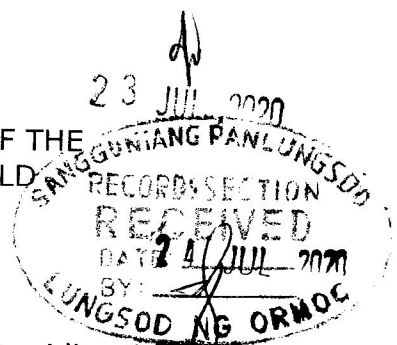


REPUBLIKA NG PILIPINAS
SANGGUNIANG PANLUNGSOD
LUNGSOD NG ORMOC

EXCERPT FROM THE MINUTES OF THE REGULAR SESSION OF THE
FIFTEENTH SANGGUNIANG PANLUNGSOD NG ORMOC HELD
AT THE SANGGUNIANG PANLUNGSOD SESSION HALL
ON JULY 21, 2020



PRESENT:

| | |
|------------------------------|-----------------------------------------------------------------------------------------------------------|
| Leo Carmelo L. Locsin, Jr. | City Vice Mayor & Presiding Officer |
| Benjamin S. Pongos, Jr., | SP Member, Majority Floor Leader |
| Roiland H. Villasencio, | SP Member, 1 st Asst. Majority Floor Leader |
| Tomas R. Serafica, | SP Member, Presiding Officer "Pro-Tempore" |
| Nolito M. Quilang, | SP Member, 2 nd Asst. Majority Floor Leader |
| Eusebio Gerardo S. Penserga, | SP Member |
| Jasper M. Lucero, | SP Member |
| Peter M. Rodriguez, | SP Member |
| Vincent L. Rama, | SP Member |
| Gregorio G. Yrastorza III, | SP Member |
| Lalaine A. Marcos, | SP Member |
| Esteban V. Laurente, | Ex-Officio SP Member, Chapter President, Liga ng mga Barangay ng Ormoc |
| Joan Marbie C. Simbajon, | Ex-Officio SP Member, Chapter President, Panlungsod na Pederasyon ng mga Sangguniang Kabataan ng Ormoc |

RESOLUTION NO. 2020-216

**AN OMNIBUS RESOLUTION AUTHORIZING THE CITY
MAYOR RICHARD I. GOMEZ OR HIS
REPRESENTATIVE TO DISPOSE OF THE
DILAPIDATED FRUIT STALLS AND SCRAP METALS
FROM THE DEMOLISHED SHOPPING MALL
(GAISANO) BUILDING LOCATED ALONG REAL AND
RIZAL STREETS, THIS CITY, INCLUDING THE
AUTHORITY TO PERFORM ALL NECESSARY ACTS
FOR THE ACCOMPLISHMENT OF THE SAME,
SUBJECT TO THE COMMISSION ON AUDIT (COA)
AND OTHER RULES AND REGULATIONS.**

WHEREAS, the Fifteenth Sanggunian was in receipt of an Endorsement Letter dated 16 July 2020 from the Office of the City Mayor requesting for the passage of a Resolution granting him or his representative the authority to dispose of the abovementioned non-performing assets and waste materials of the Local Government Unit of Ormoc City, subject to the Commission on Audit and Other Rules and Regulations.

WHEREAS, Section 379 of Republic Act No. 7160, otherwise known as the Local Government Code of 1991, explicitly provides that when property of any local government unit has become unserviceable for any cause or is no longer needed, it shall, upon application of the officer accountable therefore, be inspected and appraised by the provincial, city or municipal auditor, as the case may be, or his duly authorized representative or that of the Commission on Audit and, if found valueless or unusable, shall be destroyed in the presence of the inspecting officer;

WHEREAS, further, pursuant to Section 79 of PD 1445, it is also mandated that "When government property has become unserviceable for any cause or no longer needed, it shall, upon application of the officer accountable therefore, be inspected by the head of the agency or of his duly authorized representative";

WHEREAS, the disposal of government property that is unserviceable, obsolete, forfeited, abandoned, excess or surplus to the needs of the government or junk or scrap materials, also finds basis in the "Manual on Disposal of Government Property" issued by the Department of Budget Management;

