



*Republic of the Philippines*  
**COMMISSION ON AUDIT**  
Bangsamoro Autonomous Region in Muslim Mindanao  
**OFFICE OF THE SUPERVISING AUDITOR**  
BARM Team 4, Audit Group H – SUCs, WD & other SAA  
MSU Main Campus, Marawi City



May 28, 2021

**MARY JOYCE Z. GUINTO-SALI, Ph.D.**

Chancellor  
MSU - TCTO  
Bongao, Tawi – Tawi



Dear Chancellor Sali:

We are pleased to transmit the Annual Audit Report on the audit of accounts and operations of the Mindanao State University – Tawi-Tawi College of Technology and Oceanography, Bongao, Tawi-Tawi for the year ended December 31, 2020, in compliance with Article IX-D of the Philippine Constitution and pertinent provisions of Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines.

The audit was conducted in accordance with the Philippine Public Sector Standards on Auditing (PPSSA) to: (a) ascertain the level of assurance that may be placed on management's assertions on the financial statements; (b) determine the propriety of transactions as well as the extent of compliance with applicable laws, rules and regulations; (c) recommend agency improvement opportunities; and (d) determine the extent of implementation of prior years' audit recommendations. We believe that it provided reasonable basis for the results of the audit.

The attached Reports consists of the Independent Auditor's Report, the audited Financial Statements, the Observations and Recommendations, which were discussed with concerned officials and staff, and the Status of Implementation of Prior Years' Audit Recommendations.

We expressed a unqualified opinion on the fairness of presentation of the financial statements of the University for the year ended December 31, 2021 as stated in the Independent Auditor's Report in Part I of the report.

The significant findings that need immediate actions are as follows:

1. Delayed submission of disbursement vouchers, payrolls, trial balances, bank reconciliation as well as Report of Checks Issued (RCI) and Report of Collections and Deposits (RCD) for both General and Trust Funds for the Calendar Year 2020 to the Office of the Auditor, in violation of Section 107 and Section 122 of PD 1445 (State Audit Code of the Philippines), Section 7.2.1 of COA Circular No. 2009-006 and Sections 59 and 60, Chapter 19, Volume I of the Government Accounting Manual (GAM) for NGAs and Article 218 of the Revised Penal Code thereby retraining the Audit Team to render timely audit.
2. Delayed and/or non-submission of copies of contracts/ Purchase Orders (POs)/ Job Orders (JOs), Memorandum of Agreements (MOAs) with Commission on Higher Education (CHED), Department of Science and Technology (DOST), United Nations (UN) and other agencies whether public or private agencies to the Office of the Auditor within the prescribed timeline contrary to Section 107 and 122 of PD 1445, and COA Circular No. 2009-001 dated February 12, 2009, thereby prevented the Audit Team to effectively review and evaluate the contracts at the most appropriate time and manner.
3. MSU-TCTO was not compliant with the Transparency Seal as mandated by Section 94 of General Appropriations Act (GAA) for CY 2020 and the provisions of Section 93 of GAA 2020 with regards to Transparency of Infrastructure Projects due to non-awareness of the Management of the said provisions that lead to deprivation of information of the stakeholders and/or end-users of the University that need transparency and accountability.
4. The University does not provide at the beginning of the year, their respective assigned Supervising Auditors (SAs) and Audit Team Leaders (ATLs) with a list of all on-going government projects/programs/activities (PPA) and those that are to be implemented during the year and tarpaulins signboards for infrastructure projects were not posted or displayed in the project location in the manner prescribed in COA Circular No. 2013-004 dated January 30, 2013, thereby restraining public participation in the promotion of good governance through transparency and accountability.
5. For the CY 2020, contract documents for infrastructure projects with all of its supporting documents and purchase orders issued for supplies and materials were still not furnished to the Auditor's office within five (5) working days from the date the contract was perfected and purchase orders were issued in violation of the provisions of Sections 3.1.1 and 3.2.1, respectively of COA Circular No. 2009-001, resulting to delay of the Auditor in conducting review and in informing Management of defects/deficiencies, if any and delay in informing the Technical Audit Specialist (TAS) assigned in the auditing unit/cluster or to the Regional Technical Services Office (RTSO), as the case may be, for inspection so that

100% completed project could be turnover by the contractor and accepted by the Management.

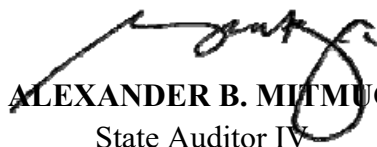
6. Failure to prepare and submit Annual Procurement Plan (APP) and Project Procurement Management Plan (PPMP) for CY 2020, thereby affecting the evaluation of the legality and propriety of the audited procured goods and infrastructure projects in violation of Section 7 (Procurement Planning and Budget Linkage), Rule II (Procurement Planning) of the revised IRR of RA 9184 otherwise known as the Government Procurement Reform Act.
7. The University failed to submit sufficient data of its Updated Agency Personnel Profile (plantilla of personnel) as of December 31, 2020 contrary to Section 122 of PD 1445. The inability of the Personnel Division to submit the current plantilla of personnel casted doubt as to the legality, propriety and appropriateness of the amount charged in the Personnel Services.

The other audit findings together with the recommended courses of action which were discussed by the Audit Team with concerned Management officials and staff during the exit conference on April 28, 2021 are discussed in detail in Part II of the report.

We request that the recommendations be promptly implemented and we would appreciate being informed of the actions taken thereon within sixty days (60) days from receipt hereof, using the prescribed format of the attached copy of the Agency Action Plan and Status of Implementation (AAPSI) pursuant to Section 89 (Report on Commission on Audit Findings and Recommendations) of the General Appropriations Act (GAA) for Fiscal Year (FY) 2020 (RA 11465), by filling up the attached Agency Action Plan and Status of Implementation (AAPSI) form as required under COA Memorandum No. 2014-002 dated March 18, 2014

We express our appreciation for the support and cooperation extended to the Audit Team by the officials and employees of the University.

Very truly yours,

  
**ATTY. ALEXANDER B. MITMUG, CPA**  
State Auditor IV  
OIC- Supervising Auditor

- Cc:*
1. *The President, Republic of the Philippines*
  2. *The Vice-President, Republic of the Philippines*
  3. *The Senate President, Senate of the Philippines*
  4. *The Speaker, House of Representatives*
  5. *The Chairperson, Senate Finance Committee*
  6. *The Chairperson, Appropriations Committee*
  7. *The Secretary, Department of the Budget and Management*
  8. *Governance Commission for GOCC*
  9. *Presidential Management Staff, Office of the President*
  10. *National Library (soft copy)*
  11. *University of the Philippines (UP) Law Center (soft copy)*
  12. *COA Commission Central Library (soft copy)*

[Name of the Agency and Address]

**AGENCY ACTION PLAN and  
STATUS of IMPLEMENTATION**  
Audit Observations and Recommendations  
For the Calendar Year 20XX  
As of \_\_\_\_\_

Ref	Audit Observations	Audit Recommendations	Agency Action Plan				Status of Implementation	Reason for Partial/Delay/Non-Implementation, if applicable	Action Taken/Action to be Taken
			Action Plan	Person/Dept. Responsible	Target Implementation Date				
					From	To			
	</								

Agency sign-off:

\_\_\_\_\_  
Name and Position of Agency Officer

\_\_\_\_\_  
Date

Note: Status of Implementation may either be (a) Fully Implemented, (b) Ongoing, (c) Not Implemented, (d) Partially Implemented, or (e) Delayed



*Republic of the Philippines*  
**COMMISSION ON AUDIT**  
Autonomous Region in Muslim Mindanao  
**OFFICE OF THE AUDIT TEAM LEADER**  
Audit Team 04, AG-H SUCs, WDs and Other SAAs  
MSU-TCTO, Bongao, Tawi-Tawi



April 29, 2021

**ATTY. ALEXANDER B. MITMUG, CPA**

State Auditor IV

OIC-Supervising Auditor

Audit Group H – SUCs, WDs and SAAs

MSU Main Campus, Marawi City

S i r:

In compliance with Section 2, Article IX-D of the Philippines Constitution and pertinent sections of Presidential Decree No. 1445, we conducted a comprehensive financial and compliance audit on the accounts and operations of Mindanao State University – Tawi-Tawi College of Technology and Oceanography, Bongao, Tawi-Tawi for the year ended December 31, 2020.

The audit consisted of review of operating procedures, evaluation of the programs and projects, interview of concerned government officials and employees, verification, reconciliation, analysis of accounts and reports and such other procedures considered necessary.

The audit was conducted in accordance with Philippine Public Sector Standards on Auditing (PPSSA) and we believe that it provided reasonable basis for our audit opinion.

We rendered unqualified opinion on the fairness of presentation of financial statements as of December 31, 2020, for reasons as stated in the Independent Auditor's Report.

Very truly yours,

  
**ARSAGGAF L. UMABONG, CPA**

State Auditor I

OIC-Audit Team Leader



**Republic of the Philippines  
COMMISSION ON AUDIT  
Commonwealth Avenue, Quezon City**

# **ANNUAL AUDIT REPORT**

**on the**

**MINDANAO STATE UNIVERSITY  
Tawi-Tawi College of Technology and  
Oceanography  
Bongao, Tawi-Tawi**

**For the Year Ended December 31, 2020**

## EXECUTIVE SUMMARY

### A. Introduction

The Mindanao State University- Tawi-Tawi College of Technology and Oceanography (MSU-TCTO) was formally established under Republic Act No. 6060, as amended, on August 4, 1969 in southern Sulu and it was known as the MSU-Sulu College of Technology and Oceanography and started its operation as an integral unit of the Mindanao State University. With the creation of the Province of Tawi-Tawi, the name was changed to MSU-Tawi-Tawi College of Technology and Oceanography on March 16, 1982, under Batas Pambansa Blg. 197.

Its primary mandate is to extend to the Muslims and other cultural minority groups the opportunities of college education and develop such other programs as well promote Muslim welfare and hasten the economic development of the southernmost region of the Philippines.

MSU-TCTO is comprised of the following academic units: the Graduate School, College of Fisheries, Institute of Environmental and Oceanography Studies, Institute of Information and Communications Technology, College of Islamic and Arabic Studies, College of Education, College of Arts and Sciences, Eastern Extension (Ungus Matata), Western Extension (Sibutu), Northern Extension (Mapun), Senior High School, Preparatory High School, Science High School, Secondary Education Department (Community High Schools), Child Development Center-Laboratory Elementary School (CDC-LES) and Childhood Integrated Learning Development School (CHILDS).

The governance of the MSU-TCTO is vested upon the Board of Regents, which exercises policy-making functions to carry out the mission and programs of the College by Virtue of RA 8292, the Higher Education Modernization Act of 1997.

The College is administered by Chancellor Mary Joyce Z. Guinto-Sali, Ph.D. She is assisted by four Vice Chancellors namely: Prof. Benecito L. Maratas (Academic Affairs), Prof. Werble Magsaysay (Administration and Finance), Dr. Kaberl O Hajilan (Research and Extension) and Mr. Eduardo Alivio (Planning and Development).

### B. Operational Highlights

#### 1. Performance in Licensure Examinations

Name of Licensure Examination	2020	2019		
		March	September	October
Licensure Examination for Teachers (LET) – Elementary Education	Not conducted for the year.	15.05%	14.72%	-
LET – Secondary Education		6.88%	11.32%	-
Fisheries Technology		-	-	19.44%



## 2. Graduate and Enrolment Profile

Academic Program Level	Graduates	Enrollment		
	AY 2020-2021	1 <sup>st</sup> Semester AY 2020-2021	2 <sup>nd</sup> Semester AY 2020-2021	AY 2019-2020
Graduate Level	18	235	205	169
Collegiate Level	368	1831	1744	1693
Senior High School	364	744	744	727
Junior High School	1254	6272	6272	6250
Elementary Level	98	708	708	585

## 3. Distribution of Faculty by College

Colleges	No. of Faculty
1. College of Arts and Sciences (CAS)	67
2. College of Education (COED)	19
3. College of Fisheries (COF)	25
4. Institute of Information and Communications Technology (IICT)	8
5. College of Islamic and Arabic Studies (CIAS)	11
6. Institute of Oceanography and Environmental Science (IOES)	11
7. Graduate Studies (GS)	5
<b>Total</b>	<b>146</b>

## 4. Scholarship Programs (Internally Funded)

Scholarship Programs	Number of Grantees
1. Academic Scholarship for non-Science and Mathematics	50
2. Academic Scholarship for Science and Mathematics	46
3. Academic Personnel Development Program	30
4. Academic Personnel Development Program (DOST)	4
5. Special Muslim Grant	83
6. Cultural Community Grant	7
7. Fish Tech Scholars	3
8. Mandated, BSF, Marine and BSES	18
9. Badjao Grant	4
10. Athletic Scholarship	58
11. Band Members	30
12. MSU-TCTO Langan Jantung	30
13. Student Assistantship Program	25
14. Summer Job	33
15. Tambuli Cultural Group	35
<b>Total</b>	<b>456</b>

## 5. Scholarship Programs (Externally Funded)

Scholarship Programs	Number of Grantees
1. Tertiary Education Subsidy Batch 1	323
2. Tertiary Education Batches 2, 3, & 4	103

3. Expanded Student's Grants-in-Aid Program for Poverty Alleviation (ESGP-PA)	72
<b>Total</b>	<b>498</b>

### C. Financial Highlights

The financial position and financial performance and sources and utilization of funds for CY 2020, with corresponding figures for CY 2019, are as follows:

Particulars	CY 2020	CY 2019	Increase/ (Decrease)	% Increase (Decrease)
Total Assets	570,337,962.32	539,706,647.84	30,631,314.48	5.67%
Total Liabilities	59,398,857.58	30,444,768.29	28,954,089.29	95.10%
Government Equity	510,939,104.74	509,261,879.55	1,677,225.19	0.33%
Revenue	18,980,237.58	13,355,810.03	5,624,427.55	42.11%
Net Financial Assistance and Subsidy	612,246,712.05	645,836,342.12	(33,589,630.07)	(5.20%)
Expenses	602,161,959.21	636,273,065.97	(34,111,106.76)	(5.36%)
Surplus (Deficit)	29,064,990.42	22,919,086.18	6,145,904.24	26.82%

### D. Scope of Audit

The audit covered the review of accounts and operations of the MSU-TCTO for the Calendar Year 2020. The audit was conducted to: a) ascertain the level of assurance that may be placed on management's assertions on the consolidated financial statements; b) determine the extent of compliance with applicable laws, rules and regulations; c) recommend agency improvement opportunities; and d) determine the extent of implementation of prior years' audit recommendations.

### E. Auditor's Opinion on the Financial Statements

The Auditor rendered unqualified opinion on the fairness of presentation of the presentation of the financial statements of MSU-TCTO as at December 31, 2020.

### F. Summary of Significant Observations and Recommendations

1. Delayed submission of disbursement vouchers, payrolls, trial balances, bank reconciliation as well as Report of Checks Issued (RCI) and Report of Collections and Deposits (RCD) for both General and Trust Funds for the Calendar Year 2020 to the Office of the Auditor, in violation of Section 107 and Section 122 of PD 1445 (State Audit Code of the Philippines), Section 7.2.1 of COA Circular No. 2009-006 and Sections 59 and 60, Chapter 19,

Volume I of the Government Accounting Manual (GAM) for NGAs and Article 218 of the Revised Penal Code thereby retraining the Audit Team to render timely audit.

We reiterated our recommendations that the Accountable Officers:

- a) Determine and address all the reasons for the delay in the submission of the required reports and consider imposing sanctions on the persons responsible for the delayed submission of the financial reports and supporting documents to the COA Office. Further, review and evaluate the performance of the finance personnel; and recommend replacement for those found undesirable with qualified personnel with the right work attitude;
  - b) Conduct planning, target setting and prepare commitment reports particularly on the timelines on the submission of transaction documents/reports and financial statements provided in Sections 107 and 122 of PD 1445, Section 7.2.1 of COA Circular No. 2009-006 and Sections 59 and 60, Chapter 19, Volume I of the GAM for NGAs, and Article 218 of the Revised Penal Code to avoid repercussions as stated therein; and
  - c) Conduct periodic monitoring of submission of required reports to COA, Department of Budget and Management (DBM) and other regulatory bodies and see to it that all the required reports are submitted on time.
2. Delayed and/or non-submission of copies of contracts/ Purchase Orders (POs)/ Job Orders (JOs), Memorandum of Agreements (MOAs) with Commission on Higher Education (CHED), Department of Science and Technology (DOST), United Nations (UN) and other agencies whether public or private agencies to the Office of the Auditor within the prescribed timeline contrary to Section 107 and 122 of PD 1445, and COA Circular No. 2009-001 dated February 12, 2009, thereby prevented the Audit Team to effectively review and evaluate the contracts at the most appropriate time and manner.

We therefore recommended the Management that pertinent copies of contracts/POs/JOs, MOAs with CHED, DOST, UN and other agencies whether public or private agencies together with its supporting documents should be submitted to the auditor within five (5) working days upon approval of the projects/programs/activities/contracts. Further, it's Financial/Liquidation Reports should have been submitted to the auditor for verification within 60 days after the completion of the same as set under the MOA.

3. MSU-TCTO was not compliant with the Transparency Seal as mandated by Section 94 of General Appropriations Act (GAA) for CY 2020 and the provisions of Section 93 of GAA 2020 with regards to Transparency of Infrastructure Projects due to non-awareness of the Management of the said provisions that lead to deprivation of information of the stakeholders and/or end-users of the University that need transparency and accountability.

We therefore recommended the Management to update the official website of the University with information mentioned in Sections 93 and 94 of GAA 2020 and maintain yearly the update of this information by assigning web administrators for these tasks.

4. The University does not provide at the beginning of the year, their respective assigned Supervising Auditors (SAs) and Audit Team Leaders (ATLs) with a list of all on-going government projects/programs/activities (PPA) and those that are to be implemented during the year and tarpaulins signboards for infrastructure projects were not posted or displayed in the project location in the manner prescribed in COA Circular No. 2013-004 dated January 30, 2013, thereby restraining public participation in the promotion of good governance through transparency and accountability.

We recommended that Management:

- a) At the beginning of the year, provide the assigned SA and ATL with a list of all on-going government PPA and those that are to be implemented during the year;
  - b) Direct the Project Engineers to check/monitor the University/contractor's proper installation of signboards/notices of implemented PPA;
  - c) Inform the Audit Team within ten (10) days after the award of the infrastructure project or before the start of the program/activity that the appropriate project or before the start of the program/activity that the appropriate project signboards and/or public notices are already posted in order for the Audit Team to validate the same; and
  - d) Post the sign boards and/or public notices in the project location as soon as the award of project has been made.
5. For the CY 2020, contract documents for infrastructure projects with all of its supporting documents and purchase orders issued for supplies and materials were still not furnished to the Auditor's office within five (5) working days from the date the contract was perfected and purchase orders were issued in violation of the provisions of Sections 3.1.1 and 3.2.1, respectively of COA Circular No. 2009-001, resulting to delay of the Auditor in conducting review and in informing Management of defects/deficiencies, if any and delay in

informing the Technical Audit Specialist (TAS) assigned in the auditing unit/cluster or to the Regional Technical Services Office (RTSO), as the case may be, for inspection so that 100% completed project could be turnover by the contractor and accepted by the Management.

We reiterated our recommendations that Management should:

- a) Require the Bids and Awards Committee (BAC) to expedite the submission of the 2020 approved contracts and strictly ensure that they are supported with complete documentation/attachment;
- b) Regularly submit within five (5) working days from the execution of the contract the contract documents together with all of its supporting documents and purchase orders for supplies and materials for current and succeeding years; and
- c) Require the concerned personnel to revisit the pertinent rules and regulations such as COA Circular No. 2009-001 dated February 12, 2009.

- 6. Failure to prepare and submit Annual Procurement Plan (APP) and Project Procurement Management Plan (PPMP) for CY 2020, thereby affecting the evaluation of the legality and propriety of the audited procured goods and infrastructure projects in violation of Section 7 (Procurement Planning and Budget Linkage), Rule II (Procurement Planning) of the revised IRR of RA 9184 otherwise known as the Government Procurement Reform Act.

We recommended that the University prepare a meticulous and judicious PPMP and consolidate it properly to produce APP for all funds in compliance with Section 7 of the Republic Act No. 9184 otherwise known as the Government Procurement Reform Act and as required under DBM Circular Letter No. 2011-06 and 2011-06A.

- 7. The University failed to submit sufficient data of its Updated Agency Personnel Profile (plantilla of personnel) as of December 31, 2020 contrary to Section 122 of PD 1445. The inability of the Personnel Division to submit the current plantilla of personnel casted doubt as to the legality, propriety and appropriateness of the amount charged in the Personnel Services.

We recommended that the Management should instruct the HRMO Department to submit current plantilla of personnel every year and also to furnish the Auditor Office a copy of approved appointment/contract of service of every newly hired, promoted as well as the newly renewed contract.

**G. Status of Prior Year's Audit Recommendations**

Of the thirty two (32) prior year's audit recommendations, fourteen (14) were fully implemented, eight (8) were partially implemented, and ten (10) still not implemented as of report date.

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**PART I**

**AUDITED FINANCIAL  
STATEMENTS**





*Republic of the Philippines*  
**COMMISSION ON AUDIT**  
Commonwealth Avenue  
Quezon City

## **INDEPENDENT AUDITOR'S REPORT**

**MARY JOYCE Z. GUINTO-SALI, Ph.D.**

Chancellor

Mindanao State University-Tawi-Tawi College  
of Technology and Oceanography  
Bongao, Tawi-Tawi

### **Unmodified Opinion**

We have audited the financial statements of the Mindanao State University-Tawi-Tawi College of Technology and Oceanography, Bongao, Tawi-Tawi which comprise the Statement of Position as at December 31, 2020, and the Statement of Financial Performance, the Statement of Changes in Net Assets/Equity and Statement of Cash Flows and Statement of Comparison of Budget and Actual Amounts for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the MSU-TCTO as at December 31, 2020, and its financial performance, its cash flows, its comparison of budget and actual amounts, and its notes to financial statements for the year then ended in accordance with International Public Sector Accounting Standards (IPSASs).

### **Basis for Unmodified Opinion**

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the Auditor's Responsibilities of the Audit of the Financial Statements section of our report. We are independent of the agency in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Responsibilities of Management and those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IPSASs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

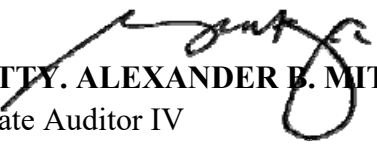
Those charged with governance are responsible for overseeing the MSU-TCTO's financial reporting process.

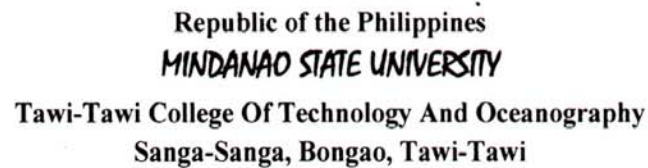
## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

## **COMMISSION ON AUDIT**

By:

  
**ATTY. ALEXANDER B. MITMUG, CPA**  
State Auditor IV  
OIC-Supervising Auditor



The Management of MINDANAO STATE UNIVERSITY – TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY is responsible for all information and representations contained in the accompanying Statement of Financial Position as of December 31, 2020 and the related Statement of Financial Performance, Statement of Cash Flows, Statement of Changes in Net Assets/Equity, Statement of Comparison of Budget and Actual Amounts and the Notes to Financial Statements for the year then ended. The financial statements have been prepared in conformity with the Philippine Public Sector Accounting Standards and Generally-Accepted State Accounting Principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

  
**RUKAYYA A. DARUL-SALIM, CPA**  
Chief Accountant

Date Signed \_\_\_\_\_

  
**MARY JOYCE Z. GUINTO-SALI, Ph.D.**  
• Chancellor

Date Signed

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF FINANCIAL POSITION**  
**All Funds**  
**As at December 31, 2020**  
*(With comparative figures for CY 2019)*

	<u>Note</u>	<u>CY 2020</u>	<u>CY 2019</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	6	₱ 90,582,005.67	₱ 59,484,325.00
Receivables	7	13,619,111.17	13,619,111.17
Inventories	8	5,703,410.29	14,850,881.60
Other Current Assets	9	14,655,208.33	37,672,460.10
<b>Total Current Assets</b>		<b>124,559,735.46</b>	<b>125,626,777.87</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	10	445,423,555.28	413,743,769.97
Intangible Assets	11	18,571.58	0.00
Other Non-Current Assets		336,100.00	336,100.00
<b>Total Non-Current Assets</b>		<b>445,778,226.86</b>	<b>414,079,869.97</b>
<b>Total Assets</b>		<b>570,337,962.32</b>	<b>539,706,647.84</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Financial Liabilities	12	4,019,304.65	4,019,304.65
Inter-Agency Payables	13	54,622,865.49	21,788,093.96
<b>Total Current Liabilities</b>		<b>58,642,170.14</b>	<b>25,807,398.61</b>
<b>Non-Current Liabilities</b>			
Deferred Credits	14	737,521.85	737,521.85
Other Payables	15	19,165.59	3,899,847.83
<b>Total Non-Current Liabilities</b>		<b>756,687.44</b>	<b>4,637,369.68</b>
<b>Total Liabilities</b>		<b>59,398,857.58</b>	<b>30,444,768.29</b>
<b>Total Assets less Total Liabilities</b>		<b>510,939,104.74</b>	<b>509,261,879.55</b>
<b>NET ASSETS/EQUITY</b>			
Accumulated Surplus		510,939,104.74	509,261,879.55
<b>Total Net Assets/Equity</b>		<b>₱ 510,939,104.74</b>	<b>₱ 509,261,879.55</b>

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF FINANCIAL PERFORMANCE**  
**All Funds**  
**For the Year Ended December 31, 2020**  
*(With comparative figures for CY 2019)*

<b>Revenue</b>	<b>Note</b>	<b>CY 2020</b>	<b>CY 2019</b>
Service and Business Income	16	₱ 18,980,237.58	₱ 7,855,810.03
Shares, Grants and Donations		0.00	5,500,000.00
<b>Total Revenue</b>		<b>18,980,237.58</b>	<b>13,355,810.03</b>
<b>Less: Current Operating Expenses</b>			
Personal Services	17	480,332,455.25	509,437,138.44
Maintenance and Other Operating Expenses	18	82,596,282.21	81,204,517.04
Financial Expenses	19	0.00	2,869.50
Non-Cash Expenses	20	39,233,221.75	45,628,540.99
<b>Total Current Operating Expenses</b>		<b>602,161,959.21</b>	<b>636,273,065.97</b>
<b>Surplus/(Deficit) from Current Operations</b>		<b>(583,181,721.63)</b>	<b>(622,917,255.94)</b>
<b>Net Financial Assistance/Subsidy</b>	21	612,246,712.05	645,836,342.12
<b>Surplus/(Deficit) for the period</b>		<b>₱ 29,064,990.42</b>	<b>₱ 22,919,086.18</b>

**For the Year Ended December 31, 2020**  
(With comparative figures for CY 2019)

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**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF CASH FLOWS**

**All Funds**

**For the Year Ended December 31, 2020**

*(With comparative figures for CY 2019)*

	<b>CY 2020</b>	<b>CY 2019</b>
<b>Cash Flows from Operating Activities:</b>		
<b>Cash Inflows</b>		
Receipt of Notice of Cash Allocation	₱ 613,545,400.49	₱ 632,314,101.25
Collection of Income/Revenues	18,980,237.58	13,355,810.03
Receipt of Assistance and Subsidy from Other NGAs	0.00	17,501,570.00
Receipt of Project funds from Other NGAs	41,362,086.79	0.00
<b>Total Cash Inflows</b>	<b>673,887,724.86</b>	<b>663,171,481.28</b>
<b>Cash Outflows</b>		
Payment of personnel services	480,332,455.25	462,662,287.88
Payment of maintenance and other operating expenses	82,730,782.21	79,029,823.04
Payment of financial expenses	0.00	2,869.50
Purchase of inventories	0.00	7,603,903.65
Remittance to GSIS/Pag-IBIG/PhilHealth	18,833,613.89	46,774,850.56
Grant of Cash Advances	398,080.00	0.00
Reversal of Unutilized NCA	16,828,862.90	4,052.32
Release of funds as Inter-agency Fund Transfer	0.00	3,979,329.13
<b>Total Cash Outflows</b>	<b>599,123,794.25</b>	<b>600,057,116.08</b>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>74,763,930.61</b>	<b>63,114,365.20</b>
<b>Cash Flows from Investing Activities</b>		
<b>Cash Inflows</b>	0.00	0.00
<b>Cash Outflows</b>		
Purchase/Construction of PPE	43,666,249.94	65,516,531.93
<b>Total Cash Outflows</b>	<b>43,666,249.94</b>	<b>65,516,531.93</b>
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>(43,666,249.94)</b>	<b>(65,516,531.93)</b>
<b>Increase (Decrease) in Cash and Cash Equivalent</b>	<b>31,097,680.67</b>	<b>(2,402,166.73)</b>
<b>Add: Beginning Balance, January 1</b>	<b>59,484,325.00</b>	<b>61,886,491.73</b>
<b>Cash End, December 31</b>	<b>₱ 90,582,005.67</b>	<b>₱ 59,484,325.00</b>

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**

**All Funds**

**For the Year Ended December 31, 2020**

*(In Philippine Peso)*

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual Amounts
	Original	Final		
RECEIPTS				
Service and Business Income		6,300,000.00	7,855,810.03	1,555,810.03
Assistance and Subsidy		8,127,000.00	17,501,570.00	9,374,570.00
Share, Grants and Donation		315,000.00	5,500,000.00	5,185,000.00
Others		612,357,000.00	632,314,101.25	19,957,101.25
Total Receipts		627,099,000.00	663,171,481.28	36,072,481.28
PAYMENTS				
Personal Services		478,301,250.00	509,437,138.44	31,135,888.44
Maintenance and Other Operating Expenses		74,335,000.00	79,029,823.04	4,694,823.04
Capital Outlay		43,703,491.00	73,120,435.58	29,416,944.58
Financial Expenses		0.00	2,869.50	2,869.50
Others		0.00	3,979,329.13	3,979,329.13
Total Payments		596,339,741.00	665,569,595.69	69,229,854.69
NET RECEIPTS/PAYMENTS		30,759,259.00	(2,398,114.41)	(33,157,373.41)



**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the year ended December 31, 2020**  
(All amounts in Philippine Peso unless otherwise stated)

**1. General Information/Agency Profile**

The financial statements of **Mindanao State University – Tawi-Tawi College of Technology and Oceanography (MSU-TCTO)** were authorized for issue on **February 11, 2021** as shown in the Statement of Management Responsibility for Financial Statements signed by **Mary Joyce Z. Guinto-Sali, PhD, the University Chancellor**.

