



NATIONAL POWER CORPORATION

2019 National Power Board Audit Committee Report

The National Power Board Audit Committee (NPBAC) is composed of the following duly-designated members:

Chairperson	Ryan S. Lita Carmencita P. Mahinay	Department of Budget and Management (DBM)
Vice Chairperson	Rolando G. Tungpalan Roderick M. Planta (<i>Alternate</i>)	National Economic and Development Authority (NEDA)
Members	Bayani H. Agabin Danielle Marie S. Rieza-Culangen (<i>Alternate</i>) Sherwin S. Rigor (January – November) Rabindranath P. Quilala (<i>Alternate</i>) Analiza R. Teh (November– December) Nonita S. Caguioa (<i>Alternate</i>) Epimaco V. Densing III Raul V. Angeles Ariel T. Cayanan Bernadette F. San Juan (<i>Alternate</i>)	Department of Finance (DOF) Department of Environment and Natural Resources (DENR) Department of Interior and Local Government (DILG) Department of Trade and Industry (DTI) Department of Agriculture (DA)

The NPBAC held four (4) regular and three (3) special meetings in 2019. The highlights of the meetings are summarized below:

REGULAR MEETINGS

Meeting 1. 19 February 2019

Members in Attendance:

Ryan S. Lita	Chairperson – DBM
Danielle Marie S. Rieza-Culangen	Member – DOF
Bernadette F. San Juan	Member – DA
Raul V. Angeles	Member – DTI
Edgar A. Basilio	Representative – NEDA

Matters Discussed:

1. 2019 IAD Work Plan. The NPBAC approved the proposed 2019 IAD Work Plan.
2. Results of IAD Audit Projects. The NPBAC discussed the results of the Audits on Watershed Projects in (1) Pantabangan-Carranglan and San Roque Watershed Areas and (2) Makiling-Banahaw and Upper Agno River Watershed Areas. The Committee directed the IAD to provide a summary of its instructions to the NPC Management for its information and compliance.

3. Filling up of IAD Vacancies. The NPBAC resolved to endorse highest-ranked candidates to the Board Nomination and Remuneration Committee (BNRC) for its consideration.

Meeting 2. 10 July 2019

Members in Attendance:

Ryan S. Lita	Chairperson – DBM
Danielle Marie S. Rieza-Culangen	Member – DOF
Raul V. Angeles	Member – DTI
Rabindranath P. Quilala	Member – DENR
Argel Joseph S. Tria	Representative – NEDA

Matters Discussed:

1. COA Annual Audit Report. The NPBAC discussed the 2018 Annual Audit Report on NPC issued by the Commission on Audit. It directed the IAD to prepare a summary of its instructions for the NPC Management for discussion in the next NP Board meeting.
2. Updates on IAD Projects. The Committee took note of the status of the on-going IAD projects.
3. Results of Audit Projects. The NPBAC discussed the results of the following: (1) Review of Telecommunications and Related Expenses; (2) Audit on SARO-Funded Projects; (3) Audit on Security Services – NPC Head Office; and (4) Follow-up Audit of Management Actions on Prior Years' Audits. It directed the IAD to include the Committee instructions for the NPC Management in the materials to be elevated to the NP Board.
4. Filling up of IAD Vacancies. The NPBAC instructed the IAD to conduct the initial evaluation and shortlisting of candidates, for approval and endorsement by the Committee to the BNRC.

Meeting 3. 17 September 2019

Members in Attendance:

Ryan S. Lita	Chairperson – DBM
Bayani H. Agabin	Member - DOF
Danielle Marie S. Rieza-Culangen	Member – DOF
Epimaco V. Densing III	Member – DILG
Rabindranath P. Quilala	Member – DENR
Raul V. Angeles	Member – DTI
Bernadette F. San Juan	Member – DA
Edgar A. Basilio	Representative – NEDA

Matters Discussed:

1. NPC Bids and Awards Committee Resolution No. 2019-019. The NPBAC agreed to elevate the matter to the NP Board.
2. COA Request for Copies of IAD Reports on Fuel. The NPBAC agreed to elevate the matter to the NP Board.
3. Updates on Management Actions: COA Annual Audit Report. The NPBAC directed the IAD to inform Management to report its compliance with the Committee instructions in the next Board meeting.

4. Filling up of IAD Vacancies. The Committee agreed to defer the filling-up of the IAD vacancies until the issues discussed in executive session are resolved. The Corporate Secretary was directed to issue the instructions from the NPBAC to the Management.

Meeting 4. 4 December 2019

Members in Attendance:

Ryan S. Lita	Chairperson - DBM
Bayani H. Agabin	Member - DOF
Danielle Marie S. Rieza-Culangen	Member – DOF
Nonita S. Caguioa	Member – DENR
Bernadette F. San Juan	Member – DA
Edgar A. Basilio	Representative – NEDA

Matters Discussed:

1. Results of IAD Audit Projects. The NPBAC discussed the results of the following Projects: (1) Review on Land and Land Rights; (2) Systems Review – Asset Disposal; (3) Utilization of UC-EC Fund; and (4) Special Review of Procurement Trends and Procedures. It directed the IAD to prepare a summary of the instructions for the NPC Management to be elevated to the NP Board.
2. IAD 2020 Work Plan. The NPBAC approved the proposed 2020 Work Plan, subject to review upon presentation and approval of the five-year IAD Strategic Plan.
3. Filling up of IAD Vacancies. The NPBAC approved the filling up of the vacancies and directed the IAD to coordinate with the Human Resource Department to initiate the process.

SPECIAL MEETINGS

24 April 2019 Special Meeting

Members in Attendance:

Ryan S. Lita	Chairperson – DBM
Bayani H. Agabin	Member – DOF
Epimaco V. Densing III	Member – DILG
Raul V. Angeles	Member – DTI
Nonita S. Caguioa	Member – DENR
Rabindranath P. Quilala	Member – DENR
Edgar A. Basilio	Representative - NEDA

Matters Discussed:

The NPBAC required IAD to clarify some issues in the 2019 Work Plan.

22 May 2019 Special Meeting

Members in Attendance:

Roderick M. Planta	Chairperson – NEDA
Bayani H. Agabin	Member – DOF
Danielle Marie S. Rieza-Culangen	Member – DOF
Rabindranath P. Quilala	Member – DENR
Bernadette F. San Juan	Member – DA
Raul V. Angeles	Member – DTI

Matters Discussed:

The NPBAC discussed the initial results of the IAD's Review of Procurement Trends in the NPC Head Office. It directed the IAD to carry on with the review and analysis of the procurement activities of the corporation.

28 November 2019 Special Meeting

Members in Attendance:

Ryan S. Lita	Chairperson – DBM
Carmencita P. Mahinay	Member - DBM
Bayani H. Agabin	Member – DOF
Epimaco V. Densing III	Member – DILG
Raul V. Angeles	Member – DTI
Nonita S. Caguioa	Member – DENR
Rabindranath P. Quilala	Member – DENR
Bernadette F. San Juan	Member - DA
Edgar A. Basilio	Representative - NEDA

Matters Discussed:

The NPBAC endorsed the top-ranking candidates for the IAD vacancies to the NPNRC.