

**NATIONAL WAGES AND PRODUCTIVITY COMMISSION
MANAGEMENT COMMENTS/ACTION TAKEN
CY 2013 ANNUAL AUDIT REPORT ISSUED BY COA
As of January 31, 2015**

SUMMARY OF COA FINDINGS	COA RECOMMENDATIONS As of December 31, 2013	COMMENTS/ACTIONS TAKEN As of January 31, 2015	VALIDATION
<p>1. Inadequate feedback mechanism over completed training programs - NCR</p> <p>There was inadequate feedback mechanism to gauge the effectiveness of the NCR's ISTIV-Productivity Awareness Program (PAP) conducted to 42 private firms during the year due to incomplete Terminal Reports from 36 participants.</p> <p>Moreover, evaluation on whether or not the objectives of individual participants are attained is not possible in the absence of strict monitoring of installation of Action Plan to the participating offices.</p>	<p>For the Management to -</p> <ul style="list-style-type: none"> i. encourage companies to be committed to implement their submitted Action Plan on the PAP; and ii. put into place an adequate feedback or monitoring mechanism on the installation of PAPs on the participating companies to evaluate whether the objectives of individual participants are attained as well as the overall effectiveness of trainings conducted. 	<p>One of the agreements reached during the CO-RB Corporate Planning held in January 2013 was for all the RTWPBs to continually encourage establishments to continuously implement their PIPs/action plans and submit 5 Terminal Reports on PAPs.</p> <p>The action plans/PIPs developed and submitted by the participants from the various productivity trainings were also monitored/ visited by the RTWPB-NCR staff. Strategies were employed such as plant visits for three months and phone calls and emails to check if there is a need for technical assistance.</p>	<p>Implemented</p>
<p>2. Irregular payment of honoraria - Region XI</p> <p>The payment of honoraria to the Regional Board-XI in their attendance to the special board meetings in the total amount of P94,500.00 is not justifiable as the agenda on the conduct of the said meetings do not pertain to the one contemplated in the NWPC Memorandum dated January 16, 2006.</p>	<p>For the management to limit the conduct of board meetings to two (2) meetings in a month as provided in the above-cited Memorandum and the agenda of the special board meetings shall be solely confined to matters/issues that needs immediate attention as contemplated in the above cited Memorandum so that payment of honorarium to the Regional Board is also</p>	<p>The October 14 and October 31 meetings were the 3rd and 4th meetings of the month of October 2013 in which the Board produced the final draft of the Advisory 1 on the Two-Tiered Wage System. The final draft was presented to the NWPC Secretariat on October 14, 2013 for comments before final submission to the Commission, and the comments</p>	<p>Implemented</p>

	justified.	thereto were discussed and incorporated during October 31, 2013 meeting. The July 26, 2013 was the 3 rd meeting in the month of July 2013 in which the Board convened to act upon the petition for wage increase by the ALU-TUCP.	
<p>3. Excessive expenses in the conduct of board meetings – NCR</p> <p>In addition to honoraria for board meetings, the NCR paid representation and transportation expenses of ₱144,000.00 to four board members representing the private sector in their attendance to board meetings without legal basis. Moreover, another Region paid honoraria of ₱31,500.00 to three board members in excess of the actual number of meetings conducted during the year.</p>	For refund of the payment of honoraria in excess of the actual number of board meetings conducted during the year and the payment of representation and transportation expenses to private sector representatives unless proper authority or legal basis is submitted in support thereof.	All Board Members are entitled to per diem of P4,500.00 per meeting attended under NWPC Memorandum No. 21-2013 dated January 29, 2013 in accordance with Section 45 of the General Provision of Republic Act No. 10352 (FY 203 GAA). In the exigency of the service where the Board finds it necessary to conduct more than two (2) or up to four (4) board meetings per month and submitting the copies of notice/agenda of meetings and attendance sheets of Board meeting conducted for the month. The two (2) Labor Representatives and two (2) Employer Representatives are entitled to RATA or reimbursable travelling and miscellaneous expenses not to exceed P3,000.00 per month under NWPC Memorandum dated November 6, 2009.	Implemented Submitted requirements of COA
<p>4. Uninsured Property Plant and Equipment – Region V</p> <p>Region V failed to obtain insurance coverage of all insurable properties and equipment contrary to COA Circular No. 92-390 dated November 17, 1992 and COA Memorandum No. 88-558 dated February 23,</p>	For the Management to require the Property Officer-Designate to prepare a list of all insurable properties of the agency and furnish the GSIS with the said list for appraisal of the amount of the premium to be paid for the insurance of the property reported to ensure	The Management prepared and filed letter request for evaluation of insurable equipment with GSIS to determine the amount to be paid for premium. The Property Officer applied for insurance of all insurable properties and was granted last October	Implemented

