

XVII. DEPARTMENT OF NATIONAL DEFENSE

A. Office of the Secretary

For general administration and support services, information systems development and maintenance, supervision, coordination and direction of national security operations, defense support activities and the Kalinga Special Development Authority as indicated hereunder
P 99,786,000

New Appropriations, by Program
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		<u>Current Operating Expenditures</u>			
		<u>Personal</u>	<u>Maintenance</u>	<u>Capital</u>	<u>Total</u>
		<u>Services</u>	<u>and Other</u>	<u>Outlays</u>	
			<u>Operating</u>		
			<u>Expenses</u>		
A. PROGRAMS					
I. General Administration and Support					
a. General Administration and Support Services	P	15,102,000	P 8,220,000	P 4,011,000	P 27,333,000
Sub-total, General Administration and Support		15,102,000	8,220,000	4,011,000	27,333,000
II. Support to Operations					
a. Information Systems Development and Maintenance		220,000	430,000		650,000
Sub-total, Support to Operations		220,000	430,000		650,000
III. Operations					
a. Supervision, Coordination and Direction of National Security Operations		17,679,000	37,151,000		54,830,000
b. Supervision, Coordination and Direction of Defense Support Activities			11,116,000		11,116,000
c. Supervision, Coordination and Direction of Kalinga Special Development Authority		5,857,000			5,857,000
Sub-total, Operations		23,536,000	48,267,000		71,803,000
Total, Programs		38,858,000	56,917,000	4,011,000	99,786,000
TOTAL NEW APPROPRIATIONS	P	38,858,000	P 56,917,000	P 4,011,000	P 99,786,000

Special Provisions

1. Restriction on the Use of Funds Allotted for Petroleum, Oil and Lubricants and Medicines. The amounts herein appropriated for petroleum, oil and lubricants and medicines outlay for the Department 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 medicines, and in no case shall any portion thereof be utilized for any other purpose: PROVIDED, That amounts not exceeding three percent (3%) of the allocation for petroleum, oil and lubricants may be used for the maintenance and upgrading of storage, transport and dispensing facilities for petroleum, oil and lubricants.

The Secretary of National Defense may authorize Department personnel, subject to appropriate internal control measures and safeguards, to inspect deliveries of petroleum, oil and lubricants serviced directly to aircrafts, vessels and motor vehicles utilized by the Armed Forces of the Philippines.

2. Use of Savings. The Secretary of National Defense is authorized, subject to the approval of the President of the Philippines, to use savings in the appropriations herein provided for the Department 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) financial assistance to government informers who are killed or injured in the performance of their duties; (d) payment for damage to properties and compensation for injuries or death of civilians resulting from the Armed Forces of the Philippines operations and (e) educational study tour of the National Defense College of the Philippines students and faculty.

3. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities and purposes in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 6,440,000 P	8,090,000 P	4,011,000 P	18,541,000
2. Administration of personnel benefits	8,179,000			8,179,000
3. Legislative liaison services	483,000	130,000		613,000
Sub-total, General Administration and Support	15,102,000	8,220,000	4,011,000	27,333,000
II. Support to Operations				
a. Information Systems Development and Maintenance				
a.1 Management of defense information	220,000	430,000		650,000
Sub-total, Support to Operations	220,000	430,000		650,000
III. Operations				
a. Supervision, Coordination and Direction of National Security Operations				
1. General management and supervision	14,163,000	20,234,000		34,397,000
2. Supervision, coordination and direction of defense and security activities	2,571,000	13,010,000		15,581,000
3. Supervision, coordination and direction of the activities for the enhancement and modernization of military equipage and training of the armed forces for external defense operations		477,000		477,000
4. Supervision, coordination and direction of civil-military activities	945,000	3,430,000		4,375,000
Sub-total, a	17,679,000	37,151,000		54,830,000
b. Supervision, Coordination and Direction of Defense Support Activities				

1. Conduct of external defense relations activities, including the supervision, coordination and direction of the operations related to the maintenance of beneficial relations with allied/neighbor countries	4,708,000	4,708,000
2. Conduct of security operations and related activities	4,908,000	4,908,000
3. Participation in the rehabilitation program for dissident returnees	1,500,000	1,500,000
Sub-total, b	11,116,000	11,116,000
c. Supervision, Coordination and Direction of Kalinga Special Development Authority		
1. Supervision, coordination and direction of Kalinga Special Development Authority	5,857,000	5,857,000
Sub-total, Operations	23,536,000	48,267,000
TOTAL, PROGRAMS AND ACTIVITIES	P 38,858,000 P	56,917,000 P 4,011,000 P 99,786,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	18,666
Contractual, Casuals and Emergency Personnel	11,025
Total Salaries and Wages	29,691

Other Compensation

Terminal Leave Benefits	85
Pag-I.B.I.G. Contributions	356
Medicare Premiums	124
Employees Compensation Insurance Premiums	147
Overtime Pay	530
Representation and Transportation Allowance	903
Bonuses and Incentives	2,478
Step Increments for Merit/Length of Service	348
Personnel Economic Relief Allowance	1,700
Additional P500 Allowance	1,716
Clothing/Uniform Allowance	620
Magna Carta of Public Health Workers per R.A. 7305	160

Total Other Compensation	9,167
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01 Total Personal Services	38,858
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Maintenance and Other Operating Expenses

02 Travelling Expenses	1,780
03 Communication Services	1,650
04 Repair and Maintenance of Government Facilities	2,850
05 Repair and Maintenance of Government Vehicles	900
07 Supplies and Materials	15,757
10 Grants, Subsidies and Contributions	500
14 Water, Illumination and Power Services	4,850
15 Social Security Benefits, Rewards and Other Claims	1,100
17 Training and Seminar Expenses	900
18 Extraordinary and Miscellaneous Expenses	560
19 Confidential and Intelligence Expenses	20,200
23 Advertising and Publication Expenses	200
24 Fidelity Bond and Insurance Premium	450
29 Other Services	5,220

Total Maintenance and Other Operating Expenses	56,917

Total Current Operating Expenditures	95,775

Capital Outlays	
36 Furniture, Fixtures, Equipment and Books Outlay	4,011

Total Capital Outlays	4,011

TOTAL NEW APPROPRIATIONS	99,786
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8. Armed Forces of the Philippines

8.1 General Headquarters

For general administrative, command and management services, health services, operations services, strategic planning and international commitment, education and training services, materiel development, operations services, military intelligence, civil military operations, logistical services, communication-electronic services, and retirees and reservist affairs, including locally-funded project as indicated hereunder P 2,751,947,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
A. PROGRAMS				
I. General Administration and Support				
a. General Administrative and Support Services	P 310,706,000	P 16,392,000		P 327,098,000
Sub-total, General Administration and Support	310,706,000	16,392,000		327,098,000
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II. Support to Operations				
a. Command and Management Services	416,933,000	143,176,000		560,109,000

606 GENERAL APPROPRIATIONS ACT, FY 1995

b. Health Services	62,140,000	91,525,000	153,665,000
c. Operations Services	14,333,000	41,521,000	55,854,000
d. Strategic Planning and International Commitment		23,096,000	23,096,000
e. Education and Training Services	68,896,000	33,797,000	102,693,000
f. Materiel Development	11,656,000	4,150,000	15,806,000
Sub-total, Support to Operations	573,958,000	337,265,000	911,223,000
III. Operations			
a. Operations Services	172,024,000	143,516,000	315,540,000
b. Military Intelligence	134,516,000	99,415,000	233,931,000
c. Civil Military Operations	48,706,000	98,463,000	147,169,000
d. Logistical Services	108,024,000	495,998,000	604,022,000
e. Communication-Electronic Services	134,591,000	68,373,000	202,964,000
Sub-total, Operations	597,861,000	905,765,000	1,503,626,000
Total, Programs	1,482,525,000	1,259,422,000	2,741,947,000
B. PROJECTS			
I. Locally Funded Projects			
a. Construction of various projects of AFP-Wide Support and Separate Units			10,000,000 10,000,000
TOTAL NEW APPROPRIATIONS	P 1,482,525,000	P 1,259,422,000	P 10,000,000 P 2,751,947,000

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administrative and Support Services				
1. General management and supervision	P 2,126,000	P 4,134,000		P 6,260,000
2. Administration of personnel benefits	290,881,000			290,881,000
3. Operation and maintenance of AFP Finance Center	17,699,000	6,688,000		24,387,000

4. Morale and welfare activities		5,570,000	5,570,000
Sub-total, General Administration and Support	310,706,000	16,392,000	327,098,000
II. Support to Operations			
a. Command and Management Services			
1. Command, staff direction and coordination of GHQ, Area Commands, and AFP Wide Support & Separate Units, Major Services and Specified Units	281,725,000	71,196,000	352,921,000
2. Operation and maintenance of Headquarters Services Command and other attached GHQ Units	135,208,000	71,980,000	207,188,000
Sub-total, a	416,933,000	143,176,000	560,109,000
b. Health Services			
1. Operation and maintenance of Dental Dispensaries and Clinics of GHQ, Area Commands and AFP Wide Support & Separate Units	15,323,000	12,295,000	27,618,000
2. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of GHQ, Area Commands, and AFP Wide Support and Separate Units	46,817,000	79,230,000	126,047,000
Sub-total, b	62,140,000	91,525,000	153,665,000
c. Operations Services			
1. Operation and maintenance of Headquarters, Commands and Support to special operations Area Commands, and AFP Wide Support and Separate Units	14,333,000	41,521,000	55,854,000
d. Strategic Planning and International Commitment			
1. Support to strategic planning, capability development planning and international commitment		23,096,000	23,096,000
e. Education and Training Services			
1. Operation and maintenance of Training Institutions	67,306,000	16,725,000	84,031,000
2. Special training activities	1,590,000	17,072,000	18,662,000
Sub-total, e	68,896,000	33,797,000	102,693,000
f. Materiel Development			
1. Operation and maintenance of research and development activities	11,656,000	4,150,000	15,806,000