The MSU-TCTO was established in Southern Sulu under the Republic Act No. 6060 on August 4, 1969 as the Sulu College of Technology and Oceanography and as an integral unit of Mindanao State University. On March 16, 1982, under the Batas Pambansa Blg. 197, the name of Sulu College of Technology and Oceanography was changed into Tawi-Tawi College of Technology and Oceanography with the creation of the Province of Tawi-Tawi.

As mandated by the operation of Republic Act No. 6060, the college shall extend to the Muslims and the other cultural minority groups the opportunities of college education and develop such other programs as will promote Muslim welfare and hasten the economic development of the southernmost region of the Philippines. In keeping with this mandate, the college shall develop academic programs for effective exploitation and conservation of the fisheries resources in the Sulu seas and nearby waters, undertake researches in fish processing and culture, and in oceanography for increased understanding of the country's territorial waters, and economic development of the people. As a leading institution of learning committed to community – centered sustainable development, the college shall develop distinctive competencies, organizational capacities and individual capabilities in order to become a center of excellence in Fisheries, Marine Sciences and Engineering, and Oceanography. It shall also help develop Tawi-Tawi into becoming a haven of peace and prosperity.

The financial statement being presented is a true and complete statement of all accounts as shown in the General Ledger, prepared in accordance with generally accepted accounting principles and standards.

**2. Statement of Compliance and Basis of Preparation of Financial Statements**

The financial statements have been prepared in accordance with and comply with the Philippine Public Sector Accounting Standards (PPSAS) issued by the Commission on Audit per COA Resolution No. 2017-003 dated January 24, 2017.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The Statement of Cash Flows is prepared using the direct method.

### **3. Summary of Significant Accounting Policies**

#### **3.1 Basis of accounting**

The financial statements are prepared on an accrual basis in accordance with the PPSAS.

#### **3.2 Financial instruments**

##### **a. Financial assets**

###### ***Initial recognition and measurement***

Financial assets within the scope of PPSAS 29-Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, held-to-maturity investments, loans and receivables or available-for-sale financial assets, as appropriate. The MSU-TCTO determines the classification of its financial assets at initial recognition.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognized on the trade date, i.e., the date that the MSU-TCTO commits to purchase or sell the asset.

The MSU-TCTO's financial assets include: cash and short-term deposits; trade and other receivables; loans and other receivables.

###### ***Subsequent measurement***

The subsequent measurement of financial assets depends on their classification.

###### ***Loans and Receivables***

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are integral part of the

effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

### ***Derecognition***

The MSU-TCTO derecognizes a financial asset or, where applicable, a part of a financial asset or part of MSU-TCTO of similar financial assets when:

- The rights to receive cash flows from the asset have expired or is waived
- The MSU-TCTO has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either: (a) the MSU-TCTO has transferred substantially all the risks and rewards of the asset; or (b) the MSU-TCTO has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

## **b. Financial liabilities**

### ***Initial recognition and measurement***

Financial liabilities within the scope of PPSAS 29 are classified as financial liabilities at fair value through surplus or deficit or loans and borrowings, as appropriate. The entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

The MSU-TCTO's financial liabilities include trade and other payables, bank overdrafts, loans and borrowings, financial guarantee contracts.

### ***Subsequent measurement***

The measurement of financial liabilities depends on their classification.

### ***Financial liabilities at fair value through surplus or deficit***

Financial liabilities at fair value through surplus or deficit include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through surplus or deficit.

Financial liabilities are classified as held for trading if they are acquired for the purpose of selling in the near term.

This category includes derivative financial instruments entered into by the Group that are not designated as hedging instruments in hedge relationships as defined by PPSAS 29.

Gains or losses on liabilities held for trading are recognized in surplus or deficit.

### ***Loans and borrowing***

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method.

Gains and losses are recognized in surplus or deficit when the liabilities are derecognized as well as through the effective interest method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

### ***Derecognition***

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

## **3.3 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank.

## **3.4 Inventories**

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the MSU-TCTO.

### 3.5 Property, Plant and Equipment

#### ***Recognition***

An item is recognized as property, plant, and equipment (PPE) if it meets the characteristics and recognition criteria as a PPE.

The characteristics of PPE are as follows:

- tangible items;
- are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- are expected to be used during more than one reporting period.

An item of PPE is recognized as an asset if:

- It is probable that future economic benefits or service potential associated with the item will flow to the entity; and
- The cost or fair value of the item can be measured reliably.

#### ***Measurement at Recognition***

An item recognized as PPE is measured at cost.

A PPE acquired through non-exchange transaction is measured at its fair value as at the date of acquisition.

The cost of the PPE is the cash price equivalent or, for PPE acquired through non-exchange transaction its cost is its fair value as at recognition date.

Cost includes the following:

- Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- expenditure that is directly attributable to the acquisition of the items; and
- initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired, or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

### ***Measurement After Recognition***

After recognition, all PPE are stated at cost less accumulated depreciation and impairment losses.

When significant parts of PPE are required to be replaced at intervals, the MSU-TCTO recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major repair/replacement is done, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied.

All other repair and maintenance costs are recognized as expense in surplus or deficit as incurred.

### ***Depreciation***

Each part of an item of PPE with a cost that is significant in relation to the total cost of the item is depreciated separately.

The depreciation charge for each period is recognized as expense unless it is included in the cost of another asset.

### ***Initial Recognition of Depreciation***

Depreciation of an asset begins when it is available for use such as when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

For simplicity and to avoid proportionate computation, the depreciation is for one month if the PPE is available for use on or before the 15th of the month.

However, if the PPE is available for use after the 15th of the month, depreciation is for the succeeding month.

### ***Depreciation Method***

The straight line method of depreciation is adopted unless another method is more appropriate for agency operation.

### ***Estimated Useful Life***

The MSU-TCTO uses the Schedule on the Estimated Useful Life of PPE by classification prepared by COA.

The MSU-TCTO uses a residual value equivalent to at least five percent (5%) of the cost of the PPE.

### ***Impairment***

An asset's carrying amount is written down to its recoverable amount, or recoverable service amount, if the asset's carrying amount is greater than its estimated recoverable service amount.

### ***Derecognition***

The MSU-TCTO derecognizes items of PPE and/or any significant part of an asset upon disposal or when no future economic benefits or service potential is expected from its continuing use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the surplus or deficit when the asset is derecognized.

## **3.6 Leases**

*Mindanao State University – Tawi-Tawi College of Technology and Oceanography as a lessee*

### ***Finance Lease***

Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the MSU-TCTO.

Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The MSU-TCTO also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition.

Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit.

An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the MSU-TCTO will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

### ***Operating lease***

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the MSU-TCTO.

Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

*Mindanao State University – Tawi-Tawi College of Technology and Oceanography as a lessor*

### ***Finance Lease***

The MSU-TCTO recognizes lease payments receivable under a finance lease as assets in the statements of financial position. The assets are presented as receivable at an amount equal to the net investment in the lease.

The finance revenue are recognized based on a pattern reflecting a constant periodic rate of return on the net investment in the finance lease.

### ***Operating Lease***

Leases in which the MSU-TCTO does not transfer substantially all the risks and benefits of ownership of an asset are classified as operating leases.

Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognized over the lease term.

Rent received from an operating lease is recognized as income on a straight-line basis over the lease term. Contingent rents are recognized as revenue in the period in which they are earned.

The depreciation policy for PPE are applied to similar assets leased by the entity.

## **3.7 Changes in accounting policies and estimates**

The MSU-TCTO recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy were applied prospectively if retrospective application is impractical.

The MSU-TCTO recognizes the effects of changes in accounting estimates prospectively by including in surplus or deficit.

The MSU-TCTO correct material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:



- Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

### **3.8 Revenue from non-exchange transactions**

#### ***Recognition and Measurement of Assets from Non-Exchange Transactions***

An inflow of resources from a non-exchange transaction, other than services in-kind, that meets the definition of an asset were recognized as an asset if the following criteria were met:

- It is probable that the future economic benefits or service potential associated with the asset will flow to the entity; and
- The fair value of the asset can be measured reliably.

An asset acquired through a non-exchange transaction is initially measured at its fair value as at the date of acquisition.

#### ***Recognition Revenue from Non-Exchange Transactions***

An inflow of resources from a non-exchange transaction recognized as an asset is recognized as revenue, except to the extent that a liability is also recognized in respect of the same inflow.

As MSU-TCTO satisfies a present obligation recognized as a liability in respect of an inflow of resources from a non-exchange transaction recognized as an asset, it reduces the carrying amount of the liability recognized and recognize an amount of revenue equal to that reduction.

#### ***Measurement of Revenue from Non-Exchange Transactions***

Revenue from non-exchange transactions is measured at the amount of the increase in net assets recognized by the entity, unless a corresponding liability is recognized.

#### ***Measurement of Liabilities on Initial Recognition from Non-Exchange Transactions***

The amount recognized as a liability in a non-exchange transaction is the best estimate of the amount required to settle the present obligation at the reporting date.

#### ***Gifts and Donations***

The MSU-TCTO recognizes assets and revenue from gifts and donations when it is probable that the future economic benefits or service potential will flow to the entity and the fair value of the assets can be measured reliably.

Goods in-kind were recognized as assets when the goods were received, or there is a binding arrangement to receive the goods. If goods in-kind were received without conditions attached, revenue is recognized immediately. If conditions were attached, a liability is recognized, which is reduced and revenue recognized as the conditions were satisfied.

On initial recognition, gifts and donations including goods in-kind were measured at their fair value as at the date of acquisition, which were ascertained by reference to an active market, or by appraisal. An appraisal of the value of an asset is normally undertaken by a member of the valuation profession who holds a recognized and relevant professional qualification. For many assets, the fair value were ascertained by reference to quoted prices in an active and liquid market.

#### ***Transfers from other government entities***

Revenues from non-exchange transactions with other government entities and the related assets were measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the MSU-TCTO and can be measured reliably.

### **3.9 Revenue from Exchange transactions**

#### ***Measurement of Revenue***

Revenue was measured at the fair value of the consideration received or receivable.

#### ***Sale of Goods***

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably and it is probable that the economic benefits or service potential associated with the transaction will flow to the MSU-TCTO.

#### ***Rental income***

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

### **3.10 Budget information**

The annual budget is prepared on a cash basis and is published in the government website.

A separate Statement of Comparison of Budget and Actual Amounts (SCBAA) was prepared since the budget and the financial statements were not prepared on comparable basis. The SCBAA was presented showing the original and final budget and the actual amounts on comparable basis to the budget.

### **3.11 Employee benefits**

The employees of MSU-TCTO are member of the Government Service Insurance System (GSIS), which provides life and retirement insurance coverage.

The MSU-TCTO recognizes the undiscounted amount of short term employee benefits, like salaries, wages, bonuses, allowance, etc., as expense unless capitalized, and as a liability after deducting the amount paid.

The MSU-TCTO recognizes expenses for accumulating compensated absences when these were paid (commuted or paid as terminal leave benefits).

Unused entitlements that has accumulated at the reporting date were not recognized as expense. Non-accumulating compensated absences, like special leave privileges, were not recognized.

## **4. Changes in Accounting Policies**

MSU-TCTO has not adopted any new accounting policies for 2020.

## **5. Prior Period Adjustments**

The MSU-TCTO has unrecorded cash balance in the previous years. This is corrected this 2019 for proper recognition and measurement of Cash in Bank – LCCA – LBP under the Internally Generated Income Fund (Fund 05).

**6. Cash and Cash Equivalents**

<b>Account Title</b>	<b>2020</b>	<b>2019</b>
Cash on Hand	25,000.00	25,000.00
Cash in Bank-Local Currency	90,557,005.67	59,464,325.00
<b>Total Cash and Cash Equivalents</b>	<b>90,582,005.67</b>	<b>59,489,325.00</b>

**7. Loans and Receivables**

<b>Account Title</b>	<b>2020</b>	<b>2019</b>
Accounts Receivable	636,874.80	636,874.80
Due from National Government Agencies	2,176,500.00	2,176,500.00
Other Receivables	10,805,736.37	10,805,736.37
<b>Total Receivables</b>	<b>13,619,111.17</b>	<b>13,619,111.17</b>

**8. Inventories**

<b>Account Title</b>	<b>2020</b>	<b>2019</b>
Office Supplies Inventory	261,120.00	2,182,894.43
Other Supplies and Materials Inventory	0.00	302,150.00
Accountable Forms, Plates and Stickers Inventory	0.00	0.00
Textbook and Instructional Materials Inventory	0.00	4,259,765.42
Semi-expendable - Office Equipment	2,869,805.29	2,471,965.45
Semi-expendable - Furniture and Fixtures	0.00	45,718.00
Semi-expendable - Books	2,572,485.00	5,588,388.30
<b>Total Inventory</b>	<b>5,703,410.29</b>	<b>14,850,881.60</b>

**9. Other Current Assets**

<b>Account Title</b>	<b>2020</b>	<b>2019</b>
Advances for Operating Expenses	0.00	5,210,458.99
Advances for Payroll	0.00	10,704,079.42
Advances to Special Disbursing Officers	1,351,980.00	7,276,100.78
Advances to Officers and Employees	366,350.00	1,159,468.49

Advances to Contractors	12,936,878.33	13,322,352.42
<b>Total Other Current Assets</b>	<b>14,655,208.33</b>	<b>37,672,460.10</b>

## 10. Property, Plant and Equipment

As of December 2020 balances of the PPE are as follows:

Account Title	Acquisition Cost	Accumulated Depreciation	Accumulated Impairment Loss	Net Book Value
Land	16,994,835.50	0.00	0.00	16,994,835.50
Power Supply System	1,764,000.00	(235,379.59)	0.00	1,582,620.41
<b>Buildings and Other Structures</b>				
School Buildings	273,743,059.51	(92,310,979.53)	0.00	181,432,079.98
Other Structures	29,827,329.88	(2,213,910.02)	0.00	27,613,419.86
<b>Total Buildings and Other Structures</b>	<b>303,570,389.39</b>	<b>(94,524,889.55)</b>	<b>0.00</b>	<b>209,045,499.84</b>
<b>Machinery and Equipment</b>				
Machinery	7,184,025.27	(3,420,505.85)	0.00	3,763,519.42
Office Equipment	27,463,930.72	(14,306,801.98)	0.00	13,157,128.74
Information and Communication Technology Equipment	41,596,389.38	(19,001,021.67)	0.00	22,595,367.71
Marine and Fishery Equipment	5,834,133.18	(4,377,592.01)	0.00	1,456,541.17
Communication Equipment	398,888.00	(358,999.20)	0.00	39,888.80
Disaster Response and Rescue Equipment	1,034,380.00	(930,942.00)	0.00	103,438.00
Military, Police and Security Equipment	100,900.00	(72,026.33)	0.00	28,873.67
Medical Equipment	337,660.00	(157,483.65)	0.00	180,176.35
Sports Equipment	1,769,950.00	(1,505,929.84)	0.00	264,020.16
Technical and Scientific Equipment	34,534,730.32	(19,484,457.47)	0.00	15,050,272.85
Other Machinery and Equipment	4,281,925.00	(3,729,787.31)	0.00	552,137.69
<b>Total Machinery and Equipment</b>	<b>124,536,911.87</b>	<b>(67,345,547.31)</b>	<b>0.00</b>	<b>57,191,364.56</b>
<b>Transportation Equipment</b>				
Motor Vehicles	16,837,389.51	(9,737,041.18)	0.00	7,100,348.33
Watercrafts	6,032,000.00	(5,968,569.11)	0.00	63,430.89
Other Transportation Equipment	694,000.00	(664,131.94)	0.00	29,888.06
<b>Total Transportation Equipment</b>	<b>23,563,389.51</b>	<b>(16,369,742.23)</b>	<b>0.00</b>	<b>7,193,647.28</b>
<b>Furniture, Fixtures and Books</b>				
Furniture and Fixtures	17,176,871.76	(10,480,988.75)	0.00	6,695,883.01

Account Title	Acquisition Cost	Accumulated Depreciation	Accumulated Impairment Loss	Net Book Value
Books	10,169,407.66	(5,339,763.33)	0.00	4,829,644.33
<b>Total Furniture, Fixtures and Books</b>	<b>27,346,279.42</b>	<b>(15,820,752.08)</b>	<b>0.00</b>	<b>11,525,527.34</b>
<b>Leased Asset</b>				
Leased Assets - Machinery and Equipment	4,128,961.32	(1,878,677.40)	0.00	2,250,283.92
<b>Total Leased Asset</b>	<b>4,128,961.32</b>	<b>(1,878,677.40)</b>	<b>0.00</b>	<b>2,250,283.92</b>
<b>Other Property, Plant and Equipment</b>				
Other Property, Plant and Equipment	5,671,854.58	(5,141,732.77)	0.00	530,121.81
<b>Total Other Property, Plant and Equipment</b>	<b>5,671,854.58</b>	<b>(5,141,732.77)</b>	<b>0.00</b>	<b>530,121.81</b>
Construction in Progress - Buildings and Other Structures	139,163,654.62	0.00	0.00	139,163,654.62
<b>Total Property, Plant and Equipment</b>	<b>646,740,276.21</b>	<b>(201,316,720.93)</b>	<b>0.00</b>	<b>445,423,555.28</b>

## 11. Intangible Assets

Account Title	2020	2019
Computer Software	18,571.58	0.00
<b>Total Intangible Assets</b>	<b>18,571.58</b>	<b>0.00</b>

## 12. Financial Liabilities

The Payables account balances are as follows:

Account Title	2020	2019
Accounts Payable	4,019,304.65	4,019,304.65
Due to Officers and Employees	0.00	0.00
<b>Total Payables</b>	<b>4,019,304.65</b>	<b>4,019,304.65</b>

## 13. Inter-Agency Payables

Account Title	2020	2019
Due to BIR	0.00	87,588.46
Due to GSIS	0.00	550,541.45
Due to Pag-IBIG	0.00	152,904.72
Due to PhilHealth	0.00	696,499.83
Due to NGAs	54,622,865.49	20,176,815.89
<b>Total Inter-Agency Payables</b>	<b>54,622,865.49</b>	<b>21,664,350.35</b>

**14. Deferred Credits/Unearned Income**

<b>Account Title</b>	<b>2020</b>	<b>2019</b>
Other Deferred Credits	737,521.85	737,521.85
<b>Total Deferred Credits</b>	<b>737,521.85</b>	<b>737,521.85</b>

**15. Other Payables**

<b>Account Title</b>	<b>2020</b>	<b>2019</b>
Other Payables	19,165.59	3,899,847.83
<b>Total Other Payables</b>	<b>19,165.59</b>	<b>3,899,847.83</b>

**16. Service and Business Income**

<b>Particulars</b>	<b>2020</b>	<b>2019</b>
<b>Service Income</b>		
Permit Fees	1,410.00	21,166.00
Registration Fees	35,200.00	383,100.00
Clearance and Certification Fees	9,500.00	38,990.00
<b>Business Income</b>		
School/Tuition Fees	11,917,014.35	1,443,562.00
Other School Fees	1,784,560.80	4,878,478.59
Examination Fees	186,100.00	0.00
Income Collected from Students	4,154,061.75	0.00
Rent/Lease Income	877,863.00	1,080,513.44
Other Business Income	14,527.68	10,000.00
<b>Shares, Grants and Donations</b>		
Income from Grants and Donations in Cash	0.00	5,500,000.00
<b>Total Service and Business Income</b>	<b>18,980,237.58</b>	<b>13,355,810.03</b>

**17. Personnel Services****17.1 Salaries and Wages**

<b>Particulars</b>	<b>2020</b>	<b>2019</b>
Salaries and Wages-Regular	268,736,687.57	246,328,855.23
Salaries and Wages-Casual/Contractual	61,309,261.14	68,993,107.48
<b>Total Salaries and Wages</b>	<b>330,045,948.71</b>	<b>315,629,962.71</b>

## 17.2 Other Compensation

Particulars	2020	2019
Personal Economic Relief Allowance (PERA)	17,886,000.00	17,854,000.00
Representation Allowance (RA)	2,902,699.00	2,923,696.94
Transportation Allowance (TA)	3,278,166.66	3,199,196.94
Clothing/Uniform Allowance	4,266,000.00	4,692,000.00
Subsistence Allowance	0.00	0.00
Laundry Allowance	160,279.47	105,100.45
Honoraria	4,979,138.69	6,785,487.46
Hazard Pay	0.00	0.00
Longevity Pay	0.00	0.00
Overtime and Night Pay	1,712,227.59	1,921,328.62
Year End Bonus	45,715,245.60	46,711,141.55
Cash Gift	3,800,500.00	4,320,500.00
Productivity Enhancement Incentive-Civilian	3,727,500.00	3,690,000.00
Other Bonuses and Allowances	9,335,500.00	10,023,000.00
<b>Total Other Compensation</b>	<b>98,868,257.01</b>	<b>102,225,451.96</b>

## 17.3 Personnel Benefit Contributions

Particulars	2020	2019
Retirement and Life Insurance Premium	8,241,332.27	41,032,933.2
Pag-Ibig Contributions	953,400.00	1,056,000
PhilHealth Contributions	3,794,898.36	3,630,000
Employment Compensation Insurance Premium	916,500.00	1,055,917.36
Terminal Leave Benefits	37,512,118.90	44,806,873.21
Other Personnel Benefits		
<b>Total Personnel Benefit Contribution</b>	<b>51,418,249.53</b>	<b>91,581,723.77</b>

## 18. Maintenance and Other Operating Expenses

### 18.1 Traveling Expenses

Particulars	2020	2019
Traveling Expenses-Local	3,519,012.77	11,938,543.3
Traveling Expenses-Foreign	401,161.78	3,731,303.96
<b>Total Traveling Expenses</b>	<b>3,920,174.55</b>	<b>15,669,847.26</b>



## 18.2 Training and Scholarship Expenses

Particulars	2020	2019
Training Expenses	4,524,037.34	344,400.00
Scholarship Grants/Expenses	21,482,101.10	19,405,499.66
<b>Total Training and Scholarship Expenses</b>	<b>26,006,138.44</b>	<b>19,749,899.66</b>

## 18.3 Supplies and Materials Expenses

Particulars	2020	2019
Office Supplies Expenses	2,419,266.25	5,755,753.13
Accountable Forms Expenses	17,150.00	27,600.00
Non-Accountable Forms Expenses	0.00	0.00
Animal/Zoological Supplies Expenses	0.00	0.00
Food Supplies Expenses	2,654,678.28	1,345,506.92
Welfare Goods Expenses	0.00	0.00
Drugs and Medicines Expenses		74,661.00
Medical, Dental and Laboratory Supplies Expenses		
Fuel, Oil and Lubricants Expenses	748,129.33	553,923.11
Agricultural and Marine Supplies Expenses	23,340.00	
Textbooks and Instructional Materials Expenses		2,147,725.00
Military, Police and Traffic Supplies Expenses		0.00
Chemical and Filtering Supplies Expenses		0.00
Semi-expendible - Machinery and Equipment Expenses	327,789.00	845,971.25
Semi-expendible - ICT Equipment	24,490.00	240,179.00
Semi-expendible - Furniture and Fixtures	259,167.00	238,840.00
Other Supplies and Materials Expenses	6,316,680.40	2,462,768.05
<b>Total Supplies and Materials Expenses</b>	<b>13,400,046.59</b>	<b>13,692,927.46</b>

#### 18.4 Utility Expenses

Particulars	2020	2019
Water Expenses	5,064,699.00	4,634,688.24
Electricity Expenses	6,302,353.55	6,670,617.2
Gas/Heating Expenses	1,120.00	1,060,668.11
<b>Total Utility Expenses</b>	<b>11,368,172.55</b>	<b>12,365,973.55</b>

