Republic of Philippines

DEPARTMENT OF EDUCATION



DepEd Complex, Meralco Avenue, Pasig City https://www.deped.gov.ph/

PROJECT:

Supply, and Door-to-Door Delivery of School Furniture for Elementary, Junior, and Senior High Schools Using the 10% Allocation for Cooperatives of Persons with Disabilities (PWD) and the 15% Allocation for Different Types of Cooperatives Under CY 2023 School Furniture

Program

CONTRACT NO.:

2023-SIF1(005&006)-BI-CB-028-C077

CONTRACT

THIS CONTRACT made and entered into this ______ day of _2 9 DEC 2023
2023 by and between the **DEPARTMENT OF EDUCATION**, located at DepEd Complex, Meralco Avenue, Pasig City, represented herein by its Undersecretary and Chief of Staff, ATTY. MICHAEL WESLEY T. POA, as per Office Order OO-OSEC-2023-267, dated 17 October 2023 (hereinafter referred to as "DEPED"); and HANDICAPPED PERSONS PRODUCERS COOPERATIVE JV AMCHA MULTI-PURPOSE COOPERATIVE, represented herein by its Authorized Representative, REYNALDO C. PALLON, with office address at Brgy. Namagbagan, Sta. Maria, Pangasinan (hereinafter referred to as "HANDICAPPED JV AMCHA"), as per Omnibus Sworn Statement dated August 18, 2023 (hereto attached as Annex "A").

DEPED and HANDICAPPED JV AMCHA are collectively called PARTIES.

WHEREAS, DEPED invited bids for the CY 2023 school furniture program consisting of 7 lots, and received bids from three (3) prospective bidders for Lot No. 2 (Regions IV-A, VI, and VII); DEPED opened, read, and evaluated the bids and declared HANDICAPPED JV AMCHA as having the Lowest Calculated Bid; after evaluation, DEPED post-qualified and declared the bid of HANDICAPPED JV AMCHA as the Lowest Calculated Responsive Bid in the sum of PHILIPPINE PESOS FIFTY NINE MILLION, NINE HUNDRED FORTY-FOUR THOUSAND, FIVE HUNDRED and 00/100 (PhP59,944,500.00) ONLY, (hereinafter called the "Contract Price"), detailed as follows:

Lot No.	Description	Amount (PhP)	
	Learner's table, Teacher's table & Teacher's chair- Wood & Steel Learner's chair-HDPE & Steel	59,944,500.00	

NOW THIS CONTRACT WITNESSETH AS FOLLOWS:

- In this Contract, words and expressions shall have the same meaning as are respectively assigned to them in the Conditions of Contract 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 Contract, viz:
 - Resolution to Award No. 2023-SIF1(005&006)-BI-CB-028 dated October 31, 2023;

REYNALDO C. PALLON
ANDICAPPED JV AMCHA'S Witness

ENGR. ANNABELIEP R. P. ANGAN

ATTY. MICHAEL WESLEY T. POA ENGR.

3.

- b. Philippine Bidding Documents;
 - i. General and Special Conditions of the Contract;
 - ii. Schedule of Requirements;
 - iii. Technical Specifications; and
 - iv. Bid Bulletin No. 1 dated August 24, 2023;
- c. **HANDICAPPED JV AMCHA**'s bid, including the eligibility requirements, technical and financial proposals, and all other documents or statements submitted;
- d. Performance Security;
- Notice of Award (NOA) of Contract and HANDICAPPED JV AMCHA's conforme thereto; and
- f. Other contract documents required by existing laws and/or DepEd in the Bidding Documents. **HANDICAPPED JV AMCHA** agrees that additional contract documents of information prescribed by the Government Procurement Policy Board (GPPB) that are subsequently required for submission after the contract execution such as, but not limited to, Notice to Proceed, Variation Order, and Warranty Security, shall form part of the Contract.

HANDICAPPED JV AMCHA shall post a Performance Security within 10 calendar days from receipt of the NOA in the form and amount prescribed therein. The Performance Security shall be posted in favor of **DEPED**, and shall be forfeited in the event that it is established that **HANDICAPPED** JV AMCHA is in default of any of its obligations under this Contract. **HANDICAPPED JV AMCHA** shall be responsible for the extension of its performance security and/or undertake to renew its Performance Security whenever necessary, and without the need for prior notice of instruction from **DEPED**, to ensure that it is in force and effect for the whole duration of the Contract and until a Certificate of Final Acceptance is duly issued.

The goods and services referred to in this Contract shall be delivered by HANDICAPPED JV AMCHA at the Schools stipulated in the Allocation list within ONE HUNDRED THIRTY (130) calendar days from the receipt of the Notice to Proceed (NTP). HANDICAPPED JV AMCHA shall ensure that the goods will be delivered in accordance with Section VI. Schedule of Requirements, which is hereto attached as Annex "B" and made an integral part hereof.

