

OFFICE OF THE PRESIDENT

2/F Administration Building Visca, Baybay City, Leyte, PHILIPPINES Telefax: +63 53 563 7067 Email: op@vsu.edu.ph Website: www.vsu.edu.ph



16 June 2022

MEMORANDUM NO. 533 Series of 2022

T O: Head of Accounting Division, Office of the Head for Infrastructure Project Development, Management and Monitoring (OHIPDMM)

Head of Supply, Procurement and Property Management Office and Same Offices in the External Campuses

R E: Imposition of Liquidated Damages of Infrastructure Projects

In relation to GPPB Circular No. 03-2019 dated March 8, 2019 which is about the Guidance on Contract Termination Due to Fifteen Percent (15%) Negative Slippage by the Contractor in Infrastructure Projects, you are hereby directed to follow all the applicable provisions of the said circular. Please find attached copy of the circular for your reference.

Specifically, you are directed to the following:

- 1. Promptly enforce the calibrated actions on any infrastructure projects incurring negative slippage and impose the prescribed penalty as prescribed in the above circular.
- 2. Strictly impose liquidated damages equal to at least one tenth (1/10) of one percent of the cost of the unperformed portion of the works for every day delay on defaulting contractors of projects not subject to termination, pursuant to Item 9.1, Annex E of the 2016 RIRR of RA No. 9184.

Although the imposition of liquidated damages is already practiced in the University, however, this is to reiterate the strict implementation of this provision in order not to put government funds and properties at a disadvantage.

Please be guided accordingly.

EDGARDO E. TULIN

President