Republic of the Philippines  
Province of Cavite  
MUNICIPALITY OF BACOOR  
Office of the Sangguniang Bayan  

RESOLUTION NO. 72-S-2009  

A RESOLUTION REPEALING RESOLUTION NO. 168-S-2008 AND AUTHORIZING THE MUNICIPAL MAYOR TO SIGN THE DRAFT LOAN AGREEMENT WITH THE PHILIPPINE VETERANS BANK (PVB) FOR AND ON BEHALF OF THE MUNICIPALITY OF BACOOR, CAVITE FOR A LOAN AMOUNTING TO PHP 590,000,000.00 TO BE USED TO FINANCE THE PROPOSED BACOOR GOVERNMENT CENTER, AND OTHER INFRASTRUCTURE PROJECTS.  

WHEREAS, the Sangguniang Bayan passed Resolution No. 168-S-2008 authorizing the Municipal Mayor to sign a Loan Agreement with the Philippine Veterans Bank (PVB) in the amount of PhP 590,000,000.00 to finance the construction of the proposed Bacoor Government Center and other infrastructure projects within Bacoor, Cavite.  

WHEREAS, the resolution explicitly provided that the interest rate on the said loans must not exceed seven percent (7%) per annum.  

WHEREAS, on 01 June 2009, Mrs. Violeta E. Calo, the duly-appointed financial adviser of the municipal government, submitted a report to the Office of the Municipal Mayor.  

WHEREAS, the said report contains a recommendation for the Municipal Mayor to do the following:  

1. Request the Sangguniang Bayan to pass a Resolution amending Resolution No. 168-S-2008 by authorizing the Municipal Mayor to sign a loan agreement with the PVB for PhP 590,000,000.00 with a spread of 3.0% over the 364 days PDST-F rate, with a floor interest rate of 7.75% p.a. re-priced annually and payable monthly in arrears. GRT and all applicable taxes shall be for the account of the Municipality;  

2. Sign the Loan Agreement and other related documents between the Municipality and the PVB based on the above interest rate and;  

3. After the Loan Agreement has been signed, request a Resolution from the Sangguniang Bayan ratifying the P590 Million Loan Agreement with Philippine Veterans Bank. xxx  

WHEREAS, the Municipal Mayor then forwarded the said report to the Sangguniang Bayan with a certified urgent request to pass a resolution repealing the above-mentioned resolution and authorizing him to sign the above-mentioned Loan Agreement, copies of which were also submitted to the council for review and consideration.
WHEREAS, the members of the council deliberated on the subject and weighed the various pros and cons of the Municipal Mayor's request.

NOW, THEREFORE, upon motion of Councilor Reynaldo Fabian unanimously seconded by all the members present in regular session assembled, BE IT RESOLVED AS IT IS HEREBY RESOLVED, to repeal Resolution No. 168-S-2008 and authorize the Municipal Mayor to sign a Loan Agreement with the PVB in the amount of PhP 590,000,000.00. Provided that: the said Loan Agreement should provide that the said loan amount shall be subject to a fixed rate of 7.75% per annum during the entire duration of the contract with a two (2) year grace period to commence from the date of execution of the Loan Agreement within which the Municipality of Bacoor shall not be required to pay any amortization on the said loan. Provided, further that: all the terms and conditions of the said Loan Agreement should conform with all pertinent laws as well as with the prevailing rules and regulations of the Bangko Sentral ng Pilipinas.

RESOLVED FURTHER, that the said Loan Agreement shall not take full force and effect unless it is duly ratified by the Sangguniang Bayan.

RESOLVED LASTLY, to furnish all government offices and agencies concerned with copies of this Resolution.

PASSED UNANIMOUSLY this 8th day of June 2009 at Bacoor, Cavite.

Certified by:

HON. ROSETTE M. FERNANDO
Presiding Officer/ Municipal Vice-Mayor

Attested by:

ATTY. KHALID A. ATEGA JR.
Secretary to the Sangguniang

Certified by:

ROSETTE MIRANDA FERNANDO
Municipal Vice Mayor/Presiding Officer

Approved by:

HON. STRIKE B. REVILLA
Municipal Mayor