



A BAC RESOLUTION DECLARING STATE ALLIANCE ENTERPRISES AS POST QUALIFIED AND RECOMMENDING AWARD

RESOLUTION NO. 368, S. 2017 (GOODS)

WHEREAS, in compliance with the provisions of RA 9184, the Kalinga State University (KSU) published in the PhilGEPs website (<https://www.philgeps.gov.ph>) on January 26, 2017 to February 2, 2017 the Invitation to Bid (IB) for the conduct of public bidding for **Purchase and Delivery of Engineering Laboratory Equipment (Ref. No. SA07-2017-01-0044)** with an Approved Budget for the Contract (ABC) amounting to Five Million, Three Hundred Twenty-five Thousand Philippine Pesos (Php 5,325,000.00) sourced from CHED Grant CY 2016 (Php5,000,000.00) and KSU Use of Income CY 2016 (Php325,000.00) and posted the same at the KSU website (<http://ksu.edu.ph>), and conspicuous place at the premises of the University continuously for 7 days;

WHEREAS, in response to the said advertisement, bidder's representatives of Siccion Marketing Inc., State Alliance Enterprises Inc., and Hytec Power Inc. purchased bid documents and attended a **Pre-bid Conference** on February 3, 2017;

WHEREAS, during the **Receipt and Opening of Bids** on February 15, 2017, only **State Alliance Enterprises and Hytec Power** submitted their proposals, and both bidders were declared eligible and the bids as read are as follow:

NAME OF BIDDERS	HYTEC POWER, INC.	STATE ALLIANCE ENTERPRISES INC.
Address of Bidder	#2 T. CRUZ ST. CRUZVILLE SUB. ZABARTE ROAD, NOVALICHES, QUEZON CITY	#283 G. DE VERA ST., SAN NICOLAS, MANILA
Total Amount of Bid	Php 4,672,177.16	Php 5,188,500.00
% Variance from ABC	12.26%	2.56%
Form of Bid Security	BID SECURING DECLARATION	IRREVOCABLE LETTER OF CREDIT
Bank/Company	NOT APPLICABLE	BDO UNIBANK INC.
Number	NOT APPLICABLE	ISB8201017463DSL
Bid Security Amount	NOT APPLICABLE	Php 106,500.00
Required Bid Security	BSD OR ANY ONE FORM	Php 106,500.00
Sufficient/Insufficient	SUFFICIENT	SUFFICIENT
Remarks	ELIGIBLE/LOWEST CALCULATED BID	ELIGIBLE

WHEREAS, the BAC, end-user, and with invitation sent to observers, conducted an ocular inspection and interviews of the LCB's one similar completed contract at the University of Northern Philippines, Tamag, Vigan City, Ilocos Sur on February 21, 2017, and investigative research by TWG on the LCB's documents for the period: February 16-22, 2017;

WHEREAS, on March 3, 2017, the BAC conducted a meeting and evaluated the bids of both bidders as to prices, specifications/brand, country of origin and added taxes as follows:

NAME OF BIDDERS NAME OF EQUIPMENT	HYTEC POWER		STATE ALLIANCE ENTERPRISES	
	AMT OF BID	ORIGIN COUNTRY	AMT OF BID	ORIGIN COUNTRY
1 set UNIVERSAL TESTING MACHINE	1,843,815.48	China	3,000,000.00	China
Fluid Mechanics Software	Not included		Included	
1 set TOTAL STATION	450,798.04	USA	480,000.00	China
1 set GPS	51,519.78	USA	36,000.00	USA
1 set OSCILLOSCOPE	45,999.80	China	80,000.00	China
1 set MULTIMETER SANWA	9,199.96	Japan	5,500.00	Japan
1 set SOIL AUGER AND SAMPLER	243,798.95	India	67,000.00	China
1 set PHYSICS LABORATORY EQUIPMENT	237,024.77	Germany	450,000.00	Germany
1 set SET OF STANDARD SIEVE	29,994.22	India	20,000.00	China
1 set MARSHAL STABILITY TESTER	621,267.18	India	250,000.00	China
1 set COMPRESSION LOAD MACHINE	1,138,759.00	India	800,000.00	China
Total Amount of Bid (Php)	4,672,177.18		5,188,500.00	
% Variance from ABC (Php 5,325,000.00)	12.26%		2.56%	

