



*Republic of the Philippines*  
**PHILIPPINE HEALTH INSURANCE CORPORATION**

Citystate Centre, 709 Shaw Boulevard, Pasig City  
Call Center: (02) 8441-7442 | Trunkline: (02) 8441-7444  
www.philhealth.gov.ph



### **CY 2021 Performance Report of the Audit Committee**

In 2021, the Audit Committee (AudCom) confirmed the audit reports on the following audit engagements, and issued additional directives pertinent thereto for Management's action: Liquidation Process of IRM, Medical Prepayment Review, Processing of Appeals of HCPs on Denial/Non-Renewal of Accreditation, Senior Citizen Program, and Benefit Package of SARS-CoV-2 Testing using RT-PCR, Collection of Dishonored Checks, Procurement Process of ICT Resources, Process of Handling Member Complaints, Strategic Performance Management System, Case Build-up Process, Arbitration Process, PhilHealth Crisis Communication Plan, IRM Fund Releases and Tax, Quality Assurance Process of Software (In-House Developed Application Systems), and the Information System Audit on the Integrated PhilHealth Accreditation System (Focus: Database Integrity) submitted to the PCEO.

In compliance with good governance conditions, it reviewed and cleared the Financial Statements of the Corporation as of the fourth quarter of CY 2020, and the first and second quarter of CY 2021 prior to submission to the Board for subsequent approval. Likewise, the AudCom thoroughly discussed the important topics encompassing the placement of the Contingent Insurance Liabilities as of 31 December 2020 in the Financial Statement, the PhilHealth Compliance with PFRS 9, and the Reconciliation of Data with DOH pertaining to the number of COVID Claims and Payment Registered for each Disease Category (an offshoot of the Audit on IRM) wherein recommendations were given to the Management for appropriate implementation.

The AudCom tackled some key issues raised by the Commission on Audit (COA) concerning their Audit Findings and Recommendations on the CY 2019 Financial Statement, the Notice of Disallowance (ND) on the WESA of PRO 2, PRO CAR, and PRO 11, and the COA-audited Financial Statement for CY 2020. The Committee, henceforth, issued several directives to properly address the issues. Also, the AudCom, through the Task Force Internal Affairs (TFIA), deliberated on the issues on the accounting practice by PRO NCR and Rizal as contained in the previous Annual Audit Report (AAR) of COA.

To ensure propriety on the processes of the Corporation pursuant to the existing standards, the AudCom, in coordination with the Internal Audit Group (IAG), maintained supervision over the compliance of PhilHealth with the Audit conducted by the Insurance Commission (IC) on Benchmarking and Actuarial Audit.

OIC-Deputy Treasurer Eduardo Anthony G. Mariño III from the Bureau of the Treasury (the alternate representative of Finance Secretary Carlos G. Dominguez III) currently serves as the chairperson of the AudCom with Board Member Alejandro L. Cabading, CPA (Expert Panel) as the vice chairperson. The other AudCom members are Dr. Maria Graciela G. Gonzaga (Expert Panel), BGen. Marlene R. Padua (Health Care Providers Sector Representative), and OIC-Director Elena Regina S. Brillantes (Department of Budget and Management), Assistant Secretary Romeo A. Ong (Department of Health), Dr. Rene Elias C. Lopez (Employers Sector), and Dr. Teodoro J. Herbosa (Expert Panel).



The tables below show the dates of Audit Committee meetings that were held in CY 2021 and the attendance of each member:

### Audit Committee Meetings Conducted

Number	Date
1	26 January 2021
2	03 March 2021
3	09 March 2021
4	23 March 2021
5	21 April 2021
6	02 June 2021
7	29 July 2021
8	23 August 2021
9	21 September 2021
10	29 October 2021
11	17 November 2021

### Attendance of the Audit Committee Members

Current Members	Agency/ Sector	01/26	03/03	03/09	03/23	04/21	06/02	07/29	08/23	09/21	10/28	11/17	Total
OIC-Deputy Treasurer Eduardo Anthony G. Mariño III	DOF					✓	✓		✓	✓	✓	✓	6/7
Board Member Alejandro L. Cabading	Expert Panel	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	11/11
Assistant Secretary Romeo A. Ong	DOH						✓						1/11
OIC-Director Elena Regina S. Brillantes	DBM	✓				✓		✓	✓				4/11
Director Ryan S. Lita*	DBM						✓						1/11
Johnry A. Castillo*	DBM							✓					1/11
Dr. Maria Graciela G. Gonzaga	Expert Panel	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	11/11
BGen. Marlene R. Padua	HCP Sector	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	11/11
Dr. Rene Elias C. Lopez	Employers Sector						✓	✓	✓	✓	✓	✓	6/6
Dr. Teodoro J. Herbosa	Expert Panel										✓	✓	2/2

\*Attended as designated temporary DBM representative

Former Member	Agency/ Sector	01/26	03/03	03/09	03/23	04/21	06/02	07/29	08/23	09/21	10/28	11/17	Total
Deputy Treasurer Sharon P. Almanza	DOF	✓	✓	✓	✓								4/4

**Note:** Dark blue fields denote that the member was not yet or no longer on board at the time of the meeting.

