 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
JOINT FORCE PLANNING PROGRAM	323,181,000	591,880,000	8,676,000	923,737,000
JOINT FORCE OPERATIONS PROGRAM	662,554,000	7,827,706,000	1,665,746,000	10,156,006,000
JOINT FORCE CAPABILITY PROGRAM	1,947,762,000	2,830,736,000	1,413,781,000	6,192,279,000

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

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>7,410,706,000</u>	<u>11,958,829,000</u>	<u>3,088,203,000</u>	<u>22,457,738,000</u>
National Capital Region (NCR)	6,095,407,000	11,548,471,000	2,890,219,000	20,534,097,000
Cordillera Administrative Region (CAR)	1,315,299,000	410,358,000	197,984,000	1,923,641,000
TOTAL AGENCY BUDGET	<u>7,410,706,000</u>	<u>11,958,829,000</u>	<u>3,088,203,000</u>	<u>22,457,738,000</u>
	=====	=====	=====	=====

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 AFP Medical Center 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 Camp Aguinaldo 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 of the golf course may be used to augment the MOOE and Capital Outlay requirements of the AFP Medical Center and other General Headquarters treatment facilities, subject to the guidelines issued by the DBM and the DND.

In no case shall said income 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 civil and criminal actions under existing laws.

The General Headquarters of the AFP 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 AFP Chief of Staff and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the AFP'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 AFP shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said fees and charges shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.
3. Trust Receipts from Firearms License Fees. Scholarship assistance to be extended to surviving children of deceased or permanently incapacitated military personnel in accordance with R.A. No. 6963 shall be allocated from the net proceeds of the firearms license fees on a "per-request-basis", subject to DBM-DILG J.M.C. No. 2024-01 dated May 10, 2024, and such other guidelines to be issued for the purpose.

Said fees shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.

4. Trust Receipts for the United Nations Peacekeeping Operations. The funds provided by the United Nations for the peacekeeping operations shall be used to cover the allowance, uniform, gear and equipment, weaponry and training ammunition, pre-deployment expenses, and maintenance of the Peacekeeping Training Center subject to the condition that said funds shall first be used to reimburse any advances made by the National Government to fund the foregoing requirements. Said funds shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.
5. Intelligence and Confidential Funds. No appropriations authorized under the AFP as intelligence fund shall be released or disbursed for intelligence activities, including amounts sourced from savings, unless approved by the President of the Philippines.

The use of savings to augment intelligence funds is subject to prior approval of the President of the Philippines, upon joint recommendation by the Secretary of National Defense and the Secretary of Budget and Management.

Confidential funds authorized under the AFP shall be released or disbursed only upon approval of the Secretary of National Defense.

Implementation of this provision shall be subject to COA-DBM-DILG-GCG-DND J.C. No. 2015-01 dated January 8, 2015 and such other guidelines issued by agencies concerned.

6. Bilateral Engagements. The amounts appropriated for bilateral engagements shall be administered by the General Headquarters of the AFP. Any materiel, supplies, equipment, facilities, and other property received by the General Headquarters in connection with the activities undertaken pursuant to said bilateral engagements shall be booked-up as government property.
7. Combat Expenses. An amount not exceeding Two Hundred Thousand Pesos (P200,000) per quarter for each company or its equivalent in the General Headquarters of the AFP 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.
8. 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 General Headquarters of the AFP shall be used exclusively for said purposes.

9. 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 General Headquarters of the AFP.
10. Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations. Expenses incurred by the General Headquarters of the AFP 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 AFP upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget Request, and other relevant budgetary requirements in accordance with applicable laws, rules, and regulations.
11. Rice Subsidy. The amount of Twenty Four Million Thirty Two Thousand Pesos (P24,032,000) 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 General Headquarters of the AFP.
12. Reporting and Posting Requirements. The AFP 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) AFP's website.

