

I. PHILIPPINE NAVY (NAVAL FORCES)

For general administration and support, and operations, as indicated hereunder.....P 31,552,115,000

=====

New Appropriations, by Program

Current Operating Expenditures

		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
		-----	-----	-----	-----
PROGRAMS					
1000000000000000	General Administration and Support	P 2,365,424,000	P 800,356,000	P	P 3,165,780,000
3000000000000000	Operations	17,650,533,000	8,818,298,000	1,917,504,000	28,386,335,000
		-----	-----	-----	-----
	NAVAL FORCES DEFENSE PROGRAM	17,650,533,000	8,818,298,000	1,917,504,000	28,386,335,000
		-----	-----	-----	-----
	TOTAL NEW APPROPRIATIONS	P 20,015,957,000	P 9,618,654,000	P 1,917,504,000	P 31,552,115,000
		=====	=====	=====	=====

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 hospital 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 PN 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 shall be 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 Capital Outlay requirements of PN Hospital and other PN treatment 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 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's website. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 28, 2020, Volume I-B, pages 845-846, R.A. No. 11518)

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. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338.

3. Combat Expenses. An amount not exceeding Two Hundred Thousand Pesos (P200,000) 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 Ninety One Million Ninety Two Thousand Pesos (P191,092,000) 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) URS or other electronic means for reports not covered by the URS until such time that all agencies have fully migrated to the BTMS; 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 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.

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 Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

254,982

Total Permanent Positions

254,982

Other Compensation Common to All

Personnel Economic Relief Allowance

23,016

Representation Allowance

180

Transportation Allowance

180

Clothing and Uniform Allowance

5,754

Mid-Year Bonus - Civilian

21,249

Year End Bonus

21,249

Cash Gift

4,795

Productivity Enhancement Incentive

4,795

Step Increment

638

Personnel Economic Relief Allowance

584,784

Clothing/ Uniform Allowance

194,412

Subsistence Allowance

1,334,038

Laundry Allowance

9,737

Quarters Allowance

131,458

Longevity Pay

2,300,220

Mid-Year Bonus - Military/Uniformed Personnel

829,646

Year-end Bonus

829,646

Cash Gift

122,410

Productivity Enhancement Incentive

122,410

Total Other Compensation Common to All

6,540,617

Other Compensation for Specific Groups

Magna Carta for Public Health Workers

16,225

Longevity Pay

4,229

Lump-sum for filling of Positions - Civilian

11,936

Hazardous Duty Pay

546,005

Flying Pay

147,144

Overseas Allowance

15,964

Sea Duty Pay

537,793

Hazard Duty Pay

157,892

Hardship Allowance

294,101

Combat Duty Pay

346,680

Instructor's Duty Pay

101,511

Reservist's Pay

39,677

Medal of Valor Award

6,300

Specialist's Pay

305

Parachutist Pay

36,391

Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)

469,216

Total Other Compensation for Specific Groups

2,731,369

Other Benefits

PAG-IBIG Contributions

1,151

PhilHealth Contributions

3,343

Employees Compensation Insurance Premiums

1,151

Loyalty Award - Civilian

255

Terminal Leave

5,185

Special Group Term Insurance	1,754
PAG-IBIG Contributions	29,240
PhilHealth Contributions	174,268
Employees Compensation Insurance Premiums	29,240
Terminal Leave	285,254
Total Other Benefits	530,841

Military/Uniformed Personnel	
Basic Pay	
Base Pay	9,958,148
Total Basic Pay	9,958,148

Other Compensation Common to All	
Personnel Economic Relief Allowance	584,784
Clothing/ Uniform Allowance	194,412
Subsistence Allowance	1,334,038
Laundry Allowance	9,737
Quarters Allowance	131,458
Longevity Pay	2,300,220
Mid-Year Bonus - Military/Uniformed Personnel	829,646
Year-end Bonus	829,646
Cash Gift	122,410
Productivity Enhancement Incentive	122,410
Total Other Compensation Common to All	6,458,761

Other Compensation for Specific Groups	
Hazardous Duty Pay	546,005
Flying Pay	147,144
Overseas Allowance	15,964
Sea Duty Pay	537,793
Hazard Duty Pay	157,892
Hardship Allowance	294,101
Combat Duty Pay	346,680
Instructor's Duty Pay	101,511
Reservist's Pay	39,677
Medal of Valor Award	6,300
Specialist's Pay	305
Parachutist Pay	36,391
Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP)	469,216
Total Other Compensation for Specific Groups	2,698,979

Other Benefits	
Special Group Term Insurance	1,754
PAG-IBIG Contributions	29,240
PhilHealth Contributions	174,268
Employees Compensation Insurance Premiums	29,240
Terminal Leave	285,254
Total Other Benefits	519,756

Total Personnel Services	20,015,957

Maintenance and Other Operating Expenses	
Travelling Expenses	187,064
Training and Scholarship Expenses	237,790
Supplies and Materials Expenses	4,326,742
Utility Expenses	513,687
Communication Expenses	176,242
Confidential, Intelligence and Extraordinary Expenses	
Intelligence Expenses	39,749

Professional Services	29,591
General Services	19,097
Repairs and Maintenance	3,314,743
Financial Assistance/Subsidy	191,092
Taxes, Insurance Premiums and Other Fees	55,777
Other Maintenance and Operating Expenses	
Printing and Publication Expenses	17,089
Representation Expenses	244,770
Transportation and Delivery Expenses	5,455
Rent/Lease Expenses	25,780
Subscription Expenses	7,408
Other Maintenance and Operating Expenses	226,578
Total Maintenance and Other Operating Expenses	9,618,654

TOTAL CURRENT OPERATING EXPENDITURES	29,634,611

Capital Outlays	
Property, Plant and Equipment Outlay	
Infrastructure Outlay	100,000
Machinery and Equipment Outlay	394,386
Transportation Equipment Outlay	1,422,321
Furniture, Fixtures and Books Outlay	797
Total Capital Outlays	1,917,504

TOTAL NEW APPROPRIATIONS	31,552,115
	=====