



**Coconut Industry Investment Fund - San Pablo Manufacturing Corporation**

**Resolution Number: SPMC-2023-002-BAC1-01**

Declaration of Failure of Bidding for the Provision of Security Services for San Pablo Manufacturing Corporation, Granexport Manufacturing Corporation, Legaspi Oil Company, Inc. and Southern Luzon Coconut Oil Mill, Inc.  
 Project Number: SPMC-2023-002 (PhilIGEPS# 9492981)

**WHEREAS**, on 10 February 2023, the Board of Directors, as Head of the Procuring Entity (HOPE), approved the updated 2022 Annual Procurement Plan (APP) of Provision of Security Services for San Pablo Manufacturing Corporation, Granexport Manufacturing Corporation, Legaspi Oil Mill, Inc. and Southern Luzon Coconut Oil Mill, Inc. with an approved Budget for the Contract (ABC) amounting to Eighteen Million Five Hundred Twenty One Thousand One Hundred Twenty Two and 46/100 (P18,521,122.46), and shall be undertaken through Competitive Bidding;

**WHEREAS**, the amended APP contains the "Provision of Security Services for San Pablo Manufacturing Corporation, Granexport Manufacturing Corporation, Legaspi Oil Company, Inc. and Southern Luzon Coconut Oil Mill, Inc." with an approved Budget for the Contract (ABC) amounting to Eighteen Million Five Hundred Twenty One Thousand One Hundred Twenty Two and 46/100 (P18,521,122.46), and shall be undertaken through Competitive Bidding;

The detailed ABC are as follows:

Lot	Item	ABC
1	SAN PABLO MANUFACTURING CORPORATION See detailed Terms of Reference as Annex "A"	P3,931,524.00
2	GRANEXPORT MANUFACTURING CORPORATION See detailed Additional Terms of Reference as Annex "A"	P10,395,291.21
3	Legaspi Oil Company, Inc. See detailed Terms of Reference as Annex "A"	P3,358,003.25
4	Southern Luzon Coconut Oil Mill, Inc. See detailed Terms of Reference as Annex "A"	P836,304.01
Total		P18,521,122.46

**WHEREAS**, the BAC, through its Secretariat, advertised and published the Invitation to Bid (SPMC-2023-002) from 17 February 2023 to 14 March 2023 on the following: (1) the PhilIGEPS Web Portal (Reference Number 9492981); (2) the Coconut Industry Investment Fund - Oil Mills Group (CIIF-OMG) website; and (3) conspicuous places at the premises of the corporate headquarters of the CIIF Companies;

**WHEREAS**, in compliance with the pertinent provisions of the 2016 Revised IRR of RA9184, the invitation to observers from Commission on Audit (COA), Philippine

Chamber of Commerce, Inc. (PPCI) and Transparency and Accountability Network (TAN) were served together with the schedule of Pre-Bid conference, Bid Opening, Bid Evaluation and Post-Qualification;

**WHEREAS**, the Bids and Awards Committee conducted a Pre-Bid Conference on 27 February 2023 via Zoom through the link Meeting ID: 859 2170 5277 Passcode: 691745 and were attended by the following:

Name	Office
RUEL MORFE	All Nation Security & Investigation, Inc.
TITO ALEX BESINGA	Brave Knights Security Agency, Inc.
SERGIO P. MANACOP	D'Great Stallion Security Agency, Inc.
SHEEN BILIGAN	Ultra Security Services, Inc.
MARTES FIGURASIN	Delta Maroon Security Agency Corporation
BETH MABUTE	APL Security Services Corporation

However, no observers were present in the Pre-Bid Conference.

**WHEREAS**, the BAC, through the BAC Secretariat, issued **Bid Supplemental No. 1 (February 28, 2023) and 2 (March 04, 2023)** for at least seven (7) calendar days before the deadline for the submission and receipt of bids.

**WHEREAS**, on 14 March 2023 during the scheduled opening of bids, examination of the submitted eligibility and technical documents, the BAC, through the TWG, observed the following:

Having been determined by the BAC to be in compliance with all the bid requirements for both Technical and Financial components, thus, rated "Passed" on both aspects, the bids of the bidder/s shall be considered as the Lowest Calculated Bid, as read, subject to Bid Evaluation.

The BAC directed the TWG to conduct a detailed evaluation of the submitted documents and is required to immediately submit its report/recommendation for the consideration of the BAC. Moreover, the BAC directed the TWG and Internal Audit to sign each and every page of the submitted bids to maintain and preserve its authenticity and safeguard against any possible alteration.

Upon motion duly made and seconded, the BAC adopted the TWG's recommendation and resolved:

1. To declare Delta Maroon Security Agency Corp. as the Lowest Calculated Bid (as read) for **LOT 1** (SAN PABLO MANUFACTURING CORPORATION) for the procurement of Provision of Security Services

for San Pablo Manufacturing Corporation, Granexport Manufacturing Corporation, Legaspi Oil Company, Inc. and Southern Luzon Coconut Oil Mill, Inc. with a bid amount of **Php 3,517,604.40**.

The TWG is further directed to conduct a detailed bid evaluation of the submitted documents of Delta Maroon Security Agency Corp. and is required to immediately submit its report/recommendation for the consideration of the BAC;

2. To declare All Nation Security & Investigation Services, Inc. as the Single Calculated bid (as read) for **LOTS 2, 3 and 4** for the procurement of Provision of Security Services for San Pablo Manufacturing Corporation, Granexport Manufacturing Corporation, Legaspi Oil Company, Inc. and Southern Luzon Coconut Oil Mill, Inc. with a bid amount of:

Lot 2	Granexport Manufacturing Corporation	Php 10,190,406.60
Lot 3	Legaspi Oil Company, Inc.	Php 3,353,671.08
Lot 4	Southern Luzon Coconut Oil Mill, Inc.	Php 835,224.24

The TWG is further directed to conduct a detailed bid evaluation of the submitted documents of All Nation Security & Investigation Services, Inc. and is required to immediately submit its report/recommendation for the consideration of the BAC.