<p>1988, thereby, providing no means for recovering the value of property in case of fire, theft, and other unforeseen events.</p>	<p>compliance with existing rules and regulations.</p>	<p>9, 2014 with Policy ID 165377.</p>	
<p>5. Government vehicle not adequately protected against loss and/or deterioration – CAR</p> <p>A vehicle particularly an L300 van, with plate number SCD 915 in CAR was observed to have been parked in front of the office building without any shade and seldom used contrary to Section 105 (1) of P.D. No. 1445 exposing such property to loss or</p>	<p>For the Management to consider undertaking immediate repair on the subject vehicle so that it could be used and prevent further deterioration. Should it find no need for the vehicle, Management might as well consider selling the same through public bidding or donating the same to other government agencies who may be in need of such vehicle.</p>	<p>The management has already donated the subject vehicle to TESDA-CAR (Regional Training Center) last October 24, 2014</p>	<p>Implemented</p>
<p>6. Unrestored amount of cash and liability for unreleased checks at year end – NWPC and NCR</p> <p>The balance of the account Cash in Bank – LCCA in the amount of ₱685,755.88 as well equivalent liability account is understated by ₱333,532.20 due to the non-restoration of the cash equivalent of the unreleased checks of that amount as of the end of the year, and non-recognition of the appropriate payable/liability therefrom at the NWPC and RTWPB-NCR as prescribed under the Government Accountancy and Financial Management Information System (GAFMIS) Circular Letter No. 2002-001 dated December 16, 2002</p>	<p>For the Cashier and the Chief Accountant –</p> <ul style="list-style-type: none"> i. comply strictly with the provisions of COA GAFMIS Circular Letter No. 2002-001 in reporting and recording unreleased checks; and ii. henceforth, effect adjustments on affected accounts to correct balances presented in the financial statements every end of the year. 	<p>NWPC - A Schedule of Unreleased Checks as of December 31, 2013 was prepared and submitted by the Cashier to the Accountant III and thereafter submitted to COA for the covered period December 1-31, 2013.</p> <p>Nevertheless, the Cashier and the Accountant III will comply strictly with the provisions of COA GAFMIS Circular Letter No. 2002-001 dated December 16, 2002 in reporting and recording unreleased checks. Henceforth, adjustments will be affected accounts to correct balances presented in the financial statements every end of the year.</p> <p>NCR - The Board's designated Cashier prepared Monthly Schedule of Unreleased Checks and submits it to the Accounting Unit.</p>	<p>Implemented</p>