Violation of this provision, based on documents and reports submitted and validated by the authorized receiving personnel may be a cause for the termination of the Contract and shall be subject to liquidated damages pursuant to Section 9 of this Contract.

The delivery terms of this Contract shall be Duties Delivered Paid (DDP) in accordance with INCOTERMS.

AMCHA's premises covered by the Contract at any time or stage of the contract implementation to monitor and assess HANDICAPPED JV AMCHA's capacity to discharge its contractual obligations.

DEPED shall have the right to inspect and test or cause the testing of the goods covered by the Contract, at any time or stage of contract implementation. Prior to and for purposes of inspection, HANDICAPPED JV AMCHA shall ensure convenient access to the goods for inspection. HANDICAPPED JV AMCHA shall assign personnel to undertake the handling, unpacking, assembly, commissioning, disassembly, repacking, resealing, and sorting of the goods prior to, during, and after inspection.

Pre-delivery and Pre-Implementation Conference shall be conducted prior to the conduct of inspection of goods by the designated DEPED Inspectorate Team, as may be necessary or applicable.

- 7. The goods shall be inspected by the designated DepEd Inspectorate Team. HANDICAPPED JV AMCHA shall coordinate with DEPED, through the Procurement Management Service-Contract Management Division (ProcMS-CMD), on the conduct of inspection or pre-delivery inspection (PDI). Any request for inspection or PDI shall be done in writing, and submitted in accordance with SCC Clause 4 of the Bidding Documents.
- The goods and services must conform to and comply with the standards mentioned in Section VII. Technical Specifications of the Bidding Documents, and must be in accordance with the detailed technical specifications and drawings as approved by the Bids and Awards Committee, or as amended by subsequently issued Bid Bulletin, if any, based on the samples submitted by HANDICAPPED JV AMCHA, and reflected in the post-qualification report, which is hereto attached as Annex "C" and made an integral part hereof.
- 9. Goods with defects or non-compliant with the required technical specifications upon delivery shall be rejected, orally or in writing, by DEPED and replaced by HANDICAPPED JV AMCHA in accordance with the warranty provisions in the bidding documents. Replacement and/or repair of the goods shall be made within thirty (30) calendar days upon claim or request thereof.
- 10. In case HANDICAPPED JV AMCHA encounters condition(s) impeding timely delivery of the goods and perform services, HANDICAPPED JV AMCHA shall promptly notify DEPED in writing within five (5) calendar days from notice of such condition(s). Any request for work suspension and/or contract period extension by HANDICAPPED JV AMCHA shall be promptly done in writing as soon as circumstances for such request have become apparent. HANDICAPPED JV AMCHA must provide sufficient proof to support any request for work suspension and/or contract period extension.

DEPED accepts no liability for the damage of goods during transit. Risk and title to the goods will not be deemed to have passed to DEPED until its receipt and acceptance at the final destination through its authorized receiving personnel.

The Contract Price shall be paid to HANDICAPPED JV AMCHA in accordance with the following disbursement procedures:

- HANDICAPPED JV AMCHA may submit a request for payment based on the following:
 - Supplier's invoice showing goods' description, quantities of item delivered based on the schedule of deliveries and other relevant terms and conditions of the contract, unit price, and total amount:
 - ii. Duly signed Delivery Receipt/s;
 - iii. Duly signed Inspection and Acceptance Report/s (IAR/s), including certification by HANDICAPPED JV AMCHA, as approved by duly authorized DepEd representative, that the items have been delivered on/or properly installed and commissioned in accordance with the Contract; and
 - iv. Warranty Certificate.

Other documents in support of a request for payment may be required by **DEPED** pursuant to existing disbursement, accounting, and auditing rules and procedures.

- Payment shall be made to HANDICAPPED JV AMCHA within 60 b. days after the date of acceptance of Goods at the project site and upon submission of documents specified in SCC Clause 2.2 and other documents as may be prescribed by **DEPED** in the following manner:
 - i. For the initial progress payment, a minimum of 25% of the Contract Price shall be paid to HANDICAPPED JV AMCHA upon delivery of at least 25% of the goods and acceptance of the same by the duly authorized DepEd representative;
 - Final payment shall consist of the full and final payment of the unpaid inspected and accepted goods, subject to the submission of the required documents under the Bidding Documents.
- Payment shall be subject to the "Warranty" provision in the form of either retention money in an amount equivalent to three percent (3%) of the progress payment or a Special Bank Guarantee in an amount equal to three percent (3%) of the Contract Price required under Section 62.1 of RA 9184 and its revised IRR.
 - A one-year comprehensive and onsite warranty for the delivered goods shall reckon from the date of the issuance of the Certificate of Final Acceptance by **DEPED**; and
 - Repair of the goods shall be within the warranty period.

In case HANDICAPPED JV AMCHA opts for retention money, the amount shall only be released after the lapse of the entire warranty period, unless during the remainder of the warranty period, the retention money is substituted with a special bank guarantee.

