

National Power Corporation

BAC RESOLUTION NO. 2024- 002

CANCELLATION OF PURCHASE REQUISITIONS FOR THE PROCUREMENT OF DIESEL GENERATING SETS

WHEREAS, the Purchase Requisitions listed below have the following procurement details;

| item No. | PR/PD REF. NUMBER | PROJECT TITLE | Approved Budget for the Contract (ABC) |
|-------------|---|--|--|
| 1 | HO-PIB22- 006 (PB2) / PB220427- HG00079 (PB2) | Supply, Delivery, Installation, Test and Commissioning of 2 x 100kW (for Guinawayan DPP) and 2 x 80kW (for Nabuctot DPP) Diesel Gensets and Associated Electrical Equipment under Package 14-A | |
| 2 | HO-PIB22- 018 / PB221004- HG00379 | Supply, Delivery, Installation, Test and Commissioning of 2 x 100kW (for Guinawayan DPP) and 2 x 80kW (for Nabuctot DPP) Diesel Gensets and Associated Electrical Equipment under Package 14-A | Php 25,610,448.00 |
| 3 | SO-OPD22- 008 (PB2) / PB220908- HG00353 (PB2) | Supply, Delivery, Installation, Test and Commissioning of Six (6) Units of Modular Diesel Generating Sets for Bilangbilangan DPP (New Site) and Pangapasan DPP Including Associated Electrical Equipment under Package 33 | Php 22,746,900.00 |
| 4 | SO-OPD22- 016 / PB221121- HG00420 | Supply, Delivery, Installation, Test and Commissioning of 2 x 50 kW and 2 x 30 kW Modular Diesel Gensets and Associated Electrical Equipment for Hambongan DPP and Mocaboc DPP under Package 34 | Php 32,203,000.00 |

WHEREAS, all the PRs were advertised, remain active and are publicly accessible on both the NPC and PHILGEPS websites;

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WHEREAS, the procurement of generating sets were deferred due to implementation of corporate wide cost cutting measures to fund the fuel requirements of SPUG Power Plants;

WHEREAS, on 11 May 2023, the Corporate Affairs Group (CAG) presented the Revised 2023-2027 Missionary Electrification Plan (MEP) to National Power Board (NP Board) excluding the procurement of generating sets on the affected SPUG Power Plants;

WHEREAS, on the same meeting, the NP Board approved the Revised MEP for CY 2023-2027 and further manifested there are no more diesel generating sets to be procured by NPC instead to endeavor the installation of Renewable Energy (RE) facility;

WHEREAS, the Logistics Department in its memorandum dated 17 November 2023 and 20 December 2023 sought the confirmation from the Vice President of PES on the cancellation of subject Purchase Requisitions;

WHEREAS, the Department Manager of PMD-PES in its memorandum dated 08 January 2024 formally confirmed and requested the cancellation of these PRs considering that these projects were re-programmed to Solar and Hybridization projects on CY 2026 per 2023-2027 MEP;

WHEREAS, Section 35.6 (a) of the 2016 Revised IRR of R.A. No. 9184 provides:

...xxx... the BAC is authorized, upon consultation with the end-user unit, to cancel or terminate the conduct of procurement activities, for any justifiable reason, such as but not limited to

a) the physical and economic conditions have significantly changed so as to render the project no longer economically, financially, or technically feasible, as determined by the end-user unit;

....XXX

WHEREAS, Section 41 (c) of the 2016 Revised IRR of R.A. No. 9184 further provides:

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:

- (a)xxx...
- (b)xxx...
- (c) For any justifiable and reasonable ground where the award of the contract will not redound to the benefit of the GoP, as follows: (i) if the physical and economic conditions have significantly changed so as to render the project no longer economically, financially, or technically feasible, as determined by the HoPE... xxxx...

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NOW, THEREFORE, We, the Members of the Bids and Awards Committee, resolve, as it hereby resolved, the cancellation/termination of the procurement activities of the above listed Purchase Requisitions (PRs) in order to close the transactions at NPC and PHILGEPS websites pursuant to **Section 35. 6 (a) Section 41 (c)** of the 2016 Revised IRR of Republic Act 9184.

RESOLVED this 15th day of MANUARY 2024.

APRROVED BY: THE BIDS AND AWAROS COMMITTEE

ATTY. MELCHOR P. RIDULME Chairman

MANUEL LUIS B. PLOFINO

Vice-Chairman

HOMERS ANG Member

JENALYN AUREA S. TINONAS Member

ATTY. DELFIN I Member

ROMMEL U. MAMAÑGUN Member

APPROVED AS RECOMMENDED:

FERN NDO MARTIN Y. ROXAS President and CEO