Sub-total, Support to Operation	573,958,000	337,265,000	911,223,000
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III. Operations			
a. Operation Services			
1. Operations and maintenance of Area Commands			
MOLCOM	33,599,000	31,598,000	65,197,000
SOLCOM	26,344,000	20,969,000	47,313,000
VISCOM	29,194,000	29,490,000	58,684,000
SOUTHCOM	57,648,000	47,973,000	105,621,000
WESCOM	25,239,000	13,486,000	38,725,000
Sub-total, a	172,024,000	143,516,000	315,540,000
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b. Military Intelligence			
1. Operation and maintenance of military intelligence and other related activities	134,516,000	99,415,000	233,931,000
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c. Civil Military Operations			
1. Operation and maintenance of civil military activities	48,706,000	88,463,000	137,169,000
2. Tree-planting activities on all military camps and reservations		10,000,000	10,000,000
Sub-total, c	48,706,000	98,463,000	147,169,000
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d. Logistical Services			
1. Operations and maintenance of AFP Logistics Command	108,024,000	45,795,000	153,819,000
2. Logistical management and services for Area Commands, and AFP Wide Support and Separate Units		450,203,000	450,203,000
Sub-total, d	108,024,000	495,998,000	604,022,000
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e. Communication-Electronic Services			
1. Operation and maintenance of communication-electronics facilities	120,507,000	58,618,000	179,125,000
2. Operation and maintenance of Area Commands, and AFP Computer System Center	14,084,000	9,755,000	23,839,000
Sub-total, e	134,591,000	68,373,000	202,964,000
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Sub-total, Operations	597,861,000	905,765,000	1,503,626,000
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Total, Programs and Activities	P 1,482,525,000	P 1,259,422,000	P 2,741,947,000
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New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	41,722
Military Pay and Allowances	976,819
Contractual, Casual and Emergency Personnel	170,727
Total Salaries and Wages	1,189,268

Other Compensation

Terminal Leave Benefits	1,814
Pag-I.B.I.G. Contributions	578
Medicare Premiums	5,803
Employees Compensation Insurance Premiums	4,642
Overtime Pay	1,296
Representation and Transportation Allowance	250
Bonuses and Incentives	66,268
Step Increments for Merit and Length of Service	312
Personnel Economic Relief Allowance	102,834
Additional P500 Allowance	88,248
Clothing/Uniform Allowance	6,586
Subsistence Allowance	2,014
Magna Carta of Public Health Workers per R.A. 7305	5,073
Special Group Term Insurance	962
Others	6,577

Total Other Compensation

293,257

01 Total Personal Services

1,482,525

Maintenance and Other Operating Expenses

02 Travelling Expenses	29,984
03 Communication Services	11,388
04 Repair and Maintenance of Government Facilities	78,886
05 Repair and Maintenance of Government Vehicles	40,513
06 Transportation Services	19,507
07 Supplies and Materials	742,522
08 Rents	7,485
10 Grants, Subsidies and Contributions	15,620
11 Awards and Indemnities	1,650
14 Water, Illumination and Power Services	150,249
15 Social Security Benefits, Rewards and Other Claims	4,134
17 Training and Seminar Expenses	5,126
18 Extraordinary and Miscellaneous Expenses	15,375
19 Confidential and Intelligence Expenses	33,601
20 Anti-Insurgency/Contingency/Expenses	14,295
23 Advertising and Publication Expenses	873
24 Fidelity Bonds and Insurance Premiums	7,335
29 Other Services	80,879

Total Maintenance and Other Operating Expenses

1,259,422

Total Current Operating Expenditures	2,741,947
Capital Outlays	
35 Buildings and Structures Outlay	10,000
Total Capital Outlays	10,000
TOTAL NEW APPROPRIATIONS	2,751,947

B.2 Philippine Air Force

For general administration and support services, command and management services, health services, strategic planning and international commitments, education and training services, operations services, military intelligence services, civil military operations, logistical services, and retirees and reservist affairs, including locally funded projects as indicated hereunder..... P 3,386,000,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			Total
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 284,776,000	P 5,761,000		P 290,537,000
Sub-total, General Administration and Support	284,776,000	5,761,000		290,537,000
II. Support to Operations				
a. Command and Management Services	406,709,000	4,291,000		411,000,000
b. Health Services	42,190,000	26,000,000		68,190,000
c. Strategic Planning and International Commitment		6,049,000		6,049,000
d. Education and Training Services	31,757,000	21,800,000		53,557,000
Sub-total, Support to Operations	480,656,000	58,140,000		538,796,000
III. Operations				
a. Operations Services	683,360,000	25,234,000		708,594,000
b. Military Intelligence Services		38,382,000		38,382,000
c. Civil Military Operations		8,164,000		8,164,000
d. Logistical Services	137,804,000	1,319,134,000		1,456,938,000
Sub-total, Operations	821,164,000	1,390,914,000		2,212,078,000
Total, Programs	1,586,596,000	1,454,815,000		3,041,411,000

B. PROJECTS

I. Locally-Funded Projects

a. Rehabilitation of Existing Seawall	25,724,000	25,724,000
b. Construction of Breakwater on the Southern Shoreline	12,169,000	12,169,000
c. Asphaltting of Touchdown and Parking Apron	27,496,000	27,496,000
d. Construction of Four (4) units of Helipads	200,000	200,000
e. Construction of Airstrip (Lawak Island)	3,000,000	3,000,000
f. Rehabilitation and Upgrading of Various Airforce Assets to Include C-130 Air Frames and Engines, and Air Defense Radar Systems including Command and Reporting Post	276,000,000	276,000,000
Sub-total, Locally Funded Projects	276,000,000	68,589,000 344,589,000

TOTAL NEW APPROPRIATIONS

P 1,586,596,000	P 1,730,815,000	P 68,589,000	P 3,386,000,000
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Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 2,155,000	P 1,373,000		P 3,528,000
2. Administration of personnel benefits	282,621,000			282,621,000
3. Morale and welfare		4,388,000		4,388,000
Sub-total, General Administration and Support	284,776,000	5,761,000		290,537,000
II. Support to Operations				
a. Command and Management Services				
1. Command, staff direction and coordination of air force-wide units	406,709,000	4,291,000		411,000,000
b. Health Services				
1. Operation and maintenance of Dental Dispensaries and Clinics of air force-wide units	7,087,000	4,000,000		11,087,000
2. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of air force-wide units	35,103,000	22,000,000		57,103,000
Sub-total, b	42,190,000	26,000,000		68,190,000

c. Strategic Planning and International Commitment

1. Support to strategic planning, capability development planning and international commitments

	6,049,000	6,049,000
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d. Education and Training Services

1. Operation and maintenance of Air Force Training Wings and Units

	31,757,000	21,800,000	53,557,000
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Sub-total, Support to Operations

	480,656,000	58,140,000	538,796,000
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III. Operations

a. Operations Services

1. Operations and maintenance of air force divisions

1st Air Division	25,922,000	2,343,000	28,265,000
2nd Air Division	17,313,000	1,486,000	18,799,000
3rd Air Division	37,750,000	2,828,000	40,578,000

	80,985,000	6,657,000	87,642,000
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Sub-total, 1

	602,375,000	18,577,000	620,952,000
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2. Operation and maintenance of wings and units

	683,360,000	25,234,000	708,594,000
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Sub-total, a

	821,164,000	1,390,914,000	2,212,078,000
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b. Military Intelligence

1. Operation and maintenance of air force intelligence activities

	38,382,000		38,382,000
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c. Civil-Military Operations

1. Operation and maintenance of civil-military operations

	8,164,000		8,164,000
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d. Logistical Services

1. Logistical management and services for air force-wide units

	137,804,000	781,304,000	919,108,000
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2. Inspection, repair as necessary for aircraft engines, overhaul of deadline aircraft components including the upgrading of the engine shop

	537,830,000		537,830,000
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Sub-total, d

	137,804,000	1,319,134,000	1,456,938,000
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Sub-total, Operations

	821,164,000	1,390,914,000	2,212,078,000
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TOTAL, PROGRAMS AND ACTIVITIES

	P 1,586,596,000	P 1,454,815,000	P 3,041,411,000
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New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	62,910
Military Pay and Allowances	1,163,482
Contractual, Casuals and Emergency Personnel	75,303

