



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

CGBCR-SPBac-F005.00
10/20/2023

OFFICE OF THE
SANGGUNIANG PANLUNGSOD
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OFFICE OF THE SAGGUNIANG PANLUNGSOD

DATE: 11/24/24 TIME: 11:39
BACOR CITY, CAVITE

COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION

COMMITTEE REPORT

NO. FBA-173-S-2023

Subject: A RESOLUTION AUTHORIZING THE CANCELLATION OF TERM LOANS 4, 5, 6 WITH THE LANDBANK OF THE PHILIPPINES – PCR-455-2023 dated November 28, 2023

Referred to this Committee on the 70th Regular Session is the above-subject matter for appropriate action and recommendation.

Under Republic Act No. 7160, the local government units (LGUs) are authorized to resort to borrowing and enter into a loan agreement with accredited financial institutions to finance the infrastructure projects approved under their respective Annual Investment Programs (AIPs) and annual budget for the year, subject to specific restrictions provided in the same law.

The 2023 Annual Investment Plan and Annual Fund Budget for Fiscal Year 2023 of the City of Bacoor, includes the infrastructure projects which are to be financed thru borrowing with the Land Bank of the Philippines (LBP).

For clarity, the Committee identifies the subject of Term Loan 4, Term Loan 5 and Term Loan 6 and hereunder presented as follows:

1. Term Loan 4 – covers the amount **Php167,727,900.00** and was proposed to finance the acquisition of land for socialized housing projects.
2. Term Loan 5 – covers the amount of **Php270,000,000.00** and intended for the construction of 4th Floor of the Bacoor City Hall.
3. Term Loan 6 – covers the amount of **Php90,000,000.00** and intended for the construction of additional storage facility at the S.T.R.I.K.E. Gymn.

Under Sangguniang Panlungsod City Resolution No. 2023-223 dated March 20, 2023 the City Mayor was authorized to negotiate, borrow, sign legal documents and facilitate the loan from the Land Bank of Philippines (LBP) for the amount of Php167,727,900.00, the Term Loan 4.



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While City Resolution No. 2023-257A of the Sangguniang Panlungsod authorized the City Mayor to negotiate, borrow, sign legal documents and facilitate the loans from the Land Bank of Philippines (LBP) for the following amounts:

1. Php270,000,000.00, the Term Loan 5; and
2. Php90,000,000.00, the Term Loan 6.

JUSTIFICATIONS FOR THE CANCELLATION OF THE TERM LOANS

The Local Finance Committee (LFC) of Bacoor City under its Resolution No. 02, Series of 2023 resolved that:

1. The City of Bacoor Urban Development and Housing Board (CBUDHB) resolved in its Resolution No. 09, Series of 2023 that the loan with the LBP in the amount of **Php167,727,900.00, the Term Loan 4**, is no longer needed considering that the Socialized Housing Trust Fund of Bacoor City is sufficient to cover the full cost of land acquisition for the socialized housing projects (please see also PCR-460-2023 dated November 28, 2023)
2. The City Government of Bacoor will no longer pursue the construction of fourth floor on Bacoor City Hall (**Php270,000,000.00-Term Loan 5**) and the construction of additional storage facility at S.T.R.I.K.E. Gymn (**Php90,000,000.00, the Term Loan 6**).

RECOMMENDATION:

In view of the foregoing, the Honorable Members of the Committee hereby recommend **TO APPROVE** the City Resolution authorizing the City Mayor, Hon. Strike B. Revilla, to cancel Term Loan 4 (**Php167,727,900.00**), Term Loan 5 (**Php270,000,000.00**) and Term Loan 6 (**Php90,000,000.00**) with the Land Bank of the Philippines as recommended by the Local Finance Committee (LFC) of Bacoor City and as per the endorsement of the Office of the City Mayor, Bacoor City.



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WE HEREBY CERTIFY that the contents of the foregoing report are true and correct.

Signed this day of January 2024 at the City of Bacoor, Cavite.

THE COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION


HON. ROGELIO M. NOLASCO
Chairman


HON. CATHERINE S. EVARISTO
Vice Chairperson


HON. REYNALDO D. PALABRICA
Member


HON. ADRIEITO G. GAWARAN
Member

Prepared by:


ROBERTO A. DE GUZMAN
Local Legislative Staff Assistant I



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COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION

COMMITTEE REPORT

NO. FBA-174-S-2023

Subject: A RESOLUTION AUTHORIZING THE TRANSFER OF TERM LOAN 1 FROM THE LANDBANK OF THE PHILIPPINES TO THE DEVELOPMENT BANK OF THE PHILIPPINES – PCR 456-2023 dated November 28, 2023.

Referred to this Committee on the 70th Regular Session is the above-subject matter for appropriate action and recommendation.

Under Republic Act No. 7160, the local government units (LGUs) are authorized to resort to borrowing and enter into a loan agreement with accredited financial institutions to finance the infrastructure projects approved under their respective Annual Investment Programs (AIPs) and annual budget for the year, subject to specific restrictions provided in the same law.

The City Local Finance Committee (CLCF) of Bacoor City resolved the issue on "**whether or not it is more beneficial for the City Government of Bacoor to transfer Term Loan 1 to the Development Bank of the Philippines**".

It may be recalled that on May 10, 2021 the Sangguniang Panlungsod under its City Resolution No. CR 2021-349 authorized then City Mayor, Hon. Lani Mercado-Revilla to enter into, sign and confirm the Notice of Loan Approval of the City Government of Bacoor with the Land Bank of the Philippines (LBP) involving the amount of Php530,000,000.00 (the Term Loan 1) which was used to finance the construction of Disaster Risk Reduction and Management Building with among other various projects included in the Local Development Plan/Annual Investment Program for Fiscal Year 2021.

In a study, the City Local Finance Committee (CLFC) had determined that the transfer of **Loan Term 1** from Land Bank of the Philippines to Development Bank of Philippines (DBP) is beneficial and more advantageous to the City Government of Bacoor. Then submitted to the Sangguniang Panlungsod for its perusal the comparative matrix of income on interest involving the Time Deposit amounting to Php1,000,000,000.00 invested with the LBP versus the projected income on interest of the same amount if transferred to DBP. We copy the comparative matrix:



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	DBP	LBP	NET GAIN
Project Term			
Deposit Principal	1,000,000,000.00	1,000,000,000.00	
Interest Rate	2.5%	1.15%	
Term	182	181	
Interest Earnings	10,111,111.11	9,251,111.11	
Annual Interest Earnings	20,222,222.22	9,251,111.11	10,971,111.11
Net Gain for 8.5 years			93,254,444.44

The City Local Finance Committee further inferred that if Term Loan 1 remains with the Land Bank of the Philippines the city government has to pay the total amount of Php25,899,790.98 representing the interest on the loan contracted. Comparatively, if Term Loan 1 is transferred to DBP with the same terms and conditions, the city government would only pay the total amount of Php15,404,170.49 representing the interest of the loan. The difference and the savings is about Php10,495,620.49.

As presented by the CLFC, the comparative matrix on the loan interest is hereunder copied, as follows:

Loan 1	Approved Amount	Outstanding Balance 31 October 2023	LBP	DBP
	460,000,000.00	454,072,349.69		
1 st Release		139,942,000.00	4,792,970.00	4,108,260.00
2 nd Release		46,000,000.00	2,760,000.00	1,380,000.00
3 rd Release		108,794,943.00	6,527,696.58	3,263,848.29
4 th Release		74,837,935.00	4,490,276.10	2,245,138.05
5 th Release		16,059,858.13	963,591.49	481,795.74
6 th Release		26,030,378.00	1,561,822.68	780,911.34
8 th Release		45,063,680.01	2,724,434.13	1,382,217.07
For JEV		343,555.55		
Loan 3	70,000,000.00 7 th Release	59,400,000.00 59,400,000.00	2,079,000.00	1,782,000.00
TOTAL			25,899,790.98	15,404,170.49

Saving from Interest Expense on Loan: Php10,495,620.49
 =====

The City Local Finance Committee further discussed and resolved in its Resolution No. 03, Series of 2023 the following issues:

1. The interest rate on loan with the Land Bank of the Philippines which is currently at 3.5% would be increased to 6%, and subject to quarterly review for possible increases.



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- The interest rate on loan with the Development Bank of the Philippines will be pegged at **3% until December 31, 2028**, and may be increased to **3.5% starting January 2029**.
- The low interest rate on loan can be availed of by the City Government if the Development Bank of Philippines (DBP) will become the depository bank of its National Tax Allotment (NTA) share.

During the committee hearing conducted on December 13, 2023, the representatives of the **Land Bank of the Philippines (LBP)** expressly stated their intentions to counter the proposals of the Development Bank of the Philippines (DBP), and thus, submitted their own comparative matrixes and we copy:

1. On Loan – Term Loan

• **LANDBANK**

Credit facility	Amount (o/s Balance) In Million Pesos	Interest Rate	Total payment up to maturity date	
Term Loan	468.065	3.5% Repricing rate is 4.00% p.a. effective on January 2026	Total interest on Loans	71.224 ^{1/}
			TOTAL	71.224

^{1/} Based on actual computation of 3.50% fixed rate until 31 December 2025 and repricing rate of 4.00% effective January 2026 until maturity for term loan 1.

• **DBP**

Credit facility	Amount (O/sBalance) In Million Pesos	Interest Rate	Total payment up to maturity date	
Term Loan	468.065	3.00% Repricing rate is 3.25% p.a. ^{2/}	Total interest on Loans ^{3/} Gross Receipt Tax ^{4/} Doc. Stamp on PN ^{5/} 2% Prepayment Penalty ^{6/}	60.289 1.465 3.510 9.361
			TOTAL	74.626

^{2/} Repricing rate may increase to 3.50% and 4.00% up to loan maturity if DBP is not the depository bank of the LGU's National Tax Allotment.

