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Republic of the Philippines  
 PROVINCE OF CAGAYAN  
 City of Tuguegarao  
**EIGHTH CITY COUNCIL**

EXCERPTS FROM THE MINUTES OF THE 67<sup>th</sup> REGULAR SESSION  
 OF THE EIGHTH CITY COUNCIL OF TUGUEGARAO CITY, CAGAYAN  
 HELD ON DECEMBER 15, 2020, 9:00 A.M., TUESDAY,  
 AT THE SANGGUNIANG PANLUNGSOD SESSION HALL

PRESENT:

- |                                   |  |
|-----------------------------------|--|
| Hon. Bienvenido C. De Guzman II   | City Vice Mayor/Presiding Officer                    |
| Hon. Maila Rosario T. Que         | Sangguniang Panlungsod Member (via Teleconferencing) |
| Hon. Gilbert S. Labang            | Sangguniang Panlungsod Member                        |
| Hon. Danilo L. Baccay             | -do-   |
| Hon. Ronaldo S. Ortiz             | -do-   |
| Hon. Arnel T. Arugay              | -do-   |
| Hon. Mary Marjorie P. Martin-Chan | Sangguniang Panlungsod Member (via Teleconferencing) |
| Hon. Winnoco R. Abraham           | Sangguniang Panlungsod Member                        |
| Hon. Grace B. Arago               | -do-   |
| Hon. Raymund P. Guzman            | -do-   |
| Hon. Karina S. Gauani             | -do-   |
| Hon. Gil G. Pagulayan             | Ex Officio Member                                    |
| Hon. Karen L. Taguinod            | -do-   |

ABSENT:

- |                                 |                               |
|---------------------------------|-------------------------------|
| Hon. Imogen Claire M. Callangan | Sangguniang Panlungsod Member |
|---------------------------------|-------------------------------|

**CITY ORDINANCE NO. 93-08-2020**

**AN ORDINANCE INSTITUTIONALIZING THE “BUY LOCAL PRODUCTS”  
 OF TUGUEGARAO CITY**

- Sponsors:
- Hon. Grace B. Arago**
  - Hon. Danilo L. Baccay**
  - Hon. Arnel T. Augay**
  - Hon. Raymund P. Guzman**
  - Hon. Winnoco R. Abraham**
  - Hon. Karina S. Gauani**
  - Hon. Gilbert S. Labang**
  - Hon. Gil G. Pagulayan**

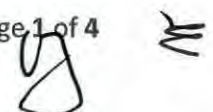
**WHEREAS**, it is widely accepted that Micro, Small Enterprises (MSEs) play a very important and significant role in the economic and social development of a community;

**WHEREAS**, it is declared in the policy of the State to promote, support, strengthen and encourage the growth and development of MSEs in all productive sectors of the economy particularly rural/agri-based enterprises by assuring them a fair share of government contracts, related incentives and preferences;

**WHEREAS**, Republic Act No. 6977 as amended by Republic Act No. 8289 and further amended by Republic Act No. 9501, otherwise known as the Magna Carta for Small Enterprises, recognizes the potential of MSEs to generate more employment and economic growth and, therefore, can help provide a self-sufficient industrial foundation for the country;

**WHEREAS**, Section 4 of the Magna Carta for MSEs entitles eligible MSEs a share of at least ten percent (10%) of the total procurement value of goods and services supplied to government annually;

**WHEREAS**, Article XII, Section 43 of Republic Act No. 9148, otherwise known as the Government Procurement Act, permissively provides that in the procurement of goods and services of the



LGU, procuring entity may give preference to the purchase of domestically-produced and manufactured goods, supplies and materials that meet the specified or desired quality;

**WHEREAS**, it is the incumbent duty of the Local Government Unit to formulate local laws, rules, policies and regulations that will address the distinct needs of its MSEs by helping them promote their products and services and thereby expand their market access;

**WHEREAS**, the passage of this Ordinance will greatly help the continuous viability and growth of MSEs and thereby attain countryside industrialization.