The AFP 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.
13. 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	4,477,209,000	708,507,000		5,185,716,000
100000100001000	General management and supervision	2,559,264,000	708,507,000		3,267,771,000
	National Capital Region (NCR)	2,559,264,000	708,507,000		3,267,771,000
	General Headquarters - Proper	2,559,264,000	708,507,000		3,267,771,000
100000100002000	Administration of Personnel Benefits	1,917,945,000			1,917,945,000
	National Capital Region (NCR)	1,729,443,000			1,729,443,000
	Armed Forces of the Philippines Medical Center	135,744,000			135,744,000
	General Headquarters - Proper	1,578,935,000			1,578,935,000
	Presidential Security Command	14,764,000			14,764,000
	Cordillera Administrative Region (CAR)	188,502,000			188,502,000
	Philippine Military Academy	188,502,000			188,502,000
Sub-total, General Administration and Support		4,477,209,000	708,507,000		5,185,716,000

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3000000000000000	Operations	<u>2,933,497,000</u>	<u>11,250,322,000</u>	<u>3,088,203,000</u>	<u>17,272,022,000</u>
3101000000000000	JOINT FORCE PLANNING PROGRAM	<u>323,181,000</u>	<u>591,880,000</u>	<u>8,676,000</u>	<u>923,737,000</u>
310100100001000	Military policy and strategic formulation	<u>323,181,000</u>	<u>591,880,000</u>	<u>8,676,000</u>	<u>923,737,000</u>
	National Capital Region (NCR)	<u>323,181,000</u>	<u>591,880,000</u>	<u>8,676,000</u>	<u>923,737,000</u>
	General Headquarters - Proper	<u>323,181,000</u>	<u>591,880,000</u>	<u>8,676,000</u>	<u>923,737,000</u>
3102000000000000	JOINT FORCE OPERATIONS PROGRAM	<u>662,554,000</u>	<u>7,827,706,000</u>	<u>1,665,746,000</u>	<u>10,156,006,000</u>
3102010000000000	JOINT FORCE OPERATIONS SUB-PROGRAM		<u>1,366,533,000</u>	<u>371,854,000</u>	<u>1,738,387,000</u>
310201100001000	Joint force combatant command		<u>1,062,565,000</u>	<u>371,854,000</u>	<u>1,434,419,000</u>
	National Capital Region (NCR)		<u>1,062,565,000</u>	<u>371,854,000</u>	<u>1,434,419,000</u>
	General Headquarters - Proper		<u>1,062,565,000</u>	<u>371,854,000</u>	<u>1,434,419,000</u>
310201100002000	Multinational/Foreign Engagements and Peace Support Operations		<u>303,968,000</u>		<u>303,968,000</u>
	National Capital Region (NCR)		<u>303,968,000</u>		<u>303,968,000</u>
	General Headquarters - Proper		<u>303,968,000</u>		<u>303,968,000</u>
3102020000000000	JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM	<u>662,554,000</u>	<u>6,461,173,000</u>	<u>1,293,892,000</u>	<u>8,417,619,000</u>
310202100001000	Presidential Security and Protection (Presidential Security Command)	<u>193,351,000</u>	<u>876,422,000</u>	<u>589,020,000</u>	<u>1,658,793,000</u>
	National Capital Region (NCR)	<u>193,351,000</u>	<u>876,422,000</u>	<u>589,020,000</u>	<u>1,658,793,000</u>
	Presidential Security Command	<u>193,351,000</u>	<u>876,422,000</u>	<u>589,020,000</u>	<u>1,658,793,000</u>
310202100002000	Joint force support command	<u>469,203,000</u>	<u>5,584,751,000</u>	<u>704,872,000</u>	<u>6,758,826,000</u>
	National Capital Region (NCR)	<u>469,203,000</u>	<u>5,584,751,000</u>	<u>704,872,000</u>	<u>6,758,826,000</u>
	General Headquarters - Proper	<u>469,203,000</u>	<u>5,584,751,000</u>	<u>704,872,000</u>	<u>6,758,826,000</u>
3103000000000000	JOINT FORCE CAPABILITY PROGRAM	<u>1,947,762,000</u>	<u>2,830,736,000</u>	<u>1,413,781,000</u>	<u>6,192,279,000</u>
3103010000000000	JOINT FORCE SERVICE SUPPORT OPERATIONS SUB-PROGRAM	<u>40,832,000</u>	<u>979,283,000</u>	<u>292,741,000</u>	<u>1,312,856,000</u>
310301100001000	Joint Force Support Units	<u>39,150,000</u>	<u>688,210,000</u>	<u>292,741,000</u>	<u>1,020,101,000</u>
	National Capital Region (NCR)	<u>39,150,000</u>	<u>688,210,000</u>	<u>292,741,000</u>	<u>1,020,101,000</u>
	General Headquarters - Proper	<u>39,150,000</u>	<u>688,210,000</u>	<u>292,741,000</u>	<u>1,020,101,000</u>
310301100002000	Reserve Force Development	<u>1,682,000</u>	<u>15,841,000</u>		<u>17,523,000</u>
	National Capital Region (NCR)	<u>1,682,000</u>	<u>15,841,000</u>		<u>17,523,000</u>
	General Headquarters - Proper	<u>1,682,000</u>	<u>15,841,000</u>		<u>17,523,000</u>
310301100003000	Ordnance Build-up/Strategic lift and mobility		<u>275,232,000</u>		<u>275,232,000</u>
	National Capital Region (NCR)		<u>275,232,000</u>		<u>275,232,000</u>
	General Headquarters - Proper		<u>275,232,000</u>		<u>275,232,000</u>

