

H. PHILIPPINE AIR FORCE (AIR FORCES)

Appropriations/Obligations

(In Thousand Pesos)

| <u>Description</u> | <u>Cash-Based</u> | | |
|--|-------------------|-------------|-------------|
| | <u>2019</u> | <u>2020</u> | <u>2021</u> |
| New General Appropriations | 24,584,360 | 26,436,267 | 29,803,663 |
| General Fund | 24,584,360 | 26,436,267 | 29,803,663 |
| Automatic Appropriations | 117,874 | 35,716 | 37,697 |
| Customs Duties and Taxes, including Tax Expenditures | 82,065 | | |
| Retirement and Life Insurance Premiums | 35,809 | 35,716 | 37,697 |
| Continuing Appropriations | 15,633 | 345,306 | |
| Unreleased Appropriation for Personnel Services | | | |
| R.A. No. 11260 | | 1 | |
| Unobligated Releases for Capital Outlays | | | |
| R.A. No. 11260 | | 36,653 | |
| R.A. No. 10964 | 14,986 | | |
| Unobligated Releases for MOOE | | | |
| R.A. No. 11260 | | 308,641 | |
| R.A. No. 10964 | 647 | | |
| Unobligated Releases for PS | | | |
| R.A. No. 11260 | | 11 | |
| Budgetary Adjustment(s) | 1,642,667 | | |
| Transfer(s) from: | | | |
| Miscellaneous Personnel Benefits Fund | 380,222 | | |
| Pension and Gratuity Fund | 1,262,445 | | |
| Total Available Appropriations | 26,360,534 | 26,817,289 | 29,841,360 |
| Unused Appropriations | (360,948) | (345,306) | |
| Unreleased Appropriation | (1) | (1) | |
| Unobligated Allotment | (360,947) | (345,305) | |
| TOTAL OBLIGATIONS | 25,999,586 | 26,471,983 | 29,841,360 |

EXPENDITURE PROGRAM
(in pesos)

| GAS / STO / OPERATIONS / PROJECTS | <u>Cash-Based</u> | | |
|--------------------------------------|------------------------|-------------------------|--------------------------|
| | <u>2019 Actual</u> | <u>2020 Current</u> | <u>2021 Proposed</u> |
| General Administration and Support | 2,846,608,000 | 1,805,105,000 | 1,407,392,000 |
| Regular | 2,846,608,000 | 1,805,105,000 | 1,407,392,000 |
| PS | 2,238,084,000 | 1,260,109,000 | 856,641,000 |

| | | | |
|---------------------|-----------------------|-----------------------|-----------------------|
| MOOE | 608,524,000 | 536,746,000 | 550,751,000 |
| CO | | 8,250,000 | |
| Operations | <u>23,152,978,000</u> | <u>24,666,878,000</u> | <u>28,433,968,000</u> |
| Regular | <u>23,152,978,000</u> | <u>24,466,878,000</u> | <u>28,433,968,000</u> |
| PS | 14,184,308,000 | 13,843,208,000 | 14,281,560,000 |
| MOOE | 8,653,027,000 | 9,861,110,000 | 13,947,985,000 |
| CO | 315,643,000 | 762,560,000 | 204,423,000 |
| Projects / Purpose | | <u>200,000,000</u> | |
| MOOE | | 45,000,000 | |
| CO | | 155,000,000 | |
| TOTAL AGENCY BUDGET | <u>25,999,586,000</u> | <u>26,471,983,000</u> | <u>29,841,360,000</u> |
| Regular | <u>25,999,586,000</u> | <u>26,271,983,000</u> | <u>29,841,360,000</u> |
| PS | 16,422,392,000 | 15,103,317,000 | 15,138,201,000 |
| MOOE | 9,261,551,000 | 10,397,856,000 | 14,498,736,000 |
| CO | 315,643,000 | 770,810,000 | 204,423,000 |
| Projects / Purpose | | <u>200,000,000</u> | |
| MOOE | | 45,000,000 | |
| CO | | 155,000,000 | |

STAFFING SUMMARY

| | <u>2019</u> | <u>2020</u> | <u>2021</u> |
|--------------------------------------|-------------|-------------|-------------|
| TOTAL STAFFING | | | |
| Civilian Personnel | | | |
| Total Number of Authorized Positions | 1,827 | 1,827 | 1,827 |
| Total Number of Filled Positions | 1,233 | 1,208 | 1,208 |
| Military | | | |
| Total Number of Authorized Positions | 19,072 | 19,072 | 19,072 |
| Total Number of Filled Positions | 18,648 | 18,801 | 18,801 |

