



## CONTRACT AGREEMENT

CITY ACCOUNTANT:

EDGARDO C. BASILAN

THIS AGREEMENT, made this **MAY 19, 2025** between **CITY GOVERNMENT OF CALAPAN**, New City Hall, Guinobatan, Calapan City, Oriental Mindoro (hereinafter called the "Entity") and **SOSEP BUILDERS**, Bulalacao, Oriental Mindoro (hereinafter called the "Contractor").

WHEREAS, the **CITY GOVERNMENT OF CALAPAN** is desirous that Contractor execute **INSTALLATION/REHABILITATION OF STREETLIGHTS, CENTRAL BUSINESS DISTRICT, CALAPAN CITY** with Contract No. **CGC-CY2025-15-0514** (hereinafter called "the Works") and the **CITY** has accepted the Bid for **TWO MILLION SIX HUNDRED FIFTEEN THOUSAND TWO HUNDRED FIFTY – FOUR PESOS (P 2,615,254.00)** by Contractor for the execution and completion of such Works and the remedying of any defects therein.

NOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

1. 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 as required by the 2016 revised Implementing Rules and Regulations of Republic Act No. 9184 shall be deemed to form and be read and construed as part of this Agreement, viz.:

a. Philippine Bidding Documents (PBDs);

- i. Drawings/Plans;
- ii. Specifications;
- iii. Bill of Quantities;
- iv. General and Special Conditions of Contract;
- v. Supplemental or Bid Bulletins, if any;

b. Winning bidder's bid, including the Eligibility requirements, Technical and Financial Proposals, and all other documents or statements submitted;

Bid Form, including all the documents/statements contained in the Bidder's bidding envelopes, as annexes, and all other documents submitted (e.g. Bidder's response to request for clarifications on the bid), including corrections to the bid, if any, resulting from the Procuring entity's bid evaluation;

c. Performance Security;

d. Notice of Award of Contract and the Bidder's conforme, thereto; and

e. Other contract documents that may be required by existing laws and/or the Procuring Entity concerned in the PBDs. **Winning bidder agrees that additional contract documents or information prescribed by the GPPB that are subsequently required for submission after the contract execution, such as the Notice to Proceed, Variation Orders, and Warranty Security, shall likewise form part of the Contract.**

3. In consideration of the payment to be made by the **CITY** to the **CONTRACTOR** as hereinafter mentioned, the **CONTRACTOR** hereby covenants with the **CITY**, to execute, complete and remedy any defects in conformity with the provisions of this

CITY PLANNING & DEVELOPMENT COORDINATOR:

JOSELITO R. BAUTISTA

CONTRACTOR:

ERNESTO C. VILLAS JR.


CITY MAYOR:

MARILOU F. MORILLO

Contract Agreement. The contract completion time is **TWENTY - FOUR (24)** calendar days from the date, Notice to Proceed is received by the **CONTRACTOR**. Advance Payment equivalent to fifteen percent (15 %) of the total contract price shall be made only upon a written request of the contractor to be approved by the Head of the Procuring Entity. Likewise, the contractor shall then submit an irrevocable standby letter of credit of equivalent value from a commercial bank, a bank guarantee or a surety bond callable upon demand issued by surety or insurance company duly licensed by the Insurance Commission and confirmed by the procuring Entity. The advance payment shall be made in lump sum and to be repaid by the contractor by deducting fifteen percent (15 %) from his periodic progress payments. Progress Payment by the CITY may be on monthly work accomplishment basis certified by the City project engineer. Materials and equipment delivered in the site but not completely put in place shall not be included for payment.

4. In consideration for the sum of **TWO MILLION SIX HUNDRED FIFTEEN THOUSAND TWO HUNDRED FIFTY – FOUR PESOS (P 2,615,254.00)** or such other sums as may be ascertained, **SOSEP BUILDERS**, agrees to **INSTALLATION/REHABILITATION OF STREETLIGHTS, CENTRAL BUSINESS DISTRICT, CALAPAN CITY** in accordance with his/her/its Bid.
5. The **CITY GOVERNMENT OF CALAPAN** agrees to pay the above-mentioned sum in accordance with the terms of the Bidding.

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

  
**MARILON F. MORILLO**  
City Mayor

For:

**CITY GOVERNMENT OF CALAPAN**

  
**ERNESTO C. VILLAS JR.**  
Contractor

For:

**SOSEP BUILDERS**

Witnesses:

  
**EDGARDO C. BASILAN**  
City Accountant

  
**JOSELITO R. BAUTISTA**  
City Planning & Development Coordinator




## ACKNOWLEDGEMENT

REPUBLIC OF THE PHILIPPINES }  
PROVINCE OF ORIENTAL MINDORO } s.s.  
CALAPAN CITY }

BEFORE ME, as the Notary Public for and within the City of Calapan personally appeared **HON. MARILOU F. MORILLO**, City Mayor, representing the **City Government of Calapan** with a CTC No. 15706230 issued on January 06, 2025 at Calapan City, Oriental Mindoro and **MR. ERNESTO C. VILLAS JR.**, Proprietor, representing **SOSEP BUILDERS** with a CTC No. 00432526 issued on January 09, 2025 at Bulalacao, Oriental Mindoro known to me as the same person ho at the foregoing **CONTRACT AGREEMENT** and they acknowledged to me this is their true act and need deed for in behalf of the parties they represented.

The instrument consist of three (3) pages, including this page, on which is written duly signed by the contracting parties and witnesses on the left margin of the other pages.

IN WITNESS WHEREOF, I HAVE HEREUNTO AFFIXED MY Signs and Official Seal this **May 19, 2025.**

  
**ATTY. TIRON KIM D. BACULO**  
Notary Public for and in the City of Calapan, Oriental Mindoro  
**NOTARY PUBLIC**  
Until December 31, 2026  
PTR No. 1391170/11-07-2024 (for 2025)/Calapan  
Roll of Attorneys No. 65809  
Issued at  
Issued on  
Compliance No. VIII-0028676 /04-21-2025

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