

CONGRESS OF THE PHILIPPINES
NINETEENTH CONGRESS
Third Regular Session

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S E N A T E

S. No. 2837

(In substitution of Senate Bill Nos. 1975, 2580, and 2757,
taking into consideration House Bill No. 10592)

PREPARED BY THE COMMITTEE ON GOVERNMENT
CORPORATIONS AND PUBLIC ENTERPRISES WITH THE
COMMITTEE ON ENERGY WITH SENATORS EJERCITO, TULFO,
VILLAR (M.), AND CAYETANO (P.) AS AUTHORS THEREOF

AN ACT EXTENDING THE CORPORATE TERM 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:*

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

1 “SEC. 50. *Purpose and Objective, Domicile*
2 *and Term of Existence.* – The principal purpose
3 of the POWER SECTOR ASSETS AND
4 LIABILITIES MANAGEMENT CORPORATION
5 (PSALM Corp.) is to manage the orderly sale,
6 disposition, and privatization of NPC
7 generation assets, real estate, and other
8 disposable assets, and IPP contracts with the
9 objective of liquidating all NPC financial
10 obligations and stranded contract costs in an
11 optimal manner.

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

15 ~~[The PSALM Corp. shall exist for a period~~
16 ~~of twenty five (25) years from the effectivity of~~
17 ~~this Act, unless otherwise provided by law, and~~

18 a) THE PSALM CORP. SHALL CONTINUE
19 TO EXIST FOR A PERIOD OF FIVE (5)
20 YEARS FROM THE EXPIRATION OF ITS

1 ORIGINAL TERM ON JUNE 26, 2026. All
2 assets held by it, all moneys and properties
3 belonging to it, and all its liabilities
4 outstanding upon the expiration of its term of
5 existence shall revert to and be assumed by the
6 National Government[-]; *PROVIDED, FURTHER,*
7 THAT PSALM CORP. SHALL BE
8 PROHIBITED FROM COLLECTING OR
9 CHARGING CONSUMERS FOR STRANDED
10 COSTS AND STRANDED DEBTS DURING
11 ITS EXTENDED CORPORATE LIFE EXCEPT
12 AS OTHERWISE APPROVED BY THE
13 ENERGY REGULATORY COMMISSION (ERC)
14 PRIOR TO THE DATE OF THE PASSAGE OF
15 THIS ACT.”

16 SEC. 2. *Repealing Clause.* – All laws, presidential
17 decrees, executive orders, letters of instruction,
18 proclamations, or administrative regulations that are
19 inconsistent with the provisions of this Act are hereby
20 repealed, amended, or modified accordingly.

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

Approved,