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 29,803,663,000
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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> |
| AIR FORCES DEFENSE PROGRAM | 14,250,745,000 | 13,947,985,000 | 204,423,000 | 28,403,153,000 |

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

| REGION | PS | MOOE | CO | TOTAL |
|-------------------------------|-----------------------|-----------------------|--------------------|-----------------------|
| Regional Allocation | 15,100,504,000 | 14,498,736,000 | 204,423,000 | 29,803,663,000 |
| National Capital Region (NCR) | 15,100,504,000 | 14,498,736,000 | 204,423,000 | 29,803,663,000 |
| TOTAL AGENCY BUDGET | 15,100,504,000 | 14,498,736,000 | 204,423,000 | 29,803,663,000 |

SPECIAL PROVISION(S)

- Hospital Income. In addition to the amounts appropriated herein, all income generated from the operations of Philippine Air Force 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.

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 Air Force 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 Air Force 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 Air Force's website.

- Trust Receipts from the Use of Equipment and Facilities. Fees and charges from the use of equipment and facilities collected by the Philippine Air Force 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.
- Combat Expenses. An amount not exceeding One Hundred Thousand Pesos (P100,000) per quarter for each Philippine Air Force squadron 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.
- 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 Air Force.
- Rice Subsidy. The amount of One Hundred Forty Eight Million Seven Hundred Fifty Four Thousand Pesos (P148,754,000) 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 Air Force.
- 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 Air Force shall be used exclusively for said purposes.
- Reimbursement of Expenses Incurred in Anti-smuggling and Economic Subversion Operations. Expenses incurred by the Philippine Air Force 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 Air Force 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.
- Reporting and Posting Requirements. The Philippine Air Force 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 Air Force's website.

The Philippine Air Force 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 Programs/Activities/Projects (Cash-Based)

| | | Current Operating Expenditures | | | |
|---|--|--------------------------------|---|--------------------|------------------|
| | | Personnel Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
| PROGRAMS | | | | | |
| 1000000000000000 | General Administration and Support | 849,759,000 | 550,751,000 | | 1,400,510,000 |
| 100000100001000 | General management and supervision | 617,829,000 | 550,751,000 | | 1,168,580,000 |
| 100000100002000 | Administration of Personnel Benefits | 231,930,000 | | | 231,930,000 |
| Sub-total, General Administration and Support | | 849,759,000 | 550,751,000 | | 1,400,510,000 |
| 3000000000000000 | Operations | 14,250,745,000 | 13,947,985,000 | 204,423,000 | 28,403,153,000 |
| 3100000000000000 | 00 : Level of mission capability of Air Force Units in air operations attained | 14,250,745,000 | 13,947,985,000 | 204,423,000 | 28,403,153,000 |
| 3101000000000000 | AIR FORCES DEFENSE PROGRAM | 14,250,745,000 | 13,947,985,000 | 204,423,000 | 28,403,153,000 |
| 310100100001000 | Force-Level Support Services | 2,836,182,000 | 289,350,000 | | 3,125,532,000 |
| 310100100002000 | Force Development | 6,311,229,000 | 8,764,258,000 | 34,189,000 | 15,109,676,000 |
| 310100100003000 | Force Sustainment | 5,103,334,000 | 4,894,377,000 | 170,234,000 | 10,167,945,000 |
| Sub-total, Operations | | 14,250,745,000 | 13,947,985,000 | 204,423,000 | 28,403,153,000 |
| TOTAL NEW APPROPRIATIONS | | P 15,100,504,000 | P 14,498,736,000 | P 204,423,000 | P 29,803,663,000 |

