

XVIII. DEPARTMENT OF NATIONAL DEFENSE

A. OFFICE OF THE SECRETARY - PROPER

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 526,501,000
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New Appropriations, by Program
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Current Operating Expenditures

		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P	172,469,000	P 144,615,000		P 9,300,000	P 326,384,000
Operations			185,258,000		14,859,000	200,117,000
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DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM			185,258,000		14,859,000	200,117,000
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TOTAL NEW APPROPRIATIONS	P	172,469,000	P 329,873,000		P 24,159,000	P 526,501,000
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Special Provision(s)

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

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

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

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

New Appropriations, by Programs/Activities/Projects
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Current Operating Expenditures

		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
General Administration and Support						
General management and supervision	P	169,647,000	P 144,615,000		P 9,300,000	P 323,562,000
Administration of Personnel Benefits		2,822,000				2,822,000
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Sub-total, General Administration and Support		172,469,000	144,615,000		9,300,000	326,384,000
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Operations			
Defense and security policy and strategy direction provided	185,258,000	14,859,000	200,117,000
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM	185,258,000	14,859,000	200,117,000
Development, implementation and monitoring of the Defense System of Management (DSOM)	115,411,000	2,979,000	118,390,000
Development, implementation and monitoring of the International Defense Engagement (IDSE)	32,961,000		32,961,000
Project(s)			
Locally-Funded Project(s)	36,886,000	11,880,000	48,766,000
Implementation of the Enhanced Comprehensive Local Integration Program (E-CLIP) and Operational Support to Task Force Balik-Loob Pursuant to Administrative Order No. 10, s. 2018	36,886,000	11,880,000	48,766,000
Sub-total, Operations	185,258,000	14,859,000	200,117,000
TOTAL NEW APPROPRIATIONS	P 172,469,000 P 329,873,000	P 24,159,000 P 526,501,000	

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures**Personnel Services****Civilian Personnel****Permanent Positions**

Basic Salary	129,050
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Total Permanent Positions	129,050
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Other Compensation Common to All

Personnel Economic Relief Allowance	5,784
Representation Allowance	3,354
Transportation Allowance	3,354
Clothing and Uniform Allowance	1,446
Mid-Year Bonus - Civilian	10,754
Year End Bonus	10,754
Cash Gift	1,205
Productivity Enhancement Incentive	1,205
Step Increment	323

Total Other Compensation Common to All	38,179
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Other Compensation for Specific Groups	
Anniversary Bonus-Civilian	735
Total Other Compensation for Specific Groups	735
Other Benefits	
PAG-IDIG Contributions	289
PhilHealth Contributions	1,105
Employees Compensation Insurance Premiums	289
Retirement Gratuity	2,532
Terminal Leave	290
Total Other Benefits	4,505
Total Personnel Services	172,469
Maintenance and Other Operating Expenses	
Travelling Expenses	27,850
Training and Scholarship Expenses	36,500
Supplies and Materials Expenses	55,354
Utility Expenses	29,519
Communication Expenses	18,555
Confidential, Intelligence and Extraordinary Expenses	
Confidential Expenses	28,042
Extraordinary and Miscellaneous Expenses	3,204
Intelligence Expenses	10,000
Professional Services	19,942
General Services	13,867
Repairs and Maintenance	31,437
Taxes, Insurance Premiums and Other Fees	2,130
Other Maintenance and Operating Expenses	
Advertising Expenses	384
Printing and Publication Expenses	1,420
Representation Expenses	29,149
Rent/Lease Expenses	21,410
Subscription Expenses	760
Donations	150
Total Maintenance and Other Operating Expenses	329,873
Total Current Operating Expenditures	502,342
Capital Outlay	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	5,179
Transportation Equipment Outlay	18,480
Furnitures and Fixtures and Books Outlay	500
Total Capital Outlays	24,159
TOTAL NEW APPROPRIATIONS	526,501

D. GOVERNMENT ARSENAL

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

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Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS					
General Administration and Support	P 71,471,000	P 41,834,000			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 18,000,000	P 18,000,000	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. 888, s. 1983, as amended. The barter and sale of scrap items shall be subject to the COA rules on the disposal of government properties and sale through public auction. The items acquired from barter shall be recorded or booked-up as government property while proceeds from the sale shall accrue to the Revised AFP Modernization Act Trust Fund pursuant to Section 6 of R.A. No. 10349.

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

- (a) 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

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>
PROGRAMS				<u>Total</u>
General Administration and Support				
General management and supervision	P 60,090,000	P 41,834,000		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
Operations				
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand	181,896,000	945,427,000		1,145,323,000
SMALL ARMS AMMUNITION, WEAPONS AND MUNITIONS PROGRAM	181,896,000	945,427,000		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		1,126,415,000
Sub-total, Operations	181,896,000	945,427,000		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 PositionsBasic 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
Total Other Compensation Common to All	47,817
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
Total Other Compensation for Specific Groups	54,841
Other Benefits	
PAG-IBIG Contributions	727
PhilHealth Contributions	1,764
Employees Compensation Insurance Premiums	727
Loyalty Award-Civilian	645
Terminal Leave	11,381
Total Other Benefits	15,244
Total Personnel Services	253,367
Maintenance and Other Operating Expenses	
Travelling Expenses	6,993
Training and Scholarship Expenses	4,863
Supplies and Materials Expenses	880,492
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
Total Maintenance and Other Operating Expenses	987,261
Total Current Operating Expenditures	1,240,628
Capital Outlay	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	6,000
Machinery and Equipment Outlay	12,000

Total Capital Outlays	18,000
TOTAL NEW APPROPRIATIONS	1,258,628

C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 188,974,000

New Appropriations, by Program

<u>Current Operating Expenditures</u>						
PROGRAMS		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P	29,933,000	P 33,487,000		P 12,500,000	P 75,920,000
Operations		21,310,000	72,365,000		19,379,000	113,054,000
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM		10,509,000	12,996,000		15,579,000	39,084,000
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM		10,801,000	59,369,000		3,800,000	73,970,000
TOTAL NEW APPROPRIATIONS	P	51,243,000	P 105,852,000		P 31,879,000	P 188,974,000

Special Provision(s)

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

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

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

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

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>						
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS						
	General Administration and Support					
	General management and supervision	P	28,035,000	P	33,487,000	
				P	12,500,000	P 74,022,000

GENERAL APPROPRIATIONS ACT, FY 2019

Administration of Personnel Benefits	1,898,000		1,898,000	
Sub-total, General Administration and Support	29,933,000	33,487,000	12,500,000	75,920,000
Operations				
Defense and Security Leaders' Capacity Improved	21,310,000	72,365,000	19,379,000	113,054,000
NATIONAL DEFENSE AND SECURITY POLICY STUDIES PROGRAM	10,509,000	12,996,000	15,579,000	39,084,000
Conduct of national defense and strategic international studies	10,509,000	12,996,000	15,579,000	39,084,000
NATIONAL DEFENSE AND SECURITY EDUCATION PROGRAM	10,801,000	59,369,000	3,800,000	73,970,000
Conduct of graduate level and other courses of studies	10,801,000	43,169,000		53,970,000
Project(s)				
Locally-Funded Project(s)		16,200,000	3,800,000	20,000,000
1. Development and Conduct of Master in National Security Administration Electronic Learning Program (E-MNSA)		16,200,000	3,800,000	20,000,000
Sub-total, Operations	21,310,000	72,365,000	19,379,000	113,054,000
TOTAL NEW APPROPRIATIONS	P 51,243,000	P 105,852,000	P 31,879,000	P 188,974,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

