

## **Audit Committee 2020 Accomplishment**

1. Supervised the completion of the following audit activities conducted by the Internal Audit Service Group:
  - a. Baseline Assessment of Internal Control System (BAICS) for Core Processes in 25 SSS Branches
  - b. Baseline Assessment of Internal Control System (BAICS) and Operations Audit of various processes in 4 SSS Departments:
  - c. Audit of SSS Employees' Provident Fund Automated Voting and Counting System
  - d. Issuance of Guidelines for the Adoption of Audit Rating System in the SSS
  - e. Special Audits pertaining the Validation of Quantum Meruit Payment to RKJ General Services and Sales, Inc., Procedures on Handling of Multiple Contributions Unpostable Members Contribution
  - f. Analysis of Trends of Sickness and Maternity Benefit Payments
  - g. Procurement Management Review of Bidding Documents and Recommendation for Award for Procurement Projects with ABC of more than P7.5M
  - h. Internal Quality Audit (IQA) for Quality Management System (QMS)
2. Approval of the proposed revision of the 2020 Audit Plan of the Internal Audit Service Group.
3. Endorsement to the Social Security Commission for consideration/notation of the following:
  - a. Proposed Policy on Revenue Recognition of Penalty Income of Financial Assets which shall be implemented effective 1 January 2019 for proper accounting and reporting of penalty income of the various accounts in the SSS Financial Statements as required under the Philippine Financial Reporting Standards 9 and Philippine Accounting Standards 1 and 8
  - b. Plan for the application of the Expected Credit Loss Model for the Financial Statements of the Social Security
  - c. Adoption/ implementation of the Audit Rating System e for the Social Security System.
  - d. 2019 Financial Statements of the Social Security System
  - e. Commission on Audit Annual Audit Report on the Result of its Audit of the SSS Accounts and Transactions for the Years Ended 31 December 2018 and 2019.
4. Facilitation of the discussions pertaining the Insurance Commission (IC) Report on the Examination of the Financial Condition and Methods of Doing Business of SSS as of 31 December 2017, Highlights of the IC Financial Findings and Observations and the ICs Report on the Result of Examination of 2017 Financial Statements and Comments of the Social Security System