

**EXCERPTS FROM THE MINUTES OF THE 25<sup>TH</sup> REGULAR SESSION OF THE EIGHT SANGGUNIANG BAYAN OF LOON, PROVINCE OF BOHOL HELD ON THE 18<sup>TH</sup> DAY OF DECEMBER, 2001 AT THE SANGGUNIANG BAYAN SESSION HALL-**

PRESENT: Hon. Hon. Raul P. Barbarona, Vice Mayor, Presiding Officer  
Hon. Clovis L. Nazareno, SB Member  
Hon. Fortunato N. Garay, SB Member  
Hon. Cesar R. Pedrigal, SB Member  
Hon. Zenon R. Perez, SB Member  
Hon. Titus Clark U. Miranda, SB Member  
Hon. Hermenegildo M. California, SB Member  
Hon. Nicolas M. Labastilla, SB Member  
Hon. Leticia M. Maratas, SB Member  
Hon. Rosalio S. Sieras, LnB President, Ex-Officio Member  
Hon. Yvonne T. Campoamor, SKMF President, Ex-Officio Member

ABSENT: None

**MUNICIPAL ORDINANCE NO. 01-010**

Series of 2001

(Author: Clovis L. Nazareno)

AN ORDINANCE CREATING A COLLEGE EDUCATION LOAN FUND OF THE MUNICIPALITY OF LOON AND APPROPRIATING FUNDS IN THE YEARLY BUDGET FOR THIS PURPOSE –

“WHEREAS, Loonanons value the attainment of higher education such that every family dreams of sending their children to school and eventually graduate from college;

“WHEREAS, there are however many intelligent Loonanons who wish to acquire college education but experience lack of funds to pay for tuition and other school expenses during payments periods, forcing many of them to drop out of school;

“WHEREAS, this body desires to respond to this problem of our Loonanon students;

“NOW THEREFORE, be it enacted by the 8<sup>th</sup> Sangguniang Bayan of Loon, in session duly assembled, this ordinance:

SECTION 1. Title – AN ORDINANCE CREATING A COLLEGE EDUCATION LOAN FUND OF THE MUNICIPALITY OF LOON AND APPROPRIATING FUNDS IN THE 2002-2003 BUDGET FOR THIS PURPOSE;

## SECTION 2. Definitions.

1. Loan- is the awarding of money to college students for use in the payment of tuition and other regular school fees to be paid by them on five (5) installments after a grace period of two months from the date of availment and without interest;
2. Qualified college student – is define currently enrolled college student, of good moral character and has no pending criminal charges, of good educational standing, and a resident of Loon and studying in Bohol, and certified by the Barangay Captain of the barangay wherein he or she is residing as belonging to the “no-taxable income” bracket of P2,500.00 gross annual income below, and as validated by the BIR;
3. Fund – refers to the money appropriated for the college Loan Education Fund;
4. Contract – refers to a legal document binding the loaner and co-maker to pay the municipality of Loon the amount loaned within five (5) months counted after the two-months grace period from the date of availment;
5. Co-Maker – is a loaner and regular employee of the Municipal Government of Loon who ensures that the loan will be repaid by contracting with the Loon LGU to automatically deduct the loan debt from his or her salary immediately after lapse of the debt, whenever the principal debtor. loaner fails to pay the same;

## SECTION 3. Provisions.

1. Qualified college students can avail of a loan from this Fund to pay for the tuition and other school fees during the semester wherein they are currently enrolled, but not exceeding Two Thousand Five Hundred Pesos (P2,500.00) per student;
2. This loan shall be paid in full or on installment basis at Five Hundred Pesos (P500.00) monthly for five (5) months after a grace period of two(2) months counted immediately after date of availment;
3. Those who have not availed of the fund shall be given preference;
4. The Office of the Mayor is the agency that is tasked to implement this program and is hereby empowered to install additional mechanisms, including the loan contract, to ensure its success and equitable dissemination among the Loonanon student;
5. A contract shall be entered into by Municipality of Loon with the loaner and co-make, legally binding the two (2) to pay the obligation within seven (7) months after its availment , in cash or installment basis;
6. Only a regular employee or official, elected or appointed, of the Loon LGU is qualified to be a Co-Maker only for one (1) loaner at a time, and on a voluntary basis;
7. Not more than ten (10) loan applications can be approved per semester, amounting to Two Thousand Five Hundred Pesos(P2,500.00) each;

8. A Scholarship and Credit Committee is hereby created to award the loan to qualified applicants and install additional mechanisms to ensure its proper implementation, to be composed of the following:

- a) Municipal Mayor - Chairperson
- b) School Board Representative -V-Chairperson
- c) SB Representative -Member
- d) Municipal Treasurer - Member
- e) NGO Representative -Member
- f) ABC President -Member
- g) SK Chairperson -Member

SECTION 4. Appropriation – There is hereby appropriated in the annual Municipal Budget of Loon, starting Calendar Year 2002-2003, the amount of Fifty Thousand Pesos (P50,000), which shall be a Trust Fund, and all loan payments shall accrue thereto;

SECTION 5. Penal Provision – To ensure continuity, Loaners and Co-Makers have to pay their obligations on time, failure to do so would compel the Municipality of Loon to seek legal remedies as stipulated in the Contract entered into by and between the Loner/Co- Maker and the Municipality of Loon.

SECTION 6. Repealing Clause – Any previous ordinances, or provision thereof inconsistent with this ordinance, are hereby repealed or modified accordingly.

SECTION 7. Effectivity Clause – This ordinance shall take effect immediately after approval.

Unanimously Approved.

-----

I hereby certify to the correctness of the above-quoted Municipal Ordinance.

**ATTY. RAUL P. BARBARONA**  
Vice Mayor  
Presiding Officer

A T T E S T E D:

**FIDELINO P. CORITICO**  
Secretary to the Sanggunian

A P P R O V E D:

**CESAR TOMAS M. LOPEZ, M.D.**  
Municipal Mayor

Date Approved: December 20, 2001