



Republic of the Philippines  
Department of Environment and Natural Resources  
**PENRO Marinduque**

DENR MIMAROPA RECORDS SECTION  
**RECEIVED**  
31 AUG 2022  
August 23, 2022  
☒ INCOMING ☐ OUTGOING  
BY: \_\_\_\_\_ DATE NO. \_\_\_\_\_

**MEMORANDUM**

**FOR** : The Regional Executive Director  
DENR MIMAROPA REGION

**THRU** : The OIC-Assistant Regional Director for Technical Services

**FROM** : The OIC-PENR Officer

**SUBJECT** : **COMPLIANCE MONITORING OF TENURE ON FOREST LAND-USE AGREEMENT FOR TOURISM (FLAgT) ISSUED TO GOLD BARREL SOCIAL CLUB RESORT CAPITAL INC., LOCATED IN ELEPHANT ISLAND, BARANGAY TUNGIB, BUENAVISTA, MARINDUQUE**

Submitted is the Compliance Monitoring and Evaluation Report dated August 15, 2022 by Compliance Monitoring Team, regarding the awarded Forest Land Use agreement for Tourism (FLAgT) to Gold Barrel Social Club Resort Capital Incorporated with FLAgT No. 01-2006 located in Elephant Island, Barangay Tungib, Marinduque. Same was issued on May 04, 2006 and will expire on April 30, 2031, covering an area of 10.2 hectares and classified as Timberland Block-C, Project No. 2 of Buenavista, Marinduque.

Accordingly, the resort is still not operational, however, they are continuously paying their annual fee over the tenured area.

For information and record.

  
**IMELDA M. DIAZ**





August 15, 2022

## MEMORANDUM

**FOR** : The OIC-PENR Officer

**THRU** : The Chief, Technical Services Division

**FROM** : Compliance Monitoring Team

**SUBJECT** : **COMPLIANCE MONITORING OF TENURE ON FOREST LAND-USE AGREEMENT FOR TOURISM (FLAgT) ISSUED TO GOLD BARREL SOCIAL CLUB RESORT CAPITAL INC., LOCATED IN ELEPANT ISLAND, BARANGAY TUNGIB, BUENAVISTA, MARINDUQUE**

### I. REFERENCE

In compliance with the approved Work and Financial Plan (WFP) for CY 2022 of PENRO Marinduque under Natural Resource Management Arrangement/Agreement and Permit Issuance to conduct compliance monitoring of tenurial instruments within the administrative jurisdiction of PENRO Marinduque, the Gold Barrel Social Club Resort Capital Incorporated, a FLAgT holder in Barangay Tungib, Buenavista, Marinduque was monitored by the PENR Office-Monitoring and Enforcement Team on July 21, 2022.

### II. BACKGROUND

Forest Land-use Agreement for Tourism Purposes (FLAgT) is a contract between the DENR and a natural or judicial person, authorizing the latter to occupy, manage and develop, subject to government share, any forestland of the public domain for tourism purposes and to undertake any authorized activity therein for a period of twenty-five (25) years and renewable for the same period upon mutual agreement by both parties (*DENR Administrative Order No. 2004-28*).

The subject Forest Land-use Agreement for Tourism Purposes (FLAgT) was granted to Gold Barrel Social Club Resort Capital, Inc. with FLAgT No. 01-2006 issued on May 04, 2006 and will expire on April 30, 2031. It covers an area of Ten point two (10.2) hectares of forest land located in Elephant Island, Barangay Tungib, classified as Timberland Block- C, Project No. 2 of Buenavista, Marinduque.

Prior to the compliance monitoring of the tenured area, the Office sent a letter to the holder thru his authorized caretaker of the resort and several communications thru phone calls and text messages were made with the caretaker, Mr. Reynante Valencia. However, according to Mr. Ramir Labosta, Mr. Valencia was in the hospital for his medical check-up. The activity was reiterated to Mr. Ramir Labosta and advised to relay the said activity to Mr. Valencia thereat. In addition, before the actual inspection and monitoring, the team coordinated with the Barangay Local Government Unit of Tungib, Buenavista.

