

## 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
Email: philfidabac@yahoo.com/ Tel/Fax 721-98-13 / 9288756 to 65 Local 2652

## BIDS AND AWARDS COMMITTEE (BAC) Resolution No. 003-2018

Agency to Agency Agreement

WHEREAS, the Philippine Fiber Industry Development Authority (PhilFIDA) prepared P.R. No. 18-02-080 for the Procurement of Consultancy Services on the Development of a Quality Management System (QMS) Certifiable to ISO 9001:2015 with an Approved Budget for the Contract (ABC) of PhP 2,000,000.00;

WHEREAS, the original mode of procurement is Direct Contracting as indicated in the End-User's (Planning Division) 2018 Project Procurement Management Plan (PPMP);

WHEREAS, the Chief of Planning Division, Engr. Ramon M. Branzuela has justified that resorting to Negotiated Procurement by Agency-to-Agency is more efficient and economical to the government as indicated in his letter dated February 26, 2018 to the BAC. His recommendation to enter into an agency-to-agency contract with the Development Academy of the Philippines (DAP) is supported by the DAP Organizational Profile, Authority to Undertake ISO 9001-QMS, Summary of Completed and Ongoing ISO 9001 Projects, and Certification in compliance to the requirements of R.A. 9184 on Agency-to-Agency Negotiated Procurement agreement;

WHEREAS, Section 48 (Alternative Methods) of the 2016 Revised Implementing Rules and Regulations (IRR) of the R.A. 9184, states among others, that "Subject to the prior approval by the Head of the Procuring Entity and whenever justified by the conditions provided in this Act, the Procuring Entity may, in order to promote economy and efficiency, resort to any of the alternative methods of procurement provided in this Rule. In all instances, the Procuring Entity shall ensure that the most advantageous price for the Government is obtained."

WHEREAS, Section 53 of the same IRR provides that Negotiated Procurement is a method of procurement of Goods, Infrastructure Projects and Consulting services, whereby the Procuring Entity directly negotiates a contract with a technically, legally and financially capable supplier, contractor or consultant in any of the following cases (6 cases enumerated in which one is Agency-to-Agency);

WHEREAS, also in Section 53.5 of the same IRR allows the procurement of Goods, Infrastructure Projects and Consulting Services from another agency of the GoP;

whereas, Annex "H" of the same IRR sets the conditions for the Agency-to-Agency enumerated as follows: (i) The Procuring Entity shall justify that entering into an Agency-to-Agency Agreement with the Servicing Agency is more efficient and economical to the government (ii) Servicing Agency has the mandate to deliver goods and services required to be procured or to undertake the infrastructure project or consultancy required by the Procuring Agency (iii) Servicing Agency has the absorptive capacity to undertake the project (iv) Servicing Agency owns or has access to the necessary tools and equipment required for the project;

NOW, THEREFORE, with the foregoing premises, We, the members of the BAC, hereby RESOLVE, as it is RESOLVED, to recommend to the Head of Procuring Entity (HoPE) the approval of change of procurement from Direct Contracting to Negotiated Procurement (Agency-to-Agency) contracting.

Resolved this  $27^{th}$  of February 2018 in Quezon City, Philippines.

JOSE L. CATALLA Chairperson

ROSALINA P. LIZARDO Vice- Chairperson

DR. REMEDIOS V.J. ABGONA Member

AHISA V PEGENIA Member

GEMMA B. AÑONUEVO

Member

RACQUEL C. AQUINO Member

GIDEON R. RODELAS
Provisional Member (Planning)

APPROVED!

KENNEDY T. COSTALES
EXECUTIVE DIRECTOR III/Hope

Date Approved: \_\_\_\_