



DEPARTMENT OF AGRICULTURE

REGIONAL FIELD OFFICE No. 12
CSA-1 BUILDING, ZULUETA STREET
KORONADAL CITY
TEL No./FAX No. (083)-520-0564

08-14.2763

Reference No. : 2728770
Contract Number : 226

CONTRACT OF CONSTRUCTION

This **AGREEMENT** is made and entered this 12th day of September, 2014 between **DEPARTMENT OF AGRICULTURE-RFO XII, Koronadal City, Philippines**, represented by its **Regional Executive Director, AMALIA J. DATUKAN, MBA** hereinafter called the "**First Party**" and **N. CONGSON CONSTRUCTION & SUPPLY** with principal address at **Brgy. Bula, Amao Road, P. Acharon Blvd., General Santos City**, represented by its **Proprietor, NELSON L. CONGSON** hereinafter called the "**Second Party**";

WITNESSETH

Whereas, the **First Party** has a project of **Concreting of Purok 7 - Purok 15 FMR in Brgy. Mabuhay, General Santos City** with the Approved Budget for the Contract (ABC) of **Thirteen Million Six Hundred Ninety-Four Thousand Forty-Six Pesos and 85/100 (Php13,694,046.85)**;

Whereas, a public bidding was conducted last July 28, 2014 with two (02) participating bidders and **N. Congson Construction & Supply** was declared as winning bidder in the amount of **Thirteen Million Four Hundred Eighty-One Thousand Eight Hundred Nine Pesos and 67/100 (Php13,481,809.67)**;

Whereas, the **First Party** has accepted the bid of the **Second Party** which shall be completed within **two hundred five (205) calendar days** upon receipt of Notice to Proceed (NTP), with the following Project Description and Scope of Works, to wit:

Project Description : Concreting of 1.96 km road at 5.0 l.m. width and 20 cm thickness with 1.0 l.m. gravel shoulder on both sides, construction of 385 l.m. Open Lined Canal

Scope of Works:

Item 102	- Roadway Excavation	: 8,775.07 m ³
Item 103	- Structural Excavation	: 184.80 m ³
Item 105	- Subgrade preparation	: 13,720 m ²
Item 201	- Aggregate Base Course	: 3,528 m ³
Item 311(1)	- Portland Cement Concrete Pavement	: 9,800 m ²
SPL-1	- Open Lined Canal	: 385 l.m.
SPL-2	- Plastering	: 385 m ²

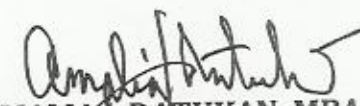
NOW THEREFORE, for and in consideration of the following premises, the parties hereto agreed as follows:

1. The following documents shall be deemed to form and be read and construed as part of this agreement, viz.:
 - a) Approved Purchase Request;
 - b) Approved Program of Works and Estimates;
 - c) Approved Plans and Designs;

- d) Advertisement;
 - e) Approved Notice of Award;
 - f) Performance Bond;
 - g) Special Conditions of the Contract;
 - h) General Conditions of the Contract;
 - i) PERT/CPM of equivalent schedule of work;
 - j) License copy of the Contractor;
 - k) Abstract of Bids for Bid project;
 - l) Resolution of the Bids and Awards Committee as the case may be; and
 - m) Other pertinent documents as may be reasonable required by the First Party.
2. In consideration of the payments to be made by the **First Party**, the **Second Party** hereby covenants/agrees with the Department of Agriculture to construct and complete the works in conformity with all aspects with the provisions of this contract;
 3. The **First Party** hereby covenants to pay the 15% mobilization fee of the total cost of the project to the **Second Party** as advance payment, upon compliance of the following :
 - a) Letter request for 15% advance payment;
 - b) Standby irrevocable letter of credit/security bond/bank guarantee which corresponds to the amount of the 15% mobilization fee;
 - c) Installation of project billboard;
 - d) Construction of bunkhouse; and
 - e) Mobilization of initial equipment and personnel.
 4. The warranty of one (01) year for the necessary repairs and maintenance and services must be strictly observed. The obligation of warranty shall be covered by retention money, in an amount equivalent to ten percent (10%) of the total contract price, or a bank guarantee in a form of an irrevocable stand-by letter of credit. Said amount shall be released after the lapse of the warranty period;
 5. Should the **Second Party** incur delay, Section 68, Rule XXII of RA 9184, partly states, "xxx. *The amount of the liquidated damages shall be at least equal to one tenth (1/10) of one percent (1%) of the cost of the unperformed portion for every day of delay. Xxx*";
 6. Other provisions of RA 9184 and its IRR not stipulated in this contract are deemed applicable; and
 7. This agreement shall be valid and binding upon approval of both parties.

IN WITNESS WHEREOF, the parties hereto set their respective signatures on the day written above.

Department of Agriculture RFO XII
by:


AMALIA J. DATUKAN, MBA
Regional Executive Director

N. Congson Constr'n & Supply
by:


NELSON L. CONGSON
Proprietor

[Signature]
GINALYN FE C. CACHUELA
 Project Manager
 SOCSKSARGEN ADPO

[Signature]
JIMMY M. OLIVO, PhD.
 BAC Chairman

Allocation of Funds:

[Signature]
RAKMA B. BUISAN
 Regional Budget Officer

Availability of Funds:

[Signature]
ANNA MAE A. SIDIÑO
 OIC - Regional Accountant

Verified and Found in Order:

[Signature]
CARLENE C. COLLADO CPA
 OIC Chief, Finance Division

ACKNOWLEDGMENT

Republic of the Philippines)
 City of Koronadal)SS

Before me, a Notary Public for Koronadal City personally appeared the following:

NAME	Res. Cert.	Issued at	Issued on
1. Amalia J. Datukan	08628843	Koronadal City	January 17, 2014
2. Nelson L. Congson	01848533	G.S.C.	January 02, 2014

Known to me to be the same persons who executed the foregoing documents and acknowledged that the same are their voluntary acts and deeds.

This instrument consists of three (3) pages including this page in which the acknowledgement is written, and signed in the left hand margin of each and every page thereof by parties and their witnesses.

Witness MY HAND AND SEAL, this SEP 12 2014 day of SEP, 2014 at

~~KORONADAL CITY SOUTH COTABATO~~

[Signature]
VERONICA A. DONDIEGO
 Notary Public

UNTIL DECEMBER 31, 2015
 IBP NO. 942349-01-06-14-GSC
 TR NO. 1051394-01-03-14-CITY OF KOR
 ROLL NO. 30229
 MCLE Exemption No. IV-000550

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