^{3/} Computed based on interest rate of 3.00% per annum. It may increase based on repricing rate.

^{4/} GRT on interest Expense on loans is for the account of the LGU.

^{5/} Documentary Stamp Tax Tax on Promissory Note to be executed between the LGU and DBP. To be paid upfront on the date of execution and subject to budget allocation.

^{6/} Prepayment penalty due to loan take-out (payable to LANDBANK). To be paid upfront on the date of take-out and subject to budget allocation.



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WE HEREBY CERTIFY that the contents of the foregoing report are true and correct.


Signed this day of January 2024 at the City of Bacoor, Cavite.

THE COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION


HON. ROGELIO M. NOLASCO
Chairman


HON. CATHERINE S. EVARISTO
Vice Chairperson


HON. REYNALDO D. PALABRICA
Member


HON. ADRIETO G. GAWARAN
Member

Prepared by:


ROBERTO A. DE GUZMAN
Local Legislative Staff Assistant I



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BACOR CITY, CAVITE

COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION

COMMITTEE REPORT
NO. FBA-176-S-2023

Subject: A RESOLUTION AUTHORIZING THE CITY MAYOR, HON. STRIKE B. REVILLA, ON BEHALF OF THE CITY GOVERNMENT OF BACOR TO CANCEL THE LOAN AGREEMENT WITH THE LANDBANK OF THE PHILIPPINES IN THE AMOUNT OF ONE HUNDRED SIXTY-SEVEN MILLION SEVEN HUNDRED TWENTY-SEVEN THOUSAND NINE HUNDRED PESOS (PHP167,727,900.00) INTENDED FOR FINANCING THE LAND ACQUISITION FOR SOCIALIZED HOUSING PROJECTS. - PCR-460-2023 dated November 28, 2023

Referred to this Committee on the 70th Regular Session is the above-subject matter for appropriate action and recommendation.

Pursuant to City Resolution No. 2023-223 dated March 20, 2023 of the 5th Sangguniang Panlungsod, Hon. Strike B. Revilla, City Mayor, Bacoor City was authorized to sign all legal documents, borrow funds and enter into a loan agreement with the Land Bank of the Philippines (LBP) for the amount of Php167,727,900.00 to finance the acquisition of land for the socialized housing project of the City Government of Bacoor under the approved 2023 Development Plan and/or Annual Investment Plan, and to use as collateral the assignment of National Tax Allocation (NTA).

The members of the City of Bacoor Urban Development and Housing Board (CBURDHB) during their deliberations have determined and resolved that the Socialized Housing Trust Fund of the City of Bacoor can cover the full amount needed to pay the cost of the five (5) parcels of land covered by and more particularly described under Original Certificate of Title (OCT) Nos. 2014000091, 2014000092, 2014000093 and 2014000094 and Transfer Certificate of Title (TCT) No. 057-2015020239 also known as the "Mariano Properties", all of which are situated in Barangay Salinas, Bacoor City where the socialized housing project will be developed and constructed.

Hence, the request for approval of a city resolution authorizing the City Mayor, Hon. Strike B. Revilla, to cancel the loan agreement with the Land Bank of the Philippines involving the amount of Php167,727,900.00 (CBUDHB Resolution No. 9, Series of 2023).



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FINDINGS:

1. As provided under Republic Act No. 7160, the Local Chief Executive of the local government units is vested with the authority to enter into a loan contract with local banks and financial institutions, subject to proper concurrence and authority from the local legislative body, the Sangguniang Panlungsod/Bayan.
2. The City of Bacoor Urban Development and Housing Board (CBURDHB) under its specific functions is mandated to submit to the Sangguniang Panlungsod for its consideration the proposals involving the following actions:
 - a. Taxation and such other mode of revenue generation to ensure the viability and sustainability of the city's housing project; and
 - b. Acquisition of lands for the housing projects through:
 - Negotiated sale
 - Expropriation proceedings
 - Land swapping
 - Land banking
 - Land assembly or consolidation
 - Joint venture
 - Such other modes of acquisition as may be lawfully allowed

including the action/s required on any measure passed by the Sangguniang Panlungsod pertaining to and affecting the socialized housing project/s.

3. In a study, the City of Bacoor Urban Development and Housing Board (CBURDHB) found that the Socialized Housing Trust Fund of Bacoor City can be utilized to cover the full payment of the cost of aforementioned five (5) parcels of land known as the "Mariano Properties" situated in Barangay Salinas, Bacoor City for the housing project.
4. The cancellation of the loan agreement with the Land Bank of Philippines (LBP) is advantageous to the City Government of Bacoor .

RECOMMENDATION:

In view of the foregoing, the Honorable Members of the Committee hereby recommend **TO APPROVE** the City Resolution authorizing the City Mayor, Hon. Strike B. Revilla, to cancel the loan agreement with the Land Bank of the Philippines involving the amount of **ONE HUNDRED SIXTY-SEVEN MILLION SEVEN HUNDRED TWENTY-SEVEN THOUSAND NINE HUNDRED PESOS (Php167,727,900.00)**.



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WE HEREBY CERTIFY that the contents of the foregoing report are true and correct.

Signed this _____ day of January 2024 at the City of Bacoor, Cavite.

THE COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION



HON. ROGELIO M. NOLASCO
Chairman


HON. CATHERINE S. EVARISTO
Vice Chairperson


HON. REYNALDO D. PALABRICA
Member


HON. ADRIELITO G. GAWARAN
Member

Prepared by.


ROBERTO A. DE GUZMAN

Local Legislative Staff Assistant I



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BACOR CITY, CAVITE

Committee on Finance, Budget and Appropriation

COMMITTEE HEARING MINUTES

NO. FBA-173-S-2023

NO. FBA-174-S-2023

NO. FBA-176-S-2023

Subjects: *A RESOLUTION AUTHORIZING THE CANCELLATION OF TERM LOANS 4,5,6 WITH THE LANDBANK OF THE PHILIPPINES.* – PCR-455-2023 dated November 28, 2023.

A RESOLUTION AUTHORIZING THE TRANSFER OF TERM LOAN 1 FROM LANDBANK OF THE PHILIPPINES TO THE DEVELOPMENT BANK OF THE PHILIPPINES. – PCR-456-2023 dated Nov. 28, 2023.

A RESOLUTION AUTHORIZING THE CITY MAYOR, HON. STRIKE B. REVILLA, ON BEHALF OF THE CITY GOVERNMENT OF BACOR TO CANCEL THE LOAN AGREEMENT WITH LANDBANK OF THE PHILIPPINES IN THE AMOUNT OF ONE HUNDRED SIXTY-SEVEN MILLION SEVEN HUNDRED TWENTY-SEVEN THOUSAND NINE HUNDRED PESOS (PHP 167,727,900.00) INTENDED FOR FINANCING THE LAND ACQUISITION FOR SOCIALIZED HOUSING PROJECTS. PCR-460-2023 dated Nov. 28, 2023.

Present:

Committee on Finance, Budget and Appropriation

Hon. Rogelio M. Nolasco - Chairman

Resource Persons:

Atty. JD G. Gutierrez - Office of City Legal Service
Ms. Elvinia S. Guerrero - Office of the City Budget Officer
Ms. Rona Grace Torrijos - Office of the City Treasury
Ms. Jacqueline J. Barzaga - Account Officer LANDBANK
Mr. Jesse J. Laubuso - V.P. Cavite Area LANDBANK
Mr. Dino Jambalos - Branch Manager Imus LANDBANK



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Hon. Rogelio Nolasco: "A Committee Hearing with Landbank is call to order." Magandang Hapon po sa inyong lahat, mayroon po tayong 3 subject matters na ididiscuss at nabigyan na po namin kayo ng kopya na ginawa ng ating City Local Finance Committee:

"A resolution authorizing the cancellation of term loan 4, covering the amount of PHP 167,727,900.00, for the purpose of financing the land acquisition for socialized housing project. Term loan 5, covering the amount of PHP 270,000,000.00 intended for the construction of the 4th floor of the Bacoor City Hall and term loan 6, covering the amount of PHP 90,000,000.00 intended for the construction of additional storage facility at the S.T.R.I.K.E. Gymnasium."

Hon. Rogelio Nolasco: "Mam Elvie ano po ang naka allot doon sa term loan 4,5 and 6 po natin?"

Ms. Elvinia S. Guerrero: "Iyan po ay kasama sa ating approved Annual Investment Plan of 2023 at ang infra projects po, hindi na po pinapatuloy ni Mayor ang 4th floor at itong construction of warehouse. Ang warehouse bali under na siya ng ating general maintenance po."

Hon. Rogelio Nolasco: "Okey po bago po natin ipagpatuloy pwede pong paki sabi ang inyong name at position ng ating mga Resource Persons po?"

Hon. Rogelio Nolasco: "Thank you po sa lahat at sa inyong pagdating, ang aking pong mga kasamang Konsehal ay may pinuntahan, hahabol na lang daw po si Konsi Palabrica. Mam Elvie pwede pong paki tuloy yung sinasabi nyo kanina?"

Ms. Elvinia S. Guerrero: "Yes po, at yun pong ating project na nasa Annual Budget ay hindi na po itutuloy yun as loan kasi meron na pong other source of funds na pagkukuhanan. Kung baga sa General Funds na po kukuha. Pati po yung sa purchase of Lot hindi na po matutuloy iyon."

Hon. Rogelio Nolasco: "So, ano naman po ang masasabi nyo Sir from Landbank?"

Mr. Jesse J. Laubuso: "Ang sa amin po, although these are approved loans already but we have not executed the agreement yet, these are as per decision of the Local Government Unit of Bacoor not to proceed the project anymore. I just want to clarify the acquisition of land is for the housing project po? Thank you."

