

MUNICIPAL ORDINANCE NO. 117-s-2012

ORDINANCE CREATING A PHILHEALTH CAPITATION FUND FROM THE PROCEEDS OF THE OUTPATIENT BENEFIT PACKAGE TO BE PROVIDED BY THE PHILIPPINE HEALTH INSURANCE CORPORATION (PhilHealth) FOR THE 1,000 INDIGENT FAMILIES OF THE MUNICIPAL GOVERNMENT OF BONGABON, NUEVA ECIJA THROUGH THE PARTIAL SUBSIDY SCHEME OF THE NATIONAL HEALTH INSURANCE PROGRAM (NHIP).

WHEREAS, the Philippine Constitution declares as a State policy to provide its territorial and political subdivisions genuine and meaningful local autonomy to enable them to attain their fullest development as self-reliant communities and as effective partners in the attainment of national goals.

WHEREAS, the State likewise declares that the vesting of duty, responsibility and accountability in Local Government Units (LGUs) shall be accompanied with provision for reasonably adequate resources to effectively carry out their functions.

WHEREAS, in pursuit of these constitutional mandates, Congress has enacted Republic Act. No. 7875, as amended by 9241, for the implementation of the National Health Insurance Program (NHIP).

WHEREAS, recognizing the priority of HIS EXCELLENCY BENIGNO S. AQUINO, III, to ensure that all Filipinos shall have access to health care services through universal health care in three years or less;

WHEREAS, this priority program is aimed at “setting into motion a meaningful health care financing and delivery mechanism anchored on local government autonomy and the national health care”.

WHEREAS, the National Health Insurance Program (NHIP) provides a mechanism for indigents who are proposed to be enrolled by the LGU or premium donor/s but do not qualify for full premium subsidy under the existing means test rule of PhilHealth to gain financial access to medical services in all NHIP accredited providers;

WHEREAS, the Body, considering the beneficent features of RA 7875 as it will vastly improve the over-all health status of the population and ultimately, their general quality of life and rationalize the City Government’s expenditure for health, collectively agreed to adopt the National Health Insurance Program (NHIP) of the National Government;

WHEREAS, the creation of a PhilHealth Capitation Fund (PCF) is necessary to attain the purpose and objectives of the Sponsored Program;

NOW THEREFORE, BE IT RESOLVED AS IT IS HEREBY RESOLVED, to create a PhilHealth Capitation Fund from the proceeds of the outpatient benefit package to be provided by the Philippine Health Insurance Corporation (PhilHealth) for qualified indigent families of Bongabon, Nueva Ecija under the sponsored sector component of the NHIP and to adopt pertinent PhilHealth rules and regulations appurtenant thereto.

RESOLVED THAT, the use, management and disposition of the PhilHealth Capitation Fund shall be governed by the following rules:

1. The capitation amount shall be released on a quarterly basis by the Corporation under the following conditions:
 - 1.1 The initial release shall be made on the first week of the first month of the applicable quarter subject to prior accreditation of the Rural Health Unit and the payment of premium contribution by the Municipality of Bongabon, Nueva Ecija.
 - 1.2 On the third week of the first month of succeeding quarters upon submission of required reports.
2. The disposition of the PCF shall be governed by the following rules:

- 2.1 The disbursement and liquidation of the PCF shall be in accordance with pertinent government accounting and auditing rules and regulations;
 - 2.2 A separate book of accounts shall be maintained by the local government unit;and
 - 2.3 Only drugs listed in the Primary Medical Care Drugs of the Philippine National Drug Formulary, medical supplies and equipment necessary to carry out the delivery of the required services including referral fees enumerated under Article V hereof and administrative cost not to exceed twenty percent (20%) of the PCF may be charged to the fund. The twenty percent administrative cost shall be divided among health personnel of the RHU, fifty percent (50%) of which shall accrue to the physician/s while the remaining fifty percent (50%) to the other health staff.
3. The Corporation may withhold the release of the subsequent quarterly PCFs due to any of the following:
- 3.1 Delay or non-payment of premium contribution;
 - 3.2 Violation of government accounting and auditing rules and regulation on the disbursement and liquidation of the PCF; and
 - 3.3 Non-submission of the required reports under subsection 1.1 hereof.

RESOLVED FURTHER THAT, the Sangguniang Bayan of the Municipality of Bongabon, Nueva Ecija will authorize the HON. MAYOR AMELIA A. GAMILLA to enter into and sign a Memorandum of Agreement with the Philippine Health Insurance Corporation, represented by the President and CEO, Dr. Eduardo P. Banzon, in accordance with the rules set forth under this Ordinance.

RESOLVED, FINALLY, to furnish copy of this Ordinance to the President of the Philippines, HIS EXCELLENCY BENIGNO S. AQUINO, III the President and Chief Executive Officer of the Philippine Health Insurance Corporation and DR. EDUARDO P. BANZON for their information.

UNANIMOUSLY APPROVED:

CERTIFIED CORRECT:

CARMENCITA P. CARPIO
Sangguniang Bayan Secretary

ATTESTED BY:

HON. EDMOND E. ARIVE
Municipal Vice Mayor
(Presiding Officer)

APPROVED:

HON. AMELIA A. GAMILLA
Municipal Mayor