



MEMORANDUM

Order No. 093
Series of 2018

TO : DR. KADIL M. SINOLINDING, JR.
Regional Secretary
Department of Health
Autonomous Region in Muslim Mindanao

ATTENTION : THE CHIEF ACCOUNTANT

SUBJECT : COA-ARMM AUDIT OBSERVATION MEMORANDUM NO. 18-002

DATE : 02 FEBRUARY 2018

1. Please be informed that this Office is in receipt of COA Audit Observation Memorandum (AOM) No. 18-002 dated 24 January 2018 for the various fund transfers to DOH-ARMM from DOH Central Office for the implementation of various programs and projects.
2. Per AOM, the liquidation reports submitted were not substantially supported with required documents such as Report of Checks Issued (RCI) and Report of Disbursement (ROD) contrary to COA Circular No. 2012-001 dated June 14, 2012, as amended by COA Circular No. 2016-002 dated May 31, 2016 and COA Circular No. 2017-002 dated October 25, 2017.
3. As such, you are hereby directed to submit required RCI and ROD, if any, and submit the same to COA for verification and audit. Please furnish the Commission copies of JEV in recording the liquidations.
4. For strict compliance.

BY AUTHORITY OF THE REGIONAL GOVERNOR:
HON. MUJIV S. HATAMAN

ATTY. LAISA MASUHUD ALAMIA
Executive Secretary

Cf:

- Amanodin L. Said, State Auditor IV, Commission on Audit-ARMM
- Atty. Mimbalawag T. Mangutara, Jr., CPA, Director, FBMS, ORG
- Norkhalila Mae B. Mambuay-Campong, Chief of Staff, ORG

ORG-ARMM RD-AMS
AAA063771



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| Autonomous Region in Muslim Mindanao Office of the Regional Governor Records Division, AMS | |
| RELEASED | |
| BY : | |
| DATE : | FEB. 02, 2018 |
| TIME : | 2:30 |
| CTRL NO. : | |

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| Autonomous Region in Muslim Mindanao Office of the Regional Governor | |
| OFFICE OF THE EXECUTIVE SECRETARY | |
| RELEASED | |
| Name: | |
| Office: | |
| Date: | 02/02/2018 |
| Time: | 2:00 PM |
| CTRL No.: | AAA063771 |



Office of the Regional Governor
Autonomous Region in Muslim Mindanao

Tracking Form

Document Title / Subject:

AOM: Liquidation Report with credit notices w/o RCI and ROD

To be filled-up by Records Division:

Name and Signature

JANINE AISA T. KASAN
Administrative Officer IV

Control No

ORG-ARMM RD-AMS

AA0015710

Date

January 31, 2018



| DATE | TIME | FROM <i>Please indicate office and name of official/staff</i> | TO <i>Please indicate office and name of official/staff</i> | ACTION <i>Refer to codes below</i> | REMARKS OR COMMENTS |
|-----------|-------------|--|--|---|---|
| 1/31/2018 | 01:55:00 PM | COA | COS | A | Pls fill up completely the routing space so that we could easily track the transaction |
| | | | FBMS | B | |
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| 1/31 | 5:00pm | Maulana | auim | B | |
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ACTION CODES

- A. For appropriate action
- B. For information
- C. See endorsement / transmittal attached
- D. Compliance to order
- E. Prepare draft action
- F. Verify
- G. Facilitate / comply
- H. See me
- I. For endorsement
- J. File

- K. Check requirements
- L. Research / Gather data
- M. Draft
- N. Prepare briefer
- O. For comment
- P. For review
- Q. Finalize
- R. For initial / signature
- S. Release / disseminate
- T. Other remarks

ORG-F2-04
Revision 4



Republic of the Philippines
COMMISSION ON AUDIT
OFFICE OF THE REGIONAL GOVERNOR
Autonomous Region in Muslim Mindanao
Team 1, Audit Group A – RGA I
ARMM Complex, Cotabato City



Autonomous Region in Muslim Mindanao
Office of the Regional Governor
OFFICE OF THE REGIONAL GOVERNOR
Name: **B. Maulana**
Office: **13116**
Date: **3:45 PM**
Time: **296.01.499**
CTRL. NO.