#### 18.5 Communication Expenses

Particulars	2020	2019
Postage and Courier Services	42,640.75	80,243.14
Telephone Expenses	688,012.11	434,518.66
Internet Subscription Expenses	220,620.04	222,164.60
Cable, Satellite, Telegraph and Radio Expenses	0.00	1,500.00
<b>Total Communication Expenses</b>	<b>951,272.90</b>	<b>738,426.40</b>

#### 18.6 Awards/Rewards and Prizes

Particulars	2020	2019
Awards/Rewards Expenses	1,312,800.00	1,654,315.00
Indemnities	0.00	0.00
<b>Total Awards/Rewards and Indemnities</b>	<b>1,312,800.00</b>	<b>1,654,315.00</b>

#### 18.7 Demolition/Relocation and Desilting/Dredging Expenses

Particulars	2020	2019
Demolition and Relocation Expenses	0.00	1,113,650.00
<b>Total Survey, Research, Exploration and Development Expenses</b>	<b>0.00</b>	<b>1,113,650.00</b>

#### 18.8 Confidential, Intelligence and Extraordinary Expenses

Particulars	2020	2019
Extraordinary and Miscellaneous Expenses	511,022.42	1,698,981.89
<b>Total Confidential, Intelligence and Extraordinary Expenses</b>	<b>511,022.42</b>	<b>1,698,981.89</b>

**18.9 Professional Services**

<b>Particulars</b>	<b>2020</b>	<b>2019</b>
Other Professional Services	10,000.00	1,277,529.00
<b>Total Professional Services</b>	<b>10,000.00</b>	<b>1,277,529.00</b>

**18.10 Repairs and Maintenance**

<b>Particulars</b>	<b>2020</b>	<b>2019</b>
Repairs and Maintenance-Buildings and Other Structures	5,955,830.30	325,393.77
Repairs and Maintenance-Machinery and Equipment	73,489.00	1,650,401.31
Repairs and Maintenance-Transportation Equipment	0.00	0.00
Repairs and Maintenance- Motor Vehicles	30,981.51	768,480.00
<b>Total Repairs and Maintenance Expenses</b>	<b>6,060,300.81</b>	<b>2,744,275.08</b>

**18.11 Taxes, Insurance Premiums and Other Fees**

<b>Particulars</b>	<b>2020</b>	<b>2019</b>
Fidelity Bond Premiums	142,500.00	101,507.25
<b>Total Taxes, Insurance Premiums and Other Fees</b>	<b>142,500.00</b>	<b>101,507.25</b>

**18.12 Other Maintenance and Operating Expenses**

<b>Particulars</b>	<b>2020</b>	<b>2019</b>
Printing and Publication Expenses	1,296,406.00	756,001.00
Representation Expenses	324,228.06	788,896.00
Transportation and Delivery Expenses	525,899.91	452,042.04
Rent/Lease Expenses	221,022.89	294,051.95
Membership Dues and Contributions to Organizations	267,500.00	310,700.00
Subscription Expenses	92,700.00	287,226.76
Website Maintenance	6,690.00	0.00
Other Maintenance and Operating Expenses	14,367,737.09	7,119,966.74
<b>Total Other Maintenance and Operating Expenses</b>	<b>17,102,183.95</b>	<b>10,008,884.49</b>

## 19. Financial Expenses

Particulars	2020	2019
Interest Expenses	0.000	2,869.50
<b>Total Financial Expenses</b>	<b>0.00</b>	<b>2,869.50</b>

## 20. Non-Cash Expenses

### 20.1. Depreciation

Particulars	2020	2019
Depreciation-Power Supply System	105,840.00	129,539.59
Depreciation-Buildings and Other Structures	9,844,475.85	8,728,407.52
Depreciation-Office Equipment	4,727,402.62	4,495,570.24
Depreciation-Machinery	543,949.81	646,334.49
Depreciation- ICT Equipment	7,514,853.36	6,704,835.15
Depreciation- Marine and Fishery Equipment	1,028,829.70	922,096.18
Depreciation- Communication Equipment	39,352.73	64,155.79
Depreciation- Military, Police and Security Equipment	18,162.00	0.00
Depreciation- Medical Equipment	60,778.80	60,023.70
Depreciation- Sports Equipment	318,591.00	317,325.51
Depreciation- Technical and Scientific Equipment	6,211,301.46	6,080,334.07
Depreciation- Other Machinery and Equipment	754,951.50	729,421.95
Depreciation- Motor Vehicles	1,515,365.06	1,470,033.31
Depreciation- Watercrafts	542,880.00	0.00
Depreciation-Furniture, Fixtures and Books	3,310,370.31	3,151,739.06
Depreciation- Leased Machinery and Equipment	371,606.52	371,606.52
Depreciation-Other Property, Plant and Equipment	6,210.00	6,210.00
<b>Total Depreciation</b>	<b>37,143,862.72</b>	<b>33,877,633.08</b>

## 20.2. Impairment Loss

Account Title	2020	2019
Impairment loss-Inventories	2,089,359.03	11,750,907.91
<b>Total Impairment loss-Inventories</b>	<b>2,089,359.03</b>	<b>11,750,907.91</b>

## 21. Net Financial Assistance/Subsidy

Particulars	2020	2019
<b>Financial Assistance/Subsidy from NGAs, LGUs, GOCCs:</b>		
Subsidy from National Government	613,545,400.49	632,314,101.25
Subsidy from other NGAs	0.00	17,501,570.00
Assistance from Local Government Units	0.00	0.00
Assistance from Government-Owned or Controlled Corporations	0.00	0.00
<b>Total Financial Assistance/Subsidy from NGAs, LGUs, GOCCs</b>	<b>613,545,400.49</b>	<b>649,815,671.25</b>
<b>Less:</b>		
<b>Financial Assistance/Subsidy to NGAs, LGUs, GOCCs, NGOs/POs</b>		
Financial Assistance to NGAs	0.00	<b>0.00</b>
Subsidy to NGAs (for BTr only)	0.00	1,134,500.00
Financial Assistance to Local Government Units	0.00	<b>0.00</b>
Budgetary Support to GOCCs	0.00	<b>0.00</b>
Financial Assistance to NGOs/POs	0.00	<b>0.00</b>
Subsidies-Others	1,298,688.44	2,844,829.13
<b>Total Financial Assistance/Subsidy to NGAs, LGUs, GOCCs</b>	<b>1,298,688.44</b>	<b>3,979,329.13</b>
<b>Net Financial Assistance/Subsidy</b>	<b>612,246,712.05</b>	<b>645,836,342.12</b>

## **PART II**

# **AUDIT OBSERVATIONS AND RECOMMENDATIONS**

## AUDIT OBSERVATIONS AND RECOMMENDATIONS

### A. Financial and Compliance Audit

1. **Delayed submission of disbursement vouchers, payrolls, trial balances, bank reconciliation as well as Report of Checks Issued (RCI) and Report of Collections and Deposits (RCD) for both General and Trust Funds for the Calendar Year 2020 to the Office of the Auditor, in violation of Section 107 and Section 122 of PD 1445 (State Audit Code of the Philippines), Section 7.2.1 of COA Circular No. 2009-006 and Sections 59 and 60, Chapter 19, Volume I of the Government Accounting Manual (GAM) for NGAs, and Article 218 of the Revised Penal Code, thereby refraining the Audit Team to render timely audit.**

PD 1445, otherwise known as the State Audit Code of the Philippines, provides among others the following:

Section 107. Time and mode of rendering account. In the absence of specific provision of law, all accountable officers shall render their accounts, submit their vouchers, and make deposits of money collected or held by them at such times and in such manner as shall be prescribed in the regulations of the Commission.

Section 122. Submission of reports. Whenever deemed necessary in the exigencies of the service, the Commission may under regulations issued by it require the agency heads, chief accountants, budget officers, cashiers, disbursing officers, administrative or personnel officers, and other responsible officials of the various agencies to submit trial balances, physical inventory reports, current plantilla of personnel, and such other reports as may be necessary for the exercise of its functions.

- (2) Failure on the part of the officials concerned to submit the documents and reports mentioned herein shall automatically cause the suspension of payment of their salaries until they shall have complied with the requirements of the Commission.
- (3) No appropriation authorized in the General Appropriations Act shall be available to pay the salary or any official or employee who violates the provisions of this section, without prejudice to any disciplinary action that may be instituted against such official or employee.

Likewise, Section 7.2.1 of COA Circular No. 2009-006 dated September 15, 2009 Prescribing the use of the Rules and Regulations on Settlement of Accounts states that:

The Chief Accountant, Bookkeeper or other authorized official performing accounting and/or bookkeeping functions of the audited agency shall ensure that:

- a) the reports and supporting documents submitted by the accountable officers are immediately recorded in the books of accounts and submitted to the Auditor within the first ten (10) days of the ensuing month;
- b) the financial records are made accessible at reasonable hours to the Auditor or his authorized representatives when needed.

Moreover, Section 59, Note 4 Chapter 19 of the GAM for NGAs, Volume I, which provides that:

The pre-closing trial balance and other reports shall be submitted within ten (10) days after the end of the month to COA Resident Auditor and DBM while, year-end trial balances and other reports shall be submitted on or before February 14 of the following year to COA Resident Auditor, DBM and Government Accountancy Sector, COA.

Also, Section 60 of the same Manual provided for the deadlines on the submission of financial statements and schedules.

Provisions of Article 218 of Revised Penal Code also states that:

Failure of accountable Officer to render accounts - Any public officer, whether in the service or separated therefrom by resignation or any other cause, who is required by law or regulation to render accounts to the Insular Auditor (now Commission on Audit), or to provincial auditor and who fails to do so for a period of two months after such accounts should be rendered, shall be punished by prison correctional in its minimum period, or by a fine ranging from 200 to 6,000 pesos, or both.

Verifications made and inventory of disbursement vouchers, payrolls, RCI and RD and financial statements revealed that the Accountable Officers render their respective accounts 2 to 3 weeks delayed due to uncontrollable events like brownouts, accountable officer/s absences due to sickness and other important matters, clerical errors need to be repeated, office equipment failure, bulk



transactions and delay in the processing of documents from one signatories to another and many others.

This deficiency has been noted and corrected in the previous year but repeatedly done this year because the responsible personnel concerned failed to act appropriately and comply with the recurring recommendation in the previous years.

The existing condition could have been improved had there been proper planning, target setting, preparation of the commitment reports, and periodic monitoring by the Office of the Director for Finance.

The foregoing condition prevented the timely conduct of post-audit and review of financial statements and schedules. Consequently, Management's assertions of occurrence, accuracy, validity, and completeness of the transactions could not be promptly established, thereby, defeating the purpose of providing timely and reliable significant financial information to end-users.

The inability of the above-mentioned University personnel to comply with PD 1445 and other existing rules and regulations on the timely and prompt submission transactions documents along with the accountability reports such as the report of check issued and/or disbursements to the Audit Team/Auditor for timely examination and post-audit causes the delay in the preparations and submission of audit reports.

If there is an undue delay in the reporting of information, it may lose its relevance. To provide information on a timely basis, it may often be necessary to report before all aspects of a transaction are known, thus, impairing reliability. Conversely, if reporting is delayed until all aspects are known, the information may be highly reliable but of little use to users who have had to make decisions in the interim. In achieving a balance between relevance and reliability, the overriding consideration is how best to satisfy the decision-making needs of users (Appendix A, PPSAS 1).

**We reiterated our recommendations that the Accountable Officers:**

- a) Determine and address all the reasons for the delay in the submission of the required reports and consider imposing sanctions on the persons responsible for the delayed submission of the financial reports and supporting documents to the COA Office. Further, review and evaluate the performance of the finance personnel; and recommend replacement for those found undesirable with qualified personnel with the right work attitude;**
- b) Conduct planning, target setting and prepare commitment reports particularly on the timelines on the submission of transaction**

**documents/reports and financial statements provided in Sections 107 and 122 of PD 1445, Section 7.2.1 of COA Circular No. 2009-006 and Sections 59 and 60, Chapter 19, Volume I of the GAM for NGAs, and Article 218 of the Revised Penal Code to avoid repercussions stated herein; and**

- c) Conduct periodic monitoring of submission of required reports to COA, Department of Budget and Management (DBM) and other regulatory bodies and see to it that all the required reports are submitted on time.**

The Management informed the Audit Team that they will hasten the submission of reports to the office of the auditor and strictly comply with the recommendations of the Team.

- 2. Delayed and/or non-submission of copies of contracts/ Purchase Orders (POs)/ Job Orders (JOs), Memorandum of Agreements (MOAs) with Commission on Higher Education (CHED), Department of Science and Technology (DOST), United Nations (UN) and other agencies whether public or private agencies to the Office of the Auditor within the prescribed timeline contrary to Section 107 and 122 of PD 1445, and COA Circular No. 2009-001 dated February 12, 2009, thereby prevented the Audit Team to effectively review and evaluate the contracts at the most appropriate time and manner.**

Section 107 and Section 122 of PD 1445 requires that the Management submit reports to the Commission in a timely manner as elaborately stated above.

Further, COA Circular No. 2009-001 dated February 12, 2009 prescribes submission of copy of government contracts, purchase orders and their supporting documents to the COA as provided under the following sections, to wit:

### **3.0 SUBMISSION AND REVIEW PROCESS**

#### **3.1 Contracts**

- 3.1.1 Within five (5) working days from the execution of a contract by the government or any of its subdivisions, agencies or instrumentalities, including government-owned and controlled corporations and their subsidiaries, a copy of said contract and each of all the documents forming part thereof by reference or incorporation shall be furnished to the Auditor of the agency concerned. In case of agencies audited on an engagement basis, submission of a copy of the contract and its supporting documents shall be to the Auditor of the mother agency or parent company, as the case may be.**

3.1.4 The auditorial review shall consist in the evaluation of compliance with the requirements of applicable laws, rules and regulations, completeness of documentary requirements and an initial evaluation that the contractual covenants are not disadvantageous to the government. Without waiting for the lapse of the period herein established, the Auditor concerned shall call the immediate attention of management regarding defects and deficiencies noted in the contract and suggest such corrective measures as are appropriate and warranted. Where the defect or deficiency is not susceptible of rectification and renders the contract totally or partially void, the head of the agency shall be notified within twenty-four (24) hours from such determination indicating the reasons therein.

3.1.7 The procedures and timelines herein outlined shall also apply to supplementary contracts, variation orders and the like.

### 3.2 Purchase Orders

3.2.1 A copy of any purchase order irrespective of amount, and each and every supporting document, shall, within five (5) working days from issuance thereof, be submitted to the Auditor concerned. Within the same period, the Auditor shall review and point out to management defects and/or deficiencies, if any, in the same manner provided in the second and third sentences of item 3.1.4 hereof

3.2.2 In case of doubt as to the reasonableness of the price of the items purchased, the Auditor shall conduct a canvass thereof making use of price references provided, among others, by legitimate suppliers, the Procurement Service, the Technical Services Office, other government agencies with similar procurement and those posted in the internet.

Moreover, failure on the part of the officials and employees to comply with the said ruling shall be penalized as stated under the Section 4 of the same Circular which states that:

### 4.0 PENALTY CLAUSE

4.1 Any unjustified failure of the officials and employees concerned to comply with the requirements herein imposed shall be subject to the administrative disciplinary action provided in (a) Section 127 of

Presidential Decree No. 1445; (b) Section 55, Title I-B, Book V of the Revised Administrative Code of 1987; and (c) Section 11 of Republic Act No. 6713.

- 4.2 Upon receipt of information or discovery by the auditor of such failure by management to comply with the required submission, an Audit Observation Memorandum shall be issued by him calling the attention of the latter, and requesting compliance, else the transactions covered by the unsubmitted documents be suspended in audit and the penalty prescribed by law under 4.1 be enforced.

As per observation of the Audit Team, the Management was not submitting any Memorandum of Agreement or Memorandum of Understanding or Letter of Understanding and the likes with any of the public or private agencies e.g (CHED, DOST, UN, etc.) within five (5) days after the execution of the contract that will lead to the prevention of the Audit Team to review and verify them at the most appropriate time and manner.

Though some of the contracts, POs, and MOAs are attached to the disbursement vouchers as supporting documents for the initial transaction, these documents are forwarded to the office of the auditor for more than five days already after the execution thereof or worst said documents are only forwarded to the Office upon request of source agencies of the liquidation of related funds duly verified by the Office in order to become eligible for another fund transfer. Thus, due to the non-submission and/or delay of submission of these contracts, POs, and MOAs together with its supporting documents, the Audit Team cannot verify and evaluate the appropriateness of the transactions in proper time and manner.

**We therefore recommended the Management that pertinent copies of contracts/POs/JOs, MOAs with CHED, DOST, UN and other agencies whether public or private agencies together with its supporting documents should be submitted to the auditor within five (5) working days upon approval of the projects/programs/activities/contracts. Further, it's Financial/Liquidation Reports should have been submitted to the auditor for verification within 60 days after the completion of the same as set under the MOA.**

The Management commented that they will regularly update the office of the auditor with all the contracts/MOAs entered into by the Management.

3. **MSU-TCTO was not compliant with the Transparency Seal as mandated by Section 94 of General Appropriations Act (GAA) for CY 2020 and the provisions of Section 93 of GAA 2020 with regards to Transparency of Infrastructure Projects due to non-awareness of the Management of the said**

**provisions that lead to deprivation of information of the stakeholders and/or end-users of the University that need transparency and accountability.**

Section 94 General Provisions of RA 11465 or the GAA of 2020 defines and requires maintenance of Transparency Seal as follows:

Section 94. *Transparency Seal.* To enhance transparency and enforce accountability, all agencies of the government shall maintain a Transparency Seal to be posted on their websites. The Transparency Seal shall contain the following information:

- i. the agency's mandates and functions, names of its officials with their position and designation, and contact information;
- ii. approved budgets and corresponding targets, immediately upon approval of this Act;
- iii. modifications made pursuant to the general and special provisions in this Act;
- iv. annual procurement plan/s and contracts awarded with the winning supplier, contractor or consultant;
- v. major activities or projects categorized in accordance with the 0+10 point socioeconomic agenda and their target beneficiaries;
- vi. status of implementation, evaluation and/or assessment reports of said programs or projects;
- vii. Budget and Financial Accountability Reports;
- viii. People's Freedom to Information (FOI) Manual signed by head of agency, Agency Information Inventory, 2018 and 2019 FOI Summary Report, and 2018 and 2019 FOI Registry; and
- ix. annual reports on the status of income authorized by law to be retained or used and be deposited outside of the National Treasury which shall include the legal basis for its retention and use, the beginning balance, income collected and its sources, expenditures, and ending balance for the preceding fiscal year.

The heads of the agencies and their web administrators or their equivalent shall be responsible for ensuring compliance with this Section."

Moreover, websites should also contain annual reports, as required under National Budget Circular Nos. 507 and 507-A dated January 31, 2007 and June 12, 2007, respectively, for the last three (3) years.

Likewise, Section 93 of the aforesaid GAA for the Fiscal Year 2020 on the Transparency in Infrastructure Projects provides that:

“Section 93. Transparency in Infrastructure Projects. All agencies of the government shall post the following on their respective websites, within the period indicated:

- a) The project title, location and detailed description; detailed estimates in arriving at the Approved Budget for the Contract; and the winning contractor and the detailed estimates of the bid as awarded, within thirty (30) calendar days from entering into contract;
- b) Start of construction, target date of completion, completion rate, project status, the reason/s in case of delay;
- c) Source of fund, implementing office, responsible official; contact number and email address; and
- d) The detailed actual cost of the project; and variation orders issued, if any, within 30 calendar days from the issuance of a certificate of completion.

The heads of the agencies and web administrators or their equivalent shall be responsible for ensuring compliance with this Section.”

The non-compliance of the University with these provisions was due to non-awareness of the Management as to the need to post all the required and pertinent documents and reports in the website of the University that could lead to deprivation of the stakeholders and other third party-users of information of the University to know and be informed of the programs/activities and projects and other reports of the University.

**We therefore recommended the Management to update the official website of the University with information mentioned in Sections 93 and 94 of GAA 2020 and maintain yearly the update of this information by assigning web administrators for these tasks.**

The Management said that they will update the official website of the University and follow the recommendation of the auditor.

- 4. The University does not provide at the beginning of the year, their respective assigned Supervising Auditors (SAs) and Audit Team Leaders (ATLs) with a list of all on-going government projects/programs/activities (PPA) and those that are to be implemented during the year and tarpaulins signboards for infrastructure projects were not posted or displayed in the project location in the manner prescribed in COA Circular No. 2013-004 dated January 30,**

**2013, thereby restraining public participation in the promotion of good governance through transparency and accountability.**

COA Circular No. 2013-004 dated January 30, 2013 which superseded COA Memorandum Nos. 87-492 dated July 27, 1987; 88-49A dated January 6, 1988; and 98-016 dated June 16, 1998 Information and Publicity on Programs/Projects/Activities of Government Agencies, provides on the following Sections that:

Items 2.1 states that *“At the beginning of the year, all government agencies shall provide their respective assigned SAs and ATLs with a list of all on-going government PPA and those that are to be implemented during the year. The list shall include the project name; implementing unit, office or division if it is not the agency as a whole; brief description of the PPA; contractor or supplier, if any, mode of procurement; funding source; cost or approved budget; project duration including start and completion dates; and location. Other information on the PPA may be requested by the SA or ATL anytime for audit purposes.”* Underscoring supplied

Item 2.2.1 of the same Circular provides that all government agencies, or the implementing unit, office or division as the case may be, shall notify the public of their PPA through the posting of relevant information detailed in item 2.1 above on signboards, blackboards, whiteboards, posters, tarpaulins, streamers, electronic boards or similar materials (collectively, “signboards”) not exceeding 3 feet by 2 feet, in conspicuous places within the agency premises, and in the venue where the PPA is located or carried out. This requirement applies to all government PPAs, regardless of amount or source of funds.

Also, Section 2.2.3 of the said Circular requires that *“For infrastructure projects, a tarpaulin signboard must be suitably framed for outdoor display at the project location, and shall be posted as soon as the award has been made. The design and format of the tarpaulin, as shown in Annex A of the same circular, shall have the following specifications:*

*Tarpaulin, white, 8ft x 8ft  
Resolution: 70dpi  
Font: Helvetica  
Font Size: Main Information – 3”  
Sub-information – 1”  
Font Color: Black*

Item 2.2.5 further states that *“the cost of the public notices referred to above shall be charge against the project cost, provided such notices conform to the specifications set forth herein.”*

Item 3.1 further states that the Head of Agency shall inform its SA and ATL within ten (10) days after the award of the infrastructure project or before the start of the program/activity that the appropriate project signboards and/or public notices are already posted, and the SA and ATL shall validate the same.

Furthermore, item 3.2 says that, based on the date sourced from the monthly monitoring report prepared by the agency and verified by the Technical Audit Specialist of COA, the project status in (Annex A or Section 2.2.3) should be maintained as current as possible and updated, using the following schedules:

Contract Duration	Frequency of Verification	Interval of Verification (% of Work Accomplished)
90 days or less	2 times	50% and 100%
91-180 days	3 times	30%, 50% and 100%
181-240 days	4 times	25%, 50%, 75% and 100%
241-360 days	5 times	20%, 40%, 60%, 80% and 100%
361-720 days	7 times	15%, 30%, 45%, 60%, 75%, 90% and 100%
More than 720 days	10 times	Every 10%

Section 4.0 *ibid*, Penalty Clause provides that “*All expenses incurred in violation of this Circular shall be disallowed in audit. Failure of the concerned agency or COA officials to comply with any provisions of this Circular shall be subject of administrative disciplinary action provided under Section 127 of Presidential Decree No. 1445 without prejudice to the filing of a criminal action, if warranted by existing laws.*”

Non-submission or non-reporting of Programs, Projects, and Activities at the beginning of every year and non-disclosure of complete information on COA signboards will deprive the Audit Team the information needed for the conduct of evaluation of the completeness and status of completion of projects included in the Quarterly PPA Reports, thus, audit of those projects cannot be prepared or completed.

The Audit Team noted that at the beginning of the year the University failed to provide the required list of all on-going government PPA and those that are to be implemented during the year. Also, the Head of Agency failed to inform its SA and ATL within ten (10) days after the award of the infrastructure project or before the start of the program/activity that the appropriate project signboards and/or public notices are already posted for validation purposes.

It was also observed that the signboards displayed at project sites were not in accordance with sections 2.2.1 and 2.2.3 of the circular such that required details and form was not printed and implemented as directed. Ocular inspections also of all on-going projects around the campus revealed that none of these projects had complied with posting of complete information on COA signboard



especially the percentage of completion per period as mentioned above which deprived the public of the information pertaining to government projects.

Unfamiliarity and disregard of the pertinent laws, rules and regulations, and the absence of particular person in charge for reporting and monitoring of all PPA may be the possible causes of these management deficiencies.

With the foregoing observations, in effect the public were deprived of the vital information that would promote good governance through transparency and accountability; restrained public participation therein; and denied the right of the people to information on matters of public.

**We reiterated our recommendations that the Management:**

- a) At the beginning of the year, provide the assigned SA and ATL with a list of all on-going government PPA and those that are to be implemented during the year;**
- b) Direct the Project Engineers to check/monitor the University/contractor's proper installation of signboards/notices of implemented PPA;**
- c) Inform the Audit Team within ten (10) days after the award of the infrastructure project or before the start of the program/activity that the appropriate project signboards and/or public notices are already posted in order for the Audit Team to validate the same;**
- d) Post the sign boards and/or public notices in the project location as soon as the award of project has been made; and**
- e) Update the COA tarpauline by indicating its percentage of completion every period as required by Section 3.2 of COA Circular No. 2013-004 dated January 30, 2013.**

The Management commented that it had noted the deficiencies and will adopt the recommendations of the auditor.