### III. FINDINGS:

After arriving on the island, the team was accompanied and assisted by Mr. Rommel Rivero and Mr. Reynaldo Labosta, caretakers of the resort. The resort is still not operational according to them and as observed by the monitoring team.

The majority of the establishments have been devastated by previous typhoons that hit the province and were observably not renovated. Some buildings, furniture, and equipment are considerably dilapidated. The access road that traverses across the island is still accessible, but maintenance is required such as trimming of overgrown plants along the roads.



Water supply on the island is still available which is coming from the mainland through an underwater cable. However, the electrical supply which is coming from the electrical towers established by the holder through the expired Special Land-Used Permit (SLUP) for Other Lawful Purposes – Electrical Tower Site No. DENR IV-B MIMAROPA-03212016 is already not operating and thus cannot supply electricity on the island. The holder used solar panels to generate electricity as well as generator sets.

Accordingly, no guests/visitors are allowed to enter the island without the permission of the holder and the caretaker due to the current state of the resort.

Naturally growing trees like Libas, Ilang-ilang and Ipil-Ipil were maintained. Talisay, Firetree, Balete, Aguho and other vegetation inside the area remained intact within the tenured area by the holder and the caretaker. During the time of monitoring, no illegal activity was found within the tenured area.

Even though the resort is not operationalized the holder represented by its holder regularly pays their annual fee. For FY 2022, the holder pays their annual rental fee last May 2022 amounting to PhP. 25,500.00 plus its monthly 8% surcharge.

#### IV. REMARKS AND RECOMMENDATIONS:

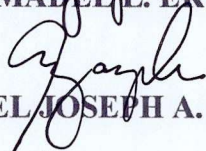
1. To require the holder to submit their annual report as stipulated in the agreement. The annual report should contain the current administration of the corporation and the plans for utilizing the area which should be in accordance with the approved CDMP.
2. To conduct continuous annual monitoring of their compliance with the agreement.

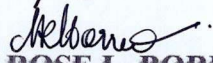
#### V. DOCUMENT ATTACHED:

1. Monitoring and Evaluation Form;
2. Geotagged Photos; and
3. Digitized Map

For information, record and further instruction.

  
MARIA MADELL L. ERTA

  
MICHAEL JOSEPH A. MARANAN

  
MARY ROSE L. BORREO

  
RICA QUENNIE D. RADOVAN

  
MICHAEL VINCINT M. SUALOG

  
BERNADINE I. JASUL

  
DON GIBSON D. MERCADO

Noted by:

  
ENGR. CYNTHIA V. LOZANO  
Chief, Technical Services Division





Coordination with Barangay Official of Tungib regarding the compliance monitoring of FLAgT holder located in Elephant Island, Barangay Tungib, Buenavista, Marinduque.

*[Handwritten signature]*

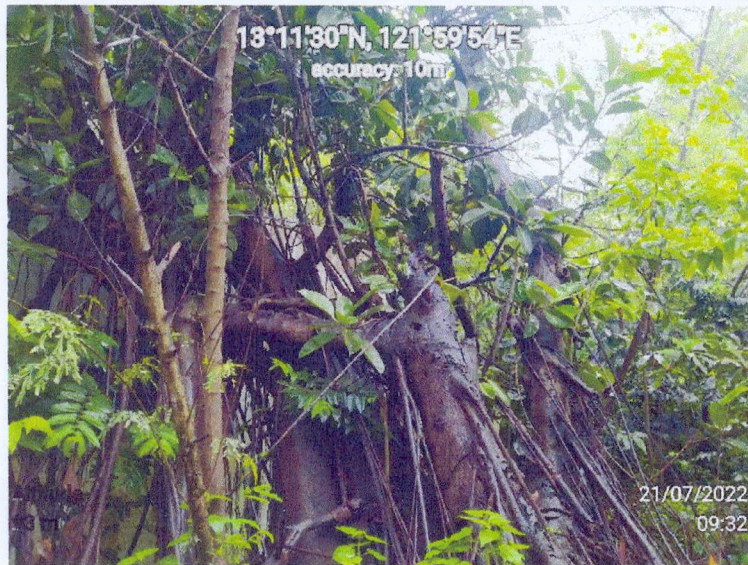
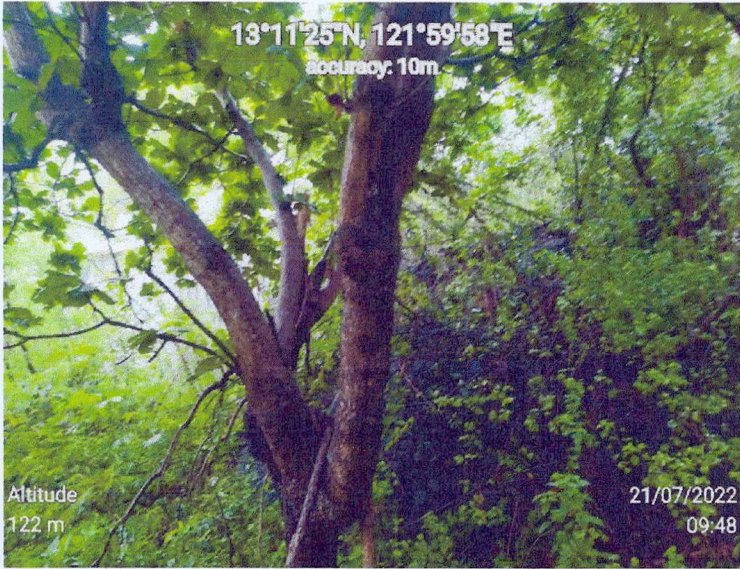




