



Republic of Philippines  
**DEPARTMENT OF EDUCATION**

DepEd Complex, Meralco Avenue, Pasig City  
 Trunk Line (02) 632-13-61, Website <http://www.DepEd.gov.ph>



PROJECT: **Hauling of CCP Encyclopedia and Delivery to DepEd Division Offices**

CONTRACT NO.: **2020c-BLR2(015)-BIII-CB006-C019**

**CONTRACT AGREEMENT**

*THIS CONTRACT* made and entered into this 29 day of May 2020 by and between **DEPARTMENT OF EDUCATION**, located at DepEd Complex, Meralco Avenue, Pasig City, Philippines, represented herein by its Assistant Secretary, **ALMA RUBY C. TORIO**, as per Department Order No. 67, s. 2016 (hereinafter referred to as "**DepEd**"); and **BLUE CHIP MARKETING.**, represented herein by its Authorized Representative and Owner, **WILLIAM N. BATAc**, with office address at 1441 Dagupan St., corner Coral Street, Tondo, Manila, Philippines, (hereinafter referred to as "**BLUE CHIP MARKETING**").

**DepEd** and **BLUE CHIP MARKETING** are collectively called "**PARTIES.**"

*WHEREAS*, **DEPED** invited bids for certain goods and ancillary services for the hauling of CCP Encyclopedia and delivery to DepEd Division Offices consisting of four (4) lots, and received bids from two (2) bidders; **DepEd** opened, read, and evaluated the bids of the two (2) bidders, has passed and approved Resolution to Award No. 2020c-BLR2(015)-BIII-CB-006 and therefore, declared **BLUE CHIP MARKETING** as having the lowest calculated bid for **Lot 4**; after evaluation, **DepEd** post-qualified and declared the bid of **BLUE CHIP MARKETING** as the lowest calculated responsive bid for Lot 4 in the sum of **PHILIPPINE PESOS TWO HUNDRED NINETY-FIVE THOUSAND EIGHT HUNDRED and 00/100 (PhP295,800.00) ONLY**, (hereinafter called the "**Contract Price**"), detailed as follows:

Lot No.	Description	Quantity	Amount (in Php)
4	ZONE 4	400	PhP295,800.00

**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 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:
  - i. Philippine Bidding Documents (PBD);
    - a. Schedule of Requirements;
    - b. Technical Specifications;
    - c. General and Special Conditions of the Contract; and
    - d. Bid Bulletin No. 1 dated 19 October 2020.

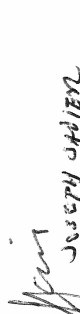
*William N. Batac*  
 Blue Chip Marketing's Witness

*William N. Batac*  
 Blue Chip Marketing

*Alma Ruby C. Torio*  
 DEPED's Witness

*Alma Ruby C. Torio*  
 Department of Education

*Alma Ruby C. Torio*

  
JOSEPH SABIER  
Blue Chip Marketing's Witness

- ii. **BLUE CHIP MARKETING's** bid, including the Eligibility Requirements, Technical and Financial Proposals, and all other documents or statements submitted;
- iii. Performance Security;
- iv. Notice of Award of Contract; and **BLUE CHIP MARKETING's** conforme thereto; and
- v. Other contract documents required by existing laws and/or DepEd in the PBD. **BLUE CHIP MARKETING** 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 Order, and warranty Security, shall form part of the Contract.

  
WILLIAM N. BATAC  
Blue Chip Marketing

3. The goods and services referred to in this Contract shall be delivered to the Project Site/s within **ONE HUNDRED TWENTY (120) CALENDAR DAYS** from receipt of **BLUE CHIP MARKETING** of the Notice to Proceed;

4. **BLUE CHIP MARKETING** shall post a Performance Security within ten (10) calendar days from receipt of the Notice of Award in the form and amount prescribed in the Notice of Award. The performance security shall be posted in favor of **DepEd**, and shall be forfeited in the event it is established that **BLUE CHIP MARKETING** is in default of any of its obligation under the contract. The performance security shall be in force and effect until issuance by **DepEd** of the Certificate of Final Acceptance. For this purpose, **BLUE CHIP MARKETING** undertakes to renew its performance security whenever necessary and without need of prior notice or instruction from **DepEd**, to ensure that it is in force and effect for the whole duration of the contract delivery period and until a Certificate of Final Acceptance is duly issued;

  
DEPED's Witness

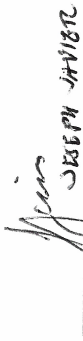
5. **BLUE CHIP MARKETING** shall deliver the goods to the project site/s as indicated in the Distribution List/Allocation List attached to the Bidding Documents unless otherwise instructed by **DepEd**, for justifiable cause. Goods delivered to another school other than the recipient school/project site, without **DepEd's** written authorization and/or approval may be rejected by the latter and may be a possible cause for termination of the Contract;

  
ALMA RUBY C. TORIO  
Department of Education

6. In case **BLUE CHIP MARKETING** encounters condition(s) impeding timely delivery of the goods, **BLUE CHIP MARKETING** shall promptly notify **DepEd** in writing of such condition(s) and any request for work suspension and/or contract delivery period extension shall be promptly done in writing as soon as circumstances providing justification for such requests have become apparent. **BLUE CHIP MARKETING** must provide sufficient proof to support any request for work suspension and/or contract delivery period extension;