AMALDO P. IMPER
 BAC Chairman

ARSENIA M. BAYONGAN
 BAC Member

ROMUALDO U. WACAS
 BAC Member

PERFELIA R. BUEN
 BAC Member

JOHN JOHN C. VENUS
 BAC Member



Republic of the Philippines
KALINGA STATE UNIVERSITY
BIDS AND AWARDS COMMITTEE
National Highway, Purok 6, Bulanao, Tabuk City, Kalinga
Website: <http://ksu.edu.ph> Email: procurementservice_bac@ksu.edu.ph Contact No.: 0917-774-4185

WHEREAS, on March 10, 2017, the TWG and ICT were tasked to research on specifications of equipment and to make the bid arithmetic computation, while the BAC Secretariat is requested to clarify the inclusion of the Software of the Universal Testing Machine (UTM) and Fluid Mechanics for brevity and clarity;

WHEREAS, the BAC Secretariat confirmed the inclusion of the UTM software while there was no official response from Hytec Power if Fluid Mechanics Software is included in the package despite regular reminders through emails and cellular texts;

WHEREAS, on May 22, 2017, the BAC moved for disqualification of Hytec Power on the following grounds:

1. **Non-inclusion of License Fluid Mechanics Software under the UTM package in the Financial Bid despite issuance of Supplemental/Bid Bulletin No. 01, dated February 7, 2017, eight (8) days before the Opening of Bids; and**
2. **On the following periods: April 7, May 6, May 8 and May 12, 2017, the BAC through its Secretariat sought clarifications if Softwares of the Universal Testing Machine (UTM), and Fluid Mechanics are included in the Financial Document. The Software of the UTM is confirmed to be included in the package based on response letter received on May 6, 2017. However, there were no response on the query below if Fluid Mechanics Software is to be provided:**

"Aside from the packaged Software of UTM equipment, the License Software of Fluids Mechanics Equipment should be provided based on the CHED approved proposal. This was discussed during the Pre-bid Conference and were clarified through issuance of bid supplements..."

WHEREAS, on May 25, 2017, the BAC Secretariat sent a Notice of Post Disqualification to the official e-mail addresses of Hytec Power at mgberonilla@hytecpower.com; hytec@hytecpower.com; ejsoliman@hytecpower.com, and there was no official response after 7 days despite the usual reminders;

WHEREAS, pursuant to Post Qualification Process, Rule X, Section 34.6 of the 2016 IRR of RA 9184, a Notice to Conduct Post Qualification Process to the Second Lowest Calculated Bidder was issued on June 6, 2017 tasking the TWG to re-assess the documents of State Alliance Enterprises;

WHEREAS, on July 25-27, 2017 the BAC TWG conducted ocular inspection, interviews and investigation to the 2nd LCB's similar completed contract at Bacolor, Pampanga and business address office at San Nicolas, Manila, and the finding is "responsive;"


NOW, THEREFORE, We the members of the Bids and Awards Committee, exercising prudence, good faith and transparency, hereby **RESOLVE AS IT IS HEREBY RESOLVED:**

to declare the bid of the 2nd bidder – State Alliance Enterprises, upon recommendation of the Technical Working Group, as Second Lowest Calculated and Responsive Bid (SCRB) and to award the contract amounting to Five Million, One Hundred Eighty-eight Thousand, Five Hundred Philippine Pesos (Php 5,188,500.00) for the Purchase and Delivery of Engineering Laboratory Equipment, and to recommend for approval by the President of Kalinga State University of the foregoing findings.

RESOLVED FINALLY, to post this Resolution at the KSU Website and conspicuous place at the premises of the University including the BAC Bulletin Board.

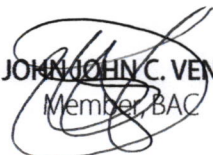
Done this 10th day of August 2017, Conference Hall, Admin. Bldg., KSU Main Campus, Purok 6, Bulanao, Tabuk City, Kalinga.

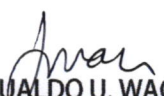
THE BIDS AND AWARDS COMMITTEE:

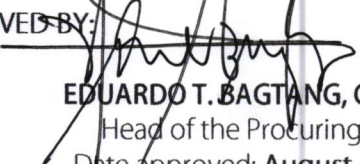

AMADO P. IMPER
Chairman, BAC


ARSENIA M. BAYONGAN
Member, BAC


PERFELIA R. BUEN
Member, BAC


JOHN C. VENUS
Member, BAC


ROMUALDO U. WACAS
Member, BAC

APPROVED BY:

EDUARDO T. BAGTANG, CPA, DBM
Head of the Procuring Entity
Date approved: August 11, 2017