25,720

Total Permanent Positions

25,720

Other Compensation Common to All

Personnel Economic Relief Allowance

1,392

Representation Allowance

450

Transportation Allowance

450

Clothing and Uniform Allowance

340

Honoraria

6,743

Mid-Year Bonus - Civilian

2,143

Year End Bonus

2,143

Cash Gift	290
Productivity Enhancement Incentive	290
Step Increment	63
Total Other Compensation Common to All	14,312
Other Compensation for Specific Group	
Lump-sum for filling of Positions-Civilian	1,833
Lump-sum for Casuals	8,920
Total Other Compensation for Specific Groups	10,753
Other Benefits	
PAG-IBIG Contributions	69
PhilHealth Contributions	255
Employees Compensation Insurance Premiums	69
Terminal Leave	65
Total Other Benefits	458
Total Personnel Services	51,243
Maintenance and Other Operating Expenses	
Travelling Expenses	27,652
Training and Scholarship Expenses	1,715
Supplies and Materials Expenses	22,453
Utility Expenses	221
Communication Expenses	1,821
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	108
Professional Services	19,702
General Services	8,395
Repairs and Maintenance	12,882
Taxes, Insurance Premiums and Other Fees	440
Other Maintenance and Operating Expenses	
Printing and Publication Expenses	1,001
Representation Expenses	2,225
Rent/Lease Expenses	1,150
Membership Dues and Contributions to Organizations	5
Subscription Expenses	2,662
Other Maintenance and Operating Expenses	3,500
Total Maintenance and Other Operating Expenses	105,852
Total Current Operating Expenditures	157,095
Capital Outlay	
Property, Plant and Equipment Outlay	
Furniture, Fixtures and Books Outlay	4,000
Machinery and Equipment Outlay	19,379
Transportation and Equipment Outlay	8,500
Total Capital Outlays	31,879
TOTAL NEW APPROPRIATIONS	188,974

D. OFFICE OF CIVIL DEFENSE

For general administration and support, and operations, as indicated hereunder.....P 1,376,775,000
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New Appropriations, by Program
=====**Current Operating Expenditures**

		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
General Administration and Support	P	47,269,000	P 50,432,000		P	P 97,701,000
Operations		182,559,000	591,322,000		505,193,000	1,279,074,000
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CIVILIAN PROTECTION PROGRAM		182,559,000	591,322,000		505,193,000	1,279,074,000
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TOTAL NEW APPROPRIATIONS	P	229,828,000	P 641,754,000		P 505,193,000	P 1,376,775,000
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Special Provision(s)

1. **Quick Response Fund.** The amount of Five Hundred Million Pesos (P500,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for rehabilitation and relief programs and projects, including pre-positioning of goods, emergency response units, and other allied support items and equipment to immediately address impending impacts of extreme weather events or other natural hazards, in order that the situation and living conditions of people in communities or areas affected by natural or human-induced calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible.

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

2. **Multi-Hazard Impact-Based Forecasting and Early Warning.** The Office of Civil Defense (OCD), in coordination with the Climate Change Commission, Department of Science and Technology, and Department of the Interior and Local Government, shall promote the establishment of multi-hazard impact-based forecasting and early warning systems and services, including the development and enhancement of protocols for climate, weather, and risk communication and early warning dissemination for early action at the community and household levels, to prevent and minimize loss and damage from impacts of extreme weather and slow onset events.

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

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

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

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
=====**Current Operating Expenditures**

		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
General Administration and Support						
General management and supervision	P	45,111,000	P 50,432,000		P	P 95,543,000

Administration of Personnel Benefits	2,158,000		2,158,000
Sub-total, General Administration and Support	47,269,000	58,432,000	97,701,000
Operations			
Resiliency of communities to disasters improved	182,559,000	591,322,000	505,193,000 1,279,074,000
CIVIL PROTECTION PROGRAM	182,559,000	591,322,000	505,193,000 1,279,074,000
CIVIL DEFENSE ENHANCEMENT SUB-PROGRAM	87,950,000	33,952,000	12,600,000 134,502,000
Enhancement, Capacity Development and Mobilization for Civil Defense	87,950,000	33,952,000	12,600,000 134,502,000
DISASTER RISK REDUCTION AND MANAGEMENT SUB-PROGRAM	94,609,000	307,370,000	242,593,000 644,572,000
Empowering Sectors on DRRM for Resiliency	94,609,000	307,370,000	242,593,000 644,572,000
DISASTER MANAGEMENT OPERATIONS		250,000,000	250,000,000 500,000,000
Disaster Response Operation		250,000,000	250,000,000 500,000,000
Sub-total, Operations	182,559,000	591,322,000	505,193,000 1,279,074,000
TOTAL NEW APPROPRIATIONS	P 229,828,000	P 641,754,000	P 505,193,000 P 1,376,775,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

170,869

Total Permanent Positions

170,869

Other Compensation Common to All

Personnel Economic Relief Allowance

10,368

Representation Allowance

3,144

Transportation Allowance

3,144

Clothing and Uniform Allowance

2,592

Mid-Year Bonus - Civilian

14,239

Year End Bonus

14,239

Cash Gift

2,160

Productivity Enhancement Incentive

2,160

Step Increment

427

Total Other Compensation Common to All	52,473
Other Compensation for Specific Group	
Anniversary Bonus-Civilian	1,224
Total Other Compensation for Specific Groups	1,224
Other Benefits	
PAG-IBIG Contributions	518
PhilHealth Contributions	1,873
Employees Compensation Insurance Premiums	518
Loyalty Award-Civilian	195
Terminal Leave	2,158
Total Other Benefits	5,262
Total Personnel Services	229,828
Maintenance and Other Operating Expenses	
Travelling Expenses	43,871
Training and Scholarship Expenses	194,058
Supplies and Materials Expenses	28,547
Utility Expenses	6,478
Communication Expenses	29,069
Awards/Rewards and Prizes	8,316
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	2,609
Professional Services	2,640
General Services	5,811
Repairs and Maintenance	10,002
Financial Assistance/Subsidy	250,000
Taxes, Insurance Premiums and Other Fees	3,257
Other Maintenance and Operating Expenses	
Advertising Expenses	1,474
Printing and Publication Expenses	2,251
Representation Expenses	26,572
Transportation and Delivery Expenses	1,004
Rent/Lease Expenses	12,916
Subscription Expenses	946
Donations	75
Other Maintenance and Operating Expenses	11,858
Total Maintenance and Other Operating Expenses	641,754
Total Current Operating Expenditures	871,582
Capital Outlay	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	159,046
Machinery and Equipment Outlay	333,547
Transportation Equipment Outlay	12,600
Total Capital Outlays	505,193
TOTAL NEW APPROPRIATIONS	1,376,775

