



BIDDING
BASELOAD CONTRACT CAPACITY OF 1,200 MW (NET)
FOR CONTRACT PERIOD FROM 26 DECEMBER 2023

BID BULLETIN NO. 6

To all Interested Bidders:

A matrix containing an additional query that was received by, and the corresponding response of, the Meralco's BAC-PSA is set out in **ANNEX A**.

For your guidance and information.

Issued on 17 January 2024.

Bids and Awards Committee-Power Supply Agreements ("BAC-PSA")
Manila Electric Company

(sgd)

Lawrence S. Fernandez
Chairman

COMPETITIVE SELECTION PROCESS (CSP) FOR CONTRACT CAPACITY OF 1,200 MW (NET) FOR CONTRACT PERIOD FROM 26 DECEMBER 2023

FORMATTING/PROCEDURAL-RELATED QUERIES/COMMENTS					
		TOPIC / BID DOCUMENT REFERENCE	ARTICLE / SECTION / PAGE NO.	DISCUSSION OF COMMENTS / QUESTIONS FOR CLARIFICATION RECOMMENDATIONS / PROPOSED WORDING	BAC-PSA's RESPONSE
1.		Annex TP-1 Technical Proposal (Nominated Plant)		<p>In Bid Bulletin 4, Annex A, Item 6, the BAC stated that "[f]or the portion of the Fuel Formula pertaining to the indigenous fuel component, US CPI and a basket of international oil prices as long as the total number of Nominated Fuel Indices to be used will not exceed two (2)".</p> <p>Please confirm that for the indigenous gas ("IG") portion,</p> <ul style="list-style-type: none">i. US CPI as part of the fuel escalation is allowed and will NOT be counted as one of the Nominated Fuel Indices; andii. a basket of international oil prices is allowed and will be treated as one of the Nominated Fuel Indices. <p>In other words, if a bidder uses a mix of IG and LNG, then it may use CPI plus two (2) Nominated Fuel Indices namely:</p> <ul style="list-style-type: none">i. A basket of international oil prices for the IG portion; andii. another Fuel index (e.g. Brent, Henry Hub or JKM) for the LNG portion.	<p>1.) Yes, the understanding is correct for both (i) and (ii). The US CPI shall not be counted as a Nominated Fuel Index as long as it will be used in the indigenous gas portion of the fuel formula. For purposes of evaluation, the Bidder must indicate and state in the Fuel Formula for each Contract Year (as inputted in the InputFuelFormula worksheet, cells C8 to Q8) the Base US CPI that will be used and use the corresponding US CPI values for each year as seen in DU_Inputs worksheet as the value of the current US CPI (i.e. current US CPI divided by base US CPI). This is to ensure that the effect of using US CPI in the fuel formula will be captured.</p> <p>2.) Yes, if the Bidder will use a mix of indigenous gas and LNG, then it may use the US CPI plus two (2) Nominated Fuel Indices as long as the actual values of the resulting nominated fuel indices of both the indigenous gas and LNG portions are inputted in the FEW.</p>