WHEREAS, in a communication letter dated 16 June 2020 from the City General Services Officer (CGSO) addressed to the City Mayor, the former endorsed to the latter the Inventory and Inspection Report of Unserviceable Property for the Dilapidated Fruit Stalls located at the back of the demolished former Shopping Mall (Gaisano) Building along Real and Rizal Streets, this City, as the same are considered ruinous and dangerous, and taking into consideration the assessment of the entire area and what's left of the structures show that, by reason of their heavily dilapidated condition and considering the ongoing demolition of the shopping mall, the stalls are no longer susceptible for continuous use of the same purpose, copy of the said letter is hereto attached as Annex "A" and made an integral part hereof;

WHEREAS, in another endorsement letter from the CGSO addressed to the City Mayor, the former endorsed to the latter Waste Material Reports for his approval to proceed with proper disposal procedure of the metal scraps generated from the demolition of the former shopping mall (Gaisano) building, copy of the said letter is hereto attached as Annex "B" and made an integral part hereof;

WHEREAS, the Office of the City Accountant issued a Property Plant and Equipment Ledger Card and Certification of the appraised value of the Fruit Park, stating therein that the said property has a Net Book Value of Six Hundred Forty-Seven Thousand Five Hundred Pesos and 30/100 (Php647,500.30) as of 16 June 2020, a copy of the Property Plant and Equipment Ledger Card and Certification are hereto attached as Annex "C" and "D", respectively made integral parts hereof;

WHEREAS, the City Disposal Committee on 14 July 2020 endorsed documents pertinent to the City's proposed disposal of the dilapidated fruit stalls and metal scraps to the Office of the City Mayor for further endorsement to the Commission of Audit for latter's approval of the disposal method, a copy of the endorsement is hereto attached as Annex "E" and made an integral part hereof;

WHEREAS, in a communication dated 17 July 2020 from the City Legal Officer stated therein that the subject properties for disposal fall within the definition of being beyond economic repair or are already obsolete or are already junk and unserviceable, further finds nothing legally objectionable to the proposed disposal and that the same is not inconsistent with the law and public policy;

WHEREAS, upon close and thorough review, this Sanggunian finds, that the requested authorization to the City Mayor will further facilitate the expeditious disposal of unserviceable properties and aid the disposal committee to undertake the disposition of said properties, subject to COA and Other Rules and Regulations, and that the same is most beneficial to the City, therefore, meriting this august Body's full support and favorable action;

WHEREFORE, on motion of SP Member Roiland H. Villasencio, Chairman, Committee on Public Properties, severally seconded by SP Members Tomas R. Serafica, Gregorio G. Yrastorza III, Esteban V. Laurente, Peter M. Rodriguez, Nolito M. Quilang, Jasper M. Lucero, Joan Marbie C. Simbajon, Lalaine A. Marcos and Vincent L. Rama; be it

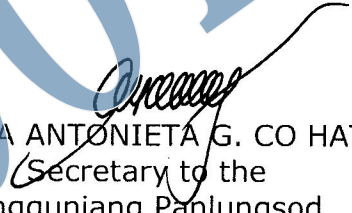
RESOLVED, AS IT IS HEREBY RESOLVED, to pass AN OMNIBUS RESOLUTION AUTHORIZING THE CITY MAYOR RICHARD I. GOMEZ OR HIS REPRESENTATIVE TO DISPOSE OF THE DILAPIDATED FRUIT STALLS AND SCRAP METALS FROM THE DEMOLISHED SHOPPING MALL (GAISANO) BUILDING LOCATED ALONG REAL AND RIZAL STREETS, THIS CITY, INCLUDING THE AUTHORITY TO PERFORM ALL NECESSARY ACTS FOR THE ACCOMPLISHMENT OF THE SAME, SUBJECT TO THE COMMISSION ON AUDIT (COA) AND OTHER RULES AND REGULATIONS;

ADOPTED, July 21, 2020.

RESOLVED, FURTHER, to furnish copies of this resolution each to the City Mayor of Ormoc Richard I. Gomez; the City Administrator; the City Legal Officer; the City General Services Officer; the City Accountant; the City Auditor; the City Local Government Operations Officer-DILG; and all other offices concerned.

CARRIED UNANIMOUSLY.

I HEREBY CERTIFY to the correctness of the above resolution.

