



November 13, 2019

MEMORANDUM No. 2019-054

TO : ALL ELECTRIC COOPERATIVES

**SUBJECT : AMENDMENT TO NEA MEMORANDUM NO. 2019-001
"POLICY GUIDELINES ON THE IMPLEMENTATION OF
STRATEGIZED TOTAL ELECTRIFICATION PROGRAM (STEP)"**

Please be informed that the NEA Board of Administrators, under Board Resolution No. 119 dated September 24, 2019, approved the Amendment to NEA Memorandum No. 2019-001 "Policy Guidelines on the Implementation of Strategized Total Electrification Program (STEP)", to wit

RATIONALE

In connection to the audit observations and recommendations conducted by the Commission on Audit (COA) for the subsidy releases to the National Electrification Administration (NEA).

BACKGROUND

The existing Policy Guidelines on the Implementation of Sitio Electrification Program under Section VI, Implementation Scheme for NEA Subsidy Funded Projects, Clause A, Clause B: Item No. 3, Clause D, provides the following.

VI. IMPLEMENTATION SCHEME FOR NEA SUBSIDY FUNDED PROJECTS

A. Coverage

- a. Projects included in the approved EC Workplan and/or priority requests with funding allocations from the National Government are eligible for evaluation and release of funds subject to the approval of the Administrator.
- b. Additional projects which have no funding allocation shall also be eligible for evaluation and release of funds upon approval of the Administrator and availability of funds/generated savings.

B. Schedule of Fund Release

3. The RRCF for succeeding projects shall be processed only if the previous projects funded by subsidy were completed and subsidy funds were fully liquidated.

D. Re-alignment of unutilized and/or excess subsidy fund

The realigned projects shall be implemented and completed within six (6) months after the NEA's approval.

AMENDMENT

To implement FY 2020 budget as recommended by COA and to include the statement of Section VI, Implementation Scheme for NEA Subsidy Funded Projects, Clause A, Item No. c and revise the statement of Clause B, Item No. 3 & Clause D of the existing policy guidelines are amended, as follows:

VI. IMPLEMENTATION SCHEME FOR NEA SUBSIDY FUNDED PROJECTS

A. Coverage

- a. Projects included in the approved EC Workplan and/or priority requests with funding allocations from the National Government are eligible for evaluation and release of funds subject to the approval of the Administrator.
- b. Additional projects which have no funding allocation shall also be eligible for evaluation and release of funds upon approval of the Administrator and availability of funds/generated savings.
- c. EC shall submit letter indicating the list of priority projects for the replacement of sitio/purok projects previously submitted/targeted to be implemented as approved by the Department of Budget and Management (DBM).

B. Schedule of Fund Release

3. The RRCF for succeeding projects shall be processed only if the previous projects funded by subsidy were completed and a Certificate of Final Inspection and Acceptance was issued by a NEA Representative.


D. Re-alignment of unutilized and/or excess subsidy fund

The realigned projects shall be implemented and completed within six (6) months after the NEA's approval. Likewise, NEA shall continuously monitor the completion of the realigned projects for timely issuance of Certificate of Final Inspection and Acceptance.

EFFECTIVITY

This Amendment on Implementation Scheme for NEA Subsidy Funded Projects shall take effect on SEP and other subsidy-funded projects release in Year 2020 and onwards.

Please be guided accordingly.


EDGARDO R. MASONGSONG
Administrator

NATIONAL ELECTRIFICATION
ADMINISTRATION
Office of the Administrator



NEA-OA263229

11/8/19



NATIONAL ELECTRIFICATION ADMINISTRATION

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November 18, 2019

THE DIRECTOR

Office of the National Administrative Register
University of the Philippines
U.P. Law Center, Diliman
Quezon City

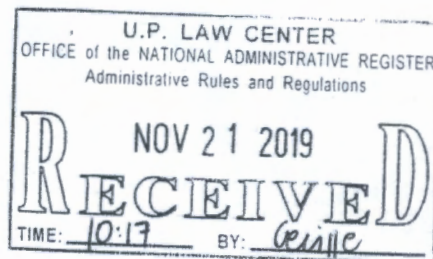
Sir:

Pursuant to Book VII, Chapter 2, Section 3 of the 1987 Administrative Code of the Philippines we are respectfully submitting to the U.P. Law Center, for filing, publication and recording the attached certified true copies of the **Amendment to NEA Memorandum No. 2019-001 "Policy Guidelines on the Implementation of Strategized Total Electrification Program (STEP)"** promulgated by the National Electrification Administration (NEA) in accordance with its authority under Section 5 of P.D. No. 269 as amended.

Thank you very much for the usual and kind assistance of the U.P. Law Center.

Very truly yours,


ATTY. MAY FLOR C. ABUEDO
Acting Corporate Board Secretary V



AMENDMENT TO NEA MEMORANDUM NO. 2019-001 "POLICY GUIDELINES ON THE IMPLEMENTATION OF STRATEGIZED TOTAL ELECTRIFICATION PROGRAM (STEP)"

RATIONALE

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- b. Additional projects which have no funding allocation shall also be eligible for evaluation and release of funds upon approval of the Administrator and availability of funds/generated savings.

B. Schedule of Fund Release

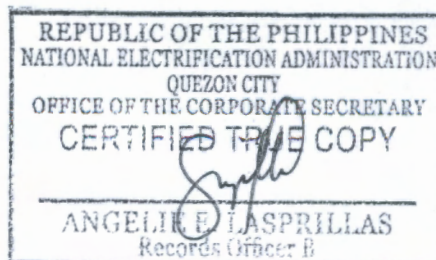
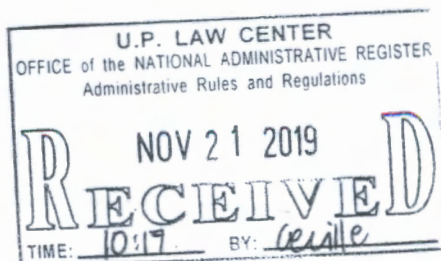
3. The RRCF for succeeding projects shall be processed only if the previous projects funded by subsidy were completed and subsidy funds were fully liquidated.

D. Re-alignment of unutilized and/or excess subsidy fund

The realigned projects shall be implemented and completed within six (6) months after the NEA's approval.

AMENDMENT

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VI. IMPLEMENTATION SCHEME FOR NEA SUBSIDY FUNDED PROJECTS

A. Coverage

- a. Projects included in the approved EC Workplan and/or priority requests with funding allocations from the National Government are eligible for evaluation and release of funds subject to the approval of the Administrator.
- b. Additional projects which have no funding allocation shall also be eligible for evaluation and release of funds upon approval of the Administrator and availability of funds/generated savings.
- c. EC shall submit letter indicating the list of priority projects for the replacement of sitio/purok projects previously submitted/targeted to be implemented as approved by the Department of Budget and Management (DBM).

B. Schedule of Fund Release

3. The RRCF for succeeding projects with the same classification shall be processed only if the previous projects funded by subsidy were completed and a Certificate of Final Inspection and Acceptance was issued by a NEA Representative.

D. Re-alignment of unutilized and/or excess subsidy fund

The realigned projects shall be implemented and completed within six (6) months after the NEA's approval. Likewise, NEA shall continuously monitor the completion of the realigned projects for timely issuance of Certificate of Final Inspection and Acceptance.

EFFECTIVITY

This Amendment on Implementation Scheme for NEA Subsidy Funded Projects shall take effect on SEP and other subsidy-funded projects release in Year 2020 and onwards.


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