

G. ARMED FORCES OF THE PHILIPPINES

G.1. PHILIPPINE ARMY (LAND FORCES)

For general administration and support, and operations, as indicated hereunder.....P 97,625,021,000
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New Appropriations, by Program
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Current Operating Expenditures

PROGRAMS	<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>
General Administration and Support	P 6,385,642,000	P 1,132,667,000		P	P 7,518,309,000
Operations	72,787,506,000	14,655,124,000		2,664,082,000	90,106,712,000
LAND FORCES DEFENSE PROGRAM	72,787,506,000	14,655,124,000		2,664,082,000	90,106,712,000
TOTAL NEW APPROPRIATIONS	P 79,173,148,000	P 15,787,791,000		P 2,664,082,000	P 97,625,021,000

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 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.

Likewise, all revenues derived from the Philippine Army 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 MOOE and Capital Outlay requirements of PA Hospital and other PA 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, s. 1987, and to appropriate criminal action under existing penal laws.

The Philippine Army 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 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'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 Army 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. **Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units.** The amount of Three Billion Eight Hundred Twenty Nine Million One Hundred Six Thousand Pesos (P3,829,106,000) shall be used for the payment of compensation of 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 Two Hundred Thousand Pesos (P200,000) 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 Eight Hundred Thirteen Million Five Hundred Nine Thousand Pesos (P813,509,000) 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 Army.

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) 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 Army's website.

The Philippine Army 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.

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 Operating Expenses	Financial Expenses	Capital Outlays	Total
General Administration and Support					
General management and supervision	P 4,767,757,000	P 1,132,667,000		P	P 5,900,424,000

GENERAL APPROPRIATIONS ACT, FY 2021

Administration of Personnel Benefits	1,617,885,000			1,617,885,000
Sub-total, General Administration and Support	6,385,642,000	1,132,667,000		7,518,309,000
Operations				
Level of mission capability of army units in ground operations attained	72,787,506,000	14,655,124,000	2,664,082,000	90,106,712,000
LAND FORCES DEFENSE PROGRAM	72,787,506,000	14,655,124,000	2,664,082,000	90,106,712,000
Force-Level Support Services	3,062,679,000	654,328,000	54,495,000	3,771,502,000
Force Development		1,168,246,000		1,168,246,000
Force Sustainment	69,724,827,000	12,832,550,000	2,609,587,000	85,166,964,000
Sub-total, Operations	72,787,506,000	14,655,124,000	2,664,082,000	90,106,712,000
TOTAL NEW APPROPRIATIONS	P 79,173,148,000	P 15,787,791,000	P 2,664,082,000	P 97,625,021,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

374,084

Total Permanent Positions

374,084

Other Compensation Common to All

Personnel Economic Relief Allowance

34,008

Representation Allowance

180

Transportation Allowance

180

Clothing and Uniform Allowance

8,502

Honoraria

106

Mid-Year Bonus - Civilian

31,174

Year End Bonus

31,174

Cash Gift

7,085

Productivity Enhancement Incentive

7,085

Step Increment

935

Total Other Compensation Common to All

120,429

Other Compensation for Specific Groups

Magna Carta for Public Health Workers

34,767

Longevity Pay

4,896

Lump-sum for filling of Positions-Civilian

15,044

Total Other Compensation for Specific Groups

54,707

Other Benefits	
PAG-IBIG Contributions	1,700
PhilHealth Contributions	4,986
Employees Compensation Insurance Premiums	1,700
Terminal Leave	7,619
Total Other Benefits	16,005
Military/Uniformed Personnel	
Basic Pay	
Base Pay	39,652,286
Total Basic Pay	39,652,286
Other Compensation Common to All	
Personnel Economic Relief Allowance	2,476,272
Clothing/ Uniform Allowance	912,140
Subsistence Allowance	9,478,102
Laundry Allowance	40,104
Quarters Allowance	501,868
Longevity Pay	8,837,801
Mid-Year Bonus - Military/Uniformed Personnel	3,304,356
Year-end Bonus	3,304,356
Cash Gift	515,890
Productivity Enhancement Incentive	515,890
Total Other Compensation Common to All	29,886,779
Other Compensation for Specific Groups	
Hazardous Duty Pay	1,509,037
Flying Pay	30,038
Hazard Duty Pay	668,594
Combat Duty Pay	3,043,008
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	400,000
Total Other Compensation for Specific Groups	6,688,452
Other Benefits	
Special Group Term Insurance	7,429
PAG-IBIG Contributions	123,813
PhilHealth Contributions	530,129
Employees Compensation Insurance Premiums	123,813
Terminal Leave	1,595,222
Total Other Benefits	2,380,406
Total Personnel Services	79,173,148

GENERAL APPROPRIATIONS ACT, FY 2021

Maintenance and Other Operating Expenses

Travelling Expenses	341,901
Training and Scholarship Expenses	384,776
Supplies and Materials Expenses	7,946,501
Utility Expenses	594,660
Communication Expenses	133,785
Awards/Rewards and Prizes	1,277
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	76,710
General Services	7,726
Repairs and Maintenance	2,600,803
Financial Assistance/Subsidy	2,495,021
Taxes, Insurance Premiums and Other Fees	57,099
Labor and Wages	63,271
Other Maintenance and Operating Expenses	
Advertising Expenses	1,643
Printing and Publication Expenses	17,942
Representation Expenses	463,695
Transportation and Delivery Expenses	78,797
Rent/Lease Expenses	22,959
Membership Dues and Contributions to Organizations	225
Subscription Expenses	19,870
Other Maintenance and Operating Expenses	28,844

Total Maintenance and Other Operating Expenses	15,787,791
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Total Current Operating Expenditures	94,960,939
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Capital Outlays

Property, Plant and Equipment Outlay	
Infrastructure Outlay	153,265
Buildings and Other Structures	288,702
Machinery and Equipment Outlay	1,121,223
Transportation Equipment Outlay	1,099,900
Furnitures, Fixtures and Books Outlay	992

Total Capital Outlays	2,664,082
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TOTAL NEW APPROPRIATIONS	97,625,021
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