AN ORDINANCE CREATING A TRUST FUND FOR THE PROCEEDS FROM THE PHILHEALTH PRIMARY CARE BENEFITS, PHILHEALTH TB DIRECTLY OBSERVED TREATMENT SHORT-COURSE (DOTS) OUTPATIENT BENEFIT PACKAGE, __________________, AND DIAGNOSTIC BENEFIT PACKAGE FOR THE QUALIFIED PHILHEALTH MEMBERS OF THE MUNICIPALITY OF ___________________

WHEREAS, the Philippine Constitution declares as a State policy to provide its
terrestrial 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/City Government’s expenditure for health, collectively agreed to adopt the National Health Insurance Program (NHIP) of the National Government;

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

SECTION 1. The creation of a TRUST FUND FOR THE PROCEEDS FROM THE PHILHEALTH PRIMARY CARE BENEFITS, PHILHEALTH TB DIRECTLY OBSERVED TREATMENT SHORT-COURSE (DOTS) OUTPATIENT BENEFIT PACKAGE, is hereby authorized.

SECTION 2. The PROCEEDS FROM THE PHILHEALTH PRIMARY CARE BENEFITS, PHILHEALTH TB DIRECTLY OBSERVED TREATMENT SHORT-COURSE (DOTS) OUTPATIENT BENEFIT PACKAGE shall be released 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 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 TRUST FUND shall be governed by the following rules:
   a. The disbursement and liquidation of the TRUST FUND 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 ______ percent administrative cost shall be divided among health
personnel of the RHU, ______ percent of which shall accrue to the physician/s
while the remaining ______ percent 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 TRUST FUND; and
c. Non-submission of the required reports.

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, _____________ 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, HIS EXCELLENCY
BENIGNO SIMEON AQUINO, the President and Chief Executive of the Philippine
Health Insurance Corp., DR. ENRIQUE ONA, 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.

CERTIFIED CORRECT:

[SIGNATURE]
[PRINTED NAME]
[City/Municipal] Vice Mayor – Presiding Officer

ATTESTED:
[SIGNATURE]
[PRINTED NAME]
[City/Municipal] Secretary