

XIX. DEPARTMENT OF NATIONAL DEFENSE

A. OFFICE OF THE SECRETARY - PROPER

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Cash-Based)</u>		
	<u>2019</u>	<u>2020</u>	<u>2021</u>
New General Appropriations	526,501	650,091	502,368
General Fund	526,501	650,091	502,368
Automatic Appropriations	15,509	16,767	18,447
Retirement and Life Insurance Premiums	15,509	16,767	18,447
Continuing Appropriations	10,831	12,434	
Unreleased Appropriation for Personnel Services			
R.A. No. 11260		193	
Unreleased Appropriation for Capital Outlays			
R.A. No. 11260		1,000	
Unobligated Releases for Capital Outlays			
R.A. No. 11260		3,684	
Unobligated Releases for MOOE			
R.A. No. 11260		7,486	
R.A. No. 10964	10,831		
Unobligated Releases for PS			
R.A. No. 11260		71	
Budgetary Adjustment(s)	19,208		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	600		
Contingent Fund	1,107		
Miscellaneous Personnel Benefits Fund	13,467		
Pension and Gratuity Fund	4,034		
Total Available Appropriations	572,049	679,292	520,815
Unused Appropriations	(14,324)	(12,434)	
Unreleased Appropriation	(1,193)	(1,193)	
Unobligated Allotment	(13,131)	(11,241)	
TOTAL OBLIGATIONS	557,725	666,858	520,815
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**EXPENDITURE PROGRAM
(in pesos)**

	<u>(Cash-Based)</u>		
	<u>2019 Actual</u>	<u>2020 Current</u>	<u>2021 Proposed</u>
GAS / STO / OPERATIONS / PROJECTS			
General Administration and Support	359,806,000	353,877,000	242,554,000
Regular	359,806,000	353,877,000	242,554,000
PS	211,508,000	200,697,000	93,021,000

MOOE	141,326,000	148,340,000	149,533,000
CO	6,972,000	4,840,000	
Operations	<u>197,919,000</u>	<u>312,981,000</u>	<u>278,261,000</u>
Regular	<u>155,340,000</u>	<u>205,107,000</u>	<u>278,261,000</u>
PS	1,605,000		128,820,000
MOOE	149,406,000	147,753,000	149,441,000
CO	4,329,000	57,354,000	
Projects / Purpose	<u>42,579,000</u>	<u>107,874,000</u>	
MOOE	32,388,000	107,874,000	
CO	10,191,000		
TOTAL AGENCY BUDGET	<u>557,725,000</u>	<u>666,858,000</u>	<u>520,815,000</u>
Regular	<u>515,146,000</u>	<u>558,984,000</u>	<u>520,815,000</u>
PS	213,113,000	200,697,000	221,841,000
MOOE	290,732,000	296,093,000	298,974,000
CO	11,301,000	62,194,000	
Projects / Purpose	<u>42,579,000</u>	<u>107,874,000</u>	
MOOE	32,388,000	107,874,000	
CO	10,191,000		

STAFFING SUMMARY

	<u>2019</u>	<u>2020</u>	<u>2021</u>
TOTAL STAFFING			
Total Number of Authorized Positions	323	341	341
Total Number of Filled Positions	258	262	262

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 502,368,000
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OPERATIONS BY PROGRAM	<u>PROPOSED 2021 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM	117,910,000	149,441,000		267,351,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2021 (Cash-Based)
(in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>203,394,000</u>	<u>298,974,000</u>		<u>502,368,000</u>
National Capital Region (NCR)	203,394,000	298,974,000		502,368,000
TOTAL AGENCY BUDGET	<u>203,394,000</u>	<u>298,974,000</u>		<u>502,368,000</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) 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) 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.

