

Bantayan Island Electric Cooperative, Inc. (BANELCO)

Balintawak, Bantigue, Cebu

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THIRD PARTY BIDS AND AWARDS COMMITTEE (TPBAC) SUPPLEMENTAL BID BULLETIN NO. 6

Invitation to Submit Bid for the Supply of Power to Bantayan Island Electric Cooperative, Inc.
(BANELCO)
COMPETITIVE SELECTION PROCESS (CSP)

This bulletin is issued to clarify the terms in the Bidding Documents and Terms of Reference.

A. QUERIES

BIDDERS ISSUES/QUERIES	ANSWERS/CLARIFICATION
A. Bidding Procedures	Bidding Procedures
1. Item I-05.1.(a)Eligibility Requirements:	
For purposes of Bid Submission with deadline of September 20, 2019, will the Consortium (Proponent) be allowed to submit only the Joint Undertaking by the respective Board of Directors to incorporate the Joint Venture Company/ Corporation and to form & submit the duly registered Joint Venture Corporation in the event BANELCO shall award the project to the Consortium (i.e. after the Notice of Award)?	Yes the Consortium (Proponent) must submit the Joint Undertaking under oath by the respective Board of Directors to incorporate the Joint Venture Company/ Corporation and to form & submit the duly registered Joint Venture Corporation in the event BANELCO shall award the project to the Consortium.
2. Item I-20, Contract Signing:	
The Winning Bidder shall post the required Performance Bond within thirty (30) business days from receipt of the Notice of Award"	
Question: What is the validity period of the Performance Bond? Is it safe to assume that the Performance Bond be returned to the Winning Bidder when the Commercial Operation Date is achieved?	➤ The validity of the Performance Bond shall commence from the Effective Date to the end of Term of the Power Supply Agreement.
B. Schedules to Bidding Procedures	B. Schedules to Bidding Procedures
1. Annex A-2 Item F of Annex A-2 states that the Interested Party which has a foreign shareholder or director shall submit proof that such shareholder or director has no pending record with the Interpol, the National Bureau of Investigation and the Philippine National Police.	
In the case of a foreign shareholder who is not a resident of the Philippines, we would like to	Yes, sworn statement and a police clearance from the country of

confirm if a sworn statement and a police clearance from the country of residence suffice as a substitute to the NBI and PNP clearance.

2. Annex A-4

The Statement of Completed Projects for both Engineering and Design and Civil-Electromechanical Contractor require as supporting documents copies of Notarized Contracts duly executed by both parties and Certificates of Acceptance or Completion issued by the Project Owner.

Due to the confidentiality of these documents, which we would have difficulty obtaining unless we request for the consent of all the project owners, we would like to confirm if the TPBAC would allow a sworn statement from the contractor that it has indeed been contracted and has completed all projects indicated in the statement in lieu of the Notarized Contract and Certificate of Acceptance or Completion.

C. Power Supply Agreement

1. Computation of Total Fee
For CPI indexation, the Philippines has
different rate in every area. What particular
province do we use CPI rate, NCR, Region
VII, Cebu City, Cebu Province or etc?

D. Others

1. Should we notarize these transaction documents? Or notarization will be done after the announcement of winning bidder.

2. SBB #2, Item 6

The TPBAC has provided a standard fuel price per liter for bunker fuel and diesel fuel to be used by all bidders for purposes of the TCGR. We would like to suggest that a standard fuel price per liter for lube oil be also set by the TPBAC.

3. SBB #2, Item 7 and Item 8
A 25MVA step-up transformer and back-up transformer is required as stated in SBB #2. In order to minimize cost and improve the TCGR for the project, we would like to confirm if the TPBAC would consider the removal of the back-up transformer or the incorporation of a by-pass around the transformer in the case there would be maintenance or a failure.

residence suffice as a substitute to the NBI and PNP clearance

TPBAC will allow a notarized sworn statement from the contractor that it has been contracted. Certified True Copy of Certificate of Acceptance or Completion of completed projects must be provided.

C. Power Supply Agreement

> We will use the CPI rate of Cebu Province.

D. Others

All Transaction Documents must be notarized except PSA which will be done only by and between BANELCO and the winning bidder.

➤ Lube Oil Price = PhP 120.4058 / Liter .

Yes, TPBAC will consider the removal of the 25MVA back-up transformer provided that there is an incorporation of a by-pass around the transformer in case of maintenance or a failure.

4. SBB #4, Addendum, Item 8

The SBB states that the rated capacity is 15MW plus 10% spinning reserve. However, in the presentation made by the TPBAC during the pre-bid conference, attached herein as Annex A, it shows that the 15MW is inclusive of the 10% spinning reserve. We would like to suggest that the 10% spinning reserve be included in the 15MW contracted capacity in accordance with the presentation made by the TPBAC during the pre-bid conference.

5. SBB #5, Plant Fuel Storage Capacity

A ten (10) day supply of fuel is required to ensure continuous operation of the Power Station in case of no fuel deliveries. We suggest that the ten (10) day fuel supply be based on the 15th year of the term.

6. SBB #4, Addendum13, Computation of Total Fee

The power supply agreement has provided an indexation to take into account foreign currency volatility and inflation. With this, we would like to suggest that a standard foreign currency exchange rate for Euro and USD and consumer price index be set by the TPBAC for purposes of computing the TCGR.

