



Republic of the Philippines
PROVINCE OF PANGASINAN
Lingayen
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OFFICE OF THE SANGGUNIANG PANLALAWIGAN SECRETARY

CERTIFICATION

TO WHOM IT MAY CONCERN:

THIS IS TO CERTIFY that at the regular session duly constituted of the Sangguniang Panlalawigan, Province of Pangasinan, held on December 9, 2005 at Lingayen, Pangasinan, the following provincial ordinance was approved:

Introduced by SP Member Dionisio A. Villar, Jr.

PROVINCIAL ORDINANCE NO. 120-2005

AN ORDINANCE CREATING A CAPITATION FUND TO SUPPORT THE PROVINCIAL GOVERNMENT'S HEALTH PROGRAM UNDER THE NATIONAL HEALTH INSURANCE PROGRAM (NHIP) OF THE PHILIPPINE HEALTH INSURANCE CORPORATION

WHEREAS, the provincial government has entered into a Memorandum of Agreement (MOA) with its component municipalities and cities for the implementation of the PhilHealth Indigent Program under the National Social Health Insurance Program of the Philippines;

WHEREAS, under the above-mentioned MOA, the provincial government has agreed to co-share on a 50-50 basis the payment of the insurance premium of indigent families enrolled by its component municipalities and cities;

WHEREFORE, on motion of SP Member Dionisio A. Villar, Jr., duly seconded –

Be it enacted by the Sangguniang Panlalawigan in session assembled that:



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ARTICLE I. Title – This Ordinance shall be known as: **AN ORDINANCE CREATING A CAPITATION FUND TO SUPPORT THE PROVINCIAL GOVERNMENT’S HEALTH PROGRAM UNDER THE NATIONAL HEALTH INSURANCE PROGRAM (NHIP) OF THE PHILIPPINE HEALTH INSURANCE CORPORATION.**

ARTICLE II. CREATION/PRINCIPLES

Section 1. The creation of a PhilHealth Capitation Fund (PCF) is necessary to attain the purpose and objective of the Indigent Program;

Section 2. The PhilHealth Capitation Fund shall be released to the Province and the Municipality. Fifty percent (50%) of the total capitation fund for accredited RHUs/Health Centers shall be released to the Provincial Government in support of the Provincial Government’s Health Programs. The other fifty percent (50%) shall be released to the City/Municipality.

Section 3. In the event Rural Health Units and Health Centers owned and managed by the Cities/Municipalities 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.

Section 4. A PhilHealth Capitation Fund is hereby created from the proceeds of the outpatient consultation and diagnostic benefit package to be provided by the PhilHealth to support the Provincial Government’s health programs.

Section 5. The capitation amount shall be released on a quarterly basis by the PhilHealth under the following conditions:

- a. Release of the PCF shall be subject to the payment of premium contribution by the Province, City and Municipality;
- b. Succeeding release of quarterly capitation shall be subject to the regular submission of required monitoring/evaluation reports.



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ARTICLE III. USE, MANAGEMENT AND DISPOSITION OF THE PHILHEALTH CAPITATION FUND

- a. The disbursement and liquidation of the PCF shall be in accordance with pertinent government accounting and auditing rules and regulations and to be audited accordingly by the local COA auditors;
- b. A separate book of accounts shall be maintained by the Province;
- c. The following may be charged to the PCF:
 - c.1 All drugs listed in the Philippine National Drug Formulary (PNDF);
 - c.2 Equipment and supplies necessary/related to carry out the delivery of required health services of the provincial government;
 - c.3 The fifty percent (50%) of the total capitation fund released to the province shall be divided as follows:
 - c.3.1 Twenty percent (20%) mandatory provision for administrative cost shall be treated as Trust Fund by the province;
 - c.3.2 Eighty percent (80%) shall be held in trust by the province and shall be used in accordance with the following:
 - c.3.2.1 The amount shall be utilized for procurement of drugs, medicines and contraceptives listed in the PNDF and medical equipment and supplies needed by the provincial health program;
 - c.3.2.2 The PNDF drugs, medicines, contraceptives purchased shall be released by the province to provincial offices/facilities for their use, as may be deemed necessary;




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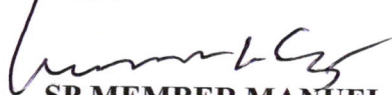
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c.3.2.3 For accounting purposes, the price of drugs, medicines, contraceptives and equipment and supplies charged against the PCF of the Province shall be at its actual cost or winning bid price.

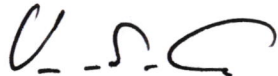
ARTICLE IV. EFFECTIVITY – This Ordinance shall take effect upon its approval. Let copy of this Ordinance be furnished the President and Chief Executive Officer of the Philippine Health Insurance Corporation and the Honorable Governor, Victor E. Agbayani, for their information.


ATTY. VERNA T. NAVA-PEREZ
Secretary to the Sanggunian

ATTESTED:


SP MEMBER MANUEL D. ANCHETA
Temporary Presiding Officer

APPROVED:


VICTOR E. AGBAYANI
Governor