Hon. Rogelio Nolasco: "Yes po. Thank you po. Any comments po?"

Ms. Rona Grace Torrijos: "Wala rin po, kasi natapos na po yung meeting hinihintay na lang po namin yung decision from SP. Pero hindi pa rin po naman siya na pa pursue kasi hinihintay pa po yung mga documents"



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Hon. Rogelio Nolasco: "Sa atin pong Legal Office?"

Atty. JD Gutierrez: "We are present during the meeting so for further decision or results po."

Mr. Jesse Laubuso: "Kasi wala pa naman kasi tayong na eexecute eh."

Hon. Rogelio Nolasco: "Okey, our second is **A resolution authorizing the transfer of term loan 1 from Landbank of the Philippines to the Development Bank of the Philippines.**"

Ms. Elvinia S. Guerrero: "Ni rerequest po nilang i transfer yung existing loan natin sa Landbank."

Mr. Jesse Laubuso: "We just want to give our opinion on this, of course we study the proposal the net benefits so far. We have our own computation on this. The computed benefits if you are going to transfer this of staying with us. Our computed proposal is to share more on interest deposit, because with the laws, lugji pa kayo kasi you are going to pay the termination pay."

Ms. Elvinia S. Guerrero: "Ilang percent po iyon?"

Mr. Jesse J. Laubuso: "Two (2) Percent po. For outstanding balance for about **Php 568 Million** so that's around more or less **Php 9,300,000.00** Pesos, outright payment po iyon. That's normally mainit sa mata ng COA yung mga ganoong outright dispense for termination. Kung yun ang consideration between the interest rate between sa aming 3.5% and with them is 3% plus (GRT) Gross Receipt Tax ah! mas gain pa kayo if you just stick with our bank. For the deposit, dito ko masasabi na medyo mataas yung binibigay ng DBP sa inyo which is **2.5%** so to compensate with that, we will have a proposal and this is pertaining to the **Php 1 Billion** deposit kasi yun computation na nakalagay dito sa inyong decision. We will propose for Php 500 Million, **1.5 interest rate** and for another half of Php 500 Million **4.825%** that's an average rate of **2.91%** over the **2.5%** offer of DBP. Net effect is you will have net gains of **PHP 121,000,000.00** is now new computation as against DBP of **PHP 95 Million**. That is computed for **8.5 years.**"

Ms. Elvinia S. Guerrero: "Kasi po ng mag meeting ang Local Finance Committee merong ginawang comparative report si Atty. Edith Napalan tungkol doon sa mga interest rates. Parang doon po sa na present niya mas beneficial sa DBP kaya po nag come up ang LFC na mag indorse sa Sanggunian ng ganito."

Mr. Jesse J. Laubuso: "Tama po kasi previous po ang interest rate ay **1.15%** and now we are trying to match the offer with DBP."



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Ms. Elvinia S. Guerrero: "Kung ano po ang maging decision ng Local Financial Committee based doon sa comparative report at sa bagong offer po nila."

Hon. Rogelio Nolasco: "Atty. meron po ba kayong gustong idagdag?"

Atty. JD. Gutierrez: "Proper note po yung sinabi ni Mam Elvie tungkol sa Local Finance Committee."

Hon. Rogelio Nolasco: "Yes Mam Elvie, member naman po kayo ng Local Finance Committee, so lumalabas po na mas favor sa City Government kung hindi tayo mag transfer ng Loan?"

Ms. Jacqueline J. Barzaga: "Nag gawa po kami ng computation, actual po ito, kung mag ta transfer po kayo ng loan mas malaki po ang mawawala sa inyo."

Hon. Rogelio Nolasco: "Mas madadalhan pa kami?"

Ms. Jacqueline J. Barzaga: "Yes po, sa unang tingin mas malaki ang 3.5% sa 3% di po ba? At sa laki ng amount ng loan natin, however, meron po kasi silang **(GRT)** Gross Receipt Tax sa amin po kasi shoulder siya ng Landbank at sa amin po mayroon kaming prepayment na 2% outright babayaran po iyon and aside po doon meron po kaming documentary tax na you will remit to BIR kasi it is a newly form of promissory note it is computed between the City and DBP. Baka hindi lamang nakasama sa computation."

Mr. Jesse J. Laubuso: "I think it's another expenses pa if you are going to execute another."

Hon. Rogelio Nolasco: "Sa madaling sabi parang matatalo pa kami kapag ita transfer sa DBP. Unlike doon sa inyong team ang loan. Siguro maaring hindi nakita yung mga Documentary Stamp at ibang policy nyo sa pag wi withdraw."

Mr. Jesse J. Laubuso: "Doc. Stamp nasa **PHP 3.5 Million** plus the termination na **PHP 9.3 Million** plus GRT approximately it's about **PHP 14 Million.**"

Hon. Rogelio Nolasco: "Actually, gagawan namin ito ng report, kasi kung ganoon kung magta transfer tayo at malaki naman ang magagastos loss pa tayo. So kung i me maintain natin hindi tayo masasaktan. Kasi kung hindi nga nakita yung mga other charges. So, siguro po pag aralan po muna namin." By January pa po naman ang resume ng aming Session para mapag aralan pong mabuti."

Ms. Elvinia S. Guerrero: "Sa amin pong Local Finance Committee, para po mapag compare yung bago nilang offer."



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Mr. Jesse J. Laubuso: "We are willing to explain to the Committee yung bagong offer namin."

Hon. Rogelio Nolasco: "Pwede ho bang makahingi ng kopya ng bago nyong offer regarding diyan para hindi tayo pare parehong maabala pa regarding dito sa pinag usapan natin. At ma i attach ko doon sa report namin para mapag aralan naming mabuti. Kasi ang tinitignan natin dito kung paano makakatipid ang City Government. Kung malaki ang magiging loss bakit hindi natin i retain."

Ms. Elvinia S. Guerrero: "Kasi kami po hindi naman kami pwedeng mag decide kasi Committee yun. Kung baga recommendation lang po iyon."

Hon. Rogelio Nolasco: "Yung reports i sa submit namin kay Atty. Neri at kasama yung attachment ng bagong offer ng Landbank para maging maliwanag."

Mr. Jesse J. Laubuso: "Yes po we will submit the black and white offer para po sigurado."

Hon. Rogelio Nolasco: "Meron pa tayong isa, ***A resolution authorizing the City Mayor, Hon. Strike B. Revilla, on behalf of the City Government of Bacoor to cancel the loan agreement with Landbank of the Philippines in the amount of One Hundred Sixty-Seven Million Seven Hundred Twenty-Seven Thousand and Nine Hundred Pesos (PHP 167,727,900.00) intended for financing the land acquisition for Socialized Housing Projects.***"

Ms. Elvinia S. Guerrero: "May supplemental budget po tayong PHP 150,000,000.00 para sa Socialized Housing."

Hon. Rogelio Nolasco: "Meron na tayong budget para dito."

Mr. Jesse J. Laubuso: "Actually ito pong term loan 3 ito na po iyon eh."

Hon. Rogelio Nolasco: "Yes po related na po ito. Dinalawa lang yung agenda. Doon na lang po tayo sa Transfer, sayang po kasi kung magagastusan pa ang City Government."

Mr. Jesse J. Laubuso: "Actually, we appreciate for inviting us to discuss."

Hon. Rogelio Nolasco: "ayaw naman po namin na basta basta na lang aprubahan ng wala kayong knowledge. Kung kami man tumayo sa inyong pwesto sasama din loob nyo sa amin. Ito po ay ipinasok na sa Session kaya sabi ko ihehearing namin ito para bago mag open ang session mapag aralan ng mabuti. Kami po ay nagpapasalamat sa inyong presence at sa pag papaliwanag regarding doon sa transfer at para mapag aralan po naming mabuti."



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

OFFICE OF THE SAGGUNIANG PANLUNGSOD

Ms. Elvinia S. Guerrero: "Kung matatapatan nila or kung may mas maganda silang offer mag i stay tayo sa kanila."

Mr. Jesse J. Laubuso: "Maganda naman samahan namin ni Mayor. Wala naman pong problema sa kaniya."

Ms. Elvinia S. Guerrero: "Kino consider din po kasi niya yung interest sa time deposit."

Mr. Jesse J. Laubuso: "Kanino po namin isa submit ang offer?"

Hon. Rogelio Nolasco: "Sa Office po ni Mayor thru Admin and copy furnished lang po sa Committee on Budget."

Hon. Rogelio Nolasco: "Maraming salamat po sa inyong presence."

The hearing adjourned at 2:26 P.M.

Prepared By:

EDGARDO B. NOLASCO
CLERK

Attested By:

COUN. ROGELIO "BOK" M. NOLASCO
Chairman
Committee on Finance, Budget and Appropriation



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

OFFICE OF THE
SANGGUNIANG PANLUNGSOD
RECEIVED
BY: ARIEL
DATE: 11/24/24 TIME: 11:33
BACOR CITY, CAVITE

OFFICE OF THE SANGGUNIANG PANLUNGSOD

COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION
And
COMMITTEE ON RULES AND PRIVILEGES, LAWS AND ORDINANCES

ATTENDANCE OF JOINT COMMITTEE HEARING
(PROOF OF RECEIPT)

December 13, 2023 / 2:00 P.M.

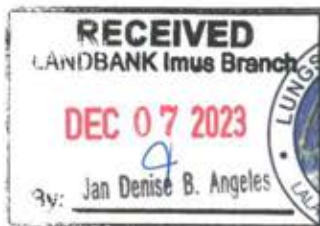
MSBR Conference Room 4th Floor Bacoor Legislative and Disaster Resilience Bldg.

