



**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, 2022**



Republic of the Philippines  
**COMMISSION ON AUDIT**  
BANGSAMORO AUTONOMOUS REGION OF MUSLIM MINDANAO  
Bangsamoro Government Center, Cotabato City

**OFFICE OF THE SUPERVISING AUDITOR**  
SUCs, WDs and Other SAAs – Audit Group H

May 22, 2023

**MARY JOYCE Z. GUINTO-SALI, Ph.D**  
Chancellor  
MSU-TCTO  
Bongao, Tawi – Tawi



**Dear Chancellor Sali:**

We are pleased to transmit herewith the Annual Audit Report on the Mindanao State University – Tawi-Tawi College of Technology and Oceanography, Bongao, Tawi-Tawi for the year ended December 31, 2022, in compliance with Section 43 of Presidential Decree (PD) No. 1445, otherwise known as the Government Auditing Code of the Philippines.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) to: (a) ascertain the degree of reliance 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 on the applicable laws, rules and regulations; (c) recommend agency improvement opportunities; and (d) determine the extent of implementation of prior years' audit recommendations.

The report consists of the Independent Auditor's Report, the Financial Statements, the Audit Observations and Recommendations, which were discussed with concerned management officials and staff during the exit conference on March 14, 2023, and the Status of Implementation of Prior Years' Audit Recommendations.

An unqualified opinion has been rendered on the fairness of the presentation of the financial statements as of December 31, 2022 as stated in the Independent Auditor's Report.

Below are some of the significant findings noted during the audit. Details of all the audit observations and its corresponding recommendations are discussed in Part II of this report.

- 1. The amount of bond applied for by the Accountable Officers (AOs) were higher than the applicable amount based on their cash accountability during the year, contrary to Treasury Circular No. 02-2009 dated August 6, 2009 and**

COA Circular No. 2006-005 dated July 13, 2006, hence, must be lowered to reflect actual accountability.

2. **The Property Acknowledgement Receipts (PARs) issued for the various PPE of the University were not regularly renewed and updated, defeating the purpose of using these reports to establish custodianship of assets, contrary to Section 21 of Chapter 10, Volume I of the GAM on the accounting for PPE.**
3. **Improper use of liquidating documents such as Reimbursement Expense Receipt (RER) and Certification of expenses not requiring Official Receipts (ORs) to support incurred expenses was observed in handling the Petty Cash Fund (PCF) and cash advances transactions, thus, resulting to incomplete documentation of expenditures contrary to COA Circular Nos. 2021 – 001 dated June 24, 2021 and 2012-001 dated June 14, 2012, respectively.**
4. **The Management was unable to notify the Audit Team of the time and date of every scheduled delivery and inspection of procured property, supplies and materials contrary to Section 44 and 58 of PD No. 1445 and Section 6.6. of COA Circular No. 95-006 dated May 18, 1995; thus, the completeness and condition of said items could not be verified upon actual date of delivery and acceptance.**
5. **For the CY 2022, contract documents for infrastructure projects, and purchase orders issued for supplies and materials, together with all of its supporting documents were not submitted to the Office of the Auditor within the prescribed period of submission contrary to Sections 3.1.1 and 3.2.1 of COA Circular No. 2009-001, thus, timely review and validation of the procurement transactions could not be fully undertaken.**
6. **Non-reporting of government programs, project and activities (PPAs) at the beginning of the year contrary to Section 2.1 of COA Circular No. 2013-004, dated January 30, 2013. Thus, depriving the Audit Team to conduct timely review and evaluation of implementation of PPAs.**
7. **The University failed to submit sufficient data of its Updated Agency Personnel Profile/Plantilla of personnel for the CY 2022, contrary to Section 122 of PD No. 1445; thus, the appropriateness of payments of salaries and wages could not be ascertained.**
8. **The University has not incorporated Disaster Risk Reduction Management Plan in implementing projects contrary to Section 40 of the GP of GAA for FY 2022 (R.A. 11639); hence, appropriate disaster risk reduction adaption measures were not ensured.**
9. **Insurable properties of the University 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 and Section 5 of the R.A. 656 (Property Insurance Law) 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.

- 10. Management was unable to institutionalize a GAD Database that should have reflected gender statistics and sex-disaggregated data, the core basis for planning, budgeting, programming, and policy formulation, contrary to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 on the Guidelines for the Preparation of Annual GAD; hence, its effectiveness cannot be ascertained and caused a low utilization rate of GAD budget.**

We request that the recommended remedial measures mentioned in the report be fully implemented, and we will appreciate being informed of the actions taken thereon by submitting the duly accomplished Agency Action Plan and Status of Implementation Form (AAPSIF) within 60 days upon receipt hereof, pursuant to Section 97 of the General Appropriation Act of 2022 (RA 11639).

We express our appreciation for the valuable support and cooperation extended to the team by you and the employees of the agency which facilitated the submission of the report.

Very truly yours,

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

*Copy furnished:*

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 Representative*
5. *The Chairperson, Senate Finance Committee*
6. *The Chairperson, House Committee on Appropriation*
7. *The Secretary, Department of Budget and Management*
8. *The Regional Director, COA-BARMM, Cotabato City*
9. *File-Supervising Auditor, AG-H, COA-BARMM*
10. *File-Audit Team Leader, AG-H, COA-BARMM*
11. *National Library of the Philippines (soft copy)*
12. *University of the Philippines (UP) Law Center (soft copy)*
13. *COA Commission Central Library (soft copy)*

**MINDANAO STATE UNIVERSITY  
TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY  
Bongao, Tawi-Tawi**

**AGENCY ACTION PLAN and STATUS OF IMPLEMENTATION  
Audit Observations and Recommendations**

CY 2022 Annual Audit Report  
As of \_\_\_\_\_, 2023

Ref.	Audit Observation	Audit Recommendation	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) On-going, (c) Not Implemented, (d) Partially Implemented, or e) Delayed.



Republic of the Philippines  
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BANGSAMORO AUTONOMOUS REGION OF MUSLIM MINDANAO  
MSU-TCTO, Bongao, Tawi-Tawi

**Office of the Auditor– Team No. 04**

April 21, 2023

**ATTY. ALEXANDER B. MITMUG, CPA**  
State Auditor IV  
OIC-Supervising Auditor  
Audit Group H – SUCs, WDs and Other SAAs  
MSU Main Campus, Marawi City

**Dear Atty. Mitmug:**

In compliance with Section 43 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, 2022.

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 International Standards of Supreme Audit Institutions (ISSAIs) 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, 2022, for reasons as stated in the Independent Auditor's Report.

Very truly yours,

**ARSAGGAF L. UMABONG, CPA**  
State Auditor I  
OIC-Audit Team Leader

## LIST OF ACRONYMS

<b>AAPSIF</b>	- Agency Action Plan and Status of Implementation Form
<b>AAR</b>	- Annual Audit Reports
<b>ABC</b>	- Approved Budget for Contract
<b>AO</b>	- Accountable Officer
<b>AOM</b>	- Audit Observation Memoranda
<b>APMT</b>	- Action Plan Monitoring Tool
<b>BAC</b>	- Bids and Awards Committee
<b>BARMM</b>	- Bangsamoro Autonomous Region in Muslim Mindanao
<b>BIR</b>	- Bureau of Internal Revenue
<b>BP</b>	- Batas Pambansa
<b>CHED</b>	- Commission on Higher Education
<b>CDR</b>	- Cash Disbursement Record
<b>CkDR</b>	- Check Disbursement Record
<b>CRR</b>	- Check/Cash Receipts Record
<b>CO</b>	- Capital Outlay
<b>COA</b>	- Commission on Audit
<b>CPCB</b>	- Compensation and Position Classification Bureau
<b>CY</b>	- Calendar Year
<b>DBM</b>	- Department of Budget and Management
<b>DOF</b>	- Department of Finance
<b>DV</b>	- Disbursement Vouchers
<b>FOI</b>	- Freedom of Information
<b>FS</b>	- Financial Statements
<b>FY</b>	- Fiscal Year
<b>GAA</b>	- General Appropriation Act
<b>GAAM</b>	- Government Accounting and Auditing Manual
<b>GAD</b>	- Gender and Development
<b>GAD AR</b>	- GAD Accomplishment Report
<b>GFPS</b>	- GAD Focal Point System
<b>GIF</b>	- General Insurance Fund
<b>GOCCs</b>	- Government Owned and Controlled Corporations
<b>GP</b>	- General Provisions
<b>GPB</b>	- GAD Plan and Budget
<b>GSIS</b>	- Government Service Insurance System
<b>HDMF</b>	- Home Development Mutual Fund
<b>IPSAS</b>	- International Public Sector Accounting Standards
<b>IRRBAM</b>	- Integrated Results and Risk-Based Audit Manual
<b>IRR</b>	- Implementing Rules and Regulations
<b>ISSAIs</b>	- International Standards of Supreme Audit Institutions
<b>ITR</b>	- Income Tax Return
<b>MCA</b>	- Maximum Cash Accountability
<b>MOOE</b>	- Maintenance and Other Operating Expenses
<b>NCA</b>	- Notice of Cash Allocations
<b>NEDA</b>	- National Economic Development Authority

<b>NFS</b>	- Notes to Financial Statements
<b>NGAS</b>	- New Government Accounting System
<b>NGAs</b>	- National Government Agencies
<b>NS</b>	- Notices of Suspensions
<b>OR</b>	- Official Receipt
<b>Pag-IBIG</b>	- Pagtutulongan para sa Kinabukasan: Ikaw, Bangko, Industriya at Gobyerno
<b>PAR</b>	- Property Acknowledgement Receipts
<b>PD</b>	- Presidential Decree
<b>PCF</b>	- Petty Cash Fund
<b>PCW</b>	- Philippine Commission on Women
<b>PCR</b>	- Petty Cash Register
<b>PFRS</b>	- Philippine Financial Reporting Standards
<b>PHIC</b>	- Philippine Health Insurance Corporation
<b>PIF</b>	- Property Inventory Form
<b>PO</b>	- Purchase Order
<b>PPAs</b>	- Projects/Programs/Activities
<b>PPE</b>	- Property, Plant and Equipment
<b>PPSAS</b>	- Philippine Public Sector Accounting Standards
<b>PPSSA</b>	- Philippine Public Sector Standards on Auditing
<b>PPMP</b>	- Project Procurement Management Plan
<b>PS</b>	- Personnel Services
<b>PWD</b>	- Persons with Disability
<b>R.A.</b>	- Republic Act
<b>RER</b>	- Reimbursement Expenses Receipt
<b>RTSO</b>	- Regional Technical Services Office
<b>RTSO</b>	- Regional Technical Services Office
<b>SCBAA</b>	- Statement of Comparison of Budget and Actual Amounts
<b>SDD</b>	- Sex Disaggregated Data
<b>SIPYAR</b>	- Status of Implementation of Prior Year's Audit Recommendations
<b>TAS</b>	- Technical Audit Specialist
<b>UN</b>	- United Nations



## 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), Mr. Manuel G. Pon (Administration and Finance), Dr. Kaberl O Hajilan (Research and Extension) and Mr. Freddy A. Julkanain (Planning and Development).

### B. Financial Highlights

The summary of financial statements as of December 31, 2022, with comparative figures for CY 2021, are presented below:

Particulars	CY 2022	CY 2021	Increase/(Decrease)
<b><i>Financial Condition</i></b>			
Total Assets	₱533,610,707.15	₱580,560,531.70	₱(46,949,824.55)
Total Liabilities	85,861,599.40	68,537,284.81	17,324,314.59
Total Equity	<u>₱447,749,107.75</u>	<u>₱512,023,246.89</u>	<u>₱(64,274,139.14)</u>

Particulars	CY 2022	CY 2021	Increase/(Decrease)
<b>Financial Performance</b>			
Total Revenue	₱ 18,268,100.83	₱ 9,128,669.44	₱ 9,139,431.39
Net Financial Assistance & Subsidy	711,412,197.68	650,883,039.85	60,529,157.83
Total Expenses	751,051,305.64	689,492,928.04	61,558,377.60
Surplus (Deficit)	₱(21,371,007.13)	₱(29,481,218.75)	₱8,110,211.62

### C. Scope of Audit

The audit covered the review of accounts and operations of the MSU-TCTO for the Calendar Year 2022. 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.

### D. Audit Methodology

The audit was conducted in accordance with International Standards of Supreme Audit Institution (ISSAIs). Those standards require that we plan and perform the audit to obtain reasonable basis for our conclusions.

### 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, 2022.

### F. Significant Audit Observation and Recommendations

1. The amount of bond applied for by the AOs were higher than the applicable amount based on their cash accountability during the year, contrary to Treasury Circular No. 02-2009 dated August 6, 2009 and COA Circular No. 2006-005 dated July 13, 2006, hence, must be lowered to reflect actual accountability.

**We recommended and the Management agreed to conduct a review and assessment of all the AOs to be bonded and thereafter, apply for the proper amount of bond depending on their total accountability.**

2. The PARs issued for the various PPE of the University were not regularly renewed and updated, defeating the purpose of using these reports to establish custodianship of assets, contrary to Section 21 of Chapter 10, Volume I of the GAM on the accounting for PPE.

**We recommended that the Property Custodian regularly renew/update the PARs of the PPEs every three years or as soon as there is a change in custody**

**of accountability to strengthen control and accountability over the government assets.**

3. Improper use of liquidating documents such as RER and Certification of expenses not requiring ORs to support incurred expenses was observed in handling the PCF and cash advances transactions, thus, resulting to incomplete documentation of expenditures contrary to COA Circular Nos. 2021 – 001 dated June 24, 2021 and 2012-001 dated June 14, 2012, respectively.

**We recommended and the Management agreed to follow the pertinent provisions of COA Circular No. 2021-001 on the proper usage of RER and Certification in relation to reimbursement of expenses not requiring ORs to support related disbursement transactions in accordance with COA Circular No. 2012-001.**

4. The Management was unable to notify the Audit Team of the time and date of every scheduled delivery and inspection of procured property, supplies and materials contrary to Section 44 and 58 of PD No. 1445 and Section 6.6. of COA Circular No. 95-006 dated May 18, 1995; thus, the completeness and condition of said items could not be verified upon actual date of delivery and acceptance.

**We reiterated our recommendation and Management agreed to notify the Audit Team within 3 working days before every scheduled delivery of procured property, supplies and materials and submit the necessary inventory reports to the Office of the Auditor within the reglementary period.**

5. For the CY 2022, contract documents for infrastructure projects, and purchase orders issued for supplies and materials, together with all of its supporting documents were not submitted to the Office of the Auditor within the prescribed period of submission contrary to Sections 3.1.1 and 3.2.1 of COA Circular No. 2009-001, thus, timely review and validation of the procurement transactions could not be fully undertaken.

**We reiterated our recommendation that Management instruct the BAC and Procurement Support Unit to stop the practice of submitting the contract and supporting documents together with the related disbursement vouchers, instead furnished the Auditor copy of the contract and other supporting documents not later than five (5) working days from issuance of purchase orders and perfection of contracts as required under Sections 3.1.1 and 3.2 of COA Circular No. 2009-001 dated February 12, 2009.**

6. Non-reporting of government programs, project and activities (PPAs) at the beginning of the year contrary to Section 2.1 of COA Circular No. 2013-004, dated January 30, 2013. Thus, depriving the Audit Team to conduct timely review and evaluation of implementation of PPAs.

**We reiterated our recommendation that Management:**

- a) **Submit to the Auditor's Office, at the start of the year, a complete list of all on-going projects, programs and activities and those that are to be implemented during the year and should be updated every quarter following the format prescribed by COA Circular 2013-004, dated January 13, 2014; and**
  - b) **Henceforth, based on the data sourced from monthly monitoring report prepared by the agency and verified by the Technical Audit Specialist of the Commission, maintain and update the the project status in Annex A of COA Circular No. 2013-004 as current as possible using the prescribed schedule.**
7. The University failed to submit sufficient data of its Updated Agency Personnel Profile/Plantilla of personnel for the CY 2022, contrary to Section 122 of PD No. 1445; thus, the appropriateness of payments of salaries and wages could not be ascertained.

**We reiterated our recommendation that Management instruct the HRMO Department to immediately 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.**

8. The University has not incorporated Disaster Risk Reduction Management Plan in implementing projects contrary to Section 40 of the GP of GAA for FY 2022 (RA 11639); hence, appropriate disaster risk reduction adaption measures were not ensured.

**We therefore recommended that Management conduct thorough assessment of all PPAs of the University and include in its budget the DRRM Plans.**

9. Insurable properties of the University were not insured with GIF of the GSIS despite the mandatory requirement as provided in COA Circular No. 92-390 dated November 11, 1992 and Section 5 of the RA 656 (Property Insurance Law) 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.

**We recommended that Management require the Property Officer to (a) prepare the report of properties that require insurance coverage and submit the same to the GSIS and furnished a copy to the Audit Team for review and verification; and (b) insure all insurable assets with the GIF of the GSIS to cover the cost of the properties in case of loss due to fire and other contingent event in accordance with to RA No. 656, otherwise known as Property Insurance Law, as amended by PD No. 245 dated July 13, 1973.**

10. Management was unable to institutionalize a GAD Database that should have reflected gender statistics and sex-disaggregated data, the core basis for planning, budgeting, programming, and policy formulation, contrary to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 on the Guidelines for the Preparation of Annual GAD; hence, its effectiveness cannot be ascertained and caused a low utilization rate of GAD budget.

**We recommended that Management:**

- a) **Require the GAD Focal to establish and maintain a GAD database containing Sex-Disaggregated data and gender statistics and consider such in the preparation of the GAD Plan and Budget pursuant to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 to be able to gather all pressing gender issues in the University; and**
- b) **Maximize the utilization of the allocated GAD budget, especially in activities that address the differential gender concerns through capacity development on GAD, in accordance with the provisions of the GAA, the Magna Carta of Women (R.A. No. 9710), the CEDAW, the Beijing Platform for Action, the Philippine Plan for Gender-Responsive Development (1995-2025), and the Philippine Development Plan (2017-2022).**

**G. Summary of Audit Suspensions, Disallowances and Charges**

There were no Suspensions, Disallowances and Charges for the year ended December 31, 2022.

