



Republic of the Philippines
Department of Health
CENTRAL OFFICE BIDS AND AWARDS COMMITTEE

COBAC RESOLUTION NO. 2019-453
17 December 2019

**RECOMMENDING APPROVAL FOR THE AWARD OF CONTRACT FOR THE
SUPPLY, DELIVERY AND INSTALLATION OF AIR-CONDITIONING UNITS
IB No. 2019-275**

WHEREAS, an Open Competitive Bidding for the Supply, Delivery and Installation of Air-Conditioning Units was conducted in accordance with Republic Act (RA) 9184 and its 2016 Revised Implementing Rules and Regulations (IRR) through the General Appropriations Act of 2019 with a Total Approved Budget for the Contract (ABC) of Four Million Four Hundred Seventy-Two Thousand Philippine Pesos (PhP4,472,000.00):

Lot No.	Description	Qty.	Unit	Total ABC (PhP)
1	1.1) Four (4) units of Floor Mounted 5.0 TR Inverter	1	Lot	4,472,000.00
	1.2) Two (2) units of Window Type 2.5HP Inverter			
	1.3) One (1) unit of Ceiling Suspended ACU 2.5HP Inverter			
	1.4) One (1) unit of Ceiling Suspended ACU 4HP Inverter			
	1.5) One (1) unit of Wall Mounted Premium 1HP Inverter			
	1.6) Eleven (11) units of Wall Mounted Premium 2HP Inverter			
	1.7) Ten (10) units of Window Type 2HP			
	1.8) Ten (10) units of Wall Mounted Premium 2HP Inverter			
	1.9) Eleven (11) units of Floor Mounted 3.0TR Inverter			
	1.10) Eight (8) units of Air Cooler			

WHEREAS, on 02 July 2019, a Pre-Procurement Conference was conducted at 11:30 A.M. at the COBAC Conference Room, Department of Health (DOH) to determine the readiness of the procurement at hand;

WHEREAS, on 08 July 2019, the COBAC – C issued a memorandum to the End-user, Administrative Service – General Services Division (AS-GSD), requesting for the submission of revised PRs and clearance relative to the comments discussed during the above-cited conference;

WHEREAS, on 17 July 2019, the COBAC – C issued a memorandum to AS-GSD that serves as final demand relative to the submission of revised PRs and clearance;

WHEREAS, on 18 July 2019, the AS – GSD submitted its revised PRs and Clearance;

WHEREAS, on 23 July 2019, the cited document was presented to COBAC-C, during its 26th Regular Meeting. Upon review, the Committee decided to commence with the procurement process;

WHEREAS, on 05 August 2019, the Invitation to Bid was published in the PhilGEPS and DOH websites and in conspicuous places within the premises of the DOH for a continuous period of seven (7) calendar days;

WHEREAS, the Technical Working Group (TWG) was created through the issuance of Department Personnel Order (DPO) COBAC No. 2019-305 dated 05 August 2019;

WHEREAS, on 13 August 2019, Bid Bulletin No.1 was issued to announce the new schedule for the Pre-Bidding Conference and Submission and Opening of Bids, to wit:

Activity	From	To
Pre-Bidding Conference	13 August 2019; 10:00 A.M.	20 August 2019; 10:00 A.M.
Submission and Opening of Bids	27 August 2019; 9:00 A.M.	03 September 2019; 9:00 A.M.

WHEREAS, on 20 August 2019, a Pre-Bidding Conference took place as re-scheduled at 10:00 AM at the COBAC Conference Room, DOH with four (4) prospective bidders attending, namely:

1. Aequus Enterprise (AE);
2. Globalaire Technology Corp. (GTC);
3. Innovalite Inc. (II); and
4. MPS Refrigerator and Air-Con Repairs and Services (MPSRARS)

WHEREAS, on 22 August 2019, the Minutes of Meeting for the Pre-Bidding Conference was posted in the DOH website;

WHEREAS, Bid Bulletin No. 2 dated 27 August 2019 was issued to announce the postponement until further notice of the Submission and Opening of Bids previously set on 03 September 2019;

