NTP No. 2023-07.07

Republic of the Philippines DEPARTMENT OF ENERGY

3rd Floor Tolentino 2020 Bldg., Candelaria Ave., Ecoland, Matina, Davao City

CY 2023 SERVICE AGREEMENT FOR THE PREVENTIVE MAINTENANCE SERVICES OF FORD RANGER SAB 7069

KNOW ALL MEN BY THESE PRESENTS:

1	his	Contract	made	and	entered	into	this	 d	lay	of	 2023	by	and
between	•												



The **DEPARTMENT OF ENERGY** (**DOE**), a government agency created under Republic Act (R.A.) No. 7638, as amended thru its Mindanao Field Office, with office address at 3rd Floor Tolentino 2020 Bldg., Candelaria Ave., Ecoland, Matina, Davao City, represented herein by its Director for Mindanao Field Office, **NILO J. GEROCHE**, hereinafter referred to as the "**CLIENT**";

-and-

JTGO GASOLINE STATION a single proprietorship duly organized and existing under the laws of the Republic of the Philippines, with address at F. Corner Torres St. and J.P Laurel Avenue, Bajada, Davao City represented in this Act by MS. JESSICA TAN GO its Proprietress, hereinafter referred to as the "CONTRACTOR".

The CLIENT and CONTRACTOR are hereinafter collectively referred to as "PARTIES" and individually as "PARTY".

WITNESSETH: That

WHEREAS, CLIENT is in need of a duly licensed company to provide motor vehicle repair and maintenance services for its assigned service vehicles;

WHEREAS, CONTRACTOR, being a duly licensed company, which provides motor vehicle repair and maintenance requirements of CLIENT;

WHEREAS, CONTRACTOR had submitted the lowest calculated and responsive bid for the said supply of preventive maintenance services.



NOW, THEREFORE, for and in consideration of the foregoing premises, and of the mutual covenants and stipulations herein below set forth, the **PARTIES** herein have agreed, as they do hereby agree as follows:

- 1. **CONTRACTOR** agrees to provide the following services to **CLIENT**:
 - 1.1 Shall provide duly licensed and experienced mechanic to evaluate, assess and monitor the scheduled repair and maintenance of the CLIENT;
 - 1.2 Shall conduct general check-up for any worn-out parts including under chassis components and provide an ideal recommendation that will ensure the safety worthiness of the vehicle;
 - 1.3 Agrees to provide **CLIENT** with vehicle repair services with corresponding supply of Labor, Tools and Spare parts for the following services of the of Toyota Grandia vehicle with plate number P7J572:
 - a. Change Oil Servicing;
 - b. Change of Differential Oil;
 - c. Change of Transmission Oil;
 - 1.4 **CLIENT** may allow choosing from the above given list of services the vehicle/s require/s during a given situation/condition with the provision of recommendation from the duly licensed and experienced mechanic. Thus, charges will be based on actual services rendered on the service vehicle.
 - 1.5 Defective items/Back jobs found within 15 calendar days shall be replaced/facilitated by **CONTRACTOR** at no cost within 7 calendar days upon notification.
 - 1.6 Perform repair and maintenance services during regular office hours, Monday through Friday from 8:00 a.m. to 5:00 p.m.
- 2. For and in consideration of the services to be rendered under this Contract, CLIENT shall pay CONTRACTOR the amount of the actual services rendered during the transaction. The latter shall pay the former the following amount inclusive of any and all kinds of taxes, fees, charges and other legal exactions. The CLIENT shall pay the CONTRACTOR with the total contract price not to exceed SIXTY THOUSAND PESOS (Php 60,000,00).

DESCRIPTION	QUANTITY	UNIT	PRICE
CHANGE OIL SERVICING			
- Engine Oil	8	Liter	7,035.00
- Oil Filter	1	Piece	405.00
- Fuel Filter	1	Piece	625.00
- Air Cleaner	1	Piece	1,540.00



- Engine Flushing Oil	4	Liter	680.00
- Engine Coolant	1	Liter	3,000.00
Includes the following Labor:			
Change Engine Oil	1	Service	450.00
2. Replace Oil Filter	1	Service	
3. Replace Fuel Filter	1	Service	250.00
4. Replace Air Filter	1	Service	100.00
5. Replace Engine Coolant	1	Service	300.00
TRANSMISSION OIL SERVICING			1,495.00
- Transmission Oil	4	Liters	
6. Drain and replace Transmission Oil	1	Service	
DIFFERENTIAL OIL SERVICING			1,528.00
-Differential Oil	4	Liters	
7. Drain and replace Differential Oil	1	Service	



- 3. **CONTRACTOR** hereby agrees that there shall be no escalation of the Contract price during the term of this Contract. **CLIENT** shall pay **CONTRACTOR** at least two (2) weeks after receipt from **CONTRACTOR** of the corresponding invoices.
- 4. **CONTRACTOR** shall issue a transaction slip/receipt/invoice for the repair and/or replacement of worn out and defective parts of DOE-MFO vehicle or other related services are given to the **CLIENT**.
- This Contract shall be effective beginning on 1 July 2023 and shall continue in full force and effect until 31 December 2023. In the event CLIENT is prevented from doing business due to war, civil commotion, strike and labor dispute among CLIENT's employees, Acts of God, force majeure or any other cause beyond its control, this Contract shall be deemed suspended during the existence of any of the foregoing causes. Upon the termination or cessation of the force majeure condition, this Contract shall be deemed effective and its duration extended for the time of suspension thereof, unless CLIENT terminates this Contract by reason of such force majeure causes by giving CONTRACTOR seventy-two (72)-hours prior written notice.
- 6. CONTRACTOR is an independent business organization and all its servicemen assigned to perform the required services herein shall be deemed to be employees of CONTRACTOR, and in no case shall be deemed to be employees of CLIENT. Should any of the servicemen assigned to perform the required services shall commit any act which may prejudicial to the interest of CLIENT or be found to be incompetent or



negligent in the performance of their functions, **CONTRACTOR** shall immediately discharge or replace the servicemen concerned.

