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NINETEENTH CONGRESS OF THE )
REPUBLIC OF THE PHILIPPINES )
First Regular Session )

'22 JUL 14 P4:01

SENATE

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s.B. No. <u>644</u>

## Introduced by SENATOR IMEE R. MARCOS

### **AN ACT**

EXEMPTING MIGRANT WORKERS FROM THE PAYMENT OF PREMIUM CONTRIBUTIONS TO THE PHILIPPINE HEALTH INSURANCE CORPORATION, AMENDING FOR THIS PURPOSE REPUBLIC ACT NO. 11223 OTHERWISE KNOWN AS THE "UNIVERSAL HEALTH CARE ACT," AND FOR OTHER PURPOSES

#### **EXPLANATORY NOTE**

Article II, Section 18 of the 1987 Constitution provides that, "the State affirms labor as a primary social economic force. It shall protect the rights of workers and promote their welfare." Corollary to this, Article II Section 15 of the Constitution also mandates that "the State shall protect and promote the right to health of the people and instill health consciousness among them."

Under Republic Act No. 11223 or the recently enacted "Universal Healthcare Act", Overseas Filipino Workers (OFWs) or migrant workers were included as direct contributors in funding the National Health Insurance Program (NHIP) of the Government, thereby subjecting them to pay premium contributions at specified rates. Since its effectivity, the global alliance of Filipino migrant workers have consistently aired their disapproval in the implementation of the said Circular, asserting that this has become too burdensome for OFWs, many of whom are already suffering from retrenchment and loss of income at this dire time of a global pandemic caused by the corona virus-2019 (COVID-19) infection.

On June 2022, the Federation of Free Workers President Sonny Matula stated that, "Napakabigat po nito lalong-lalo na para sa ating mga overseas Filipino workers

sapagkat sila po lahat, 100% sa kanilang balikat po ang pagbabayad ng premium na ito."

In an effort to address the plight of our OFWs, this bill seeks to amend Republic Act No. 11223 by exempting them from the mandatory payment of premium contributions and requiring that they be registered as indirect contributors where payment of premium of subsidized by the government.

For the foregoing reasons, the passage of this bill is earnestly sought.

IMEE R. MARCOST



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Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

**SECTION 1**. Section 4 of Republic Act No. 11223 is hereby amended to read as 1 2 follows: 3 "Sec. 4 Definition of Terms. - As used in this Act: 4 5 XXX 6 (f) Direct contributors refer to those who have the capacity 7 to pay premiums, are gainfully employed and are bound 8 by an employer-employee relationship, or are self-9 earning, professional practitioners, [migrant workers 10 including their qualified dependents,] and lifetime 11 members. 12 13 PROVIDED THAT, MIGRANT **WORKERS** OR 14 SHALL BE OVERSEAS FILIPINO WORKERS 15

1 REGISTERED AS INDIRECT CONTRIBUTORS 2 UNDER PARAGRAPH O HEREOF. 3  $X \times X$ 4 (V) MIGRANT WORKER REFERS TO LAND-BASED 5 6 **OVERSEAS FILIPINO WORKERS** (OFWS); 7 SEAFARERS AND OTHER SEA-BASED WORKERS: DUAL 8 FILIPINOS WITH **CITIZENSHIP** IN 9 **ACCORDANCE** TO REPUBLIC 9225 ACT OTHERWISE KNOWN AS THE 10 11 "CITIZENSHIP RETENTION AND REACQUISITION 2003"; 12 ACT OF FILIPINOS LIVING ABROAD; OVERSEAS FILIPINOS IN DISTRESS; AND OTHER 13 14 **OVERSEAS FILIPINO WORKERS NOT PREVIOUSLY** CLASSIFIED ELSEWHERE." 15 16 17 SEC. 2. Section 9 of Republic Act No. 11223 is hereby amended to read as 18 follows: 19 20 "Sec. 9. Entitlement to Benefits. – Every member shall be granted immediate eligibility for health benefit package 21 22 under the Program: Provided, That PhilHealth 23 Identification Card shall not be required in 24 availment of any health service: Provided, further, That 25 no co-payment shall be charged for 26 rendered in basic or ward accommodation: 27 Provided, furthermore, That co-payments and co-28 insurance for amenities in public hospitals shall be 29 regulated by the DOH and PhilHealth: Provided, finally, 30 That the current PhilHealth package for members shall 31 not be reduced. 32 33 PhilHealth shall provide additional Program benefits for 34 direct contributors, where applicable: Provided, That 35 failure to pay premiums shall not prevent the enjoyment 36 of any Program benefits: Provided, further, That employers and self- employed direct contributors 37 shall be required to pay all missed contributions with an 38

