

## XVI. MINISTRY OF NATIONAL DEFENSE

### A.1 Office of the Minister

#### Current Operating Expenditures

<b>1.0 <i>Coordination and Supervision of National Defense Activities.</i></b> For coordination and supervision of national defense activities, including supervision, coordination and direction of peace and order activities, supervision, coordination and direction of home defense activities, supervision, coordination and direction of civilian relations activities, and general administration and support services ₱		<b>73,491,000</b>
1.1	Supervision, Coordination and Direction of Peace and Order Activities . . . . .	29,500,000
1.2	Supervision, Coordination and Direction of Home Defense Activities . . . . .	2,530,000
1.3	Supervision, Coordination and Direction of Civilian Relations Activities . . . . .	5,850,000
1.4	General Administration and Support Services . . . . .	35,611,000
<b>Total Current Operating Expenditures, Office of the Minister . . . . .</b>		<b>₱ 73,491,000</b>

#### Capital Outlays

<b>2.0 <i>Capital Outlays.</i></b> For capital outlays, including construction of permanent improvements and acquisition of equipment . . . . .		<b>₱ 3,500,000</b>
2.1	Construction of Permanent Improvements . . . . .	1,000,000
2.2	Acquisition of Equipment . . . . .	2,500,000
<b>Total Capital Outlays, Office of the Minister . . . . .</b>		<b>₱ 3,500,000</b>
<b>Total New Appropriations, Office of the Minister . . . . .</b>		<b>₱ 76,991,000</b>

#### Special Provisions

1. *Restriction on the Use of Funds Allotted for Petroleum, Oil and Lubricants.* The amounts herein appropriated for petroleum, oil and lubricants outlay for the Ministry of National Defense, including all its offices and the AFP major services, shall be used exclusively for the purchase/acquisition of such petroleum, oil and lubricants, and in no case shall any portion thereof be utilized for any other purpose.

When military exigencies so require, the Minister of National Defense may authorize Ministry personnel, subject to appropriate internal control measures and safeguards, to inspect deliveries of petroleum, oil and lubricants serviced direct to aircraft, vessels and motor vehicles utilized by the Armed Forces of the Philippines.

2. *Use of Savings.* The Minister of National Defense is authorized, subject to the approval of the President, to use savings in the appropriations herein provided for the Ministry of National Defense for:

(a) subsistence, hospitalization, transportation, rehabilitation and resettlement of destitute military personnel discharged honorably, including captured or surrendered dissidents and their families; (b) necessary expenses incurred during the peace and order campaign; (c) planning, coordination and direction of home defense and civilian relations activities; (d) financial assistance to government informers who are killed or injured in the performance of their duties; and (e) payment for damage to properties and compensation for injuries or death of civilians resulting from Armed Forces of the Philippines operations.

3. *Disposal of Unserviceable Equipment and Motor Vehicles.* The Minister of National Defense, upon notice to the Commission on Audit, is authorized to dispose unserviceable and uneconomically repairable equipment and vehicles of any bureau, office or agency under the Ministry of National Defense, without the intervention of the Supply Coordination Office through public bidding, negotiated or private sale, or by destruction or dumping to prevent use of said items in their original state of form. The proceeds derived from sales of said equipment and vehicles shall be deposited with the National Treasury and shall accrue to the General Fund pursuant to P.D. No. 711: PROVIDED, That such income may be made available for the procurement of equipment and vehicles as replacements of unserviceable ones, subject to Section 40 of P.D. No. 1177.

4. *Inspection and Audit of Foreign Posts.* The Minister of National Defense is hereby authorized to send ministry personnel to inspect and audit foreign posts under the Ministry and render report thereon to the President: PROVIDED, That the expenses that shall be incurred by reason of said inspection and audit shall be charged to the appropriate funds of any bureau or agency of the Ministry.

5. *Airport Security Fee.* Airport security fees collected by the Bureau of Air Transportation and Manila International Airport from departing passengers on scheduled, non-scheduled or chartered commercial aircraft shall be deposited with the National Treasury and shall be treated as trust receipts: PROVIDED, That such amounts as may be necessary may be made available for expenditures as contribution to the National Action Committee on Anti-Hijacking (NACAH), pursuant to LOI No. 414-A dated June 17, 1976, subject to Section 40 of P.D. No. 1177.

6. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	Purpose	KBI	Amount
1.1.1	Supervision, coordination and direction of peace and order activities	11 ₱	18,000,000
1.1.2	Support to MND's participation in the rehabilitation of dissident returnees pursuant to Executive Order No. 1048	2	6,500,000

1.1.3	Security operations and related activities	16	5,000,000
	Sub-total, Project 1.1 . . . . .		<u>29,500,000</u>
1.2.1	Supervision, coordination and direction of home defense activities	11	<u>2,530,000</u>
1.3.1	Supervision, coordination and direction of civilian relations	11	4,200,000
1.3.2	Supervision, coordination and direction of police activities	11	<u>1,650,000</u>
	Sub-total, Project 1.3 . . . . .		<u>5,850,000</u>
1.4.1	General administration and support services	11	<u>35,611,000</u>
2.1.1	Construction/expansion of OMND building	8	<u>1,000,000</u>
2.2.1	Purchase and/or fabrication of furniture and equipment	11	<u>2,500,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<u><b>₱ 76,991,000</b></u>

**A.1.a National Defense College of the Philippines**

**Current Operating Expenditures**

1.0 *Operation and Maintenance of the National Defense College of the Philippines.* For operation and maintenance of the National Defense College of the Philippines, including advanced and higher education, national defense and strategic international policy studies, research and development activities, and general administration and support services . . . . .

	₱	<u>5,422,000</u>
1.1	Advanced and Higher Education . . . . .	2,039,000
1.2	National Defense and Strategic International Policy Studies, Research and Development Activities . . . . .	1,383,000
1.3	General Administration and Support Services . . . . .	<u>2,000,000</u>

**Total Current Operating Expenditures, National Defense College of the Philippines . . . . .** ₱ **5,422,000**

**Capital Outlays**

2.0 *Capital Outlays.* For capital outlays, including construction of permanent improvements and acquisition of equipment . . . . .

