

TERMS OF PARTNERSHIP

(Annual Operational Plan CY 2019)

KNOW ALL MEN BY THIS PRESENTS:

This **Terms of Partnership** (TOP) is made and entered *by and between*:

The **Department of Health – Center for Health Development - Bicol**, a regional government agency created and existing under the laws of the Republic of the Philippines with principal office address at Legazpi CITY, herein represented by the **Director IV, ERNIE V. VERA, MD, MPH, CHA, CESO IV**, and hereinafter referred to as the **“DOH-CHD”**;

and

The **City Government of NAGA**, a Local Government Unit established and existing under the laws and regulations of the Republic of the Philippines, with principal office address at **Naga City**, represented by **HON. JOHN G. BONGAT**, in his capacity as the **City Mayor**, as duly authorized by the Sangguniang Panlungsod under Resolution No. _____ dated _____, hereinafter referred to as the **“CITY or CLGU”**;

WITNESSETH

WHEREAS, Section 11, Article XIII of the 1987 Philippine Constitution provides, among others, that the State shall adopt an integrated and comprehensive approach to health development, which shall endeavor to make essential goods, health and social services available to all people at affordable cost;

WHEREAS, Republic Act 7160 otherwise known as the **1991 Local Government Code** mandated the devolution of the delivery of health services and facilities as one of the basic functions and responsibilities of all Local Government Units (LGUs) at all levels;

WHEREAS, the Fourmula One Plus For Health with its tagline “Boosting Universal Health Care” is the new strategic framework for Health Sector Reform to attain the goals outlined by the Philippine Government in the Philippine Development Plan, the Sustainable Development Goals, and The Ambisyon Natin 2040, specifically for the health sector, goals of better health outcomes, more equitable health care financing, and more responsive health system;

WHEREAS, the Fourmula One Plus For Health shall organize critical initiatives in health into four strategic pillars, namely: Financing, Regulation, Service Delivery, Governance, plus a cross cutting initiative on Performance Accountability;

WHEREAS, the Local Investment Plan for Health (LIPH) is the key instrument in forging the Department of Health (DOH) and Local Government Unit (LGU) partnership to carry out the **Fourmula One Plus For Health**; the LIPH will serve as a vehicle in implementing and consolidating support for health reforms at the city level;

WHEREAS, the CITY has agreed to implement health sector reforms consistent with the **Fourmula One Plus For Health** and has proven its capacity to utilize investment and sustain the reform process, among others;

WHEREAS, the CITY, in partnership with their component LGUs, have agreed to fund and implement the programs, projects and activities under their respective LIPs through their own financing source, and through available funds and resources from the DOH, and development partners, coordinated with the DOH;

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Accountant III, CHD-Bicol

VITO C. BORJA II, MD
Provincial Health Officer

ARNULFO C. CARANDANG, MD, MPI
OIC-Director III, CHD-Bicol

ERNIE V. VERA, MD, MPH, CHA, CESO IV
Director IV, CHD-Bicol

HON. JOHN G. BONGAT
CITY Mayor

WHEREAS, the CITY has prepared its 2019 Annual Operational Plan (AOP) which have been reviewed by the CITY and DOH's CHD Appraisal Committee, and modified as necessary following the recommendations of the above;

NOW THEREFORE, in consideration of the foregoing premises, and by way of formalizing and confirming the commitment of the CITY and the DOH-CHD, the parties hereby agree to enter into agreement in accordance with the terms and conditions hereunder set forth:

ARTICLE I
PROGRAM IMPLEMENTATION ARRANGEMENT

1.1 Program Coverage

This agreement shall cover the management and implementation of the approved 2019 AOP (Annex), and shall focus on the achievement of improved local health system performance consistent with **Fourmula One Plus For Health**.

1.2 Program Funding

The implementation of the approved 2019 AOP shall be funded by various sources which may include the following: 1) Cash transfers from the DOH-CHD, 2) Support in kind or commodities from the DOH regular budget of the Central Office coursed through its ROs, 3) PhilHealth reimbursements, 4) Local Government Unit Funds, and 5) Other funds identified by DOH-CHD and LGU, including funds from Development Partners, and other stakeholders.

1.3 Roles and Responsibilities

A. The CITY shall:

The CITY hereby adheres to an integrated implementation of the **Fourmula One Plus For Health** components as embodied in the approved 2019 AOP, and commits to the principles and conditions set forth and to this end, shall:

1. Issue executive instruments or local legislations, whenever necessary, for the effective implementation of approved 2019 AOP;
2. Secure the participation and cooperation of its component LGUs in carrying out local initiatives or activities pursuant to a city-wide implementation of the approved 2019 AOP, to include but not limited to:
 - 2.1 Secure increased, better and sustained financing for health
 - 2.2 Assure the quality and affordability of health goods and services
 - 2.3 Ensure access to and availability of essential and basic health packages
 - 2.4 Improve performance of the health system;
3. Allocate, release and use, together with its component LGUs, funds that are necessary for the city-wide implementation of the approved 2019 AOP;
 - 3.1. Be guided by the approved 2019 AOP in the disbursement of funds;
 - 3.2. Establish and maintain a **TRUST ACCOUNT** in a government depository bank to be known as "**DOH/PHIC Health Fund**" for the funds releases, provided that separate ledgers and/or sub-ledgers shall be maintained by the **CITY** for each and every type of resource transfer/PHIC reimbursement from the DOH and PHIC;
 - 3.3 Ensure all funds, including grants proceeds and counterpart, shall flow directly to the **CITY** Trust Fund, as appropriate, and/or shall be automatically appropriated for the implementation of the approved 2019 AOP;

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