Particulars	Beg. Balance, 12/31/2021	This period, January 01 to December 31, 2022		End. Balance, 12/31/2022
		Issuances	Settlements	
Notice of Suspensions	₱0.00	₱0.00	₱0.00	₱0.00
Notice of Disallowances	0.00	0.00	0.00	0.00
Notice of Charges	0.00	0.00	0.00	0.00
<b>Total</b>	<b>₱0.00</b>	<b>₱0.00</b>	<b>₱0.00</b>	<b>₱0.00</b>

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

Of the 31 prior year's audit recommendations, 12 were fully implemented, 12 were partially implemented, and seven (7) remained unimplemented 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, 2022, 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, 2022, 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.

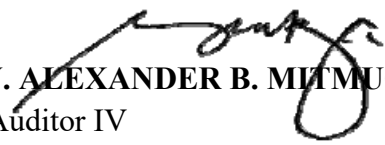
Those charged with governance are responsible for overseeing the MSU-TCTO's financial reporting process.

***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

May 22, 2023



REPUBLIC OF THE PHILIPPINES

*Mindanao State University*

**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**

**Sanga-Sanga, Bongao, Tawi-Tawi, Philippines 7500**

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### **STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS**

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, 2022 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.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

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

Chief Accountant

2/7/23

Date Signed

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

Chancellor

2/7/2023

Date Signed

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF FINANCIAL POSITION**  
**All Funds**  
**As at December 31, 2022**  
*(With comparative figures for CY 2021)*

	<u>Note</u>	<u>CY 2022</u>	<u>CY 2021</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	6	₱ 58,604,797.37	₱ 73,712,970.72
Receivables	7	0.00	13,619,111.17
Inventories	8	9,922,507.48	6,177,702.68
Other Current Assets	9	13,283,924.64	15,442,975.40
<b>Total Current Assets</b>		<b>81,811,229.49</b>	<b>108,952,759.97</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	10	451,780,906.08	471,253,100.15
Intangible Assets		18,571.58	18,571.58
Other Non-Current Assets		0.00	336,100.00
<b>Total Non-Current Assets</b>		<b>451,799,477.66</b>	<b>471,607,771.73</b>
<b>Total Assets</b>		<b>533,610,707.15</b>	<b>580,560,531.70</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Financial Liabilities		3,288,048.91	3,254,828.77
Inter-Agency Payables	11	82,573,550.49	65,282,456.04
<b>Total Current Liabilities</b>		<b>85,861,599.40</b>	<b>68,537,284.81</b>
<b>Total Liabilities</b>		<b>85,861,599.40</b>	<b>68,537,284.81</b>
<b>Total Assets less Total Liabilities</b>		<b>447,749,107.75</b>	<b>512,023,246.89</b>
<b>NET ASSETS/EQUITY</b>			
Accumulated Surplus		447,749,107.75	512,023,246.89
<b>Total Net Assets/Equity</b>		<b>₱ 447,749,107.75</b>	<b>₱ 512,023,246.89</b>

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF FINANCIAL PERFORMANCE**

**All Funds**

**For the Year Ended December 31, 2022**

*(With comparative figures for CY 2021)*

<b>Revenue</b>	<u>Note</u>	<u>CY 2022</u>	<u>CY 2021</u>
Service and Business Income	12	₱ 18,268,100.83	₱ 9,128,669.44
Shares, Grants and Donations		0.00	0.00
<b>Total Revenue</b>		<u><b>18,268,100.83</b></u>	<u><b>9,128,669.44</b></u>
<b>Less: Current Operating Expenses</b>			
Personnel Services	13	557,915,216.29	537,998,944.04
Maintenance and Other Operating Expenses	14	145,867,862.62	112,980,067.54
Financial Expenses		29,550.00	0.00
Non-Cash Expenses	15	47,238,676.73	38,513,916.46
<b>Total Current Operating Expenses</b>		<u><b>751,051,305.64</b></u>	<u><b>689,492,928.04</b></u>
<b>Surplus/(Deficit) from Current Operations</b>		<u><b>(732,783,204.81)</b></u>	<u><b>(680,364,258.60)</b></u>
<b>Net Financial Assistance/Subsidy</b>		711,412,197.68	650,883,039.85
<b>Surplus/(Deficit) for the period</b>		<u><b>₱ (21,371,007.13)</b></u>	<u><b>₱ (29,481,218.75)</b></u>

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**CONDENSED STATEMENT OF CHANGES IN NET ASSETS/EQUITY**  
**All Funds**  
**For the Year Ended December 31, 2022**  
*(With comparative figures for CY 2021)*

	<b>CY 2022</b>	<b>CY 2021</b>
<b>Balance at January 1</b>	<b>₱ 512,023,246.89</b>	<b>₱ 510,939,104.74</b>
<b>Add/(Deduct):</b>		
Changes in Accounting Policy	(34,889,499.83)	0.00
Prior period errors	0.00	0.00
Other adjustments	(4,714,980.80)	33,521,507.12
<b>Restated Balance</b>	<b>472,418,766.26</b>	<b>544,460,611.86</b>
<b>Changes in Net Assets/Equity for the Calendar Year</b>		
Surplus/(Deficit) for the period	(21,371,007.13)	(29,481,218.75)
Notice of Cash Allocation (NCA) Reversal	(3,298,651.39)	(2,956,146.22)
<b>Balance at December 31</b>	<b>₱ 447,749,107.74</b>	<b>₱ 512,023,246.89</b>

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

**All Funds**

**For the Year Ended December 31, 2022**

*(With comparative figures for CY 2021)*

	<b>CY 2022</b>	<b>CY 2021</b>
<b>Cash Flows from Operating Activities:</b>		
<b>Cash Inflows</b>		
Receipt of Notice of Cash Allocation	₱ 713,138,719.68	₱ 655,455,339.85
Collection of Income/Revenues	18,268,100.83	9,128,669.44
Receipt of Project funds from Other NGAs	32,923,018.50	62,148,913.84
Other Adjustments	(7,238,211.99)	0.00
<b>Total Cash Inflows</b>	<b>757,091,627.02</b>	<b>726,732,923.13</b>
<b>Cash Outflows</b>		
Payment of personnel services	557,915,216.29	537,998,944.04
Payment of maintenance and other operating expenses	154,874,095.06	112,980,067.54
Payment of financial expenses	29,550.00	0.00
Payment of payables	3,254,828.77	764,475.88
Purchase of inventories	7,153,689.33	6,609,853.76
Remittance to GSIS/Pag-IBIG/PhilHealth	0.00	0.00
Grant of Cash Advances	2,039,616.32	3,622,305.77
Reversal of Unutilized NCA	3,298,651.39	2,956,146.22
<b>Total Cash Outflows</b>	<b>728,565,647.16</b>	<b>664,931,793.20</b>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>28,525,979.86</b>	<b>61,801,129.93</b>
<b>Cash Flows from Investing Activities</b>		
<b>Cash Inflows</b>	0.00	0.00
<b>Cash Outflows</b>		
Purchase/Construction of PPE	43,634,153.21	78,670,164.88
<b>Total Cash Outflows</b>	<b>43,634,153.21</b>	<b>78,670,164.88</b>
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>(43,634,153.21)</b>	<b>(78,670,164.88)</b>
<b>Increase (Decrease) in Cash and Cash Equivalent</b>	<b>(15,108,173.35)</b>	<b>(16,869,034.95)</b>
<b>Add: Beginning Balance, January 1</b>	<b>73,712,970.72</b>	<b>90,582,005.67</b>
<b>Cash End, December 31</b>	<b>₱ 58,604,797.37</b>	<b>₱ 73,712,970.72</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, 2022**  
*(In Philippine Peso)*

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual Amounts
	Original	Final		
<b>RECEIPTS</b>				
Service and Business Income	7,500,000.00	7,500,000.00	18,268,100.83	10,768,100.83
Assistance and Subsidy	676,117,000.00	681,577,577.00	713,138,719.68	31,561,142.68
Share, Grants and Donation				
Others	50,000,000.00	0.00	32,923,018.50	32,923,018.50
<b>Total Receipts</b>	<b>733,617,000.00</b>	<b>689,077,577.00</b>	<b>764,329,839.01</b>	<b>75,252,262.01</b>
<b>PAYMENTS</b>				
Personal Services	541,810,000.00	554,871,000.00	557,915,216.29	3,044,216.29
Maintenance and Other Operating Expenses	152,785,000.00	153,898,270.00	154,865,304.50	967,034.50
Capital Outlay	44,322,000.00	45,248,307.00	43,634,153.21	(1,614,153.79)
Financial Expenses	0.00	0.00	0.00	0.00
Others	0.00	0.00	0.00	0.00
<b>Total Payments</b>	<b>738,917,000.00</b>	<b>754,017,577.00</b>	<b>756,414,674.00</b>	<b>2,397,097.00</b>
<b>NET RECEIPTS/PAYMENTS</b>	<b>(5,300,000.00)</b>	<b>(64,940,000.00)</b>	<b>7,915,165.01</b>	<b>72,855,165.01</b>

**MINDANAO STATE UNIVERSITY**  
**TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**  
(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 10, 2023 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 (R.A.) 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 R.A. 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 (PPE)**

#### ***Recognition***

An item is recognized as 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**

### *MSU-TCTO 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.

*MSU-TCTO 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 is 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) were 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 have 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 adopted any new accounting policies for 2022 as reflected in the prior period adjustments.

## **5. Prior Period Adjustments**

The MSU-TCTO has adopted new accounting policies for 2022. Per COA Circular No. 2022-004, dated May 31, 2022, a guideline on the implementation of the Section 23 of the General Provisions (GP) of R.A. No. 11639 or the General Appropriations Act (GAA) for Fiscal Year (FY) 2022 which is to increase the capitalization threshold from ₱15,000.00 to ₱50,000.00.

**6. Cash and Cash Equivalents**

<b>Account Title</b>	<b>2022</b>	<b>2021</b>
Cash on Hand	₱ 25,000.00	₱ 25,000.00
Cash in Bank–Local Currency Current Account	58,579,797.37	73,687,970.72
<b>Total Cash and Cash Equivalents</b>	<b>₱ 58,604,797.37</b>	<b>₱ 73,712,970.75</b>

**7. Loans and Receivables**

<b>Account Title</b>	<b>2022</b>	<b>2021</b>
Accounts Receivable	₱ 0.00	₱ 636,874.80
Due from National Government Agencies	0.00	2,176,500.00
Other Receivables	10,805,736.37	10,805,736.37
Accumulated Impairment Loss – Other Receivables	(10,805,736.37)	0.00
<b>Total Receivables</b>	<b>₱ 0.00</b>	<b>₱13,619,111.17</b>

**8. Inventories**

<b>Account Title</b>	<b>2022</b>	<b>2021</b>
Office Supplies Inventory	₱ 1,351,112.98	₱ 3,014,319.99
Other Supplies and Materials Inventory	0.00	42,636.08
Semi-expendable – Office Equipment	2,150,273.90	1,394,938.27
Semi-expendable – Technical and Scientific Equipment	649,503.00	267,432.50
Semi-expendable – ICT Equipment	2,723,012.00	0.00
Semi-expendable – Medical Equipment	99,390.00	0.00
Semi-expendable – Other Machinery and Equipment	347,529.00	701,760.84
Semi-expendable – Furniture and Fixtures	2,601,686.60	367,100.00
Semi-expendable – Books	2,572,485.00	389,515.00
<b>Total Inventory</b>	<b>₱ 9,922,507.48</b>	<b>₱ 6,177,702.68</b>

## 9. Other Current Assets

Account Title	2022	2021
Advances for Payroll	₱ 218,430.00	₱ 1,535,352.22
Advances to Special Disbursing Officers	1,317,120.00	752,500.00
Advances to Officers and Employees	504,066.32	549,025.36
Advances to Contractors	11,244,308.32	12,606,097.82
<b>Total Other Current Assets</b>	<b>₱ 13,283,924.64</b>	<b>₱ 15,442,975.40</b>

## 10. PPE

As of December 31, 2022, 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
<b>Buildings and Other Structures</b>				
School Buildings	317,104,297.21	(113,581,484.39)	0.00	203,522,812.82
Other Structures	42,660,200.58	(3,832,125.31)	0.00	38,828,075.27
<b>Total Buildings and Other Structures</b>	<b>359,764,497.79</b>	<b>(117,413,609.70)</b>	<b>0.00</b>	<b>242,350,888.09</b>
<b>Machinery and Equipment</b>				
Machinery	7,556,412.50	(4,994,099.50)	0.00	2,562,313.00
Office Equipment	23,715,763.08	(12,104,976.39)	0.00	11,610,786.69
Information and Communication Technology Equipment	33,774,725.47	(21,566,604.82)	0.00	12,208,120.65
Marine and Fishery Equipment	3,831,203.00	(2,237,031.98)	0.00	1,594,171.02
Communication Equipment	340,544.00	(163,627.38)	0.00	176,916.62
Medical Equipment	255,100.00	(255,098.00)	0.00	2.00
Sports Equipment	1,934,946.43	(886,588.36)	0.00	1,048,358.07
Technical and Scientific Equipment	42,863,182.55	(30,995,984.14)	0.00	11,867,198.41
Other Machinery and Equipment	3,834,264.07	(1,700,939.34)	0.00	2,133,324.73
<b>Total Machinery and Equipment</b>	<b>118,106,141.10</b>	<b>(74,904,949.91)</b>	<b>0.00</b>	<b>43,201,191.19</b>
<b>Transportation Equipment</b>				
Motor Vehicles	15,569,405.21	(9,384,311.84)	0.00	6,185,093.37
Watercrafts	6,647,000.00	(5,592,564.00)	0.00	1,054,436.00
<b>Total Transportation Equipment</b>	<b>22,216,405.21</b>	<b>(14,976,875.84)</b>	<b>0.00</b>	<b>7,239,529.37</b>

Account Title	Acquisition Cost	Accumulated Depreciation	Accumulated Impairment Loss	Net Book Value
<b>Furniture, Fixtures and Books</b>				
Furniture and Fixtures	5,965,945.58	(4,065,887.59)	0.00	1,900,057.99
Books	2,845,912.84	(2,331,593.02)	0.00	514,319.82
<b>Total Furniture, Fixtures and Books</b>	<b>8,811,858.42</b>	<b>(6,397,480.61)</b>	<b>0.00</b>	<b>2,414,377.81</b>
<b>Other PPE</b>				
Other PPE	719,298.73	(300,439.68)	0.00	418,859.05
Construction in Progress - Buildings and Other Structures	139,161,225.07	0.00	0.00	139,161,225.07
<b>Total PPE</b>	<b>₱ 665,774,261.82</b>	<b>₱ (213,993,355.74)</b>	<b>₱ 0.00</b>	<b>₱ 451,780,906.08</b>

## 11. Inter-Agency Payables

Date Received	Project Name	Amount
12/31/2022	CHED iLAB	₱7,500,000.00
12/28/2022	MAFAR - BARMM Training of Trainers on Fish-based and Seaweed-based	262,533.06
12/27/2022	MAFAR - Project on Microplastics in Fishes	1,000,000.00
11/10/2022	MPOS - BARMM - RIDO	170,000.00
11/09/2022	American Corner Fund for 2022	176,000.00
10/27/2022	Mainstreaming Islamic and Indigenous Knowledge and Practices for Sustainable Environment Conservation and Climate Change Adaptation in Tawi-Tawi	999,600.00
9/15/2022	PRDP Seaweeds 2nd Tranche	1,400,000.00
7/21/2022	3rd Tranche FAO	501,203.52
7/21/2022	FAO	485,726.50
08/24/2022	Reproductive Biology and Catch Documentation and Traceability of Small-Scale Commercial Sardine Fishery in the Sulu Archipelago	4,447,552.00
05/23/2022	BTA BARMM - Digital Platform for Oceanographic Studies	500,000.00
02/01/2020	NICER SEARDEC	57,033,864.76
09/01/2020	UNIDO RETS	352,750.00
09/28/2020	FAO	768,873.55
12/03/2020	FAO	2,815,447.10
02/01/2013	Evaluation and Enhancement of the Blue Swimming Crab Wild Stocks	1,542,936.00
10/01/2013	Filipinnovation on Coral Reef Restoration	214,500.00
	American Corner Fund Balance	478,010.01
<b>Total</b>		<b>₱ 82,579,496.50</b>

12. Service and Business Income

Account Title	2022	2021
<b>Service Income</b>		
Permit Fees	₱ 31,790.00	₱ 26,360.00
Registration Fees	306,000.00	106,905.00
Clearance and Certification Fees	32,225.00	22,824.00
<b>Business Income</b>		
School/Tuition Fees	5,663,768.36	1,136,202.50
Other School Fees	8,039,357.07	6,805,714.94
Examination Fees	10,800.00	245,000.00
Income Collected from Students	2,747,828.40	0.00
Rent/Lease Income	946,201.00	733,048.00
Other Business Income	490,131.00	52,615.00
<b>Total Service and Business Income</b>	<b>₱ 18,268,100.83</b>	<b>₱ 9,128,669.44</b>

13. Personnel Services

Account Title	2022	2021
<b>Salaries and Wages</b>		
Salaries and Wages-Regular	₱ 294,875,886.52	₱285,013,729.58
Salaries and Wages-Casual/Contractual	68,603,398.92	73,526,237.21
<b>Other Compensation</b>		
Personal Economic Relief Allowance (PERA)	17,808,000.00	17,825,180.65
Representation Allowance (RA)	3,513,079.03	3,180,500.00
Transportation Allowance (TA)	3,570,288.69	3,405,000.00
Clothing/Uniform Allowance	4,247,800.00	4,986,000.00
Laundry Allowance	150,870.00	222,991.40
Honoraria	7,836,161.00	5,693,541.77
Overtime and Night Pay	3,084,788.82	2,297,516.86
Year End Bonus	55,961,119.85	53,179,505.25
Cash Gift	4,569,000.00	5,207,453.00
Productivity Enhancement Incentive – Civilian	3,620,000.00	3,665,000.00
Other Bonuses and Allowances	9,692,283.00	5,453,800.00

Account Title	2022	2021
<b>Personnel Benefit Contribution</b>		
Retirement and Life Insurance Premium	39,894,027.81	10,014,196.81
Pag-Ibig Contributions	1,240,620.92	1,687,066.76
PhilHealth Contributions	6,219,809.75	3,824,611.79
Employment Compensation Insurance Premium	1,088,400.00	937,700.00
Terminal Leave Benefits	31,939,681.98	57,878,912.96
<b>Total Personnel Services</b>	<b>₱557,915,216.29</b>	<b>₱537,998,944.04</b>

