

**EXCERPTS FROM THE MINUTES OF THE 35TH REGULAR SESSION OF
THE SANGGUNIANG BAYAN OF CARMONA, CAVITE HELD AT THE
SANGGUNIANG BAYAN SESSION HALL ON 10 SEPTEMBER 2003**

PRESENT:

HON. AMADOR B. ALUMIA.....	<i>Municipal Vice Mayor and Presiding Officer</i>
HON. MONTANO C. MAQUINAY	<i>SB Member</i>
HON. HUBERTO A. HUGO	<i>SB Member</i>
HON. ROGELIO T. MANABAT	<i>SB Member</i>
HON. ELMER M. REYES	<i>SB Member</i>
HON. MODESTO A. VENTURA JR.	<i>SB Member</i>
HON. BERNIE A. ORTIZ	<i>ABC President</i>
HON. LEOPOLDO O. CONTEMPRATO	<i>SK Fed. President</i>

ABSENT :

HON. DOMINGO R. TENEDERO.....	<i>SB Member</i>
HON. AMABLE M. LONTOK	<i>SB Member</i>
HON. VIRGILIO M. PURIFICACION	<i>SB Member</i>

MUNICIPAL ORDINANCE NO. 006-03

**AN ORDINANCE 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 (PhilHealth)
FOR THE QUALIFIED INDIGENT FAMILIES OF THE MUNICIPALITY
OF CARMONA UNDER THE INDIGENT SECTOR COMPONENT 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 (LGU) shall be accompanied with provision for reasonably adequate resources to effectively carry out 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 (NHIP) 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 (NHIP) provides 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 Municipal 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 Indigent Program;

NOW, THEREFORE, BE IT ORDAINED BY THE SANGGUNIANG BAYAN, IN SESSION DULY ASSEMBLED, THAT:

SECTION 1. The creation of a Philippine Capitation Fund from the proceeds of the Outpatient Consultation and Diagnostic Benefit Package to be provided by the Philippine Health Insurance Corporation (PhilHealth) for the qualified indigent families of the Municipality of Carmona under the Indigent Sector Component of the National Health Insurance Program (NHIP), is hereby authorized.

SECTION 2. The capitation amount shall be released on a quarterly basis by the Corporation under the following conditions:

- a. Initial release shall be subject of prior accreditation of the municipal owned and managed Rural Health Units and the payment of premium contribution by the municipality; and
- b. Succeeding release of quarterly capitation shall be subject to the submission of required monitoring/evaluation reports, research and program development as provided for under the Implementing Rules and Guidelines of the Outpatient Consultation and Diagnostic Package and prior payment of premiums in case of quarterly mode of remittance.

SECTION 3. The disposition of the PCF shall be governed by the following rules:

- a. The disbursement and liquidation of the PCF shall be in accordance with pertinent government accounting and auditing rules and regulations;
- b. A separate book of accounts shall be maintained by the local government unit; and
- c. Only drugs listed in the Primary Medical Care Drugs of the Philippine National Drug Pulmonary, medical supplies and equipment necessary to carry out the delivery of the required services including referrals fees and administrative cost not to exceed twenty percent (20%) 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 personnel.

SECTION 4. The Corporation may withhold the release of the subsequent quarterly PCFs due to any of the following:

- a. Delay or non-payment of premium contribution;
- b. Violation of government accounting and auditing rules and regulations on disbursement and liquidation of the PCF; and
- c. Non-submission of the required reports under Section 2 (b).

SECTION 5. The Local Chief Executive is hereby authorized to enter into and sign a Memorandum of Agreement with the Philippine Health Insurance Corporation, represented by its President and CEO, Mr. Francisco T. Duque III, M.D. Sc. in accordance with the rules set forth by this Ordinance.

SECTION 6. The Sanggunian Secretary is hereby ordered to furnish copy of this Ordinance to the President of the Republic of the Philippines, **HER EXCELLENCY GLORIA MACAPAGAL-ARROYO**, the President and Chief Executive of the Philippine Health Insurance Corp., **MR. FRANCISCO T. DUQUE III**, for their information.

SECTION 7. *Repealing Clause.* All municipal ordinances, implementing rules and regulations, and executive orders, or parts thereof, which are inconsistent with the provisions of this Ordinance are hereby repealed and/or modified accordingly.

SECTION 8. *Separability Clause.* If, for any reason or reasons, any part or provision of this Ordinance shall be held to be unconstitutional or invalid, other parts or provisions hereof which are not affected thereby shall continue to be in full force and effect.

SECTION 9. *Effectivity Clause.* This Ordinance shall take effect immediately upon its approval.

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I hereby certify to the correctness of the foregoing Ordinance.

MARIVIC M. PAKINGAN
Secretary to the Sanggunian

p. 4, Mun. Ordinance 006-03

**ATTESTED AND CERTIFIED
TO BE DULY ADOPTED:**

HON. AMADOR B. ALUMIA
Municipal Vice Mayor and Presiding Officer

SANGGUNIANG BAYAN MEMBERS

HON. MONTANO C. MAQUINAY

HON. HUBERTO A. HUGO

HON. DOMINGO R. TENEDERO

HON. AMABLE M. LONTOK

HON. ROGELIO T. MANABAT

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HON. VIRGILIO M. PURIFICACION

HON. BERNIE A. ORTIZ
ABC President

HON. LEOPOLDO O. CONTEMPRATO
SK Federation President

APPROVED:

HON. ROY M. LOYOLA
Municipal Mayor

Date Approved