Total Salaries and Wages	1,301,695

Other Compensation

Terminal Leave Benefits	1,665
Pag-I.B.I.G. Contributions	4,576
Medicare Premiums	4,573
Employees Compensation Insurance Premiums	5,836
Overtime Pay	1,554
Representation and Transportation Allowance	125
Bonuses and Incentives	52,900
Step Increments for Merit and Length of Service	490
Personnel Economic Relief Allowance	98,478
Additional P500 Allowance	99,071
Clothing/Uniform Allowance	4,258
Subsistence Allowance	5,133
Magna Carta of Public Health Workers per R.A. 7305	5,153
Special Group Term Insurance	1,089

Total Other Compensation

284,901

01 Total Personal Services

1,586,596

Maintenance and Other Operating Expenses

02 Travelling Expenses	48,800
03 Communication Services	2,689
04 Repair and Maintenance of Government Facilities	46,030
05 Repair and Maintenance of Government Vehicles	4,651
06 Transportation Services	7,044
07 Supplies and Materials	827,505
08 Rents	3,004
10 Grants, Subsidies and Contributions	466
11 Awards and Indemnities	500
14 Water, Illumination and Power Services	131,370
15 Social Security Benefits, Rewards and Other Claims	1,373
17 Training and Seminar Expenses	9,246
18 Extraordinary and Miscellaneous Expenses	3,665
19 Confidential and Intelligence Expenses	637
21 Taxes, Duties and Fees	1,841
23 Advertising and Publication Expenses	300
24 Fidelity Bonds and Insurance Premiums	3,400
29 Other Services	638,294

Total Maintenance and Other Operating Expenses

1,730,815

Total Current Operating Expenditures	3,317,411
Capital Outlays	
34 Land and Land Improvements Outlay	68,589
Total Capital Outlays	68,589
TOTAL NEW APPROPRIATIONS	3,386,000

B.3 Philippine Army

For general administration and support services, command and management services, health services, logistical services, strategic planning and international commitment, education and training services, operations services, military intelligence services, civil military operations and retirees and reservist affairs as indicated hereunder P 6,903,027,000

New Appropriations, by Program

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 1,316,860,000	P 40,127,000		P 1,356,987,000
II. Support to Operations				
a. Command and Management Services	76,579,000	59,949,000	100,000,000	236,528,000
b. Health Services	41,361,000	64,119,000		105,480,000
c. Logistical Services		9,348,000		9,348,000
d. Strategic Planning and International Commitment		4,172,000		4,172,000
e. Education and Training Services	75,342,000	99,302,000		174,644,000
Sub-total, Support to Operations	193,282,000	236,890,000	100,000,000	530,172,000
III. Operations				
a. Operations Services	4,062,924,000	40,809,000		4,103,733,000
b. Military Intelligence Services		72,633,000		72,633,000
c. Logistical Services	92,282,000	698,093,000		790,375,000
d. Civil Military Operations		48,127,000	1,000,000	49,127,000
Sub-total, Operations	4,155,206,000	859,662,000	1,000,000	5,015,868,000
Total, Programs	5,665,348,000	1,136,679,000	101,000,000	6,903,027,000

TOTAL NEW APPROPRIATIONS

P 5,665,348,000 P 1,136,679,000 P 101,000,000 P 6,903,027,000

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 168,592,000	P 836,000		P 169,428,000
2. Administration of personnel benefits	1,148,268,000			1,148,268,000
3. Morale and welfare activity		39,291,000		39,291,000
Sub-total, General Administration and Support	1,316,860,000	40,127,000		1,356,987,000
II. Support to Operations				
a. Command and Management Services				
1. Command, staff direction and coordination of army-wide units	76,579,000	59,949,000	100,000,000	236,528,000
b. Health Services				
1. Operation and maintenance of dental dispensaries and clinics of army-wide units	12,405,000	22,600,000		35,005,000
2. Operation and maintenance of hospital and medical dispensaries and clinics of army-wide units	28,956,000	41,519,000		70,475,000
Sub-total, b	41,361,000	64,119,000		105,480,000
c. Logistical Services				
1. Operation and maintenance of the Libingan ng mga Bayani		9,348,000		9,348,000
d. Strategic Planning and International Commitment				
1. Support to strategic planning, capability development planning and international commitment		4,172,000		4,172,000
e. Education and Training Services				
1. Conduct of army training activities	75,342,000	71,844,000		147,186,000

2. Operation and maintenance of army training institution		27,458,000		27,458,000
Sub-total, a	75,342,000	99,302,000		174,644,000
Sub-total, Support to Operations	193,282,000	236,890,000	100,000,000	530,172,000
III. OPERATIONS				
a. Operations Services				
1. Direction of army operation	4,062,924,000	40,809,000		4,103,733,000
b. Military Intelligence Services				
1. Operation and maintenance of army intelligence activities		72,633,000		72,633,000
c. Logistical Services				
1. Logistical management services for army-wide units	92,282,000	698,093,000		790,375,000
d. Civil-Military Operations				
1. Operation and maintenance of army civil-military activities		43,127,000	1,000,000	44,127,000
2. Forest Protection		5,000,000		5,000,000
Sub-total, d		48,127,000	1,000,000	49,127,000
Sub-total, Operations	4,155,206,000	859,662,000	1,000,000	5,015,868,000
TOTAL PROGRAMS AND ACTIVITIES	P 5,665,348,000	P 1,136,679,000	P 101,000,000	P 6,903,027,000

New Appropriations, by Object of Expenditures
=====

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Personal Services

Salaries of Permanent Positions	43,333
Military Pay and Allowances	4,444,670
Contractual, Casual and Emergency Personnel	27,994
Total Salaries and Wages	4,515,997

Other Compensation

Terminal Leave Benefits	200
Pag-I.B.I.G. Contributions	3,277
Medicare Premiums	22,064
Employees Compensation Insurance Premiums	25,636
Overtime Pay	1,141
Honoraria	106
Bonuses and Incentives	193,059

Step Increments for Merit and Length of Service	777
Personnel Economic Relief Allowance	388,380
Additional P500 Allowance	502,879
Clothing/Uniform Allowance	2,340
Magna Carta of Public Health Workers per R.A. 7305	4,344
Special Group Term Insurance	5,148
Total Other Compensation	1,149,351
01 Total Personal Services	5,665,348
Maintenance and Other Operating Expenses	
02 Travelling Expenses	37,905
03 Communication Services	7,879
04 Repair and Maintenance of Government Facilities	67,555
05 Repair and Maintenance of Government Vehicles	257,991
06 Transportation Services	16,628
07 Supplies and Materials	550,181
08 Rents	33,622
11 Awards and Indemnities	1,633
14 Water, Illumination and Power Services	90,500
15 Social Security Benefits, Rewards and Other Claims	660
17 Training and Seminar Expenses	9,708
18 Extraordinary and Miscellaneous Expenses	312
19 Confidential and Intelligence Expenses	2,657
20 Anti-Insurgency/Contingency/Emergency Expenses	7,500
24 Fidelity Bond and Insurance Premiums	4,662
29 Other Services	47,286
Total Maintenance and Other Operating Expenses	1,136,679
Total Current Operating Expenditures	6,802,027
Capital Outlays	
34 Land and Land Improvements Outlay	12,670
35 Building and Structures Outlay	14,310
36 Furniture, Fixtures, Equipment and Books Outlay	74,020
Total Capital Outlays	101,000
TOTAL NEW APPROPRIATIONS	6,903,027

8.4 Philippine Navy

For general administration and support services, administration of personnel benefits, command and management services, health services, strategic planning and international commitment, education and training services, direction of naval operations, military intelligence services, logistical services, civil military operations, and retirees and reservist affairs, including locally-funded projects as indicated hereunder P 3,785,878,000

New Appropriations, by Program/Project

Current Operating Expenditures

<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
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A. PROGRAMS

I. General Administration and Support

a. General administration and support services	P 1,923,000	P 14,077,000	P 16,000,000
b. Administration of personnel benefits	407,333,000		407,333,000
Sub-total, General Administration and Support	409,256,000	14,077,000	423,333,000

II. Support to Operations

a. Command and Management Services	265,844,000	49,725,000	315,569,000
b. Health Services	17,851,000	35,386,000	53,237,000
c. Strategic Planning and International Commitment		3,334,000	3,334,000
d. Education and Training Services	21,548,000	30,130,000	51,678,000
Sub-total, Support to Operations	305,243,000	118,575,000	423,818,000

III. Operations

a. Direction of Naval Operations	1,167,958,000	167,763,000	1,335,721,000
b. Military Intelligence Services		9,928,000	9,928,000
c. Logistics Services	155,365,000	1,337,125,000	1,492,490,000
d. Civil Military Operations		10,588,000	10,588,000
Sub-total, Operations	1,323,323,000	1,525,404,000	2,848,727,000

Total, Programs

	2,037,822,000	1,658,056,000	3,695,878,000
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B. PROJECTS

I. Locally-Funded Projects

a. Outfitting of Patrol Gun Boat		90,000,000	90,000,000
Sub-total, Locally-Funded Projects		90,000,000	90,000,000

TOTAL NEW APPROPRIATIONS

	P 2,037,822,000	P 1,658,056,000	P 90,000,000	P 3,785,878,000
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Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General Management and Supervision	P 1,923,000	P 2,500,000		P 4,423,000
2. Morale and welfare		11,577,000		11,577,000
Sub-total, a	1,923,000	14,077,000		16,000,000
b. Administration of Personnel Benefits	407,333,000			407,333,000

