

B. GOVERNMENT ARSENAL

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Cash-Based)		
	2019	2020	2021
New General Appropriations	<u>1,258,628</u>	<u>1,302,801</u>	<u>1,300,323</u>
General Fund	1,258,628	1,302,801	1,300,323
Automatic Appropriations	<u>207,092</u>	<u>15,972</u>	<u>17,225</u>
Customs Duties and Taxes, including Tax Expenditures	190,836		
Retirement and Life Insurance Premiums	16,256	15,972	17,225
Continuing Appropriations	<u>80,190</u>	<u>32,274</u>	
Unreleased Appropriation for Personnel Services			
R.A. No. 11260		2,296	
Unobligated Releases for Capital Outlays			
R.A. No. 11260		89	
Unobligated Releases for MOOE			
R.A. No. 11260		29,320	
R.A. No. 10964	80,190		
Unobligated Releases for PS			
R.A. No. 11260		569	
Budgetary Adjustment(s)	<u>5,463</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	1,169		
Pension and Gratuity Fund	<u>4,294</u>		
Total Available Appropriations	1,551,373	1,351,047	1,317,548

Unused Appropriations	(32,685)	(32,274)	
Unreleased Appropriation	(2,296)	(2,296)	
Unobligated Allotment	(30,389)	(29,978)	
TOTAL OBLIGATIONS	1,518,688	1,318,773	1,317,548
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**EXPENDITURE PROGRAM
(in pesos)**

GAS / STO / OPERATIONS / PROJECTS	(Cash-Based)		
	2019 Actual	2020 Current	2021 Proposed
General Administration and Support	119,515,000	114,293,000	125,175,000
Regular	119,515,000	114,293,000	125,175,000
PS	81,194,000	71,985,000	82,515,000
MOOE	38,321,000	42,308,000	42,660,000
Operations	1,399,173,000	1,204,480,000	1,192,373,000
Regular	1,399,173,000	1,204,480,000	1,192,373,000
PS	205,171,000	191,855,000	216,810,000
MOOE	1,176,091,000	913,625,000	959,563,000
CO	17,911,000	99,000,000	16,000,000
TOTAL AGENCY BUDGET	1,518,688,000	1,318,773,000	1,317,548,000
Regular	1,518,688,000	1,318,773,000	1,317,548,000
PS	286,365,000	263,840,000	299,325,000
MOOE	1,214,412,000	955,933,000	1,002,223,000
CO	17,911,000	99,000,000	16,000,000

STAFFING SUMMARY

	2019	2020	2021
TOTAL STAFFING			
Total Number of Authorized Positions	687	687	687
Total Number of Filled Positions	589	582	582

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 1,300,323,000
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OPERATIONS BY PROGRAM	PROPOSED 2021 (Cash-Based)			
	PS	MOOE	CO	TOTAL
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	203,995,000	959,563,000	16,000,000	1,179,558,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2021 (Cash-Based) (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation	282,100,000	1,002,223,000	16,000,000	1,300,323,000
Region III - Central Luzon	282,100,000	1,002,223,000	16,000,000	1,300,323,000
TOTAL AGENCY BUDGET	282,100,000	1,002,223,000	16,000,000	1,300,323,000
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SPECIAL PROVISION(S)

- Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of the Government Arsenal (GA) infirmary shall be deposited in an authorized government depository bank and used to augment the infirmary'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.

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 GA 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 Director of GA and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the GA's website.

- Authority to Barter and Sell Scrap Items. The Director of GA, upon approval of the Secretary of National Defense, may barter or sell scrap items in accordance with E.O. No. 888, s. 1983, as amended. The barter and sale of scrap items shall be subject to the COA rules on the disposal of government properties and sale through public auction. The items acquired from barter shall be recorded or booked-up as government property while proceeds from the sale shall accrue to the Revised AFP Modernization Act Trust Fund pursuant to Section 6 of R.A. No. 10349.
- Reporting and Posting Requirements. The GA shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:
 - 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
 - GA's website.

The GA 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	78,105,000	42,660,000		120,765,000
100000100001000	General management and supervision	67,142,000	42,660,000		109,802,000
100000100002000	Administration of Personnel Benefits	10,963,000			10,963,000
Sub-total, General Administration and Support		78,105,000	42,660,000		120,765,000
3000000000000000	Operations	203,995,000	959,563,000	16,000,000	1,179,558,000
3100000000000000	00 : Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand	203,995,000	959,563,000	16,000,000	1,179,558,000
3101000000000000	SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM	203,995,000	959,563,000	16,000,000	1,179,558,000
310100100001000	Planning and development of arms manufacturing processes and procedures	10,457,000	4,739,000		15,196,000
310100100002000	Manufacture, storage and security of small arms ammunition	193,538,000	954,824,000	16,000,000	1,164,362,000
Sub-total, Operations		203,995,000	959,563,000	16,000,000	1,179,558,000
TOTAL NEW APPROPRIATIONS		P 282,100,000	P 1,002,223,000	P 16,000,000	P 1,300,323,000
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Obligations, by Object of Expenditures

CYs 2019-2021
(In Thousand Pesos)

		<u>(Cash-Based)</u>		
		<u>2019</u>	<u>2020</u>	<u>2021</u>
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	132,140	133,098	143,544	
Total Permanent Positions	132,140	133,098	143,544	
Other Compensation Common to All Personnel				
Economic Relief Allowance	14,175	14,208	13,968	
Representation Allowance	339	390	450	

Transportation Allowance	231	390	450
Clothing and Uniform Allowance	3,462	3,552	3,492
Overtime Pay	989		
Mid-Year Bonus - Civilian	10,927	11,092	11,961
Year End Bonus	11,060	11,092	11,961
Cash Gift	2,952	2,960	2,910
Productivity Enhancement Incentive	2,933	2,960	2,910
Step Increment		333	359
Collective Negotiation Agreement	14,555		
Total Other Compensation Common to All	<u>61,623</u>	<u>46,977</u>	<u>48,461</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	86	300	300
Magna Carta for Science & Technology Personnel	42,734	47,936	68,793
Quarters Allowance	929	1,347	1,347
Night Shift Differential Pay	4,297	5,254	4,804
Other Personnel Benefits	5,846		
Total Other Compensation for Specific Groups	<u>53,892</u>	<u>54,837</u>	<u>75,244</u>
Other Benefits			
Retirement and Life Insurance Premiums	15,845	15,972	17,225
PAG-IBIG Contributions	708	710	699
PhilHealth Contributions	1,719	1,728	1,845
Employees Compensation Insurance Premiums	710	710	699
Loyalty Award - Civilian	295	920	645
Terminal Leave	19,433	8,888	10,963
Total Other Benefits	<u>38,710</u>	<u>28,928</u>	<u>32,076</u>
TOTAL PERSONNEL SERVICES	<u>286,365</u>	<u>263,840</u>	<u>299,325</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	2,786	8,332	6,937
Training and Scholarship Expenses	4,166	4,863	4,976
Supplies and Materials Expenses	870,607	837,396	860,005
Utility Expenses	27,232	39,718	38,324
Communication Expenses	2,212	1,897	1,885
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	129	130	125
Professional Services	3,506	4,752	4,822
General Services	62,735	32,638	49,275
Repairs and Maintenance	23,153	22,941	31,581
Taxes, Insurance Premiums and Other Fees	202,780	1,587	2,013
Other Maintenance and Operating Expenses			
Advertising Expenses	36	238	336
Printing and Publication Expenses	36	42	72
Representation Expenses	666	686	681
Transportation and Delivery Expenses		567	1,012
Subscription Expenses	131	146	179
Other Maintenance and Operating Expenses	14,237		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>1,214,412</u>	<u>955,933</u>	<u>1,002,223</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>1,500,777</u>	<u>1,219,773</u>	<u>1,301,548</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	5,547	10,000	10,000
Machinery and Equipment Outlay	12,364	89,000	6,000
TOTAL CAPITAL OUTLAYS	<u>17,911</u>	<u>99,000</u>	<u>16,000</u>
GRAND TOTAL	<u>1,518,688</u>	<u>1,318,773</u>	<u>1,317,548</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Security, public order, and safety ensured

ORGANIZATIONAL

OUTCOME : Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2019 GAA Targets</u>	<u>Actual</u>
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand		
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM		
Outcome Indicator		
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	116.25%	120.55%
Output Indicators		
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	41.48 Million Rounds
2. Percentage acceptance based on standards	98%	98%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2020 Targets</u>	<u>2021 NEP Targets</u>
Supply of Small Arms, Ammunition, Weapons, and Munitions Increased to the Level of Demand			
SMALL ARMS AMMUNITION, WEAPONS, AND MUNITIONS PROGRAM			
Outcome Indicator			
1. Percentage of supportability to AFP Small Arms Ammunition (SAA) requirements for two (2) basic loads (combat requirements)	100%	116.25%	100%
Output Indicators			
1. Number of small arms ammunitions (SAA) manufactured	40.00 Million Rounds	40.00 Million Rounds	40.00 Million Rounds
2. Percentage acceptance based on standards	98%	98%	98%