



**MEMORANDUM OF UNDERSTANDING**

for

**Sanitation Improvements in Baesa, Quezon City under the  
USAID-Rotary International H<sub>2</sub>O Collaboration**

This Memorandum of Understanding (“MOU”) is made and entered into this 8<sup>th</sup> day of January 2009, at Quezon City, between and among:

**ROTARY INTERNATIONAL DISTRICT 3780**, a duly constituted Rotary District in accordance with the by-laws of Rotary International, and with principal office at Rotary Center, Roces Ave. corner Mother Ignacia St., Quezon City, represented herein by its District Governor, **Dulce B. Coyukiat**, hereinafter referred to as “**D3780**;”

**MAYNILAD WATER SERVICES, INC.**, a corporation duly organized and existing under the laws of the Republic of the Philippines, with principal office at MWSS Compound, Katipunan Avenue, Balara, Quezon City, represented herein by its President, **Rogelio L. Singson**, hereinafter referred to as “**Maynilad**;”

**BARANGAY BAESA**, a duly constituted local government unit with office at Barangay Hall, Barangay Baesa, Quezon City, represented herein by its Barangay Chairman, **Eduardo R. Juan**, hereinafter referred to as “**Barangay Baesa**;”

- and -

**AECOM INTERNATIONAL DEVELOPMENT**, a corporation organized and existing under the laws of the Philippines, with office at Suite 4022 Golden Rock Bldg., 168 Salcedo Street, Legaspi Village, Makati City, represented herein by its Chief of Party, **Lisa Kircher Lumbao**, hereinafter referred to as “**PSA**;”

(Each, a Party, and collectively, the “Parties”)

**Recitals:**

- (a) D3780 is committed to serving communities in Quezon City through members of the District and local Rotary Clubs;
- (b) The Rotary Foundation of Rotary International has awarded a 3-H Grant to D3810 and D3780, in collaboration with the United States Agency for International Development (“USAID”), to improve wastewater management and hygiene education along the Pasig River in Manila and Quezon City, Philippines as part of the USAID-Rotary International H<sub>2</sub>O Collaboration, which is an agreement between Rotary International and USAID to collaborate on water supply and sanitation projects in developing countries;
- (c) Maynilad is the concessionaire of the Metropolitan Waterworks and Sewerage System that provides water, sewerage and sanitation services in the West Zone, and is responsible for the operation and maintenance of the sewerage and sanitation systems in the West Zone which includes areas of Paco and Baesa;
- (d) PSA is the agency tasked to implement the Philippine Sanitation Alliance which is a project of the USAID that provides technical assistance on sanitation project development and implementation;

- (e) The Parties recognize the need to provide improved sanitation to people living and working in Metro Manila, especially the poor and disadvantaged who are most affected by water pollution, and to improve the water quality in the Pasig River System;
- (f) The Parties have agreed to participate in the Pasig River System Improvement Project (the "Project"), which is being funded through the USAID-Rotary International H2O Collaboration, to improve health and environmental conditions in certain areas of Paco and Sta. Ana in Manila, and Baesa, in Quezon City;
- (g) The Parties agree to collaborate and cooperate in the development and implementation of the Project, by performing the respective tasks set forth below;

**NOW THEREFORE**, for and consideration of the foregoing premises, the Parties have agreed as follows:

**1. Responsibilities of the Parties**

The Parties shall participate in the development, implementation and monitoring of the activities relating to the Project, and shall attend the regular coordination meetings.

**2. Responsibilities of D3780**

- (a) Engage a non-governmental organization ("NGO") to do community development, solid waste management and promotion campaign work in Baesa, using Rotary Foundation funds coursed through D3810. This will include entering into a contract with the NGO, making payments thereto, and approving the liquidation reports and deliverables of the NGO;
- (b) Engage the local community in working with the NGO to develop solid waste management and promotion plans and implement and monitor/evaluate them;
- (c) Use Rotary 3-H Grant funds (the "Funds") to implement the solid waste management and promotion plans, which may include construction of infrastructure or purchase of goods and services;
- (d) Help organize consultations between Maynilad and the local community regarding the construction of a wastewater treatment plant in Baesa;
- (e) Help raise additional funds needed for the Project;
- (f) Coordinate with local officials of Barangay Baesa and Quezon City;
- (g) Help organize handwashing promotion activities; and
- (h) Monitor and report on the assigned activities and expenditures in accordance with Rotary International reporting requirements and the 3-H Grant Terms and Conditions.

**2. Responsibilities of Maynilad**

- (a) Provide information to D3780 and the Baesa community about the construction of a wastewater treatment plant;
- (b) Recommend NGOs to D3780 that may be considered for the community development, solid waste management and promotions work in Baesa;
- (c) Construct an interceptor and sewage treatment plants in Baesa and Paco in 2010, which shall be operational in early 2011;

- (d) Support handwashing promotion activities organized by D3780 by, among other things, providing educational materials, and selecting public schools where handwashing promotion activities could be launched;
- (e) Develop and implement a promotion plan to increase community support for the interceptor system in Paco; and
- (f) Upon request of the other Parties, submit periodic reports with respect to the new sewerage customers in Baesa and Paco.

**3. Responsibilities of Barangay Baesa**

- (a) Participate in project meetings and events related to solid waste management and hygiene promotion in Baesa;
- (b) Facilitate the implementation of the Project and the achievement of the expected outputs;
- (c) Operate and/or maintain, as the case may be, any equipment or goods that may be purchased with the Funds; and
- (d) Share information on the successes of the Project to encourage replication in other areas of Metro Manila.

**4. Responsibilities of PSA**

- (a) Provide over-all management of the Project, covering Paco, Sta. Ana, and Baesa, and assist with the reporting requirements to Rotary International;
- (b) Provide technical assistance in all aspects of the Project, including solid waste management, promotions and wastewater treatment;
- (c) Complete all USAID environmental mitigation reporting requirements; and
- (d) Provide assistance to D3780 in hiring and managing the NGOs, developing the solid waste management and promotions plans, and in implementing and monitoring the same.

IN WITNESS THEREOF, the Parties have hereunto signed this MOU on the date and at the place above written.

**ROTARY INTERNATIONAL DISTRICT 3780**

**MAYNILAD WATER SERVICES, INC.**

**Dulce B. Coyukiat**  
District Governor

**Rogelio L. Singson**  
President

**AECOM INTERNATIONAL DEVELOPMENT**

**BARANGAY BAESA**

**Lisa Kircher Lumbao**  
Chief of Party

**Eduardo R. Juan**  
Barangay Chairman