- 5. For the CY 2020, contract documents for infrastructure projects with all of its supporting documents and purchase orders issued for supplies and materials were still not furnished to the Auditor's office within five (5) working days from the date the contract was perfected and purchase orders were issued in violation of the provisions of Sections 3.1.1 and 3.2.1, respectively of COA Circular No. 2009-001, resulting to delay of the Auditor in conducting review and in informing Management of defects/deficiencies, if any and delay in informing the Technical Audit Specialist (TAS) assigned in the auditing unit/cluster or to the Regional Technical Services Office**

**(RTSO), as the case may be, for inspection so that 100% completed project could be turnover by the contractor and accepted by the Management.**

It was observed that the Management incurred deficiencies on the submission of contract documents for infrastructure projects for the CY 2020, with details as presented below:

<b>Name of Project</b>	<b>Date Started</b>	<b>Contract Price</b>	<b>Percentage of Completion</b>	<b>Bid Docs Received Date</b>	<b>Remarks</b>
Construction of 1 unit 2 Comfort room	January 29, 2020	995,850.38	100%	Not yet received	Delayed Submission
Renovation of Accounting Office	June 22, 2020	278,058.24	100%	Not yet received	Delayed Submission
Repair and Rehabilitation of the Stage, Comfort Rooms, and Two(2) Gates of Datu Amirbahar Jaafar Convention Center	March 18, 2020	342,000.00	98%	Not yet received	Delayed Submission
Repair of Girls' Dormitory	July 28, 2020	737,741.10	100%	Not yet received	Delayed Submission
Construction of 30-meter Fence Perpendicular to MSU-TCTO Main Gate	August 4, 2020	349,385.61	100%	Not yet received	Delayed Submission
Repair of Boys' Dormitory	August 04, 2020	925,835.67	100%	Not yet received	Delayed Submission
Improvement of Cultivars Laboratory	August 03, 2020	576,514.70	100%	Not yet received	Delayed Submission
Upgrading of Marine Science Museum Building	August 04, 2020	454,585.32	100%	Not yet received	Delayed Submission
Upgrading of Research and Extension Office	August 04, 2020	552,746.14	99%	Not yet received	Delayed Submission
Rehabilitation of Secondary Building	August 17, 2020	1,610,100.92	100%	August 12, 2020	Delayed Submission
Rehabilitation of Armando B. Macansantos Sr. Hall at Preparatory High School	September 02, 2020	810,528.87	99%	Not yet received	Delayed Submission
Construction of the Perimeter Fence Extension of the Science High School	August 10, 2020	894,215.20	93%	Not yet received	Delayed Submission
Construction of Student Food Processing Innovation Center	August 24, 2020	42,923,106.67	52%	September 30, 2020	Delayed Submission
Supply and Delivery of Printing Equipment and Supplies for the Printing of Manuals, guides and other information materials	October 25, 2020	599,780.00	100%	Not yet received	Delayed Submission
Renovation of CAS Faculty	October		100%	Not yet	Delayed

Name of Project	Date Started	Contract Price	Percentage of Completion	Bid Docs Received Date	Remarks
Office	12, 2020	520,899.70		received	Submission
Renovation of CAS Dean's Office	November 22, 2020	166,845.13	100%	Not yet received	Delayed Submission
Renovation of Academic Building (College of Education) Phase 1	October 08, 2020	2,900,015.37	66%	furnished	Delayed Submission
Construction of Two (2) Floating Solar Dryer (6.9m x 8.20m)	November 19, 2020	699,994.84	0%	Not yet received	Delayed Submission
Construction of One (1) Unit Inland Solar Dryer (6.9m x 8.20 m)	November 5, 2020	350,000.00	99%	Not yet received	Delayed Submission
Rehabilitation of Perimeter Fence (Firewall from Masjid Nurul Iman upto Guest House)	December 9, 2020	995,371.63	99%	Not yet received	Delayed Submission
Supply and Delivery of Three Hundred Seventy three (373) pcs textbooks for the MSU-TCTO Library	November 11, 2020	2,592,775.00	100%	Not yet received	Delayed Submission
Supply, Delivery, and Installation of Air Conditioning System for Various Offices of MSU-TCTO (Lot 1 and Lot 2)	December 28, 2020	3,994,000.00	100%	Not yet received	Delayed Submission
Construction of One(1) Unit Solar - Assisted Seaweed Dryer	December 07, 2020	349,787.97	0%	Not yet received	Delayed Submission
<b>TOTAL</b>		<b>64,620,138.46</b>			

COA Circular No. 2009-01 dated February 12, 2009 prescribes the submission of copy of government contracts, purchase orders and their supporting documents to the COA. The circular shall cover all contracts, purchase orders and the like, entered into by any government agency irrespective of amount involved.

3.1.1 Within five (5) working days from the execution of a contract by the government or any of its subdivisions, agencies or instrumentalities, including government-owned and controlled corporations and their subsidiaries, a copy of said contract and each of all the documents forming part thereof by reference or incorporation shall be furnished to the Auditor of the agency concerned. In case of agencies audited on an engagement basis, submission of a copy of the contract and its supporting documents shall be to the Auditor of the mother agency or parent company, as the case may be. Underscoring supplied

3.1.2. The copies of documents required to be submitted shall include but not limited to the following:

- a. Invitation to Apply for Eligibility and to Bid;
- b. Letter of Intent;
- c. Eligibility Documents and Eligibility Data Sheet;
- d. Eligibility Requirements;
- e. Results of Eligibility Check/Screening;
- f. Bidding Documents (Sec. 17.1, IRR-A, RA 9184);
- g. Minutes of Pre-bid Conference, if applicable;
- h. Agenda and/or Supplemental Bid Bulletins, if any;
- i. Bidders Technical and Financial Proposals;
- j. Minutes of Bid Opening;
- k. Abstract of Bids;
- l. Post Qualification Report of Technical Working Group;
- m. BAC Resolution declaring winning bidder;
- n. Notice of Post Qualification;
- o. BAC Resolution recommending approval;
- p. Notice of Award;
- q. Contract Agreement;
- r. Performance Security;
- s. Program of Work and Detailed Estimates;
- t. Certificate of Availability of Funds, Obligation Request;
- u. Notice to Proceed
- v. Such other documents peculiar to the contract and/or to the mode of procurement and considered necessary in the auditorial review and in the technical evaluation thereof such as but not limited to Complete Plan of the project

3.1.3 For technical review purposes, submission of contracts and their supporting documents shall furthermore be guided by the specific documentary requirements outlined in the attached checklist marked as Annexes “A” to “T” of this circular.

3.2.1 A copy of any purchase order irrespective of amount, and each and every supporting document, shall, within five (5) working days from issuance thereof, be submitted to the Auditor concerned. Within the same period, the Auditor shall review and point out to management defects and/or deficiencies, if any, in the same manner provided in the second and third sentences of item 3.1.4 hereof.

3.2.2 In case of doubt as to the reasonableness of the price of the items purchased, the Auditor shall conduct a canvass thereof making use of price references provided, among others, by

legitimate suppliers, the Procurement Service, the Technical Services Office, other government agencies with similar procurement and those posted in the internet.

Moreover, failure on the part of the officials and employees to comply with the said ruling shall be penalized as stated under the Section 4 of the same Circular which states that:

#### 4.0 PENALTY CLAUSE

- 4.1 Any unjustified failure of the officials and employees concerned to comply with the requirements herein imposed shall be subject to the administrative disciplinary action provided in (a) Section 127 of Presidential Decree No. 1445; (b) Section 55, Title I-B, Book V of the Revised Administrative Code of 1987; and (c) Section 11 of Republic Act No. 6713.
- 4.2 Upon receipt of information or discovery by the auditor of such failure by management to comply with the required submission, an Audit Observation Memorandum shall be issued by him calling the attention of the latter, and requesting compliance, else the transactions covered by the unsubmitted documents be suspended in audit and the penalty prescribed by law under 4.1 be enforced.

These infrastructure projects with 100% completion were already awarded, mobilizations and progress billings have been paid and yet, from the planning stages up to the implementation, information pertaining to these projects that required verification/validation by COA was not submitted. Also, not a single document pertaining to these projects such as original copies of the contracts and other bidding documents has reached the Auditor's Office contrary to COA Circular No. 2009-001 which requires submission of said documents within 5 working days from execution of the contract to the Auditor of the agency concerned. This issue has been the habitual practice of Management. Thus, verification/validation of the projects such as auditorial, legal and technical review was not conducted.

Based on the inquiry and observation of the Auditor, the reason for non-submission is the lack of awareness, lax interpretation and implementation of the Management of the requirements of the above-mentioned COA Circular No. 2009-001 since focus was made only on the requirements provided for in Revised IRR of RA 9184 otherwise known as the Government Procurement Reform Act.

As a result, the Audit Team was not able to undertake auditorial and legal review of the contract in the evaluation of compliance with the requirements of

applicable laws, rules, and regulations, completeness of documentary requirements and an initial evaluation of the contractual covenants that should not be disadvantageous to the government. This would also delay the communication to Management of any information or deficiencies noted in the review, if any and delay in informing the TAS assigned in the auditing unit/cluster or to the RTSO, as the case may be, for inspection so that 100% completed project could be properly turnover by the contractor and accepted by the Management.

**We reiterated our recommendations that Management should:**

- a) Require the Bids and Awards Committee (BAC) to expedite the submission of the 2020 approved contracts and strictly ensure that they are supported with complete documentation/attachment;**
- b) Regularly submit within five (5) working days from the execution of the contract the contract documents together with all of its supporting documents and purchase orders for supplies and materials for current and succeeding years; and**
- c) Require the concerned personnel to revisit the pertinent rules and regulations such as COA Circular No. 2009-001 dated February 12, 2009.**

The Management commented that it had submitted the previous years' contract documents to the office of the auditor and in fact requested for the final inspection of all completed contracts with the same office. Also, BAC Secretariat wasn't aware that even PPAs under negotiated procurement must be submitted also to the office.

*Auditor's Rejoinder:*

The received request for inspection by the Management was denied by the Office of the Auditor because the documents submitted were not complete and/or not arranged in the manner prescribed in the IRR of the Revised RA 9184 and as illustrated in COA Circular No. 2009-001. The team encountered difficulty in arranging and completing all the required documents for inspection. The Audit Team therefore recommends completing all the required documents so that final inspection by the TSO Regional Office can be actualized.

- 6. Failure to prepare and submit Annual Procurement Plan (APP) and Project Procurement Management Plan (PPMP) for CY 2020, thereby affecting the evaluation of the legality and propriety of the audited procured goods and infrastructure projects in violation of Section 7 (Procurement Planning and Budget Linkage), Rule II (Procurement Planning) of the revised IRR of RA 9184 otherwise known as the Government Procurement Reform Act.**

Section 7 (Procurement Planning and Budget Linkage), Rule II (Procurement Planning) of the revised IRR of RA 9184 mandates the preparation of the APP together with the PPMP.

Section 7.1 *ibid* provides “*that all procurement shall be within the approved budget of the Procuring Entity and should be meticulously and judiciously planned by the Procuring Entity. Consistent with government fiscal discipline measures, only those considered crucial to the efficient discharge of governmental functions shall be included in the Annual Procurement Plan (APP). For purposes of this IRR, a procurement project shall be considered crucial to the efficient discharge of governmental functions if it is required for the day-to-day operations or is in pursuit of the principal mandate of the Procuring Entity concerned. The APP shall include provisions for foreseeable emergencies based on historical records. In the case of Infrastructure Projects, the APP shall consider the appropriate timing/phasing of related project activities, such as, engineering design and acquisition of right-of-way site or location, to reduce/lower project costs.*”

Section 7.2 *ibid* requires “*that No procurement shall be undertaken unless it is in accordance with the approved APP, including approved changes thereto. The APP must be consistent with the duly approved yearly budget of the Procuring Entity and shall bear the approval of the HoPE or second-ranking official designated by the HoPE to act on his behalf.*”

Section 7.3 *ibid* said that the APP shall be formulated and revised only in accordance with the following guidelines:

1. Upon issuance of the budget call, the Procuring Entity shall prepare its indicative APP for the succeeding calendar year to support its proposed budget taking into consideration the budget framework for that year in order to reflect its priorities and objectives.
2. In the preparation of the indicative APP, the end-user or implementing units of the procuring entity shall formulate their Project Procurement Management Plans (PPMPs) for their different programs, activities and projects (PAPs).
3. The PPMP shall then be submitted to the Procuring Entity’s Budget Office for evaluation in order to ensure consistency with the Procuring Entity’s budget proposal and compliance with existing budgeting rules. The PPMPs included in the budget proposal shall be forwarded to the BAC Secretariat for the consolidation into an indicative APP, and to the BAC for final recommendation of the appropriate procurement modality. For this purpose, the indicative APP shall include the following:

- a) Name of Procurement Project;
- b) Procurement Management Office (PMO)/end user/implementing unit;
- c) Method of Procurement;
- d) Schedule of identified procurement activities as reflected in the APP form approved by the GPPB
- e) Source of funds
- f) Indicative ABC; and
- g) Other relevant descriptions of the project, if applicable.

The indicative APP and budget proposal shall be simultaneously submitted to the HOPE and/or other oversight bodies for approval.

- 4. As soon as the General Appropriations Act becomes final, the end user or implementing units shall revise and adjust the PPMPs to reflect the budgetary allocation for their respective PAPs. The revised PPMPs shall be submitted to the BAC, through its secretariat, for the recommendation of the methods of procurement. The indicative APP shall then be revised and approved in accordance with the duly approved yearly budget of the Procuring Entity and shall bear the approval of the HOPE or second-ranking official designated by the HOPE to act on his behalf.

On the other hand, Section 22 (b) of CHED Memorandum Order No. 20, Series of 2011 states that all budget proposals for maintenance and other operating expenses requiring procurement shall be covered by an APP and PPMP duly signed by the deans, executive directors, fiduciary and IGP/Production fund administrators, and the President, and submitted for approval to BOR/T. This requirement and all other mandatory requirement under RA 9184 shall be observed strictly to maximize the use of financial and material resources.

Every year thru this Annual Audit Report, the BAC Secretariat was requested to submit a copy of the APP together with the PPMP for all funds for CY 2020, but was not able to provide such which precluded the Audit Team to ascertain among others, the following:

- 1. That the APP if there was any, was prepared in accordance with the pertinent provisions of IRR of RA 9184;
- 2. That all procured items were included in the approved APP;



3. That the APP for all funds was reflective of duly approved PPMPs of different end-users or implementing units; and that
4. All items included in the APP were crucial or necessary in the operations of the agency.

APP is the requisite document that the agency must prepare to reflect the necessary information on the entire procurement activities for goods and services and infrastructures to be procured that it plans to undertake within the calendar year. The APP comprises the consolidated PPMP. APP must include only plan procurement activities for Common-use Supplies and Equipment (APP-CSE), Infrastructure Projects and other procured items that is considered crucial to the to the efficient discharge of government function. All Procurement shall be within the approved APP of the Agency's projects/programs.

Verification as to the reasons of non-submission of APP shows that various Units/Departments of the University failed to submit to the BAC Secretariat its PPMP on time; thus, such non-submission of PPMP which shall serve as the basis of the production of APP makes it impossible to consolidate all items to produce APP.

The non-preparation and submission of APP in accordance with the revised IRR of RA 9184 following the format approved by GPPB casted doubt as to economy and efficiency in the procurement process as well as the legality and propriety of the procured items. In effect, it also lost the opportunity to avail of volume discounts inherent in bulk purchasing which will redound to savings for the University. Also, non-submission of APP for Common-use Supplies and Equipment is contrary to DBM Circular Letter No. 2011-06 and 2011-06A, thus, will result to possible exclusion of its 2020 projected procurement activities from the consolidated APP-CSE for government, and effect preventing PS-DBM from accomplishing its mandated function of projecting inventory requirements and the overall Management of the government's central procurement of common-use supplies.

**We reiterated our recommendations that the University prepare a meticulous and judicious PPMP and consolidate it properly to produce APP for all funds in compliance with Section 7 of the Republic Act No. 9184 otherwise known as the Government Procurement Reform Act and as required under DBM Circular Letter No. 2011-06 and 2011-06A.**

The Management commented that it is experiencing difficulty in the consolidation of all PPMPs of every department including community high schools situated in different islands of Tawi-Tawi. But the Management will submit PPAs regularly thereafter.

7. **The University failed to submit sufficient data of its Updated Agency Personnel Profile (plantilla of personnel) as of December 31, 2020 contrary to Section 122 of PD 1445. The inability of the Personnel Division to submit the**

**current plantilla of personnel casted doubt as to the legality, propriety and appropriateness of the amount charged in the Personnel Services.**

PD 1445, otherwise known as the State Audit Code of the Philippines, provides among others the following:

Section 122. Submission of Reports. whenever deemed necessary in the exigencies of the service, the commission may under regulations issued by it require the agency heads, chief accountants, budget officers, cashiers, disbursing officers, administrative or personnel officers, and other responsible officials of the various agencies to submit trial balances, physical inventory reports, current plantilla of personnel, and such other reports as may be necessary for the exercise of its functions.

- (2) Failure on the part of the officials concerned to submit the documents and reports mentioned herein shall automatically cause the suspension of payment of their salaries until they shall have complied with the requirements of the commission
- (3) No appropriation authorized in the General Appropriations act shall be available to pay the salary of any official or employee who violates the provisions of this section, without prejudice to any disciplinary action that may be instituted against such official or employee.”

We required the Management to submit the Agency Plantilla of Personnel every year through this Annual Audit Report which would be our basis in ascertaining that the positions of employees whose salaries and wages are being charged in the Personnel Services are included in the plantilla of personnel prepared by the agency and approved by the Compensation and Position Classification Bureau (CPCB) of the Department of Budget and Management and that the amounts they are receiving are within budget appropriated for their positions, these are among the basic requirements provided by Section 191, Volume I of the Government Accounting and Auditing Manual (GAAM) for the payment salaries and wages. But despite our written requests, the Management failed to provide sufficient appropriate data of the said report.

We further noted that copies of appointments of newly hired and promoted as well as the renewed contract of services were not furnished to this office. These documents are needed in the audit as provided for in COA Circular No. 2012-001 dated June 14, 2012 prescribing the Revised Guidelines and Documentary Requirement for Common Government Transactions which requires those documents for the payment of salary of newly hired, promoted as well as renewed contract of service employees.

The inability of the Personnel Division to submit the updated current plantilla of personnel casted doubt as to the legality, propriety and appropriateness of the amount charged in the Personnel Services. In effect, the non-submission thereof deprives the Audit Team to conduct proper comparison and review of the pertaining disbursement vouchers under the Personnel Services account viz-a-viz Plantilla of Personnel.

**We recommended that the Management should instruct the HRMO Department to submit current plantilla of personnel every year and furnish the Audit Team copies of agency personnel movements (i.e. approved appointment/contract of service of every newly hired, promoted as well as the newly renewed contract) beforehand.**

The Management had no comment on this.

- 8. Sending officials and employees to seminar/s trainings sponsored by non-COA accredited private and non-government organizational training institutions violated PD 1445 Sections 17 and 32 and COA Circular No. 95-008 dated September 7, 1995, caused the incurrence of irregular traveling expenses resulting to wastage of funds.**

PD 1445 provides among others the following:

Section 17. The Manpower Development Office. The Manpower Development Office shall perform the following functions:

- (1) Formulate long-range plans for a comprehensive training program for all personnel of the Commission and personnel of the agencies of government, with respect to Commission rules and regulations and audit matters;
- (2) Prepare and implement annual training programs, consistent with its long-range plans;
- (3) Develop its capability to implement training programs;
- (4) Set up and maintain a library for the Commission; and
- (5) Publish the professional journal of the Commission.

Section 32. Government contracts for auditing, accounting, and related services.

- (1) No government agency shall enter into any contract with any private person or firm for services to undertake studies and services relating to government auditing, including services to conduct, for a fee, seminars or workshops for government personnel on these topics, unless the proposed contract is first submitted to the Commission to enable it to determine if it has

the resources to undertake such studies or services. The Commission may engage the services of experts from the public or private sector in the conduct of these studies.

- (2) Should the Commission decide not to undertake the study or service, it shall nonetheless have the power to review the contract in order to determine the reasonableness of its costs.

We also invited the Management to read the COA Circular No. 95-008 re: Attendance by Government Personnel to and Accreditation of the Training Programs on Government Accounting and Auditing Courses Conducted by the Human Technology Development Center (HTDC) and Other Non-COA Training Institutions which quoted the letter dated February 8, 1995 of Chairman Patricia A. Sto. Tomas of Civil Service Commission emphasizing the importance of accrediting private training institutions by the Commission to better respond to the development needs of people in government which was set forth by the Commission, to wit:

*“In this connection, it is reminded that it is the State Accounting and Auditing Development Office (SAADO) that has authority "to formulate long-range plans for a comprehensive training program for all personnel of the Commission and personnel of the agencies of government, with respect to the COA's rules and regulations and audit matters" Section 17 (1), PD 1445 and pursuant to the Restructuring and Organization and Redefinition of the functions of the COA under Executive Order No. 19 dated June 19, 1986. It must be emphasized, in this connection, that this power is just the realization of the constitutional mandate giving the COA "exclusive authority x x x to promulgate accounting and auditing rules and regulations, x x x " (Article IX (A), Section 2 (2), Philippine Constitution) with SAADO as its training arm.*

However, in view of sheer volume, SAADO and its training arms cannot meet the training needs of all government personnel. For this reason, other training institutions may be allowed to train them after proper accreditation by this Commission.

Accreditation of training programs on government accounting and government auditing shall be given to requesting training institutions upon submission to and review by the SAADO of the following requirements:

1. Course design to include syllabus, topical outline, course objectives and reference materials, if any.
2. List of resource persons and their Personal Data Sheets. Criteria for accepting resource persons follow:

- a) Resource persons for Government Auditing must be COA Auditors who have been trained in COA auditing classes/courses or who are already acting as trainers and authorized by their respective Directors and the COA Chairman;
  - b) Resource persons for Government Accounting must be COA auditors who have attended or are already trainers in COA government accounting courses and authorized by their respective Directors and the COA Chairman. Those who are not COA auditors must have been trained in Government Accounting by the COA;
  - c) Resource persons for Internal Auditing who are COA auditors must have been trained in Internal Control by the COA; for those who are not from the Commission, they must have been attended the Internal Auditing course conducted by the Association of Government Internal Auditors (AGIA).
3. Seminar/training fees. These must be reasonable and in accordance with regulations pertaining to the prevention of excessive, extravagant and unconscionable expenditures on uses of government funds and properties. Specifically, they should refrain from holding their seminars in five-star hotels or similar expensive venues.

Henceforth, all non-COA government personnel may attend courses on government accounting and auditing outside the SAADO if conducted by duly accredited training institutions.

Post audit of disbursement documents revealed that several transactions charged to traveling expenses account includes seminars/training to non-COA Accredited private and non-government organizational training institutions. This was found to be due to non-awareness of the University of the prohibition set by the above mentioned laws that may result to audit disallowance of such transactions.

**We recommended to the Management to stop sending off officials and employees to seminars/ trainings to non-COA Accredited private and non-government organizational training institutions to avoid irregular traveling expenses and in pursuance to COA Circular No. 95-008 datde September 7, 1995 and PD 1445 Section 32.**

The Management had no comment on this.

9. **Non-maintenance of Cash Receipts Record (CRR), Cash Disbursement Record (CDR), Check Disbursement Record (CkDR) or their equivalents, such as Cash Receipts Register (CRR), Petty Cash Register (PCR), and Cash Disbursements Register (CDR) by the Accountable Officers contrary to Revised Cash Examination Manual as prescribed by COA Memorandum No. 2013-004 dated July 9, 2013.**

The Accountable Officer (AO) shall maintain his cashbook/CRR/CDR/CkDR and such other records or their equivalents as may be prescribed by the agency's operating procedures, and reconcile with the accounting records, at least quarterly, unless the agency required a more frequent reconciliation (Sec. 38-40, MNGAS, Vol. II, for NGAs; and Sec. 26-28, MNGAS, Vol. II, for LGUs).

The following book, records and registers are encouraged as indicated in the Page 3, Chapter I of the Revised Cash Examination Manual:

- 1) *Cashbook for Cash in Treasury* shall be used to record collections (Debit column) and deposits to the bank (Credit column) based on the RCD. The cashbook shall be maintained by the Treasurer by fund and shall be updated and balanced daily. The accountable officer shall, at the end of the month or when required to do so by proper competent authority, rule and foot the cashbook (Section 26, MNGAS for LGUs, Vol. II).
- 2) *Cashbook for Cash in Bank* shall be used to record deposits of collections (Debit column) and withdrawals from the bank thru the issuance of checks (Credit column). The cashbook shall be maintained by bank account and by fund and shall be updated and balanced daily. The accountable officer shall, at the end of the month or when required to do so by proper competent authority, rule and foot the cashbook (Section 27, Ibid).
- 3) The accountable officer shall maintain a cashbook for cash advances to record the cash advances received (Debit column) and payments, refunds and adjustments (Credit column) and the balance (balance column). The accountable officer shall, at the end of the month or when required to do so by proper competent authority, rule and foot the cashbook (Section 28, Ibid).
- 4) The *Cash Receipts Record (CRR)* shall be used by the designated collecting officer to record his/her collections and deposits (Section 38, MNGAS for NGAs, Vol. II).

- 5) The *Check Disbursements Record (CkDR)* shall be used by the disbursing officer to record checks released charged against NCAs/funding checks received/deposits in a bank current account of government agencies. A separate record shall be maintained for each source of fund (Section 39, Ibid).
- 6) The *Cash Disbursements Record (CDR)* shall be used by the disbursing officer to record the cash advance received and disbursements made out of the cash advance (Section 40, Ibid).
- 7) The *Cash Receipts Register (CRR)* shall be used to record as well as monitor collections and deposits of government units (COA Circular No. 2003-006, December 2, 2003; Use of Simplified Accounting Forms for Financial Transactions of Government Units Without Complete Set of Books of Accounts).
- 8) The *Petty Cash Register (PCR)* shall be used to record cash advances/replenishments/disbursements for authorized petty and other miscellaneous expenses (COA Circular No. 2003-006, Ibid).
- 9) The *Cash Disbursements Register (CDR)* shall be used to record, monitor and report transactions involving the grant of cash advances/payments charged thereto, and liquidation thereof by disbursing accountable officer (COA Circular No. 2004-003, June 24, 2004; Supplemental Form Prescribed Under COA Circular No. 2003-006 dated December 2, 2003 Re: Use of Simplified Accounting Forms for Financial Transactions of Government Units Without Complete Set of Books of Accounts).

The AO maintained the cashbooks and submitted the same to the Office of the Auditor. However, although the maintenance of such cashbooks for each account is accepted, it was observed that the cashbooks being used by the University is lacking the complete data or information needed in the proper accounting and auditing of related cash accounts. Also, transactions will be hampered considering that the accountable officer concern will spend most of her time in completing needed lacking data in the cashbooks and checkbooks, whenever necessary. Also, failure to record cancelled checks and debit and credit memos makes the balances on the checkbooks incorrect that may result to erroneous Cash-in-Bank balances once not adjusted/corrected immediately. Hence, the maintenance of the cashbook, records and registers listed above as found in the Volume II of the GAM has the most information needed for accounting and auditing is encouraged.

We recommended the Management to instruct the Accountable Officer to (a) maintain the records and registers as cited under the Revised Cash Examination Manual and as presented in the Volume II of the GAM for more effective and efficient monitoring and control of funds and for proper accounting and auditing of related accounts thereafter in lieu of the cashbooks being maintained; and (b) to record all transactions of cash in bank including receipts and issuances of checks, record cancelled checks and debit and credit memos in the checkbooks.

The Management commented that it had already prepared the Bank Cashbook and will try to comply with the recommendations of the Auditor to prepare the required records/registers.

10. **Department Heads were performing disbursing functions contrary to the provisions of Section 50, Volume III of the GAAM giving them the opportunity to authorize, purchase and liquidate on their own, that can help them conceal errors and irregularities which may result to possible loss or misappropriation of government funds.**

Section 50, Volume III of the GAAM on the segregation of duties and functions states that:

Key duties and functions such as authorization, custody and accounting shall be assigned to separate offices and individuals to eliminate opportunities to conceal errors or irregularities.

To ensure the effective check and balance exist and to prevent any one employee from perpetrating or concealing irregularities or illegal acts alone, no one person or department should be in complete control over a transaction.

The person responsible for an error cannot be expected to report its occurrence. Consequently, significant phases of transactions should be identified and each phase assigned to a different person. In this way, the work of one provides an automatic check on the work of another.

On a company-wide basis, it is suggested that the following functions and responsibilities be separated or performed by different employees/departments to avoid giving any office or individual inordinate control over transactions and resources.