	₱	<u>2,119,000</u>
2.1	Construction of Permanent Improvements . . . . .	1,980,000
2.2	Acquisition of Equipment . . . . .	<u>139,000</u>

**Total Capital Outlays, National Defense College of the Philippines . . . . .** ₱ **2,119,000**

**Total New Appropriations, National Defense College of the Philippines . . . . .** ₱ **7,541,000**

**Special Provision**

1. *Key Budgetary Inclusions (KBI)*. The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Graduate level and other courses of study for development	11	<u>₱ 2,039,000</u>
1.2.1	National defense and strategic international policy studies, research and development activities	11	<u>1,383,000</u>
1.3.1	General administration and support services	11	<u>2,000,000</u>
2.1.1	Campus facilities development and land improvement outlays	8	81,000
2.1.2	Construction projects for the expansion of NDCP facilities	8	<u>1,899,000</u>
	Sub-total, Project 2.1 . . . . .		<u>1,980,000</u>
2.2.1	Purchase and/or fabrication of furniture and equipment	11	<u>139,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<u><u>₱ 7,541,000</u></u>

**A.2 Armed Forces of the Philippines**

**A.2.a General Headquarters**

**Current Operating Expenditures**

1.0 *GHQ Command and Support Services*. For GHQ command and support services, including command and management, logistical services, medical and dental services, research and development, pensions and gratuity services, and educational services . . . . . ₱ 1,036,405,000

1.1	Command and Management . . . . .	494,629,000
1.2	Logistical Services . . . . .	407,341,000
1.3	Medical and Dental Services . . . . .	42,708,000
1.4	Research and Development . . . . .	6,844,000
1.5	Pensions and Gratuity Services . . . . .	12,374,000
1.6	Educational Services . . . . .	72,509,000

2.0 *GHQ Operations and Training*. For GHQ operations and training, including GHQ operational activities, GHQ training activities, military intelligence activities, and home defense/civilian relations activities . . . . . ₱ 687,865,000

2.1	GHQ Operational Activities . . . . .	430,348,000
2.2	GHQ Training Activities . . . . .	18,003,000
2.3	Military Intelligence Activities . . . . .	212,514,000
2.4	Home Defense/Civilian Relations Activities . . . . .	<u>27,000,000</u>

**Total Current Operating Expenditures, General Headquarters . . . . .** ₱ 1,724,270,000

**Capital Outlays**

<b>3.0 AFP Capability Development Program.</b> For AFP capability development program, including self-reliant defense posture . . . . .		<b>₱ 100,728,000</b>
3.1 Self-Reliant Defense Posture . . . . .		<u>100,728,000</u>
<b>Total Capital Outlays, General Headquarters . . . . .</b>		<b>₱ 100,728,000</b>
<b>Total New Appropriations, General Headquarters . . . . .</b>		<b>₱ 1,824,998,000</b>

**Special Provision**

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Command, staff direction and coordination of GHQ-Wide Units of the AFP	11	₱ 415,847,000
1.1.2	Operation and maintenance of headquarters service groups and other AFP-Wide Units	11	<u>78,782,000</u>
	Sub-total, Project 1.1 . . . . .		<u>494,629,000</u>
1.2.1	Operation and maintenance of AFP Logistical Center	11	226,443,000
1.2.2	Procurement and other logistical services for GHQ and other AFP-Wide Support and Separate Units	11	134,362,000
1.2.3	Procurement under the self-reliant defense posture program	11	<u>46,536,000</u>
	Sub-total, Project 1.2 . . . . .		<u>407,341,000</u>
1.3.1	Operation and maintenance of the AFP Medical Center	11	35,870,000
1.3.2	Operation and maintenance of 1351st Dental Dispensary	11	2,482,000
1.3.3	Operation and maintenance of other hospitals, medical and dental dispensaries and clinics	11	<u>4,356,000</u>
	Sub-total, Project 1.3 . . . . .		<u>42,708,000</u>
1.4.1	Operation and maintenance of Research and Development Center	11	4,849,000
1.4.2	Support to R and D and other SRDP related activities	11	<u>1,995,000</u>
	Sub-total, Project 1.4 . . . . .		<u>6,844,000</u>
1.5.1	Operations and maintenance of AFP Finance Center, including payment of pay and allowances of military and civilian personnel of GHQ	11	10,394,000

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1.5.2	Support to Pension and Gratuity Administration Office	11	1,980,000
	Sub-total, Project 1.5		<u>12,374,000</u>
1.6.1	Procurement, instruction, training and development of officer-cadets of the Philippine Military Academy	11	55,270,000
1.6.2	Operation and maintenance of Armed Forces of the Philippines Command and General Staff College	11	4,297,000
1.6.3	Operation and maintenance of Metropolitan Citizen Military Training Command	11	12,942,000
	Sub-total, Project 1.6		<u>72,509,000</u>
2.1.1	Special operations of headquarters command and maintenance of other GHQ-AFP-wide support and separate units	11	112,080,000
2.1.2	Operation and maintenance of Regional Unified Commands	11	303,109,000
2.1.3	Operation and maintenance of WESCOM	11	15,159,000
	Sub-total, Project 2.1		<u>430,348,000</u>
2.2.1	Special operations and training	12	<u>18,003,000</u>
2.3.1	Operation and maintenance of military intelligence and other related activities	16	<u>212,514,000</u>
2.4.1	Home defense activities	11	<u>1,292,000</u>
2.4.2	Operation and maintenance of Civil Relations Services	11	<u>25,708,000</u>
	Sub-total, Project 2.4		<u>27,000,000</u>
3.1.1	Production of military hardware and build-up of materiel reserves	8	<u>100,728,000</u>
	Total, agency commitments and key budgetary inclusions		<u><b>₱ 1,824,998,000</b></u>

**A.2.b Philippine Air Force**

**Current Operating Expenditures**

1.0 *Air Force Command and Support Services.* For air force command and support services, including air force command and management, logistical services, and medical and dental services . . . . . **₱ 559,198,000**

1.1 Air Force Command and Management . . . . . 268,637,000  
 1.2 Logistical Services . . . . . 268,528,000  
 1.3 Medical and Dental Services . . . . . 22,033,000