Subject: A RESOLUTION AUTHORIZING THE CANCELLATION OF TERM LOANS 4, 5, 6, WITH THE LANDBANK OF THE PHILIPPINES. PCR 455-2023 dated Nov. 28, 2023.

A RESOLUTION AUTHORIZING THE TRANSFER OF TERM LOAN 1 FROM LANBANK OF THE PHILIPPINES TO THE DEVELOPMENT BANK OF THE PHILIPPINES PCR 456-2023 dated Nov. 28, 2023.

A RESOLUTION AUTHORIZING THE CITY MAYOR, HON. STRIKE B. REVILLA, ON BEHALF OF THE CITY GOVERNMENT OF BACOR TO CANCEL THE LOAN AGREEMENT WITH LANDBANK OF THE PHILIPPINES IN THE AMOUNT OF ONE HUNDRED SIXTY-SEVEN MILLION SEVEN HUNDRED TWENTY-SEVEN THOUSAND NINE HUNDRED PESOS (PHP167,727,900.00) INTENDED FOR FINANCING THE LAND ACQUISITION FOR SOCIALIZED HOUSING PROJECTS. PCR 460-2023 dated Nov. 28, 2023.

NAME	BUSINESS/OFFICE AFFILIATION	CONTACT NUMBER	SIGNATURE/DATE
JD G. Critichez	OCS	0917-9691302	[Signature] 12.13
Rona Grace G. Torrijas	CTD	0917-9691302	[Signature]
JASMINE J. BARRERA	LANDBANK	09194423412	[Signature]
JESSE J. CAYANUSO	LANDBANK		[Signature]
DINO JAMBANOS	LANDBANK		[Signature]
ELVINA S. GUERRERO	CITY BUDGET OFFICE		[Signature]
ROGELIO "BOY" M. NOLASCO			[Signature]



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

OFFICE OF THE
SANGGUNIANG PANLUNGSOD
RECEIVED
BY: ARIEL

DATE: 12/24/23 TIME: 11:33
BACOR CITY, CAVITE

OFFICE OF THE SANGGUNIANG PANLUNGSOD

COMMITTEE ON FINANCE, BUDGET AND APPROPRIATION
And
COMMITTEE ON RULES AND PRIVILEGES, LAWS AND ORDINANCES

**NOTICE OF JOINT COMMITTEE HEARING
(PROOF OF RECEIPT)**

December 07, 2023 / 2:00 P.M.

MSBR Conference Room 4th Floor Bacoor Legislative and Disaster Resilience Bldg.

Subject: A RESOLUTION AUTHORIZING THE CANCELLATION OF TERM LOANS 4, 5,6, WITH THE LANDBANK OF THE PHILIPPINES. PCR 455-2023 dated Nov. 28, 2023.

A RESOLUTION AUTHORIZING THE TRANSFER OF TERM LOAN 1 FROM LANBANK OF THE PHILIPPINES TO THE DEVELOPMENT BANK OF THE PHILIPPINES PCR 456-2023 dated Nov. 28, 2023.

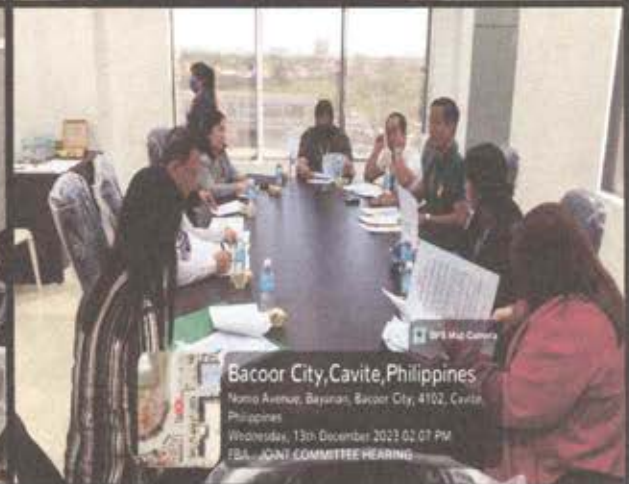
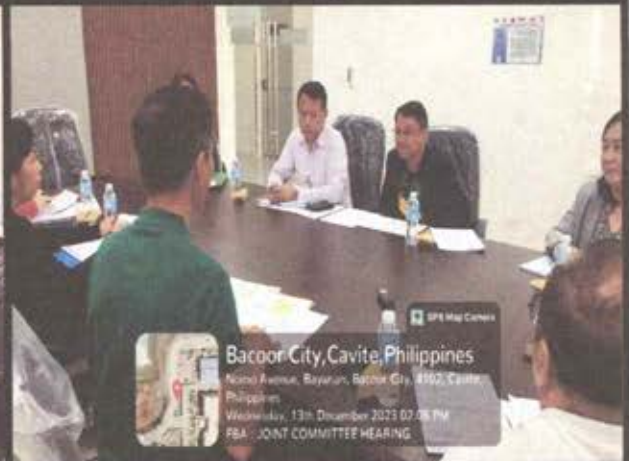
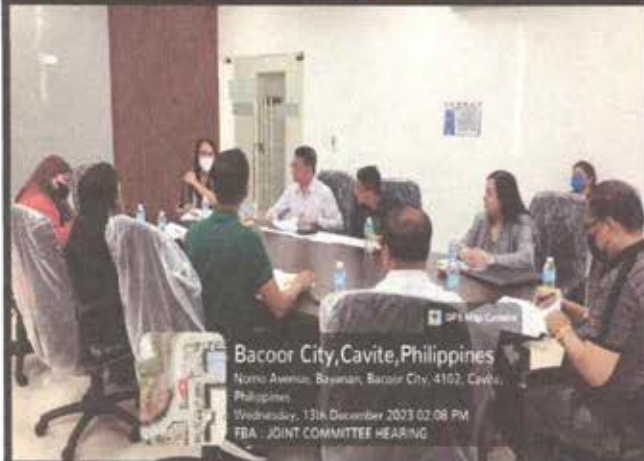
A RESOLUTION AUTHORIZING THE CITY MAYOR, HON. STRIKE B. REVILLA, ON BEHALF OF THE CITY GOVERNMENT OF BACOR TO CANCEL THE LOAN AGREEMENT WITH LANDBANK OF THE PHILIPPINES IN THE AMOUNT OF ONE HUNDRED SIXTY-SEVEN MILLION SEVEN HUNDRED TWENTY-SEVEN THOUSAND NINE HUNDRED PESOS (PHP167,727,900.00) INTENDED FOR FINANCING THE LAND ACQUISITION FOR SOCIALIZED HOUSING PROJECTS. PCR 460-2023 dated Nov. 28, 2023.

NAME	BUSINESS/OFFICE AFFILIATION	CONTACT NUMBER	SIGNATURE/DATE
HON. CATHERINE S. EVARISTO	SP		
HON. REYNALDO D. PALABRICA	SP		
HON. ADRIELITO G. GAWARAN	SP		
HON. ALEJANDRO F. GUTIERREZ	SP		
HON. LEVY M. TELA	SP		
MS. ELVINIA S. GUERRERO	BUDGET		
ATTY. EDITH C. NAPALAN	TREASURY		
MR. DINO JAMBALOS	LANDBANK	09175712473	 12/7/23



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

OFFICE OF THE SAGGUNANG PANLUNGSOD



PICTURES OF JOINT COMMITTEE HEARING FBA-173-S-2023, FBA-174-S-2023 & FBA-176-S-2023
[PCR-455-S-2023](#), [PCR-456-2023](#) & [PCR-460-2023](#) – RESOLUTION FOR CANCELLATION OF TERM LOANS
4,5,6 WITH LANDBANK, TRANSFER OF TERM LOAN 1 FROM LANDBANK TO DBP AND RESOLUTION
AUTHORIZING CITY MAYOR TO CANCEL LOAN AGREEMENT WITH LANDBANK IN THE AMOUNT OF PHP
167,727,900.00 INTENDED FOR LAND ACQUISITION.