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 | | 294,339 | 297,632 | 314,136 |
| Total Permanent Positions | | 294,339 | 297,632 | 314,136 |

| | | | |
|--|------------------|------------------|------------------|
| Other Compensation Common to All | | | |
| Personnel Economic Relief Allowance | 30,153 | 30,816 | 28,992 |
| Representation Allowance | 230 | 240 | 180 |
| Transportation Allowance | 230 | 240 | 180 |
| Clothing and Uniform Allowance | 7,536 | 7,704 | 7,248 |
| Mid-Year Bonus - Civilian | 24,593 | 24,803 | 26,178 |
| Year End Bonus | 24,678 | 24,803 | 26,178 |
| Cash Gift | 6,350 | 6,420 | 6,040 |
| Productivity Enhancement Incentive | 6,111 | 6,420 | 6,040 |
| Step Increment | | 744 | 786 |
| Total Other Compensation Common to All | <u>99,881</u> | <u>102,190</u> | <u>101,822</u> |
| Other Compensation for Specific Groups | | | |
| Magna Carta for Public Health Workers | 26,723 | 30,066 | 30,066 |
| Longevity Pay | 4,337 | 3,908 | 3,908 |
| Lump-sum for filling of Positions - Civilian | | | 31,128 |
| Other Personnel Benefits | 1,030,434 | | |
| Total Other Compensation for Specific Groups | <u>1,061,494</u> | <u>33,974</u> | <u>65,102</u> |
| Other Benefits | | | |
| Retirement and Life Insurance Premiums | 35,799 | 35,716 | 37,697 |
| PAG-IBIG Contributions | 1,503 | 1,540 | 1,450 |
| PhilHealth Contributions | 3,807 | 3,922 | 4,114 |
| Employees Compensation Insurance Premiums | 1,493 | 1,540 | 1,450 |
| Retirement Gratuity | 9,397 | | |
| Loyalty Award - Civilian | 625 | 1,065 | 1,065 |
| Terminal Leave | 23,742 | 5,540 | 9,984 |
| Total Other Benefits | <u>76,366</u> | <u>49,323</u> | <u>55,760</u> |
| Military/Uniformed Personnel | | | |
| Basic Pay | | | |
| Base Pay | 7,729,283 | 7,706,475 | 7,806,971 |
| Total Basic Pay | <u>7,729,283</u> | <u>7,706,475</u> | <u>7,806,971</u> |
| Other Compensation Common to All | | | |
| Personnel Economic Relief Allowance | 450,060 | 447,552 | 451,224 |
| Clothing/ Uniform Allowance | 234,812 | 244,879 | 250,285 |
| Subsistence Allowance | 1,026,738 | 1,020,978 | 1,029,355 |
| Laundry Allowance | 7,480 | 7,573 | 7,664 |
| Quarters Allowance | 103,049 | 102,916 | 104,551 |
| Longevity Pay | 1,561,016 | 1,505,889 | 1,505,889 |
| Mid-Year Bonus - Military/Uniformed Personnel | 679,678 | 642,207 | 650,581 |
| Year-end Bonus | 612,948 | 642,207 | 650,581 |
| Cash Gift | 94,862 | 93,240 | 94,005 |
| Productivity Enhancement Incentive | 94,102 | 93,240 | 94,005 |
| Total Other Compensation Common to All | <u>4,864,745</u> | <u>4,800,681</u> | <u>4,838,140</u> |
| Other Compensation for Specific Groups | | | |
| Hazardous Duty Pay | 194,640 | 224,212 | 260,976 |
| Flying Pay | 699,986 | 724,738 | 724,738 |
| Hazard Duty Pay | 121,487 | 120,840 | 121,830 |
| Hardship Allowance | 15,060 | 23,113 | 23,113 |
| Combat Duty Pay | 226,695 | 311,364 | 311,364 |
| Instructor's Duty Pay | 54,538 | 69,854 | 69,854 |
| Reservist's Pay | 76,813 | 60,163 | 60,163 |
| Medal of Valor Award | 1,800 | 1,800 | 1,800 |
| Hospitalization Expenses | 12,828 | | |
| Specialist's Pay | 2,336 | 2,603 | 2,603 |
| Parachutist Pay | 4,381 | 6,651 | 6,651 |
| Lump-sum for Filling of Positions - Military/Uniformed Personnel (MUP) | | 165,460 | 1,061 |
| Total Other Compensation for Specific Groups | <u>1,410,564</u> | <u>1,710,798</u> | <u>1,584,153</u> |
| Other Benefits | | | |
| Special Group Term Insurance | 1,354 | 1,268 | 1,174 |
| PAG-IBIG Contributions | 22,309 | 22,378 | 22,561 |

