MEMORANDUM OF AGREEMENT

This MEMORANDUM OF AGREEMENT is made and entered into this day of 2017 by and between:

The TECHNICAL EDUCATION AND SKILLS DEVELOPMENT AUTHORITY (TESDA) a national government agency created and existing under and by virtue of Republic Act No. 7796, with principal address at TESDA Complex, East Service Road, South Luzon Expressway, Taguig City, Metro Manila, Philippines, represented herein by its Director General/Secretary, GUILING "GENE" A. MAMONDIONG, and hereinafter referred to as the "FIRST PARTY";

and -

ACMI OFFICE SYSTEMS PHILIPPINES, INC., a private business entity, registered under the laws of the Republic of the Philippines with business address at 268-A N. Domingo St., Barangay Pasadena, San Juan City, herein represented by its President, MR. RICHARD ANTHONY S. NGUI, and hereinafter referred to as the "SECOND PARTY".

WITNESSETH -

WHEREAS, the FIRST PARTY through its Bids and Awards Committee (BAC) issued and posted an Invitation to Apply for Eligibility and to Bid (IAEB) in two (2) newspapers of general circulation namely the Philippine Star and the Philippine Daily Inquirer and in the Philippine Government Electronic Procurement System (PhilGEPS) on 12 July 2017 in compliance with Section 21 of the Revised Implementing Rules and Regulations of Republic Act No. 9184, otherwise known as the Government Procurement Reform Act, for the Procurement of Starter Toolkits for the Special Training for Employment Program (STEP) for FY 2017;

WHEREAS, during the bid opening, the SECOND PARTY was one of the three (3) bidders which was declared to be eligible to bid since it was able to comply with the eligibility requirements as prescribed by Sections 23 and 25 of the Revised Implementing Rules and Regulations of Republic Act No. 9184;

WHEREAS, the bids of the SECOND PARTY for the following lots/qualifications have satisfactorily passed the legal, financial and technical requirements set forth by Republic Act No. 9184 and the bidding documents:

LOT NO.	QUALIFICATIONS	AMOUNT OF BID
3	Animal Production (Ruminants) NC II	Php603,750.00
11	Service Automotive Electrical Components (Leading to Automotive Servicing NC II)	Php5,133,590.00
13	Service Motorcycle/Small Engine System (Leading to Motorcycle/Small Engine Servicing NC II)	Php19,765,200.00
14	Service Electrical System (Leading to Motorcycle/Small Engine Servicing NC II)	Php3,305,670.00
15	Overhaul Motorcycle/Small Engine (Leading to Motorcycle/Small Engine Servicing NC II)	Php6,102,450.00

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LOT NO.	QUALIFICATIONS	AMOUNT OF BID	
17	Electrical Installation and Maintenance NC II	Php21,276,100.00	
18	Masonry NC I	Php1,950,500.00	
19	Plaster Concrete/Masonry Surface (Leading to Masonry NC II)	Php1,751,000.00	
20	Install Pre-Cast Balusters and Handrail (Leading to Masonry NC II)	Php69,000.00	
21	Pipefitting NC II	Php6,041,250.00	
22	Perform Multiple Plumbing Installation and Repair Maintenance Works (Leading to Plumbing NC II)	Php2,354,000.00	
24	Tile Setting NC II	Php5,103,000.00	
25	RAC Servicing (Dom/RAC) NC II	Php3,501,100.00	
26	Shielded Metal Arc Welding (SMAW) NC I	Php114,650,475.00	
27	Assemble Electronics Products (Leading to EPAS NC II)	Php4,315,680.00	
28	Service Consumer Electronic Products and Systems (Leading to EPAS NC II)	Php8,657,280.00	
29	Service Industrial Electronic Modules, Products and Systems (Leading to EPAS NC II)	Php1,846,800.00	
39	Perform Foot Spa (Leading to Beauty Care NC II)	Php1,738,020.00	
42	Perform Hair Perming/Straightening (Leading to Hairdressing NC II)	Php1,572,800.00	
44	Bread Making (Leading to Bread and Pastry Production NC II)	Php33,129,800.00	
45	Pastry Making (Leading to Bread and Pastry Production NC II)	Php12,031,200.00	
46	Cake Making (Leading to Bread and Pastry Production NC II)	Php18,547,200.00	
52	Service Consumer Electronic Products and Systems (Assembly of Solar Nightlight and Post Lamp)	Php876,300.00	
TOTAL		Php274,322,165.00	

WHEREAS, after post-qualification prescribed by Section 34 of the Revised Implementing Rules and Regulations of Republic Act No. 9184, the bids offered by the SECOND PARTY on the abovementioned lots/qualifications had been found to be the lowest calculated responsive bids;

WHEREAS, pursuant to Section 34.4 of the Revised Implementing Rules and Regulations of Republic Act No. 9184, the recommendation to award the contract in favor of the SECOND PARTY pertaining to the abovementioned lots/qualifications through BAC Resolution No. 44-2017 issued on 13 September 2017 had been elevated by the Director General to the TESDA Board for approval;