**14. Maintenance and Other Operating Expenses (MOOE)**

Account Title	2022	2021
<b>Traveling Expenses</b>		
Traveling Expenses-Local	₱ 13,579,257.85	₱ 3,960,949.57
Traveling Expenses-Foreign	2,393,350.62	32,026.50
<b>Training and Scholarship Expenses</b>		
Training Expenses	3,997,716.86	2,295,062.00
Scholarship Grants/Expenses	30,534,774.80	28,626,641.15
<b>Supplies and Materials Expenses</b>		
Office Supplies Expenses	6,057,249.73	8,480,731.74
Accountable Forms Expenses	127,260.00	122,010.00
Food Supplies Expenses	6,836,570.55	5,692,625.94
Drugs and Medicine Expenses	223,507.50	0.00
Fuel, Oil and Lubricants Expenses	1,635,452.75	1,076,480.55
Semi-expendable - Machinery and Equipment Expenses	959,623.56	229,545.00
Semi-expendable - ICT Equipment	866,552.70	0.00
Semi-expendable - Technical and Scientific Equipment	1,717,982.13	708,341.05
Semi-expendable - Other Machinery & Equipment	626,305.34	0.00
Semi-expendable - Furniture and Fixtures	3,813,995.95	1,123,355.00
Semi-expandable - Books	462,615.00	548,700.00
Other Supplies and Materials Expenses	13,951,499.63	10,346,179.63
<b>Utility Expenses</b>		
Water Expenses	2,872,403.85	6,678,097.65

<b>Account Title</b>	<b>2022</b>	<b>2021</b>
Electricity Expenses	6,526,548.93	8,167,830.90
<b>Communication Expenses</b>		
Postage and Courier Services	35,710.99	21,961.50
Telephone Expenses	2,247,803.04	1,571,013.04
Internet Subscription Expenses	1,899,245.92	1,488,862.62
Cable, Satellite, Telegraph and Radio Expenses	2,480.00	0.00
<b>Awards/Rewards and Prizes</b>		
Rewards and Incentives	3,887,931.29	854,455.23
<b>Confidential, Intelligence and Extraordinary Expenses</b>		
Extraordinary and Miscellaneous Expenses	132,000.00	132,000.00
<b>Professional Services</b>		
Legal Services	0.00	5,100.00
Other Professional Services	669,500.00	957,300.00
<b>General Services</b>		
Environmental/ Sanitary Service	72,000.00	72,000.00
Other General Services	5,973,262.00	524,245.00
<b>Repairs and Maintenance Expenses</b>		
Repairs and Maintenance-School Buildings	4,076,929.51	4,426,901.93
Repairs and Maintenance-Other Structures	4,513,169.17	3,075,679.96
Repairs and Maintenance-Motor Vehicles	57,432.75	38,450.00
<b>Taxes, Insurance, Premiums and Other Fees</b>		
Fidelity Bond Premium	307,500.00	146,507.25
<b>Other Maintenance and Operating Expenses</b>		
Printing and Publication Expenses	204,010.00	1,244,375.00
Representation Expenses	1,809,008.08	1,645,528.09
Transportation and Delivery Expenses	4,242,243.01	1,762,957.03
Rent/Lease Expenses	230,198.99	240,886.68
Membership Dues and Contributions to Organizations	146,360.00	117,600.00
Website Maintenance	26,538.00	0.00
Other Maintenance and Operating Expenses	18,151,872.12	16,565,667.53
<b>Total MOOE</b>	<b>₱ 145,867,862.62</b>	<b>₱112,980,067.54</b>



## 15. Non-Cash Expenses

### 15.1 Depreciation

Account Title	2022	2021
<b>Depreciation</b>		
Depreciation-Power Supply System	₱ 0.00	₱ 105,840.00
Depreciation-Buildings	11,415,754.71	9,854,750.15
Depreciation- Other Structures	998,811.90	998,811.90
Depreciation-Office Equipment	2,965,849.82	4,942,202.86
Depreciation-Machinery	527,427.00	543,949.81
Depreciation- ICT Equipment	4,453,931.34	8,004,245.85
Depreciation- Marine and Fishery Equipment	482,010.66	189,865.00
Depreciation-Communication Equipment	61,297.92	79,040.70
Depreciation- Military, Police and Security Equipment	0.00	78,220.80
Depreciation- Medical Equipment	0.00	60,778.80
Depreciation- Sports Equipment	2,531,680.60	127,012.27
Depreciation-Technical and Scientific Equipment	5,199,497.96	8,087,553.99
Depreciation- Other Machinery and Equipment	344,829.25	288,973.92
Depreciation- Motor Vehicles	1,525,446.47	1,643,615.06
Depreciation- Watercrafts	501,480.00	0.00
Depreciation-Furniture, Fixtures and Books	846,340.45	3,400,379.11
Depreciation-Other PPE	129,473.77	108,676.24
<b>Impairment Loss</b>		
Impairment loss - Loans and Receivables	636,874.80	0.00
Impairment loss - Other Receivables	10,805,736.37	0.00
Impairment loss - Inventories	3,812,233.71	0.00
<b>Total Depreciation</b>	<b>₱47,238,676.73</b>	<b>₱38,513,916.46</b>

## **PART II**

# **AUDIT OBSERVATIONS AND RECOMMENDATIONS**

## DETAILED AUDIT OBSERVATIONS AND RECOMMENDATIONS

### A. Financial and Compliance Audit

1. **The amount of bond applied for by the AOs were higher than the applicable amount based on their cash accountability during the year, contrary to Treasury Circular No. 02-2009 dated August 6, 2009 and COA Circular No. 2006-005 dated July 13, 2006, hence, must be lowered to reflect actual accountability.**

- 1.1 Treasury Circular No. 02-009 which provides for the Revised Omnibus Regulations governing the Fidelity Bonding of Accountable Public Officers pursuant to the Public Bonding Law states:

**“4.1 Public Officers Covered** - Every officer, agent, and employee of the Government of the Philippines or of the companies or corporations of which the majority of the stock is held by the National Government (NG), regardless of the status of their appointment shall, whenever the nature of the duties performed by such officer, agent or employee permits or requires the possession, custody or control of funds or properties for which he is accountable, be deemed a bondable officer and shall be bonded or bondable and his fidelity insured.

**5.1 Amount of Bond** - The amount of bond shall be based on the total accountability (cash, property and accountable forms) of the accountable officer as determined by the Head of Agency. xxx.”

- 1.2 Moreover, Section 7.1 of COA Circular No. 2006-005 dated July 13, 2006 on the grant, utilization and liquidation of cash advances provides:

“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.”

- 1.3 For proper planning and budgeting control, every AO is given a Maximum Cash Accountability (MCA) depending on the need of his/her office or the purpose of his/her cash advance for smooth flow of funds.
- 1.4 Our review of cash advances for payroll, incentives, administrative expenses, and maintenance and other operating expenses granted to designated disbursing officers disclosed that actual amount of grants did not even reach the minimum

amount covered by their bond; hence, were not based on the total accountability as shown below:

AO Designation	Amount (₱)			
	Bond	Minimum Cash Accountability	Maximum Cash Accountability	Average Actual Cash Advances Granted for CYs 2021-2022
Director for Research	₱500,000.00	₱750,001.00	₱1,000,000.00	₱1,500.00
Director for Oceanes	500,000.00	750,001.00	1,000,000.00	500,000.00
Supervising Admin Officer	500,000.00	750,001.00	1,000,000.00	147,500.00
Vice Chancellor For Planning & Devt.	1,500,000.00	2,500,001.00	5,000,000.00	800,000.00
Disbursing Officer from Cashiering Unit	1,500,000.00	2,500,001.00	5,000,000.00	820,000.00
Admin Officer/ Petty Cash Custodian	500,000.00	750,001.00	1,000,000.00	₱5,000 petty cash fund per 15 days

1.5 As can be gleaned in the table, despite showing that the succeeding year's average actual utilization of cash advances were way lower than the amount of bonds applied for, the Management was unable to lower their amount of bond during the CY 2022 and pay lower bond premiums to reflect total cash accountability.

1.6 **We recommended and the Management agreed to conduct a review and assessment of all the AOs to be bonded and thereafter, apply for the proper amount of bond depending on their total accountability.**

2. **The PARs issued for the various PPE of the University were not regularly renewed and updated, defeating the purpose of using these reports to establish custodianship of assets, contrary to Section 21 of Chapter 10, Volume I of the GAM on the accounting for PPE.**

2.1 **Section 21 of Chapter 10, Volume I of the GAM** provides that:

**“Issue of PPE.** Based on approved RIS, the Supply and/or Property Custodian shall prepare the Property Acknowledgement Receipt (PAR) (Appendix 71) to support the issue of property to end-user. The PAR shall be renewed at least every three years or every time there is a change in accountability or custodianship of the property.” (*underscoring ours*)

2.2 Also, Section 101 of PD No. 1445 states that every officer of any government agency whose duties permits or require the possession or custody of government funds or property shall be accountable therefor and for safekeeping thereof in conformity in law.

- 2.3 The law further states that when government funds or property are transferred from one AO 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 relieved or outgoing officer, subject to regulations of the Commission.
- 2.4 The PAR is used and issued by the Property Section to record and monitor the issuance of the property to end-user. During the year, however, examination of records revealed that various PARs were not renewed/updated after the lapse of three years despite the change in custody or accountability over the assets. Such practice was inconsistent with the applicable regulations and made it difficult to determine the accountability of the actual end-users of the assets of the University; thus, the purpose of these reports was defeated.
- 2.5 We recommended that the Property Custodian regularly renew/update the PARs of the PPEs every three years or as soon as there is a change in custody of accountability to strengthen control and accountability over the government assets.**
- 2.6 The Management has expressed its commitment to comply with the audit recommendations.
- 3. Improper use of liquidating documents such as RER and Certification of expenses not requiring ORs to support incurred expenses was observed in handling the PCF and cash advances transactions, thus, resulting to incomplete documentation of expenditures contrary to COA Circular Nos. 2021 – 001 dated June 24, 2021 and 2012-001 dated June 14, 2012, respectively.**
- 3.1 As a guide on the acceptability of evidence of receipt of payment for disbursements such as RER and Certification in relation to reimbursement of expenses not requiring ORs, COA Circular No. 2021 – 001 dated June 24, 2021 was issued by the Commission as a matter of clarification on the confusion of its proper usage, to wit:
- “COA Circular No. 2004 – 006 dated September 9, 2004 provides the guidelines and principles on the acceptability of the evidence of receipt of payment for disbursements. Item 3.3.1 (b) under the General Guidelines and Principles of the said COA circular specifies that the RER is a paper-based document which is acceptable for disbursements where the payee is not a business entity required by the Bureau of Internal Revenue to issue ORs, and the money is advanced by the official concerned, and the expenses is authorized to be reimbursed by the government agency concerned.
- COA Circular No. 2017-001 dated June 19, 2017 on reimbursement of expenses not requiring ORs requires that a Certification shall be submitted for expenses of ₱300.00 or less.”

3.2 As a guide, said Circular specifies the required supporting documents for reimbursement/liquidation of expenses to address the confusion on the interpretation of COA Circular No. 2004-006 and COA Circular No. 2017-001, as far as the use of the RER and the Certification is concerned, as follows:

Particulars	Documents Required
Expenses regardless of amount purchased from/rendered by establishment issuing receipts/invoice	Official Receipts/ Invoice
Expenses amounting to ₱300.00 or less purchased from/rendered by establishment not issuing receipts/invoice	Certification of Expenses Not Requiring Receipts
Expenses amounting to more than ₱300.00 but not exceeding ₱1,000.00 purchased from/rendered by establishment not issuing receipt/ invoice	RER

3.3 Furthermore, Paragraph 3.2 of COA Circular No. 2004-006 dated September 9, 2004 enumerated the minimum data content of evidence of receipt of payment in whatever form it is taken, as follows:

- a. Name of Disbursing Officer making the payment
- b. Date of payment
- c. Name of Recipient
- d. Address of the Recipient
- e. Purpose of the Payment
- f. Amount of payment received

3.4 During the year, deficiency in handling the PCF and cash advance transactions was observed. Audit of evidence of receipt of payments attached to the disbursement vouchers of various purchases made out of the petty cash fund and cash advances revealed that the submission of liquidating documents such as Official Receipts, Certification of Expenses not requiring receipts, RER and Acknowledgment Receipts were not in accordance with the provisions of COA Circular No. 2021 – 001, thereby, resulting to incomplete documentation of expenditures contrary to COA Circular No. 2012-001 dated June 14, 2012

3.5 Abusive use of the RER and Certification of Expenses Not Requiring Receipts is prohibited as it is required by the BIR that all establishments must be registered in the Bureau for them to be able to issue ORs in accordance with the laws and rules of BIR.

**3.6 We recommended and the Management agreed to follow the pertinent provisions of COA Circular No. 2021-001 on the proper usage of RER and Certification in relation to reimbursement of expenses not requiring ORs**

**to support related disbursement transactions in accordance with COA Circular No. 2012-001.**

- 4. The Management was unable to notify the Audit Team of the time and date of every scheduled delivery and inspection of procured property, supplies and materials contrary to Section 44 and 58 of PD No. 1445 and Section 6.6. of COA Circular No. 95-006 dated May 18, 1995; thus, the completeness and condition of said items could not be verified upon actual date of delivery and acceptance.**

4.1 Sections 44 and 58 of PD No. 1445 provide that:

“Section 44. Check and audit of property or supplies. The auditor shall from time to time conduct a careful and thorough check and audit of all property or supplies of the agency to which he is assigned. Such check and audit shall not be confined to a mere inspection and examination of the pertinent vouchers, inventories, and other papers but shall include an ocular verification of the existence and condition of the property or supplies. The recommendation of the auditor shall be embodied in the proper report. (*underscoring ours*)

Section 58. Audit of assets. The examination and audit of assets shall be performed with a view to ascertaining their existence, ownership, valuation and encumbrances as well as the propriety of items composing the respective asset accounts, determining their agreement with records; proving the accuracy of such records; ascertaining if the assets were utilized economically, efficiently and effectively; and evaluating the adequacy of controls over the accounts.”

- 4.2 Moreover, COA Circular No. 95-006 dated May 18, 1995 specifically provides that the Management official responsible for accepting deliveries of procured items shall, within twenty-four (24) hours from such acceptance, notify the Auditor of the time and date of the scheduled deliveries.
- 4.3 It has been observed that series of deliveries of procured property, supplies and materials were done by the Management without prior notice to the Audit Team contrary to the requirement of notification within twenty-four (24) hours upon deliveries. As a result, the Audit Team lost the opportunity to conduct timely ocular inspection on deliveries which were properly receipted for, accepted and/or paid by the Management to ascertain whether standards and specifications called for in the contracts or purchase orders were met and establish its accuracy and completeness. Furthermore, the total amount of ₱9,922,507.48 of the Inventory account during the year could not be validated.
- 4.4 This has been an observation during the past year and has been included in the Annual Audit Report. However, follow-up made on our recommendations still showed non-compliance for the CY 2022 transactions, thus recommendation was not strictly adhered to by School.

- 4.5 **We reiterated our recommendation and Management agreed to notify the Audit Team within 3 working days before every scheduled delivery of procured property, supplies and materials and submit the necessary inventory reports to the Office of the Auditor within the reglementary period.**
5. **For the CY 2022, contract documents for infrastructure projects, and purchase orders issued for supplies and materials, together with all of its supporting documents were not submitted to the Office of the Auditor within the prescribed period of submission contrary to Sections 3.1.1 and 3.2.1 of COA Circular No. 2009-001, thus, timely review and validation of the procurement transactions could not be fully undertaken.**

5.1 COA Circular No. 2009-001 dated February 12, 2009, on the submission of copy of government contracts, purchase orders and their supporting documents to the COA, states under the following sections that:

“2.1 This circular shall cover all contracts, POs and the like, entered into by any government agency irrespective of amount involved.

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.**

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.

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 Purchase Orders (POs)

3.2.1 A copy of PO irrespective of amount, and each and every supporting document, shall, **within five (5) working days from issuance thereof**, be submitted to the Auditor concerned. xXx”

5.2 Moreover, failure on the part of the officials and employees to comply with the said ruling shall be penalized as stated under Sections 4.1 to 4.2 of the same Circular, to wit:

“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.”

- 5.3 During the year, verification of records showed that the Management was unable to submit the complete supporting documents of various contracts of infrastructure projects and purchase orders for supplies and materials within the prescribed period, with delays ranging from 2 to 12 months (Appendix F), in violation of COA Circular No. 2009-001.
- 5.4 The delayed and incomplete submission of the necessary supporting documents prevented timely rendition of audit actions such as (a) evaluation of reasonableness of contract costs (e.g Approved Budget for the Contract (ABC)), as well as review of compliance with the provisions of R.A. 9184 to inform the Management of defects/deficiencies, if any; and (b) request/notice to 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, if necessary.
- 5.5 This is a reiteration of previous audit observation which was not strictly enforced by the Management during the CY 2022 transactions.
- 5.6 Furthermore, failure of the Management to immediately submit the remaining required documents may result to audit suspension and eventually to audit disallowances on the ground of failure to comply with one of the fundamental principles governing the financial transactions and operations of any government agency as provided under Section 4 (6) of PD No. 1445 which states that *“Claims against government funds shall be supported with complete documentation.”*
- 5.7 We reiterated our recommendation that Management instruct the BAC and Procurement Support Unit to stop the practice of submitting the contract and supporting documents together with the related disbursement vouchers, instead furnished the Auditor copy of the contract and other supporting documents not later than five (5) working days from issuance of purchase orders and perfection of contracts as required under Sections 3.1.1 and 3.2 of COA Circular No. 2009-001 dated February 12, 2009.**
- 5.8 The Management disseminated to the concerned personnel the recommendations of the Audit Team and committed to transmit the documents within the prescribed period in accordance with the pertinent provision of COA Circular No. 2009-001.
- 6. Non-reporting of government PPAs at the beginning of the year contrary to Section 2.1 of COA Circular No. 2013-004, dated January 30, 2013. Thus, depriving the Audit Team to conduct timely review and evaluation of implementation of PPAs.**

6.1 COA Circular No. 2013-004 on the Information and Publicity on Programs/Projects/Activities of Government Agencies provides the following provisions:

“2.1 At the beginning of the year, all government agencies shall provide their respective assigned supervising Auditor and Audit Team Leader with the list of all on-going projects, programs or activities and **those that are to be implemented during the year**. The list shall include project name; implementing office; brief description of the PPA; contractor or supplier, if any; mode of procurement; funding source; cost of approved budget or the ABC; project duration including start and completion dates; and location.

xXx

3.1 The Head of the agency shall inform its SA and ATL within ten (10) days after the award of the infrastructure or before the start of the programs/activities and the SA or ATL shall validate the same.

