



National Power Corporation

Role of the board in corporate strategy – 2017

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, among others.

During its meeting on 08 February 2017, the Board reviewed and approved NPC's Goals, Strategic Initiatives and Programs for 2017 as presented by Management. The Plan outlined the Corporation's priorities for the year, anchored on its mandates and the 2016-2030 Department of Energy (DOE) Strategic Directions, which underscores Energy Security, Energy Access, Low Carbon Future and Investments in Infrastructure and Facilities as its core objectives.

In its 30 March 2017 meeting, the Board reviewed and approved Management's 2016 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 92.16% if based on the original targets or 95.81% if based on renegotiated targets, indicative of the Corporation's overall satisfactory performance in 2016. Based on the satisfactory performance and full compliance to good governance requirements, the Board further approved NPC's application for the grant of the 2016 Performance-Based Bonus (PBB) to qualified officers and employees.

Further, on 16 August 2017, the Board confirmed NPC's FY2018 Proposed Corporate Operating Budgets (COBs) for the SPUG/WMD/BNPP/Non-OMA and the MinGen/DMD/RMS/OMA as submitted to the Department of Budget and Management and the Power Sector Assets and Liabilities Management (PSALM) Corporation, respectively. The Board and Management ensured that the budget was consistent with NPC's mandates, objectives, key result areas, strategies and performance indicators.

Finally, also on 16 August 2017, 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 2018 for submission to the Governance Commission.