



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

ANNUAL AUDIT REPORT

on the

**NATIONAL IRRIGATION ADMINISTRATION
(NIA)**

For the Years Ended December 31, 2019 and 2018



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

CORPORATE GOVERNMENT SECTOR
Cluster 5 – Agricultural and Natural Resources

September 30, 2020

GEN RICARDO R VISAYA
Administrator
National Irrigation Administration
EDSA, Quezon City



Dear Administrator Visaya:

Pursuant to Section 2, Article IX-D of the Philippine Constitution and Section 43 of Presidential Decree (PD) No. 1445, otherwise known as the Government Auditing Code of the Philippines, we transmit herewith our Report on the results of the audit of the accounts and transactions of the **National Irrigation Administration (NIA)**, for the years ended December 31, 2019 and 2018.

The report consists of the Independent Auditor's Report, the Audited Financial Statements, the Observations and Recommendations, the Status of Implementation of Prior Years' Audit Recommendations, and the Annexes.

We rendered a qualified opinion on the fairness of the presentation of the financial statements in view of the following:

1. The unadjusted accounting errors/omissions in the aggregate amount of P1.884 billion resulted in the overstatement of Construction in Progress, Property, Plant and Equipment, Intra-agency Receivables and Intra-agency Payables accounts by P50.969 million, P2.654 million, P1.781 billion and 49.236 million, respectively, and understatement of Appropriate PPE and Inventory/Expense accounts and Accumulated Surplus (Deficit) of P1.853 billion and P30.667 million, respectively, affected the fair presentation of the financial statements (FS).

2. The accounting deficiencies such as: (a) the non-provision of depreciation expenses for various depreciable assets; (b) negative balances on various accounts; and (c) existence of dormant accounts that remained unresolved which also affected the fair presentation of the FS.

For the above-mentioned observations which caused the issuance of a qualified opinion, we recommended that Management:

1.1. Instruct the concerned Heads of Offices to direct the Accountants to carefully analyze the transactions by tracing the original accounting entries and prepare the correcting entries as basis for adjustments in the books of accounts and henceforth, observe the highest degree of objectivity and consistency in keeping of the accounts to safeguard against inaccurate or misleading information.

2.1. Require the Heads of the Offices concerned and Accountants to:

- a. Provide depreciation for all depreciable assets;
- b. Exhaust all efforts to analyze the accounts with negative balances and adjust the accounts accordingly; and
- c. Exert best effort to analyze and document the dormant accounts, otherwise consider the filing of request for authority to write-off the accounts, following the guidelines set forth under pertinent COA Circular NO. 2016-005.

The other significant audit observations and recommendations that need immediate action are as follows:

3. The implementation of 288 irrigation contracts/projects with a total contract cost of P10.103 billion resulted in significant delays, ranging from 4 to 1,373 calendar days in view of inadequate planning, inefficient execution of surveys, investigation, and engineering design, as well as unsatisfactory performance of contractors, among others. Hence, farmer beneficiaries are being deprived of the benefits that could have been derived from the said delayed projects. Also, 77 contracts of defaulting contractors with an aggregate cost of P8.157 billion were not imposed with liquidated damages while performance securities were not forfeited in favor of NIA. Moreover, change/variation orders and contract time extensions (CTEs) for 24 contracts with a total cost of P472.499 million were granted to contractors despite inadequate evaluation and incomplete documentation, among others. These projects could further result in wastage of government resources if the unfinished/uncompleted contracts would be terminated.

3.1. We recommended that Management:

- a. Adhere strictly to the provisions of Section 17.6 of Republic Act No. 9184 and Item 1 of Annex "A" of its Revised Implementing Rules and Regulations that no bidding and awarding of contract for infrastructure projects are made unless detailed engineering investigations, surveys and designs, including the acquisition of the Right of Way are duly complied with and approved to ensure that all contracts are efficiently carried out to avoid delays in the implementation of the irrigation projects;
- b. Require the Managers of the Implementing Units to:
 - b.1. Act with dispatch in resolving the existing issues/problems that are currently hampering/delaying the completion of the projects;
 - b.2. Evaluate meticulously and judiciously requests for changes in the scope of works/quantities of work items and time extensions to ensure that change orders/variation orders and CTEs are duly approved by NIA Administrator or his authorized representative and both are duly supported with complete documents;

b.3. Turn over immediately the operations and maintenance of all completed and operational communal irrigation projects to the concerned Irrigators Associations (IAs) duly covered with Memorandum of Agreement embodying the terms and conditions, as well as the duties and responsibilities of both the Agency and the IAs;

b.4 Ensure that all completed projects are provided with warranty securities by the concerned contractors as a requisite before the issuance of certificate of final acceptance by the Corporation;

b.5 Ensure that a thorough inspection and validation of the actual accomplishments on all infrastructure projects submitted for progress billing is conducted and that the detailed status reports showing the accurate actual work accomplished, percentage of slippage, reasons for delay, suspension and/or termination, and other pertinent data are prepared;

c. Require the Accounting Division/Section of the Central Office and concerned Regional Offices/Irrigation Management Offices to immediately impose liquidated damages for projects that incurred negative slippages without valid justification and approved CTEs; and

d. Consider rescinding/terminating the contracts and forfeit the contractor's performance security for projects with negative slippages of more than 15 per cent resulting from Contractor's fault or negligence, and initiate the immediate take over process of the terminated projects in order to facilitate its completion.

3.2. We likewise recommended that Management:

a. Encourage the Contractors to regularly submit progress billings and status of work accomplishments as allowed under the contract; and

b. Ensure that the final inspection of completed contracts/projects is conducted prior to the issuance of Certificate of Completion.

The audit observations together with the recommended courses of action, which were discussed by the Audit Team with concerned Management officials and staff during the exit conference conducted on September 18, 2020, are discussed in detail in Part II of the Report. We also invite your attention to the prior years' unimplemented and partially implemented audit recommendations embodied in Part III of the Report.

We respectfully request that the recommendations contained in Part II of the Report be implemented and that this Commission be informed of the actions taken thereon by accomplishing the Agency Action Plan and Status of Implementation Form (copy attached) and returning the same to us within 60 days from the date of receipt hereof.

We acknowledge the support and cooperation that Management extended to the Audit Team, thus facilitating the completion of the report.

Very truly yours,

COMMISSION ON AUDIT

By:



MARY S. ADELINO

Director IV

Cluster Director

Copy furnished:

The President of the Republic of the Philippines

The Vice President

The President of the Senate

The Speaker of the House of Representatives

The Chairperson – Senate Finance Committee

The Chairperson – Appropriations Committee

The Secretary of the Department of Budget and Management

The Governance Commission for Government-Owned or Controlled Corporations

The National Library

The UP Law Center

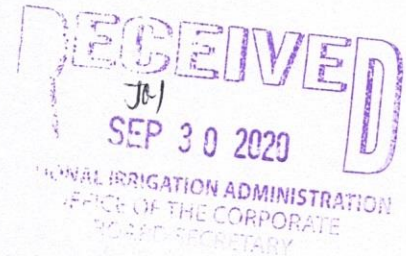


Republic of the Philippines
COMMISSION ON AUDIT
Commonwealth Avenue, Quezon City, Philippines

CORPORATE GOVERNMENT SECTOR
Cluster 5 – Agricultural and Natural Resources

September 30, 2020

THE BOARD OF DIRECTORS
National Irrigation Administration
EDSA, Quezon City



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We rendered a qualified opinion on the fairness of the presentation of the financial statements in view of the following:

1. The unadjusted accounting errors/omissions in the aggregate amount of P1.884 billion resulted in the overstatement of Construction in Progress, Property, Plant and Equipment, Intra-agency Receivables and Intra-agency Payables accounts by P50.969 million, P2.654 million, P1.781 billion and 49.236 million, respectively, and understatement of Appropriate PPE and Inventory/Expense accounts and Accumulated Surplus (Deficit) of P1.853 billion and P30.667 million, respectively, affected the fair presentation of the financial statements (FS).
2. The accounting deficiencies such as: (a) the non-provision of depreciation expenses for various depreciable assets; (b) negative balances on various accounts; and (c) existence of dormant accounts that remained unresolved which also affected the fair presentation of the FS.

For the above-mentioned observations which caused the issuance of a qualified opinion, we recommended that Management:

- 1.1. Instruct the concerned Heads of Offices to direct the Accountants to carefully analyze the transactions by tracing the original accounting entries and prepare the correcting entries as basis for adjustments in the books of accounts and henceforth, observe the highest degree of objectivity and consistency in keeping of the accounts to safeguard against inaccurate or misleading information.

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- b. Exhaust all efforts to analyze the accounts with negative balances and adjust the accounts accordingly; and
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The other significant audit observations and recommendations that need immediate action are as follows:

3. The implementation of 288 irrigation contracts/projects with a total contract cost of P10.103 billion resulted in significant delays, ranging from 4 to 1,373 calendar days in view of inadequate planning, inefficient execution of surveys, investigation, and engineering design, as well as unsatisfactory performance of contractors, among others. Hence, farmer beneficiaries are being deprived of the benefits that could have been derived from the said delayed projects. Also, 77 contracts of defaulting contractors with an aggregate cost of P8.157 billion were not imposed with liquidated damages while performance securities were not forfeited in favor of NIA. Moreover, change/variation orders and contract time extensions (CTEs) for 24 contracts with a total cost of P472.499 million were granted to contractors despite inadequate evaluation and incomplete documentation, among others. These projects could further result in wastage of government resources if the unfinished/uncompleted contracts would be terminated.

3.1. We recommended that Management:

- a. Adhere strictly to the provisions of Section 17.6 of Republic Act No. 9184 and Item 1 of Annex "A" of its Revised Implementing Rules and Regulations that no bidding and awarding of contract for infrastructure projects are made unless detailed engineering investigations, surveys and designs, including the acquisition of the Right of Way are duly complied with and approved to ensure that all contracts are efficiently carried out to avoid delays in the implementation of the irrigation projects;
- b. Require the Managers of the Implementing Units to:
 - b.1. Act with dispatch in resolving the existing issues/problems that are currently hampering/delaying the completion of the projects;
 - b.2. Evaluate meticulously and judiciously requests for changes in the scope of works/quantities of work items and time extensions to ensure that change orders/variation orders and CTEs are duly approved by NIA Administrator or his authorized representative and both are duly supported with complete documents;

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c. Require the Accounting Division/Section of the Central Office and concerned Regional Offices/Irrigation Management Offices to immediately impose liquidated damages for projects that incurred negative slippages without valid justification and approved CTEs; and

d. Consider rescinding/terminating the contracts and forfeit the contractor's performance security for projects with negative slippages of more than 15 per cent resulting from Contractor's fault or negligence, and initiate the immediate take over process of the terminated projects in order to facilitate its completion.

3.2. We likewise recommended that Management:

a. Encourage the Contractors to regularly submit progress billings and status of work accomplishments as allowed under the contract; and

b. Ensure that the final inspection of completed contracts/projects is conducted prior to the issuance of Certificate of Completion.

The audit observations together with the recommended courses of action, which were discussed by the Audit Team with concerned Management officials and staff during the exit conference conducted on September 18, 2020, are discussed in detail in Part II of the Report. We also invite your attention to the prior years' unimplemented and partially implemented audit recommendations embodied in Part III of the Report.

In our transmittal letter of even date, we request the Administrator of NIA to implement the recommendations contained in the report and to inform this Commission of the actions taken thereon within 60 days from receipt of the Report.

We acknowledge the support and cooperation that Management extended to the Audit Team, thus facilitating the completion of the report.

Very truly yours,

COMMISSION ON AUDIT

By:



MARY S. ADELINO
Director IV
Cluster Director

Copy furnished:

*The President of the Republic of the Philippines
The Vice President
The President of the Senate
The Speaker of the House of Representatives
The Chairperson – Senate Finance Committee
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The Secretary of the Department of Budget and Management
The Governance Commission for Government-Owned or Controlled Corporations
The National Library
The UP Law Center*

EXECUTIVE SUMMARY

INTRODUCTION

The National Irrigation Administration (NIA) was formally created as a government corporation under Republic Act (RA) No. 3601 on June 22, 1963 with an authorized capital of P300 million. In calendar year (CY) 1974, under Presidential Decree (PD) No. 552, its authorized capital was increased to P2 billion, and later, under PD No. 1702 dated July 18, 1980, it was further increased to P10 billion. The capital was to be subscribed and paid for entirely by the Philippine Government. Section 2, paragraph (b) of PD No. 552 provides NIA's sources of operating funds. The increase in Capital Stock is already included in the Government Equity.

The Corporation was originally attached to both the Department of Public Works and Highways (DPWH) and the Department of Agriculture (DA) and was later transferred to the Office of the President. Under Administrative Order (AO) No. 17 dated October 14, 1992, NIA was again attached to DA. On May 5, 2014, per Executive Order (EO) No. 165, s. 2014, the supervision over NIA together with the National Food Authority (NFA), Philippine Coconut Authority (PCA), and Fertilizer and Pesticide Authority has been transferred from DA to the Office of the Presidential Assistant for Food Security and Agricultural Modernization (OPAFSAM), in order to enhance and coordinate the efforts of these agencies in fulfilling their respective mandates. In view of the change in Administration in CY 2016, the OPAFSAM was abolished. Under EO No. 1, s. 2016 dated June 30, 2016, the supervision of NFA and PCA was placed under the Cabinet Secretary while the NIA was not included among the agencies listed under the supervision of the Cabinet Secretary. However, in a Memorandum dated November 3, 2016 of the Executive Secretary, the Cabinet Secretary was designated as the Acting Chairperson of the NIA Board of Directors.

The principal function of NIA was initially to develop, maintain, operate, improve and rehabilitate irrigation systems including communal and pump irrigation projects. However, with the reorganization of the government that occurred after NIA's creation, the Corporation also assumed the irrigation activities of other government agencies, including those of the Irrigation Service Unit of the then Presidential Assistance on Community Development. Thereafter, with the passage of RA No. 6978, otherwise known as "An Act to Promote Rural Development by Providing for an Accelerated Program within a Ten-Year Period of the Construction of Irrigation Projects," the activities of NIA significantly increased to cover the remaining 1.5 million unirrigated but irrigable hectares of land nationwide.

NIA has the following powers and functions pursuant to the provisions of RA No. 3601 and PD Nos. 552 and 1702:

- a. To investigate, study and develop all available water resources in the country, primarily for irrigation purposes; to plan, design, construct and/or improve all types of irrigation projects and appurtenant structures; to operate, maintain and administer all national irrigation systems; to supervise the operation, maintenance and repair;

b. To administer temporarily all communal and pump irrigation systems constructed, improved and/or repaired wholly or partially with government funds; to delegate the partial or full management of national irrigation systems to duly organized cooperatives or associations; and

c. To charge and collect from the beneficiaries of all irrigation systems constructed by or under administration such fees or administrative charges as may be necessary to cover the cost of operation, maintenance and insurances; and to cover the cost of construction within a reasonable period of time to the extent consistent with government policy; to cover funds or portions thereof expended for the construction of communal irrigation systems, which shall accrue to a special fund for irrigation development.

NIA is headed by an Administrator who is assisted by a Senior Deputy Administrator and supported by Deputy Administrator for Administrative and Finance and Deputy Administrator for Engineering and Operations. Besides the Central Office (CO), it has 17 Regional Irrigation Offices (RIOs) including the Upper Pampanga River Integrated Irrigation System (UPRIIS) and the Magat River Integrated Irrigation System (MARIIS), 50 Irrigation Management Offices (IMOs) inclusive of nine interim IMOs, and 10 Project Management Offices (PMOs).

As at December 31, 2019, NIA had personnel complement of 7,295 composed of 3,341 permanent employees; 2,494 daily/contract of service/job order; and 1,460 project-based paid personnel.

