

STATUS OF IMPLEMENTATION OF PRIOR YEAR'S AUDIT RECOMMENDATIONS

Of the eight audit recommendations embodied in last year's Annual Audit Report, six were fully implemented and two were partially implemented.

Reference	Observation	Recommendations	Status of Implementation
2012; 1; 20	Insufficient capital and continuous losses from start of operation in 2006 to 2012 cast doubt on the viability of the Corporation to continue its operations and carry out its mandated functions.	<p>We recommended that Management:</p> <p>a. Conduct an assessment of the conditions affecting the ability of PPI to continue as a going-concern entity and identify the uncertainties that beset the Corporation.</p> <p>b. Require the preparation of accomplishment/performance reports from each department so that Management would be able to evaluate strengths and weaknesses of the Agency and initiate measures to improve financial condition and operational performance.</p> <p>c. Establish business plans and strategies to address the uncertainties and identify areas in the operations for streamlining, to increase sales, reduce costs and minimize losses.</p> <p>d. Make representations with NDC, for rescheduling of loan repayment/restructuring of loan and with PITC and other concerned government agencies for additional capital and/or subsidy, for PPI to continue its operations and carry out its mandated functions.</p>	<p>fully implemented</p> <p>fully implemented</p> <p>fully implemented</p> <p>fully implemented</p>

Reference	Observation	Recommendations	Status of Implementation
		e. Intensify collection and initiate more effective and efficient strategies to recover trade receivables which have been uncollected for a long period of time. If necessary, take legal action against the debtors.	partially implemented
2012; 2; 25	The Corporation was not able to plan or undertake Gender and Development activities mandated under DBM-NEDA-NCRFW Joint Circular No. 2004-1 because of the existing financial difficulty.	<p>a. Pursue implementation of the DBM-NEDA-NCRFW Joint Circular 2004-1.</p> <p>b. Formulate a GAD Plan to address the gender issues of its female employees.</p> <p>c. Set aside at least five per cent of the Corporate Operating Budget to implement the GAD Plan.</p>	<p>fully implemented</p> <p>fully implemented</p> <p>partially implemented</p>