3.2 Based on the data sourced from monthly monitoring report prepared by the agency and verified by the Technical Audit Specialist of the Commission, the project status in (AnnexA) should be maintain as current as possible and updated, using the following schedule:

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%

xXx

All expenses incurred in violation of this Circular shall be disallowed in audit. Failure of the Agency or COA officials to comply with any provisions of this Circular shall be subject of administrative disciplinary action provided under Section 127 of PD 1445 without prejudice to the filing of a criminal actions, if warranted by existing laws.”

- 6.2 The Management failed to submit to the Audit Team the list of all on-going projects, programs or activities and those that are to be implemented during the year.
- 6.3 Interview with concerned officials on the reason for their failure to submit the list of PPAs for the year disclosed the following:
- a. Lack of knowledge of the pertinent provision of COA Circular No. 2013-004;
  - b. Other important priorities were attended by the Management at the beginning of the year which included as voluminous and simultaneous, transactions at the beginning of the year that needs to be accomplished.
  - c. Quarterly Report on PPA with on-going and implemented status during the year were submitted but they failed to include those projects that are ye to be implemented during the year.
- 6.4 Non-submission of PPAs at the beginning of the year casted doubts as to the completeness of the projects reported in the quarterly PPA. It also prevented the Audit Team from the timely conduct of review and evaluation of the reasonableness of costs (e.g ABC), legality of source of funds, as well as review of compliance with the provisions or R.A. 9184 of the said projects to ensure that there is no losses in the government funds.
- 6.5 This is a reiteration of previous year's audit findings which remained unimplemented.
- 6.6 We reiterated our recommendation that Management:**
- a) Submit to the Auditor's Office, at the start of the year, a complete list of all on-going projects, programs and activities and those that are to be implemented during the year and should be updated every quarter following the format prescribed by COA Circular 2013-004, dated January 13, 2014; and**
  - b) Henceforth, based on the data sourced from monthly monitoring report prepared by the agency and verified by the Technical Audit Specialist of the Commission, maintain and update the the project status in Annex A of COA Cirular No. 2013-004 as current as possible using the prescribed schedule.**
- 6.7 The Management committed to correct the lapses of its personnel through the issuance of a memorandum reminding them of their duties and responsibilities accorded to their respective positions.

**7. The University failed to submit sufficient data of its Updated Agency Personnel Profile/Plantilla of personnel for the CY 2022, contrary to Section 122 of PD No. 1445; thus, the appropriateness of payments of salaries and wages could not be ascertained.**

7.1 Section 122 of PD No.1445 provides among others the following:

“Section 122 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.”

7.2 Our review of the payments of salaries and wages of the University officials and employees disclosed non-submission of the Agency Plantilla of Personnel for the year. The itemized and summarized form shall support whether the payments made were consistent with the plantilla of personnel approved by the Compensation and Position Classification Bureau (CPCB) of the Department of Budget.

7.3 However, despite written requests and consistent reminders for immediate submission of its copy to the Audit Team, the Personnel Division was still unable to submit to date, along with movement of university personnel, if any. As a result, the validity, propriety, and legality of disbursements charged under Personnel Services was doubtful.

7.4 This is a reiteration of previous year’s audit findings which remained unimplemented.

**7.5 We reiterated our recommendation that Management instruct the HRMO Department to immediately 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.

7.5 The Management admitted this deficiency.

## **B. Others**

### ***Compliance with Disaster Risk Reduction Management Plan***

**8. The University has not incorporated Disaster Risk Reduction Management Plan in implementing projects contrary to Section 40 of the GP of GAA for FY 2022 (R.A. 11639); hence, appropriate disaster risk reduction adaption measures were not ensured.**

8.1 Section 40 of the GP of GAA for FY 2022 provides that:

**“Sec 40. Disaster Risk Reduction and Climate Change Adaption and Mitigation Measures Incorporated in All Agencies Projects. All agencies of the government should implement projects incorporating risk reduction, climate change adaption, and where feasible, climate change mitigation.”**

To ensure that the disaster risk reduction and climate change adaption measures are appropriate in the light of intensifying hazards, all national government projects should be subjected to multi-scenario, probabilistic analysis. For this purpose, the CCC shall extend the necessary technical and capacity building assistance to all agencies of the government in the conduct of risk assessment, as well as adaption and mitigation planning.

Agencies shall likewise integrate energy-saving solutions and consider climate resilience in the implementation of all infrastructure projects, office programs, and activities, as well as assess their organizational carbon footprint and pursue appropriate emission reduction measure, to mitigate and adapt to the effects of climate change pursuant to the provisions of R.A. No. 9729.”

8.2 Per audit, the contract documents submitted to the Audit Team was lacking the Plan for the project documents. This plan shall serve as basis of the Team in ascertaining whether or not the existence of Disaster Risk Reduction and Climate Change Adaption and Mitigation Measures has been incorporated in the University projects.

8.3 Further, it was observed that the agency is not also conducting PPAs in relation with prevention and mitigation of disasters like earth quake drill, fire drill, tsunami drill and flood drills.

- 8.4 **We therefore recommended that Management conduct thorough assessment of all PPAs of the University and include in its budget the DRRM Plans.**

*Compliance with Property Insurance Law*

9. **Insurable properties of the University were not insured with the GIF of the GSIS despite the mandatory requirement as provided in COA Circular No. 92-390 dated November 11, 1992 and Section 5 of the R.A. 656 (Property Insurance Law) 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.**

- 9.1 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 GIF 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.”

- 9.2 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”

- 9.3 Section 5 of R.A. No 656 provides that:

“Section 5. Every government, except a municipal government below first class, is hereby required to insure its properties, with the Fund against any insurable risk herein provided and pay the premiums thereon, which, however, shall not exceed the premiums charged by private insurance companies: Provided, however, That the System reserves the right to disapprove the whole or a portion of the amount of insurance applied for: Provided, further, That such property or part thereof as may not be insurable or acceptable for insurance may be insured with any private insurance company. A municipal government below first class may upon application insure its properties in the Fund under such rules and regulations as the System may prescribe.”

- 9.4 All insurable properties of the Agency must be covered with the appropriate property insurance with the 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.

9.5 Section 5.1 and 5.2 of COA Circular No. 2018-002 states the procedures on how to insure all the properties of the University in the GSIS, to wit:

“5.1 Heads of the Government Agencies shall direct the pertinent official under his/her supervision to:

- a. Secure directly from the GSIS/GIF, all insurances or bonds covering properties, contracts, rights of action, and other insurable risks of their respective offices;
- b. Prepare the Property Inventory Form (PIF) listing of all the insurable properties and other assets, showing their latest appraised values/valuation, appraisal date, location and other information (Annex A);
- c. Extract from the Report of the Physical Count of PPE, as well as from the Report on Physical Count of Inventories, prepared in accordance with the provisions of the Government Accounting Manual, the data for the PIF pertaining to the insurable assets and interest of the government (excluding impaired properties for disposal);
- d. Cause the appraisal of the insurable properties and other assets of their respective offices. For this purpose, an in-house appraisal shall be sufficient if the property or insurable interest has a value of ₱10 million and below. Otherwise, an independent appraisal shall be necessary;
- e. Submit the consolidated PIF to the Supervising Auditor/ Audit Team Leader and the GIF, GSIS not later than April 30 of each year;
- f. Include in the agency annual budget the amount of premiums for the general insurance covering all insurable properties and other assets and ensure its payment to the GSIS; and
- g. Ensure centralized payment of insurance premiums of all assets/ property, whether located in the Central/ Head Office (C/HO) or Regional/District Office, Branches and/or Operating Units (R/Dos/Bs/OUTs) to submit their respective accurate and updated PIF for consolidation at the C/HO.

5.2 It shall be the responsibility of the Officials of the GIF to validate/review the accuracy of the valuation of the properties reported in the PIF.”



- 9.6 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 GIF of the GSIS.
- 9.7 We recommended that Management require the Property Officer to (a) prepare the report of properties that require insurance coverage and submit the same to the GSIS and furnished a copy to the Audit Team for review and verification; and (b) insure all insurable assets with the GIF of the GSIS to cover the cost of the properties in case of loss due to fire and other contingent event in accordance with to R.A. No. 656, otherwise known as Property Insurance Law, as amended by PD No. 245 dated July 13, 1973.**
- 9.8 The Management is in process of conducting surveys and assessments to acquire land titles where these infrastructures are located so that insurance can be acquired.

#### *Gender and Development (GAD) Plans and Programs*

- 10. Management was unable to institutionalize a GAD Database that should have reflected gender statistics and sex-disaggregated data, the core basis for planning, budgeting, programming, and policy formulation, contrary to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 on the Guidelines for the Preparation of Annual GAD; hence, its effectiveness cannot be ascertained and caused a low utilization rate of GAD budget.**

- 10.1 Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012 requires that GAD Database/Sex-disaggregated Data be managed or adapted in every agency, to wit:

“The agency shall develop or integrate in its existing database GAD information to include gender statistics and sex-disaggregated data that have been systematically produced or gathered as inputs or bases for planning, budgeting, programming, and policy formulation.”

- 10.2 Section 36 (c) Generation and Maintenance of GAD Database of RA 9710, otherwise known as An Act Providing for the Magna Carta of Women provides that:

“All departments, including their attached agencies, offices, bureaus, state universities, government-owned and controlled corporations, local government units, and other government instrumentalities shall develop and maintain a GAD database containing gender statistics and sex disaggregated data that have been systematically gathered, regularly updated, and subjected to gender analysis for planning, programming, and policy formulation.”

10.3 Further, Section 34 of the GP of the GAA for FY 2021 (R.A. No. 11639) requires all agencies of the government to formulate a GAD Plan designed to address gender issues within their concerned sectors or mandate and shall allocate 5 percent of their budget for these activities, to wit:

“GAD Plan shall be integrated in the regular activities of the agencies, which shall be at least five percent (5%) of their budget. For this purpose, activities currently being undertaken by the agencies which relate to GAD or those that contribute to poverty alleviation, economic empowerment especially of marginalized women, protection, promotion, and fulfillment of women’s human rights, and practice of gender-responsive governance are considered sufficient compliance with said requirements. Utilization of the GAD budget shall be evaluated based on GAD performance indicators identified by said agencies.”

10.4 One of the major functions of the GAD Focal Point System (GFPS) as stated in the IRR or R.A. 9710 is to lead in setting up appropriate systems and mechanisms to ensure the generation, processing, review and updating of sex-disaggregated data or GAD database to serve as basis in performance-based gender-responsive planning, programming and policy formulation.

10.5 Inquiry with the GAD Focal Point disclosed that the agency has not develop a GAD Database containing sex disaggregated data (SDD) that can be used in identifying gender issues and determining appropriate gender responsive policies, programs, activities, and projects that would address the identified gender issues/gaps.

10.6 For purposes of GAD, a sex disaggregated data should contain gender statistics and GAD-related information crucial for evidenced-based planning and policy-making. One of the most important components in coming up or formulating gender related issues is the availability of sex-disaggregated data. Hence, the conceptualization of Organization and/or client- focused PPAs to address gender issues that are not based on or confirmed by sex disaggregated data may continue the risk that the programmed and implemented PPAs may not fully address the gender issues and concerns.

10.7 Therefore, the gender issues/gaps and PPAs indicated in the CY 2022 GAD Plan and Budget did not result from analysis of the SDD casting doubt on whether the identified PPAs address valid and existing gender issues.

10.8 For CY 2022, verifications made disclosed the following:

- a) MSU-TCTO’s GAD Plan and Budget duly approved by the PCW were not submitted to the Office of the Auditor;
- b) Programs, Projects and Activities conducted and reported in the GAD Accomplishment Report should be focused on the mandates of MSU-TCTO as laid down in R.A. No. 6060 or also known as An Act to Establish the Sulu College of Technology and Oceanography as a Unit of the Mindanao State University, in Defining its Objectives, Appropriating Funds Therefor, and for other Purposes; and
- c) Low budget allocation for GAD Plan and unutilized GAD budget for gender issues.

10.9 Nevertheless, for CY 2022, the GAD accomplishments showed total expenditures of ₱3,033,586.55 is shown below:

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
₱676,117,000.00	₱33,805,850.00	₱2,203,502.64	6.52%	₱1,212,422.00	₱696,102.64	₱1,908,524.64	<b>86.61%</b>

10.10 It can be gleaned from the above table that the required amount that should have been allocated for GAD Plan which is 5 percent of the agency’s budget of ₱676,117,000.00 was not complied by the University contrary to Section 34 of the GP of the GAA for FY 2022 (R.A. No. 11639). Further, out of the ₱2,203,502.64 GAD allocated budget made, it was able to spent only ₱1,908,524.64 or only 86.61 percent; thus, the opportunity to implement activities that contribute to poverty alleviation, economic empowerment, protection, promotion, and fulfilment of women’s human rights, and practice of gender-responsive governance fell short. Additional pressing gender issues might have been gathered and addressed had the GAD Database been institutionalized; thus, the allocated GAD budget could have reached higher utilization.

**10.11 We recommended that Management:**

- a) **Require the GAD Focal to establish and maintain a GAD database containing Sex-Disaggregated data and gender statistics and consider such in the preparation of the GAD Plan and Budget pursuant to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 to be able to gather all pressing gender issues in the University; and**
- b) **Maximize the utilization of the allocated GAD budget, especially in activities that address the differential gender concerns through**

capacity development on GAD, in accordance with the provisions of the GAA, the Magna Carta of Women (R.A. No. 9710), the CEDAW, the Beijing Platform for Action, the Philippine Plan for Gender-Responsive Development (1995-2025), and the Philippine Development Plan (2017-2022).

*Compliance with Tax Laws*

11. MSU-TCTO regularly remitted to the BIR taxes withheld from compensations and VAT from purchased of goods and services totaling ₱31,561,142.68 for the CY 2022 thru Tax Remittance Advice.

*Compliance with GSIS, HDMF and PHIC Regulations*

12. 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 2022 as follows:

Particulars	Amount
GSIS	₱70,852,089.16
Pag-IBIG	5,647,015.17
PhilHealth	11,881,181.87
<b>Total</b>	<b>₱88,380,286.20</b>

*Statement of Suspensions, Disallowances, and Charges*

13. There were no suspensions, disallowances and charges for the year ended December 31, 2022.

Particulars	Beg. Balance, 12/31/2021	This period, January 01 to December 31, 2022		End. Balance, 12/31/2022
		Issuances	Settlements	
Notice of Suspensions	₱0.00	₱0.00	₱0.00	₱0.00
Notice of Disallowances	0.00	0.00	0.00	0.00
Notice of Charges	0.00	0.00	0.00	0.00
<b>Total</b>	<b>₱0.00</b>	<b>₱0.00</b>	<b>₱0.00</b>	<b>₱0.00</b>

## **PART III**

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

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

Of the 31 prior year's audit recommendations, 12 were fully implemented, 12 were partially implemented, and seven (7) remained unimplemented as of report date.