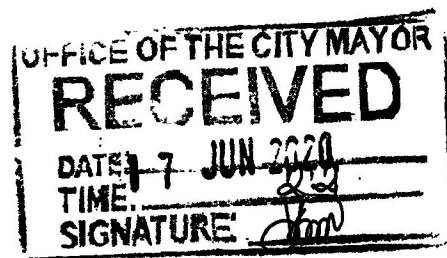

MARIA ANTONIETA G. CO HAT
(Secretary to the
Sangguniang Panlungsod

ATTESTED:


LEO CARMELO L. LOCSIN, JR.
City Vice Mayor & Presiding Officer

Res. # 2020 -216
"Annex A"

Republic of the Philippines
GENERAL SERVICES OFFICE
Ormoc City



June 16, 2020

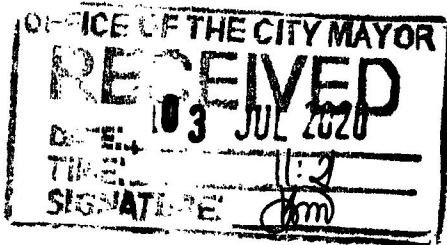
HON. RICHARD I. GOMEZ
City Mayor
Ormoc City

Sir:

Our office would like to request for your approval of the demolition of the existing Fruit Park at Real Street (back of the demolished former Gaisano Building). The structures are already dilapidated after typhoon "Yolanda" and what remains are makeshift stalls improvised by the fruit vendors.

Thank you and more power!


DOMARDONI C. CAYANONG
General Services Officer



Republic of the Philippines
GENERAL SERVICES OFFICE
Ormoc City

June 30, 2020

HON. RICHARD I. GOMEZ
City Mayor
Ormoc City

Sir:

We are submitting herewith for your approval the **Report of Waste Material** for assorted metal scraps generated from the demolition of the Gaisano building.

We would also like to request for your approval to proceed with the disposal procedures and that the waste materials be disposed on site considering the bulk of the materials.

Thank you and more power!


DOMARDONI C. CAYANONG
General Services Officer

Annex C

ORMOC CITY
PROPERTY PLANT AND EQUIPMENT LEDGER CARD
As of June 16, 2020

20% Economic Development Fund

| Property Plant and Equipment | | | Others | | Account Code : | | Other Structures | | |
|-----------------------------------------|--------------------|-------------------------------------------------------------------------------------------|-----------------------------------|--------------|--------------------|--------------------------|------------------|---------------------|---------------|
| Description : Fruit Park @ Rizal Street | | | | | Location : | | Market | | |
| Property No.: 990-69182641841 | | | Acquisition Date January 15, 2009 | | Est. Useful Life : | | 16 | | |
| Date | Reference | Particular | Cost | DEPRECIATION | | Transfer/ Adjustments | Book Value | MAINTENANCE EXPENSE | |
| | | | | Monthly | Accumulated | | | Amount | Accum. Amount |
| 01/31/2020 | JEV 2020-01-003269 | Beginning Balance | 2,010,025.18 | | 253,179.30 | | 1,756,845.88 | | 0.00 |
| | | Depreciation of Property, Plant and Equipment of 20% EDF for the month of January 2020. | | 26,157.86 | 279,337.16 | 0 | 1,730,688.02 | | |
| 02/29/2020 | JEV 2020-01-005216 | Depreciation of Property, Plant and Equipment of 20% EDF for the month of February 2020. | | 26,157.86 | 305,495.02 | 0 | 1,704,530.16 | | |
| 03/31/2020 | JEV 2020-03-006234 | Depreciation of Property, Plant and Equipment of 20% EDF for the month of March 2020. | | 26,157.86 | 331,652.88 | 0 | 1,478,372.30 | | |
| 06/16/2020 | JEV 2020-06-006849 | To take up the unrecorded prior years' depreciation expense of Fruit Park @ Rizal Street. | | 1,030,872.00 | 1,362,524.88 | 0 | 147,500.30 | | |
| | | | | | | | 647,500.30 | | |



Republic of the Philippines
Local Government of Ormoc City
CITY DISPOSAL COMMITTEE
Province of Leyte

APPRAISAL REPORT

Date: July 7, 2020

SUBJECT: Appraisal of the following properties intended for disposal :

- I. **Dilapidated Fruit Stalls** located the back of the demolished former Shopping Mall (Gaisano) Building along Real and Rizal Streets, Ormoc City, as listed under attached 1 page Inventory and Inspection Report of Unserviceable Property (IIRUP) dated June 21, 2020 (copy attached as "Annex A") and
- II. **Scrap metals from the demolished Shopping Mall (Gaisano) Building**, located at Real Street, Ormoc City, as listed under attached 1 page Report of Waste Material dated June 30, 2020 (copy attached as "Annex B").

