

**on approval of the 'Regulation on payment of insurance premiums for compulsory insurance of residential houses and apartments owned by low-income families entitled to receive targeted state social assistance from the state budget'**

In order to ensure the implementation of Item 1.5 of Decree No 500 of President of the Republic of Azerbaijan 'on application of the Law No 165-IVQ of the Republic of Azerbaijan on Compulsory insurances dated 24 June 2011' dated 15 September 2011 the Cabinet of Ministers of the Republic of Azerbaijan **decides:**

1. Approve the 'Regulation on payment of insurance premiums for compulsory insurance of residential houses and apartments owned by low-income families entitled to receive targeted state social assistance from the state budget' (annexed).
2. This decision shall take effect from the day of signing.

**Arthur Rasizadeh**  
**Prime Minister of the Republic of Azerbaijan**

Baku city, 24 February 2012  
№ 43

APPROVED by Decision No 43 of the Cabinet  
of Ministers of the Republic of Azerbaijan  
dated 24 February 2012

## REGULATION

### **on payment of insurance premiums for compulsory insurance of residential houses and apartments owned by low-income families entitled to receive targeted state social assistance from the state budget**

#### **1. General provision**

1.1. This Regulation has been developed in accordance with the Law of the Republic of Azerbaijan on Targeted State Social Assistance and Article 40.3 of the Law of the Republic of Azerbaijan on Compulsory Insurances and regulates issues related to payment of insurance premiums on compulsory insurance of residential houses and apartments (hereinafter – insurance premiums) owned by low-income families entitled to receive targeted state social assistance (hereinafter – low-income families) from the state budget.

#### **2. Allocation of financial assistance for payment of insurance premiums from the state budget**

2.1. Financial assistance for payment of insurance premiums from state budget funds is allocated within the limits of financial assistance stipulated in the Law on the State Budget of the Republic of Azerbaijan for each year and is kept in a dedicated account of the Ministry of Finance of the Republic of Azerbaijan (hereinafter - the Ministry).

#### **3. Payment of insurance premiums**

3.1. The insurer, who concluded relevant compulsory insurance agreements for insurance of residential houses and apartments owned by low-income families, submits the compiled quarterly report to the *Financial Markets Supervisory Authority* of the Republic of Azerbaijan (hereinafter - the Authority) to receive insurance premiums stipulated in those agreements from state budget funds attaching with the following documents:

3.1.1. a copy of the insurance certificate confirming compulsory insurance of a residential house or apartment owned by a low-income family;

3.1.2. a copy of the document confirming that the insured residential house or apartment belongs to a low-income family.

3.2. *The Authority reviews the report and documents specified in Item 3.1. herein within 10 days from the date of receipt.*

3.3. In the event shortcomings are discovered in submitted documents, a written notification is sent to the applicant within 5 business days. The insurer should eliminate the shortcomings within 5 business days. ~~The report is reviewed as per Item 3.2 herein and insurance premiums are transferred to the insurer's bank account.~~

3.3-1. *In the event the Authority fails to discover the cases of refusal to pay insurance premiums specified in Item 3.6 herein, it addresses the appeal containing an opinion for payment of insurance premiums to the relevant insurer to the Ministry.*

3.3-2. *The Ministry transfers relevant insurance premiums to the insurer's bank account within 15 working days from the date of receipt of the appeal.*

3.4. The report specified in Item 3. herein is submitted by the insurer to the *Authority* on the 1st of the month after each quarter.

3.5. The Ministry of Labor and Social Protection of the Population of the Republic of Azerbaijan should deliver a list of low-income families by administrative territorial units (only if they own residential houses and apartments) by the 30th of last month of the first quarter of the current year, and information on changes to that list by the 30th of last month of other quarters of the same year to the *Authority*.

3.6. Payment of *insurance* premiums is refused in the following cases, and the insurer is notified in writing within 5 working days, stating the reasons for the refusal:

3.6.1. if the documents to be attached with the submitted report are not fully submitted;

3.6.2. if there is distorted information in the submitted documents.

#### **4. Requirements for use of financial assistance allocated for payment of insurance premiums**

4.1. Funds allocated for payment of insurance premiums and kept in a dedicated account of the Ministry cannot be used for other purposes not provided for in this Regulation.

4.1-1. *Officials are kept responsible for non-use of funds allocated for payment of insurance premiums in accordance with the law.*

4.2. The part of the financial assistance allocated for payment of insurance premiums not used during the year is returned to the state budget at the end of the year.