

G. INSURANCE COMMISSIONAppropriations/Obligations

(In Thousand Pesos)

| <u>Description</u> | (Cash-Based) | | |
|---|----------------|-----------|---------|
| | 2019 | 2020 | 2021 |
| New General Appropriations | 6 | 1,500,006 | 6 |
| General Fund | 6 | 1,500,006 | 6 |
| Automatic Appropriations | 424,024 | 356,476 | 316,792 |
| Special Account | 424,024 | 356,476 | 316,792 |
| Continuing Appropriations | | 6 | |
| Unobligated Releases for PS R.A. No. 11260 | | 6 | |
| Total Available Appropriations | 424,030 | 1,856,488 | 316,798 |
| Unused Appropriations | (22,114) | (6) | |
| Unobligated Allotment | (22,114) | (6) | |
| TOTAL OBLIGATIONS | 401,916 | 1,856,482 | 316,798 |

**EXPENDITURE PROGRAM
(in pesos)**

| | (Cash-Based) | | |
|--------------------------------------|----------------|-----------------|------------------|
| | 2019 Actual | 2020 Current | 2021 Proposed |
| GAS / STO / OPERATIONS / PROJECTS | | | |
| General Administration and Support | 207,543,000 | 174,500,000 | 134,344,000 |
| Regular | 207,543,000 | 174,500,000 | 134,344,000 |
| PS | 84,862,000 | 81,106,000 | 81,107,000 |
| MOOE | 94,285,000 | 82,116,000 | 53,237,000 |
| CO | 28,396,000 | 11,278,000 | |
| Operations | 194,373,000 | 1,681,982,000 | 182,454,000 |
| Regular | 194,373,000 | 181,982,000 | 182,454,000 |
| PS | 162,001,000 | 152,521,000 | 152,520,000 |
| MOOE | 32,372,000 | 29,461,000 | 29,934,000 |

| | | | |
|---------------------|-------------|---------------|-------------|
| Projects / Purpose | | 1,500,000,000 | |
| CO | | 1,500,000,000 | |
| TOTAL AGENCY BUDGET | 401,916,000 | 1,856,482,000 | 316,798,000 |
| Regular | 401,916,000 | 356,482,000 | 316,798,000 |
| PS | 246,863,000 | 233,627,000 | 233,627,000 |
| MOOE | 126,657,000 | 111,577,000 | 83,171,000 |
| CO | 28,396,000 | 11,278,000 | |
| Projects / Purpose | | 1,500,000,000 | |
| CO | | 1,500,000,000 | |

Proposed New Appropriations Language

For general administration and support and operations, as indicated hereunder.....P 6,000
=====

| OPERATIONS BY PROGRAM | PROPOSED 2021 (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, 2021 (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 |

SPECIAL PROVISION(S)

- Insurance Fund. In addition to the amounts appropriated herein, Eighty Three Million One Hundred Seventy One Thousand Pesos (P83,171,000) 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, as amended.

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.

- 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) 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.

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 | OO : 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 | <u>5,000</u> | <u>5,000</u> |
| TOTAL NEW APPROPRIATIONS | P <u>6,000</u> ===== | P <u>6,000</u> ===== |

Obligations, by Object of Expenditures

CYs 2019-2021
(In Thousand Pesos)

