

G. INSURANCE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>	<u>(Cash-Based)</u>	
	2018	2019	2020
New General Appropriations	6	6	6
General Fund	6	6	6
Automatic Appropriations	402,661	355,092	356,476
Special Account	402,661	355,092	356,476
Total Available Appropriations	402,667	355,098	356,482
Unused Appropriations	(6,061)		
Unobligated Allotment	(6,061)		
TOTAL OBLIGATIONS	396,606	355,098	356,482
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EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	<u>(Obligation-Based)</u>	<u>(Cash-Based)</u>	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	205,602,000	170,569,000	174,500,000
Regular	205,602,000	170,569,000	174,500,000
PS	84,932,000	78,181,000	81,106,000
MOOE	102,927,000	76,068,000	82,116,000
CO	17,743,000	16,320,000	11,278,000
Operations	191,004,000	184,529,000	181,982,000
Regular	191,004,000	184,529,000	181,982,000
PS	155,501,000	154,920,000	152,521,000
MOOE	35,503,000	29,609,000	29,461,000

TOTAL AGENCY BUDGET	<u>396,606,000</u>	<u>355,098,000</u>	<u>356,482,000</u>
Regular	<u>396,606,000</u>	<u>355,098,000</u>	<u>356,482,000</u>
PS	240,433,000	233,101,000	233,627,000
MOOE	138,430,000	105,677,000	111,577,000
CO	17,743,000	16,320,000	11,278,000

Proposed New Appropriations Language
 For general administration and support and operations, as indicated hereunder.....P 6,000
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OPERATIONS BY PROGRAM	<u>PROPOSED 2020 (Cash-Based)</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM	5,000			5,000

REGION	<u>EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2020 (Cash-Based)</u> (in pesos)			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation	<u>6,000</u>			<u>6,000</u>
National Capital Region (NCR)	6,000			6,000
TOTAL AGENCY BUDGET	<u>6,000</u>			<u>6,000</u>
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SPECIAL PROVISION(S)

1. Insurance Fund. In addition to the amounts appropriated herein, One Hundred Twenty Two Million Eight Hundred Fifty Five Thousand Pesos (P122,855,000) shall be used to cover the MOOE and Capital Outlay requirements of the Insurance Commission (IC) sourced from the proceeds of premium taxes, constituted into the Insurance Fund in accordance with Section 286 of R. A. No. 8424.
 Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.
2. Funding for Personnel Services. The Personnel Services of the IC shall be sourced from the Pre-need Fund in accordance with Section 5 of R.A. No. 9829. Any deficiency therefrom may be augmented by the Insurance Fund.
 Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.
3. Reporting and Posting Requirements. The IC 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) IC's website.

The IC 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.
4. 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	1,000			1,000
100000100001000	General management and supervision	1,000			1,000
Sub-total, General Administration and Support		1,000			1,000
3000000000000000	Operations	5,000			5,000
3100000000000000	00 : Insurance, Pre-Need, and HMO Industries' growth and stability improved	5,000			5,000
3101000000000000	INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM	5,000			5,000
310100100001000	Promulgation and implementation of policies, rules and regulations	1,000			1,000
310100100002000	Licensing of insurance, pre-need, and HMO entities and related services	1,000			1,000
310100100003000	Examination of insurance, pre-need, and HMO entities and evaluation of financial reports	1,000			1,000
310100100004000	Review and approval of premium rates, investments, reinsurance treaties, facultative placements, and products	1,000			1,000
310100100005000	Adjudication of claims/complaints and mediation of disputes	1,000			1,000
Sub-total, Operations		5,000			5,000
TOTAL NEW APPROPRIATIONS		P 6,000			P 6,000

Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>	
	<u>2018</u>	<u>2019</u>	<u>2020</u>	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	169,197	169,253	168,009	
Total Permanent Positions	169,197	169,253	168,009	

Other Compensation Common to All			
Personnel Economic Relief Allowance	5,313	5,328	5,256
Representation Allowance	1,713	1,692	1,740
Transportation Allowance	1,358	1,692	1,740
Clothing and Uniform Allowance	1,344	1,332	1,314
Mid-Year Bonus - Civilian			14,000
Year End Bonus	14,384	14,103	14,000
Cash Gift	1,122	1,110	1,095
Productivity Enhancement Incentive	1,081	1,109	1,095
Performance Based Bonus	7,992		
Total Other Compensation Common to All	<u>34,307</u>	<u>26,366</u>	<u>40,240</u>
Other Compensation for Specific Groups			
Anniversary Bonus - Civilian		2,219	
Total Other Compensation for Specific Groups		<u>2,219</u>	
Other Benefits			
Retirement and Life Insurance Premiums	20,158	20,309	20,160
PAG-IBIG Contributions	265	265	263
PhilHealth Contributions	1,367	1,369	1,350
Employees Compensation Insurance Premiums	269	265	263
Loyalty Award - Civilian	130		
Terminal Leave	14,740	13,055	3,342
Total Other Benefits	<u>36,929</u>	<u>35,263</u>	<u>25,378</u>
TOTAL PERSONNEL SERVICES	<u>240,433</u>	<u>233,101</u>	<u>233,627</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	10,297	7,900	5,885
Training and Scholarship Expenses	8,653	12,403	6,739
Supplies and Materials Expenses	12,315	9,350	12,497
Utility Expenses	8,523	5,817	8,700
Communication Expenses	6,232	10,633	6,675
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	616	715	715
General Services	25,393	15,297	25,635
Repairs and Maintenance	2,260	3,850	2,724
Taxes, Insurance Premiums and Other Fees	1,098	2,219	1,327
Other Maintenance and Operating Expenses			
Advertising Expenses	2,439	3,500	2,450
Printing and Publication Expenses	1,347	500	1,398
Representation Expenses	3,610	650	3,662
Rent/Lease Expenses	1,660	1,115	1,705
Membership Dues and Contributions to Organizations	1,726	1,603	1,753
Subscription Expenses	17,457	13,888	17,640
Other Maintenance and Operating Expenses	34,804	16,237	12,072
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>138,430</u>	<u>105,677</u>	<u>111,577</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>378,863</u>	<u>338,778</u>	<u>345,204</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	17,743	10,320	11,278
Other Property Plant and Equipment Outlay		6,000	
TOTAL CAPITAL OUTLAYS	<u>17,743</u>	<u>16,320</u>	<u>11,278</u>
GRAND TOTAL	<u>396,606</u>	<u>355,098</u>	<u>356,482</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL OUTCOME : Insurance, Pre-Need, and HMO Industries' growth and stability improved

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Insurance, Pre-Need, and HMO Industries' growth and stability improved		
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM		
Outcome Indicator(s)		
1. Percentage of supervised / regulated entities meeting the net worth requirements	100%	100%
2. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements	100%	100%
Output Indicator(s)		
1. Percentage of supervised / regulated entities examined, verified or monitored	100%	100%
2. Percentage of received application for new and renewal of licenses processed within the prescribed period	100%	100%
3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period	100%	100%

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Insurance, Pre-Need, and HMO Industries' growth and stability improved			
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM			
Outcome Indicator(s)			
1. Percentage of supervised / regulated entities meeting the net worth requirements	100%	100%	100%
2. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements	100%	100%	100%
Output Indicator(s)			
1. Percentage of supervised / regulated entities examined, verified or monitored	100%	100%	100%
2. Percentage of received application for new and renewal of licenses processed within the prescribed period	100%	100%	100%

3. Percentage of applications for premium rates,
insurance products, investments, contract forms,
policies, reinsurance treaties, facultative
placements processed within the
prescribed period

100%

100%

100%