The Compliance Evaluation/Monitoring Team

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Geotagged photos showing the naturally growing and planted trees inside the FLAgT area.

*[Handwritten signature]*





Geotagged photos showing the resort's building facilities

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Geotagged photos showing the resort's building facilities

Handwritten signature/initials.

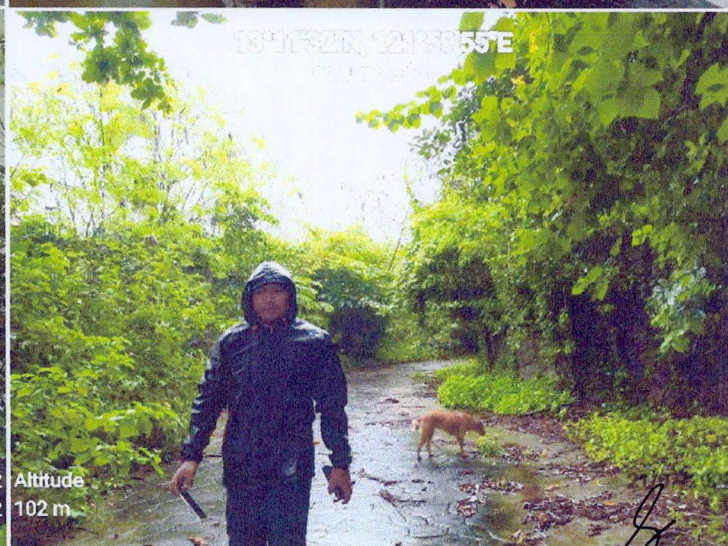
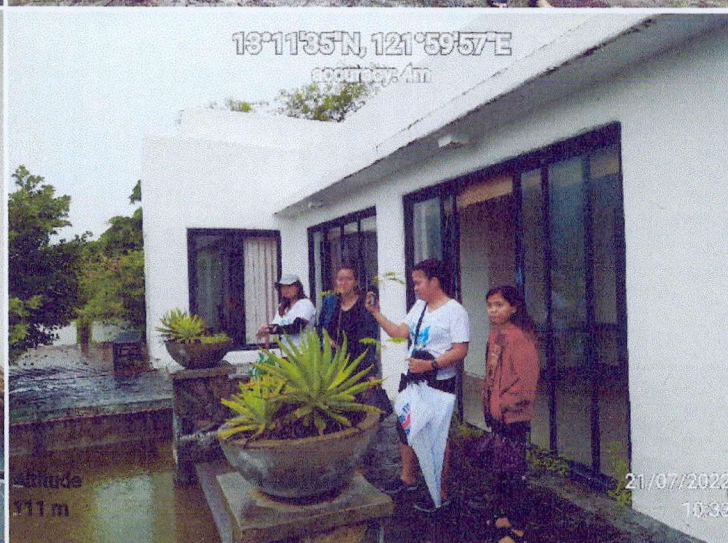
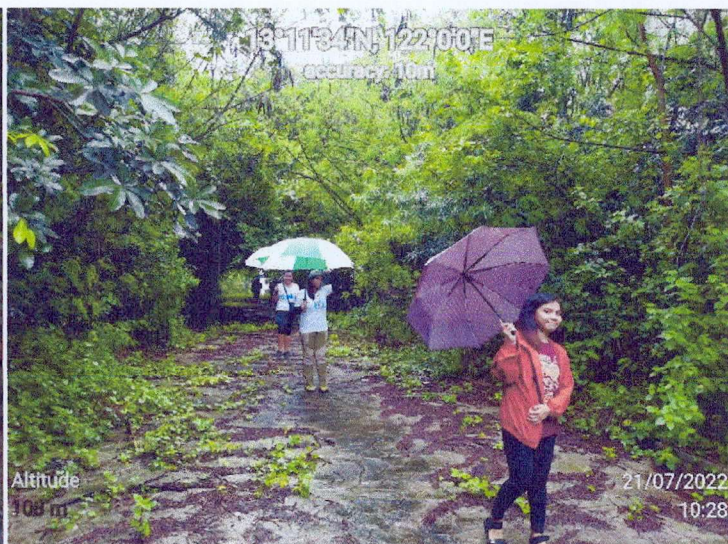
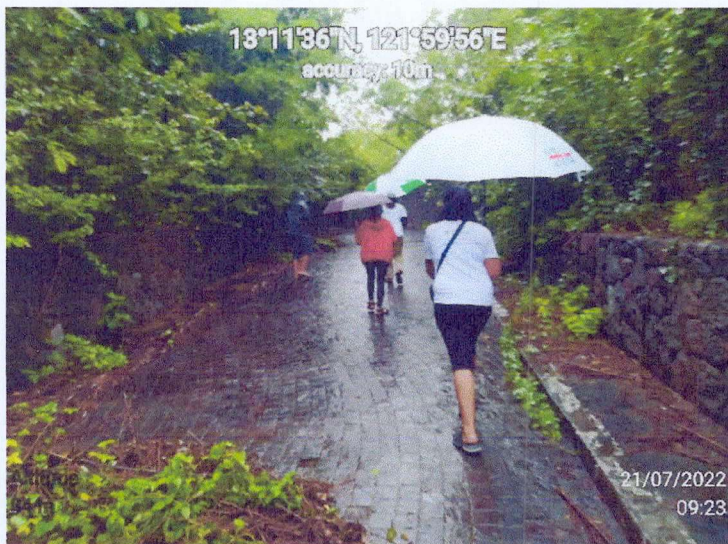




Geotagged photos showing the resort's building facilities

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Geotagged photos during the actual compliance monitoring and evaluation of tenure permit holder on FLAgT area of Gold Barrel Social Club Resort Capital, Inc. located in Elephant Island, Barangay Tungib, Buenavista, Marinduque

*[Handwritten signature]*





Photo showing unserviceable shuttle cart



Photos showing resort's dilapidated facilities



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MONITORING AND EVALUATION FORM

Monitoring date: July 21, 2022

Monitoring Time: 09:23 AM

Monitoring Team/Members: Forester Bernadine I. Jasul

Forester Mary Rose L. Borreo

Michael Vencint M. Sualog

Michael Joseph A. Maranan

Rica Quennie D. Radovan

Maria Madel L. Erta

1. Tenurial Instrument Information:

Name of Holder: Gold Barrel Social Club Resort Capital, Inc .		Area (ha): 10.2
Address: Elephant Island, Barangay Tungib, Buenavista, Marinduque		
FLAgT No.:  Forest Land-use Agreement for Tourism (FlagT) No. <u>01-2006</u>	Type of Agreement:  Forest Land-use Agreement for Tourism (FlagT)	Year Approved:  2006
Name of Holder: Manuel A. Copon		
Name of Contact Person/Designation: Mr. Reynante Valencia and Rommel Rivero/Caretakers		
Contact Numbers: 09-6332-8031-7 & 09-4941-6582-2		
Email: None		

