CONTRACT FOR THE ONE (1) LOT SUPPLY, DELIVERY, AND INSTALLATION OF ELEVEN (11) UNITS AIR CONDITIONING UNITS (ACUs) AND ELEVEN (11) DOOR AIR CURTAIN UNITS, ALL BRAND NEW, AT THE TRAVELER'S HUB, PPA, PMO-ZAMBOANGA, ZAMBOANGA CITY

THIS **AGREEMENT** made on this \_\_\_\_\_ day of \_\_\_\_\_, in the City of Zamboanga, by and between:

PHILIPPINE PORTS AUTHORITY, PORT MANAGEMENT OFFICE, ZAMBOANGA CITY, (PPA, PMO-Zamboanga City, for brevity), is a port management unit established by the Philippine Ports Authority, a government corporation organized and existing under and by virtue of P.D. 505 as amended by PD 857, with local unit address located at R. T. Lim Boulevard, Zamboanga City, herein represented by its Port Manager, ENGR. LIBERTO C. DELA ROSA, who is duly authorized to represent the unit in this transaction, herein referred to as the "PROCURING ENTITY"; and

and

EMCOR, INCORPORATED-VETERANS, a private corporation duly organized and existing with Philippine laws, with address at Veterans Avenue, Camino Nuevo, Zamboanga City, herein represented by its Store Manager, RENATO Z. EPAO, who is duly authorized to represent the unit in this transaction, hereinafter called the "SUPPLIER"

Both shall be collectively referred herein as PARTIES.

## WITNESSETH THAT:

WHEREAS, the **PPA** invited Bids for certain goods and ancillary services, to undertake government project within the area of its jurisdiction in order to improve the services of the port in the City of Zamboanga;

WHEREAS, the **SUPPLIER** has participated in the bids proceeding conducted by the **PPA** and has accepted the offer and duly complied with all the requirements set by law for the supply of goods and services to be utilized for the said project;

NOW, THEREFORE, for and in consideration of the foregoing premises, the PARTIES hereby agree to enter into this CONTRACT subject to the terms and conditions hereunder stipulated, thus:

- 1.) SPECIFICATIONS FOR MATERIALS, LABOR AND EQUIPMENT: One (1) Lot Supply, Delivery, and Installation of Eleven (11) Air Conditioning Units (ACUs) and Eleven (11) units Door Air Curtain, All Brand New, at the Traveler's Hub, Philippine Ports Authority, PMO-Zamboanga, Zamboanga City;
- 2.) CONTRACT PRICE: The agreed total contract price for the supply, delivery, and installation of the mentioned-contract is TWO MILLION SIXTY EIGHT THOUSAND FOUR HUNDRED FORTY (PhP 2,068,440.00), Philippine Currency;
- 3.) CONTRACT DOCUMENTS: The following documents shall be deemed to form and be read and construed as part of this Agreement, viz.:
  - (a) Invitation to Bid;
  - (b) Bid Documents consisting of the following:
    - 1) Instruction to Bidders;
    - 2) Bid Data Sheet;
    - 3) General Conditions of Contract;







