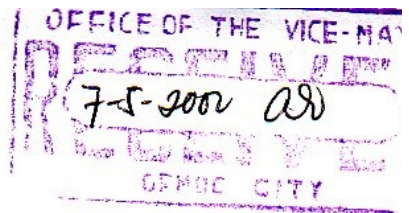
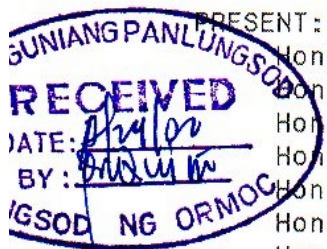


REPUBLIKA NG PILIPINAS
SANGGUNIANG PANLUNGSOD
LUNGSOD NG ORMOC



EXCERPT FROM THE MINUTES OF THE REGULAR SESSION OF THE NINTH
SANGGUNIANG PANLUNGSOD NG ORMOC HELD AT THE HONORABLE
PLACIDO ENECIO HALL, SANGGUNIANG PANLUNGSOD
BUILDING ON JULY 04, 2002



PRESENT:

Hon. Celso P. Adolfo, Vice Mayor & Presiding Officer
Hon. Nepomuceno P. Aparis I, City Councilor, Majority Floor Leader
Hon. Jose S. Serafica, City Councilor, Minority Floor Leader
Hon. Ruviniu E. Mendola, City Councilor, Assist. Maj. Floor Leader
Hon. Demosthenes F. Tugonon, City Councilor
Hon. Eduardo P. Tan, City Councilor
Hon. Rafael C. Omega, Jr. City Councilor
Hon. Fernando P. Parrilla, City Councilor
Hon. Gregorio A. Yrastorza, Jr. City Councilor, Assist. Minority
Floor Leader
Hon. Jovencio A. Laurente, City Councilor
Hon. Fe. S. Lladoc, City Councilor
Hon. Chiqui B. Labagala, Ex-Officio City Councilor,
SK Federation President
Hon. Porferia Ma. Codilla, Ex-Officio City Councilor,
Chapter President, Liga ng mga Barangay ng Ormoc effective
June 28, 2001 in lieu of Hon. Fernando P. Parrilla
who resigned.

ABSENT:

N O N E

ORDINANCE NO. 093

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 QUALIFIED INDIGENT FAMILIES OF ORMOC CITY 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 unit (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
mandated the implementation of the Indigent Section 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 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 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 Indigent Program;

NOW THEREFORE, on motion of City Councilor Rafael C. Omega, Jr., Chairman, Committee on Health, jointly seconded by City Councilor Jose S. Serafica and Chiqui B. Labagala; be it

RESOLVED AS IT IS HEREBY RESOLVED, to create 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 qualified indigent families of Ormoc City under the indigent sector component of the NHIP;

RESOLVED FURTHER 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 Initial release shall be subject to prior accreditation of the city owned and managed Health Centers and the payment of premium contribution by the City; and
 - 1.2 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 Guidelines of the Outpatient Consultation and Diagnostic Package and prior payment of premiums in case of quarterly mode of remittance.
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 The capitation fund shall be used only for the specified purposes stipulated in the Outpatient Consultation and Diagnostic Package Guidelines;
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;

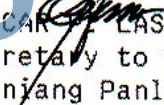
3.2 Violation of government accounting and auditing rules and regulations on the disbursement and liquidation of the PCF; and

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

RESOLVED, FINALLY, to furnish copy of this Ordinance to the President of the Philippines, HER EXCELLENCY GLORIA MACAPAGAL-ARROYO, the President and Chief Executive Officer of the Philippine Health Insurance Corporation, Mr. Francisco Duque III and the Honorable Mayor CARMELO J. LOCSIN for their information.

UNANIMOUSLY APPROVED.

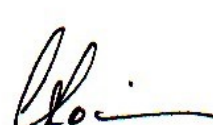
I HEREBY CERTIFY to the correctness of the foregoing ordinance.


OSCAR C. LASAM
Secretary to the
Sangguniang Panlungsod

ATTESTED:


CELSO P. ADOLFO
Vice Mayor & Presiding Officer

APPROVED:


CARMELO J. LOCSIN
City Mayor

7-29-02

(Date)