FINANCIAL HIGHLIGHTS (In Million Pesos)

The funding sources for the implementation of NIA Irrigation Development Program were appropriated under the General Appropriations Act (GAA) of fiscal year (FY) 2019, RA No.11260 for the National Irrigation Administration (Section XXXVI-Budgetary Support to Government Corporations, K.10. Other Executive Offices-NIA), summarized as follows:

I. Allotments received and Obligations

	CY 2019 Irrigation Program (In Thousand Pesos)			
	Appropriation	Allotment	Release Cash/ Non Cash	Obligation
CY 2019 Irrigation Program				
General Administration and Support	17,901,612	17,901,612	12,608,792	16,550,773
Support to Operations	767,167	767,167	376,116	272,341
Operations	17,377,433	17,377,433	7,716,842	15,534,257
Total	36,046,212	36,046,212	20,701,750	32,357,371
	Carry Over Funds (In Thousand Pesos)			Obligation
	Unobligated Balance 2018	Release Cash/ Non Cash		
Various Projects	4,459,167	16,573,831		2,815,090

II. Sources of Funds

	2019	2018 (as restated)
Subsidy Income from National Government-GAA	38,844.175	33,299.818
Revenue from Operations	686.205	746.239
	39,530.380	34,046.057

III. Uses of Funds

	2019	2018
Implementation of the Project/Capital Outlay	17,484.220	21,676.722
Personnel Services	3,324.038	2,652.703
Maintenance and Other Operating Expenses	2,500.066	1,325.605
Loan Repayment	524.995	525.560
	23,833.319	26,180.590

IV. Comparative Financial Position

	2019	2018 (as restated)	Increase/ (Decrease)
Assets	373,689.071	376,393.526	(2,704.455)
Liabilities	95,730.251	129,841.404	(34,111.153)
Equity	277,958.820	246,552.122	31,406.698

V. Comparative Financial Performance

	2019	2018 (as restated)	Increase
Income (includes gain on foreign exchange)	39,640.733	34,177.311	5,463.422
Expenses (includes depreciation and loss on foreign exchange)	11,670.058	7,121.168	4,548.890
	27,970.675	27,056.143	914.532

SCOPE OF AUDIT

The audit covered the examination, on a test basis, of the accounts and financial transactions of NIA for the period January 1 to December 31, 2019 in accordance with International Standards of Supreme Audit Institutions (ISSAI) to enable us to express an opinion on the fairness of the presentation of the financial statements for the years ended December 31, 2019 and 2018. Also, we conducted our audit to assess compliance with pertinent laws, rules and regulations, as well as adherence to prescribed policies and procedures.

AUDITOR'S OPINION

We express a qualified opinion on the fairness of the presentation of the financial statements in view of the following:

1. The unadjusted accounting errors/omissions in the aggregate amount of P1.884 billion resulted in the overstatement of Construction in Progress, Property, Plant and Equipment, Intra-agency Receivables and Intra-agency Payables accounts by P50.969 million, P2.654 million, P1.781 billion and P49.236 million, respectively, and

understatement of Appropriate PPE and Inventory/Expense accounts and Accumulated Surplus (Deficit) of P1.853 billion and P30.667 million, respectively, affected the fair presentation of the financial statements (FS).

2. The accounting deficiencies such as: (a) the non-provision of depreciation expenses for various depreciable assets; (b) negative balances on various accounts; and (c) existence of dormant accounts that remained unresolved also affected the fair presentation of the FS.

For the above-mentioned observations which caused the issuance of qualified opinion, we recommended that Management:

1.1 Instruct the concerned Heads of Offices to direct the Accountants to carefully analyze the transactions by tracing the original accounting entries and prepare the correcting entries as basis for adjustments in the books of accounts and henceforth, observe the highest degree of objectivity and consistency in keeping of the accounts to safeguard against inaccurate or misleading information.

2.1 Require the Heads of the Offices concerned and Accountants to:

- a. Provide depreciation for all depreciable assets;
- b. Exhaust all efforts to analyze the accounts with negative balances and adjust the accounts accordingly; and
- c. Exert best effort to analyze and document the dormant accounts, otherwise consider the filing of request for authority to write-off the accounts, following the guidelines set forth under pertinent COA Circular No. 2016-005.

OTHER SIGNIFICANT AUDIT OBSERVATIONS AND RECOMMENDATIONS

3. The implementation of 288 irrigation contracts/projects with a total contract cost of P10.103 billion resulted in significant delays, ranging from 4 to 1,373 calendar days in view of inadequate planning, inefficient execution of surveys, investigation, and engineering design, as well as unsatisfactory performance of contractors, among others. Hence, farmer beneficiaries are being deprived of the benefits that could have been derived from the said delayed projects. Also, 77 contracts of defaulting contractors with an aggregate cost of P8.157 billion were not imposed with liquidated damages while performance securities were not forfeited in favor of NIA. Moreover, change/variation orders and contract time extensions (CTEs) for 24 contracts with a total cost of P472.499 million were granted to contractors despite inadequate evaluation and incomplete documentation, among others. These projects could further result in wastage of government resources if the unfinished/uncompleted contracts would be terminated.

3.1 We reiterated our previous year's audit recommendations that Management:

- a. Adhere strictly to the provisions of Section 17.6 of Republic Act No. 9184 and Item 1 of Annex "A" of its Revised Implementing Rules and Regulations that no bidding and awarding of contract for infrastructure projects are made unless detailed engineering investigations, surveys and designs, including the

acquisition of the Right of Way are duly complied with and approved to ensure that all contracts are efficiently carried out to avoid delays in the implementation of the irrigation projects;

b. Require the Managers of the Implementing Units to:

b.1. Act with dispatch in resolving the existing issues/problems that are currently hampering/delaying the completion of the projects;

b.2. Evaluate meticulously and judiciously requests for changes in the scope of works/quantities of work items and time extensions to ensure that change orders/variation orders and CTEs are duly approved by NIA Administrator or his authorized representative and both are duly supported with complete documents;

b.3. Turn over immediately the operations and maintenance of all completed and operational communal irrigation projects to the concerned Irrigators Associations (IAs) duly covered with Memorandum of Agreement embodying the terms and conditions, as well as the duties and responsibilities of both the Agency and the IAs;

b.4. Ensure that all completed projects are provided with warranty securities by the concerned contractors as a requisite before the issuance of certificate of final acceptance by the Corporation;

b.5. Ensure that a thorough inspection and validation of the actual accomplishments on all infrastructure projects submitted for progress billing is conducted and that the detailed status reports showing the accurate actual work accomplished, percentage of slippage, reasons for delay, suspension and/or termination, and other pertinent data are prepared;

c. Require the Accounting Division/Section of the CO and concerned Regional Offices/IMOs to immediately impose liquidated damages for projects that incurred negative slippages without valid justification and approved CTEs; and

d. Consider rescinding/terminating the contracts and forfeit the contractor's performance security for projects with negative slippages of more than 15 per cent resulting from Contractor's fault or negligence, and initiate the immediate take over process of the terminated projects in order to facilitate its completion.

3.2 We likewise recommended that Management:

a. Encourage the Contractors to regularly submit progress billings and status of work accomplishments as allowed under the contract; and

b. Ensure that the final inspection of completed contracts/projects is conducted prior to the issuance of Certificate of Completion.

SUMMARY OF UNSETTLED AUDIT DISALLOWANCES, CHARGES AND SUSPENSIONS

As at December 31, 2019, for all funds, i.e. General, Corporate and Special, total unsettled audit disallowances and charges amounted to P3.282 billion and P2.364 million, respectively; while unsettled audit suspensions totalled P1.427 billion and US\$3.864 million. Of the total 842 Notices of Disallowance (NDs), 230 with NFDs and COEs; 63 for issuance of NFDs and COEs; 58 were affirmed and were issued decisions by the Director; 313 are with appeal memorandum; 44 are within the appeal period; and 134 for Petition for Review. The details and status are presented in Annexes B, C and D, Part IV of this Report.

STATUS OF IMPLEMENTATION OF PRIOR YEARS' AUDIT RECOMMENDATIONS

Of the 123 audit recommendations embodied in the CYs 2018, 2017 and 2016 Annual Audit Reports (AARs) for all funds (General, Corporate and Special), 62 were fully implemented and three are not doable, thus, deleted and excluded from this Status. Further in CY 2019, 30 audit recommendations were partially implemented and 28 were not implemented.

TABLE OF CONTENTS

	Page
PART I - AUDITED FINANCIAL STATEMENTS	
Independent Auditor's Report	1
Statement of Management's Responsibility for Financial Statements	5
Statements of Financial Position	6
Statements of Financial Performance	7
Statements of Changes in Net Assets/Equity	8
Statements of Cash Flows	9
Statement of Comparison of Budget and Actual Amounts	10
Notes to Financial Statements	11
PART II - OBSERVATIONS AND RECOMMENDATIONS	56
PART III - STATUS OF IMPLEMENTATION OF PRIOR YEARS' AUDIT RECOMMENDATIONS	112
PART IV - ANNEXES	
A - Disbursements in Regional Offices Without Complete and Proper Documentation	130
B - Status of Unsettled Audit Disallowances as of December 31, 2019	133
C - Status of Unsettled Audit Charges as of December 31, 2019	200
D - Status of Unsettled Audit Suspensions as of December 31, 2019	205



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

INDEPENDENT AUDITOR'S REPORT

THE BOARD OF DIRECTORS

National Irrigation Administration
EDSA, Quezon City

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the **National Irrigation Administration (NIA)** which comprise the statements of financial position as at December 31, 2019 and 2018, and the statements of financial performance, statements of changes in net assets/equity, statements of cash flows for the years then ended and statement of comparison of budget and actual amounts for the year ended December 31, 2019, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matters described in the Bases for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of NIA as at December 31, 2019 and 2018, and its financial performance and its cash flows for the years then ended in accordance with the Philippine Public Sector Accounting Standards (PPSAS).

Bases for Qualified Opinion

The unadjusted accounting errors/omissions in the aggregate amount of P1.884 billion resulted in the overstatement of Construction in Progress (CIP), Property, Plant and Equipment (PPE), Intra-agency Receivables and Intra-agency Payables accounts by P50.969 million, P2.654 million, P1.781 billion and P49.236 million, respectively, and understatement of Appropriate PPE and Inventory/Expense accounts and Accumulated Surplus (Deficit) of P1.853 billion and P30.667 million, respectively, affected the fair presentation of the financial statements (FS).

The accounting deficiencies such as: (a) the non-provision of depreciation expenses for various depreciable assets, (b) negative balances on various accounts and (c) existence of dormant accounts that remained unresolved which also affected the fair presentation of the FS.

We expressed a disclaimer of opinion on the 2018 financial statements in view of the following:

- a. The net off book adjustments on the Net Assets/Equity(NA/E) in the total negative amount of P9.348 billion and inactive accounts of 75 completed projects with NA/E net positive amount of P22.726 billion of which 56.16 per cent or P12.763 billion for 39 completed projects were not supported with documentation;
- b. The prior period errors and other adjustments aggregating P5.289 billion in the Statement of Changes in Net Assets/Equity (SCNA/E), are not supported with appropriate documents and are not adequately disclosed and properly presented;
- c. The carrying amount of PPE aggregating P267.696 billion cannot be relied upon due to adverse effects of the accounting deficiencies i.e. variances in accounting records and Report on Physical Count of Property, Plant and Equipment (RPCPPE) as well as the Engineering and Operations Division reports; inadequate accounting and property records to substantiate the PPE items costing P62.029 billion; non-reclassification of completed infrastructure projects and non-infrastructure PPEs amounting to P30.756 billion and P492.084 million, respectively, from CIP to the appropriate accounts and non-derecognition of unserviceable properties aggregating P65.754 million from the books due to non-disposal;
- d. The non-provision of Allowance for Impairment of P7.277 billion for accounts aged 10 years and above to bring the balance of the Accounts Receivable-Irrigation Service Fees aggregating to P23.500 billion to its net realizable value. Also, the Inter-agency Receivables account balance is unreliable due to: negative/abnormal balances totalling P14.895 million; discrepancies of P14.058 billion between books and confirmed balances and incomplete subsidiary records;
- e. Inter-agency Payables account balance of P79.924 billion due to variance between the records of NIA and the Source Agencies and existence of abnormal balances of P1.149 billion;
- f. Doubtful balance of Accounts Payable due to dormant and long outstanding accounts without supporting claims of P2.484 billion, discrepancies between books and confirmed amounts and existence of negative balances aggregating P1.149 billion; and
- g. Reciprocal accounts of P1.346 billion were not eliminated during the process of combination of Trial Balances of Central Office and Regional Offices.

In CY 2019, significant adjustments on CIP account were made on completed projects, non-infrastructure and non-project related expenditures which resulted in the fair presentation of the accounts in financial statements. However, there are still accounting deficiencies that remain unresolved as at year-end, that are summarized in Observation and Recommendation No. 2, Part II of this report, which also affected the fairness of the presentation of the Financial Statements.

We conducted our audit in accordance with the International Standards of Supreme Audit Institutions (ISSAI). Our responsibilities under those standards are described in the *Auditor's Responsibilities for the Audit of Financial Statements* section of our report. We are independent of NIA in accordance with the ethical requirements that are relevant to

our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Emphasis of Matter

We draw attention to paragraph 4 of Note 1 to financial statements which discusses the approval of Republic Act (RA) No. 10969, or the Free Irrigation Service Act, amending RA No. 3601, on February 2, 2018 which provides condonation and writing off of all unpaid irrigation service fees and corresponding penalties of farmers with eight hectares and below, and all loans, past due accounts and penalties of farmers and Irrigators Associations and corresponding interests and penalties.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PPSAS, 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.

In preparing the financial statements, management is responsible for assessing the NIA's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the NIA or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the NIA'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 a guarantee that audit conducted in accordance with ISSAI 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.

As part of an audit in accordance with ISSAI, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the NIA's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the NIA's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosure are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the NIA to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on the Supplementary Information Required Under BIR Revenue Regulations 15-2010

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information for the year ended December 31, 2019 required by the Bureau of Internal Revenue as disclosed in Note 37 to financial statements is presented for purposes of additional analysis and is not a required part of the basic financial statements prepared in accordance with PPSAS. Such supplementary information is the responsibility of management.

COMMISSION ON AUDIT



DIVINA M. TELAN

OIC-Supervising Auditor
Audit Group B - National Irrigation Administration
Cluster 5, Corporate Government Sector

September 10, 2020



Republic of the Philippines
National Irrigation Administration
(PAMBANSANG PANGASIWAAN NG PATUBIG)
Quezon City

Office Address: National Government Center
EDSA, Diliman, Quezon City, Philippines
Telephone Nos.: (02) 929-6071 to 78
Website: www.nia.gov.ph

Telefax No. (632) 928-9343
TIN No. 000-916-415

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

The management of NATIONAL IRRIGATION ADMINISTRATION (**NIA**) is responsible for the preparation and fair presentation of the financial statements, including the schedules attached therein, for the years ended December 31, 2019 and 2018, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

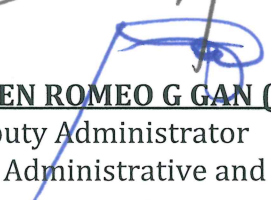
In preparing the financial statements, Management is responsible for assessing NIA's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate NIA or to cease operations, or has no realistic alternative to do so.

The Board of Directors reviews and approves the financial statements, including the schedules therein, and submits the same to the stakeholders.

The Commission on Audit, through its authorized representative, has examined the financial statements of NIA pursuant to Section 2, Article IX-D of the Philippine Constitution and Section 28 of the Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines. The audit was conducted in accordance with the International Standards of Supreme Audit Institutions and the auditor, in its report to the Board of Directors, has expressed its opinion on the fairness of presentation upon completion of such audit.


KARLO ALEXEI B. NOGRALES
Chairman of the Board


GEN RICARDO R. BASYA (Ret)
Vice - Chairman of the Board / Administrator


MGEN ROMEO G. GAN (Ret)
Deputy Administrator
For Administrative and Finance Sector


EDITHA D. MORALES
Manager
Financial Management Department

Signed this 28th day of April 2020

NATIONAL IRRIGATION ADMINISTRATION
STATEMENTS OF FINANCIAL POSITION
As at December 31, 2019 and 2018
(In Philippine Peso)

			2018
	Note	2019	(As Restated)
ASSETS			
Current assets			
Cash and cash equivalents	5	9,775,628,021	6,701,525,452
Receivables, net	6	10,981,540,104	36,844,745,746
Inventories, net	7	99,735,238	40,942,725
Prepayments	8	6,198,858,064	5,747,455,796
Other current assets	9	26,640,847	26,591,970
Total current assets		27,082,402,274	49,361,261,689
Non-current assets			
Financial assets	10	75,937,574,838	72,699,142,300
Investment property	11	-	49,769,000
Property, Plant and Equipment, net	12	270,597,070,431	254,336,792,143
Other non-current assets		72,023,506	(53,439,594)
Total non-current assets		346,606,668,775	327,032,263,849
TOTAL ASSETS		373,689,071,049	376,393,525,538
LIABILITIES			
Current liabilities			
Financial liabilities	13	11,786,358,330	12,322,748,692
Inter-agency payables	14	67,780,850,075	81,308,637,318
Intra-agency payables	15	2,311,596,236	125,879,205
Trust liabilities	16	1,636,230,374	1,186,052,409
Provisions	17	55,924,654	47,417,676
Other payables	18	3,339,623,152	3,085,665,741
Total current liabilities		86,910,582,821	98,076,401,041
Non-current liabilities			
Financial liabilities	13	-	7,606,340,534
Deferred credits	19	8,819,667,788	24,158,662,020
Total non-current liabilities		8,819,667,788	31,765,002,554
Total Liabilities		95,730,250,609	129,841,403,595
NET ASSETS (TOTAL ASSETS LESS TOTAL LIABILITIES)		277,958,820,440	246,552,121,943
NET ASSETS/EQUITY			
Accumulated surplus/(deficit)	20	272,399,628,575	240,992,930,078
Government equity	21	5,559,191,865	5,559,191,865
TOTAL NET ASSEST/EQUITY		277,958,820,440	246,552,121,943

The notes on pages 11 to 55 form part of these Financial Statements.

NATIONAL IRRIGATION ADMINISTRATION
STATEMENTS OF FINANCIAL PERFORMANCE
For the Years Ended December 31, 2019 and 2018
(In Philippine Peso)

	Note	2019	2018 (As Restated)
REVENUE			
Service and business income	22	686,205,082	746,239,509
TOTAL REVENUE		686,205,082	746,239,509
CURRENT OPERATING EXPENSES			
Personnel services	23	3,324,038,240	2,679,546,589
Maintenance and other operating expenses	24	2,500,066,283	1,398,399,503
Financial expenses	25	524,994,880	525,560,028
Non-cash expenses	26	10,965,777,829	8,642,679,459
TOTAL CURRENT OPERATING EXPENSES		17,314,877,232	13,246,185,579
DEFICIT FROM CURRENT OPERATIONS		(16,628,672,150)	(12,499,946,070)
Other non-operating income	27	95,087,478	132,482,090
Gain on foreign exchange (FOREX)	28	15,234,976	3,375,791
Gain on sale of property, plant and equipment		30,500	2,464,530
Losses		(5,688,275)	(3,396,456)
DEFICIT BEFORE TAX		(16,524,007,471)	(12,365,020,115)
Less: Income tax expense		-	-
DEFICIT AFTER TAX		(16,524,007,471)	(12,365,020,115)
Assistance and Subsidy	29	38,844,175,198	33,299,817,621
NET SURPLUS FOR THE PERIOD		22,320,167,727	20,934,797,506

The notes on pages 11 to 55 form part of these Financial Statements.

NATIONAL IRRIGATION ADMINISTRATION
STATEMENTS OF CHANGES IN NET ASSETS/EQUITY
For the Years Ended December 31, 2019 and 2018
(In Philippine Peso)

	Accumulated Surpl/(Deficit)	Government equity	Total
	Note 20	Note 21	
BALANCE AT JANUARY 1, 2018	225,441,083,990	5,559,191,864	231,000,275,854
Adjustments	(5,835,592,043)	-	(5,835,592,043)
RESTATED BALANCE AT JANUARY 1, 2018	219,605,491,947	5,559,191,864	225,164,683,811
Changes in net assets/equity for CY 2018			
Add/Deduct:			
Surplus for the period, as restated	20,934,797,506	-	20,934,797,506
Adjustments	452,640,625.00	1	452,640,626
BALANCES AT DECEMBER 31, 2018, AS RESTATED	240,992,930,078	5,559,191,865	246,552,121,943
Changes in net assets/equity for CY 2019			
Add/Deduct:			
Surplus for the period, as restated	22,320,167,727	-	22,320,167,727
Adjustments	9,086,530,770	-	9,086,530,770
BALANCES AT DECEMBER 31, 2019	272,399,628,575	5,559,191,865	277,958,820,440

The notes on pages 11 to 55 form part of these Financial Statements.

NATIONAL IRRIGATION ADMINISTRATION
STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2019 and 2018
(In Philippine Peso)

		2018
	Note	2019 (As Restated)
CASH FLOWS FROM OPERATING ACTIVITIES	30.1	
Cash inflows		
Receipt of assistance/subsidy	37,150,859,642	32,462,371,843
Receipt of inter/intra-agency fund transfers	995,521,092	874,350,038
Collection of income/revenue	563,611,882	433,756,810
Trust receipts	458,569,140	460,890,568
Collection of receivables	51,384,316	23,623,124
Other receipts	46,886,167	146,753,627
Total cash inflows	39,266,832,239	34,401,746,009
Cash outflows		
Payment of expenses	9,572,234,504	6,984,800,689
Payment of accounts payable and other payables	3,120,540,490	1,799,226,931
Remittance of personnel benefit contributions and mandatory deductions	1,928,676,058	2,900,415,516
Prepayments	1,827,183,422	1,731,668,732
Release of inter/intra-agency fund transfers	448,263,210	554,339,873
Grant of cash advances	247,558,288	334,033,434
Refund of deposits	38,778,618	48,184,632
Adjustments	26,435,104	-
Total cash outflows	17,209,669,693	14,352,669,808
Net cash provided by operating activities	22,057,162,547	20,049,076,201
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash inflows		
Proceeds from sale/disposal of PPE	30,500	3,295,117
Adjustments	-	296,512,248
Total cash inflows	30,500	299,807,365
Cash outflows		
Purchase/construction of PPE	17,486,570,318	21,996,165,540
Total cash outflows	17,486,570,318	21,996,165,540
Net cash used in investing activities	(17,486,539,818)	(21,696,358,175)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash outflows		
Payment of Long-Term Liabilities	975,000,000	975,000,000
Payment of Interest Expense	523,870,000	523,870,000
Total cash outflows	1,498,870,000	1,498,870,000
Net cash used in financing activities	(1,498,870,000)	(1,498,870,000)
Net (decrease)/increase in cash and cash equivalents	3,071,752,729	(3,146,151,975)
Effect of exchange rate changes	2,349,840	264,010
Cash and cash equivalents, January 1	6,701,525,452	9,847,413,417
Cash and cash equivalents, December 31	5 9,775,628,021	6,701,525,452

The Notes on pages 11 to 55 form part of these Financial Statements.

NATIONAL IRRIGATION ADMINISTRATION
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
ALL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019
(In Philippine Peso)

		Budgeted Amount		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
	Notes	Original	Final		
RECEIPTS					
Service and business income	22	648,746,329	648,746,329	686,205,082	(37,458,753)
Other non-operating income	27	63,229,080	63,229,080	95,087,478	(31,858,398)
Gains on on foreign exchange	28	-	-	15,234,976	(15,234,976)
Gain Gains on sale of ppe				30,500	(30,500)
Assistance and subsidy	29	41,337,352,073	41,337,352,073	38,844,175,198	2,493,176,875
Total Receipts		42,049,327,482	42,049,327,482	39,640,733,234	2,408,594,248
PAYMENTS					
Personnel services (PS)	23	2,980,528,306	3,163,550,307	3,324,038,240	(160,487,933)
Maintenance and other operating expenses (MOOE)	24	9,954,395,756	9,631,502,755	2,500,066,283	7,131,436,472
Capital outlay		27,615,533,420	27,615,533,420	17,484,220,478	10,131,312,942
Financial expenses	25	1,498,870,000	1,498,870,000	524,994,880	973,875,120
Total Payments		42,049,327,482	41,909,456,482	23,833,319,881	18,076,136,601
NET RECEIPTS / PAYMENTS		-	139,871,000	15,807,413,353	(15,667,542,353)

The Notes on pages 11 to 55 form part of these Financial Statements.

**NATIONAL IRRIGATION ADMINISTRATION
NOTES TO FINANCIAL STATEMENTS
ALL FUNDS**

(All amounts in Philippine Peso unless otherwise stated)

1. CORPORATE INFORMATION

The National Irrigation Administration (NIA) was formally created as a government corporation under Republic Act (RA) No. 3601 on June 22, 1963 with an authorized capital of P300 million. In calendar year (CY) 1974, under Presidential Decree (PD) No. 552, its capitalization was increased to P2 billion, and under PD No. 1702 dated July 17, 1980, it was further increased to P10 billion. The capital was to be subscribed and paid for entirely by the Philippine Government. Section 2, paragraph (b) of PD No. 552 provides NIA's sources of operating capital.

NIA was originally attached to both the Department of Public Works and Highways (DPWH) and the Department of Agriculture (DA), was later transferred to the Office of the President, and subsequently attached to DA under Administrative Order (AO) No. 17 dated October 14, 1992. On May 5, 2014, Executive Order (EO) No. 165, s. 2014 transferred NIA together with the National Food Authority (NFA), the Philippine Coconut Authority (PCA), and the Fertilizer and Pesticide Authority from DA to the Office of the President under the Office of the Presidential Assistant for Food Security and Agricultural Modernization (OPAFSAM). In view of the change in Administration in CY 2016, the OPAFSAM was abolished. Under EO No. 1, s. 2016 dated June 30, 2016, the supervision of NFA and PCA was placed under the Cabinet Secretary while the NIA was not included among the agencies listed under the supervision of the Cabinet Secretary. However, in a Memorandum dated November 3, 2016 of the Executive Secretary, the Cabinet Secretary was designated as the Acting Chairperson of the NIA Board of Directors. NIA houses its Central Office (CO) at NIA Complex, EDSA, Diliman, Quezon City.

The principal function of NIA was initially to develop, maintain, operate, improve and rehabilitate irrigation systems including communal and pump irrigation projects. However, with the reorganization of the government that occurred after NIA's creation, NIA also assumed the irrigation activities of other government agencies, including those of the Irrigation Service Unit of the then Presidential Assistance on Community Development. Thereafter, with the passage of RA No. 6978, otherwise known as "An Act to Promote Rural Development by providing for an Accelerated Program within a Ten-Year Period of the Construction of Irrigation Projects," the activities of NIA were significantly increased to cover the remaining 1.5 million unirrigated but irrigable hectares of land nationwide.

In 2017, with the pronouncement of the current administration, NIA no longer collects Irrigation Service Fee. To formally adopt the Free Irrigation Service Act, RA No. 10969, amending RA No. 3601 was approved by the President last February 2, 2018 implementing the scope of Free Irrigation Service and the Condonation and Writing Off of Loans, Past Due Accounts and Penalties of Farmers and Irrigators Association with landholdings of eight hectares and below only.

In order to achieve its mandate, NIA has the following objectives:

- a. Develop and maintain irrigation systems in support of the agricultural program of the government;
- b. Provide adequate level of irrigation service on a sustainable basis in partnership with the farmers and local government units;
- c. Provide technical assistance to institutions in the development of water resources for irrigation; and
- d. Improve and sustain the operation of NIA as a viable corporation and service-oriented agency.

With these objectives, NIA is tasked to:

- a. Investigate, study, and develop all available water resources in the country, primarily for irrigation purposes;
- b. Plan, design, construct, and/or improve all types of irrigation projects and appurtenant structures;
- c. Operate, maintain, and administer all national irrigation systems (NIS);
- d. Supervise the operation, maintenance, and repair, or otherwise, administer temporarily all communal and pump irrigation systems constructed, improved, and/or repaired wholly or partially with government funds;
- e. Delegate the partial or full management of NIS to duly organized cooperatives or associations; and
- f. Construct multiple-purpose water resources projects designed primarily for irrigation, and secondarily for hydraulic power development and/or other uses such as flood control, drainage, land reclamation, domestic water supply, roads and highway construction, and reforestation, among others, provided, that the plans, designs, and the construction thereof, shall be undertaken in coordination with the agencies concerned.

Vision

By 2022, NIA is a professional and efficient irrigation agency contributing to the inclusive growth of the country and in the improvement of the farmers' quality of life.

Mission

To construct, operate and maintain irrigation systems consistent with integrated water resource management principles to improve agricultural productivity and increase farmers' income.

The financial statements of NIA were approved and authorized for issue by the NIA Governing Board on April 28, 2020.

1.1 Personnel Profile and Organizational Structure

NIA is headed by an Administrator, assisted by a Senior Deputy Administrator and supported by Deputy Administrator for Administrative and Finance, and Deputy Administrator for Engineering and Operations. NIA had 7,295 and 6,911 personnel in CYs 2019 and 2018, respectively. The breakdown is as follows:

	2019	2018
Monthly Paid – Rationalized		
Permanent – Corporate Operating Budget (COB) charged filled	3,341	3,418
Casual/Daily Paid		
COB charged	2,494	642
Project charged	1,460	2,851
	7,295	6,911

NIA is composed of the Central Office (CO), 17 Regional Irrigation Offices (RIOs) including the Upper Pampanga River Integrated Irrigation System (UPRIIS) and the Magat River Integrated Irrigation System (MARIIS), 66 Irrigation Management Offices (IMOs) inclusive of 13 interim IMOs, and 10 Project Management Offices (PMOs).

1.2 Projects and Operational Profile

NIA pursued the implementation of 142 infrastructure projects for CY 2019. Of the total number, 37 projects are in Luzon, 30 in Visayas, and 18 in Mindanao and 57 in selected provinces nationwide. Other activities for the year were planning and development of irrigation projects, repair, rehabilitation and restoration projects of national and communal irrigation systems, organization and development of Irrigators Associations (IAs), implementation and monitoring of Irrigation Management Transfer (IMT), and execution and monitoring of climate change adoption works.

The CY 2019 program included the: generation of 31,300 hectares; restoration of 4,730 hectares; repair and rehabilitation works of 260 kilometer (km) earth canal; 1,428 km concrete lined canal; 321 km high density polyethylene (HDPE) pipe; 166,571 square meter (sq.m) of coconet slope protection area; 65 km concrete roads; 166 km gravel roads; and 5,692 unit of canal structures.

NIA accomplished 33,407 hectares new area generation, and 9,954 hectares area restoration. Repair works dwelt on 412.66 km of earth canals, 1,543.96 km of canal lining, 192.37 km of HDPE pipe, 200,900 sq. m. of coconet slope protection area, 50.95 km concrete roads, 306.74 km gravel roads and 6,092 unit of canal structures. These included accomplishments under the CY 2019 Program and carry-over projects from years 2015 to 2018.

1.3 Allotments/Cash Allocations – from National Government

Funding sources for the implementation of NIA Irrigation Development Program were appropriated under the General Appropriations Act (GAA) of Fiscal Year (FY) 2019, RA

No.11260 for NIA (Section XXXVI-Budgetary Support to Government Corporations, K.10. Other Executive Offices-NIA), summarized as follows:

CY 2019 Irrigation Program (In Thousand Pesos)				
	Appropriation	Allotment	Release Cash/ Non Cash	Obligation
CY 2019 Irrigation Program				
General Administration and Support	17,901,612	17,901,612	12,608,792	16,550,773
Support to Operations	767,167	767,167	376,116	272,341
Operations	17,377,433	17,377,433	7,716,842	15,534,257
Total	36,046,212	36,046,212	20,701,750	32,357,371

Carry Over Funds (In Thousand Pesos)			
	Unobligated Balance 2018	Release Cash/ Non Cash	Obligation
Various Projects	4,459,167	16,573,831	2,815,090

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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.

The financial statements are presented in Philippine Peso, which is also the country's functional currency and amounts are rounded off to the nearest thousand, unless otherwise stated.

The financial statements are presented in comparative figures with the immediately preceding year.

The financial statements in compliance with the adopted Philippine Public Sector Accounting Standards (PPSAS) require the use of certain accounting estimates. It also requires the entity to exercise judgment in applying the entity's accounting policies.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Accounting

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

3.2 Combination of Financial Statements

Financial statements are combination of financial report of NIA CO and 17 RIOs including the UPRIS and the MARIIS, and 10 PMOs in accordance with NIA's One Fund Accounting System Manual.

All significant intra-agency receivables/ intra-agency payables transactions are eliminated in the combination.

The combined financial statements reflect the assets, liabilities, revenues and expenses of NIA's CO and ROs/PMOs.

Financial statements of inactive accounts with total Net Assets/Equity of P20.500 billion from ROs/PMOs are included in the preparation of Combined Financial Statements. These inactive accounts' balances from completed projects in Corporate and General Funds that were forwarded from previous years despite their being turned-over to their respective ROs/PMO. Of the 75 inactive accounts reported in CY 2018, the following were already closed to Corporate Fund:

Regional Office/Project Office	Name of Project
Region 2	Cagayan Integrated Agricultural Development Project
Region 2	Communal Irrigation Development Project
Region 2	Casacnan Multipurpose & Power Project
Region 2	El Niño
Region 2	Grain Sector Development Program
Region 2	Irrigation Operation Systems Project I
Region 12	Water Resource Development Project
Region 12	Irrigation Operation Support Project
MMIP	Malitubog Maridagao Irrigation Project 1

3.3 Financial Instruments

a. Financial assets

Initial recognition and measurement

Financial assets within the scope of PPSAS 29, *Financial Instruments: Recognition and Measurements* 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 NIA 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 market place (regular way trades) are recognized on the trade date, i.e., the date that NIA commits to purchase or sell the asset.

NIA's financial assets include: cash and cash equivalents, trade and other trade receivables and other investment. (See Notes 5, 6 and 10)

Subsequent Measurement

The subsequent measurement of financial assets depends on their classification.

1. Financial assets at fair value through surplus or deficit

Financial assets at fair value through surplus or deficit include financial assets held for trading and financial assets designated upon initial recognition at fair value through surplus or deficit. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets at fair value through surplus or deficit are carried in the Statement of Financial Position at fair value with changes in fair value recognized in surplus or deficit.

2. Receivables

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 the 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 an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit. (See Note 6)

3. Held-to-maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when NIA has the positive intention and ability to hold it to maturity. (See Note 10)

Held-to-maturity investments, which consist of government treasury bills, are initially measured at its selling price upon placement and as indicated on the Confirmation of Sale without Recourse. Upon termination of the treasury bills, any discount or premium on acquisition and fees/costs and taxes due are recognized in the surplus or deficit.

Derecognition

NIA derecognizes a financial asset or where applicable, a part of a financial asset or part of similar financial assets of NIA when:

1. The contractual rights to the cash flows from the financial asset expired or waived; and
2. The NIA has transferred its contractual rights to receive the cash flows of the financial assets, or retains the contractual rights to receive the cash flows of the financial assets but assumes a contractual obligation to pay the cash flows to one or more recipients in an arrangement that meets the conditions set forth in PPSAS 29 *Financial Instruments: Recognition and Measurement*; and either the entity has:
 - transferred substantially all the risks and rewards of ownership of the financial asset; or
 - neither transferred nor retained substantially all the risks and rewards of ownership of the financial asset, but has transferred the control of the asset

Impairment of financial assets

NIA assesses at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred “loss event”) and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. (See Note 6.1)

Evidence of impairment may include the following indicators:

- The debtors or a group of debtors are experiencing significant financial difficulty.
- Default or delinquency in interest or principal payments.
- The probability that debtors will enter bankruptcy or other financial reorganization.
- Observable data indicate a measurable decrease in estimated future cash flows (e.g., changes in arrears or economic conditions that correlate with defaults).

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.

NIA’s financial liabilities include trade payables to suppliers, employees, and other contractors as well as notes payable. (See Note 13)

Subsequent measurement

The measurement of financial liabilities depends on their classification.

1. 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 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 that are not designated as hedging instruments in hedge relationships as defined by PPSAS 29.

2. Loans and borrowings

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 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 expires or is discharged or cancelled.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability. The recognition of a new liability and the difference in the respective carrying amounts is recognized in surplus or deficit.

c. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the consolidated statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

3.4 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash in bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. (See Note 5)

3.5 Receivables

Receivables are recognized initially at transaction cost. These are subsequently measured at amortized cost less provision for impairment. An allowance for impairment of trade receivables is established when there is an objective evidence that NIA will not be able to collect the amounts due according to the original terms of settlement of the receivable accounts. (See Note 6)

Trade receivables are financial assets with fixed or determinable payment that are not quoted in an active market. They arise when NIA provides money, goods, or services directly to a debtor/customer with no intention of trading receivables. Receivables are carried at cost or amortized cost in the statement of financial position. Receivables are

included in current assets if maturity is within 12 months of the financial reporting date while those maturity beyond 12 months are identified as non-current assets.

Recoverability of specific receivables is evaluated based on the best available facts and circumstances, the length of NIA's relationship with its debtors, the debtors' payment behavior and known market factors. These specific reserves are re-evaluated and adjusted if additional information received affects the amount estimated to be uncollectible.

Allowance for impairment-accounts receivable

Allowance for impairment of accounts receivable was provided in the books specifically on NIA fees. The allowance includes the aging of receivables method of estimating uncollectible accounts. By this method, the accounts are classified according to age from one day to over 10 years and provisions for the allowance for impairment-accounts receivable shall be as follows:

1	-	60 days	1 per cent
61	-	180 days	2 per cent
181 days	-	1 year	3 per cent
More than 1 year to 10 years			5 per cent
Over 10 years			100 per cent
Accounts with legal constraints			100 per cent

Writing-off of receivables

The policy under Memorandum Circular (MC) No. 81 s. 2017 includes that the following conditions must be present to support the request for approval to COA for writing-off of receivables:

- A. Absence of records or documents to validate/support the claim and/or unreconciled receivable accounts
- B. Death of the accountable officer/employee/debtor
- C. Unknown whereabouts of the accountable officer/employee/debtor, and that he/she could not be located despite diligent efforts to find him/her
- D. Incapacity to pay or insolvency
- E. Exhaustion of all possible remedies by the Management to collect the receivables and to demand liquidation of each advances and fund transfers
- F. No pending case in court involving the subject dormant accounts.

Writing off and Condonation of Irrigation Service Fee

With the passage of RA No. 10969 or the "Free Irrigation Service Act", NIA issued its Implementing Rules and Regulations (IRR) under MC No. 108 s. 2018 to set a policy for collection and writing off of receivables for Irrigation Service Fee (ISF). The IRR state the following:

1. Upon the effectivity of RA No. 10969, all farmers with landholdings of eight hectares and below are exempted from paying ISF for water derived from national irrigation systems (NIS) and communal irrigation systems (CIS) that were, or are to be, funded, constructed, maintained and administered by the NIA and other government agencies, including those that have been turned over to irrigators associations (IAs).
2. A registry of farmer and other irrigation system users shall also be prepared and maintained which shall contain the name of farmer/landowner, actual tiller, size, and location of the landholding, and Original Certificate of Title (OCT) number.
3. Farmers with more than eight hectares of land, corporate farms, and plantations drawing water for agricultural crop production, fishponds, and other persons, natural or juridical, drawing water for non-agricultural purposes from NIS and CIS, or using the irrigation systems as drainage facilities, shall continue to be subject to the payment of ISF.
4. All unpaid ISF and the corresponding penalties of farmers with eight hectares and below to NIA, and all loans, past due accounts and the corresponding interests and penalties of IAs to NIA will be condoned and written off from the books of NIA. Upon completion of the Registry described in Rule 4.2 of the IRR, NIA shall, in compliance with Article 1270 of the Civil Code, secure the written acceptance of each farmer or landowner whose debt is to be condoned considering that condonation or remission is essentially gratuitous. Furthermore, the condonation and writing off of indebtedness pursuant to Section 5 of the IRR shall be in accordance with all applicable accounting and auditing guidelines and procedures.

3.6 Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory is 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. The cost of inventories comprises all costs of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Subsequently, inventories are valued using the weighted average method. (See Note 7)

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

3.7 Investment property

Investment Property (IP) is measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing IP at the time that cost is incurred if the recognition criteria are met and excludes the cost of day-to-day maintenance of an IP. (See Note 11)

IP acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, IP is measured using the cost model and is depreciated over its estimated useful life using the straight-line method of depreciation. It adopted the life span for buildings of 30 years prescribed by the Commission on Audit for PPE in determining its estimated useful life.

IPs are derecognized either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit or service potential is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition.

Transfers are made to or from IP only when there is a change in use.

NIA uses the following criteria to distinguish IP from owner-occupied property and from property held for sale in the ordinary course of operations (inventory):

A property (land or a building - or part of a building - or both) shall be recorded and classified as IP if it is held to earn rentals or for capital appreciation, or both rather than for:

- Use in the production or supply of goods or services, or for administrative purposes; or
- Sale in the ordinary course of operations.

3.8 Property, plant and equipment

Recognition

An item is recognized as Property, Plant, and Equipment (PPE) if it meets the characteristics and recognition criteria as a PPE.

The characteristics of PPE are as follows:

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

An item of PPE is recognized as an asset if:

- It is probable that future economic benefits or service potential associated with the item will flow to the entity;
- The cost or fair value of the item can be measured reliably; and
- The cost is at least P15,000.

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. (See Note 12)

When significant parts of PPE are required to be replaced at intervals, NIA 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 PPE 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.

i. 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, depreciation starts in the month succeeding the month of acquisition.

ii. Depreciation method

The straight-line method of depreciation is adopted unless another method is more appropriate for Entity's operation.

iii. Estimated useful life

NIA uses the life span of PPE prescribed by COA in determining the specific estimated useful life for each asset based on its experience, as follows:

Water Supply System	20 to 50 years
Land Improvement	10 years
Buildings	30 years
Machinery and equipment	10 years
Motor vehicles	7 years
Furniture and fixtures	10 years
Office equipment	5 years
Information and Communication Technology Equipment	5 years
Communication Equipment	5 years
Sports Equipment	10 years
Technical and Scientific Equipment	10 years
Other Machineries and Equipment	10 years
Other Transportation Equipment	7 years

iv. Residual value

NIA uses a residual value equivalent to at least five per cent 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 amount or recoverable service amount.

Derecognition

NIA 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. (See Note 12)

3.9 Leases

Operating lease - NIA as a lessor

Leases other than finance lease 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.

Leases in which NIA does not transfer substantially all the risks and rewards 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. (See Note 22)

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

Operating lease - NIA as a lessee

NIA adopts Lease Purchase Agreement (LPA) in acquiring motor vehicles in its ROs. Rental payments are recognized as Rent/Lease expense and PPE-Donation is recognized upon full payment of the motor vehicle equivalent to its contract cost.

3.10 Provisions, contingent liabilities and contingent assets

Provisions

Provisions are recognized when the NIA has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the NIA expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation, the provisions are reversed.

Employee benefits

The employees of NIA are members of the Government Service Insurance System (GSIS), which provides life and retirement insurance coverage.

NIA 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.

Contingent liabilities

The NIA does not recognize a contingent liability but discloses details of any contingencies in the notes to financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

Contingent assets

The NIA does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of NIA in the notes to financial statements.

Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

3.11 Adjustment of Due to Changes in Accounting Policies and Estimates Due to Change in Accounting Policy

NIA has determined and restated accounts with the net effect in the financial statements due to change in accounting policy.

Due to Change in Accounting Estimates

NIA recognizes the effects of changes in accounting estimates prospectively through surplus or deficit.

Due to Prior Period Errors

Prior period errors are omission from and misstatement in an entity's financial statements for one or more period arising from a failure to use or misuse of reliable information that was available and could reasonably be expected to have been obtained and taken into account in preparing those statements. NIA shall correct in accordance with material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:

- (a) Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- (b) 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.

3.12 Revenue

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

Rendering of Services

NIA recognizes revenue from rendering of services based on the stage of completion when the outcome of the transaction can be measured reliably. The stage of completion is measured by reference to labor hours incurred to date as a percentage of total estimated labor hours. (See Note 22)

Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

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 NIA.

Interest Income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

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.

3.13 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) is prepared since the budget and the financial statements are not prepared on comparable basis. The SCBAA is presented showing the original and final budget and the actual amounts on comparable basis to the budget. Explanatory comments are provided in Note 33.

These budget figures are those approved by the governing body.

3.14 Related Parties

The NIA regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over NIA, or vice versa.

Members of key management are regarded as related parties and comprise of the Chairman, Members of the Governing Board, and the Principal Officers. (See Note 31)

3.15 Measurement Uncertainty

The preparation of combined financial statements in conformity with PPSAS requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of the revenues and expenses during the period. Items requiring the use of significant estimates include the useful life of a capital asset, estimated employee benefits, impairment of assets, etc.

Estimates are based on the best information available at the time of preparation of the combined financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these combined financial statements. Actual results could differ from these estimates.

4. RISK MANAGEMENT OBJECTIVES AND POLICIES

This note presents information about NIA's exposure to risks and NIA's objectives, policies, and processes for measuring and managing risks.

NIA has an overall responsibility for the establishment and oversight of NIA's risk management framework. NIA has established a committee and technical working group which is responsible for the preparation of outline of Disaster Risk Reduction Management Plan.

The Committee's role is to design the framework which will help NIA to develop and implement an effective and pro-active risk management plan in response to the circumstances the organization may face, perform risk assessment and develop strategies to mitigate risks using the resources available. The NIA Disaster Risk Reduction Management Plan (NDRRMP) 2019-2023 was covered by Memorandum Circular No. 2019-035 dated May 10, 2019. The Plan is aligned with the objectives of the NDRRMP 2011-2028 that will address four areas of components such as: (a) Disaster Prevention and Mitigation, (b) Disaster Preparedness, (c) Disaster Response, and (d) Disaster Rehabilitation and Recovery.

4.1 Risk Management Framework

The Risk Management Team shall perform oversight function in ensuring that the established risk controls and related activities are consistently implemented; plan and coordinate effective and efficient use of risk control tools; and ensure that risk-related information are maintained and retained.

5. CASH AND CASH EQUIVALENTS

This account includes the following:

	2019	2018
		(As restated)
Cash in bank-local currency, current account	9,164,786,519	6,106,644,899
Cash in bank-local currency, time deposit	440,594,045	425,545,136
Cash in bank-local currency, savings account	111,273,583	51,343,704
Cash in bank- foreign currency time deposit	40,480,709	42,492,912
Petty cash	15,413,605	2,492,535
Cash-collecting officers	2,982,957	10,484,657
Cash in bank- foreign currency savings account	25,393	62,450,399
Cash-treasury/agency deposit, regular	71,210	71,210
	9,775,628,021	6,701,525,452

Cash in bank-local currency-current account includes the amount of cash maintained with authorized government depository banks by the CO, ROs, PMOs and IMOs.

Cash in bank - foreign currency-savings account represents amounts deposited with authorized government depository banks denominated in US dollars and Japanese yen. These constitute monies from foreign lending banks for the implementation of irrigation projects. The account represents US Dollar deposit with the Land Bank of The Philippines (LBP). The year-end balance of the foreign currency deposit shall be translated using the Bangko Sentral ng Pilipinas (BSP) closing rate effective CY 2019.

Cash, Treasury/Agency Deposit, Regular account represents the balance from “Due from National Treasury” account before it was converted to conform with the Revised Chart of Accounts.

Cash-treasury/agency deposit, regular account is subject for further reconciliation.

Included in the Cash in Bank are the following Restricted Cash (Trust Fund and Working Fund) allotted in compliance with the Operations & Maintenance (O&M) Agreement of NIA with First Gen Hydro Power Corporation and SN Aboitiz Power-Magat, Incorporated, dated November 13, 2006 and December 13, 2006, respectively:

	2019	2018
Cash in bank-local currency, time deposit		
SN Aboitiz Power-Magat, Incorporated- Trust Fund	122,442,592	119,018,256
First Gen Hydro Power Corporation - Trust Fund	131,936,800	127,793,158
	254,379,392	246,811,414

	2019	2018
Cash in bank-local currency, current account		
SN Aboitiz Power-Magat, Incorporated- Working Fund	627,296,772	505,508,100
First Gen Hydro Power Corporation - Working Fund	124,585,828	31,119,410
	751,882,600	536,627,510

The O & M agreements has a term of 25 years. Under the said agreements, NIA will manage, operate, maintain, and rehabilitate the non-power components of Pantabangan-Masiway Hydroelectric Power Plants (PMHEPP) and Magat Power Plant Complex.

As provided under the agreements, First Gen Hydro Power Corporation and SN Aboitiz Power-Magat, Incorporated are required to provide a trust fund amounting to P100 million, payable in 24 monthly payments from the date the agreements were entered, which will be billed by NIA in addition to service fee. Seventy (70) per cent of the amount available in the Trust Fund shall be allocated for Self-insurance and 30 per cent shall be allocated for the Performance Security.

Furthermore, a Working Fund shall also be established wherein a portion of the Service Fee shall be deposited to NIA's bank account that will be made readily available to NIA Upper Pampanga River Integrated Irrigation System-Dams and Reservoir Division and NIA Magat River Integrated Irrigation System to fund the O&M cost of PMHEPP and Magat Power Plant Complex respectively.