Ref.	Observation	Recommendation	Status of Implementation
AAR CY 2021	The accompanying Notes to FS of the University for the CY 2021 are not fully compliant with the disclosure requirements of the IPSAS 1; thus, the presentation of the FS and its accompanying Notes did not adequately provide its users with relevant information in understanding the Agency's financial position, performance and cash flows.	We recommended that the Management require the Accountant to: <ol style="list-style-type: none"> <li>1. Comply with the disclosure requirements of the pertinent IPSAS provisions in order to achieve fair presentation of the FS;</li> <li>2. Provide disclosures as to the withholding and remittances of contributions and premiums to Pag-IBIG, PhilHealth and GSIS; and</li> <li>3. Account for the cause of other balances in the FS that needs disclosure according to the applicable provisions.</li> </ol>	<b>Fully Implemented</b>  <b>Fully Implemented</b>  <b>Fully Implemented</b>
AAR CY 2021 2020 2019 2018 2013	For the CY 2021, contract documents for infrastructure projects with all of its supporting documents and purchase orders issued for supplies and materials were 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	We reiterated our recommendations that Management should: <ol style="list-style-type: none"> <li>4. Require the Bids and Awards Committee (BAC) to expedite the submission of the 2021 approved contracts and strictly ensure that they are supported with complete documentation/attachment;</li> <li>5. Regularly submit within five (5) working days from the execution of the contract the contract documents together with all of its supporting</li> </ol>	<b>Partially Implemented</b>  <b>Not Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	Circular No. 2009-001, resulting to delay of the Audit Team in conducting review and in informing Management of defects/deficiencies, 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 turnover by the contractor and accepted by the Management.	documents and purchase orders for supplies and materials for current and succeeding years; and  6. Require the concerned personnel to revisit the pertinent rules and regulations such as COA Circular No. 2009-001 dated February 12, 2009.	<b>Partially Implemented</b>  <i>Reiterated in this AAR.</i>
AAR CY 2021	Some government motor vehicles of the University were not marked “For Official Use Only” and did not bear government plate contrary to pertinent provisions of COA Circular No. 77-61 dated September 26, 1977 relative to fuel consumption of government vehicles and COA Circular No. 75-6 dated November 7, 1975.	7. We recommended that the Management abide strictly with the pertinent provisions on the proper markings of government owned motor vehicles by marking all its motor vehicles with “For Official Use Only”, and to exert more efforts to see to it that these are duly registered and government plated under the name of the Agency.	<b>Fully Implemented</b>
AAR CY 2021 2020	Not all Accountable Officers are maintaining the Cash Receipts Record (CRR), Cash Disbursement Record (CDR), Check Disbursement Record (CkDR) or their equivalents, such as Cash Receipts Register (CRR),	We recommended the Management to instruct the Accountable Officer to:  8. 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	<b>Partially Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	Petty Cash Register (PCR), and Cash Disbursements Register (CDR) whichever is applicable to their designation contrary to Revised Cash Examination Manual as prescribed by COA Memorandum No. 2013-004 dated July 9, 2013.	<p>monitoring and control of funds and for proper accounting and auditing of related accounts thereafter in lieu of the cashbooks being maintained; and</p> <p>9. Record all transactions of cash in bank including receipts and issuances of checks, record cancelled checks and debit and credit memos in the checkbooks.</p>	<b>Partially Implemented</b>
AAR CY 2021	The management failed to notify the Audit Team of the time and date of every scheduled delivery of procurements on various supplies and materials contrary to Section 44 and 58 of PD 1445 and Section 6.6. of COA Circular No. 95-006 dated May 18, 1995.	10. We therefore recommended that the management to include the Audit Team in the acquisition, delivery, inspection and acceptance activities of the agency and to submit the necessary inventory reports to the Office of the Auditor within the reglementary period.	<b>Partially Implemented</b>  <i>Reiterated in this AAR.</i>
AAR 2021 2020	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	11. We reiterated our recommendation that 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	<b>Fully Implemented</b>



Ref.	Observation	Recommendation	Status of Implementation
	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.	completion of the same as set under the MOA.	
AAR CY 2021	Non-submission of prompt Management replies to the Audit Observation Memorandum (AOMs) issued by the Audit Team and duly accomplished Agency Action Plan and Status of Implementation (AAPSI) form on the remedial measures contained in the AAR for the CY 2020 contrary Section 91 of the General Provisions (GP) of FY 2021 GAA (RA 11518) and COA Memorandum No. 2014-002 dated March 18, 2014, thereby preventing the timely monitoring, validation, and follow up on the status of its implementation.	12. We recommended the management to regularly submit Management response to the issued AOMs within the prescribed period from its receipt and submit the prescribed duly accomplished AAPSI form within 60 days from the receipt of the AARs.	<b>Fully Implemented</b>
AAR CY 2021 2020	TCTO was not compliant with the Transparency Seal as mandated by Section 96 of General Appropriations Act (GAA) for CY 2021 and the provisions of Section 95 and 96 of GAA 2021 with regards to	13. We therefore recommended the Management to update the official website of the University with information mentioned in Sections 95 and 96 of GAA 2021 and maintain yearly the update of this information by assigning web administrators for these tasks.	<b>Not Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	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.		
AAR CY 2021	Buildings and Other Structures of the University were not Differently-Abled Persons/Persons with Disability (PWDs) friendly contrary to Batas Pambansa (BP) Blg. 344; thus, may deprive the persons needing assistance especially students and employees to access the services of the University.	14. We therefore recommended that the management conduct planning conferences to ensure that all the buildings and other structures of the University are friendly to differently-abled persons/PWDs, and include the same in its budget pursuant to BP Blg 344 in order to address their rights to participate fully in the social life and the development of the societies within the University.	<b>Partially Implemented</b>
AAR CY 2021	Management was unable to institutionalize a GAD Database that should have reflected gender statistics and sex-disaggregated data, the core basis for planning, budgeting, programming, and policy formulation, contrary to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 on the Guidelines for the Preparation of Annual GAD; hence, its effectiveness cannot be	We recommended that Management:  15. Require the GAD Focal to establish and maintain a GAD database containing Sex-Disaggregated data and gender statistics and consider such in the preparation of the GAD Plan and Budget pursuant to Section 4.4 of the PCW-NEDA-DBM Joint Circular No. 2012-01 to be able to gather all pressing gender issues in the University;	<b>Not Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	ascertained and caused a low utilization rate of GAD budget.	<p>16. Allocate at least five percent of its total budget for the GAD Plan and fully implement programmed activities to fully comply with the GP of the GAA for the FY 2018; and</p> <p>17. Maximize the utilization of the allocated GAD budget, especially in activities that address the differential gender concerns through capacity development on GAD, in accordance with the provisions of the GAA, the Magna Carta of Women (R.A. No. 9710), the Convention on the Elimination of All Forms of Discrimination Against Women (CEDAW), the Beijing Platform for Action, the Philippine Plan for Gender-Responsive Development (1995-2025), and the Philippine Development Plan (2017-2022).</p>	<p><b>Partially Implemented</b></p> <p><b>Partially Implemented</b></p> <p><i>Reiterated in this AAR.</i></p>
Page 59 CY 2020 2019 2018 2017	Buildings and other school properties of the University 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	<p>18. We recommended that the University adhere to the provisions of COA Circular No. 92-390 dated November 17, 1992.</p> <p>19. 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</p>	<p><b>Not Implemented</b></p> <p><b>Not Implemented</b></p> <p><i>Reiterated in this AAR.</i></p>

Ref.	Observation	Recommendation	Status of Implementation
	to any fortuitous event such as fire, earthquake, typhoon and/or flood.	the provisions of COA Circular No. 92-390 dated November 17, 1992 and Section 11 of RA 656 otherwise known as the Property Insurance Law.	
AAR CY 2020 2019 2018	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 reiterated our recommendations that the Management:  20. 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>Not Implemented</b>  <i>Reiterated in this AAR.</i>
AAR CY 2020 2019	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	21. 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	<b>Fully Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	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.	No. 9184 otherwise known as the Government Procurement Reform Act and as required under DBM Circular Letter No. 2011-06 and 2011-06A.	
AAR CY 2020 2019	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.	22. 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.	<b>Not Implemented</b>  <i>Reiterated in this AAR.</i>
AAR CY 2019 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 ₱13,619,111.17 and	We reiterated our recommendations that the management:  23. Comply with the provisions of Section 111 of PD 1445 paragraphs 1 and 2 as regards to recording of accounts;  24. Undertake more aggressive measures that will facilitate	<b>Fully Implemented</b>  <b>Fully</b>

Ref.	Observation	Recommendation	Status of Implementation
	<p>₱8,427,780.35 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>	<p>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>25. 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; and</p> <p>26. Verify, review and analyze the dormant asset and liability accounts totaling ₱13,619,111.17 and ₱8,427,780.35, respectively, as required under COA Circular No. 97-001 and effect the necessary adjustment/s to arrive at the correct account balance at year-end; and</p> <p>27. Receivable Accounts totaling ₱13,619,111.17 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>	<p><b>Implemented</b></p> <p><b>Fully Implemented</b></p> <p><b>Fully Implemented</b></p> <p><b>Fully Implemented</b></p>
AAR CY 2019	Unserviceable/ Obsolete properties with undetermined value were still included in the Property, Plant and	<p>We recommended that management:</p> <p>28. Establish proper coordination with the Appraisal Committee</p>	<b>Partially Implemented</b>

Ref.	Observation	Recommendation	Status of Implementation
	<p>Equipment (PPE) Account and were not reclassified under “Other Assets” Account.</p>	<p>to reconcile and recognize the unrecorded lands in the book of accounts after careful evaluation and validation as to the legality of ownership.</p> <p>29. 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</p> <p>30. Strictly conform to COA Circular No. 89-296 on how to dispose the unserviceable properties.</p> <p>31. Draw journal entry vouchers to derecognize the unserviceable properties after disposal and apply appropriate accounting procedures to effect adjustments in the books.</p>	<p><b>Partially Implemented</b></p> <p><b>Partially Implemented</b></p> <p><b>Partially Implemented</b></p>

## **PART IV – APPENDICES**



**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**DETAILED STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2022**  
**Detailed**  
**(All Funds)**

	2022				2021			
	Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL
<b>ASSETS</b>								
<b>CURRENT ASSETS</b>								
<b>Cash and Cash Equivalents</b>								
<b>Cash on Hand</b>								
Cash Collecting Officers	0.00	0.00	0.00	0.00	-	-	-	-
Petty Cash	20,000.00	5,000.00	0.00	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>0.00</b>	<b>25,000.00</b>	<b>20,000.00</b>	<b>5,000.00</b>	<b>-</b>	<b>25,000.00</b>
Cash in Bank - LCCA - LBP	0.00	28,882,058.14	29,697,739.23	58,579,797.37	0.00	23,774,539.64	49,913,431.08	73,687,970.72
<b>Total Cash in Bank-Local Currency</b>	<b>0.00</b>	<b>28,882,058.14</b>	<b>29,697,739.23</b>	<b>58,579,797.37</b>	<b>0.00</b>	<b>23,774,539.64</b>	<b>49,913,431.08</b>	<b>73,687,970.72</b>
<b>Total Cash and Cash Equivalents</b>	<b>20,000.00</b>	<b>28,887,058.14</b>	<b>29,697,739.23</b>	<b>58,604,797.37</b>	<b>20,000.00</b>	<b>23,779,539.64</b>	<b>49,913,431.08</b>	<b>73,712,970.72</b>
<b>Receivables</b>								
<b>Loans and Receivables</b>								
Accounts Receivable	0.00	636,874.80	0.00	636,874.80	0.00	636,874.80	0.00	636,874.80
Allowance for Impairment - Accounts Receivable	0.00	(636,874.80)		(636,874.80)	-			
<b>Total Loan and Receivable</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>636,874.80</b>	<b>0.00</b>	<b>636,874.80</b>
<b>Inter-Agency Accounts Receivables</b>								
Due from National Government Agencies	0.00	0.00	0.00	0.00	0.00	2,176,500.00	0.00	2,176,500.00
<b>Total Inter-Agency Accounts Receivable</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,176,500.00</b>	<b>0.00</b>	<b>2,176,500.00</b>
<b>Other Receivables</b>								
Other Receivables	10,805,736.37	0.00	0.00	10,805,736.37	10,805,736.37	0.00	0.00	10,805,736.37
Allowance for Impairment - Other Receivables	(10,805,736.37)			(10,805,736.37)				
<b>Total Other Receivables</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>10,805,736.37</b>	<b>0.00</b>	<b>0.00</b>	<b>10,805,736.37</b>
<b>Total Receivables</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>10,805,736.37</b>	<b>2,813,374.80</b>	<b>0.00</b>	<b>13,619,111.17</b>
<b>Inventories</b>								
<b>Inventory Held for Consumption</b>								
Office Supplies Inventory	899,612.98	0.00	451,500.00	1,351,112.98	2,393,409.64	0.00	620,910.35	3,014,319.99
Other Supplies and Materials Inventory	0.00	0.00	0.00	0.00	0.00	0.00	42,636.08	42,636.08
<b>Total Inventory Held for Consumption</b>	<b>899,612.98</b>	<b>0.00</b>	<b>451,500.00</b>	<b>1,351,112.98</b>	<b>2,393,409.64</b>	<b>0.00</b>	<b>663,546.43</b>	<b>3,056,956.07</b>
<b>Semi-Expendable Machinery and Equipment</b>								
Semi-expendable - Office Equipment	1,649,885.21	402,708.69	97,680.00	2,150,273.90	1,056,774.71	0.00	338,163.56	1,394,938.27
Semi-expendable - Information & Communications Equip	1,953,552.87	683,609.13	85,850.00	2,723,012.00				
Semi-expendable - Medical Equipment	99,390.00	0.00	0.00	99,390.00				
Semi-expendable - Technical and Scientific Equipment	200,111.00	0.00	449,392.00	649,503.00	267,432.50	0.00	0.00	267,432.50
Semi-expendable - Other Machinery and Equipment	231,802.25	0.00	115,726.75	347,529.00	701,760.84	0.00	0.00	701,760.84
Semi-expendable - Furniture and Fixtures	1,894,654.55	436,382.05	270,650.00	2,601,686.60	367,100.00	0.00	0.00	367,100.00
Semi-expendable - Books	0.00	0.00	0.00	0.00	0.00	389,515.00	0.00	389,515.00
<b>Total Semi-Expendable Machinery and Equipment</b>	<b>6,029,395.88</b>	<b>1,522,699.87</b>	<b>1,019,298.75</b>	<b>8,571,394.50</b>	<b>2,393,068.05</b>	<b>389,515.00</b>	<b>338,163.56</b>	<b>3,120,746.61</b>
<b>Total Inventory</b>	<b>6,929,008.86</b>	<b>1,522,699.87</b>	<b>1,470,798.75</b>	<b>9,922,507.48</b>	<b>4,786,477.69</b>	<b>389,515.00</b>	<b>1,001,709.99</b>	<b>6,177,702.68</b>
<b>Other Current Assets</b>								
<b>Advances</b>								
Advances for Payroll	161,500.00	56,930.00	0.00	218,430.00	946,452.22	0.00	588,900.00	1,535,352.22
Advances to Special Disbursing Officers	1,049,000.00	268,120.00	0.00	1,317,120.00	752,500.00	0.00	0.00	752,500.00
Advances to Officers and Employees	354,066.32	0.00	150,000.00	504,066.32	544,525.36	0.00	4,500.00	549,025.36
Advances to Contractors	11,244,308.32	0.00	0.00	11,244,308.32	12,408,135.82	197,962.00	0.00	12,606,097.82
<b>Total Other Current Assets</b>	<b>12,808,874.64</b>	<b>325,050.00</b>	<b>150,000.00</b>	<b>13,283,924.64</b>	<b>14,651,613.40</b>	<b>197,962.00</b>	<b>593,400.00</b>	<b>15,442,975.40</b>
<b>Total Current Assets</b>	<b>19,757,883.50</b>	<b>30,734,808.01</b>	<b>31,318,537.98</b>	<b>81,811,229.49</b>	<b>30,263,827.46</b>	<b>27,180,391.44</b>	<b>51,508,541.07</b>	<b>108,952,759.97</b>