Sub-total, General Administration and Support	409,256,000	14,077,000	423,333,000
II. Support to Operations			
a. Command and Management Services			
1. Command, staff direction and coordination of navy-wide units	265,844,000	49,725,000	315,569,000
b. Health Services			
1. Operation and maintenance of Dental Dispensaries and Clinics of navy-wide units	4,997,000	9,907,000	14,904,000
2. Operation and maintenance of hospitals and Medical Dispensaries and Clinics of navy-wide units	12,854,000	25,479,000	38,333,000
Sub-total, b	17,851,000	35,386,000	53,237,000
c. Strategic Planning and International Commitment			
1. Support to strategic planning, capability development planning and international commitments		3,334,000	3,334,000
d. Education and Training Services			
1. Operation and maintenance of Naval Training Centers	21,548,000	30,130,000	51,678,000
Sub-total, Support to Operations	305,243,000	118,575,000	423,818,000
III. Operations			
a. Direction of Naval Operations			
1. Operations and maintenance of naval districts	117,263,000	15,544,000	132,807,000
2. Operation and maintenance of other naval units	1,050,695,000	152,219,000	1,202,914,000
Sub-total, a	1,167,958,000	167,763,000	1,335,721,000
b. Military Intelligence			
1. Operation and maintenance of naval intelligence activities		9,928,000	9,928,000
c. Logistical Services			
1. Logistical management and services of navy-wide units	112,944,000	1,065,589,000	1,178,533,000
2. Maintenance of vessels/craft	19,983,000	159,842,000	179,825,000
3. Maintenance of other naval facilities	22,438,000	111,694,000	134,132,000
Sub-total, c	155,365,000	1,337,125,000	1,492,490,000
d. Civil-Military Operations			

1. Operation and maintenance of civil- military operations	10,588,000	10,588,000
Sub-total, Operations	1,323,323,000	1,525,404,000
TOTAL, PROGRAMS AND ACTIVITIES	P 2,037,822,000	P 1,658,056,000
New Appropriations, by Object of Expenditures		
=====		
(In Thousand Pesos)		
<u>A. Programs/Locally-Funded Projects</u>		
Current Operating Expenditures		
Personal Services		
Salaries of Permanent Positions		53,604
Military Pay and Allowances		1,500,912
Contractual, Casual and Emergency Personnel		70,275
Total Salaries and Wages		1,624,791
Other Compensation		
Terminal Leave Benefits		900
Pag-I.8.I.G. Contributions		4,067
Medicare Premiums		6,900
Employees Compensation Insurance Premiums		8,809
Overtime pay		1,534
Representation and Transportation Allowance		184
Bonuses and Incentives		69,304
Step Increments for Merit/Length of Service		1,023
Personnel Economic Relief Allowance		143,160
Additional P500 Allowance		166,824
Clothing/Uniform Allowance		3,244
Magna Carta of Public Health Workers per R.A. 7305		1,745
Special Group Term Insurance		1,746
Others		3,591
Total Other Compensation		413,031
01 Total Personal Services		2,037,822
Maintenance and Other Operating Expenses		
02 Travelling Expenses		22,924
03 Communication Services		4,312
04 Repair and Maintenance of Government Facilities		67,915
05 Repair and Maintenance of Government Vehicles		18,000
06 Transportation Services		2,372
07 Supplies and Materials		1,184,547
08 Rents		3,590
14 Water, Illumination and Power Services		94,700
15 Social Security Benefits, Rewards and Other Claims		2,500
17 Training and Seminar Expenses		1,000
18 Extraordinary and Miscellaneous Expenses		5,126
19 Confidential and Intelligence Expenses		9,928
20 Anti-Insurgency/Contingency/Emergency Expenses		1,000

23 Advertising and Publication Expenses	500
24 Fidelity Bonds and Insurance Premiums	6,000
29 Other Services	233,642
Total Maintenance and Other Operating Expenses	1,658,056
Total Current Operating Expenditures	3,695,878
Capital Outlays	
36 Furniture, Fixtures, Equipment and Books Outlay	90,000
Total Capital Outlays	90,000
TOTAL NEW APPROPRIATIONS	3,785,878

B.5 Presidential Security Group

For general administration and support services, and presidential security services including locally-funded project as indicated hereunder..... P 200,410,000

New Appropriations, by Program
 =====

Current Operating Expenditures

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 19,340,000			P 19,340,000
II. Operations				
a. Presidential Security Services	102,726,000	66,419,000		169,145,000
Total, Programs	<u>122,066,000</u>	<u>66,419,000</u>		<u>188,485,000</u>
B. PROJECTS				
I. Locally-Funded Project				
a. Construction of Barracks			11,925,000	11,925,000
Sub-Total, Locally-Funded Project			<u>11,925,000</u>	<u>11,925,000</u>
TOTAL NEW APPROPRIATIONS	<u>P 122,066,000</u>	<u>P 66,419,000</u>	<u>11,925,000</u>	<u>200,410,000</u>

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the program of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 19,340,000	P		P 19,340,000
II. Operations				
a. Presidential Security Services				
1. Presidential security services	102,726,000	66,419,000		169,145,000
Total Programs and Activities	P 122,066,000	P 66,419,000		P 188,485,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Military Pay and Allowances	100,620
Contractual, Casuals and Emergency Personnel	2,106
Total Salaries and Wages	102,726

Other Compensation

Medicare Premiums	496
Employees Compensation Insurance Premiums	595
Bonuses and Incentives	4,780
Personnel Economic Relief Allowance	6,558
Additional P500 Allowance	6,558
Clothing/Uniform Allowance	56
Magna Carta of Public Health Workers per R.A. 7305	183
Special Group Term Insurance	114

Total Other Compensation

19,340

01 Total Personal Services

122,066

Maintenance and Other Operating Expenses

02 Travelling Expenses	5,388
03 Communication Services	1,250
04 Repair and Maintenance of Government Facilities	3,822
05 Repair and Maintenance of Government Vehicles	5,964
07 Supplies and Materials	29,858
08 Rents	781
14 Water, Illumination and Power Services	7,661
17 Training and Seminar Expenses	1,065
18 Extraordinary and Miscellaneous Expenses	419

19 Confidential and Intelligence Expenses	2,036
20 Anti-Insurgency/Contingency/Emergency Expenses	1,348
29 Other Services	6,827

Total Maintenance and Other Operating Expenses	66,419

Total Current Operating Expenditures	188,485

Capital Outlays	
35 Buildings and Structures Outlay	11,925

Total Capital Outlays	11,925

TOTAL NEW APPROPRIATIONS	200,410
	=====

B.6 Armed Forces of the Philippines Medical Center

For general administration and support services, hospitalization and medical care services as indicated hereunder....P 274,797,000

New Appropriations, by Program/Project

Current Operating Expenditures

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 160,787,000			160,787,000
II. Operations				
a. Hospitalization and Medical Care Services		104,010,000	10,000,000	114,010,000
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TOTAL NEW APPROPRIATIONS	P 160,787,000	P 104,010,000	10,000,000	P 274,797,000
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Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
I. General Administration and Support				
a. General Administration and Support Services				
1. General management and supervision	P 126,663,000			P 126,663,000
2. Administration of personnel benefits	34,124,000			34,124,000
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Sub-Total, a	160,787,000			160,787,000
	-----			-----

II. Operations

a. Hospitalization and Medical Care Services

1. Hospitalization and medical care services to AFP personnel and their dependents

104,010,000 10,000,000 114,010,000

TOTAL PROGRAMS AND ACTIVITIES

P 160,787,000 P 104,010,000 P 10,000,000 274,797,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditure

Personal Services

Salaries of Permanent Position	14,967
Military Pay and Allowances	86,236
Contractual, Casuals and Emergency Personnel	19,172
Consultant's and Specialists Fees and Allowances	5,618

Total Salaries and Wages	125,993
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Other Compensation

Terminal Leave Benefits	387
Pag-I.B.I.G. Contributions	233
Medicare Premiums	467
Employees Compensation Insurance Premiums	561
Overtime pay	357
Bonuses and Incentives	6,328
Step Increments for Merit and Length of Service	235
Personnel Economic Relief Allowance	6,468
Additional P500 Allowance	6,456
Clothing/Uniform Allowance	953
Magna Carta of Public Health Workers per R.A. 7305	12,301
Special Group Term Insurance	48

Total Other Compensation	34,794
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01 Total Personal Services	160,787
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Maintenance and Other Operating Expenses

02 Traveling Expenses	150
03 Communication Services	460
04 Repair and Maintenance of Government Facilities	5,500
05 Repair and Maintenance of Government Vehicles	450
07 Supplies and Materials	78,930
08 Rents	80
14 Water, Illumination and Power Services	8,550
15 Social Security Benefits, Rewards and Other Claims	1,148
17 Training and Seminar Expenses	480
18 Extraordinary and Miscellaneous Expenses	80
23 Advertising and Publication Expenses	20
24 Fidelity Bond and Insurance Premiums	800

29 Other Services	7,362
Total Maintenance and Other Operating Expenses	104,010
Total Current Operating Expenditures	264,797
Capital Outlays	
36 Furniture, Fixtures, Equipment and Books Outlay	10,000
Total Capital Outlays	10,000
TOTAL NEW APPROPRIATIONS	274,797

8.7 Citizen Armed Forces Geographical Units

For organization of reservists for security and development activities in support of the counter-insurgency program as indicated hereunder.....P 562,561,000

New Appropriations, by Program

Current Operating Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PROGRAMS				
I. Operations				
a. Organization of Reservist for Security and Development Activities in Support of the Counter-Insurgency Program	P 543,601,000	P 18,960,000		P 562,561,000
Total, Programs	543,601,000	18,960,000		562,561,000
TOTAL NEW APPROPRIATIONS	P 543,601,000	P 18,960,000		P 562,561,000

Special Provisions

1. CAFGU Compensation and Separation Benefit. The appropriation authorized herein shall be used for the compensation of CAFGUs including the payment of their separation benefit not exceeding one (1) year subsistence allowance for the members who will be deactivated in 1995. The Chief of Staff, AFP, shall, subject to the approval of the Secretary of National Defense, promulgate policies and procedures for the payment of separation benefit.

