

**E.4. PHILIPPINE HEALTH INSURANCE CORPORATION**

For subsidy requirements in accordance with the program(s) and project(s), as indicated hereunder . . . . . P 79,990,955,000

**New Appropriations, by Program**

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
Operations		P <u>79,990,955,000</u>		P <u>79,990,955,000</u>
<b>NATIONAL HEALTH INSURANCE PROGRAM</b>		<u>79,990,955,000</u>		<u>79,990,955,000</u>
<b>TOTAL NEW APPROPRIATIONS</b>		P <u><u>79,990,955,000</u></u>		P <u><u>79,990,955,000</u></u>

**Special Provision(s)**

**1. Subsidy for the National Health Insurance Program.** The amount of Seventy Nine Billion Nine Hundred Twenty Nine Million Seven Hundred Twenty Six Thousand Pesos (P79,929,726,000) appropriated herein under the subsidy for the National Health Insurance Program (NHIP) shall be used for the health insurance premiums of indirect contributors composed of the following: (i) indigents under the National Household Targeting System for Poverty Reduction as identified by the DSWD; (ii) senior citizens pursuant to R.A. No. 10645; (iii) unemployed persons with disability as jointly determined by the DOH and the National Council on Disability Affairs; and (iv) financially-incapable Point-of-Service patients as identified by the DOH: *Provided*, That in no case shall the subsidy be used for the payment of Personnel Services.

Release of funds shall be subject to the submission of the following: (i) Board-approved Corporate Operating Budget which shall be compliant with organization, staffing, and position classification, and compensation standards as determined by the DBM; and (ii) billing indicating the names of enrollees approved by the PhilHealth Board. The DOH and PhilHealth shall ensure the conduct of special audit on the implementation of the NHIP.

The administrative cost of implementing the NHIP shall not exceed seven and a half percent (7.5%) of the actual total premium collected from direct and indirect contributory members during the immediately preceding year in accordance with Section 12 of R.A. No. 11223. In addition to the funding of the approved salary adjustment under the compensation and position classification system (CPCS), the administrative cost shall also be used to prioritize the digitalization of the corporation and implementation of other programs and projects to expedite its payment mechanism and increase its efficiency in the delivery of services in accordance with its mandate under the Universal Health Care Act.

(CONDITIONAL IMPLEMENTATION - President's Veto Message, December 30, 2021, Volume I-B, pages 819-820, R.A. No. 11639)

2. **Payapa at Masaganang Pamayanan Program.** The amount of Sixty One Million Two Hundred Twenty Nine Thousand Pesos (P61,229,000) appropriated herein shall be used for the health insurance premiums of the beneficiaries under the Payapa at Masaganang Pamayanan (PAMANA) Program. The DOH, OPAPP and PhilHealth shall ensure that there shall be no duplication of the enrolled beneficiaries with other indirect contributors covered by the abovementioned subsidy under the immediately preceding Section, and with members of direct contributors.

3. **Submission of Reports and Documents.** The PhilHealth shall submit the following to the DBM, the Senate of the Philippines, the House of Representatives, the Senate Committee on Finance and the House Committee on Appropriations on or before December 31, 2022, unless otherwise stated:

- (a) a Management Audit Report detailing policies and reforms to control fraudulent practices;
- (b) a Fund Viability Plan including policies and reforms to increase premium collection rates and minimize the risk of deficits; and
- (c) an undertaking by PhilHealth to undergo a third-party review of its actuarial projections and benefit packages by the first quarter of 2022 to ensure PhilHealth's effective implementation of its mandate and to reform benefit packages which may be underutilized or subject to fraud or abuse.

4. **Special Provisions Applicable to All Government Corporations.** In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the PhilHealth.

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
Operations				
Financial risk protection improved	P	<u>79,990,955,000</u>		P <u>79,990,955,000</u>
<b>NATIONAL HEALTH INSURANCE PROGRAM</b>		<u>79,990,955,000</u>		<u>79,990,955,000</u>
Health insurance coverage under the Sin Tax Law		79,929,726,000		79,929,726,000
<b>Project(s)</b>				
Locally-Funded Project(s)		<u>61,229,000</u>		<u>61,229,000</u>
Special Purpose Insurance Coverage		<u>61,229,000</u>		<u>61,229,000</u>
Sub-total, Operations		<u>79,990,955,000</u>		<u>79,990,955,000</u>
<b>TOTAL NEW APPROPRIATIONS</b>	P	<u><u>79,990,955,000</u></u>		P <u><u>79,990,955,000</u></u>

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses	
Financial Assistance/Subsidy	<u>79,990,955</u>
Total Maintenance and Other Operating Expenses	<u>79,990,955</u>
Total Current Operating Expenditures	<u>79,990,955</u>
<b>TOTAL NEW APPROPRIATIONS</b>	<u><u>79,990,955</u></u>