



Republic of the Philippines  
DEPARTMENT OF AGRICULTURE  
**national irrigation administration**  
REGIONAL OFFICE NO. III (CENTRAL LUZON)  
Tarlac Irrigation Management Office

**Construction/Improvement of Canal System and Service Road of  
TASMORIS - Tarlac RIS**  
NIA-TAR-2024-09-TASMORIS (Tarlac RIS) - 2

KNOW ALL MEN BY THESE PRESENTS:

This Contract is executed and entered into this 23<sup>rd</sup> day of February, 2024 at Jefmin, Concepcion, Tarlac, by and between:

The **NATIONAL IRRIGATION ADMINISTRATION**, hereinafter referred to as the NIA, a government instrumentality created under Republic Act No. 3601, as amended by Presidential Decree No. 552 with principal office at NIA Building, Efipanio delos Santos Avenue, Diliman, Quezon City, represented herein by the Acting Division Manager of TARLAC IMO, ALVIN ROBERTO A. DAVID who is duly authorized to represent it in this Contract:

- and -

**E.T. CASTRO CONSTRUCTION AND SUPPLIES** herein referred to as the Contractor, a private entity duly organized and existing under and by virtue of the laws of the Republic of the Philippines with principal address at #500 Cherry St., Purok 3, San Francisco, Mabalacat City, Pampanga represented by its Manager, ENRICO T. CASTRO, who is duly authorized to represent said firm in this Contract;

WITNESSETH, THAT

WHEREAS, the NIA, in its Invitation to Bid, called for tenders for the Construction/Improvement of Canal System and Service Road of TASMORIS – Tarlac RIS located in Lapaz, Province of Tarlac, in accordance with the Bid Documents;

WHEREAS, on December 28, 2023 the Contractor submitted the lowest responsive bid for the above-mentioned works in the total amount of Fourteen Million One Hundred One Thousand Five Hundred Forty Pesos & Seventy Four Centavos (₱ 14,101,540.74);

WHEREAS, NIA finds this bid of the CONTRACTOR to be the lowest calculated and responsive bid, the same being ₱ 14,101,540.74 or ₱ 63,070.84 lower than the Approved Budget for Contract (ABC) of ₱ 14,164,611.58;

NOW, THEREFORE, for and in consideration of the foregoing premises, the parties have mutually agreed and do hereby agree as follows:

**C-1 CONTRACT DOCUMENTS**

The following pertinent documents attached to this Contract or on file with the NIA are hereby incorporated and expressly made integral parts of this Contract as though fully written out and set forth herein;

Signed in the Presence of:

E.T. Castro Construction and Supplies

National Irrigation Administration  
By:

**KATE MARIE S. ESTRADA**  
Sr. Accounting Processor A

**JHON RAY A. DAVID**  
Senior Engineer A

(Name of Contractor)  
**ENRICO T. CASTRO**  
Manager

**ALVIN ROBERTO A. DAVID**  
Acting Division Manager, TARLAC IMO

Advertisement or Evidence of Publication

1. Invitation to Bid No. NIA-TAR-2024-09-TASMORIS (Tarlac RIS) - 2
2. Instruction to Bidders
3. General Conditions
4. Special Conditions
5. Local Conditions
6. Technical Specifications
7. Drawings
8. Resolution No. 24 s. 2024 of the Bids and Award Committee
9. Notice of Award of Contract and contractor's "Conforme"
10. Contractor's Performance Security
11. Bid Forms including the following annexes:

- a) Authority of the Signing Official
- b) Bid Prices in the Bill of Quantities
- c) Detailed Breakdown of Estimates
- d) Construction Schedule and S-Curve
- e) Construction Methods
- f) Project Organizational Chart
- g) Manpower Schedule
- h) Equipment utilization schedule
- i) Cash flow and payment schedule
- j) Construction Safety and health program
- k) Certificate under oath from bidder of its compliance with existing labor laws and standards
- l) A sworn statement attesting to the responsibilities of the bidder as required in IB-3-1 (A) to (D) of these Bid Documents;
- m) A sworn affidavit of the bidder that it is not related to any NIA officers or employees having direct access to the information that may substantially affect the result of the bidding, as required in Section 47, Rule XV of the IRR-A of RA 9184
- n) Authorizing the BAC or its duly authorized representatives to verify any or all of the documents submitted with the bids.

All codes, designations, standards, standard specifications and similar materials which are referred to in the Conditions and Technical Specifications are being made part of this Contract.

All of the above documents are referred to herein as the Contract Documents and shall remain as the property of NIA.

It is expressly agreed and understood that in case of any irreconcilable conflict between this contract and the provision of any of the Contract Documents, the former shall be controlling.

