

SIXTEENTH CONGRESS OF THE REPUBLIC)
OF THE PHILIPPINES)
Third Regular Session)



Senate
Office of the Secretary

75 AUG 27 P3:29

SENATE
P. S. R. No. 1550

RECEIVED BY: *[Signature]*

Introduced by Senator Miriam Defensor Santiago

RESOLUTION
DIRECTING THE PROPER SENATE COMMITTEE
TO CONDUCT AN INQUIRY, IN AID OF LEGISLATION,
ON THE COMMISSION ON AUDIT REPORT THAT ONLY 21 OUT OF 82 AIRPORT
FACILITIES OPERATED BY THE CIVIL AVIATION AUTHORITY OF THE PHILIPPINES
WERE COVERED BY THE GOVERNMENT SERVICE INSURANCE SYSTEM IN 2014

1 WHEREAS, the Constitution, Article 2, Section 5, provides: “The maintenance of peace
2 and order, the protection of life, liberty, and property, and the promotion of the general welfare
3 are essential for the enjoyment by all the people of the blessings of democracy”;

4 WHEREAS, state auditors claimed in their recently released audit report that not all of
5 the properties owned by the Civil Aviation Authority of the Philippines (CAAP) were insured
6 with the Government Service Insurance System (GSIS) in 2014;

7 WHEREAS, the Commission on Audit (COA) explained that the uninsured properties—
8 including buildings, equipment and other insurable properties—were not protected against loss
9 resulting from man-made calamities and force majeure;

10 WHEREAS, government properties with a total market value of ₱10.118 billion were
11 allegedly registered under the CAAP in 2014, but were only insured up to a total amount of
12 ₱12.308 million under industrial all-risk insurance;

13 WHEREAS, state auditors further claimed that only 21 out of 82 airport facilities were
14 insured under airport liability insurance up to ₱4.2 million;

15 WHEREAS, the COA was also allegedly unable to determine the total amount of
16 insurable properties of the CAAP due to the agency’s failure to submit complete physical
17 inventory reports;

18 WHEREAS, officials reportedly claimed that they were in the process of validating other
19 properties owned by the CAAP that were not insured;

20 WHEREAS, state auditors however charged that they have already notified the CAAP of
21 the need to insure properties in their audit report in 2013;

22 WHEREAS, the COA urged the CAAP to finish the inventory of all properties, apply for
23 insurance for such properties with the GSIS, and, if not approved, have the properties covered by
24 any private insurance company;

1 WHEREFORE, the Congress must review existing legislation, with the goal of
2 improving compliance with the requirement to insure all government properties;

3 WHEREFORE, BE IT HEREBY RESOLVED BY THE PHILIPPINE SENATE to direct
4 the proper Senate committee to conduct an inquiry, in aid of legislation, on the Commission on
5 Audit report that only 21 out of 82 airport facilities operated by the Civil Aviation Authority of
6 the Philippines were covered by the Government Service Insurance System in 2014.

Adopted,


MIRIAM DEFENSOR SANTIAGO
RP