- 7. The PARTIES expressly agree that the services rendered herein are extremely vital to CLIENT, such that in the event of any cause or reason beyond the control of CONTRACTOR, such as strikes, lockouts or labor disputes among CONTRACTOR's employees which may otherwise disrupt or prevent CONTRACTOR from performing or rendering the services herein, CLIENT shall have the right to terminate this Contract by giving CONTRACTOR seventy-two (72)-hours prior written notice;
- 8. **CLIENT** hereby reserves the right to rescind, terminate or abrogate this Contract with **CONTRACTOR** upon seventy-two (72)-hours prior written notice to the latter in any of, but not limited to, the following instances:



- a) submission of falsified or forged license as well as other falsified documents and reports; and
- b) breach by **CONTRACTOR** of its obligations and the terms and conditions under this Contract.
- 9. It is expressly agreed upon that in the event of breach of any provision of this Contract by CONTRACTOR, or of a valid claim of CLIENT against CONTRACTOR. CLIENT shall have the irrevocable authority to retain or automatically set-off and apply without notice all funds, credits, payments, securities, money and/or accounts receivable which are in control and possession of CLIENT that may be due or owing to CONTRACTOR.
- or promised to give any money or gift to any employee/official of CLIENT to influence the decision regarding the awarding of this Contract, nor CONTRACTOR or its officials or representatives have exerted or utilized any unlawful influence on any employee/office of CLIENT to solicit or secure this Contract through an agreement to pay a commission, percentage, brokerage, or contingent fee. CONTRACTOR hereby agrees that breach of these warranties shall be sufficient ground for CLIENT, at its discretion, to terminate or cancel this Contract, or deduct such commission, percentage, brokerage, or contingent fees from the Contract price without prejudice to CLIENT's or any other person's civil or criminal liability under the Anti-Graft Law and other applicable laws;
- 11. **CONTRACTOR** warrants that it shall obtain and maintain the necessary permits, licenses and safety standards required by national and local authorities, or by civilian or military authorities, in order to continue operating legally;



- 12. Any taxes, duties, fees, charges and all other legal exactions arising by virtue of this Contract shall be for the account of CONTRACTOR. It is further understood that CLIENT shall deduct and withhold the applicable withholding taxes, if any and if deemed necessary, from its payments to CONTRACTOR under this Contract pursuant to the requirements of law;
- 13. All disputes arising between the PARTIES as to the interpretation, operation or effect of any clause in the Agreement or any other difference between the PARTIES shall first resolved amicably. In case of failure, Rules on Alternative Dispute Resolution (ADR) under R.A. No. 9285 shall apply;
- 14. As much as possible, disputes shall be settled amicably between the **PARTIES**. However, in the event either **PARTY** to this Contract shall take judicial action, the **PARTIES** agree that venue for purposes thereof shall be laid exclusively with the proper courts in Taguig City, Metro Manila or Davao City to the exclusion of other courts and that writs of attachment, injunction, replevin, seizure, etc. issued thereby may be served and enforced anywhere in the Philippines;
 - 15. In case of breach or violation of any terms and conditions of this Contract, CONTRACTOR shall pay CLIENT an equivalent amount of One Tenth of One Percent (0.1%) of the TCP per day of violation thereon exclusive of attorney's fee and cost of the suit in case of litigation;
 - 16. CONTRACTOR is aware that CLIENT is a government agency and as such is subject to certain legal requirements and procedures not normally required of private corporations. CONTRACTOR, nevertheless, agrees that whenever such legal requirements and procedures apply to this Contract and affect its validity, effectivity or implementation, this Contract shall be considered amended accordingly so as to enable CLIENT to comply with such requirements. For its part, CLIENT undertakes to exert its best efforts to immediately comply with the requirements in a most equitable manner consistent with good faith; and
 - 17. If any term or condition of this Contract is held invalid or contrary to law, the validity of the other terms and conditions hereof shall not be affected thereby



IN WITNESS WHEREOF, the PARTIES he	reto have signed this Contract in Davac
City this day of, 2023.	
DEPARTMENT OF ENERGY (CLIENT)	JTGO GASOLINE STATION (CONTRACTOR)
By: By:	
Director Mindanao Field Office	JESSICA JAN GO Proprietress
SIGNED IN THE PRESENCE	E OF:
HELEN C. ROLDAN OIC, Accounting Division	Wilfredo Filano Witness

ACKNOWLEDGEMENT

REPUBLIC OF	F THE PHILIPPINES) S.S.	
DAVAO CITY)	
	ME, a Notary Public in and for the 0, personally appeared:	on this day of
	NILO J. GEROCHE, with Taxp No. 133-506-525 issued at Davao as Director for Mindanao Fie DEPARTMENT OF ENERGY.	City, in his capacity
	JESSICA TAN GO with in his cap of JTGO GASOLINE STATION	
instrument deed and th	and they acknowledged to me that the	same persons who executed the foregoing e same is their free and voluntary act and they respectively represent, and that they
Ford Rang Station cor written an	er SAB 7069 by and between the Densisting of seven (7) pages including the	the Preventive Maintenance Services for epartment of Energy and JTGO Gasoline its page on which this acknowledgement is ES and their instrumental witnesses and
	NESS WHEREOF, I have hereunto sel at the place written above.	et my hand and affixed my notarial seal or
Doc No.	;	
Page No.		
Book No	· •	
Series of 20	223.	

Jumandsamury