CONTRACT

(1 LOT CONTRACT PACKAGE: EQUIPMENT, LABOR AND MATERIALS FOR THE EXPANSION OF BAHAY SILANGAN (PHASE 3) GOVERNMENT CENTER, BRGY. MANKILAM, TAGUM CITY, DDN)

KNOW ALL MEN BY THESE PRESENTS:

PROVINCIAL GOVERNMENT OF DAVAO DEL NORTE, a local government unit duly organized and existing under the laws of the Republic of the Philippines with office address at Capitol Bldg., Government Center, Barangay Mankilam, Tagum City, Davao del Norte, represented by the Head of the Procuring Entity, Honorable Governor **EDWIN I. JUBAHIB**, hereinafter referred to as the **PROCURING ENTITY**;

-AND-

KANAWAY BUILDERS CORP., a registered construction firm under the Security and Exchange Commission with Company Registration No. CS201328250 dated 15–February-2013, with business address at Along Botanical Road, Purok 2, Magdum, Tagum City, Davao del Norte, duly represented by its Proprietor, **CONRADO D. MAGAT, JR.** hereinafter referred to as the **CONTRACTOR.**

WITNESSETH THAT:

WHEREAS, the Procuring Entity is a local government unit mandated to provide infrastructure facilities to service the needs of the residents of the province and which funded out of provincial funds including, but not limited to, provincial roads and bridges; inter-municipal waterworks, drainage and other similar facilities;

WHEREAS, the Procuring Entity through General Fund 2022, intends to apply the sum of NINE MILLION SEVEN HUNDRED THIRTY-SIX THOUSAND FIVE HUNDRED TWENTY-THREE PESOS AND FORTY-SIX CENTAVOS (PHP 9,736,523.46) being the Approved Budget for the 1 LOT CONTRACT PACKAGE: EQUIPMENT, LABOR AND MATERIALS FOR THE EXPANSION OF BAHAY SILANGAN (PHASE 3) GOVERNMENT CENTER, BRGY. MANKILAM, TAGUM CITY, DDN, by virtue of the Purchase Request No. 2022107365, the bidding was conducted for the purpose through Infrastructure Project Agreement governed by Republic Act 9184 otherwise known as "The Government Procurement Reform Act";

WHEREAS, upon the opening of competitive bidding and after proper evaluation of the criteria and standards set forth by law, the Bids and Awards Committee (BAC) through BAC Resolution No. 688, series of 2022, resolved to declare the Contractor as the Single Calculated and Responsive Bidder to undertake the afore-cited Infrastructure Project;

WHEREAS, the Contractor has been in the business of conducting construction, rehabilitation, improvements of roads, bridges and other infrastructure projects in different areas of the country particularly in Mindanao area including farm-to-market roads and rural construction facilities;

WHEREAS, the Contractor is willing to undertake and implement the project in the manner provided under this contract, existing laws and/or upon the request by the Procuring Entity.

NOW THEREFORE, for and in consideration of the foregoing premises, the parties hereto agreed, as by these presents, do hereby agree to be bound by the following terms and conditions, to wit:



B

I-CONTRACT

This agreement is an infrastructure project between the **PROVINCIAL GOVERNMENT OF DAVAO DEL NORTE** and **KANAWAY BUILDERS CORP.**, with approved project pursuant to **Purchase Request No. 2022107365**, hereinafter called the "Infrastructure Project".

The project consists of the 1 LOT CONTRACT PACKAGE: EQUIPMENT, LABOR AND MATERIALS FOR THE EXPANSION OF BAHAY SILANGAN (PHASE 3) GOVERNMENT CENTER, BRGY. MANKILAM, TAGUM CITY, DDN.

Payment shall be made **through progress billing**. However, advance payment may be allowed upon formal request and approval of the other party in an amount not exceeding fifteen percent (15%) of the total contract price. But no release of final payment can be made unless and until the project has been completed, inspected and accepted by the Procuring Entity to its full satisfaction.

II-DURATION

The intended work duration is **ONE HUNDRED EIGHTY (180) CALENDAR DAYS**, from the time the Notice to Proceed was issued by the Procuring Entity and received/acknowledged by the Contractor.