		2022				2021			
		Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL
<b>NON-CURRENT ASSETS</b>									
<b>Property, Plant and Equipment</b>									
<b>Land</b>									
Land	10601010-00	16,994,835.50	0.00	0.00	16,994,835.50	16,994,835.50	0.00	0.00	16,994,835.50
<b>Total Land</b>		<b>16,994,835.50</b>	<b>0.00</b>	<b>0.00</b>	<b>16,994,835.50</b>	<b>16,994,835.50</b>	<b>0.00</b>	<b>0.00</b>	<b>16,994,835.50</b>
<b>Infrastructure Assets</b>									
Power Supply System	10603050-00	0.00	0.00	0.00	0.00	1,764,000.00	0.00	0.00	1,764,000.00
Accumulated Depreciation - Power Supply System	10603051-00	0.00	0.00	0.00	0.00	(341,219.59)	0.00	0.00	(341,219.59)
<b>Total Infrastructure Assets</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,422,780.41</b>	<b>0.00</b>	<b>0.00</b>	<b>1,422,780.41</b>
<b>Buildings and Other Structures</b>									
School Buildings	10604020-00	297,051,995.35	20,052,301.86	0.00	317,104,297.21	253,690,757.65	20,052,301.86	0.00	273,743,059.51
Accumulated Depreciation - School Buildings	10604021-00	(108,714,431.29)	(4,867,053.10)	0.00	(113,581,484.39)	(98,020,559.45)	(4,145,170.23)	0.00	(102,165,729.68)
<i>Net Value</i>		<i>188,337,564.06</i>	<i>15,185,248.76</i>	<i>0.00</i>	<i>203,522,812.82</i>	<i>155,670,198.20</i>	<i>15,907,131.63</i>	<i>0.00</i>	<i>171,577,329.83</i>
Other Structures	10604990-00	19,067,215.73	23,592,984.85	0.00	42,660,200.58	19,067,215.73	23,592,984.85	0.00	42,660,200.58
Accumulated Depreciation - Other Structures	10604991-00	(1,872,738.10)	(1,959,387.21)	0.00	(3,832,125.31)	(1,586,729.86)	(1,246,583.55)	0.00	(2,833,313.41)
<i>Net Value</i>		<i>17,194,477.63</i>	<i>21,633,597.64</i>	<i>0.00</i>	<i>38,828,075.27</i>	<i>17,480,485.87</i>	<i>22,346,401.30</i>	<i>0.00</i>	<i>39,826,887.17</i>
<b>Total Buildings and Other Structures</b>		<b>205,532,041.69</b>	<b>36,818,846.40</b>	<b>0.00</b>	<b>242,350,888.09</b>	<b>173,150,684.07</b>	<b>38,253,532.93</b>	<b>0.00</b>	<b>211,404,217.00</b>
<b>Machinery and Equipment</b>									
Machinery	10605010-00	5,372,412.50	0.00	2,184,000.00	7,556,412.50	1,140,138.47	0.00	6,043,886.80	7,184,025.27
Accumulated Depreciation - Machinery	10605011-00	(4,483,619.50)	0.00	(510,480.00)	(4,994,099.50)	(1,123,888.87)	0.00	(2,840,566.80)	(3,964,455.67)
<i>Net Value</i>		<i>888,793.00</i>	<i>0.00</i>	<i>1,673,520.00</i>	<i>2,562,313.00</i>	<i>16,249.60</i>	<i>0.00</i>	<i>3,203,320.00</i>	<i>3,219,569.60</i>
Office Equipment	10605020-00	16,657,073.08	7,058,690.00	0.00	23,715,763.08	20,777,114.56	9,019,723.56	0.00	29,796,838.12
Accumulated Depreciation - Office Equipment	10605021-00	(7,334,804.34)	(4,770,172.05)	0.00	(12,104,976.39)	(14,566,905.88)	(4,682,098.96)	0.00	(19,249,004.84)
<i>Net Value</i>		<i>9,322,268.74</i>	<i>2,288,517.95</i>	<i>0.00</i>	<i>11,610,786.69</i>	<i>6,210,208.68</i>	<i>4,337,624.60</i>	<i>0.00</i>	<i>10,547,833.28</i>
Information and Communication Technology Equipment	10605030-00	28,987,403.47	4,787,322.00	0.00	33,774,725.47	44,094,409.57	8,988,552.39	0.00	53,082,961.96
Accumulated Depreciation - ICT Equipment	10605031-00	(20,868,997.75)	(697,607.07)	0.00	(21,566,604.82)	(23,794,902.36)	(5,089,042.55)	0.00	(28,883,944.91)
<i>Net Value</i>		<i>8,118,405.72</i>	<i>4,089,714.93</i>	<i>0.00</i>	<i>12,208,120.65</i>	<i>20,299,507.21</i>	<i>3,899,509.84</i>	<i>0.00</i>	<i>24,199,017.05</i>
Marine and Fishery Equipment	10605050-00	3,831,203.00	0.00	0.00	3,831,203.00	4,701,195.61	1,132,937.57	0.00	5,834,133.18
Accumulated Depreciation - Marine and Fishery Equipment	10605051-00	(2,237,031.98)	0.00	0.00	(2,237,031.98)	(3,876,206.32)	(691,250.70)	0.00	(4,567,457.02)
<i>Net Value</i>		<i>1,594,171.02</i>	<i>0.00</i>	<i>0.00</i>	<i>1,594,171.02</i>	<i>824,989.29</i>	<i>441,686.87</i>	<i>0.00</i>	<i>1,266,676.16</i>
Communication Equipment	10605070-00	340,544.00	0.00	0.00	340,544.00	452,524.00	0.00	0.00	452,524.00
Accumulated Depreciation - Communication Equipment	10605071-00	(163,627.38)	0.00	0.00	(163,627.38)	(438,039.90)	0.00	0.00	(438,039.90)
<i>Net Value</i>		<i>176,916.62</i>	<i>0.00</i>	<i>0.00</i>	<i>176,916.62</i>	<i>14,484.10</i>	<i>0.00</i>	<i>0.00</i>	<i>14,484.10</i>
Disaster Response and Rescue Equipment	10605090-00	0.00	0.00	0.00	0.00	1,034,380.00	0.00	0.00	1,034,380.00
Accumulated Depreciation - Disaster Response and Rescue Equipment	10605091-00	0.00	0.00	0.00	0.00	(930,942.00)	0.00	0.00	(930,942.00)
<i>Net Value</i>		<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>103,438.00</i>	<i>0.00</i>	<i>0.00</i>	<i>103,438.00</i>
Military, Police and Security Equipment	10605100-00	0.00	0.00	0.00	0.00	100,900.00	869,120.00	0.00	970,020.00
Accumulated Depreciation - Military, Police and Security Equipment	10605101-00	0.00	0.00	0.00	0.00	(72,026.33)	(78,220.80)	0.00	(150,247.13)
<i>Net Value</i>		<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>28,873.67</i>	<i>790,899.20</i>	<i>0.00</i>	<i>819,772.87</i>
Medical Equipment	10605110-00	255,100.00	0.00	0.00	255,100.00	337,660.00	0.00	0.00	337,660.00
Accumulated Depreciation - Medical Equipment	10605111-00	(255,098.00)	0.00	0.00	(255,098.00)	(218,262.45)	0.00	0.00	(218,262.45)
<i>Net Value</i>		<i>2.00</i>	<i>0.00</i>	<i>0.00</i>	<i>2.00</i>	<i>119,397.55</i>	<i>0.00</i>	<i>0.00</i>	<i>119,397.55</i>
Sports Equipment	10605130-00	1,275,000.00	659,946.43	0.00	1,934,946.43	1,415,199.50	854,696.93	0.00	2,269,896.43
Accumulated Depreciation - Sports Equipment	10605131-00	(712,598.00)	(173,990.36)	0.00	(886,588.36)	(1,369,380.18)	(263,561.93)	0.00	(1,632,942.11)
<i>Net Value</i>		<i>562,402.00</i>	<i>485,956.07</i>	<i>0.00</i>	<i>1,048,358.07</i>	<i>45,819.32</i>	<i>591,135.00</i>	<i>0.00</i>	<i>636,954.32</i>
Technical and Scientific Equipment	10605140-00	29,887,694.26	-	12,975,488.29	42,863,182.55	34,185,730.32	349,000.00	13,861,500.23	48,396,230.55
Accumulated Depreciation - Tech and Sci Equipment	10605141-00	(27,270,362.59)	-	(3,725,621.55)	(30,995,984.14)	(25,527,953.93)	(172,755.00)	(1,871,302.53)	(27,572,011.46)
<i>Net Value</i>		<i>2,617,331.67</i>	<i>-</i>	<i>9,249,866.74</i>	<i>11,867,198.41</i>	<i>8,657,776.39</i>	<i>176,245.00</i>	<i>11,990,197.70</i>	<i>20,824,219.09</i>
Other Machinery and Equipment	10605990-00	2,695,264.07	-	1,139,000.00	3,834,264.07	4,223,090.00	58,835.00	2,062,100.89	6,344,025.89
Accumulated Depreciation - Other Machinery and Equipment	10605991-00	(984,941.34)	-	(715,998.00)	(1,700,939.34)	(3,696,839.71)	(43,537.90)	(278,383.62)	(4,018,761.23)
<i>Net Value</i>		<i>1,710,322.73</i>	<i>-</i>	<i>423,002.00</i>	<i>2,133,324.73</i>	<i>526,250.29</i>	<i>15,297.10</i>	<i>1,783,717.27</i>	<i>2,325,264.66</i>
<b>Total Machinery and Equipment</b>		<b>24,990,613.50</b>	<b>6,864,188.95</b>	<b>11,346,388.74</b>	<b>43,201,191.19</b>	<b>36,846,994.10</b>	<b>10,252,397.61</b>	<b>16,977,234.97</b>	<b>64,076,626.68</b>
<b>Transportation Equipment</b>									
Motor Vehicles	10606010-00	10,319,405.21	5,250,000.00	0.00	15,569,405.21	11,839,854.51	6,897,535.00	0.00	18,737,389.51
Accumulated Depreciation - Motor Vehicles	10606011-00	(7,828,811.84)	(1,555,500.00)	0.00	(9,384,311.84)	(9,818,499.00)	(1,562,157.24)	0.00	(11,380,656.24)
<i>Net Value</i>		<i>2,490,593.37</i>	<i>3,694,500.00</i>	<i>0.00</i>	<i>6,185,093.37</i>	<i>2,021,355.51</i>	<i>5,335,377.76</i>	<i>0.00</i>	<i>7,356,733.27</i>
Watercrafts	10606040-00	6,647,000.00	0.00	0.00	6,647,000.00	6,032,000.00	0.00	0.00	6,032,000.00
Accumulated Depreciation - Watercrafts	10606041-00	(5,592,564.00)	0.00	0.00	(5,592,564.00)	(5,968,569.11)	0.00	0.00	(5,968,569.11)
<i>Net Value</i>		<i>1,054,436.00</i>	<i>0.00</i>	<i>0.00</i>	<i>1,054,436.00</i>	<i>63,430.89</i>	<i>0.00</i>	<i>0.00</i>	<i>63,430.89</i>
Other Transportation Equipment	10606990-00	0.00	0.00	0.00	0.00	694,000.00	0.00	0.00	694,000.00
Accumulated Depreciation - Other Transportation Equipment	10606991-00	0.00	0.00	0.00	0.00	(664,131.94)	0.00	0.00	(664,131.94)
<i>Net Value</i>		<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>29,868.06</i>	<i>0.00</i>	<i>0.00</i>	<i>29,868.06</i>
<b>Total Transportation Equipment</b>		<b>3,545,029.37</b>	<b>3,694,500.00</b>	<b>0.00</b>	<b>7,239,529.37</b>	<b>2,114,654.46</b>	<b>5,335,377.76</b>	<b>0.00</b>	<b>7,450,032.22</b>

	2022				2021				
	Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL	
<b>Furniture, Fixtures and Books</b>									
Furniture and Fixtures	10607010-00	5,965,945.58	0.00	0.00	5,965,945.58	15,521,323.89	2,446,739.87	0.00	17,968,063.76
Accumulated Depreciation - Furniture and Fixtures	10607011-00	(4,065,887.59)	0.00	0.00	(4,065,887.59)	(11,349,967.13)	(694,741.89)	0.00	(12,044,709.02)
Net Value		1,900,057.99	0.00	0.00	1,900,057.99	4,171,356.76	1,751,997.98	0.00	5,923,354.74
Books	10607020-00	2,845,912.84	0.00	0.00	2,845,912.84	9,784,145.66	430,932.00	0.00	10,215,077.66
Accumulated Depreciation - Books	10607021-00	(2,331,593.02)	0.00	0.00	(2,331,593.02)	(6,931,036.63)	(245,385.53)	0.00	(7,176,422.16)
Net Value		514,319.82	0.00	0.00	514,319.82	2,853,109.03	185,546.47	0.00	3,038,655.50
<b>Total Furniture, Fixtures and Books</b>		<b>2,414,377.81</b>	<b>0.00</b>	<b>0.00</b>	<b>2,414,377.81</b>	<b>7,024,465.79</b>	<b>1,937,544.45</b>	<b>0.00</b>	<b>8,962,010.24</b>
<b>Other Property, Plant and Equipment</b>									
Other Property, Plant and Equipment	10699990-00	719,298.73	-	0.00	719,298.73	5,637,354.58	1,173,013.73	0.00	6,810,368.31
Accumulated Depreciation - Other PPE	10699991-00	(300,439.68)	-	0.00	(300,439.68)	(5,115,512.77)	(134,896.24)	0.00	(5,250,409.01)
Net Value		418,859.05	-	0.00	418,859.05	521,841.81	1,038,117.49	0.00	1,559,959.30
<b>Total Other Property, Plant and Equipment</b>		<b>418,859.05</b>	<b>-</b>	<b>0.00</b>	<b>418,859.05</b>	<b>521,841.81</b>	<b>1,038,117.49</b>	<b>0.00</b>	<b>1,559,959.30</b>
<b>Construction in Progress - Buildings and Other Structures</b>									
	10699030-00	126,983,458.08	12,177,766.99	0.00	139,161,225.07	144,699,706.36	14,682,932.44	0.00	159,382,638.80
<b>Total Total Property, Plant and Equipment</b>		<b>380,879,215.00</b>	<b>59,555,302.34</b>	<b>11,346,388.74</b>	<b>451,780,906.08</b>	<b>382,775,962.50</b>	<b>71,499,902.68</b>	<b>16,977,234.97</b>	<b>471,253,100.15</b>
<b>Intangible Assets</b>									
Computer Software	1080102000	0.00	0.00	18,571.58	18,571.58	0.00	0.00	18,571.58	18,571.58
<b>Total Intangible Assets</b>		<b>0.00</b>	<b>0.00</b>	<b>18,571.58</b>	<b>18,571.58</b>	<b>0.00</b>	<b>0.00</b>	<b>18,571.58</b>	<b>18,571.58</b>
<b>Other Non-Current Assets</b>									
Other Non-Current Assets	19999990-00	0.00	0.00	0.00	0.00	325,300.00	10,800.00	0.00	336,100.00
<b>Total Other Non-Current Assets</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>325,300.00</b>	<b>10,800.00</b>	<b>0.00</b>	<b>336,100.00</b>
<b>Total Non-Current Assets</b>		<b>380,879,215.00</b>	<b>59,555,302.34</b>	<b>11,364,960.32</b>	<b>451,799,477.66</b>	<b>383,101,262.50</b>	<b>71,510,702.68</b>	<b>16,995,806.55</b>	<b>471,607,771.73</b>
<b>TOTAL ASSETS</b>		<b>400,637,098.50</b>	<b>90,290,110.35</b>	<b>42,683,498.30</b>	<b>533,610,707.15</b>	<b>413,365,089.96</b>	<b>98,691,094.12</b>	<b>68,504,347.62</b>	<b>580,560,531.70</b>
<b>LIABILITIES</b>									
<b>Payables</b>									
Accounts Payable	20101010-00	3,288,048.91	0.00	0.00	3,288,048.91	3,254,828.77	0.00	0.00	3,254,828.77
<b>Total Payables</b>		<b>3,288,048.91</b>	<b>0.00</b>	<b>0.00</b>	<b>3,288,048.91</b>	<b>3,254,828.77</b>	<b>0.00</b>	<b>0.00</b>	<b>3,254,828.77</b>
<b>Inter-Agency Payables</b>									
Due to NGAs	20201050-00	0.00	0.00	82,573,550.49	82,573,550.49	0.00	0.00	65,282,456.04	65,282,456.04
<b>Total Inter-Agency Payables</b>		<b>0.00</b>	<b>0.00</b>	<b>82,573,550.49</b>	<b>82,573,550.49</b>	<b>0.00</b>	<b>0.00</b>	<b>65,282,456.04</b>	<b>65,282,456.04</b>
<b>TOTAL LIABILITIES</b>		<b>3,288,048.91</b>	<b>-</b>	<b>82,573,550.49</b>	<b>85,861,599.40</b>	<b>3,254,828.77</b>	<b>-</b>	<b>65,282,456.04</b>	<b>68,537,284.81</b>
<b>TOTAL ASSETS LESS TOTAL LIABILITIES</b>		<b>397,349,049.59</b>	<b>90,290,110.35</b>	<b>(39,890,052.19)</b>	<b>447,749,107.75</b>	<b>410,110,261.19</b>	<b>98,691,094.12</b>	<b>3,221,891.58</b>	<b>512,023,246.89</b>
<b>NET ASSETS/ EQUITY</b>									
Accumulated Surplus		397,349,049.59	90,290,110.35	(39,890,052.19)	447,749,107.75	410,110,261.19	98,691,094.12	3,221,891.58	512,023,246.89

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**DETAILED STATEMENT OF FINANCIAL PERFORMANCE**  
 As at December 31, 2022  
 Detailed  
 (All Funds)

	2022				2021				
	Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL	
<b>INCOME</b>									
<b>Service Income</b>									
Permit Fees	40201010-00	0.00	31,790.00	0.00	31,790.00	0.00	26,360.00	0.00	26,360.00
Registration Fees	40201020-00	0.00	306,000.00	0.00	306,000.00	0.00	106,905.00	0.00	106,905.00
Clearance and Certification Fee	40201040-00	0.00	32,225.00	0.00	32,225.00	0.00	22,824.00	0.00	22,824.00
<b>Total Service Income</b>		<b>0.00</b>	<b>370,015.00</b>	<b>0.00</b>	<b>370,015.00</b>	<b>0.00</b>	<b>156,089.00</b>	<b>0.00</b>	<b>156,089.00</b>
<b>Business Income</b>									
Tuition Fees	40202010-00	0.00	5,663,768.36	0.00	5,663,768.36	0.00	1,136,202.50	0.00	1,136,202.50
Examination Fees	40202030-00	0.00	10,800.00	0.00	10,800.00	0.00	245,000.00	0.00	245,000.00
Income Collected from Students	40202010-00	0.00	2,747,828.40	0.00	2,747,828.40	0.00	788,580.00	0.00	788,580.00
Other School Fees	40202010-00	0.00	8,039,357.07	0.00	8,039,357.07	0.00	6,017,134.94	0.00	6,017,134.94
Rent/Lease Income	40202130-00	0.00	946,201.00	0.00	946,201.00	0.00	733,048.00	0.00	733,048.00
Other Business Income	40202990-00	0.00	490,131.00	0.00	490,131.00	0.00	52,615.00	0.00	52,615.00
<b>Total Business Income</b>		<b>0.00</b>	<b>17,898,085.83</b>	<b>0.00</b>	<b>17,898,085.83</b>	<b>0.00</b>	<b>8,972,580.44</b>	<b>0.00</b>	<b>8,972,580.44</b>
<b>Total Service and Business Income</b>		<b>0.00</b>	<b>18,268,100.83</b>	<b>0.00</b>	<b>18,268,100.83</b>	<b>0.00</b>	<b>9,128,669.44</b>	<b>0.00</b>	<b>9,128,669.44</b>
<b>TOTAL REVENUE</b>		<b>0.00</b>	<b>18,268,100.83</b>	<b>0.00</b>	<b>18,268,100.83</b>	<b>0.00</b>	<b>9,128,669.44</b>	<b>0.00</b>	<b>9,128,669.44</b>
<b>LESS: EXPENSES</b>									
<b>PERSONNEL SERVICES</b>									
<b>Salaries and Wages</b>									
Salaries and Wages - Regular	50101010-00	294,875,886.52	0.00	0.00	294,875,886.52	285,013,729.58	0.00	0.00	285,013,729.58
Salaries and Wages - Casual/Contractual	50101020-00	63,749,754.99	0.00	4,853,643.93	68,603,398.92	63,665,556.90	0.00	9,860,680.31	73,526,237.21
<b>Total Salaries and Wages</b>		<b>358,625,641.51</b>	<b>0.00</b>	<b>4,853,643.93</b>	<b>363,479,285.44</b>	<b>348,679,286.48</b>	<b>0.00</b>	<b>9,860,680.31</b>	<b>358,539,966.79</b>
<b>Other Compensation</b>									
Personal Economic Relief Allowance	50102010-00	17,808,000.00	0.00	0.00	17,808,000.00	17,825,180.65	0.00	0.00	17,825,180.65
Representation Allowance (RA)	50102020-00	3,513,079.03	0.00	0.00	3,513,079.03	3,180,500.00	0.00	0.00	3,180,500.00
Transportation Allowance (TA)	50102030-00	3,570,288.69	0.00	0.00	3,570,288.69	3,399,000.00	6,000.00	0.00	3,405,000.00
Clothing/Uniform Allowance	50102040-00	4,247,800.00	0.00	0.00	4,247,800.00	4,986,000.00	0.00	0.00	4,986,000.00
Laundry Allowance - Public Health Workers	50102060-00	150,870.00	0.00	0.00	150,870.00	222,991.40	0.00	0.00	222,991.40
Honoraria	50102100-00	7,224,632.41	30,500.31	581,028.28	7,836,161.00	5,388,418.00	200,123.77	105,000.00	5,693,541.77
Overtime And Night Pay	50102130-00	2,968,132.92	116,655.90	0.00	3,084,788.82	1,867,275.23	430,241.63	0.00	2,297,516.86
Year-end Bonus	50102140-00	55,961,119.85	0.00	0.00	55,961,119.85	53,179,505.25	0.00	0.00	53,179,505.25
Cash Gift	50102150-00	4,569,000.00	0.00	0.00	4,569,000.00	5,207,453.00	0.00	0.00	5,207,453.00
Productivity Enhancement Incentive - Civilian	50102080-00	3,620,000.00	0.00	0.00	3,620,000.00	3,665,000.00	0.00	0.00	3,665,000.00
Other Bonuses and Allowances	50102990-00	9,692,283.00	0.00	0.00	9,692,283.00	5,453,800.00	0.00	0.00	5,453,800.00
<b>Total Other Compensation</b>		<b>113,325,205.90</b>	<b>147,156.21</b>	<b>581,028.28</b>	<b>114,053,390.39</b>	<b>104,375,123.53</b>	<b>636,365.40</b>	<b>105,000.00</b>	<b>105,116,488.93</b>
<b>Personnel Benefit Contribution</b>									
Retirement and Life Insurance Premium	50103010-00	39,894,027.81	0.00	0.00	39,894,027.81	10,014,196.81	0.00	0.00	10,014,196.81
Pag-ibig Contributions	50103020-00	1,240,620.92	0.00	0.00	1,240,620.92	1,687,066.76	0.00	0.00	1,687,066.76
PhilHealth Contributions	50103030-00	6,219,809.75	0.00	0.00	6,219,809.75	3,824,611.79	0.00	0.00	3,824,611.79
Employment Compensation Insurance Premium	50103040-00	1,088,400.00	0.00	0.00	1,088,400.00	937,700.00	0.00	0.00	937,700.00
<b>Total Personnel Benefit Contributions</b>		<b>48,442,858.48</b>	<b>0.00</b>	<b>0.00</b>	<b>48,442,858.48</b>	<b>16,463,575.36</b>	<b>0.00</b>	<b>0.00</b>	<b>16,463,575.36</b>
<b>Other Personnel Benefits</b>									
Terminal Leave Benefits	50104030-00	31,939,681.98	0.00	0.00	31,939,681.98	57,878,912.96	0.00	0.00	57,878,912.96
<b>Total Other Personnel Benefits</b>		<b>31,939,681.98</b>	<b>0.00</b>	<b>0.00</b>	<b>31,939,681.98</b>	<b>57,878,912.96</b>	<b>0.00</b>	<b>0.00</b>	<b>57,878,912.96</b>
<b>Total Personnel Services</b>		<b>552,333,387.87</b>	<b>147,156.21</b>	<b>5,434,672.21</b>	<b>557,915,216.29</b>	<b>527,396,898.33</b>	<b>636,365.40</b>	<b>9,965,680.31</b>	<b>537,998,944.04</b>
<b>MAINTENANCE AND OPERATING EXPENSES</b>									
<b>Traveling Expenses</b>									
Traveling Expenses - Local	50201010-00	11,441,389.66	199,479.11	1,938,389.08	13,579,257.85	3,271,149.37	0.00	689,800.20	3,960,949.57
Traveling Expenses - Foreign	50201020-00	2,393,350.62	0.00	0.00	2,393,350.62	32,026.50	0.00	0.00	32,026.50
<b>Total Traveling Expenses</b>		<b>13,834,740.28</b>	<b>199,479.11</b>	<b>1,938,389.08</b>	<b>15,972,608.47</b>	<b>3,303,175.87</b>	<b>0.00</b>	<b>689,800.20</b>	<b>3,992,976.07</b>
<b>Training and Scholarship Expenses</b>									
Training Expenses	50202010-00	3,845,216.86	35,000.00	117,500.00	3,997,716.86	2,295,062.00	0.00	0.00	2,295,062.00
Scholarship Grants/Expenses	50202020-00	21,833,274.80	4,500.00	8,697,000.00	30,534,774.80	17,714,906.15	0.00	10,911,735.00	28,626,641.15
<b>Total Training and Scholarship Expenses</b>		<b>25,678,491.66</b>	<b>39,500.00</b>	<b>8,814,500.00</b>	<b>34,532,491.66</b>	<b>20,009,968.15</b>	<b>0.00</b>	<b>10,911,735.00</b>	<b>30,921,703.15</b>
<b>Supplies and Materials Expenses</b>									
Office Supplies Expenses	50203010-00	5,036,008.93	21,311.00	999,929.80	6,057,249.73	8,239,745.74	40,900.00	200,086.00	8,480,731.74
Accountable Forms, Plates and Stickers Expenses	50203020-00	4,600.00	122,860.00	0.00	127,260.00	122,010.00	0.00	0.00	122,010.00
Food Supplies Expenses	50203050-00	5,964,233.55	0.00	872,337.00	6,836,570.55	5,026,606.00	0.00	666,019.94	5,692,625.94

