



UNIVERSITY OF THE PHILIPPINES MINDANAO
Bids and Awards Committee for Infrastructure



BAC Resolution No. 6A s. of 2022

**BAC RESOLUTION DECLARING THE LOWEST CALCULATED AND RESPONSIVE
 BID (AVECS CORPORATION) FOR THE CONSTRUCTION OF POWER SUPPLY
 STATION, UP MINDANAO, DAVAO CITY PBM 2022-24INFRA**

WHEREAS, the DC-UP Sports Complex submitted a Purchase Request (*Annex "A"*) for the procurement of Construction of Power Supply Station, UP Mindanao, Davao City (PBM 2022-24INFRA) with an Approved Budget for the Contract (ABC) of P35,000,000.00 Only (Thirty-Five Million Pesos).

WHEREAS, there are funds available and allotted for this purpose as evidenced by the Certification of Availability of Funds by the University of the Philippines - Mindanao Accounting office (*Annex "B"*);

WHEREAS, a Pre-bid Conference was held on November 7, 2022 and the Minutes of the Meeting (*Annex "C"*) details what transpired during the conference;

WHEREAS, the University of the Philippines Mindanao, through its Bids and Awards Committee for Infrastructure (BAC), advertised the Invitation to Bid for the procurement of Construction of Power Supply Station, UP Mindanao, Davao City (PBM 2022-24INFRA) in the Philippine Government Electronic Procurement System (PhilGEPS) (*Annex "D"*), UP Mindanao website and posted in a conspicuous place at the premises of the BAC Bulletin Board with the following schedule of procurement activities (*Annex "E"*);

WHEREAS, Bid Bulletin No. 1 (*Annex "F"*) was issued on November 7, 2022 to clarify the 2nd Site Inspection Schedule and the inclusion of site inspection certificate in the checklist of requirements;

WHEREAS, A N ESCALANTE CONSTRUCTION, INC., and AVECS Corporation, purchased the bidding documents and submitted their bids for the project on November 22, 2022 (*Annex "G"*);

WHEREAS, during the opening of the bids conducted on November 22, 2022, the documents submitted by A N ESCALANTE CONSTRUCTION, INC., and AVECS Corporation, were evaluated by the BAC and the said two bidders were found to be eligible and compliant with their technical and financial requirements (*Annex "H"*) (with Meeting summary attached as (*Annex "HI"*));

WHEREAS, during the opening of Envelope No. 2: Financial Proposal (*Annex "I"*), the bid offers of bidders were as follows:

Approved Budget for the Contract (ABC)	AVECS Corporation Date/Time Submitted: 11/22/22 @8:40 am	A N ESCALANTE CONSTRUCTION, INC. Date/Time Submitted: 11/22/22 @8:11 am
P35,000,000.00	P31,150,000.00	P34,224,515.67

WHEREAS, the documents submitted were forwarded to the Technical Working Group (TWG) for further evaluation to ensure the completeness of the bid and apply arithmetical corrections. Upon the re-computation of financial bids, the TWG found out that the bid of AVECS Corporation is below the ABC, therefore, AVECS Corporation is the Lowest Calculated Bid (LCB). The following were their findings (*Annex "J"*):

Financial Proposal	AVECS Corporation	A N Escalante Construction, Inc.
ABC	Php 35,000,000.00	
As Submitted	P 31,150,000.00	P34,224,515.67
As Computed	P31,150,000.00	P32,744,530.85
Difference	P0.00	P1,479,984.82
Findings	<ul style="list-style-type: none"> ● Only the main items rows were filled-up. All sub-items rows of the said main items were left blanks. ● Equipment costs were all in lots. Equipment needed were also not listed. ● The amount of Php1,200.00 per meter for the 250mm² THW copper wire in item EE5 is very low (the current market price as canvassed is Php2,200.00). 	<ul style="list-style-type: none"> ● Pay items in EE3 (stated "intentionally put in blank") were filled-up. As per End-user these items are not included, thus, deducted for equal footing evaluation.

