

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
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New Appropriations, by Program
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Current Operating Expenditures

PROGRAMS	Maintenance and Other		Financial Expenses	Capital Outlays	Total
	Personnel Services	Operating Expenses			
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 DMW 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 DMW 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 DWD 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 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.

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

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Current Operating Expenditures

PROGRAMS	Personnel Services	Maintenance and Other	Financial Expenses	Capital Outlays	Total
		Operating Expenses			
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	P 13,402,928,000	P 3,515,482,000 P 91,407,366,000

New Appropriations, by Object of Expenditures

(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

GENERAL APPROPRIATIONS ACT, FY 2019

Productivity Enhancement Incentive	6,415
Step Increment	775
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Total Other Compensation Common to All	104,329
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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
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Total Other Compensation for Specific Groups	44,778
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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
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Total Other Benefits	30,550
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Military/Uniformed Personnel	
Basic Pay	
Base Pay	37,761,933
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Total Basic Pay	37,761,933
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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
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Total Other Compensation Common to All	28,642,091
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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
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Total Other Compensation for Specific Groups	5,656,885
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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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