



IFUGAO ELECTRIC COOPERATIVE, INC.
Molave St., Poblacion East, Lagawe, Ifugao

For the supply of 7.5 MW base load requirement of Ifugao Electric Cooperative, Inc. through
Competitive Selection Process (CSP) for Renewable Portfolio Standards (RPS) compliance

SUPPLEMENTAL BID BULLETIN NO. 2021-05

DATE: May 21, 2021
TO: All Concerned Bidders and Observers
SUBJECT: IFELCO TPBAC Supplemental Bid Bulletin NO. 2021-05

The IFELCO TPBAC hereby issues this Supplemental Bid Bulletin No. 2021-05 as discussed and agreed upon during the due diligence conducted on May 10, 2021. This Supplemental Bid Bulletin No. 2021-05 shall form part of the Bidding Documents. Any terms, conditions and provisions in the Bidding Documents inconsistent with this Bid Bulletin are hereby amended, modified and superseded accordingly.

SNAP			
NO.	REFERENCE ITEM	CLARIFICATIONS / INQUIRIES	IFELCO TPBAC – ANSWER
1	TOR: Rate Structure	We would like to confirm and request with the TPBAC to align the tariff structure with other ITB provisions. Such as the consistent use of either Capacity Fee or Capital Recovery Fee. As suggested, we believe that it is in the best interest of IFELCO if they will use CRF as it is consistent with their intention of being billed only based on actual consumption. Capacity Fee works the opposite, whether consumed or not, IFELCO will be bound to pay for it.	Take-and-pay contract (based on actual demand and energy delivered) The TPBAC maintains the provision specified under the TOR.
2	TOR: Rate Adjustment	Kindly determine a single CPI adjustment factor that the bidder and IFELCO will use in evaluating bid offers. Again, this is necessary to ensure that there is a level/apples-to-apples comparison of CPI impact to rate through the supply period.	No CPI determinant factor suggested, it's up to the Bidder to present calculation.

3	Evaluation and Comparison of Bid	We would also welcome it if IFELCO can come up and share with the bidders, their bid evaluation template. This template shall show the LCOE or Average Effective rate of the bidders.	Please see SBB-2021-04, item 12, item 32
4	ITB-12:	<p>We would like also to welcome it if IFELCO to reconsider removing some requirements that may not be relevant to the bid. Such as the required submission of the documents below:</p> <ul style="list-style-type: none"> a. In relation to the nominated power plant(s), the bidder must provide evidence of the following: (if any) <ul style="list-style-type: none"> ➤ Land titles, lease agreements and/or call option contracts to ensure a secure site; ➤ Status of engineering procurement contract (EPC) arrangements; ➤ Financing commitment of investors as evidenced by board resolution/commitment letters of developers, investors and partners; ➤ The power plant must be compliant with existing WESM, ERC and other applicable rules and regulations. ➤ Bidder (s) to submit Certificate of Compliance (COC) issued by ERC. b. Conceptual Engineering Designs and Drawing; c. Project Cost Estimates; <p>Any other technical documents, which are deemed necessary to be submitted by the bidder in accordance with this Instruction to Bidders.</p>	Please see SBB-2021-04, item 46
5	Technical Information	<p>We also seek clarity on the required documents for the below:</p> <ul style="list-style-type: none"> a. Technical Information <p>The Bidder shall submit the following to demonstrate compliance with the technical criteria established in the Terms of Reference.</p> <ul style="list-style-type: none"> ➤ List of projects undertaken over the last five (5) years, if any. 	Please see SBB-2021-04, item 45
6	General Question	We would like to request the TPBAC to consider a bid submission extension considering unresolved and pending queries.	Please see SBB No. 2021-03, new date with submission (via email) and Bid opening (via zoom) on June 15, 2021 @ 9:00 AM.
EDC			
7	General Question	What contributed to the PHP 20M increase in residential sales in 2019? Increase in customers or higher consumption?	Both the customers and consumption increased.

8	General Question	Employee pensions & benefits (under Administrative expenses) increased from PhP 7M in 2018 to PhP 26M in 2019. What caused the significant increase? Is this a one-time event?	One time increased because of the sudden retirement of the General Manager.
9	General Question	Consumer accounts receivable-net increased from PhP 28M in 2018 to PhP 45M in 2019. Please provide Aging of Accounts Receivable (AR)?	Aging of Accounts Receivable was sent thru email last May 13, 2021.
10	General Question	Construction works in progress, what does this represent? Target completion date?	The construction works such as SEP/BLEP projects were already completed but it was not taken/close out in the book.
11	General Question	Effects of Covid-19 a. Consumption of customers b. Collection efficiency for Y2020 and 1Q 2021	The consumption of customers most likely residential increased due to the Covid-19 wherein mostly of the consumers stays at home. The collection efficiency for Y2020 is 87% and for 1Q 2021 is 87%.
12	General Question	Amount of Working capital fund? Tagged as DNS in NEA Compliance Report Q2 2020.	IFELCO will prioritize the supplier's obligation and implement the disconnection policy once the MECQ will be lifted. We can also borrow from NEA and REFC IFELCO is hard up in the collection especially the residential due to pandemic wherein everybody is affected.
13	General Question	What industry/ies is/are the main contributor to their economy?	The industries that the main contributor to the economy are the Hotels, poultries and Industrial consumers such as welding shops.
14	General Question	Customer breakdown (residential, commercial, etc.) a. Percentage of each customer type b. For commercial customers, what are the industries?	Customer breakdown: Residential is 91.73%, Commercial is 3.86% Industrial is 27% Streetlights is 1.09% Public Building is 3.05% based on year 2020.
15	General Question	Projected demand for the next years and bases for growth?	The projected demand and bases for growth were based on the historical using the forecasting model given by NEA.
16	General Question	What are the plans to address systems losses to within NEA expectations?	The Coop made a Strategic Development Plan (SDP) in order to help in addressing the system losses.

			For the implementation of CAPEX plan, the Coop will use the RFSC fund in purchasing equipments.
17	General Question	What are the plans to improve collection efficiency?	IFELCO will be conducting mass collection and mass disconnection once the MECQ will be lifted.
18	General Question	In the Performance Assessment Sheet of NEA Compliance Report Q2 2020, the following items were tagged as DNS. What is the reason for non-submission? <ul style="list-style-type: none"> a. Working capital fund b. One month working capital requirement c. Collection efficiency d. Result of financial operation (before RFSC) e. 2020 Net Worth 	IFELCO submitted already.

Issued this 21st day of May, 2021 at IFELCO Main Office, Molave St., Poblacion East, Lagawe, Ifugao.


ENGR. YPUGOT. TUGINAY
 TPBAC Chairman