

National Power Corporation

MEMORANDUM

FOR

FERNANDO MARTIN Y. ROXAS

President and CEO

FROM

ATTY. MELCHOR P. RIDULME

Vice-President, Office of the Legal Counsel and Chairman, Bids and Awards Committee

SUBJECT

CANCELLATION OF PROCUREMENT - SUPPLY,

DELIVERY, INSTALLATION, TEST AND COMMISSIONING OF 1x600kW STANDBY POWER (OPEN TYPE) DIESEL GENERATOR SET AND ASSOCIATED EQUIPMENT FOR NPC HEAD OFFICE - (PR/REF. NOS. HO-TFM22-091 /

PB220705-HG00236 - PB4)

DATE

14 AUGUST 2023

Pursuant to Section 41 – Reservation Clause of the 2016 Revised IRR of R.A. 9184, respectfully endorsed for the President's approval is the cancellation of the subject project/requirements, to wit:

PR NO.	APPROVED BUDGET FOR THE CONTRACT	PROJECT DESCRIPTIONS
HO-TFM22-091	₽12,108,600.00	Supply, Delivery, Installation, Test and Commissioning of 1x600kW Standby Power (Open Type) Diesel Generator Set and Associated Equipment for NPC Head Office

Please be informed that the subject project is being cancelled per Section 41, to wit:

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) If there is prima facie evidence of collusion between appropriate public officers or employees of the Procuring Entity ... x x x;
- (b) If the BAC is found to have failed in following the prescribed bidding procedures $\dots x \times x$; or

- (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 changes as to render the project no longer economically, financially, or technically feasible, as determined by the HoPE;
 - (ii) if the project is no longer necessary as determined by the HoPE; or
 - (iii) if the source of funds for the project has been withheld or reduced through no fault of the Procuring Entity.

Attached for reference is the memorandum from the Transportation and Facilities Management Division (TFMD) dated 28 July 2023, citing lack of funding in CY 2024 as the reason for the cancellation in which the implementation will likely spillover. Hence, Section 41 [c (iii)] is applicable in this case.

For the President's consideration and approval.

ATTY.M.P. RIDULME

APPROVED / DISAPPROVED:

President and CEO

Bucary

cf: Bids and Awards Committee (BAC)
A.P. Japon, Vice-President, AFG
Atty. P.D. Mabbagu, SDM-Administration
R.A. Villarin, Manager, Logistics Department
R.M. Manansala, Manager, BCSD
A.G. Retutal, Manager, TFMD