WHEREAS, on 27 August 2019, the COBAC-C issued a memorandum to AS – GSD requesting confirmation on the comments raised during the above-cited activity and requesting the submission of a revised PR, for any changes;

WHEREAS, on 29 August 2019, AS – GSD submitted its revised PRs and clearance;

WHEREAS, on 03 September 2019, the submitted revised PRs and clearance were returned to the AS – GSD for some clarification and revisions;

WHEREAS, on 09 September 2019, AS – GSD submitted their revised PRs and clearance;

WHEREAS, Bid Bulletin No. 3 dated 09 September 2019, was issued to announce the new schedule of Opening and Bids and to clarify all the issues and concerns raised during the Pre-Bidding Conference;

WHEREAS, on 17 September 2019, the Submission of Bids took place as re-scheduled at 9:00 A.M. at the COBAC Conference Room, DOH. Two (2) prospective bidders purchased the bidding document and subsequently submitted its proposal, namely:

1. GTC; and
2. Deokma Eight Trading Inc. (DETI)

WHEREAS, due to lack of quorum the Committee decided to postpone the Opening of Bids. Consequently, a Notice of Postponement was posted in the PhilGEPS website to announce the new Schedule of Opening of Bids from 17 September 2019 to 18 September 2019;

WHEREAS, on 18 September 2019, another Notice of Postponement was issued to announce the new schedule of Opening of Bids due to lack of quorum, to wit:

Activity	From	To
Opening of Bids	18 September 2019; 10:00 A.M.	24 September 2019; 10:00 A.M.

WHEREAS, on 24 September 2019, the Opening of Bids of the two (2) prospective bidders, GTC and DETI took place as re-scheduled at 9:00 A.M. at the COBAC Conference Room, DOH.

WHEREAS, the first envelopes, containing the Eligibility and Technical Documents were individually opened and the presence, completeness and correctness of all the documents were verified by the COBAC-C in the presence of the prospective bidders' representative. Upon examination, GTC and DETI were declared "ELIGIBLE";

WHEREAS, the second envelopes, containing the Financial Proposals were individually opened and the presence, completeness and correctness of the Financial Documents were verified by the COBAC-C in the presence of the bidders' representative. Upon examination, the "ELIGIBLE" bidders were rated "PASSED" and subsequently their proposals were read out publicly and posted in the Abstract of Bids, to wit:

Name of Company					GTC	DETI
Bid Security					Bid Securing Declaration (BDS)	BDS
Amount					N/A	N/A
Validity					N/A	N/A
Remarks					Eligible and Passed	Eligible and Passed
Lot No.	Item Description	Qty.	Unit	Total ABC (PhP)	Bid Price as Read (PhP)	

1	Supply, Delivery and Installation of Air-Conditioning Units					
	1) Four (4) units of Floor Mounted 5.0 TR Inverter					
	2) Two (2) units of Window Type 2.5HP Inverter					
	3) One (1) unit of Ceiling Suspended ACU 2.5HP Inverter					
	4) One (1) unit of Ceiling Suspended ACU 4HP Inverter					
	5) One (1) unit of Wall Mounted Premium 1HP Inverter	1	Lot	4,472,000.00	4,377,220.00	4,009,400.00
	6) Eleven (11) units of Wall Mounted Premium 2HP Inverter					
	7) Ten (10) units of Window Type 2HP					
	8) Ten (10) units of Wall Mounted Premium 2HP Inverter					
	9) Eleven (11) units of Floor Mounted 3.0TR Inverter					
	10) Eight (8) units of Air Cooler					

WHEREAS, the COBAC-C declared DETI as the lowest bidder as read subject to further review and correction of the financial bid to determine the bona fide Lowest Calculated Bid (LCB);

WHEREAS, on 25 September 2019, the evaluation of the financial proposals of DETI and GTC were undertaken by the designated TWG - Financial Evaluator;