Included in the Cash and Cash equivalents are the following inactive account balances:

	2019	2018
Cash in bank-local currency, current account	72,045,149	87,929,392
Petty cash	11,341,506	461,592
Cash-collecting officers	176,857	174,907
Cash in bank-local currency, savings account	(4,782,761)	(4,782,761)
Cash-treasury/agency deposit, regular	71,210	25,946
	78,851,961	83,809,076

Refer to Note 3.2

6. RECEIVABLES, net

This account consists of the following:

	2019	2018 (As restated)
Accounts receivable	5,358,788,945	16,484,601,138
Intra-agency receivables	4,043,262,306	5,322,481,960
Inter-agency receivables	1,133,765,206	14,483,585,207
Advances	31,356,536	36,970,393
Loans receivable - others	4,924,652	4,924,652
Other receivables	409,442,459	512,182,396
	10,981,540,104	36,844,745,746

Included in the Receivables are the following inactive account balances:

	2019	2018
Accounts receivable		
Accounts receivable –ISF back account	8,000	8,000
Accounts receivable – pump/CIP/CIS	(100)	(100)
Accounts receivables - others	157,340	157,340
	165,240	165,240
Inter-agency receivables		
Due from GOCCs	704,079	704,079
Due from NGAs	24,481,721	24,481,721
Due from LGUs	148,925	148,925
	25,334,725	25,334,725
Intra-agency receivables		
Due from central office	200	200
Due from regional offices	492,679,204	492,679,204
Due from other funds	48,843,044	48,843,044
	541,522,448	541,522,448
Advances		
Advances to officers and employees	265,365	269,771
Advances to special disbursing officer	2,473,021	2,456,151
Advances for payroll	33,558	186,961
	2,771,944	2,912,883
Other receivables		
Receivable-disallowances and charges	131,685	131,685
Due from officers and employees	1,060,882	1,036,866

Other receivables	5,222,938	5,228,610
	6,415,505	6,397,161
Net Total	576,209,862	576,332,457

Refer to Note 3.2

6.1 Accounts receivable

	2019	2018 (As restated)
Accounts receivable-ISF back account	5,299,074,675	16,935,275,052
Accounts receivable-pump/CIP/CIS-non-current	2,150,288,730	7,803,373,069
Accounts receivable-ISF	441,546,716	79,851,358
Accounts receivable-pump/CIP/CIS-current	216,450,103	503,828,556
Accounts receivable-others	61,358,725	129,008,925
	8,168,718,949	25,451,336,960
Allowance for impairment	(2,809,930,004)	(8,966,735,822)
	5,358,788,945	16,484,601,138

Aging of Accounts receivable:

	0 to 1 year	More than 1 year to 10 years	Over 10 years and Onwards	TOTAL
Accounts receivable-ISF back account	31,850,184	2,785,754,334	2,481,470,157	5,299,074,675
Accounts receivable-pump/CIP/CIS-current	-	411,358,295	1,738,930,435	2,150,288,730
Accounts receivable-ISF	51,018,873	390,527,843	-	441,546,716
Accounts receivable-pump/CIP/CIS-non-current	-	40,048,116	176,401,987	216,450,103
Accounts receivable-others	740,555	7,636,671	52,981,499	61,358,725
				8,168,718,949

Accounts Receivable account comprises trade/business receivables from Irrigation Service Fees (ISF). Memorandum Circular (MC) No. 26 dated June 7, 1976 requires annual adjustment of the account in the books due to increase in the government support price for palay. MC No. 62 dated December 5, 1977 and MC No. 62-A dated December 22, 1977 grant 10 per cent discount to farmers for payment of irrigation fees on or before due dates. The account also includes current installment receivables from amortization of irrigation pumps, communal irrigation projects (CIP), and communal irrigation systems (CIS). MC No. 54, s. of 2013 serves as a follow up to the Incentive Policy on the payment of Back Accounts (BA) since previous related MCs had lapsed on December 31, 2009. This policy covers all irrigation users of NISs with BA in ISF.

For CY 2019, the balance of the Account Receivable-ISF decreased due to the implementation of RA no. 10969. Majority of the remaining balance include receivables from farmers with more than eight hectares of land, corporate farms, and plantations drawing water for agricultural crop production; fishponds, and other persons, natural or juridical, drawing water for non-agricultural purposes from NIS and CIS, or using the irrigation systems as drainage facilities who shall continue to be subject to the payment of ISF pursuant to RA No.10969.

6.2 Intra-agency receivable

	2019	2018 (As restated)
Due from regional offices (RO)	2,156,145,070	5,322,481,960
Due from other funds (OF)	1,887,117,236	-
	4,043,262,306	5,322,481,960

Due from ROs is the reciprocal account of Due to CO, which are both closed at year-end during the combination of the financial statements. However, due to the inadequate reconciliation, the accounts remained open as at December 31, 2019.

The balances of the reciprocal accounts were due to timing difference in recording the transactions, thus, reconciliation of the accounts shall be undertaken by both CO and concerned ROs.

Due from OF account represents advances or borrowings from the General Fund to the Corporate Fund with repayment condition as soon as funds are available.

6.3 Inter-agency receivable

	2019	2018 (As restated)
Due from national government agencies (NGAs)	845,834,574	851,012,568
Due from local government units (LGUs)	175,990,448	187,754,976
Due from government-owned and/or controlled corporations (GOCCs)	111,940,184	13,444,817,663
	1,133,765,206	14,483,585,207

Due from NGAs account includes the amounts of unliquidated advances/fund transfers to the: (a) Department of Environment and Natural Resources (DENR) and Department of Health (DOH) as partners in the implementation of the irrigation component under the Environment and Health per loan package for Southern Philippines Irrigation Sector Project (SPIISP) extended by the Asian Development Bank; (b) DPWH District Offices for the construction/rehabilitation of farm to market roads out of the National Development Company (NDC) loan proceeds; and (c) DPWH-Autonomous Region in Muslim Mindanao (ARMM) and Philippine Rice Research Institute (PhilRice).

Due from LGUs account represents advances made as a result of MOAs between NIA and LGUs to implement repair and rehabilitation of irrigation facilities subject to liquidation after implementation of the projects. Also, this includes releases to LGUs out of loan proceeds from NDC, for the implementation of farm to market road projects concerned ROs.

Due from GOCCs account includes receivables from the National Power Corporation (NPC) relative to the sale of electrical energy generated by the Casecnan Multi-Purpose Irrigation and Power Project (CMPIPP) including the monthly management fee (refer to Note 22.2) per Power Purchase Agreement dated June 30, 1995 and Supplemental Agreement dated September 25, 2003. For CY 2019, NIA adjusted the amount of P13.290 billion which pertains purely to Energy Delivery Fee (excluding management fee). The amount recorded was already recognized by the NPC through the Power Sector Asset & Liabilities Management Corporation as their payable to Bureau of the Treasury instead of payable to NIA.

6.4 Advances

	2019	2018 (As restated)
Advances to officers and employees	16,240,434	21,783,054
Advances for payroll	9,288,306	6,514,165
Advances to special disbursing officer	5,381,075	7,913,724
Advances for operating expense	446,721	759,450
	31,356,536	36,970,393

Aging of advances:

	0 to 1 year	More than 1 year to 10 years	Over 10 years and Onwards	TOTAL
Advances to officers and employees	6,248,477	1,104,744	8,887,213	16,240,434
Advances for payroll	3,425,269	164,424	5,698,613	9,288,306
Advances to special disbursing officer	1,162,202	75,651	4,143,222	5,381,075
Advances for operating expense	427,921	18,800	-	446,721
				31,356,536

6.5 Other Receivables

	2019	2018 (As restated)
Receivables-disallowances/charges	67,033,227	41,451,055
Due from officers and employees	7,886,231	7,667,610
Interest Receivables	1,207,410	-
Other receivables	333,315,591	463,063,731
	409,442,459	512,182,396

Receivables-disallowances/charges account is the account used to record the amount of disallowances/charges in audit due from officers and employees and other persons liable that have become final and executory.

Due from officers and employees account refers to the balance of cash advances which remained unliquidated as at December 31, 2019.

Aging of Due from officers and employees:

	0 to 1 year	More than 1 year to 10 years	Over 10 years and Onwards	TOTAL
Due from officers and employees	832,454	5,295,824	1,757,953	7,886,231

Interest Receivables refer to interest income from cash in bank.

7. INVENTORIES, net

	2019	2018 (As restated)
Inventory held for consumption, net	97,862,905	39,986,390
Semi-expendable furniture and fixtures	933,589	336,315
Semi-expendable communication equipment	219,944	6,370
Semi-expendable technical and scientific equipment	145,572	-
Semi-expendable other machinery and equipment	85,760	85,760
Semi-expendable office equipment	104,055	189,631
Semi-expendable information and communication technology	383,413	307,872
Semi-expendable machinery and equipment	-	-
Semi-expendable printing equipment	-	30,387
	99,735,238	40,942,725

7.1 Inventory held for consumption consist of:

	2019	2018 (As restated)
Merchandise inventory	74,675	12,151,317
Allowance for impairment	-	(93,179)
Merchandise inventory - net	74,675	12,058,138
Property and Equipment for Distribution	88,954,701	340,000
Office supplies inventory	5,051,937	4,090,689
Fuel, oil and lubricants inventory	3,286,194	5,243,182
Construction materials inventory	257,407	30,497
Other supplies and materials inventory	237,991	18,223,884
	97,862,905	39,986,390

Merchandise inventory represents carried over balance which has been dormant for several years now and under verification.

Property and equipment for distribution pertains to pumps for distribution to farmer beneficiaries.

Semi expendable accounts, such as: Semi-expendable - machinery and equipment, Semi-expendable office equipment, Semi-expendable-information and communication equipment and Semi-expendable-furniture and fixtures accounts are used to recognize tangible items with cost below the capitalization threshold of P15, 000. Semi-expendable items remain as inventory until their issuance to the end user.

Office supplies, gasoline, oil and lubricants, spare parts and other supplies inventories are held for consumption.

Included in the Inventories are the following inactive account balances:

	2019	2018
Merchandise inventory	74,675	74,675
Office supplies inventory	563,797	563,797
Construction materials inventory	30,497	30,497
Other supplies and materials inventory	106,065	106,065
	775,034	775,034

Refer to Note 3.2

8. PREPAYMENTS

Prepayments consist of the following:

	2019	2018 (As restated)
Advances to contractors	6,182,409,804	5,731,001,730
Other prepayments	8,740,738	8,743,844
Prepaid rent	7,507,734	7,510,434
Deposit on Letters of Credit	199,788	199,788
	6,198,858,064	5,747,455,796

The account Advances to contractors represents the 15 per cent mobilization fees for the implementation of projects subject to proportionate recoupment from the Contractors' Progress Billings.

Other prepayments account represents payments to the Procurement Service (PS) under the Department of Budget and Management (DBM) and to Petron Philippines for the delivery of office supplies and gasoline, respectively.

Prepaid rent and Deposit on letters of credit accounts are both subject for further reconciliation.

9. OTHER CURRENT ASSETS

This account is composed of Guarantee deposits in the total amount of P26.641 million and P26.592 million for CY 2019 and CY 2018, respectively.

Included in Prepayments and Other current assets are the following inactive account balances:

	2019	2018
Advances to contractors	11,825,920	11,012,444
Prepaid rent	7,507,734	7,510,434
Guaranty deposit	12,198	12,198
Deposit on letters of credit	2,700	2,700
Other prepayments	71,684	68,984
	19,420,236	18,606,760

Refer to Note 3.2

10. FINANCIAL ASSETS

This account consists of Financial Assets held to maturity:

	2019	2018 (As restated)
Investment in stocks	1,225,000	1,225,000

Investment in bonds	1,600	1,600
Other investments and marketable securities	15,900	15,900
	1,242,500	1,242,500
Other investment - CE Casecnan	75,936,332,338	72,697,899,800
	75,937,574,838	72,699,142,300

The Investment in stock account includes investment in Gasifier and Equipment Manufacturing Corporation (GEMCOR) shares of stocks, 937 shares purchased in CY 1981 and another 250 shares acquired in CY 1984 both at P1,000 per share. In CY 1988, the GEMCOR privatization plan, which called for its dissolution, was approved. As at audit date, NIA's inquiry on the chance of recovering its investment remains unanswered.

Investment in bonds account consists of 25-year six per cent Land Bank of the Philippines (LBP) bonds with various maturity dates depending on the dates of issue.

The Investment in stock and bonds are subject for further verification and adjustment

Other Investment - CE Casecnan account represents the cash advances made by the Bureau of the Treasury (BTr) to California Energy Casecnan Water Electric Company, Inc. (CECWECI) for the account of NIA for water deliveries under the Build, Operate and Transfer (BOT) scheme of the project agreement entered into by and between CECWECI and NIA on November 13, 1994. The project was aimed to: (i) divert certain water in the Casecnan Watershed and transfer that water into the Pampanga watershed at the Pantabangan Reservoir for NIA's subsequent irrigation use in the Central Luzon Valley; (ii) make available new installed electrical capacity and electrical energy to NPC Luzon grid; and (iii) increase electrical energy generation at the existing Pantabangan and Masiway facilities.

On June 26, 1995, NIA and CECWECI entered again into the Amended and Restated Project Agreement to amend and restate in its entirety the original project agreement by reason of the General Agreement on Tariffs and Trade-Uruguay Round (GATT-UR) Agreement on agriculture and for NIA to implement an accelerated irrigation program for 1,500,000 hectares over the next 10 years.

Consequently, on June 30, 1995 a Power Purchase Agreement (PPA) was entered between NIA and NPC relative to the energy delivery for 20 years of commercial operation or such longer period as may be determined in accordance with the contract.

On September 29, 2003, NIA and CECWECI entered into another Supplemental Agreement regarding the Amended and Restated Casecnan Project Agreement whereby the parties agreed to: (i) Excess Energy Delivery Fees - the excess energy fees chargeable by NIA to NPC shall be reduced to the equivalent of the variable energy rates provided under this supplemental agreement, thereby resulting in the accrual of the benefits relating to excess energy in favor of NPC; (ii) Dispatch Protocol - assumption by NPC of all obligations of NIA relating to dispatch and contractual obligation for energy; and (iii) Cooperation on co-Minimization - both parties acknowledged that the failure or inability to prevent or reduce water spillage or wastage will increase both parties' energy and water delivery fees to CECWECI.

From the very start of the cooperation period in CY 2002 up to the present, the BTr advances the payment of NIA's contractual obligation upon approval of its request by the Department of Finance (DOF). However, NIA stopped the recording of these advances effective CY 2009.

In a meeting called for by the DOF on June 6, 2012 among the representatives from the BTr, NIA and COA, it was agreed that NIA would book up the advances by debiting Other Investment - CE Casecan account and crediting Due to the National Treasury account.

Included also in this account is the ten-year US\$97 million bonds issued on October 15, 2003 by NIA and guaranteed by the Republic of the Philippines with a guarantee fee of one per cent per annum as approved by the DOF.

11. INVESTMENT PROPERTY

This account is composed of:

	Building	Land	Total
Cost, January 1, 2018	-	-	-
Additions:	48,300,000	1,469,000	49,769,000
Balance, December 31, 2018	48,300,000	1,469,000	49,769,000
Less: Adjustment	(48,300,000)	(1,469,000)	(49,769,000)
Balance, December 31, 2019	-	-	-

These properties were leased out to third parties under operating lease for 25 years. However, the lease contract was terminated in October 2018. The properties were again reclassified to Property Plant and Equipment in April 2019.

The building will be depreciated over its estimated useful life using the straight-line method of depreciation effective CY 2019.

