Date: 0 2 2025 APR
March 24,2025

MS. MARY CHRISTINE L. FAELNAR

Department Manager
Landbank of the Philippines
Southern Leyte Lending Center
Aviles Business Center, Ormoc City



Re: 95 Million Pesos Loan Application of LGU Leyte, Leyte under so-called 10 year Development Program

Dear Ms. Faelnar;

Relative to the above subject, may I put your branch on CAUTIONARY NOTICE that the applied for loan is violative of **Section 296 (a)** of the Local Government Code which provides:

"Section 296, General Policy. (a) It shall be 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 approved local development plan and public investment program."

Additionally, Section 305 (i) of the same law provides:

"Local budgets shall operationalize approved local development plans."

Being bereft of any approved local development plan, public investment program, particularly the Municipal Annual Investment Program for C.Y 2025, Local Development Investment Program for C.Y 2023-2028, and lastly, Comprehensive Development Plan for C.Y 2023-2028, your approval of said application for loan will cause undue injury to the people of Leyte, Leyte and therefore will make you and your bank liable under Section 3 (e) of the Anti-Graft and Corrupt Practices Act (RA 3019, as amended).

We trust that you will help us avoid our suing you and your bank as Principal by Induction in a criminal action we will file before the Office of the Ombudsman.

Thank you.

Very Truly Yours,

Brgy. Chairman of Burabod

Brgy. Knywadi of Toctoc Brgy. Chairman of Tigbawan

MARICRIS PEROL

Brgy. Chairman of Palid 2 Brgy. Chairman of Culasi Brgy. Chairman of Bachao

Brgy. Chairman of Kawayan

MARC ERIC ESCALANTE

Brgy. Chairman of Tinocdugan

Brgy. Chairman of Palararo

DEL CHRISTIAN MEDALLA

Brgy. Chairman of Belen

Brgy. Chairman of Ugbon

RUÉL GREGORIO

Brgy. Chairman of Waque

Brgy. Chairman of Mataloto

Brgy. Chairman of Tapol

ARDITO QUEBEC

Bray. Chairman of Parasan

ROELITO INSO

Brgy. Chairman of Bagabao

cc. Sangguniang Panlalawigan ng Leyte

Government Complex New Capitol Brgy. Guindapunan, Palo, Leyte