Form of Contract Agreement

THIS AGREEMENT, made this ____ day of __18 SEP 2019 between PHILIPPINE PORTS AUTHORITY - PORT MANAGEMENT OFFICE - MISAMIS ORIENTAL / CAGAYAN DE ORO, PMO-Building #2 (formerly PDO Building), Port Area, Gate 4, Brgy. Puntod, Cagayan de Oro City hereinafter called the "Entity" and MLS JC CONSTRUCTION SERVICES, Davao St., Aluba Subdivision, Macasandig, Cagayan de Oro City hereinafter called the "Contractor".

WHEREAS, the Entity is desirous that the Contractor execute the *Proposed Repair of Existing Passenger Terminal Building Comfort Rooms and Amenities, Port of Balingoan, Balingoan, Misamis Oriental* hereinafter called "the Works" and the Entity has accepted the Bid for *nine hundred ninety one thousand four hundred forty & 61/100 (1991,440.61)* by the Contractor for the execution and completion of such Works and the remedying of any defects therein.

NOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

- In this Agreement, words and expressions shall have the same meanings as are respectively assigned to them in the Conditions of Contract hereinafter referred to.
- 2. The following documents shall be attached, deemed to form, and be read and construed as part of this Agreement, to wit:
 - (a) Drawings/Plans and or Pictures;
 - (b) Notice of Award of Contract and the Bidder's conforme thereto:
 - (c) Other contract documents that may be required by existing laws and/or the Entity.
- 3. In consideration of the payments to be made by the Entity to the Contractor as hereinafter mentioned, the Contractor hereby covenants with the Entity to execute and complete the Works and remedy any defects therein in conformity with the provisions of this Contract in all respects.
- 4. The Entity hereby covenants to pay the Contractor in consideration of the execution and completion of the Works and the remedying of defects wherein, the Contract Price or such other sum as may become payable under the provisions of this Contract at the times and in the manner prescribed by this Contract.

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5. CONTRACTOR'S UNDERTAKING

SCOPE OF WORK

5.1 The CONTRACTOR, in consideration of the payment to be made by the PPA to the CONTRACTOR, as stated in the Contract Documents and this Contract, the latter hereby covenants to execute and complete the Proposed Repair of Existing Passenger Terminal Building Comfort Rooms and Amenities, Port of Balingoan, Balingoan, Misamis Oriental in conformity in all respects with the provisions of this Contract, as follows:

ITEM	DESCRIPTION	AMOUNT	
I.	DEMOLITION WORKS		
1.	Demolition Works and Disposal Works 41,478.00		
II.	MASONRY WORKS		
1.	Construction of CHB Wall Partition 113,177		
2.	Construction of Concrete Lavatories 17,894.0		
III.	REPAIR OF PTB COMFORT ROOMS		
1.	Installation of Comfort Room Floor Tiles	88,318.92	
2.	Installation of Comfort Room Wall Tiles	112,201.00	
3.	Installation of Lavatory Tiles	18,452.00	
4.	Replacement of Comfort Room Urinals and Installation of Wall Hung Lavatory (PWD)	41,094.63	
5.	Replacement of Water Closets	65,406.47	
6.	Exhaust Fans	5,891.93	
7.	CR Partition (20mm thk.Marine Plywood Toilet Partition in automotive finish	64,310.29	
8.	0.6mm Thick Bevelled Edges Facial Mirror	54,299.00	
9.	Grab Rail/Bar	15,030.13	
10.	Doors and Windows	84,032.02	
IV.	CEILING WORKS		
1.	Repair of Comfort Room Ceiling	52,764.06	
V.	PLUMBING WORKS		
1.	Sanitary Line	82,739.00	
2.	Sewerage Line	20,407.00	
3.	Water Line	38,689.16	
VI.	ELECTRICAL WORKS		
1.	Electrical Wires and Fixtures	75,256.00	
	TOTAL AMOUNT	₱ 991,440.61	

- 5.2 The CONTRACTOR agrees to commence, perform and complete the work called for and defined in this Contract at its sole cost and expense, and to fully and faithfully furnish all materials, tools, labor supplies, equipment, services and superintendence for the implementation of this Contract in accordance with the schedule in the Contract Documents forming integral parts of this Contract.
- 5.3 The CONTRACTOR guarantees, among others, that all tools, equipment, machineries, instruments, accessories and materials it will supply or deliver or install and/or use in the construction and workmanship of all his work under the Contract, shall be in accordance with the Contract Documents.
- 5.4 The CONTRACTOR recognizes the position of trust and confidence reposed in it under this Contract, and agrees to perform its obligations hereunder in the most efficient and competent manner, use its skill and good judgment, always set in good faith, and carry out the execution of this Contract in the most sound, expeditious and economical manner consistent with the interest of the PPA.

