



Republic of the Philippines  
**PROVINCE OF ISABELA**  
City of Ilagan

## *Office of the Governor*

EXECUTIVE ORDER NO. 31  
Series of 2022

**AN ORDER STIPULATING THE ALLOCATION OF AT LEAST TEN PERCENT (10%) OF THE TOTAL PROCUREMENT VALUE OF GOODS AND SERVICES BEING SUPPLIED TO THE PROVINCIAL GOVERNMENT OF ISABELA, NATIONAL GOVERNMENT AGENCIES AND OTHER GOVERNMENT AGENCIES HOLDING OFFICES IN THE PROVINCE FOR THE PURCHASE OF LOCALLY PRODUCED PRODUCTS AND SERVICES OFFERED BY MICRO, SMALL AND MEDIUM ENTERPRISES IN THE PROVINCE**

**WHEREAS**, Article II, Section 20 of the 1987 Constitution provides that the State recognizes the indispensable role of the private sector, encourages private enterprise and provide incentives to needed investments;

**WHEREAS**, it is the policy of the State to promote, support, strengthen and encourage the growth and development of 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 9501 otherwise known as the Magna Carta for Micro, Small and Medium Enterprises (MSMEs) recognized the potential of MSMEs to generate more employment and economic growth and therefore can help provide a self-sufficient industrial foundation for the country;

**WHEREAS**, Section 4 of Republic Act 9501 provides that eligible MSMEs shall be entitled to a share of at least ten percent (10%) of total procurement value of goods and services supplied to the Government, its bureaus, offices and agencies annually;

**WHEREAS**, to qualify for assistance, counselling and promotions under this order, the requirements set forth in Section 4 of the Magna Carta for MSMEs are hereby reiterated;

**WHEREAS**, the Provincial Government of Isabela recognizes the critical role that MSMEs play in stimulating inclusive and sustainable economic development as they continuously focus on growth potentials and innovations to seize opportunities that result in creating and opening progressive systems for new products, processes and services;

**WHEREAS**, to maximize the potentials of MSMEs, the Provincial Government of Isabela finds it imperative to implement an assistance program, requisite support systems, mechanisms and provisions for the sustainable development and promotion of MSMEs in the province;

**NOW THEREFORE, I, RODOLFO T. ALBANO III**, Governor of the Province of Isabela, by virtue of the powers vested in me by law, do hereby order the allocation of at least ten percent (10%) of the total procurement value of goods and services being supplied to the Provincial Government of Isabela (PGI), National Government Agencies (NGAs) and other government agencies holding offices in the province for the purchase of locally produced products and services offered by Micro, Small and Medium Enterprises in the province

**Section 1. GENERAL GUIDELINES.** The different programs, projects and activities under this order shall be guided by the following:

- a. For all goods and services procured by the PGI, NGAs and other government agencies holding offices in the province, consideration must first be made whether there are local counterparts of these products/services being offered.
- b. All tokens to be given in all activities of the PGI, NGAs and other government agencies holding offices in the province must be locally produced or sourced.
- c. At least ten percent (10%) of total procurement value of goods and services supplied annually to PGI, NGAs and other government agencies holding offices in the province must be devoted to locally produced goods and services from MSMEs.

**Section 2. IMPLEMENTING OFFICES.** The Provincial Planning and Development Office through its Local Economic and Investment Unit (LEIPU) are hereby tasked to be the primary implementing office in relation to this order. The Provincial General Services Office (PGSO) shall assist the LEIPU in all undertakings regarding this mandate. As such the LEIPU and PGSO in coordination with each other are jointly tasked to perform the following;

- a. Prepare the program rules and guidelines implementing the provisions of this order including support and promotions mechanisms for MSMEs and submit the same to the office of the Governor and the Sangguniang Panlalawigan for their adoption.
- b. Design and prepare a Procurement and Marketing Plan for the Provincial Government of Isabela pursuant to the provisions of the law and this Executive Order, subject to the approval of the Provincial Governor and inclusion in the Annual Procurement Plan.
- c. Regularly coordinate with NGAs and other government agencies holding offices in the province with respect to strict adherence to this order.
- d. Submit semi-annual report to the Office of the Governor of the status of this initiative.
- e. After effectivity of this order, the LEIPU in coordination with all LGUs in the province and the Department of Trade and Industry shall create an MSME Registry to identify those enterprises eligible to avail the benefits of this program, this will also serve as the basis of the procurement of locally produced goods and services. The list shall be periodically updated every year.
- f. Exercise such other functions deemed necessary for the effective and efficient implementation of the provisions of this order.

**Section 3. FUNDING.** Funding for the purposes and implementation of this Executive Order shall be sourced from available funds subject to proper government accounting and auditing procedures.

**Section 4. REPEALING CLAUSE.** All issuances, orders, rules and regulations, or parts thereof that are inconsistent with any provision of the Order are hereby repealed or modified accordingly.

**Section 5. EFFECTIVITY.** This Executive Order shall take effect immediately.

Let copies of this Executive Order be furnished to all concerned for their information.

DONE in the City of Ilagan this 15th day of August, 2022.

  
RODOLFO T. ALBANO III  
Governor 