E. PHILIPPINE VETERANS AFFAIRS OFFICE (PVAO) - PROPER

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 606,308,000

New Appropriations, by Program

<u>Current Operating Expenditures</u>							
PROGRAMS		Personnel	Maintenance		Financial	Capital	
		Services	and Other	Operating	Expenses	Outlays	Total
			Expenses				
General Administration and Support	P	41,042,000	P	44,932,000		P	P 85,974,000
Operations		97,583,000		421,851,000		900,000	520,334,000
VETERANS' WELFARE AND BENEFITS							
ADMINISTRATION OF PROGRAM		81,415,000		375,396,000		900,000	457,711,000
VETERANS AFFAIRS MANAGEMENT PROGRAM		4,048,000		11,748,000			15,796,000
VETERANS MEMORIAL AND HISTORICAL							
PRESERVATION PROGRAM		12,120,000		34,707,000			46,827,000
TOTAL NEW APPROPRIATIONS	P	138,625,000	P	466,783,000		P 900,000	P 606,308,000

Special Provision(s)

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

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

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

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

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

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

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>					
PROGRAMS	Personnel	Maintenance	Financial	Capital	Total
	<u>Services</u>	<u>and Other Operating Expenses</u>	<u>Expenses</u>	<u>Outlays</u>	
General Administration and Support					

GENERAL APPROPRIATIONS ACT, FY 2019

General management and supervision	P 39,061,000	P 44,932,000	P	P 83,993,000
Administration of Personnel Benefits	1,981,000			1,981,000
Sub-total, General Administration and Support	41,042,000	44,932,000		85,974,000
Operations				
Filipino Veterans empowered	85,463,000	387,144,000	900,000	473,507,000
VETERANS' WELFARE AND BENEFITS ADMINISTRATION OF PROGRAM	81,415,000	375,396,000	900,000	457,711,000
Processing of veterans' claims	66,020,000	33,254,000		99,274,000
Payment of veterans' benefits		316,598,000		316,598,000
Investigation, verification of records, strengthening of internal control system and conduct of management and system audit	15,395,000	18,002,000	900,000	34,297,000
Project(s)				
Locally-Funded Project(s)		7,542,000		7,542,000
Upgrading to a Fiber Optic Local Area Network		1,334,000		1,334,000
Procurement of ICT Equipment for Office Productivity		1,290,000		1,290,000
Migration to Government Shared Services		4,755,000		4,755,000
Implementation of ISSP		163,000		163,000
VETERANS AFFAIRS MANAGEMENT PROGRAM	4,048,000	11,748,000		15,796,000
Provide assistance in empowering of veterans organizations	4,048,000	11,748,000		15,796,000
Filipinos' appreciation and gratitude for veterans' service demonstrated	12,120,000	34,707,000		46,827,000
VETERANS MEMORIAL AND HISTORICAL PRESERVATION PROGRAM	12,120,000	34,707,000		46,827,000
Administration and management of national military shrines	11,042,000	27,716,000		38,758,000
Historical research and preservation	1,078,000	1,327,000		2,405,000
Celebration of veteran-related events		5,664,000		5,664,000
Sub-total, Operations	97,583,000	421,851,000	900,000	520,334,000
TOTAL NEW APPROPRIATIONS	P 138,625,000	P 466,783,000	P 900,000	P 646,308,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures**Personnel Services****Civilian Personnel****Permanent Positions**

Basic Salary	100,661
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Total Permanent Positions	100,661
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Other Compensation Common to All

Personnel Economic Relief Allowance	8,136
Representation Allowance	788
Transportation Allowance	788
Clothing and Uniform Allowance	2,034
Honoraria	1,800
Mid-Year Bonus - Civilian	8,388
Year End Bonus	8,388
Cash Gift	1,695
Productivity Enhancement Incentive	1,695
Step Increment	252

Total Other Compensation Common to All	33,804
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Other Benefits

PAG-IBIG Contributions	487
PhilHealth Contributions	1,215
Employees Compensation Insurance Premiums	487
Loyalty Award-Civilian	150
Terminal Leave	1,981

Total Other Benefits	4,160
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Total Personnel Services	138,625
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Maintenance and Other Operating Expenses

Travelling Expenses	4,478
Training and Scholarship Expenses	3,142
Supplies and Materials Expenses	32,932
Utility Expenses	18,614
Communication Expenses	23,281
Confidential, Intelligence and Extraordinary Expenses	
Extraordinary and Miscellaneous Expenses	380
Professional Services	5,484
General Services	23,651
Repairs and Maintenance	15,891
Taxes, Insurance Premiums and Other Fees	500

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Other Maintenance and Operating Expenses	
Advertising Expenses	408
Printing and Publication Expenses	4,246
Representation Expenses	9,732
Transportation and Delivery Expenses	72
Rent/Lease Expenses	6,387
Subscription Expenses	982
Donations	316,598
Other Maintenance and Operating Expenses	5
Total Maintenance and Other Operating Expenses	466,783
Total Current Operating Expenditures	605,408
Capital Outlays	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	900
Total Capital Outlays	900
TOTAL NEW APPROPRIATIONS	606,308

F. VETERANS MEMORIAL MEDICAL CENTER

For general administration and support, and operations, as indicated hereunder.....P 1,866,436,000

New Appropriations, by Program

		<u>Current Operating Expenditures</u>				
		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
General Administration and Support	P	110,364,000	P 248,283,000		P 138,929,000	P 497,576,000
Operations		615,453,000	738,407,000		15,000,000	1,368,860,000
VETERAN HEALTH CARE PROGRAM		615,453,000	738,407,000		15,000,000	1,368,860,000
TOTAL NEW APPROPRIATIONS	P	725,817,000	P 986,690,000		P 153,929,000	P 1,866,436,000

Special Provision(s)

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

Likewise, all revenues derived from the VMHC golf club membership dues, green fees, concession fees, and such other income from business-related operations of the golf course shall be deposited in an authorized government depository bank and used to cover the expenses incurred in its operations. Any excess income from the operations of the golf course may be used to augment the hospital's MOOE and Capital Outlay requirements.

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

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

2. **Reporting and Posting Requirements.** The VMHC 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) VMHC's website.

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

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

New Appropriations, by Programs/Activities/Projects

		<u>Current Operating Expenditures</u>				
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS						
General Administration and Support						
General management and supervision	P	84,566,000	P 248,283,000		P 138,929,000	P 471,778,000
Administration of Personnel Benefits		25,798,000				25,798,000
Sub-total, General Administration and Support		110,364,000	248,283,000		138,929,000	497,576,000
Operations						
Quality Health Care Services Provided to Veterans and their Dependents		615,453,000	738,407,000		15,000,000	1,368,860,000
VETERAN HEALTH CARE PROGRAM		615,453,000	738,407,000		15,000,000	1,368,860,000
In-Patient care		579,491,000	651,185,000		15,000,000	1,245,676,000
Out-Patient care		35,962,000	87,222,000			123,184,000
Sub-total, Operations		615,453,000	738,407,000		15,000,000	1,368,860,000
TOTAL NEW APPROPRIATIONS	P	725,817,000	P 986,690,000		P 153,929,000	P 1,866,436,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary	453,933
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Total Permanent Positions	453,933
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Other Compensation Common to All

