

Republic of the Philippines  
PROVINCE OF LA UNION

**TANGGAPAN NG SANGGUNIANG PANLALAWIGAN**

EXCERPT FROM THE JOURNAL OF THE 117<sup>th</sup> REGULAR SESSION OF THE 19<sup>th</sup> SANGGUNIANG  
PANLALAWIGAN OF LA UNION HELD AT THE CITY OF SAN FERNANDO,  
PROVINCE OF LA UNION ON SEPTEMBER 20, 2012

**Hon. Aureo Augusto Q. Nisce**..... Vice-Governor / Presiding Officer

PRESENT:

**Hon. Francisco "Kit" C. Ortega, Jr.** ..... Member  
**Hon. Jose Maria "Pepe" C. Ortega** ..... Member  
**Hon. Joaquin C. Ostrea, Jr.** ..... Member  
**Hon. Reynaldo M. Mosuela** ..... Member  
**Hon. Rolando V. Rivera** ..... Member  
**Hon. Robert B. Madarang, Jr.** ..... Member  
**Hon. Ruperto A. Rillera, Jr.** ..... Member  
**Hon. Alfredo Pablo R. Ortega** ..... Member

ABSENT:

**Hon. Victoria L. Aragon** ..... Member (OB)  
**Hon. Henry B. Balbin** ..... Member (OB)  
**Hon. Manuel "Mannix" R. Ortega, Jr.** ..... Member (OB)  
**Hon. Kenneth Paolo C. Tereng** ..... Member (OB)

**ORDINANCE NO. 027-2012**

**AUTHORIZING THE PROPOSED BORROWING OF THE PROVINCE OF LA UNION IN THE  
AMOUNT OF ELEVEN MILLION PESOS (P11,000,000.00) TO FUND THE REHABILITATION  
OF THE LA UNION PROVINCIAL ADMINISTRATIVE AND COMMERCIAL (LUPAC)  
BUILDING**

*Authors: Hon. Francisco "Kit" C. Ortega, Jr.  
Hon. Jose Ma. "Pepe" C. Ortega  
Hon. Joaquin C. Ostrea, Jr.  
Hon. Reynaldo M. Mosuela  
Hon. Victoria L. Aragon  
Hon. Henry B. Balbin  
Hon. Rolando V. Rivera  
Hon. Robert B. Madarang, Jr.  
Hon. Ruperto A. Rillera, Jr.  
Hon. Alfred Pablo C. Ortega  
Hon. Manuel "Mannix" C. Ortega  
Hon. Kenneth P. Tereng*

BE IT ENACTED, as it is hereby ENACTED, by the Sangguniang Panlalawigan of La Union, in session assembled that:

Section 1. The Provincial Governor, in representation of the Province, hereinafter referred to as the "Province", is hereby authorized to enter into a Contract of Loan with the Land Bank of the Philippines – La Union Branch in accordance with Section 297 of Republic Act No. 7160 or the Local Government Code, in the amount of Eleven Million Pesos (P11,000,000.00) under the terms and conditions herein set forth and such other terms and conditions as may be agreed upon with any person, corporation or entity for the purpose of funding priority project/s, and subject to the requirements under Section 123 of Republic Act No. 7653 as implemented by the Bangko Sentral ng Pilipinas Circular No. 402. In this connection, the Provincial Governor shall have full power and authority to represent the Province in negotiating the terms and

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conditions for the said borrowing and in signing, executing and delivering such agreements, contracts, deeds, papers, and documents as may be necessary and proper for the full and total implementation of the authority herein granted.

Section 2. The said priority project is herein specified as the rehabilitation of the La Union Provincial Administrative and Commercial Building, City of San Fernando, La Union and hereby certified to be a local infrastructure and/or other socio-economic development projects in accordance with the approved local development plan and public investment program for the current year 2012 of the Province of La Union and is supported by a final feasibility study prepared by the Provincial Planning and Development Office (PPDO) which is also hereby approved / has been approved under the Sangguniang Panlalawigan Resolution No. 283-;

Section 3. Consistent with the covering term sheet contract, deeds and assignment, mortgage contracts, and such other agreements as maybe entered into by the Province in connection with the borrowing, the features, terms and conditions shall be as follows and are hereby approved:

**3.1 Project Name: Rehabilitation of the La Union Provincial Administrative and Commercial Building**

**Borrower : Provincial Government of La Union**

**Amount : P11.0 Million**

**Purpose/s**

**Item 1 or Project A - Improvement of LUPAC Building Phase II P9,000,000.00**

**Sub-item a - Renovation of Façade and Roofing Works**

- 1.1 Mobilization
- 1.2 Removal of facades glass curtain wall
- 1.3 New aluminum profile and glass window at façade
- 1.4 Aluminum wall cladding of facades concrete beams and parapet wall
- 1.5 Revision of center circular concrete wall at ground floor
- 1.6 Repainting works
- 1.7 Signage
- 1.8 New roofing
- 1.9 Reconditioning of plumbing system

