



Republika ng Pilipinas
KAGAWARAN NG KATARUNGAN
Department of Justice
Manila

NO. 2021-03-012

RESOLUTION

RECOMMENDING THE RENEWAL OF CONTRACT OF LEASE WITH THE GIRL SCOUTS OF THE PHILIPPINES NHQ ANNEX BUILDING FOR THE OFFICIAL USE OF VARIOUS OFFICES OF THE DEPARTMENT OF JUSTICE

WHEREAS, on 03 April 2018, the Department of Justice (DOJ) entered into a Contract of Lease with the Girl Scouts of the Philippines (GSP) for the Lease of Property known as GSP NHQ Annex Building situated at 927 & 929 Padre Faura Street, Ermita, Manila for the use of various offices of the DOJ for the period 01 April 2018 to 31 March 2019 (original Contract of Lease);

WHEREAS, GSP is a non-government organization duly registered with the Philippine Government Electronic Procurement System (PhilGEPS) with Red Registration No. 295627;

WHEREAS, said Contract of Lease was renewed for two (2) consecutive years, from 01 April 2019 to 31 March 2020 and 01 April 2020 to 31 March 2021, considering the need for office space to be occupied by various offices of the DOJ due to the construction of various offices at the DOJ Compound in Padre Faura Street, Ermita, Manila;

WHEREAS, there is still a need for office space by these various offices of the DOJ to ensure continuity of their functions and services;

WHEREAS, the renewal of the Contract of Lease of real property (GSP Annex Building) is included in the CY 2021 Annual Procurement Plan (APP) with an allotted budget of Eleven Million Five Hundred Forty-Seven Thousand Pesos (P11,547,000.00);

WHEREAS, the increase of rental fee from P306,742.00 to P325,146.52 under the renewed Contract of Lease is based on paragraph 3 of the Escalation Clause of the Original Contract of Lease under Escalation Clause (par. 3) which states that *"the monthly rent shall escalate yearly by six percent of the base monthly rate starting on 2019"*;

WHEREAS, in a Cost-Benefit Analysis conducted by the Procurement Management Division (PMD), it appeared that the renewal of the said Contract of Lease is still more efficient and economical to the government considering that the rental rates charged by GSP is still the lowest compared to other possible lessors in the area namely: San Luis Terraces and De Leon Building;

WHEREAS, the cost-benefit analysis likewise showed that costing and accessibility would be a great factor to consider, since GSP is just a few hundred meters away from the DOJ Main, and documents for signing, important communications, and other relevant papers can be routed with ease due to its strategic location;

NOW, THEREFORE, for and in consideration of the foregoing premises, the Bids and Awards Committee **RESOLVES**, as it hereby **RESOLVED**, to **RECOMMEND** the renewal of Contract of Lease of the Department of Justice with the Girl Scouts of the Philippines, in the total amount of Three Million Nine Hundred One Thousand Seven Hundred Fifty-Eight Pesos & 24/100 (P3,901,758.24) for the period 01 April 2021 to 31 March 2022, pursuant to the Guidelines on Lease of Real Property and Venue under Annex "H" of the 2016 Revised Implementing Rules and Regulations of R.A. No. 9184, as amended by GPPB Resolution No. 06-2018.

RESOLVED this 8th day of March 2021 at the Department of Justice, Manila.


Assistant Secretary MARGARET V. CASTILLO-PADILLA
Chairperson


Digitally signed by Laborte-
Cuevas Rosario Elena Arenas
Date: 2021.03.23 14:23:39 +08'00'
SSC ROSARIO ELENA A. LABORTE-CUEVAS
Vice-Chairperson


ASP ALEJANDRO C. DAGUISEO
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Dir. LIZA B. DE LEON
Member


Dir. MARIA LUISA DV. OLITOQUIT
Member


Atty. JO-ANN R. ALCID
Member


Dir. MARIA ELISA B. GERMAR
Member

Approved/Disapproved:


ADRIAN FERDINAND S. SUGAY
Undersecretary
As per DO No. 640
Dated 28 September 2018