liquidated damages within the period prescribed, the UNIVERSITY has the option to deduct the amount of liquidated damages from any amounts due or to become due to the AGENCY. The payment of liquidated damages as provided for in this Section shall not prevent the UNIVERSITY from availing of other remedies or legal action available against the erring security personnel and/or the AGENCY, under the law or this contract.

- 2.3 The AGENCY shall assign one security personnel to the UNIVERSITY as a Detachment Officer or head guard in a 24-hour duty, without additional cost to the UNIVERSITY, who shall be responsible for the day to day supervision, monitoring and deployment of the security personnel assigned at the UNIVERSITY. He shall submit to the OVCA every end of the week during the effectivity of this contract, a written daily report on observations and analysis as he may deem proper or as may be required by the UNIVERSITY, copy furnished the AGENCY.
- 2.4 The AGENCY shall be solely responsible to post the required performance security in accordance with Republic Act 9184, its implementing rules and regulations. The rate or percentage of performance security shall be in accordance with the table cited in RA 9184 depending on its form and the bid price of the AGENCY. The performance security is in addition to the Escrow Requirement of the UNIVERSITY as herein stated.

ARTICLE 3 WARRANTIES

- 3.1 During the effectivity of this contract, notwithstanding the functions and responsibilities fully and absolutely assumed by the AGENCY under this contract, the AGENCY undertakes that its security guards and personnel shall faithfully perform such other duties and responsibilities which the UNIVERSITY or the end-user may require in writing; Provided, that the AGENCY shall be furnished the OVCA, at least ten (10) days before actual implementation. Provided further, that in cases of emergencies or urgent needs, the UNIVERSITY, through the Vice Chancellor for Administration, shall have the authority to temporarily reassign such number of guards or personnel as may be immediately needed, even without the permission of the AGENCY. Provided finally, that the AGENCY Detachment Officer is properly notified by phone or radio of the temporary reassignments.
- 3.2 It is the exclusive obligation of the AGENCY to pay the legal wages and other benefits of its security personnel working under this contract as well as to deduct all compulsory deductions. It is absolutely and unconditionally acknowledged herein that all the security personnel are employees of the AGENCY and not of the UNIVERSITY. Furthermore, the AGENCY likewise undertake to faithfully abide and comply with all existing labor statutes and other existing laws, otherwise it shall be a ground to pre-terminate the contract.
- 3.3 The AGENCY hereby expressly agrees to absolve the UNIVERSITY from any and all liabilities arising from any present or future labor or other cases involving any of its security personnel in the performance of their functions or conduct pursuant to this contract, as the same shall be assumed solely and exclusively by the AGENCY.
- 3.4 The AGENCY undertakes to remove or replace any of its security guards from their assignments/posts within twenty-four (24) hours, only upon written notice to the UNIVERSITY, through the OVCA. Any security personnel requested to be removed and replaced by the UNIVERSITY shall never be assigned/deployed to any campus or property of the UNIVERSITY during the effectivity of this contract, its renewal or extension, if any.
- 3.5 The AGENCY shall be jointly and severally liable with its erring or negligent security personnel to the UNIVERSITY or to any person mentioned in Section 1.1 hereof, for indemnification reparation and restoration, as the case may be, for any loss or damage of property, injury or death, as the case may be, suffered due to the fault or negligence of assigned security personnel.