Personnel Economic Relief Allowance	30,360
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Representation Allowance	432
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Transportation Allowance	432
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Clothing and Uniform Allowance	7,596
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Mid-Year Bonus - Civilian	37,827
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Year End Bonus	37,827
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Cash Gift	6,330
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Productivity Enhancement Incentive	6,330
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Step Increment	1,135
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Total Other Compensation Common to All	128,269
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	106,178
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Night Shift Differential Pay	2,532
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Lump-sum for filling of Positions-Civilian	22,001
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Total Other Compensation for Specific Groups	130,711
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Other Benefits

PAG-IBIG Contributions	1,519
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PhilHealth Contributions	5,061
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Employees Compensation Insurance Premiums	1,519
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Loyalty Award-Civilian	1,008
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Terminal Leave	3,797
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Total Other Benefits	12,904
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Total Personnel Services	725,817
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Maintenance and Other Operating Expenses

Travelling Expenses	160
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Training and Scholarship Expenses	1,910
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Supplies and Materials Expenses	762,895
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Utility Expenses	99,770
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Communication Expenses	1,138
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Awards/Rewards and Prizes	300
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Confidential, Intelligence and Extraordinary Expenses	110
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Extraordinary and Miscellaneous Expenses	110
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Professional Services	5,540
General Services	101,067
Repairs and Maintenance	3,985
Taxes, Insurance Premiums and Other Fees	732
Other Maintenance and Operating Expenses	
Advertising Expenses	116
Representation Expenses	654
Rent/Lease Expenses	7,730
Membership Dues and Contributions to Organizations	30
Subscription Expenses	533
Total Maintenance and Other Operating Expenses	986,690
Total Current Operating Expenditures	1,712,507
Capital Outlays	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	130,000
Machinery and Equipment Outlay	23,929
Total Capital Outlays	153,929
TOTAL NEW APPROPRIATIONS	1,866,436

G. ARMED FORCES OF THE PHILIPPINES**G.1. PHILIPPINE ARMY (LAND FORCES)**

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder...P 91,407,366,000

New Appropriations, by Program

PROGRAMS	<u>Current Operating Expenditures</u>			
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays
General Administration and Support	P 5,906,912,000	P 1,123,417,000		P 7,030,329,000
Operations	68,582,044,000	12,279,511,000	3,515,482,000	84,377,037,000
LAND FORCES DEFENSE PROGRAM	68,582,044,000	12,279,511,000	3,515,482,000	84,377,037,000
TOTAL NEW APPROPRIATIONS	P 74,488,956,000	P 13,402,928,000	P 3,515,482,000	P 91,407,366,000

Special Provision(s)

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Fort Bonifacio General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said 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 Philippine Army shall prepare and submit to the DMN 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 DMN not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Commanding General of the Philippine Army and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the Philippine Army website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the Philippine Army shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1905. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units.** The amount of Three Billion Seven Hundred Eighty One Million Four Hundred Seventy Two Thousand Pesos (P3,781,472,000) shall be used for the payment of compensation of the Citizen Armed Forces Geographical Unit (CAFGU) members and separation benefits, not exceeding one (1) year subsistence allowance in accordance with the IRR of E.O. No. 264, s. 1987 and DND Circular No. 4 dated October 27, 2005.

4. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each company of the Philippine Army may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

5. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the Philippine Army.

6. **Rice Subsidy.** The amount of Seven Hundred Eighty Million Eight Hundred Twenty One Thousand Pesos (P780,821,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice per month, in the form of financial assistance to the military personnel of the AFP.

7. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the Philippine Army shall be used exclusively for said purposes.

8. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the Philippine Army in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the Philippine Army upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

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

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

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

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

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>
<u>Total</u>				
PROGRAMS				
General Administration and Support				
General management and supervision	P 4,686,182,000	P 1,123,417,000	P	P 5,809,599,000
Administration of Personnel Benefits	1,220,730,000			1,220,730,000
Sub-total, General Administration and Support	5,906,912,000	1,123,417,000		7,030,329,000

Operations				
Level of mission capability of army units in ground operations attained	68,582,044,000	12,279,511,000	3,515,482,000	84,377,037,000
LAND FORCES DEFENSE PROGRAM	68,582,044,000	12,279,511,000	3,515,482,000	84,377,037,000
Force-Level Support Services	3,062,679,000	620,091,000	24,375,000	3,707,145,000
Force Development		1,128,342,000		1,128,342,000
Force Sustainment	65,519,365,000	10,529,278,000	3,491,107,000	79,539,750,000
Project(s)				
Locally-Funded Project(s)		1,800,000		1,800,000
1. Repair of Enlisted Personnel Barracks of the 61st Infantry Battalion, 3rd Infantry Division, PA, Camp Monteclaro, Barangay Igtuba, Miagao, Iloilo		1,200,000		1,200,000
2. Repair of Administrative Building of the 61st Infantry Battalion, 3rd Infantry Division, PA, Camp Monteclaro, Barangay Igtuba, Miagao, Iloilo		600,000		600,000
Sub-total, Operations	68,582,044,000	12,279,511,000	3,515,482,000	84,377,037,000
TOTAL NEW APPROPRIATIONS	P 74,488,956,000	P13,402,928,000	P 3,515,482,000	P 91,407,366,000

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

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary 309,892

Total Permanent Positions 309,892

Other Compensation Common to All

Personnel Economic Relief Allowance	30,792
Representation Allowance	240
Transportation Allowance	240
Clothing and Uniform Allowance	7,698
Honoraria	106
Mid-Year Bonus - Civilian	25,824
Year End Bonus	25,824
Cash Gift	6,415

Productivity Enhancement Incentive	6,415
Step Increment	775
Total Other Compensation Common to All	104,329
Other Compensation for Specific Groups	
Magna Carta for Public Health Workers	34,661
Longevity Pay	4,896
Lump-Sum for Filling of Positions - Civilian	5,221
Total Other Compensation for Specific Groups	44,778
Other Benefits	
PAG-IBIG Contributions	1,540
PhilHealth Contributions	4,129
Employees Compensation Insurance Premiums	1,540
Retirement Gratuity	15,975
Terminal Leave	7,366
Total Other Benefits	30,550
Military/Uniformed Personnel	
Basic Pay	
Base Pay	37,761,933
Total Basic Pay	37,761,933
Other Compensation Common to All	
Personnel Economic Relief Allowance	2,361,456
Clothing/ Uniform Allowance	932,312
Subsistence Allowance	9,216,178
Laundry Allowance	38,266
Quarters Allowance	476,224
Longevity Pay	8,340,059
Mid-Year Bonus - Military/Uniformed Personnel	3,146,828
Year-end Bonus	3,146,828
Cash Gift	491,970
Productivity Enhancement Incentive	491,970
Total Other Compensation Common to All	28,642,091
Other Compensation for Specific Groups	
Hazardous Duty Pay	270,094
Flying Pay	30,038
Hazard Duty Pay	637,594
Combat Duty Pay	2,981,412
Instructor's Duty Pay	323,933
Reservist's Pay	382,241
Medal of Valor Award	20,700
Parachutist Pay	310,901
Lump-Sum for Filling of Positions - Military/Uniformed Personnel	699,972
Total Other Compensation for Specific Groups	5,656,885