**WHEREAS**, on March 16 to 20, 2023, the BAC, through the TWG, conducted its Post Qualification proceedings, and recommended the following:

For All Nation Security & Investigation Services:

**Findings and Recommendations:**

1. The Tax Clearance Certificate that was submitted is not in accordance with Checklist of Technical Requirements requiring that said Certificate be issued three (3) months prior to the bid opening. Clearly, the Tax Clearance Certificate dated 25 July 2022 is not within the 3-month period reckoned from December 14, 2022 to March 14, 2023.
2. The thirteenth (13<sup>th</sup>) month pay computation is not in accordance with the procuring entities' formula for its payment. Below are the details:

MONTH	13 <sup>th</sup>	14 <sup>th</sup>	15 <sup>th</sup>	16 <sup>th</sup>	17 <sup>th</sup>	18 <sup>th</sup>	19 <sup>th</sup>	20 <sup>th</sup>	21 <sup>th</sup>	22 <sup>th</sup>	23 <sup>th</sup>	24 <sup>th</sup>	25 <sup>th</sup>	26 <sup>th</sup>	27 <sup>th</sup>	28 <sup>th</sup>	29 <sup>th</sup>	30 <sup>th</sup>	31 <sup>st</sup>
Basic Salary	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00
13 <sup>th</sup> Month Pay	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00	11,324.00
Total	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00	22,648.00

In view of the foregoing, the TWG hereby recommend that the BAC declare ALL NATION SECURITY AGENCY AND INVESTIGATION SERVICES, INC post-disqualified based on the above-mentioned findings and to conduct a re-bidding with re-advertisement and/or re-posting in accordance with the Rules Implementing the Government Procurement Reform Act.

For Delta Maroon Security Agency Corp:

**IV. Findings and Recommendations:**

1. The Tax Clearance Certificate that was submitted is not in accordance with Checklist of Technical Requirements requiring that said Certificate be issued three (3) months prior to the bid opening. Clearly, the Tax Clearance Certificate dated 23 June 2022 is not with the 3-month period as required reckoned from December 14, 2022 to March 14 2023.
2. DELTA MAROON'S Social Security (SSS-WISP) Provident Employer Contribution failed to reflect the amount prescribed under SSS Circular No. 2022-003 (dated 13 December 2022) effective January 2023. Below are the details:

SPMC		SPMC -	SPMC -	SPMC -	SPMC -
SPMC -	SPMC -	BAUAN	LAGUNA	HO	DELTA MAROON SECURITY AGENCY CORP.
30.00	30.00	552.50	552.50	1,900.00	SSS CONTRIBUTION
30.00	30.00	552.50	552.50	1,900.00	WISP
30.00	30.00	552.50	552.50	1,900.00	EC
2,482.50	2,482.50	2,482.50	2,482.50	2,482.50	TOTAL

3. DELTA MAROON also erred in applying a much lower PhilHealth percentage rate for its contribution. Below are the details as shown below:

SPMC		SPMC -	SPMC -	SPMC -	SPMC -
SPMC -	SPMC -	BAUAN	LAGUNA	HO	DELTA MAROON SECURITY AGENCY CORP.
260.98	260.98	346.75	346.75	346.75	PHILHEALTH
260.98	260.98	346.75	346.75	346.75	TOTAL

A difference of .03 to .04 than those required by PhilHealth will put SPMC at risk for not complying with PhilHealth standard rate set at 4%.  
 In view of the foregoing, the TWG hereby recommend that the BAC declare DELTA MAROON SECURITY AGENCY CORP, post-disqualified based on the above-mentioned findings and to conduct a re-bidding with re-advertisement and/or re-posting pursuant in accordance with the Rules implementing the Government Procurement Reform Act.

**NOW, THEREFORE**, premises considered, We, the Members of the Bids and Awards Committee, hereby **RESOLVE** to **RECOMMEND** to the Head of Procuring Entity (HOPE) the following:

- a. To **DECLARE** the **1ST FAILURE OF BIDDING** for the "Provision of Security Services for San Pablo Manufacturing Corporation, Granexport Manufacturing Corporation, Legaspi Oil Company, Inc. and Southern Luzon Coconut Oil Mill, Inc." due to the Post Disqualification of All Nation Security & Investigation Services and Delta Maroon Security Agency Corp;

- b. To **DIRECT** the Technical Working Group (TWG) to conduct a mandatory review and evaluation of the terms, conditions, and technical specifications of the Bidding Documents including its cost estimates; and
- c. To **DIRECT** the BAC Secretariat to Re-Bid in accordance with Section 35 of the 2016 Revised IRR of RA 9184.

**RESOLVED**, this 24 March 2023 at 16<sup>th</sup> floor, Securities and Exchange Commission Headquarters (formerly UCPB Building), Makati Avenue, Makati City.

**BIDS AND AWARDS COMMITTEE**

**JERALYN G. RONDULLO**  
*(Provisional Member (End User))*

**ACE G. LUGATIMAN**  
*(Provisional Member)*

**JESUS ERICK F. STA. BARBARA**  
*(Vice Chairperson)*

**CARLOS JASON T. SILVA**  
*(Regular Member)*

**AL MATTHEW P. UMALI**  
*(Chairperson)*