		2022				2021			
		Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL
Drugs and Medicine Expenses	50203070-00	223507.50	0.00	0.00	223,507.50	0.00	0.00	0.00	0.00
Fuel, Oil and Lubricants Expenses	50203090-00	1,403,992.75	0.00	231,460.00	1,635,452.75	1,008,950.55	0.00	67,530.00	1,076,480.55
Semi-expendable - Office Equipment	50203210-02	160,507.00	176,100.00	623,016.56	959,623.56	139,990.00	0.00	89,555.00	229,545.00
Semi-expendable - Information & Communications Equipment	50203210-03	394,203.50	88,450.00	383,899.20	866,552.70	0.00	0.00	0.00	0.00
Semi-expendable - Technical and Scientific Equipment	50203210-13	1,571,482.13	0.00	146,500.00	1,717,982.13	0.00	0.00	708,341.05	708,341.05
Semi-expendable - Other Machinery & Equipment	50203210-99	626,305.34			626,305.34				-
Semi-expendable - Furniture and Fixtures	50203220-01	2,818,195.95	0.00	995,800.00	3,813,995.95	171,355.00	0.00	952,000.00	1,123,355.00
Semi-expendable - Books	50203220-02	-	462615.00	-	462,615.00	380,000.00		168,700.00	548,700.00
Other Supplies and Materials Expenses	50203990-00	8,931,298.61	660,619.38	4,359,581.64	13,951,499.63	7,896,144.50	400,035.00	2,050,000.13	10,346,179.63
<b>Total Supplies and Materials Expenses</b>		<b>27,134,335.26</b>	<b>1,531,755.38</b>	<b>8,612,524.20</b>	<b>37,278,614.84</b>	<b>22,984,801.79</b>	<b>440,935.00</b>	<b>4,902,232.12</b>	<b>28,327,968.91</b>
<b>Utility Expenses</b>									
Water Expenses	50204010-00	2,852,622.40	0.00	19,781.45	2,872,403.85	6,552,762.15	0.00	125,335.50	6,678,097.65
Electricity Expenses	50204020-00	5,000,753.62	722,739.98	803,055.33	6,526,548.93	7,618,290.90	0.00	549,540.00	8,167,830.90
<b>Total Utility Expenses</b>		<b>7,853,376.02</b>	<b>722,739.98</b>	<b>822,836.78</b>	<b>9,398,952.78</b>	<b>14,171,053.05</b>	<b>0.00</b>	<b>674,875.50</b>	<b>14,845,928.55</b>
<b>Communication Expenses</b>									
Postage and Courier Expenses	50205010-00	30,416.52	2,937.47	2357.00	35,710.99	13,973.50	7,988.00	0.00	21,961.50
Telephone Expenses - Mobile	50205020-00	1,872,235.04	8,420.00	367,148.00	2,247,803.04	1,401,523.04	0.00	169,490.00	1,571,013.04
Internet Subscription Expenses	50205030-00	1,486,773.08	0.00	412,472.84	1,899,245.92	1,402,442.62	0.00	86,420.00	1,488,862.62
Cable, Satellite, Telegraph and Radio Expenses	50205040-00	2,480.00	0.00	0.00	2,480.00	0.00	0.00	0.00	0.00
<b>Total Communication Expenses</b>		<b>3,391,904.64</b>	<b>11,357.47</b>	<b>781,977.84</b>	<b>4,185,239.95</b>	<b>2,817,939.16</b>	<b>7,988.00</b>	<b>255,910.00</b>	<b>3,081,837.16</b>
<b>Awards/Rewards and Prizes</b>									
Rewards and Incentives	50206010-00	3,564,911.29	323,020.00	0.00	3,887,931.29	854,455.23	0.00	0.00	854,455.23
Indemnities	50206030-00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Awards/Rewards and Prizes</b>		<b>3,564,911.29</b>	<b>323,020.00</b>	<b>0.00</b>	<b>3,887,931.29</b>	<b>854,455.23</b>	<b>0.00</b>	<b>0.00</b>	<b>854,455.23</b>
<b>Confidential, Intelligence and Extraordinary Expenses</b>									
Extraordinary and Miscellaneous Expenses	50210030-00	132,000.00	0.00	0.00	132,000.00	132,000.00	0.00	0.00	132,000.00
<b>Total Confidential, Intelligence and Extraordinary Expenses</b>		<b>132,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>132,000.00</b>	<b>132,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>132,000.00</b>
<b>Professional Fees</b>									
Legal Services	50211010-00	0.00	0.00	0.00	-	0.00	5,100.00	0.00	5,100.00
Other Professional Services	50211990-00	70,000.00	99,400.00	500,100.00	669,500.00	110,800.00	846,500.00	0.00	957,300.00
<b>Total Professional Services</b>		<b>70,000.00</b>	<b>99,400.00</b>	<b>500,100.00</b>	<b>669,500.00</b>	<b>110,800.00</b>	<b>851,600.00</b>	<b>0.00</b>	<b>962,400.00</b>
<b>General Services</b>									
Environment/Sanitary Services	50212010-00	0.00	72,000.00	0.00	72,000.00	0.00	72,000.00	0.00	72,000.00
Other General Services	50212990-00	5,129,362.00	-	843,900.00	5,973,262.00	419,245.00	105,000.00	0.00	524,245.00
<b>Total General Services</b>		<b>5,129,362.00</b>	<b>72,000.00</b>	<b>843,900.00</b>	<b>6,045,262.00</b>	<b>419,245.00</b>	<b>177,000.00</b>	<b>0.00</b>	<b>596,245.00</b>
<b>Repairs and Maintenance</b>									
Repairs and Maintenance - School Buildings	50213040-00	2,143,245.67	1,933,683.84	0.00	4,076,929.51	1,047,850.94	3,379,050.99	0.00	4,426,901.93
Repairs and Maintenance - Other Structures	50213040-00	2,405,791.33	2,107,377.84	0.00	4,513,169.17	1,988,374.75	1,087,305.21	0.00	3,075,679.96
Repairs and Maintenance - Motor Vehicles	50213060-00	57,432.75	0.00	0.00	57,432.75	38,450.00	0.00	0.00	38,450.00
<b>Total Repairs and Maintenance</b>		<b>4,606,469.75</b>	<b>4,041,061.68</b>	<b>0.00</b>	<b>8,647,531.43</b>	<b>3,074,675.69</b>	<b>4,466,356.20</b>	<b>0.00</b>	<b>7,541,031.89</b>
<b>Taxes, Insurance, Premiums and Other Fees</b>									
Taxes, Duties and Licenses	50215010-00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Fidelity Bond Premium	50215020-00	307,500.00	0.00	0.00	307,500.00	146,507.25	0.00	0.00	146,507.25
Insurance Expenses	50215030-00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Taxes, Insurance Premiums and Other Fees</b>		<b>307,500.00</b>	<b>0.00</b>	<b>0.00</b>	<b>307,500.00</b>	<b>146,507.25</b>	<b>0.00</b>	<b>0.00</b>	<b>146,507.25</b>
<b>Other Maintenance and Operating Expenses</b>									
Printing and Publication Expenses	50299020-00	138,560.00	0.00	65,450.00	204,010.00	1,244,375.00	0.00	0.00	1,244,375.00
Representation Expenses	50299030-00	1,285,914.39	22,592.69	500,501.00	1,809,008.08	352,706.60	0.00	1,292,821.49	1,645,528.09
Transportation and Delivery Expenses	50299040-00	1,270,252.41	98,610.00	2,873,380.60	4,242,243.01	584,259.99	0.00	1,178,697.04	1,762,957.03
Rents - Buildings and Structures	50299050-00	230,198.99	0.00	0.00	230,198.99	240,886.68	0.00	0.00	240,886.68
Membership Dues and Contributions to Organizations	50299060-00	55,200.00	91,160.00	0.00	146,360.00	70,000.00	47,600.00	0.00	117,600.00
Website Maintenance	50299990-00	26,538.00	0.00	0.00	26,538.00	0.00	0.00	0.00	0.00
Other Maintenance and Operating Expenses	50299990-00	13,023,080.49	592,056.17	4,536,735.46	18,151,872.12	13,069,369.80	1,996,228.42	1,500,069.31	16,565,667.53
<b>Total Other Maintenance and Other Operating Expenses</b>		<b>16,029,744.28</b>	<b>804,418.86</b>	<b>7,976,067.06</b>	<b>24,810,230.20</b>	<b>15,561,598.07</b>	<b>2,043,828.42</b>	<b>3,971,587.84</b>	<b>21,577,014.33</b>
<b>Total Maintenance and Operating Expenses</b>		<b>107,732,835.18</b>	<b>7,844,732.48</b>	<b>30,290,294.96</b>	<b>145,867,862.62</b>	<b>83,586,219.26</b>	<b>7,987,707.62</b>	<b>21,406,140.66</b>	<b>112,980,067.54</b>
<b>FINANCIAL EXPENSES</b>									
Interest Paid to Other Government Units	50301020-00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bank Charges	50301040-00	29,550.00	0.00	0.00	29,550.00	0.00	0.00	0.00	0.00
Other Financial Charges	50301990-00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Financial Expenses</b>		<b>29,550.00</b>	<b>0.00</b>	<b>0.00</b>	<b>29,550.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

	2022				2021				
	Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL	
<b>NON-CASH EXPENSES</b>									
<b>Depreciation</b>									
Depreciation - Power Supply System		0.00	0.00	0.00	-	105,840.00	0.00	0.00	105,840.00
Depreciation - School Buildings	50501040-00	10,693,871.84	721,882.87	0.00	11,415,754.71	9,132,867.28	721,882.87	0.00	9,854,750.15
Depreciation - Other Structures	50501040-00	286,008.24	712,803.66	0.00	998,811.90	286,008.24	712,803.66	0.00	998,811.90
Depreciation - Machinery	50501050-00	330,867.00	0.00	196,560.00	527,427.00	0.00	543,949.81	0.00	543,949.81
Depreciation - Office Equipment	50501050-00	1,695,285.62	1,270,564.20	0.00	2,965,849.82	3,739,880.62	1,202,322.24	0.00	4,942,202.86
Depreciation - ICT Equipment	50501050-00	3,968,386.75	485,544.59	0.00	4,453,931.34	6,386,306.42	1,617,939.43	0.00	8,004,245.85
Depreciation - Marine and Fishery Equipment	50501050-00	482,010.66	0.00	0.00	482,010.66	0.00	189,865.00	0.00	189,865.00
Depreciation - Communication Equipment	50501050-00	61,297.92	0.00	0.00	61,297.92	79,040.70	0.00	0.00	79,040.70
Depreciation - Firefighting Equipment and Accessories	50501050-00	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Depreciation - Military, Police and Security Equipment	50501050-00	0.00	0.00	0.00	-	0.00	78,220.80	0.00	78,220.80
Depreciation - Medical Equipment	50501050-00	-	0.00	0.00	-	60,778.80	0.00	0.00	60,778.80
Depreciation - Sports Equipment	50501050-00	66,600.00	118,790.36	2,346,290.24	2,531,680.60	18,162.00	108,850.27	0.00	127,012.27
Depreciation - Technical and Scientific Equipment	50501050-00	5,172,497.96	0.00	27,000.00	5,199,497.96	6,153,431.46	62,820.00	1,871,302.53	8,087,553.99
Depreciation - Other Machinery and Equipment	50501050-00	344,829.25	0.00	0.00	344,829.25	0.00	10,590.30	278,383.62	288,973.92
Depreciation - Motor Vehicles	50501060-00	1,043,946.47	481,500.00	0.00	1,525,446.47	1,065,586.91	578,028.15	0.00	1,643,615.06
Depreciation - Watercrafts	50501060-00	501,480.00	0.00	0.00	501,480.00	0.00	0.00	0.00	-
Depreciation - Other Transportation Equipment	50501060-00	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Depreciation - Furniture and Fixtures	50501070-00	506,687.60	0.00	0.00	506,687.60	1,396,919.15	166,801.13	0.00	1,563,720.28
Depreciation - Books	50501070-00	339,652.85	0.00	0.00	339,652.85	1,761,146.22	75,512.61	0.00	1,836,658.83
Depreciation - Leased Machinery and Equipment	50501080-00	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Depreciation - Other Property, Plant and Equipment	50501990-00	12,9473.77	0.00	0.00	12,9473.77	0.00	108,676.24	0.00	108,676.24
<b>Total Depreciation Expenses</b>		<b>25,622,895.93</b>	<b>3,791,085.68</b>	<b>2,569,850.24</b>	<b>31,983,831.85</b>	<b>30,185,967.80</b>	<b>6,178,262.51</b>	<b>2,149,686.15</b>	<b>38,513,916.46</b>
<b>Impairment</b>									
Impairment loss - Loans and Receivables	50503020-00	0.00	636,874.80	0.00	636,874.80	0.00	0.00	0.00	0.00
Impairment loss - Other Receivables	50503060-00	10,805,736.37	0.00	0.00	10,805,736.37	0.00	0.00	0.00	0.00
Impairment loss - Inventories	50503070-00	1,993,796.66	816,727.06	1,001,709.99	3,812,233.71	0.00	0.00	0.00	0.00
		12,799,533.03	1,453,601.86	1,001,709.99	15,254,844.88	0.00	0.00	0.00	0.00
<b>Total Non-cash Expenses</b>		<b>38,422,428.96</b>	<b>5,244,687.54</b>	<b>3,571,560.23</b>	<b>47,238,676.73</b>	<b>30,185,967.80</b>	<b>6,178,262.51</b>	<b>2,149,686.15</b>	<b>38,513,916.46</b>
<b>CURRENT OPERATING EXPENSES</b>									
		<b>698,518,202.01</b>	<b>13,236,576.23</b>	<b>39,296,527.40</b>	<b>751,051,305.64</b>	<b>641,169,085.39</b>	<b>14,802,335.53</b>	<b>33,521,507.12</b>	<b>689,492,928.04</b>
<b>Deficit from Current Operations</b>									
		<b>(698,518,202.01)</b>	<b>5,031,524.60</b>	<b>(39,296,527.40)</b>	<b>(732,783,204.81)</b>	<b>(641,169,085.39)</b>	<b>(5,673,666.09)</b>	<b>(33,521,507.12)</b>	<b>(680,364,258.60)</b>
<b>Financial Assistance/Subsidy from NGAs, LGUs, GOCCs</b>									
Subsidy from National Government	40301010-00	713,138,719.68	0.00	0.00	713,138,719.68	655,455,339.85	0.00	0.00	655,455,339.85
<b>Subsidy to NGAs</b>									
Subsidies - Others	50214990-00	1,477,982.00	248,540.00	0.00	1,726,522.00	4,547,300.00	25,000.00	0.00	4,572,300.00
<b>Total Financial Assistance/Subsidy to NGAs, LGUs, GOCCs</b>		<b>1,477,982.00</b>	<b>248,540.00</b>	<b>0.00</b>	<b>1,726,522.00</b>	<b>4,547,300.00</b>	<b>25,000.00</b>	<b>0.00</b>	<b>4,572,300.00</b>
<b>Total Net Financial Assistance and Subsidy</b>		<b>711,660,737.68</b>	<b>(248,540.00)</b>	<b>0.00</b>	<b>711,412,197.68</b>	<b>650,908,039.85</b>	<b>(25,000.00)</b>	<b>0.00</b>	<b>650,883,039.85</b>
<b>SURPLUS FOR THE PERIOD</b>		<b>13,142,535.67</b>	<b>4,782,984.60</b>	<b>(39,296,527.40)</b>	<b>(21,371,007.13)</b>	<b>9,738,954.46</b>	<b>(5,698,666.09)</b>	<b>(33,521,507.12)</b>	<b>(29,481,218.75)</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**DETAILED STATEMENT OF CHANGES IN NET ASSETS/EQUITY**  
**For the Year ended December 31, 2022**  
**Detailed**  
**(All Funds)**

