## REPUBLIKA NG PILIPINAS SANGGUNIANG PANLUNGSOD LUNGSOD NG ORMOC

DATE OUT SOO NG OR

EXCEPPT FROM THE MINUTES OF THE REGULAR SESSION OF THE NINTH SANGGUNIANG PANLUNGSOD NG ORMOC HELD AT THE HONORABLE PLACIDO ENECIO HALL, SANGGUNIANG PANLUNGSOD

BUILDING ON JANUARY 09, 2003

PRESENT:

WIANGPANLUNGS On. Nepomuceno P. Aparis I. City Councilor, Majority Floor Leader

PECENTED How. Jose S. Serafica, City Councilor, Minority Floor Leader

City Councilor, Assist. Maj. Floor Leader

ATE: 01-10-03 Hon. Ruvinieu E. Mendola, City Councilor, Assist. Maj. Floor Leader

BY: Hon. Demosthenes F. Tugono GSOD NG ORMO Hon. Rafael C. Omega, Jr. Hop. Demosthenes F. Tugonon, City Councilor

City Councilor Hon. Fernando P. Parrilla. City Councilor

Hon. Gregorio A. Yrastorza, Jr. City Councilor, Assist. Minority

Floor Leader

Hon. Jovencio A. Laurente. City Councilor Hon. Fe. S. Lladoc.

City Councilor Hon. Emeterio Y. Larrazabal, Jr., Ex-Officio City Councilor,

Chapter President, Liga ng mga Barangay ng Ormoc

Hon. Cheryl L. Alfar, Ex-Officio City Councilor. SK Federation President

ABSENT:

Hon. Eduardo P. Tan, (Special Leave), City Councilor

## RESOLUTION NO. 2003-003

A RESOLUTION REQUESTING THE CITY LEGAL OFFICER, THIS CITY TO LOOK INTO THE POSSIBILITY OF IMPOSING TAXES TO MANAGEMENT CORPORATION FOR EXTRACTING WATER AT BARANGAY SALVACION, ORMOC CITY, NOW THAT THEIR PRIMARY QLIENTS, PASAR AND PHILPHOS ARE NOW PRIVATIZED AND THAT THEY ARE USING IT FOR COMMERCIAL PURPOSES.

WHEREAS, the LIDE Management Corporation has been extracting water and distributing the same to Barangay Salvacion and other barangays and municipalities;

WHEREAS, in an effort to exercise its power to create its own source of revenue and levy taxes, fees and charges subject to such guidelines and limitations as Congress may provide, the Sangguniang Panlungsod ng Ormoc passed Tax Ordinance No. 96-01 entitled: "AN IMPOSING A SPECIFIC TAX ON ANY PERSON WHO EXTRACTS SUBTERRANEAN WATER WITHIN THE TERRITORIAL JURISDICTION OF THE CITY OF ORMOC FOR COMMERCIAL AND/OR INDUSTRIAL PURPOSES AND REGULATING THE DRILLING OF SAID SUBTERRANEAN WATER, AND PROVIDING PENALTIES THEREON";

WHEREAS, former Justice Secretary Teofisto T. Guingona. Jr., has declared said Tax Ordinance No. 96-01 of this Sanggunian as invalid, ineffective and unconstitutional considering that the LIDE Management Corporation is a government controlled corporation and cannot fall within the taxing power of the Local Government Unit; (DOJ Resolution dated March 26, 1997, Appeal NO. 97-01)

WHEREAS, however, with the privatization of PASAR and PHILPHOS. this august Body believes that it can now exercise its power to tax against said corporation in view of the corporation's change of status. hence, this request;



WHEREFORE, foregoing premises considered, on motion of City Councilor Demosthenes F. Tugonon, Chairman, Committee on Ways and Means, duly seconded by City Councilor Fe S. Lladoc; be it

RESOLVED, AS IT IS HEREBY RESOLVED, to pass a resolution REQUESTING THE CITY LEGAL OFFICER, THIS CITY, TO LOOK INTO THE POSSIBILITY OF IMPOSING TAXES TO LIDE MANAGEMENT CORPORATION FOR EXTRACTING WATER AT BARANGAY SALVACION, ORMOC CITY, NOW THAT THEIR PRIMARY CLIENTS, PASAR AND PHILPHOS ARE NOW PRIVATIZED AND THAT THEY ARE USING IT FOR COMMERCIAL PURPOSES;

ADOPTED, January 09, 2003.

RESOLVED, FURTHER, to furnish copies of this resolution each to His Honor, the City Mayor; the City Administrator, the City Legal Officer, the City Treasurer and others concerned, -all in Ormoc City;

CARRIED UNANIMOUSLY.

I HEREBY CERTIFY to the correctness of the foregoing resolution.

OSCAR LASAM
Secretary to the
Sangguniang Panlungsod

ATTESTED:

CELSOFF ACELFO
Vice Mayor & Presiding Officer