1. Transaction authorization (a management function)
2. Transaction execution (a custodial function)
3. Transaction recording (an accounting function)
4. Periodic accountability (an internal audit function)

As a result of this combined functions the risk of the money being the most susceptible to risk of fraud is greater, since the requesting unit was also



assigned disbursing functions and can use the money in his/her custody to purchase any items and conceal it using the power as the authorizing officer.

Fidelity bond on the BTr is required under COA Circular No. 2006-005 dated July 13, 2006 amendment to item 7.1 of COA Circular No. 97-002 dated February 10, 1997 on the granting, utilization and liquidation of cash advances, which states that:

In order to be attuned with times and to rationalize the requirement on the posting of fidelity bond by accountable officers to realistic levels, Item 7.1 of COA Circular no. 97-002 dated February 10, 1997 is hereby amended to read as:

*“7.1. Each accountable officer whose total cash accountability is not less than ₱5,000.00 shall be bonded. The amount of bond shall depend on the total accountability of the officer as fixed by the Head of the Agency. An official or employee who has both money and property accountability shall be bonded only once to cover both accountabilities, but the amount of bond shall be in accordance with the Schedule issued by the Bureau of Treasury.”*

Furthermore, the purpose of Fidelity Fund was mentioned in the Cash Examination Manual and COA Circular No. 97-002 dated February 10, 1997, to wit:

1. The Fidelity Fund shall be available for the purpose of replacing defalcations, shortages, unrelieved losses in the accounts of bonded public officers, for the payment of fees and costs incident to civil proceedings brought against them to recover sums paid on their account from said Fund.
2. The relief from accountability of the accountable public officer granted by the COA shall relieve the agency from responsibility for the loss or damage to public funds or property.
3. When no relief of accountability is granted by the COA, the agency concerned may file claim for reimbursement from the Fidelity Fund to the extent of the approved bond covered or amount of loss whichever is lower.
4. Any and all claims against the Fidelity Fund shall be filed as a money claim with the COA, with a copy to the BTr together with the evidence relating thereto. Claims approved by the COA shall constitute a legal claim against the Fidelity Fund.

Per record, requesting units like department heads have been granted several cash advances and were allowed to perform the disbursing functions which gave them the opportunity to authorize, purchase and liquidate on their own. This set-up is inconsistent with the rationale of the segregation of duties and functions since errors and irregularities may occur and be concealed which may result to possible loss or misappropriation of government funds; hence contrary to Section 50, Volume III of the GAAM.

It was revealed that the Management thought that in order to be granted cash advances, what is required other than the supporting official travel documents is the fidelity bond from the Bureau of Treasury only.

**Though there were no shortages or losses of funds noted after the cash examination of the Audit Team, we recommended to Management that:**

- a) Requesting units like department heads should no longer be allowed to do disbursing functions to eliminate opportunities to conceal errors and irregularities;**
- b) Only disbursing officers and Special Disbursing Officer are allowed Cash Advances other than travel as this are their sole purpose; and**
- c) Implement Section 50, Volume III of the GAAM regarding the separation of functions and duties to eliminate opportunities to conceal errors and fraud.**

The Management commented that it will adopt the recommendations of the auditor.

- 11. Non-notification of transfer of accounts from Accountable Officer (AO) to succeeding AO resulting to no proper turn-over of cash accountability between AOs contrary to Sections 75, 77, and 122 of PD 1445 or the State Audit Code of the Philippines due to unawareness of the Management with the stated provisions that will lead to possible losses and errors in the accountability of the former and new AO.**

In the course of our conduct of cash examination we found out that Ms. Zenaida Annudin is currently assigned under the Office of the Director for Budget and Finance and was replaced by Mr. Suaib Yusop as head cashier but the Management failed to properly inform the Audit Team about the change/replacement of accountable officer contrary to State Audit Code of the Philippines other wise Known as PD 1445 Section 75, 77 and 122.

PD 1445 states on the following Sections that:

Section 75. Transfer of funds from one officer to another. Transfer of government funds from one officer to another shall, except as allowed by law or regulation, be made only upon prior direction or authorization of the Commission or its representative.

Section 77. Invoice and receipt upon transfer of funds or property. When government funds or property are transferred from one accountable officer to another, or from an outgoing officer to his successor, it shall be done upon properly itemized invoice and receipt which shall invariably support the clearance to be issued to the relieved or out-going officer, subject to regulations of the Commission.

Section 122. Submission of reports. Whenever deemed necessary in the exigencies of the service, the Commission may under regulations issued by it require the agency heads, chief accountants, budget officers, cashiers, disbursing officers, administrative or personnel officers, and other responsible officials of the various agencies to submit trial balances, physical inventory reports, current plantilla of personnel, and such other reports as may be necessary for the exercise of its functions.

- (2) Failure on the part of the officials concerned to submit the documents and reports mentioned herein shall automatically cause the suspension of payment of their salaries until they shall have complied with the requirements of the Commission.
- (3) No appropriation authorized in the General Appropriations Act shall be available to pay the salary or any official or employee who violates the provisions of this section, without prejudice to any disciplinary action that may be instituted against such official or employee.

Replacement of accountable officer not only includes change of individual performing disbursing functions but also transfer of any unliquidated cash advances to BTr or another accountable officer and transfer of property like accountable forms with/or without money value with the presence of COA representative as required by Sections 74 and 77 of PD 1445. Lack of presence of COA representative on the transfer of funds and property from one AO to another may result to release of accountability of former AO of its unsettled accounts, if any and will also result to possible losses and errors of accountabilities of the new AO.

**We recommended that the Management:**

- a) **Inform the Audit Team about the changes of position of every official and employees of the agency especially the accountable officers as these are very crucial in the audit of their accounts and giving of clearances upon retirement; and**
- b) **Strictly comply with the provisions Sections 75, 77 and 102 of PD 1445.**

The Management commented to adhere strictly with the recommendations stated.

## **B. Others**

### *Gender and Development (GAD) Plan and Program*

12. The MSU-TCTO, MSU-TCTO conducted various activities and practiced implementation of GAD programs spearheaded by the GAD Focal Person of the University. The University has also adopted the GAD Focal Point System with their GAD Projects supportive of gender issues. Below are the University GAD Budget and the actual utilization of budget for CY 2020:

Provision for GAD Budget				GAD Expenditures			
Agency's Total Appropriations	5% of Agency's Total Appropriations	Actual GAD Budget	Percentage of Actual GAD Budget to Agency's Total Appropriations	GAD Related Activities	Non GAD Related Activities	Total GAD Expenditures	Percentage of total GAD Expenditures to Actual GAD Budget
556,991,700.00	27,849,585.50	1,813,217.99	<b>6.51%</b>	1,262,081.00	334,353.99	1,596,434.99	<b>88.04%</b>

We recommended that the Management continue to implement GAD Programs and Activities in accordance with PCW-NEDA-DBM Joint Circular No. 2012-01 Guidelines for the Preparation of Annual GAD Plans and Budgets and Accomplishment Reports to Implement the Magna Carta for Women as to eliminate gender issues and update it with Philippine Commission on Women (PCW) Memorandum Circular No. 2020-03 dated April 27, 2020 Adjustment and/or implementation of the FY 2020 GAD Plan and Budget in view of the Coronavirus Disease 2019 Situation.

### *Compliance with Property Insurance Law*

13. Buildings and other school properties of the College were not insured with the General Insurance Fund (GIF) of the Government Service Insurance System (GSIS) despite the mandatory requirement as provided in COA Circular No. 92-

390 dated November 11, 1992, thus, exposing these properties to risk of not being indemnified for any damage or loss due to any fortuitous event such as fire, earthquake, typhoon and/or flood.

Item 1.1.2 of COA Circular No. 92-390 dated November 17, 1992 Inventory of Physical Assets, Insurance and Bonding of Risks with the General Insurance Fund of the GSIS provides that:

*“xxx All insurable assets and properties of the government are adequately covered/insured with the General Insurance Fund of the GSIS xxx.”*

Item 3.1 of the same Circular provides that:

*“All heads of national agencies, local government units and Government-owned or controlled corporations shall be responsible for the preparation and submission of the inventory of all insurable physical assets. xxx”*

All insurable properties of the Agency must be covered with the appropriate property insurance with the Government Service Insurance System (GSIS) in order to indemnify or compensate the Agency for any damage to, or loss of, its properties due to fire, earthquake, storm, or other casualty.

Verification of the University’s PPE disclosed that insurable assets particularly its buildings and other structures are at risk of loss without indemnification in case of fire or other fortuitous event because they were not insured with the property insurance with the General Insurance Fund of the GSIS.

This observation appeared in Annual Audit Report (AAR) for CY 2019 and is still not complied as of to date.

**We recommended that the University adhere to the provisions of COA Circular No. 92-390 dated November 17, 1992.**

The Management is in the process of completing the requirements needed for an infrastructure to be insured especially the land title.

#### *Compliance with Tax Laws*

14. MSU-TCTO regularly remitted to the Bureau of Internal Revenue (BIR) taxes withheld from compensations and VAT from purchased of goods and services for the CY 2020 totalling ₱26,000,804.13 thru Tax Remittance Advice.

*Compliance with the Mandatory Remittances*

15. MSU-TCTO was compliant with the remittances of GSIS premiums, Pag-IBIG, and PhilHealth contributions deducted from the salaries of its personnel and also the remittance of the government share of the premiums of its officials and employees for the CY 2020 totalling ₱18,833,613.89.

*Statement of Suspensions, Disallowances, and Charges*

16. There were no Suspensions, Disallowances and Charges for the year ended December 31, 2020.

## **PART III**

### **STATUS OF IMPLEMENTATION OF PRIOR YEAR'S UNIMPLEMENTED AUDIT RECOMMENDATIONS**

## STATUS OF IMPLEMENTATION OF PRIOR YEAR'S UNIMPLEMENTED AUDIT RECOMMENDATIONS

Of the thirty two (32) prior year's audit recommendations, fourteen (14) were fully implemented, eight (8) were partially implemented, and ten (10) still not implemented as of report date.

Ref.	Observation	Recommendation	Status of Implementation	
Page 41-43 of AAR 2019;	Delayed submission of disbursement vouchers, payrolls, trial balances as well as Report of Checks Issued (RCI) and Report of Collections and Deposits (RCD) to the Office of the Auditor, in violation of Section 107 of PD 1445 and Section 7.2.1 of COA Circular 2009-006.	We reiterated our recommendations that the Accountable Officers:	Fully Implemented	
Page 43 of AAR 2018		1. Determine and address all the reasons for the delay in the submission of the required reports and consider imposing sanctions on the persons responsible for the delayed submission of the financial reports and supporting documents to the COA Office. Further, review and evaluate the performance of the finance personnel; and recommend replacement for those found undesirable with qualified personnel with the right work attitude;		
and Pages 21-22 of AAR CY 2013	This is a reiteration of audit observation.	2. Conduct planning, target setting and prepare commitment reports particularly on the timelines on the submission of transaction documents/reports and financial statements provided in Section 7.2.1 (a) of COA Circular 2009-006 and Section 107 of PD 1445; and		Fully Implemented
		3. Conduct periodic monitoring of submission of	Fully Implemented	



Ref.	Observation	Recommendation	Status of Implementation
		required reports to COA, DBM and other regulatory bodies and see to it that all the required reports are submitted on time.	
Page 43-46 of AAR 2019;  and  Page 44 of AAR 2018	There was a laxity by the management in the enforcement of collections of receivables and payment of liabilities which resulted to the accumulation of uncollected balance of receivables and unpaid liabilities amounting to P13,619,111.17 and P8,427,780.35 respectively, which remained dormant for a long period, contrary to Section 4 Paragraph 6 and Section 111 of PD 1445, COA Circular no. 97-001 dated February 5, 1997 and COA Circular No. 2016-005 dated December 19, 2016.	<p>We reiterated our recommendations that the management:</p> <p>4. Comply with the provisions of Section 111 of PD 1445 paragraphs 1 and 2 as regards to recording of accounts;</p> <p>5. Undertake more aggressive measures that will facilitate the collection of these long outstanding past due receivables such as sending letter reminders, conduct of house to house collection campaign among delinquent borrowers, and if warranted, avail of civil remedies for the collection of these accounts.</p> <p>6. Secure complete documents to support the claims against the agency as required under Section 4 Paragraph 6 of PD 1445 and intensify its efforts to pay all of the liabilities with complete documentations.</p> <p>7. Verify, review and analyze the dormant asset and liability accounts totaling P13,619,111.17 and P8,427,780.35, respectively, as required under COA</p>	<p><b>Not implemented</b></p> <p><b>Not Implemented</b></p> <p><b>Not Implemented</b></p> <p><b>Not Implemented</b></p>

Ref.	Observation	Recommendation	Status of Implementation
		<p>Circular No. 97-001 and effect the necessary adjustment/s to arrive at the correct account balance at year-end; and</p> <p>8. Receivable Accounts totaling P13,619,111.17 which were dormant and which may be written-off, be guided by the procedures in the write-off of dormant accounts as set forth in the COA Circular No. 2016-005.</p>	<b>Not Implemented</b>
<p>Page 46-48 of AAR 2019;</p> <p>Page 48 of AAR 2018</p> <p>And</p> <p>Pages 20-21 of AAR CY 2013</p>	<p>The reported year-end balance of Inter-Agency Payables Accounts such as due to BIR, GSIS, Pag-IBIG, PhilHealth and Due to NGAs showed an unremitted/unreconciled prior years as of December 31, 2019 amounting to P21,788,093.96, contrary to Section 251 of the NIRC, Section 6 paragraph b of RA No. 8291 (GSIS Act), RA 7742, an Act amending PD 1752, known as the Pag-IBIG Fund Law, Section 20 paragraph b of Title III of the Revised Implementing Rules and Regulations of the National Health Insurance Act of 1995 (RA 7875 as amended by RA 9241) and COA Circular No. 94-013 dated December 13,</p>	<p>We reiterated our previous years' recommendation that Management:</p> <p>9. Require/ request the responsible officials/ employees to remit immediately the withheld funds to BIR, GSIS, Pag-IBIG and PhilHealth.</p> <p>10. Require the Accounting Unit to analyse the accounts and prepare the necessary adjusting entries to remove the accounts in the books as it represents amounts withheld from the agency's allotment by the DBM-NCR and does not qualify to be recognized as liabilities as it does not require out flow of agency's future economic benefits.</p> <p>11. With regards to Due to NGAs account, strictly implement the projects as required in the</p>	<p><b>Fully Implemented</b></p> <p><b>Fully Implemented</b></p> <p><b>Not Implemented</b></p>



Ref.	Observation	Recommendation	Status of Implementation
Page 51-59 of AAR 2018	supporting documents and purchase orders issued for supplies and materials were still not furnished the Auditor within five (5) working days from the date the contract was perfected and purchase orders were issued in violation of the provisions of Sections 3.1.1 and 3.2.1, respectively of COA Circular No. 2009-001, resulting to delay of the Auditor in conducting review and in informing management of defects/deficiencies, if any and delay in informing the Technical Audit Specialist (TAS) assigned in the auditing unit/cluster or to the Regional Technical Services Office(RTSO), as the case may be, for inspection so that 100% completed project could be turnover by the contractor and accepted by the management	remaining 2018 and 2019 original contracts together with all the bidding documents;	<b>Implemented</b>
And		15. Regularly submit within five (5) working days from the execution of the contract the contract documents together with all of its supporting documents and purchase orders for supplies and materials for current and succeeding years;	<b>Not Implemented.</b>
Page 19-20 of AAR 2013		16. After submitting the complete contract documents together with all of its supporting documents and after determining the project/s is/are 100% completed immediately prepare and submit a request for inspection letter address to COA BARMM Technical Personnel thru the Resident Auditor who will then endorse the said request for inspection to COA BARMM Regional Office so that 100% completed project could be turnover by the contractor and accepted by the management;	<b>Partially Implemented</b>
		17. Advice the BAC and its supporting units to be familiar with the other guidelines on procurement like COA Circular 2009-001 dated February 12, 2009 and not only focused on what is required under the Revised IRR of RA 9184.	<b>Fully Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
<p>Page 55-58 of AAR 2019;</p> <p>Page 51-59 of AAR 2018</p>	<p>Significant delay in the implementation of the various projects which deprived the end-users of the benefits due them on time in violation of Section 17.6 of the IRR of RA 9184 and Contract Agreement signed by between the HOPE and the Suppliers or Contractors.</p>	<p>We recommended that management should:</p> <p>18. If the delay cannot be validly justified and if found out that fault is on the management personnel, like if they have violated Section 17.6 of the Revised IRR of RA 9184, such concerned personnel should be subjected to appropriate action, but if it is contractors' fault, then liquidated damages should be imposed upon the latter based on the Annex E (Liquidated Damages) of RA 9184 "Contract Implementation Guidelines for the Procurement of Infrastructure Projects" and consider it as a ground for disqualifying the contractor/s in participating in the future bidding activities of the University.</p> <p>19. Exert more efforts to finish the remaining uncompleted projects by requiring the contractors or suppliers to provide catch up plan and strictly implement such.</p>	<p><b>Fully Implemented</b></p> <p><b>Fully implemented</b></p>
<p>Page 58-59 of AAR 2019;</p> <p>Page 48 of AAR 2018</p> <p>And</p>	<p>Insurable properties of the Agency were not insured with the General Insurance Fund (GIF) of the Government Service Insurance System (GSIS) despite the mandatory requirement as provided in COA</p>	<p>20. We reiterated our recommendation that management determine all properties which can be insured with the GIF of the GSIS and furnished to the Audit Team copy of the RPCPPE and PIF for review and verification and adhere to the provisions of COA</p>	<p><b>Not implemented</b></p>

<b>Ref.</b>	<b>Observation</b>	<b>Recommendation</b>	<b>Status of Implementation</b>
Page 31 of AAR CY 2017	Circular No. 92-390 dated November 11, 1992 and Section 11 of the RA 656 (Property Insurance Law).	Circular No. 92-390 dated November 17, 1992 and Section 11 of RA 656 otherwise known as the Property Insurance Law.	
Page 59 -61 of AAR 2019	The agency failed to prepare and submit Annual Procurement Plan (APP) and Project Procurement Management Plan (PPMP) every year, thereby affecting the evaluation of the propriety of the audited procured goods and infrastructure projects in violation of Rule II (Procurement Planning) Section 7 (Procurement Planning and Budget Linkage) of the revised IRR of RA 9184 otherwise known as the Government Procurement Reform Act.	21. We recommended that the agency prepare a meticulous and judicious PPMP and consolidate it properly to produce APP in compliance with Section 7 of the Republic Act No. 9184 otherwise known as the Government Procurement Reform Act and as required under DBM Circular Letter No. 2011-06 and 2011-06A.	<b>Not Implemented</b>
Page 61 to 62 of AAR 2019	The agency failed to submit sufficient data of Agency Personnel Profile (plantilla of personnel) as of December 31, 2019 contrary to Section 122 of PD 1445.	22. We recommended that the management should instruct the HRMO Department to submit current plantilla of personnel every year and also to furnish the Auditor Office a copy of approved appointment/contract of service of every newly hired, promoted as well as the newly renewed contract.	<b>Not Implemented</b>
Page 62-64 of AAR 2019	Non submission of the Budget and Financial Accountability Report (BFARs) for CY 2019 a	23. We recommended that the Management should instruct the Chief Accountant and the Director of Budget	<b>Fully Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	by the management's concerned personnel as of to date to the Audit Team Leader in violation of COA-DBM Joint Circular No. 2013-1 dated March 15, 2013.	Office to regularly submit BFARs to the Audit Team Leader within the prescriptive period every year to avoid withholding of salaries and administrative cases that may be filed against them and for the audit of each transactions of the university be completed and reports thereon could be prepared.	
Page 64-65 of AAR 2019	Excessive charges of travelling expenses in the year 2019 of 12,669,847.26 or 15.83% of the total Maintenance and Other Operating Expenses (MOOE) account which is the second most expended account other than training and scholarship programs which is 36.03% of the total MOOE.	24. We recommended that the Chancellor be more cautious in granting authority for travels taking into consideration the austerity measures program that the government is taking and to consider the necessity, urgency, and relevance of travels to one's work assignments and functions. Furthermore, all travels must adhere to E.O. No. 77.	<b>Fully Implemented</b>
Page 66-67 of AAR 2019	The management failed to enforce the liquidation of the outstanding cash advances (CA) other than Advances to Contractors which represents 15% mobilization, granting of additional cash advances to accountable officers (AOs) who have unsettled previous CAs resulted to the accumulation of unliquidated balances	We therefore recommended the following:  25. Evaluate its current practices in the granting, utilization, and liquidation of cash advances to ensure a more efficient and effective control over its cash advances system. Henceforth, stop the practice of granting new/additional cash advances to accountable officers/employees unless their provisions CA have been	<b>Fully Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	amounting to 24,350,107.68 as of December 31, 2019 contrary to Section 4 and 5 of COA Circular 97-002 and Section 89 of PD 1445	accounted or liquidated. 26. Strictly enforce the submission of liquidation documents as soon as the purpose of the CA has been served, within the prescribed period or when a new cash advance is necessary, whichever period is shorter.	<b>Fully Implemented</b>
Page 67– 71 of AAR 2019	Unserviceable/Obsolete properties with undetermined value were still included in the Property, Plant and Equipment (PPE) Account and were not reclassified under “Other Assets” Account.	We recommended that management:  27. Establish proper coordination with the Appraisal Committee to reconcile and recognize the unrecorded lands in the book of accounts after careful evaluation and validation as to the legality of ownership.  28. Reconcile the accounting records against the corrected RPCPPE as to the remaining existing properties of the University and reclassify those PPE identified as unserviceable/obsolete properties to “Other Asset” account; and  29. Strictly conform to COA Circular No. 89-296 on how to dispose the unserviceable properties.  30. Draw journal entry vouchers to derecognize the unserviceable properties after disposal and apply	<b>Partially Implemented</b>  <b>Partially Implemented</b>  <b>Partially Implemented</b>  <b>Partially Implemented</b>



Ref.	Observation	Recommendation	Status of Implementation
		appropriate accounting procedures to effect adjustments in the books.	
Page 48 of AAR 2018  And  Page 22 of AAR CY 2013	No allocation for Gender and Development (GAD) activities was made, both GAD Plan and Budget and Accomplishment Reports on the implementation of GAD related programs/projects was not prepared and submitted, no GAD Focal Point System and has no sex disaggregated data on file contrary to PCW-NEDA-DBM Circular No. 2012-01.  This is a reiteration of audit observation.	31. We recommend that at least five percent (5%) of the budget be allocated to GAD and management prepare and submit its GAD Plan and Budget and Accomplishment Reports, create and/or strengthen GAD Focal Point System, and submit sex disaggregated data to facilitate timely evaluation on the implementation of GAD related programs/projects and substantive audit of GAD related transactions.	<b>Fully Implemented</b>
Pages 18-19 of AAR CY 2013	Purchases of office and other supplies during the year were directly issued to end users and charged to the expense account without coursing through the inventory account. Stock Cards and Supplies Ledger Cards were not maintained. These are contrary to the provisions of Section 43, Volume I of the NGAS Manual.	32. The Agency should adopt the perpetual inventory method in recording purchase of supplies and materials. The Agency Head should direct the Accountant to maintain records as required by the NGAS Manual to ensure that the correct amount of inventory and expenses accounts are taken up in the books.	<b>Fully Implemented</b>

## **PART IV – ANNEXES**

**MINDANAO STATE UNIVERSITY TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**DETAILED STATEMENT OF FINANCIAL POSITION**  
**ALL FUNDS**  
**AS AT DECEMBER 31, 2020**

		2020			2019		
		Fund 01	Fund 05	TOTAL	Fund 01	Fund 05	TOTAL
<b>ASSETS</b>							
<b>CURRENT ASSETS</b>							
<b>Cash and Cash Equivalents</b>							
<b>Cash on Hand</b>							
Petty Cash	10101020-00	20,000.00	5,000.00	25,000.00	20,000.00	5,000.00	25,000.00
<b>Total Cash on Hand</b>		<b>20,000.00</b>	<b>5,000.00</b>	<b>25,000.00</b>	<b>20,000.00</b>	<b>5,000.00</b>	<b>25,000.00</b>
Cash in Bank - LCCA - LBP	10102020-00	0.00	90,557,005.67	90,557,005.67	0.00	59,459,325.00	59,459,325.00
<b>Total Cash in Bank-Local Currency</b>		<b>0.00</b>	<b>90,557,005.67</b>	<b>90,557,005.67</b>	<b>0.00</b>	<b>59,459,325.00</b>	<b>59,459,325.00</b>
<b>Total Cash and Cash Equivalents</b>		<b>20,000.00</b>	<b>90,562,005.67</b>	<b>90,582,005.67</b>	<b>20,000.00</b>	<b>59,464,325.00</b>	<b>59,484,325.00</b>
<b>Receivables</b>							
<b>Loans and Receivables</b>							
Accounts Receivable	10301010-00	0.00	636,874.80	636,874.80	0.00	636,874.80	636,874.80
<b>Total Loan and Receivable</b>		<b>0.00</b>	<b>636,874.80</b>	<b>636,874.80</b>	<b>0.00</b>	<b>636,874.80</b>	<b>636,874.80</b>
<b>Inter-Agency Accounts Receivables</b>							
Due from National Government Agencies	10303010-00	0.00	2,176,500.00	2,176,500.00	0.00	2,176,500.00	2,176,500.00
<b>Total Inter-Agency Accounts Receivable</b>		<b>0.00</b>	<b>2,176,500.00</b>	<b>2,176,500.00</b>	<b>0.00</b>	<b>2,176,500.00</b>	<b>2,176,500.00</b>
<b>Other Receivables</b>							
Other Receivables	10305990-00	10,805,736.37	0.00	10,805,736.37	10,805,736.37	0.00	10,805,736.37
<b>Total Other Receivables</b>		<b>10,805,736.37</b>	<b>0.00</b>	<b>10,805,736.37</b>	<b>10,805,736.37</b>	<b>0.00</b>	<b>10,805,736.37</b>
<b>Total Receivables</b>		<b>10,805,736.37</b>	<b>2,813,374.80</b>	<b>13,619,111.17</b>	<b>10,805,736.37</b>	<b>2,813,374.80</b>	<b>13,619,111.17</b>
<b>Inventories</b>							
<b>Inventory Held for Consumption</b>							
Office Supplies Inventory	10404010-00	261,120.00	0.00	261,120.00	2,089,359.03	93,535.40	2,182,894.43
Other Supplies and Materials Inventory	10404990-00	0.00	0.00	0.00	302,150.00	0.00	302,150.00
Textbook and Instructional Materials Inventory	10404100-00	0.00	0.00	0.00	1,363,032.42	2,896,733.00	4,259,765.42
<b>Total Inventory Held for Consumption</b>		<b>261,120.00</b>	<b>0.00</b>	<b>261,120.00</b>	<b>3,754,541.45</b>	<b>2,990,268.40</b>	<b>6,744,809.85</b>

**Semi-Expendable Machinery and Equipment**

Semi-expendable - Office Equipment	10405020-00	2,869,805.29	0.00	2,869,805.29	2,471,965.45	0.00	2,471,965.45
Semi-expendable - Furniture and Fixtures	10406010-00	0.00	0.00	0.00	45,718.00	0.00	45,718.00
Semi-expendable - Books	10406020-00	2,554,716.70	17,768.30	2,572,485.00	5,570,620.00	17,768.30	5,588,388.30
<b>Total Semi-Expendable Machinery and Equipment</b>		<b>5,424,521.99</b>	<b>17,768.30</b>	<b>5,442,290.29</b>	<b>8,088,303.45</b>	<b>17,768.30</b>	<b>8,106,071.75</b>

