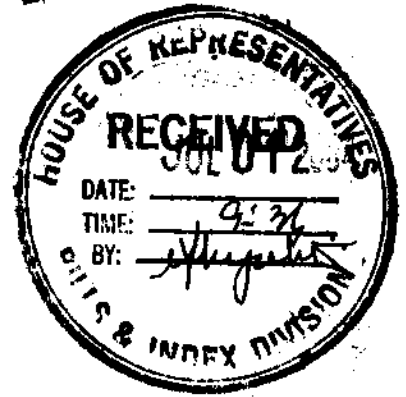


Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City



THIRTEENTH CONGRESS
First Regular Session

H. B. NO. 103

Introduced by HON. JUAN EDGARDO "SONNY" M. ANGARA

EXPLANATORY NOTE

Government hospitals while receiving subsidy from the National Government, cannot utilize their income for the maintenance and other operating expenses of the hospital. Said income is required by law to be remitted to the national treasury.

This practice of disallowing government hospitals from spending their income for MOE has the effect of limiting the capability or expansion and improvement and precisely the primary reason why government hospitals failed to deliver quality and efficient delivery of basic health services for the people.

In view of this unrealistic and counter productive approach, I am filing this proposed measure to give more meaning to the autonomy of government hospitals in the area of physical and operational development. This can be achieved with granting them the authority to utilize their income for the maintenance and other operating expenses.

Approval of this bill, therefore, is earnestly sought.

JUAN EDGARDO "SONNY" M. ANGARA
Representative
Lone District, Province of Aurora

Introduced by HON. JUAN EDGARDO "SONNY" M. ANGARA

AN ACT
AUTHORIZING GOVERNMENT HOSPITALS TO UTILIZE ALL ITS INCOME
FOR THEIR MAINTENANCE AND OTHER OPERATING EXPENSES AND FOR
OTHER PURPOSES

Be it enacted by the House of Representatives of the Philippines in Congress Assembled:

SECTION 1. Government hospitals are hereby authorize to utilize their income from pharmacy, fees from in-house services and facilities, including but not limited to laboratory, radiology, operating room and nursery facilities and income derived from nonpatient related services such as parking fees, interview fees and tour fees, for the maintenance and other operating expenditures including capital outlay, especially for acquisition of equipment of the hospital.

SEC. 2. Expenditures under this Act shall be subject to existing auditing rules and regulations. In addition, the retained hospitals shall submit quarterly report of income and expenditures to the Department of Health (DOH), while devolved hospitals shall submit the same to the office of the Provincial Governor or the City/Municipal Mayor.

SEC. 3. The DOH, in coordination with the agencies concerned shall formulate the necessary rules and regulations for the effective implementation of this Act within sixty (60) days from its approval.

SEC. 4. If any provision of this Act is held invalid, any other provision not so affected shall continue to be valid and effective.

SEC. 5. Any law, presidential decree, executive order and letter of instruction of which is inconsistent with any of the provisions of this Act is hereby repealed or amended accordingly.

SEC. 6. This Act shall take effect fifteen (15) days after its publication in any newspaper of general circulation.

Approved,