

Republic of the Philippines DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS OFFICE OF THE SECRETARY Bonifacio Drive, Port Area, Manila



APR 0 3 2025

DEPARTMENT ORDER

)

| NO. | 65 |) |
|-----|---------|----------|
| | of 2025 | 417/2025 |

SUBJECT: Blacklisting for One (1) Year of VAL ENGINEERING AND CONSTRUCTION

Pursuant to Sec. 69.1 (i) Rule XXIII of the 2016 Revised Implementing Rules and Regulations (IRR) of Republic Act (R.A.) 9184, and in accordance with Department Order No. 28 series of 2024, this Blacklisting Order is hereby issued to VAL ENGINEERING AND CONSTRUCTION.

Based on the findings and recommendations of the Bids and Awards Committee (BAC) of the DPWH South Cotabato 1st District Engineering Office and Sarangani District Engineering Office, as stated in their submitted Three (3)-Strike Documents dated April 17, 2024, and May 6, 2024, respectively, it has been determined that the entity bearing <u>PCAB Contractor's License Number</u> 44833 and PhilGEPS Registration No. 201811671651128153685, located at B10, L13, Phase 3B, <u>Doña Soledad Subdivision, General Santos City, South Cotabato, Region XII</u>, has committed the offense of submitting patently insufficient bids at least three (3) times within a year without valid justification. These acts tend to defeat the purpose of competitive bidding.

Consequently, considering that the accumulated strikes constitute a set of three (3) similar offenses, the entity is hereby suspended/disqualified from participating in all government procurement for a period of one (1) year, starting from $\underline{0.3}$ <u>APR</u> <u>2025</u> until $\underline{0.2}$ until $\underline{0.2}$ <u>APR</u> <u>2025</u> until <u>1</u> <u>2025</u> until <u></u>

The penalty relates to the procurement of the following projects:

| Name of the Project/Contract | Location of the Project | Approved Budget for the Contract (ABC) | |
|--|--|---|--|
| 24MB0053- Construction of Road with Drainage System, Barangay Siguel, General Santos City | Barangay Siguel, General Santos City | PhP 4,950,000.00 | |
| 24ME0027- Construction of Multi- Purpose Building (Building 1), Barangay Poblacion; Alabel, Sarangani Province | Barangay Poblacion, Alabel, Sarangani Province | PhP 5,940,000.00 | |

| 3. 24ME0084- Construction of Multi- | | | |
|-------------------------------------|-------------------|------------------|--|
| Purpose Building (Health Center), | Barangay Paraiso, | | |
| Barangay Paraiso; Alabel, Sarangani | Alabel, Sarangani | PhP 9,900,000.00 | |
| Province | Province | | |
| | | | |

As additional measure, the following sanction is also imposed:

1. Forfeiture of Bid Security, which, for violations committed prior to the opening of the financial envelope, is a fixed amount equivalent to two percent (2%) of the Approved Budget for the Contract (ABC). Given the multiple projects involved, the total forfeiture amount is PhP 415,800.00, calculated as 2% of the combined ABC for all three (3) projects listed above.

Furthermore, in accordance with Section 10 of the "Uniform Guidelines for Blacklisting of Manufacturers, Suppliers, Distributors, Contractors and Consultants", as amended by GPPB Resolution No. 14-2020 dated 25 June 2020, the name of the blacklisted entity will be posted in the Consolidated Blacklisting Report (CBR) through the Online Blacklisting Portal within three (3) calendar days from the date of effectivity of this Blacklisting Order. The entity's name will be removed upon the lapse of the penalty period. An accomplished copy of the Government Procurement Policy Board (GPPB) Blacklisting Order Prescribed Form-Appendix 1 is attached for further reference.

This Order shall take effect immediately.

MANUEL BONOAN Secretar

Encl: Government Procurement Policy Board (GPPB) Blacklisting Order Prescribed Form-Appendix 1

12.1 MVSG/MAP

Department of Public Works and Highways Office of the Secretary

APPENDIX "1"

Republic of the Philippines DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS Manila

BLACKLISTING ORDER NO. 65, series of 2025

Pursuant to Sec. 69 of Republic Act No. 9184 and upon the findings and recommendations of the DPWH South Cotabato 1st District Engineering Office (DEO) and Sarangani DEO Bids and Awards Committees (BAC) in their submitted Strike Documents dated April 17, 2024 and May 6, 2024, respectively, the undersigned, under Department Order No. 28 series of 2024 dated 26 February 2024, hereby issues this Blacklisting Order to the entity hereafter stated:

- VAL ENGINEERING AND CONSTRUCTION with PCAB Contractor's License Number 44833 and PhilGEPS Registration No. <u>201811671651128153685</u> having business address at B10, L13, Phase 3B, Doña Soledad Subdivision, General Santos City, South Cotabato, Region XII, is hereby SUSPENDED/DISQUALIFIED from participating in all government procurement –
 - ☑ for: 1 year starting from 0 3 APR 2025 until 0 7 APR 2026
 - permanently/in perpetuity
- Specific ground/offense committed: (Please choose the applicable offense committed by the bidder/contractor)

| During | the Procurement Stage: |
|--------|---|
| | Submission of eligibility requirements containing false information or falsified documents. |
| | Submission of Bids that contain false information or falsified documents, or the concealment of such information in the Bids in order to influence the outcome of eligibility screening or any other stage of the public bidding. |
| | Allowing the use of one's name, or using the name of another for purpose of public bidding. |
| | Withdrawal of a bid, or refusal to accept an award or enter into contract with the government without justifiable cause, after he had been adjudged as having submitted the Lowest Calculated Responsive Bid or Highest Rated Responsive Bid. |
| | Refusal or failure to post the required performance security within the prescribed time. |
| | Refusal to clarify or validate in writing its Bid during post qualification within a period of seven (7) calendar days from receipt of the request for clarification. |
| | Any documented unsolicited attempt by a bidder to unduly influence the outcome of the bidding in his favor. |
| | Refusal to enter into, or withdrawal from, a joint venture in the event of a contract award without justifiable reason. |
| | Refusal to submit post-qualification requirements on time without justifiable reason or a finding against the veracity of such post-qualification requirements. |
| | All other acts that tend to defeat the purpose of the competitive bidding, such as |

| | habitually withdrawing from bidding or submitting late bids or patently insufficier bids, for at least three (3) times within a year, except for valid reasons. |
|--------|---|
| | Withdrawal, without justifiable reason, of bid during the period of bid validity required in the bidding documents. |
| | Failure or refusal, without justifiable reason, to accept the award and enter into contract or perform any and all acts necessary to the execution of the contract, i accordance with the bidding documents, after having been duly notified of the acceptance. |
| During | Contract Implementation |
| | Failure of the contractor, due solely to his fault or negligence, to mobilize and start work or performance within the specified period in the Notice to Proceed ("NTP"). |
| | Failure by the contractor to fully and faithfully comply with its contractual obligations without valid cause, or failure by the contractor to comply with any written lawful instruction of the procuring entity or its representative(s) pursuant t the implementation of the contract. |
| | Assignment and subcontracting of the contract or any part thereof or substitution of key personnel named in the proposal without prior written approval by the procuring entity. |
| | Unsatisfactory progress in the delivery of the goods by the manufacturer, supplie or distributor arising from his fault or negligence and/or unsatisfactory or inferior quality of goods, as may be provided in the contract. |
| | Poor performance by the consultant of his services arising from his fault or negligence - Defective design resulting in substantial corrective works in design and/or construction. |
| | Poor performance by the consultant of his services arising from his fault or negligence - Failure to deliver critical outputs due to consultant's fault or negligence. |
| | Poor performance by the consultant of his services arising from his fault or negligence - Specifying materials which are inappropriate, substandard, or way above acceptable standards. |
| | Poor performance by the consultant of his services arising from his fault or negligence - Allowing defective workmanship or works by the contractor being supervised by the consultant. |
| | Poor performance by the contractor or unsatisfactory quality and/or progress of work arising from his fault or negligence as reflected in the CPES rating sheet - Negative slippage of 15%. |
| | Poor performance by the contractor or unsatisfactory quality and/or progress of work arising from his fault or negligence as reflected in the CPES rating sheet - Quality of materials and workmanship not complying with the approved specifications. |
| | Willful or deliberate abandonment or non-performance of the project or contract by the contractor resulting to substantial breach thereof without lawful and/or just cause. |
| | The contractor has engaged, before or during implementation of the contract, in unlawful deeds and behaviors relative to contract acquisition and implementation as enumerated in Section III.D. of the Guidelines on Termination of Contracts. |
| During | Warranty Period |
| | Failure of contractor to repair works, at his own expense, of any defect or damage to the infrastructure projects on account of the use of materials of inferio quality within ninety (90) days from the time the HoPE has issued an order to undertake repair. |
| Other | Violations |
| | Violation of Sec. 65(a) of R.A. No. 9184 - Opening of sealed bid prior to scheduled time of bid opening. |

.

