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Republic of the Philippines Province of Cebu Municipality of Moalboal

#### NOTICE TO PROCEED

March 18, 2022

QM BUILDERS Poblacion, Dumanjug, Cebu

Dear Sir or Madam:

The attached Contract Agreement having been approved, notice is hereby given to QM BUILDERS that work may proceed on the project; Rehabilitation & Improvement of Evacuation Center.

Upon receipt of this notice, you are responsible for performing the services under the terms and conditions of the agreement and in accordance with the Implementation Schedule.

Please acknowledge receipt and acceptance of this notice by signing both copies in the space provided below. Keep one copy and return the other to the Municipality of Moalboal.

Very truly yours,

PAZ A. ROZGONI Municipal Mayor

I acknowledge receipt of this Notice on			· ·
Name of the Representative of the Bidger:	JOSEPH	HENRY	(HALELOB)
Authorized Signature:			

## CONTRACT AND AGREEMENT

for the Rehabilitation and Improvement of Evacuation Center

#### KNOWN TO MEN BY THESE PRESENTS:

This contract made and entered into this 17th day of January, 2022 at Moalboal, Cebu

### by and between

The REPUBLIC OF THE PHILIPPINES/(Municipality of Moalboal) represented herein PAZ A. ROZGONI, Municipal Mayor with office address at Poblacion East, Moalboal, as the PARTY OF FIRST PART, herein after called the EMPLOYER duly authorized for 岀tlਬs purpose,

and

QM BUILDERS, a construction firm existing by virtue of the Laws of the Republic of the Philippines with office address at Poblacion Dumanjug, Cebu City represented by ALLAN B. QUIRANTE, Authorized Managing Officer, who has been authorized for this purpose as the PARTY OF SECOND PART herein after called the CONTRACTOR.

WITNESSTH

WHEREAS, the EMPLOYER is desirous that the certain WORKS should be executed by the CONTRACTOR, viz,: Rehabilitation and Improvement of Evacuation Center and has accepted the OFFER of the CONTRACTOR for the execution and completion of such WORKS

accepted the OFFER of the CONTRACTOR for the execution and completion of such WORKS and the remedying of any defects therein:

WHEREAS, the above mentioned project has been undertaken through a CONTRACT pursuant to Section 53.4 of R.A. 9184;

WHEREAS, the total amount of award for completion of the WORKS is to FOUR MILLION NINE HUNDRED EIGHTY-SIX THOUSAND FOUR HUNDRED EIGHTY-EEGHT & 67/100 ONLY (Php 4,986,488:67);

WHEREAS, the whole WORKS in this PROJECT as covered by this CONTRACT shall mpleted within one hundred eighty (180) calendar days in accordance with the provision of ZBid Documents.

# NOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

- 1. That in this Contract and Agreement, words and expressions shall have the same meanings as are respectively assigned to them in the Conditions of Contact hereafter referred to:
- That the following documents shall be deemed to form and be read and construed as part of this Agreement, viz;
  - The Bid Form accomplished and submitted by the Contractor including the following annexes;
    - i. Authority of the Signing Official
    - ii. Bid Prices in the Bill of Quantities
    - iii. Detailed Estimates
    - iv. Construction Schedule
    - v. Construction Methods

Page 1 of Five Pages (Rehabilitation and Improvement of Evacuation Center)

Municipality of Moalboal, Cebu Republic of the Philippines Municipal Mayor

OM BUILDERS



ASUNCION D. PALMITOS MPDC (Witness)

NOEL C. GRENGIA

vi. Project Organization Chart

vii. Manpower Schedule

viii. Equipment Utilization Schedule

ix. Cash Flow and Payments Schedule

x. Certificate of Site Inspection

xi. Supplementary PQ Statement per D.O # 8 s.1991

b.Contract Agreement

c. Conditions of Contracts

d.Drawings / Plans

e. Invitation to Bid

f.Specification

g.Instruction to Bidders

h.Addenda

i.Performance Bond

j.Pre-qualification and Post qualification statements

k.Certificate of Cash Deposit for Operating Expenses

1. Notice of Award to Contractor and Contractor's Conformee thereto

m.Contractor's All Risk Insurance (if applicable)

n.Other pertinent documents as may be required

- 3. That in consideration of the Payments to be made by the EMPLOYER to the CONTRACTOR as hereinafter mentioned, the CONTRACTOR hereby covenants with the EMPLOYER to execute and complete the WORKS and remedy any defects therein in conformity in all respects with the provisions of this CONTRACT.
- 4. That the EMPLOYER hereby covenants to pay the CONTRACTOR in consideration of the execution and completion of the WORKS at the unit prices agreed in the TENDER, at the time in the manner prescribed by the CONTRACT and specified in the BID. It is understood that the quantities listed in the PROPOSAL do not govern final payment, hence payment to the CONTRACTOR will be made only for actual quantities of contract items performed in accordance with the plans and specifications and accepted by the EMPLOYER.