interest, compounded monthly, of at least three percent (3%) for employers and not exceeding one and one-half percent (1.5%) for self-earning, **AND** professional practitioners[, and migrant workers].

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**SEC. 3.** Section 10 of Republic Act No. 11223 is hereby amended to read as follows:

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"Sec. 10. Premium Contributions. – For direct contributors, premium rates shall be in accordance with the following schedule, and monthly income floor and ceiling:

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Year	Premium Rate	Income Floor	Income Ceiling
2019	2.75%	₱10,000.00	₱50.000.00
2020	3.00 %	₱10,000.00	₱60,000.00
2021	[3.50%] <b>3.25%</b>	₱10,000.00	₱70,000.00
2022	[4.00 %] 3 <b>.50%</b>	₱10,000.00	₱80,000.00
<b>202</b> 3	[4.50 %] <b>3.75%</b>	₱10,000.00	₱90,000.00
2024	[5.00 %] <b>4.00%</b>	₱10,000.00	₱100,000.00
2025	[5.00 %] <b>4.25%</b>	₱10,000.00	₱100,000.00

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Provided, That for indirect contributors, premium subsidy shall be gradually adjusted and included annually in the General Appropriations Act (GAA): Provided, further, That funds shall be PhilHealth: released the to DOH, in coordination Provided, furthermore; That the request Congress to appropriate with PhilHealth, may supplemental funding to meet targeted milestones of this Act: Provided, finally, That for every increase in the rate of contribution of direct contributors and premium subsidy of indirect contributors, PhilHealth shall provide for a corresponding increase in benefits.

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IN THE EVENT OF A STATE OF NATIONAL EMERGENCY
OR PUBLIC HEALTH EMERGENCY, OR STATE OF
NATIONAL CALAMITY, THE PRESIDENT OF THE
PHILIPPINES, UPON RECOMMENDATION OF THE
PHILHEALTH BOARD AFTER CONSULTATION WITH
STAKEHOLDERS, MAY SUSPEND THE INCREASE IN
PREMIUM CONTRIBUTION RATES PROVIDED UNDER
THIS SECTION. THE MANDATED INCREASE SHALL BE
IMPLEMENTED UPON THE LIFTING OF THE STATE OF
NATIONAL EMERGENCY, OR PUBLIC HEALTH
EMERGENCY, OR STATE OF NATIONAL CALAMITY. ALL
SUBSEQUENT SCHEDULED INCREASES IN
CONTRIBUTION RATES SHALL BE IMPLEMENTED IN
THE SUCCEPTING VEADS ACCORDINGLY "

**SEC. 4.** Continuity of Benefits. – Nothing in this Act shail be construed to eliminate or diminish any benefits or entitlements already granted to members of PhilHealth.

**SEC. 5.** Separability Clause. – If for any reason any part or provision of this Act shall be deemed unconstitutional or invalid, the other sections or provisions hereof shall not be affected and shall remain in force and effect.

**SEC. 6.** Repealing Clause. – All provisions of existing laws, orders and regulations contrary to or inconsistent with this Act are hereby repealed or modified accordingly.

**SEC. 7.** Effectivity. – This Act shall take effect fifteen (15) days after its publication in the Official Gazette or in a newspaper of general circulation.

Approved,