

Board Audit Committee Report

The Board Audit Committee (AuditCom) is chaired by the Board Director from the Department of Budget and Management (DBM) whose members are the Board Directors from the Department of Finance (DOF), National Economic and Development Authority (NEDA), Department of Trade and Industry (DTI), Department of Justice (DOJ) and Department of Energy (DOE).

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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