Republic of the Philippines Province of Iloilo Municipality of Tigbauan -000-

OFFICE OF THE SANGGUNIANG BAYAN

EXCERPT FROM THE MINUTES OF THE SPECIAL SESSION OF THE HONORABLE SANGGUNIANG BAYAN, TIGBAUAN, ILOILO HELD AT THE CONFERENCE ROOM, TIGBAUAN MUNICIPAL BUILDING, TIGBAUAN, ILOILO ON NOVEMBER 11, 2002 AT 9:20 A.M.

PRESENT:

HON. CECILIA T. GARRIDO, Councilor & Temporary Presiding Officer

HON. AGATON O. TUMABOTABO,

HON. ROMEO T. LEDESMA,

Councilor

HON. REMEDIOS T. TORRATO,

HON. FERNANDO M. VALENCIA,

Councilor

HON. GEORGE T. TRIBUNAL,

Councilor

Hon. REXFEL G. TRIVILEGIO,

HON. ALFONSITO E. ESTOCE,

Councilor

HON. ORVILLO T. TANGENTE, President, Liga ng mga Barangay

ABSENT:

HON. JESSIE G. TERRE, Vice Mayor
HON. JOSE DONEL T. TRASPORTO, SKMF President

Resolution No. 2002-113

RESOLUTION FOR THE PURCHASE OF ASSORTED MEDICINES FROM THE PHILIPPINE INTERNATIONAL TRADING CORP. (PITC) IN THE AMOUNT OF SEVEN HUNDRED THOUSAND (P700,000.00) PESOS UTILIZING FUNDS ALLOCATED UNDER THE p3.0 BILLION LOCAL GOVERNMENT EQUALIZATION FUND FOR 2001 IN ACCORDANCE WITH THE APPROVED RESOLUTION NO. 2002-01 DATED JANUARY 9, 2002 OF THE OVERSIGHT COMMITTEE ON DEVOLUTION (OCD) FOR THE MUNICIPALITY OF TIGBAUAN

WHEREAS, presented for consideration and prompt action is the pressing need to provide assorted medicines to support the Municipality's health services program;

WHEREAS, it is expected that the distribution of medicines will help reduce the causes of morbidity and mortality rates especially in the remote parts of the municipality. Likewise, this will surely increase the accomplishments of the health personnel towards its service to the people and shall give the poor or under-privileged constituents access to the better health care;

WHEREAS, the Philippine International Trading Corporation, a government owned and controlled corporation tasked by the DTI & DOH to operate in support of the "BOTOCA sa Barangay ni GMA Program", distributes locally manufactured high quality and affordable medicines to LGUs and other government agencies under its government procurement facility;

WHEREAS, in the purchase of medicines from PITC, our municipality shall dispense with the tedious and time consuming bidding process particularly, for this purchase of medicines which are emergency in nature;

WHEREAS, the DEPARTMENT OF FINANCE, herein presented by Hon. Sec. Jose Isidro N. Camacho (hereinafter referred to as DOF); the Department of Budget and Management, herein represented by the Hon. Sec. Emilia T. Boncodin, (hereinafter referred to as "DBM"), the DEPARTMENT OF INTERIOR AND LOCAL GOVERNMENT, herein represented by the Hon. Sec. Jose D. Lina Jr., (hereinafter referred to as "DILG)) and the UNION OF LOCAL AUTHORITIES OF THE PHILIPPINES, representing its member leagues of

local government units and herein represented by its National President, Hon. Governor Rodolfo P. Del Rosario, hereinafter referred to as "ULAP" executed a MEMORANDUM OF AGREEMENT, on the 7th day of September, 2002 at Malacañang, Manila

WHEREAS, under the Memorandum of Agreement, the following have been unanimously agreed upon:

- for the period September to December this year, the National Government is determined to implement fiscal discipline measure to manage budget deficit and has, withheld 25% of the budgets of National Government Agencies ("NGAs") including portions of the budgets due to Government Owned and Controlled Corporations (GOCCs) Government Financial Institutions (GIFs);
- 2. consultants were made of DOF, DBM and DILG with LGU local officials through its umbrella organization, the ULAP, on how LGUs can cooperate and help share the burden as responsible partners of National Government to ensure a short term and effective solution to manage the budget deficit this year;
- 3. after careful evaluation of the situation and in support to the president's call to contain the fiscal deficit, and taking into consideration existing laws rules and regulations governing the IRA, ULAP passed the Resolution No. 4, S. 2002 during its 21st National Executive Board (NEB), entitled:

"ULAP RESOLUTION PROVIDING FOR RESOLUTE AND CLEAR-CUT REMEDIES/SOLUTIONS TO HER EXCELLENCY, PRESIDENT GLORIA MACAPAGAL-ARROYO IN ADDRESSING THE BUDGET DEFICIT FOR THE FISCAL YEAR 2002 AS HEREIN STIPULATED"

WHEREAS, under the said Resolution, the following proposals were volunteered by ULAP in partnership with the National Government:

- 1, Beginning the month of September up to December, 2002, DBM shall release to LGU eighty percent (80%) of its monthly IRA release, deferring the remaining twenty percent (20%) of the LGUs development fund but to be released beginning January to June 2003 on top of the regular P141 Billion due LGU's for CY 2003, thus effecting a temporary reduction of about 6.7% of the P134.422 Billion IRA level for CY 2002 vis-avis the 25% withheld by DBM from all the NGA's budget this year,
- 2. For DBM and DOF to include in the credit facility the amount of P3.0 Billion unreleased portion if the 2001 Local Government Service Equalization Fund (LGSEF) due all Provinces, Cities, Municipalities and Barangays as approved by the Oversight Committee on Devolution, to coincide with the release of the IRA (September December 2002) so that the said amount can also be advanced by the GFIs this year to LGU's which are in dire need of funds to provide basic services to its constituents;
- 3. for DBM to consider and find ways of exempting the $4^{th} 6^{th}$ class municipalities from this scheme.

WHEREAS, during also the said meeting for the 20% development fund of LGUs for September to December 2002 to be set aside by DBM shall likewise be automatically credited and released by DBP and LBP to all the LGUs to coincide with the monthly releases to be made by the DBM to LGU covering 80% of the ira SHARES;

- That the amount intended for the 20% development fund of LGUs for September to December 2002 to be set aside by DBM shall likewise be automatically credited and released by DBM and LBP to all the LGUs to coincide with the monthly releases to be made by the DBM to LGU covering 80% of the IRA shares;
- 2. That the P3.0 Billion Local government Service Equalization Fund for 2001 shall likewise be included in this facility and that the same shall be allocated to the LGUs in accordance with the approved Resolution No. 2002-001, dated January 9, 2002 of

- the Oversight Committee on Devolution (OCD) and shall be directly released to LGUs in four equal tranches beginning September to December 2002;
- 3. That the DBM and DOF shall be responsible for seeing to it that the financial commitment of this agreement shall be complied with the National Government, particularly through the Bureau of the Treasury.

NOW, THEREFORE, upon motion of Sangguniang Bayan member Hon. Rexfel G. Trivilegio, Chairman, Committee on Appropriation, Budget, finance, Accounts & Legal Matters and duly seconded by Sangguniang Bayan member Hon. Romeo T. Ledesma and Hon. Orvillo T. Tangente, Be It

RESOLVED, AS IT IS HEREBY RESOLVED, to purchase medicines amounting to SEVEN HUNDRED THOUSAND (P700,000.00) PESOS from Philippine International Trading Corporation, utilizing for the purpose, the municipality's share in the CY 2001 LGSEF,

RESOLVED FURTHER, that payment be made directly to the Philippine International Trading Corporation.

APPROVED, this 11th day of November 2002.

APPROVED.

I HEREBY CERTIFY that the foregoing Resolution was approved by the Sangguniang Bayan.

CERTIFIED CORRECT:

MARLENE T. NAVA S.B. Secretary

ATTESTED:

CECILIA T. GARRIDO
Councilor & Temporary Presiding Officer