



Republic of the Philippines  
Province of Iloilo  
Municipality of Tigbauan  
**OFFICE OF THE SANGGUNIAN BAYAN**

[www.Tigbauan.gov.ph](http://www.Tigbauan.gov.ph)

Tel.No. (033) 511-85-30

EXCERPT FROM THE MINUTES OF THE REGULAR SESSION OF THE HONORABLE SANGGUNIAN BAYAN, TIGBAUAN, ILOILO HELD AT THE SB SESSION HALL, TIGBAUAN MUNICIPAL BUILDING TIGBAUAN, ILOILO ON APRIL 10, 2012 AT 9:10 IN THE MORNING

**PRESENT:**

HON. ROEL T. JARINA,	Vice Mayor & Presiding Officer
HON. DENNIS T. VALENCIA,	SB Member
HON. AGATON O. TUMABOTABO,	SB Member
HON. JOSE DONEL T. TRASPORTO,	SB Member
HON. LORETA LUNGAY-ARIAS,	SB Member
HON. ELMER T. TORRATO,	SB Member
HON. MARLON R. TERUÑEZ,	SB Member

**OFFICIAL BUSINESS:**

HON. SUZETTE TENEFRENCIA-ALQUISADA,	SB Member ( <i>Attended the Celebration of Semana ng Iloilo</i> )
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**ABSENT:**

HON. ALFONSO C. BABIERA,	SB Member
HON. RICKY T. NULADA,	Liga Pres. ( <i>Forced Leave</i> )
HON. NYSSA NICHOLA T. CALLOSA,	SKMF President ( <i>Forced Leave</i> )

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**Resolution No. 2012-027**

**RESOLUTION AUTHORIZING HON. JAMES EXCELSIOR M. TORRES, MUNICIPAL MAYOR, TO ENTER INTO A MEMORANDUM OF AGREEMENT (MOA) WITH THE DEPARTMENT OF INTERIOR AND LOCAL GOVERNMENT FOR THE IMPLEMENTATION OF THE PROJECT UNDER THE PERFORMANCE CHALLENGE FUND.**

WHEREAS, in a letter dated March 30, 2012, Mayor James Excelsior M. Torres requested for the urgent passing of a *“Resolution Authorizing Hon. James Excelsior M. Torres, Municipal Mayor To Enter Into A Memorandum Of Agreement With The Department Of Interior And Local Government For The Implementation Of The Project Under The Performance Challenge Fund”*;

WHEREAS, during the S.B. Regular Session on April 10, 2012, representatives from the Office of the Municipal Mayor and other Department Heads together with the Members of the Sanggunian present have come into an agreement that the Local Government Unit shall use the Performance Challenge Fund (PCF) for the implementation of the Coastal Area and Riverbanks Protection Development Program of the Municipality;

WHEREAS, the said coastal area and riverbanks protection development program is included in the 2012 Annual Investment Plan of the Municipality with a corresponding allocation of P1,473,341.00;

WHEREAS, the said project is consistent with the provisions of the Millennium Developments Goals being geared towards environmental protection and preservation;

WHEREAS, the Department of the Interior and Local Government (DILG) through the Bureau of Local Government Development (BLGD) is the Office with primary responsibilities in localizing the Millennium Development Goals (MDGs) and capacitating LGUs to effectively discharge their powers and functions towards improving the delivery of basic services and facilities to their constituents;

WHEREAS, the Development Budget Coordinating Committee (DBCC) of the Department of Budget and Management (DBM) approved the Performance Based Incentive Policy (PBIP) which provides for an incentive framework to rationalize national government and intergovernmental transfer to LGUs towards improving LGU performance in governance and delivery of basic services;

WHEREAS, the Performance Challenge Fund (PCF) for Local Government Units is an incentive fund for LGUs in the form of counterpart funding to high-impact capital investment projects in the Annual Investment Plan (AIP) and funded out of the 20% Local Development Fund (LDF) consistent with national development goals and priorities;

WHEREAS, the Performance Challenge Fund (PCF) is being administered by the Department of the Interior and Local Government in collaboration with the Department of Budget and Management (DBM) to recognize good governance performance particularly in the adoption of **“good housekeeping”** along the governance areas of development planning, sound financial management, transparency and accountability, and valuing performance monitoring;

WHEREAS, the Performance Challenge Fund progressive realization to achieve the Millennium Development Goals (MDGs), maintenance of core road network to boost tourism and local economic development and comply with the Philippine Disaster Risk Reduction (DRR) and Management Act of 2010 and Ecological Solid Waste Management Act of 2000, programs and projects is anchored on the contribution of Local Government Units (LGUs), as well as non-government and private sector organizations;

WHEREAS, Local Government Units (LGUs), as provided under the Local Government Code of 1991 or Republic Act 7160, assume the primary responsibility for the provision of basic services and facilities and the improvement of quality of life of their constituents towards the achievement of MDGs, DRR and CCA;