.

| Violation of Sec. 65(a) of R.A. No. 9184 - Delaying, without justifiable cause, the screening for eligibility, opening of bids, evaluation and post evaluation of bids, and awarding of contracts beyond the prescribed periods of action. |
|---|
| Violation of Sec. 65(a) of R.A. No. 9184 - Unduly influencing or exerting undue pressure on any member of the BAC or any officer or employee of the procuring entity to take a particular action which favors, or tends to favor a particular bidder. |
| Violation of Sec. 65(a) of R.A. No. 9184 - Splitting of Contracts. |
| Violation of Sec. 65(a) in relation to Sec. 47 of R.A. No. 9184 - Abuse of Reservation Clause with manifest preference to relatives. |
| Violation of Sec. 65(b) of R.A. No. 9184 - Collusion among bidder. |
| Violation of Sec. 65(b) of R.A. No. 9184 - Maliciously submitting different bids through two or more persons, corporations, partnerships or any other business entity in which he has interest to create the appearance of competition. |
| Violation of Sec. 65(b) of R.A. No. 9184 - Agreeing to refrain from submitting, or withdrawal of bids. |
| Violation of Sec. 65(b) of R.A. No. 9184 - Employment of schemes to suppress competition. |
| Other violation: (Specify) |
| State the violation and the legal basis |

3. The penalty is being imposed in connection with the following procurement details:

| (a) | Name of the Project/Contract | (b) Location of the Project | (c) ABC for offenses committed during procurement stage |
|-----|--|--|---|
| | 24MB0053- Construction of Road with Drainage System, Barangay Siguel, General Santos City | Barangay Siguel, General Santos City | PhP 4,950,000.00 |
| | 24ME0027- Construction of Multi- Purpose Building (Building 1), Barangay Poblacion; Alabel, Sarangani Province | Barangay Poblacion, Alabel, Sarangani Province | PhP 5,940,000.00 |
| | 24ME0084- Construction of Multi- Purpose Building (Health Center), Barangay Paraiso; Alabel, Sarangani Province | Barangay Paraiso, Alabel, Sarangani Province | PhP 9,900,000.00 |

- 4. In addition to the foregoing, the following sanctions are also imposed: *[Please check other applicable sanctions]*
 - Forfeiture of Bid Security in the amount of PhP 415,800.00.
 - □ Forfeiture of Performance Security in the amount of PhP [Bid Security amount].
 - □ Suspension of account in the PhilGEPS website.
 - □ Cancellation of account in the PhilGEPS website.
 - Denial of registration with PhilGEPS.

5. Additional information, if any: [Please specify]

The name/s of the foregoing persons and/or entities shall be posted within three (3) calendar days from the date of effectivity of this Blacklisting Order in the Consolidated Blacklisting Report (CBR) through the Online Blacklisting Portal pursuant to Section 10 of the "Uniform Guidelines for Blacklisting of Manufacturers, Suppliers, Distributors, Contractors and Consultants", *as amended by GPPB Resolution No. 14-2020 dated 25 June 2020.* The names of the Blacklisted Persons/Entity shall be removed upon the lapse of the period of penalty.

Issued this 0.3 APR 2025, in Manila, Philippines.

SO ORDERED.

BONOAN Secretary

| Department of Public Works and Highways Office of the Secretary |
|--|
| |
| |
| WIN5AB00316 |

| Received by: | 1 |
|--------------|---|
| Designation: | |

Date Received:

In case of concerns/clarifications, you may contact the agency through:

Address: ______ Contact Person: ______ Telephone No.: ______ E-mail Address: ______

Posted on:

| Date & time: | |
|--------------|--|
| Name: | |
| Position.: | |
| | |



Republic of the Philippines DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS CENTRAL OFFICE

Manila

NOTICE OF CORRECTION

All is hereby informed that correction has been made to the following document as described herein:

Document Title: Blacklisting for One (1) Year of VAL ENGINEERING AND CONSTRUCTION (0.0 no. 65 5.2035 Proponent Office: Procurement Service Date of Document Issuance: April 03, 2025 Correction Location Before Correction After Correction (page # / Reason Annex, etc.) ... for a period of (1) year, ... for a period of (1) year, Page 1 starting from April 03, 2025 (D.O. No. 65 The omission of the start starting from s. 2025) until until <u>April 02, 2026</u>, ... and end dates of the _/ ... blacklisting was an for: 1 year starting from Page 1 for: 1 year starting from April oversight and has now (Appendix 1) 03, 2025 until April 02, 2026. until been addressed by Issued this April 03, 2025, in specifying the applicable Issued this , in Page 4 Manila, Philippines. Manila, Philippines. dates. (Appendix 1) Proponent office hereby attests that the corrections indicated above were the only changes made to the document. Requested by: MA. VICTORIA S. CREGORIO Head of Proponent Office Date: April 07, 2025 Approved b MARICHU À **PALAFOX** Undersecreta Concerned Date: 1 4 APR 2025 Noted by: MARICHU A. PALAFOX Undersecretary Chairperson, Policies and Procedures Review Committee Date: 16 APR 2025

Series No.: 2025 - 002