31030200000000	MILITARY MEDICAL AND TRAINING SUPPORT SUB-PROGRAM	1,906,930,000	1,851,453,000	1,121,040,000	4,879,423,000
310302100001000	Tertiary Health Care (AFP Medical Center)	776,175,000	1,404,890,000	923,056,000	3,104,121,000
	National Capital Region (NCR)	776,175,000	1,404,890,000	923,056,000	3,104,121,000
	Armed Forces of the Philippines Medical Center	776,175,000	1,404,890,000	923,056,000	3,104,121,000
310302100002000	Post-commission training program	3,958,000	36,205,000		40,163,000
	National Capital Region (NCR)	3,958,000	36,205,000		40,163,000
	General Headquarters - Proper	3,958,000	36,205,000		40,163,000
310302100003000	Pre-Commission Officer Training (Philippine Military Academy)	1,126,797,000	410,358,000	197,984,000	1,735,139,000
	Cordillera Administrative Region (CAR)	1,126,797,000	410,358,000	197,984,000	1,735,139,000
	Philippine Military Academy	1,126,797,000	410,358,000	197,984,000	1,735,139,000
Sub-total, Operations		2,933,497,000	11,250,322,000	3,088,203,000	17,272,022,000
TOTAL NEW APPROPRIATIONS		P 7,410,706,000	P 11,958,829,000	P 3,088,203,000	P 22,457,738,000
		=====	=====	=====	=====

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	1,030,261	937,736	1,066,960
Total Permanent Positions	1,030,261	937,736	1,066,960
Other Compensation Common to All			
Personnel Economic Relief Allowance	69,454	70,032	68,280
Representation Allowance	687	648	576
Transportation Allowance	543	648	576
Clothing and Uniform Allowance	24,615	20,426	19,915
Mid-Year Bonus - Civilian	76,904	78,143	88,913
Year End Bonus	78,809	78,143	88,913
Cash Gift	14,519	14,590	14,225
Productivity Enhancement Incentive	15,100	14,590	14,225
Performance Based Bonus	75,975		
Step Increment		2,343	2,666
Total Other Compensation Common to All	356,606	279,563	298,289