2. Appropriation for Program and Specific Activity. The amount herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. Operations				
a. Organization of reservists for security and development activities in support of the counter-insurgency program	P 543,601,000	P 18,960,000		P 562,561,000
TOTAL, PROGRAMS AND ACTIVITIES	P 543,601,000	P 18,960,000		P 562,561,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Other Compensation

Subsistence Allowance

543,601

Total Other Compensation

543,601

01 Total Personal Services

543,601

Maintenance and Other Operating Expenses

02 Travelling Expenses

219

07 Supplies and Materials

11,651

29 Other Services

7,090

Total Maintenance and Other Operating Expenses

18,960

Total Current Operating Expenditures

562,561

TOTAL NEW APPROPRIATIONS

562,561

8.8 Philippine Military Academy

For general administration and support services, military education and training as indicated hereunder.....P 273,691,000

New Appropriations, by Program/Project

=====

Current Operating Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 179,000		P	P 179,000
b. Administration of Personnel Benefits	35,917,000			35,917,000
Sub-total, General Administration and Support	36,096,000			36,096,000
II. Support to Operations				
a. Military Education and Training	157,752,000	69,843,000	10,000,000	237,595,000
Total, Programs	193,848,000	69,843,000	10,000,000	273,691,000

TOTAL NEW APPROPRIATIONS P 193,848,000 P 69,843,000 10,000,000 P 273,691,000
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Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
a.1 General management and supervision	P 179,000			P 179,000
b. Administration of personnel benefits	35,917,000			35,917,000
Sub-total, General Administration and Support	36,096,000			36,096,000
II. Support to Operations				
a. Military Education and Training	157,752,000	69,843,000	10,000,000	237,595,000
TOTAL, PROGRAMS AND ACTIVITIES	P 193,848,000	P 69,843,000	10,000,000	P 273,691,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	10,980
Military Pay and Allowances	138,912
Contractual, Casuals and Emergency Personnel	7,860

Total Salaries and Wages

157,752

Other Compensation

Pag-I.B.I.G. Contributions	1,090
Medicare Premiums	922
Employees Compensation Insurance Premiums	823
Overtime pay	268
Bonuses and Incentives	8,242
Step Increments for Merit and Length of Service	179
Personnel Economic Relief Allowance	11,800
Additional P500 Allowance	11,800
Clothing/Uniform Allowance	508
Magna Carta of Public Health Workers per R.A. 7305	411
Special Group Term Insurance	53

Total Other Compensation

36,096

01 Total Personal Services

193,848

Maintenance and Other Operating Expenses

02	Traveling Expenses	3,000
03	Communication Services	500
04	Repair and Maintenance of Government Facilities	9,869
05	Repair and Maintenance of Government Vehicles	4,000
06	Transportation Services	500
07	Supplies and Materials	39,474
08	Rents	200
14	Water, Illumination and Power Services	6,000
17	Training and Seminar Expenses	100
18	Extraordinary and Miscellaneous Expenses	1,000
19	Confidential and Intelligence Expenses	1,000
23	Advertising and Publication Expenses	200
29	Other Services	4,000

Total Maintenance and Other Operating Expenses

69,843

Total Current Operating Expenditures

263,691

Capital Outlays

36 Furniture, fixtures, equipment and books Outlay

10,000

Total Capital Outlays

10,000

TOTAL NEW APPROPRIATIONS

273,691

B.9 AFP-Retirees and Reservist Affairs Program

For operation and maintenance of retirees and reservist affairs activities as indicated hereunder P 39,804,000

New Appropriations, by Program

Current Operating Expenditures

Maintenance and Other	Operating Expenses	Capital Outlays	Total
Personal Services			

A. PROGRAM

I. Operations

1. Operation and Maintenance of Retirees and Reservist Affairs Activities

a. General Headquarters	22,192,000	P	22,192,000
b. Philippine Air Force	1,114,000		1,114,000
c. Philippine Army	13,277,000		13,277,000
d. Philippine Navy	3,221,000		3,221,000
TOTAL NEW APPROPRIATIONS	39,804,000		39,804,000

Special Provisions

1. Administration of the fund. The amount herein authorized for this program shall be administered by the General Headquarters, AFP.

2. Appropriation for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. Operations				
1. Operation and maintenance of retirees and reservist affairs activities				
a. General Headquarters	P	22,192,000		P 22,192,000
b. Philippine Air Force		1,114,000		1,114,000
c. Philippine Army		13,277,000		13,277,000
d. Philippine Navy		3,221,000		3,221,000
TOTAL, PROGRAM		39,804,000		39,804,000

New Appropriations, by Object of Expenditures
 =====
 (In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Maintenances and Other Operating Expenses

02 Traveling Expenses				638
03 Communication Services				385
04 Repair and Maintenance of Government Facilities				10,922
05 Repair and Maintenance of Government Vehicles				704
07 Supplies and Materials				23,131
08 Rents				53
14 Water, Illumination and Power				596
17 Training and Seminar Expenses				185
18 Extraordinary and Miscellaneous Expenses				234
29 Other Services				2,956
Total Maintenance and Other Operating Expenses				39,804
TOTAL NEW APPROPRIATIONS				39,804

B.10 AFP-Pension and Gratuity Fund

For payment of pension and gratuity of AFP pensioners and retirees as indicated hereunder P 2,567,010,000

New Appropriations, by Program
 =====

<u>Current Operating Expenditures</u>			
Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total

A. PROGRAMS

I. For payment of pension and gratuity of AFP pensioners and retirees

P 2,402,108,000 P 164,902,000 P 2,567,010,000

TOTAL NEW APPROPRIATIONS

P 2,402,108,000 P 164,902,000 P 2,567,010,000

Special Provisions

1. Administration of the Fund. The amount herein authorized for this program shall be administered by the General Headquarters, AFP.

2. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
1. For payment of pension and gratuity of AFP pensioners and retirees	P 2,402,108,000	P 164,902,000		2,567,010,000
TOTAL, PROGRAM AND ACTIVITIES	P 2,402,108,000	P 164,902,000		P 2,567,010,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Other Compensation

Pensions

2,402,108

Total Other Compensation

2,402,108

01 Total Personal Services

2,402,108

Maintenance and Other Operating Expenses

15 Social Security Benefits, Rewards and Other Claims

164,902

Total Maintenance and Other Operating Expenses

164,902

TOTAL NEW APPROPRIATIONS

2,567,010

B.11 AFP-Modernization Program

For self-reliant defense posture project and modernization of the Philippine Air Force and Philippine Army as indicated hereunder.....P 1,724,603,000

New Appropriations, by Program

Current Operating Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PROGRAMS				
1. Self-Reliant Defense Posture Project	P 133,192,000	P 145,364,000	P 278,556,000	
2. Philippine Air Force Modernization			262,076,000	262,076,000
3. Philippine Army Modernization			1,183,971,000	1,183,971,000
TOTAL NEW APPROPRIATIONS	P 133,192,000	P 1,591,411,000	P 1,724,603,000	

Special Provisions

1. Administration of the Fund. The amount herein authorized for this Program shall be administered by the General Headquarters, AFP.
2. Use of the Fund. Of the amount herein appropriated, priority shall be given for the acquisition of AFP assets necessary for protecting marine, mineral, forest and other resources within Philippine territorial borders and its economic zone, detection, prevention or deterrence of air or surface intrusions and to support diplomatic moves aimed at preserving national dignity, sovereignty and patrimony: PROVIDED, That the release of the amount shall be subject to the submission to the Department of Budget and Management (DBM) of a certification of receipt of aircraft and armored vehicle, and a valid contract of counter trade agreement entered into for implementation by the Philippine International Trading Corporation (PITC) on behalf of the Philippine Army (PA) and the Philippine Air Force (PAF).
3. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:.

