BIDS AND AWARDS COMMITTEE

BAC Resolution No. CPM-304-22

RESOLUTION RECOMMENDING, BY REFERENDUM, AWARD OF CONTRACT THROUGH NEGOTIATED PROCUREMENT UNDER SECTION 50 (DIRECT CONTRACTING) AS ALTERNATIVE METHOD OF PROCUREMENT FOR THE PROCUREMENT OF PREVENTIVE MAINTENANCE SERVICES INCLUDING REPLACEMENT OF PARTS OF SIX (6) UNITS HITACHI ELEVATORS AT DFA MAIN BUILDING FOR THE CY 2023

WHEREAS, Office of Asset Management and Support Services (OAMSS) intends to procure preventive maintenance services including replacement of parts of six (6) units Hitachi elevators at DFA Main building for the CY 2023;

WHEREAS, the procurement of preventive maintenance services including replacement of parts of six (6) units Hitachi elevators at DFA Main building for the CY 2023 by the OAMSS, with an Approved Budget for the Contract (ABC) in the amount of *One Million Three Hundred Thousand Pesos* (PhP 1,300,000.00) only, chargeable against OAMSS's FY 2023 MOOE for Repair and Maintenance – Buildings, is included in the Department's Indicative Annual Procurement Plan (Indicative APP) for FY 2023;

WHEREAS, Section 50 of the 2016 revised Implementing Rules and Regulations (IRR) of Republic Act (RA) No. 9184, otherwise known as the "Government Procurement Reform Act of 2003", states that Direct Contracting may be resorted to under any of the following conditions, *inter alia*: (c) Those sold by an exclusive dealer or manufacturer, which does not have sub-dealers selling at lower prices and for which no suitable substitute can be obtained and more advantageous terms to the Government:

WHEREAS, the OAMSS submitted to the Bids and Awards Committee the quotation from the *Hitachi Elevator Philippines Corporation* for the procurement of preventive maintenance services including replacement of parts of six (6) units Hitachi elevators at DFA Main building for the CY 2023, in the total amount of *One Million Two Hundred Eighty – Three Thousand Two Hundred Pesos* (PhP 1,283,200.00) only;

WHEREAS, *Hitachi Elevator Philippines Corporation*, is the sole and exclusive company authorized to sell, install, and service/repair Hitachi elevators/escalators in the Republic of the Philippines from 01 January 2022 to 31 December 2022 until revoked and terminated with written agreement by parties, based on the Certification issued on 09 February 2022 by Hitachi, Ltd., Building Systems Business Unit, Tokyo, Japan;

WHEREAS, the Bids and Awards Committee (BAC), after taking into consideration all relevant factors, finds that the awarding of the procurement of preventive maintenance services including replacement of parts of six (6) units Hitachi elevators at DFA Main building for the CY 2023 from the *Hitachi Elevator Philippines Corporation*, may be done under Section 50 (c) of the 2016 revised IRR of R.A. 9184.

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) the resort to Direct Contracting as the alternative method of procurement for the procurement of preventive maintenance services including replacement of parts of six (6) units Hitachi elevators at DFA Main building for the CY 2023 from the *Hitachi Elevator Philippines Corporation*, subject to the abovementioned requirements and provided that existing auditing rules and regulations shall be strictly observed by the end-user.

ADOPTED, this 16th day of November 2022 at Pasay City.

CHARLIE P. MANANGAN

BAC Chairperson

PAUL VINCENT L. UY

BAC Vice-Chairperson

IHNA ALYSSA MARIE D. SANTOS

JED EZRØY E. RENDOR

BAC Member

Representative of the End-use

Approved:

By the Authority of the Secretary for Foreign Affairs:

ANTONIO A. MORALES

Undersecretary

and Head of the Procuring Entity