



REPUBLIKA NG PILIPINAS
SANGGUNIANG PANLUNGSOD
LUNGSOD NG ORMOC

CITY MAYOR'S OFFICE
RECEIVED
DATE: JUN 26 2013

EXCERPT FROM THE MINUTES OF THE REGULAR SESSION OF THE TWELFTH
SANGGUNIANG PANLUNGSOD NG ORMOC HELD AT THE
SANGGUNIANG PANLUNGSOD SESSION HALL,
ORMOC CITY HALL BUILDING
ON JUNE 20, 2013

PRESENT:

Hon. Claudio P. Larrazabal,	City Councilor, Presiding Officer "Pro-Tempore"
Hon. Ruben R. Capahi, (Acting City Vice Mayor),	City Councilor, Majority Floor Leader
Hon. Lea Doris C. Villar,	City Councilor, Assist. Majority Floor Leader
Hon. Filomeno P. Maglasang,	City Councilor
Hon. Sotero M. Pepito,	City Councilor
Hon. Demosthenes F. Tugonon,	City Councilor
Hon. Rafael C. Omega, Jr.,	City Councilor
Hon. Antonio M. Codilla,	Ex-Officio City Councilor

Chapter President, Liga ng mga Barangay ng Ormoc
Ex-Officio City Councilor,
SK Federation President

Hon. Corinne M. Corro,

ON OFFICIAL BUSINESS:

Hon. Jose C. Alfaro, Jr., (O.B. - Manila), City Councilor

ON LEAVE:

Hon. Nepomuceno P. Aparis I,	Vice Mayor & Presiding Officer
Hon. Rolando M. Villasencio,	City Councilor, Minority Floor Leader
Hon. Mario M. Rodriguez,	City Councilor, Assist. Minority Floor Leader

PREFATORY STATEMENT

WHEREAS, Ormoc City an Independent Component City, concerned with its desire to improve the standard of living and the quality of life of every ORMOCANON has passed Ordinance No. 179 S of 2012, Creating the Ormoc City Hospital.

WHEREAS, The Ormoc City Hospital is envisioned to provide the necessary medical and health needs of the Community more particularly the indigent and marginalized members of our society whose financial capacity for a humane and comfortable standard of living is insufficient/limited.

WHEREAS, The Ormoc City Hospital was created to fill the gaps and inadequacies in our health care delivery system that would translate into a more efficient and effective health care program.

WHEREAS, as a supplement to, and in support of the aims, goals and objectives of the creation of the Ormoc City Hospital for a healthy and vibrant community the members of the 12th Sangguniang Panlungsod of Ormoc finds it justifiable to formally consider the proposal of the Honorable City Mayor of Ormoc Eric C. Codilla, to adopt his Project proposal entitled the "LOCAL HEALTH ASSISTANCE PROGRAM (LHAP)".

WHEREAS, on June 17, 2013, at the Multi-Purpose Hall of the New Ormoc City Hall, a public information/consultation was conducted by the Committee on Health on this proposed Ordinance, so as to hear the views/opinion of the public thereof, and after the provisions of the Ordinance were discussed, a motion recommending approval of the proposed ordinance was presented and duly approved.

WHEREFORE FOREGOING PREMISES CONSIDERED, on motion of City Councilor Rafael C. Omega, Jr. Chairman, Committee on Health, duly seconded by City Councilor Sotero M. Pepito: be it.

RESOLVED, to enact:

ORDINANCE NO. 185

AN ORDINANCE ADOPTING THE LOCAL HEALTH ASSISTANCE PROGRAM OF ORMOC CITY OF CY 2013.

BE IT ORDAINED by the TWELFTH Sangguniang Panlungsod, That:

**ARTICLE I
TITLE OF THE ORDINANCE**

SECTION 1. TITLE OF THE ORDINANCE - This Ordinance shall be known as "An ORDINANCE ADOPTING THE LOCAL HEALTH ASSISTANCE PROGRAM OF ORMOC CITY."

SECTION 2. SCOPE - This Ordinance shall govern the establishment and operation of the Ormoc City LOCAL HEALTH ASSISTANCE PROGRAM (LHAP).

**ARTICLE II
GUIDING PRINCIPLE**

SECTION 3. THE GUIDING PRINCIPLE: Health is the right of every Filipino citizen and the State is duty-bound to ensure that all Filipinos have equitable access to effective health care service (Philippine 1987 Constitution).

**ARTICLE III
DEFINITION OF TERMS/ ACRONYMS**

SECTION 4. DEFINITIONS OF TERMS:

- a) **Affordable** – Considered to be within one's financial means without incurring difficulties or without risk of undesirable consequences.
- b) **Beneficiary** – Any person, the cardholder/head of the family, spouse and dependents who has the right to avail of the health care benefits as provided by the program.
- c) **Capacity to Pay** – The maximum amount that can be given in exchange for services or goods received.
- d) **Cardholder** – He is the head of the family and primarily the owner of the card, beneficiary of the program.
- e) **Crisis** – a crucial stage or turning point in the course of something, especially in a sequence of events or a disease.
- f) **Coverage** – The extent of which a member or a dependent is entitled to the benefits of the program.

- g) **Dependent** – the legal dependents of the member, are: 1) the legitimate spouse or the common-law partner as described in Art.34 of Executive Order No. 209 (The Family Code of the Philippines); 2) the unmarried and unemployed legitimate, legitimated, illegitimate, acknowledged children as appearing in the birth certificate; legally adopted or stepchildren children below eighteen(18) years of age; 3) children who are eighteen(18) years old or above who are suffering from congenital disability, either physical or mental, or any disability acquired that renders them totally dependent on the member for support.
- h) **Diagnostic Procedure** – Any procedure recommended by the health care provider to identify a disease or condition through analysis and examination.
- i) **Enrollment** – The process of registration of membership of head of family/members and dependents determined by LHAP that are covered by the program.
- j) **Emergency** – An unforeseen or sudden occurrence that demands immediate action to preserve the life of the person.
- k) **Family Health Card** – The document issued/sold to the head of family/members and its dependents upon enrollment that will serve as a proof of identification, a means to verify eligibility, for documentation and utilization recording purposes.
- l) **Head of the Family** – The member/cardholder, either the husband or the wife or the male or female head of the family.
- m) **Health Care Provider** – Any health care professional/practitioner or health care institution that is duly licensed that provides preventive, curative and rehabilitative health care services. A health care professional is a doctor of medicine, nurse, midwife, dentist, or other health care professional or practitioner duly licensed to practice in the Philippines.
- n) **Indigent** – A person who has no visible means of income, or whose income is insufficient for the subsistence of his family who could not provide the basic necessities for the family (food, clothing, and shelter), family income of P3,460.00 per month or less (source: National Health and Demographic Survey 2008, Dept. of Health).
- o) **In-Patient** – Confinement in a hospital for at least one (1) night in the course of treatment, examination or observation.
- p) **LHAP Personnel** – The designated staff employed by City Mayor's Office tasked to assess, evaluate, validate, enroll, supervise and control discount card issuance to qualified beneficiaries of the program.
- q) **Out- Patient** – Walk-in patients are attended to and treated not requiring hospital confinement.
- r) **Poverty Threshold** – Minimum level of income below which a person is considered to lack adequate subsistence and to be living in poverty Family, income of P10, 000.00 or less (NSO).
- s) **Prescription Drug/s** – Drugs that has passed through the approval of the Bureau of Food and Drug that can only be dispensed and prescribed by a duly licensed physician.
- t) **Renewal** – The process of refilling the membership of the cardholder a month prior to its expiration.

SECTION 5. ACRONYMS:

1. **BMIS** - Barangay Management Information System
2. **CSWDO** - City Social Welfare and Development Office
3. **FHC** - Family Health Card
4. **LGC** - Local Government Code of 1991 (RA7160)
5. **LCE** - Local Chief Executive
6. **LGU** - Local Government Unit
7. **LHAP** - Local Health Assistance Program
8. **NSO** - National Statistics Office
9. **OCH** - Ormoc City Hospital
10. **PCSO** - Philippine Charity Sweepstakes Office
11. **PWD** - Persons with Disabilities

ARTICLE IV AUTHORITY AND PURPOSE

SECTION 6. AUTHORITY – The Ordinance is enacted pursuant to

- 6.1 Section 16 of the LGC which provides that “Every Local Government Unit shall exercise the powers expressly granted, those necessarily implied there from, as well as powers necessary, appropriate, or incidental for its efficient and effective governance, and those which are essential to the promotion of the general welfare”, which includes among others, promote the health and safety of their inhabitants.
- 6.2 Section 17 (4) (e) of the same code provides that “National Agencies or Offices shall devolve to the Local Government Units the responsibility for the provision of basic health services and facilities xxx”. Section 17 (4) (j) second paragraph thereof, further provides that “costs may also be charged for the delivery of basic health services or facilities enumerated in this section.”
- 6.3 Section (2) (g) of Executive Order No. 503, Series of 1992 – (The rules and regulations implementing the devolution of functions of the National Government Units) provides that “The Local Chief Executive (LGE), shall be responsible for all such devolved functions.”
- 6.4 Section 18 of the LGC provides that “Local Government Units shall have the power and authority to establish an organization that shall be responsible for the efficient and effective implementation of their development plans, program objectives and priorities; to create their own sources of revenue and to levy taxes, fees and charges which shall accrue exclusively for their use and disposition xxx”.

