

## Republic of the Philippines Department of Agriculture PHILIPPINE FIBER INDUSTRY DEVELOPMENT AUTHORITY

3/F DA-PCAF Bldg., Department of Agriculture, Elliptical Rd., Diliman, Quezon City BIDS & AWARDS COMMITTEE Tel 928-8756 to 65 Local 2652 Tel/Fax 721-9813 Email: philfidabac@yahoo.com

## **BIDS AND AWARDS COMMITTEE (BAC)**

Resolution No. 014 - 2017

## Resolution Declaring Failure of Bidding (Motorcycle)

WHEREAS, the Philippine Fiber Industry Development Authority (PhilFIDA) has an Approved Budget for the Contract (ABC) in the amount of Two Million Seventy Thousand Pesos (Php 2,070,000.00) for the procurement of the Supply and Delivery of Twenty Three (23) Units Motorcycle through the General Appropriations Act FY 2017.

WHEREAS, the PhilFIDA Bids and Awards Committee (BAC) conducted the competitive/public bidding for Motor Vehicles on March to April 2017 in compliance with the guidelines and pronouncements of the Department of Budget and Management (DBM) to conduct early procurement activities.

WHEREAS, the PhilFIDA BAC through BAC Resolution No. 009-2017 dated April 27, 2017, declared K Servico Trade, Inc with a bid offer of Php 2,070,000.00 as the single calculated and responsive bid for the above procurement project and recommended to the Head of the Procuring Entity the award of the contract to the said bidder. However, the Notice of Award (NOA) was not issued pending the receipt of the Authority to Purchase Motor Vehicle.

WHEREAS, the PhilFIDA received on May 24, 2017 the DBM letter dated May 16, 2017 relative to the Authority/Recommendation to Purchase Motor Vehicle with the approved budget of Php 1,897,500.00 for the procurement of 23 units motorcycle which was below the single calculated and responsive bid of Php 2,070,000.00.

WHEREAS, the PhilFIDA through the Department of Agriculture Secretary Emmanuel F. Piñol in a letter to the DBM dated June 15, 2017, requested that the amount in the Authority and Recommendation to Purchase for motorcycle be adjusted to correspond to the amount of the single calculated and responsive bid.

WHEREAS, the PhilFIDA received on August 11, 2017 the DBM letter dated August 7, 2017 declining the appeal of PhilFIDA citing DBM Budget Circular No. 2017-1 dated April 26, 2017, Amending Budget Circular (BC) No. 2016-05 Entitled, "Revised Guidelines On The Acquisition And Use Of Government Motor Vehicles" Dated August 22, 2016 and stating that the DBM after considering different vehicles market values of the existing car/motorcycle dealers, has come-up with the Standard Costing of Motor Vehicles, which is being applied starting this year.

WHEREAS, Section 41.c.iii of the 2016 Revised Implementing Rules and Regulations (IRR) of Republic Act 9184 otherwise known as "An Act Providing for the Modernization, Standardization and Regulation of the Procurement Activities of the Government and for Other Purposes" states that "The HoPE reserves the right to reject any and all bids, declare a failure of bidding, or not award the contract in the following situations: ... c) For any justifiable and reasonable ground where the award of the contract will not redound to the benefit of the GoP, as follows: ... (iii) if the source of funds for the project has been withheld or reduced through no fault of the Procuring Entity."

NOW, THEREFORE, the BAC, hereby RESOLVE, as it is RESOLVED, to recommend to the Head of the Procuring Entity to declare a Failure of Bidding for the procurement of the Supply and Delivery of Twenty Three (23) Units Motorcycle.

**RESOVED FURTHER,** that the PhilFIDA BAC shall undertake the above procurement with an ABC of Php 1,897,500.00 and recommend to the end-user to review/revise the technical specifications of the motor vehicle based on the said budget.

**RESOLVED FINALLY**, to post this Resolution at the PhilFIDA website, PhilGEPS and other conspicuous place at the premises of the PhilFIDA.

Resolved this 16<sup>th</sup> day of August 2017 in Quezon City, Philippines.

JOSE L. CATALLA Champerson

REMEDIOS V.J. ABGONA
Vice- Chairperson

GEMMA B. AÑONUEVO

Member

RHISA V. PEGENIA

LENY C. GALVEZ Provisional Member ROSALINA P. LIZARDO

Member

RACQUEL C. AQUINO Member

RENATO B. TIRATIRA
Provisional Member

ORLANDO D. COCAL
Provisional Member

APPROVED:

KENNEDY T. COSTALES EXECUTIVE DIRECTOR III

Date Approved: