



Republic of the Philippines
 PROVINCE OF LEYTE
 Palo, Leyte
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PROVINCIAL BUDGET OFFICE

Item No.: 04
 Date: 13 2024 AUG

SANGGUNIANG PANLALAWIGAN

RECEIVED
 AUG 01 2024

LEYTE PROVINCE OF LEYTE

DATE 8-01-24
 NO. #053
 BY: [Signature]
 PBO

July 31, 2024

Hon. **LEONARDO M. JAVIER, JR.**
 Vice-Governor and Presiding Officer, and
THE HONORABLE MEMBERS
 Sangguniang Panlalawigan
 Province of Leyte
 Palo, Leyte

Gentlemen and Ladies:

Pursuant to the provisions of the Local Government Code of 1991 (Republic Act No. 7160), our preliminary review of the **General Fund Supplemental Budget No. 3 CY 2024** of the **Municipality of Isabel, Leyte** duly enacted by the Sangguniang Bayan through **Appropriation Ordinance No. 03, Series of 2024** with a total appropriation in the amount of **P28,000,000.00**, reveals compliance with the same law and its implementing Rules and Regulations.

It is therefore recommended for approval subject to the following conditions:

1. That the procurement of Thermal Decomposition Machine shall be made in accordance with the procurement procedures under of RA 9184 and its Implementing Rules and Regulations;
2. That the acquisition of loan shall be in accordance with the Terms and Conditions of the loan agreement; and
3. That disbursement of funds shall be for the specific purpose(s) for which they have been appropriated pursuant to Sections 335 & 336 of RA 7160.

Compliance with DBM issuances, accounting and auditing rules and regulations and all other existing laws shall be the responsibility of the implementing Local Government Unit.

Very truly yours,

LOCAL FINANCE COMMITTEE:

[Signature]
MARIA GINA P. HIPE
 Provincial Budget Officer

[Signature]
RUTH Y. SURPIA
 Provincial Treasurer

[Signature]
AGNES C. RAFON
 Provincial Planning and
 Development Coordinator-Designate

Republic of the Philippines
PROVINCE OF LEYTE
Palo, Leyte



OFFICE OF THE SANGGUNIANG PANLALAWIGAN

1ST INDORSEMENT

16 July 2024

The Local Finance Committee is respectfully requested to review and submit recommendations on the herein enclosed **APPROPRIATION ORDINANCE NO. 03** series of **2024** of the **MUNICIPALITY** of **ISABEL, LEYTE**, entitled: **AN ORDINANCE AUTHORIZING THE SUPPLEMENTAL BUDGET NO. 03 FOR FISCAL YEAR 2024 INVOLVING AN AMOUNT OF TWENTY-EIGHT MILLION PESOS (P28,000,000.00) FROM THE DBP LOAN PROCEEDS OF THE LGU OF ISABEL.**

A handwritten signature in black ink, appearing to read "Florinda Jul S. Uyvico".

FLORINDA JUL S. UYVICO
Secretary to the Sanggunian



REPUBLIC OF THE PHILIPPINES
PROVINCE OF LEYTE
Municipality of Isabel
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OFFICE OF THE SANGGUNIANG BAYAN



TRANSMITTAL

Date: July 15, 2024

THE SANGGUNIANG PANLALAWIGAN
Province of Leyte
Provincial Capitol, Palo Leyte

THRU: THE OFFICE OF THE SECRETARY TO THE SANGGUNIANG PANLALAWIGAN
Legislative Department, Provincial Capitol
Palo, Leyte

MA'M:

RESPECTFULLY TRANSMITTING YOUR END FIFTEEN (15) SETS OF THE FOLLOWING DOCUMENTS.
WITH DETAILS AS FOLLOWS:

<u>ITEM NO.</u>	<u>REF. NO.</u>	<u>TITLE/CAPTION/DESCRIPTION</u>
1	APPR. ORD. NO.03 Series of 2024	AN ORDINANCE AUTHORISING SUPPLEMENTAL BUDGET No. 03, OF THE MUNICIPALITY OF ISABEL, LEYTE FOR THE FISCAL YEAR 2024 INVOLVING AN AMOUNT OF TWENTY EIGHT MILLION PESOS (Php 28,000,000.00) FROM THE DEVELOPMENT BANK OF THE PHILIPPINES (DBP) LOAN PROCEEDS OF THE LOCAL GOVERNMENT UNIT OF ISABEL AND APPROPRIATING THE SAME FOR THE PURCHASE AND INSTALLATION OF A THERMAL DECOMPOSITION MACHINE FOR THE LGU'S MATERIAL RECOVERY FACILITY.

ATTACHMENTS:

1. CERTIFICATION OF ACTUAL FUNDS AVAILABLE
2. STATEMENT OF FUNDING SOURCES
3. STATEMENT OF SUPPLEMENTAL APPROPRIATION
4. COPY OF THE PAGE OF THE AIP FOR CY 2024 WHERE THE ACQUISITION OF THERMAL DECOMPOSITION MACHINE IS INCLUDED.
5. COPY OF THE LETTER FROM DBP INFORMING THE MUNICIPAL MAYOR, ATTY. EDGARDO C. CORDEÑO, THE APPROVAL OF THE LOAN APPLICATION TO FINANCE THE PROCUREMENT OF THERMAL DECOMPOSITION MACHINE.

FOR YOUR INFORMATION, REFERENCE, AND APPROPRIATE ACTION.

THANK YOU.

Respectfully yours,


JULIUS CESAR T. MATIGA
Secretary to the Sangguniang Bayan



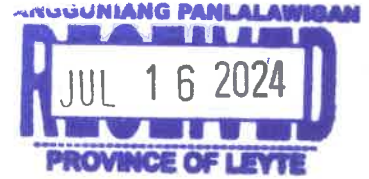
REPUBLIC OF THE PHILIPPINES
PROVINCE OF LEYTE
Municipality of Isabel

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OFFICE OF THE SANGGUNIANG BAYAN

EXCERPT FROM THE MINUTES OF THE 85th REGULAR SESSION OF THE 19th SANGGUNIANG BAYAN OF THE MUNICIPALITY OF ISABEL, LEYTE HELD ON JUNE 24, 2024, AT THE SB SESSION HALL

- Present :** Vice-Mayor Adam A. Fuentes, Presiding Officer
SB Member Rey Zaldy S. Rojas
SB Member Deborah G. Bertulfo
SB Member Alden A. Martin
SB Member Manuel D. Amodia
SB Member Ailene Jubida Dearos
SB Member Dan Antonio G. Tentativa
Liga Ng Mga Barangay Pres. Marilyn A. Cordeño.
SK Federation President Kissi Lyn C. Marti
- Absent :** SB Member Teddy E. Alemlia
SB Member Romelo P. Mappala



APPROPRIATION ORDINANCE NO.03, SERIES OF 2024

AN ORDINANCE AUTHORIZING THE SUPPLEMENTAL BUDGET NO. 03 OF THE MUNICIPALITY OF ISABEL, LEYTE FOR FISCAL YEAR 2024 INVOLVING AN AMOUNT OF TWENTY EIGHT MILLION PESOS (P28,000,000.00) FROM THE DEVELOPMENT BANK OF THE PHILIPPINES (DBP) LOAN PROCEEDS OF THE LOCAL GOVERNMENT UNIT OF ISABEL AND APPROPRIATING THE SAME FOR THE PURCHASE AND INSTALLATION OF A THERMAL DECOMPOSITION MACHINE FOR THE LGU'S MATERIAL RECOVERY FACILITY

WHEREAS, presented for consideration before this august body is the proposed Supplemental Budget No. 03 of the Local Government Unit of Isabel, Leyte, for CY 2024;

WHEREAS, the same covers additional appropriations for the purchase and installation of a Thermal Decomposition Machine for the LGU's Material recovery Facility.

NOW THEREFORE:

BE IT ORDAINED by the 19th Sangguniang Bayan of the Municipality of Isabel, Province of Leyte, in the 85th Regular Session assembled AN ORDINANCE AUTHORIZING THE SUPPLEMENTAL BUDGET NO. 02 OF THE MUNICIPALITY OF ISABEL, LEYTE FOR FISCAL YEAR 2024 INVOLVING AN AMOUNT OF TWENTY EIGHT MILLION PESOS (PhP 28,000,000.00) FROM THE DEVELOPMENT BANK OF THE PHILIPPINES (DBP) LOAN PROCEEDS OF THE LOCAL GOVERNMENT UNIT OF ISABEL AND APPROPRIATING THE SAME FOR THE PURCHASE AND INSTALLATION OF A THERMAL DECOMPOSITION MACHINE FOR THE LGU'S MATERIAL RECOVERY FACILITY.

SECTION 1. The Supplemental Budget No. 03 of the Municipality of Isabel, Leyte for Fiscal Year 2024 in the total amount of Twenty Eight Million Pesos (PhP 28,000,000.00) covering the additional appropriation for the purchase of a Thermal Decomposition Machine for the LGU's Material recovery Facility.

The budget documents consisting of the following are incorporated herein and made integral part of this Ordinance:

- Summary Statement of Receipts and Expenditures

SECTION 2. Sources of Funds. The sources of funds for the Supplemental Budget No.03 for CY 2024 in the total amount of TWENTY EIGHT MILLION PESOS (PhP 28,000,000.00) :

Income Sources:

Loan/Borrowing Proceeds from the Development Bank of the Philippines (DBP) by the Local Government Unit of Isabel, Leyte PhP 28,000,000.00

(Funds Actually Available as certified by the Municipal Treasurer on Revenue Sources)
Total **PhP 28,000,000.00**

(Handwritten signatures and initials)

Section 3. Expenditure Program. The amount of TWENTY EIGHT MILLION PESOS (P 28,000,000.00) IS HEREBY APPROPRIATED for the Supplemental Budget No. 03 series of 2024 of the Municipality of Isabel, Leyte, to purchase and installation of a Thermal Decomposition Machine for the LGU's Material Recovery Facility.

SECTION 4. Separability Clause. If, for any reason, any section or provision of this Ordinance is declared invalid or unconstitutional, other sections or provisions thereof which are not affected thereby shall constitute to be in full force and effect.

SECTION 5. Effectivity. The provisions of this Ordinance shall take effect upon approval.

ADOPTED ON MASS MOTION by all members present this 24th day of June 2024, at Isabel, Leyte, Philippines.

HON. REY ZALDY S. ROJAS

HON. DEBORAH G. BERTULFO

HON. ALDEN A. MARTIN

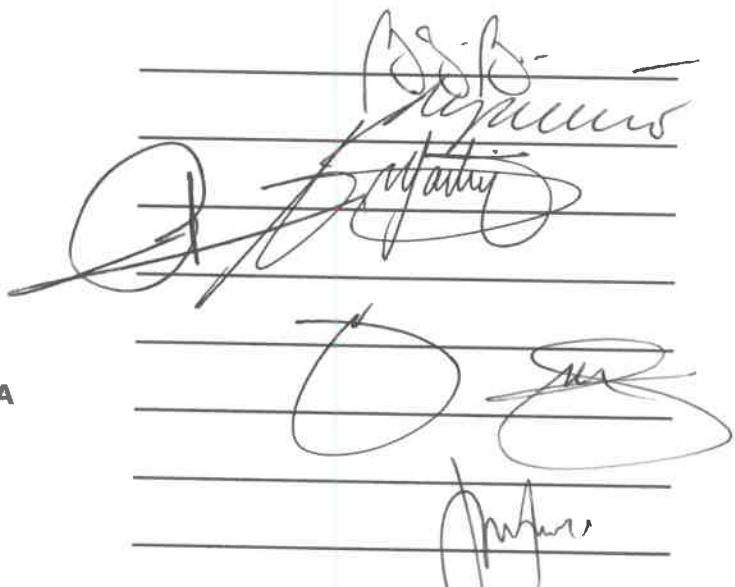
HON. MANUEL D. AMODIA

HON. AILENE J. DEAROS

HON. DAN ANTONIO G. TENTATIVA

HON. MARILYN A. CORDEÑO


HON. KISSI LYN C. MARTIN



I HEREBY CERTIFY to the correctness and authenticity of the foregoing resolution.