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Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	99,644	93,812	93,812
Lump-sum for filling of Positions - Civilian		141,102	141,102
Anniversary Bonus - Civilian	1,569	6,330	1,749
Total Other Compensation for Specific Groups	101,213	241,244	236,663
Other Benefits			
Retirement and Life Insurance Premiums	120,801	112,528	128,035
PAG-IBIG Contributions	4,289	7,003	6,828
PhilHealth Contributions	21,660	23,430	26,643
Employees Compensation Insurance Premiums	3,475	3,503	3,413
Loyalty Award - Civilian	4,119	4,120	
Terminal Leave	35,088	39,299	37,630
Total Other Benefits	189,432	189,883	202,549
Non-Permanent Positions	12,503	13,175	13,826
Military/Uniformed Personnel			
Basic Pay			
Base Pay	1,983,779	1,901,505	1,847,318
Total Basic Pay	1,983,779	1,901,505	1,847,318
Other Compensation Common to All			
Personnel Economic Relief Allowance	69,246	75,480	72,096
Clothing/ Uniform Allowance	81,081	83,161	82,823
Subsistence Allowance	208,773	458,034	458,689
Laundry Allowance	1,200	2,264	2,163
Quarters Allowance	13,337	13,817	14,004
Longevity Pay	360,550	423,947	488,587
Mid-Year Bonus - Military/Uniformed Personnel	143,663	158,459	153,943
Year-end Bonus	149,664	158,459	153,943
Cash Gift	14,853	15,725	15,020
Productivity Enhancement Incentive	14,505	15,725	15,020
Performance Based Bonus	234,954		
Total Other Compensation Common to All	1,291,826	1,405,071	1,456,288
Other Compensation for Specific Groups			
Hazardous Duty Pay	26,702	27,518	27,518
Special Duty Allowance	78,613	78,612	96,773
Overseas Allowance	354,813	345,672	369,196
Combat Incentive Pay	10,000	10,000	10,000
Hazard Duty Pay	18,695	19,822	19,472
Combat Duty Pay	4,179	3,420	3,420
Incentive Pay	54,137	57,593	57,593
Instructor's Duty Pay	29,465	39,437	39,437
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)		399,581	399,581
Anniversary Bonus - Military/Uniformed Personnel	801	4,323	768
Total Other Compensation for Specific Groups	577,405	985,978	1,023,758
Other Benefits			
Special Group Term Insurance	228	225	1,080
PAG-IBIG Contributions	2,337	5,918	7,210
PhilHealth Contributions	41,708	42,783	41,564
Employees Compensation Insurance Premiums	3,343	3,774	3,604
Retirement Gratuity	4,552,016	2,118,714	1,321,528
Terminal Leave	88,243	74,581	18,104
Total Other Benefits	4,687,875	2,245,995	1,393,090
Other Personnel Benefits			
Pension, Military/Uniformed Personnel	56,651,365		
Total Other Personnel Benefits	56,651,365		
TOTAL PERSONNEL SERVICES	66,882,265	8,200,150	7,538,741

Maintenance and Other Operating Expenses

Travelling Expenses	377,728	367,315	537,413
Training and Scholarship Expenses	217,881	311,116	363,417
Supplies and Materials Expenses	2,205,999	2,831,474	3,588,420
Utility Expenses	812,558	1,003,268	1,306,277
Communication Expenses	129,004	164,512	226,333
Awards/Rewards and Prizes	40	80	
Survey, Research, Exploration and Development Expenses		15,700	6,148
Confidential, Intelligence and Extraordinary Expenses			
Intelligence Expenses	2,300,649	1,200,649	1,200,649
Professional Services	175,204	156,715	1,478,496
General Services	138,160	141,435	206,540
Repairs and Maintenance	380,668	918,123	1,384,838
Financial Assistance/Subsidy	57,358	23,813	26,375
Taxes, Insurance Premiums and Other Fees	8,578,309	40,388	72,195
Labor and Wages	21,367	27,887	28,138
Other Maintenance and Operating Expenses			
Advertising Expenses	1,073	2,025	2,125
Printing and Publication Expenses	9,241	18,032	40,371
Representation Expenses	569,571	654,045	1,032,952
Transportation and Delivery Expenses	410	12,828	13,213
Rent/Lease Expenses	58,480	60,740	81,931
Membership Dues and Contributions to Organizations	767	856	809
Subscription Expenses	78,660	141,685	277,576
Bank Transaction Fee		19	
Other Maintenance and Operating Expenses	79,284	71,907	84,613
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	16,192,411	8,164,612	11,958,829
TOTAL CURRENT OPERATING EXPENDITURES	83,074,676	16,364,762	19,497,570
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Outlay			26,976
Infrastructure Outlay		102,849	
Buildings and Other Structures	1,307,000	1,221,656	634,338
Machinery and Equipment Outlay	39,833,449	5,164,821	5,697,313
Transportation Equipment Outlay	389,290	284,569	320,960
Furniture, Fixtures and Books Outlay			36,498
Heritage Assets			1,818
Other Property Plant and Equipment Outlay		5,250	
TOTAL CAPITAL OUTLAYS	41,529,739	6,779,145	6,717,903
GRAND TOTAL	124,604,415	23,143,907	26,215,473