<p>7. Cash advances utilized outside the intended purpose/s – Region IV-A</p> <p>Cash advances in Region IV-A were not used for the specific purpose granted and were not supported by estimates of expenses contrary to Sections 4.1.7 and 4.4.3 of COA Circular No. 97-002, dated February 10, 1997, respectively. Moreover, cash advances were not liquidated as soon as the purpose for which they were given have been served as provided by Section 89 of P.D. No. 1445, thus, excess cash advances were exposed to risk of loss or mismanagement.</p>	<p>For the Head of the Agency to -</p> <ol style="list-style-type: none"> i. instruct the Accountant-Designate to require the submission of an estimate of expenses for every request of cash advances to minimize if not eliminate excessive or insufficient cash advances; ii. require the Disbursing Officer to strictly liquidate cash advances after the purpose for which they were given were served, and excess cash advances should not be used for other activities but should be refunded; and iii. stop the practice of approving cash advances until the previous one has been settled. 	<p>The Accountant-designate or the person in charge of the activity was instructed to prepare budget estimate for every request of cash advances to minimize excessive or insufficient cash advances.</p> <p>The Disbursing Officer was instructed to strictly liquidate cash advances after the purpose and to deposit the excess cash advances to the National Treasury.</p>	<p>Implemented</p>
<p>8. Payment of PPE units out of cash advances - NWPC</p> <p>Purchases of PPE units in the total amount of ₱134,705.00 were paid from cash advances drawn for the purpose instead of thru checks contrary to the provision of COA Circular No. 97-002, and resulting in non-withholding of appropriate taxes. Moreover, the Accountable Officer is not bonded as Special Disbursing Officer but as Supply Officer of the agency.</p>	<p>For the Official who authorized the payment of PPE items thru cash advances and which resulted in non-withholding of tax be made to explain for such transaction. Henceforth, discontinue the payment of purchases thru cash and limit the grant of advances only to duly bonded Accountable Officers.</p>	<p>It is informed that the NWPC always observe the procedures in evaluating the bids and the award of the contract to the supplier with the lowest bid as in this case. However, the suppliers terms of payment for the purchase of these items were on cash basis only as stated in the Purchase Order forms thus, the issuance of Cash Advances to the Designated Supply Officer instead of Check. While the payment in cash for these items resulted in non-withholding of Expanded Value Added Tax (VAT) computed at ₱7,216.34, we would like to say that the invoices will show that the appropriate taxes were imposed. Thus, since the printing of sales invoices are regulated by the BIR pursuant to Revenue Regulation No. 18-2012 dated 22 October</p>	<p>Implemented</p>

		<p>2012, the suppliers are obligated to remit the same to the said agency. Hence, no harm will be caused to the government.</p> <p>The Audit observation in granting the cash advance to the Accountable Officer who was not bonded as Special Disbursing Officer but as Supply Officer is fully noted.</p> <p>We will discontinue the payment of purchases thru cash except in those circumstances allowed under COA Circular No. 97-002 or by law and to limit the grant of advances only to duly bonded Accountable Officers.</p>	
<p>9. Late submission of liquidation reports to settle Advances to Officers and Employees (Account 148) –Region XIII</p> <p>Liquidation reports and supporting documents on reported liquidations under Advances to Officers and Employees of RTWPB-XIII were not timely submitted to COA contrary to COA Circular No. 97-002 dated February 10, 1997, thus, review cannot be facilitated, which casts doubt on the reliability of the Account 148 balance as of December 31, 2013.</p>	<p>For the Management to direct the Accountant to -</p> <ol style="list-style-type: none"> i. timely submit liquidation reports and its supporting documents to COA for review and ii. impose stricter controls in the grant and liquidation of cash advances to ensure compliance with the provisions of COA Circular No. 97-002. 	<p>Liquidation Report of December 2013 was delayed due to uncontrollable maternity leave of the Accountant Designate, which is in her direct supervision. The submission was already done on January 2014.</p>	Implemented
<p>10. Cash Advances drawn from regular expenses - Region IVA</p> <p>Cash advances were granted to the Disbursing Officer to pay regular expenses of the Agency in violation of COA Circular No. 97-002.</p>	<p>For the Head of the Agency to strictly enforce the requirements of Section 2 and Section 4.3.2 of COA Circular 97-002.</p>	<p>Management took note of our observations and promised to strictly enforce our recommendations.</p>	Implemented

