

XIII. DEPARTMENT OF HEALTH

A. OFFICE OF THE SECRETARY

For general administration and support, support to operations, and operations, including locally-funded projects, as indicated hereunder.....P 95,274,075,000

New Appropriations, by Program/Projects

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS				
General Administration and Support	P 7,099,471,000	P 329,070,000		P 7,428,541,000
Support to Operations	616,125,000	329,513,000	584,664,000	1,530,302,000
Operations	20,264,875,000	35,100,613,000	26,965,519,000	82,331,007,000
NFO 1: HEALTH SECTOR POLICY SERVICES	81,077,000	552,018,000		633,095,000
NFO 2: TECHNICAL SUPPORT SERVICES	1,267,035,000	28,727,272,000	24,259,191,000	54,253,498,000
NFO 3: HOSPITAL SERVICES	18,380,992,000	5,676,737,000	2,706,328,000	26,764,057,000
NFO 4: HEALTH SECTOR REGULATION SERVICES	535,771,000	144,586,000		680,357,000
Total, Programs	27,980,471,000	35,759,196,000	27,550,183,000	91,289,850,000
PROJECT(S)				
Locally-Funded Project(s)		3,979,225,000	5,000,000	3,984,225,000
Total, Project(s)		3,979,225,000	5,000,000	3,984,225,000
TOTAL NEW APPROPRIATIONS	P27,980,471,000	P39,738,421,000	P27,555,183,000	P 95,274,075,000

Special Provision(s)

1. Value-Added Tax Collected from Horse Races. In addition to the amounts appropriated herein, Twenty Nine Million Four Hundred Twenty Thousand Pesos (P29,420,000) shall be used for the following purposes sourced from Value-Added Tax collected on conduct of horse races by the Manila Jockey Club, Inc. (MJCI) and Philippine Racing Commission, Inc. (PRCI) in accordance with Section 6 of R.A. No. 6631 and Section 8 of R.A. No. 6632, respectively, and implemented by DOF-DBM J.C. No. 2908-1 dated June 16, 2008:

- a) Twenty-four percent (24%) of the collections from MJCI and PRCI to augment the operating requirements of the Philippine Anti-Tuberculosis Society;
 - b) Eight percent (8%) of the collections from MJCI and PRCI to augment the operating requirements of the White Cross, Inc.; and
 - c) Twenty-eight percent (28%) of the collections from PRCI to augment the operating requirements of the PCSO.
- Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DOH shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DOH website.

2. **Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operation of specialized hospitals, medical centers, institute for disease prevention and control, including drug abuse treatment and rehabilitation centers and facilities, blood service facilities (blood stations, blood collection units, blood banks), national reference laboratories and other hospitals under the DOH shall be deposited in an authorized government depository bank and used to augment the hospital's MOOE and Capital Outlay requirements including payment of PHILHEALTH premium under the Point of Care Program: PROVIDED, That at least twenty-five percent (25%) of said income shall be utilized to purchase and upgrade hospital equipment used directly in the delivery of health services: PROVIDED, FURTHER, That at least five percent (5%) of the said income shall be devoted for preventive and promotive health services including the provision of family planning services.

In no case shall said amount be used for the payment of salaries, allowances and other benefits.

Disbursements or expenditures by the specialized hospitals, medical centers, institute for disease prevention and control, including drug abuse treatment and rehabilitation centers and facilities, blood service facilities (blood stations, blood collection units, blood banks), national reference laboratories and other health facilities under the DOH in violation of the above requirement shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.

The DOH shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statements for the immediately preceding year. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the foregoing documents are likewise posted on the DOH website.

3. **Fees and Charges of the Bureau of Quarantine and International Health Surveillance.** In addition to the amounts appropriated herein, ninety five percent (95%) of the income generated by the Bureau of Quarantine and International Health Surveillance (BQIHS) in accordance with Section 9 of R.A. No. 9271 shall be deposited in an authorized government depository bank (Trust Fund account) and be used to augment maintenance and other operating expenses (MOOE) and capital outlays (CO): PROVIDED, That no amount in the said Trust Fund shall be used for the payment of salaries and other allowances and benefits in cash or in kind.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The BQIHS shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Director of BQIHS and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DOH website. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 22, 2016, Volume I-B, page 663, R.A. No. 10924)

4. **Fees, Fines, Royalties and Other Charges of the Food and Drug Administration.** In addition to the amounts appropriated herein, Two Hundred Eighty Five Million Eight Hundred Eighty Four Thousand Pesos (P285,884,000) shall be used in support of its Five-Year Developmental Plan sourced from fees, fines, royalties and other charges collected by the Food and Drug Administration (FDA) in accordance with R.A. No. 9502.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The FDA shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, separate quarterly reports on financial and physical accomplishments. The Administrator of the FDA and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the FDA website.