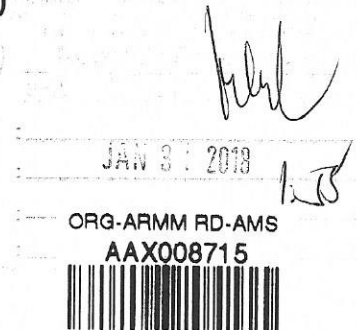
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|-----------|------------------|
| AOM No. : | 18-002 |
| Date | January 24, 2018 |
| : | |

AUDIT OBSERVATION MEMORANDUM (AOM)

For : **MUJIV S. HATAMAN**
Regional Governor

Thru : **NORKHALILA MAE B. MAMBUAY-CAMPONG**
Chief of Staff

Attention : **Atty. MIMBALAWAG T. MANGUTARA JR., CPA**
Director III, FBMS



We conducted an audit of the liquidation reports submitted, with corresponding transmittal letter dated September 19 & 25, 2017, for the various fund transfers to DOH-ARMM from DOH-Central Office (CO) for the implementation of various programs and projects and observed the following:

The liquidation reports submitted were not substantially supported with required documents such as Report of Checks Issued (RCI) and Report of Disbursement (ROD) contrary to COA Circular No. 2012-001 dated June 14, 2012, as amended by COA Circular No. 2016-002 dated May 31, 2016 and COA Circular No. 2017-002 dated October 25, 2017.

COA Circular No 2016-002 dated May 31, 2016 and COA Circular No, 2017-002 dated October 25, 2017 provides that, "liquidation of fund transfer should be supported with;

A. Report of Checks Issued and Report of Disbursements certified by the Accountant and Approved by the Head of the Agency.

B. Copy of the Official Receipt issued by the Source Agency for refunds of unexpended or unutilized balance of fund transfer,

C. Copy of ND and Audit decisions issued, if any, on the results of audit of disbursements, for reference and recognition in the books of accounts, to restore accountability of the implementing agency upon finality of the audit decision".

Shown below is the liquidation report with its corresponding credit notices submitted to this office which were not substantially supported with the required documents such as RCI and ROD.

| CREDIT NOTICE NO. | DATE | AMOUNT |
|-------------------|---------------|---------------------|
| CN NO. 2017-001 | Jan. 31, 2017 | Php 10, 598, 392.23 |
| CN NO. 2017-002 | Jan. 31, 2017 | 5, 846, 013.20 |
| CN NO. 2017-004 | Jan. 31, 2017 | 7, 779, 483.00 |
| CN NO. 2017-005 | Jan. 31, 2017 | 11, 031, 073.59 |
| CN NO. 2017-006 | Jan. 31, 2017 | 115, 389, 896.00 |
| CN NO. 2017-007 | Feb. 6, 2017 | 17, 127, 991.87 |

