



REPUBLIC OF THE PHILIPPINES

DEPARTMENT OF AGRARIAN REFORM

Tunay na Pagbabago sa Repormang Agraryo

BIDS AND AWARDS COMMITTEE (PRIMARY)

RESOLUTION NO. 36, SERIES OF 2018

RESOLUTION RECOMMENDING THE AWARD OF CONTRACT FOR THE PROCUREMENT OF LOT 5- SEVENTEEN UNITS (17) UNITS RICE COMBINE HARVESTER TO AGRICOMPONENT CORPORATION

WHEREAS, the Department of Agrarian Reform (DAR) is mandated to respond to the development requirements of the Agrarian Reform Beneficiary Organizations (ARBOs) through the provision of appropriate farm machineries and equipment that will enable them to become climate resilient;

WHEREAS, in response to these development requirements, the DAR through the Office of the Undersecretary for Support Services intends to apply from the General Appropriations Act (GAA) of 2018 the sum of Philippine Pesos One Hundred Seventy Two Million Four Hundred Sixty Thousand Pesos (PhP172,460,000.00) being the Approved Budget for the Contract (ABC) for payments under the contract for the supply and delivery of farm machineries and equipment comprising of six (6) lots for the "Climate Resilient Farm Productivity Support Project;

WHEREAS, on September 1, 2018, the Department of Agrarian Reform-Bids and Awards Committee (DAR-BAC) posted the Invitation to Bid (ITB) in the DAR website, DAR bulletin board, and the Philippine Government Electronic Procurement System (PhilGEPS) website with reference no. 5602394, and published the same at the Philippine Daily Inquirer (refer to Annex "A" copy of newspaper advertisement and PhilGEPs posting);

WHEREAS, five (5) bidders acquired bidding documents, namely: 1) ADA Manufacturing Corp.; 2) Agricomponent Corp.; 3) Edwin S. Santiago Ent. Corp. in JV with Suki Trading Corp.; 4) Ford Tractor Phils. Inc.; and 5) Filholland Corporation;

WHEREAS, on September 10, 2018, the DAR-BAC conducted a pre-bidding conference which was attended by sixteen (16) interested bidders;

WHEREAS, as a result of the pre-bidding conference, Supplemental Bid Bulletin (SBB) No. 1 was issued on September 17, 2018 to extend the deadline of bid submission. On October 1, 2018, SBB No. 2 was issued to extend the deadline for submission of bids to

October 8, 2018, address queries posed by interested bidders and clarify Sections 5.4, 20.3, and 21 of the Bid Data Sheet, revise the delivery period under Section VI. Schedule of Requirements and modify certain specifications and additional requirements of the 4 WD 90 and 35 HP tractors and rice combine harvester and the additional requirements under Section VII. Technical Specifications of the bidding documents (refer to Annex "B", copy of SBB nos. 1 & 2);

WHEREAS, on October 8, 2018, the deadline of submission of bids, all of the five (5) bidders that purchased bidding documents submitted their bid proposals for lot 5 and the result of eligibility and preliminary check of their bid submission is shown below:

Lot 5 -17 units Rice Combine Harvester

Name of Bidder	Lot	Eligibility	Technical Envelope	Rating	Financial Bid (Php)	Rank
Edwin S. Santiago (ESSEC)	5	Passed	Passed	Passed	22,950,000.00	LCB
ADA Manufacturing Corp. (ADAMCO)	5	Passed	Passed	Passed	30,430,000.00	2 nd LCB
Agricomponent Corp.(AgC)	5	Passed	Passed	Passed	30,591,500.00	3 rd LCB
Ford Tractor Phils.(FTP)*	5	Passed	Failed	Failed	Not opened	DQ
Filholland Corp. (FHC)**	5	Passed	Failed	Failed	Not opened	DQ

*FTP was disqualified during bid opening for lot 5 because it failed to comply with the required certification from the manufacturer that spare parts will be made available for the next five years from end of production.

**FHC was disqualified during bid opening for lot 5 because it failed to comply with the required certification from the manufacturer that spare parts will be made available for the next five years from end of production.