<p>11. Non Preparation of Monthly Bank Reconciliation Statements - Regions V and X</p> <p>Regions V and X failed to prepare the monthly Bank Reconciliation Statements on the reported Cash in Bank balance as of December 31, 2013 contrary to Section 74 of P.D. No. 1445, COA Circular No. 96-011 dated October 2, 1996 rendering difficulty in the verification of the correctness of the recorded balances of cash in bank accounts in the financial statements</p>	<p>We recommended that Management require the Regional Accountants to prepare and promptly submit the BRS to the Office of the Auditor within the prescribed period, in order to establish the accuracy of the recorded balances of the bank account.</p>	<p>V- The new Accountant-Designate submitted the Bank Reconciliation Statements for CY 2013 in January 2014. X - the monthly Bank Reconciliation Statements have been submitted to the Auditor starting January 2014.</p>	<p>Implemented</p>
<p>12. Un-reconciled Cash Receipts Record, Cash Receipts Journal and General Ledger- Region XIII</p> <p>Due to the unreconciled balances between the Cash Receipts Record, Cash Receipts Journal and General Ledger and the non-submission of the related Report of Collections and Deposits, issued official receipts and deposit slips for Cash Collecting Officer renders the balance of the said account as of December 31, 2013 doubtful, contrary to Section 73, Volume I of the Manual of the New Government Accounting System for national government agencies</p>	<p>For the Management to direct the Accountant and the Cashier to –</p> <ol style="list-style-type: none"> i. reconcile their respective balances for Cash Collecting Officer; ii. ensure the accuracy of the recording of financial transactions in the books of accounts and related reports; and iii. require the Cashier and the Accountant to submit the required Report of Collections and Deposits and related official receipts and deposit slips to COA on a timely manner to facilitate immediate review. 	<p>Accountant and Cashier Designates already reconciled the Account 102 Balances. The accuracy of the recording of financial transactions is now carefully abided by the personnel involved. Report of Collections and Deposits and other related official receipts and deposits slip to COA were religiously submitted</p>	<p>Implemented</p>

<p>13. Advance payment of rent not treated as prepayment - Region IVA</p> <p>Prepaid rent balance of ₱729,276.80 is understated by ₱127,500.00 representing the advance payment of rent of Region IV-A which was erroneously recorded as rent expenses instead of as prepaid rent, overstating expenses and understating assets of the same amount, thus, resulting to inaccurate and misleading information.</p>	<p>For the Accountant Designate to prepare an adjusting entry to correct the erroneous recording of the transaction by Debiting Prepaid Rent and Crediting Prior Year's Adjustments.</p>	<p>The Accountant-Designate has made the necessary adjusting entry for the said transaction.</p>	<p>Implemented</p>
<p>14. Dormant and non-moving Account Receivables – Region X</p> <p>The account Other Receivables and Guaranty Deposits balances of ₱34,604.05 and ₱1,396,333.68, respectively, contains balances in the books of Region X that had been dormant and non-moving for over 10 years in the amount of ₱34,229.38 and ₱84,486.50, respectively, thus, casting doubt in the validity of the balance as of year-end contrary to Section III-A.10 of COA Circular No. 97-001 dated February 5, 1997 on the proper disposition of dormant accounts.</p>	<p>For the management to require the Accountant Designate to coordinate with the Auditor for the proper writing off of these dormant accounts. In addition, require the Accountant to gather and prepare the available documents to support the request for writing off of these accounts and submit the same to COA for action.</p>	<p>A letter-request with Affidavit has been sent to COA for the writing off of the dormant accounts. COA has processed our request and will give feedback as soon as possible.</p>	<p>Implemented Waiting for COA confirmation.</p>
<p>15. Unreconciled and unreliable balance of reciprocal account (Due from NGAS)- NWPC and NCR</p> <p>The unreconciled discrepancy of ₱52,343.74 between the records of the NWPC –Main and RTWPB-NCR and of the Procurement Service rendered unreliable the Due from NGAs (DBM-PS) account balance of ₱126,675.24.</p>	<p>For the Supply Officer and the Accountant to (i) exert effort in reconciling their records with that of the Procurement Service covering prior years' transactions; and (ii) henceforth, undertake periodic reconciliation to immediately identify and settle reconciling transactions.</p>	<p>NWPC - From management records, the remaining amount of undelivered goods from the Procurement Service is ₱51,548.97 as against the amount of undelivered items of ₱86,561.68 stated in the abovementioned AOM. Resulting in the discrepancy of ₱35,012.71.</p>	<p>Implemented</p>