SECTION 7. PURPOSE – This Ordinance is designed and enacted to:

- 7.1 Promote health and safety
- 7.2 To provide quality Health care Services to every resident of Ormoc City and other parties, individuals, organization, institutions and other LGU’s interested to participate in the program.
- 7.3 Provide the necessary framework for the efficient and effective implementation and operation of the LHAP.
- 7.4 Provide families the opportunity to avail of quality health care services at affordable and lowest cost possible.
- 7.5 To assist individuals in crisis to meet their immediate health needs.

**ARTICLE V
THE LOCAL HEALTH ASSISTANCE PROGRAM**

SECTION 8. THE LOCAL HEALTH ASSISTANCE PROGRAM – The City Government of Ormoc shall adopt a comprehensive approach to health development to strengthen the City's Health Program. Titled the "LOCAL HEALTH ASSISTANCE PROGRAM", which shall endeavor to make quality health services available to all Ormocanon's and residents of other LGU's participating in the program, especially the indigents and underprivileged members of the community, at affordable costs.

The program shall ensure that identified beneficiaries and qualified members of their families are adequately provided with equal access to quality health care services at the Ormoc City Hospital.

SECTION 9. POLICY STATEMENT – Quality hospital services being essential in the attainment of good health for an individual to achieve his full potential shall be rendered at no cost to indigent residents of Ormoc City, however, for those individuals who have the capacity to pay shall pay for all the hospital services rendered to him/her by the hospital at affordable cost.

SECTION 10. COVERAGE – Ormoc City, other parties, individuals or organizations who are interested to participate in the program.

**ARTICLE VI
LHAP IMPLEMENTATION**

SECTION 11. PROGRAM IMPLEMENTATION –

11.1 SOCIAL PREPARATION PHASE

- 11.1.1 Identification of indigent families in every Barangay of Ormoc City. The Data Base of poor household from the BMIS may be utilized.
- 11.1.2 Validation and installation of BMIS data.
- 11.1.3 Issuance of Family Health Cards. The families Identification Card, is a form of Discount card given to identified beneficiaries.
- 11.1.4 Orientation of the program beneficiaries on the uses and advantages of the FHC.

11.2 THE FAMILY HEALTH CARD

- 11.2.1 Indigent Families of Ormoc City (Q1 of Table 1), as identified by the CSWDO of Ormoc, shall be issued an orange colored FHC which will entitle them to free services at the OCH.
- 11.2.2 The FHC is issued to qualified families as their Family Identification, a form of Discount Card issued for free to residents of Ormoc City falling below the poverty threshold per National Statistics Office (NSO) standard (Family Income of P10,000.00 per month) falling within the 2nd and 3rd quintiles of the Filipino population (source: National Health and Demographic Survey, 2008 DOH), Table No.1 hereof, and as identified by the CSWDO of Ormoc.

TABLE NO.1
Filipino Income Quintiles
NATIONAL

	Monthly Income	Average Daily Income	Families per Quintile	Percent of Total Families
Q1	P3,460.00	P115.00	5,218,267	25.556%
Q2	6,073.00	202.00	4,094,164	20.052%
Q3	9,309.00	310.00	3,912,443	19.162%
Q4	15,064.00	502.00	3,707,494	18.16%
Q5	38,065.00	1,268.00	3,485,067	17.07%
		TOTAL	20,417,435	100%

- 11.2.3 For residents of Ormoc City falling within the 4st and 5th quintile of the population. The FHC is offered for sale as categorized hereof to financially help caution the impact of the cost of hospital services of the City Government given for free to indigent members of the community.
- 11.2.4 The FHC can only be used at the OCH and is effective thirty (30) days after the date of issuance and is valid for a period of one (1) year. The eligibility criteria is attached herewith as ANNEX "A".
- (ii) The procedure for the renewal of the FHC's is attached herewith as ANNEX "B".
- 11.2.5 Other LGU's willing to participate in this program can purchase the FHC's for their constituents as per Table No. 2, hereof.

