



19 January 2024

TECHNICAL ADVISORY NO. 01
Series of 2024

TO : **ALL ELECTRIC COOPERATIVES**

SUBJECT : **Mandatory Compliance with Bid Securities and Performance Bonds for Suppliers and Contractors**

This is a stern reminder for all Electric Cooperatives to **REQUIRE** their respective suppliers and contractors to post the necessary Bid Securities and Performance Bonds as provided in their respective contracts.

Further, Electric Cooperatives are reminded to **FORFEIT** the Bid Security and/or **DRAW** on the Performance Bond, if necessary under the circumstances. Likewise, Electric Cooperatives are enjoined to **ENFORCE AND IMPLEMENT** the liquidated damages clause as provided in their respective contracts.

Finally, any refusal, inability, or failure of the supplier or contractor to post the required Bid Securities or Performance Bonds, without justifiable cause, should be reported to this office through neatechnicalservices@gmail.com for appropriate action.

For strict compliance.

ERNESTO O. SILVANO, JR.
Deputy Administrator for Technical Services