RECEIVED OFFICE OF PUBLIC ACCOUNTABILITY PROCUREMENT APPEALS 1 D. GRAHAM BOTHA, ESO. 2 **Guam Power Authority** DATE: 3 688 Route 15, Suite 302 \_DAM DPM BY: AG 4 Mangilao, Guam 96913 5 Ph: (671) 648-3203/3002 FILE NO OPA-PA Fax: (671) 648-3290 6 7 8 Attorney for the Guam Power Authority 9 10 OFFICE OF THE PUBLIC AUDITOR 11 PROCUREMENT APPEALS 12 13 IN THE APPEAL OF DOCKET NO. OPA-PA-15-007 ) 14 15 PACIFIC DATA SYSTEMS, INC. ) APPELLEE'S HEARING BRIEF 16 17 Appellant. 18 19 20 21 **COMES NOW**, the GUAM POWER AUTHORITY, by and through its counsel of 22 23 record, D. GRAHAM BOTHA, ESQ., and submits its Hearing Brief for the August 20, 2015, 24 hearing as follows. 25 **ARGUMENT** 26 Guam Power Authority (GPA) submits that it properly awarded items A1-A5 to Docomo 27 Pacific Inc. (Docomo), the lowest responsive and responsible bidder. A responsive bidder is a 28 person who submitted a bid which conforms in all material respects to the Invitation for Bids. 5 29 GCA §5102(g), 2 GAR Div. 4, §3109(n)(2). PDS admits that Docomo was the lowest responsive bidder for items A-1 and A-2, but contends now that PDS is the lowest bidder for items A-3 and 30 31 A-4, and admits that PDS is not the lowest bidder for item A-5. PDS contends that despite the 32 clear language of the bid that each item is evaluated separately, it believes that items A-3, A-4 and 33 A-5 should be grouped together.

After reviewing the technical qualification of all bidders, GPA determined that the proposal submitted by Docomo for items A-1, A-2, A-3, A-4, and A-5 was the lowest bid, and the proposal submitted by PDS for items A-6, and A-7 to A-13 was the lowest bid.

PDS also asserts that GPA allowed an improper bid modification of Docomo's bid for items A-3 and A-4 after bid opening. This is based on a verbal statement allegedly made by a Docomo representative at the bid opening. There is no evidence submitted that shows either that the Docomo representative had the authority to modify any bid as alleged, or that GPA acted in any manner in reliance on those alleged statements.

In fact, it is clear under the documents submitted by Docomo that the bid price was "per site". The declaration of James Hoffman submitted establishes that included with the Docomo bid was a spreadsheet that indicates "per site" as the bid price. It is clear from the bid specifications that each line item for A3, A4, and A5 is evaluated separately. On November 6, 2015, GPA asked for clarification from PDS and GTA regarding several line items, specifically items A3 and A4. PDS submitted a response on November 7 to GPA, and with regard to A3 its response is as follows: "Each site is counted as one site (Fadian to Cabras = 1 site, T&D to Fadian = 1 site); **price shown on the PDS bid form is per site.**" With regard to A4 (which has 8 sites) its response is "Yes, the price listed is per site."

The Abstract of Bids lists the price proposals for all three bidders for the different line items. Only with the price clarifications provided by PDS and GTA, was the evaluation committee able to properly provide an analysis of the price proposals. GPA should have disqualified both PDS and GTA based on the deficient price proposals submitted that failed to provide specific line item prices as requested in the IFB. Specifically, it is clear the Docomo provided the lowest responsive price for items A1-A6, and GPA made the evaluation according to the evaluation criteria specified in the IFB.

1	On the abstract Docomo properly included the price for both sites at \$7,200 per year for 3
2	years or a total of \$21,600. As PDS indicated in its response its price of \$6,000; \$5,700; and
3	\$5,415.25 for 3 years was per site, so the actual price for both sites as requested by GPA is
4	$17,115 \times 2 \text{ sites} = 34,230 \text{ for 3 years}$ . Clearly under any mathematical calculations, the Docomo
5	bid of \$21,600 for 3 years is lower than the total PDS bid for 2 sites of \$34,230. Similarly, in item
6	A4, the Docomo bid was \$16,800 per year for 3 years for a total of \$50,400. The PDS bid was
7	\$3,000; \$2,850; and \$2,707.50 or a total of \$8,557.50 for 3 year <b>per site.</b> Since there are 8 sites
8	for item A4, then the actual PDS bid is $\$8,557.50 \times 8 = \$68,460$ which is once again greater than
9	the Docomo bid of \$50,400 for 3 years. While PDS concedes it was not the low bidder for item
10	A5, the bid abstract is clear: Docomo is \$7,200 per year or a total of \$21,600 for 3 years and PDS
11	is \$9,600; \$9,120; and \$8,664 for a total of \$27,384. Again, Docomo is the low bidder for item A5
12	as \$21,600 is less than \$27,384.
13	GPA properly made an award to Docomo for line items A1-A5, as it deemed Docomo the
14	lowest, <b>responsive</b> and responsible bidder for each line item in A1-A5 as specified in the IFB.
15 16 17 18 19 20	RESPECTFULLY SUBMITTED this 14 <sup>th</sup> day of August, 2015.  D. GRAHAM BOTHA, ESQ. GPA Legal Counsel