- 4) Special Conditions of Contract;
- 5) Schedule of Requirements;
- 6) Technical Specifications; and
- 7) Bidding Forms
- (c) Contractor's Bid Proposal consisting of two (2) envelopes, namely: 1<sup>st</sup> Envelope-Eligibility and Technical Bid Requirements/Documents; and 2<sup>nd</sup> Envelope-Financial Bid Requirements; including all documents/statements contained therein;
- (d) Performance Security;
  - (e) Computed Net Financial Contracting Capacity (NFCC);
  - (f) Notice of Award of Contract bearing the SUPPLIER'S "Conforme" thereto;
  - (g) Notice to Proceed;
  - (h) Other pertinent documents as may be required by existing laws and/or the PPA.
- 4.) CONSIDERATION. In consideration of the payments to be made by the PPA to the SUPPLIER as hereinafter mentioned, the SUPPLIER hereby covenants with the PPA to provide the goods and services and to remedy defects therein in keeping with the principle of good faith in the performance of obligations and in conformity with the provisions of the Contract in all respects. On the other hand, the PPA hereby covenants to pay the SUPPLIER, upon fulfillment of its obligation incumbent upon it under this Contract, to pay the Contract Price in the mode and manner acceptable to both parties;
- 5.) WARRANTIES. The SUPPLIER hereby warrants that all supply, delivery, and installation of the above-mentioned contract procured by PPA under this CONTRACT shall be free of any hidden defects whatsoever and the principle of CAVEAT EMPTOR shall not apply. In case of breach of said warranties, the SUPPLIER shall REPLACE the goods, materials or equipment without delay equivalent to such specifications, as to quality or quantity, as mentioned under par. 1 hereof;
  - 5.a) COVERED WARRANTY AND ITS PERIOD: Further, in consonance with the provisions of the procurement law and its revised implementing rules and regulations, the SUPPLIER shall post a WARRANTY SECURITY, in the form of a Special Bank Guarantee equivalent to at least ten percent (10%) of the total contract price within a minimum warranty period of ONE (1) YEAR, after acceptance of the delivered supplies. The said warranty security shall only be released after the lapse of the warranty period as herein provided or after the supplier has faithfully corrected the manufacturing defects of the procured goods. Provided however, that the supplies delivered are free from patent and latent defects and all conditions imposed under the contract have been fully met.
- 6.) LIQUIDATED DAMAGES IN CASE OF DELAY. In case of any breach of this CONTRACT, to include breach of the warranties as herein set forth, unless, the SUPPLIER immediately complied with the conditions set forth under par. 5 hereof, the aggrieved party shall be entitled to a liquidated damages of an amount equivalent to [1/10] of (1%) of the cost of the unperformed portion thereof, for every day of delay;
  - In no case, however, shall the total sum of liquidated damages exceed ten percent (10%) of the total contract price, in which event the Contract shall automatically be terminated by the PPA and the erring SUPPLIER's performance security shall be forfeited. The amount of the forfeited performance security shall be set aside from the amount of the liquidated damages that the SUPPLIER shall pay the PPA under this section and the other appropriate sanctions that may be imposed to the former.
- 7.) CONSTRUCTION OF TERMS. In this Agreement words and expressions shall have the same meanings as are respectively assigned to them in the Conditions of Contract referred to.







- **8.) AMENDMENTS**. Any change, alterations, modifications or amendments introduced after the execution and signing of this contract shall be made in writing and with the consent of both parties.
- 9.) EFFECTIVITY. This Contract shall be effective upon its signing by both parties.

IN WITNESS whereof the parties have hereunto set their hands on the date and place above written.

PHILIPPINE PORTS AUTHORITY,
PMO-ZAMBOANGA, ZAMBOANGA CITY

Ву

LIBERTO/C. DELA ROSA

EMCOR, INCORPORATED-VETERANS
VETERANS AVENUE, ZAMBOANGA CITY

By

Store Wanager/Authorized Representative

SIGNED IN THE PRESENCE OF:

FRANCISCA CLARISSA P. DAGOY Acting Manager, Admin. Division PATRICK Q. PRONTON
Sales Representative

day of

## ACKNOWLEDGEMENT

(For the Philippine Ports Authority)

RENATO 7 EPAO	EMCOR 3256	Davao City	
LIBERTO C. DELA ROSA	PPAO115-1979		
NAME	Identification Document Presented	Place & Date Issued	
	ublic, for and in the City of personally appeared:	, on this	
REPUBLIC OF THE PHILIP CITY OF			

Known to me and to me known to be the same persons who executed the foregoing instrument consisting of five (5) pages including the page on which this acknowledgement is written, duly signed by the parties and their witness on each and every page thereon and that the same is hereby executed with their free and voluntary act and deed, as well as the free and voluntary act of the corporation they represent.

The foregoing instrument refers to a Contract for One (1) Lot Supply, Delivery, and Installation of Eleven (11) Air Conditioning Units (ACUs) and Eleven (11) units Door Air Curtain, All Brand New, at the Traveler's Hub, Philippine Ports Authority, PMO-Zamboanga, Zamboanga City, to be delivered within sixty (60) calendar days upon receipt of Notice to Proceed;

WITNESS M	Y HAND	AND	SEAL	SEAL this 29 APK 2016	4. 2.	at	
Zamboanga City							

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ROSEBELL SANSON

Notary Ublic
Until 31 December 201x
Notarial Commission No. 47 2016
PTR NO 11/80 ( -01/9/16, Z.C)
IBP NO. 62/09 -05/06/14
PF LOM Blog., Pilar Street, Z.C