



PAMBANSANG PUNONGHIMPILAN TANOD BAYBAYIN NG PILIPINAS
(National Headquarters Philippine Coast Guard)
Bids and Awards Committee
139 25th Street, Port Area,
1018 Manila

26 June 2025

SUPPLEMENTAL/BID BULLETIN NO. 02-2025

This Supplemental/Bid Bulletin No. 02-2025 is issued to include the following clarification/changes raised by the prospective bidders as an integral part of the Bidding Documents for the project **SUPPLY, DELIVERY, INSTALLATION, INTEGRATION, AND TESTING OF ADDITIONAL RADAR FOR THE CEBU VESSEL TRAFFIC MANAGEMENT SYSTEM (VTMS)**, detailed as follows:

PCG REQUIREMENT/S	CONCERNS	RESPONSE
	Japan Radio Communication Inc.	
Section I. Invitation to Bid Item. 2 "The Philippine Coast Guard now invites bids for the above Procurement Project. Delivery of the Goods is required within One Hundred Eighty (180) calendar days upon receipt by the winning supplier of the Notice to Proceed (NTP) with warranty of at least three (3) years upon acceptance."	<p>More so, some segments of the semiconductor industry are still experiencing supply shortages, with extended lead times becoming the normal routine. This global situation is affecting the production and delivery schedule of the equipment in question.</p> <p>Since the equipment is a specialized type and not an off-the-shelf product, the manufacturer must take into account the production timeline not only of the equipment itself but also of the necessary semiconductors and/or components from its suppliers. Therefore, we respectfully request to revise the delivery period</p>	<p>Not Granted</p> <p>Considering the global developments reported across various websites that are currently impacting the production and supply of materials used in semiconductor manufacturing. The TWG only granting a 12-months / 1-year duration for the implementation, which is deemed reasonable for this project.</p>



	from 180 calendar days to 18 months.	
<p>Section I. Invitation to Bid</p> <p>Item. 3</p> <p>"Bidding is restricted to Filipino citizens/sole proprietorships, partnerships, or organizations with at least sixty percent (60%) interest or outstanding capital stock belonging to citizens of the Philippines, and to citizens or organizations of a country the laws or regulations of that grant similar rights or privileges to Filipino citizens, pursuant to RA No. 11981 or the "Tatak Pinoy (Proudly Filipino) Act,"</p>	<p>Since the equipment is specialized equipment and not an ordinary material, may we clarify any exception for the Philippine branches of the foreign bidders to participate in the bidding process due to the foregoing concerns?</p>	<p>Not Granted</p> <p>As a general rule in the IRR of RA 12009, only Filipino Bidders can participate in the ongoing competitive bidding for the project. Foreign bidders can still participate if they can prove that their country of origin grants reciprocal rights to Filipino Bidders for the same item subject for bidding.</p> <p>Further, in case foreign bidders cannot comply with said condition, said foreign bidders can form into a joint venture and comply with the 60/40 percentage requirement of ownership or interests.</p>
<p>Section II. Instruction to Bidders</p> <p>Item 5.2</p> <p>"Foreign ownership limited to those allowed under the rules may participate in this Project."</p>	<p>May we clarify what the rules are for foreign ownership of the Philippine branches to be allowed to participate in this bidding</p>	<p>As a general rule in the IRR of RA 12009, only Filipino Bidders can participate in the ongoing competitive bidding for the project. Foreign bidders can still participate if they can prove that their country of origin grants reciprocal rights to Filipino Bidders for the same item subject for bidding.</p> <p>Further, in case foreign bidders cannot comply with said condition, said foreign bidders can form into a joint venture and comply with the 60/40 percentage</p>



		requirement of ownership or interests.
<p>Section V. Special Conditions of Contract</p> <p>Item 2.2 The terms of Payment</p> <p>"No advance payment is allowed"</p>	<p>On page 20, under Item number 2, advance payment is allowed. May we clarify the current payment condition for this project?</p>	<p>To avoid confusion, TWG will amend the provision under the Section VII. Technical Specifications:</p> <p>Item 2.2 The terms of Payment:</p> <p>As read:</p> <p>"Delivery and Payment Terms</p> <p>The project will be paid Fifty Percent (50%) upon Delivery of Equipment and Systems (Hardware/Software components), and the remaining Fifty Percent (50%) upon installation, Configuration, Integration of Equipment/Software and accessories, training, submission of documentation and 100% completion of the project."</p> <p>To Read:</p> <p>The terms of payment shall be as follows:</p> <ul style="list-style-type: none"> ➤ No advance payment is allowed. ➤ Partial payment is not allowed. ➤ Payment shall be provided based on the following schedule: <p>99% of the costs of the items delivered subject to the Philippine Coast Guard's acceptance [Issuance of the</p>



		<p>Inspection and Acceptance Report (IAR)] in writing.</p> <p>1% Retention of the items delivered to be paid after One (1) year from the formal acceptance (issuance of the IAR), if and when no patent and latent defects are noted (issuance of a Certificate of No Patent and Latent Defects).</p> <p>Or</p> <p>100% of the costs of the items delivered provided that the goods supplied are free from patent and latent defects and all conditions imposed under the contract have been fully met; subject to the Philippine Coast Guard's acceptance (issuance of the IAR) in writing of the items described in this Contract and upon submission of a Special Bank Guarantee equivalent to at least one percent (1%) of the total contract price valid for 12-month / 1-year from issuance of the IAR.</p>
<p>Section VI. Schedule of Requirements</p> <p>"The total number of days of delivery shall not exceed One Hundred Eighty (180) calendar days upon issuance of the Notice to Proceed (NTP)."</p>	<p>More so, some segments of the semiconductor industry are still experiencing supply shortages, with extended lead times becoming the normal routine. This global situation is affecting the production and delivery schedule of the equipment in question.</p> <p>Since the equipment is a specialized type and not an</p>	<p>Not Granted</p> <p>Considering the global developments reported across various websites that are currently impacting the production and supply of materials used in semiconductor manufacturing. The PCG only granted a 12-month / 1-year duration for the implementation, which is</p>



