CONTRACT OF AGREEMENT

FOR THE PROJECT:

DESILTING OF DILA DILA TO SAPANG PUTOL AT BRGY. SAPANG BALAS, DINALUPIHAN, BATAAN

KNOW ALL MEN BY THESE PRESENTS:

This Contract/ Agreement made and entered into this 28th day of December, 2021 at Municipality of Dinalupihan, Bataan.

by and between:

The Municipal Government of Dinalupihan, Bataan, represented by MARIA ANGELA S. GARCIA, in her capacity as Municipal Mayor, with office address at Municipal Hall, San Ramon Dinalupihan, Bataan, as the PARTY OF THE FIRST PART, hereinafter referred to as the OWNER, duly authorized for this purpose;

and

DM BERNALES CONSTRUCTION, a corporation duly organized and existing by virtue of the Laws of the Republic of the Philippines, represented by MS. DRAZEL M. BERNALES with office address at #39 Apollo St., Orani, Bataan, as the PARTY OF THE SECOND PART, hereinafter referred to as the CONTRACTOR who has been duly authorized for this purpose;

"WITNESSETH"

WHEREAS, in accordance with the advertisement of the OWNER published/ posted in accordance with the Revised Implementing Rules and Regulations of RA 9184, the CONTRACTOR & other contracts/ bidders submitted bids to construct & complete the DESILTING OF DILA DILA TO SAPANG PUTOL AT BRGY. SAPANG BALAS, DINALUPIHAN, BATAAN, in accordance with the plans & specifications & requirements thereof;

WHEREAS, the above-mentioned project has been undertaken through Competitive Public Bidding;

WHEREAS, after the opening of bids on December 22, 2021 at 11:00 AM the bid price of the CONTRACTOR was found to be the Single Calculated/Rated and Responsive Bid.

WHEREAS, the Bids and Awards Committee of the OWNER, under Resolution dated 24th day of December 2021 recommended to award the above-mentioned Project to the CONTRACTOR at the amount of Nineteen Million Eight Hundred Ninety-One Thousand Six Hundred Pesos (Php19,891,600.00) Philippine Currency, only.

KNOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

- 1. That in this Contract Agreement, words and expressions shall have the same meanings as are respectively assigned to them in the Conditions of Contract hereinafter referred to;
- 2. That the following documents shall be deemed to form and be read and construed as part of this Agreement, viz:
 - a. Contract Agreement:
 - b. Bidding Documents;
 - c. Drawings/ Plans;
 - d. Specifications:
 - e. Invitation to Apply for Eligibility and to Bid;
 - f. Winning bidder's bid, including the Eligibility requirements, Technical & Financial Proposals, and all other documents/ statements submitted;
 - Registrations Certificate from SEC, DTI for Sole Proprietorship, CDA for cooperatives;
 - ii. Mayor's Permit;
 - iii. Statement of all On-going & Completed Government & Private Contracts within Ten (10) years;
 - iv. PCAB License
 - v. Latest Audited Financial Statements Stamped Received by BIR:
 - vi. NFCC Computation or Credit Line Commitment;
 - vii. Valid Joint Venture Agreement (JVA); (if applicable)
 - viii. Bid Security;
 - ix. Duly Signed Contractor's Key Personnel for the Contract, with Key Personnel's Affidavits of Commitment to Work on the Contract with Complete Qualification & Experience Data:
 - x. Duly signed List of Contractor's Equipment Pledged to the Contract supported with Proof of Ownership;
 - xi. Sworn Statement in accordance with Section 25.2 (b) (iv) of the revised IRR of R.A. 9184;
 - xii. Form Bid:
 - xiii. Duly signed Bid Prices in the Bill of Quantities;
 - xiv. Duly signed Detailed Estimates, including a summary sheet indicating the unit prices of construction materials, labor rates and equipment rentals used in coming up with the Bid;
 - xv. Duly signed Cash Flow by Quarters and Payment Schedule;
 - g. Performance Security.
 - h. Credit Line issued by an authorized bank in accordance with the provisions of the Revised IRR of R.A. 9184, if applicable;
 - Notice of Award of Contract and Contractor's "Conforme" thereto;
 - i. Pert/ CPM
 - k. Other contract documents that may be required by existing laws and/or the agency concerned.
- That in consideration of the Payments to be made by the OWNER to the CONTRACTOR as hereinafter mentioned, the CONTRACTOR hereby covenants with the OWNER 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 Contractor will fully & faithfully furnished all required materials and labor and will complete the said contract for the OWNER to construct & complete the DESILTING OF DILA DILA TO SAPANG PUTOL AT BRGY. SAPANG BALAS, DINALUPIHAN, BATAAN, and hereby agrees to complete the contract within one hundred twenty (120) calendar days which shall commence on the day after the receipt of the "Notice to Proceed".

- 5. That the OWNER 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 and 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 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 OWNER;
- 6. The items of work covered under this contract are enumerated hereunder, viz;

| item Number | Description | Quantity | Unit | Unit Cost (P) | Total Amoun |
|----------------|-------------------------------|----------|------|------------------|-------------|
| | See attached program of works | | | | |
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The Implementing Rules and Regulations-A of R.A. 9184, P.D. 1759, other existing laws, decrees, executive and administrative orders, department orders/ circulars issued by proper authorities affecting government construction projects, as well as the guidelines for the completion and payment of Price.

- 7. Escalation on infrastructure contracts adopted and approved by the Government, shall be made and formed as integral part of this Contract;
- 8. That this CONTRACT shall not take effect until the CONTRACTOR has furnished and delivered to the OWNER a "Performance Security" that is fully acceptable to the Owner in the form and amount as required in the Instruction to Bidders;
- 9. In case the CONTRACTOR refuses or fails to satisfactory complete the work/s within the specified contract time, plus any time extension duly granted and is hereby in default under the CONTRACT, the CONTRACTOR shall pay the OWNER for LIQUIDATED DAMAGES, as provided in the conditions of contract, equal to at least one tenth (1/10) of one (1%) percent of the cost or the unperformed portion of the works for every day of delay.
- 10. In case the CONTRACTOR lags behind schedule in his work and incurs 15% or more negative slippages, based on his approved PERT/ CPM, the OWNER Municipal Government of Dinalupihan, Bataan, may, at his discretion, terminate or rescind this contract pursuant to existing laws, rules and regulations;
- 11. The provisions of R.A. 6685 as implemented by Department Order No. 51, series of 1990, is hereby incorporated as part of this Contract;
- 12. The CONTRACT or 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 laws as per Ministry Order No.9, series of 1981, DOLE Department Order No. 13, and other relevant and applicable provisions of P.D. 442, as amended, otherwise known as the Labor Code of the Philippines;

| REPUBLIC OF THE PHILIPPINES) | |
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ACKNOWLEDGEMENT

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

IN WITNESS WHEREOF, I have hereunto affixed my Signature and Official Seal this 28^{th} day of December, 2021.

Doc. No. 75
Page No. 76

Book No. CLysul Series of PO 2/

ATTY, RENATO C, BAGAY
NOTARY PUBLIC - until Dec.31, 2022
Notarial Commission No. 386 - 21
PTR No. 5476959/12 -11 - 20//3atean
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Roll No. 35036
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