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL

OUTCOME : Sovereignty of the State and the Filipino people protected

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Sovereignty of the State and the Filipino people protected		P 51,492,837,000
JOINT FORCE PLANNING PROGRAM		P 783,122,000
Outcome Indicator(s)		
1. Percentage of military plans, programs and policies formulated, reviewed and revised	90%	133%
Output Indicator(s)		
1. Number of military plans, programs and policies formulated, reviewed and revised	234	312
JOINT FORCE OPERATIONS PROGRAM		P 7,191,502,000
JOINT FORCE OPERATIONS SUB-PROGRAM		P 704,554,000
Outcome Indicator(s)		
1. Percentage compliance with strategic initiatives, memorandum of agreement/understanding and other treaties pertaining to Bilateral and Multilateral engagements	100%	100%
Output Indicator(s)		
1. Number of Bilateral and Multilateral engagements	140	168
JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM		P 6,486,948,000
Outcome Indicator(s)		
1. Percentage of successful security operations for president, first family, visiting heads of state/government and other VVIPs	100%	100%
Output Indicator(s)		
1. Number of operations conducted	103,559	146,545
2. Number of security operations for the president, first family, visiting heads of state/government and other VVIPs conducted	5,944	5,949
JOINT FORCE CAPABILITY PROGRAM		P 43,518,213,000
Outcome Indicator(s)		
1. Percentage of patients treated returning to duty (AFPMC)	90%	95%
2. Percentage of commanders who rated the new graduates satisfactory or better	90%	92.86%
Output Indicator(s)		
1. Number of patients that received treatment	10,852	11,370
2. Percentage of patients treated within the accepted Length of Stay (LOS) per case	90%	90%
3. Number of students trained		
a) Cadets (PMA)	1,300	1,215
b) Personnel (Post-Commission)	146	192
AFP MODERNIZATION SUB-PROGRAM		P 39,067,954,000
Outcome Indicator(s)		
1. Percentage of AFP Modernization Projects being implemented (old)	100%	75%
Output Indicator(s)		
1. Number of approved Acquisition Decision Memorandum (old)	10	16

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Sovereignty of the State and the Filipino people protected		P 17,137,057,000	P 20,951,729,000
JOINT FORCE PLANNING PROGRAM		P 859,864,000	P 924,813,000
Outcome Indicator(s)			
1. Percentage of military plans, programs and policies formulated, reviewed and revised (old)	90%	90%	N/A
1. Percentage of military plans, programs, and policies implemented (new)	100%	N/A	100%
Output Indicator(s)			
1. Number of military plans, programs and policies formulated, reviewed and revised (old)	234	234	N/A
1. Number of military plans, programs and policies formulated, reviewed, revised, and issued (new)	234	N/A	234
JOINT FORCE OPERATIONS PROGRAM		P 7,707,306,000	P 10,162,250,000
JOINT FORCE OPERATIONS SUB-PROGRAM		P 1,270,703,000	P 1,738,387,000
Outcome Indicator(s)			
1. Percentage of successful operations (new)	100%	N/A	100%
2. Percentage of compliance with strategic initiatives, memorandum of agreement/understanding and other treaties pertaining to Bilateral and Multilateral engagements	100%	100%	100%
Output Indicator(s)			
1. Number of operations conducted (new)	57,575	N/A	57,575
2. Number of Bilateral and Multilateral engagements	140	140	159
JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM		P 6,436,603,000	P 8,423,863,000
Outcome Indicator(s)			
1. Percentage of successful security operations for president, first family, visiting heads of state/ government and other VVIPs (old)	100%	100%	N/A
1. Percentage of successful security operations for the president, first family, visiting head of state/ government and other dignitaries (new)	100%	N/A	100%
Output Indicator(s)			
1. Number of operations conducted (old)	103,559	103,559	N/A
1. Number of support operations conducted (new)	74,398	N/A	74,398
2. Number of security operations for the president, first family, visiting heads of state/government and other VVIPs conducted (old)	5,944	5,944	N/A
2. Number of security operations for president, first family, visiting heads of state/government, and other dignitaries (new)	5,944	N/A	5,944