WHEREAS, on the same date, the TWG-Financial submitted the Abstract of Bids as Calculated, to wit:

Lot No. 1 – Supply, Delivery and Installation of Air-Conditioning Units

Bidder's Rank	Name of Company	ABC (PhP)	Bid as Calculated Amount (PhP)	% Variance from ABC
Lowest Calculated Bid (LCB)	DETI	4,472,000.00	4,009,400.00	10.34%
2 nd LCB	GTC		4,377,220.00	2.11%

WHEREAS, on 01 October 2019, the Abstract of Bids as Calculated was presented to the COBAC-C during its 33rd Regular Meeting. Upon review, the Committee decided to proceed with the Post-qualification of LCB, namely, DETI;

WHEREAS, on 03 October 2019, the COBAC-C issued a letter through facsimile and electronic mail (e-mail) to DETI requesting for the submission of the post-qualification requirements within a non-extendible period of five (5) calendar days upon receipt of the notification;

WHEREAS, on 08 October 2019, DETI submitted its Post-qualification requirements within the prescribed period;

WHEREAS, on 10 October 2019, the detailed evaluation of the eligibility, technical requirements and post-qualification documents of the LCB were undertaken by the designated TWG to verify, validate and ascertain the documents submitted by the LCB;

WHEREAS, on 14 October 2019, the TWG found the following findings, as “Non-complying” and submitted their report, to wit:

Requirements/Conditions	Findings
Certification from the bidder that the brand of the Air-Conditioning units being offered have been in the Philippine Market for at least fifteen (15) years	The brand being offered, TOSOT Philippines was just established in the Year 2015
Valid and Current ISO Certification in the name of the manufacturer of the Air-Conditioning Units being offered issued by an Independent Certifying Agency. The ISO Certification must cover the manufacture/design or production of the item subject to this Bid Project	The validity of attached ISO certificate of the Manufacture cannot be seen in the documents.
Product Brochure (Soft and hard copy) for each of the brand/model of the equipment being offered showing compliance to the technical specifications	No brochure submitted for Item No. 2 – Window Type 2.5HP Inverter

WHEREAS, on 15 October 2019, the cited report was presented to COBAC- C during its 36th Regular Meeting. Upon review, the Committee concurred with the TWG recommendation and decided to issue a notice of post-disqualification to DETI and to proceed with the bid evaluation of the 2nd LCB, namely, GTC;

WHEREAS, on 21 October 2019, the COBAC-C issued a Post-disqualification letter through e-mail to DETI relative to the above-cited findings;

WHEREAS, DETI did not file a Request for Reconsideration (RfR) within the prescribed timelines;

WHEREAS, on the same date, the COBAC-C issued a letter through e-mail to GTC requesting for the submission of the post-qualification requirements within a non-extendible period of five (5) calendar days upon receipt of the notification;

WHEREAS, on 25 October 2019, GTC submitted its Post-qualification requirements within the prescribed period;

WHEREAS, on 28 October 2019, the detailed evaluation of the eligibility, technical requirements and post-qualification documents were undertaken by the designated TWG to verify, validate and ascertain the documents submitted by the 2nd LCB;

WHEREAS, on 29 October 2019, the TWG found the following findings, for clarification and submitted their report, to wit:

Requirements/Conditions	Findings
a. Latest Annual Income Tax Return filed thru Electronic Filing and Payment Systems (EFPS) and must be duly validated with the tax payments made thereon for the preceding Tax year be it on a calendar or fiscal year income (per Revenue Regulations 3-2005)	Submit the payment confirmation made for the 2 nd payment.
b. Latest Business Tax Return filed thru Electronic Filing and Payment System (EFPS) duly validated with the Tax Payments made thereon also refers to the Value Added Tax (VAT) or Percentage Tax Returns covering the previous six (6) months (per Revenue Regulations 3-2005)	Submit the payment confirmation that payment has been successful for the month of September and August 2019