12. PROPERTY, PLANT AND EQUIPMENT, net

An illustration of the analysis of this account is shown below:

	Infrastructure assets irrigation systems	Land	Other Land improvement	Building and improvements	Machineries, equipment, furniture and fixtures	CIP	Total
Cost, 1-1-19, as restated	107,109,827,156	5,707,727,383	32,597,958,113	1,695,290,399	4,330,899,900	132,508,191,438	283,949,894,389
Additions	-	-	-	24,051,282	1,997,480,875	15,409,313,524	17,430,845,681
CIP transfer to PPE account	14,195,401,564	-	-	-	-	(14,195,401,564)	-
Adjustment	2,543,637,173	142,053,849	(3,174,272,613)	986,200,961	(1,319,381,171)	6,570,154,885	5,748,393,084
Cost, 12-31-19	123,848,865,893	5,849,781,232	29,423,685,500	2,705,542,642	5,008,999,604	140,292,258,283	307,129,133,154
Less: Accumulated depreciation, 1-1-19, as restated	13,899,635,551	-	12,943,832,417	392,290,974	2,377,343,304	-	29,613,102,246
Depreciation charges	3,933,964,361	-	1,019,562,184	61,918,802	391,228,834	-	5,406,674,181
Adjustment	1,444,321,636	-	(83,548,214)	366,427,401	(214,914,527)	-	1,512,286,296
Accumulated depreciation, 12-31-19	19,277,921,548	-	13,879,846,387	820,637,177	2,553,657,611	-	36,532,062,723
Net, December 31, 2019	104,570,944,345	5,849,781,232	15,543,839,113	1,884,905,465	2,455,341,993	140,292,258,283	270,597,070,431

	Infrastructure assets irrigation systems	Land	Other Land improvement	Building and improvements	Machineries, equipment, furniture and fixtures	CIP	Total
Cost, 1-1-18, as restated	78,404,460,209	5,707,608,614	32,809,401,670	1,663,693,527	4,007,298,755	125,335,805,824	247,928,268,599
Additions				619,980,594	1,932,512,108	19,124,229,226	21,676,721,928
CIP transfer to PPE account	6,026,205,912		559,315,509		17,495,091	(6,603,016,512)	
Adjustment	22,679,161,035	118,769	(770,759,066)	(588,383,722)	(1,626,406,054)	(5,348,827,100)	14,344,903,862
Cost, 12-31-18, as restated	107,109,827,156	5,707,727,383	32,597,958,113	1,695,290,399	4,330,899,900	132,508,191,438	283,949,894,389
Less:							
Accumulated depreciation, 1-1-18, as restated	1,219,339,436		12,734,041,890	366,787,317	2,143,404,563		16,463,573,206
Depreciation charges	2,414,580,098		230,158,661	59,057,559	286,869,894		2,990,666,212
Adjustment	10,265,716,017		(20,368,134)	(33,553,902)	(52,931,153)		10,158,862,828
Accumulated depreciation, 12-31-18, as restated	13,899,635,551		12,943,832,417	392,290,974	2,377,343,304		29,613,102,246
Net, 12-31-18, as restated	93,210,191,605	5,707,727,383	19,654,125,696	1,302,999,425	1,953,556,596	132,508,191,438	254,336,792,143

Land and land improvements account includes cost of farm to market roads in various LGUs financed out of the P346 million proceeds of loan from NDC.

Land Improvements account refers to the total cost of completed irrigation projects which have generally rebounded to the benefit of the farmers in terms of service areas. This also includes those funded out of appropriations from the National Government through the DPWH and the DA in CYs 1990 to 1996.

Construction in Progress (CIP) account represents cost of projects implemented out of project funds directly released to NIA by the DBM.

Tangible items with capitalization threshold of P15,000 were accounted as semi - expendable property.

NIA reviewed the carrying value of property and equipment for any impairment as at December 31, 2019. Based on its evaluation, no impairment loss has occurred, and no property and equipment has been pledged as security for liabilities.

Included in the PPE for CY 2018 is the work/zoo animals in NIA Region V. This was reclassified/adjusted to PPE account in CY 2019 since NIA is not in the same industry with those that classifies work/zoo animals as biological assets.

Included in PPE are the following inactive account balances:

	2019	2018
Land	2,188,142,321	2,187,932,171
Other land improvements	4,045,488,325	2,694,894,350
Water supply systems	1,192,571,676	649,136,034
Agricultural and forestry equipment	514,220,366	487,481,979
Buildings	511,357,221	491,886,348
Machinery	61,859,842	60,867,044

	2019	2018
Furniture and fixtures	51,552,081	55,362,575
Technical and scientific equipment	7,996,718	6,441,052
Office equipment	6,120,820	12,546,807
Info. & communication technology equipment	4,196,013	2,531,159
Motor vehicles	3,119,977	658,437
Construction & heavy equipment	1,848,783	-
Communication equipment	1,629,008	686,939
Disaster response and rescue equipment	87,500	69,500
Books	7,909	7,909
Other machineries and equipment	62,729,745	23,291,634
Other property, plant and equipment	120,900	690,900
CIP - infrastructure assets	12,041,735,877	6,328,067,642
CIP - irrigation, canals and laterals	553,131,783	554,449,790
CIP - agency assets	54,233,923	54,233,923
Other assets	-	1,041,380
Other current assets	1,990,596	-
Other assets-unserviceable assets	10,891,881	10,891,881
	21,315,033,265	13,623,169,454

Refer to Note 3.2

13. FINANCIAL LIABILITIES

13.1 Financial Liabilities-Current

This account consists of:

	2019	2018 (As restated)
Accounts payable	11,471,444,794	12,266,818,057
Due to officers and employees	314,785,514	51,339,577
Finance lease payable	-	4,463,035
Notes payable	128,022	128,023
	11,786,358,330	12,322,748,692

Accounts payable pertains mostly to claims of contractors, who are either foreign or local, on their project accomplishments; and claims of suppliers for the delivery of goods. Due and demandable Accounts payable are usually submitted to the Department of Budget and Management for their approval and release of Cash Subsidy for payment.

Due to Officers and Employees account consists of payables to NIA employees.

Finance lease payable refers to rent to own vehicles of NIA Region IV-B contracted with NIA Employees Cooperative (NEMCO) subject to monthly amortization.

Included in Financial liabilities are the following inactive account balances:

	2019	2018
Accounts payable	17,097,050	17,823,512
Due to officers and employees	4,687,682	4,687,682
	21,784,732	22,511,194

Refer to Note 3.2

13.2 Financial Liabilities - non-current

This account consists of loans and advances payable to the following:

	2019	2018 (As restated)
Loans payable - domestic and advances payable-NGA		
Asian Development Bank	-	2,829,468,741
International Bank for Reconstruction and Development	-	3,107,554,082
Overseas Economic Cooperation Fund	-	266,583,721
Special Project Implementation Assistance Loan	-	156,479,931
	-	6,360,086,475
Loans payable - NDC	-	975,000,000
Loans payable - foreign		
Asian Development Bank	-	139,039,695
International Bank for Reconstruction and Development	-	83,155,142
International Fund for Agricultural Development	-	49,059,222
	-	271,254,059
	-	7,606,340,534

Loans payable - Domestic and Advances payable to NGAs represent payments made by the BTr to lending banks in favor of NIA. The BTr periodically forwards notices of payments to NIA which serve as basis of the latter in the recording of advances made by the BTr. Most of these payments cover only the interest incurred on loans.

Loans payable - Foreign account represents the proceeds of foreign loan avallment usually evidenced by the lending institution's payment advice and Bangko Sentral ng Pilipinas credit advice ticket. Verification as to the nature and status of these payables are on-going.

The Loans payable to NDC was already settled by the NIA. This was an offshoot of the implementation of economic pump-priming projects of the National Government, which NIA is involved in, and completion of NIA's repair and rehabilitation program of existing national and communal irrigation systems (NIS/CIS). The required fund, in the total amount of P3.700 billion, was not programmed in the proposed FY 2006 GAA, the NIA Board of Directors authorized the NIA Administrator, under Board Resolution No. 7370-06, series of 2006 dated March 3, 2006, to negotiate for a loan with NDC.

In relation to this, a MOA was entered into by and among NIA, NDC, DBM, DOF and DA on May 11, 2006 which defines the roles and responsibilities of the concerned agencies to carry out the said lending activity and the implementation and monitoring of the project. On the same date, NIA entered into a loan agreement with NDC for P1.000 billion interim financing, approved under Board Resolution No. 7375-06 dated April 24, 2006. The loan has a term of six years and bears a fixed interest rate of 10 per cent per annum plus taxes, payable quarterly in arrears.

In October 2006, NIA availed itself of an additional P2.000 billion loan from NDC, as approved by Board Resolution No. 7391-06, series of 2006. Another MOA was executed among NDC, DBM, DOF and DA for the utilization and repayment of said loan. The terms include utilization of P1 billion for full payment of the interim loan and P1 billion for financing NIA's additional requirements for repair and rehabilitation of NIS/CIS including farm-to-market roads and other projects.

Loans payable – Both Domestic and Foreign were written-off from the books of NIA upon confirmation with the Bureau of the Treasury (BTr) that the accounts were already settled or no longer existing as obligation of the NIA.

14. INTER-AGENCY PAYABLES

	2019	201 (As restated)
Due to National Treasury	62,314,797,416	65,344,247,976
Due to NGAs	4,791,804,845	15,207,273,773
Due to Bureau of Internal Revenue (BIR)	335,927,863	380,119,119
Due to GOCCs	278,040,421	305,597,318
Due to Government Service Insurance System (GSIS)	29,947,456	26,735,899
Due to Local Government Units (LGUs)	12,286,763	27,270,023
Due to Pag-IBIG fund	9,671,429	8,398,040
Due to PhilHealth	8,372,082	8,991,830
Due to Social Security System (SSS)	1,800	-
Due to Bureaus	-	3,340
	67,780,850,075	81,308,637,318

Due to National Treasury is the amount of the cash advances made by the BTr on the account of NIA for payment of water delivery fees to California Energy-Casecan Water and Energy Co. Inc. (CECWECI).

Due to NGAs account represents fund transfers received/trust receipts from national government agencies (i.e. DA, DAR, NAFC and DPWH) for the implementation of irrigation projects.

Due to BIR account consists of taxes withheld from employees and other entities.

Due to GOCCs account pertains to trust receipts from government-owned and/or controlled corporations to finance specific projects or to pay specific obligations.

Due to GSIS, Due to Home Development Mutual Fund (Pag-IBIG), and Due to Philippine Health Insurance Corporation (PhilHealth) accounts represent employees' premium payments and other payables withheld for remittance to the concerned government agencies/institutions.

Included in Inter-agency payables are the following inactive account balances:

	2019	2018
Due to other NGAs	485,034,181	485,529,747
Due to BIR	4,687,912	4,736,596
Due to GOCCs	2,131,088	2,698,831
Due to GSIS	205,266	198,878

Due to LGU	607,353	92,093
Due to PhilHealth	172,324	172,579
Due to Pag-IBIG fund	80,817	81,082
	492,918,941	493,509,806

Refer to Note 3.2

15. INTRA-AGENCY PAYABLES

	2019	2018 (As restated)
Due to other funds	2,205,381,281	125,879,205
Due to Regional Office (RO)	106,155,955	-
Due to Central Office (CO)	59,000	-
	2,311,596,236	125,879,205

Due to other funds mostly pertains to cash advance made for payment of various Locally Funded Projects (LFPs) under Fund 501 charged to Corporate Operating Budget.

Due to ROs account is the reciprocal account of Due from CO which represents balances unfunded of Advice of Sub-allotments (ASAs) of the ROs in the PMO books at the time of conversion to New Government Accounting System (NGAS) which is subject for review and reconciliation by the PMO and ROs.

Included in Intra-agency payables are the following inactive account balances:

	2019	2018
Due to CO	897,688,128	928,342,150
Due to OFs	58,745,438	58,349,062
	956,433,566	986,691,212

Refer to Note 3.2

16. TRUST LIABILITIES

	2019	2018 (As restated)
Guarantee/security deposit payables	1,587,180,993	1,185,870,789
Customers deposit payable	49,049,381	181,620
	1,636,230,374	1,186,052,409

Guaranty/Security Deposit Payables account represents "retention money" from claims of contractors implementing NIA's projects to cover for uncorrected discovered defects and third-party liabilities.

Included in Trust liabilities are the following inactive account balances:

	2019	2018
Guarantee/security deposit payables	99,307	99,307
Performance/bidders/bail bonds	37,191	18,047
	136,498	117,354

Refer to Note 3.2

17. PROVISIONS

	2019	2018
Leave benefits payable	40,893,633	32,386,655
Other provisions	15,031,021	15,031,021
	55,924,654	47,417,676

Leave benefits payable is used to recognize accrual of the money value of leave credits of NIA employees in compliance with PPSAS 19.

18. OTHER PAYABLES

This account consists of other liabilities not falling under any of the specific payable account amounting to P3.340 billion and P3.086 billion as of December 31, 2019 and 2018, respectively.

Included in Other payables are the following inactive account balances:

	2019	2018
Other Payables	19,198,946	8,297,718

Refer to Note 3.2

19. DEFERRED CREDITS

This account includes the following:

	2019	2018 (As restated)
Deferred credits	8,611,636,784	23,636,233,602
Other deferred credits	208,031,004	522,428,418
	8,819,667,788	24,158,662,020

Deferred credits account represents income to be realized upon collection of previously billed irrigation fees and unearned income on installment sales, equipment rentals and CIS amortizations.

Other deferred credits account pertains to miscellaneous liabilities and undistributed collections converted to this account.

Included in Deferred Credits are the following inactive account balances:

	2019	2018
Deferred credits	1,021,921	1,021,921
Other deferred credits	-	(746,675)
	1,021,921	275,246

Refer to Note 3.2

20. ACCUMULATED SURPLUS/(DEFICIT)

Accumulated Surplus (Deficit), January 1, 2018	225,441,083,990
Adjustments	(5,835,592,043)
Accumulated Surplus (Deficit), January 1, 2018, as restated	219,605,491,947
Surplus for CY 2018	24,128,109,440
Add/(Deduct) to Net Income:	
Restatement on Income	
Other non-operating income	15,301,895
Service and business income	(3,947,500)
Restatement on Expenses	
Maintenance and other operating expenses	(72,794,324)
Personnel services	(334,974,968)
Non-cash expenses	(2,792,610,712)
Restatement on Assistance and Subsidy	(4,286,325)
Surplus for CY 2018, as restated	20,934,797,506
Prior period Errors/Adjustments	452,640,625
Accumulated Surplus (Deficit), December 31, 2018, as restated	240,992,930,078
Add/(Deduct)	
Surplus for CY 2019	22,320,167,727
Prior period Errors/Adjustments	9,086,530,770
As of December 31, 2019	272,399,628,575

The following are the identified other adjustments:

Particulars	2019	2018	2017
Intra-Agency Adjustments	2,938,588,697	2,468,780,285	(155,450,096)
CIP Adjustments	1,986,736,158	511,052,261	(81,527,617)
Closing of Non-moving Accounts/Projects	1,276,094,449	9,765,976	(459,871,438)
Reclassification of prior year expense/accounts	1,242,655,049	(780,772)	(130,618,681)
PPE Adjustments	179,311,260	(2,244,993)	13,601,990
Impairment Loss	103,919,650	-	(169,070,057)
Income	96,266,324	27,901	1,694
Disallowance	21,603,426	49,744,755	-
Disbursement	46,005	14,746	-
Various Adjustments	1,316,496,214	124,463,483	358,634,975
ENERCON	(3,470,844)	(5,210,864)	-
Depreciation	(5,041,389)	(2,725,715,215)	(5,185,857,835)
Inter-Agency Adjustments	(66,674,229)	(4,156,969)	-
Tax Remittance Advice	-	26,900,031	(25,434,978)
	9,086,530,770	452,640,625	(5,835,592,043)

21. GOVERNMENT EQUITY

The share capital amounted to P5.559 billion as at December 31, 2019.

22. SERVICE AND BUSINESS INCOME

This account comprises:

	2019	2018 (As restated)

Service fees	461,540,068	479,256,025
Rent income	88,304,803	97,411,767
Energy delivery fees-NPC	80,971,215	69,757,227
Management fees	35,596,781	14,104,652
Irrigation service fees	17,514,022	67,512,908
Fines and penalties-service income	1,352,589	7,009,033
CIP/CIS/RIS amortization & equity	920,604	10,626,114
Pump amortization & equity	5,000	561,783
	686,205,082	746,239,509

22.1 Service fees

Service Fees are fees collected for the services rendered or performed by NIA for the operation, maintenance and rehabilitation of the Non-power Components and other appurtenant structures in 360 MW Magat Hydro Electric Power Plant and 112 MW Pantabangan-Masiway Hydro Electric Power Plant in accordance with the Operation and Maintenance Agreement (O&MA) entered into between:

1. NIA and SN Aboitiz Power, Inc. (SNAP) for the Magat Electric Power Plant dated December 13, 2006; and
2. NIA and First Gen Hydro Power Corporation (FGHCP) for the Pantabangan-Masiway Hydro Electric Power Plant dated November 13, 2006.

The Service fees are collected on a *monthly basis per cubic meter of water used for power generation*. NIA exclusively use the service fees collected to fulfill its obligations and discharge its responsibilities as provided in the Agreement.

22.2 Energy delivery fees - NPC

Energy delivery fees- NPC are management fees collected from the Power Sector Asset and Liabilities Management Corporation (PSALM) in behalf of National Power Corporation (NPC) pursuant to the Power Purchase Agreement (PPA) entered between NIA and NPC relative to Energy Delivery from CE-Casecnan Water and Energy Co. Inc. (CECWECI).

22.3 Irrigation service fees

Irrigation Service Fees (ISF) refer to the charge or levy being imposed upon users of irrigation water and services provided by an irrigation system. This include collections from farmers with more than eight hectares of land, corporate farms, and plantations drawing water for agricultural crop production; fishponds, and other persons, natural or juridical, drawing water for non-agricultural purposes from NIS and CIS, or using the irrigation systems as drainage facilities who shall continue to be subject to the payment of ISF pursuant to RA No.10969.