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JOINT FORCE CAPABILITY PROGRAM		P 8,569,887,000	P 9,864,666,000
Outcome Indicator(s)			
1. Percentage of completed service support rendered to joint force units and offices (new)	100%	N/A	100%
2. Percentage of patients treated returning to duty (AFPMC) (old)	90%	90%	N/A
2. Percentage of patients treated returning to duty or fully recovered (new)	90%	N/A	90%
3. Percentage of commanders who rated the new graduates satisfactory or better (old)	90%	90%	N/A
3. Percentage of military students who completed the training (new)	90%	N/A	90%
4. Percentage of PMA Cadets progressed (new)	90%	N/A	90%
Output Indicator(s)			
1. Number of service support operations conducted (new)	86,663	N/A	86,663
2. Number of patients that received treatment	12,842	12,842	10,852
3. Percentage of patients treated within the accepted Length of Stay (LOS) per case (old)	90%	90%	N/A
4. Number of students trained			
a) Cadets (PMA)	1,300	1,300	1,300
b) Personnel (Post-Commission)	146	146	146
AFP MODERNIZATION SUB-PROGRAM		P 3,629,700,000	P 3,629,700,000
Outcome Indicator(s)			
1. Percentage of funded AFP Modernization Projects implemented (new)	100%	100%	100%
Output Indicator(s)			
1. Number of funded AFP Modernization Projects implemented (new)	10	10	10

GENERAL SUMMARY (Cash-Based)
DEPARTMENT OF NATIONAL DEFENSE

Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. OFFICE OF THE SECRETARY - PROPER	P 261,215,000	P 1,220,729,000	P 859,271,000	P 2,341,215,000
B. GOVERNMENT ARSENAL	357,002,000	1,630,844,000	367,152,000	2,354,998,000
C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES	60,308,000	207,186,000	42,517,000	310,011,000
D. OFFICE OF CIVIL DEFENSE	442,676,000	1,722,914,000	396,179,000	2,561,769,000
E. PHILIPPINE VETERANS AFFAIRS OFFICE (PVAO) - PROPER	185,112,000	1,021,408,000	318,927,000	1,525,447,000
F. VETERANS MEMORIAL MEDICAL CENTER	1,404,442,000	1,621,124,000	111,680,000	3,137,246,000
G. PHILIPPINE ARMY (LAND FORCES)	109,028,782,000	21,352,503,000	11,651,645,000	142,032,930,000
H. PHILIPPINE AIR FORCE (AIR FORCES)	20,647,071,000	29,740,431,000	8,691,218,000	59,078,720,000
I. PHILIPPINE NAVY (NAVAL FORCES)	27,454,739,000	23,553,747,000	8,367,977,000	59,376,463,000
J. GENERAL HEADQUARTERS, AFP AND AFP-WIDE SERVICE SUPPORT UNITS (AFPWSSUS)	<u>7,410,706,000</u>	<u>11,958,829,000</u>	<u>3,088,203,000</u>	<u>22,457,738,000</u>
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF NATIONAL DEFENSE	P167,252,053,000 =====	P 94,029,715,000 =====	P 33,894,769,000 =====	P295,176,537,000 =====