13. Each party in the performance of their respective duties and responsibilities under this Contract and in the implementation thereof shall adhere to Republic Act No. 10173, otherwise known as the "Data Privacy Act of 2012." and its Implementing Rules and Regulations and applicable National Privacy Commission issuances. Any gathered data and information should be protected and respected during the term and even after the termination of this Contract. The processing of any gathered data and information should be in compliance with the confidentiality and privacy requirements under the said law and applicable regulations.

- 14. HANDICAPPED JV AMCHA shall be liable for liquidated damages in an amount equal one-tenth (1/10) of one percent (1%) of the cost of the delayed goods scheduled for delivery, for every day of delay until such goods are finally delivered and accepted by DEPED. DEPED shall deduct the liquidated damages from any money due or which may become due to HANDICAPPED JV AMCHA, or collect from any of the securities or warranties posted by HANDICAPPED JV AMCHA whichever is convenient to DEPED. Once the accumulated amount of liquidated damages reaches 10% of the Contract Price, DEPED may rescind or terminate the Contract, without prejudice to other courses of action and remedies available under the circumstances.
- 15. **HANDICAPPED JV AMCHA** shall indemnify DepEd against all third-party claims of infringement of patent, trademark, or industrial design rights arising from use of the goods or any part thereof.
- 16. The PARTIES shall make every effort to resolve amicably and by mutual consultation any and all disputes or differences arising between the PARTIES in connection with the implementation of the Contract. Should such dispute not be resolved amicably, it shall be submitted to Early Neutral Evaluation pursuant to Republic Act No. 9285 or the "Alternative Dispute Resolution Act of 2004", and its Implementing Rules and Regulations.

IN WITNESS WHEREOF, the PARTIES hereto have caused this Contract to be executed in accordance with governing laws on the day and year first above written.

SIGNED, SEALED AND DELIVERED BY:

Undersecretary and Chief of Staff

DEPED

REYNALDO E PALLON
Authorized Representative
HANDICAPPED JV AMCHA

SIGNED IN THE PRESENCE OF:

ENGR. ANNABELLE RY PANGAN

- Thie DenED-FFD

on la

HANDICAPPED JV AMCHA's Witness

CERTIFIED FUNDS AVAILABLE: \$ 19,944,500.00

MA. RHUNNAL. CATALAN
Chief Accountant

Chief Accountant

REPUBLIC OF	THE	PHILIPPINES)
Pasig	City	. METRO MANILA) S.S

ACKNOWLEDGMENT

	BEFORE ME, a Notary Public in and for	_, Philippines,
this_	day of 2 9 DEC 2023 personally appeared:	

NAME

GOVERNMENT ISSUED ID

(Number, Issued On, Issued By)

Driver hunse

Mo2-69-0044162

ATTY. MICHAEL WESLEY T. POA Undersecretary and Chief of Staff DEPED

Known to me and to me known to be the same persons who executed the foregoing instrument and acknowledge to me that the same is the free and voluntary act and deed of the entities which they respectively represent.

The foregoing instrument is a CONTRACT consisting of seven (7) pages (exclusive of attachments), including this page on which this acknowledgment is written and signed by the parties hereto and their instrument witness on the left-hand margin of each and every page hereof.

WITNESS MY HAND AND SEAL on the date and place first above written.

NOTARY PUBLIC

Doc. No. ______;

Page No. ______;

Jose Miguel A. Fernandez

Attorney's Roll No. 52523

Huit 503 Tainan Place F. Ortigas Ir. Road.

Page No. 4; Unit 503 Taipan Place, F. Ortigas Jr. Road, Pasig City
Book No. 1; Notary Public for Pasig City
Series of 2023. Appointment No. 181 (2022-2023)

IBP No. 365 605 (01-27-23) RSM PTR No. 973479 (01-24-23) asig City

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REPUBLIC OF THE PHILIPPINES) Pasig City ____, METRO MANILA) S.S

ACKNOWLEDGMENT

	BEFORE ME	a Notary	Public in and for	Pasig City	, Philippines
this_	day of	UEL ZUZ3	_ 2023 personally ap	peared:	

NAME

GOVERNMENT ISSUED ID

(Number, Issued On, Issued By) TIN NO. 718-299. 228-000

REYNALDO C. PALLON

Authorized Representative HANDICAPPED PERSONS PRODUCERS COOPERATIVE JV AMCHA MULTI-PURPOSE COOPERATIVE

Known to me and to me known to be the same persons who executed the foregoing instrument and acknowledge to me that the same is the free and voluntary act and deed of the entities which they respectively represent.

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WITNESS MY HAND AND SEAL on the date and place first above written.

NOTARY PUBLIC

Jose Miguel A. Fernandez

Attorney's Roll No. 52523

Unit 503 Taipan Place, F. Ortigas Jr. Road, Pasig City

Notary Public for Pasig City

Appointment No. 181 (2022-2023)
IBP No. 305 805 (01-27-23); RSM
PTR No. 017 3479 (01-24-23) Pasig City

Doc. No. /2

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Book No. I

Series of 2023.