WHEREAS, the BAC in its meeting on November 25, 2022 (*Annex "K"*) declared AVECS Corporation as the Lowest Calculated Bid (LCB) for the Construction of Power Supply Station, UP Mindanao, Davao City (PBM 2022-24INFRA) with a bid amount of Thirty-One Million One Hundred Fifty Thousand Pesos Only (P31,150,000.00);

WHEREAS, a notice for the submission of post qualification requirements was issued to the Lowest Calculated Bid, AVECS Corporation on November 25, 2022 (*Annex "L"*);

WHEREAS, based in the post-qualification documents submitted by AVECS Corporation, the TWG and the BAC conducted the Post-Qualification Evaluation;

WHEREAS, as a result of the Post Qualification Evaluation conducted by the TWG dated December 9, 2022, the AVECS Corporation was found to be non-compliant since the Project Engineer indicated in their bid proposal is the same Project Engineer in their ongoing project. With this, their bid failed to pass the post qualification for having failed to comply with the technical requirement - Section 7.3 of the Terms of Reference which requires them to have a full-time project engineer as indicated in the TWG Post- Qualification Report attached as (*Annex "M"*);

WHEREAS, the BAC issued a letter of disqualification to the Lowest Calculated Bid (LCB), AVECS Corporation on December 12, 2022 (*Annex "N"*) and received a Request for Reconsideration on the same date (*Annex "O"*);

WHEREAS, the BAC issued a letter to the 2nd Lowest Calculated Bid (2LCB), A N Escalante Construction Incorporated on December 12, 2022 (*Annex "P"*) and notified them to submit the Post Qualification Requirements;

WHEREAS, the BAC had a meeting on December 15, 2022 to discuss the reply of the Request of Clarification of the Lowest Calculated Bid (LCB) AVECS Corporation, attached is the minutes of

meeting (*Annex "Q"*);

WHEREAS, the BAC had a meeting on December 15, 2022 to discuss the reply of the Request of Clarification of the Lowest Calculated Bid (LCB) AVECS Corporation, attached is the minutes of meeting (*Annex "R"*);

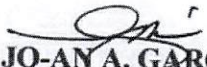
WHEREAS, as a result of the meeting, the BAC granted the Request of Reconsideration of AVECS Corporation. However, the committee would like to guarantee that the listed personnel in the bid documents that AVECS Corporation submitted will be present on a full-time basis in this project, and that any changes in the personnel should be cleared beforehand and accepted by the project monitoring team of UP Mindanao. Failure to meet this requirement may be ground for the cancellation of their contract.

WHEREAS, the UP Mindanao Bids and Awards Committee for Infrastructure (UPMin BAC), hereby granted the Request for Reconsideration of AVECS Corporation, the Lowest Calculated Bid, as Post-Qualified (*Annex "S"*);

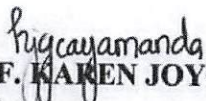
WHEREAS, the BAC informed the 2LCB, A N Escalante Construction Incorporated on December 19, 2022 regarding the result of the Request of Reconsideration of the LCB, AVECS Corporation (*Annex "T"*);


NOW THEREFORE, the UP Mindanao Bids and Awards Committee for Infrastructure (UPMin BAC), hereby resolves:

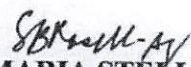
- a. To declare AVECS Corporation as the Lowest Calculated and Responsive Bidder for the procurement of the CONSTRUCTION OF POWER SUPPLY STATION, UP MINDANAO, DAVAO CITY PBM 2022-24INFRA with a bid amount of Thirty-One Million One Hundred Fifty Thousand Pesos Only (₱31,150,000.00); and
- b. To recommend for approval of President Danilo L. Concepcion the award of the contract to AVECS Corporation;


Ms. JO-ANA A. GARCIA
Member

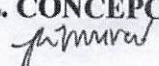
MR. JOEL N. SAGADAL
Member (*On travel*)

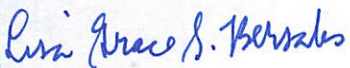

PROF. KAREN JOYCE G. CAYAMANDA
Member


PROF. ARMA CHESKA M. SATINA
Vice Chair


PROF. MARIA STELLA R. SALAZAR
Chair

Approved by:


DANILO L. CONCEPCION
President


LISA GRACE S. BERSALES
Officer-in-Charge
University of the Philippines