2.0 *Air Force Operations and Training.* For air force operations and training, including air force operational acti-

vities, air force training activities, and home defense/civilian relations activities . . . . .	<u>₱ 477,592,000</u>
2.1 Air Force Operational Activities . . . . .	415,089,000
2.2 Air Force Training Activities . . . . .	59,109,000
2.3 Home Defense/Civilian Relations Activities . . . . .	<u>3,394,000</u>
<b>Total New Appropriations (All Current Operating Expenditures), Philippine Air Force . . . . .</b>	<b><u>₱ 1,036,790,000</u></b>

**Special Provision**

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Command, staff direction and coordination of Air Force-wide units	11	<u>₱ 268,637,000</u>
1.2.1	Procurement, transport, storage and distribution of supplies and materials	11	<u>268,528,000</u>
1.3.1	Operation and maintenance of air force medical and dental health centers	11	<u>22,033,000</u>
2.1.1	Direction of air force operations	11	<u>408,459,000</u>
2.1.2	Operation and maintenance of Clark Air Base Command (CABCOM)	11	<u>5,699,000</u>
2.1.3	Operation and maintenance of Aviation Security Command (AVSECOM)	11	<u>931,000</u>
	Sub-total, Project 2.1 . . . . .		<u>415,089,000</u>
2.2.1	Conduct of air force training	11	<u>59,109,000</u>
2.3.1	Civil assistance, agro-military activities, command and troop information and education, vocational training of trainees and draftees, and other home defense/civilian relations activities	11	<u>3,394,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<b><u>₱ 1,036,790,000</u></b>

**A.2.c Philippine Army**

**Current Operating Expenditures**

1.0 <i>Army Command and Support Services.</i> For army command and support services, including army command and management, logistical services, and medical and dental services . . . . .	<u>₱ 986,940,000</u>
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1.1 Army Command and Management . . . . .	584,186,000
1.2 Logistical Services . . . . .	301,543,000
1.3 Medical and Dental Services . . . . .	101,211,000
<b>2.0 Army Operations and Training.</b> For army operations and training, including army operational activities, army training activities, and home defense/civilian relations activities . . . . .	<b>₱ 1,212,698,000</b>
2.1 Army Operational Activities . . . . .	933,439,000
2.2 Army Training Activities . . . . .	259,342,000
2.3 Home Defense/Civilian Relations Activities . . . . .	19,917,000
<b>Total Current Operating Expenditures, Philippine Army . . . . .</b>	<b>₱ 2,199,638,000</b>

**Capital Outlays**

<b>3.0 Army Capability Development Program.</b> For army capability development program, including construction of buildings and facilities and acquisition of equipment . . . . .	<b>₱ 211,700,000</b>
3.1 Construction of Buildings and Facilities . . . . .	2,000,000
3.2 Acquisition of Equipment . . . . .	209,700,000
<b>Total Capital Outlays, Philippine Army . . . . .</b>	<b>₱ 211,700,000</b>
<b>Total New Appropriations, Philippine Army . . . . .</b>	<b>₱ 2,411,338,000</b>

**Special Provision**

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Command, staff direction and coordination of Army-wide units	11	₱ 584,186,000
1.2.1	Procurement, transport, storage and distribution of supplies and materials	11	301,543,000
1.3.1	Operation and maintenance of Army Medical and Dental Health Centers	11	101,211,000
2.1.1	Direction of army operations	11	933,439,000
2.2.1	Conduct of army training	12	259,342,000
2.3.1	Civil assistance, agro-military activities, command and troop information and education, vocational training of trainees and draftees, and other home defense/civilian relations activities	11	19,917,000
3.1.1	Construction of buildings and facilities	8	2,000,000



3.2.1	Purchase and/or fabrication of furniture and equipment	11	<u>209,700,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<u><b>₱ 2,411,338,000</b></u>

**A.2.d Philippine Constabulary**

**Current Operating Expenditures**

1.0 *Constabulary Command and Support Services.* For constabulary command and support services, including constabulary command and management, logistical services, and medical and dental services . . . . . **₱ 587,345,000**

1.1	Constabulary Command and Management	202,447,000
1.2	Logistical Services . . . . .	350,987,000
1.3	Medical and Dental Services . . . . .	33,911,000

2.0 *Law Enforcement and Maintenance of Peace and Order.* For law enforcement and maintenance of peace and order, including police operational activities, constabulary training activities, and home defense/civilian relations activities . . . . . **₱ 1,086,816,000**

2.1	Police Operational Activities . . . . .	1,062,663,000
2.2	Constabulary Training Activities . . . . .	12,873,000
2.3	Home Defense/Civilian Relations Activities . . . . .	11,280,000

**Total New Appropriations (All Current Operating Expenditures), Philippine Constabulary . . . . . ₱ 1,674,161,000**

**Special Provision**

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Command, staff direction and coordination of constabulary-wide units	11	<u>₱ 202,447,000</u>
1.2.1	Procurement, transport, storage and distribution of supplies and materials	11	<u>350,987,000</u>
1.3.1	Operation and maintenance of constabulary medical and dental health centers	11	<u>33,911,000</u>
2.1.1	Police operational activities	11	<u>1,056,014,000</u>
2.1.2	Operation and maintenance of Narcotics Command (NARCOM)	11	<u>6,649,000</u>
	Sub-total, Project 2.1 . . . . .		<u>1,062,663,000</u>
2.2.1	Conduct of constabulary training	12	<u>12,873,000</u>
2.3.1	Civil assistance, agro-military activities, command and troop informa-		

tion and education, vocational training of trainees and draftees, and other home defense/civilian relations activities	11	11,280,000
Total, agency commitments and key budgetary inclusions		<u><u>₱ 1,674,161,000</u></u>

**A.2.e Philippine Navy**

**Current Operating Expenditures**

1.0 *Naval Command and Support Services.* For naval command and support services, including naval command and management, logistical services, medical and dental services, and maintenance of facilities . . . . . ₱ 1,090,619,000

1.1 Naval Command and Management	331,437,000
1.2 Logistical Services	507,161,000
1.3 Medical and Dental Services	21,973,000
1.4 Maintenance of Facilities	230,048,000

2.0 *Naval Operations and Training.* For naval operations and training, including naval operational activities, naval training activities, and home defense/civilian relations activities . . . . . ₱ 447,074,000