JULIUS CESAR T. MATIGA
Secretary to the Sangguniang Bayan

ATTESTED BY:


HON. ADAM A. FUENTES
Mun. Vice-Mayor and Presiding Officer

APPROVED:


HON. ATTY. EDGARDO C. CORDEÑO
Municipal Mayor



Republic of the Philippines
PROVINCE OF LEYTE



Municipality of Isabel

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CERTIFICATION OF ACTUAL FUNDS AVAILABLE

This is to **CERTIFY** that the amount of **Twenty Eight Million Pesos (₱28,000,000.00)** is actually available to fund for Supplemental Budget No. 3 FY 2024 at the municipality.

We further certify that, the said amount is actually available for disbursement.

Issued this 18th day of June 2024, at Isabel, Leyte.


MA. LISA P. AMSON
Municipal Accountant


MITZI C. AMODIA
Municipal Treasurer

STATEMENT OF FUNDING SOURCES
(SUPPLEMENTAL BUDGET)
FY 2024
ISABEL
Municipality

General Fund
Fund/ Special Account

PARTICULARS	ACCOUNT CLASSIFICATION	AMOUNT
(1)	(2)	(3)
1.0 New Revenue Sources Tax revenue Loan Proceeds (Borrowings) Grants		28,000,000.00
2.0 Actual Collection in Excess of the Estimated Income (Eco-zone)		
3.0 Savings		
4.0 Realignment		
5.0 Reversion SB Resolution Approving Reversion		
TOTAL ESTIMATED INCOME		28,000,000.00

Certified Correct:


MITZI C. AMODIA
Municipal Treasurer


MA. LIZA P. AMSON
Municipal Accountant

STATEMENT OF SUPPLEMENTAL APPROPRIATION

ISABEL

Municipality

Implementing Office (1)	Particulars/ Purpose (2)	AIP Code (3)	Object of Expenditure s (4)	Account Code (5)	Amount (6)
<p>MAYOR'S OFFICE</p> <p>(Solid Waste Management)</p>	<p>Thermal Decompositio n Machine</p>	<p>3000- 000-3-01- 031-007- 000-000</p>	<p>Other Machinery And Equipment</p>	<p>1-07- 05-990</p>	<p>28,000,000.00</p>
<p>TOTAL APPROPRIATION</p>					<p>28,000,000.00</p>
<p>UNAPPROPRIATED BALANCE</p>					<p>-00-</p>



Prepared by:


ROBERTO A. SIMBAJON
OIC Municipal Budget Officer

Approved by:


ATTY. EDGARDO C. CORDEÑO
Municipal Mayor

Account	Jan 2024	Dec 2024	Project / Department	GF	Jan 2024	Dec 2024
Travel Expenses	15,000.00	15,000.00			15,000.00	15,000.00
Training Expenses	10,000.00	10,000.00			10,000.00	10,000.00
Other Supplies Expenses	30,000.00	30,000.00			30,000.00	30,000.00
Water Expenses	1,000.00	1,000.00			1,000.00	1,000.00
Electricity Expenses	20,000.00	20,000.00			20,000.00	20,000.00
Other Maintenance & Operating Expenses	30,000.00	30,000.00			30,000.00	30,000.00
Capital Outlay	28,000,000.00	2,000,000.00			28,000,000.00	2,000,000.00
Thermal Decomposition Machines	151,000.00	30,000,000.00			151,000.00	30,000,000.00
Glass Bottle Pulverizer w/ B. Miselate & Mover						
Solid Waste Management SUP-TOTAL						
HOUSEKEEPING AGREEMENTS						
1.2 Maintenance & Other Operating Expenditures	500,000.00	500,000.00	Management Service	GF	500,000.00	500,000.00
Mayor	500,000.00	500,000.00			500,000.00	500,000.00
Other Supplies Expenses	4,000,000.00				4,000,000.00	
Other Maintenance & Operating Expense						
Housekeeping Agreements SUP-TOTAL	300,000.00	300,000.00			300,000.00	300,000.00
STREET LIGHTING SERVICES						
Mayor	500,000.00	500,000.00	Street lighting serv	GF	500,000.00	500,000.00
Other Supplies Expenses	100,000.00	100,000.00			100,000.00	100,000.00
Electricity Expenses	900,000.00	900,000.00			900,000.00	900,000.00
Other Maintenance & Operating Expense						
Street Lighting Services SUP-TOTAL	20,000.00	20,000.00			20,000.00	20,000.00
PHYSICAL FITNESS						
Mayor	20,000.00	20,000.00	Physical fitness	GF	20,000.00	20,000.00
Other Supplies Expenses	20,000.00	20,000.00			20,000.00	20,000.00
Physical Fitness SUP-TOTAL						
PLAZA, PARKS AND MONUMENTS						
Mayor	1,000,000.00	1,000,000.00	Development/maintenance	GF	1,000,000.00	1,000,000.00
Other Supplies Expenses	800,000.00	800,000.00	development/maintenance		800,000.00	800,000.00
Water Expenses	1,000,000.00	1,000,000.00			1,000,000.00	1,000,000.00
Electric Expenses	500,000.00	500,000.00			500,000.00	500,000.00
Other Maintenance & Operating Expense						
Capital Outlay	50,000,000.00	50,000,000.00			50,000,000.00	50,000,000.00
Improvement/Construction of Plaza and Parks	50,000,000.00	50,000,000.00			50,000,000.00	50,000,000.00
Plaza, Parks and Monuments SUP-TOTAL	2,800,000.00	2,800,000.00			2,800,000.00	2,800,000.00
WATER TREATMENT						
Mayor	500,000.00	500,000.00	Water treatment	GF	500,000.00	500,000.00
Other Supplies Expenses	500,000.00	500,000.00			500,000.00	500,000.00



