



PROVINCE OF BUKIDNON  
**MUNICIPALITY OF MANOLO FORTICH**  
Office of the Sangguniang Bayan

MAY 15 2006  
92

**EXCERPT FROM THE MINUTES OF THE 17<sup>TH</sup> REGULAR SESSION OF THE 14<sup>TH</sup> SANGGUNANG BAYAN OF MANOLO FORTICH, BUKIDNON WHICH WAS HELD AT THE SANGGUNANG BAYAN SESSION HALL ON MAY 10, 2006.**

**PRESENT:**

HON. HILARIO B. PAUSANOS	Presiding Officer
HON. EVELIO E. CORDOVEZ	Municipal Vice Mayor
HON. CLIVE D. QUINO	Majority Floor Leader
HON. ALEX D. PAYANGGA	Sangguniang Bayan Member
HON. MIGUEL D. DEMATA	Sangguniang Bayan Member
HON. VICTORIO G. DAGUNLAY	Sangguniang Bayan Member
HON. WARLEO A. GOAYAN	Sangguniang Bayan Member
HON. DIOSDADO N. DITONA	Sangguniang Bayan Member
HON. JERSON S. LEYSON	Sangguniang Bayan Member

**ABSENT:**

HON. LEONILO G. TILAP	Sangguniang Bayan Member Liga ng mga Brgy. Rep. - On Official Business
HON. KARLO ENRICO A. ALOMBRO	Sangguniang Bayan Member SK Federation Rep.

**RESOLUTION NO. 2006-49**  
(17<sup>th</sup> Regular Session)

**RESOLUTION ON THE FOLLOWING TERMS AND CONDITIONS OF THE APPROVED WATER SUPPLY SYSTEM (WSS) FROM LAND BANK OF THE PHILIPPINES (LBP):**

- A. CONFIRMING, APPROVING AND RATIFYING ALL PREVIOUS REPRESENTATIONS, WARRANTIES AND ALL THE TERMS AND CONDITIONS OF THE LOAN FROM LBP;**
- B. COMMITTING NOT TO CONTRACT OTHER LOANS/CREDIT WITH OTHER CREDITORS/BANKS AS TO IMPAIR THE LGU'S PAYING CAPACITY FOR THE DURATION OF THE LOAN;**
- C. DIRECTING THE LGU TREASURER, BUDGET OFFICER AND ACCOUNTANT TO ENTER THE LOAN IN THE APPROPRIATE BOOKS OF THE LGU;**
- D. APPROPRIATING THE AMOUNT FOR THE LOAN REPAYMENT IN THE LGU'S ANNUAL BUDGET UNTIL THE LOAN, INTEREST AND OTHER CHARGES ARE FULLY PAID;**
- E. AUTHORIZING LBP TO DEBIT FROM ANY DEPOSITS OR FUNDS OF THE LGU WITH LBP AND APPLY THE SAME AS PAYMENT OF THE LOAN OR ANY PORTION THEREOF, OR INTEREST AND PENALTIES THEREIN AS MAY BE DEEMED NECESSARY BY LBP.**

*[Handwritten signature]*

(93)

**MUNICIPALITY OF MANOLO FORTICH**  
**OFFICE OF THE SANGGUNIAN BAYAN**

WHEREAS, in accordance with RA 7160, the Local Government Code mandates the Local Government of Manolo Fortich to provide and make available the necessary and basic water services to its constituents;

WHEREAS, the Sangguniang Bayan in carrying out this mandated task to provide better and efficient water services has issued Resolution No. 2004-45A authorizing the Municipal Mayor and the Municipal Treasurer to enter into a loan agreement with Land Bank of the Philippines to finance the improvement and expansion of the Manolo Fortich Water Supply System, (WSS);

WHEREAS, the Local Government officials have accepted responsibility of providing the best services to its constituents, stand as the Principal Borrower of the WSS Loan, and would subsequently require the Manolo Fortich Water District to remit and pay for the monthly loan amortization, fees and charges relative to the loan (please see attached Monthly Amortization Schedule of Interest and Principal Repayments Annex \_\_\_\_);

