



LOGISTICS MANAGEMENT DEPARTMENT

MEMMORANDUM

December 1, 2016

FOR : THE ASSISTANT VICE PRESIDENT
LOGISTICS MANAGEMENT DEPARTMENT

FROM : THE SENIOR MANAGER
SUPPLIES CONTROL AND MANAGEMENT UNIT

SUBJECT : NOTICE OF FAILURE AND RE-CONDUCT FOR LOT- 3 OF ITB NO.
COR 16-00083

This refers to the Negotiated Procurement (Small Value) for Lot-3 of the **Supply and Delivery of Three Lots Various Office Chairs** under ITB No. COR 16-00083 with an Approved Budget for the Contract (ABC) in the amount of Thirty Three Thousand (Php33,000.00) VAT Exclusive, Zero Rated Transaction.

On the deadline for the Submission and Receipt of Quotation held last November 3, 2016 - 2:00 PM, two bidders submitted their quotations for the said Lot, namely:

- Ambassador Appliances, Inc. ; and,
- CLC Marketing Ventures Corp.

After the preliminary examination of the submitted quotation, results obtained are as follows:

Name of Bidder	Approved Budget	Financial Offer	Remarks
Ambassador Appliances	Php33,000.00	Php18,080.00	PASS
CLC Marketing Ventures Corp		Php26,357.16	FAIL (did not comply in the Technical Description)

Last November 4, 2016, a Notice of Disqualification letter was issued to CLC Marketing Ventures Corporation due to the above stated remark. The supplier acknowledged the letter and signed the waiver to file for reconsideration last November 7, 2016.

Ambassador Appliances Inc. was notified to submit actual sample of the item last November 18, 2016. However, based on the evaluation report submitted by the end-user, the following technical specification was not met, to wit:

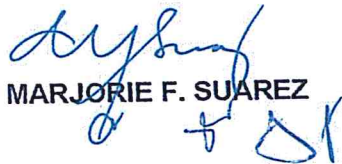
ITEM	Technical Specification	Based on Actual Sample
JR. Executive Swivel Chair	-Lockable tilting mechanism	-No Lockable titling mechanism

Last November 18, 2016, Ambassador Appliances, Inc. was notified for the disapproval of the sample submitted and was acknowledged by the supplier last November 21, 2016. On November 23, 2016, a "Notice of Disqualification" letter was issued to Ambassador Appliances, Inc. due to the said reason and no motion for reconsideration was received by PAGCOR.

In view of the foregoing, the Supplies Control and Management Unit-Logistics Management Department respectfully recommends for the information or further instructions, if any, of the Assistant Vice President – Logistics Management Department, as duly delegated by the Board of Directors the following:

- a. Declaration of a "Failure" of Negotiated Procurement (Small Value) for Lot-3 of the Supply and Delivery of Three Lots Various Office Chairs under ITB No. COR 16-00083 pursuant to Section 35.1 of the IRR of R.A. No. 9184; and,
- b. Re-conduct of Negotiated Procurement (Small Value) for Lot-3 of the Supply and Delivery of Three Lots Various Office Chairs.

Thank you.


MARJORIE F. SUAREZ

APPROVED BY:


MA. REINA G. CARREON
ASSISTANT VICE-PRESIDENT