2.1 Naval Operational Activities	416,488,000
2.2 Naval Training Activities	22,782,000
2.3 Home Defense/Civilian Relations Activities	7,804,000

**Total Current Operating Expenditures, Philippine Navy** . . . . . ₱ 1,537,693,000

**Capital Outlays**

3.0 *Naval Capability Development Program.* For naval capability development program, including reconditioning/outfitting/equipping of vessels and acquisition of equipment . . . . . ₱ 176,500,000

3.1 Reconditioning/Outfitting/Equipping of Vessels	26,385,000
3.2 Acquisition of Equipment	150,115,000

**Total Capital Outlays, Philippine Navy** ₱ 176,500,000

**Total New Appropriations, Philippine Navy** . . . . . ₱ 1,714,193,000

**Special Provision**

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	Purpose	KBI	Amount
1.1.1	Command, staff direction and coordination of navy-wide units	11	<u>₱ 331,437,000</u>

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1.2.1	Procurement, transport, storage and distribution of supplies and materials	11	507,161,000
1.3.1	Operation and maintenance of naval medical and dental health centers	11	21,973,000
1.4.1	Maintenance of vessels	11	148,787,000
1.4.2	Maintenance of other naval facilities	11	81,261,000
	Sub-total, Project 1.4 . . . . .		<u>230,048,000</u>
2.1.1	Direction of naval operations	11	409,640,000
2.1.2	Operation and maintenance of Subic Command (SUBCOM)	11	6,848,000
	Sub-total, Project 2.1 . . . . .		<u>416,488,000</u>
2.2.1	Conduct of naval training	12	22,782,000
2.3.1	Civil assistance, agro-military activities, command and troop information and education, vocational training of trainees and draftees, and other home defense/civilian relations activities	11	7,804,000
3.1.1	Reconditioning/outfitting/equipping of vessels	8	26,385,000
3.2.1	Communication equipment as approved by the President	11	2,943,000
3.2.2	Payment for the acquisition of Marcelo High Speed Boats	11	147,172,000
	Sub-total, Project 3.2 . . . . .		<u>150,115,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<u><u>₱ 1,714,193,000</u></u>

**Special Provisions**

1. *Limitation on the Use of Training Appropriations for Payment of Death Gratuity and Disability Pension of CMT Cadets.* The appropriations allotted for training outlay in the Armed Forces of the Philippines shall be made available for the payment of death gratuity or disability benefits of CMT cadets on account of death or injury suffered as a direct and proximate result of summer cadre training or participation in military operations of the AFP, except those incurred thru misconduct, gross negligence or willful disobedience: PROVIDED, That payment shall be made to the beneficiaries as provided in R.A. No. 610, as amended, subject to special rules and regulations prescribed by the Minister of National Defense: PROVIDED, FINALLY, That death compensation shall not be less than twelve thousand pesos.

2. *Allowances of Civilians Utilized During Military Operations.* The AFP is authorized to grant subsistence allowances and other emoluments to civilians who are not employees of the Ministry of National Defense but utilized during military operations and similar activities of the AFP in the maintenance of peace and order, subject to such rules and regulations prescribed by the Minister of National Defense.

Nothing herein prescribed however, shall preclude local government legislative bodies to enact ordinances/resolutions authorizing payment thru the AFP of additional benefits/allowances to ICHDF members within their respective jurisdictions.

3. *Allotment of Confidential National Security Fund.* The President in his capacity as Commander-in-Chief of the Armed Forces may allot from the appropriations herein provided, such amounts as may be necessary for confidential national security purposes, and any disbursement therefrom shall be accounted for solely on his certification or by the Officer-in-Charge of the National Security Mission designated by him. A portion from the programmed allotment of said Fund may be used for the purchase of technical equipment and vehicles necessary for carrying out national security missions upon direction and/or prior approval of the President.

4. *Purchase of Security Information.* The Minister of National Defense, upon certification of the Chief of Staff, AFP, may recommend for the approval of the President the disbursement of funds for payment of rewards to informers or for the purchase of security information on national security projects other than those already approved under authorized operating programs of the AFP.

5. *Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.* Upon recommendation of the Minister of National Defense and approval of the President, expenses incurred by the AFP in anti-smuggling, economic subversion or other similar operations may be reimbursed out of the proceeds from sale of items seized or confiscated by the AFP, subject to Section 40 of P.D. No. 1177, and to pertinent budgetary, accounting and auditing regulations: PROVIDED, That such proceeds may also be used for the logistics support and acquisition of information necessary for the prosecution of subsequent operations, subject to regulations prescribed by the Chief of Staff, with the approval of the Minister of National Defense.

6. *Research, Feasibility Studies, Development Projects and Test and Evaluation.* The Chief of Staff, AFP, subject to the approval of the Minister of National Defense, and upon direction of the President, is authorized to conduct research, feasibility studies, and development studies for projects planned and approved under the Self-Reliant Defense Posture Program (SRDP), including materiel requirements of the AFP on weapons and armaments, air and naval armaments, air and naval materiel requirements, ammunition, communications-electronics and quartermaster items, the cost of which shall be chargeable to the appropriations provided for the Self-Reliant Defense Posture Program, R & D Program and other Special Funds as provided for by P.D. No. 1081. The Chief of Staff is likewise authorized, subject to the approval of the Minister of National Defense, to farm out R & D projects to private entrepreneurs and/or government scientific agencies when these are not within the capability of the AFP to undertake: PROVIDED, That the amount that shall be spent for such research, feasibility and development studies shall not exceed 4% of the contract price or the direct cost of each project.

7. *Loans for Housing Projects and Facilities.* The Chief of Staff, AFP, subject to the approval of the Minister of National Defense and the Minister of Finance, is authorized to contract loans from any financing corporations for the purchase or lease of real estate and construction of housing projects, living quarters and its facilities for military personnel including those of JUSMAG and AFP attachés abroad: PROVIDED, That the schedule of payment of the loan can be supported from the AFP appropriations and that the real estate so purchased and the housing and living quarters shall become government property, except on housing project which shall be awarded to qualified AFP personnel upon payment of the total amortizations. The unused or unexpended appropriations of the AFP for quarters allowance shall be used to amortize said loans and shall be made available for the repair and maintenance of such quarters and housing facilities.