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
1. Self-Reliant Defense Posture Project	P 133,192,000	P 145,364,000	P 278,556,000	
2. Philippine Air Force Modernization			262,076,000	262,076,000
3. Philippine Army Modernization			1,183,971,000	1,183,971,000
TOTAL, PROGRAMS AND ACTIVITIES	P 133,192,000	P 1,591,411,000	P 1,724,603,000	

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Maintenance and Other Operating Expenses

07 Supplies and Materials	133,192
Total Maintenance and Other Operating Expenses	133,192
Total Current Operating Expenditures	133,192

Capital Outlays

36 Furniture, Fixtures, Equipment and Books Outlay

1,591,411

Total Capital Outlays

1,591,411

TOTAL NEW APPROPRIATIONS

1,724,603

Special Provisions Applicable to the Major Services of the Armed Forces of the Philippines

1. **Limitation on the Use of Training Appropriations for Payment of Death Gratuity and Disability Pension of ROTC 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 ROTC 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 through 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 Secretary 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 chargeable against the appropriations authorized for the purpose, subsistence allowance and other emoluments to civilians who are not employees of the Department of National Defense but utilized during duly authorized military operations and similar activities of the AFP in the maintenance of peace and order, subject to such rules and regulations prescribed by the Secretary of National Defense.

3. **Purchase of Medicines.** The purchase of medicines by all Armed Forces of the Philippines units, hospitals and clinics shall strictly comply with the formulary embodied in the National Drug Policy of the Department of Health.

4. **Intelligence and Confidential Funds.** No amount herein appropriated shall be released or disbursed for intelligence or confidential funds unless specifically identified and authorized as such intelligence and confidential fund in this Act.

Savings may be used to augment said funds, subject to prior approval of the President of the Philippines upon recommendation of the Secretary of National Defense.

5. **Purchase of Security Information.** The Secretary of National Defense, upon certification of the Chief of Staff, AFP, may recommend for the approval of the President of the Philippines 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.

The amount approved by the President for payment of rewards to informers or for the purchase of security information on national security projects shall be released to the Office of the President for its administration, sub-allotment and programming of its utilization or implementation.

6. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Upon recommendation of the Secretary of National Defense and approval of the President of the Philippines, expenses incurred by the AFP in anti-smuggling, economic subversion or other similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the AFP, subject to Section 35, Book VI of E.O. No. 292, 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 Secretary of National Defense.

7. **Use of Savings.** The Chief of Staff, AFP, is authorized, subject to the approval of the Secretary of National Defense, to use any savings in the appropriations provided herein for the AFP, for: (a) payment of valid prior years obligations; (b) acquisition of sites under lease or currently used by the Armed Forces; payment of boundary, relocation and subdivision surveys for titling of AFP real estates and payments for the amortization of housing loans contracted by the AFP exclusively for military housing; (c) purchase or manufacture of ammunitions and components to build up the reserve stocks of the AFP Reserve Force; (d) payment of gratuities and pensions of military personnel pursuant to P.D. No. 1638; (e) payments to damage of properties and compensation for injuries or death of civilians resulting from Armed Forces of the Philippines operations; (f) procurement of foodstuffs for units actually engaged in security/counter-insurgency operations in combat areas; (g) adjustments in flying pay, sea duty pay, hazardous duty pay, instructor's duty pay, hardship allowance and subsistence allowance and overseas pay and allowances of military personnel performing peacekeeping duties abroad as may be authorized by law; (h) hospitalization of military dependents; (i) subsistence of military personnel serving sentence; (j) funding deficiencies for clothing and quarter allowances of military personnel; (k) funding deficiencies due to increased charges for petroleum, oil and lubricants, light, power, water, telephone and rentals and for payment of rewards and (l) funding deficiency for separation benefit of CAFGU: PROVIDED, That a quarterly report on the use of savings is submitted to the House Committee on Appropriations, the Senate Committee on Finance and the Department of Budget and Management.

8. **Research, Feasibility Studies, Development Projects and Test and Evaluation.** The Chief of Staff, AFP, subject to the approval of the Secretary of National Defense, and upon direction of the President of the Philippines, is authorized to conduct research, feasibility studies and development studies for projects planned and approved under the Self-Reliant Defense Posture Project (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 Project, R & D Program and Other Special Funds as provided for by law. The Chief of Staff is, likewise, authorized, subject to the approval of the Secretary 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 shall be spent for such research, feasibility and development studies shall not exceed four percent (4%) of the contract price of the direct cost of each project.

9. Use of Appropriations Allotment 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, ROTC Cadre Training, probationary training and cadet service, in Service Academies and in the PAF Flying School not exceeding four years, shall be considered as active military service.

10. Restriction on AFP Expenditures. No amount herein authorized for the Armed Forces of the Philippines shall be used to fund expenditure requirements for military personnel in excess of the authorized troop strength of each major services provided herein: PROVIDED, That any savings generated as a consequence thereof may be used to augment the training, supply and equipment support for the existing troops, subject to Section 50 of the General Provisions of this Act and Section 35, Book VI of E.O. No. 292.

11. Allowances. The Chief of Staff, AFP, is authorized, subject to the approval of the President upon the recommendation of the Secretary of National Defense, and Secretary of Budget and Management to adjust the clothing allowance and quarters allowance of AFP military personnel to equalize with the approved rates for the uniformed members of the Philippine National Police under NAPOLCOM Memorandum Circular Number 89-001 dated January 5, 1989 as authorized in Section 6, Republic Act No. 6648 and to use savings in AFP appropriations for the purpose: PROVIDED, That if no savings are available, or savings are not adequate, for full adjustment in the current year, the annual implementation cost for adjustment to fully equalize with the prevailing rates under said NAPOLCOM Memorandum Circular shall be included in the subsequent annual AFP appropriations: PROVIDED, FURTHER, That the Chief of Staff, AFP, shall, subject to the approval of the Secretary of National Defense and the President, determine and recommend adjustments as necessary in existing allowances such as but not limited to flying pay, sea duty pay, combat pay, instructor's duty pay, hospital subsistence allowance and subsistence allowance of AFP military personnel undergoing training in local training institutions and PMA and PAFFS cadets, in order to improve the morale and effectiveness of a well disciplined military organizations.

C. Government Arsenal

For general administration and support services, formulation of plans and programs for the development and manufacture of arms and ammunitions and maintenance and security of arsenals, as indicated hereunder ₱ 152,094,000

New Appropriations, by Program/Project

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				
I. General Administration and Support				
a. General administration and support services	P 44,577,000	P 13,120,000		P 57,697,000
II. Support to Operations				
a. Formulation of plans and programs for the development and manufacture of arms and ammunitions	3,951,000	500,000		4,451,000

III. Operations

a. Manufacture of Arms and Ammunitions and Maintenance and Security of Arsenals

	25,220,000	54,226,000	10,500,000	89,946,000
Total, Programs	73,748,000	67,846,000	10,500,000	152,094,000
TOTAL NEW APPROPRIATIONS	73,748,000 P	67,846,000 P	10,500,000 P	152,094,000

Special Provisions

1. Authority to Barter Scrap. The Director of the Government Arsenal, upon notice to the Commission on Audit and prior approval of the Secretary of National Defense, is authorized to barter scrap with essential facilities in the operation of the 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.

2. Authority to Sell. Any provision of law to the contrary notwithstanding, the Government Arsenal is authorized to sell ammunition and ammunition components to the PNP and other government agencies authorized by law to maintain national security and peace and order under rules and regulations prescribed by the Secretary of National Defense provided that the programmed requirements of the Armed Forces of the Philippines shall be first satisfied.

3. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
a.1 General management and supervision	25,908,000 P	13,120,000 P		39,028,000
a.2 Administration of personnel benefits	18,669,000			18,669,000
Sub-total, General Administration and Support	44,577,000	13,120,000		57,697,000
II. Support to Operations				
a. Formulation of plans and programs for the development and manufacture of arms and ammunition				
a.1 Formulate plans and programs to develop and manufacture arms and ammunition	3,951,000	500,000		4,451,000
III. Operations				
a. Manufacture of arms and ammunition and maintenance and security of arsenals				
a.1 Manufacture and storage of arms and ammunition and the assurance of quality thereof	25,220,000	54,226,000	10,500,000	89,946,000
TOTAL PROGRAMS AND ACTIVITIES	73,748,000 P	67,846,000 P	10,500,000 P	152,094,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	39,434
Contractual, Casuals and Emergency Personnel	974

Total Salaries and Wages	40,408
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Other Compensation

Terminal Leave Benefits	556
Pag-I.B.I.G. Contributions	226
Medicare Premiums	405
Employees Compensation Insurance Premiums	385
Overtime pay	995
Representation and Transportation Allowance	370
Bonuses and Incentives	4,568
Step Increments for Merit and Length of Service	301
Personnel Economic Relief Allowance	5,328
Additional P500 Allowance	5,382
Quarters Allowance	1,500
Clothing/Uniform Allowance	1,180
Subsistence Allowance	300
Hazard Pay	11,644
Magna Carta of Public Health Workers per R.A. 7305	200

Total Other Compensation	33,340
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01 Total Personal Services	73,748
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Maintenance and Other Operating Expenses

02 Travelling Expenses	415
03 Communications Services	50
04 Repair and Maintenance of Government Facilities	2,900
05 Repair and Maintenance of Government Vehicles	100
07 Supplies and Materials	56,889
14 Water, Illumination and Power Services	4,200
15 Social Security Benefits, Rewards and Other Claims	948
17 Training and Seminar Expenses	500
18 Extraordinary and Miscellaneous Expenses	40
19 Confidential and Intelligence Expenses	300
24 Fidelity Bond and Insurance Premiums	5
29 Other Services	1,499

Total Maintenance and Other Operating Expenses	67,846
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Total Current Operating Expenditures	141,594
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Capital Outlays