**C - 2 ACCEPTANCE OF BID**

The NIA has accepted the offer of the CONTRACTOR for the Construction/Improvement of Canal System and Service Road of TASMORIS – Tarlac RIS located in Lapaz, Province of Tarlac in conformity and in accordance with and subject to all of the terms and conditions of the Contract Documents and as provided in the Contract;

It is expressly agreed by both parties that no upward change in the Contract price as of the date of the signing of this Agreement shall be made as a result of among others, any fluctuation in the cost of materials and labor or for any reason whatsoever.

Signed in the Presence of:

E.T. Castro Construction and Supplies


National Irrigation Administration

(Name of Contractor)

By:

  
KATIE MARIE S. ESTRADA  
Sr. Accounting Processor A

  
JHON RAY A. DAVID  
Senior Engineer A

  
ENRICO T. CASTRO  
Manager

  
ALVIN ROBERTO A. DAVID  
Acting Division Manager, TARLAC IMO



### **C - 3 AGREEMENT**

The Contractor agrees to furnish all equipment, supplies, materials, labor, superintendence and other incidentals and to perform and complete all of the Contract Work under this Contract and the NIA agrees to pay for such, as described in the Contract Documents.

### **C - 4 OBLIGATIONS OF CONTRACTOR**

The Contractor agrees to perform well and faithfully all of the contract works indicated in the contract documents and as described in Clause C-1 herein before, and to furnish all of the equipment, materials, supplies, labor and superintendence and other facilities requisites for or incidental to the successful completion of the works and the carrying out of all the duties and obligations imposed by the Contract Documents.

The Contractor agrees to satisfactorily complete all of the contract works under Contract within Two Hundred Forty (240) calendar days from receipt of the Notice to Proceed.

The Contractor also agrees to hire laborers at least fifty percent (50%) of the required manpower in the contract works from the member of Irrigator's Association wherein the project will be undertaken.

### **C - 5 OBLIGATIONS OF THE NIA**

The NIA agrees, subject to the terms and conditions in the Contract Documents, to pay to the Contractor the total amount of Fourteen Million One Hundred One Thousand Five Hundred Forty Pesos & Seventy Four Centavos (₱ 14,101,540.74) at the rates and times and in the manner set forth in the Contract Documents.

### **C - 6 MUTUAL OBLIGATIONS**

The NIA and the Contractor mutually agree to perform, fulfill, abide by and submit to any and all of the provisions and requirements and all matters and things contained or expressed in, or reasonably to be inferred from the contract documents.

### **C - 7 LIQUIDATED DAMAGES**

The parties hereby expressly agree that Liquidated Damages, under this Contract, shall be settled in accordance and subject to such terms and conditions as set forth under Article GC-64 of the General Conditions and other pertinent provisions of the contract documents.

### **C - 8 PERFORMANCE BOND**

In compliance with the conditions in the contract documents, the contractor hereby posts his Performance Security in the form of Surety Bond in the amount of Four Million Two Hundred Thirty Thousand Four Hundred Sixty Two Pesos & Twenty Two Centavos (₱ 4,230,462.22) which is valid and in effect for the entire duration of the contract, including any extension.

The Performance Security shall be released by the NIA after completion of the works and issuance of the Certificate of Completion, provided liquidated damages and other claims, if any, had been settled and the submission of an acceptable guarantee bond to be issued by the GSIS or any reputable bonding institution acceptable to NIA equivalent to 30%; or cash deposit, cash bond or letter of credit equivalent to 5%; or Bank Guarantee of 10% of the final contract

Signed in the Presence of:

E.T. Castro Construction and Supplies

National Irrigation Administration

  
KATE MARIE S. ESTRADA  
Sr. Accounting Processor A

  
JHON RAY A. DAVID  
Senior Engineer A

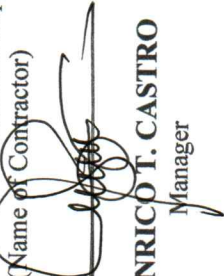
  
ENRICO T. CASTRO  
Manager

  
ALVIN ROBERTO A. DAVID  
Acting Division Manager, IARLAC IMO

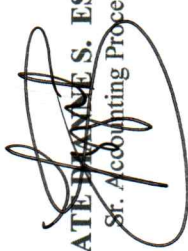
By: National Irrigation Administration  
E.T. Castro Construction and Supplies

Signed in the Presence of:

  
**ALVIN ROBERTO A. DAVID**  
Acting Division Manager, TARLAC IMO

  
(Name of Contractor)  
**ENRICOT T. CASTRO**  
Manager

  
**PHON RAY A. DAVID**  
Senior Engineer A

  
**KATERINE S. ESTRADA**  
Sr. Accounting Processor A

amount to assure NIA that the Contractor shall made good any defects that may be found in the project within a period of one (1) year from the acceptance thereof, it being understood that nothing in these condition extinguishes that liability of the Contractor for damages, except those occasioned by *force majeure*, within 15 years from the completion of the project, if the same should collapse on account of defects in the construction and the use of materials of inferior quality furnished by it or due to any violation of the terms of the contract, as provided for in the Civil Code.

