EXCERPT FROM THE MINUTES OF THE 17TH REGULAR SESSION OF THE 13TH SANGGUNIANG BAYAN OF MANOLO FORTICH, BUKIDNON WHICH WAS HELD AT THE SANGGUNIANG BAYAN SESSION HALL ON MAY 15, 2002.

PRESENT:

HON. JULIANO C. LAVISORES	Presiding Officer
	Municipal Vice Mayor
HON. EVELIO E. CORDOVEZ	Majority Floor Leader
HON. DIOSDADO N. DITONA	Sangguniang Bayan Member
HON. CLIVE D. QUIÑO	Sangguniang Bayan Member
HON. JERSON S. LEYSON	Sangguniang Bayan Member
HON. RONULFO D. GANAS	Sangguniang Bayan Member
HON. VICTORIO G. DAGUNLAY	Sangguniang Bayan Member
HON. WARLEO A. GOAYAN	Sangguniang Bayan Member
HON. FE Q. DONGALLO	Sangguniang Bayan Member
HON. LEONILO G. TILAP	Sangguniang Bayan Member
	Liga ng mga Brgy. Rep.
HON. SALVADOR A. ALBARECE III	Sangguniang Bayan Member SK Federation Rep.

ABSENT:

NONE

ORDINANCE NO. 2002-210

(15th Regular Session)

AN ORDINANCE CREATING A PHILHEALTH CAPITATION FUND IN THE AMOUNT OF THREE HUNDRED THIRTY THREE THOUSAND (P 333,000.00) FROM THE PROCEEDS OF THE OUTPATIENT CONSULTATION AND DIAGNOSTIC BENEFIT PACKAGE TO BE PROVIDED BY THE PHILIPPINE HEALTH INSURANCE CORPORATION FOR QUALIFIED INDIGENT FAMILIES OF THE MUNICIPALITY OF MANOLO FORTICH, BUKIDNON UNDER THE INDIGENT SECTOR COMPONENT OF THE NATIONAL HEALTH INSURANCE PROGRAM (NHIP).

WHEREAS, the Phil. 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 acceptability of local government units shall be accompanied with provision for reasonable and adequate resources to effectively carry our their functions.

WHEREAS, in pursuit of these constitutional mandates, Congress has mandated the implementation of the Indigent Sector Component of the National Health Insurance Program or the Medicare para sa Masa.

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

WHEREAS, the Indigent Program of the National Health Insurance Program provides a mechanism to identify the qualified indigent families and to grant them membership to NHIP through full or partial government subsidies. It will enable them access to medical service 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 LGU's expenditure for health, collectively agreed to adopt the NHIP of the National Government.

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

NOW THEREFORE, on motion of Hon. Fe Q. Dongallo, it was RESOLVED,

AS IT IS HEREBY RESOLVED, Creating A PhilHealth Capitation Fund From The Proceeds Of The Outpatient Consultation And Diagnostic Benefit Package To Be Provided By The Philippine Health Insurance Corporation For Qualified Indigent Families Of Manolo Fortich, Bukidnon Under The Indigent Sector Component Of The National Health Insurance Program.

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

- The capitation amount shall be released on a quarterly basis by the Corporation under the following conditions:
 - 1.1. Initial release shall be subject to prior accreditation of the Rural Health Unit or Authorization of Provincial Hospital and the payment of premium contribution by the province and the municipality; and,
 - 1.2. Succeeding release of quarterly capitation shall be subject to the regular submission of required monitoring/evaluation reports and prior payment of premiums in case of quarterly mode of payment and authorization of Provincial Hospital, as maybe applicable.
- The use, management and 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 municipality for the purpose:
 - 2.3 Only drugs listed in the Primary Medical Care Drugs of the PNDF, medical supplies and equipment necessary to carry out the delivery of the services including referral fees enumerated under Article X of the MOA and a mandatory provision for administrative cost equivalent to 20% of the total capitation amount shall be charged to the PCF;
 - 2.4 The 20% mandatory provision for administrative cost shall be released to the municipality with accredited RHUs/Health Centers through the municipality. It shall be divided as follows:
 - 2.4.1 50% shall accrue to the physician.
 - 2.4.2 25% shall accrue to the professional fees of other RHU personnel directly involved in the provision of services required hereof; and
 - 2.4.3 The remaining 25% shall be utilized for other administrative cost such as office supplies, transportation expenses, etc.

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- 2.5. 80% of the total capitation fund shall be held in trust by the Province in behalf of the participating cities and municipalities in accordance with the following:
 - 2.5.1. The amount shall be utilized for bulk procurement of drugs and medicines listed in the PNDF and medical equipment and supplies based on the need assessment/requisition issue voucher (RIV) submitted by accredited RHUs/Health Centers to the Provincial Government;

2.5.2. PNDF drugs and medicines purchased under the preceding section shall be released to the RHUs/Health Centers by the Province as maybe deemed necessary preferably on a regular basis;

2.5.3. For accounting purposes, the price of drugs, medicines, equipment and supplies charged against the PCF of the municipality shall be its actual cost or winning bid price.

 The Corporation may withheld 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 regulations on the disbursement and liquidation of the PCF; and

3.3 Non-submission of the required reports under Item 1.2 hereof.

RESOLVED FINALLY, to furnish copy of this Ordinance to the President of the Philippines, HER EXCELLENCY GLORIA MACAPAGAL ARROYO and the President and Chief Executive Officer of the Philippine Health Insurance Corporation, MR. FRANCISCO DUQUE III.

APPROVED: May 15, 2002. Without 3rd Reading.

CERTIFIED CORRECT:

LYDIA O. LASTIMOSA Secretary to the Sanggunian

CERTIFIED AND ATTESTED TO BE DULY APPROVED & ENACTED ON MAY 15, 2002:

ATTY. JULIANO C. LAVISORES

Presiding Officer Municipal Vice Mayor

APPROVED:

SOCORRO O. A Municipal Mayor