

BIDS AND AWARDS COMMITTEE (BAC)
Resolution No. 20-02-017

RECOMMENDING AWARD OF CONTRACT FOR LOT NO. 2 (SECONDARY INTERNET AND INTERNET PROTOCOL VIRTUAL PRIVATE NETWORK[IPVPN]) FOR THE SUBSCRIPTION OF MANAGED NETWORK SERVICES FOR DSWD PROGRAMS AND SERVICES

— ITB No. GOP/20-DSWD-003 —
(PR No. 2019111788)

WHEREAS, network service is an essential resource to the Department of Social Welfare and Development (DSWD) for the implementation of its various social protection programs and services. Information Systems of these programs and services such as Pantawid Pamilya Information System, Sustainable Livelihood Information System, National Household Targeting System, Social Pension Information System, Crisis Intervention and Monitoring System, Protective Service Information System and others are centrally hosted at the DSWD Central Office's Network Operations Centers and Remote Datacenter. These are being accessed from sixteen (16) Field Offices (FOs), one hundred twenty-nine (129) Provincial Operations Offices (POOs), thirty-nine (39) Social Welfare and Development (SWAD) Offices, seventy (70) Centers and Institution, and two (2) Warehouse Hubs, and at the same time, these are also available publicly on the internet. This project aims to:

1. Provide dedicated, direct, and upgraded internet services;
2. Provide dedicated virtual private network for DSWD Central Office, FOs, SWAD/ POOs, Center and Institutions, and Warehouse Hubs; and,
3. Provide mobile computing and communication devices to facilitate remote management of DSWD Systems.

Copies of the Purchase Request (PR) and approved Terms of Reference (TOR) are hereto attached, marked as **Annexes "A-1"** and **"A-2"** respectively, and are made integral parts hereof;

WHEREAS, the DSWD, through the Bids and Awards Committee (BAC), posted an Invitation to Bid (ITB) for the **Subscription of Managed Network Services for DSWD Programs and Services** under ITB No. GOP/20-DSWD-003 at the Philippine Government Electronic Procurement System (PhilGEPS) and DSWD websites, and at conspicuous places within the Department premises starting 03 December 2019. The Approved Budget for the Contract (ABC) is **One Hundred Ninety-Nine Million Four Hundred Ninety Thousand Two Hundred Eighty Pesos (PHP 199,490,280.00)**, classified in accordance with the following lots:

Lot No.	Particulars	Quantity	Lot ABC (in Phil Peso)
1	Primary Internet, Leased Line and Mobile Communication Services	One (1) Lot	148,194,690.00
2	Secondary Internet and Internet Protocol Virtual Private Network (IPVPN)	One (1) Lot	51,295,590.00
TOTAL ABC			199,490,280.00



Copies of the said ITB and proof of postings are hereto attached, marked as **Annexes "B-1", "B-2", "B-3" and "B-4"** respectively, and are made integral parts hereof;

WHEREAS, the Competitive Bidding Procedure for Goods was adopted in this undertaking pursuant to Republic Act No. 9184 (RA 9184) otherwise known as the Government Procurement Reform Act (GPRA) and its 2016 Revised Implementing Rules and Regulations (IRR);

WHEREAS, a Pre-Bid Conference was conducted on 11 December 2019 at 01:30 PM and was attended by the following prospective bidders, to wit:

1. Innove Communications, Inc.; and,
2. PLDT Inc.

A copy of the Minutes of the Pre-Bid Conference is hereto attached, marked as **Annex "C"**, and made an integral part hereof;

WHEREAS, the BAC issued two (2) Supplemental/ Bid Bulletins which formed part of the Bidding Documents and were posted at the PhilGEPS and DSWD websites, and at conspicuous places within the DSWD premises, to wit:

Reference No.	Date	Announcement
Supplemental/ Bid Bulletin No. 1	17 December 20219	<ul style="list-style-type: none">• Changes in the Bidding Documents - Section I. Invitation to Bid• Clarifications in the Bidding Documents - Section VII. Technical Specifications• Changes in the procurement schedule - Bid Opening: from 23 December 2019 to 26 December 2019
Supplemental/ Bid Bulletin No. 2	23 December 2019	<ul style="list-style-type: none">• Changes in the Bidding Documents - Section VI. Schedule of Requirements• Changes in the procurement schedule - Bid Opening: from 26 December 2019 to 03 January 2020

Copies of Supplemental/ Bid Bulletins and proof of postings are hereto attached, marked as **Annexes "D-1" and "D-2"** respectively, and are made integral parts hereof;

WHEREAS, in response to the ITB, three (3) prospective bidders secured a complete set of Bidding Documents upon payment of a non-refundable fee in the amount corresponding to the total cost of the ABC of the lot or lots to which the bidder participated, to wit:

Name of Bidder	Bidding for Lot No.	Cost of Bidding Documents (in Phil Peso)
iOne Resources, Inc.	1 & 2	100,000.00
PLDT Inc.	1 & 2	100,000.00
Innove Communications, Inc.	1	50,000.00

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Copies of Official Receipts as proof of payment is hereto attached, marked as **Annexes "E-1"**, **"E-2"** and **"E-3"** respectively, and are made integral parts hereof;

WHEREAS, during the deadline for the submission and receipt of bids on 03 January 2020 at 09:00 AM, two (2) bidders came to submit their bid proposals, to wit:

Name of Bidder	Date and Time Received
PLDT Inc. (for Lot No. 1)	03 January 2020, 08:40 AM
PLDT Inc. (for Lot No. 2)	03 January 2020, 08:40 AM
iOne Resources, Inc.	03 January 2020, 08:48 AM

The receiving copies of the bids are hereto attached, marked as **Annexes "F-1"**, **"F-2"** and **"F-3"** respectively, and are made integral parts hereof;

WHEREAS, Innove Communications, Inc. submitted a letter informing the BAC that the said service provider will not be able to participate in the bidding for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services) because it unable to meet the ABC. A copy of the letter is hereto attached, marked as **Annex "G"**, and made an integral part hereof;

WHEREAS, on 03 January 2020 at 10:00 AM, during the opening of bids and preliminary examination of the documents submitted by the bidders, the BAC had the following findings:

Name of Bidder	Technical Component	Financial Component
iOne Resources, Inc.	"Passed" (Lot Nos. 1 & 2)	"Passed" (Lot Nos. 1 & 2)
PLDT Inc.	"Passed" (Lot Nos. 1 & 2)	"Passed" (Lot Nos. 1 & 2)

Copies of the Minutes of Bid Opening and Abstract of Bids "As Read" are hereto attached, marked as **Annexes "G-1"** and **"G-2"** respectively, and are made integral parts hereof;

WHEREAS, the BAC, with the assistance of its Secretariat, conducted the Bid Evaluation to determine the Single Calculated Bid (SCB) or Lowest Calculated Bid (LCB), as the case maybe, and if there are computational errors in the bid prices submitted by the bidders. The Bid Evaluation found iOne Resources, Inc. as SCB for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services) and PLDT Inc. as LCB for Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN]) respectively, and which yielded the following result:

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Name of Bidder	Bid Price (in Phil. Peso)	
	Lot No. 1	Lot No. 2
iOne Resources, Inc.	140,784,956.00 (SCB)	48,730,810.50
PLDT Inc.		18,000,000.00 (LCB)

The bid of PLDT Inc. for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services) was not considered in the bid evaluation since it failed to submit a valid Bid Security as part of Class “B” Documents (Technical Documents), pursuant to Instruction to Bidders (ITB) Clause No. 18.1(b) of the Bidding Documents. Further, the submission of a duly notarized Bid Securing Declaration (BSD) but was not signed by the Affiant is tantamount to non-submission of the required documents. Hence, the bid of PLDT Inc. for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services) was declared “Disqualified”. A copy of the Bid Evaluation Report is hereto attached, marked as **Annex “H”**, and made an integral part hereof;

WHEREAS, the BAC issued a Notice of Disqualification for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services), to PLDT Inc. for failure to submit a valid Bid Security as part of Class “B” Documents (Technical Documents). A copy of the said notice is hereto attached, marked as **Annex “I”**, and made an integral part hereof;

WHEREAS, for purposes of conducting the Post-Qualification, the BAC requested PLDT Inc., being the LCB for Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN]), to submit additional documents within five (5) calendar days from receipt of notice, pursuant to Section 34.2 of the 2016 Revised IRR of RA 9184. A copy of the Notice of Post-Qualification is hereto attached, marked as **Annex “J”**, and made an integral part hereof;

WHEREAS, the BAC created a TWG pursuant to Section 12 of the 2016 Revised IRR of RA 9184 that will conduct the Post-Qualification of PLDT Inc. for Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN]) A copy of the said creation of TWG is hereto attached, marked as **Annex “K”**, and made an integral part hereof;

WHEREAS, for purposes of conducting the Post-Qualification, the BAC requested iOne Resources, Inc., being the SCB for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services), to submit additional documents within five (5) calendar days from receipt of notice, pursuant to Section 34.2 of the 2016 Revised IRR of RA 9184. A copy of the Notice of Post-Qualification is hereto attached, marked as **Annex “L”**, and made an integral part hereof;

WHEREAS, on 10 February 2020, the BAC received the TWG report for Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN]) which found PLDT Inc. as “Responsive” to all the requirements stipulated in the Bidding Documents. A copy of the said TWG report is hereto attached, marked as **Annex “M”**, and made an integral part hereof;

