# CONTRACT FOR THE PROVISION OF EREIGHT & DELIVERY SERVICES

2017 at Pasay City, This Contract is made and executed on this \_\_\_\_ day of \_\_\_\_\_\_ Philippines, by and between:

The GOVERNMENT SERVICE INSURANCE SYSTEM, a social insurance institution created under Commonwealth Act No. 186, as amended, and operating under its present Charter, Republic Act No. 8291, otherwise known as the GSIS Act of 1997, with principal office address at the GSIS Headquarters Building, Financial Center Area, Pasay City, represented herein by ATTY. RACQUEL D. DE GUZMAN-BUENSALIDA, Senior Vice President, Corporate Services Group, hereinafter referred to as the "GSIS";

and

2GO Express, Inc., a corporation duly organized and operating under the laws of the Philippines, with its principal place of business at General Aviation Area, Domestic Airport, Pasay City, represented herein by RANDOLPH R. ARROYO, General Manager duly authorized for this purpose as shown in the attached Certificate of Corporate Secretary and Resolution of the Board dated 22 March 2017, hereinafter referred to as the "SERVICE PROVIDER".

### **RECITALS**

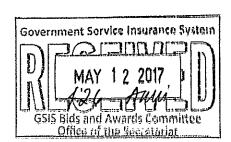
### WHEREAS:

- The GSIS invited Bids for the Freight Delivery Services for its various operating units at 1. the GSIS Headquarters Building.
- The SERVICE PROVIDER submitted the ..., Single Calculated and Responsive Bid, 2. representing that it has the resources and the capability to meet the requirements as defined under the Official Bid Documents, and the GSIS has accepted said Bid.

NOW. THEREFORE, for and in consideration of the foregoing premises, the parties have agreed and stipulated as follows:

- The following Official Bid Documents shall be deemed integral parts of this Contract: 1.
  - Bid Form:
  - 1.2 Instruction to Bidders:
  - 1.3 Bid Data Sheet;
  - 1.4 General Conditions of Contract;
  - **1.5** Special Conditions of Contract:
  - 1.6 Price Schedule submitted by the SERVICE PROVIDER;
  - 1.7 Schedule of Requirements;
  - 1.8 Technical Specification/Scope of Work/Terms of Reference;
  - 1.9 Supplemental Bid Bulletin, if any; and
  - 1.10 Notice of Award.

The Official Bid Documents and this Contract contain all the agreements of the parties and replace and supersede any understanding, communications and representations, whether verbal or written, between the parties.



- 2. The words, terms and phrases stated in this Contract shall have the same meanings as are respectively assigned to them under the Official Bid Documents.
- 3. In consideration of the Contract Price to be paid by the GSIS, the SERVICE PROVIDER hereby covenants with the GSIS to provide the Services and to remedy the defects therein in conformity with the Official Bid Documents and this Contract.
- 4. The GSIS shall pay the Contract Price at the time and in the manner prescribed by the Official Bid Documents and this Contract. It is understood that all applicable taxes, including Documentary Stamp Tax (DST), if any, shall be borne by the SERVICE PROVIDER. For this purpose, the SERVICE PROVIDER acknowledges that the GSIS is not a withholding agent for DST and hereby undertakes and commits itself to make direct payments to the BIR of any DST that may be imposed in the execution and/or performance of this Contract.
- 5. Any damage to the systems, facilities and equipment of the GSIS due to the negligence, theft or pilferage, directly or indirectly, caused by the SERVICE PROVIDER's personnel shall be immediately repaired, restored or replaced by the SERVICE PROVIDER for its own account. If the SERVICE PROVIDER fails to carry out such repair, restoration or replacement within ten (10) days from the request of the GSIS, any expenses for such repair, restoration or replacement made by the GSIS shall be for the account of the SERVICE PROVIDER to be deducted from the Contract Price.
- 6. During the effectivity of this Contract, the SERVICE PROVIDER shall not assign or transfer the covered Services without the prior written consent of the GSIS. Any act in violation of this provision shall be sufficient ground for the termination of this Contract.
- 7. The parties are independent entities and no agency, partnership, joint venture, employment or formal business arrangement of any kind is created by this Contract. Neither shall the personnel or employees of the SERVICE PROVIDER be deemed employees of the GSIS. Hence, the GSIS shall not in any way be liable or responsible for any personal injuries or damages, including death, sustained or caused by any of the employees of the SERVICE PROVIDER.
- 8. In the event that the SERVICE PROVIDER fails to perform its contractual obligations within the agreed period as specified in this Contract, the GSIS shall deduct from the Contract Price, as liquidated damages, a sum equivalent to at least one-tenth of one percent (0.1%) of the cost of the unperformed portion of the contract per day of delay but not to exceed ten percent (10%) of the Contract Price. Once the cumulative amount of liquidated damages reaches ten percent (10%) of the Contract Price, the GSIS may rescind the contract, without prejudice to other course of action and remedies available to it under the law and equity. The damages herein provided are fixed and the GSIS shall not be required to adduce proof thereof.
- 9. Should the GSIS be constrained to file a case to obtain relief against the SERVICE PROVIDER, the latter shall be liable to pay an amount equivalent to twenty percent (20%) of that amount claimed in the complaint as attorney's fees, aside from the costs of litigation and other expenses which the GSIS is entitled to recover from the SERVICE PROVIDER; provided, however, that in an action brought by the SERVICE PROVIDER for whatever cause arising under this Contract, should it be adjudged not to be entitled to the relief sought, the GSIS as the prevailing party shall be entitled to such reasonable attorney's fees, costs of litigation and other costs it may have incurred by reason of such action.