WHEREAS, on 05 November 2019, the cited report was presented to COBAC- C during its 39th Regular Meeting. Upon review and deliberation, the Committee concurred with the TWG recommendation and decided to issue a letter to GTC requesting the above-cited documents;

WHEREAS, on 11 November 2019, COBAC-C issued a letter through e-mail to GTC requesting for the submission of the above-cited documents;

WHEREAS, on 25 November 2019, the COBAC-C received the requested documents from GTC and was subsequently forwarded to the TWG for further evaluation;

WHEREAS, on 27 November 2019, the TWG, upon evaluation on the submitted documents found GTC “Responsive” and submitted their report;

WHEREAS, on 03 December 2019, the above-cited letter of conformity was presented to the COBAC-C during its 45th Meeting. Upon review and deliberation, the Committee declared GTC “Post-qualified”;

WHEREAS, on 16 December 2019, the TWG submitted the Bid Evaluation and Post-Qualification Evaluation Reports citing GTC “Responsive” to all the requirements and conditions specified in the bidding documents;

WHEREAS, on 17 December 2019, the COBAC-C reviewed and deliberated the TWG report as well as the documents submitted by the 2nd LCB and the following are the salient points of discussion:

Description	Name of Bidder	Bidder's Rank	Total ABC (PhP)	Bid Price (PhP)	TWG		COBAC	
					Finding	Recommendation	Finding	Recommendation
Supply, Delivery and Installation of Air-Conditioning units	GTC	2 nd LCB	4,472,000.00	4,377,220.00	The 2 nd LCB passed the post qualification and found to have complied with the legal, technical and financial requirements.	Responsive	<ul style="list-style-type: none"> COBAC conforms with the recommendation of the TWG. GTC is determined to be responsive and have complied to all the requirements and conditions as specified in the Philippine Bidding Documents and recommended for the award of contract 	Lowest Calculated and Responsive Bid (LCRB)

WHEREAS, at the time of the signing of this resolution, there is no pending incident, no pending Request for Reconsideration, no pending Protest and the COBAC-C followed the requirements set forth in R.A. 9184;

NOW THEREFORE, in consideration of the above premises, the herein members of the COBAC-C **HEREBY RESOLVES** to recommend the award of contract to **Globalaire Technology Corporation** determined as the Lowest Calculated and Responsive Bid with a Total Contract Price of Four Million Three Hundred Seventy-Seven Thousand Two Hundred Twenty-Two Philippine Pesos (PhP4,377,220.00) inclusive of other taxes for the lot listed below:

Lot No.	Description	Qty.	Unit	Total Bid Price (PhP)
1	1) Four (4) units of Floor Mounted 5.0 TR Inverter	1	Lot	4,377,220.00
	2) Two (2) units of Window Type 2.5HP Inverter			
	3) One (1) unit of Ceiling Suspended ACU 2.5HP Inverter			
	4) One (1) unit of Ceiling Suspended ACU 4HP Inverter			
	5) One (1) unit of Wall Mounted Premium 1HP Inverter			
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	7) Ten (10) units of Window Type 2HP			
	8) Ten (10) units of Wall Mounted Premium 2HP Inverter			
	9) Eleven (11) units of Floor Mounted 3.0TR Inverter			
	10) Eight (8) units of Air Cooler			

Signed this DEC 23 2019 day of _____ 2019 at the Department of Health, San Lazaro Compound, Sta. Cruz, Manila.

CENTRAL OFFICE BIDS AND AWARDS COMMITTEE – C

DAVID P. MASIADO JR., ME, MM
Regular Member

GLORIA J. BALBOA, MD, MHA, MPH, CEO VI, CESO III
Regular Member

LAUREANO C. CRUZ, MPA
Regular Member

ATTY. ROMELA D. DEVERA, CPA
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KENNETH G. RONQUILLO, MD, MPH, CESO III
OIC – Assistant Secretary of Health
Chairperson

By Authority of the Secretary of Health:

ROGER P. TONG-AN, DMPA, MAN, RN
Undersecretary of Health
Administration and Financial Management Team

MAR 10 2020