		<p>A letter of reconciliation was sent to DBM-PS last October 24, 2014. To date, DBM-PS has sent a confirmation letter to NPWC with unutilized deposit of P51,240.38. A Journal Entry Voucher has been prepared to effect the reconciliation.</p> <p>NCR – The Board’s Accountant already submitted the Xerox copy of the delivery receipt and other documents to PS, settled and identify the discrepancy by making the Journal Entry Voucher for the reconciling transactions.</p>	
<p>16. Non-recording of Audit Disallowance in the Books of Accounts – RTWPB IX</p> <p>Audit Disallowance amounting to ₱273,000.00 which appeal was denied by COA Regional Office No. IX with the issuance of Decision No. 2013-1 dated June 25, 2013 and was received by management on August 06, 2013 was not yet recorded in the books of the Agency as receivables pursuant to Sec. 22.6 of COA Circular No. 2009-006 and Section 53, Volume I of Manual on the New government Accounting System (MNGAS), thus, Receivables-Disallowances/Charges and Prior Years’ Adjustments accounts were not fairly presented in the financial statements.</p>	<p>For the Management to direct the Accountant Designate to record the audit disallowances in the books of accounts pursuant to the provisions of the above-mentioned COA Circulars so that the affected accounts will be fairly presented in the financial statements.</p>	<p>The non-recording of the said audit disallowance in the books of accounts is due to the fact that it is still under Appeal at the Commission Proper in the COA Central Office.</p>	<p>Under appeal</p>
<p>17. Non-recognition of Perpetual Inventory System -Region III</p> <p>Purchase of office supplies in the total amount of ₱36,645.45 were directly charged to Supplies Expense (755) instead of Supplies Inventory (165) in violation of, contrary to</p>	<p>For the Management to require the accounting and supply sections to observe strictly existing rules and regulations in recording purchase/receipt and issuance of inventories to ensure adequate control over</p>	<p>The Accountant and the Supply Officer shall strictly observe existing rules and regulations in recording purchases/receipt and issuance of office supplies and shall draw journal entry in the amount of</p>	<p>Implemented</p>

<p>Section 4 and 43 of the Manual on New Government Accounting System (NGAS), Volume</p>	<p>inventories and ascertain reliability of financial reports. We also recommended that all purchases or receipt and acceptance of office supplies be recorded to the Office Supplies Inventory account. All issuances should be reported by the Supply Section, thru the RSMI, on the basis of which the appropriate expense should be recognized using the Office Supplies Expense account with proper deduction from the Inventory account.</p>	<p>₱36,645.45 to correct understatement in the supplies inventory.</p>	
<p>18. Unreconciled balance of inventory accounts – NWPC</p> <p>The accuracy of the year-end balance of inventories amounting to ₱2,471,154.02 is doubtful due to the discrepancy of ₱406,052.66 between the accounting and property records of NWPC and NCR contrary to the provisions of the Manual on the New Government Accounting System (NGAS), Volume I and of the Government Accounting and Auditing Manual, Volume II</p>	<p>For the Head of the Agency to direct the Accountant and the Property Officer to monitor and reconcile the discrepancies in the office supplies inventory per count as against inventory ledger card of Accounting/stock card of Property. Also reiterate request for assistance from the COA re-eNGAS error, if ever.</p>	<p>The subsidiary ledger of the Office Supplies Inventory account and that of the Property/Supply records had been reconciled.</p>	<p>Implemented</p>
<p>19. Non-disposal of unserviceable inventories - NWPC</p> <p>Idle/Unutilized items valued at ₱392,255.39 in office supplies inventory due to obsolescence and expiration have not been disposed of, thus, depriving the agency the use of additional space inside the stockroom as well as overstating the balance of inventory account of ₱2,471,154.02 by the same amount.</p>	<p>For the Head of the Agency to direct the disposal of all obsolete and unserviceable office supplies following the guidelines prescribed in the GAAM, to free the stockroom of all these items and to render the office supplies inventory balance more accurate.</p>	<p>The Management shall cause the disposal of the said items following the guidelines prescribed in the GAAM and would give update once the disposition has been completed.</p> <p>Disposal of 126 pcs. Fluorescent tubes through donation to Justo Lukban Elementary School has been made last September 22, 2014 .</p>	<p>Partially Implemented Disposal for other unserviceable inventories in process</p>