| | (Cash-Based) | | |
|--|--------------------|--------------------|--------------------|
| | <u>2019</u> | <u>2020</u> | <u>2021</u> |
| Current Operating Expenditures | | | |
| Personnel Services | | | |
| Civilian Personnel | | | |
| Permanent Positions | | | |
| Basic Salary | 153,702 | 168,009 | 168,009 |
| Total Permanent Positions | <u>153,702</u> | <u>168,009</u> | <u>168,009</u> |
| Other Compensation Common to All | | | |
| Personnel Economic Relief Allowance | 4,693 | 5,256 | 5,256 |
| Representation Allowance | 1,618 | 1,740 | 1,740 |
| Transportation Allowance | 1,125 | 1,740 | 1,740 |
| Clothing and Uniform Allowance | 1,158 | 1,314 | 1,314 |
| Mid-Year Bonus - Civilian | 26,696 | 14,000 | 14,000 |
| Year End Bonus | 11,990 | 14,000 | 14,000 |
| Cash Gift | 1,067 | 1,095 | 1,095 |
| Productivity Enhancement Incentive | 934 | 1,095 | 1,095 |
| Total Other Compensation Common to All | <u>49,281</u> | <u>40,240</u> | <u>40,240</u> |
| Other Compensation for Specific Groups | | | |
| Other Personnel Benefits | 1,986 | | |
| Total Other Compensation for Specific Groups | <u>1,986</u> | | |
| Other Benefits | | | |
| Retirement and Life Insurance Premiums | 17,967 | 20,160 | 20,160 |
| PAG-IBIG Contributions | 235 | 263 | 263 |
| PhilHealth Contributions | 1,225 | 1,350 | 1,350 |
| Employees Compensation Insurance Premiums | 234 | 263 | 263 |
| Terminal Leave | 22,233 | 3,342 | 3,342 |
| Total Other Benefits | <u>41,894</u> | <u>25,378</u> | <u>25,378</u> |
| TOTAL PERSONNEL SERVICES | <u>246,863</u> | <u>233,627</u> | <u>233,627</u> |

| | | | |
|---|----------------|------------------|----------------|
| Maintenance and Other Operating Expenses | | | |
| Travelling Expenses | 7,746 | 5,885 | 4,387 |
| Training and Scholarship Expenses | 6,536 | 6,739 | 5,023 |
| Supplies and Materials Expenses | 11,254 | 12,497 | 9,312 |
| Utility Expenses | 8,147 | 8,700 | 6,485 |
| Communication Expenses | 6,545 | 6,675 | 4,976 |
| Confidential, Intelligence and Extraordinary Expenses | | | |
| Extraordinary and Miscellaneous Expenses | 781 | 715 | 715 |
| General Services | 29,751 | 25,635 | 19,098 |
| Repairs and Maintenance | 2,528 | 2,724 | 2,031 |
| Taxes, Insurance Premiums and Other Fees | 943 | 1,327 | 989 |
| Other Maintenance and Operating Expenses | | | |
| Advertising Expenses | 3,518 | 2,450 | 1,826 |
| Printing and Publication Expenses | 1,891 | 1,398 | 1,042 |
| Representation Expenses | 3,145 | 3,662 | 2,730 |
| Rent/Lease Expenses | 2,323 | 1,705 | 1,271 |
| Membership Dues and Contributions to Organizations | 276 | 1,753 | 1,307 |
| Subscription Expenses | 9,712 | 17,640 | 13,820 |
| Other Maintenance and Operating Expenses | 31,561 | 12,072 | 8,159 |
| TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES | <u>126,657</u> | <u>111,577</u> | <u>83,171</u> |
| TOTAL CURRENT OPERATING EXPENDITURES | <u>373,520</u> | <u>345,204</u> | <u>316,798</u> |
| Capital Outlays | | | |
| Investment Property Outlay | 15,650 | | |
| Property, Plant and Equipment Outlay | | | |
| Machinery and Equipment Outlay | 11,552 | 1,511,278 | |
| Other Property Plant and Equipment Outlay | 1,194 | | |
| TOTAL CAPITAL OUTLAYS | <u>28,396</u> | <u>1,511,278</u> | |
| GRAND TOTAL | <u>401,916</u> | <u>1,856,482</u> | <u>316,798</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

| ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs) | 2019 GAA Targets | Actual |
|---|------------------|--------|
| 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% | 88% |
| 2. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements | 100% | 94% |
| 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% | 99% |
| 3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period | 100% | 97% |

PERFORMANCE INFORMATION

| ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs) | Baseline | 2020 Targets | 2021 NEP Targets |
|---|----------|--------------|------------------|
| 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% | 88% |
| 2. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements | | 100% | 94% |
| 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% | 80% |
| 3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period | | 100% | 98% |