



MINUTES OF BAC MEETING  
HO-BAC-PGCS No. 005-2019

DATE : 29 January 2019  
 TIME : 10:00 a.m.  
 VENUE : Function Room B, 7<sup>th</sup> Floor, PPA Bldg.  
 ATTENDANCE :

BAC Members:

Mark Jon S. Palomar	-	Chairperson
Angelina A. Llose	-	Vice-Chairperson
Danah S. Jaramillo	-	Regular Member
Josephine M. Napiere	-	Regular Member
Cordelia C. Sidon	-	Provisional Member, End-User, ASD

Other Attendees:

Lolita D. Solis	-	Head, Secretariat
Milagros Lourdes P. Perez	-	Assistant Head
Charlemagne V. Santillan	-	Member, TWG
Sharon V. Oliveros	-	Member, TWG
Edwina Rita P. Estilon	-	Member, TWG
May D.A. Romero	-	Member, TWG
Hanes Louise M. Alivio	-	TWG End-User, ASD

Contractors' Representatives:

Danilo De Villa	-	Seacom, Inc.
Dennis Ordas	-	Seacom, Inc.
Butch Pabayo	-	Seacom, Inc.
Shellane Ann Pinkihan	-	PIECO
Emmanuel Sargado	-	Fil Generators & Services Co.
Almingen Magday	-	Light Industrial, Corp.
Omar Dagan	-	SMS Global Technologies, Inc.
Manuel Rodaje, Jr.	-	Mindanao Laboratory Services
Abraham Perez	-	Super Trade Enterprises
Benny Beredo	-	Multico Prime Power, Inc.
Bong Perez	-	FilPower Group
Ysmael Beneioa	-	PowerGen
Irish May Bagaporo	-	PowerGen
Analyn Ng	-	Inden Trade Systems Corp.
Ronnie Perez, Jr.	-	TRACMAC

## **CALL TO ORDER:**

The Head, Secretariat read the attendance of the BAC Members, TWG Members and Bidders' Representatives. After the quorum had been duly certified, the Chairperson called the Meeting to order at 10:05 a.m.

## **HIGHLIGHTS:**

1. The Chairperson presented the sole Agenda item which is the Pre-Bid Conference for the Supply and Delivery of Seventy One (71) Units Generator Sets with Automatic Transfer Switch (ATS) for Port Management Offices.
  - 1.1 The objective of the Pre-Bid Conference is to clarify and/or explain any of the requirements, terms, conditions, and specifications stipulated in the Bidding Documents.
  - 1.2 Upon opening the floor for inquiries and clarifications, Mr. Rodaje, Jr., representative of Mindanao Laboratory Services manifested his comments and concerns, as follows:
    - 1.2.1 With regard the Cylinder Arrangements – The required specification engine arrangement which is the In-Line engine and the equivalent cylinder is not a higher capacity of the generator set. Mr. Rodaje, Jr. then suggested that a 12 cylinder, Twin-Type arrangement is better, taking into consideration the availability of the spare parts in case a problem in the equipment may arise in the future.
    - 1.2.2 With regard the Aspiration – Naturally aspirated engine is highly recommended than the required Turbocharged after-water cooling. According to him, naturally aspirated engine is more reliable to use for a number of years. Moreover, spare parts for the Turbocharged may be phased-out in the future.
    - 1.2.3 On the Preventive Maintenance Service – Whether PPA requires a certificate to establish that the bidder has an authorized service center in the Philippines.
    - 1.2.4 On the required Fuel Consumption – Mr. Rodaje, Jr. commented that the required Fuel Consumption must be proportionate to the Engine Capacity of the equipment. According to him, 1000 Kilo Volt Amperes (KVA) generator sets require 200 Liters per Hour of Fuel.
    - 1.2.5 The Chairperson informed the prospective bidder that the Committee will discuss all his issues/concerns and if necessary, a Bid Bulletin will be issued by the BAC.
  - 1.3 Mr. Dagan, representative of SMS Global Technologies, Inc. seek clarifications on the following specifications:
    - 1.3.1 On the diesel tank capacity of the generator sets in terms of liters –

considering that the bid documents made no mention about the diesel tank capacity.

1.3.2 On the required generator sets for TMO-Casiguran – Mr. Dagan manifested that the Prime Rating Power and the Standard Rating Power were interchanged.

1.3.3 The BAC Chairperson informed the prospective bidder that the issues/concerns will be discussed by the Committee, and if necessary, a Bid Bulletin will be issued.