WHEREAS, the TESDA Board approved the award of contract to ACMI Office Systems Philippines, Inc. in the total amount of Two Hundred Seventy-Four Million Three Hundred Twenty-Two Thousand One Hundred Sixty-Five Pesos (Php274,322,165.00) through Board Resolution No. 2017-42 dated 26 September 2017 for the following lots/qualifications:

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LOT NO.	QUALIFICATIONS	AMOUNT OF BID
3	Animal Production (Ruminants) NC II	Php603,750.00
11	Service Automotive Electrical Components (Leading to Automotive Servicing NC II)	Php5,133,590.00
13	Service Motorcycle/Small Engine System (Leading to Motorcycle/Small Engine Servicing NC II)	Php19,765,200.00
14	Service Electrical System (Leading to Motorcycle/Small Engine Servicing NC II)	Php3,305,670.00
15	Overhaul Motorcycle/Small Engine (Leading to Motorcycle/Small Engine Servicing NC II)	Php6,102,450.00
17	Electrical Installation and Maintenance NC II	Php21,276,100.00
18	Masonry NC I	Php1,950,500.00
19	Plaster Concrete/Masonry Surface (Leading to Masonry NC II)	Php1,751,000.00
20	Install Pre-Cast Balusters and Handrail (Leading to Masonry NC II)	Php69,000.00
21	Pipefitting NC II	Php6,041,250.00
22	Perform Multiple Plumbing Installation and Repair Maintenance Works (Leading to Plumbing NC II)	Php2,354,000.00
24	Tile Setting NC II	Php5,103,000.00
25	RAC Servicing (Dom/RAC) NC II	Php3,501,100.00
26	Shielded Metal Arc Welding (SMAW) NC I	Php114,650,475.00
27	Assemble Electronics Products (Leading to EPAS NC II)	Php4,315,680.00
28	Service Consumer Electronic Products and Systems (Leading to EPAS NC II)	Php8,657,280.00
29	Service Industrial Electronic Modules, Products and Systems (Leading to EPAS NC II)	Php1,846,800.00
39	Perform Foot Spa (Leading to Beauty Care NC II)	Php1,738,020.00
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45	Pastry Making (Leading to Bread and Pastry Production NC II)	Php12,031,200.00
46	Cake Making (Leading to Bread and Pastry Production NC II)	Php18,547,200.00
52	Service Consumer Electronic Products and Systems (Assembly of Solar Nightlight and Post Lamp)	Php876,300.00
TOTAL		Php274,322,165.00







NOW, THEREFORE, for and in consideration of the foregoing, this Agreement is entered into by and between the FIRST PARTY and the SECOND PARTY with the following covenants, to wit:

GENERAL PROVISIONS:

- The SECOND PARTY shall supply and deliver all the items in a lot as identified above and prescribed in the bidding documents and verified through actual inspection by the Technical Evaluation Group (TEG) within ninety (90) calendar days from receipt by the SECOND PARTY of the Notice to Proceed;
- 2. The FIRST PARTY shall pay by lot/qualification as the public bidding was done by lot/qualification. However, payment shall only be made after delivery of all the items prescribed in the bidding documents per lot/qualification and acceptance by the FIRST PARTY are completed. Since the goods will be delivered to the TESDA Regional Offices prescribed in the bidding documents, a team shall be created by the FIRST PARTY to look into the delivery of goods by the SECOND PARTY. A Certificate of Acceptance as to the completeness of the delivery and compliance with the requirements prescribed by the FIRST PARTY shall be issued by the team and must be duly approved by the Regional Director concerned of TESDA before any payment is made in favor of the SECOND PARTY. At any rate, payment shall be made in accordance with the government accounting and auditing rules and regulations;
- 3. The following documents shall be deemed to form and be read and construed as part of this Agreement:
 - (a) Bidding Documents of the SECOND PARTY;
 - (b) BAC Resolution No. 44-2017 dated 13 September 2017;
 - (c) TESDA Board Resolution No. 2017-42 dated 26 September 2017;
 - (d) Notice of Award:
 - (e) Performance Security:
 - (f) Notice to Proceed;
 - (g) Bid Bulletin No. 01 dated 13 July 2017;
 - (h) Bid Bulletin No. 02 dated 21 July 2017; and
 - (i) Bid Bulletin No. 03 dated 21 July 2017.
- 4. To guarantee the faithful performance by the SECOND PARTY of its obligations, a performance security should have been posted prior to the signing of the contract pursuant to Section 39 of the Revised Implementing Rules and Regulations of Republic Act No. 9184. The performance security shall remain valid until the issuance by the FIRST PARTY of the Certificate of Acceptance. The performance security should be posted in favor of the FIRST PARTY and shall be forfeited in the event it is established that the SECOND PARTY is in default in any of its obligations under the contract.