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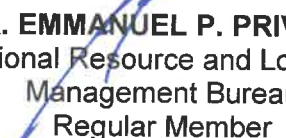
WHEREAS, the BAC discussed and deliberated the merits of the TWG report for Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN]) during its Regular Meeting on 13 February 2020. The BAC found that PLDT Inc. is legally, technically and financially capable to provide the goods and services needed by the DSWD, and thus resolved to recommend award of contract for Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN]) to PLDT Inc. A copy of the Minutes of Regular Meeting is hereto attached marked as **Annex "N"**, and made an integral part hereof;

WHEREAS, the BAC created a TWG pursuant to Section 12 of the 2016 Revised IRR of RA 9184 that will conduct the Post-Qualification of iOne Resources, Inc. for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services) A copy of the said creation of TWG is hereto attached, marked as **Annex "O"**, and made an integral part hereof;


WHEREAS, to date, the TWG is still conducting the post-qualification evaluation of iOne Resources, Inc. for Lot No. 1 (Primary Internet, Leased Line and Mobile Communication Services);

NOW, THEREFORE, in view of the foregoing and on the basis of the documents presented, we, the Bids and Awards Committee, resolves as it is hereby resolved, to recommend award of contract for **Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN])** for the **Subscription of Managed Network Services for DSWD Programs and Services** under ITB No. GOP/20-DSWD-003 to **PLDT Inc.**, being the **Lowest Calculated and Responsive Bid (LCRB)**. The Total Contract Price is **Eighteen Million Pesos (PHP 18,000,000.00)**, inclusive of all applicable taxes;

RESOLVED, this 17th day of February 2020 at Quezon City, Philippines.




DIR. EMMANUEL P. PRIVADO¹
National Resource and Logistics
Management Bureau
Regular Member



MR. FELIX M. ARMEÑA
Information and Communications
Technology Management Service
Alternate Regular Member

DIR. ERNESTINA Z. SOLLOSO
Pantawid Pamilyang Pilipino Program
Regular Member

OIC-DIR. IRENE B. Dumlao
Social Marketing Service
Alternate Member




U/SEC. RENE GLEN O. PAJE
Office of the Undersecretary for Inclusive
and Sustainable Peace
Regular Member

A/SEC. NOEL M. MACALALAD
Office of the Assistant Secretary for
Standards and Capacity Building
Alternate Member

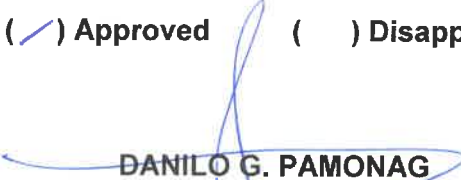
¹ Per Special Order No. 5106, Series of 2019




U/SEC. FELICISIMO C. BUDIONGAN
Office of the Undersecretary for Disaster
Response Management Group
Chairperson 


DIR. ANDREW J. AMBUBUYOG
Information and Communications
Technology Management Service
Provisional Member

Approved Disapproved


DANILO G. PAMONAG
Undersecretary, Office of the Undersecretary for Social Welfare and Development
(per Special Order No. 3242, Series of 2019)
(Head of the Procuring Entity/Authorized Representative)



NOTICE OF AWARD
NO. 2020-03-032

05 March 2020

MS. MARIA ANA S. SALAZAR

Authorized Representative

PLDT INC.

Ramon Cojuanco Building

Makati Avenue, Makati City

Mobile No.: (0918) 918-3149

Email Address: assalazar@pldt.com.ph

Dear **Ms. Salazar:**

We are pleased to inform you that your bid for the **Lot No. 2 (Secondary Internet and Internet Protocol Virtual Private Network [IPVPN])** for the **"Subscription of Managed Network Services for DSWD Programs and Services under ITB No. GOP/20-DSWD-003,** as evaluated in accordance with the Invitation to Bid (ITB), is hereby accepted. The total contract price is **Eighteen Million Pesos (PHP 18,000,000.00),** inclusive of all applicable taxes.

You are therefore required to provide us **within ten (10) calendar days,** upon receipt of this Notice, the performance security in accordance with the schedule provided for under ITB Clause 33, page 35 of the Bidding Documents.

Failure to provide the performance security shall constitute sufficient ground for cancellation of the award and forfeiture of your bid security.

Very truly yours,


DANILO G. PAMONAG

Undersecretary, Office of the Undersecretary for Social Welfare and Development
(Head of the Procuring Entity/Authorized Representative)

Conforme: 

Maria Ana S. Salazar

(Signature over Printed Name of Authorized Representative)

PLDT INC.

Date: 9/10/2020