1.4 Mr. De Villa, Representative of Seacom, Inc. manifested his concerns and clarifications, as follows:

1.4.1 With regard the Delivery Period – He requested for the extension of the Delivery Period from sixty (60) Calendar Days to One Hundred Twenty (120), considering that Seventy One (71) generator sets have to be produced and delivered. When the Vice-Chairperson asked if other prospective bidders have the same manifestation, the prospective bidders affirmed.

1.5 Mr. Ordas, representative of Seacom, Inc. asked if there will be no limitation on the running hours of the equipment, in as far as the warranty is concerned. According to him, the standard provision for warranty is one (1) year which is equivalent to 1,000 running hours.

1.6 Mr. Beredo, representative of Multico Prime Power, Inc. inquired whether the scope of the project covers installation or supply and delivery of the equipment, only.

1.7 The BAC Chairperson informed the prospective bidder that the issues/concerns will be discussed by the Committee, and if necessary, a Bid Bulletin will be issued.

1.8 On the Bid Data Sheet (BDS), Ms. Pinkihan, representative of PIECO questioned Item 5.4 which states that, "For this purpose, a similar contract means contract for the Procurement/Supply and Delivery of Firearms". The BAC Chairperson clarified that it was a typographical error and a Bid Bulletin will be issued.

1.9 Emmanuel Sargado, representative of Fil Generators & Services Co. manifested his comments and concerns, as follows:

1.9.1 With regard the Single Largest Completed Contract (SLCC) similar to the contract to be bid – Whether the project is exclusive for the supply and delivery of the equipment or a project involving installation is allowed. The Chairperson clarified that a contract is considered similar to the contract to be bid if it serves the primary purpose of the procurement which is the supply and delivery of the generator sets. Installation is only incidental to the purpose of the project.

On whether it is allowed that the SLCC is for a single project but composed of two (2) contracts which is a combination of foreign and peso currency, the Committee clarified that said contract is acceptable provided that it is for a single project and the year of the awarding of the said contract is indicated to allow the BAC TWG to convert and compute the foreign currency as against to the prevailing value in the market.

- 1.9.2 On the venue for the delivery of the equipment – Atty. Alivio explained that the initial delivery for the period of sixty (60) days is at the PPA Head Office. Eventually, the equipment will be delivered to the concerned PMOs.

With regard the cost of the delivery of the equipment to the PMOs, Atty. Alivio clarified that any costs relative thereto shall be borne by the bidder.

- 1.9.3 With regard the required manner of inspection, testing and acceptance of the equipment – The Chairperson told the prospective bidders that the specific details relative thereto, including the safekeeping and security of the equipment upon initial delivery at PPA Head Office will be incorporated in the Terms of Reference (TOR) and a bid bulletin for the matter will be issued.

Mr. De Villa suggested that a Factory Acceptance Test will be conducted first at the manufacturing company of the winning bidder, prior the delivery of the equipment to the Head Office of PPA. He opined that with the said arrangement, PPA and the winning bidder can both save costs in case there will be manufacturing defects. The BAC Chairperson stated that said suggestion will be discussed by the Committee.

- 1.10 Mr. Perez, representative of FilPower Group asked whether it is allowed to split the amount of the Single Largest Contract, considering that the Approved Budget for the Contract (ABC) is high. The Committee said that it is not allowed as it is tantamount to splitting of contract.

Mr. Sargado asked for clarification on the terms of the Joint Venture Agreement involving foreign and local company. The Head, Secretariat clarified that a foreign company can bid and enter into a Joint Venture with a local company, provided that the capitalization and contribution in the Agreement of the parties involved should be 60% local and 40% foreign, as prescribed by RA.9184.

On the question of Mr. Sargado if the bidder may allow to bill a payment for the initial delivery to the PPA Head Office, the Chairperson clarified that a partial payment can be given to the bidder after the inspection and testing of the equipment. Full payment thereof will be made after the delivery of the equipment to the PMOs. The Committee then stated that a necessary bid

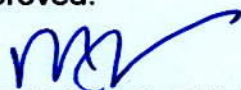
bulletin will be issued on the matter.

- 1.11 The Head, Secretariat gave information to the prospective bidders on the prescribed sealing of the bid documents. According to her, there should be two (2) sealed envelopes, one (1) for the technical proposal and the other for the financial proposal. Each package should contain seven (7) copies of the documents, one original and six (6) duplicate copies, each individually wrapped in an envelope, properly book-bound and hard-bound and with corresponding index tabs. Moreover, she likewise reminded the prospective bidders that any alteration of forms included in bid documents is not acceptable.
2. There being no other matters to be discussed, the meeting adjourned at 10:52 a.m.

Certified Correct:

  
**LOLITA D. SOLIS**  
Head, BAC Secretariat

Approved:

  
**MARK JON S. PALOMAR**  
Chairperson, BAC-PGCS