5. **Health Facilities Enhancement Program.** The amount of Twenty Four Billion One Hundred Ninety Three Million Nine Hundred Ninety Six Thousand Pesos (P24,193,996,000) appropriated herein shall be used for the implementation of the Health Facilities Enhancement Program, composed of:

- a) Twelve Billion Six Hundred Ninety Seven Million Eight Hundred Eighty Seven Thousand Pesos (P12,697,887,000) for the construction, upgrading, expansion, rehabilitation and repair of, barangay health stations, rural health units, LGU hospitals, specialized hospitals, regional medical centers, dangerous drugs abuse treatment and rehabilitation centers and other health care facilities, with priority given to those located or nearby areas where there are large number of poor families or households under the National Household Targeting System for Poverty Reduction (NHTS-PR) or where there are no private health care facilities which can provide affordable and quality health care; and

- b) Eleven Billion Four Hundred Ninety Six Million One Hundred Nine Thousand Pesos (P11,496,109,000) for the purchase of hospital equipment for government health care facilities to be constructed, upgraded, or expanded.

The details of the Health Facilities Enhancement Program are provided in Volume I-B of this Act.

The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the list, distribution and cost of government health care facilities constructed, upgraded, expanded, rehabilitated and repaired and hospital equipment purchased under the Health Facilities Enhancement Program are posted on the DOH website.

6. **Disaster and Climate Change Resilience of Health Facilities.** In the design and construction of the health facilities under the Health Facilities Enhancement Program, the DOH and DPWH shall ensure that the facilities can withstand wind speed of three hundred (300) kilometers per hour and moderate seismic activity of at least 8.0 magnitude on the Richter Scale; and utilize natural ventilation and rainwater through the inclusion of rainwater catchment/harvesting system.

In the selection of the sites, the DPWH and DOH shall consider site stability and susceptibility to landslide or flooding based on the latest vulnerability and risk assessment and geohazard maps of the DENR. No health facility shall be located on a No-Build Zone.

(CONDITIONAL IMPLEMENTATION- President's Veto Message, December 22, 2016, Volume I-B, page 660, R.A. No. 10924)

7. **Assistance to Indigent Patients.** The amount of Three Billion Nine Hundred Seventy Seven Million Two Hundred Twenty Five Thousand Pesos (P3,977,225,000) appropriated herein under the Assistance to Indigent Patients shall be used for hospitalization and assistance to

indigent and poor patients. In no case shall more than one percent (1%) of said amount be used for administrative expenses.

Release of subsequent cash allocations shall be made only when at least fifty percent (50%) of the amount previously released has been liquidated in accordance with accounting and auditing rules and regulations.

The DOH shall submit to the DOH, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the utilization of funds. The DOH and recipient government hospital shall post on its website the following: (i) name of recipient government hospitals and indigent patients, whether confined or out patients; and (ii) types of medical assistance or services and/or drugs and medicines given. The heads of agencies and web administrator or their equivalent shall be responsible for ensuring that said information are posted on the agencies' websites.

8. Preventive Health Care Programs. The amounts appropriated herein under Disease Prevention and Control and National Pharmaceutical Policy Development shall be used exclusively to implement preventive health care programs.

9. Pinoy MD Scholarship Program. The amount appropriated herein for the Pinoy MD Scholarship Program shall be used to provide scholarships to applicants who passed the medical entrance examination of any DOH-partner school and complied with the criteria set forth by the DOH, with priority given to poor and deserving students or those coming from families belonging to the low-income bracket as determined by the PSA. The DOH shall develop a database that will effectively provide periodic monitoring of the Program's scholars.

The DOH shall submit to the DOH, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the utilization of funds. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DOH website.

10. Payapa at Masaganang Pamayanang Program. The amount of Seven Million Pesos (P7,000,000) appropriated herein for the Payapa at Masaganang Pamayanang Program shall be used exclusively to implement projects in conflict-affected areas already identified by OPAPP.

The DOH shall submit to the OPAPP, either in printed form or by way of electronic document, quarterly reports on the status of implementation of the PANAMA Program, including the list of projects and beneficiaries and their corresponding amounts. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DOH website.