June 13, 2024

HON. EDGARDO C. CORDEÑO
Mayor
Isabel Municipality, Leyte

Dear Mayor Cordeño:

We are glad to inform that LGU – Isabel's loan application to finance the Procurement of Thermal Decomposition Equipment for the LGU's Materials Recovery Facility (MRF) in the amount of **PESOS: TWENTY-EIGHT MILLION (Php28,000,000.00)** was approved by the Bank's approving authorities. Below are the details, to wit;

Total Loan Amount	TWENTY - EIGHT MILLION (Php 28,000,000.00) or 100% of the winning bid price whichever is lower
Tenor .	Ten (10) years inclusive of one (1) year grace period, payable in one hundred eight (108) equal monthly amortizations on principal to commence at the end of the 13th month from date of initial drawdown.
Interest	Fixed for one (1) year based on existing market rate at the time of drawdown p.a., payable monthly, subject to a floor rate of 7.50% p.a., commencing at the end of the 1st month from date of initial drawdown. Interest shall be reviewed annually based on the relevant benchmark rate plus applicable credit spread subject to a floor rate equivalent to the existing rate. GRT for the account of the LGU.
Availability	Within one (1) year from date of Notice of Approval.
Credit Related Fees	1. Commitment Fee – waived 2. Front-End Fee – waived 3. Extension Fee – waived 4. Default Charge - 24% p.a. 5. Prepayment penalty - 3% of the amount to be prepaid. 6. Service Charge for Insurance Advances - 2% on advanced premium 7. GRT and other applicable fees/taxes for the account of the LGU.

I. Pre-release requirements:

1. Seal of Good Financial Housekeeping issued by DILG
2. Certificate of Borrowing Capacity & Net Debt Service Ceiling issued by DOF-BLGF.
3. Favorable Monetary Board Opinion
4. Authority to debit in favor of DBP to auto-debit LGU's account to ensure payment of both principal, interest and other fees as they become due.
5. Letter on the waiver of confidentiality of investments and bank deposits.
6. Validated Ordinance by the Sangguniang Panlalawigan (SP) expressly authorizing the following:
 - a. The Municipal Mayor to negotiate and enter into a contract of loan applied for and to assign or otherwise enter into a collateral agreement to secure the payment of the loan applied for;
 - b. Waiver on the confidentiality of investment and bank deposits, whether in peso or foreign currency;
 - c. Ratifying the approved terms and conditions of DBP lending entered into by the Municipal Mayor which shall contain a provision that such ratification includes any and all subsequent requests by the LGU which makes the loan a statutory obligation of the LGU, including the following:
 - i. The LGU to execute the Loan Agreement, Promissory Notes, and other documents relating thereto, and specifically stating that the obligations of the LGU thereunder, as well as the terms and conditions thereof, shall be valid and binding on the LGU and shall not be subject to recall by the SB for the whole term of the loan, regardless of any change in its composition;
 - ii. The continuing assignment of the applicable portion of the LGU's NTA and local revenues with control agreement in favor of DBP until the loan is fully paid. This shall be registered pursuant to R.A. 11057 (PPSA) once the system is fully operational.
 - iii. The DBP to automatically debit on due date from the LGU's CASA deposit account with DBP to an amount equivalent to the maturing loan amortization until the loan is fully paid;
 - iv. The inclusion of appropriation for debt-servicing in the LGU's annual budget in accordance with the Local Government Code until the loan is fully paid.