<p>20. Discrepancies in the Balances of Property, Plant and Equipment Accounts NWPC, NCR and Region X</p> <p>The un-reconciled discrepancy between the physical count/inventory and accounting records of PPE balances at the Main Office, NCR and Region 10 in the amount of ₱6,247,969.18 had rendered the total PPE balance of ₱44,708,600.60 unreliable</p>	<p>For the Head of the Agency to direct –</p> <ul style="list-style-type: none"> i. the Accountant and the Property Officer to reconcile the discrepancies per count as against book balances of all property accounts affected and to take up adjustments in recording to correct the account balances presented in the financial statements due to errors; ii. both the designated Accountant and the Property Officer to maintain PPELC and PC and conduct regular reconciliation of these records; iii. the designated Accountant to record in the books all disposal of PPE units; and iv. the designated Property Officer to furnish the Accountant with copies of all pertinent documents on disposal and unrecorded PPE items as basis for recording in the books 	<p>NWPC - Dropping from the books of disposed PPE through donation was effected as of October 31, 2014</p> <p>The Property/Supply Officer and Accountant have reconciled the discrepancies per count as against book balances of all the property accounts affected and adjustments was made as presented in the financial statements</p> <p>NCR - The responsible employees at the NCR already settled and identified the discrepancy of their respective records and the Designated Accountant had drawn Journal Entry for the reconciling transaction.</p> <p>Region X - During the exit conference in Region X, it was found out that both the Accounting and the Supply Offices failed to reconcile their respective records. Furthermore, the Supply Officer failed to prepare the Report of Supplies/Materials Issued (RSMI). The above-cited condition resulted to a difference on the balances of Supplies Inventory account; thereby, the balances of these accounts at year-end could not be ascertained.</p>	<p>Implemented</p>
<p>21. Non-disposal of Unserviceable PPE/Non-reclassification to Other Assets account – RTWPB II, IVA and V</p> <p>Obsolete and Unserviceable Property Plant and Equipment (PPE) at RTWPB II, IV-A and V in the total amount of ₱1,487,549.16 were</p>	<p>For the Management to –</p> <ul style="list-style-type: none"> i. instruct the Property/Supply Officer Designate to exclude from the RPCPPE obsolete and 	<p>II – The Property/Supply Officer-Designate prepared the Inventory and Inspection Report of Unserviceable Property (IIRUP) and disposal has</p>	<p>Implemented</p>

