

XL. PENSION AND GRATUITY FUND

For payment of pension and retirement and terminal leave benefits, including separation benefits and/or incentives, as indicated hereunder.....P109,973,021,000
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New Appropriations, by Purpose
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	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
TOTAL NEW APPROPRIATIONS	P108,473,021,000	P 1,500,000,000		P109,973,021,000
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Special Provision(s)

1. Pension and Gratuity Fund. The amount of One Hundred Nine Billion Nine Hundred Seventy Three Million Twenty One Thousand Pesos (P109,973,021,000) appropriated herein shall cover the payment for the following:

(a) Pension of: (i) AFP retirees; (ii) war or military veterans of the DWD; (iii) uniformed personnel of the DILG, Police Constabulary-Integrated National Police (PC-INP), NAMRIA and Philippine Coast Guard; (iv) war veterans with total administrative disability (TAD) and are at least eighty (80) years of age; (v) TAD arrears to surviving spouses of deceased WW II veterans; (vi) partial payment for TAD arrears for living post WW II veterans who are at least eighty (80) years of age by 2016; and (vii) other retirees of the National Government (NG);

(b) Retirement benefits of: (i) optional retirees of the NG; (ii) personnel of GOCCs, which are financially unable to pay said benefits, subject to the submission of a streamlining program and measures that will enhance the efficiency and effectiveness; and (iii) personnel devolved to LGUs in accordance with National Budget Circular (NBC) Nos. 429 and 429-A dated September 30, 1993 and December 29, 1993, respectively;

(c) Separation benefits and/or incentives of affected personnel pursuant to the implementation of: (i) rationalization in the NG, including GOCCs which are financially unable to pay the benefits under E.O. No. 366, s. 2004, as amended by E.O. No. 77, s. 2012; (ii) restructuring of agencies affected by the integration and automation of the Budget Treasury and Management System and the operationalization of the Treasury Single Account under E.O. No. 55, s. 2011; (iii) reorganization of the Philippine Statistical System under R.A. No. 10625; and (iv) reorganization, merger, streamlining, abolition or privatization authorized under applicable laws, rules and regulations; and

(d) Monetization of leave credits of NG personnel and transferred leave credits of NG personnel devolved to the LGUs in accordance with R.A. No. 7160, as implemented by E.O. No. 503, s. 1992 and NBC Nos. 429 and 429-A.

In no case shall this Fund be used to pay any additional compensation component of pension or retirement and terminal leave benefits, such as, year end bonus, cash gifts, bonuses, per diems, allowances, overtime pay or such other, unless otherwise especially authorized under existing laws. (CONDITIONAL IMPLEMENTATION- President's Budget Action Message, December 21, 2015, Volume II-B, page 818, R.A. No.10717)

2. Payment of the Special Allowance Component of Retirement Benefits. Notwithstanding any provision of law to the contrary, payment of any increase in the retirement benefits to entitled personnel of the Judiciary, MLRC, Office of the Solicitor General, National Prosecution Service, and PAO as a result of the payment of special allowance shall be charged against the special trust fund from which said special allowance are drawn.

3. Retirement Benefits and Pension Differentials of Philippine Constabulary - Integrated National Police Retirees. The payment of retirement benefits and pension differential of the PC-INP retirees pursuant to the Supreme Court Decision in DBM vs. Manila's Finest Retirees, G.R. No. 169466 promulgated on May 9, 2007 shall be based on the list of eligible PC-INP retirees with the corresponding computation of their respective retirement benefits and pension. Said list shall be duly authenticated by the PNP and submitted to the DBM for validation of the computed benefits. The computation shall exclude retirement benefits and pension previously paid to, or currently being received by, said retirees.

4. Release of Funds. Release of funds shall be made directly to the agencies concerned except for GOCCs and LGUs which shall be made through the BTr and the DBM, respectively.

New Appropriations, by Purpose

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PROGRAMS	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
Purpose(s)				
1. For payment of pension	P 76,308,471,000 P			P 76,308,471,000
2. For payment of retirement and terminal leave benefits	26,164,550,000	500,000,000		26,664,550,000
3. For Payment of separation benefits and/or incentives	4,500,000,000	500,000,000		5,000,000,000
4. For payment of monetization of leave credits	1,500,000,000	500,000,000		2,000,000,000
Sub-total, Purpose(s)	108,473,021,000	1,500,000,000		109,973,021,000
TOTAL NEW APPROPRIATIONS	P108,473,021,000	1,500,000,000		P109,973,021,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Other Compensation for Specific Groups

Other Personnel Benefits

4,500,000

Total Other Compensation for Specific Groups

4,500,000

Other Benefits

Retirement Gratuity

12,252,064

Terminal Leave

15,412,486

Total Other Benefits

27,664,550

Other Personnel Benefits

Pension, Civilian Personnel

464,165

Military/Uniformed Personnel	
Pension, Military/Uniformed Personnel	61,174,280
Pension, Veterans	14,670,026

Total Other Personnel Benefits	76,308,471

Total Personnel Services	108,473,021

 Maintenance and Other Operating Expenses	
Financial Assistance/Subsidy	1,500,000

Total Maintenance and Other Operating Expenses	1,500,000

Total Current Operating Expenditures	109,973,021

TOTAL NEW APPROPRIATIONS	109,973,021
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**GENERAL SUMMARY
PENSION AND GRATUITY FUND**

Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. PENSION AND GRATUITY FUND	P108,473,021,000	1,500,000,000		P109,973,021,000
TOTAL NEW APPROPRIATIONS, PENSION AND GRATUITY FUND	P108,473,021,000	1,500,000,000		P109,973,021,000