23. PERSONNEL SERVICES

This account consists of the following:

	2019	2018
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		(As restated)
Salaries and wages	1,660,865,217	1,396,390,351
Other compensation	813,853,797	668,468,210
Personnel benefit contributions	213,679,704	176,500,820
Other personnel benefits	635,639,522	438,187,208
	3,324,038,240	2,679,546,589

23.1 Salaries and wages

Salaries and Wages account represents payment of services rendered by NIA employees occupying regular positions.

23.2 Other compensation

	2019	2018 (As restated)
Year-end bonus	257,069,541	203,009,438
Personnel economic relief allowance (PERA)	111,461,293	101,377,569
Clothing/uniform allowance	29,272,085	24,363,570
Cash gift	26,380,988	41,102,130
Overtime and night pay	12,703,772	18,828,034
Representation allowance (RA)	11,077,894	10,808,357
Transportation allowance (TA)	8,960,870	8,693,997
Longevity pay	3,090,000	2,976,000
Honoraria	2,014,778	1,453,579
Mid-year end bonus	34,000	-
Other bonuses and allowances	351,788,576	255,855,536
	813,853,797	668,468,210

23.3 Personnel benefit contributions

These are NIA's share in premium contributions, i.e., GSIS, Pag-IBIG and PhilHealth:

	2019	2018 (As restated)
Retirement and life insurance premium	182,260,189	149,690,726
PhilHealth contributions	19,424,488	15,899,555
Pag-IBIG contributions	6,195,910	5,438,195
Employees compensation insurance premium	5,799,117	5,562,344
	213,679,704	176,590,820

23.4 Other personnel benefits

	2019	2018 (As restated)
Terminal leave benefits	577,325,537	414,089,803
Productivity incentive allowance	29,117,776	13,721,986
Retirement gratuity	2,539,356	6,477,683
Subsistence allowance	27,600	27,840
Others	26,629,253	3,869,896

	635,639,522	438,187,208
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24. MAINTENANCE AND OTHER OPERATING EXPENSES

This account consists of the following:

	2019	2018 (As restated)
Repairs and maintenance	717,891,655	166,545,176
Supplies and material expenses	232,432,648	151,648,565
Utility expenses	213,463,420	181,494,261
Professional services	169,802,908	197,166,530
Training expenses	137,906,728	149,342,383
Travelling expenses	106,158,645	59,480,886
Communication expenses	27,405,306	22,779,687
Taxes, insurance premiums and other fees	23,736,071	23,258,072
General services	20,791,433	22,092,138
Other maintenance and operating expenses	850,477,469	424,591,803
	2,500,066,283	1,398,399,503

24.1 Repairs and maintenance

	2019	2018 (As restated)
Repairs and maintenance-infrastructure assets	575,441,564	53,372,489
Repairs and maintenance-transportation equipment	70,762,193	61,685,311
Repairs and maintenance -machinery and equipment	40,262,129	33,310,197
Repairs and maintenance-buildings and other structures	26,215,012	17,040,850
Repairs and maintenance-other property, plant & equipment	3,001,700	511,760
Repairs and maintenance-furniture & fixtures	1,154,557	458,893
Repairs and maintenance -land improvements	1,054,500	132,607
Repairs and maintenance -Semi-Expendable Machinery and Equipment	-	5,030
Repairs and maintenance -Semi-Expendable Furniture, Fixtures and Books	-	28,039
	717,891,655	166,545,176

24.2 Supplies and materials expenses

	2019	2018 (As restated)
Fuel, oil and lubricants expenses	112,013,918	78,402,872
Office supplies expenses	66,729,913	42,404,764
Other Supplies and materials expenses	38,495,879	26,961,645
Semi-expandable-machinery and equipment expenses	5,300,840	1,342,075
Semi-expandable furniture, fixtures and books expenses	5,776,208	1,529,017
Medical, dental & laboratory supplies expenses	2,007,651	14,856
Drugs and medicines expenses	703,749	830,949

Food supplies expense	916,608	-
Accountable forms expenses	457,762	162,387
Textbooks and instructional materials expenses	16,000	-
Military, Police and Traffic Supplies Expenses	14,120	-
	232,432,648	151,648,565

24.3 Utility expenses

	2019	2018 (As restated)
Electricity expenses	204,857,844	174,102,444
Water expenses	8,505,584	7,327,552
Other utility expenses	99,992	64,265
	213,463,420	181,494,261

24.4 Professional services

	2019	2018 (As restated)
Auditing services	156,419,782	159,858,640
Consulting services	9,997,455	34,494,526
Legal services	2,196,949	1,498,989
Other professional services	1,188,722	1,314,375
	169,802,908	197,166,530

24.5 Training expenses

Represents expenses incurred in attending various trainings to expand knowledge and skills required.

24.6 Travelling expenses

	2019	2018 (As restated)
Travelling expenses - local	96,017,837	53,778,029
Travelling expenses - foreign	10,140,808	5,702,857
	106,158,645	59,480,886

24.7 Communication expenses

	2019	2018 (As restated)
Telephone expenses	16,818,104	15,861,493
Internet subscription expenses	7,262,629	4,859,649
Postage and courier services	2,323,906	1,622,742
Cable, satellite, telegraph, and radio expenses	1,000,667	435,803
	27,405,306	22,779,687

24.8 Taxes, insurance premiums and other fees

	2019	2018 (As restated)
Insurance expenses	11,576,678	10,581,353
Taxes, duties and licenses	6,417,609	7,553,442
Fidelity bond premiums	5,580,541	5,123,277
Documentary Stamps Expenses	161,243	-
	23,736,071	23,258,072

24.9 General services

	2019	2018 (As restated)
Janitorial services	15,865,008	14,984,376
Security services	4,877,671	6,859,612
Other general services	48,754	248,150
	20,791,433	22,092,138

24.10 Other maintenance and operating expenses

	2019	2018 (As restated)
Generation, transmission, and distribution expenses	183,350,099	-
Representation expenses	29,192,753	17,411,282
Rent/lease expenses	15,682,471	11,661,345
Printing and publication expenses	6,472,630	3,870,088
Survey expense	3,937,648	1,921,987
Awards/rewards expenses	909,520	301,900
Subscription expenses	886,231	846,922
Transportation and delivery expenses	812,536	594,712
Advertising, promotional and marketing expenses	298,634	665,142
Donations	88,015	314,101
Membership dues & contributions to organizations	50,500	148,753
Demolition and Relocation Expenses	-	451,681
Other maintenance and operating expenses	608,796,432	386,403,890
	850,477,469	424,591,803

Other maintenance and operating expenses are further broken down as follows:

	2019	2018 (As restated)
Contractual services	50,060,921	25,295,845
Job order	44,487,963	43,256,605
Laboratory analysis of soil & water sample	4,828,040	-
Sports	2,873,272	1,279,850
Collection/Viability Bonus	2,475,395	24,665
Extraordinary expenses	542,773	864,724
Contribution Civic/Charitable Institution	57,750	-
Motorcycle allowance	37,963	22,105
Other Misc. Expense- IA Remuneration for Maintenance	-	172,858,121
Other miscellaneous expenses	362,129,599	64,163,453
Others	141,302,756	78,638,522
	608,796,432	386,403,890

25. FINANCIAL EXPENSES

	2019	2018 (As restated)
Interest expense	523,879,044.00	525,541,183
Bank charges	1,115,836	18,845
	524,994,880	525,560,028

26. NON-CASH EXPENSES

	2019	2018 (As restated)
Impairment on loans and receivables	2,987,582,126	5,652,013,247
Impairment on loss – property, plant and equipment	2,567,237,380	-
Impairment on other receivables	4,284,142	-
Depreciation - infrastructure assets	3,933,964,361	2,414,580,098
Depreciation - land improvements	1,019,562,184	230,158,661
Depreciation-other property, plant and equipment	128,943,200	135,594,395
Depreciation-machinery and equipment	215,899,463	125,380,268
Depreciation-buildings and other structures	61,918,802	59,057,559
Depreciation-transportation equipment	35,852,096	21,481,405
Depreciation-furniture, fixtures, and books	10,534,075	4,413,826
	10,965,777,829	8,642,679,459

27. NON-OPERATING INCOME

	2019	2018 (As restated)
Miscellaneous income	71,637,900	113,236,018
Interest	22,262,439	18,291,745
Other fines and penalties	1,181,139	874,645
Income from grants and donations in cash	6,000	-
Income from grants and donations in kind	-	79,682
	95,087,478	132,482,090

Interest income includes interest earned from high yield savings account in Development Bank of the Philippines (DBP), United Coconut Planters Bank (UCPB) and Land Bank of the Philippines (LBP).

Other fines and penalties - are income from the imposition of penalties/fines due to late deliveries of purchased supplies, equipment, etc. from contractors/suppliers and surcharges due to late payment of rentals from tenants.

Income from grants and donations in kind pertains to cash donation for NIA Christmas celebration activity.

28. GAINS

Gains refer to gain from foreign currency transactions.

29. ASSISTANCE AND SUBSIDY

NIA received subsidy from the National Government in the total amount of P38.844 billion and P33.300 billion in 2019 and 2018, respectively.

30. RECONCILIATION OF NET CASH FLOWS FROM OPERATING ACTIVITIES TO SURPLUS/(DEFICIT)

	2019	2018 (As restated)
Surplus for the year	22,320,167,727	20,934,797,507
Non-cash (income/expenses):		
Impairment loss	5,559,103,648	5,652,013,247
Depreciation	5,406,674,181	2,990,666,212
Terminal leave benefits	395,322,572	308,131,451
(Gain) / Loss from sale/disposal of PPE	73,452	2,444,160
Expenses for Financing Activities - NDC interest:	523,870,000	523,870,000
(Increase)/decrease in asset accounts:		
Receivables (net)	28,125,565,667	(311,667,799)
Other non-current assets	(125,463,099)	130,001,616
Inventories	(58,792,513)	70,572,862
Prepayments	(451,402,268)	(1,581,414,170)
Other investment	(3,238,432,537)	(3,356,728,925)
Other current asset	(48,877)	-
Increase/(decrease) in liability accounts:		7,342,346,937
Financial liabilities	(536,390,360)	
Deferred credits	(15,338,994,233)	1,055,496,356
Other payables	253,957,413	1,019,012,040
Trust liabilities	458,684,943	312,710,765
Intra-agency payables	(76,642,995)	(432,152,723)
Inter-agency payables	(13,527,787,244)	1,060,947,616
Other Adjustments	(7,632,302,930)	(15,671,970,953)
Total Cash provided from Operating Activities	22,057,162,547	20,049,076,201

30.1 Explanation of Direct Cash Flow

A. The difference in receipt of subsidy income is due to tax remittance advice (TRA) and non- cash transactions and lapsed NCAs under General Fund, with breakdown as follows:

Office	Particulars	Amount
Fund 101		
CO	TRA	16,563,384
XIII	-do-	8,777,648
XI	-do-	3,188,701
V	-do-	2,480,162
II	-do-	2,228,964
IX	-do-	1,878,933
VII	-do-	1,497,329
MMIP	-do-	795,259

Office	Particulars	Amount
VI	-do-	557,596
IV-A	-do-	449,488
CAR	-do-	229,680
X	-do-	159,206
I	-do-	75,557
BBMP	-do-	11,990
Fund 102		
CO	Loan Proceeds-Non-Cash (LP-NC)	479,759,532
ROs	-do-	1,079,632,160
Fund 102 NIS RIP		
1	TRA	1,179
CO	-do-	3,808,530
CO	LP-NC	111,231,774
Fund 102 PIDP		
CO	TRA	721,003
Region 5	-do-	21,131
Region 13	-do-	22,459
NCA-BMB-C-19-0010779	Lapsed NCA	(7,955,331)
NCA-BMB-C-19-0016798	-do-	(6,982,580)
NCA No. BMB-C-19-0001604	-do-	(4,454,236)
NCA No. BMB-C-19-0001604	-do-	(1,383,962)
		1,693,315,556

B. The difference in receipt of subsidy income is due to Tax remittance advice (TRA) and non- cash transactions. This item includes remittances of income from First Gen Hydro Power Corporation and SN Aboitiz Power-Magat, Incorporated water fees and various remittances from other regions implementing the practice of one basket policy.

C. Receipt of Inter/Intra-agency cash transfer

This item includes fund transfers between COB and other funds. The difference is due to timing difference at year-end.

D. Interest on Deposits

This item includes interest income from time deposits accounts and other bank interest income.

E. Trust Deposits

Includes withholding payables for mandatory deductions, Bid Documents and other trust liabilities for specific purpose.

F. Adjustments

The breakdown of other adjustments in the Statement of Cash flow is as follows:

Particulars	Amount
INFLOWS	

Particulars	Amount
Cancelled Checks - payment for employees/contractors	5,619,676
Book adjustment - double disbursement	2,642,865
Unrecognize Deposits per BRS	887,776
Unbooked funding checks	715,379
Receipt of Disallowance	287,646
Refund of employee per COA AOM	17,910
Receipt of cash from asset disposal	13,943
Adjustments on mandatory deductions	4,000
Unused/adjustment on cash advance	1,905
Unbooked deposits per Bank Reconciliation Statement (BRS)	330
Adjustment Payrolls	64
	10,191,494
OUTFLOWS	
Unrecorded funding release	16,700,490
Unrecorded charges	10,449,503
Unrecorded disbursements	8,865,378
C.N.A disallowance	560,686
Overstated receipts	30,900
Adjustment on Cash collecting Officer	12,420
Payroll adjustment	7,203
Unused cash advance	18
	36,626,598
ADJUSTMENTS TO CASHFLOW	(26,435,104)

31. RELATED PARTY TRANSACTIONS

31.1 Related Party Transactions

NIA does not have control or significant influence over other parties in making financial or operating decisions, nor dealings with related parties involving transfer of resources and obligations between NIA and other parties.

31.2 Key Management Personnel

The key management personnel of the NIA are the Administrator, Senior Deputy Administrator, and two Deputy Administrators. The NIA Board consists of the Chairman, Vice Chairman and the four board members, representing the Department of Public Works & Highways, National Power Corporation, National Economic and Development Authority and one representing the Private sector which all are appointed by the President of the Philippines. The Cabinet Secretary of the Office of the Cabinet Secretary or his authorized representative acts as Ex-Officio Chairman of the Board and is not remunerated by NIA.

31.3 Key Management Personnel Compensation

The aggregate remuneration of the members of the governing body are shown below:

	2019	2018 (As restated)
Basic salary	6,947,325	6,023,556
Allowances and other benefits	2,950,230	2,365,659
Extraordinary and Miscellaneous Expenses	531,740	546,319
Per diem	270,000	225,000

10,699,295

9,160,534

**Based on the Report on Salaries and Allowances (ROSA) including Extraordinary and Miscellaneous Expenses by Principal Officers and Members of Governing Board*

32. CAPITAL MANAGEMENT

The primary objective of the NIA's capital management is to ensure that resources of NIA is geared towards the attainment of its mandate and the implementation of its objectives through the programs to be undertaken for the promotion and advancement of the irrigation development with the participation of the private sector and for the improvement of the working conditions of the farmers. NIA manages its net assets/equity by establishing controls in collection of fees and other sources of revenues, monitoring status of projects and periodic reporting of funds and disbursements while maintaining compliance to rules, regulations, and other legal requirements.

33. BUDGET INFORMATION

The proposed NIA Corporate Operating Budget (COB) for FY 2019 in the amount of P42.049 billion was approved by the NIA Board on June 4, 2019 and submitted to the Department of Budget and Management (DBM) for review/evaluation. The COB was approved by DBM on November 25, 2019 amounting to P41.909 billion. Changes between the original and final budget was due to DBM's approved level of Personnel Services and MOOE broken down as follows:

	In Thousand		
	Proposed	Approved	Variance
Personnel services	2,980,529	2,973,551	6,978
Maintenance and other Operating Expenses	11,453,266	11,320,373	132,893
Capital Outlay	27,615,533	27,615,533	-
	42,049,328	41,909,457	139,871

The COB was sourced from the Internally Generated Income of NIA and the subsidy from the National Government. The allocation covers NIA's operating requirements, contractual obligations & for the implementation of infrastructure projects.