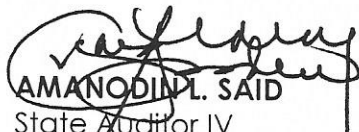
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|------------------|------------------|-----------------------------|
| CN NO. 2017-008 | April 17, 2017 | 6, 218, 926.41 |
| CN NO. 2017-009 | April 17, 2017 | 401, 236.48 |
| CN NO. 2017-010 | April 17, 2017 | 300, 000.00 |
| CN NO. 2017-011 | April 17, 2017 | 141, 475, 904.00 |
| CN NO. 2017-012 | April 17, 2017 | 8, 744, 735.00 |
| CN NO. 2017-013 | June 27, 2017 | 14, 736, 676.94 |
| CN NO. 2017-014 | June 27, 2017 | 11, 155, 500.00 |
| CN NO. 2017-015 | June 27, 2017 | 29, 168, 325.41 |
| CN NO. 2017-016 | June 27, 2017 | 1, 039, 088.00 |
| CN NO. 2017-017 | June 27, 2017 | 3, 049, 784.29 |
| CN NO. 2017-018 | June 27, 2017 | 1, 232, 982.26 |
| CN NO. 2017-019 | June 27, 2017 | 1, 134, 520.00 |
| CN NO. 2017-020 | June 27, 2017 | 396, 036.63 |
| CN NO. 2017-021 | July 7, 2017 | 70, 737, 952.00 |
| Total | | 457, 564, 517.31 |
| CN NO. 2016-001 | Jan. 5, 2016 | 1, 915, 848.00 |
| CN NO. 2016-002 | Jan. 5, 2016 | 9, 482, 304.19 |
| CN NO. 2016-003 | Jan. 5, 2016 | 9, 074, 589.56 |
| CN NO. 2016-004 | Jan. 5, 2016 | 560, 000.00 |
| CN NO. 2016-005 | Jan. 29, 2016 | 17, 250, 000.00 |
| CN NO. 2016-006 | Jan. 29, 2016 | 39, 196, 804.00 |
| CN NO. 2016-009 | April 8, 2016 | 98, 580, 969.00 |
| CN NO. 2016-010 | April 8, 2016 | 1, 878, 834.00 |
| CN NO. 2016-011 | April 8, 2016 | 17, 841, 324.00 |
| CN NO. 2016-012 | June 9, 2016 | 20, 344, 388.31 |
| CN NO. 2016-013 | June 9, 2016 | 99, 985, 529.90 |
| CN NO. 2016-014 | June 9, 2016 | 7, 387, 200.00 |
| CN NO. 2016-015 | June 9, 2016 | 19, 959, 303.37 |
| CN NO. 2016-016 | July 11, 2016 | 100, 646, 610.00 |
| CN NO. 2016-016A | June 9, 2016 | 48, 790,000.00 |
| CN NO. 2016-017 | July 11, 2016 | 12, 715, 630.70 |
| CN NO. 2016-018 | July 11, 2016 | 4, 915, 273.26 |
| CN NO. 2016-019 | July 11, 2016 | 625, 899.00 |
| CN NO. 2016-020 | July 20, 2016 | 299, 700.00 |
| CN NO. 2016-021 | Oct. 4, 2016 | 107, 321, 550.00 |
| CN NO. 2016-022 | Oct. 4, 2016 | 3, 919, 030.55 |
| CN NO. 2016-023 | Oct. 4, 2016 | 10, 267, 802.50 |
| CN NO. 2016-024 | Oct. 4, 2016 | 3, 505, 372.93 |
| CN NO. 2016-025 | Oct. 4, 2016 | 6, 742, 819.47 |
| CN NO. 2016-026 | Oct. 4, 2016 | 577, 719.00 |
| CN NO. 2016-027 | Oct. 4, 2016 | 1, 263, 154.00 |
| CN NO. 2016-028 | Nov. 3, 2016 | 7, 531, 554.10 |
| CN NO. 2016-029 | Dec. 5, 2016 | 1, 980, 969.45 |
| CN NO. 2016-030 | Dec. 5, 2016 | 3, 732, 197.50 |
| TOTAL | | PHP 334, 794, 585.83 |
| | | |
| CN NO. 2015-002 | January 5, 2015 | Php 17, 511, 784.00 |
| CN NO. 2015-003 | January 5, 2015 | 2, 370, 255.79 |
| CN NO. 2015-004 | January 5, 2015 | 17, 178, 909.05 |
| CN NO. 2015-005 | January 5, 2015 | 3, 634, 463.15 |
| CN NO. 2015-006 | February 2, 2015 | 10, 163, 324.00 |
| CN NO. 2015-007 | February 4, 2015 | 5, 072, 616.98 |
| CN NO. 2015-012 | March 13, 2015 | 4, 300, 000.00 |
| CN NO. 2015-013 | April 17, 2015 | 13, 735, 682.49 |
| CN NO. 2015-014 | April 17, 2015 | 3, 917, 828.74 |
| CN NO. 2015-015 | April 17, 2015 | 1, 555, 799.48 |

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|-----------------|-------------------|---------------------------|
| CN NO. 2015-016 | May 7, 2015 | 48,755,355.00 |
| CN NO. 2015-017 | June 26, 2015 | 3,564,317.51 |
| CN NO. 2015-018 | June 26, 2015 | 2,993,384.24 |
| CN NO. 2015-019 | June 26, 2015 | 2,951,027.21 |
| CN NO. 2015-020 | August 10, 2015 | 49,404,845.00 |
| CN NO. 2015-021 | August 10, 2015 | 596,021.86 |
| CN NO. 2015-022 | August 10, 2015 | 825,780.00 |
| CN NO. 2015-023 | August 11, 2015 | 700,000.00 |
| CN NO. 2015-024 | October 5, 2015 | 3,090,924.00 |
| CN NO. 2015-025 | November 19, 2015 | 53,309,165.38 |
| CN NO. 2015-026 | November 19, 2015 | 8,358,545.82 |
| TOTAL | | Php 253,990,029.70 |

Recommendation:

Require the DOH-ARMM to submit required RCI and ROD, if any, and submit the same to COA for verification and audit. Also, furnish us copies of JEV in recording the liquidations..

May we have your comments on the foregoing audit observations within fifteen (15) calendar days from receipt hereof.


AMANODIN L. SAID
 State Auditor IV
 Audit Team Leader