2. Nature of Improvement:

Plantation (Area Planted Developed)			Infrastructure (if, any)			Others Observation
Name of Species	Area Planted (Ha)	No. of Trees Planted	Kind	Dimension	Estimated Value	
			Marina & Docking Area		48,500,000.00	
			Pavilion Restaurant		15,000,000.00	
			Aqua Sport Center		10,000,000.00	
			Boat Crew Station		2,500,000.00	
			Security Outpost		15,000,000.00	
			Villas (Cuffside & Garden)		55,000,000.00	
			Main Spa		15,000,000.00	
			Clubhouse		60,000,000.00	
			Hotel Rooms		25,000,000.00	



			Boutique		4,500,000.00	
			Helipad			
			Meditation Sanctuary		3,700,000.00	
			Waiting Lounge		900,000.00	
			Octagon Buildings		30,000,000.00	
			Tea House		4,500,000.00	
			Staff house		500,000.00	
			Casas		45,000,000.00	

*Note: The estimated value of the infrastructures is being based on the costing of the construction of the said infrastructures (Source: CY 2008 Annual Report of Gold Barrel Social Club Resort Capital, Inc.)*



Compliance to the terms and conditions of the Tenurial instrument:

	YES	NO	Remarks
<b>1. The FLAGT Holder shall comply the following under item number 1 conditions for FLAGT Area</b>			
<b>1.A. – At least 90% of the plantable area:</b>			
a. Plant forest tree species	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
b. Non-Timber species (Rattan, Bamboo, etc...)	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>1.B – Planted with the following conditions:</b>			
a. At least 50% minimum stocking density of five hundred (500) seedlings per hectare within one (1) year from grant of the Agreement.	<input type="checkbox"/>	<input type="checkbox"/>	N/A
b. At least 75% cumulative plantation established on the second year.	<input type="checkbox"/>	<input type="checkbox"/>	N/A
c. At least 100% planted on the third year with no case shall the stocking density be lower than five hundred (500) saplings/trees per hectares	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>1.C – Cash Crops:</b>			
a. Planted crops within FLAGT Area	<input type="checkbox"/>	<input type="checkbox"/>	N/A
b. Devoted not more than 10% of the area for permanent agricultural purpose.	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>2. Introduction of exotic species untested in Philippine conditions</b>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>3. Cutting of trees within FLAGT area</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>4. Reforested area along river</b>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>5. Converted FLAGT Area to other land use</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>6. Provided management and financial services for the development of the FLAGT area</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>7. Activities committed to community development</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>8. Observe rights of workers/employees</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	The resort is not operational
<b>9. Prevention and responses to arrest gully erosions</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<b>10. Protection of natural and protected forest within or adjacent to the FLAGT area</b>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>11. Protection from forest fires and other forms of forest destruction and encroachment</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<b>12. Prevention and protection from pollutive activities within or in the vicinity of the FLAGT area</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	The resort is not operational
<b>13. Obstruction or in any manner prevent passage through FLAGT area</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>14. Protection and conservation of unique, rare, or endangered trees, palms, wildlife found within the FLAGT area</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<b>15. Alteration or modification of boundaries or legal status of the FLAGT area</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>16. Cooperation on LGU, PENRO and RD in the development and execution of the agreement</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<b>17. Transfer, convey and sell rights of FLAGT Holder to any person, cooperative or association</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>18. Utilization of FLAGT area or portion/s thereof for other government projects</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>19. Women participation in the project planning and implementation</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>20. Submission of Annual Report</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>21. Utilization of harvested crops and trees except under environmental protection and ecological balance</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>22. Use of FLAGT as collateral to obtain loans for the area improvement</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>23. Upon expiration of the agreement all improvements introduced, including forest crops shall remain within the FLAGT area</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>24. Fair compensation for any improvements due to FLAGT holder or Government</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>25. Payment of annual rental due to the government</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	The holder paid their annual rental fee in the PENR Office amounting to PhP. 25,600.00
<b>26. Termination of the agreement upon death of the FLAGT Holder</b>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>27. Cancellation of the agreement (through the fault of the FLAGT Holder)</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>28. Renewal of the agreement</b>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
<b>29. Amendment of the agreement</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>30. Breach of any provision in the agreement</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<b>31. Any dispute between FLAGT holder and DENR</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	