WHEREAS, the Municipality of Tigbauan, has been awarded the Seal of Good Housekeeping thereby entitles the LGU to receive the PC Fund Subsidy amounting to One Million (P1,000,000.00) Pesos;

NOW, THEREFORE, for and in consideration of the above-mentioned premises and of the mutual covenants stipulated hereinafter set forth the PARTIES hereto agree to enter into this Memorandum of Agreement to adhere to the following terms and conditions:

**SECTION 1. Requirements for the Release of PC Fund Subsidy:**

The following requirements should be submitted to DILG through the DILG Regional Offices:

1. Letter of intent of LGU subsidyee along with the following:
  - a. Project Design inclusive of description, location, work plan and project schedule, budget and financing plan, project management and other financing partners or supplementary financing, if any;
  - b. Sanggunian Resolution:
    - i) Authorizing the Local Chief Executive to enter into a Memorandum of Agreement (MOA) for the PC Fund subsidy;
    - ii) Approving the allocation of LGU funds as counterpart to the PC Fund subsidy; and

- iii) Certifying that the project is included in the 2012 Annual Investment Program.
- c. Certification from the Municipal Treasurer that the project is receiving a budget from the 20% Development Fund equivalent to the above requirements.
- d. Certification from the Government Bank Manager that the LGU has opened a special account purposely for PCF;
- e. Executive Order creating the PCF Implementing Team/Unit

## **SECTION 2. Eligible Projects**

Eligible projects for the PC Fund Subsidy are those that support the national priorities of the present administration in achieving the MDGs (e.g. livelihood and employment generating projects, school buildings, hospital and health centers, training and crisis centers) which are implementable in one (1) year.

## **SECTION 3. Delineation of Responsibilities**

### PCF Recipient LGU shall:

1. Comply with the documentary requirements under Section 1 for the release of PC Fund subsidy;
2. Open a Special Account in a government bank and provide the DILG Regional Office a certification from the Local Treasurer and the details of the account;
3. Maintain a Book of Accounts for the PC Fund;
4. Issue an official receipt corresponding to the amount of PC Fund subsidy received;
5. Create a PCF Project Team/Implementing Unit responsible for the implementation of the project;
6. Submit to the DILG Regional Office quarterly physical reports of accomplishments and fund utilization report; and liquidation report verified by the local COA Officer.

### DILG Regional Office shall:

1. Prepare and issue checks as cash advances to the LGU subsidyee subject to Pre-Audit pursuant to COA Circular 2009-02;
2. After 5 working days of satisfactory compliance to PCF subsidy requirements and upon signing of the Memorandum of Agreement between the DILG and LGU, subsidyee shall release the PCF subsidy to the LGU subsidyee;
3. Facilitate the release of PCF Subsidy amounting to One Million (P1,000,000.00) Pesos to the recipient LGU upon signing of the Memorandum of Agreement and the satisfactory submission of documentary requirements under Section 1 by the LGU; and
4. Monitor the progress of project implementation by the LGUs and disbursement of funds by the LGU subsidyee and submit consolidated status report on the implementation of PCF funded project, and liquidation report to the FMS.

NOW, THEREFORE, on motion of HON. JOSE DONEL T. TRASPORTO, Chairman, Committee on Rules, Ordinances and Resolutions and duly seconded by Hon. Dennis T. Valencia, Hon. Agaton O. Tumabotabo, Hon. Elmer T. Torrato, Hon. Loreta L. Arias, and Hon. Marlon R. Teruñez,

RESOLVED, to Authorize Hon. James Excelsior M. Torres, Municipal Mayor To Enter Into A Memorandum Of Agreement (MOA) With The Department Of Interior And Local Government For The Implementation Of The Project Under The Performance Challenge Fund

RESOLVED FURTHER, to furnish copies of this Resolution to Regional Director EVELYN A. TROMPETA, CESO II, DILG and all concerned for their information and/or appropriate action.

APPROVED.

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**I HEREBY CERTIFY** that the foregoing Resolution No. 2012-027 was approved by the Sangguniang Bayan.

**MA. GEMMA MOLO**  
Acting Secretary

ATTESTED:

**ROEL T. JARINA**  
Vice Mayor & Presiding Officer

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**HON. ROEL T. JARINA, M.D.**  
Municipal Vice Mayor

**Sangguniang Bayan Members:**

HON. SUZETTE T. ALQUISADA, CPA-Lawyer	HON JOSE DONEL T. TRASPORTO	HON. RICKY NULADA (LnB-Pres)
HON. DENNIS T. VALENCIA	HON. ELMER T. TORRATO	HON. NYSSA NICHOLA CALLOSA (SKMF-Pres)
HON. ALFONSO C.BABIERA	HON. LORETA LUNGAY-ARIAS	
HON. AGATON O. TUMABOTABO	HON. MARLON R. TERUÑEZ, Ph.D.	

*“Public office is a public trust. Public Officials must at all times be accountable to the people.”*