Other Benefits	
Special Group Term Insurance	7,859
PAG-IDIG Contributions	118,073
PhilHealth Contributions	497,104
Employees Compensation Insurance Premiums	118,073
Terminal Leave	1,197,389
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Total Other Benefits	1,938,498
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Total Personnel Services	74,488,956
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Maintenance and Other Operating Expenses	
Travelling Expenses	320,583
Training and Scholarship Expenses	363,863
Supplies and Materials Expenses	6,727,663
Utility Expenses	559,356
Communication Expenses	125,659
Awards/Rewards and Prizes	1,557
Survey, Research, Exploration and Development Expenses	5,233
Demolition/Relocation and Desilting/Dredging Expenses	1,053
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	444,000
Professional Services	78,260
General Services	9,276
Repairs and Maintenance	2,391,275
Financial Assistance/Subsidy	1,640,631
Taxes, Insurance Premiums and Other Fees	59,198
Labor and Wages	63,271
Other Maintenance and Operating Expenses	
Advertising Expenses	1,550
Printing and Publication Expenses	17,876
Representation Expenses	457,601
Transportation and Delivery Expenses	80,348
Rent/Lease Expenses	25,285
Membership Dues and Contributions to Organizations	225
Subscription Expenses	2,554
Other Maintenance and Operating Expenses	26,611
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Total Maintenance and Other Operating Expenses	13,442,928
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Total Current Operating Expenditures	87,891,884
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Capital Outlays	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	54,930
Buildings and Other Structures	534,526
Machinery and Equipment Outlay	2,170,576
Transportation Equipment Outlay	747,450
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Total Capital Outlays	3,515,482
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TOTAL NEW APPROPRIATIONS	91,407,366
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6.2. PHILIPPINE AIR FORCE (AIR FORCES)

For general administration and support, and operations, as indicated hereunder.....P 24,584,360,000

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New Appropriations, by Program

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Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS					
General Administration and Support	P 1,560,241,000	P 526,459,000		P	P 2,086,700,000
Operations	13,183,695,000	8,961,669,000		352,296,000	22,497,660,000
AIR FORCES DEFENSE PROGRAM	13,183,695,000	8,961,669,000		352,296,000	22,497,660,000
TOTAL NEW APPROPRIATIONS	P 14,743,936,000	P 9,488,128,000		P 352,296,000	P 24,584,360,000

Special Provision(s)

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Air Force General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said 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 Philippine Air Force shall prepare and submit to the DMN 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 DMN not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Commanding General of the Philippine Air Force and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the Philippine Air Force website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the Philippine Air Force shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each Philippine Air Force squadron may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

4. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the Philippine Air Force.

5. **Rice Subsidy.** The amount of One Hundred Forty Eight Million Seven Hundred Sixty Two Thousand Pesos (P148,762,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice per month, in the form of financial assistance to the military personnel of the Philippine Air Force.

6. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the Philippine Air Force shall be used exclusively for said purposes.

7. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the Philippine Air Force in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the Philippine Air Force upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

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

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

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

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

New Appropriations, by Programs/Activities/Projects

<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>
<u>Total</u>				
PROGRAMS				
General Administration and Support				
General management and supervision	P 628,040,000	P 526,459,000		P 1,154,499,000
Administration of Personnel Benefits	932,201,000			932,201,000
Sub-total, General Administration and Support	1,560,241,000	526,459,000		2,086,700,000
Operations				
Level of mission capability of Air Force Units in air operations attained	13,183,695,000	8,961,669,000		352,296,000
AIR FORCES DEFENSE PROGRAM	13,183,695,000	8,961,669,000		352,296,000
Force-Level Support Services	2,731,885,000	307,240,000		18,500,000
Force Development	5,552,790,000	4,046,406,000		180,013,000
Force Sustainment	4,899,012,000	4,608,023,000		153,783,000
Sub-total, Operations	13,183,695,000	8,961,669,000		352,296,000
TOTAL NEW APPROPRIATIONS	P 14,743,936,000	P 9,488,128,000	P 352,296,000	P 24,584,360,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

292,354

Total Permanent Positions	292,354
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Other Compensation Common to All	
Personnel Economic Relief Allowance	30,048
Representation Allowance	180
Transportation Allowance	180
Clothing and Uniform Allowance	7,512
Mid-Year Bonus - Civilian	24,363
Year End Bonus	24,363
Cash Gift	6,260
Productivity Enhancement Incentive	6,260
Step Increment	731
	<hr/>
Total Other Compensation Common to All	99,897
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Other Compensation for Specific Groups	
Magna Carta for Public Health Workers	30,066
Longevity Pay	3,908
	<hr/>
Total Other Compensation for Specific Groups	33,974
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Other Benefits	
PAG-IBIG Contributions	1,503
PhilHealth Contributions	3,853
Employees Compensation Insurance Premiums	1,503
Retirement Gratuity	25,176
Loyalty Award-Civilian	1,065
Terminal Leave	10,079
	<hr/>
Total Other Benefits	43,179
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Military/Uniformed Personnel	
Basic Pay	
Base Pay	7,211,484
	<hr/>
Total Basic Pay	7,211,484
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Other Compensation Common to All	
Personnel Economic Relief Allowance	422,688
Clothing/ Uniform Allowance	236,610
Subsistence Allowance	964,258
Laundry Allowance	7,155
Quarters Allowance	94,445
Longevity Pay	1,469,365
Mid-Year Bonus - Military/Uniformed Personnel	600,957
Year-end Bonus	600,957
Cash Gift	88,060
Productivity Enhancement Incentive	88,060
	<hr/>
Total Other Compensation Common to All	4,572,555
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Other Compensation for Specific Groups

Hazardous Duty Pay	210,925
Flying Pay	695,789
Hazard Duty Pay	114,124
Hardship Allowance	17,332
Combat Duty Pay	287,820
Instructor's Duty Pay	60,259
Reservist's Pay	60,163
Medal of Valor Award	1,800
Specialist Pay	2,603
Parachutist Pay	6,329
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	591,577

Total Other Compensation for Specific Groups

2,048,721

Other Benefits

Special Group Term Insurance	1,268
PAG-IBIG Contributions	21,134
PhilHealth Contributions	92,867
Employees Compensation Insurance Premiums	21,134
Terminal Leave	305,369

Total Other Benefits

441,772

Total Personnel Services

14,743,936

Maintenance and Other Operating Expenses

Travelling Expenses	275,497
Training and Scholarship Expenses	87,591
Supplies and Materials Expenses	3,110,222
Utility Expenses	379,573
Communication Expenses	50,803
Awards/Rewards and Prizes	1,550
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	17,000
Professional Services	11,157
General Services	4,785
Repairs and Maintenance	4,977,276
Financial Assistance/Subsidy	148,762
Taxes, Insurance Premiums and Other Fees	22,382
Other Maintenance and Operating Expenses	
Advertising Expenses	2,140
Printing and Publication Expenses	2,823
Representation Expenses	290,179
Transportation and Delivery Expenses	9,221
Rent/Lease Expenses	4,231
Membership Dues and Contributions to Organizations	87
Subscription Expenses	83,249
Donations	1,600

Total Maintenance and Other Operating Expenses

9,488,128

Total Current Operating Expenditures

24,232,064

Capital Outlays

Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	143,907
Transportation Equipment Outlay	208,389

Total Capital Outlays	352,296
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TOTAL NEW APPROPRIATIONS	24,584,360
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6.3. PHILIPPINE NAVY (NAVAL FORCES)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder... P 27,842,155,000

New Appropriations, by Program

PROGRAMS	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 2,498,659,000	P 175,889,000		P 7,298,000	P 2,681,846,000
Operations	16,836,110,000	7,078,694,000		1,245,505,000	25,160,309,000
NAVAL FORCES DEFENSE PROGRAM	16,836,110,000	7,078,694,000		1,245,505,000	25,160,309,000
TOTAL NEW APPROPRIATIONS	P 19,334,769,000	P 7,254,583,000		P 1,252,803,000	P 27,842,155,000

Special Provision(s)

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the Philippine Navy General Hospital shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said 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 Philippine Navy shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Flag-Officer-In-Command of the Philippine Navy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the Philippine Navy website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the Philippine Navy shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each company or its equivalent in the Philippine Navy may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

4. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the Philippine Navy.