**NOW, THEREFORE**, be it **ORDAINED** by the Sangguniang Panlungsod of Tuguegarao City in session duly assembled, to enact:

## **CHAPTER I PRELIMINARY PROVISIONS**

**Section 1. Short Title.** This Ordinance shall be known as “*AN ORDINANCE INSTITUTIONALIZING THE BUY LOCAL PRODUCTS OF TUGUEGARAO CITY.*”

**Section 2. Authorization.** The Tuguegarao City is hereby authorized to utilize at least ten percent (10%) of its Approved Annual Procurement Plan (APP) for the purchase of locally produced products and services of MSEs.

**Section 3. Definition of Terms.** The words, terms and phrases enumerated hereunder shall be understood to have the corresponding meanings indicated as follows:

- a. Government Entities – refer to all government institutions holding offices and/or implementing Programs, Projects and Activities (PPAs) within the locality, be it local, national, state universities and colleges, Government-Owned and Controlled Corporations and Government Financial Institutions;
- b. Local MSE – refers to Micro, Small Enterprises duly established with place of operation located within the locality and producing/selling food and/or non-food products, or offering services to customers and included in the MSE Registry;
- c. Locally Produced Products and Services – refer to both food and non-food products produced or sold at MSEs including services, personal profession or business support;
- d. Micro, Small Enterprise – refers to any business or enterprise engaged in industry, agribusiness, trade and/or service whether single proprietorship, partnership, corporation, association or cooperative whose total assets inclusive of those arising from loans but exclusive of the value of land on which the enterprise use for its operations shall not exceed Three Million Pesos (P3,000,000.00);
- e. MSE – refers to the list of eligible local MSEs registered by the Technology and Livelihood Development Office of the LGU producing and/or offering locally produced food and non-food products and services, and the ones entitled of the benefits provided for by this Ordinance; and,
- f. Pasalubong Center – refers to the place established and operated by the LGU where some locally produced products are displayed and make available for sale to customers.

## **CHAPTER II REGISTRATION, ELIGIBILITY AND BENEFITS OF MSEs**

**Section 4. Registration of MSEs.** Within three (3) months after the effectivity of this Ordinance, the Technology and Livelihood Development Office (TLDO) of LGU Tuguegarao City, in coordination with the Business Permits and Licensing Office (BPLO), shall assess and register qualified MSEs to be entitled with the benefits of this Ordinance. Registered MSEs shall be compiled and be known as the MSE Registry of LGU Tuguegarao City. The MSE Registry shall be updated annually or as often as possible by the TLDO and, through the Office of the Local Chief Executive, recommends its approval by the Sangguniang Panlungsod. Any inclusion or exclusion from this list shall be thoroughly evaluated by the TLDO. The approved MSE Registry shall be posted in the official website of the LGU and this shall serve as the basis of all concerned government entities for their procurement of needed locally produced products and services.

**Section 5. Eligibility of MSE.** Any business entity having the qualifications herein enumerated shall be included in the MSE Registry.



- a. Total asset of the enterprise shall not be more than P3 Million;
- b. It must be duly registered with the appropriate registering agency like DTI, SEC, CDA or DOLE, including other statutory registrations;
- c. Presently doing business within the locality with duly updated Mayor's Permit and engaged in production, distribution and sale of local food and/or non-food products, or extending services to customers; and,
- d. Other qualifications the LGU may require on a case-to-case basis.

**Section 6. Benefits/Privileges of Registered MSEs.** MSEs included in the Registry of MSEs are entitled of the benefits/privileges which include, but not limited to:

- a. Supply of at least 10% of the total procurement value of goods and services of the LGU including government entities holding offices and/or implementing Programs, Projects and Activities within the locality; and,
- b. Priority to display their manufactured/produced products in the Pasalubong Center operated by LGU Tuguegarao City.

### **CHAPTER III CREATION OF ECONOMIC ENTERPRISE OFFICE**

**Section 7. Creation of the Economic Enterprise Office.** There shall be an Economic Enterprise Office (EEO) to be created with specific functions to help promote, distribute and sell locally produced products of MSEs and to facilitate the compliance of LGU Tuguegarao City and all concerned government entities to the provision of Section 4 of the Magna Carta of MSEs.

