

**CONTRACT FOR THE  
PREVENTIVE MAINTENANCE OF MITSUBISHI ESCALATORS**

This Contract is made and executed on this   JUN 11 2020   day of \_\_\_\_\_ at Pasay City, 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 **MR. PAUL G. DELA CUADRA**, Acting Vice President, General Services Office, hereinafter referred to as the "**GSIS**";

-and-

**INTERNATIONAL ELEVATOR & EQUIPMENT, INCORPORATED** a corporation duly organized and operating under the laws of the Philippines, with its principal place of business at Km. 23 West Service Road, South Superhighway, Cupang, Muntinlupa City, represented herein by **MR. HENRY E. BAYONAS**, Assistant Vice President, duly authorized for this purpose, hereinafter referred to as the "**SERVICE PROVIDER**".

**RECITALS**

**WHEREAS:**

1. The **GSIS** invited quotations for the Preventive Maintenance of Mitsubishi Escalators (**SERVICES**).
2. The **SERVICE PROVIDER** represented that it has the resources and the capability to meet the requirements as defined under this Contract and the Terms of Reference.
3. The **GSIS** entered into Contract with the **SERVICE PROVIDER** through Direct Contracting as an alternative method of procurement.

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

1. The following documents shall be deemed integral parts of this Contract:
  - 1.1 Scope of Work;
  - 1.2 Terms of Reference;
  - 1.3 Plans/Drawings and/or Technical Specifications (if any); and
  - 1.4 Notice of Award.

The foregoing 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 Terms of Reference.
3. In consideration of the Contract Price of **Three Hundred Eighty Thousand One Hundred Eighty Six Pesos (Php380,186.00)** to be paid by the **GSIS**, the **SERVICE**

**PROVIDER** hereby covenants with the **GSIS** to provide the **SERVICES** in conformity to the Terms of Reference and this Contract.

4. The **GSIS** shall pay the Contract Price at the time and in the manner prescribed by the Terms of Reference 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. The **SERVICE PROVIDER** shall furnish the **GSIS** with proof of such payment.
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, agent, or representative 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**, the latter may initiate and complete such repair, restoration or replacement. Expenses therefor shall be for the account of the **SERVICE PROVIDER** and shall be deducted from the Contract Price.
6. During the effectivity of this Contract, the **SERVICE PROVIDER** shall not assign or transfer its obligations hereunder 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**. The **SERVICE PROVIDER** agrees that 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** and undertakes to indemnify and hold the **GSIS** free and harmless from any liability that may be imposed upon the **GSIS** therefor.
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 necessity of judicial intervention or confirmation and 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 Terms of Reference 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 Terms of Reference 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 Terms of Reference 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**

**INTERNATIONAL ELEVATOR &  
EQUIPMENT, INCORPORATED**

By:

By:

*(original signed)*

*(original signed)*

PAUL G. DELA CUADRA  
*Acting Vice President  
General Service Office*

HENRY E. BAYONAS  
*Assistant Vice President  
Elevator & Equipment Division*

SIGNED IN THE PRESENCE OF:

*(original signed)*

*(original signed)*

DIVINA D.C. APOLINAR  
*Officer-in-Charge  
Building & Maintenance Department*

ROY R. SAGAY  
*Service Manager  
Service Department – North Sector*

Certified Funds Available

Certified Included in the GSIS 2020  
Annual Procurement Plan

(01 March - 31 December 2020 – **Php 104,450.00**)

*(original signed)*

*(original signed)*

WINFRED V. MANLULU  
*Staff Officer III  
BASSAD*

PATRICK O. GONZALES  
*Officer-in-Charge  
GBAC*

ACKNOWLEDGMENT

REPUBLIC OF THE PHILIPPINES )  
PASAYEN ) S.S.

JUN 11 2020

BEFORE ME, a Notary Public for and in the City of MANILA, this \_\_\_ day of \_\_\_\_\_, personally appeared:

<u>Name</u>	<u>Government-Issued Valid ID</u>	<u>Date/Place of Issuance</u>
PAUL G. DELA CUADRA	GSIS ID No. 8300	
HENRY E. BAYONAS	Passport No. EC6665947	2/2/2016 / DFA NCR South

known to me and to me known to be the same persons, PAUL G. DELA CUADRA, in representation of the GSIS as a juridical person, and HENRY E. BAYONAS, in representation of INTERNATIONAL ELEVATOR & EQUIPMENT, INCORPORATED as a juridical person, who executed the foregoing Contract for the Preventive Maintenance of Mitsubishi Escalators consisting of four (4) pages including the page on which this Acknowledgment is written, signed by the parties and their witnesses on each and every page thereof, and acknowledge to me that the same is their free and voluntary act and deed, and of the entities they represent.

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

Doc. No. 497 ;  
Page No. 58 ;  
Book No. XVII ;  
Series of 2020.

**ATTY. JOHN EDWARD TRINIDAD ANG**  
Notary Public for City Manila- Valid 12/31/2021  
Notarial Commission No 2020 - 033  
2/F Midland Plaza Hotel, Adreatico st., Ermita, Mla,  
IBP NO. 101538 / Jan. 6, 2020 - Pasig City  
PTR. NO. 9115583 / Dec. 27, 2019 - Manila  
Roll No. 98731/MCLE COMPLIANCE NO VI-0017186 12-24-2019