11. Purchase and Allocation of Drugs, Medicines and Vaccines. The amount of Seventeen Billion Nine Hundred Forty Three Million Six Hundred Eighty Seven Thousand Pesos (P17,943,687,000) appropriated herein shall be used for the procurement of drugs, medicines and vaccines, including medical and dental supplies for distribution to government health care facilities. Of said amount, eighty percent (80%) shall be allocated to provinces where: (i) there are large number of poor families or households under the NHTS-PR; and (ii) the absolute number of poor and the incidence of poverty are high as identified in the latest official poverty statistics of the PSA.

The amount of drugs, medicines and vaccines purchased by PHILHEALTH card holders in DOH hospitals shall be reimbursed by PHILHEALTH to the DOH. The amount reimbursed shall then be used exclusively by the DOH for the construction of additional health care facilities, including the purchase and upgrade of hospital equipment. In no case shall said amount be used for the payment of salaries and other allowances.

The DOH shall submit to the DOH, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the utilization of funds. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DOH website.

12. Advance Payment for Drugs and Vaccines Not Locally Available. The DOH is authorized to deposit or pay in advance the amount necessary for the procurement of drugs and vaccines, not locally available, from the World Health Organization, the United Nations International Children's Emergency Fund, and the Deutsche Gesellschaft für Technische Zusammenarbeit (GTZ) GmbH and other United Nations agencies.

13. Deployment of Medical Workers. In the deployment of doctors, midwives, nurses and other medical workers, the DOH shall give priority to localities where the absolute number of poor and the incidence of poverty are high as identified in the latest official poverty statistics of the PSA.

14. Allocation for Autonomous Region in Muslim Mindanao from Nationally Funded Projects. The DOH shall ensure that the allocation for ARMM shall be released directly to ARMM-DOH, through the Office of the Regional Governor, based on the submission by the DOH of the allocation, per province in the ARMM, copy furnished said provinces.

The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the amounts allocated for ARMM per province are posted on the DOH website.

The ARMM shall likewise submit to the DOH and DOH, either in printed form or by way of electronic document, quarterly reports on the utilization of funds, per province in the ARMM. The Regional Governor of ARMM and Regional Government's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the ARMM website.

15. Allocation to LGU Hospitals. The DOH shall ensure that the allocation for LGU hospitals shall be released directly to municipalities and/or areas where the hospital is located. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 22, 2016, Volume I-B, page 662, R.A. No. 10924)

16. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

GENERAL APPROPRIATIONS ACT, FY 2017

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>
PROGRAMS				
General Administration and Support				
General Management and Supervision	P 206,090,000	P 329,070,000	P	535,160,000
National Capital Region (NCR)	206,090,000	329,070,000		535,160,000
Central Office	206,090,000	329,070,000		535,160,000
Administration of Personnel Benefits	6,893,381,000			6,893,381,000
National Capital Region (NCR)	6,893,381,000			6,893,381,000
Central Office	6,893,381,000			6,893,381,000
Sub-total, General Administration and Support	7,099,471,000	329,070,000		7,428,541,000
Support to Operations				
Health Information Systems and Technology Development	19,127,000	154,771,000	584,664,000	758,562,000
National Capital Region (NCR)	19,127,000	154,771,000	584,664,000	758,562,000
Central Office	19,127,000	154,771,000	584,664,000	758,562,000
Support to regional delivery of services	596,998,000	174,742,000		771,740,000
National Capital Region (NCR)	20,690,000	10,467,000		31,157,000
Metro Manila Centers for Health Development	20,690,000	10,467,000		31,157,000
Region I - Ilocos	37,577,000	7,894,000		45,471,000
Ilocos Centers for Health Development	37,577,000	7,894,000		45,471,000
Cordillera Administrative Region (CAR)	32,895,000	5,540,000		38,435,000
Cordillera Centers for Health Development	32,895,000	5,540,000		38,435,000
Region II - Cagayan Valley	43,584,000	8,366,000		51,950,000
Cagayan Valley Centers for Health Development	43,584,000	8,366,000		51,950,000
Region III - Central Luzon	32,401,000	22,838,000		55,239,000
Central Luzon Centers for Health Development	32,401,000	22,838,000		55,239,000
Region IVA - CALABARZON	40,867,000	11,689,000		52,556,000
CALABARZON Centers for Health Development	40,867,000	11,689,000		52,556,000