For this purpose, the document transmitting and/or evidencing the performance bond in the form of cash, manager's check, cashier's check, bank guarantee, letter of credit, or a combination thereof, shall contain the following;

"The right to institute action on the penal bond pursuant to Act No. 3688 of any individual firm, partnership, corporation and association supplying the prosecution of the work is hereby acknowledged and confirmed."

#### C-9 NOTICES

All notices called for the terms of this Contract shall become effective only at the time of receipt thereof and only when received by the parties to whom they are address at the following addresses:

N I A : The Manager, TARLAC IMO  
National Irrigation Administration  
Jefmin, Concepcion, Tarlac

CONTRACTOR : The Manager  
E.T. Castro Construction and Supplies  
#500 Cherry St., Purok 3, San Francisco,  
Mabalacat City, Pampanga

Any change in address by either party shall be made known the other who will acknowledge the change for purposes of this paragraph.

All notices called for by the terms of this Contract shall be in the English language and shall be sent by messenger or registered mail or telegram. However, telegrams shall be confirmed by a letter on the same day.

#### C - 10 INTEGRATION

The NIA and the CONTRACTOR agree that this Contract including the contract documents, expresses and integrates all of the agreements, understandings, promises and covenants of the parties and supersedes all prior and contemporaneous negotiations, understandings and agreements, whether written or oral and that no modification or alteration of this Contract shall be valid or binding to either party unless expresses in writing and executed with the same formality as this Contract except as may otherwise be specifically provided in this Contract.

#### C - 11 JURISDICTION

The parties hereby mutually agree that the venue of the action for any cause or causes of action which may arise from this Contract shall be the proper court of TARLAC.



**C - 12 COUNTERPARTS**

The Contract is executed in five (5) identical counterparts, four (4) copies for the NIA, one (1) for the CONTRACTOR.

**C - 13 WARRANTY**

The CONTRACTOR warrants that it has not given or promised to give any money or gift to any official or employee of the NIA and any violation of the warranty shall be sufficient ground for the NIA to revoke or extra judicially cancel this contract.

**C - 14 DOCUMENTATION**

Documentation/Notarial fees and documentary stamps in connection with this contract shall be for the account of the CONTRACTOR.

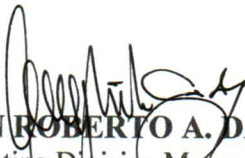
**C - 15 APPROVAL**

This contract shall be subject to the approval of proper authorities in accordance with pertinent laws, rules and regulations.

IN WITNESS WHEREOF, the parties have hereunto set their hands at the place and date first above written.

**NATIONAL IRRIGATION  
ADMINISTRATION (NIA)**

BY:

  
**ALVIN ROBERTO A. DAVID**  
Acting Division Manager  
NIA – TARLAC IMO

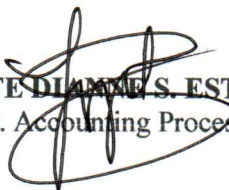
**E.T. CASTRO CONSTRUCTION AND  
SUPPLIES (CONTRACTOR)**

BY:

  
**ENRICO T. CASTRO**  
Manager

SIGNED IN THE PRESENCE OF:

  
**JHON RAY A. DAVID**  
Senior Engineer A

  
**KATE DIANNE S. ESTRADA**  
Sr. Accounting Processor A

ACKNOWLEDGEMENT

REPUBLIC OF THE PHILIPPINES

City of San Fernando, Pampanga

Personally appeared before me this 23<sup>rd</sup> day of February 2024 at the Philippines, ALVIN ROBERTO A. DAVID, National Irrigation Administration, with PRC Registration No. 0050457 issued on July 17, 1987 at Manila, Philippines and ENRICO T. CASTRO, with Community Tax Certificate No. 11299180 issued at Mabalacat City, Pampanga on February 7, 2024 who executed the foregoing contract and acknowledged to me that the same is their free and voluntary act and deed.

This Contract consists of six (6) pages including this Notarial acknowledgement, signed by the parties and their witnesses on each on every page thereof. This refers to Contract No. NIA-TAR-2024-09-TASMORIS (Tarlac RIS) - 2, Construction/Improvement of Canal System and Service Road of TASMORIS – Tarlac RIS located in Lapaz, Province of Tarlac.

WITNESS MY HAND AND NOTARIAL SEAL on the date and at the place first above-written.

ATTY. MICHAEL CRABUT  
NOTARY PUBLIC  
UNTIL DECEMBER 31, 2024  
COMMISSION NO. 13  
ROLL NO. 57352 / IBP LIFETIME NO. 010637  
PTR NO. 9516871 / 1-3-2023 / PAMPANGA  
MILE COMP. NO. VI - 0026706  
Until  
PTR No.  
Issued at  
On  
TIN

Doc No. 117  
Page No. 21  
Book No. 24  
SERIES of 2024