



OFFICE OF THE SANGGUNIANG PANLUNGSOD

Special Ordinance No. 018-2024
March 18, 2024

ORDINANCE AUTHORIZING THE PROPOSED BORROWING OF THE CITY OF ILAGAN IN THE AMOUNT OF NINE HUNDRED MILLION PESOS (P 900,000,000.00) WITH THE LANDBANK OF THE PHILIPPINES TO BE USED TO FINANCE THE IMPLEMENTATION OF VARIOUS INFRASTRUCTURE AND DEVELOPMENT PROJECTS IN THE CITY OF ILAGAN.

Author: Honorable Rolando L. Tugade
Co-Author: Honorable Jessamyn Uy-Ligan

WHEREAS, it is the shared objective of the City Government of Ilagan and the Civil Society Organizations represented in the Local Development Council to sustain the development of the city and to bring about economic progress that will benefit all sectors of the community through the development programs and projects listed in the 2024 Annual Investment Plan;

WHEREAS, this August Body deems it necessary to outsource funds to finance the 2024 Annual Investment Plan to maximize the employment of resources that would induce investment and capitalization toward sustainable economic growth and development and fully attain its desired impact through the jobs and other opportunities that it would create for the benefit all Ilagenos;

WHEREAS, Section 297 of the Republic Act No, 7160, otherwise known as the Local Government Code of 1991, provides that "Local Government Units may contract loans, credits, and other forms of indebtedness with any or domestic private bank and other lending institutions to finance the construction, installation, improvement, expansion, operation, or maintenance of public facilities, infrastructure facilities, housing projects, the acquisition of real property, and the implementation of other capital investment projects, subject to such terms and conditions as may be agreed upon by the Local Government Unit and the lender";

WHEREAS, this August Body passed Resolution No. 029, s. 2024 authorizing the Honorable Mayor to negotiate a loan with any Government Financial Institution, favorably responded to by LandBank of the Philippines;

WHEREAS, this August Body thoroughly reviewed the proposal with the Local Finance Committee certifying that the City Government of Ilagan is capable of paying the debt servicing accruing to the proposed loan;

NOW, THEREFORE,

BE IT ORDAINED by the City Council of Ilagan in its Regular Session assembled, that:

Section 1. The City Mayor, in representation of the City, hereinafter referred to as the "City", is hereby authorized to enter into CONTRACT with the Land Bank of the Philippines in accordance with Section 297 of Republic Act No. 7160 or the Local Government Code, in the amount of NINE HUNDRED MILLION PESOS (P900,000,000.00) under the same terms and conditions herein set forth and such other terms and conditions as may be agreed upon with any person, corporation or entity for the purpose of funding priority projects, and subject to the requirements under Section 123 of Republic Act No. 7653 as implemented by the Bangko Sentral ng Pilipinas Circular No. 402. In this connection, the City Mayor

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Liliana S. Bengzon, MD

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shall have full power and authority to represent the City in negotiating the terms and conditions for the said borrowing and in signing, executing and delivering such agreements, contracts, deeds, papers and documents as may be necessary and proper for the full and total implementation of the authority herein granted.

Section 2. The said infrastructure and development projects, which are herein specified as:

a) Construction of Multi-Purpose Commercial and Convention Center Phase – III	P	300,000,000.00
b) Construction of City of Ilagan College Building-Phase II		200,000,000.00
c) Construction of additional 2-storey Hotel Building-Phase II		100,000,000.00
d) Construction of Centro San Antonio Public Market – Phase II		50,000,000.00
e) Construction of Slaughter House – Triple A (AAA)		200,000,000.00
f) Construction of Marana 1st Public Market-Phase II		50,000,000.00
TOTAL	P	900,000,000.0

are hereby certified to be a local infrastructure and/or other socio-economic development projects in accordance with the approved local development plan and public investment program of the City Government of Ilagan for the period five (5) years or for the current year 2024 and is supported by a final feasibility study prepared by the City Planning and Development Office which was also approved under the Sangguniang Panlungsod Resolution No. 210 dated September 18, 2023 in the Annual Investment Program of the City;

Section 3. Consistent with the covering Term Loan Agreement Contract, Deeds and Assignment, Mortgage Contracts, and such other agreements as maybe entered into by the City in connection with the borrowing, the features, terms and conditions shall be as follows and are hereby approved:

a) Construction of Multi-Purpose Commercial and Convention Center Phase – III	P	300,000,000.00
b) Construction of City of Ilagan College Building-Phase II		200,000,000.00
c) Construction of additional 2-storey Hotel Building-Phase II		100,000,000.00
d) Construction of additional 2-storey Hotel Building-Phase II		50,000,000.00
e) Construction of Slaughter House – Triple A (AAA)		200,000,000.00
f) Construction of Marana 1st Public Market-Phase II		50,000,000.00
TOTAL	P	900,000,000.00

Borrower: CITY GOVERNMENT OF ILAGAN
Amount: NINE HUNDRED MILLION PESOS (P900,000,000.00)
Collateral/Guarantee/Security: ASSIGNMENT OF NTA

Section 4. The City hereby appropriates the entire proceeds of the borrowing exclusively to finance the aforementioned Priority Infrastructure and Development Projects and other financial obligations relative thereto.