<b>Total Inventory</b>		<b>5,685,641.99</b>	<b>17,768.30</b>	<b>5,703,410.29</b>	<b>11,842,844.90</b>	<b>3,008,036.70</b>	<b>14,850,881.60</b>
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**Other Current Assets****Advances**

Advances for Operating Expenses	19901010-00	0.00	0.00	0.00	0.00	5,210,458.99	5,210,458.99
Advances for Payroll	19901020-00	0.00	0.00	0.00	9,825,281.00	878,798.42	10,704,079.42
Advances to Special Disbursing Officers	19901030-00	351,980.00	1,000,000.00	1,351,980.00	6,908,962.08	367,138.70	7,276,100.78
Advances to Officers and Employees	19901040-00	46,100.00	320,250.00	366,350.00	1,020,302.49	139,166.00	1,159,468.49
Advances to Contractors	19902010-00	12,238,663.04	698,215.29	12,936,878.33	12,880,558.42	441,794.00	13,322,352.42
<b>Total Other Current Assets</b>		<b>12,636,743.04</b>	<b>2,018,465.29</b>	<b>14,655,208.33</b>	<b>30,635,103.99</b>	<b>7,037,356.11</b>	<b>37,672,460.10</b>

<b>Total Current Assets</b>		<b>29,148,121.40</b>	<b>95,411,614.06</b>	<b>124,559,735.46</b>	<b>53,303,685.26</b>	<b>72,323,092.61</b>	<b>125,626,777.87</b>
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**NON-CURRENT ASSETS****Property, Plant and Equipment****Land**

Land	10601010-00	16,994,835.50	0.00	16,994,835.50	16,994,835.50	0.00	16,994,835.50
<b>Total Land</b>		<b>16,994,835.50</b>	<b>0.00</b>	<b>16,994,835.50</b>	<b>16,994,835.50</b>	<b>0.00</b>	<b>16,994,835.50</b>

**Infrastructure Assets**

Power Supply System	10603050-00	1,764,000.00	0.00	1,764,000.00	1,454,328.78	0.00	1,454,328.78
Accumulated Depreciation - Power Supply System	10603051-00	(235,379.59)	0.00	(235,379.59)	(129,539.59)	-	(129,539.59)
<b>Total Infrastructure Assets</b>		<b>1,528,620.41</b>	<b>0.00</b>	<b>1,528,620.41</b>	<b>1,324,789.19</b>	<b>0.00</b>	<b>1,324,789.19</b>

**Buildings and Other Structures**

School Buildings	10604020-00	253,690,757.65	20,052,301.86	273,743,059.51	214,457,845.24	20,052,301.86	234,510,147.10
Accumulated Depreciation - School Buildings	10604021-00	(88,887,692.17)	(3,423,287.36)	(92,310,979.53)	(81,037,969.50)	(2,701,404.49)	(83,739,373.99)
Net Value		164,803,065.48	16,629,014.50	181,432,079.98	133,419,875.74	17,350,897.37	150,770,773.11
Other Structures	10604990-00	19,067,215.73	10,760,114.15	29,827,329.88	3,496,669.11	2,255,408.00	5,752,077.11
Accumulated Depreciation - Other Structures	10604991-00	(1,300,721.62)	(913,188.40)	(2,213,910.02)	(542,584.30)	(398,455.41)	(941,039.71)
Net Value		17,766,494.11	9,846,925.75	27,613,419.86	2,954,084.81	1,856,952.59	4,811,037.40
<b>Total Buildings and Other Structures</b>		<b>182,569,559.59</b>	<b>26,475,940.25</b>	<b>209,045,499.84</b>	<b>136,373,960.55</b>	<b>19,207,849.96</b>	<b>155,581,810.51</b>

# Machinery and Equipment

Machinery	10605010-00	1,140,138.47	6,043,886.80	7,184,025.27	1,137,607.50	6,043,886.80	7,181,494.30
Accumulated Depreciation - Machinery	10605011-00	(1,123,888.87)	(2,296,616.98)	(3,420,505.85)	(1,123,888.87)	(1,752,667.17)	(2,876,556.04)
Net Value		16,249.60	3,747,269.82	3,763,519.42	13,718.63	4,291,219.63	4,304,938.26
Office Equipment	10605020-00	20,777,114.56	6,686,816.16	27,463,930.72	19,616,020.74	6,096,341.16	25,712,361.90
Accumulated Depreciation - Office Equipment	10605021-00	(10,827,025.26)	(3,479,776.72)	(14,306,801.98)	(7,196,964.05)	(2,382,435.31)	(9,579,399.36)
Net Value		9,950,089.30	3,207,039.44	13,157,128.74	12,419,056.69	3,713,905.85	16,132,962.54
Information and Communication Technology Equipm	10605030-00	32,607,836.99	8,988,552.39	41,596,389.38	32,589,873.23	8,988,552.39	41,578,425.62
Accumulated Depreciation - ICT Equipment	10605031-00	(15,529,918.54)	(3,471,103.13)	(19,001,021.67)	(9,662,932.99)	(1,823,235.32)	(11,486,168.31)
Net Value		17,077,918.45	5,517,449.26	22,595,367.71	22,926,940.24	7,165,317.07	30,092,257.31
Marine and Fishery Equipment	10605050-00	4,701,195.61	1,132,937.57	5,834,133.18	4,620,634.36	1,054,805.57	5,675,439.93
Accumulated Depreciation - Marine and Fishery Equipment	10605051-00	(3,876,206.32)	(501,385.69)	(4,377,592.01)	(3,037,241.62)	(311,520.69)	(3,348,762.31)
Net Value		824,989.29	631,551.88	1,456,541.17	1,583,392.74	743,284.88	2,326,677.62
Communication Equipment	10605070-00	398,888.00	0.00	398,888.00	356,421.05	0.00	356,421.05
Accumulated Depreciation - Communication Equipm	10605071-00	(358,999.20)	0.00	(358,999.20)	(319,646.47)	0.00	(319,646.47)
Net Value		39,888.80	0.00	39,888.80	36,774.58	0.00	36,774.58
Disaster Response and Rescue Equipment	10605090-00	1,034,380.00	0.00	1,034,380.00	856,458.50	0.00	856,458.50
Accumulated Depreciation - Disaster Response and Rescue Equipment	10605091-00	(930,942.00)	0.00	(930,942.00)	(702,000.00)	0.00	(702,000.00)
Net Value		103,438.00	0.00	103,438.00	154,458.50	0.00	154,458.50
Military, Police and Security Equipment	10605100-00	100,900.00	0.00	100,900.00	57,100.00	0.00	57,100.00
Accumulated Depreciation - Military, Police and Sec Equipment	10605101-00	(72,026.33)	0.00	(72,026.33)	(53,864.33)	0.00	(53,864.33)
Net Value		28,873.67	0.00	28,873.67	3,235.67	0.00	3,235.67
Medical Equipment	10605110-00	337,660.00	0.00	337,660.00	333,465.00	0.00	333,465.00
Accumulated Depreciation - Medical Equipment	10605111-00	(157,483.65)	0.00	(157,483.65)	(96,704.85)	0.00	(96,704.85)
Net Value		180,176.35	0.00	180,176.35	236,760.15	0.00	236,760.15
Sports Equipment	10605130-00	1,415,199.50	354,750.50	1,769,950.00	1,408,169.00	354,750.50	1,762,919.50
Accumulated Depreciation - Sports Equipment	10605131-00	(1,351,218.18)	(154,711.66)	(1,505,929.84)	(1,096,482.27)	(90,856.57)	(1,187,338.84)
Net Value		63,981.32	200,038.84	264,020.16	311,686.73	263,893.93	575,580.66
Technical and Scientific Equipment	10605140-00	34,185,730.32	349,000.00	34,534,730.32	33,999,453.71	349,000.00	34,348,453.71
Accumulated Depreciation - Tech and Sci Equipmen	10605141-00	(19,374,522.47)	(109,935.00)	(19,484,457.47)	(13,226,041.01)	(47,115.00)	(13,273,156.01)
Net Value		14,811,207.85	239,065.00	15,050,272.85	20,773,412.70	301,885.00	21,075,297.70
Other Machinery and Equipment	10605990-00	4,223,090.00	58,835.00	4,281,925.00	4,053,876.64	58,835.00	4,112,711.64
Accumulated Depreciation - Other Machinery and Equipment	10605991-00	(3,696,839.71)	(32,947.60)	(3,729,787.31)	(2,952,478.51)	(22,357.30)	(2,974,835.81)
Net Value		526,250.29	25,887.40	552,137.69	1,101,398.13	36,477.70	1,137,875.83
<b>Total Machinery and Equipment</b>		<b>43,623,062.92</b>	<b>13,568,301.64</b>	<b>57,191,364.56</b>	<b>59,560,834.76</b>	<b>16,515,984.06</b>	<b>76,076,818.82</b>

**Transportation Equipment**

Motor Vehicles	10606010-00	11,839,854.51	4,997,535.00	16,837,389.51	11,782,514.26	4,997,535.00	16,780,049.26
Accumulated Depreciation - Motor Vehicles	10606011-00	(8,752,912.09)	(984,129.09)	(9,737,041.18)	(7,687,325.18)	(534,350.94)	(8,221,676.12)
Net Value		<u>3,086,942.42</u>	<u>4,013,405.91</u>	<u>7,100,348.33</u>	<u>4,095,189.08</u>	<u>4,463,184.06</u>	<u>8,558,373.14</u>
Watercrafts	10606040-00	6,032,000.00	0.00	6,032,000.00	5,714,741.90	0.00	5,714,741.90
Accumulated Depreciation - Watercrafts	10606041-00	(5,968,569.11)	0.00	(5,968,569.11)	(5,425,689.11)	0.00	(5,425,689.11)
Net Value		<u>63,430.89</u>	<u>0.00</u>	<u>63,430.89</u>	<u>289,052.79</u>	<u>0.00</u>	<u>289,052.79</u>
Other Transportation Equipment	10606990-00	694,000.00	0.00	694,000.00	672,419.00	0.00	672,419.00
Accumulated Depreciation - Other Transportation Equipment	10606991-00	(664,131.94)	0.00	(664,131.94)	(664,131.94)	0.00	(664,131.94)
Net Value		<u>29,868.06</u>	<u>0.00</u>	<u>29,868.06</u>	<u>8,287.06</u>	<u>0.00</u>	<u>8,287.06</u>
<b>Total Transportation Equipment</b>		<b><u>3,180,241.37</u></b>	<b><u>4,013,405.91</u></b>	<b><u>7,193,647.28</u></b>	<b><u>4,392,528.93</u></b>	<b><u>4,463,184.06</u></b>	<b><u>8,855,712.99</u></b>

**Furniture, Fixtures and Books**

Furniture and Fixtures	10607010-00	15,521,323.89	1,655,547.87	17,176,871.76	15,435,367.63	1,655,547.87	17,090,915.50
Accumulated Depreciation - Furniture and Fixtures	10607011-00	(9,953,047.98)	(527,940.77)	(10,480,988.75)	(8,561,930.88)	(378,941.46)	(8,940,872.34)
Net Value		<u>5,568,275.91</u>	<u>1,127,607.10</u>	<u>6,695,883.01</u>	<u>6,873,436.75</u>	<u>1,276,606.41</u>	<u>8,150,043.16</u>
Books	10607020-00	9,784,145.66	385,262.00	10,169,407.66	9,143,504.44	385,262.00	9,528,766.44
Accumulated Depreciation - Books	10607021-00	(5,169,890.41)	(169,872.92)	(5,339,763.33)	(3,468,983.67)	(100,525.76)	(3,569,509.43)
Net Value		<u>4,614,255.25</u>	<u>215,389.08</u>	<u>4,829,644.33</u>	<u>5,674,520.77</u>	<u>284,736.24</u>	<u>5,959,257.01</u>
<b>Total Furniture, Fixtures and Books</b>		<b><u>10,182,531.16</u></b>	<b><u>1,342,996.18</u></b>	<b><u>11,525,527.34</u></b>	<b><u>12,547,957.52</u></b>	<b><u>1,561,342.65</u></b>	<b><u>14,109,300.17</u></b>

**Leased Assets**

Leased Assets - Machinery and Equipment	10608030-00	4,128,961.32	0.00	4,128,961.32	4,128,961.32	0.00	4,128,961.32
Accumulated Depreciation - Leased Assets - Machinery and Equipment	10608031-00	(1,878,677.40)	0.00	(1,878,677.40)	(1,507,070.88)	0.00	(1,507,070.88)
Net Value		<u>2,250,283.92</u>	<u>0.00</u>	<u>2,250,283.92</u>	<u>2,621,890.44</u>	<u>0.00</u>	<u>2,621,890.44</u>
<b>Total Leased Assets</b>		<b><u>2,250,283.92</u></b>	<b><u>0.00</u></b>	<b><u>2,250,283.92</u></b>	<b><u>2,621,890.44</u></b>	<b><u>0.00</u></b>	<b><u>2,621,890.44</u></b>

**Other Property, Plant and Equipment**

Other Property, Plant and Equipment	10699990-00	5,637,354.58	34,500.00	5,671,854.58	5,321,628.50	34,500.00	5,356,128.50
Accumulated Depreciation - Other PPE	10699991-00	(5,115,512.77)	(26,220.00)	(5,141,732.77)	(5,115,512.77)	(20,010.00)	(5,135,522.77)
Net Value		<u>521,841.81</u>	<u>8,280.00</u>	<u>530,121.81</u>	<u>206,115.73</u>	<u>14,490.00</u>	<u>220,605.73</u>
<b>Total Other Property, Plant and Equipment</b>		<b><u>521,841.81</u></b>	<b><u>8,280.00</u></b>	<b><u>530,121.81</u></b>	<b><u>206,115.73</u></b>	<b><u>14,490.00</u></b>	<b><u>220,605.73</u></b>

**Construction in Progress - Buildings and Other Structures**

10699030-00	<u>117,022,359.52</u>	<u>22,141,295.10</u>	<u>139,163,654.62</u>	<u>117,144,067.07</u>	<u>20,813,939.55</u>	<u>137,958,006.62</u>
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**Total Total Property, Plant and Equipment**

	<u>377,873,336.20</u>	<u>67,550,219.08</u>	<u>445,423,555.28</u>	<u>351,166,979.69</u>	<u>62,576,790.28</u>	<u>413,743,769.97</u>
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<b>Intangible Assets</b>						
Computer Software	1080102000	0.00	18,571.58	18,571.58	0.00	0.00
<b>Total Intangible Assets</b>		<b>0.00</b>	<b>18,571.58</b>	<b>18,571.58</b>	<b>0.00</b>	<b>0.00</b>
<b>Other Non-Current Assets</b>						
Other Non-Current Assets	19999990-00	325,300.00	10,800.00	336,100.00	325,300.00	336,100.00
<b>Total Other Non-Current Assets</b>		<b>325,300.00</b>	<b>10,800.00</b>	<b>336,100.00</b>	<b>325,300.00</b>	<b>336,100.00</b>
<b>Total Non-Current Assets</b>		<b>378,198,636.20</b>	<b>67,579,590.66</b>	<b>445,778,226.86</b>	<b>351,492,279.69</b>	<b>414,079,869.97</b>
<b>TOTAL ASSETS</b>		<b>407,346,757.60</b>	<b>162,991,204.72</b>	<b>570,337,962.32</b>	<b>404,795,964.95</b>	<b>539,706,647.84</b>
<b>LIABILITIES</b>						
<b>Payables</b>						
Accounts Payable	20101010-00	4,019,304.65	0.00	4,019,304.65	4,019,304.65	4,019,304.65
<b>Total Payables</b>		<b>4,019,304.65</b>	<b>0.00</b>	<b>4,019,304.65</b>	<b>4,019,304.65</b>	<b>4,019,304.65</b>
<b>Inter-Agency Payables</b>						
Due to BIR	20201010-00	0.00	0.00	0.00	37,035.93	87,588.46
Due to GSIS	20201020-00	0.00	0.00	0.00	550,541.45	550,541.45
Due to Pag-Ibig	20201030-00	0.00	0.00	0.00	152,904.72	152,904.72
Due to PhilHealth	20201040-00	0.00	0.00	0.00	696,499.83	696,499.83
Due to NGAs	20201050-00	0.00	54,622,865.49	54,622,865.49	123,743.61	20,300,559.50
<b>Total Inter-Agency Payables</b>		<b>0.00</b>	<b>54,622,865.49</b>	<b>54,622,865.49</b>	<b>1,560,725.54</b>	<b>21,788,093.96</b>
<b>Other Deferred Credits</b>	20501990-00	<b>0.00</b>	<b>737,521.85</b>	<b>737,521.85</b>	<b>0.00</b>	<b>737,521.85</b>
<b>Other Payables</b>	29999990-00	0.00	19,165.59	19,165.59	3,880,682.24	3,899,847.83
<b>TOTAL LIABILITES</b>		<b>4,019,304.65</b>	<b>55,379,552.93</b>	<b>59,398,857.58</b>	<b>9,460,712.43</b>	<b>30,444,768.29</b>
<b>TOTAL ASSETS LESS TOTAL LIABILITIES</b>		<b>403,327,452.95</b>	<b>107,611,651.79</b>	<b>510,939,104.74</b>	<b>395,335,252.52</b>	<b>509,261,879.55</b>
<b>NET ASSETS/ EQUITY</b>						
Accumulated Surplus		403,327,452.95	107,611,651.79	510,939,104.74	395,335,252.52	509,261,879.55
<b>TOTAL NET ASSETS/EQUITY</b>		<b>403,327,452.95</b>	<b>107,611,651.79</b>	<b>510,939,104.74</b>	<b>395,335,252.52</b>	<b>509,261,879.55</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**DETAILED STATEMENT OF FINANCIAL PERFORMANCE**  
**ALL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

		2020			2019		
		Fund 01	Fund 05	TOTAL	Fund 01	Fund 05	TOTAL
<b>REVENUE</b>							
<b>Service and Business Income</b>							
<b>Service Income</b>							
Permit Fees	40201010-00	0.00	1,410.00	1,410.00	0.00	21,166.00	21,166.00
Registration Fees	40201020-00	0.00	35,200.00	35,200.00	0.00	383,100.00	383,100.00
Clearance and Certification Fee	40201040-00	0.00	9,500.00	9,500.00	0.00	38,990.00	38,990.00
<b>Total Service Income</b>		<b>0.00</b>	<b>46,110.00</b>	<b>46,110.00</b>	<b>0.00</b>	<b>443,256.00</b>	<b>443,256.00</b>
<b>Business Income</b>							
Tuition Fees	40202010-00	0.00	11,917,014.35	11,917,014.35	0.00	1,443,562.00	1,443,562.00
Examination Fees	40202030-00	0.00	186,100.00	186,100.00	0.00	0.00	0.00
Income Collected from Students	40202010-00	0.00	4,154,061.75	4,154,061.75	0.00	0.00	0.00
Other School Fees	40202010-00	0.00	1,784,560.80	1,784,560.80	0.00	4,878,478.59	4,878,478.59
Rent/Lease Income	40202130-00	0.00	877,863.00	877,863.00	0.00	1,080,513.44	1,080,513.44
Other Business Income	40202990-00	0.00	14,527.68	14,527.68	0.00	10,000.00	10,000.00
<b>Total Business Income</b>		<b>0.00</b>	<b>18,934,127.58</b>	<b>18,934,127.58</b>	<b>0.00</b>	<b>7,412,554.03</b>	<b>7,412,554.03</b>
<b>Shares, Grants and Donations</b>							
Income from Grants and Donations in Cash	40402010-00	0.00	0.00	0.00	0.00	5,500,000.00	5,500,000.00
<b>Total Shares, Grants and Donations</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>5,500,000.00</b>	<b>5,500,000.00</b>
<b>TOTAL REVENUE</b>		<b>0.00</b>	<b>18,980,237.58</b>	<b>18,980,237.58</b>	<b>0.00</b>	<b>13,355,810.03</b>	<b>13,355,810.03</b>
<b>LESS: CURRENT OPERATING EXPENSES</b>							
<b>PERSONNEL SERVICES</b>							
<b>Salaries and Wages</b>							
Salaries and Wages - Regular	50101010-00	268,726,687.57	10,000.00	268,736,687.57	246,319,855.23	9,000.00	246,328,855.23
Salaries and Wages - Casual/Contractual	50101020-00	58,313,999.61	2,995,261.53	61,309,261.14	68,993,107.48	308,000.00	69,301,107.48
<b>Total Salaries and Wages</b>		<b>327,040,687.18</b>	<b>3,005,261.53</b>	<b>330,045,948.71</b>	<b>315,312,962.71</b>	<b>317,000.00</b>	<b>315,629,962.71</b>



**Other Compensation**

Personal Economic Relief Allowance	50102010-00	17,886,000.00	0.00	17,886,000.00	17,854,000.00	0.00	17,854,000.00
Representation Allowance (RA)	50102020-00	2,902,699.00	0.00	2,902,699.00	2,923,696.94	0.00	2,923,696.94
Transportation Allowance (TA)	50102030-00	3,278,166.66	0.00	3,278,166.66	3,199,196.94	0.00	3,199,196.94
Clothing/Uniform Allowance	50102040-00	4,266,000.00	0.00	4,266,000.00	4,692,000.00	0.00	4,692,000.00
Laundry Allowance - Public Health Workers	50102060-00	160,279.47	0.00	160,279.47	105,100.45	0.00	105,100.45
Honoraria	50102100-00	4,916,138.69	63,000.00	4,979,138.69	6,080,687.44	704,800.02	6,785,487.46
Hazard Pay	50102110-00	1,105,000.00	0.00	0.00	0.00	0.00	0.00
Overtime And Night Pay	50102130-00	1,712,227.59	0.00	1,712,227.59	1,689,938.09	231,390.53	1,921,328.62
Year-end Bonus	50102140-00	45,715,245.60	0.00	45,715,245.60	46,711,141.55	0.00	46,711,141.55
Cash Gift	50102150-00	3,800,500.00	0.00	3,800,500.00	4,320,500.00	0.00	4,320,500.00
Productivity Enhancement Incentive - Civilian	50102080-00	3,727,500.00	0.00	3,727,500.00	3,690,000.00	0.00	3,690,000.00
Other Bonuses and Allowances	50102990-00	9,335,500.00	0.00	9,335,500.00	10,023,000.00	0.00	10,023,000.00
<b>Total Other Compensation</b>		<b>98,805,257.01</b>	<b>63,000.00</b>	<b>98,868,257.01</b>	<b>101,289,261.41</b>	<b>936,190.55</b>	<b>102,225,451.96</b>

**Personnel Benefit Contribution**

Retirement and Life Insurance Premium	50103010-00	8,241,332.27	0.00	8,241,332.27	41,032,933.20	0.00	41,032,933.20
Pag-Ibig Contributions	50103020-00	880,000.00	73,400.00	953,400.00	1,056,000.00	0.00	1,056,000.00
PhilHealth Contributions	50103030-00	3,794,898.36	0.00	3,794,898.36	3,630,000.00	0.00	3,630,000.00
Employment Compensation Insurance Premium	50103040-00	916,500.00	0.00	916,500.00	1,055,917.36	0.00	1,055,917.36
<b>Total Personnel Benefit Contributions</b>		<b>13,832,730.63</b>	<b>73,400.00</b>	<b>13,906,130.63</b>	<b>46,774,850.56</b>	<b>0.00</b>	<b>46,774,850.56</b>

**Other Personnel Benefits**

Terminal Leave Benefits	50104030-00	37,512,118.90	0.00	37,512,118.90	44,806,873.21	0.00	44,806,873.21
<b>Total Other Personnel Benefits</b>		<b>37,512,118.90</b>	<b>0.00</b>	<b>37,512,118.90</b>	<b>44,806,873.21</b>	<b>0.00</b>	<b>44,806,873.21</b>

**Total Personnel Services**

<b>477,190,793.72</b>	<b>3,141,661.53</b>	<b>480,332,455.25</b>	<b>508,183,947.89</b>	<b>1,253,190.55</b>	<b>509,437,138.44</b>
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**MAINTENANCE AND OPERATING EXPENSES****Traveling Expenses**

Traveling Expenses - Local	50201010-00	3,262,793.65	256,219.12	3,519,012.77	11,826,739.46	111,803.84	11,938,543.30
Traveling Expenses - Foreign	50201020-00	401,161.78	0.00	401,161.78	3,298,165.16	433,138.80	3,731,303.96
<b>Total Traveling Expenses</b>		<b>3,663,955.43</b>	<b>256,219.12</b>	<b>3,920,174.55</b>	<b>15,124,904.62</b>	<b>544,942.64</b>	<b>15,669,847.26</b>

**Training and Scholarship Expenses**

Training Expenses	50202010-00	4,524,037.34	0.00	4,524,037.34	344,400.00	0.00	344,400.00
Scholarship Grants/Expenses	50202020-00	11,017,601.10	10,464,500.00	21,482,101.10	13,605,470.37	5,800,029.29	19,405,499.66
<b>Total Training and Scholarship Expenses</b>		<b>15,541,638.44</b>	<b>10,464,500.00</b>	<b>26,006,138.44</b>	<b>13,949,870.37</b>	<b>5,800,029.29</b>	<b>19,749,899.66</b>

**Supplies and Materials Expenses**

Office Supplies Expenses	50203010-00	2,402,108.48	17,157.77	2,419,266.25	3,581,059.13	2,174,694.00	5,755,753.13
Accountable Forms, Plates and Stickers Expenses	50203020-00	13,800.00	3,350.00	17,150.00	27,600.00	0.00	27,600.00
Food Supplies Expenses	50203050-00	1,881,218.28	773,460.00	2,654,678.28	854,510.29	490,996.63	1,345,506.92
Drugs and Medicine Expenses	50203070-00	0.00	0.00	0.00	74,661.00	0.00	74,661.00
Fuel, Oil and Lubricants Expenses	50203090-00	748,129.33	0.00	748,129.33	553,923.11	0.00	553,923.11
Agricultural and Marine Supplies Expenses	50203100-00	23,340.00	0.00	23,340.00	0.00	0.00	0.00
Textbooks and Instructional Materials Expenses	50203110-00	0.00	0.00	0.00	2,147,725.00	0.00	2,147,725.00
Semi-expendible - Machinery and Equipment Expenses	50203210-00	202,668.00	125,121.00	327,789.00	845,971.25	0.00	845,971.25
Semi-expendible - ICT Equipment	50203210-03	24,490.00	0.00	24,490.00	240,179.00	0.00	240,179.00
Semi-expendible - Furniture and Fixtures	50203220-01	159,167.00	100,000.00	259,167.00	238,840.00	0.00	238,840.00
Semi-expendible - Books	50203220-02	609,356.33	0.00	0.00	0.00	0.00	0.00
Other Supplies and Materials Expenses	50203990-00	5,906,220.64	410,459.76	6,316,680.40	2,053,931.45	408,836.60	2,462,768.05
<b>Total Supplies and Materials Expenses</b>		<u>11,970,498.06</u>	<u>1,429,548.53</u>	<u>13,400,046.59</u>	<u>10,618,400.23</u>	<u>3,074,527.23</u>	<u>13,692,927.46</u>

