



NATIONAL POWER CORPORATION

2022 NATIONAL POWER BOARD AUDIT COMMITTEE REPORT

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

Chairman - Department of Budget and Management (DBM)

Leo Angelo M. Larcia (06 October 2022 – present)

Ryan S. Lita (12 November 2018 – present)

Elena Regina S. Brillantes (04 January 2021 – 11 February 2022)

Ma. Grace M. Delos Santos (11 February 2022 – 31 December 2022)

Vice Chairman - National Economic and Development Authority (NEDA)

Joseph J. Capuno (27 July 2022 – present)

Roderick M. Planta (01 September 2016 – 30 June 2022)

Jonathan L. Uy (10 March 2020 - present)

Member - Department of Finance (DOF)

Bayani H. Agabin (28 March 2017 – 30 June 2022)

Catherine L. Fong (23 August 2022 - present)

Danielle Marie S. Rieza-Culangen (28 March 2017 – present)

Member - Department of Environment and Natural Resources (DENR)

Analiza Rebuelta-Teh (30 May 2017 – present)

Nonita S. Caguioa (26 November 2019 – 30 June 2022)

Member - Department of Interior and Local Government (DILG)

Epimaco V. Densing III (19 December 2017 – 30 June 2022)

Lord A. Villanueva (01 August 2022 - present)

Member - Department of Trade and Industry (DTI)

Ceferino S. Rodolfo (21 September 2020 – present)

Ma. Corazon Halili-Dichosa (21 September 2020 – present)

Maria Veronica F. Magsino (21 September 2020 – present)

Member - Department of Agriculture (DA)

Ariel T. Cayanan (22 September 2016 – 30 June 2022)

Rodolfo V. Vicerra (03 August 2022 - present)

Bernadette F. San Juan (29 August 2018 – 30 June 2022)

The NPBAC met five (5) times in CY 2022. The Committee held four (4) regular meetings and a special meeting during the year. The highlights of the meetings are summarized below:

2/22

REGULAR MEETINGS

Meeting 1. 21 January 2022

Members in Attendance:

Ryan S. Lita	Chairman, DBM
Jonathan L. Uy	Vice Chairman, NEDA
Danielle Marie S. Rieza-Culangen	Member, DOF
Nonita S. Caguioa	Member, DENR
Epimaco V. Densing III	Member, DILG
Bernadette F. San Juan	Member, DA

Matters Discussed:

1. Proposed Internal Audit Department (IAD) 2022 Work Plan. The NPBAC approved the IAD 2022 Work Plan.
2. Results of IAD Audit Projects/Activities. The NPBAC discussed the IAD reports on the *Audit on Corporate Income Tax and VAT* as well as the *Monitoring of the Status of Management Actions on Audit Reports*.

Meeting 2. 18 March 2022

Members in Attendance:

Ryan S. Lita	Chairman, DBM
Jonathan L. Uy	Vice Chairman, NEDA
Bayani H. Agabin	Member, DOF
Bernadette F. San Juan	Member, DA
Veronica F. Magsino	Member, DTI

Matters Discussed:

1. Proposed Amendments/Updates on NPC Corporate Policies. The NPBAC directed the NPC Management to present the proposed *Amendments/Revisions/New Provisions on the NPC Revised Manual of Approvals* and the *Updating of the NPC Manual on Credit and Collection Policies* to the Board Review and Risk Management Committee (BRRMC) for deliberation.
2. Results of IAD Audit Project. The NPBAC discussed the IAD report on the *Review of Flood Forecasting and Warning System* and issued directives for Management to address the observations.

Meeting 3. 4 November 2022

Members in Attendance:

Leo Angelo M. Larcia	Chairman, DBM
Ryan S. Lita	Alternate Chairman, DBM
Maria Grace M. De Los Santos	Alternate Chairman, DBM
Danielle Marie S. Rieza-Culangen	Member, DOF
Veronica F. Magsino	Member, DTI
Nonita S. Caguioa	Member, DENR
Rodolfo V. Vicerra	Member, DA

Wfa

Matters Discussed:

1. Management Actions on COA Annual Audit Report (AAR). The NPBAC took note of the actions and action plans of NPC Management relative to the COA 2021 AAR. The Committee issued directives for the Management relative the observations.
2. Results of IAD Audit Projects. The NPBAC discussed the results of the audits on *Records Management System* and *Fuel Planning and Forecasting* and issued directives for Management to address the observations.

Meeting 4. 20 December 2022

Members in Attendance:

Ryan S. Lita	Chairman, DBM
Roderick M. Planta	Vice Chairman, NEDA
Danielle Marie S. Rieza-Culangen	Member, DOF
Veronica F. Magsino	Member, DTI
Nonita S. Caguioa	Member, DENR
Rodolfo V. Vicerra	Member, DA
James Avendaño	Representative, DILG

Matters Discussed:

IAD 2023 Work Plan. The NPBAC approved the IAD 2023 Work Plan.

SPECIAL MEETING

18 February 2022

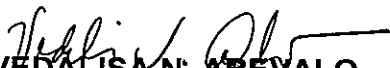
Members in Attendance:

Ryan S. Lita	Chairman, DBM
Jonathan L. Uy	Vice Chairman, NEDA
Bayani H. Agabin	Member, DOF
Danielle Marie S. Rieza-Culangen	Alternate Member, DOF
Veronica F. Magsino	Member, DTI
Epimaco V. Densing III	Member, DILG
Bernadette F. San Juan	Member, DA

Matters Discussed:

NPC 2021 Financial Statements (FS). The NPBAC reviewed and agreed to endorse to the NP Board the *2021 FS of NPC*, together with the *Statement of Management's Responsibility for the Financial Statements* and declaration and remittance of cash dividend to the National Treasury, subject to specific conditions.

Submitted by:


VEDALISA N. AREVALO
Senior Department Manager
Internal Audit Department