ISSUES/QUERIES

CSP BIDDING PROCEDURES

Our contracted capacity is 15MW exclusive of Plant In-House Load. The 15MW Total Dependable Capacity is inclusive of 10% spinning reserve.

- ➤ The volume of ten (10) day fuel storage for continuous operation is based on the 15th year of fuel consumption.
- For the purposes of computing the TCGR.

USD = PhP 52.00 Euro = PhP 57.50

B. ADDENDUM

I-17 Evaluation of Bids (vi) Should no Bidder have a First Bid Envelope that is rated "passed", the Committee shall declare the Bidding to be failed. However, if there are at least two First Bid Envelope having the rating "passed", the Committee shall proceed to publicly open the Second Bid Envelopes, one at a time, in the order received. In the opening the Second Bid Envelopes, the Committee shall conduct an inventory of the contents and read out the Offered Rate in public.

CLARIFICATION / AMENDMENTS

CSP BIDDING PROCEDURES

I-17 Evaluation of Bids

Should no Bidder have a First Bid (vi) Envelope that is rated "passed", the Committee shall declare the Bidding to be failed. However, if there is at least one First Bid Envelope having the rating "passed", the Committee shall proceed to publicly open the Second Bid Envelope of the bidder who passed the first envelope in accordance with Sec. 9.2 of DC2018-02-0003. In the opening the Second Bid Envelope, the Committee shall conduct an inventory of the contents and read out the Offered Rate in public.

(viii) Following the evaluation of all Financial Bids, the Committee shall proceed to rank the Bidders in order of ascending Offered Rate. The Bidder with the lowest Offered Rate shall be declared as the Bidder with the lowest bid subject to post qualification evaluation.

I-18 POST QUALIFICATION

The Lowest Calculated Bid_(Lowest Bid) shall undergo post-qualification in order to determine whether the bidder concerned complies with and is responsive to all the requirements and conditions as specified in Bidding documents.

SCHEDULES TO BIDDING PROCEDURES

1. Schedule 5 Project Implementation Plan/Bid Technical Information

- 2.3. Generating Unit Technical Information: For each generating unit in each power station, provide information on the items listed below.
 - 2.3.1 Indicative Maker
 - 2.3.2 Indicative Engine Model:
 - 2.3.3 Nameplate Rating, KW:
 - 2.3.4 Dependable Capacity, KW:
 - 2.3.5 Maximum Continuous Rating, KW:
 - 2.3.6 Minimum Stable Loading, KW:
 - 2.3.7 Required Unit Downtime/year, hour:
 - 2.3.8 Heat Rate, btu/kwh

Bidder shall provide a summary tabulating the above information in accordance with Annex B hereof.

2. Affidavit of Site Inspection

1.x

2.xx

3.xxx

(viii) Following the evaluation of all Bids, the Committee shall proceed to rank the Bidders based on the result of evaluation of Legal, Technical, Financial Capability and the Financial Bid. The Bidder with the highest rank shall be subject to post qualification evaluation.

I-18 POST QUALIFICATION

The Bidder with the highest rank based on result of evaluation shall undergo post-qualification in order to determine whether the bidder concerned complies with and is responsive to all the requirements and conditions as specified in Bidding documents.

SCHEDULES TO BIDDING PROCEDURES

1. Schedule 5 Project Implementation Plan/Bid Technical Information

- 2.3. Generating Unit Technical Information: For each generating unit in each power station, provide information on the items listed below.
 - 2.3.1 Indicative Maker/Country Manufactured
 - 2.3.2 Indicative Engine Model/Manufacturing Year
 - 2.3.3 Nameplate Rating, KW:
- 2.3.4 Dependable Capacity, KW:
- 2.3.5 Maximum Continuous Rating, KW:
- 2.3.6 Minimum Stable Loading, KW:
- 2.3.7 Required Unit Downtime/year, hour:
- 2.3.8 Heat Rate, btu/kwh
- 2.3.9 Main Fuel Consumption, L/kWh
- 2.3.10 List of Power Plants with same brand of installed Gensets in the Philippines and still Operational
- 2.3.11. Dispatchable Reserve Capability
- 2.3.12. Fast Start & Black Start Capability
- 2.3.13. Reactive Power Support Capability
- 2.3.14. Island mode operation Capability

Bidder shall provide a summary tabulating the above information in accordance with Annex B hereof.

2. Affidavit of Site Inspection

1.x

2.xx

3.xxx

- 4. That the lot is with readily locked in land:
- a.) acquired or with option contract to owned or
- b.) with option contract to rent/lease).

(Please select any of the two: a or b)

3. Annex A-4 Financial Information	3. Annex A-4 Financial Information
(Not included)	Certification of available Credit Lines of the Bidder or Affiliate issued by Banking Institution/s.
Nothing Follows	

All terms, conditions and instructions to bidders specified in the Bidding Documents and terms of Reference inconsistent with this Bid Bulletin are hereby superseded and modified accordingly.

Issued this 11th day of September 2019 at Bantayan, Cebu.

ENGR. RONALD D. ALOYAN Chairman, Third Party Bids and Awards Committee