	2022				2021			
	Fund 01	Fund 05	Fund 07	All Funds	Fund 01	Fund 05	Fund 07	All Funds
<b>Balance at January 1</b>	<b>410,110,261.19</b>	<b>98,691,094.12</b>	<b>3,221,891.58</b>	<b>512,023,246.89</b>	<b>403,327,452.95</b>	<b>107,611,651.79</b>	<b>0.00</b>	<b>510,939,104.74</b>
<b>Add/(Deduct):</b>								<b>0.00</b>
Changes in Accounting Policy	(17,806,414.50)	(11,414,085.70)	(5,668,999.63)	<b>(34,889,499.83)</b>	0.00	0.00	0.00	<b>0.00</b>
Prior period errors	0.00	0.00	0.00	-	0.00	0.00	0.00	<b>0.00</b>
Other adjustments	(4,798,681.39)	(1,769,882.67)	1,853,583.26	<b>(4,714,980.80)</b>	0.00	(3,221,891.58)	36,743,398.70	<b>33,521,507.12</b>
<b>Restated Balance</b>	<b>387,505,165.30</b>	<b>85,507,125.75</b>	<b>(593,524.79)</b>	<b>472,418,766.26</b>	<b>403,327,452.95</b>	<b>104,389,760.21</b>	<b>36,743,398.70</b>	<b>544,460,611.86</b>
<b>Changes in Net Assets/Equity for the Calendar Year</b>								
Surplus/(Deficit) for the period	13,142,535.67	4,782,984.60	(39,296,527.40)	<b>(21,371,007.13)</b>	9,738,954.46	(5,698,666.09)	(33,521,507.12)	<b>(29,481,218.75)</b>
Adjustment of net revenue recognized directly in net asset/equity	0.00	0.00	0.00	<b>0.00</b>	0.00	0.00	0.00	<b>0.00</b>
NCA Reversal	(3,298,651.39)	0.00	0.00	<b>(3,298,651.39)</b>	(2,956,146.22)	0.00	0.00	<b>(2,956,146.22)</b>
Others	0.00	0.00	0.00	<b>0.00</b>	0.00	0.00	0.00	<b>0.00</b>
<b>Balance at December 31</b>	<b>397,349,049.58</b>	<b>90,290,110.35</b>	<b>(39,890,052.19)</b>	<b>447,749,107.74</b>	<b>410,110,261.19</b>	<b>98,691,094.12</b>	<b>3,221,891.58</b>	<b>512,023,246.89</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**DETAILED STATEMENT OF CASH FLOWS**  
**For the Year ended December 31, 2022**  
Detailed  
(All Funds)

	2022				2021			
	Fund 01	Fund 05	Fund 07	TOTAL	Fund 01	Fund 05	Fund 07	TOTAL
<b>Cash Flows from Operating Activities:</b>								
<b>Cash Inflows:</b>								
Receipt of NCA	713,138,719.68	0.00	0.00	<b>713,138,719.68</b>	655,455,339.85	0.00	0.00	<b>655,455,339.85</b>
Receipt of Notice of Cash Allocation	<i>681,577,577.00</i>							
Constructive Receipt of NCA for TRA	<i>31,561,142.68</i>							
Collection of Income/Revenues	0.00	18,268,100.83	0.00	<b>18,268,100.83</b>	0.00	9,128,669.44	0.00	<b>9,128,669.44</b>
Receipt of Assistance and Subsidy from Other NGAs	0.00	0.00	0.00	<b>0.00</b>	0.00	0.00	0.00	<b>0.00</b>
Receipt of Project funds from Other NGAs	0.00	0.00	32,923,018.50	<b>32,923,018.50</b>	0.00	0.00	62,148,913.84	<b>62,148,913.84</b>
Other Adjustments	0.00	0.00	(7,238,211.99)	<b>(7,238,211.99)</b>	0.00	0.00	0.00	<b>0.00</b>
<b>Total Cash Inflows</b>	<b>713,138,719.68</b>	<b>18,268,100.83</b>	<b>25,684,806.51</b>	<b>757,091,627.02</b>	<b>655,455,339.85</b>	<b>9,128,669.44</b>	<b>62,148,913.84</b>	<b>726,732,923.13</b>
<b>Cash Outflows:</b>								
Payment of personnel services	552,333,387.87	147,156.21	5,434,672.21	<b>557,915,216.29</b>	527,396,898.33	636,365.40	9,965,680.31	<b>537,998,944.04</b>
Payment of maintenance and other operating expenses	107,732,835.18	7,844,732.48	39,296,527.40	<b>154,874,095.06</b>	83,586,219.26	7,987,707.62	21,406,140.66	<b>112,980,067.54</b>
Payment of financial expenses	29,550.00	0.00	0.00	<b>29,550.00</b>	0.00	0.00	0.00	<b>0.00</b>
Cash payment of payables incurred in operations	3,254,828.77	0.00	0.00	<b>3,254,828.77</b>	764,475.88	0.00	0.00	<b>764,475.88</b>
Cash purchase of inventories	4,611,690.71	1,522,699.87	1,019,298.75	<b>7,153,689.33</b>	5,218,628.77	389,515.00	1,001,709.99	<b>6,609,853.76</b>
Remittance of GSIS/PAG-IBIG/PHILHEALTH Payable	0.00	0.00	0.00	<b>0.00</b>	0.00	0.00	0.00	<b>0.00</b>
Grant of Cash Advances	1,564,566.32	325,050.00	150,000.00	<b>2,039,616.32</b>	2,830,943.77	197,962.00	593,400.00	<b>3,622,305.77</b>
Reversion of Unused NCA	3,298,651.39	0.00	0.00	<b>3,298,651.39</b>	2,956,146.22	0.00	0.00	<b>2,956,146.22</b>
Release of funds as interagency transfer	0.00	0.00	0.00	<b>0.00</b>	0.00	0.00	0.00	<b>0.00</b>
<b>Total Cash Outflows:</b>	<b>672,825,510.24</b>	<b>9,839,638.56</b>	<b>45,900,498.36</b>	<b>728,565,647.16</b>	<b>622,753,312.22</b>	<b>9,211,550.02</b>	<b>32,966,930.96</b>	<b>664,931,793.20</b>
<b>Cash Provided by operating Activities</b>	<b>40,313,209.44</b>	<b>8,428,462.27</b>	<b>(20,215,691.85)</b>	<b>28,525,979.86</b>	<b>32,702,027.63</b>	<b>(82,880.58)</b>	<b>29,181,982.88</b>	<b>61,801,129.93</b>
<b>Cash Flows from Investing Activities:</b>								
<b>Cash Inflows:</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Cash Outflows:</b>								
Purchase/Construction of PPE	40,313,209.44	3,320,943.77	0.00	<b>43,634,153.21</b>	32,702,027.63	30,044,536.13	15,923,601.12	<b>78,670,164.88</b>
<b>Total Cash Outflows</b>	<b>40,313,209.44</b>	<b>3,320,943.77</b>	<b>0.00</b>	<b>43,634,153.21</b>	<b>32,702,027.63</b>	<b>30,044,536.13</b>	<b>15,923,601.12</b>	<b>78,670,164.88</b>
<b>Cash Provided by Investing Activities</b>	<b>(40,313,209.44)</b>	<b>(3,320,943.77)</b>	<b>0.00</b>	<b>(43,634,153.21)</b>	<b>(32,702,027.63)</b>	<b>(30,044,536.13)</b>	<b>(15,923,601.12)</b>	<b>(78,670,164.88)</b>
<b>Cash Flows from Financing Activities:</b>								
<b>Cash Inflows:</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Cash Outflows:</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Cash Provided by Financing Activities</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(0.00)</b>	<b>5,107,518.50</b>	<b>(20,215,691.85)</b>	<b>(15,108,173.35)</b>	<b>0.00</b>	<b>(30,127,416.71)</b>	<b>13,258,381.76</b>	<b>(16,869,034.95)</b>
<b>Effects of Exchange Rates Changes on Cash and Cash Equivalents</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Add: Beginning Balance, January 1</b>	<b>20,000.00</b>	<b>23,779,539.64</b>	<b>49,913,431.08</b>	<b>73,712,970.72</b>	<b>20,000.00</b>	<b>53,906,956.35</b>	<b>36,655,049.32</b>	<b>90,582,005.67</b>
<b>Cash End, December 31</b>	<b>20,000.00</b>	<b>28,887,058.14</b>	<b>29,697,739.23</b>	<b>58,604,797.37</b>	<b>20,000.00</b>	<b>23,779,539.64</b>	<b>49,913,431.08</b>	<b>73,712,970.72</b>



**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**  
For the Year ended December 31, 2022  
Detailed  
(Fund 01)

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual Amounts
	Original	Final		
	Notes			
<b>RECEIPTS</b>				
Tax Revenue	0.00	0.00	0.00	0.00
Service and Business Income	0.00	0.00	0.00	0.00
Assistance and Subsidy	676,117,000.00	681,577,577.00	713,138,719.68	31,561,142.68
Share, Grants and Donation	0.00	0.00	0.00	0.00
Gains	0.00	0.00	0.00	0.00
Others	0.00	0.00	0.00	0.00
<b>Total Receipts</b>	<b>676,117,000.00</b>	<b>681,577,577.00</b>	<b>713,138,719.68</b>	<b>31,561,142.68</b>
<b>PAYMENTS</b>				
Personal Services	533,010,000.00	546,371,000.00	552,333,387.87	5,962,387.87
Maintenance and Other				
Operating Expenses	102,785,000.00	103,898,270.00	107,724,044.62	3,825,774.62
Capital Outlay	40,322,000.00	41,248,307.00	40,313,209.44	(935,097.56)
Financial Expenses	0.00	0.00	0.00	0.00
Others	0.00	0.00	-	-
<b>Total Payments</b>	<b>676,117,000.00</b>	<b>691,517,577.00</b>	<b>700,370,641.93</b>	<b>8,853,064.93</b>
<b>NET RECEIPTS/PAYMENTS</b>	<b>0.00</b>	<b>(9,940,000.00)</b>	<b>12,768,077.75</b>	<b>40,414,207.61</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**  
**For the Year ended December 31, 2022**  
**Detailed**  
**(Fund 05)**

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual
	Original	Final		
	Notes			
<b>RECEIPTS</b>				
Tax Revenue				
Service and Business Income	7,500,000.00	7,000,000.00	18,268,100.83	10,768,100.83
Assistance and Subsidy	0.00	0.00	0.00	0.00
Share, Grants and Donation	0.00	0.00	0.00	0.00
Gains	0.00	0.00	0.00	0.00
Others	0.00	0.00	0.00	0.00
<b>Total Receipts</b>	<b>7,500,000.00</b>	<b>7,000,000.00</b>	<b>18,268,100.83</b>	<b>10,768,100.83</b>
<b>PAYMENTS</b>				
Personal Services	800,000.00	500,000.00	147,156.21	(352,843.79)
Maintenance and Other				
Operating Expenses	10,000,000.00	10,000,000.00	7,844,732.48	(2,155,267.52)
Capital Outlay	4,000,000.00	4,000,000.00	3,320,943.77	(679,056.23)
Financial Expenses	0.00	0.00	0.00	0.00
Others	0.00	0.00	0.00	0.00
<b>Total Payments</b>	<b>14,800,000.00</b>	<b>14,500,000.00</b>	<b>11,312,832.46</b>	<b>(3,187,167.54)</b>
<b>NET RECEIPTS/PAYMENTS</b>	<b>(7,300,000.00)</b>	<b>(7,500,000.00)</b>	<b>6,955,268.37</b>	<b>13,955,268.37</b>

**MINDANAO STATE UNIVERSITY-TAWI-TAWI COLLEGE OF TECHNOLOGY AND OCEANOGRAPHY**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**  
For the Year ended December 31, 2022  
Detailed  
(Fund 07)

Particulars	Budgeted Amounts		Actual Amount on Comparable Basis	Difference Final Budget and Actual
	Original	Final		
	Notes			
<b>RECEIPTS</b>				
Tax Revenue	0.00	0.00	0.00	0.00
Service and Business Income	0.00	0.00	0.00	0.00
Assistance and Subsidy	0.00	0.00	0.00	0.00
Share, Grants and Donation	0.00	0.00	0.00	0.00
Gains	0.00	0.00	0.00	0.00
Others (Due to NGAs)	0.00	0.00	32,923,018.50	32,923,018.50
<b>Total Receipts</b>	0.00	0.00	32,923,018.50	32,923,018.50
<b>PAYMENTS</b>				
Personal Services	8,000,000.00	8,000,000.00	5,434,672.21	(2,565,327.79)
Maintenance and Other				
Operating Expenses	40,000,000.00	40,000,000.00	39,296,527.40	(703,472.60)
Capital Outlay	-	-	-	-
Financial Expenses				-
Others				-
<b>Total Payments</b>	48,000,000.00	48,000,000.00	44,731,199.61	(3,268,800.39)
<b>NET RECEIPTS/PAYMENTS</b>	<b>(48,000,000.00)</b>	<b>(48,000,000.00)</b>	<b>(11,808,181.11)</b>	<b>36,191,818.89</b>

## List of Delayed Submission of Contracts and Purchase Orders Supporting Documents

Name of Project	Date Started	Contract Price	Percentage of Completion	Bid Docs Received Date	Remarks
Construction of Seaweed Research and Development Center	April 25, 2022	₱32,880,489.05	70%	Jan. 14, 2023	Delayed
Construction of One-Storey Six Classroom Building at the CAS Extension, Sibutu Tawi-Tawi	February 7, 2022	4,649,634.75	82%	Jan. 14, 2023	Delayed
Tiling of 2 surface Hallway, 2 entrance surface and 2 unit stairs with landings, Fabrication and installation of 6 sets 7 1/2x12', 8 sets 6 1/2 x 12', 2 sets 4'3" x 6 1/2 steel mattings with frames, interior and exterior painting of the ground floor and installation of additional Downspout	March 21, 2022	965,476.07	100%	Dec. 20, 2022	Delayed
Supply, Delivery and installation of Internet Service Package for annual subscription for Information and Communication Technology Office (ICTO)	May 05, 2022	860,000.00	100%	Not submitted	Delayed
Renovation of the Façade of the Henry V. Kong Hall.	June 21, 2022	925,072.42	100%	Dec. 20, 2022	Delayed
Payment of supply and delivery of laboratory supplies and equipment for the project 3 of SeaRDeC program by lot (lot-1 supply and delivery of laboratory supplies), supplies DOST-GIA funded	January 06, 2022	531,452.00	100%	Mar. 06, 2023	Delayed

Name of Project	Date Started	Contract Price	Percentage of Completion	Bid Docs Received Date	Remarks
program: (SeaRDeC) (Project 3).					
Payment of supply and delivery of Fifty Nine (59) textbooks and Seventeen (17) Foreign Publication Journal for the MSU-TCTO Campus Library by lot (lot 1-supply and delivery of Fifty Nine (59) textbooks for students use at the Campus Library.	April 20, 2022	785,580.00	100%	Mar. 06, 2023	Delayed
Payment of supply and delivery and installation of air conditioning system for the Science Study Center by lot (all lots).	April 25, 2022	566,380.00	100%	Mar. 06, 2023	Delayed
Payment of supply, delivery, and installation of Audio-Visual Equipment for management of sound system, security and surveillance of the Science Study Center by lot 9 lot 2- supply, delivery and installation of one (1) set sound system.	May 12, 2022	395,000.00	100%	Mar. 06, 2023	Delayed
Payment of supply, delivery, and installation of internet service package for annual subscription for Information and Communication Technology (ICTO) to have stable internet connection that can deliver efficient service to the university, especially to the offices that provide frontline services and for offices	May 12, 2022	860,000.00	100%	Not submitted	Delayed

<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>
that needs to cater other offices' internet needs and other services.					
Payment of supply, delivery of equipment to be used for quality printing of Annual Report, Gazette certificates and production of High-Quality photos and Videos	June 08, 2022	600,000.00	100%	Mar. 06, 2023	Delayed
Payment of Refurbishment of College of Arts and Sciences	November 10, 2022	3,077,409.53	15%	Jan. 10, 2023	Delayed
Payment of supply and delivery of plastic chairs to be used at the MSU Intergrated Laboratory School	September 14, 2022	675,000.00	100%	Dec. 13, 2022	Delayed
Payment of supply and delivery of transformer and accessories for various offices by lot (all lots).	August 05, 2022	2,544,435.00	100%	Jan. 14, 2023	Delayed
Payment of provision of online/offline E-Learning and E-Library System.	August 10, 2022	1,077,000.00	100%	Not submitted	Delayed
Payment of supply and delivery of Information Technology for various offices.	August 24, 2022	1,872,630.00	100%	Not Submitted	Delayed
<b>Total</b>		<b>₱53,265,558.82</b>			