	<p>off-the-shelf product, the manufacturer must take into account the production timeline not only of the equipment itself but also of the necessary semiconductors and/or components from its suppliers. Therefore, we respectfully request to revise the delivery period from 180 calendar days to 18 months.</p>	<p>deemed reasonable for this project.</p>
<p>Section VII. Technical Specifications:</p> <p>3.1 VTMS Control Center</p> <p>"Description: Contractor shall perform the installation, testing, adjustment, and commissioning of the new dual X-Band solid-state Radar TRX and VHF Communication System. Contractor shall integrate the new dual X-Band solid-state Radar TRX and VHF Communication System to the existing Cebu VTMS System. Other necessary software update or configuration shall be likewise be performed to fully integrate the new equipment to the existing Cebu VTMS System."</p>	<p>May we clarify what the details of full integration of the new equipment to the existing Cebu VTMS System mean?</p>	<p>The radar targets from the additional radar shall be displayed and fully integrated into the existing Central Monitoring System of VTMS Cebu. Furthermore, the VHF radio systems included in the project shall also be integrated into the VTMS to ensure centralized monitoring and control. The integration of these components shall be subject to verification and validation during the Technical Inspection conducted by the Technical Inspection and Acceptance Committee (TIAC).</p>
<p>Section VII. Technical Specifications</p> <p>Other Terms and Conditions</p> <p>"All items shall have a warranty of at least one</p>	<p>On pages 39 & 40, the warranty clause is three (3) years, but different on page 35, which is one (1) year. May we clarify the warranty</p>	<p>Granted.</p> <p>The warranty terms and conditions for this project shall remain valid for a period of one (1) year.</p> <p>The Technical Working Group (TWG) has decided to</p>



(1) year upon acceptance."	terms and conditions for this project? We would also like to request that the <i>warranty period cover only failures due to natural defects. Failures caused by human error, such as operational mistakes, or by natural disasters, are not covered under the warranty.</i>	adopt the following additional clause To Read: "The warranty period for one (1) year shall cover only failures resulting from natural defects. Failures caused by human error, such as operational misuse, or by force majeure events (e.g., natural disasters), shall not be covered under this warranty."
Section VII. Technical Specifications "The bidder shall ensure that the equipment to be supplied is fully compatible and can be integrated with the existing Cebu VTMS."	May we clarify what the required documents are to show the compatibility of the equipment to be supplied to integrate with the existing Cebu VTMS?	The radar targets from the additional radar shall be displayed and fully integrated into the existing Central Monitoring System of VTMS Cebu. Furthermore, the VHF radio systems included in the project shall also be integrated into the VTMS to ensure centralized monitoring and control. The integration of these components shall be subject to verification and validation during the Technical Inspection conducted by the Technical Inspection and Acceptance Committee (TIAC).
Section VII. Technical Specifications Requirement/s if awarded the contract: Within One Hundred Eighty (180) Calendar days after NTP <ul style="list-style-type: none"> The TWG, TIAC, and End-User shall conduct a joint inspection as 	More so, some segments of the semiconductor industry are still experiencing supply shortages, with extended lead times becoming the normal routine. This global situation is affecting the production and delivery	Not Granted Considering the global developments reported across various websites that are currently impacting the production and supply of materials used in semiconductor manufacturing. The TWG only granted a 12-month / 1-year duration for the



<p>to the quantity, quality, functionality, and readiness of the equipment if the said matters are compliant with the submitted technical data sheet of the winning bidder/supplier.</p> <ul style="list-style-type: none"> Supplier shall conduct comprehensive training with PCG personnel regarding the operation and maintenance of the system. 	<p>schedule of the equipment in question.</p> <p>Since the equipment is a specialized type and not an off-the-shelf product, the manufacturer must take into account the production timeline not only of the equipment itself but also of the necessary semiconductors and/or components from its suppliers. Therefore, we respectfully request to revise the delivery period from 180 calendar days to 18 months</p>	<p>implementation, which is deemed reasonable for this project.</p>
<p>Section VII. Technical Specifications</p> <p>Timeline</p> <p>"Within One Hundred Twenty (120) Calendar days after NTP."</p> <p>"Pre-Delivery Inspection: Within One Hundred Twenty (120) Calendar days after NTP at bidder's facility."</p>	<p>In addition to the above concern, may we request to change the "Pre-delivery Inspection from 120 calendar days to "15 Months"</p> <p>and to have a "quantitative inspection" at any Bidder's Facilities in the Philippine.</p>	<p>Not Granted</p> <p>Considering the global developments reported across various websites that are currently impacting the production and supply of materials used in semiconductor manufacturing. The PCG only granted an Eleven (11) Months duration for the implementation, which is deemed reasonable for this project.</p>



For guidance and information of all concerned.



RADM HOSTILLO ARTURO E CORNELIO PCG
Chairperson, NHQ-PCG Bids and Awards Committee

Received by the bidders:

Name: _____

Date: _____

