Invitation to Submit Proposal for the Supply of Power to Lima Enerzone Corporation

1. Bid Information

Lima Enerzone Corporation ("**lima enerzone**") is a duly franchised distribution utility engaged in the distribution of electricity within its franchise area within Lima Technology Center in Lipa and Malvar area province of Batangas. Lima enerzone is in need of the supply of electricity for its power requirements to meet the demand of its captive customers.

Lima enerzone needs a qualified supplier/s that can supply 9MW of power to commence on December 26, 2020, which date for the start of supply shall be subject to the approval of the PEZA.

2. Minimum Requirement of Supply

Lima enerzone, through its Third Party Bids and Awards Committee ("**TPBAC**"), is inviting proposals with the following Minimum Requirements of Supply (**"Bid**"):

| 1 | Required Capacity | The capacity required is 9MW. A bidder may submit a minimum bid of 3MW. |
|---|---|---|
| | Annual Maximum Energy | equivalent energy in MWh at 100% load factor less allowed or actual outages but not to exceed the allowed forced and unforced outages |
| | Annual Minimum Energy Off-Take | 0 MWh |
| 2 | Supply Description | The supply must be flexible to supply the base, intermediate and peaking requirement of lima enerzone |
| 3 | Start of Supply | December 26, 2020, subject to PEZA approval |
| 4 | Term of Power Supply Agreement | Five (5) years from the commencement of supply |
| 5 | Receiving Point | Lima enerzone Metering Point/s |
| 6 | Plant Outage Allowance & Replacement Power | Maximum Annual Scheduled Outage Allowance Hours = 720 hours |
| | | Maximum Annual Forced Outage Allowance Hours = 360 hours |
| | | Bidders shall indicate the Annual Scheduled and Forced Outage Allowance in the submission of bids. |
| | | Replacement power for outages beyond allowances, as may be required by lima enerzone |
| 7 | Connection Scheme | Bidders must submit a diagram of its Connection Scheme with the Transmission Grid and a |

| | | certification from IEMOP of its Final Hourly Generator Ex-Ante Nodal Prices from February 26, 2019 to February 25, 2020, which will be part of the overall evaluation. |
|----|----------------------------|--|
| 8 | Form of Payment | Philippine Peso |
| 9 | Tariff Structure | Price for generation must be broken down into Fixed Capacity Fee, Fixed and Variable O&M, and Energy Fees, or their equivalent, including applicable indices and taxes. Bidders may also express their offer on a per killo- watt hour basis with yearly adjustment of not more than 2% of the total rate. Applicable indices as of March 2020 shall form part of the submission by Bidder. An offer with Prompt Payment Discount or other forms of Discount is an advantage. Evaluation of price offers shall consider delivered cost at Lima Enerzone's receiving point. |
| 10 | Taxes | Bidders to indicate applicable taxes |
| 11 | Price Cap | Lima enerzone shall set a price ceiling which will be disclosed after the opening of bids. |
| 12 | Other Terms and Conditions | As set out in the power supply agreement |

3. Eligibility Requirements

Parties intending to bid ("**Prospective Bidders**") shall be required to comply with the following eligibility requirements ("Eligibility Requirements"):

- A. Prospective Bidders shall submit the following:
 - i. Board resolution/ Secretary Certificate authorizing participation in the Bid
 - ii. Expression of interest to participate in the Bid

iii. Duly notarized non-disclosure undertaking in the form prescribed by the TPBAC signed on every page by the duly authorized representative;

iv. Written Acceptance of TOR

B. Payment of non-refundable processing fee of PhP100,000.00

4. Instruction to Bidders

All requests and submissions of CSP documents shall be addressed to the TPBAC Chairman and communicated through the CSP Secretariat at <u>lima.csp.secretariat@aboitiz.com</u>. Only the authorized representative/s of the Prospective Bidder are allowed to ask queries or submit documents through electronic mail.

Prospective Bidders may obtain a copy of the form of the Eligibility Documents through a letter request on or before 5:00 p.m. of September 9, 2020 (the "**Pre-Qualification Deadline**"). Clarifications on the Eligibility Documents shall be entertained up to September 11, 2020. Deadline for the submission of the eligibility requirements and payment of bid processing fee is on 5:00 p.m. of September 14, 2020 (the "**Pre-Qualification Deadline**").

