

BIDS AND AWARDS COMMITTEE FOR GOODS (BAC-G)

PROCUREMENT OF THE UTILITIES FOR THE 3.5-HECTARE RELOCATION SITE IN BAMBAN, TARLAC THROUGH DIRECT CONTRACTING

RESOLUTION No. BG-2024-018

WHEREAS, the Bases Conversion and Development Authority (BCDA), through the Strategic Projects Management Department (SPMD), intends to procure the utilities for the 3.5-hectare relocation site in Bamban, Tarlac through Direct Contracting, pursuant to Section 50 of Article XVI of Republic Act (R.A.) No. 9184 and Annex H, V (A) of the 2016 Revised Implementing Rules and Regulations (RIRR) of R.A. No. 9184;

WHEREAS, in the 14 December 2023 memorandum of SPMD, the President and CEO approved the procurement of the utilities for the 3.5-hectare relocation site in Bamban, Tarlac through Direct Contracting with a total Approved Budget for the Contract (ABC) of Pesos: Four Million Five Hundred Fifteen Thousand Six Hundred Fifty Nine and 29/100 (Php4,515,659.29), inclusive of VAT and all applicable taxes and fees broken down as follows:

Item No.	Particulars	Amount (PhP)
1	Installation of Main and Distribution Waterlines	1,393,307.63
2	Installation of Primary and Distribution Powerlines	3,122,351.66
	Total ABC (PhP)	4,515,659.29

The abovementioned cost already includes the installation of power and water lines from the nearest tapping point until the entrance of the resettlement/relocation site scoped out from the 4B Construction Corporation (4BCC).

WHEREAS, on 13 October 2021, the BCDA and Local Government of Bamban entered into a Memorandum of Agreement (MOA) for the development of a 3.5-hectare resettlement site for the Project Affected People (PAP) affected by the construction of the Airport to New Clark City Access Road Project. Article 3.1 of the MOA states that BCDA shall perform all necessary works such as site preparation, road pavement, drainage system and water and electrical lines for the development of the resettlement site.

WHEREAS, on 27 December 2021, BCDA awarded to 4BCC the site development of the resettlement/relocation site. Given that Tarlac II Electric Cooperative, Inc (TARELCO II) and Balibago Water System, Inc. (BWSI) are the sole utility franchise holders in Bamban, 4BCC intended to engage their services for the above works. However, TARELCO II and BWSI refused to accept the works unless BCDA will also finance the distribution lines inside the resettlement/relocation site.

WHEREAS, on 19 April 2024, the BAC-G conducted a pre-procurement conference and upon the representation of the SPMD, the procurement through Direct Contracting with TARELCO II and BWSI is being recommended for the following reasons:

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- BCDA has a Memorandum of Agreement with the Local Government of Bamban wherein Article 3.1 of the MOA states that BCDA shall perform all necessary works such as site preparation, road pavement, drainage system and water and electrical lines for the development of the resettlement site.
- 2. Tarlac II Electric Cooperative, Inc (TARELCO II) and Balibago Water System, Inc. (BWSI) are the sole utility franchise holders in Bamban and 4BCC intended to engage their services for the utilities of the resettlement/relocation site.

WHEREAS, pursuant to Section V.A.2 of Annex "H" of RIRR of RA 9184, the BAC-G issued on 23 April 2024 a Request for Quotation to the following prospective bidders; BWSI Waterworks and Tarlac II Electric Cooperative Inc. ("Annex A");

WHEREAS, on 06 May 2024, TARELCO II and BWSI submitted their proposals for the abovementioned procurement project inclusive of VAT and all applicable taxes and fees broken down as follows:

Item No.	Particulars	Service Provider	Amount (PhP)
1	Installation of Main and	Balibago Water System, Inc.	1,356,100.00
	Distribution Waterlines	(BWSI)	4
2	Installation of Primary and	Tarlac II Electric Cooperative,	3,122,351.66
	Distribution Powerlines	Inc (TARELCO II)	

WHEREAS, Direct Contracting may be resorted to as an acceptable mode of procurement, pursuant to Section 50 (b) and (c) and Item V (A) of Annex H (Consolidated Guidelines for the Alternative Methods of Procurement) of the 2016 RIRR of R.A. No. 9184, which states that:

"Section 50. Direct Contracting.

Sec. 50. Direct Contracting. - Direct Contracting may be resorted to only in any of the following conditions:

- (a) xxx
- (b) When the Procurement of critical components from a specific manufacturer, supplier or distributor is a condition precedent to hold a contractor to guarantee its project performance, in accordance with the provisions of his contract; or,
- (c) Those sold by an exclusive dealer or manufacturer which does not have sub-dealers selling at lower prices and for which no suitable substitute can be obtained at more advantageous terms to the government.

V. SPECIFIC GUIDELINES

A. DIRECT CONTRACTING

1. Definition. Direct Contracting or single source procurement is a method of procurement of goods that does not require elaborate Bidding Documents. The supplier is simply asked to submit a price quotation or a pro-forma invoice together with the conditions of sale. The offer may be accepted immediately or after some negotiations. Direct Contracting may be resorted to under any of the following conditions:

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XXX''

NOW, THEREFORE, We, the Members of the Bids and Awards Committee for Goods, hereby **RESOLVE**, as it is hereby **RESOLVED**, to recommend the following:

- 1. To award the Contract for the Procurement of the Utilities for the 3.5-hectare Relocation Site in Bamban, Tarlac through Direct Contracting to Balibago Water System, Inc. (BWSI) for the Installation of Main and Distribution Waterlines in the amount of Pesos: One Million Three Hundred Fifty-Six Thousand One Hundred and 00/100 (Php1,356,100.00), inclusive of VAT and all applicable taxes and fees;
- 2. To award the Contract for the Procurement of the Utilities for the 3.5-hectare Relocation Site in Bamban, Tarlac through Direct Contracting to Tarlac II Electric Cooperative, Inc (TARELCO II) for the Installation of Primary and Distribution Powerlines in the amount of Pesos: Three Million One Hundred Twenty-Two Thousand Three Hundred Fifty-One and 66/100 (Php3,122,351.66), inclusive of VAT and all applicable taxes and fees;
- 3. To direct the Strategic Projects Management Department (SPMD), as the end-user unit, to furnish the BAC-G with copies of the duly conformed Notice of Award, Notice to Proceed, and signed agreement/contract.

RESOLVED, at the BCDA Corporate Office this 14 May 2024.

Vice-Chairperson

ATTY. MARICEL C. SANTOS Member

BIDS AND AWARDS COMMITTEE FOR GOODS (BAC-G)

ATTY. EXVIRA V. ESTANISLAO Chairperson

LEILANI BARLONGAY-MACASAET

MARIA JOSEFINA V. PE

Member

ATTY, MARIA CELINETERIKA A. LABRADOR

Member

Approved By:

Executive Vice President





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