

VOLUME II



# NATIONAL EXPENDITURE PROGRAM



FISCAL YEAR  
**2023**

Agenda for Prosperity:  
Economic Transformation  
Towards Inclusivity and Sustainability

2. Number of case events/hearings conducted	45	45	40
3. Percentage of cases submitted for decision that are resolved/decided within 90 days from submission	90%	90%	90%

**G. INSURANCE COMMISSION**Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>( Cash-Based )</u>		
	<u>2021</u>	<u>2022</u>	<u>2023</u>
New General Appropriations	6	6	6
General Fund	6	6	6
Automatic Appropriations	361,812	389,816	485,103
Special Account	361,812	389,816	485,103
Continuing Appropriations	6		
Unobligated Releases for PS R.A. No. 11465	6		
Budgetary Adjustment(s)	( 6 )		
Transfer(s) to: Overall Savings R.A. No. 11465	( 6 )		
Total Available Appropriations	361,818	389,822	485,109
Unused Appropriations	( 5,037 )		
Unobligated Allotment	( 5,037 )		
<b>TOTAL OBLIGATIONS</b>	<b>356,781</b>	<b>389,822</b>	<b>485,109</b>

**EXPENDITURE PROGRAM  
(in pesos)**

<u>GAS / STO / OPERATIONS / PROJECTS</u>	<u>( Cash-Based )</u>		
	<u>2021 Actual</u>	<u>2022 Current</u>	<u>2023 Proposed</u>
General Administration and Support	175,038,000	224,144,000	320,935,000
Regular	175,038,000	224,144,000	320,935,000
PS	86,294,000	101,707,000	91,141,000
MOOE	65,016,000	106,396,000	218,962,000
CO	23,728,000	16,041,000	10,832,000

180 EXPENDITURE PROGRAM FY 2023 VOLUME II

Operations	<u>181,743,000</u>	<u>165,678,000</u>	<u>164,174,000</u>
Regular	<u>181,743,000</u>	<u>165,678,000</u>	<u>164,174,000</u>
PS	152,165,000	135,744,000	134,083,000
MOOE	29,578,000	29,934,000	30,091,000
TOTAL AGENCY BUDGET	<u>356,781,000</u>	<u>389,822,000</u>	<u>485,109,000</u>
Regular	<u>356,781,000</u>	<u>389,822,000</u>	<u>485,109,000</u>
PS	238,459,000	237,451,000	225,224,000
MOOE	94,594,000	136,330,000	249,053,000
CO	23,728,000	16,041,000	10,832,000

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 2023 ( Cash-Based )			
	<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	EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2023 ( Cash-Based ) (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)**

- Insurance Fund. In addition to the amounts appropriated herein, Two Hundred Fifty Nine Million Eight Hundred Eighty Five Thousand Pesos (P259,885,000) 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; 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 )

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>A. REGULAR PROGRAMS</b>					
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
<b>TOTAL NEW APPROPRIATIONS</b>		<b>P 6,000</b>			<b>P 6,000</b>

## Obligations, by Object of Expenditures

CYs 2021-2023  
(In Thousand Pesos)