**Utility Expenses**

Water Expenses	50204010-00	5,064,699.00	0.00	5,064,699.00	4,634,493.24	195.00	4,634,688.24
Electricity Expenses	50204020-00	6,209,519.63	92,833.92	6,302,353.55	6,670,617.20	0.00	6,670,617.20
Gas/Heating Expenses	50204030-00	1,120.00	0.00	1,120.00	1,053,923.11	6,745.00	1,060,668.11
<b>Total Utility Expenses</b>		<u>11,275,338.63</u>	<u>92,833.92</u>	<u>11,368,172.55</u>	<u>12,359,033.55</u>	<u>6,940.00</u>	<u>12,365,973.55</u>

**Communication Expenses**

Postage and Courier Expenses	50205010-00	37,320.75	5,320.00	42,640.75	80,243.14	0.00	80,243.14
Telephone Expenses - Mobile	50205020-00	652,972.11	35,040.00	688,012.11	434,518.66	0.00	434,518.66
Internet Subscription Expenses	50205030-00	215,126.68	5,493.36	220,620.04	222,164.60	0.00	222,164.60
Cable, Satellite, Telegraph and Radio Expenses	50205040-00	0.00	0.00	0.00	1,500.00	0.00	1,500.00
<b>Total Communication Expenses</b>		<u>905,419.54</u>	<u>45,853.36</u>	<u>951,272.90</u>	<u>738,426.40</u>	<u>0.00</u>	<u>738,426.40</u>

**Awards/Rewards and Prizes**

Rewards and Incentives	50206010-00	771,400.00	541,400.00	1,312,800.00	1,654,315.00	0.00	1,654,315.00
<b>Total Awards/Rewards and Prizes</b>		<u>771,400.00</u>	<u>541,400.00</u>	<u>1,312,800.00</u>	<u>1,654,315.00</u>	<u>0.00</u>	<u>1,654,315.00</u>

**Survey, Research, Exploration and Development Expenses**

Demolition and Relocation Expenses	50208010-00	0.00	0.00	0.00	1,113,650.00	0.00	1,113,650.00
<b>Total Survey, Research, Exploration and Development Expenses</b>		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,113,650.00</u>	<u>0.00</u>	<u>1,113,650.00</u>

**Confidential, Intelligence and Extraordinary Expenses**

Extraordinary and Miscellaneous Expenses	50210030-00	511,022.42	0.00	511,022.42	1,698,981.89	0.00	1,698,981.89
<b>Total Confidential, Intelligence and Extraordinary Expenses</b>		<u>511,022.42</u>	<u>0.00</u>	<u>511,022.42</u>	<u>1,698,981.89</u>	<u>0.00</u>	<u>1,698,981.89</u>

**Professional Fees**

Other Professional Services	50211990-00	10,000.00	0.00	10,000.00	1,103,950.00	173,579.00	1,277,529.00
<b>Total Professional Services</b>		<u>10,000.00</u>	<u>0.00</u>	<u>10,000.00</u>	<u>1,103,950.00</u>	<u>173,579.00</u>	<u>1,277,529.00</u>

**General Services**

Environment/Sanitary Services	50212010-00	0.00	84,000.00	84,000.00	15,000.00	72,000.00	87,000.00
Other General Services	50212990-00	1,629,050.00	98,620.00	1,727,670.00	0.00	301,300.00	301,300.00
<b>Total General Services</b>		<u>1,629,050.00</u>	<u>182,620.00</u>	<u>1,811,670.00</u>	<u>15,000.00</u>	<u>373,300.00</u>	<u>388,300.00</u>

**Repairs and Maintenance**

Repairs and Maintenance - School Buildings	50213040-00	2,198,689.78	492,155.42	2,690,845.20	321,306.77	4,087.00	325,393.77
Repairs and Maintenance - Other Structures	50213040-00	1,848,697.57	1,416,287.53	3,264,985.10	175,981.45	1,079,958.08	1,255,939.53
Repairs and Maintenance - Office Equipment	50213050-00	0.00	0.00	0.00	195,566.77	0.00	195,566.77
Repairs and Maintenance - ICT Equipment	50213050-00	73,489.00	0.00	73,489.00	198,895.01	0.00	198,895.01
Repairs and Maintenance - Motor Vehicles	50213060-00	30,981.51	0.00	30,981.51	768,480.00	0.00	768,480.00
<b>Total Repairs and Maintenance</b>		<u>4,151,857.86</u>	<u>1,908,442.95</u>	<u>6,060,300.81</u>	<u>1,660,230.00</u>	<u>1,084,045.08</u>	<u>2,744,275.08</u>

**Taxes, Insurance, Premiums and Other Fees**

Fidelity Bond Premium	50215020-00	142,500.00	0.00	142,500.00	101,507.25	0.00	101,507.25
<b>Total Taxes, Insurance Premiums and Other Fees</b>		<u>142,500.00</u>	<u>0.00</u>	<u>142,500.00</u>	<u>101,507.25</u>	<u>0.00</u>	<u>101,507.25</u>

**Other Maintenance and Operating Expenses**

Printing and Publication Expenses	50299020-00	1,296,406.00	0.00	1,296,406.00	756,001.00	0.00	756,001.00
Representation Expenses	50299030-00	324,228.06	0.00	324,228.06	788,896.00	0.00	788,896.00
Transportation and Delivery Expenses	50299040-00	457,723.91	68,176.00	525,899.91	442,602.04	9,440.00	452,042.04
Rents - Buildings and Structures	50299050-00	221,022.89	0.00	221,022.89	294,051.95	0.00	294,051.95
Membership Dues and Contributions to Organizations	50299060-00	235,000.00	32,500.00	267,500.00	149,500.00	161,200.00	310,700.00
Subscription Expenses	50299070-00	92,700.00	0.00	92,700.00	287,226.76	0.00	287,226.76
Website Maintenance	50299990-00	6,690.00	0.00	6,690.00	0.00	0.00	0.00
Other Maintenance and Operating Expenses	50299990-00	13,480,100.09	887,637.00	14,367,737.09	6,976,477.74	143,489.00	7,119,966.74
<b>Total Other Maintenance and Other Operating Expenses</b>		<u>16,113,870.95</u>	<u>988,313.00</u>	<u>17,102,183.95</u>	<u>9,694,755.49</u>	<u>314,129.00</u>	<u>10,008,884.49</u>

**Total Maintenance and Operating Expenses**

		<u>66,686,551.33</u>	<u>15,909,730.88</u>	<u>82,596,282.21</u>	<u>69,833,024.80</u>	<u>11,371,492.24</u>	<u>81,204,517.04</u>
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**FINANCIAL EXPENSES**

Other Financial Charges	50301990-00	0.00	0.00	0.00	0.00	2,869.50	2,869.50
<b>Total Financial Expenses</b>		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>2,869.50</u>	<u>2,869.50</u>

# **NON-CASH EXPENSES**

## **Depreciation**

Depreciation - Power Supply System		105,840.00	0.00	105,840.00	129,539.59	0.00	129,539.59
Depreciation - School Buildings	50501040-00	7,849,722.67	721,882.87	8,571,605.54	7,720,482.43	662,800.46	8,383,282.89
Depreciation - Other Structures	50501040-00	758,137.32	514,732.99	1,272,870.31	209,800.15	135,324.48	345,124.63
Depreciation - Machinery	50501050-00	-	543,949.81	543,949.81	102,384.68	543,949.81	646,334.49
Depreciation - Office Equipment	50501050-00	3,630,061.21	1,097,341.41	4,727,402.62	3,425,044.78	1,070,525.46	4,495,570.24
Depreciation - ICT Equipment	50501050-00	5,866,985.55	1,647,867.81	7,514,853.36	5,291,167.05	1,413,668.10	6,704,835.15
Depreciation - Marine and Fishery Equipment	50501050-00	838,964.70	189,865.00	1,028,829.70	732,231.18	189,865.00	922,096.18
Depreciation - Communication Equipment	50501050-00	39,352.73	0.00	39,352.73	64,155.79	0.00	64,155.79
Depreciation - Firefighting Equipment and Accessories	50501050-00	228,942.00	0.00	0.00	0.00	0.00	0.00
Depreciation - Military, Police and Security Equipment	50501050-00	18,162.00	0.00	18,162.00	0.00	0.00	0.00
Depreciation - Medical Equipment	50501050-00	60,778.80	0.00	60,778.80	60,023.70	0.00	60,023.70
Depreciation - Sports Equipment	50501050-00	254,735.91	63,855.09	318,591.00	253,470.42	63,855.09	317,325.51
Depreciation - Technical and Scientific Equipment	50501050-00	6,148,481.46	62,820.00	6,211,301.46	6,033,219.07	47,115.00	6,080,334.07
Depreciation - Other Machinery and Equipment	50501050-00	744,361.20	10,590.30	754,951.50	718,831.65	10,590.30	729,421.95
Depreciation - Motor Vehicles	50501060-00	1,065,586.91	449,778.15	1,515,365.06	1,057,155.16	412,878.15	1,470,033.31
Depreciation - Watercrafts	50501060-00	542,880.00	0.00	542,880.00	0.00	0.00	0.00
Depreciation - Furniture and Fixtures	50501070-00	1,391,117.10	148,999.31	1,540,116.41	1,359,573.20	140,963.28	1,500,536.48
Depreciation - Books	50501070-00	1,700,906.74	69,347.16	1,770,253.90	1,581,855.42	69,347.16	1,651,202.58
Depreciation - Leased Machinery and Equipment	50501080-00	371,606.52	0.00	371,606.52	371,606.52	0.00	371,606.52
Depreciation - Other Property, Plant and Equipment	50501990-00	0.00	6,210.00	6,210.00	0.00	6,210.00	6,210.00
<b>Total Depreciation Expenses</b>		<b>31,616,622.82</b>	<b>5,527,239.90</b>	<b>37,143,862.72</b>	<b>29,110,540.79</b>	<b>4,767,092.29</b>	<b>33,877,633.08</b>

## **Impairment**

Impairment loss-Inventories	50503070-00	2,089,359.03	0.00	2,089,359.03	11,750,907.91	0.00	11,750,907.91
Total Impairment Loss		2,089,359.03	0.00	2,089,359.03	11,750,907.91	0.00	11,750,907.91

<b>Total Non-cash Expenses</b>		<b>33,705,981.85</b>	<b>5,527,239.90</b>	<b>39,233,221.75</b>	<b>40,861,448.70</b>	<b>4,767,092.29</b>	<b>45,628,540.99</b>
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<b>CURRENT OPERATING EXPENSES</b>		<b>577,583,326.90</b>	<b>24,578,632.31</b>	<b>602,161,959.21</b>	<b>618,878,421.39</b>	<b>17,394,644.58</b>	<b>636,273,065.97</b>
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<b>Deficit from Current Operations</b>		<b>(577,583,326.90)</b>	<b>(5,598,394.73)</b>	<b>(583,181,721.63)</b>	<b>(618,878,421.39)</b>	<b>(4,038,834.55)</b>	<b>(622,917,255.94)</b>
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<b>Financial Assistance/Subsidy</b>							
Financial Assistance/Subsidy from NGAs, LGUs, GOCCs		0.00	0.00	0.00	0.00	17,501,570.00	17,501,570.00
Subsidy from National Government	40301010-00	<u>613,545,400.49</u>	<u>0.00</u>	<u>613,545,400.49</u>	<u>632,314,101.25</u>	<u>0.00</u>	<u>632,314,101.25</u>
<b>Total Financial Assistance/Subsidy from NGAs, LGUs, GOCCs</b>		613,545,400.49	0.00	613,545,400.49	632,314,101.25	17,501,570.00	649,815,671.25
Subsidy to NGAs		0.00	0.00	0.00	0.00	1,134,500.00	1,134,500.00
Subsidies - Others	50214990-00	<u>1,164,188.44</u>	<u>134,500.00</u>	<u>1,298,688.44</u>	<u>2,804,618.37</u>	<u>40,210.76</u>	<u>2,844,829.13</u>
<b>Total Financial Assistance/Subsidy to NGAs, LGUs, GOCCs</b>		1,164,188.44	134,500.00	1,298,688.44	2,804,618.37	1,174,710.76	3,979,329.13
<b>Total Net Financial Assistance and Subsidy</b>		<b>612,381,212.05</b>	<b>(134,500.00)</b>	<b>612,246,712.05</b>	<b>629,509,482.88</b>	<b>16,326,859.24</b>	<b>645,836,342.12</b>
<b>SURPLUS FOR THE PERIOD</b>		<u><b>34,797,885.15</b></u>	<u><b>(5,732,894.73)</b></u>	<u><b>29,064,990.42</b></u>	<u><b>10,631,061.49</b></u>	<u><b>12,288,024.69</b></u>	<u><b>22,919,086.18</b></u>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY**  
**ALL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

	<b>2020</b>			<b>2019</b>		
	<b>Fund 01</b>	<b>Fund 05</b>	<b>All Funds</b>	<b>Fund 01</b>	<b>Fund 05</b>	<b>All Funds</b>
<b>Balance at January 1</b>	<b>395,335,252.52</b>	<b>113,926,627.03</b>	<b>509,261,879.55</b>	<b>384,708,243.35</b>	<b>101,638,602.34</b>	<b>486,346,845.69</b>
<b>Add/(Deduct):</b>						
Prior period errors	(9,976,821.82)	0.00	(9,976,821.82)	0.00	0.00	0.00
Other adjustments	0.00	(582,080.51)	(582,080.51)	0.00	0.00	0.00
<b>Restated Balance</b>	<b>385,358,430.70</b>	<b>113,344,546.52</b>	<b>498,702,977.22</b>	<b>384,708,243.35</b>	<b>101,638,602.34</b>	<b>486,346,845.69</b>
<b>Changes in Net Assets/Equity for the Calendar Year</b>						
Surplus/(Deficit) for the period	34,797,885.15	(5,732,894.73)	29,064,990.42	10,631,061.49	12,288,024.69	22,919,086.18
NCA Reversal	(16,828,862.90)	0.00	(16,828,862.90)	(4,052.32)	0.00	(4,052.32)
<b>Balance at December 31</b>	<b>403,327,452.95</b>	<b>107,611,651.79</b>	<b>510,939,104.74</b>	<b>395,335,252.52</b>	<b>113,926,627.03</b>	<b>509,261,879.55</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF CASH FLOWS**  
**ALL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

	2020			2019		
	Fund 01	Fund 05	TOTAL	Fund 01	Fund 05	TOTAL
<b>Cash Flows from Operating Activities</b>						
<b>Cash Inflows</b>						
Receipt of Notice of Cash Allocation	613,545,400.49	0.00	613,545,400.49	632,314,101.25	0.00	632,314,101.25
Collection of Income/Revenues	0.00	18,980,237.58	18,980,237.58	0.00	13,355,810.03	13,355,810.03
Receipt of Assistance and Subsidy from Other NGAs	0.00	0.00	0.00	0.00	17,501,570.00	17,501,570.00
Receipt of Project funds from Other NGAs	0.00	41,362,086.79	41,362,086.79	0.00	0.00	0.00
<b>Total Cash Inflows</b>	<b>613,545,400.49</b>	<b>60,342,324.37</b>	<b>673,887,724.86</b>	<b>632,314,101.25</b>	<b>30,857,380.03</b>	<b>663,171,481.28</b>
<b>Cash Outflows</b>						
Payment of personnel services	477,190,793.72	3,141,661.53	480,332,455.25	461,409,097.33	1,253,190.55	462,662,287.88
Payment of maintenance and other operating expenses	66,686,551.33	16,044,230.88	82,730,782.21	69,833,024.80	9,196,798.24	79,029,823.04
Payment of financial expenses	0.00	0.00	0.00	0.00	2,869.50	2,869.50
Purchase of inventories	0.00	0.00	0.00	7,603,903.65	0.00	7,603,903.65
Remittance of GSIS/Pag-IBIG/PhilHEALTH Payable	18,833,613.89	0.00	18,833,613.89	46,774,850.56	0.00	46,774,850.56
Grant of Cash Advances	398,080.00	0.00	398,080.00	0.00	0.00	0.00
Reversion of Unused NCA	16,828,862.90	0.00	16,828,862.90	4,052.32	0.00	4,052.32
Release of funds as interagency transfer	0.00	0.00	0.00	2,804,618.37	1,174,710.76	3,979,329.13
<b>Total Cash Outflows</b>	<b>579,937,901.84</b>	<b>19,185,892.41</b>	<b>599,123,794.25</b>	<b>588,429,547.03</b>	<b>11,627,569.05</b>	<b>600,057,116.08</b>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>33,607,498.65</b>	<b>41,156,431.96</b>	<b>74,763,930.61</b>	<b>43,884,554.22</b>	<b>19,229,810.98</b>	<b>63,114,365.20</b>

**Cash Flows from Investing Activities**

<b>Cash Inflows</b>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<b>Cash Outflows</b>						
Purchase/Construction of PPE	33,607,498.65	10,058,751.29	43,666,249.94	43,884,554.22	21,631,977.71	65,516,531.93
<b>Total Cash Outflows</b>	<u>33,607,498.65</u>	<u>10,058,751.29</u>	<u>43,666,249.94</u>	<u>43,884,554.22</u>	<u>21,631,977.71</u>	<u>65,516,531.93</u>
<b>Net Cash Provided by (Used in) Investing Activities</b>	<u>(33,607,498.65)</u>	<u>(10,058,751.29)</u>	<u>(43,666,249.94)</u>	<u>(43,884,554.22)</u>	<u>(21,631,977.71)</u>	<u>(65,516,531.93)</u>
 <b>Increase (Decrease) in Cash and Cash Equivalents</b>	 <u>0.00</u>	 <u>31,097,680.67</u>	 <u>31,097,680.67</u>	 <u>0.00</u>	 <u>(2,402,166.73)</u>	 <u>(2,402,166.73)</u>
 <b>Cash and Cash Equivalents, January 1</b>	 <u>20,000.00</u>	 <u>59,464,325.00</u>	 <u>59,484,325.00</u>	 <u>20,000.00</u>	 <u>61,866,491.73</u>	 <u>61,886,491.73</u>
 <b>Cash and Cash Equivalents, December 31</b>	 <u>20,000.00</u>	 <u>90,562,005.67</u>	 <u>90,582,005.67</u>	 <u>20,000.00</u>	 <u>59,464,325.00</u>	 <u>59,484,325.00</u>



**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**  
**FUND 01**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual Amounts
	Original	Final		
<b>RECEIPTS</b>				
Others		572,357,000.00	613,545,400.49	41,188,400.49
<b>PAYMENTS</b>				
Personal Services		477,204,000.00	477,190,793.72	(13,206.28)
Maintenance and Other Operating Expenses		67,888,000.00	66,686,551.33	(1,201,448.67)
Capital Outlay		27,428,491.00	33,607,498.65	6,179,007.65
Others		0.00	1,164,188.44	1,164,188.44
<b>Total Payments</b>		572,520,491.00	578,649,032.14	6,128,541.14
<b>NET RECEIPTS/PAYMENTS</b>		<b>(163,491.00)</b>	<b>34,896,368.35</b>	<b>35,059,859.35</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**  
**FUND 05**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual Amounts
	Original	Final		
RECEIPTS				
Service and Business Income		6,300,000.00	18,980,237.58	12,680,237.58
Assistance and Subsidy		8,127,000.00	0.00	(8,127,000.00)
Share, Grants and Donation		315,000.00	0.00	(315,000.00)
Others (Due to NGAs)		40,000,000.00	41,362,086.79	1,362,086.79
Total Receipts		54,742,000.00	60,342,324.37	5,600,324.37
PAYMENTS				
Personal Services		1,097,250.00	3,141,661.53	2,044,411.53
Maintenance and Other Operating Expenses		6,447,000.00	16,044,230.88	9,597,230.88
Capital Outlay		16,275,000.00	10,058,751.29	(6,216,248.71)
Total Payments		23,819,250.00	29,244,643.70	5,425,393.70
NET RECEIPTS/PAYMENTS		30,922,750.00	31,097,680.67	174,930.67



Republic of the Philippines  
 Mindanao State University  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
 Sanga-Sanga, Bongao, Tawi-Tawi

**LISTS OF MINOR AND MAJOR PROJECTS FROM 2017 - 2020**

<b>GAA 2020</b>								
No.	PROJECT	LOCATION	CONTRACTOR	CONTRACT AMOUNT	DATE STARTED	COMPLETION DATE	Actual Accomplishment	STATUS
1	Rehabilitation of Perimeter Fence (Firewall from Masjid Nurul Iman upto Guest House)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KMLS CONSTRUCTION	₱ 995,371.63	09-Dec-20	06-Feb-21	100.00%	COMPLETED
2	Repair of Boys' Dormitory (Dandunay Hall)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCTION FIRM	₱ 925,835.57	04-Aug-20	01-Dec-20	100.00%	COMPLETED
3	Repair of Girl's Dormitory (Layang-Layang Hall)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	VERTEX BUILDERS	₱ 737,741.10	28-Jul-20	01-Oct-20	100.00%	COMPLETED
4	Renovation of CAS Faculty Office	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	JERMAHAR CONSTRUCTION AND SUPPLY	₱ 520,899.70	12-Oct-20	11-Dec-20	100.00%	COMPLETED
5	Renovation of Accounting Office	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	A & L CONSTRUCTION AND SUPPLIES	₱ 278,058.24	22-Jun-20	27-Aug-20	100.00%	COMPLETED
6	Renovation of CAS Dean's Office	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCTION FIRM	₱ 166,845.13	22-Nov-20	27-Dec-20	100.00%	COMPLETED

<b>GAA 2019</b>								
No.	PROJECT	LOCATION	CONTRACTOR	CONTRACT AMOUNT	DATE STARTED	COMPLETION DATE	Actual Accomplishment	STATUS
1	Construction of Student Center - Phase 2	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	Nurben Engineering and Building Contractor	₱ 4,504,381.43	15-Nov-19	01-Oct-20	100.00%	COMPLETED
2	Repair of Two IOES Laboratory Rooms	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	VERTEX BUILDERS	₱ 982,058.47	17-Oct-18	16-Dec-18	200.00%	COMPLETED

3	Improvement of Human Resource Management Office	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 194,664.80	23-Mar-19	21-Apr-19	100.00%	COMPLETED
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GAA 2018								
No.	PROJECT	LOCATION	CONTRACTOR	CONTRACT AMOUNT	DATE STARTED	COMPLETION DATE	Actual Accomplishment	STATUS
1	Construction of Boys Dormitory	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	DAWING CONSTRUCTION	₱ 17,077,668.20	18-Feb-19	12-Mar-20	100.00%	COMPLETED
2	Construction of 30 Classroom 3 Storey Building Phase III	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 14,609,880.68	24-Aug-18	28-Oct-19	100.00%	COMPLETED
3	Construction of Science Study Center - Phase III (Ceiling)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 10,648,781.23	06-Oct-18	29-Jan-20	100.00%	COMPLETED
4	Construction of Covered Rooftop at 30-Classroom Building	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 4,927,822.86	29-Mar-19	10-Sep-20	100.00%	COMPLETED
5	Construction/Repair/Rehabilitation of Academic Building (COF)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	VERTEX BUILDERS	₱ 4,114,582.99	06-Nov-18	30-Apr-19	100.00%	COMPLETED
6	Construction/Repair/Rehabilitation of Academic Building (COF)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	VERTEX BUILDERS	₱ 4,114,582.99	06-Nov-18	30-Apr-19	100.00%	COMPLETED
7	Construction of Fish Enclosure (Demo Lab)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	T-SYNERGY CONSTRUCTION AND SUPPLIES	₱ 1,902,361.16	10-Dec-18	31-Jul-19	100.00%	COMPLETED
8	Renovation of Office of the Vice Chancellor for Academic Affairs	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 679,645.25	10-Oct-18	10-Jan-19	100.00%	COMPLETED

GAA 2017								
No.	PROJECT	LOCATION	CONTRACTOR	CONTRACT AMOUNT	DATE STARTED	COMPLETION DATE	Actual Accomplishment	STATUS
1	Construction of 30 Classroom 3 Storey Building Phase II	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 17,097,779.81	29-Apr-18	18-Nov-18	100.00%	COMPLETED

2	Construction of Student Center - Phase 1	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	Nurben Engineering and Building Contractor	₱ 5,085,747.88	06-Aug-18	07-Apr-19	100.00%	COMPLETED
3	Construction of Science Study Center - Phase II- (Bleacher)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 4,998,233.13	18-Dec-17	29-Jan-20	100.00%	COMPLETED
4	Repair and Rehabilitation of Classrooms of MSU-TCTO Community High Schools, Cluster I (Sibutu, Larap, Tandubanak, Sitangkai, Mapun)	MSU-TCTO, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 4,493,585.72	01-May-18	30-Jul-18	100.00%	COMPLETED
5	Repair and Rehabilitation of Classrooms of MSU-TCTO Community High Schools, Cluster III (Mantabuan, Bannaran, Buan, and Sapa-Sapa)	MSU-TCTO, Tawi-Tawi (Mantabuan, Bannaran, Buan, and Sapa-Sapa)	LYRA MAE CONSTRUCTION	₱ 4,002,960.94	06-Dec-17	06-Apr-18	100.00%	COMPLETED
	Repair and Rehabilitation of Classrooms of MSU-TCTO Community High Schools, Cluster IV (Tabawan, South Ubian), (Ubian, South Ubian), (Sapa, Tandubas), (Ungus Matata, Tandubas), Tawi-Tawi	MSU-TCTO, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 3,781,613.00	04-Dec-17	25-Oct-18	100.00%	COMPLETED
6	Repair and Rehabilitation of Classrooms of MSU-TCTO Community High Schools, Cluster II (Manuk Mangkaw, Tubig-Indangan, Tampakan, and Bakong), Simunul, Tawi-Tawi	MSU-TCTO, Simunul, Tawi-Tawi (Manuk Mangkaw, Tubig-Indangan, Tampakan, and Bakong)	KC CONSTRUCITON FIRM	₱ 3,695,031.66	15-Dec-17	25-Oct-18	100.00%	COMPLETED
7	Repair and Improvement of Structures/Facilities of the MSU-TCTO Fishpond	Simandagit, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 1,850,594.42	23-Nov-17	22-Feb-19	100.00%	COMPLETED
8	Repair and Improvement of Structures/Facilities of the MSU-TCTO Hatchery	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 1,142,442.98	07-Dec-17	20-Feb-18	100.00%	COMPLETED
9	Construction of Science Study Center - Phase II- (Stage)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 994,261.08	18-Dec-17	29-Jan-20	100.00%	COMPLETED
<b>TRUST FUND 2020</b>								
No.	PROJECT	LOCATION	CONTRACTOR	CONTRACT AMOUNT	DATE STARTED	COMPLETION DATE	Actual Accomplishment	STATUS

