



National Power Corporation

ADVISORY

(for Un-rehired DAMA Claimants as Validated by COA)

Please be informed and guided by the following:

1. Claimants who prefer to have their claims deposited to their LandBank account **should submit the ORIGINAL Authorization to Deposit**. Photocopies of signed authorizations shall not be accepted in audit and your claims will not be processed.
2. Item No. 1 of Advisory No.5 which states:

*“Payment to claimants who have outstanding accounts with NPC and/or NPC recognized lending entities (i.e. Welfare Fund, Savings & Loan Assn., SALAPE for former Mindanao Regional Center employees, among others) shall be deducted the appropriate amount” is **retracted** and deductions will not be made for such “outstanding accounts”.*

This change is in light of the contestability of any “outstanding account” considering the clearances that were already issued to the claimants when they were separated in 2003. All other items in Advisory 5 remain effective.

3. The amount received by the claimants include **interest** covering the period 10 October 2008 to 16 November 2020 as validated by the Commission on Audit (COA). **This interest is a taxable income** which is distinct and separate from the income associated with employment with NPC. Thus, **NPC is not in a position to withhold the tax for said interest and remit the same to the BIR.**

Claimants are advised to pay and file the necessary Income Tax Return with the concerned BIR Office after receiving their claims. The Disbursement Vouchers (DV's) shall indicate the amount of interest received for the claimant's reference.

Those who have been deducted the tax for said interest shall be advised on when they can claim the amount to be returned to them.