

Republic of the Philippines
PROVINCE OF LA UNION

TANGGAPAN NG SANGGUNIANG PANLALAWIGAN

OF THE REGULAR SESSION OF THE SANGGUNIANG PANLALAWIGAN
LA UNION HELD AT THE CITY OF SAN FERNANDO ON MARCH 27, 2003

. Jonathan Justo A. Orros Temporary Presiding Officer

. Pablo C. Ortega Sangguniang Panlalawigan Member
. Gerardo A. Vilorio Sangguniang Panlalawigan Member
. Reynaldo M. Mosuela Sangguniang Panlalawigan Member
. Henry A. Bacurnay, Jr. Sangguniang Panlalawigan Member
. Franco F. Rimando Sangguniang Panlalawigan Member
. Reynaldo V. Dulay Sangguniang Panlalawigan Member
. Maria Annabelle S. De Guzman Sangguniang Panlalawigan Member
. Mario Eduardo C. Ortega Sangguniang Panlalawigan Member
. Francisco Emmanuel R. Ortega III Sangguniang Panlalawigan Member
. Gerard Jose G. Ostrea Sangguniang Panlalawigan Member

. Augusto Aureo Q. Nisce Vice-Governor/Presiding Officer (OB)
. Hermenegildo A. Gualberto Sangguniang Panlalawigan Member (OB)
. Pedro F. Ofiana, Jr. Sangguniang Panlalawigan Member (OB)

ORDINANCE NO. 003-2003

AN ORDINANCE CREATING A PHILHEALTH CAPITATION FUND FROM THE
RESOURCES OF THE OUTPATIENT CONSULTATION AND DIAGNOSTIC BENEFIT
PROGRAM TO BE PROVIDED BY THE PHILIPPINE HEALTH INSURANCE
CORPORATION (PHILHEALTH) FOR QUALIFIED INDIGENT FAMILIES OF THE
PROVINCE UNDER THE INDIGENT SECTOR COMPONENT OF THE NATIONAL
HEALTH INSURANCE PROGRAM (NHIP).

Authored by: Sangguniang Panlalawigan Member Pablo C. Ortega

Enacted by the Sangguniang Panlalawigan of La Union in session duly assembled;

SECTION 1. TITLE. This ordinance shall be known as an Ordinance Creating a
HEALTH CAPITATION FUND.

SECTION 2. DECLARATION OF POLICY. It is hereby declared a policy of the Province
to provide medical/health services to qualified indigent families under the Indigent
Sector Component of the National Health Insurance Program.

SECTION 3. IDENTIFICATION OF QUALIFIED BENEFICIARIES. The Indigent
Sector Component of the National Health Insurance Program (NHIP) shall be responsible in providing
to identify the qualified indigent families and to grant them membership to NHIP

full or partial government subsidies. It will also enable them access to medical service in accredited providers.

SECTION 4. RELEASE OF FUND. The PhilHealth Capitation Fund shall be released to municipalities and city under the jurisdiction of the Provincial Government for the delivery of Philippine Health Insurance Corporation's outpatient consultation and diagnostic package.

SECTION 5. TEMPORARY OUTPATIENT CONSULTATION AND DIAGNOSTIC PACKAGE. In the event that Rural Health Units and Health centers owned and managed by municipalities and city fail to comply with PhilHealth's accreditation standards, accredited hospitals owned and managed by the Province shall be authorized to provide PhilHealth's outpatient consultation and diagnostic package on a temporary basis which covers the following:

1. Primary consultation with the General Physician.
2. Laboratory fees for chest x-rays.
3. Complete blood counting; and
4. Sputum microscopy.

SECTION 6. SOURCE OF FUND. The PhilHealth Capitation Fund shall be sourced out of the proceeds of the outpatient consultation and diagnostic benefit package to be provided by Philippine Health Insurance Corporation (PhilHealth).

SECTION 7. USE, MANAGEMENT AND DISPOSITION OF THE PHILHEALTH CAPITATION FUND. 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 Philippine Health Insurance Corporation under the following conditions:
 - 1.1 Initial release shall be subject to prior authorization of the province-owned and managed Hospital/s and the payment of premium contribution by the Province and/or City and/or Municipality under the Province's jurisdiction; and
 - 1.2 Succeeding release of quarterly capitation shall be subject to the authorization of province-owned and managed Hospitals, submission of required monitoring/evaluation reports, research and program development as provided for under the Implementing Guidelines of the Outpatient Consultation and Diagnostic Package and prior payment of premiums in case of quarterly mode of remittance.
 - 1.3 The Philippine Health Corporation shall cease releasing the capitation amount to the Province once the transitory provisions of the Outpatient Consultation and Diagnostic Package has become inapplicable.
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 and administrative cost not to exceed twenty percent (20%) of the capitation fund shall be charged to the PCF. 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 personnel.

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 regulations on the disbursement and liquidation of the PCF; and
 - 3.3 Non-submission of the required reports under item 1.2 hereof.


SECTION 8. SEPARABILITY CLAUSE. If any part or provision of this ordinance is held invalid, any provision hereof not affected shall remain in force and in effect.

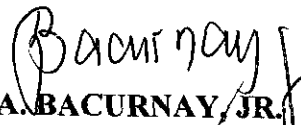
SECTION 9. EFFECTIVITY CLAUSE. This ordinance shall take effect in accordance with the provisions of the Local Government Code of 1991.

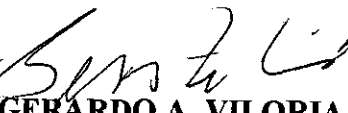
APPROVED.


Certified to be duly Adopted:

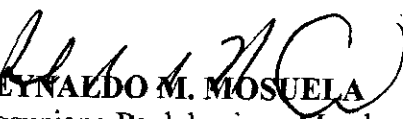
JONATHAN JUSTO A. ORROS
Temporary Presiding Officer


PABLO C. ORTEGA
Sangguniang Panlalawigan Member

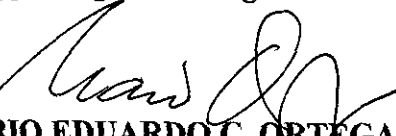

HENRY A. BACURNAY, JR.
Sangguniang Panlalawigan Member


GERARDO A. VILORIA
Sangguniang Panlalawigan Member

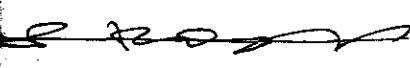

FRANCO F. RIMANDO
Sangguniang Panlalawigan Member



REYNALDO M. MOSUELA
Sangguniang Panlalawigan Member



REYNALDO V. DULAY
Sangguniang Panlalawigan Member


MARIO EDUARDO C. ORTEGA
Sangguniang Panlalawigan Member


MA. ANNABELLE S. DE GUZMAN
Sangguniang Panlalawigan Member


CISCO EMMANUEL R. ORTEGA III
Sangguniang Panlalawigan Member


GERARD JOSE G. OSTREA
Sangguniang Panlalawigan Member

STED:

CARIDAD J. VILUAN
Secretary to the Sanggunian

NOTED:

VICTOR F. ORTEGA