

XVII. DEPARTMENT OF NATIONAL DEFENSE

A. OFFICE OF THE SECRETARY - PROPER

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>
	2017	2018	2019
New General Appropriations	427,460	443,004	477,735
General Fund	427,460	443,004	477,735
Automatic Appropriations	12,810	13,589	15,486
Retirement and Life Insurance Premiums	12,810	13,589	15,486
Continuing Appropriations	266,675		
Unreleased Appropriation for Capital Outlays			
R.A. No. 10717	132,000		
Unreleased Appropriation for MOOE			
R.A. No. 10717	68,000		
Unobligated Releases for Capital Outlays			
R.A. No. 10717	12,588		
Unobligated Releases for MOOE			
R.A. No. 10717	54,087		
Budgetary Adjustment(s)	7,770		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	4,426		
Pension and Gratuity Fund	3,344		
Total Available Appropriations	714,715	456,593	493,221
Unused Appropriations	(232,684)		
Unreleased Appropriation	(200,566)		
Unobligated Allotment	(32,118)		
TOTAL OBLIGATIONS	482,031	456,593	493,221

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>
	2017 Actual	2018 Current	2019 Proposed
General Administration and Support	319,747,000	310,869,000	341,870,000
Regular	319,747,000	310,869,000	341,870,000
PS	163,246,000	169,749,000	187,955,000
MOOE	156,501,000	141,120,000	144,615,000
CO			9,300,000

Operations	<u>162,284,000</u>	<u>145,724,000</u>	<u>151,351,000</u>
Regular	<u>162,284,000</u>	<u>145,724,000</u>	<u>151,351,000</u>
MOOE	149,884,000	145,724,000	148,372,000
CO	12,400,000		2,979,000
TOTAL AGENCY BUDGET	<u>482,031,000</u>	<u>456,593,000</u>	<u>493,221,000</u>
Regular	<u>482,031,000</u>	<u>456,593,000</u>	<u>493,221,000</u>
PS	163,246,000	169,749,000	187,955,000
MOOE	306,385,000	286,844,000	292,987,000
CO	12,400,000		12,279,000

STAFFING SUMMARY

	<u>2017</u>	<u>2018</u>	<u>2019</u>
TOTAL STAFFING			
Total Number of Authorized Positions	323	323	323
Total Number of Filled Positions	245	241	241

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 477,735,000
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	<u>PROPOSED 2019 (Cash-Based)</u>			
OPERATIONS BY PROGRAM	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		148,372,000	2,979,000	151,351,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2019 (Cash-Based)
 (in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>172,469,000</u>	<u>292,987,000</u>	<u>12,279,000</u>	<u>477,735,000</u>
National Capital Region (NCR)	172,469,000	292,987,000	12,279,000	477,735,000
TOTAL AGENCY BUDGET	<u>172,469,000</u>	<u>292,987,000</u>	<u>12,279,000</u>	<u>477,735,000</u>
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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 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.

- 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 (Cash-Based)

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS				
1000000000000000 General Administration and Support	172,469,000	144,615,000	9,300,000	326,384,000
100000100001000 General management and supervision	169,647,000	144,615,000	9,300,000	323,562,000
100000100002000 Administration of Personnel Benefits	2,822,000			2,822,000
Sub-total, General Administration and Support	172,469,000	144,615,000	9,300,000	326,384,000
3000000000000000 Operations		148,372,000	2,979,000	151,351,000
3100000000000000 00 : Defense and security policy and strategy direction provided		148,372,000	2,979,000	151,351,000
3101000000000000 DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM		148,372,000	2,979,000	151,351,000
310100100001000 Development, implementation and monitoring of the Defense System of Management (DSOM)		115,411,000	2,979,000	118,390,000
310100100002000 Development, implementation and monitoring of the International Defense Engagement (IDSE)		32,961,000		32,961,000
Sub-total, Operations		148,372,000	2,979,000	151,351,000
TOTAL NEW APPROPRIATIONS	P 172,469,000	P 292,987,000	P 12,279,000	P 477,735,000

Obligations, by Object of Expenditures

CYs 2017-2019
(In Thousand Pesos)