1	Renovation of the Academic Building (COED) - Phase 1	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	VERTEX BUILDERS	₱ 2,900,015.37	08-Oct-20	05-Feb-21	100.00%	COMPLETED
2	Rehabilitation of Secondary Building	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	VERTEX BUILDERS	₱ 1,610,100.92	17-Aug-20	17-Oct-20	100.00%	COMPLETED
3	Construction of 1 unit 2 Comfort Rooms	MSU Bongao Campus, Bongao, Tawi-Tawi	CLA CONSTRUCTION	₱ 995,850.38	03-Aug-20	04-Nov-20	100.00%	COMPLETED
4	Construction of the Perimeter Fence and Extension of the Science High School	MSU Bongao Campus, Bongao, Tawi-Tawi	JERMAHAR CONSTRUCTION AND SUPPLY	₱ 894,215.20	10-Aug-20	08-Dec-20	100.00%	COMPLETED
5	Rehabilitation of Armando B. Macasantos Sr. Hall at Preo High School	MSU Bongao Campus, Bongao, Tawi-Tawi	JERMAHAR CONSTRUCTION AND SUPPLY	₱ 810,528.87	02-Sep-20	17-Oct-20	100.00%	COMPLETED
6	Construction of one (2) units Floating Solar Dryer	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KMLS CONSTRUCTION	₱ 699,994.84	19-Nov-20	19-Dec-20		ON-GOING
7	Improvement of Cultivars Laboratory	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCTION FIRM	₱ 576,514.70	03-Aug-20	17-Sep-20	100.00%	COMPLETED
8	Upgrading of Research and Extension Office	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCTION FIRM	₱ 552,746.14	04-Aug-20	18-Sep-20	92.25%	COMPLETED
9	Upgrading of Marine Science Museum Building	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCTION FIRM	₱ 454,585.32	04-Aug-20	18-Sep-20	100.00%	COMPLETED
10	Construction of one (1) unit Inland Solar Dryer	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KMLS CONSTRUCTION	₱ 350,000.00	05-Nov-20	05-Dec-20	100.00%	COMPLETED
11	Construction of 30-meter Fence Perpendicular to MSU-TCTO Main Gate	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCTION FIRM	₱ 349,385.61	28-Jul-20	03-Sep-19	100.00%	COMPLETED
12	Repair and Rehabilitation of the Stage, Comfort Rooms, and Two (2) Gates at Datu Amirbahar Jaafar Convention Center	MSU Bongao Campus, Bongao, Tawi-Tawi	A & L CONSTRUCTION AND SUPPLIES	₱ 342,000.00	18-Mar-20	17-May-20	100.00%	COMPLETED

TRUST FUND 2019								
1	Construction of MSU Prep. High School Firewall	MSU Bongao Campus, Bongao, Tawi-Tawi	MMK CONSTRUCTION AND ENTERPRISES	₱ 2,778,319.19	08-Apr-19	07-Jul-19	100.00%	COMPLETED

2	Repair and Expansion of Guest House II	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	MMK CONSTRUCTION AND ENTERPRISES	₱ 1,739,152.39	10-Apr-19	07-Oct-19	100.00%	COMPLETED
3	Repair/Rehab of MSU-CDC LES and Fencing	MSU Bongao Campus, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 1,641,177.91	12-Jan-19	27-May-19	100.00%	COMPLETED
4	Construction of Fence and Main Gate Structure	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 1,346,416.00	19-Feb-19	14-Dec-20	100.00%	COMPLETED
5	Construction of 120-meter Fence at Preparatory High School	MSU Bongao Campus, Bongao, Tawi-Tawi	A & L CONSTRUCTION AND SUPPLIES	₱ 982,836.60	10-Sep-19	10-Nov-19	100.00%	COMPLETED
6	Construction of LED Wall Structure	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	Nurben Engineering and Building Contractor	₱ 617,977.93	06-Mar-19	24-May-19	100.00%	COMPLETED
7	Upgrading of the Reading Resource Center Room	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 276,072.92	15-Jul-19	01-Apr-19	100.00%	COMPLETED
8	Fabrication and Installatin of Aluminum Analok and Tinted Glass-Extension at Graduate School	MSU Bongao Campus, Bongao, Tawi-Tawi	ERJEM IRON WORKS	₱ 222,811.00	10-Dec-19	25-Dec-19	100.00%	COMPLETED
9	Fabrication and Installation of Window Grills for the University Gymnasium	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ERJEM IRON WORKS	₱ 188,720.00	26-Jul-19	09-Sep-19	100.00%	COMPLETED
10	Construction of Souvenir Shop (Admin Building)	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 159,171.57	15-Jul-19	15-Aug-19	100.00%	COMPLETED
11	Repair of Two IOES Comfort Rooms	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	KC CONSTRUCITON FIRM	₱ 284,999.22	04-Mar-19	19-Mar-19	200.00%	COMPLETED

TRUST FUND 2018								
1	Construction of Galvanized 3-Legged 80-Foot Ground Based Tower	MSU Compound, Sanga-Sanga, Bongao, Tawi-Tawi	ALHUSAYN CONSTRUCTION	₱ 3,609,302.19	17-Oct-18	17-Aug-20	100.00%	COMPLETED
2	Rapair/Rehab of Old Girls Dormitory (SHS)	MSU Bongao Campus, Bongao, Tawi-Tawi	Nurben Engineering and Building Contractor	₱ 2,172,313.49	29-Nov-18	27-Feb-19	100.00%	COMPLETED





Repair of IOES



Repair of Graduate School







Rehabilitation of Perimeter Fence from Masjid Nurul Iman

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Renovation of Accounting Office

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Repair of Boys' Dormitory (Dandunay Hall)



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Repair of Girls' Dormitory (Layang-Layang Hall)



Renovation of CAS Faculty Office



Renovation of CAS Dean's Office







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Construction of Fisheries perimeter Fence



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Construction of Student Center – Phase 2



Repair of Two IOES Laboratory Rooms



Improvement of Human Resource  
Management Office





Construction of Boys Dormitory



Construction/Repair/Rehabilitation of  
Academic Building (COF)



Phase I.

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Phase II

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Phase III

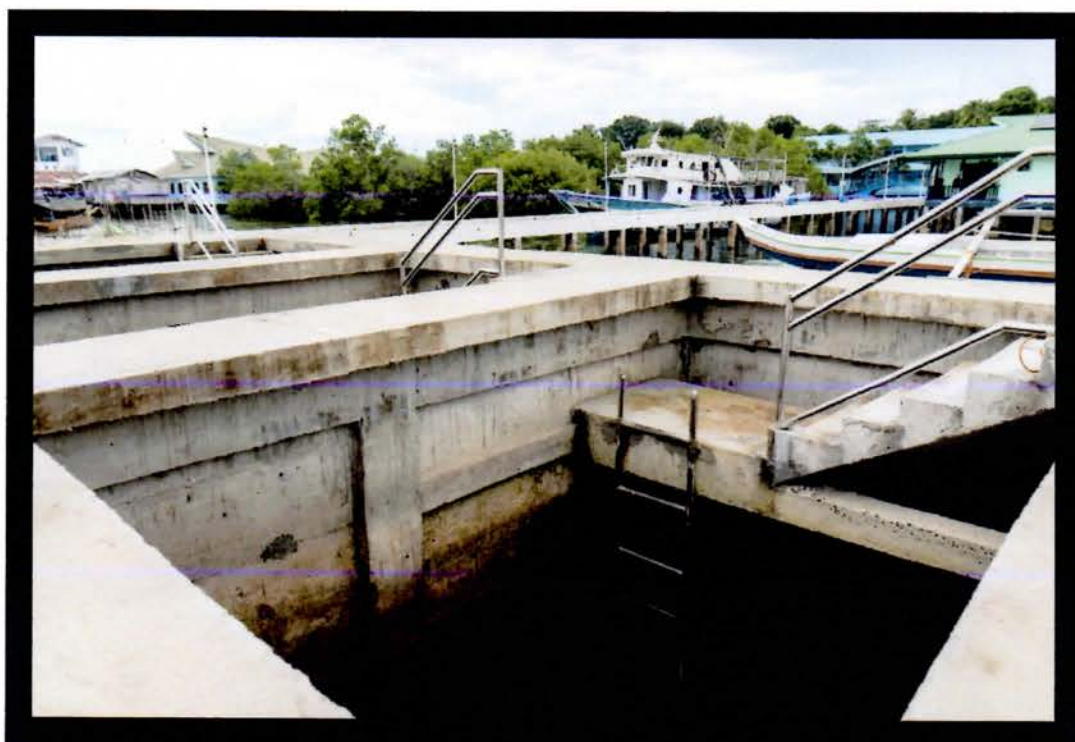
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Construction of 30-Classroom 3 Storey Building (Rooftop)

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Construction of Fish Enclosure (Demo Lab)

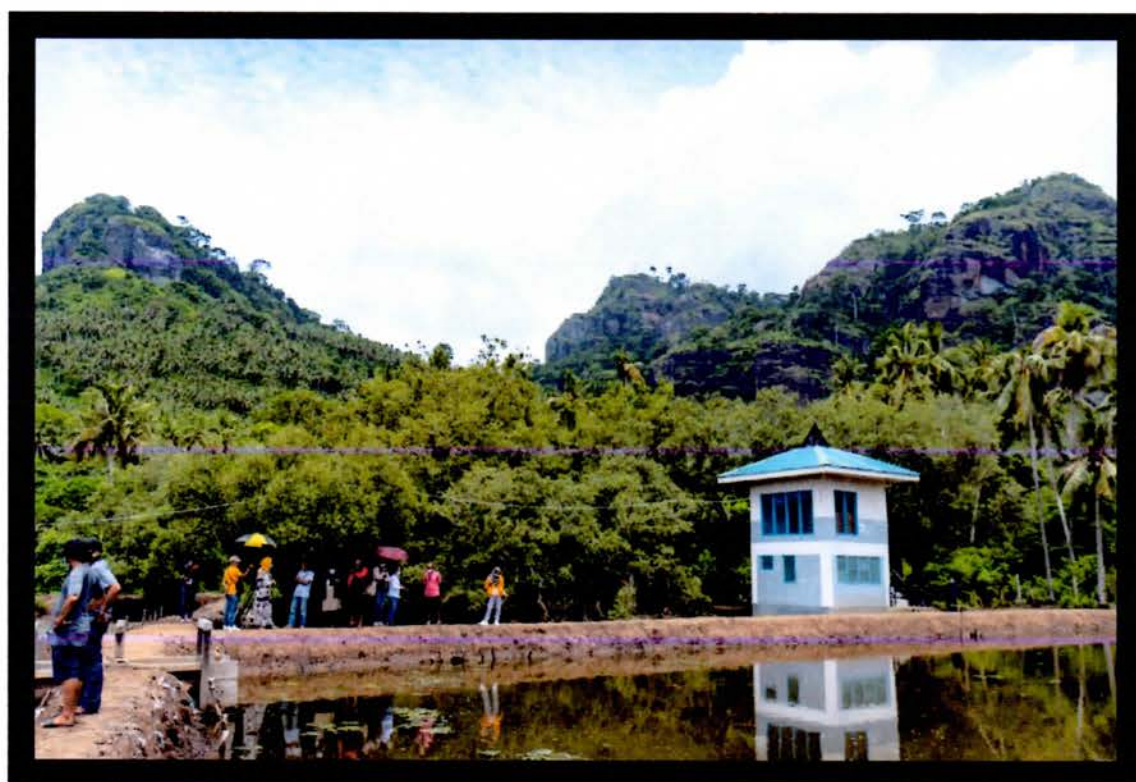


Renovation of Office of the Vice Chancellor for Academic Affairs





Painting of MSU-TCTO Preparatory High School



Repair and Improvement of Structures/Facilities of the MSU-TCTO Fishpond





Construction of Student Center Phase I





Repair and Rehabilitation of Classrooms of MSU-TCTO Community High Schools, Cluster I

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Sibutu



Larap



Tandubanak



Sitangkai



Mapun



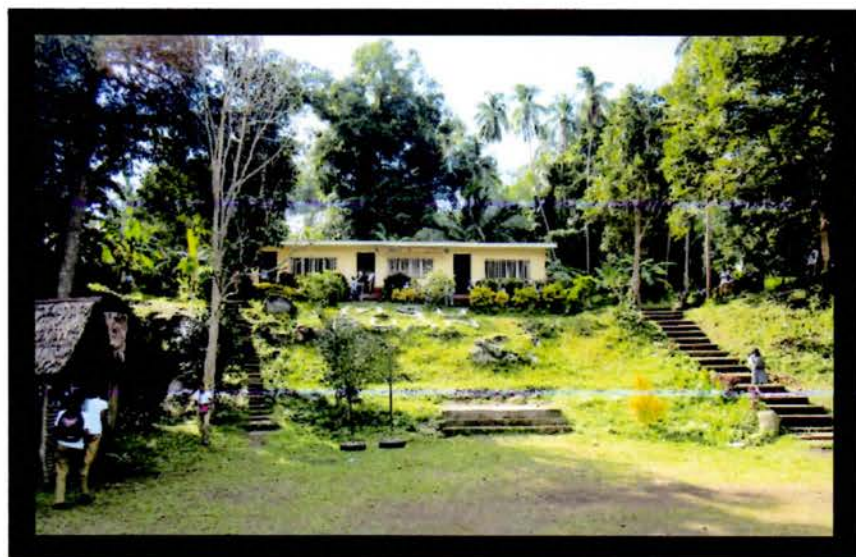
Repair and Rehabilitation of Classroom of MSU-TCTO Community High Schools, Cluster III



Mantabuan



Banaran



Buan



Sapa-Sapa

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Repair and Rehabilitation of Classrooms of MSU-TCTO Community High Schools Cluster IV



Ungus Matata



South Ubian





Manuk Mangkaw



Tubig Indangan



Bakong

## Construction of Science Study Center

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Phase I

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Phase II

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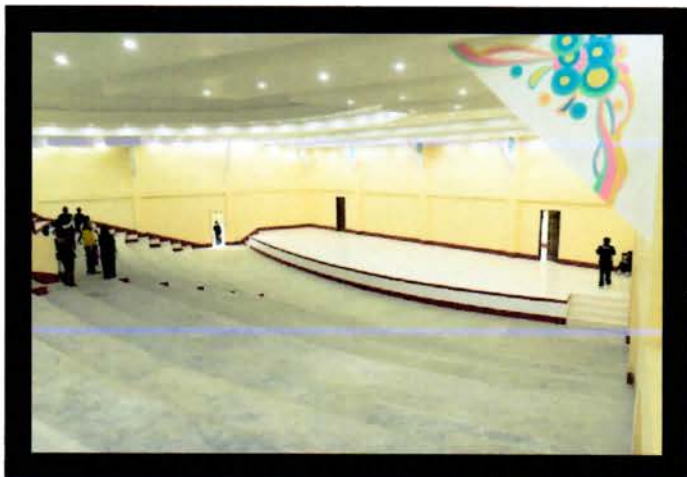
Phase III (Ceiling)

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Phase II (Bleacher)

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Stage

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Repair and Improvement of Structures/Facilities of the MSU-TCTO Hatchery





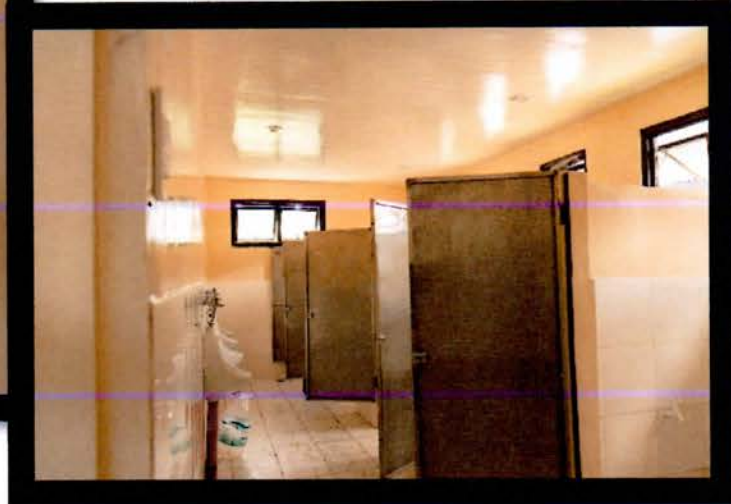
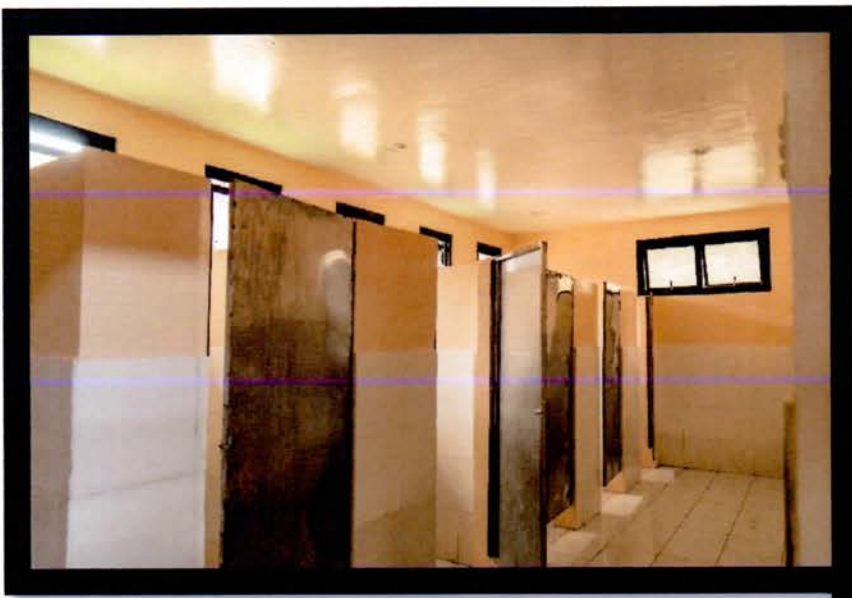
Rehabilitation of Secondary Building



Construction of the Perimeter Fence and Extension  
of the Science High School







Construction of 1 unit 2 Comfort Rooms

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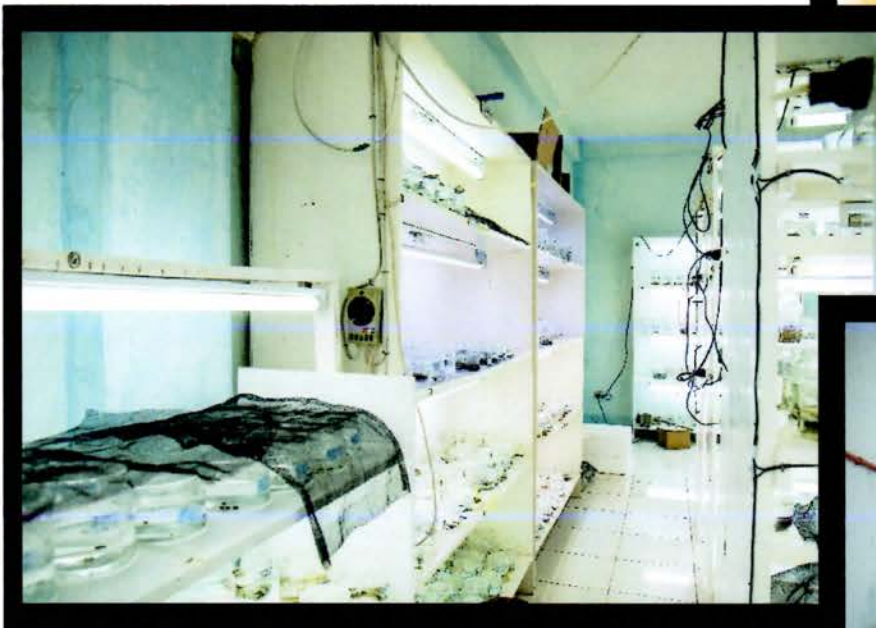


Repair and Rehabilitation of the Stage, Comfort Rooms, and Two (2) Gates at Datu Amirbahar Jaafar Convention Center

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Rehabilitation of Armando B. Macansantos Sr. Hall at Prep High School



Improvement of Cultivars Laboratory







Construction of Souvenir Shop (Admin Building)



Repair of Two IOES Comfort Rooms





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Construction of Galvanized 3-legged 80-foot Ground Based Tower





**Repair/Rehabilitation of Burnt Building (Prep High)**



**Repair/Rehab of Old Girls Dormitory (SHS)**

## Repair of Academic Building

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Construction of One unit Solar Dyer



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Construction of 30-meter Fence Perpendicular to MSU-TCTO Main Gate

## Upgrading of Marine Science Museum (Herbarium)

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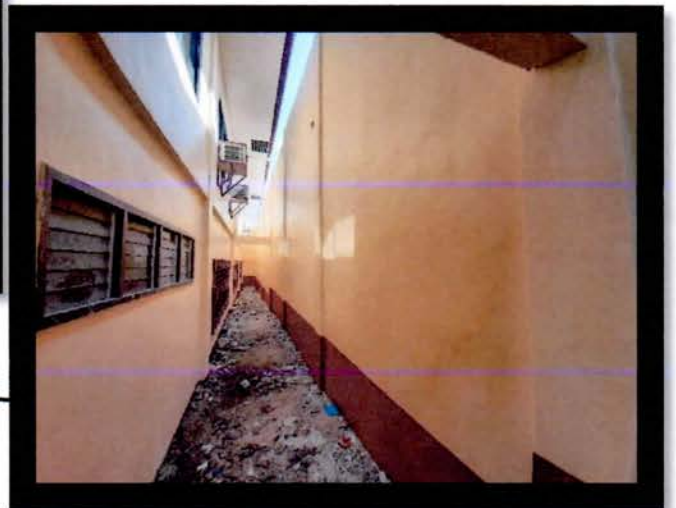




Construction of Covered Walkway



Construction of MSU Preparatory High School Firewall







Repair and Extension of Guest House II



Repair/Rehab of MSU-CDC LES and Fencing







Construction of Fence and Main Gate Structure



Construction of 120-meter Fence at Preparatory High School

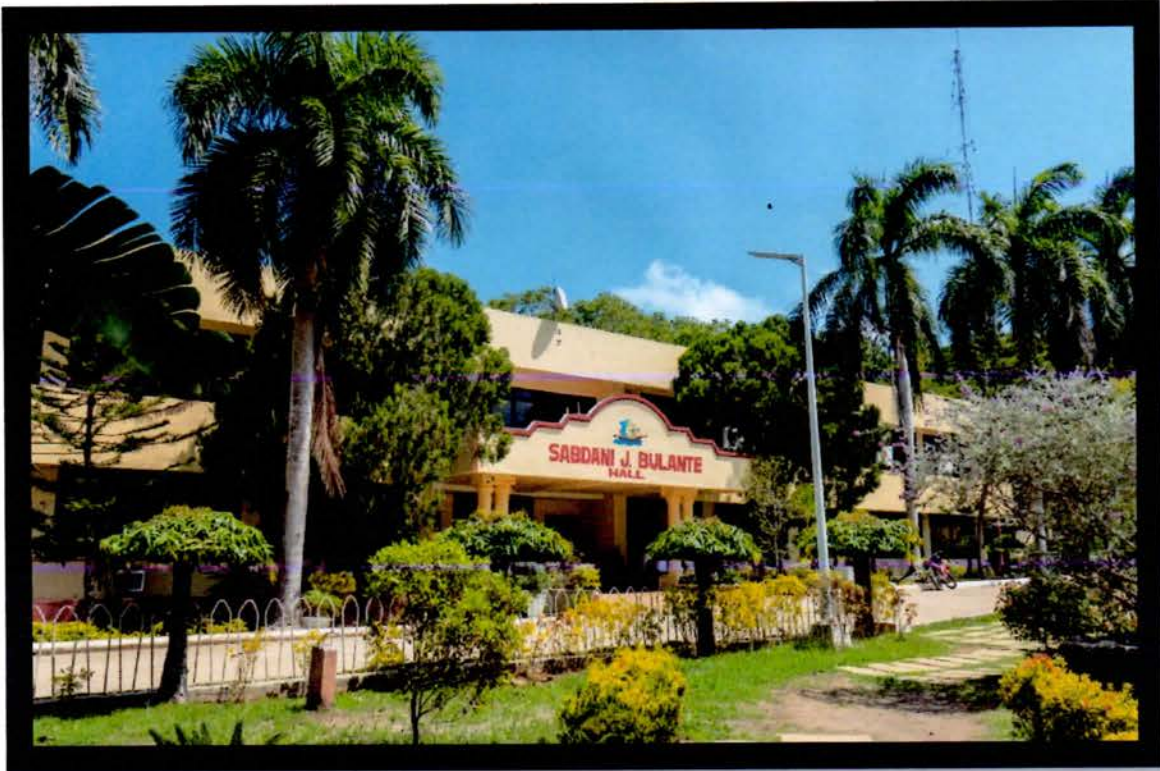


Construction of LED Wall Structure



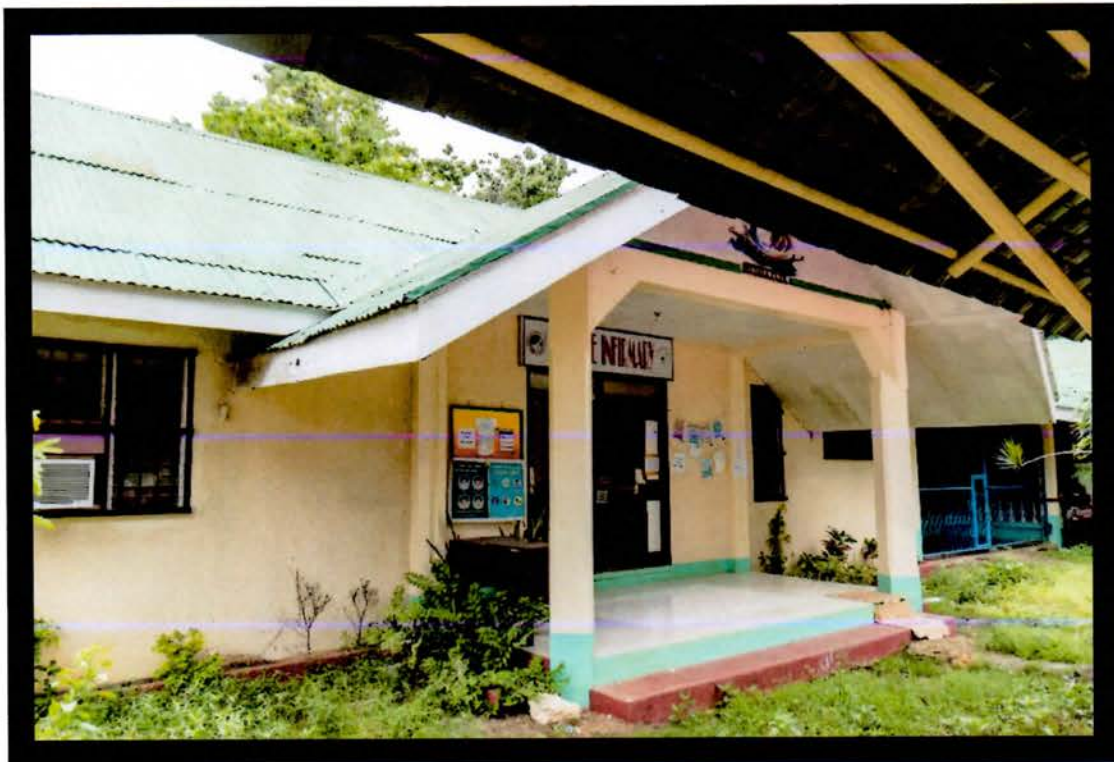
Upgrading of the Reading Resource Center Room





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Repair of Admin Building



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Repair of Infirmary