III-CONTRACT PRICE

The Provincial Government of Davao del Norte has an Approved Budget of the Contract (ABC) of NINE MILLION SEVEN HUNDRED THIRTY-SIX THOUSAND FIVE HUNDRED TWENTY-THREE PESOS AND FORTY-SIX CENTAVOS (PHP 9,736,523.46). The Contractor submitted a bid quotation of NINE MILLION SEVEN HUNDRED THIRTY THOUSAND FOUR HUNDRED SEVENTY-EIGHT PESOS AND FIFTY-FOUR CENTAVOS (PHP 9,730,478.54).

IV-GENERAL TERMS AND CONDITIONS

- In this contract, words and expressions shall have the same meanings as are respectively assigned to them in the General and Special Conditions of the Contract. Whatever conflicts as to the provisions of the contract, the Special Conditions of the Contract shall prevail;
- The Project bidding documents (Annex as "A") shall be attached, deemed to form as integral part of this contract, and be read and construed substantially in the following order as stated below:
 - I. Invitation Bid:
 - II. Instruction to Bidders;
 - III. Bid Data Sheet:
 - IV. General Conditions of Contract;
 - V. Special Conditions of Contract;
 - VI. Specifications;
 - VII. Drawings;
 - VIII. Bill of Quantities;
 - IX. Bidding Forms:
 - X. Sample Forms:
 - Checklist of Eligibility and Technical Requirements;
 - XII. Sealing and Marking of Bids
- In consideration of the payments to be made by the Procuring Entity to the Contractor
 as hereinafter mentioned, the Contractor hereby covenants with the Procuring Entity
 to execute and complete the above-described Infrastructure Project and remedy any
 defects therein in conformity with the provisions of this contract in all respects;

A



W

- 4. The contractor shall assume full responsibility for the contract work from the time project construction commenced up to a reasonable period taking into consideration the scale and coverage of the project from its final acceptance by the Procuring Entity. Provided further, that the contractor shall undertake the repair works, at his own expense, of any defect or damage to the infrastructure projects on account of the use of materials of inferior quality within ninety (90) days from the time the Procuring Entity has issued an order to undertake repair. In case of failure or refusal to comply with this mandate, the government shall undertake such repair works and shall be entitled to full reimbursement of expenses incurred therein upon demand. (Section 62(b) - Warranty of Republic Act 9184 as further defined in the Revised Implementing Rules and Regulations).
- 5. 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.
- 6. Any cause of action arising from this Contract shall be mediated first before the Arbiter which is the Construction Industry Arbitration Commission located at 4th Floor, Jupiter Building, No. 56 Jupiter St., Bel-Air, Makati City. Should arbitration fail, the cause of action shall be exclusively filed with the appropriate court in Tagum City, Davao del Norte.

IN WITNESS WHEREOF, the parties hereunto affix their signatures this ___ day of JUN 11 2 2023, 2023, in Tagum City, Davao del Norte, Philippines.

PROVINCIAL GOVERNMENT OF DAVAO DEL NORTE

Procuring Entity

Represented by:

KANAWAY BUILDERS CORP.

Contractor

Represented by:

CONRADO D. M

President

Signed in the presence of:

RABANOZ, MPA, EnP

Provincial Administrator

Governor

ACKNOWLEDGMENT

Republic of the Philippines) Province of Davao del Norte.)Sc. City of Tagum) xx			
BEFORE ME, a Notary Public in personally appeared:	n the City of Tagum,	Province of	f Davao del Norte,
* Acceptance A STE Protection	Proofs of Identity	Date	Place Issued
EDWIN I. JUBAHIB			<u> </u>
CONRADO D. MAGAT, JR.		<u> </u>	
known to me to be the same persons wh me that the same is their free act and dee	o executed this Agreer ed for and in behalf of	ment and the	ey acknowledged to ney represent.
This instrument consists of for acknowledgement is written and duly significant witnesses on the left portion of each and	our (4) pages includened by the parties ar	dina this n	age wherein this
of JUN 1 2 2023 2023 at	hereunto set my hand , Philip	d and Notaria	al Seal this day
Doc. No. 418; Page No. 85;		to	orra.
Book No. TT; Series of 2023.	PTR No. 33141	pary Public cember 31, 2023 is Roll No. 78983 i4/01-04-2023/ Mar 50/ 01-04-2023/ Ta	nita
	TIN:	755-590-166	4-2022

0

W