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5. The goods subject of the delivery shall be covered by the provisions of Section 62 of the Revised Implementing Rules and Regulations of Republic Act No. 9184 on warranty. The SECOND PARTY hereby warrants that the goods subject of this Agreement are free from material defects or faulty workmanship under normal use and operation for a period covered by the law. Warranty shall be for one (1) year after acceptance by the procuring entity of the non-expendable goods. In case of expendable goods, the warranty shall be valid for three (3) months after acceptance by the procuring entity of the expendable goods.

The obligation for the warranty shall be covered by either retention money or a special bank guarantee equivalent to at least one percent (1%) of the total contract price.

Any goods found to be defective which is not due to the normal wear and tear or improper use of the FIRST PARTY during the warranty period shall be repaired or replaced immediately for free by the SECOND PARTY.

- 6. Any delay in the delivery of goods shall be governed by Section 68 (Liquidated Damages) of the Revised Implementing Rules and Regulations of Republic Act No. 9184. For the procurement of goods, the amount of the liquidated damages shall be at least equal to one-tenth of one percent (0.001) of the cost of the unperformed portion of every day of delay. Once the cumulative amount of liquidated damages reaches ten percent (10%) of the amount of contract, the Procuring Entity may rescind or terminate the contract, without prejudice to other courses of action and remedies available under the circumstances.
- Cost of applicable taxes, deployment and insurance of goods shall be shouldered by the SECOND PARTY.
- 8. The obligations and rights arising from this Agreement shall not be assigned and transferred by the SECOND PARTY to any third party without the written consent of the FIRST PARTY.
- The SECOND PARTY shall comply with the provisions of the law on working conditions and labor standards.
- 10. If any dispute or difference of any kind whatsoever shall arise between the Parties in connection with the implementation of this contract, the Parties shall make every effort to resolve amicably such dispute or difference by mutual consultation.

Any and all disputes arising from the implementation of this contract shall be submitted to arbitration in the Philippines according to the provisions of Republic Act No. 876, otherwise known as the "Arbitration Law" and Republic Act No. 9285, otherwise known as the "Alternative Dispute Resolution Act of 2004". Any cost arising from the arbitration shall be charged against the **SECOND PARTY**.

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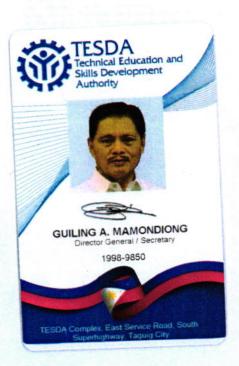
IN WITNESS whereof, the Parties hereto have caused this Agreement to be executed in accordance with the laws of the Republic of the Philippines on the day and year indicated above.

TECHNICAL EDUCATION AND SKILLS DEVELOPMENT AUTHORITY	ACMI OFFICE SYSTEM PHILIPPINES, INC.	s			
	- Go				
GUILING "GENE" A. MAMONDIONG Director General/Secretary	President ANTHONY S	. NGUI			
. SIGNED IN THE PRESENCE OF:					
A CHOILE III III					
	Judicary				
ATTY. DIOSDADO O. PADILLA	ROSEMARIE P. DELA CRUZ				
Deputy Director General Communities and Local Government Unit Services (CLGUS)	Account Executive				
(====,					
ACKNOWLED	GEMENT				
REPUBLIC OF THE PHILIPPINES) AGUIG CITY S.S.					
BEFORE ME, a Notary Public for and in the Province/City of TAGUIG (this OCT 0 9 2017 2017 personally came and appeared:					
NAME	VALID ID NO. ISS	SUED BY			
GUILING A. MAMONDIONG	VALID ID NO. 100	OLD D1			
RICHARD ANTHONY S. NGUI					
Known to me and to known to be the same persons who executed the foregoing instrument which they acknowledge before me as their free and voluntary act and deed.					
WITNESS MY HAND AND SEAL	thisOCT 0 9 2017	2017 at			
TAGUIG CITY					
The state of the s					
Page No. 128 Page No. 24 Book No. XX Series of 2017	Notary Public for Ta Comm. Apt. No. 15, MCLE V-0014221; I	Expiry: 12-34-17			

Series of 2017

IBP Lifetime Member No. 07806

PTR A-319-5001/01-03-17/Taguig City G/F FTI Admin Bldg, FTI Complex, T.C.



Home Address

Unit 101 Roma Bldg., East Ortigas Mansion Brgy. Sta. Lucia, Pasig City

Residence Tel. No.

Mobile No. (0999) 564-3480 / (0917)

878-3732

Blood Type: O

Birth Date: 05/13/1948

Tax Identification No. 182-819-331

GSIS Policy No.

In case of Emergency, Please contact:

Ruby Mamondiong

Unit 101 Roma Bldg., East Ortigas Mansion Brgy. Sta. Lucia, Pasig City

(0916) 275-4309



