

Board Audit Committee Report

Membership

The Board Audit Committee (AuditCom) is chaired by the Board Director from the Department of Budget and Management (DBM). The President and CEO is not a member of the AuditCom. The following are the Principals and their designated Alternates:

Agency	Principals	Alternates
DOF	Sec. Carlos G. Dominguez	Usec. Bayani H. Agabin Asec. Danielle Marie S. Rieza-Culangan
DOE	Alfonso G. Cusi	Usec. Felix William B. Fuentesbella (Up to July 13, 2020) Usec. Emmanuel P. Juaneza (Appointed: July 14, 2020)
DOJ	Menardo I. Guevarra	Usec. Deo L. Marco Asec. Margaret V. Castillo-Padilla Asec. Sergio E. Yap (Alternate vice Asec. Padilla 21 Sep 2020 to 4 Jan 2021)
NEDA	Karl Kendrick T. Chua	Asec. Jonathan L. Uy Asec. Roderick M. Planta
DBM	Wendel E. Avisado	Usec. Janet B. Abuel Dir. Carmencita P. Mahinay Dir. Ryan S. Lita
DTI	Ramon M. Lopez	Exec. Dir. Raul V. Angeles Retired: January 2020 Exec. Dir. Corazon Halili-Dichosa Appointed February 26, 2020 Dir. Sandra Marie S. Recolizado February 26, 2020 - September 20, 2020) OIC Dir. Raquel B. Echague (February 26, 2020 - September 20, 2020) Usec. Ceferino S. Rodolfo Appointed September 21, 2020 ED Maria Veronica F. Magsino Appointed September 21, 2020 ED Corazon Halili-Dichosa Reappointed September 21, 2020

The Principal and Alternate Directors from the DOF, DOE, DBM, DTI and NEDA have backgrounds/experience in audit, accounting or finance and investments. The Alternate Directors from DOF, DBM and DOJ are lawyers with extensive legal experience.

Accomplishments/Activities

The AuditCom's accomplishments for CY 2020 consisted of the following:

- a) Conducted four (4) meetings in 2020
 - 29 January 2020
 - 07 August 2020
 - 18 August 2020
 - 14 December 2020
- b) Approved the Audit Reports for transmittal to PSALM Management for its appropriate action
- c) Monitored compliance and/or actions taken by Management to ensure full resolutions on the lapses/breakdown noted in internal controls

The following were the audit areas in CY 2020:

1. PSALM's Enterprise Risk Management Process;
2. Power Accounts Restructuring Management Process
3. PSALM's Compliance with Corporate Governance Scorecard and Manual of Corporate Governance;
4. Metering Service Agreement & Transmission Service Agreement Charges Validation;
5. Transportation Management and Motor Vehicle Repairs and Maintenance Processes;
6. Administration of Insurance Covers and Claims Settlement Processes;
7. Administration of Out-Sourced Service Contracts - Janitorial and Security Services;
8. Performance Measurement of Power Plants under OMA;
9. (6) Spot Audit Engagements
 - a) Control Breakdown in the Process of Preparation and Filing of the 2017 Income Tax Return;
 - b) PSALM's Real Estate Asset Management System;
 - c) Implementation of Board-approved Audit Recommendations on Compliance Monitoring of Contractual Obligations of Privatized Assets (Small Hydroelectric Power Plants);
 - d) Real Property Tax;
 - e) Management and Monitoring of Property Accountability; and

f) PSALM's Compliance with the Ease of Doing Business and Efficient Government Service Delivery Act of 2018 (RA 11032)

10. (2) Special Audit Engagements

a) PSALM's Work-from-Home Arrangement (First Phase)

b) PSALM's Work-from-Home Arrangement (Second Phase)

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