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

OFFICE OF THE SAGGUNSIANG PANLUNGSOD

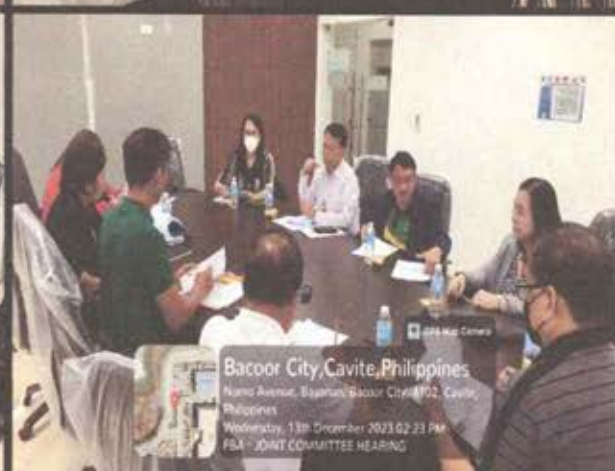
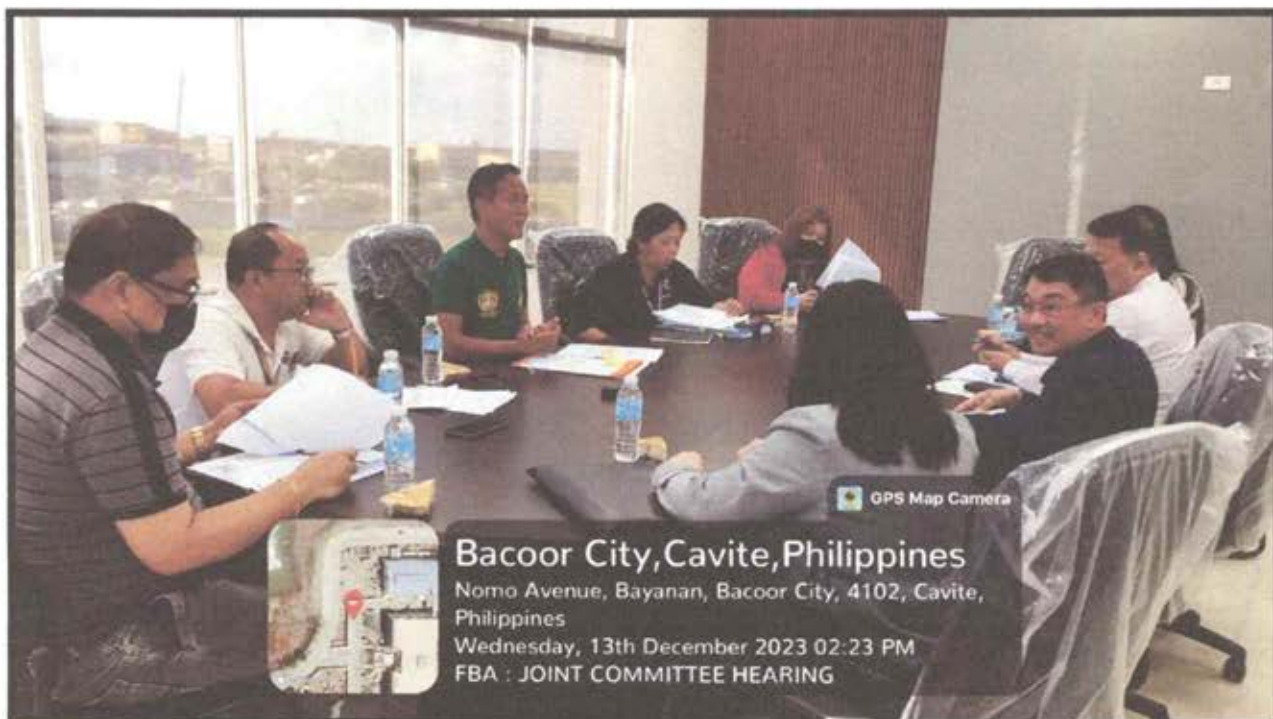


PICTURES OF JOINT COMMITTEE HEARING FBA-173-S-2023, FBA-174-S-2023 & FBA-176-S-2023
PCR-455-S-2023, PCR-456-2023 & PCR-460-2023 – RESOLUTION FOR CANCELLATION OF TERM LOANS
4,5,6 WITH LANDBANK, TRANSFER OF TERM LOAN 1 FROM LANDBANK TO DBP AND RESOLUTION
AUTHORIZING CITY MAYOR TO CANCEL LOAN AGREEMENT WITH LANDBANK IN THE AMOUNT OF PHP
167,727,900.00 INTENDED FOR LAND ACQUISITION.



Republic of the Philippines
PROVINCE OF CAVITE
City of Bacoor

OFFICE OF THE SAGGUNIANG PANLUNGSOD



PICTURES OF JOINT COMMITTEE HEARING FBA-173-S-2023, FBA-174-S-2023 & FBA-176-S-2023
PCR-455-S-2023, PCR-456-2023 & PCR-460-2023 – RESOLUTION FOR CANCELLATION OF TERM LOANS
4,5,6 WITH LANDBANK, TRANSFER OF TERM LOAN 1 FROM LANDBANK TO DBP AND RESOLUTION
AUTHORIZING CITY MAYOR TO CANCEL LOAN AGREEMENT WITH LANDBANK IN THE AMOUNT OF PHP
167,727,900.00 INTENDED FOR LAND ACQUISITION.



Republic of the Philippines
Province of Cavite
CITY OF BACOR

Office of the Mayor



November 23, 2023

HON. ROWENA BAUTISTA-MENDIOLA
City Vice Mayor,
Bacoor Government Center
Bacoor City, Cavite

THRU: Atty. Khalid Atega, Jr.
Sangguniang Panlungsod Secretary

SUBJECT: Endorsement Letter

Dear Hon. Bautista-Mendiola:

I hereby endorse to the esteemed members of the Sangguniang Panlungsod for appropriate action Resolution Nos. 02 and 03, both Series of 2023, issued by the City Local Finance Committee, recommending the cancellation of term loans 4, 5 and 6 with the Landbank of the Philippines, and Transfer of Term Loan 1 from Landbank of the Philippines to the Development Bank of the Philippines.

Attached herewith are the aforementioned committee resolutions for your immediate reference.

I trust that you give this matter your utmost consideration.

Sincerely yours,


STRIKE B. REVILLA
City Mayor



**CITY LOCAL FINANCE COMMITTEE
(CLFC)**

RESOLUTION NO. 02 SERIES OF 2023

**A RESOLUTION RECOMMENDING THE CANCELLATION OF TERM
LOANS 4, 5, AND 6 WITH THE LANDBANK OF THE PHILIPPINES**

WHEREAS, Section 296 of Republic Act No. 7160, otherwise known as the Local Government Code of 1991, provides that "it shall be the basic policy that any local government unit may create indebtedness, and avail of credit facilities to finance local infrastructure and other socio-economic development projects in accordance with the proposed local development plan and public investment program".

WHEREAS, Section 297 paragraph (B) of the same law further states that "a local government unit may likewise secure from any government bank and lending institution short, medium and long-term loans and advances against the security of real estate or other acceptable assets from the establishment, development, or expansion of agricultural, industrial, commercial, house financing and livelihood projects, and other economic enterprises".

WHEREAS, on 20 March 2023, the Sangguniang Panlungsod issued City Resolution No. 2023-223 authorizing Hon. Mayor Strike B. Revilla to represent the City Government of Bacoor, Cavite, to negotiate, borrow, sign legal documents and to facilitate a loan from the Landbank of the Philippines in the total amount of One Hundred Sixty-Seven Million Seven Hundred Twenty-Seven Thousand Nine Hundred pesos (Php 167,727,900.00).

WHEREAS, on 15 May 2023, the Sangguniang Panlungsod issued City Resolution No. 2023-257A authorizing Hon. Mayor Strike B. Revilla to represent the City Government of Bacoor, Cavite, to negotiate, borrow, sign legal documents and to facilitate a loan from the Landbank of the Philippines in the amounts namely: (a) Two Hundred Seventy Million Pesos (Php 270,000,000.00) for the construction of the 4th floor of the Bacoor City Hall situated at the Bacoor Government Center; and (b) Ninety Million Pesos (Php 90,000,000.00), for the construction of additional storage facility at the S.T.R.I.K.E. Gymnasium. Both construction plans/projects are included in the approved 2023 Annual Investment Program of the City Government of Bacoor.

WHEREAS, on 06 October 2023, the City of Bacoor Urban Development and Housing Board issued CBUDHB Resolution No. 9 series of 2023 endorsing to the Sangguniang Panlungsod the approval of authority of the Honorable Strike B. Revilla, City Mayor and Chairman of the City of Bacoor Urban Development and Housing Board, to cancel the loan agreement with Landbank of the Philippines in the amount of One Hundred Sixty-Seven Million Seven hundred Twenty-Seven Thousand Nine Hundred Pesos (Php 167,727,900.00) intended for financing the land acquisition for socialized housing projects.

WHEREAS, on 09 November 2023, the Local Finance Committee was convened to discuss Term Loan 4, covering the amount of Php 167,727,900.00, Term Loan 5, covering the amount of Php 270,000,000.00, and Term Loan 6, covering the amount of Php 90,000,000.00 that is planned to be acquired from the Landbank of the Philippines.

NOW THEREFORE, pursuant to the authority of this committee to formulate or adopt such policy or plan of action that will ensure the effective discharge of its functions, the City Local Finance Committee **RESOLVED** to recommend to the City Mayor the following:

1. To withdraw Loan Term 4 since the City Government of Bacoor has available funds to finance the amount of Php 167,727,900.00; hence, borrowing funds is no longer necessary and Term Loan 6 because storage will no longer be constructed.

2. To pull out Loan Term 5 since the City Government of Bacoor will no longer pursue the construction of the 4th floor of the Bacoor City Hall situated at the Bacoor Government Center and the additional storage facility at the S.T.R.I.K.E. Gymnasium; thus, funds to finance these projects are no longer needed.
3. To provide the City Mayor – Hon. Strike B. Revilla, a copy of this Resolution and endorsement for the issuance of such amendatory City Ordinance by the Sangguniang Panlungsod.

Done this 09 November 2023 at Bacoor City, Cavite.

THE CITY LOCAL FINANCE COMMITTEE.


ATTY. AIMEE V. NERI

Chairperson – City Administrator


MS RHOWENA D. ALCANTARA

Vice-Chairperson – City Planning Office


MS. ELVINIA S. GUERRERO

Member – City Budget Officer


MS. SLANEY SUE A. REYES

Member – OIC City Accountant


MR. LODGENE ASUNCION

Member – Department Head MIS


ATTY. EDITH C. NAPALAN

Member – City Treasurer


ENGR. ALLAN QUINATADCAN

Member – City Assessor


MR. CHRISTIAN GAWARAN

Member – Department Head BPLD

APPROVED:


STRIKE B. REVILLA
City Mayor



Republic of the Philippines
Province of Cavite

CITY OF BACOR

Office of the Mayor



November 23, 2023

HON. ROWENA BAUTISTA-MENDIOLA

City Vice Mayor,
Bacoor Government Center
Bacoor City, Cavite

THRU: Atty. Khalid Atega, Jr.
Sangguniang Panlungsod Secretary

SUBJECT: Endorsement Letter

Dear Hon. Bautista-Mendiola:

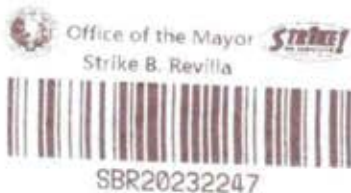
I hereby endorse to the esteemed members of the Sangguniang Panlungsod for appropriate action Resolution Nos. 02 and 03, both Series of 2023, issued by the City Local Finance Committee, recommending the cancellation of term loans 4, 5 and 6 with the Landbank of the Philippines, and Transfer of Term Loan 1 from Landbank of the Philippines to the Development Bank of the Philippines.