5. **Rice Subsidy.** The amount of One Hundred Eighty Five Million Three Hundred Twenty Eight Thousand Pesos (P185,328,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the Philippine Navy.

6. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the Philippine Navy shall be used exclusively for said purposes.

7. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the Philippine Navy in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the Philippine Navy upon recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

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

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

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

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

New Appropriations, by Programs/Activities/Projects

PROGRAMS	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays
General Administration and Support				
General management and supervision	P 1,873,332,000	P 175,889,000		P 7,298,000
Administration of Personnel Benefits	625,327,000			625,327,000
Sub-total, General Administration and Support	2,498,659,000	175,889,000		7,298,000
Operations				
Level of mission capability of navy units in naval operations attained	16,836,110,000	7,078,694,000		1,245,505,000
NAVAL FORCES DEFENSE PROGRAM	16,836,110,000	7,078,694,000		1,245,505,000
Force-level Support Services	4,768,804,000	3,230,412,000		285,293,000
Force Development	11,035,635,000	3,190,741,000		889,817,000
Force Sustainment	1,031,671,000	656,341,000		17,395,000
Project(s)				
Locally-Funded Project(s)		1,200,000		53,800,000
1. Requirement for Maritime Command Center in Tawi-Tawi		1,200,000		23,000,000

2. Construction of a female barracks at the Fort Bonifacio Naval Station		30,000,000	30,000,000
Sub-total, Operations	16,836,110,000 7,078,694,000	1,245,505,000	25,160,309,000
TOTAL NEW APPROPRIATIONS	P 19,334,769,000 P 7,254,583,000	P 1,252,803,000	P 27,842,155,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary	243,661
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Total Permanent Positions	243,661
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Other Compensation Common to All

Personnel Economic Relief Allowance	24,240
Representation Allowance	180
Transportation Allowance	180
Clothing and Uniform Allowance	6,060
Mid-Year Bonus - Civilian	20,305
Year End Bonus	20,305
Cash Gift	5,050
Productivity Enhancement Incentive	5,050
Step Increment	610

Total Other Compensation Common to All	81,980
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	16,225
Longevity Pay	4,229

Total Other Compensation for Specific Groups	20,454
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Other Benefits

PAG-IBIG Contributions	1,212
PhilHealth Contributions	3,204
Employees Compensation Insurance Premiums	1,212
Retirement Gratuity	10,683
Loyalty Award-Civilian	255
Terminal Leave	4,044

Total Other Benefits	20,610
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Military/Uniformed Personnel**Basic Pay**

Base Pay	9,760,327
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Total Basic Pay	9,760,327
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Other Compensation Common to All

Personnel Economic Relief Allowance	570,240
Clothing/ Uniform Allowance	172,848
Subsistence Allowance	1,300,861
Laundry Allowance	9,637
Quarters Allowance	127,758
Longevity Pay	2,632,629
Mid-Year Bonus - Military/Uniformed Personnel	813,360
Year-end Bonus	813,360
Cash Gift	118,800
Productivity Enhancement Incentive	118,800

Total Other Compensation Common to All	6,678,293
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Other Compensation for Specific Groups

Hazardous Duty Pay	305,172
Flying Pay	71,419
Overseas Allowance	14,632
Sea Duty Pay	493,445
Hazard Duty Pay	153,965
Hardship Allowance	285,824
Combat Duty Pay	310,248
Instructor's Duty Pay	32,302
Reservist's Pay	39,677
Medal of Valor Award	6,300
Specialist's Pay	305
Parachutist Pay	21,354
Anniversary Bonus - Military/Uniformed Personnel	497,096

Total Other Compensation for Specific Groups	2,231,739
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Other Benefits

Special Group Term Insurance	1,712
PAG-IBIG Contributions	28,513
PhilHealth Contributions	125,463
Employees Compensation Insurance Premiums	28,513
Terminal Leave	113,504

Total Other Benefits	297,705
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Total Personnel Services	19,334,769
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Maintenance and Other Operating Expenses

Travelling Expenses	197,515
Training and Scholarship Expenses	162,612
Supplies and Materials Expenses	2,990,546
Utility Expenses	489,016

Communication Expenses	149,417
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	39,749
Professional Services	31,566
General Services	19,097
Repairs and Maintenance	2,429,150
Financial Assistance/Subsidy	185,328
Taxes, Insurance Premiums and Other Fees	54,386
Other Maintenance and Operating Expenses	
Printing and Publication Expenses	16,591
Representation Expenses	231,301
Transportation and Delivery Expenses	5,296
Rent/Lease Expenses	20,180
Subscription Expenses	6,258
Other Maintenance and Operating Expenses	226,575
Total Maintenance and Other Operating Expenses	7,254,583
Total Current Operating Expenditures	26,589,352
Capital Outlays	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	96,904
Machinery and Equipment Outlay	247,685
Transportation Equipment Outlay	907,921
Other Property Plant and Equipment Outlay	293
Total Capital Outlays	1,252,803
TOTAL NEW APPROPRIATIONS	27,842,155

G.4. GENERAL HEADQUARTERS, AFP AND AFP WIDE SERVICE SUPPORT UNITS (AFPMSSUs)

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder... P 36,564,690,000

New Appropriations, by Program

PROGRAMS	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support	P 3,275,748,000	P 404,917,000	P	P	P 3,680,665,000
Operations	2,464,276,000	5,181,852,000	19,000	25,237,878,000	32,884,025,000
JOINT FORCE PLANNING PROGRAM	378,973,000	469,550,000	19,000		848,542,000
JOINT FORCE OPERATIONS PROGRAM	660,416,000	3,147,957,000		41,190,000	3,849,563,000
JOINT FORCE CAPABILITY PROGRAM	1,424,887,000	1,564,345,000		25,196,688,000	28,185,920,000
TOTAL NEW APPROPRIATIONS	P 5,740,024,000	P 5,586,769,000	P 19,000	P 25,237,878,000	P 36,564,690,000

Special Provision(s)

1. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operations of the AFP Medical Center shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements, subject to the following conditions: (i) at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services; and (ii) income sourced from Philhealth reimbursements from availment of medical services shall be used exclusively by said 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 income be used for the payment of salaries, allowances and other benefits.

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

The General Headquarters of the AFP shall prepare and submit to the DNM 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 DNM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The AFP Chief of Staff and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the AFP website.

