COMMITTEE REPORT NO. 1338

Submitted by the Committee on Energy on November 22, 2021

Re: House Bill No. 10531

Recommendation its approval, in substitution of House Bills Numbered 10006, 10346 and 10356

Sponsors: Representatives Juan Miguel Macapagal Arroyo, Joey Sarte Salceda and Sergio C.
Dagooc

Mr. Speaker:

The Committee on Energy to which were referred:

House Bill No. 10006, introduced by Representative Juan Miguel Macapagal Arroyo, entitled:

"AN ACT EXTENDING THE CORPORATE LIFE OF AND STRENGTHENING THE POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 9136, AND FOR OTHER PURPOSES";

House Bill No. 10346, introduced by Representative Joey Sarte Salceda, entitled:

"AN ACT EXTENDING THE CORPORATE LIFE OF AND STRENGTHENING THE POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 9136, AND FOR OTHER PURPOSES"; and

House Bill No. 10356, introduced by Representatives Presley C. de Jesus, Sergio C. Dagooc, Adriano A. Ebcas and Godofredo N. Guya, entitled:

"AN ACT EXTENDING THE CORPORATE LIFE OF AND STRENGTHENING THE POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 9136, AND FOR OTHER PURPOSES"

has considered the same and recommends the approval of House Bill No. 10531, entitled:

"AN ACT EXTENDING THE CORPORATE LIFE OF THE POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION, AMENDING FOR THE PURPOSE SECTION 50 OF REPUBLIC ACT NO. 9136, OTHERWISE KNOWN AS THE "ELECTRIC POWER INDUSTRY REFORM ACT OF 2001"

Respectfully submitted,

JUAN MIGUEL MACAPAGAL ARROYO
Chairperson
Committee on Energy

The HONORABLE SPEAKER
HOUSE OF REPRESENTATIVES
Quezon City
AN ACT
EXTENDING THE CORPORATE LIFE OF THE POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION, AMENDING FOR THE PURPOSE SECTION 50 OF REPUBLIC ACT NO. 9136, OTHERWISE KNOWN AS THE “ELECTRIC POWER INDUSTRY REFORM ACT OF 2001”

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Section 50, Chapter VI of Republic Act No. 9136, otherwise known as the "Electric Power Industry Reform (EPIRA) Act of 2001", is hereby amended to read as follows:

"SEC. 50. Purpose and Objective, Domicile and Term of Existence. - The principal purpose of the PSALM Corp. is to manage the orderly sale, disposition, and privatization of NPC generation assets, real estate, and other disposable assets, and IPP contracts with the objective of liquidating all NPC financial obligations and stranded contract costs in an optimal manner.

The PSALM Corp. shall have its principal office and place of business within Metro Manila.

The PSALM Corp. shall exist for a period of twenty-five (25) FIFTY-FIVE (55) years from the effectivity of this Act, OR UNTIL JUNE 26, 2056, unless otherwise provided by law, and all assets held by it, all moneys and properties belonging to it, and all its liabilities outstanding upon the expiration of its term of existence shall revert to and be assumed by the National Government."
SEC. 2. All laws, ordinances, rules, regulations and other issuance or parts thereof, which are inconsistent with the provisions of this Act, are hereby amended, modified, or repealed accordingly.

SEC. 3. This Act shall take effect fifteen (15) days after its publication in the Official Gazette or in a newspaper of general circulation.

Approved,
Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

EIGHTEENTH CONGRESS
Third Regular Session

FACT SHEET

House Bill No. 10531
(As Approved by the Committee on Energy on October 27, 2021)

AN ACT
EXTENDING THE CORPORATE LIFE OF THE POWER SECTOR ASSETS AND LIABILITIES
MANAGEMENT CORPORATION, AMENDING FOR THE PURPOSE SECTION 50 OF
REPUBLIC ACT NO. 9136, OTHERWISE KNOWN AS THE “ELECTRIC POWER INDUSTRY
REFORM ACT OF 2001”

Introduced by: REPRESENTATIVES JUAN MIGUEL MACAPAGAL ARROYO, JOEY SARTÉ
SALCEDA, PRESLEY C. DE JESUS, ADRIANO A. EBCAS, GODOFREDO N. GUYA,
ROSANNA “RIA” V. VERGARA, JOCELYN P. TULFO, ROSE MARIE “BABY” J. ARENAS
AND MANUEL JOSE “MANNIX” M. DALIPE

Committee Referral: COMMITTEE ON ENERGY (Primary)
Committee Chairperson: REP. JUAN MIGUEL “MIKEY” M. ARROYO

OBJECTIVES:

• To enable the Power Sector Assets and Liabilities Management Corporation (PSALM Corp.) to manage its remaining contractual obligations, particularly those that shall end after June 2026;

• To allow more flexibility for the PSALM Corp. to negotiate for longer-term financing for better management of liquidity risks.

SALIENT FEATURE:

• Extends the corporate life of the PSALM Corp. for another thirty (30) years or until June 26, 2056

RELATED LAW:

• Republic Act No. 9136, otherwise known as the “Electric Power Industry Reform Act of 2001”