The TPBAC shall notify a Prospective Bidder whether it meets the Eligibility Requirements for timeliness, completeness and conformity on September 15, 2020. However, the TPBAC will verify the veracity of the electronic submission with the duly accomplished original hard copies which the prospective bidder shall submit on or before September 21, 2020 at Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas. Failure of the Prospective Bidder to submit the duly accomplished original hard copies may be a grounds for disqualification.

Only Prospective Bidders that have complied with the Eligibility Requirements on time may be allowed to participate in the Bid and to obtain all bidding documents, including the detailed terms of reference and bid procedures.

The TPBAC reserves the right to declare a failed bidding in the event that less than two (2) Prospective Bidders comply with the eligibility requirements.

| Availability of Bid Documents | September 15 to 25, 2020 |
|---|----------------------------|
| Deadline for Submission of Comments and Questions on the Bid | October 2, 2020 |
| Pre-bid Conference | October 5, 2020 |
| Issuance of Bid Bulletin/s, if required | October 6 to 9, 2020 |
| Deadline for Submission of Bids ("Bid Submission Deadline") | 9 A.M. of October 26, 2020 |
| Opening of Bids Evaluation of Bids Provisional Declaration of Winning Bidder (subject to Post Qualification) | 9 A.M. of October 26, 2020 |
| Post Qualification (validation of hard copies submitted by the Winning Bidder) | November 4, 2020 |
| Issuance of Notice of Award | November 4, 2020 |

Indicative Schedule

Any amendment to the Schedule will be announced through Bid Bulletins and communicated to the Prospective Bidders through email.

Unless otherwise expressly specified in writing, all references to times and dates shall refer to Philippine Time.

For further information, prospective Bidders shall communicate to the CSP Secretariat at lima.csp.secretariat@aboitiz.com.

THIRD PARTY BIDS AND AWARDS COMMITTEE LIMA ENERZONE CORPORATION

By:

JUSTIN JAY G. NAVARRO Chairman, TPBAC August 14, 2020



August 14, 2020

DEPARTMENT OF ENERGY

Energy Center, Rizal Drive Bonifacio Global City Taguig City 1632

Attention: FELIX WILLIAM B. FUENTEBELLA Undersecretary

Subject: INVITATION TO OBSERVE BIDDING ACTIVITIES AND POSTING IN THE DOE E-BASED PORTAL

Dear Undersecretary Fuentebella:

In compliance with Section 7 of the Department of Energy's Department Circular No. DC2018-01-003, we invite you, or an authorized representative of the Department of Energy ("DOE"), to observe the following bidding activities of the Competitive Selection Process for the Supply of Power to Lima Enerzone Corporation ("lima enerzone"):

| Bidding Activities | Date and Time |
|--|--|
| Evaluation of Compliance with Pre- Qualification Requirements | September 15, 2020 9:00PM – 12:00PM |
| Pre-Bid Conference | October 5, 2020 1:00PM – 5:00PM |
| Opening of Bids | |
| Evaluation of Bids | October 26, 2020 9:00AM – 5:00PM |
| Declaration of Winning Bidder | |

In compliance to Section 8.5.1 to the aforementioned DOE Circular, we are furnishing herewith a copy of the invitation to Submit Proposal for the Supply of Power to lima enerzone for posting in the DOE E-based portal.

Furthermore, please be informed that the TPBAC will conduct the CSP using a virtual channel. Please inform us of your attendance or of your representatives through the

LIMA ENERZONE CORPORATION

Lima Technology Center, JP Laurel Highway, Brgy. Santiago Malvar, Batangas, Philippines +63 43 406 0301 / 981 0876



Secretariat at <u>lima.csp.secretariat@aboitiz.com</u>. The Secretariat will be providing a link of the virtual meetings after the DOE confirms its participation.

Sincerely Yours,

THIRD PARTY BIDS AND AWARDS COMMITTEE LIMA ENERZONE CORPORATION

By:





O LIMA ENERZONE CORPORATION

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