<p>still included in PPE accounts, instead of Other Assets, contrary to Section 143, Volume III of the Manual on the New Government Accounting System (MNGAS), resulting in the misclassification of these assets. Moreover, these unserviceable properties including those in Region V of undetermined amount remained undisposed, contrary to Section 79 of P.D. No. 1445, thus, depriving the government of additional revenue that may be generated from their sale.</p>	<p>ii. unserviceable PPE and prepare the IIRUP and submit a copy to COA for inspection and eventual appraisal and disposal; iii. require the Accountant Designate to reclassify the unserviceable PPE to the Other Assets account and make the appropriate adjustments on the erroneous depreciation provided for unserviceable properties; and cause the creation of a Disposal Committee who shall be responsible for the proper disposal of these unserviceable PPE as provided in Section 79 of PD 1445.</p>	<p>been made. IVA - The Property/Supply Officer-Designate excluded from the RPCPPE the obsolete and unserviceable PPE and prepared the IIRUP and disposed the same by the disposal committee. The Accountant-Designate reclassified the unserviceable PPE to the Other Assets account and make the appropriate adjustments for unserviceable properties. V - A yearly Inventory and Inspection Report of Unserviceable Property (IIRUP) is regularly prepared. The Disposal and Appraisal Committee was created through an Office Order. While a number of unserviceable office PPE' was already disposed.</p>	
<p>22. Excessive CNA incentive - Region II The grant of Collective Negotiation Agreement (CNA) incentive to officers and employees of Region II totaling ₱200,000.00 did not conform with Administrative Order No. 135, and DBM Budget Circular Nos. 2006-1 dated February 1,2006 and 2011-5 dated December 26, 2011.</p>	<p>For the Management to cause the refund of the CNA Incentive totaling ₱ P75,000.00 (₱ P15,000.00 per employee) which was paid in excess of the maximum amount allowed under DBM Circular No. 2011-5 dated December 26, 2011.</p>	<p>Under NWPC Order No. 38 Series of 2012 dated July 24, 2012, the Executive Director has directed the refund of the excess amount of P15,000.00 per employee. A request for appeal will be prepared and will be submitted to COA.</p>	<p>Not implemented Under appeal</p>
<p>23. Non-compliance with the provisions of RA 9184 - Region V Non-compliance of RTWPB-V with the mandatory use of the Philippine Government Electronic Procurement System (PhilGEPS) in its procurement activities was contrary to Administrative Order (AO) No. 17 dated July 28, 2011.</p>	<p>For the Management to – i. Inquire from PhilGEPS the requirements/ procedures for registration; ii. require concerned agency personnel to attend seminars on PhilGEPS in order to be guided with its rules and regulations; and iii. strictly adhere to the provision of AO No. 17.</p>	<p>The Agency was already enrolled with the Philippine Government Electronic Procurement System (PhilGEPS).</p>	<p>Implemented</p>

<p>24. Non-compliance with the provisions of RA 9184 - Region XIII</p> <p>The number of Bids and Awards Committee (BAC) members of RTWPB-XIII is not compliant to the required number of BAC members contrary to the provisions of Section 11 of R.A. No. 9184, also known as the Government Procurement Reform Act.</p>	<p>For the Management to request other government agencies, such as the Department of Labor and Employment, Caraga Regional Office, Butuan City, to be a member of the BAC of RTWPB 13, to meet the required number of BAC member. Moreover, we recommended that Management ensure compliance with the applicable laws, rules and regulations on government procurement.</p>	<p>The issue was already taken up during Closing of Books with the Central Office, a yearly activity. Even the CO could not recommend DOLE Regional Officers to be a member of the Regional Boards BAC for accountability reasons. The Management will again coordinate with Central Office on this matter.</p>	<p>Not Implemented</p>
<p>25. Unrecorded financial transactions – Region VI</p> <p>Transactions of RTWPB VI covering the period from January to December, 2013 are not recorded in the General Ledger/Subsidiary Ledger known as the books of Final Entry and the basis of preparing the agency's financial statements as provided for in Chapter I, Volume II, Section 2, 11 and 12 of the Manual of the New Government Accounting System (NGAS) and Chapter 2, Section 111, 112 and 114 of P.D. No. 144S.</p>	<p>For strict compliance of the herein stated accounting procedures, laws, rules and regulations in the proper use of the accounting books for recording of government transactions to ensure the accuracy, reliability and adequacy of the accounting data presented in the agency financial statements.</p>	<p>The recommendations were noted and to be complied with. The Accountant-Designate was directed to maintain an updated accounting books for recording of all transactions accordingly.</p>	<p>Implemented</p>

Prepared by:



EDITHA M. SAUS
OIC-FMD

Submitted by:



MARIA CRISELDA R. SY
Executive Director IV *isa*
atf