



July 8, 2016

MEMORANDUM

TO : ALL ELECTRIC COOPERATIVES (ECs)

SUBJECT : Compliance with COA Audit Recommendations on Sitio Electrification Program (SEP) and Barangay Line Enhancement Program (BLEP) Subsidy Funded Projects

The Commission on Audit (COA) in its Audit Observation Memorandum (AOM) No. 2016-25 (2015), noted/observed the non-compliance of a number of ECs to certain provision of the Memorandum of Agreement (MOA) entered into by and between NEA and the EC, specifically, Item No. 3, which states that, "Procurement of equipment and materials and/or engagement of contractors for the project(s) shall be guided by RA 9184 and its Implementing Rules and Regulations and relevant NEA policies, rules and regulations".

In order for NEA to immediately comply with COA's audit recommendations on SEP/BLEP subsidy funded projects, partner ECs are enjoined to ensure adherence to the provisions of the MOA, RA 9184 and its Implementing Rules and Regulations, NEA policies and applicable COA rules and regulations.

For your guidance and strict compliance.


EDGARDO R. PIAMONTE
Deputy Administrator for
Technical Services