

D. GOVERNMENT ARSENAL

For general administration and support, and operations, as indicated hereunder.....P 1,258,628,000

New Appropriations, by Program

=====

Current Operating Expenditures

PROGRAMS	Personnel Services		Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
	P		P		P	P
General Administration and Support	P	71,471,000	P	41,834,000	P	P 113,305,000
Operations		181,896,000		945,427,000	18,000,000	1,145,323,000
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		181,896,000		945,427,000	18,000,000	1,145,323,000
TOTAL NEW APPROPRIATIONS	P	253,367,000	P	987,261,000	P	P 1,258,628,000

Special Provision(s)

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Government Arsenal (GA) infirmary shall be deposited in an authorized government depository bank and used to augment the infirmary's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said hospitals for the improvement of its facilities, and the replenishment of drugs, medicines and vaccines, including medical and dental supplies used in government health care facilities.

In no case shall said amount be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the hospital in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

The GA shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Director of GA and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the GA website.

2. **Authority to Barter and Sell Scrap Items.** The Director of GA, upon approval of the Secretary of National Defense, may barter or sell scrap items in accordance with E.O. No. 388, s. 1983, as amended. The barter and sale of scrap items shall be subject to the COA rules on the disposal of government properties and sale through public auction. The items acquired from barter shall be recorded or booked-up as government property while proceeds from the sale shall accrue to the Revised AFP Modernization Act Trust Fund pursuant to Section 6 of R.A. No. 10349.

3. **Reporting and Posting Requirements.** The GA shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) GA's website.

The GA shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

4. **Appropriations for Activities or Projects.** The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

PROGRAMS	<u>Current Operating Expenditures</u>				<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	
<u>General Administration and Support</u>					
General management and supervision	P 60,090,000	P 41,834,000		P	P 101,924,000
Administration of Personnel Benefits	11,381,000				11,381,000
Sub-total, General Administration and Support	71,471,000	41,834,000			113,305,000
<u>Operations</u>					
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand	181,896,000	945,427,000		18,000,000	1,145,323,000
SMALL ARMS AMMUNITION, WEAPONS AND MUNITIONS PROGRAM	181,896,000	945,427,000		18,000,000	1,145,323,000
Planning and development of arms manufacturing processes and procedures	11,748,000	7,160,000			18,908,000
Manufacture, storage and security of small arms ammunition	170,148,000	938,267,000		18,000,000	1,126,415,000
Sub-total, Operations	181,896,000	945,427,000		18,000,000	1,145,323,000
TOTAL NEW APPROPRIATIONS	P 253,367,000	P 987,261,000		P 18,000,000	P 1,258,628,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating ExpendituresPersonnel ServicesCivilian PersonnelPermanent Positions

Basic Salary

135,465

Total Permanent Positions**135,465**Other Compensation Common to AllPersonnel Economic Relief Allowance
Representation Allowance14,544
330

Transportation Allowance	330
Clothing and Uniform Allowance	3,636
Mid-Year Bonus - Civilian	11,289
Year End Bonus	11,289
Cash Gift	3,030
Productivity Enhancement Incentive	3,030
Step Increment	339
	<hr/>
Total Other Compensation Common to All	47,817
	<hr/>
Other Compensation for Specific Groups	
Magna Carta for Public Health Workers	300
Magna Carta for Science & Technology Personnel	48,390
Quarters Allowance	1,347
Night Shift Differential Pay	4,804
	<hr/>
Total Other Compensation for Specific Groups	54,841
	<hr/>
Other Benefits	
PAG-IBIG Contributions	727
PhilHealth Contributions	1,764
Employees Compensation Insurance Premiums	727
Loyalty Award-Civilian	645
Terminal Leave	11,381
	<hr/>
Total Other Benefits	15,244
	<hr/>
Total Personnel Services	253,367
	<hr/>
Maintenance and Other Operating Expenses	
Travelling Expenses	6,993
Training and Scholarship Expenses	4,863
Supplies and Materials Expenses	890,492
Utility Expenses	39,338
Communication Expenses	1,842
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	130
Professional Services	4,752
General Services	12,497
Repairs and Maintenance	31,981
Taxes, Insurance Premiums and Other Fees	2,087
Other Maintenance and Operating Expenses	
Advertising Expenses	328
Printing and Publication Expenses	70
Representation Expenses	666
Transportation and Delivery Expenses	1,036
Subscription Expenses	186
	<hr/>
Total Maintenance and Other Operating Expenses	987,261
	<hr/>
Total Current Operating Expenditures	1,240,628
	<hr/>
Capital Outlay	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	6,000
Machinery and Equipment Outlay	12,000
	<hr/>

APRIL 29, 2019

OFFICIAL GAZETTE

7

DEPARTMENT OF NATIONAL DEFENSE

Total Capital Outlays

18,000

TOTAL NEW APPROPRIATIONS

1,258,628