WHEREAS, the Water Supply System (WSS) Project is income-generating that allows the loan to be self-liquidating; the WSS project loan is a 10-year Term Loan with a two-year grace period on principal repayment;

WHEREAS, the Manolo Fortich Water District, although operating independently with the Local Government Unit, assures the local officials of the feasibility of improving and expanding the water supply system which is "demand-driven" wherein the project shall provide services that the consumers want and are willing to pay for and that the services shall be managed at the lowest appropriate levels and the adoption of commercial principles in the management/operation of the water utilities;


WHEREAS, the Project Cost amounts to P 56,119,671.00 (Fifty Six Million One Hundred Nineteen Thousand Six Hundred Seventy One), the approved amount to be financed by Land Bank of the Philippines (LBP) is P 42,000.00 (Forty Two Million Pesos) which is equivalent to 75% more or less of the Project Cost (please see attached Terms and Conditions of the Term Loan Annex \_\_\_\_);

WHEREAS, the Project Equity of 25% or P 14,029,918.00 ( Fourteen Million Twenty Nine Thousand Nine Hundred Eighteen) shall be provided by the 1<sup>st</sup> Congressional District Funds as counterpart of Local Government of Manolo Fortich in the WSS Project;

WHEREAS, upon review and examination of the Terms and Conditions of the approved loans WSS Loan, the Sangguniang Bayan have found the Terms and Conditions to be proper and in order for the benefit of the Local Government of Manolo Fortich;

WHEREAS, the Sangguniang Bayan has duly approved the Terms and Conditions of the WSS Loan, it is deemed and proper upon the Local Government of Manolo Fortich to appropriate the amount for the loan repayment in the LGU's Annual Budget until the loan, interest and other charges are fully paid and to direct the LGU Treasurer, Budget Officer and Accountant to enter the loan in the appropriate books of the LGU;

WHEREAS, the Local Government of Manolo Fortich further believes that expanding and improving the availability of a sustainable water supply in the entire Municipality would attract investors to establish their investments in Manolo Fortich, Bukidnon;



**MUNICIPALITY OF MANUEL V. GARCIA  
OFFICE OF THE SANGGUNIAN BAYAN**

NOW THEREFORE, on motion of Hon. Evelio Cordovez and unanimously seconded by all of the members present, it was RESOLVED,

AS IT IS HEREBY RESOLVED, Confirming, Approving And Ratifying all Previous Representations, Warranties And All The Terms And Conditions Of The Loan From LBP;

AS IT IS HEREBY RESOLVED, Committing Not To Contract Other Loans/Credit With Other Creditor/Banks As To Impair The LGU's Paying Capacity For The Duration Of The Loan;

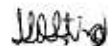
AS IT IS HEREBY RESOLVED, Directing The LGU Treasurer, Budget Officer And Accountant To Enter The Loan In The Appropriate Books Of The LGU;

AS IT IS HEREBY RESOLVED, Appropriating The amount For The Loan Repayment In The LGU's Annual Budget Until The Loan, Interest and Other Charges Are Fully Paid;

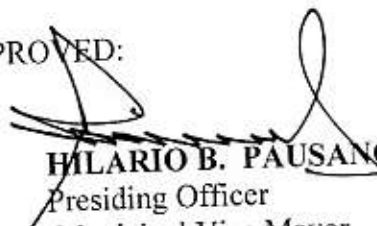
AS IT IS HEREBY RESOLVED, Authorizing LBP To Debit From Any Deposits Or Funds Of The LGU With LBP And Apply The Same As Payment Of The Loan Or any Portion Thereof, Or Interest And Penalties Thereon As Maybe Deemed Necessary By LBP.

APPROVED: May 10, 2006. Without 3<sup>rd</sup> Reading.

CERTIFIED CORRECT:

  
**LYDIA O. LASTIMOSA**  
Secretary to the Sanggunian

APPROVED:

  
**HILARIO B. PAUSANOS, JR., M.D.**  
Presiding Officer  
Municipal Vice Mayor