- 10. The SERVICE PROVIDER shall defend, indemnify and hold harmless the GSIS, the members of its Board of Trustees, its officials, agents and employees, against all claims, losses, liabilities and damages, and to pay all claims, judgments, awards, costs and expenses arising out of or in connection with the SERVICE PROVIDER's acts or omissions, unless such claims are due solely to the negligence of the GSIS. Costs inclusive of expert witness fees and other legal expenses shall be charged against the account of the SERVICE PROVIDER.
- 11. If any term, condition or any part of the provisions of the Official Bid Documents and this Contract is determined to be invalid, void or unenforceable to any extent, such term, condition or provision shall be severed from the remaining provisions which shall continue to be valid and enforceable to the fullest extent permitted by law.
- 12. Any action arising from arbitration or other modes of dispute settlement under the Official Bid Documents and this Contract shall be brought by the aggrieved party exclusively before the proper court in the City of Pasay.
- 13. This Contract and the Official Bid Documents shall be subject to the pertinent provisions of R.A. No. 9184, otherwise known as the Government Procurement Reform Act, its Revised Implementing Rules and Regulations, and other related laws, rules and regulations.

IN WITNESS WHEREOF, the parties have duly executed this Contract on the date and place first above written.

GOVERNMENT SERVICE INSURANCE SYSTEM

2GO EXPRESS, INC.

Ву:

By:

ATTY. RACQUEL DE GUZMAN - BUENSALIDA Senjor Vice President Corpdrate Services Group

RANDOLPH R. ARROYO General Manager

SIGNED IN THE PRESENCE OF:

EVANGELINA M. MANILA Officer IV Records Management Department

260 FAPING - DIT

# Certified Funds Available Php 1,749,572.46 (01 April to 31 December 2017)

# Certified Included in the GSIS 2017 Annual Procurement Plan

MANUEL P. ANG

Vice President, Controller Group - FI Systems Maintenance and Other Accounting Services Office

ROMEØ G. DE'LUNA, JR.
Officer in Charge
GBAC Secretariat

Php 2,332,763.27 (1 January to 31 December 2018) Php 2,332,763.27 (1 January to 31 December 2019)

REPUBLIC OF THE PHILIPPINES)

#### **ACKNOWLEDGMENT**

**PASAY CITY** ) S.S. 0.3 APR 2017 , this \_\_\_\_ day of BEFORE ME, a Notary Public for and in the City of \_\_\_ 2017, personally appeared: Date/Place of Issuance Government-Issued ID Name ATTY, RACQUEL D. DE GUZMAN-GSIS ID No. 8984 Pasay City BUENSALIDA (In representation of the GSIS) RANDOLPH R. ARROYO Passport No. EB6436619 Sept. 28, 2012/DFA NCR (In representation of 2GO Express, Inc.)

known to me and to me known to be the same persons, ATTY. RACQUEL DE. DE GUZMAN-BUENSALIDA, in representation of the GSIS as a juridical person, and RANDOLPH R. ARROYO, in representation of 2GO Express, Inc., as a juridical person, who executed the foregoing Contract for the Provision of Contract for the

WITNESS MY HAND AND NOTARIAL SEAL on the date and the place stated above.

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Series of 2017

ATTY, NORMITA G. RECIO-MONORICA NOTARY PUBLIC FOR PASAY (ITY UNTIL DECEMBER 31, 2018 PTR. NO. 0088367 V 3217

COMMISSION 80. 87-8 17-89/2017

ROLL NO. A1263 NO. 18F LIFETIME MEMBER 06093
MCLE COMPLIANCE NO. V-0008BA7 02/04/2015