FINDINGS/OBSERVATION:

I. **Dilapidated Fruit Stalls**

1. The subject properties refer to all fruit stalls located at the back of the former Shopping Mall (Gaisano) Building which has currently undergone demolition;
2. The total affected area is 8 feet x 9 feet;
3. The properties are made of two sides of inter-connected and dilapidated stalls;
4. The stalls located on one side are attached to the back wall of the former Gaisano Building, while the stalls on the other side (across) have their own wall;
5. The roofings are already filled with holes and the wooden foundation of the stalls are no longer sturdy;
6. Assessment of the entire area and what's left of the structures shows that, by reason of their heavily dilapidated condition and considering the ongoing demolition of the former Gaisano building's back wall to which some of the structures are attached, the stalls are no longer susceptible for continuous use for the same purpose;
7. On the basis of the above, disposal of the properties through demolition should be recommended and any scrap metal/material from said demolition be disposed through sale to the highest calculated and responsive bidder;
8. Per ocular inspection by the Inventory Team, the estimated breakdown of the light materials which may be sourced from the demolition of the stalls are as follows:

| Materials Per Unit | Quantity | Total |
|-----------------------------|----------|-------|
| Lght G.I. Pipe #3" | 1 | 23 |
| Lght C. Purlins 2/3, 3/16 | 3 | 69 |
| PC Corrugater 3/10 | 2 | 46 |
| Lght Angle Bar 11/2", 11/2" | 4 | 92 |
| Lgth Gater | 1 | 23 |

II. Scrap metals from the demolished Shopping Mall Building

1. The subject materials refer to assorted metal scraps generated from the demolition of the former Shopping Mall (Gaisano) Building along Real and Rizal Streets, Ormoc City;
2. The volume of the scrap metals has an estimated total of approximately twenty 20 tons and are currently placed at the demolished Gaisano Building;
3. Considering the volume of said materials and the lack of space at the City General Services Office's (CGSO) compound, transfer of the scrap metals to another location for safekeeping would be impractical;
4. As such, it is best to dispose the same "in situ" through sale to the highest calculated and responsive bidder for scrap metals.

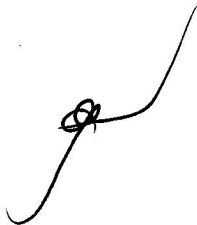
Note: With individual pictures hereto attached.

VALUATION PROCEDURES/CONSIDERATION:

1. The condition of the subject properties have been assessed thru ocular inspection;
2. The materials proposed for disposal through sale were appraised on the basis of the available Current Market Value (CMV) or buying price for scrap metals taken from three (3) canvassed quotations dated July 7, 2020 (copies attached as Annexes "C-1 to 3") , as follows;

| ARTICLES | Total Quantity (kilo) | Ablen Metal Enterprises | | Maning's Enterprises | | Pilapil Junkshop | |
|-------------|-----------------------|-------------------------|-------------|----------------------|-------------|------------------|-------------|
| | | Quote Per Qty. | Total Quote | Quote Per Qty. | Total Quote | Quote Per Qty. | Total Quote |
| SCRAP METAL | 20,000 | 5.00 | 100,000.00 | 7.00 | 140,000.00 | <u>7.15</u> | 143,000.00 |

3. Determination of the appraised value is based on the COA Revised Guidelines on Appraisal of Property other than Real Estate, Antique Property and Works of Art.
4. The appraised value of the scrap metal arrived at is **Php7.15 per kilo:**



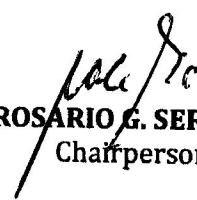
APPRAISAL COMMITTEE RECOMMENDATION:

On the basis of the above findings/observation and valuation, this committee hereby recommends for the following disposal methods:

