

SPECIAL BIDS AND AWARDS COMMITTEE

RESOLUTION NO. 06 S. 2021

Recommending the Award of Contract for the "Supply, Installation, Testing and Commissioning of Solar PV Mainstreaming for Various Electric Cooperatives"

WHEREAS, in April 2020, the Department of Finance (DOF) signed the European Union Access to Sustainable Energy Project (EU-ASEP) to fund livelihood and electrification projects and renewable energy solutions for the marginalized and disadvantaged communities in Mindanao entitled "Integration of Productive Uses of Renewable Energy for Sustainable and Inclusive Energization in Mindanao (I-PURE Mindanao):¹

WHEREAS, the National Electrification Administration (NEA) was authorized by Department of Energy (DOE) to be the Program and Fund Manager to head the procurement of materials, equipment, labor and services for the aforesaid I-PURE Mindanao projects;¹

WHEREAS, NEA created the Special Bids and Awards Committee (SBAC) to conduct the bidding of the above procurement under the project contract entitled, "Supply, Installation, Testing and Commissioning of PV Solar Mainstreaming for Various Electric Cooperatives" composed of Lots 1 and 2 with the Approved Budget for the Contract (ABC) sourced through the EU-ASEP Financing Agreement, as follows;²

	Procurement Projects	ABC
Lot 1	Supply, Installation, Testing and Commissioning of Solar PV Mainstreaming for COTELCO Franchise Area	P 41,104,500.00
Lot 2	Supply, Installation, Testing and Commissioning of Solar PV Mainstreaming for SOCOTECO II Franchise Area	₱43,214,531.00
	Total	₱84,319,031.00

WHEREAS, on 30 July 2021, the Pre-Bid Conference for Lots 1 and 2 was held through video conference where the SBAC agreed to cancel the bidding activities that have already been undertaken and those that have yet to start due to some substantial changes recommended by DOE in the Terms of Reference (TOR);³

WHEREAS, in view of the said changes in the TOR, the new bidding activities were set and conducted, as follows:

On 04 August 2021, the **Pre-Procurement Conference** for Lots 1 and 2 was held through video conference which were attended by the SBAC, Technical Working Group (TWG), SBAC Secretariat and end-users from COTELCO and SOCOTECO, namely: Engr, Erik Jan Sanico and Engr, Allan Roy Soriano;⁴

On the same day, the **Invitation to Bid** was posted in the PhilGEPS and NEA website in accordance with Section 21 of the Revised Implementing Rules and Regulations (IRR) of Republic Act (R.A.) 9184;⁵

¹ Annex "A"

² Annex "B"

³ Annex "C"

⁴ Annex "D"

⁵ Annex "E"

On 12 August 2021, the **Pre-Bid Conference** was held through video conference and participated by SBAC, TWG, SBAC Secretariat, DOE representatives and four (4) prospective bidders, namely: (a) Trade Master Resources Corporation (Trade Master); (b) Propmech Corporation (Propmech); (c) Sales Equator Energy Pinoy (Sales Equator); and (d) Great Minda.⁶

Four (4) prospective bidders purchased the bidding documents, namely: Trade Master, Sales Equator, Propmech and *Joint Venture* Propmech and Sino Soar Hybrid (Beijing) Technology Co., Ltd Consortium (Propmech/Sino Soar);⁷

On 26 August 2021, during the **Submission and Opening of Bids**, only three (3) among the four (4) aforesaid prospective bidders, submitted its bids namely: Trade Master, Propmech and Propmech/Sino Soar while Sales Equator did not submit its bid. Trade Master was the first to submit its bids for Lot 1 and Lot 2, followed by Propmech for Lot 1 and Propmech/Sino Soar for Lot 2. All of them passed the eligibility and technical preliminary evaluation of bids using the non-discretionary "pass/fail" criterion;⁸

Having complied with the preliminary evaluation, the financial bid proposals of the three (3) bidders were opened and found to be within the ABC of Forty One Million One Hundred Four Thousand Five Hundred Pesos (\$\mathbb{P}41,104,500.00)\$ for Lot 1 and Forty Three Million Two Hundred Fourteen Thousand Five Hundred Thirty One Pesos (\$\mathbb{P}43,214,531.00)\$ for Lot 2, respectively, to wit:\$\mathbb{9}\$

	Trade Master	Propmech	Propmech /Sino Soar
Lot 1: COTELCO	P 40,477,500.00	P 31,980,008.80	
Lot 2: SOCOTECO II	₱39,415,538.00	-	P 33,880,008.80

On the same date, the submitted eligibility, technical and financial component documents were forwarded to the TWG for **Bid Evaluation** as per issued SBAC Resolution No. 02, s. 2021;¹⁰