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 (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	85,484,000	149,533,000		235,017,000
100000100001000	General management and supervision	81,754,000	149,533,000		231,287,000
100000100002000	Administration of Personnel Benefits	3,730,000			3,730,000
Sub-total, General Administration and Support		85,484,000	149,533,000		235,017,000
3000000000000000	Operations	117,910,000	149,441,000		267,351,000
3100000000000000	00 : Defense and security policy and strategy direction provided	117,910,000	149,441,000		267,351,000
3101000000000000	DEFENSE POLICY AND STRATEGY MANAGEMENT PROGRAM	117,910,000	149,441,000		267,351,000
310100100001000	Development, implementation and monitoring of the Defense System of Management (DSOM)	117,910,000	117,507,000		235,417,000
310100100002000	Development, implementation and monitoring of the International Defense Engagement (IDSE)		31,934,000		31,934,000
Sub-total, Operations		117,910,000	149,441,000		267,351,000
TOTAL NEW APPROPRIATIONS		P 203,394,000	P 298,974,000		P 502,368,000
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Obligations, by Object of Expenditures

CYs 2019-2021
(In Thousand Pesos)

	(Cash-Based)		
	2019	2020	2021
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	141,226	139,722	153,723
Total Permanent Positions	<u>141,226</u>	<u>139,722</u>	<u>153,723</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	6,124	6,120	6,288
Representation Allowance	3,145	3,750	3,768
Transportation Allowance	2,125	3,750	3,768
Clothing and Uniform Allowance	1,470	1,530	1,572
Mid-Year Bonus - Civilian	11,579	11,644	12,810
Year End Bonus	11,886	11,644	12,810
Cash Gift	1,288	1,275	1,310
Productivity Enhancement Incentive	1,272	1,275	1,310
Step Increment		349	384
Collective Negotiation Agreement	6,360		
Total Other Compensation Common to All	<u>45,249</u>	<u>41,337</u>	<u>44,020</u>
Other Compensation for Specific Groups			
Other Personnel Benefits	5,488		
Anniversary Bonus - Civilian	2,340		
Total Other Compensation for Specific Groups	<u>7,828</u>		
Other Benefits			
Retirement and Life Insurance Premiums	15,441	16,767	18,447
PAG-IBIG Contributions	304	306	314
PhilHealth Contributions	1,172	1,178	1,293
Employees Compensation Insurance Premiums	302	306	314
Retirement Gratuity	1,024		
Terminal Leave	567	1,081	3,730
Total Other Benefits	<u>18,810</u>	<u>19,638</u>	<u>24,098</u>
TOTAL PERSONNEL SERVICES	<u>213,113</u>	<u>200,697</u>	<u>221,841</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	34,614	36,163	27,603
Training and Scholarship Expenses	35,253	86,500	16,500
Supplies and Materials Expenses	53,927	56,267	60,529
Utility Expenses	26,751	29,519	30,404
Communication Expenses	19,688	19,061	21,923
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	28,000	37,000	23,000
Extraordinary and Miscellaneous Expenses	3,303	3,204	3,798
Intelligence Expenses	10,000	10,000	10,000
Professional Services	19,900	21,563	17,464
General Services	13,447	14,367	14,367
Repairs and Maintenance	21,819	31,357	33,517
Taxes, Insurance Premiums and Other Fees	1,395	2,169	2,080
Other Maintenance and Operating Expenses			
Advertising Expenses		1,884	374
Printing and Publication Expenses	1,648	1,620	1,420
Representation Expenses	35,145	31,182	21,007

Rent/Lease Expenses	13,873	21,201	14,128
Subscription Expenses	799	760	760
Donations	28	150	100
Other Maintenance and Operating Expenses	3,530		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>323,120</u>	<u>403,967</u>	<u>298,974</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>536,233</u>	<u>604,664</u>	<u>520,815</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	6,254	44,494	
Transportation Equipment Outlay	15,144	8,400	
Furniture, Fixtures and Books Outlay	94		
Intangible Assets Outlay		9,300	
TOTAL CAPITAL OUTLAYS	<u>21,492</u>	<u>62,194</u>	
GRAND TOTAL	<u>557,725</u>	<u>666,858</u>	<u>520,815</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 (00s) / PERFORMANCE INDICATORS (PIs)	2019 GAA Targets	Actual
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%
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
Output Indicators		
1. Number of Defense System of Management (DSOM) Key Document Products developed	131	98
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	13	40
3. One (1) DND-wide PPBER Report developed	1	1

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2020 Targets	2021 NEP 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 the President and the Cabinet
Output Indicators			
1. Number of Defense System of Management (DSOM) Key Document Products developed	90	131	90
2. Number of International Defense and Security Engagements (IDSE) Key Document Products developed	13	13	46
3. One (1) DND-wide PPBER Report developed	1	1	1