36 Furniture, Fixtures, Equipment and Books Outlay	10,500
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Total Capital Outlays	10,500
TOTAL NEW APPROPRIATIONS	152,094

D. National Defense College of the Philippines

For general administration and support services, national defense and strategic international policy studies and advanced and higher education services as indicated hereunder,.....P 12,809,000

New Appropriations, by Program

	<u>Current Operating Expenditures</u>			Total
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
A. PROGRAMS				
I. General Administration and Support				
a. General administration and support services	P 4,085,000	P 4,125,000		P 8,210,000
II. Support to Operations				
a. National Defense and Strategic International Policy Studies	294,000	684,000		978,000
III. Operations				
a. Advanced and Higher Education Services	1,945,000	1,676,000		3,621,000
TOTAL NEW APPROPRIATIONS	<u>P 6,324,000</u>	<u>P 6,485,000</u>		<u>P 12,809,000</u>

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	<u>Maintenance and Other Operating Expenses</u>			Total
	<u>Personal Services</u>	<u>Capital Outlays</u>	<u>Operating Expenses</u>	
I. General Administration and Support				
a. General Administration and Support Services				
a.1 General management and supervision	P 2,716,000		4,125,000	P 6,841,000
a.2 Administration of personnel benefits	1,369,000			1,369,000
Sub-total, General Administration and Support	<u>4,085,000</u>		<u>4,125,000</u>	<u>8,210,000</u>
II. Support to Operations				
a. National Defense and Strategic International Policy Studies				
a.1 Conduct of national defense and strategic international studies	294,000		684,000	978,000

III. Operations

a. Advance and Higher Education Services

a.1 Conduct of graduate level and other
courses of studies for development

	1,945,000	1,676,000	3,621,000
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TOTAL PROGRAMS AND ACTIVITIES	P 6,324,000	P 6,485,000	P 12,809,000
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New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	3,867
Contractual, Casual and Emergency Personnel	701

Total Salaries and Wages

4,568

Other Compensation

Pag-I.B.I.G. Contributions	32
Medicare Premiums	29
Employees Compensation Insurance Premiums	23
Overtime pay	110
Representation and Transportation Allowance	88
Honoraria	226
Bonuses and Incentives	386
Step Increments for Merit and Length of Service	73
Personnel Economic Relief Allowance	360
Additional P500 Allowance	372
Clothing/Uniform Allowance	57

Total Other Compensation

1,756

01 Total Personal Services

6,324

Maintenance and Other Operating Expenses

02 Travelling Expenses	785
03 Communication Services	108
04 Repair and Maintenance of Government Facilities	370
05 Repair and Maintenance of Government Vehicles	450
07 Supplies and Materials	2,292
14 Water, Illumination & Power Services	600
17 Training and Seminar Expenses	50
18 Extraordinary and Miscellaneous Expenses	501
19 Confidential and Intelligence Expenses	180
23 Advertising and Publication Expenses	50
24 Fidelity Bond and Insurance Premiums	90
29 Other Services	1,009

Total Maintenance and Other Operating Expenses

6,485

Total Current Operating Expenditures	12,809
TOTAL NEW APPROPRIATIONS	12,809

E. Office of Civil Defense

For general administration and support services planning, direction and coordination for civil defense as indicated hereunder..... P 34,000,000

New Appropriations, by Program

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				
I. General Administration and Support				
a. General administration and support services	P 12,602,000	P 2,655,000		P 15,257,000
II. Operations				
a. Planning, Direction and Coordination for Civil Defense	9,548,000	7,673,000	1,522,000	18,743,000
Total, Programs	22,150,000	10,328,000	1,522,000	34,000,000
TOTAL NEW APPROPRIATIONS	P 22,150,000	P 10,328,000	P 1,522,000	P 34,000,000

Special Provision

1. Appropriation for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
I. General Administration and Support				
a. General Administration and Support Services				
a.1 General management and supervision	P 12,602,000	P 2,655,000		P 15,257,000
II. Operations				
A. Planning, Direction and Coordination for Civil Defense				
a.1 Supervision, direction and coordination of the national civil defense program	9,548,000	7,673,000	1,522,000	18,743,000
Total Programs and Activities	P 22,150,000	P 10,328,000	P 1,522,000	P 34,000,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	14,344
Contractual, Casuals and Emergency Personnel	1,496

Total Salaries and Wages	15,840

Other Compensation

Terminal Leave Benefits	398
Pag-I.B.I.G. Contributions	34
Medicare Premiums	73
Employees Compensation Insurance Premiums	114
Overtime pay	405
Representation and Transportation Allowance	653
Bonuses and Incentives	1,303
Step Increments for Merit and Length of Service	270
Personnel Economic Relief Allowance	1,302
Additional P500 Allowance	1,404
Clothing/Uniform Allowance	354

Total Other Compensation

6,310

01 Total Personal Services

22,150

Maintenance and Other Operating Expenses

02 Travelling Expenses	1,800
03 Communication Services	1,033
04 Repair and Maintenance of Government Facilities	100
05 Repair and Maintenance of Government Vehicles	350
06 Transportation Services	150
07 Supplies and Materials	2,115
08 Rents	800
10 Grants, Subsidies and Contributions	20
14 Water, Illumination and Power Services	800
15 Social Security Benefits, Rewards and Other Claims	700
17 Training and Seminar Expenses	720
18 Extraordinary and Miscellaneous Expenses	20
21 Taxes, Duties and Fees	100
23 Advertising and Publication Expenses	100
24 Fidelity Bonds and Insurance Premiums	70
29 Other Services	1,450

Total Maintenance and Other Operating Expenses

10,328

Total Current Operating Expenditures

32,478

Capital Outlays

36 Furniture, Fixtures, Equipment and Books Outlay

1,522

Total Capital Outlays	1,522
TOTAL NEW APPROPRIATIONS	34,000

F. Philippine Veterans Affairs Office

F.1 Philippine Veterans Affairs Office (Proper)

For general administration and support services, administration of veterans' pensions and other benefits including locally funded projects as indicated hereunder,.....P 3,074,309,000

New Appropriations, by Program/Project
=====

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				
I. General Administration and Support				
a. General Administration and Support Services	P 18,554,000	P 24,694,000	P 8,000,000	P 51,248,000
II. Operations				
a. Administration of Veterans' Pensions and Other Benefits	✓ 2,928,554,000	91,006,000		3,019,560,000
Total, Programs	2,947,108,000	115,700,000	8,000,000	3,070,808,000
B. PROJECTS				
I. Locally-Funded Project				
a. Operational requirements of the Ad-hoc Veterans Affairs Office in Washington, D.C.	1,331,000	2,170,000		3,501,000
Total, Locally-funded Projects	1,331,000	2,170,000		3,501,000
TOTAL NEW APPROPRIATIONS	P 2,948,439,000	P 117,870,000	P 8,000,000	P 3,074,309,000

Special Provisions

1. Funding Priority. Of the amount herein appropriated for pension benefits, priority shall be given to the old-age pension of war veterans until such time as additional funds will be available to cover all benefits covered by R.A. No. 6948 and R.A. No. 7696.
2. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
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I. General Administration and Support

a. General Administration and Support Services

a.1 General management and supervision	P 12,034,000	P 24,694,000	P 8,000,000	P 44,728,000
a.2 Administration of personnel benefits	6,520,000			6,520,000
Sub-total, General Administration and Support	18,554,000	24,694,000	8,000,000	51,248,000

II. Operations

a. Administration of Veterans' Pensions and Other Benefits

1. Processing of veterans' claims	6,208,000	26,439,000		32,647,000
2. For pensions, educational benefits, expanded hospitalization program and burial benefits of veterans, their wives and dependents, pursuant to RA 6948 and RA 7696	2,922,346,000	54,567,000		2,976,913,000
3. For the investigation, verification of records, strengthening of internal control system and the conduct of management and systems audit		10,000,000		10,000,000
Sub-total, Operations	2,928,554,000	91,006,000		3,019,560,000

TOTAL PROGRAMS AND ACTIVITIES

P 2,947,108,000	P 115,700,000	P 8,000,000	P 3,070,808,000
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New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	13,575
Contractual, Casual and Emergency Personnel	3,467
Total Salaries and Wages	17,042

Other Compensation

Terminal Leave Benefits	559
Pag-I.B.I.G. Contributions	241
Medicare Premiums	126
Employees Compensation Insurance Premiums	101
Overtime Pay	564
Representation and Transportation Allowance	571
Honoraria	1,126
Bonuses and Incentives	1,699
Pensions	2,922,346
Step Increments for Merit and Length of Service	206

Personnel Economic Relief Allowance	1,602
Additional P500 Allowance	1,662
Clothing/Uniform Allowance	525
Magna Carta of Public Health Workers per R.A. 7305	69

Total Other Compensation	2,931,397

01 Total Personal Services	2,948,439

Maintenance and Other Operating Expenses	
02 Travelling Expenses	3,000
03 Communications Services	19,485
04 Repair and Maintenance of Government Facilities	4,000
05 Repair and Maintenance of Government Vehicles	1,156
06 Transportation Services	150
07 Supplies and Materials	17,512
08 Rents	260
10 Grants, Subsidies and Contributions	23,567
11 Awards and Indemnities	22,000
14 Water, Illumination and Power Services	1,552
15 Social Security Benefits, Rewards and Other Claims	1,326
17 Training and Seminar Expenses	600
18 Extraordinary and Miscellaneous Expenses	40
19 Confidential and Intelligence Expenses	10,000
23 Advertising and Publication Expenses	120
24 Fidelity Bond and Insurance Premiums	150
29 Other Services	12,952