	( Cash-Based )		
	2021	2022	2023
<b>Current Operating Expenditures</b>			
<b>Personnel Services</b>			
<b>Civilian Personnel</b>			
Permanent Positions			
Basic Salary	164,030	169,235	162,489
<b>Total Permanent Positions</b>	<b>164,030</b>	<b>169,235</b>	<b>162,489</b>
Other Compensation Common to All			
Personnel Economic Relief Allowance	5,048	5,064	5,016
Representation Allowance	2,090	2,298	2,058
Transportation Allowance	1,578	2,298	2,058
Clothing and Uniform Allowance	1,290	1,266	1,255
Mid-Year Bonus - Civilian	13,558	14,102	13,541
Year End Bonus	13,886	14,103	13,542
Cash Gift	1,071	1,055	1,045
Productivity Enhancement Incentive	1,027	1,055	1,045
Performance Based Bonus	7,293		
<b>Total Other Compensation Common to All</b>	<b>46,841</b>	<b>41,241</b>	<b>39,560</b>
Other Compensation for Specific Groups			
Hazard Duty Pay	342		
Other Personnel Benefits	2,075		
<b>Total Other Compensation for Specific Groups</b>	<b>2,417</b>		
Other Benefits			
Retirement and Life Insurance Premiums	19,652	20,308	19,499
PAG-IBIG Contributions	254	254	250
PhilHealth Contributions	1,858	2,818	3,176
Employees Compensation Insurance Premiums	253	253	250
Terminal Leave	3,154	3,342	
<b>Total Other Benefits</b>	<b>25,171</b>	<b>26,975</b>	<b>23,175</b>
<b>TOTAL PERSONNEL SERVICES</b>	<b>238,459</b>	<b>237,451</b>	<b>225,224</b>
<b>Maintenance and Other Operating Expenses</b>			
Travelling Expenses	794	897	1,000
Training and Scholarship Expenses	647	774	5,250
Supplies and Materials Expenses	5,535	6,465	8,371
Utility Expenses	6,761	5,237	6,750
Communication Expenses	13,549	26,733	64,601
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	1,085	924	1,205
Professional Services	3,340	1,262	74,500
General Services	30,257	24,725	23,070
Repairs and Maintenance	2,400	9,113	12,300
Taxes, Insurance Premiums and Other Fees	673	413	1,200
Other Maintenance and Operating Expenses			
Advertising Expenses	442	1,489	1,000
Printing and Publication Expenses	325	244	250
Representation Expenses	703	1,254	3,500
Rent/Lease Expenses	3,690	5,407	7,507

Membership Dues and Contributions to Organizations	1,612	1,358	1,800
Subscription Expenses	11,606	37,579	24,574
Other Maintenance and Operating Expenses	11,175	12,456	12,175
<b>TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES</b>	<b>94,594</b>	<b>136,330</b>	<b>249,053</b>
<b>TOTAL CURRENT OPERATING EXPENDITURES</b>	<b>333,053</b>	<b>373,781</b>	<b>474,277</b>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	1,464		
Machinery and Equipment Outlay	22,019	16,041	10,832
Furniture, Fixtures and Books Outlay	245		
<b>TOTAL CAPITAL OUTLAYS</b>	<b>23,728</b>	<b>16,041</b>	<b>10,832</b>
<b>GRAND TOTAL</b>	<b>356,781</b>	<b>389,822</b>	<b>485,109</b>

**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>2021 GAA Targets</u>	<u>Actual</u>
Insurance, Pre-Need, and HMO Industries' growth and stability improved		P 181,743,000
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM		P 181,743,000
Outcome Indicator(s)		
1. Percentage of supervised / regulated entities meeting the net worth requirements	88%	83%
2. Percentage of supervised entities' compliance with IC's regulatory enforcement action	N/A	N/A
3. Number of Key Performance Indicators improved for insurance, pre-need and HMO industries	N/A	N/A
4. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements	94%	93%
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	80%	99%

3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period 98% 155%

**PERFORMANCE INFORMATION**

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2022 Targets	2023 NEP Targets
Insurance, Pre-Need, and HMO Industries' growth and stability improved		P 165,678,000	P 164,174,000
<b>INSURANCE, PRE - NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM</b>		P 165,678,000	P 164,174,000
<b>Outcome Indicator(s)</b>			
1. Percentage of supervised / regulated entities meeting the net worth requirements	N/A	N/A	N/A
2. Percentage of supervised entities' compliance with IC's regulatory enforcement action	N/A	100%	100%
3. Number of Key Performance Indicators improved for insurance, pre-need and HMO industries	N/A	4	4
4. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements	N/A	N/A	N/A
<b>Output Indicator(s)</b>			
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	80%	80%	80%
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%

**H. NATIONAL TAX RESEARCH CENTER**

Appropriations/Obligations

(In Thousand Pesos)

Description	( Cash-Based )		
	2021	2022	2023
New General Appropriations	66,934	74,337	101,002
General Fund	66,934	74,337	101,002
Automatic Appropriations	5,061	4,974	7,243
Retirement and Life Insurance Premiums	5,061	4,974	7,243