- I. Dilapidated Fruit Stalls – **Disposal by way of demolition** for the structures and scrap metals recovered from the demolition be subsequently disposed through sale to the highest calculated and responsive bidder for scrap value at **₱7.15 per kilo**;
- II. Scrap metals from the demolished Shopping Mall Building – **Disposal through sale** to the highest calculated and responsive bidder for scrap value at **₱7.15 per kilo**;

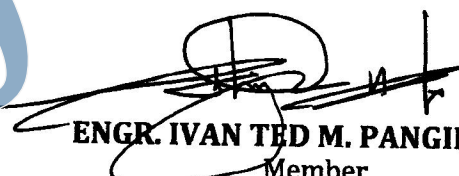
It is further recommended that disposal through sale of the scrap metals be done “in situ” or at the site of the location of the property (along Real Street, Ormoc City).

City Disposal Committee:
(per CMO Executive Order No. 20, Series of 2020)


ROSARIO G. SERAFICA
Chairperson


ENGR. ARTHUR C. ARCUINO
Member

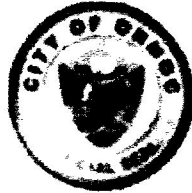
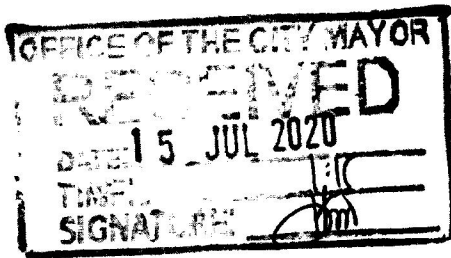

ENGR. LOUCELLE MAE B. ARANETA
Member


ENGR. IVAN TED M. PANGILINAN
Member


ENGR. BRENDA ARRADAZA
Member


FELICISIMA C. ORAIS
Member


KATHERYN A. SOLAÑA
Secretariat



Republic of the Philippines
CITY DISPOSAL COMMITTEE
Local Government of Ormoc City, Leyte

July 14, 2020

HON. RICHARD I. GOMEZ
City Mayor
Local Government of Ormoc City

Mayor:

Respectfully endorsing the following documents (CMO, SP, & 2 COA copies) pertinent to the City's proposal for disposal of the below properties and scrap metals, for further endorsement to the **Office of the Sangguniang Panlungsod** (for grant of authority to the LCE to dispose) and to the **Commission on Audit - Audit Team Leader** (for approval of the disposal method):

1. Appraisal Report of the City Disposal Committee on Appraisal dated July 7, 2020;
2. Copy of CMO Office Order No. 70, series of 2020, an Order Reconstituting the City's Inventory, Disposal and Bids and Awards Committee on Disposal of Unserviceable Properties and Other Purposes effective June 22, 2020;

I. Dilapidated Fruit Stalls located the back of the demolished former Shopping Mall (Gaisano) Building along Real and Rizal Streets, Ormoc City:

3. Endorsement letter from the City General Services Officer dated June 23, 2020;
4. Letter from the General Services Officer to the City Mayor dated June 16, 2020, requesting for approval of the disposal;
5. Inventory and Inspection Report of Unserviceable Property (IIRUP) as of June 2020;
6. Property Plant and Equipment Ledger Card as of June 16, 2020;
7. Recent pictures of the affected structures (1 page);
8. Accountant's Certification as to the Net Book Value dated June 16, 2020.

II. Scrap metals from the demolished Shopping Mall (Gaisano) Building located along Real and Rizal Streets, Ormoc City:

9. Endorsement letter from the City General Services Officer dated July 6, 2020;
10. Letter from the General Services Officer to the City Mayor dated June 30, 2020, requesting for approval of the disposal;
11. Report of Waste Material dated June 30, 2020;
12. Recent pictures of the scrap metals.

Please be informed that the COA-ATL will also require submission of the following documents, which the undersigned respectfully requests for assistance in getting hold of:

- Sangguniang Panlungsod Resolution authorizing the Local Chief Executive to dispose of the above unserviceable properties of the LGU (*1 original*);
- Demolition Permit for the Dilapidated Fruit Stalls (*3 original*);

However, in view of the urgency of the need to dispose of the above properties, submission and/or endorsement of the currently available documents to the Sangguniang Panlungsod and the Commission on Audit may be done simultaneously. The three (3) lacking documents may follow once available.

Thank you and Godspeed.


ROSARIO G. SERAFICA
Chairperson – City Disposal Committee