2. **Trust Receipts from the Use of Equipment and Facilities.** Fees and charges from the use of equipment and facilities collected by the AFP shall be used to augment its operating requirements in accordance with Section 1 of E.O. No. 1002, s. 1985. Said fees and charges shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

3. **Trust Receipts from Firearms License Fees.** Thirty percent (30%) net proceeds of the firearms license fees collected by the PNP shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated military personnel in accordance with R.A. No. 6963. Said fees shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.

4. **Trust Receipts for the United Nations Peacekeeping Operations.** The funds provided by the United Nations for the peacekeeping operations shall be used to cover the allowance, uniform, gear and equipment, weaponry and training ammunition, pre-deployment expenses, and maintenance of the Peacekeeping Training Center subject to the condition that said funds shall first be used to reimburse any advances made by the National Government to fund the foregoing requirements. Said funds shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.

5. **Armed Forces of the Philippines Modernization Program.** The amount of Twenty Five Billion Pesos (P25,000,000,000) appropriated herein for the Revised AFP Modernization Program shall be used exclusively to support the funding requirements for the modernization projects in accordance with R.A. No. 10349.

The allotment for the purpose shall be issued only upon submission by the DND of the recommendation by the appropriate bids and awards committee for the award of contracts for the modernization projects.

6. **Intelligence and Confidential Funds.** No appropriations authorized under the AFP as intelligence fund shall be released or disbursed for intelligence activities, including amounts sourced from savings, unless approved by the President of the Philippines.

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

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

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

7. **Bilateral Engagements.** The amounts appropriated for bilateral engagements shall be administered by the General Headquarters of the AFP. Any materiel, supplies, equipment, facilities and other property received by the General Headquarters in connection with the activities undertaken pursuant to said bilateral engagements shall be booked-up as government property.

8. **Combat Expenses.** An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each company or its equivalent in the General Headquarters of the AFP may be utilized by its tactical units for incidental and necessary expenses during operational exigencies. Such amount, chargeable against MOOE for combat expenses, shall be treated as cash advance subject to disbursement and liquidation in accordance with COA Circular Nos. 97-002 and 2004-006 dated February 10, 1997 and September 9, 2004, respectively.

9. **Restriction on Use of Funds Allotted for Petroleum, Oil and Lubricants.** The amounts appropriated herein for the purchase or acquisition of petroleum, oil and lubricants for the General Headquarters of the AFP shall be used exclusively for said purposes.

10. **Restriction on Armed Forces of the Philippines Expenditures.** No amount appropriated herein shall be used to fund expenditures of military personnel in excess of those authorized and required based on the actual troop strength of the General Headquarters of the AFP.

11. **Reimbursement of Expenses Incurred in Anti-Smuggling and Economic Subversion Operations.** Expenses incurred by the General Headquarters of the AFP in anti-smuggling, economic subversion or similar operations may be reimbursed out of the proceeds from the sale of items seized or confiscated by the AFP upon the recommendation of the Secretary of National Defense and approval by the President of the Philippines, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and budgeting, accounting and auditing rules and regulations.

12. **Rice Subsidy.** The amount of Fourteen Million Sixty Two Thousand Pesos (P14,062,000) appropriated herein shall be used for the provision of rice subsidy, equivalent to twenty (20) kilos of rice a month, in the form of financial assistance to the military personnel of the General Headquarters of the AFP.

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

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

The AFP shall send written notice when said reports have been submitted or posted on its website to the DMM, 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.

14. **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

	<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS					
General Administration and Support					
General management and supervision	P 1,543,659,000	P 404,917,000	P	P	P 1,948,576,000
National Capital Region (NCR)	1,543,659,000	404,917,000			1,948,576,000
General Headquarters - Proper	1,543,659,000	404,917,000			1,948,576,000
Administration of Personnel Benefits	1,732,089,000				1,732,089,000
National Capital Region (NCR)	1,616,341,000				1,616,341,000
Armed Forces of the Philippines Medical Center	106,840,000				106,840,000
General Headquarters - Proper	1,502,025,000				1,502,025,000
Presidential Security Group	7,476,000				7,476,000
Cordillera Administrative Region (CAR)	115,748,000				115,748,000
Philippine Military Academy	115,748,000				115,748,000
Sub-total, General Administration and Support	3,275,748,000	404,917,000			3,680,665,000
Operations					
Sovereignty of the State and the Filipino people protected	2,464,276,000	5,181,852,000	19,000	25,237,878,000	32,884,025,000
JOINT FORCE PLANNING PROGRAM	378,973,000	469,550,000	19,000		848,542,000
Military policy and strategic formulation	378,973,000	469,550,000	19,000		848,542,000
National Capital Region (NCR)	378,973,000	469,550,000	19,000		848,542,000

General Headquarters - Proper	378,973,000	469,550,000	19,000	848,542,000
JOINT FORCE OPERATIONS PROGRAM	660,416,000	3,147,957,000	41,190,000	3,849,563,000
JOINT FORCE OPERATIONS SUB-PROGRAM		737,522,000		737,522,000
Joint force combatant command		559,697,000		559,697,000
National Capital Region (NCR)		559,697,000		559,697,000
General Headquarters - Proper		559,697,000		559,697,000
Multinational/Foreign Engagements and Peace Support Operations		177,825,000		177,825,000
National Capital Region (NCR)		177,825,000		177,825,000
General Headquarters - Proper		177,825,000		177,825,000
JOINT FORCE SUPPORT OPERATIONS SUB-PROGRAM	660,416,000	2,410,435,000	41,190,000	3,112,041,000
Presidential Security and Protection (Presidential Security Group)	184,161,000	298,042,000	4,000,000	486,203,000
National Capital Region (NCR)	184,161,000	298,042,000	4,000,000	486,203,000
Presidential Security Group	184,161,000	298,042,000	4,000,000	486,203,000
Joint force support command	476,255,000	2,112,393,000	37,190,000	2,625,838,000
National Capital Region (NCR)	476,255,000	2,112,393,000	37,190,000	2,625,838,000
General Headquarters - Proper	476,255,000	2,112,393,000	37,190,000	2,625,838,000
JOINT FORCE CAPABILITY PROGRAM	1,424,887,000	1,564,345,000	25,196,688,000	28,185,920,000
JOINT FORCE SERVICE SUPPORT OPERATIONS SUB-PROGRAM	3,025,000	215,724,000		218,749,000
Joint Force Support Units	977,000	87,749,000		88,726,000
National Capital Region (NCR)	977,000	87,749,000		88,726,000
General Headquarters - Proper	977,000	87,749,000		88,726,000
Reserve Force Development	2,048,000	10,518,000		12,566,000
National Capital Region (NCR)	2,048,000	10,518,000		12,566,000
General Headquarters - Proper	2,048,000	10,518,000		12,566,000
Ordnance Build-up/Strategic lift and mobility		117,457,000		117,457,000