6. COMPLETION TIME: LIQUIDATED DAMAGES

- 6.1 The CONTRACTOR agrees and obligates itself to perform and complete all works provided for in this Contract within Forty Five (45) calendar days, reckoned after seven (7) calendar days from the date of receipt of the Notice to Proceed issued by PPA. Notice to Proceed shall be issued after this Contract has been signed by the parties hereof (and approved by the PPA Board of Directors, if required).
- 6.2 Time is of the essence of this Contract. Should the CONTRACTOR refuse or fail 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 PPA for liquidated damages, and not by way of penalty, an amount at least equal to one-tenth of one percent (0.1%) of the unperformed portion for everyday of delay.
- 6.3 The project or a portion thereof may be deemed usable when it starts to provide the desired benefits as certified by the Project Inspector.
- 6.4 It is understood that the damages herein provided are fixed and agreed liquidated damages and to be entitled to such damages, PPA does not have to prove that it has incurred actual damages. Such amount shall be deducted from any money due or which may become due the CONTRACTOR under the contract and/or collect such liquidated damages from the retention money or other securities posted by the CONTRACTOR, whichever is convenient to PPA.

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6.5 In case that the delay in the completion of the work exceed a time duration equivalent to ten percent (10%) of the specified contract time plus any time extension duly granted to the CONTRACTOR, PPA may rescind the contract or forfeit the CONTRACTOR's performance security and take over the prosecution of the project or award the same to a qualified contractor through negotiated contract.

6.6 In no case, however, shall the total sum of liquidated damages exceed ten percent (10%) of the total contract price, in which event the contract shall automatically be taken over by PPA or award the same to a qualified contractor through negotiation and the erring CONTRACTOR's performance security shall be forfeited. The amount of the forfeited performance security shall be aside from the amount of the liquidated damages that the CONTRACTOR shall pay PPA under Section 6.2 hereof and impose other appropriate sanctions.

IN WITNESS whereof the parties thereto have caused this Agreement to be executed the day and year first before written.

Signed, sealed, delivered by <u>ISIDRO V. BUTASLAC, JR.</u> the <u>Port Manager, Philippine</u> <u>Ports Authority – Port Management Office – Misamis Oriental/Cagayan de Oro</u> (the Entity)

Signed, sealed, delivered by <u>JULIUS VINCENT R. CATANIAG</u> the <u>MLS JC Construction</u> Services (the Contractor).

Binding Signature of Contractor

Binding Signature of PROCURING ENTITY

ACKNOWLEDGMENT

REPUBLIC OF THE PHILIPPINES)
CITY OF CAGAYAN DE ORO) S.S.

BEFORE ME, a Notary Public for and in the City of Cagayan de Oro, Philippines, personally appeared the following persons with their respective Community Tax Certificates, to wit:

CTC No.	Date/Place Issued
04320877	1-25-19 / Macabalan,CDO
04268104	1-27-19/CAGAYAN DE ORO CITY
	04320877

who are known to me to be the same persons who executed and signed the foregoing instrument and who acknowledged to me that the same is their true and voluntary acts and deeds, and that of the entity which they respectively represent.

This instrument is a Contract for the *Proposed Repair of Existing Passenger Terminal Building Comfort Rooms and Amenities, Port of Balingoan, Balingoan, Misamis Oriental* consisting of five (5) pages, including this page where the Acknowledgment is written. Pages 1 to 4 are signed on the left margin thereof and page 5 is signed at the corresponding spaces provided therefore by the Parties and their instrumental witnesses and sealed with my notarial seal.

WITNESS MY HAND AND SEAL this ____ day of SEP 18 2019 at Cagayan de Oro City, Philippines.

REJEE WAR NOTARY PUBLIC 22 8 148

NOTARY PUBLIC 22 12 148

UNTIL DECEMBER 31 12 19

ROLL OF ATTORNEYS NO 70631

BP OR NO. 068238 / JAN 10. 2019 / MIS. OF PTR NO. 4073934 / JAN. 4. 2019 / CDO/
TIN: 462-533-372

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