Western Visayas Sanitarium	10,000,000	10,000,000
Region VII - Central Visayas	198,445,000	198,445,000
Don Emilio del Valle Memorial Hospital	25,000,000	25,000,000
Eversley Child's Sanitarium	10,000,000	10,000,000
Governor Celestino Gallares Memorial Hospital	25,075,000	25,075,000
St. Anthony Mother and Child Hospital	18,370,000	18,370,000
Talisay District Hospital	30,000,000	30,000,000
Vicente Sotto, Sr. Memorial Medical Center	90,000,000	90,000,000
Region VIII - Eastern Visayas	7,787,000	55,693,000
Eastern Visayas Regional Medical Center	7,787,000	45,693,000
Schistosomiasis Hospital	10,000,000	10,000,000
Region IX - Zamboanga Peninsula	75,400,000	75,400,000
Basilan General Hospital	25,400,000	25,400,000
Dr. Jose Rizal Memorial Hospital	10,000,000	10,000,000
Labuan Public Hospital	10,000,000	10,000,000
Margosatubig Regional Hospital	10,000,000	10,000,000
Mindanao Central Sanitarium	10,000,000	10,000,000
Sulu Sanitarium	10,000,000	10,000,000
Region X - Northern Mindanao	207,500,000	207,500,000
Amai Pakpak Medical Center	25,000,000	25,000,000
Mayor Hilarion Ramiro, Sr. Regional Training and Teaching Hospital	25,000,000	25,000,000
Northern Mindanao Medical Center	157,500,000	157,500,000
Region XI - Davao	366,223,000	366,223,000
Davao Regional Medical Center	188,000,000	188,000,000
Southern Philippines Medical Center	178,223,000	178,223,000
Region XII - SOCCSKSANGEN	10,000,000	10,000,000
Cotabato Sanitarium	10,000,000	10,000,000
Region XIII - CARAGA	32,600,000	32,600,000
Adela Serra Ty Memorial Medical Center	10,000,000	10,000,000
Caraga Regional Hospital	22,600,000	22,600,000

Don Jose S. Nonfort Medical Center Extension Hospital	50,260,000	13,886,000	64,146,000
Western Visayas Medical Center	459,481,000	124,698,000	584,179,000
Western Visayas Sanitarium	79,864,000	16,872,000	96,736,000
Region VII - Central Visayas	969,466,000	456,389,000	1,425,855,000
Don Emilio del Valle Memorial Hospital	52,094,000	12,286,000	64,380,000
Eversley Child's Sanitarium	49,608,000	32,809,000	82,417,000
Governor Celestino Gallares Memorial Hospital	255,014,000	68,409,000	323,423,000
St. Anthony Mother and Child Hospital	43,777,000	8,920,000	52,697,000
Talisay District Hospital	31,609,000	6,268,000	37,877,000
Vicente Sotto, Sr. Memorial Medical Center	537,364,000	327,697,000	865,061,000
Region VIII - Eastern Visayas	349,478,000	104,908,000	454,386,000
Eastern Visayas Regional Medical Center	302,957,000	97,323,000	400,280,000
Schistosomiasis Hospital	46,521,000	7,585,000	54,106,000
Region IX - Zamboanga Peninsula	752,991,000	211,684,000	964,675,000
Dasilan General Hospital	32,716,000	23,078,000	55,794,000
Dr. Jose Rizal Memorial Hospital	85,887,000	31,413,000	117,300,000
Labuan Public Hospital	22,844,000	4,052,000	26,896,000
Margosatubig Regional Hospital	105,087,000	26,644,000	131,731,000
Mindanao Central Sanitarium	27,304,000	17,377,000	44,681,000
Sulu Sanitarium	25,414,000	7,221,000	32,635,000
Zamboanga City Medical Center	453,739,000	101,899,000	555,638,000
Region X - Northern Mindanao	839,120,000	252,733,000	1,091,853,000
Amai Pakpak Medical Center	226,306,000	64,367,000	290,673,000
Mayor Hilarion Ramiro, Sr. Regional Training and Teaching Hospital	182,684,000	41,282,000	223,886,000
Northern Mindanao Medical Center	430,130,000	147,164,000	577,294,000
Region XI - Davao	1,206,320,000	477,562,000	1,683,882,000
Davao Regional Medical Center	363,739,000	100,887,000	464,626,000
Southern Philippines Medical Center	842,581,000	376,675,000	1,219,256,000
Region XII - SOCCSKSARGEN	344,245,000	67,761,000	412,006,000
Cotabato Regional and Medical Center	304,682,000	58,809,000	363,491,000