National Capital Region (NCR)	117,457,000	117,457,000		
General Headquarters - Proper	117,457,000	117,457,000		
MILITARY MEDICAL AND TRAINING SUPPORT SUB-PROGRAM	1,421,862,000	1,348,621,000		2,770,483,000
Tertiary Health Care (AFP Medical Center)	491,292,000	1,131,294,000		1,622,586,000
National Capital Region (NCR)	491,292,000	1,131,294,000		1,622,586,000
Armed Forces of the Philippines Medical Center	491,292,000	1,131,294,000		1,622,586,000
Post-Commission training program	3,699,000	31,274,000		34,973,000
National Capital Region (NCR)	3,699,000	31,274,000		34,973,000
General Headquarters - Proper	3,699,000	31,274,000		34,973,000
Pre-Commission Officer Training (Philippine Military Academy)	926,871,000	186,053,000		1,112,924,000
Cordillera Administrative Region (CAR)	926,871,000	186,053,000		1,112,924,000
Philippine Military Academy	926,871,000	186,053,000		1,112,924,000
Projects				
Locally-Funded Project(s)			25,196,688,000	25,196,688,000
1. AFP MODERNIZATION SUB-PROGRAM			25,000,000,000	25,000,000,000
Revised AFP Modernization Program			25,000,000,000	25,000,000,000
National Capital Region (NCR)			25,000,000,000	25,000,000,000
General Headquarters - Proper			25,000,000,000	25,000,000,000
2. Construction of a 4-Storey Tactics and Academic Building, Philippine Military Academy			171,688,000	171,688,000
Cordillera Administrative Region (CAR)			171,688,000	171,688,000
Philippine Military Academy			171,688,000	171,688,000
3. Construction of Building for the Corps of Professors, Camp Aguinaldo			25,000,000	25,000,000
National Capital Region (NCR)			25,000,000	25,000,000
General Headquarters - Proper			25,000,000	25,000,000
Sub-total, Operations	2,464,276,000	5,181,852,000	19,000	25,237,878,000
TOTAL NEW APPROPRIATIONS	P 5,740,024,000	P 5,586,769,000	P 19,000	P 25,237,878,000
				P 36,564,690,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)**Current Operating Expenditures****Personnel Services****Civilian Personnel****Permanent Positions**

Basic Salary	691,046
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Total Permanent Positions	691,046
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Other Compensation Common to All

Personnel Economic Relief Allowance	67,464
Representation Allowance	420
Transportation Allowance	420
Clothing and Uniform Allowance	16,866
Mid-Year Bonus - Civilian	57,587
Year End Bonus	57,587
Cash Gift	14,055
Productivity Enhancement Incentive	14,055
Step Increment	1,728

Total Other Compensation Common to All	230,182
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Other Compensation for Specific Groups

Magna Carta for Public Health Workers	75,837
Longevity Pay	9,142
Lump-sum for filling of Positions-Civilian	59,962

Total Other Compensation for Specific Groups	144,941
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Other Benefits

PAG-IBIG Contributions	3,373
PhilHealth Contributions	9,083
Employees Compensation Insurance Premiums	3,373
Retirement Gratuity	43,161
Terminal Leave	22,978

Total Other Benefits	81,968
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Military/Uniformed Personnel**Basic Pay**

Base Pay	1,559,820
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Total Basic Pay	1,559,820
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Other Compensation Common to All

Personnel Economic Relief Allowance	63,239
Clothing/ Uniform Allowance	38,258

Subsistence Allowance	196,831
Laundry Allowance	1,900
Quarters Allowance	18,184
Longevity Pay	358,658
Mid-Year Bonus - Military/Uniformed Personnel	129,987
Year-end Bonus	129,987
Cash Gift	13,174
Productivity Enhancement Incentive	13,174
Total Other Compensation Common to All	963,392
Other Compensation for Specific Groups	
Hazardous Duty Pay	14,577
Special Duty Allowance	78,612
Overseas Allowance	202,055
Combat Incentive Pay	10,000
Hazard Duty Pay	17,077
Combat Duty Pay	9,324
Incentive Pay	89,029
Instructor's Duty Pay	18,444
Lump-sum for filling of Positions-Military/Uniformed Personnel (MUP)	226,762
Total Other Compensation for Specific Groups	665,880
Other Benefits	
Special Group Term Insurance	192
PAG-IBIG Contributions	3,164
PhilHealth Contributions	17,049
Employees Compensation Insurance Premiums	3,164
Retirement Gratuity	1,379,226
Total Other Benefits	1,402,795
Total Personnel Services	5,740,024
Maintenance and Other Operating Expenses	
Travelling Expenses	267,553
Training and Scholarship Expenses	146,433
Supplies and Materials Expenses	1,950,432
Utility Expenses	601,216
Communication Expenses	121,077
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	1,238,699
Professional Services	45,960
General Services	75,097
Repairs and Maintenance	404,341
Financial Assistance/Subsidy	14,062
Taxes, Insurance Premiums and Other Fees	30,799
Labor and Wages	14,600
Other Maintenance and Operating Expenses	
Advertising Expenses	2,163
Printing and Publication Expenses	11,228
Representation Expenses	432,249
Transportation and Delivery Expenses	9,382
Rent/Lease Expenses	56,732
Membership Dues and Contributions to Organizations	981

Subscription Expenses	11,412
Other Maintenance and Operating Expenses	152,353
Total Maintenance and Other Operating Expenses	5,586,769
Financial Expenses	
Bank Charges	19
Total Financial Expenses	19
Total Current Operating Expenditures	11,326,812
Capital Outlays	
Property, Plant and Equipment Outlay	
Buildings and Other Structures	196,688
Machinery and Equipment Outlay	25,037,190
Other Property Plant and Equipment Outlay	4,000
Total Capital Outlays	25,237,878
TOTAL NEW APPROPRIATIONS	36,564,690

GENERAL SUMMARY
DEPARTMENT OF NATIONAL DEFENSE

Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
A. OFFICE OF THE SECRETARY - PROPER	P 172,469,000	P 329,873,000	P	24,159,000	P 526,501,000
B. GOVERNMENT ARSENAL	253,367,000	987,261,000		18,000,000	1,258,628,000
C. NATIONAL DEFENSE COLLEGE OF THE PHILIPPINES	51,243,000	105,852,000		31,879,000	188,974,000
D. OFFICE OF CIVIL DEFENSE	229,828,000	641,754,000		505,193,000	1,376,775,000
E. PHILIPPINE VETERANS AFFAIRS OFFICE-PROPER	138,625,000	466,783,000		900,000	606,308,000
F. VETERANS MEMORIAL MEDICAL CENTER	725,817,000	986,690,000		153,929,000	1,866,436,000
G. ARMED FORCES OF THE PHILIPPINES	114,307,685,000	35,732,408,000	19,000	30,358,459,000	180,398,571,000
G.1. PHILIPPINE ARMY (LAND FORCES)	74,488,956,000	13,402,928,000		3,515,482,000	91,407,366,000
G.2. PHILIPPINE AIR FORCE (AIR FORCES)	14,743,936,000	9,488,128,000		352,296,000	24,584,360,000
G.3. PHILIPPINE NAVY (NAVAL FORCES)	19,334,769,000	7,254,583,000		1,252,803,000	27,842,155,000
G.4. GENERAL HEADQUARTERS, AFP AND AFP WIDE SERVICE SUPPORTS UNITS (AFPWSSUS)	5,740,024,000	5,586,769,000	19,000	25,237,878,000	36,564,690,000
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF NATIONAL DEFENSE	P 115,879,034,000	P 39,250,621,000	P 19,000	P 31,092,519,000	P 186,222,193,000