**Item 2 or Project B- Construction of Art Gallery and Workshop P 1,580,00.00**

- 2.1 Display panels, partition and repair of ceiling
- 2.2 Display pedestal and art storage
- 2.3 Painting works
- 2.4 Glass works
- 2.5 Electrical works
- 2.6 Miscellaneous

**Item 3 or Project C- Reconditioning of Electrical System P 420,000.00  
P11,000,00.00**

**Term Sheet**

Loan Amount	Up to eighty percent (80%) of Total Project Cost or P11.0M whichever is applicable
Term	Up to eight (8) years, with one (1) year grace period
Interest Rate	Six percent (6%) per annum fixed for the first (1 <sup>st</sup> ) year, subject to quarterly repricing starting on the second (2 <sup>nd</sup> ) year, based on LBP prevailing prime rate at the time of repricing plus minimum spread of one percent (1%)
Mode of Payment	<b>Principal</b> – payable in eighty four (84) monthly equal amortizations to start on the 13 <sup>th</sup> month from date of initial drawdown; <b>Interest</b> – payable in arrears based on diminishing balance to start after one month from date of initial drawdown.

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Collateral Fees	Assignment of Internal Revenue Allotment (IRA)
	<ul style="list-style-type: none"> <li>➤ Application Fee, Appraisal Fee, Inspection Fee, Handling Fee shall be waived.</li> <li>➤ Commitment fee of one fourth (1/4) of one percent (1%) per annum shall be collected</li> <li>➤ Pre-payment fee of 3.0% p.a. shall be collected if taken-out by other financial institution</li> <li>➤ Penalty Fee of 24% p.a. computed from due date up to full payment, based on the total amount due</li> </ul>
Gross Receipts Tax	For the account of the Bank

Section 4. The Province hereby appropriates the entire proceeds of the borrowing exclusively to finance the repair and rehabilitation of the La Union Provincial Administrative and Commercial Building and other financial obligations relative thereto.

Section 5. Any Ordinance or parts thereof, inconsistent with this enactment is hereby repealed or amended accordingly.

Section 6. This Ordinance shall take effect upon its publication and compliance with all procedures required under Republic Act No. 7160 of an ordinance for its validity, including the affixation of signatures of the Sangguniang Panlalawigan members, in concurrence thereto, composing at least a majority thereof, out of the total of 12 members, on all the pages of this Ordinance.


SO ORDAINED / ENACTED.

RESOLVED FURTHER, that copies of this Ordinance be furnished the Honorable Governor, the Provincial Accountant and the Provincial Auditor, all of this Province of La Union, the Land Bank of the Philippines – La Union Branch office and the Bangko Sentral ng Pilipinas for their information and appropriate action.


ADOPTED this 20<sup>th</sup> day of September 2012.

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I HEREBY CERTIFY to the correctness of the foregoing resolution.

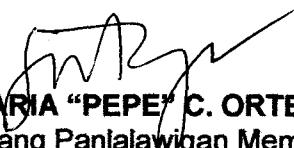
  
**CARIDAD J. VILUAN**  
 Secretary to the Sanggunian

ATTESTED:

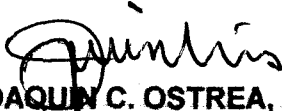
  
**AUREO AUGUSTO Q. NISCE**  
 Vice-Governor  
 Presiding Officer

  
**FRANCISCO "KIT" C. ORTEGA, JR.**  
 Sangguniang Panlalawigan Member

  
**ROLANDO V. RIVERA**  
 Sangguniang Panlalawigan Member

  
**JOSE MARIA "PEPE" C. ORTEGA**  
 Sangguniang Panlalawigan Member

  
**ROBERT B. MADARANG, JR.**  
 Sangguniang Panlalawigan Member



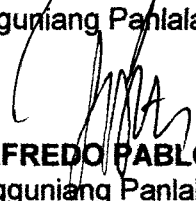
**JOAQUIN C. OSTREA, JR.**  
Sangguniang Panlalawigan Member



**RUPERTO A. RILLERA, JR.**  
Sangguniang Panlalawigan Member



**REYNALDO M. MOSUELA**  
Sangguniang Panlalawigan Member



**ALFREDO PABLO R. ORTEGA**  
Sangguniang Panlalawigan Member

APPROVED:



**MANUEL C. ORTEGA**  
Governor