Section 5. The City hereby grants its City Mayor authority to execute a letter waiving our rights to confidentiality of information by authorizing LBP, our trustee bank and all banks or financial institutions with which we have transactions to disclose to the Bangko Sentral ng Pilipinas (BSP) all information pertaining to the deposits, investments, loans, or other transactions including the history of status of our dealing with said banks or financial institutions and for the BSP to make all inquiries as may be necessary regarding the same.

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Handwritten signatures and initials on the right margin, including "En...".

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Furthermore, the BSP is likewise authorized to disclose and share any such information furnished or obtained from said banks or financial institutions to the Department of Finance in relation to the performance by said Department of its functions.

Section 6. The City hereby certifies that the projects to be financed by the loan are self-liquidating, income-producing development or livelihood projects pursuant to the priorities established in the approved local development program and the public investment program.

Section 7. Any Ordinance or parts thereof, inconsistent with this enactment is hereby repealed accordingly.

Section 8. This Ordinance shall take effect upon its publication and compliance with all procedures under Republic Act No. 7160 of an ordinance for its validity, including the affixation of signatures of the Sangguniang Panlungsod Members, in concurrence thereto, composing at least a majority thereof, out of the total TEN (10) regular members, TWO (2) Ex-Officio and FOUR (4) Sectoral Members on all the pages of this Ordinance.

Section 9. Let copies of this Ordinance be furnished the Honorable Mayor, the City Accountant, the City Auditor, all of this City of Ilagan, the Land Bank of the Philippines, and the Bangko Sentral ng Pilipinas, for their information and appropriate action.

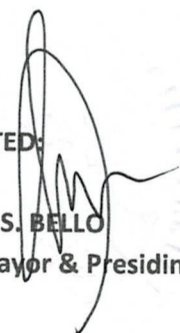
ENACTED: March 18, 2024.

CERTIFIED TRUE AND CORRECT:

ATTESTED:

KIRYLL S. BELLO

Vice Mayor & Presiding Officer

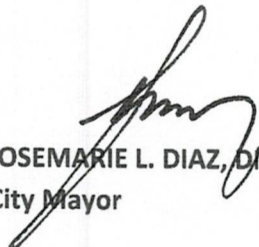


MARIA ROSARIO T. YUMUL
City Council Secretary



APPROVED:

JOSEMARIE L. DIAZ, DMD, MBA
City Mayor



SANGGUNIAN MEMBERS:

Honorable Jay Eveson C. Diaz

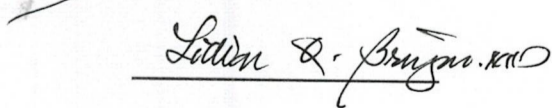
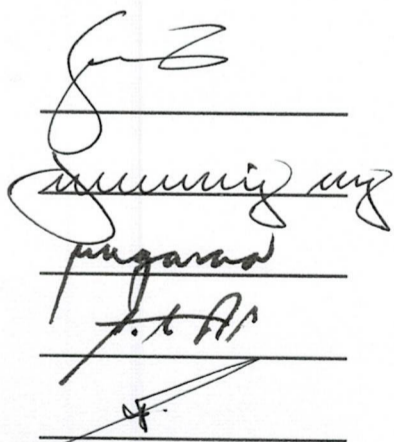
Honorable Jessamyn Uy-Ligan

Honorable Rachel V. Garcia

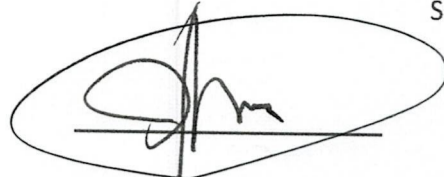
Honorable Harold P. Olalia

Honorable Antonio R. Montereal, Jr.

Honorable Lillian Q. Bringas



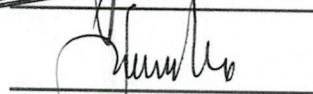
Honorable Joey L. Ramos



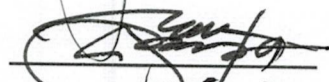
Honorable Rolando L. Tugade



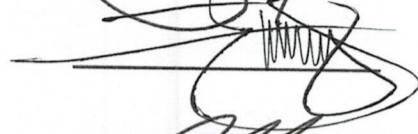
Honorable Rommel B. Ballesteros



Honorable Daniel Joseph A. Mata



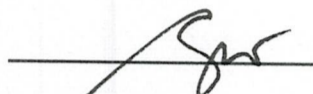
Honorable Gaylor M. Malunay
LMB President & Ex-Officio Member



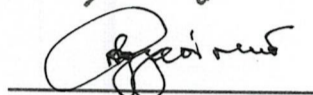
Honorable ERROL JOHN R. NEBALASCA
SKF President & Ex-Officio Member



Honorable Evelyn C. Diaz, RPT, RN
Women Sector Representative & Ex-Officio Member



Honorable Perlita G. Gairan
Indigenous Cultural Community Sector Rep.
& Ex Officio Member



Honorable Antonio T. Manaligod, Jr.
Labor Sector Rep. & Ex-Officio Member



Honorable Ariel B. Tabangcura
Sectoral Representative for Trade and Industry

