

Summary Report of the LRTA Board of Directors' Audit Committee Meeting

Held on : 04 February 2020

1. CY 2020 Audit Plans and Program and CY 2019 Internal Audit Report for Information of the Audit Committee

The following were presented to the Audit Committee:

- I. Management and Operations Audit
- II. Internal Quality Audit
- III. Monitoring of Corporate Governance/Corruption Risk Reduction Initiatives
- IV. Other Audit Activities

2. CY 2019 Internal Audit Report for Information of the Audit Committee

The following were presented to the Audit Committee:

- I. Internal Quality Audit
- II. Management Operations Audit
- III. Internal Audit Issues/Concerns and Recommendations

Summary Report of the LRTA Board of Directors' Governance and Risk Management Joint Committee Meeting

Held on : 15 June 2020

1. Risk Management Report

The Presiding Officer inquired on the issue of the COVID-19 Pandemic and its impact on the operations and revenues of LRTA, LRTA Management made report to DOTr on revenue losses since there were no operations from 15 March to 31 May 2020. The loss for said time period is around P793 Million.

Dir. Mahinay manifested that the pandemic situation may remain until 2021 and there is an increase in the LRTA proposed budget for operations. She requested that a financial report/presentation be submitted to DBM to explain the assumptions used for the LRTA budget proposal.

2. Actions Taken by LRTA to Address the COVID-19 Pandemic

Ms. Eleanor T. Domingo, Manager, LRTA Planning Department made presentation.

Dir Mahinay manifested to send the requested financial report/presentation as soon as possible so that the same could be properly considered and included in her report to DBM.

Summary Report of the LRTA Board of Directors' Finance Committee Meeting

Held on : 17 June 2020

1. Estimated Revenue Loss due to the COVID-19 Pandemic

Ms. Marilou B. Liscano, Manager, LRTA Finance Department, made presentation.

In light of the current health crisis Ms. Liscano manifested that since the imposition of General Community Quarantine (GCQ) on 01 June 2020, the ridership reached 11,112 passengers and increased to 25,603 on 16 June 2020.

LRTA will submit a revised report clarifying the time period/s covering the estimates for non-rail revenue items, i.e. advertising/rental concessions, in compliance with NEDA comments. Said revised report will be included in the 26 June 2020 LRTA Board of Directors Meeting.

2. Estimated Cost of the Implemented Health and Safety Measures to Prevent Transmission of COVID-19 Virus

LRTA procurement for the implementation of health and safety measures would be in accordance with the guidelines set forth by the GPPB under RA 11469, otherwise known as the "Bayanihan to Heal as One Act."

As recommended by NEDA on the matter of the Health and Safety Measures, LRTA Management should provide:

1. Proper information on the various LRTA facilities where the necessary equipment shall be deployed, and;
2. Breakdown of the components/equipment and corresponding costs thereof.

3. Revised Corporate Operating Budget (COB) CY 2020

The Presiding Officer inquired on when the balance of P995 Million will be remitted to the Bureau of Treasury if the subject allocated funds are not immediately needed. The DOF would want to see the entire perspective since the mandates of the Bayanihan Act should be prioritized, and the Management should submit timeline for the remittance.

4. Proposed Budget Estimates for CY 2021

The Presiding Officer requested the LRTA Management to make a more detailed presentation on revenue projections for CY 2021.

NEDA manifested that on the proposed Various Health and Safety Measures on the spread of COVID-19, NEDA is requesting the Management to provide pertinent components and corresponding unit costs thereof.

LRTA Management is requested to provide updates on the approval process of the proposed conversion of NG Advances into subsidy as it goes through to the DOF, DBM and BTr for the disbursements of funds once realigned.

5. Status of Compliance with NBC No. 580 dated 22 April 2020

NEDA manifested that Management should include explanation on the variance of total cost of the three (3) projects: Acquisition of New Trainsets, Platform Screen Door, and Systematic Replacement of Rolling Stock Air-Conditioning for 4 Trainsets, in the CY 2020 and 2021 budgets.

6. SARO of Approved Conversion of NG Advances

NEDA manifested that Management should ensure that utilization of the funds complies with existing government budgeting, accounting and auditing rules and regulations. Management is also required to provide the Finance Committee of the plans and actions on the use of the subject funds.

Summary Report of the LRTA Board of Directors' Audit Committee Meeting

Held on : 30 June 2020

1. Results of Audit
2. Nonconformities and Corrective Actions

Dir Datu inquired on the effect of the lockdown on the quality of the Audit processes. LRTA Audit Department explained that the pandemic has adversely affected the timeline of the conduct of the processes but assured the body that they will finish all required activities, and that they will implement proper catch up plans and activities to address the foregone days due to the pandemic.

Summary Report of the LRTA Board of Directors' Audit Committee Meeting

Held on : 30 September 2020

Audit Findings and Observation Report

- I. Highlights of the Non-Conformity Findings
- II. Internal Quality Audit
- III. Revised Timeline of the CY 2020 Audit Plans and Programs

The revision of the timeline of the Audit Plans is due to the pandemic. Catch up plans and progress of implementation will be included on the next Audit Report.

Summary Report of the LRTA Board of Directors' Governance and Risk Management Joint Committee Meeting

Held on : 02 December 2020

1. Internal Audit Accomplishment Report for the 3rd Quarter CY 2019

I. Revised Recalibrated Targets for FY 2021

The following were presented:

- a. Strategy Map and Charter Statement (PES Form 1), and;
 - b. Proposed 2021 Performance Scorecard
2. Result of the 2nd Year ISO QMS 9001-2015 Surveillance Audit, and Request for Ratification of the Revised Quality Manual
 3. Revision and Updating of the Risk Registry

Summary Report of the LRTA Board of Directors' Audit and Finance Joint Committee Meeting

Held on : 22 December 2020

1. Internal Audit Accomplishment Report for the 3rd Quarter CY 2020
2. CY 2021 Audit Plans and Programs
3. Status of NG Proposal for CY 2021
4. Action Plans and Status of Implementation of COA Audit Observations and Recommendations for CYs 2019, 2018, & 2017
5. COVID-19 Expenses