8. *Operating Budget of the AFP Major Services.* Pursuant to LOI No. 760, the Chief of Staff shall prepare, in consultation with the major services, a Work and Financial Plan prior to the beginning of the budget year for each of the services of the Armed Forces of the Philippines, including the General Headquarters, identifying cost estimates for each Program, Project, Activity and Sub-Activity by Command and the amounts earmarked for intelligence activities and for petroleum, oil and lubricants, in each Program/Project/Activity as listed in this Act.

The Work and Financial Plan shall be reviewed by the Minister of National Defense and the Office of Budget and Management and submitted to the President for final approval prior to the release of funds at the beginning of each budget year. Fund releases shall be made through the Office of the Minister of National Defense to the General Headquarters, Armed Forces of the Philippines. The Chief of Staff, Armed Forces of the Philippines shall sub-allot to the major services including the General Headquarters funds allocated to them in the approved Work and Financial Plan, and may withhold a portion thereof, subject to the approval of the Minister of National Defense, in order to cover the cost of centrally procured items in the implementation of the operating requirements of integrated commands without, however, reducing the total amount intended for the basic pay and allowances, GSIS premiums, pensions and gratuities, petroleum, oil and lubricants, ammunitions and other similarly fixed and critical expenditures. Deviations from the approved Work and Financial Plan and from the implementing budgetary releases may be approved by the Minister of National Defense acting upon guidelines issued by the President in pursuance of reorganization, emergency changes in priority and changes in systems and procedures, except as provided under LOI No. 746: PROVIDED, That such appropriation transfers shall be effected through Special Budgets, pursuant to Sec. 40 of P.D. 1177: PROVIDED, FURTHER, That no increase in compensation, allowances and fringe benefits shall be implemented without an implementing Budget Circular or the written approval of the President, copy of which shall be furnished by the Office of Budget and Management.

9. *Funding Support of Civil Security Units.* The National Intelligence and Security Authority (NISA) may assess national government

offices, state universities and colleges, government-owned or controlled corporations, and local government units for intelligence services, the fees of which shall be deposited with the National Treasury and shall accrue to the General Fund pursuant to the provisions of P.D. No. 711: PROVIDED, That such proceeds may be made available for expenditure in support of Civil Security Units, chargeable to the General Fund Adjustments provided in this Act, subject to Section 40 of P.D. No. 1177: PROVIDED, FURTHER, That in no case shall such proceeds be used for payment of salaries, wages, honoraria, allowances, representation, extraordinary or miscellaneous expenses.

10. *Lease of Armed Forces Equipment.* The Armed Forces of the Philippines is authorized, subject to the approval of the Minister of National Defense, to lease its idle equipment which can be dispensed with, and the proceeds derived therefrom shall be deposited with the National Treasury and shall accrue to the General Fund pursuant to the provisions of Section 50 of P.D. No. 1177.

11. *Use of Savings.* The Chief of Staff, AFP, is authorized, subject to the approval of the Minister of National Defense, to use any savings in the appropriations provided herein for the AFP, for: (a) purchase of furniture and equipment for the living quarters of the various Provincial Constabulary Commanders and Regional Unified Commanders not exceeding ₱1,000,000; (b) payment of the loans and amortization, including valid prior years' obligations; (c) acquisition of sites, facilities, or equipment under lease or currently used by the Armed Forces, and payment of boundary, relocation and sub-division surveys for titling of AFP real estate; (d) purchase, manufacture and repair of motor vehicles, aircrafts, vessels and spare parts, and all other types of equipment and materials as may be determined by the Minister of National Defense; (e) purchase or manufacture of ammunition and components, armaments and other similar equipment to build up the reserve stocks of the AFP Reserve Force; (f) construction of living quarters, mobilization centers, military barracks, AFP museum, archives or libraries and other construction projects; (g) modernization and expansion of the AFP General Headquarters; (h) support of intelligence and counter-intelligence activities of the AFP; (i) support of the international commitments of the AFP, including the expenses of Philippine Armed Forces Contingent sent overseas on mission; (j) payment of certificate of disability discharged pensions of retirees, and educational benefits of beneficiaries entitled thereto; (k) payment of gratuities and pensions of military retirees, under Republic Act No. 340, as amended; (l) subsistence of military personnel serving sentence at the National Penitentiary; and (m) payment of additional allowance for ICHDFs: PROVIDED, That (k) hereof shall be given priority; PROVIDED, FURTHER, That a quarterly report on use of savings is submitted to the Office of Budget and Management.

12. *Intelligence and Confidential Funds.* No amount herein appropriated, including those funded from savings shall be utilized for intelligence and confidential purposes without the approval of the President upon recommendation of the Minister of National Defense.

13. *Use of Appropriations Allotted for Longevity Pay.* Longevity pay shall be charged against the specific appropriations allotted for the purpose: PROVIDED, That in determining entitlement to longevity pay, the period of trainee service, CMT Cadre Training, probationary training, and cadet service at Service Academies and at the PAF Flying School not exceeding four years, shall be considered as active military services.

14. *AFP Procurement.* The AFP is authorized, subject to rules and regulations prescribed by the Minister of National Defense and the Office of Budget and Management to procure supplies, materials, services and equipment needed for its operations without the intervention of the Supply Coordination Office.

### A.3 Government Arsenal

#### Current Operating Expenditures

1.0 <i>Operation, Maintenance and Security of Arsenals.</i> For operation, maintenance and security of arsenals, including manufacture of arms and ammunitions and maintenance and security of arsenals . . . . . ₱		80,431,000
1.1 Manufacture of Arms and Ammunitions and Maintenance and Security of Arsenals		80,431,000
<b>Total Current Operating Expenditures, Government Arsenal . . . . . ₱</b>		<b>80,431,000</b>

#### Capital Outlays

2.0 <i>Capital Outlays.</i> For capital outlays, including construction of buildings and facilities and acquisition of equipment . . . . . ₱		1,763,000
2.1 Construction of Buildings and Facilities .		135,000
2.2 Acquisition of Equipment . . . . .		1,628,000
<b>Total Capital Outlays, Government Arsenal . . . . . ₱</b>		<b>1,763,000</b>
<b>Total New Appropriations, Government Arsenal . . . . . ₱</b>		<b>82,194,000</b>

#### Special Provisions

1. *Procurement of Safety Equipment.* The Director of Government Arsenal, subject to the approval of the Minister of National Defense, is authorized to procure safety equipment and clothing materials as may be needed in its operations and issue the same to its personnel without cost, chargeable to the regular appropriation of the Government Arsenal.

