



Republika ng Pilipinas
Lungsod Quezon
SANGGUNIANG PANLUNGSOD
(City Council)

PR95-92

196th Regular Session

RESOLUTION NO. SP-498, S-95

A RESOLUTION AUTHORIZING THE CITY MAYOR, HONORABLE ISMAEL A. MATHAY, JR., TO NEGOTIATE WITH THE PHILIPPINE NATIONAL BANK (PNB) THE EXTENSION OF THE REPAYMENT PERIOD FROM FOUR (4) TO FIVE (5) YEARS TO SEVEN (7) YEARS OF ITS BANK LOANS UNDER LOAN AGREEMENTS DATED AUGUST 19, 1993; MAY 13, 1994; AND OCTOBER 12, 1994; TOTALING ₱1.8 B.

Introduced by Councilors GODOFREDO T. LIBAN II and ALBERTO M. GALARPE.

Sponsored by Councilors Emilio G. Tamayo, Ma. Fresca M. Biglang-awa, Marciano P. Medalla, Franz S. Pumaren, Eufemio C. Lagumbay, Guillermo C. Altuna, Joseph Peter S. Sison, Bayani V. Hipol, Ramon G. Mathay and Bonifacio M. Rillon.

WHEREAS, the Quezon City government, pursuant to Resolution No. SP-290, S-94, entered into a Loan Agreement with the Philippine National Bank availing of a credit facility amounting to ₱800 M for use in infrastructure/housing projects;

WHEREAS, it also provides that Local Government Units (LGUs) IRA share maybe used as a source of payment or security of payment of such loans under Article 40 of the Rules and Regulations Implementing the Local Government Code;

WHEREAS, the said Agreement provides a repayment period from four (4) to five (5) years to the allowable maximum security of seven (7) years inclusive of a one-year grace period in fifteen (15) equal quarterly amortization of ₱40 M;

WHEREAS, the Bank has formulated and adopted a policy to extend loans to LGUs allowing a maximum security of seven (7) years (cited in Opinion No. 160 S-95 of the Secretary of Justice);

WHEREAS, consistent with the above Bank policy, the City government desires to apply for an extension of the loan repayment period from four (4) to five (5) years to the allowable maximum security of seven (7) years;


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NOW, THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF QUEZON CITY IN SESSION ASSEMBLED, to authorize, as it does hereby authorize, the City Mayor, Hon. Ismael A. Mathay, Jr., to negotiate with the Philippine National Bank (PNB) the extension of the repayment period from four (4) to five (5) to seven (7) years of its bank loans under loan agreements dated August 19, 1993; May 13, 1994; and October 12, 1994; totalling P1.8 B.


RESOLVED, FURTHER, that a revised schedule/payments based on the extended period of repayment be likewise negotiated with the Bank.

ADOPTED June 29, 1995.



CHARITO L. PLANAS
Vice-Mayor
Presiding Officer

ATTESTED:



EUGENIO V. JURILLA
City Secretary

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