The following items and quantities are included in the scope of work:

## Rehabilitation and Improvement of Evacuation Center

Scope of Work  Repair of Damages caused		Amount
A.Rehabilitation & Repair of Damages caused		
by Typhoon Odette	14.01%	698,812.43
B.Concreting & Drainage of Perimeter		22,7,7,-1,1,
I. Base Preparation	5.29%	263,612.48
II. Concreting of Perimeter	40.08%	1.998,419.41
III.Perimeter Drainage with Steel Grating	20.95%	1,044,718.97
IV. Stone Masonry	15.69%	782,460.38
V. Equipment Rental	3.98%	198,465.00
Total	100.00%	4,986,488.67

5. The implementing Rules and Regulations of the amended P.D. 1594, P.D. 1759, other existing laws, decrees, executive and administrative orders, circulars issued by proper authorities affecting government construction projects, as well as the guidelines for the completion and payment of Price Escalation on infrastructure contracts adopted and approved by the Government, shall be made and formed as Integral part of the Contract

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Republic of the Philippines
Municipality of Moalboal, Cebu
By:
PAZ A. ROZGONI
Municipal Mayor



ASUNCION D. PALMITOS MPDC (Witness)



- furnished and delivered to the EMPLOYER in the form and amount as required in the Instruction to Bidders.
- 7. In case the CONTRACTOR refuses or fails to satisfactorily complete the work within the specified contract time, plus any time extension duly granted and is hereby in default under the CONTRACT, the CONTRACTOR shall pay the GOVERNMENT for liquidated damages, and not by way of penalty, an amount to be determined for each calendar day of delay, until the work is completed and accepted or taken over by the Government.

 $TLD = VUUP \times [(1+OCC)n - 1] \times K$ 

VUUP = TCP - VCUP

TLD = Total liquidated Damages, in pesos

VUUP = Value of the Uncompleted and Unusable Portion of the contract work, as of the expiry date of the contract, in pesos

TCP = Total Contract Prices, in pesos

VCUP = Value of the Completed and Unusable portions of the contract work, as of the expiry date of the contract, in pesos

OCC = prevailing opportunity cost of capital for government projects set by NEDA, which is currently pegged at 15%

n = total number years that the contract work is delayed after the expiry date of the contract

K = adjustment factor to cover additional losses

 $= 1 + C + (I \times n)$ 

C = cost of construction supervision as a percentage, not exceeding 10% of construction cost

i = annual inflation rate

- 8. In case the CONTRACTOR lags behind schedule in his work and incurs 15% or more negative slippage, based on his approved PERT/CPM, the Municipal Mayor may, at his discretion, terminate or rescind the contact pursuant to existing laws, rules and regulations.
- 9. The provision of RA 6685 as implemented by Department Order No. 51, series of 1990 in hereby incorporated as part of this CONTRACT.
- 10. The CONTRACTOR shall comply with, and strictly observe, all laws regarding workmen's health and safety, workmen's welfare, compensation for injuries, minimum wages, hours of labor and other labor laws as per Ministry Order No. 9 series of 1981.
- 11. The CONTRACTOR warrants that he has not given nor promised to give any money or gift to any employee of the EMPLOYER (or any Philippine Government Instrumentality) to secure this CONTRACT.
- 12. The Joints Guidelines on Change Orders, Extra Works Orders, Etc. as provided under the pertinent provisions of the Implementing Rules and Guidelines of the RA 9184 as amended are hereby incorporated as part on this CONTRACT.
- 13. Within a period of twelve (12) moths after completion and final acceptance of the PROJECT, the CONTRACTOR, shall remain liable for any damages or defects discovered on the works due to faulty construction or the use of materials of inferior quality or violation of terms of the CONTRACT.
- 14. That the warranty of the project including its warranty securities shall govern by Section 62 of R.A. 9184.
- 15. This CONTRACT becomes binding and valid upon approval by the proper authorities.

Republic of the Philippines
Municipality of Moalboal , Cebu
By:
PAZ A. ROZGONI
Municipal Mayor

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IN WITNESS WHEREOF, the parties hereto set their respective hands on the day, month and year first above written.

MUNICIPALITY OF MOALBOAL

**QM BUILDERS** 

(PARTY OF FIRST PART)

(PARTY OF SECOND PART)

BY:

BY:

PAZ A. ROZGONI Municipal Mayor

Authorized Managing Office

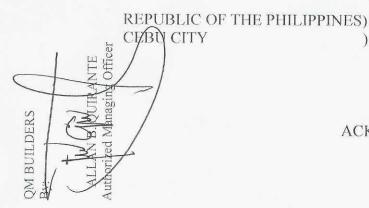
NOEL C. GRENGIA Municipal Engineer (Witness) ASUNCION D. PALMITOS MPDC (Witness)

Municipal Mayor

Approved this 17th day of March, 2022.

APPROVED:

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ACKNOWLEDGEMENT

S.S

SUNCION D PALMITOS

BEFORE ME, as the Notary Public for and within the City of Cebu, personally appeared PAZ A. ROZGONI, Municipal Mayor, representing the Municipality of Moalboal, Cebu with Residence Certificate No.24151929 issued on January 14, 2022 and ALLAN B. QUIRANTE, Authorized Managing Officer, representing QM BUILDERS with Residence Certificate No.\_\_\_\_\_\_\_ issued on\_\_\_\_\_\_\_ known to me to be the same persons who executed the foregoing CONTRACT and AGREEMENT and they acknowledge to me that the same is their true act and deed and in behalf of the parties they represented.

This instrument consist of five (5) pages, including this page, on which this acknowledgement is written duly signed by the contracting parties and their witness on the left margin of the other pages.

IN	WITNESS	WHEREOF, I	have	hereunto	affixed	my	signature	and	Official	Seal	this
day of, 2022.											

NOEL C. GRENGIA
NOEL C. GRENGIA
NOEL C. GRENGIA
NOEL C. GRENGIA
No.
Page No.
Book No.
Series of 2022

Notary Bublic

ATTY, ACA-INT Constant P. CA-9-ANTUG

Motorial Commission of the Act Constant Occumber 31,2022

PTR No. 698330; issued at the Act Constant Act and 2022

IBP No. 197896; issued on the Act To 2022

MCIF Compliance Exempted pursuant to the Act To 1 series of 7008

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Republic of the Philippines
Municipality of Moalboal, Cebu
By:
PAZ A. ROZGONI