2. *Authority to Barter Scrap.* The Director of Government Arsenal, upon notice to the Commission on Audit and prior approval of the Minister of National Defense, is authorized to barter scrap with essential facilities in the operation of Government Arsenal: PROVIDED, That the money value of the scrap items bartered shall be recorded as income of the Government Arsenal and the equipment so acquired shall be recorded as government property.

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3. *Key Budgetary Inclusions (KBI)*. The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Manufacture and storage of arms and ammunitions and the assurance of quality thereof	11	₱ 60,165,000
1.1.2	Intelligence Fund	16	46,000
1.1.3	General administration and support services	11	20,220,000
	Sub-total, Project 1.1 . . . . .		<u>80,431,000</u>
2.1.1	Construction of buildings and facilities	8	<u>135,000</u>
2.2.1	Purchase and/or fabrication of furniture and equipment	11	<u>1,628,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<u><u>₱ 82,194,000</u></u>

**A.4 Bureau of Coast and Geodetic Survey**

**Current Operating Expenditures**

1.0 *Production of Maps and Charts*. For production of maps and charts, including field surveys and the production of materials for printing of maps, charts and related publications, reproduction and distribution of maps, charts and related publications, and general administration and support services . . . . . ₱ 19,747,000

1.1	Field Surveys and the Production of Materials for Printing of Maps, Charts and Related Publications . . . . .	11,506,000
1.2	Reproduction and Distribution of Maps, Charts and Related Publications . . . . .	1,352,000
1.3	General Administration and Support Services . . . . .	<u>6,889,000</u>
	<b>Total Current Operating Expenditures, Bureau of Coast and Geodetic Survey . ₱</b>	<b><u>19,747,000</u></b>

**Capital Outlays**

2.0 *Acquisition of Equipment*. For acquisition of equipment . . . . . ₱ 426,000

2.1	Acquisition of Equipment . . . . .	426,000
	<b>Total Capital Outlays, Bureau of Coast and Geodetic Survey . ₱</b>	<b><u>426,000</u></b>
	<b>Total New Appropriations, Bureau of Coast and Geodetic Survey . ₱</b>	<b><u><u>20,173,000</u></u></b>



**Special Provisions**

1. *Authority to Contract for Surveys and Technical Investigations.*  
 The Director of Coast and Geodetic Survey is authorized, subject to the approval of the Minister of National Defense, to enter into contracts or cooperative agreements with, and to receive funds from public or private organizations and/or persons for technical investigations, surveying, mapping and charting activities and for the preparation and publication of the results therefor. All receipts and proceeds realized therefrom shall be deposited with the National Treasury and shall accrue to the General Fund pursuant to Section 50 of P.D. No. 1177, and may be used to support the appropriations herein provided, subject to Section 40 of P.D. No. 1177.

2. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Conduct of hydrographic, oceanographic, geodetic and geophysical surveys, publication and distribution of notices to mariners and compilation of special maps and other publications	11	₱ 11,272,000
1.1.2	BCGS participation in the JICA Assisted Project-Establishment of Graphic Information Base-National Capital Region	7	44,000
1.1.3	BCGS participation in the Kalayaan Islands Environmental Research and Marine Science Center	7	190,000
	Sub-total, Project 1.1 . . . . .		<u>11,506,000</u>
1.2.1	Printing, distribution and selling of maps, charts and related publications	11	<u>1,352,000</u>
1.3.1	General administration and support services	11	<u>6,889,000</u>
2.1.1	Purchase and/or fabrication of furniture and equipment	11	<u>426,000</u>
	Total, agency commitments and key budgetary inclusions . . . . .		<u><u>₱ 20,173,000</u></u>

**A.5 Integrated National Police**

**Current Operating Expenditures**

1.0 *Maintenance of Peace, Law, Order and Public Safety.*  
 For maintenance of peace, law, order and public safety, including law enforcement and public safety services, fire prevention, investigation and control and general administration and support services . . . . . ₱ 1,987,166,000

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1.1 Law Enforcement and Public Safety Services . . . . .	828,406,000
1.2 Fire Prevention, Investigation and Control . . . . .	191,667,000
1.3 General Administration and Support Services . . . . .	967,093,000
<b>Total Current Operating Expenditures, Integrated National Police . . . . .</b>	<b><u>₱ 1,987,166,000</u></b>

**Capital Outlays**

2.0 *Capital Outlays.* For capital outlays, including construction of permanent improvements and acquisition of equipment . . . . . **₱ 111,960,000**

2.1 Construction of Permanent Improvements . . . . .	21,960,000
2.2 Acquisition of Equipment . . . . .	90,000,000
<b>Total Capital Outlays, Integrated National Police . . . . .</b>	<b><u>₱ 111,960,000</u></b>
<b>Total New Appropriations, Integrated National Police . . . . .</b>	<b><u>₱ 2,099,126,000</u></b>

**Special Provisions**

1. *Use of Appropriations for Payment of Damages Arising from Lawful Police Operations.* The Director-General of the Integrated National Police (INP) is authorized, subject to the approval of the Minister of National Defense, to disburse funds from the appropriations provided in this Act for the INP for payment of duly established damages to property and for injury or death benefits of civilians resulting from duly authorized police operations in the maintenance of peace and order.

2. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Police and traffic activities	11	₱ 673,124,000
1.1.2	Police investigative activities, which shall be released in accordance with the procedures established under LOI No. 746	16	155,282,000
	Sub-total, Project 1.1 . . . . .		<u>828,406,000</u>
1.2.1	Fire prevention, control, investigation and firefighting operations	11	145,117,000
1.2.2	New activities under the Fire Code	11	46,550,000
	Sub-total, Project 1.2 . . . . .		<u>191,667,000</u>
1.3.1	Jail management and rehabilitation of prisoners	11	85,700,000
1.3.2	Training of uniformed personnel	11	49,138,000
1.3.3	Central and regional administration and staff services	11	816,573,000

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1.3.4	Legal assistance services to uniformed personnel pursuant to P.D. No. 971	11	1,841,000
1.3.5	Operational requirements in the operation and maintenance of the Management Information System for the Peace and Order Council	11	5,841,000
1.3.6	Settlement of prior-years' obligations on pay and allowances of uniformed personnel	11	8,000,000
	Sub-total, Project 1.3		967,093,000
2.1.1	Construction of police stations and jails	8	21,960,000
2.2.1	Purchase and/or fabrication of furniture and equipment	11	90,000,000
	Total, agency commitments and key budgetary inclusions		₱ 2,099,126,000

**A.6 National Police Commission**

**Current Operating Expenditures**

**1.0 Administration of INP Personnel and Management Services.** For administration of INP personnel and management services, including inspection and audit of INP stations, administration of INP examinations and attestation of appointments, investigation and adjudication services, and general administration and support services . . . . . ₱ 76,158,000

1.1	Inspection and Audit of INP Stations . . .		2,833,000
1.2	Administration of INP Examinations and Attestation of Appointments . . . . .		2,556,000
1.3	Investigation and Adjudication Services . . .		13,829,000
1.4	General Administration and Support Services . . . . .		56,940,000

**2.0 Management of Crime Prevention Program.** For management of crime prevention program, including development of crime prevention program, and evaluation of crime prevention program . . . . . ₱ 1,555,000

2.1	Development of Crime Prevention Program . . . . .		782,000
2.2	Evaluation of Crime Prevention Program . . . . .		773,000

**Total Current Operating Expenditures, National Police Commission . . . . . ₱ 77,713,000**

**Capital Outlays**

**3.0 Acquisition of Equipment.** For acquisition of equipment . . . . . ₱ 2,823,000

3.1	Acquisition of Equipment . . . . .		2,823,000
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Total Capital Outlays, National Police Commission .....	₱ 2,823,000
Total New Appropriations, National Police Commission .....	<u>₱ 80,536,000</u>

**Special Provisions**

1. *Use of Appropriations for Printing and/or Publication of Criminal Justice Journal.* The National Police Commission is authorized to use its appropriations allotted for printing and publication to engage the services of government and/or private printers in the production of the Criminal Justice Journal, subject to public bidding and to pertinent auditing rules and regulations.

2. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Inspection and audit of the performance/activities and facilities of all INP stations	11	₱ 2,833,000
1.2.1	Preparation and administration of INP tests, and recording of examination results for successful examinees	11	1,205,000
1.2.2	Evaluation and attestation of appointments of officers and members of the INP	11	782,000
1.2.3	Development and administration of a police personnel program	11	569,000
	Sub-total, Project 1.2 .....		<u>2,556,000</u>
1.3.1	Investigation and adjudication of administrative cases filed against members of the INP	11	6,976,000
1.3.2	Adjudication of claims for death and permanent disability benefits of INP members	11	2,483,000
1.3.3	Investigation of anomalies and irregularities involving INP members	11	2,345,000
1.3.4	Intelligence Fund	16	810,000
1.3.5	Conduct of intelligence and security services	11	1,215,000
	Sub-total, Project 1.3 .....		<u>13,829,000</u>
1.4.1	General administration and support services	11	24,145,000
1.4.2	Hospitalization, death and disability benefits	11	25,000,000
1.4.3	Operational requirements of the regional office	11	7,795,000
	Sub-total, Project 1.4 .....		<u>56,940,000</u>

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2.1.1	Research studies on crime and collection and compilation of crime statistics	11	481,000
2.1.2	Formulation of crime prevention programs strategy	11	301,000
	Sub-total, Project 2.1 . . . . .		782,000
2.2.1	Evaluation of crime prevention activities	11	773,000
3.1.1	Purchase and/or fabrication of furniture and equipment	11	2,823,000
	Total, agency commitments and key budgetary inclusions . . . . .		₱ 80,536,000

**A.7 Office of Civil Defense**

**Current Operating Expenditures**

1.0 *Civil Defense Administration*. For civil defense administration, including planning, direction and coordination for civil defense . . . . . ₱ 9,082,000

1.1 Planning, Direction and Coordination for Civil Defense . . . . . 9,082,000

**Total Current Operating Expenditures, Office of Civil Defense . . . . . ₱ 9,082,000**

**Capital Outlays**

2.0 *Acquisition of Equipment*. For acquisition of equipment . . . . . ₱ 450,000

2.1 Acquisition of Equipment . . . . . 450,000

**Total Capital Outlays, Office of Civil Defense . . . . . ₱ 450,000**

**Total New Appropriations, Office of Civil Defense . . . . . ₱ 9,532,000**

**Special Provision**

1. *Key Budgetary Inclusions (KBI)*. The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	Purpose	KBI	Amount
1.1.1	Supervision, direction and coordination of the national civil defense program	11 ₱	634,000
1.1.2	Organization and training of disaster coordinating councils and volunteer workers	11	1,100,000
1.1.3	Participation in the natural disaster research and training center	9	231,000
1.1.4	Participation and support for the implementation of the National Service Law (P.D. No. 1706)	7	270,000

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1.1.5	Participation and support activities in the implementation of the National Radiological Emergency Preparedness/Response Plan Incidents	7	230,000
1.1.6	General administration and support services	11	6,617,000
	Sub-total, Project 1.1		<u>9,082,000</u>
2.1.1	Purchase and/or fabrication of furniture and equipment	11	450,000
	Total, agency commitments and key budgetary inclusions		<u><b>₱ 9,532,000</b></u>

**A.8 Philippine Veterans Affairs Office**

**Current Operating Expenditures**

1.0 *Administration of Veterans Benefits.* For administration of veterans benefits, including settlement of veterans claims, and general administration and support services

	1.1 Settlement of Veterans Claims	77,333,000
	1.2 General Administration and Support Services	9,798,000

2.0 *Hospitalization and Medical Care and Treatment.* For hospitalization and medical care and treatment, including in-patient care, out-patient services, and general administration and support services