**Section 8. Operation/Management of the Pasalubong Center.** Pending the creation of the Economic Enterprise Office (EEO), the TLDO shall implement this Ordinance. Products of eligible MSEs shall be displayed for sale at the Pasalubong Center on a consignment basis. To keep track of the compliance of LGU Tuguegarao City, as well as all entities holding offices and/or implementing Programs, Projects and Activities within the locality, a consolidated monthly report shall be prepared by the TLDO to be submitted to the LCE, copy furnished concerned government entities and the Department of Budget and Management.

### **CHAPTER IV FINAL PROVISIONS**

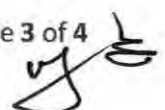
**Section 9. Implementing Rules and Regulations.** The Office of the Local Chief Executive through the TLDO and in consultation with all concerned government entities and the private sector especially local MSEs shall formulate the implementing rules and regulations (IRR) necessary to implement the provisions of this Ordinance with sixty (60) days upon the final consideration and approval of this Ordinance by the Sangguniang Panlungsod.

**Section 10. Separability Clause.** If for any reason, any provision of this Ordinance is deemed not valid by a court of competent jurisdiction or suspended or revoked by the Sangguniang Panlungsod, such judgment shall not affect or impair the remaining portions, provisions, sections or parts thereof which shall remain to be in full force and effect.

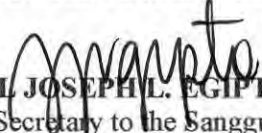
**Section 11. Repealing Clause.** All local ordinances, executive orders, resolutions, memoranda, regulations, or part/s thereof which are in conflict or inconsistent with any provision of this Ordinance shall be considered repealed, amended or modified accordingly.

**Section 12. Effectivity.** This City Ordinance shall take effect immediately upon approval and in accordance with the provisions of the Local Government Code of 1991.

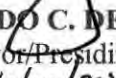
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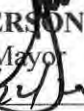
I HEREBY CERTIFY TO THE CORRECTNESS OF THE FOREGOING:

  
**JOEL JOSEPH L. EGIPTO, Ph.D.**  
Secretary to the Sanggunian

ATTESTED:

  
**HON. BIENVENIDO C. DE GUZMAN II**  
City Vice Mayor/Presiding Officer  
Date: 12/22/2020

APPROVED:

  
**HON. ATTY. JEFFERSON P. SORIANO**  
City Mayor  
Date: 12/22/2020

ed



Republic of the Philippines  
Province of Cagayan  
City of Tuguegarao



**Office of the Secretary to the  
Sanggunian**

December 23, 2020

**Dr. Rosalinda P. Callang**  
Secretary to the Sanggunian  
Sangguniang Panlalawigan, Province of Cagayan  
Capitol Hills, Tuguegarao City

OFFICE OF THE BOARD SEC IV  
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BY: [Signature]  
MR - CAGAYAN


**Madam:**

Pursuant to Section 54 of the Local Government Code, we are now submitting for review and action the attached legislative measures enacted by the Sangguniang Panlungsod on December 15, 2020 and December 22, 2020 to wit:

- **ORDINANCE NO. 93-08-2020** – An Ordinance Institutionalizing the “Buy Local Products” of Tuguegarao City
- **ORDINANCE NO. 94-08-2020** – An Ordinance Suspending Section 6, Paragraphs A and C, Section 7 and Section 8, First Paragraph of City Ordinance No. 41-2017 and Section 3 of City Ordinance No. 66-2017 and to Adopt Rules and Regulations on the Sale, Use and Distribution of Firecrackers, Pyrotechnic Devices and other similar explosives from December 26, 2020 to Noon of January 01, 2021
- **ORDINANCE NO. 95-08-2020** – An Ordinance Institutionalizing the Implementation of Bamboo Development Project of Tuguegarao and Providing Funds Thereof

Thank you.

Yours truly,

  
**Joel Joseph L. Egipto, Ph.D.**  
Secretary to the Sanggunian

JCSY