

Commonwealth Utilities Corporation
Office of the Executive Director

REQUEST FOR PROPOSALS
CUC-RFP-14-003

Completion of Installation of a New 500,000 Gal. Diesel Fuel Tank at Power Plant No.1, Saipan

The Office of the Executive Director, Commonwealth Utilities Corporation (CUC) is soliciting competitive sealed proposals (Request for Proposals – RFP) from qualified and experienced Tank erection / installation firms for correction of existing defects, assembly, installation and commissioning a new Above Ground Oil Storage Tank (AST), as per the specifications contained in the proposal document and monitored through a construction management firm and a third party quality control firm, contracted by CUC. The Commonwealth of the Northern Mariana Islands (CNMI) Commonwealth Utilities Corporation (CUC) and the United States District Court entered into a Stipulated Order Number Two (SO No. 2) for Preliminary Injunctive Relief under Civil Case No. CV 08-0051 (Section 1.1). The United States Environmental Protection Agency (EPA) filed the civil action seeking injunctive relief under the Clean Water Act (CWA), and the Safe Drinking Water Act (SDWA). This work shall satisfy the requirement in Section IV, Oil Spill Prevention and Preparedness, Paragraphs # 28 Tank System Integrity Testing Workplan and Implementation for CUC Power plants 1 and 2 and Integrity Inspection Program.

The Saipan Power plant is located in the Lower Base Industrial Area near the Saipan Seaport, in the Commonwealth of the Northern Mariana Islands (CNMI). The foundation, tank and accessories have been designed by a US based company and the tank assembly kit was supplied to Saipan port by the same company, United Industries Group, CA (UIG) for installation by a local contractor. The previous construction contractor has been terminated due to default and performance issues while the metal work and welding work was in progress. The project is currently in a partially finished state.

The purpose of this RFP is to ensure the CUC is to ensure that the new tank is built to the codes and standards to which it was originally designed, including the corrections necessary, details of which have been described in the RFP and meets the stringent tests and inspections noted therein. Upon being awarded the contract and receiving the Notice to Proceed (NTP), the contractor will complete the correction as provided in the RFP. Following schedules shall be noted by all vendors:

- **Contract Award** - February 6, 2014
- **Notice to proceed / site mobilization** - February 13, 2014
- **Tank completion** - July 8, 2014

The Scope-of-Work and Proposal package will be emailed, upon request, to all interested proposers, by the CUC, Procurement & Supply Office, during working days, from 7:30 AM to 4:00 PM local time, **until December 18, 2013**.

A mandatory Pre-Proposal Conference followed by a site visit is scheduled at the Saipan CUC Power Plant 1, administration building on **December 18, 2013 at 10:00 AM**, to ensure that the contractors are fully aware of the work involved and familiarize with the site conditions. All proposers are advised that CUC assumes no responsibility in any act of omission on the part of the proposers due to lack of information or understanding of the plant site conditions in the course of Contractor's preparation of a proposal or performance of work under the contract.

One (1) Original and Six(6) hard copies must be submitted in a sealed envelope marked "CUC-RFP-14-003 - REQUEST FOR PROPOSAL - Completion of Installation of a New 500,000 Gal. Diesel Fuel Tank at Power Plant No.1, Saipan" to the CUC Procurement & Supply Office, 3rd Floor, Room No.3, Joeten Dandan, P.O. Box 501220, Saipan, MP 96950, no later than **December 31, 2013 at 10:00 AM (ChST)**. Late submissions and conditional proposals will not be considered.

Upon award of the contract the Offeror is required to submit a copy of his CNMI Business license in compliance with the Contractor's Registration and Licensing Laws of the Commonwealth of the Northern Mariana Islands. The Contractor and all subcontractors will be obligated to pay wage rates not less than the current CNMI minimum wage, prevailing through the period of contract, as indicated in the web page – <http://www.dol.gov/esa/minwage/cnmi/cnmi.htm>. The contractor shall be required to comply with all CNMI and applicable Federal Laws.

A *Proposal Guarantee* of fifteen (15%) percent of the total proposal price must accompany the proposal. The security deposit may be in cash, certified check, cashier's check, or bid bond executed by a surety company holding a certificate of authority from the United States Secretary of Treasury as an acceptable surety. A *Payment Bond* of one hundred (100%) percent and a *Performance Bond* of one hundred (100%) percent of the total proposal price will be required upon the execution of the contract by the successful proposer. The Payment and Performance bond must be executed by a surety company holding a certificate of authority from the United States Secretary of Treasury as an acceptable surety. Surety Company must be authorized to do business in the Commonwealth of the Northern Mariana Islands.

All insurers questions, concerns and qualification be should handled by the Department of Commerce Office of the Insurance Commissioner (OIC). The OIC is tasked with regulating and monitoring compliance to the CNMI's Insurance Code (Title 4, Division 7). Proposers are required to submit a clearance from the OIC certifying their insurer of choice is in compliance with the CNMI's Insurance Code, with the proposal.

All inquiries must be submitted in writing no later than **10:00am (ChST) on December 20, 2013**, to Mr. Manny B. Sablan, Jr., Purchasing Officer via email manny.sablan@cucgov.org and Petroleum and Compliance Manager, Mr. Andrew Longworth at andrew.longworth@cucgov.org.

Selection procedure shall be in full compliance with CUC Procurement Regulations. CUC reserves the right to reject any or all proposals and waive any imperfection in the proposal in the interest of the government.

CHARLES WARREN
Acting Executive Director