

G. INSURANCE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
Description	2024	2025	2026
New General Appropriations	6	6	6
General Fund	6	6	6
Automatic Appropriations	648,813	1,000,223	1,186,439
Special Account	648,813	1,000,223	1,186,439
Continuing Appropriations	92,946	94,404	
Unobligated Releases for Capital Outlays P.D. 612 /R.A. No. 8424 - Insurance Commission Fund	5,803		
Unobligated Releases for MOOE P.D. 612 /R.A. No. 8424 - Insurance Commission Fund	87,143	94,404	
Total Available Appropriations	741,765	1,094,633	1,186,445
Unused Appropriations	(103,877)	(94,404)	
Unobligated Allotment	(103,877)	(94,404)	
TOTAL OBLIGATIONS	637,888	1,000,229	1,186,445
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EXPENDITURE PROGRAM (in pesos)

	(Cash-Based)		
GAS / STO / OPERATIONS / PROJECTS	2024 Actual	2025 Current	2026 Proposed
General Administration and Support	472,696,000	770,905,000	933,289,000
Regular	472,696,000	770,905,000	933,289,000
PS	246,908,000	119,764,000	162,853,000
MOOE	220,099,000	404,491,000	465,940,000
CO	5,689,000	246,650,000	304,496,000

Operations	165,192,000	229,324,000	253,156,000
Regular	165,192,000	229,324,000	253,156,000
PS	148,265,000	199,233,000	222,523,000
MOOE	16,927,000	30,091,000	30,633,000
TOTAL AGENCY BUDGET	637,888,000	1,000,229,000	1,186,445,000
Regular	637,888,000	1,000,229,000	1,186,445,000
PS	395,173,000	318,997,000	385,376,000
MOOE	237,026,000	434,582,000	496,573,000
CO	5,689,000	246,650,000	304,496,000

Proposed New Appropriations Language

For general administration and support and operations, as indicated hereunder.....P 6,000
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OPERATIONS BY PROGRAM	PROPOSED 2026 (Cash-Based)			
	PS	MOOE	CO	TOTAL
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM	5,000			5,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2026 (Cash-Based) (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation	6,000			6,000
National Capital Region (NCR)	6,000			6,000
TOTAL AGENCY BUDGET	6,000			6,000
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SPECIAL PROVISION(S)

1. Insurance Fund. In addition to the amounts appropriated herein, One Billion One Hundred Eighty Six Million Four Hundred Thirty Nine Thousand Pesos (P1,186,439,000) shall be used to cover the PS, 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, as amended.

Implementation of this provision shall be subject to judicious fiscal programming by the National Government.

Release of funds shall be subject to the submission of a Special Budget Request, and other relevant budgetary requirements in accordance with applicable laws, rules, and regulations.

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.

Implementation of this provision shall be subject to judicious fiscal programming by the National Government.

Release of funds shall be subject to the submission of a Special Budget Request, and other relevant budgetary requirements in accordance with applicable laws, rules, and regulations.

3. Fees, Charges, Penalties, and Other Income Derived from the Regulation of Insurance Companies and Other Supervised Persons or Entities. The amount collected by the IC from fees, charges, penalties, and other income from the regulation of insurance companies and other supervised persons or entities shall be deposited and maintained in a separate account to be used for the salary, allowances, and other expenses of the IC, pursuant to Sections 437 (n) and 441 of R.A. No. 10607.

The implementation of this provision shall be in accordance with the guidelines issued jointly by DBM and IC.

Disbursements or expenditures by the IC in violation of the above requirement shall render any disbursement from said income 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 civil and criminal actions under existing laws.

4. 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) 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) 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.

5. 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>
A. REGULAR 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
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
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Obligations, by Object of Expenditures

CYs 2024-2026
(In Thousand Pesos)

	(Cash-Based)		
	2024	2025	2026
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	251,147	232,716	272,037
Total Permanent Positions	251,147	232,716	272,037
Other Compensation Common to All			
Personnel Economic Relief Allowance	5,776	5,448	6,336
Representation Allowance	2,720	2,178	2,778
Transportation Allowance	2,068	2,178	2,778
Clothing and Uniform Allowance	1,653	1,589	1,848
Mid-Year Bonus - Civilian	19,569	19,325	22,670
Year End Bonus	21,692	19,393	22,670
Cash Gift	1,258	1,135	1,320
Productivity Enhancement Incentive	1,262	1,135	1,320
Performance Based Bonus	7,639		
Total Other Compensation Common to All	63,637	52,381	61,720
Other Compensation for Specific Groups			
Other Personnel Benefits	12,170		
Total Other Compensation for Specific Groups	12,170		
Other Benefits			
Retirement and Life Insurance Premiums	32,035	27,926	32,645
PAG-IBIG Contributions	504	544	635
PhilHealth Contributions	5,166	5,014	7,009
Employees Compensation Insurance Premiums	290	271	317
Loyalty Award - Civilian		145	135
Terminal Leave	30,224		10,878
Total Other Benefits	68,219	33,900	51,619
TOTAL PERSONNEL SERVICES	395,173	318,997	385,376

Maintenance and Other Operating Expenses

Travelling Expenses	8,660	10,500	22,663
Training and Scholarship Expenses	8,709	15,250	27,634
Supplies and Materials Expenses	14,649	13,121	20,084
Utility Expenses	10,724	12,500	12,182
Communication Expenses	10,799	30,150	15,764
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	1,111	1,205	1,206
Professional Services	17,711	15,000	66,524
General Services	14,773	70,200	81,756
Repairs and Maintenance	19,114	10,050	9,912
Taxes, Insurance Premiums and Other Fees	2,147	2,850	5,350
Other Maintenance and Operating Expenses			
Advertising Expenses	543	1,000	244
Printing and Publication Expenses	693	1,000	1,800
Representation Expenses	3,370	4,000	4,074
Rent/Lease Expenses	3,194	13,700	8,724
Membership Dues and Contributions to Organizations	1,767	2,000	2,501
Subscription Expenses	77,606	195,572	194,145
Other Maintenance and Operating Expenses	41,456	36,484	22,010
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	237,026	434,582	496,573
TOTAL CURRENT OPERATING EXPENDITURES	632,199	753,579	881,949
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay		75,061	162,189
Buildings and Other Structures		5,503	
Machinery and Equipment Outlay	1,196	104,486	61,336
Transportation Equipment Outlay	4,493	9,100	16,350
Intangible Assets Outlay		52,500	64,621
TOTAL CAPITAL OUTLAYS	5,689	246,650	304,496
GRAND TOTAL	637,888	1,000,229	1,186,445

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

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2024 GAA Targets	Actual
Insurance, Pre-Need, and HMO Industries' growth and stability improved		P 165,192,000
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM		P 165,192,000
Outcome Indicator(s)		
1. Percentage of supervised entities' compliance with IC's regulatory enforcement action	100%	99.94%
2. Number of Key Performance Indicators improved for insurance pre-need and HMO industries	4	7

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	85%	99.73%
3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period	98%	99.84%

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2025 Targets	2026 NEP Targets
Insurance, Pre-Need, and HMO Industries' growth and stability improved		P 229,324,000	P 253,156,000
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM		P 229,324,000	P 253,156,000
Outcome Indicator(s)			
1. Percentage of supervised entities' compliance with IC's regulatory enforcement action	90%	100%	100%
2. Number of Key Performance Indicators improved for insurance pre-need and HMO industries	4	4	4
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	85%	85%	85%
3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period	98%	98%	98%