v. The undertaking that the LGU will not incur additional obligation/indebtedness without DBP's prior consent.

7. Certification to be issued by the Municipal Treasurer or Municipal Budget Officer noted by the Municipal Mayor stating that:
- All loans of the LGU have been entered into its book of accounts;
 - The principal and interest payments for all existing loans of the LGU have been made and that said loans are all in current status;
 - The projects to be financed are included in the LGU's approved local development plan and annual investment plan;
 - The expenditures for the proposed projects' equity payments, cost overruns and other incidental expenses are included and appropriated for in the LGU's budget;
 - The source of repayment for the proposed loan with DBP is available and not restricted, and that all related obligations including principal, interest and Gross Receipts Tax payments are duly appropriated for and full provision has been made by the LGU;
 - The annual amortization of existing loans or indebtedness are being paid regularly in accordance with the approved amortization schedule and that the total amortizations for all credits inclusive of the DBP loan shall not exceed 20% of the LGU's total annual regular income
8. Perfection of loan and security documents
9. Compliance to RA 9184 and submission of complete bid documents (Minutes of Bidding, Notice of Award, Notice to Proceed and Contract)
10. ~~ECC/CNC~~ whichever is applicable
11. Payment of Documentary Stamp Tax and applicable fees.
12. Certificate and Notice of Borrowing
13. Execution of Promissory Note/s and Disclosure Statement/s
14. Undertaking for the borrower to register the Security Agreement/s pursuant to RA No. 11057 under the Personal Property Security Registry (PPSR) once the system has become fully operational.
15. Appropriate insurance cover with official receipt or proof of payment
16. ~~Certificate of Registration for Treatment, Storage and Disposal (TSD) Facility from DENR~~
17. ~~Certificate of Conformity (COC) issued by the DENR-EMB~~
18. Appointment/Designation of Pollution Control Officer (PCO)
19. Proposed 10-year Solid Waste Management Plan
20. Loan release/s shall be credited to the deposit account of the LGU with DBP

II. Release Conditions - One-time Release Allowed, subject to the following:

- Proof of delivery of machineries and equipment
- Certificate of Delivery and Acceptance which also states that the equipment are in good condition and have been satisfactorily tested and commissioned
- List of Accredited Local Technician for Equipment
- Certification that Training was conducted with list/attendance of participants
- Certification from Equipment Supplier on the Availability of Spare Parts in the Philippines
- Payment of applicable fees and tax/es
- Any cost overruns shall be for the account of the borrower
- Loan release/s shall be credited to the deposit account of the LGU with DBP Maasin Br.

III. Post-release conditions:

- Submission of Post Borrowing Report (PBR) to BSP 30 days after the final disbursement of the loan proceeds, copy furnished DBP.
- Submission of the following 60 days from project completion for Procurement of Machineries and Equipment:
 - Official Receipt from the supplier.
 - Pollution Control Officer Accreditation Certificate
- Submission of Approved 10-year Solid Waste Management Plan within one year from date of full release.
- Project Performance Monitoring Report

Should you need more clarification and assistance in accomplishing the above-mentioned documents, please feel free to contact your Account Officer, Mgr. Kristine Marie H. Salazar, thru 0917-840-5479.

Thank you.

Sincerely,


ATTY. JANET L. DACILLO
Head, Tagloban Lending Center