	2.1 In-Patient Care	43,233,000
	2.2 Out-Patient Services	4,014,000
	2.3 General Administration and Support Services	24,096,000

3.0 *Administration and Development of National Military Shrines.* For administration and development of National Military Shrines

	3.1 Administration and Development of National Military Shrines	3,430,000
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**Total Current Operating Expenditures, Philippine Veterans Affairs Office**

**₱ 161,904,000**

**Capital Outlays**

4.0 *Capital Outlays.* For capital outlays, including construction of permanent improvements and acquisition of equipment

	4.1 Construction of Permanent Improvements	4,500,000
	4.2 Acquisition of Equipment	1,980,000

**Total Capital Outlays, Philippine Veterans Affairs Office**

**₱ 6,480,000**

**Total New Appropriations, Philippine Veterans Affairs Office**

**₱ 168,384,000**

**Special Provisions**

1. *Operating Expenses of Veterans Ward Annexes.* The Veterans Memorial Medical Center is authorized, subject to the approval of the Minister of National Defense, to use the interest earnings of the ₱12M from its share in the interest of the \$31 Million Veterans Settlement Fund paid by the United States Government to the Philippines and deposited in the Philippine Veterans Bank, for operational expenses of existing Veterans Wards, and to establish additional ward annexes, including the operational expenses of the 50-bed Veterans Rehabilitation and Convalescent Center at Taguig, Metropolitan Manila, to be managed by the Director, Veterans Memorial Medical Center, subject to Section 40, P.D. No. 1177.

2. *Use of Savings.* The Administrator of the Philippine Veterans Affairs Office is authorized, subject to the approval of the Minister of National Defense and to Sec. 40 of P.D. No. 1177, to use savings in the appropriations for the Philippine Veterans Affairs Office: (a) to cover deficits in veterans pension and educational benefits; (b) for payments of additional expenses for supplies, materials, equipment and machine rental in the preparation of pension checks of veterans and beneficiaries; (c) for medical care and treatment at the Veterans Memorial Medical Center or its annex wards in the provinces, including reasonable transportation expenses in going to and from the Medical Center or its annex; (d) for assistance, benefit or services to veterans authorized under the law; and (e) for the micro-filming and/or computerization of veterans records.

3. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

<i>P/P/A</i>	<i>Purpose</i>	<i>KBI</i>	<i>Amount</i>
1.1.1	Processing of veterans claims	11 ₱	7,015,000
1.1.2	Settlement of veterans claims	11	53,883,000
1.1.3	Gratuity and pensions of heirs of military personnel under R.A. No. 5859, effective January 1, 1978	11	14,000,000
1.1.4	Pensions of veterans of the revolution pursuant to R.A. No. 5748, effective January 1, 1979	11	2,435,000
	Sub-total, Project 1.1 . . . . .		<u>77,333,000</u>
1.2.1	General administration and support services	11	9,798,000
2.1.1	In-patient care	11	40,533,000
2.1.2	Operation and maintenance of VMMC annexes	11	2,700,000
	Sub-total, Project 2.1 . . . . .		<u>43,233,000</u>
2.2.1	Out-patient services	11	4,014,000
2.3.1	General administration and support services	11	<u>24,096,000</u>

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3.1.1	Administration and development of National Military Shrines including Corregidor Shrines, Dambana ng Kagitingan and Kiangan Shrines	11	3,380,000
3.1.2	Allowance of re-employed retired military personnel	3	50,000
	Sub-total, Project 3.1		<u>3,430,000</u>
4.1.1	Rehabilitation and development costs of Corregidor Shrines, Dambana ng Kagitingan and Kiangan Shrines	8	<u>4,500,000</u>
4.2.1	Purchase and/or fabrication of furniture and equipment for the Veterans Affairs Administration	11	900,000
4.2.2	Purchase and/or fabrication of furniture and equipment for the Medical Center	11	180,000
4.2.3	Purchase and/or fabrication of furniture and equipment for the National Military Shrines	11	900,000
	Sub-total, Project 4.2		<u>1,980,000</u>
	Total, agency commitments and key budgetary inclusions		<u><b>₱ 168,384,000</b></u>



## MINISTRY OF NATIONAL DEFENSE

### GENERAL SUMMARY

#### Current Operating Expenditures

A.1	Office of the Minister .....	₱ 73,491,000
A.1.a	National Defense College of the Philippines .....	5,422,000
A.2	Armed Forces of the Philippines ..	<u>8,172,552,000</u>
A.2.a	General Headquarters .....	1,724,270,000
A.2.b	Philippine Air Force .....	1,036,790,000
A.2.c	Philippine Army .....	2,199,638,000
A.2.d	Philippine Constabulary .....	1,674,161,000
A.2.e	Philippine Navy .....	1,537,693,000
A.3	Government Arsenal .....	80,431,000
A.4	Bureau of Coast and Geodetic Sur- vey .....	19,747,000
A.5	Integrated National Police .....	1,987,166,000
A.6	National Police Commission .....	77,713,000
A.7	Office of Civil Defense .....	9,082,000
A.8	Philippine Veterans Affairs Office .	<u>161,904,000</u>
	<b>Total Current Operating Expendi- tures .....</b>	<b><u>₱10,587,508,000</u></b>

#### Capital Outlays

A.1	Office of the Minister .....	₱ 3,500,000
A.1.a	National Defense College of the Philippines .....	2,119,000
A.2	Armed Forces of the Philippines ..	<u>488,928,000</u>
A.2.a	General Headquarters .....	100,728,000
A.2.c	Philippine Army .....	211,700,000
A.2.e	Philippine Navy .....	176,500,000
A.3	Government Arsenal .....	1,763,000
A.4	Bureau of Coast and Geodetic Sur- vey .....	426,000
A.5	Integrated National Police .....	111,960,000
A.6	National Police Commission .....	2,823,000
A.7	Office of Civil Defense .....	450,000
A.8	Philippine Veterans Affairs Office .	<u>6,480,000</u>
	<b>Total Capital Outlays .....</b>	<b><u>₱ 618,449,000</u></b>
	<b>Total New Appropriations, Ministry of National Defense .....</b>	<b><u>₱11,205,957,000</u></b>