Total Maintenance and Other Operating Expenses	117,870

Total Current Operating Expenditures	3,066,309

Capital Outlays	
36 Furniture, Fixtures, Equipment and Books Outlay	8,000

Total Capital Outlays	8,000

TOTAL NEW APPROPRIATIONS	3,074,309

F.2 Military Shrine Services

For general administration and support services, administration and development of national military shrine as indicated hereunder P 7,387,000

New Appropriations, by Program
=====

Current Operating Expenditures

	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PROGRAMS				

I. General Administration and Support

a. General Administration and Support Services	P	1,213,000	P	158,000	P	1,371,000
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II. Operations

a. Administration and Development of National Military Shrines		2,450,000		2,066,000		1,500,000		6,016,000
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Total, Programs		3,663,000		2,224,000		1,500,000		7,387,000
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TOTAL NEW APPROPRIATIONS	P	3,663,000	P	2,224,000	P	1,500,000	P	7,387,000
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Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
a.1 General management and supervision	P 70,000	P 158,000		P 228,000
a.2 Administration of personnel benefits	1,143,000			1,143,000
Sub-total, General Administration and Support	1,213,000	158,000		1,371,000
II. Operations				
a. Administration and Development of National Military Shrines				
a.1 Administration of national military shrines	1,400,000	982,000	1,500,000	3,882,000
a.2 Development of national military shrines	1,050,000	1,084,000		2,134,000
Sub-total, Operations	2,450,000	2,066,000	1,500,000	6,016,000
TOTAL, PROGRAMS AND ACTIVITIES	P 3,663,000	P 2,224,000	P 1,500,000	P 7,387,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions
Contractual, Casual and Emergency Personnel

2,396
28

Total Salaries and Wages	2,424
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Other Compensation	
Terminal Leave Benefits	60
Pag-I.B.I.G. Contributions	26
Medicare Premiums	19
Employees Compensation Insurance Premiums	17
Overtime Pay	60
Representation and Transportation Allowance	26
Bonuses and Incentives	256
Step Increments for Merit/Length of Service	10
Personnel Economic Relief Allowance	342
Additional P500 Allowance	348
Clothing/Uniform Allowance	75
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Total Other Compensation	1,239
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01 Total Personal Services	3,663
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Maintenance and Other Operating Expenses	
02 Travelling Expenses	90
03 Communication Services	17
04 Repair and Maintenance of Government Facilities	273
05 Repair and Maintenance of Government Vehicles	340
07 Supplies and Materials	686
14 Water, Illumination and Power Services	340
15 Social Security Benefits, Rewards and Other Claims	158
17 Training and Seminar Expenses	20
18 Extraordinary and Miscellaneous Expenses	20
23 Advertising and Publication Expenses	10
24 Fidelity Bonds and Insurance Premiums	25
29 Other Services	245
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Total Maintenance and Other Operating Expenses	2,224
<hr/>	
Total Current Operating Expenditures	5,887
<hr/>	
Capital Outlays	
36 Furniture, Fixtures, Equipment and Books Outlay	1,500
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Total Capital Outlays	1,500
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TOTAL NEW APPROPRIATIONS	7,387
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F.3 Veterans Memorial Medical Center

For general administration and support services and hospitalization and medical care and treatment including locally-funded project as indicated hereunder P 301,712,000

New Appropriations, by Program
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<u>Current Operating Expenditures</u>			
	Maintenance and Other		
Personal Services	Operating Expenses	Capital Outlays	Total
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A. PROGRAMS

I. General Administration and Support

a. General Administration and Support Services P 80,434,000 P 18,949,000 P 99,383,000

II. Operations

a. Hospitalization and Medical Care and Treatment 60,161,000 104,168,000 19,000,000 183,329,000

Total, Programs 140,595,000 123,117,000 19,000,000 282,712,000

B. PROJECT

I. Locally-Funded Project

a. Building and Grounds Development 19,000,000 19,000,000

Sub-Total, Locally-Funded Project 19,000,000 19,000,000

TOTAL NEW APPROPRIATIONS P 140,595,000 P 123,117,000 P 38,000,000 P 301,712,000

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts herein appropriated for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. General Administration and Support				
a. General Administration and Support Services				
a.1 General management and supervision	P 36,317,000	P 18,949,000		P 55,266,000
a.2 Administration of personnel benefits	44,117,000			44,117,000
Sub-total, General Administration and Support	80,434,000	18,949,000		99,383,000
II. Operations				
a. Hospitalization and Medical Care and Treatment				
a.1 In-patient care	51,080,000	78,522,000	11,000,000	140,602,000
a.2 Operation and maintenance of VMHC annexes		14,779,000		14,779,000
a.3 Out-patient services	9,081,000	10,867,000	8,000,000	27,948,000
Sub-total, Operations	60,161,000	104,168,000	19,000,000	183,329,000
TOTAL, PROGRAMS AND ACTIVITIES	P 140,595,000	P 123,117,000	P 19,000,000	P 282,712,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. Programs/Locally-Funded Projects

Current Operating Expenditures

Personal Services

Salaries of Permanent Positions	73,026
Contractual, Casual and Emergency Personnel	6,548

Total Salaries and Wages	79,574
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Other Compensation

Terminal Leave Benefits	1,766
Pag-I.B.I.G. Contributions	614
Medicare Premiums	466
Employees Compensation Insurance Premiums	548
Overtime pay	1,810
Representation and Transportation Allowance	147
Bonuses and Incentives	7,452
Step Increments for Merit/Length of Service	564
Personnel Economic Relief Allowance	8,160
Additional P500 Allowance	8,733
Clothing/Uniform Allowance	1,673
Subsistence Allowance	8,870
Magna Carta of Public Health Workers per R.A. 7305	14,661
Others	5,557

Total Other Compensation	61,021
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01 Total Personal Services	140,595
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Maintenance and Other Operating Expenses

02 Travelling Expenses	96
03 Communication Services	440
04 Repair and Maintenance of Government Facilities	2,150
05 Repair and Maintenance of Government Vehicles	550
07 Supplies and Materials	99,285
14 Water, Illumination & Power Services	9,890
15 Social Security Benefits, Rewards and Other Claims	2,906
17 Training and Seminar Expenses	50
18 Extraordinary and Miscellaneous Expenses	40
23 Advertising and Publication Expenses	30
24 Fidelity Bond and Insurance Premiums	80
29 Other Services	7,600

Total Maintenance and Other Operating Expenses	123,117
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Total Current Operating Expenses	263,712
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Capital Outlays

35 Buildings and Structures Outlay
36 Furniture, Fixtures, Equipment and Books Outlay

27,000

11,000

Total Capital Outlays-----
38,000
-----**TOTAL NEW APPROPRIATIONS**301,712
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GENERAL SUMMARY
DEPARTMENT OF NATIONAL DEFENSE

<u>Current Operating Expenditures</u>				
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. Office of the Secretary	P 38,858,000	P 56,917,000	P 4,011,000	P 99,786,000
B. Armed Forces of the Philippines	14,194,701,000	6,382,102,000	1,892,925,000	22,469,728,000
B.1 General Headquarters	1,482,525,000	1,259,422,000	10,000,000	2,751,947,000
B.2 Philippine Air Force	1,586,596,000	1,730,815,000	68,589,000	3,386,000,000
B.3 Philippine Army	5,665,348,000	1,136,679,000	101,000,000	6,903,027,000
B.4 Philippine Navy	2,037,822,000	1,658,056,000	90,000,000	3,785,878,000
B.5 Presidential Security Group	122,066,000	66,419,000	11,925,000	200,410,000
B.6 Armed Forces of the Philippines Medical Center	160,787,000	104,010,000	10,000,000	274,797,000
B.7 Citizen Armed Forces Geographical Units	543,601,000	18,960,000		562,561,000
B.8 Philippine Military Academy	193,848,000	69,843,000	10,000,000	273,691,000
B.9 AFP Retirees and Reservist Affairs Program		39,804,000		39,804,000
B.10 AFP Pension and Gratuity Fund	2,402,108,000	164,902,000		2,567,010,000
B.11 AFP Modernization Program		133,192,000	1,591,411,000	1,724,603,000
C. Government Arsenal	73,748,000	67,846,000	10,500,000	152,094,000
D. National Defense College of the Philippines	6,324,000	6,485,000		12,809,000
E. Office of Civil Defense	22,150,000	10,328,000	1,522,000	34,000,000
F. Philippines Veterans Affairs Office	3,092,697,000	243,211,000	47,500,000	3,383,408,000
F.1 Philippine Veterans Affairs Office (Proper)	2,948,439,000	117,870,000	8,000,000	3,074,309,000
F.2 Military Shrine Services	3,663,000	2,224,000	1,500,000	7,387,000
F.3 Veterans Memorial Medical Center	140,595,000	123,117,000	38,000,000	301,712,000
Total New Appropriations, Department of National Defense	P17,428,478,000	P 6,766,889,000	P 1,956,458,000	P26,151,825,000