	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>
	<u>2017</u>	<u>2018</u>	<u>2019</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	104,281	113,243	129,050
Total Permanent Positions	104,281	113,243	129,050

Other Compensation Common to All			
Personnel Economic Relief Allowance	5,624	5,760	5,784
Representation Allowance	3,938	3,402	3,354
Transportation Allowance	1,130	3,402	3,354
Clothing and Uniform Allowance	1,195	1,200	1,446
Mid-Year Bonus - Civilian	8,475	9,437	10,754
Year End Bonus	8,475	9,437	10,754
Cash Gift	1,205	1,200	1,205
Productivity Enhancement Incentive	1,183	1,200	1,205
Performance Based Bonus	3,667		
Step Increment	38	283	323
Collective Negotiation Agreement	6,123		
Total Other Compensation Common to All	<u>41,053</u>	<u>35,321</u>	<u>38,179</u>
Other Compensation for Specific Groups			
Other Personnel Benefits	2,434		
Anniversary Bonus - Civilian			735
Total Other Compensation for Specific Groups	<u>2,434</u>		<u>735</u>
Other Benefits			
Retirement and Life Insurance Premiums	12,274	13,589	15,486
PAG-IBIG Contributions	288	288	289
PhilHealth Contributions	883	824	1,105
Employees Compensation Insurance Premiums	286	287	289
Retirement Gratuity	669	5,966	2,532
Terminal Leave	1,078	231	290
Total Other Benefits	<u>15,478</u>	<u>21,185</u>	<u>19,991</u>
TOTAL PERSONNEL SERVICES	<u>163,246</u>	<u>169,749</u>	<u>187,955</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	35,181	25,256	25,850
Training and Scholarship Expenses	14,301	16,761	16,500
Supplies and Materials Expenses	54,117	50,017	51,854
Utility Expenses	23,588	28,411	29,519
Communication Expenses	17,920	14,297	18,155
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	23,000	23,000	23,000
Extraordinary and Miscellaneous Expenses	3,048	3,072	3,204
Intelligence Expenses	10,000	10,000	10,000
Professional Services	18,152	14,922	18,094
General Services	12,278	11,945	13,867
Repairs and Maintenance	27,761	32,781	31,387
Taxes, Insurance Premiums and Other Fees	1,436	2,495	2,080
Other Maintenance and Operating Expenses			
Advertising Expenses	304	734	384
Printing and Publication Expenses	1,935	2,175	1,420
Representation Expenses	39,719	26,726	25,649
Rent/Lease Expenses	11,161	23,242	21,114
Subscription Expenses	814	759	760
Donations	69	251	150
Other Maintenance and Operating Expenses	11,601		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>306,385</u>	<u>286,844</u>	<u>292,987</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>469,631</u>	<u>456,593</u>	<u>480,942</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	12,400		2,979
Transportation Equipment Outlay			9,300
TOTAL CAPITAL OUTLAYS	<u>12,400</u>		<u>12,279</u>
GRAND TOTAL	<u>482,031</u>	<u>456,593</u>	<u>493,221</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL
OUTCOME : Defense and security policy and strategy direction provided

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2017 GAA Targets	2017 Actual
Defense and security policy and strategy direction provided		
Percentage of policies and strategies accepted by the Office of the President and the Cabinet	80% of policies and strategies accepted by the Office of the President and the Cabinet	100% of policies and strategies accepted by the Office of the President and the Cabinet

MFO / Performance Indicators	2017 GAA Targets	2017 Actual
MFO 1: DEFENSE POLICY SERVICES		
Number of defense policies developed and issued or reviewed, updated and disseminated	305	636
Percentage of defense policies reviewed and updated in the last three (3) years	100%	100%

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2018 GAA Targets	Baseline	2019 Targets
Defense and security policy and strategy direction provided			
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM			
Outcome Indicators			
1. Percentage of targets accomplished based on DND-Proper policies as monitored in the DND-wide Program Performance and Budget Execution Review (PPBER) Report	100%	100%	100%
2. Percentage of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by the President and the Cabinet	80% of policies and strategies accepted by President and the Cabinet
Output Indicators			
1. Number of Defense System of Management (DSOM) Key Document Products developed	138	138	131
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	233	233	13
3. One (1) DND-wide PPBER Report developed	1	1	1