



DEPARTMENT OF FOREIGN AFFAIRS  
KAGAWARAN NG UGNAYANG PANLABAS

BIDS AND AWARDS COMMITTEE

BAC Resolution No. NTC - 74 - 21

**RESOLUTION RECOMMENDING, BY REFERENDUM, AWARD OF CONTRACT THROUGH NEGOTIATED PROCUREMENT UNDER SECTION 53.9 (SMALL VALUE PROCUREMENT) FOR THE PROCUREMENT OF VARIOUS WINES**

**WHEREAS**, the Office of the Secretary (OSEC) intends to procure various wines for the official use of the Secretary of Foreign Affairs;

**WHEREAS**, the procurement of various wines by the OSEC, with an Approved Budget for the Contract (ABC) in the amount of Three Hundred Thousand Pesos (PhP 300,000.00) only, is included in the Department's Annual Procurement Plan (APP) for CY 2021;

**WHEREAS**, Section 53.9 of the 2016 revised Implementing Rules and Regulations (IRR) of R.A. 9184, otherwise known as the "Government Procurement Reform Act of 2003", allows an agency to resort to Small Value Procurement as alternative method of procurement where the amount involved does not exceed the threshold amount of One Million Pesos (PhP 1,000,000.00) as prescribed in Annex "H" thereof;

**WHEREAS**, Annex H(IV)(J) of the 2016 revised IRR allows the conduct of Shopping and Negotiated Procurement under Emergency Cases, Small Value Procurement and Lease of Real Property and Venue to be delegated to the End-user unit or any other appropriate bureau, committee, or support unit duly authorized by the BAC;

**WHEREAS**, pursuant to Item No. (V)(D)(8)(b)(iii) of Annex "H" of the 2016 revised Implementing Rules and Regulations (IRR) of Republic Act (RA) No. 9184, a Request for Quotation (RFQ) was posted in the Philippine Government Electronic Procurement System (PhilGEPS) website for three (3) days, starting on 18 June 2021;

**WHEREAS**, the BAC Secretariat received one (1) quotation from PhilGEPS, the EMJ Three Kings Marketing Corp. (PhP 277,713.60, failed; did not pass the Technical Specifications) and the OSEC sent requests for quotations to three (3) different companies, namely: the Bottle Zone Corp. (did not submit a quotation), the Yats Wine Cellars, (PhP 220,440.00, failed, did not pass the Technical Specifications), and the *Estate Wine, Inc.*, which submitted the lowest calculated and most responsive quotation in the amount of **Two Hundred Seventy Thousand Six Hundred Pesos only (PhP 270,600.00)** only;

**NOW, THEREFORE**, we, the members of the Bids and Awards Committee of the Department, RESOLVE to RECOMMEND to the Head of the Procuring Entity (HOPE) to resort to Negotiated Procurement as the alternative method of procurement of various wines from the **Estate Wine, Inc.**, subject to the above-mentioned requirements and provided that existing auditing rules and regulations shall be strictly observed by the end-user.

**ADOPTED**, this 1st day of July 2021, Pasay City.

  
**NARCISO T. CASTAÑEDA**  
BAC Chairperson

  
**KRISTINE MARGRET M. MALANG**  
BAC Vice-Chairperson

  
**SUSAN PHOEBE R. SABADO**  
BAC Member

  
**JERICSON H. ARCEO**  
BAC Provisional Member

  
**KIRA CHRISTIANNE R. DANGANAN-AZUCENA**  
End-user Representative

Approved:

By the Authority of the Secretary of Foreign Affairs:

  
**ERNESTO C. ABELLA**

Undersecretary for Strategic  
Communications and Research  
and Head of the Procuring Entity