WHEREAS, of the two (2) disqualified bidders, only FTP filed its Motion for Reconsideration on October 11, 2018 on the decision of the BAC to reject their bids on the ground stated above (refer to Annex "C" copy of MR filed by FTP);

WHEREAS, on October 17, 2018, the BAC-Primary resolved to deny the motion of FTP for lack of merit (refer to Annex "D" copy of BAC-Primary's reply to the MR);

WHEREAS, on November 6, 2018, during the BAC-Primary meeting, the BAC-Primary instructed the Technical Working Group (TWG) to complete the detailed technical evaluation of bidder which were ranked as LCB;

WHEREAS, on November 19, 2018, the BAC-Primary convened, deliberated and confirmed the detailed evaluation findings of the TWG

disqualifying the bid of ESSEC for failure to fully comply with the purchaser's required technical specifications and required certifications and resolved to issue a notice of disqualification to the said bidder (refer to Annex "E.1" copy of detailed evaluation result and Annex "E.2"-notice of DQ to ESSEC);

WHEREAS, on November 26, 2018, ESSEC filed a motion for reconsideration on its disqualification which was subsequently denied by the BAC-Primary on its regular meeting held on November 29, 2018 for lack of merit and noted its letter dated November 26, 2018 (refer to Annex "F.1" copy of MR and Annex "F.2" BAC-Primary's denial of MR);

WHEREAS, on the same meeting, the BAC-Primary instructed the TWG to proceed with the detailed technical evaluation of the 2nd LCB and continue with the process of requesting clarifications from the bidder or AMTEC when necessary and report the evaluation results by December 7, 2018;

WHEREAS, on December 14, 2018, the BAC convened, deliberated and confirmed the detailed evaluation findings of the TWG and decided to:

1. Issue a Notice of Disqualification to the 2nd LCB (ADA Manufacturing Company) for lot 5; and
2. Proceed with the detailed technical evaluation of the 3rd LCB (Agricomponent Corporation).

WHEREAS, during the same meeting, the TWG reported its initial findings on the detailed technical evaluation of the 3rd LCB (Agricomponent Corporation) which was found to have fully complied with the bidding documents and considering that time is of the essence, the BAC-Primary instructed the TWG to proceed with the post-qualification evaluation of Agricomponent Corporation, and if found responsive, the recommendation for award shall be put on hold until no protest is filed by the 2nd LCB to the Head of the Procuring Entity (HoPE);

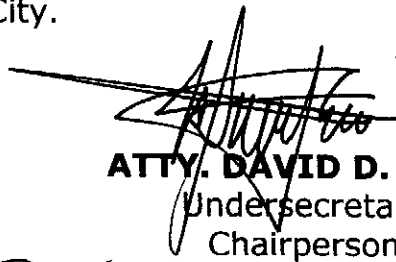
WHEREAS, on December 15 & 17, 2018 the 2nd LCB (ADA Manufacturing Company) filed its MR on the notice of disqualification which was subsequently denied by the BAC-Primary in its meeting on December 19, 2018 (refer to Annex "G.1" copy of MR and Annex "G.2" BAC-Primary's denial of MR); and

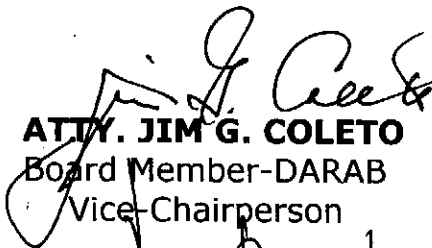
WHEREAS, on December 17, 2018 the TWG together with the end-user's authorized representative conducted post-qualification evaluation of Agricomponent Corporation and reported in the BAC-Primary's regular meeting on December 19, 2018 that the 3rd LCB is

responsive to all the requirements of the bidding documents issued by DAR (refer to Annex "H" Post-qualification Evaluation Report).


WHEREFORE, premises considered, the BAC-Primary resolved to recommend to the Head of the Procuring Entity (HoPE) the award of contract for Lot 5 described above to Agricomponent Corporation being the 3rd Lowest Calculated and Responsive Bidder (LCRB) in the total amount of **Philippine Pesos Thirty Million Five Hundred Ninety One Thousand Five Hundred only (PhP 30,591,500.00.00)** inclusive of all applicable taxes.

Done this 27th day of December, 2018 at the DAR Central Office, Diliman, Quezon City.


ATTY. DAVID D. ERRO
Undersecretary
Chairperson

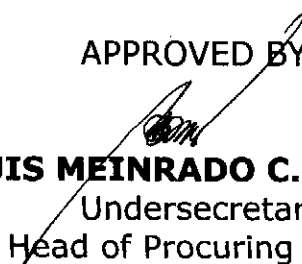

ATTY. JIM G. COLETO
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Vice-Chairperson


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Director
Regular Member


NESTOR C. BAYONETO
Director
Alternate Provisional Member
Goods & Services


ATTY. EMILY O. PADILLA
Undersecretary
Provisional Member, End-User

APPROVED BY:


ATTY. LUIS MEINRADO C. PAÑGULAYAN
Undersecretary
Head of Procuring Entity