Other findings:

<ul style="list-style-type: none"><li>• The Resort is still not operational.</li></ul>
<ul style="list-style-type: none"><li>• Most of the resort’s facilities/structures were damaged by the previous typhoons that require major repairs.</li></ul>
<ul style="list-style-type: none"><li>• Buildings were dilapidated</li></ul>
<ul style="list-style-type: none"><li>• Naturally growing trees were maintained and remained intact within the tenured area.</li></ul>
<ul style="list-style-type: none"><li>• Maintenance and protection of the area were continuous</li></ul>

Comments/Recommendations:

<ul style="list-style-type: none"><li>• To advise and require the holder to submit their Annual Report about their activities in the tenured area although it is temporarily closed and not operational.</li></ul>
<ul style="list-style-type: none"><li>• To conduct continuous annual monitoring of their compliance with the agreement.</li></ul>
<ul style="list-style-type: none"><li>• </li></ul>

Submitted by:

Forester Don Gibson D. Mercado

Forester Bernadine I. Jasul

Forester Mary Rose L. Borreo

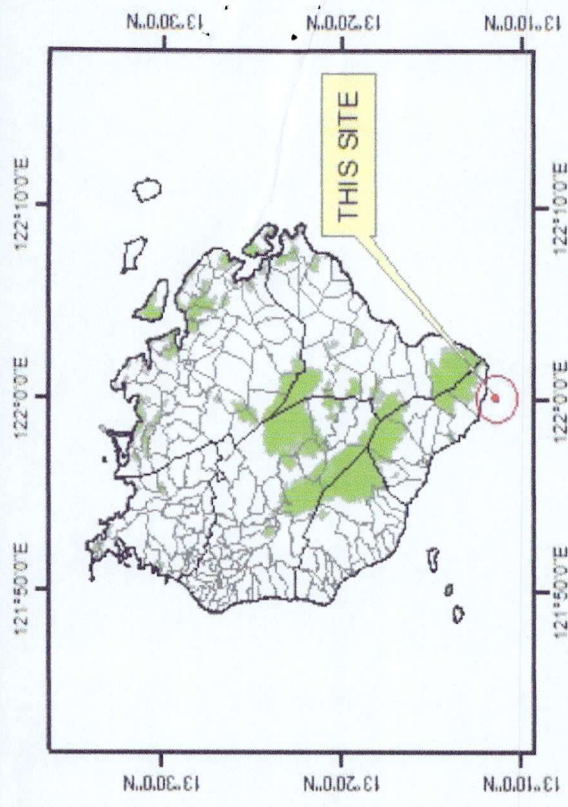
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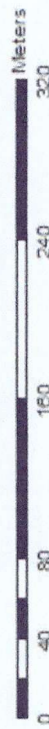




# MAP SHOWING THE FLAG AREA OF GOLD BARREL SOCIAL CLUB RESORT CAPITAL INCORPORATED



SCALE = 1:4,000



Projection: WGS\_1984\_UTM\_Zone\_51N  
Horizontal Datum: GCS\_WGS\_1984

LOCATION:  
Barangay : Tablisan  
Municipality : Gagan  
Province : Marinduque

## Legend

- |                      |                |                        |
|----------------------|----------------|------------------------|
| BREAK WATER          | TEA HOUSE      | GARDEN VILLAS          |
| ROAD                 | WAITING LOUNGE | CLIFFSIDE VILLAS       |
| FLAG AREA            | ENGINEERING    | SECURITY OUTPOST       |
| GUEST HOUSE          | HELIPAD        | BOAT CREW STATION      |
| STAFF HOUSE          | BOUTIQUE       | AQUASPORT CENTER       |
| GOLF CART PARKING    | TERRAZAS       | PAVILION RESTAURANT    |
| OCTAGON BUILDING     | HOTEL ROOMS    | MARINA                 |
| HILL SIDE SPA        | CLUB HOUSE     | MARINA DOCKING STATION |
| CASAS                | SPA            | HOT SPRING             |
| MEDITATION SANCTUARY | MAIN SPA       |                        |