Attached herewith are the aforementioned committee resolutions for your immediate reference.

I trust that you give this matter your utmost consideration.

Sincerely yours,


STRIKE B. REVILLA
City Mayor



**STRIKE
AS1KE**

Address: Bacoor Government Center, Bacoor Blvd., Brgy. Bayanan, City of Bacoor, Cavite.
Toll-free: 434-1111 Website: www.bacoor.gov.ph



SCAN ME

CITY LOCAL FINANCE COMMITTEE (CLFC)

RESOLUTION NO. 03 SERIES OF 2023

**A RESOLUTION RECOMMENDING THE TRANSFER OF TERM
LOAN 1 FROM LANDBANK OF THE PHILIPPINES TO THE
DEVELOPMENT BANK OF THE PHILIPPINES**

WHEREAS, Section 296 of Republic Act No. 7160, otherwise known as the Local Government Code of 1991, provides that "it shall be the basic policy that any local government unit may create indebtedness, and avail of credit facilities to finance local infrastructure and other socio-economic development projects in accordance with the proposed local development plan and public investment program".

WHEREAS, Section 297 paragraph (B) of the same law further states that "a local government unit may likewise secure from any government bank and lending institution short, medium and long-term loans and advances against the security of real estate or other acceptable assets from the establishment, development, or expansion of agricultural, industrial, commercial, house financing and livelihood projects, and other economic enterprises".

WHEREAS, on 10 May 2021, the Sangguniang Panlungsod issued City Resolution No. CR 2021-349 authorizing then Hon. Mayor Lani Mercado-Revilla to sign and confirm the Notice of Loan Approval of the City Government of Bacoor to Landbank of the Philippines for the loan of Five Hundred Thirty Million pesos (Php 530,000,000.00) to finance the construction of Disaster Risk Reduction and Management Building and various projects which are included in the approved 2021 Local Development plan and/or Approved Annual Investment Program determined by the City Government of Bacoor, Cavite.

WHEREAS, on 17 November 2023, the Local Finance Committee was convened to discuss Term Loan 1, covering the amount of Five Hundred Thirty Million pesos (Php 530,000,000.00) that was used to finance the construction of Disaster Risk Reduction and Management Building and various projects which are included in the approved 2021 Local Development plan and/or Approved Annual Investment Program.

WHEREAS, the issue to be resolved by the Local Finance Committee is whether or not it is more beneficial for the City Government of Bacoor to transfer Term Loan 1 to the Development Bank of the Philippines.

WHEREAS, the comparative matrixes of Time Deposits and Interest Payments were presented to completely determine which bank is more beneficial to the financial interest of the City Government of Bacoor.

WHEREAS, the comparative matrix of the Income from Time Deposits was presented. Based on the table, the principal amount of One Billion Pesos (Php 1,000,000,000.00) will earn annual interest earnings of Php 20,222,222.22 with the Development Bank of the Philippines at an interest rate of 2.5% and a term of 182 days. On the other hand, the principal amount of One Billion Pesos (Php 1,000,000,000.00) will earn annual interest earnings of Php 9,251,111.11 with the Landbank of the Philippines at an interest rate of 1.15% and a term of 181 days. Thus, the interest income earnings of the City Government of Bacoor is Php 10,971,111.11 higher with the Development Bank

of the Philippines than with the Landbank of the Philippines. In 8.5 years, the difference is at Php 93,254,444.44.

Project Term Deposit	DBP	LBP	NET GAIN
Principal	1,000,000,000.00	1,000,000,000.00	
Interest Rate	2.5%	1.15%	
Term	182	181	
Interest Earnings	10,111,111.11	9,251,111.11	
Annual Interest Earnings	20,222,222.22	9,251,111.11	10,971,111.11
		Net gain for 8.5 years	93,254,444.44

WHEREAS, the difference in the interest rates was also presented. Currently, the loan's interest rate with the Landbank of the Philippines is at 3.5% and may be increased to 6%. This is also subject to quarterly review for possible increases. On the other hand, the interest rate with the Development Bank of the Philippines will be 3% until 31 December 2028 and may be increased to 3.25% starting 01 January 2029 if it will be the City Government of Bacoor's depository bank for its National Tax Allotment share in 2025. If the Development Bank of the Philippines would not be the City Government of Bacoor's depository bank for its National Tax Allotment share, then the interest rate would be at 3.5% until 2026 and increase to 4% until the loan's maturity.

WHEREAS, the total amount of interest that will be paid if Term Loan 1 remains with the Landbank of the Philippines is Php 25,899,790.98, while if the loan is transferred to the Development Bank of the Philippines, the total interest is at Php 15,404,170.49. Hence, the City Government of Bacoor will save Php 10,495,620.49 if it transfers Loan Term 1 to the Development Bank of the Philippines.

	Approved Amount	Outstanding Balances 31 October 2023	LBP	DBP
Loan 1	460,000,000.00	454,072,349.69		
1st Release		136,942,000.00	4,792,970.00	4,108,260.00
2nd Release		46,000,000.00	2,760,000.00	1,380,000.00
3rd Release		108,794,943.00	6,527,696.58	3,263,848.29
4th Release		74,837,935.00	4,490,276.10	2,245,138.05
5th Release		16,059,858.13	955,591.49	481,795.74
6th Release		26,030,378.00	1,561,822.68	780,911.34
8th Release for JEV		343,555.55	2,724,434.13	1,362,217.07
Loan 3	70,000,000.00	59,400,000.00		
7th Release		59,400,000.00	2,079,000.00	1,782,000.00
TOTAL			25,899,790.98	15,404,170.49

WHEREAS, the pre-termination fee for the loan collected by Landbank of the Philippines is 2% of the remaining loan. This amounts to Ten Million Pesos (Php 10,000,000.00).

WHEREAS, considering the tables presented, the total earnings for the Landbank of the Philippines computed by subtracting the interest payment from the time deposit earnings is Php 52,734,653.46, while the total earnings for the Development Bank of the Philippines following the same computation of Php 146,484,718.38. There is a Php 93,750,064.93 difference in favor of the Development Bank of the Philippines.

	LANDBANK	DBP
TIME DEPOSIT	78,634,444.44	171,888,888.87
INTEREST PAYMENT	25,899,790.98	15,404,170.49
PRETERMINATION FEE		10,000,000.00
TOTAL EARNINGS	52,734,653.46	146,484,718.38
DIFFERENCE		93,750,064.93

NOW THEREFORE, pursuant to the authority of this committee to formulate or adopt such policy or plan of action that will ensure the effective discharge of its functions, the City Local Finance Committee **RESOLVED** to recommend to the City Mayor the following:

1. To recommend to the City Mayor - Hon. Strike B. Revilla, to transfer Loan Term 1 from the Landbank of the Philippines to the Development Bank of the Philippines, considering the above-discussed financial considerations and benefits to the City Government of Bacoor.
2. To provide the City Mayor - Hon. Strike B. Revilla, a copy of this Resolution and endorsement for the issuance of such amendatory City Ordinance by the Sangguniang Panlungsod; and
3. To assist the City Mayor - Hon. Strike B. Revilla, in processing the transfer of Term Loan 1 from the Landbank of the Philippines to the Development Bank of the Philippines.

Done this 17 November 2023 at Bacoor City, Cavite.

THE CITY LOCAL FINANCE COMMITTEE.


ATTY. AIMEE T. NERI
Chairperson - City Administrator

MS. RHOWENA D. ALCANTARA
Vice-Chairperson – City Planning Office

MS. ELVINIA S. GUERRERO
Member – City Budget Officer

MS. SLANEY SUE A. REYES
Member – OIC City Accountant

MR. LODGENE ASUNCION
Member – Department Head MIS

ATTY. EDITH C. NAPALAN
Member – City Treasurer

ENGR. ALLAN QUINATADCAN
Member – City Assessor

MR. CHRISTIAN GAWARAN
Member – Department Head BPLD

APPROVED:

STRIKE B. REVILLA
City Mayor



CAVITE LENDING CENTER
 2F LANDBANK Building
 Aguinaldo Highway
 San Agustin 2, City of Dasmariñas
 Cavite

OFFICE OF THE
SANGUNIANG PANGLINGSOD
 RECEIVED
 BY: RUTH
 DATE: 1/4/2024 TIME: 9:45 PM
 BACOOR CITY, CAVITE

2 January 2024

HON. STRIKE B. REVILLA
 City Mayor
 Local Government of Bacoor City
 Province of Cavite

RECEIVED
 City Budget Office
 Date: 01-05-2024
 By: MONIQUE GERVAÑO

OFFICE OF COUN. ROGELIO "BOK" M. NOLASCO
RECEIVED
 By: DANNY
 Date: 1-4-2024
 Time: 9:18 AM

THRU: **Atty. AIMEE T. NERI**
 City Administrator

Dear **Mayor Revilla**:

This is in connection with your letter dated 21 November 2023 with subject: Letter of Intent to Transfer Term Loan 1 amounting to Five Hundred Thirty Million Pesos (P530.00M) used to finance the construction of Bacoor Disaster Risk Reduction and Management Resilience Building at the Bacoor Government Center, Bayanan, Bacoor to the Development Bank of the Philippines (DBP).

In this regard, may we offer our financial recommendation and proposal which will be beneficial in achieving higher projected earnings and savings for the City Government of Bacoor, Cavite.

