

RESOLUTION NO. 2012-222
Series 2 0 1 2

Page - t w o -

For this purpose, the Naga City Government is hereby authorized as it hereby authorizes the following:

1. To issue an irrevocable letter of authorization/instruction to DBM duly approved by the Sanggunian and duly conformed to by DBP to continually remit monthly to DBP 100% of the city's Internal Revenue Allotment (IRA), without need of any further instruction/advice by the LGU, until the loan is fully paid;
2. To open with DBP a Debt Servicing Account (DSA) where the IRA shall be deposited with continuing assignment of the city's applicable portion of the Internal Revenue Allotment (IRA), Realty Taxes, other taxes and revenues, in favour of DBP and for the city to execute the covering Deed of Assignment;
3. To undertake not to incur additional obligations/indebtedness without the prior written consent of DBP which consent will not be unreasonably withheld;
4. The authority for DBP to automatically debit the LGU's IRA deposit account to cover payment of its loan obligation with the bank.

BE IT RESOLVED FURTHER, as it is hereby further resolved, that the Sanggunian undertakes to appropriate in city's annual budget for the years 2012 to 2016 an amount sufficient to pay its loan from DBP including interest thereon and other charges. The estimated amount to be appropriated in the Schedule of Payments, hereto attached as Annex "A" which forms part of this resolution, shall be as follows:

CY 2012	CY 2014	CY 2016
CY 2013	CY 2015	

BE IT RESOLVED FURTHERMORE, as it is hereby furthermore resolved, that this Resolution shall include any and all subsequent requests by the city government for the modification/revision and/or amendment to be made on the project/s as well as on its approved terms and conditions, and which makes the loan a statutory obligation of the city government;

BE IT FINALLY RESOLVED, as it is hereby finally resolved, that this Resolution shall remain valid and effective until the Loan with the DBP has been fully settled and paid.

RESOLUTION NO. 2012-222
Series 2 0 1 2

Page - t h r e e -

LET COPIES of this resolution be furnished His Honor, the City mayor for his information, the City Treasurer, the City Auditor, the Naga City Development Council and the Development Bank of the Philippines (DBP) for their information and guidance.

UNANIMOUSLY APPROVED.

Adopted: April 10, 2012

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WE HEREBY CERTIFY to the correctness of the foregoing resolution.

GIL A. DE LA TORRE
Secretary to the
Sangguniang Panlungsod

GABRIEL H. BORDADO, JR.
City Vice Mayor &
Presiding Officer