TABLE 2.
THE FAMILY HEALTH CARD

Color Code	Cost/Value Per card	Discount Privileges		
		Other Hospital Service	Laboratory/Radiology	Medicines
RED	P 800.00	80% discount	30% discount	10%
BLUE	500.00	50% discount	20% discount	10%
GREEN	300.00	30% discount	10% discount	10%
ORANGE (INDIGENT)	FREE	100% Discount	100% discount	100%

- 12.2.6 The FHC shall be applied only after Philhealth and other benefit discount cards are used in the computation of the cost of hospital services rendered such as but not limited to : Senior Citizen card/Solo parents card/PWD Card, HMO cards, etc.

SECTION 12. ORMOC HEALTH OFFICE – There is hereby created The ORMOC HEALTH OFFICE (ORHEALTH) under the Office of the City Mayor of Ormoc to :

12.1 PURPOSE – oversee in the overall efficient and effective implementation of the LHAP.

12.2 FUNCTION:

- (i) To promote and market the advantages, value and uses of the LHAP
- (ii) To exercise general supervision and control in the operation of the LHAP.
- (iii) Responsible for the enrollment and validation of qualified beneficiaries/ recipients of the FHC whether residents of Ormoc City or other LGU's, business companies or any organization.
- (iv) Planning, monitoring, reporting and evaluation for the smooth, efficient and effective implementation of the program.

12.3 PERSONNEL COMPLIMENT – There is hereby created Four (4) positions under the Office of the City Mayor of Ormoc for the ORHEALTH which are as follows:

12.3.1 ADMINISTRATIVE OFFICER II WITH A SALARY Grade of 15

12.3.2 ADMINISTRATIVE AIDE VI – Salary Grade of 6

12.3.3 TWO (2) ADMINISTRATIVE AIDE III – SALARY Grade 3

12.4 PERSONNEL QUALIFICATION STANDARD – The qualification standards of the Positions for ORHEALTH shall be in accordance with ANNEX "C" of this Ordinance

12.5 PERSONAL SERVICES COST – The Personal Services cost shall be in accordance with ANNEX "D" of this Ordinance

SECTION 13. LHAP SEED APPROPRIATION – There is hereby set aside an amount of P 12,000,000.00 as standby fund for ORHEALTH clients to be used as subsidy for the discounts availed of by bonafide qualified FHC users at the OCH.

SECTION 14. APPROPRIATION – The summary of appropriation for the operationalization of the LHAP for the period July 1, 2013 to December 31, 2013 shall be as follows:

14.1 PERSONAL SERVICES	P 468,996.28
14.2 MAINTENANCE & OTHER OPERATING EXPENSES	31,033.72
14.3 CAPITAL OUTLAY	20,000.00
14.4 STANDY FUND (SEED MONEY)	12, 000, 000, 00

	P 12,520,030.00

SECTION 15. FUNDING SOURCE – The initial amount needed for the implementation of this Ordinance shall be taken from the General Fund. Subsequent funding requirements shall be included in the Annual Budget of the City Government of Ormoc.

SECTION 16. SEPARABILITY CLAUSE – If any part section or provision of this Ordinance is held invalid or unconstitutional, other provisions not affected thereby shall remain in full force and effect.

SECTION 17. REPEALING CLAUSE – All Ordinances, Executive Orders, Issuances, Rules and Regulations contrary to or inconsistent with the provisions of this Ordinance are hereby repealed, amended or modified accordingly.


SECTION 18. EFFECTIVITY – This Ordinance shall take effect immediately after it has been posted in the Bulletin Board of the City Hall, and two (2) other conspicuous places in the City of Ormoc, and published in a Local newspaper of General circulation.

ENACTED, June 20, 2013.

RESOLVED, FURTHER to furnish of this ordinance each to the Hon. City Mayor Eric C. Codilla, the City Administrator, the City Budget Officer, the City Accountant, the City Treasurer, the City Auditor, the HRM Office, the City Health Office, the CSWD Office, the City Director, DILG, Ormoc City, and others concerned:

CARRIED UNANIMOUSLY.


I HEREBY CERTIFY to the correctness of the foregoing ordinance.


JOEL S. DUERO
Secretary to the
Sangguniang Panlungsod

ATTESTED:


CLAUDIO P. LARRAZABAL
City Councilor
Presiding Officer "Pro-Tempore"

APPROVED:


ERIC C. CODILLA
City Mayor

June 27, 2013
(Date)