1. On Loan – Term Loan

• **LANDBANK**

Credit facility	Amount (O/S Balance) In Million Pesos	Interest Rate	Total payments up to maturity date	
Term Loan	468.065	3.50% Repricing rate is 4.00% p.a. effective on 1 January 2026	Total interest on loans	71,224 ^{1/}
			TOTAL	71,224

^{1/} Based on actual computation of 3.50% fixed rate until 31 December 2025 and repricing rate of 4.00% effective 1 January 2026 until maturity for term loan 1.

On the possible increase of interest rate from 3.50% to 6.00% based on quarterly review if the cost of deposits is more than 0.20%, we will propose to our credit committee for its deletion.

• **DBP**

Credit facility	Amount (O/S Balance) in Million Pesos	Interest Rate	Total payments up to maturity date	
Term Loan	468.065	3.00% Repricing rate is 3.25% pa. ^{2/}	Total Interest on Loans ^{3/}	60.289
			Gross Receipt Tax ^{4/}	1.465
			Doc. Stamp on PN ^{5/}	3.510
			2% Prepayment Penalty ^{6/}	9.361
			TOTAL	74.626

^{2/} Repricing rate may increase to 3.50% and 4.00% up to loan maturity if DBP is not the depository bank of the LGU's National Tax Allotment.

^{3/} Computed based on interest rate of 3.00% per annum. It may increase based on repricing rate.

^{4/} GRT on Interest Expense on loans is for the account of the LGU.

^{5/} Documentary Stamp Tax on Promissory Note to be executed between the LGU and DBP. To be paid upfront on the date of execution and subject to budget allocation.

^{6/} Prepayment penalty due to loan take-out (payable to LANDBANK). To be paid upfront on the date of take-out and subject to budget allocation.

2. On Deposits

• **LANDBANK**

Amount (in Million Pesos)	Deposit Rate	Interest earned for 1 year (net of 20% withholding tax & other fees)	Total interest to be earned in 8.5 years (term of loan)
500.000* 500.000**	1.250% 5.000%	5.000 19.293	42.500 163.987
Total - 1,000.000		24.293	206.487

On the deposit rate, we will propose to management the approval of the above deposit rates.

• **DBP**

* To be placed in High Yield Savings Account

** To be placed in T-Bills, rate and term vary based on current market condition at the time of placement

Amount (in Million Pesos)	Deposit Rate	Interest earned for 1 year (net of 20% withholding tax)	Total interest to be earned in 8.5 years (term of loan)
1,000.000	2.500%	20.000	170.00

SUMMARY: In Million Pesos

	Earnings on Deposits (a)	Interest Payment on Loans, etc. (b)	Net Benefit (a - b)
LANDBANK	206.487	71.224	135.263
DBP	170.000	74.626	95.374

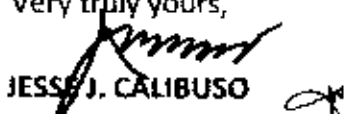
Based on the above figures, may we request for your further evaluation and consideration on the above LANDBANK proposal.

We shall be glad to further discuss our recommendation and offer with you and/or your City Officers at your convenient time.

Looking forward to our continuing partnership with you towards further growth and development of the City of Bacoor.

Thank you and our best regard.

Very truly yours,


JESSE J. CALIBUSO
Vice President- Cavite LC


DINO JAMBALOS
Department Manager - Imus Branch

Cc: Sanguniang Panglungsod - Committee on Finance, Budget and Appropriation
City Local Finance Committee



Republic of the Philippines
Province of Cavite
CITY OF BACOR
**HOUSING URBAN DEVELOPMENT
& RESETTLEMENT DEPARTMENT**

22 November 2023

SANGGUNIANG PANLUNGSOD
City of Bacoor, Cavite

Thru: **ATTY. KHALID ATEGA, JR.**
Sangguniang Panlungsod Secretary



Dear Hon. Councilors,

Greetings.

City Ordinance No. 2013-025 provides that the City of Bacoor Urban Development and Housing Board, upon the authorization of the Sangguniang Panlungsod, can acquire lands to be utilized for the housing projects of the city either through negotiated sale of through expropriation proceedings, land swapping, land banking, land assembly or consolidation, joint venture and such other modes of acquisition as may be lawfully allowed.

On 20 March 2023, the Sangguniang Panlungsod through City Resolution No. 2023-223 authorized the City Mayor to sign all legal documents, borrow funds and enter into a loan agreement with Landbank of the Philippines for the purpose of financing the land acquisition for socialized housing projects specifically five parcels of lots covered by OCT Nos. 2014000091, 2014000092, 2014000093, 2014000094 and TCT No. 057-2015020239 located at Barangay Salinas, Bacoor City, Cavite.

It was found that the Socialized Housing Trust Fund of the City of Bacoor can cover the full purchase price of the aforementioned properties, known as "Mariano Properties", thus the City of Bacoor Urban Development and Housing Board on 6 October 2023 approved CBUDHB Resolution No. 9 series of 2023, a resolution endorsing to the Sangguniang Panlungsod the approval of the authority of the City Mayor to cancel the loan agreement with Landbank of the Philippines in the amount of one hundred sixty seven million seven hundred twenty seven thousand nine hundred pesos (P 167,727,900.00) intended for financing the land acquisition for socialized housing projects.

Attached herewith is a copy of the above-mentioned CBUDHB resolution for your reference.

In view thereof, I respectfully request the esteemed members of the Sangguniang Panglungsod to perform the appropriate actions that will grant the City Mayor authority to cancel the said loan agreement with Landbank of the Philippines.

Respectfully yours,


ATTY. AIMEE TORREFRANCA-NERI
City Administrator/OIC-HUDRD

**STRIKE
AS**

Address: Bacoor Government Center, Bacoor Blvd., Tugay, Bayanin, City of Bacoor, Cavite.
Telephone: 434-1111 Website: www.bacoor.gov.ph



SCAN ME



Republic of the Philippines
Province of Cavite
CITY OF BACOOR

CITY OF BACOOR URBAN DEVELOPMENT AND HOUSING BOARD

CBUDHB RESOLUTION NO. 9 SERIES OF 2023

A RESOLUTION ENDORSING TO THE SANGGUNIANG PANLUNGSOD THE APPROVAL OF AUTHORITY OF THE HONORABLE STRIKE B. REVILLA, CITY MAYOR AND CHAIRMAN OF THE CITY OF BACOOR URBAN DEVELOPMENT AND HOUSING BOARD, TO CANCEL THE LOAN AGREEMENT WITH LANDBANK OF THE PHILIPPINES IN THE AMOUNT OF ONE HUNDRED SIXTY SEVEN MILLION SEVEN HUNDRED TWENTY SEVEN THOUSAND NINE HUNDRED PESOS (P 167,727,900.00) INTENDED FOR FINANCING THE LAND ACQUISITION FOR SOCIALIZED HOUSING PROJECTS

WHEREAS, Section 14 of City Ordinance No. 2013-025 states that the Socialized Housing Trust Fund was created for the purpose of ensuring the viability and sustainability of the implementation of Relocation, Resettlement, and in-city socialized housing projects of the city;

WHEREAS, Section 7 of City Ordinance No. 2013-025 provides that the Board has the following specific functions:

1. Submit for the consideration of the Sangguniang Panlungsod, proposals on taxation and such other modes of revenue generation to ensure the viability and sustainability of the city's housing program
2. Upon the authorization of the Sangguniang Panlungsod, to acquire lands to be utilized for the housing projects of the city either through negotiated sale or through expropriation proceedings, land swapping, land banking, land assembly or consolidation, joint venture and such other modes of acquisition as may be lawfully allowed;

WHEREAS, on 20 March 2023, the Sangguniang Panlungsod through City Resolution 2023-223 authorized the City Mayor, Hon. Strike B. Revilla, to sign all legal documents, borrow funds and enter into a loan agreement with Landbank of the Philippines in the amount of P 167,727,900.00, for the purpose of financing the land acquisition for socialized housing projects and other projects which is/are included in the approved 2023 Development Plan and/or approved Annual Investment Program determined by the City Government of Bacoor, Cavite; to sign, endorse loan document, deed of assignment, agreements, notes and other documents pertaining to the said loan; approving the projects to be financed and certifying that these are in accordance with the approved Local Development Plan and Public Investment Program or approved Annual Procurement/Investment Program and to use as collateral the assignment of National Tax Allotment (NTA), subject to ratification of the Sangguniang Panlungsod laws, rules and regulations;





Republic of the Philippines
Province of Cavite
CITY OF BACOR

WHEREAS, on 5 September 2023, the City of Bacoor Urban Development and Housing Board in LHB Resolution No. 1 series of 2023 endorsed to the Sangguniang Panlungsod the approval of the authority of Hon. Strike B. Revilla, City Mayor and chairman of the City of Bacoor Urban Development and Housing Board and Atty. Edith Napalan, City Treasurer, to disburse funds for the acquisition, purchase and procurement of five (5) parcels of lots covered by Original Certificate of Title Nos. 2014000091, 2014000092, 2014000093, 2014000094 & TCT No. 057-2015020239 all located at Barangay Salinas, Bacoor City for low-cost housing project from available funds of the Housing Trust Fund and utilizing as reference thereof the Bureau of Internal Revenue (BIR) current zonal valuation or the current fair market valuation of the City of Bacoor Land and Improvement Appraisal Committee, whichever is lower;

WHEREAS, the City of Bacoor Urban Development and Housing Board in LHB Resolution No. 2 series of 2023 has approved the supplemental operational and financial plan for the disbursement of the City of Bacoor Socialized Housing Trust Fund for Fiscal Year 2023-2024 to provide adequate and decent low-cost housing for the poor and low-income families;