| | | | |
|---|-------------------|-------------------|-------------------|
| PhilHealth Contributions | 98,923 | 99,408 | 136,064 |
| Employees Compensation Insurance Premiums | 22,478 | 22,378 | 22,561 |
| Retirement Gratuity | 3,098 | | |
| Terminal Leave | 737,558 | 256,812 | 189,757 |
| Total Other Benefits | <u>885,720</u> | <u>402,244</u> | <u>372,117</u> |
| TOTAL PERSONNEL SERVICES | <u>16,422,392</u> | <u>15,103,317</u> | <u>15,138,201</u> |
| Maintenance and Other Operating Expenses | | | |
| Travelling Expenses | 275,497 | 283,761 | 292,274 |
| Training and Scholarship Expenses | 87,591 | 90,194 | 92,900 |
| Supplies and Materials Expenses | 2,809,580 | 3,205,416 | 3,593,056 |
| Utility Expenses | 433,758 | 395,524 | 402,689 |
| Communication Expenses | 47,562 | 52,328 | 53,898 |
| Awards/Rewards and Prizes | 1,200 | 1,550 | 1,550 |
| Confidential, Intelligence and Extraordinary Expenses | | | |
| Intelligence Expenses | 17,000 | 17,000 | 17,000 |
| Professional Services | 11,157 | 11,145 | 11,145 |
| General Services | 1,169 | 4,785 | 4,785 |
| Repairs and Maintenance | 5,000,156 | 5,799,583 | 9,418,938 |
| Financial Assistance/Subsidy | 143,586 | 148,754 | 148,754 |
| Taxes, Insurance Premiums and Other Fees | 95,481 | 22,363 | 22,363 |
| Other Maintenance and Operating Expenses | | | |
| Advertising Expenses | 2,140 | 2,204 | 2,270 |
| Printing and Publication Expenses | 2,823 | 2,907 | 2,994 |
| Representation Expenses | 290,179 | 296,589 | 305,404 |
| Transportation and Delivery Expenses | 150 | 9,497 | 9,783 |
| Rent/Lease Expenses | 4,832 | 4,231 | 4,231 |
| Membership Dues and Contributions to Organizations | 75 | 87 | 87 |
| Subscription Expenses | 37,615 | 93,338 | 113,015 |
| Donations | | 1,600 | 1,600 |
| TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES | <u>9,261,551</u> | <u>10,442,856</u> | <u>14,498,736</u> |
| TOTAL CURRENT OPERATING EXPENDITURES | <u>25,683,943</u> | <u>25,546,173</u> | <u>29,636,937</u> |
| Capital Outlays | | | |
| Property, Plant and Equipment Outlay | | | |
| Infrastructure Outlay | | 170,000 | |
| Buildings and Other Structures | | 442,987 | |
| Machinery and Equipment Outlay | 122,990 | 14,929 | 47,530 |
| Transportation Equipment Outlay | 192,653 | 297,894 | 156,893 |
| TOTAL CAPITAL OUTLAYS | <u>315,643</u> | <u>925,810</u> | <u>204,423</u> |
| GRAND TOTAL | <u>25,999,586</u> | <u>26,471,983</u> | <u>29,841,360</u> |

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Stable National Security environment achieved.

ORGANIZATIONAL

OUTCOME : Level of mission capability of Air Force Units in air operations attained

PERFORMANCE INFORMATION

| <u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u> | <u>2019 GAA Targets</u> | <u>Actual</u> |
|--|-------------------------|---------------|
| Level of mission capability of Air Force Units in air operations attained | | |
| AIR FORCES DEFENSE PROGRAM | | |
| Outcome Indicator | | |
| 1. Percentage of Tactical Air Operations Group that supported the Unified Commands | 100% | 100% |
| Output Indicators | | |
| 1. Number of supportable aircraft maintained | 154 | 155 |
| 2. Percentage of accomplishment of one-hour response to flight-directed mission | 90% | 99% |
| 3. Percentage of flying hours flown | 100% | 95% |

PERFORMANCE INFORMATION

| <u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u> | <u>Baseline</u> | <u>2020 Targets</u> | <u>2021 NEP Targets</u> |
|--|-----------------|---------------------|-------------------------|
| Level of mission capability of Air Force Units in air operations attained | | | |
| AIR FORCES DEFENSE PROGRAM | | | |
| Outcome Indicator | | | |
| 1. Percentage of Tactical Air Operations Group that supported the Unified Commands | 100% | 100% | 100% |
| Output Indicators | | | |
| 1. Number of supportable aircraft maintained | 154 | 154 | 173 |
| 2. Percentage of accomplishment of one-hour response to flight-directed mission | 90% | 90% | 90% |
| 3. Percentage of flying hours flown | 100% | 100% | 100% |