On 02 September 2021, the Bid Evaluation Report of TWG was submitted to the SBAC indicating that the financial bid component of Propmech and Propmech/Sino Soar are responsive, and listing the other documents that are required to be submitted by Propmech and Propmech/Sino Soar for post-qualification purposes;¹¹

Accordingly, the SBAC issued the **Notices of Post-Qualification** to Propmech and Propmech/Sino Soar as the *Lowest Calculated Bids (LCB)* and required them to submit within five (5) days from receipt of such notices the post-qualification documents per Sec. 34 of the Revised IRR of R.A. No. 9184:¹²

Likewise, the Abstract of Bids as Calculated was signed by the SBAC with the following ranking;¹³

⁶ Annex "F"

⁷ Annex "G"

⁸ Annex "H"

⁹ Annex "I"

¹⁰ Annex "J"

¹¹ Annex "K"

¹² Annex "L"

¹³ Annex "M"

ABC	PROPMECH	PROPMECH/	TRADE MASTER
	CORPORATION	SINO SOAR	RESOURCES
			CORP.
Lot I: P41,104,500.00	P 31,980,008.80		P 40,477,500.00
Lot II: ₱43,214,531.00		₱33,880,008.80	₱39,415,538.00
RANK	1	1	2

On 07 September 2021, Propmech and Propmech/Sino Soar submitted the required documents indicated in the Notices of Post-Qualification and forwarded the same to TWG for post-qualification purposes by virtue of SBAC Resolution No. 05, s. 2021;¹⁴

On 17 September 2021, the TWG submitted its Post-Qualification Report indicating that the bids of Propmech and Propmech/Sino Soar are responsive, that they passed all the criteria for post-qualification and as such were recommended to be declared as the **Lowest Calculated and Responsive Bids** (LCRB), subject to the favorable result of the Factory Acceptance Test-Light (FAT Light); ¹⁵

On 18 October 2021, the SBAC, through SBAC-Secretariat received the FAT Light Report submitted by TWG, stating that Propmech and Joint Venture Propmech Sino Soar Hybrid (Beijing) Technology Co., Ltd Consortium passed the required FAT Light; ¹⁶

NOW, THEREFORE, be it resolved, as it is hereby resolved by the SBAC to declare Propmech Corporation and Propmech and Sino Soar Hybrid (Beijing) Technology Co., Ltd Consortium the **Lowest Calculated and Responsive Bids** (**LCRB**) for Lots 1 and 2, respectively, of the procurement project entitled, "Supply, Installation, Testing and Commissioning of Solar PV Mainstreaming for Various Electric Cooperatives".

RESOLVED FURTHER, to request the signature of the Administrator on the attached Notices of Award in favor of Propmech Corporations and Propmech and Sino Soar Hybrid (Beijing) Technology Co., Ltd Consortium for being the LCRBs for the aforesaid bidding procurements of Lot 1 and Lot 2, respectively.

RESOLVED, FINALLY, to recommend to the Board of Governance, Nomination and Remuneration Committee, through the Administrator, the approval and confirmation of the Board of Administrators on the following, pursuant to Board Resolution No. 2020-74/Committee BR No. 2020-30:¹⁷

 Issuance of the Notice of Award to Propmech Corporation in the amount of Thirty One Million Nine Hundred Eighty Thousand Eight Pesos and 80/100 (₱31,980,008.80) for Lot 1: Supply, Installation, Testing and Commissioning of Solar PV Mainstreaming for COTELCO Franchise Area.

¹⁴ Annex "N"

¹⁵ Annex "O"

¹⁶ Annex "P"

¹⁷ Annex "Q"

- 2. Issuance of the Notice of Award to Propmech and Sino Soar Hybrid (Beijing) Technology Co., Ltd Consortium in the amount of Thirty Three Million Eight Hundred Eighty Thousand Eight Pesos and 80/100 (₱33,880,008.80) for Lot 2: Supply, Installation, Testing and Commissioning of Solar PV Mainstreaming for SOCOTECO II Franchise Area.
- 3. Grant of authority for the Administrator to sign the Contracts Agreement and Notices to Proceed in favor of Propmech Corporation and Propmech and Sino Soar Hybrid (Beijing) Technology Co., Ltd Consortium, respectively, for and in behalf of the National Electrification Administration.

DONE, this 20th day of October 2021 at NEA Quezon City, Philippines.

SPECIAL BIDS AND AWARDS COMMITTEE

ATTY OSWALDO F. GABAT

Chairperson ↔

ARTIS NIKKI L. TORTOLA

Vice-Chairperson

NORA I. RIVERA Member ANAFEL B. TIO
Member

IRENE H. VIRAY Member