7. The **Contract Price** shall be paid to **BLUE CHIP MARKETING** through the Government disbursement procedures as follows:



  
Blue Chip Marketing's Witness

  
WILLIAM N. BATAC  
Blue Chip Marketing

  
DEPED's Witness

  
ALMA RUBEN C. TORIO  
Department of Education

- 7.1. Upon submission of an irrevocable letter of credit or Bank Guarantee issued by a Universal or Commercial Bank, advance payment not to exceed fifteen percent (15%) of the contract amount shall be allowed and paid within sixty (60) calendar days from signing of the contract;
- 7.2. **BLUE CHIP MARKETING** may submit a request for payment based on Progress Reports which shall be attached to the progress billing and include the following: (i) cumulative quantities of items delivered based on the schedule of deliveries and other relevant terms and conditions of the contract; (ii) Inspection and acceptance reports, including certification by **BLUE CHIP MARKETING**, as approved by the duly authorized representative of **DepEd**, that the items have been delivered;
- 7.3. Payment shall be made to **BLUE CHIP MARKETING** as promptly as possible after the date of acceptance of Goods at the Project Site and upon submission of the documents specified in SCC Clause 2.2 and other documents required in accounting and auditing rules and regulations, in the following manner:
- 7.3.i. For the initial progress payment, a minimum of twenty-five percent (25%) of the Contract Price shall be paid to **BLUE CHIP MARKETING** upon a minimum of 25% delivery of the requirements and duly accepted by **DepEd's** representatives;
- 7.3.ii. Final payment shall constitute release of the retention money in case of expiry of the warranty period, or whatever is left of it, after it has been called for use under the warranty provision.
8. Payment shall be subject to the "Warranty" provision in the form of either retention money in an amount equivalent to at least one percent (1%) of every progress payment, or a Special bank guarantee equivalent to at least one percent (1%) of the Contract Price as required under Section 62 of R.A. 9184.
9. **BLUE CHIP MARKETING** shall be liable for the damages for the delay in its performance of the Contract and shall pay **DepEd** liquidated damages, not by way of penalty, in an amount equal to 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 the recipient school concerned. **DepEd** shall deduct the liquidated damages from any money due or which may become due to **BLUE CHIP MARKETING**, or collect from any of the securities or warranties posted by the **BLUE CHIP MARKETING**, whichever is convenient to **DepEd**. Once the cumulative amount of liquidated damages reaches ten percent (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.

10. 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 Agreement. Should such dispute not be resolved amicably, it shall be submitted to arbitration in the Philippines according to the provisions of Presidential Decree No. 242 and Executive Order No. 292. Provided, however, that by mutual agreement, the parties may agree in writing to resort to other alternative modes of dispute resolution.


**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:

  
**ALMA RUBY C. TORIO**  
*Assistant Secretary*  
DEPARTMENT OF EDUCATION  


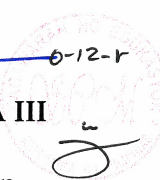

  
**WILLIAM N. BATAC**  
*Owner*  
BLUE CHIP MARKETING

SIGNED IN THE PRESENCE OF:

  
ATTY. ARIZ DESOSA ACAY D. CALICAU  
DepEd's Witness

  
\_\_\_\_\_  
BLUE CHIP MARKETING's Witness

APPROVED BY:

  
**ATTY. SALVADOR C. MALANA III**  
*Assistant Secretary*  
Procurement and Administration  


CERTIFIED FUNDS AVAILABLE: ₱295,800.-

  
**M.A. RHUNNA L. CATALAN**  
*Chief Accountant*  
\_\_\_\_\_  
Chief Accountant

REPUBLIC OF THE PHILIPPINES)  
METRO MANILA ) S.S

ACKNOWLEDGMENT

BEFORE ME, a Notary Public in and for CITY OF MANILA, Philippines,  
this DEC 29 2020 day of 2020 personally appeared:

NAME	GOVERNMENT ISSUED ID (Number, Issued On, Issued By)
ALMA RUBY C. TORIO <i>Assistant Secretary</i> Department of Education	ID NO. A07-02-059045 3/27/18, LTO
WILLIAM N. BATAK <i>Owner</i> BLUE CHIP MARKETING	ID NO. N04-89-104407 1/24/2019, LTO

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 five (5) 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.

Doc. No. 23;  
Page No. 05;  
Book No. 291;  
Series of 2020.

*Luzviminda B. Garcia*  
 CITY. LUZVIMINDA B. GARCIA  
 NOTARY PUBLIC  
 UNTIL DEC. 31, 2021  
 PTR # 914151/1-7-20  
 IBP # 092923/MLA. UNTIL 2021  
 ROLL NO. 30407  
 PASS. A-2 # 1077 SOLER ST.  
 BINUNDO MIA  
 OATH NO. 010

11/88 MALL 3RD FLOOR UNIT 3-A-3  
REINE REGENTE ST. BINUNDO, MANILA