WHEREAS, on 13 September 2023, the City Government of Bacoor, through the City Treasurer, Atty. Edith Napalan, disbursed funds from the Housing Trust Fund in the amount of Fifty One Million Pesos (P 51,000,000.00) as partial payment for the acquisition of the same properties;

WHEREAS, on 19 September 2023, the City of Bacoor Urban Development and Housing Board in LHB Resolution No. 8 reverted the utilization of Thirty Million Pesos (P 30,000,000.00) intended for a post relocation program in the form of dormitory for fishermen from available funds of the Housing Trust Fund as stated on Local Housing Board Resolution No. 1 series of 2023 and allocate the same to the acquisition of properties, site planning and development, and housing construction for the City's resettlement housing projects;

WHEREAS, it was found that the Socialized Housing Trust Fund of the City of Bacoor can cover the amount needed to pay the full purchase price of the properties covered by Original Certificate of Title Nos. 2014000091, 2014000092, 2014000093, 2014000094 & TCT No. 057-2015020239, known as "Mariano Properties" intended for socialized housing project;

WHEREAS, the total amount available to finance the acquisition of land for socialized housing projects is Thirty Two Million Six Hundred Thirty Six Thousand One Hundred Pesos (P 32,636,100.00);

NOW THEREFORE, upon motion of ATTY. AIMEE TORREFRANCA-NERI duly unanimously seconded and approved in a meeting of the Bacoor City Local Housing Board dated 6 October 2023 duly assembled at MSBR Conference Room, Bacoor City Hall, **BE IT RESOLVED AS IT IS HEREBY RESOLVED** to endorse to the Sangguniang Panlungsod the approval of authority of the Honorable Strike B. Revilla, City Mayor and Chairman of the City of Bacoor Urban Development and Housing Board, to cancel the loan agreement with Landbank of the Philippines in the amount of One Hundred Sixty Seven Million Seven Hundred Twenty Seven Thousand Nine Hundred Pesos





Republic of the Philippines
Province of Cavite
CITY OF BACOOR

(P 167,727,900.00) intended for financing the land acquisition for socialized housing projects.

APPROVED THIS 6TH DAY OF OCTOBER 2023 BY THE BACOOR CITY LOCAL HOUSING BOARD AT THE CITY OF BACOOR PRESENT/ WITH REPRESENTATIVE:

- HON. ROWENA BAUTISTA-MENDIOLA *City Vice Mayor – Vice Chairperson* _____
- HON. ALDE JOSELITO PAGULAYAN *Councilor – Member* _____
- HON. RAMON BAUTISTA *President Liga ng Barangay – Member* _____
- ATTY. AIMEE TORREFRANCA-NERI *City Administrator/OIC-HUDRD – Member* Aimee
- MS. RHOWENA ALCANTARA *OIC - CPDC -Member* _____
- MS. EMILIANA D. UGALDE *Head of CSWD – Member* _____
- ATTY. EDITH NAPALAN *City Treasurer – Member* Edith
- MS. ELVINIA S. GUERRERO *City Budget Officer – Member* Elvinia
- ENGR. FELICITO R. MEJIA *City Building Official – Member* Felicit
- ENGR. ALLAN QUINATADCAN *OIC - City Assessor – Member* _____
- ENGR. ARTHUR SAN JOSE *Head of BZLDD – Member* _____
- MS. CARMELITA GAWARAN *Head of CLO – Member* _____
- ENGR. JICKY JUTBA *City Engineer – Member* _____
- ATTY. REY MARCO B. MENDOZA *OCLS – Member* _____
- MS. LEOVINA MANZANO *-Federation of the Urban Poor HOA in Bacoor City* Leovina
- DR. IVY MARIE YRASTORZA *City Health Officer – Member* _____

Prepared By:

Aimee
ATTY. AIMEE TORREFRANCA-NERI
*City Administrator / OIC-HUDRD /
CBUDHB Secretariat*

Approved By:

Strike
HON. STRIKE B. REVILLA
City Mayor/ CBUDHB Chairman





Republic of the Philippines
Province of Cavite
CITY OF BACOR

Office of the Mayor



November 23, 2023

HON. ROWENA BAUTISTA-MENDIOLA

City Vice Mayor,
Bacoor Government Center
Bacoor City, Cavite

THRU: Atty. Khalid Atega, Jr.
Sangguniang Panlungsod Secretary

SUBJECT: Endorsement Letter

Dear Hon. Bautista-Mendiola:

I hereby endorse to the esteemed members of the Sangguniang Panlungsod for appropriate action Resolution Nos. 02 and 03, both Series of 2023, issued by the City Local Finance Committee, recommending the cancellation of term loans 4, 5 and 6 with the Landbank of the Philippines, and Transfer of Term Loan 1 from Landbank of the Philippines to the Development Bank of the Philippines.

Attached herewith are the aforementioned committee resolutions for your immediate reference.

I trust that you give this matter your utmost consideration.

Sincerely yours,


STRIKE B. REVILLA
City Mayor



**STRIKE
AS**

Address: Bacoor Government Center, Bacoor Blvd., Brgy. Bayanan, City of Bacoor, Cavite
Trunkline: 434-1111 Website: www.bacoor.gov.ph



SCAN ME

**CITY LOCAL FINANCE COMMITTEE
(CLFC)**

RESOLUTION NO. 02 SERIES OF 2023

**A RESOLUTION RECOMMENDING THE CANCELLATION OF TERM
LOANS 4, 5, AND 6 WITH THE LANDBANK OF THE PHILIPPINES**

WHEREAS, Section 296 of Republic Act No. 7160, otherwise known as the Local Government Code of 1991, provides that "it shall be the basic policy that any local government unit may create indebtedness, and avail of credit facilities to finance local infrastructure and other socio-economic development projects in accordance with the proposed local development plan and public investment program".

WHEREAS, Section 297 paragraph (B) of the same law further states that "a local government unit may likewise secure from any government bank and lending institution short, medium and long-term loans and advances against the security of real estate or other acceptable assets from the establishment, development, or expansion of agricultural, industrial, commercial, house financing and livelihood projects, and other economic enterprises".

WHEREAS, on 20 March 2023, the Sangguniang Panlungsod issued City Resolution No. 2023-223 authorizing Hon. Mayor Strike B. Revilla to represent the City Government of Bacoor, Cavite, to negotiate, borrow, sign legal documents and to facilitate a loan from the Landbank of the Philippines in the total amount of One Hundred Sixty-Seven Million Seven Hundred Twenty-Seven Thousand Nine Hundred pesos (Php 167,727,900.00).

WHEREAS, on 15 May 2023, the Sangguniang Panlungsod issued City Resolution No. 2023-257A authorizing Hon. Mayor Strike B. Revilla to represent the City Government of Bacoor, Cavite, to negotiate, borrow, sign legal documents and to facilitate a loan from the Landbank of the Philippines in the amounts namely: (a) Two Hundred Seventy Million Pesos (Php 270,000,000.00) for the construction of the 4th floor of the Bacoor City Hall situated at the Bacoor Government Center; and (b) Ninety Million Pesos (Php 90,000,000.00), for the construction of additional storage facility at the S.T.R.I.K.E. Gymnasium. Both construction plans/projects are included in the approved 2023 Annual Investment Program of the City Government of Bacoor.

WHEREAS, on 06 October 2023, the City of Bacoor Urban Development and Housing Board issued CBUDHB Resolution No. 9 series of 2023 endorsing to the Sangguniang Panlungsod the approval of authority of the Honorable Strike B. Revilla, City Mayor and Chairman of the City of Bacoor Urban Development and Housing Board, to cancel the loan agreement with Landbank of the Philippines in the amount of One Hundred Sixty-Seven Million Seven hundred Twenty-Seven Thousand Nine Hundred Pesos (Php 167,727,900.00) intended for financing the land acquisition for socialized housing projects.

WHEREAS, on 09 November 2023, the Local Finance Committee was convened to discuss Term Loan 4, covering the amount of Php 167,727,900.00, Term Loan 5, covering the amount of Php 270,000,000.00, and Term Loan 6, covering the amount of Php 90,000,000.00 that is planned to be acquired from the Landbank of the Philippines.

NOW THEREFORE, pursuant to the authority of this committee to formulate or adopt such policy or plan of action that will ensure the effective discharge of its functions, the City Local Finance Committee **RESOLVED** to recommend to the City Mayor the following:

1. To withdraw Loan Term 4 since the City Government of Bacoor has available funds to finance the amount of Php 167,727,900.00; hence, borrowing funds is no longer necessary and Term Loan 6 because storage will no longer be constructed.

2. To pull out Loan Term 5 since the City Government of Bacoor will no longer pursue the construction of the 4th floor of the Bacoor City Hall situated at the Bacoor Government Center and the additional storage facility at the S.T.R.I.K.E. Gymnasium; thus, funds to finance these projects are no longer needed.
3. To provide the City Mayor – Hon. Strike B. Revilla, a copy of this Resolution and endorsement for the issuance of such amendatory City Ordinance by the Sangguniang Panlungsod.

Done this 09 November 2023 at Bacoor City, Cavite.

THE CITY LOCAL FINANCE COMMITTEE.


ATTY. AIMEE T. NERI

Chairperson – City Administrator


MS RHOWENA D. ALCANTARA

Vice-Chairperson – City Planning Office


MS. ELVINIA S. GUERRERO

Member – City Budget Officer


MS. SLANEY SUE A. REYES

Member – OIC City Accountant


MR. LODGENE ASUNCION

Member – Department Head MIS


ATTY. EDITH C. NAPALAN

Member – City Treasurer


ENGR. ALLAN QUINATADCAN

Member – City Assessor


MR. CHRISTIAN GAWARAN

Member – Department Head BPLD

APPROVED:


STRIKE B. REVILLA
City Mayor