



National Power Corporation

Role of the board in corporate strategy – 2016

NPC's main mandates include Enhanced Missionary Electrification, Watershed and Dams Management in Support of Power Generation, and Operation & Maintenance of Remaining Power Generating Assets in the Main grid. Pursuant to these mandates and as provided under Section 5.b of the NPC Corporate Governance Manual, the NP Board shall be responsible for providing policy direction, monitoring and overseeing the implementation of corporate strategies and Management actions.

The Board monitors and oversees the implementation of the corporate strategy through the annual review and approval of the strategic plan, corporate operating budget, corporate performance scorecard targets and accomplishments.

The Board conducted its Strategic Planning on 21 January 2016 at the NP Boardroom in Quezon City. During the session, it reviewed and approved NPC's 5-year Strategic Plan (2016-2020), which was proposed by Management. The Strategic Plan included the Vision, Mission, roles and policy directions in each of the mandates, and corporate strategy for the next five years. Conduct of an issue-based planning workshop for the Board followed, facilitated by Prof. Benjamin Sandoval of the UP College of Business Administration.

During its 04 March 2016 meeting, the Board reviewed and approved Management's 2015 NPC Performance Scorecard Accomplishment Report for submission to the Governance Commission. The Performance Scorecard discussed the corporation's Vision, Mission, strategic objectives, strategic measures, targets and accomplishments, with a rating of 91.22%, indicative of the Corporation's overall satisfactory performance in 2015. Based on the satisfactory performance and full compliance to good governance requirements, the Board further approved NPC's application for the grant of the 2015 Performance-Based Bonus (PBB) to qualified officers and employees.

Further, on 24 May 2016, the Board approved NPC's FY2017 Corporate Operating Budget (COB) for submission to the Department of Budget and Management. The Board and Management ensured that the budget was consistent with NPC's mandates, objectives, key result areas, strategies and performance indicators.

Finally, on 16 November 2016, the NP Board reviewed and approved the Charter Statement and Strategy Map (includes Vision, Mission, Core Values, Strategic Objectives) and Corporate Performance Scorecard (includes Strategic Measures and Targets) for CY 2017 for submission to the Governance Commission.