Material differences between the actual expenses as against the budget as presented in SCBAA are also noted particularly on the following:

A. Difference between the Original and Final Budget is the DBM variance, to wit:

	Original Budget	DBM Variance	C N A Allocation	Final Budget
Receipts/Sources				
Service and business income	648,746,328	-	-	648,746,328
Other non-operating income	63,229,080	-	-	63,229,080
Assistance and subsidy	41,337,352,073	-	-	41,337,352,073
Total	42,049,327,481	-	-	42,049,327,481
Payments/Uses				
Personnel Services	2,980,528,306	6,978,000	190,000,000	3,163,550,306
MOOE	9,954,395,755	132,893,000	(190,000,000)	9,631,502,755
Capital Outlay	27,615,533,420	-	-	27,615,533,420

Financial Expenses	1,498,870,000	-	-	1,498,870,000
Total	42,049,327,481	139,871,000	-	41,909,456,481
Surplus				139,871,000

- B. As discussed in Joint-Financial Consultative Meeting between NIA management and NIA-COA audit group that was held last November 6-8, 2019, indirect cost incurred under projects, Fund 501 LFPs and General fund should be treated as expenses. As per FY 2019 Corporate Operating Budget, the General Fund Projects was under capital outlay while the Projects under F-501 LFPS was budgeted under MOOE and Capital Outlay, except for CARP which have budget for PS, MOOE and capital outlay.
- C. Charged to savings, which refer to portions or balances of allotment pertaining to personnel services and maintenance and other operating expenses which have not been obligated.
- D. Other Personnel Benefits amounting to P 24.772 million pertains to earned leaves that were set up for non-retiring employees of RO IV-B.
- E. The excess amount of P 25,000 in CNA allocation pertains to Region 1 Fund 501 NISRIIP Subsidy transactions in 2016, reclassified from Construction in Progress to expense account in 2019, which is CNA, as per instruction by COA in their region.
- F. The difference in financial expenses pertains to the principal amount of NDC amounting to P975.000 million which was booked-up under Loans Payable-Domestic.

34. DISCLOSURES REQUIRED BY BIR UNDER REVENUE REGULATIONS (RR) NO. 15-2010

In compliance with RR No. 15-2010, amending RR No. 21-2002, “[I]n addition to the disclosures mandated under the xxx, and such other standards and/or conventions as may heretofore be adopted, the Notes to Financial Statements shall include information on taxes, duties and license fees paid or accrued during the taxable year.”

NIA has been regularly deducting taxes from salaries and other benefits due from its employees as well as from cost of goods and services procured. Likewise, the amounts withheld from the same were remitted to the BIR within the prescribed deadlines.

Taxes and licenses

Taxes and licenses, local and national, under “Operating Expenses” for CY 2019, include licenses and permit fees in the total amount of P6,363,791 comprising P153,833 and P6,209,958 in the Central Office (CO) and Regional Offices (ROs), respectively.

Withholding taxes

The amount of withholding taxes paid/accrued for CY 2019 by NIA amounted to:

2019

Withholding taxes on compensation and benefits	69,373,979
Creditable withholding taxes	1,044,245,029
Other	25,088
	1,113,644,096

As at year end, the breakdown of creditable withholding taxes for CY 2019 are as follows:

Percentage		2019
10	Withholding tax on professionals	4,092,512
5	Withholding tax on professionals	29,748
2	Income payments made by GOCCs to suppliers of services	249,502,028
1	Income payments made by GOCCs to suppliers of goods	46,419,848
3	Withholding percentage tax	15,152,427
5	Withholding VAT	729,293,215
	Others	52,249
		1,044,542,027

35. COMPLIANCE WITH GSIS LAW, REPUBLIC ACT NO. 8291

NIA has been regularly deducting premiums from its employees and remitting the total amount withheld as well as the government share to GSIS. The employees' and employer's shares remitted to GSIS for CY 2019 are as follows:

	2019
Employee's Share	181,128,904
Employer's Share	186,175,885
	367,304,789

36. COMPLIANCE WITH HDMF LAW, HDMF CIRCULAR NO. 275

NIA has been regularly deducting monthly contributions and remitting the total amount withheld as well as the government share to the nearest Pag-IBIG branch or its authorized collecting banks, together with the duly accomplished Membership Contribution Remittance Form (MCRF), in accordance with HDMF circular no. 275. The employees' and employer's shares remitted are as follows:

	2019
Employee's Share	35,750,331
Employer's Share	8,053,363
	43,803,694

37. COMPLIANCE WITH PHILIPPINE HEALTH INSURANCE CORPORATION (PHIC) CIRCULAR NO. 0001, S 2014

NIA has been regularly deducting premiums from its employees and remitting the total amount withheld as well as the government share to PHIC. The employees' and employer's shares remitted to PHIC for CY 2019 are as follows:

	2019
Employee's Share	21,382,076
Employer's Share	20,223,253
	41,605,329

PART II - OBSERVATIONS AND RECOMMENDATIONS

A. FINANCIAL

1. **Unadjusted accounting errors/omissions in the aggregate amount of P1.884 billion resulted in the overstatement of Construction in Progress, Property, Plant and Equipment, Intra-agency Receivables and Intra-agency Payables by P50.970 million, P2.654 million, P1.781 billion and 49.236 million, respectively, and understatement of Appropriate Property Plant and Equipment/Inventory/Expense accounts and Accumulated Surplus (Deficit) of P1.853 billion and P30.667 million, respectively, affected the fair presentation of the Combined Financial Statements of the National Irrigation Administration for CY 2019.**

1.1 Paragraphs 27 of Philippine Public Sector Accounting Standards (PPSASs) 1 on the Fair Presentation and Compliance with PPSASs 1, state that:

Financial statements shall present fairly the financial position, financial performance and cash flows of an entity. Fair presentation requires the faithful representation of the effects of transactions, other events, and conditions in accordance with the definitions and recognition criteria for assets, liabilities revenue and expense set out in IPSASs. The application of IPSASs, with additional disclosures when necessary, is presumed to result in financial statements that achieve a fair presentation.

1.2 A fair presentation requires an entity to present information in a manner that provides relevant, reliable, comparable and understandable information and provides additional information to enable users to understand the impact of particular transactions, other events and conditions on entity's financial position and financial performance.

1.3 When an audited agency presents its Financial Statements (FSs), it is implicitly making assertions that certain conditions have been fulfilled in the accounts, among others, which are as follows:

Assertion	Condition
Accuracy	Full amounts of all transactions and events were recorded without error and all information disclosed is in the correct amounts, and which reflect their proper values.
Completeness	All transactions and events that should be recorded have been recorded and disclosed.
Cutoff	All transactions and events were recorded within the correct reporting period.
Classification	All transactions have been recorded and presented in the proper accounts.
Existence	All account balances exist for assets, liabilities and equity.
Rights and Obligations	The entity holds or controls the rights to assets and liabilities are the obligations of the entity.
Valuation and allocation	Assets, liabilities and equity interests have been included in the financial statements at appropriate amounts and any resulting valuation or allocation adjustments have been appropriately recorded.

Assertion	Condition
Presentation	For account balances - assets, liabilities and equity interests are appropriately aggregated or disaggregated and clearly described, and related disclosures are relevant and understandable in the context of the requirements of the applicable financial reporting framework.
Understandability	The information included in the financial statements has been appropriately presented and is clearly understandable.

1.4 The Government Accounting Manual (GAM) for National Government Agencies (NGAs) provides the accounting standards, policies and guidelines in accounting for government funds and property and the list of accounts for use of national government agencies as well as the description for each account.

1.5 Our audit revealed accounting errors/omissions totaling P1.884 billion resulting in the misstatements in account balances reported in the Combined Financial Statements (CFSs) of the National Irrigation Administration (NIA) for the year-ended December 31, 2019, as summarized in Table 1.

Table 1 - Summary of Accounting Errors/Omissions

Accounting Errors/Omissions	Amount	Affected accounts	Amount (Over)/Under statement
Overstatement of Construction in Progress (CIP) and understatement of appropriate asset/expense accounts due to non-adjustment of non-infrastructure and non-capitalize transactions.	50,969,866	CIP	(50,969,866)
		Appropriate PPE/Inventory accounts	20,302,644
		Accumulated Surplus/(Deficit)	30,667,222
Overstatement and understatement of PPE and Inventory accounts due to non-reclassification of individual tangible items below the capitalization threshold of P15,000.	2,654,000	PPE	(2,654,000)
		Inventory (Semi-expendable Properties)	2,654,000
Overstatement of Intra-agency Receivables and Intra-agency payables due to non-elimination of reciprocal accounts in the combined FSs.	1,830,138,492	Intra-agency Receivables	(1,780,902,281)
		Intra-agency Payables	(49,236,211)
		Appropriate Account/s	1,830,138,492
P1,883,762,358			

1.6 The above-mentioned accounting errors/omissions are discussed in the succeeding paragraphs.

Non-capitalizable expenditures and non-infrastructure PPEs in the aggregate cost of P50.970 million recorded as CIP were not adjusted/reclassified to appropriate accounts in the FSs -

1.7 Section 5, Chapter 10 of the GAM, Volume I, provides for the measurement and recognition of PPE. It enumerated the composition of the cost of PPE which is also in accordance with Paragraphs 30 and 31 of PPSAS 17.

1.8 Likewise, Paragraph 33 of the same PPSAS enumerated the examples of costs that are not costs of an item of PPE, among which is the administration and other general overhead cost. Furthermore, Paragraph 35 of PPSAS 17 states that:

Some operations occur in connection with the construction or development of an item of property, plant, and equipment, but are not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management. These incidental operations may occur before or during the construction or development activities. Xxx. Because incidental operations are not necessary to bring an item to the location and condition necessary for it to be capable of operating in the manner intended by management, the revenue and related expenses of incidental operations are recognized in surplus or deficit, and included in their respective classifications of revenue and expense.

1.9 Further review and analysis of CIP accounts of Central Office (CO) and 13 Regional Offices (ROs)/Integrated Irrigation System (IIS) disclosed that non-infrastructure PPEs, non-capitalizable and non-project related expenditures amounting to P50.970 million were erroneously charged and misclassified to CIP account, summary of which is shown in Table 2.

Table 2 - Non-capitalizable, Non-project related Expenditures and Non-infrastructure PPE Booked under CIP Account

Office/RO	Amount	Nature of Transactions	Should be Account
<u>Non-capitalizable and Non-project related Expenditures</u>			
CO	P15,974,501	trainings, travelling expenses and other maintenance and operating expenses (MOOE)	Appropriate Expense/Accumulated Surplus(Deficit) account
II-MARIIS	8,094,577	fuel and gas, travelling expenses, year-end bonus, hotel accommodation, meals and snacks, office supplies, honoraria, among others	-do-
XIII	4,416,959	traveling expenses, meals and catering services, trainings and seminars, office supplies, semi-expendable equipment, repair and maintenance, construction materials, taxes and registration fees, and other MOOE	-do-
CAR	2,181,545	Utilities, communication expenses, meals and snacks, insurance expense, fuel and oil, trainings, traveling, semi-expendable items, office supplies, wages, premiums of mandatory deductions, other MOOE	-do-
<i>Sub Total</i>	<i>30,667,222</i>		
<u>Non-infrastructure PPE</u>			
CO	14,133,700	pick-up truck, backhoe	Appropriate PPE account
XIII	4,877,204	push drill machine, biometric machine, computer desktops, GPS device, printers, laptop, mobile phones, combi blinds, aircon, spare parts, camera, voice recorder, other IT equipment, and video conferencing equipment	-do-
IV-A	706,035	semi-expendable properties, laptops, computers, office equipment, among others	Appropriate PPE and Inventory account
II-MARIIS	585,705	laptops, printer, drone equipment, mini-hand tractor	Appropriate PPE account
<i>Sub-total</i>	<i>20,302,644</i>		
	P 50,969,866		

1.10 The practice of recording non-infrastructure PPEs, non-capitalizable and non-project related expenditures which are not directly attributable to the on-going projects, and costs not related to the operations and maintenance of irrigation systems, as CIP-Infrastructure Assets, instead of its appropriate accounts resulted in the misclassification and/or over/understatement of the asset and expense accounts. The inappropriate recording has also caused the accumulation of the huge amount of the CIP account as at year-end; thus, significantly affecting the reliability of balances of the same and other PPE related accounts.

Non-reclassification of tangible items below the capitalization threshold of P15,000 in CO and Region IV-A in the total amount of P2.654 million -

1.11 In CO and Regional Office (RO) IV-A, tangible items in the total amount of P2.654 million which were below the capitalization threshold of P15,000 were included in the PPE account, contrary to Section 4, Chapter 10, Volume 1, GAM for NGAs which provides that the capitalization threshold of P15,000 represents the minimum cost of an individual asset recognized as a PPE, thereby overstating the year-end balance of PPE by the same amount.

Reciprocal account balance P1.830 billion was not eliminated or credited to Intra-agency Receivables and debited to appropriate account/s during the process of combination of Financial Statements (CFSs) -

1.12 Reciprocal accounts are temporary accounts maintained to serve the purpose of monitoring recording intra-office transactions for convenience in setting up and offsetting internal transactions as presented in Table 3.

Table 3 - Reciprocal I-aRs and I-aPs Accounts

Intra-agency Receivables (I-aRs)		Intra-agency Payables (I-aPs)
Due from Regional Office (RO)	-	Due to CO
Due from Central Office (CO)	-	Due to RO
Due from Other Funds (OFs)	-	Due to OFs

1.13 The Accounting Policy on the Combination of Financial Statements (CFSs) is disclosed in Note 3.2 to FSs. The policy provides that the CFSs reflect the assets, liabilities, revenues and expenses of the CO and ROs/Project Management Offices (PMOs). All significant I-aRs/I-aPs transactions are eliminated in the process of combination wherein the same should have zero balances in the CFS at the end of the accounting period.

1.14 Verification of the reciprocal accounts in Note 6.3 for I-aRs of P1.781 and Note 15 for I-aPs of P49.236 million disclosed that these amounts were not eliminated after offsetting of internal transactions during the consolidation of the FSs of CO and ROs at year-end, as shown in Table 4.

Table 4 - Summary of Elimination of Intra-agency Accounts as at December 31, 2019

	Balances as of 12.31.19 After Elimination of Intra-agency Financial Transactions	Adjustments	Balance
I-aRs-Due from ROs	P 1,887,117,236	P 106,214,955	P1,780,902,281
I-aPs-Due to OFs	(2,205,381,281)	2,156,145,070	49,236,211
			P1,830,138,492

1.15 It was also noted that the adjustments were not completely and properly supported with documentation, thus precluded the Audit Team to verify the correctness of the adjustments made.

1.16 The non-elimination of the reciprocal accounts-intra-agency accounts, which attributed mainly to inadequate or no reconciliation at all, significantly affects the fair presentation of the account balances in the FS, since, in reality, there is no receivable to be collected and no payable to be paid resulting from past events that would generate positive cash inflow and outflow, respectively, to NIA because the transactions only involved transfer of cash within NIA.

1.17 In view of the foregoing and the non-elimination of the intra-agency accounts at year-end that resulted in the existence of P1.781 billion and P49.236 million balances, of the I-aR and I-aP, respectively, the accuracy of the reciprocal accounts as at year-end could not be ascertained.

1.18 **We recommended that Management instruct the concerned Heads of Offices to direct the Accountants to carefully analyze the transactions by tracing the original accounting entries and prepare the correcting entries as basis for adjustments in the books of accounts and henceforth, observe the highest degree of objectivity and consistency in keeping of the accounts to safeguard against inaccurate or misleading information.**

2. Accounting deficiencies that remained unresolved affected the fair presentation of the Combined Financial Statements of the NIA for CY 2019.

2.1 Review and analysis of the accounts and transactions revealed various accounting deficiencies that affected the fair presentation of the year-end Combined Financial Statements (CFSS) of the NIA in CY 2019, as summarized in Table 5.

Table 5 - Summary of Unresolved Accounting Deficiencies

Accounting Deficiencies	RO/Office concerned	Amount	Standard/Criteria
Property, Plant and Equipment (PPE)			
Variance between the balances per accounting records vis-à-vis Report on Physical Count of Property, Plant and Equipment as well as the Engineering and	CO and various ROs/PMO/IIS	P45,643,597,451	Item V (4) of COA Circular No. 80-124 dated January 18, 1980 Chapter 10 of the Government Accounting Manual (GAM) for National Government Agencies (NGAs), Volume I.

Accounting Deficiencies	RO/Office concerned	Amount	Standard/Criteria
Operations Division (EOD) reports.			
Non-maintenance/updating of Property, Plant and Equipment (PPE) and Construction in Progress (CIP) ledger cards as well as Property Cards by the Accounting and Property records to substantiate the PPE items.	CO, VIII, I, III, IV-B, XIII and IX		Section 111 and 114(2), Chapter 2 of Presidential Decree (PD) No.1445 Appendix 6 of the GAM for NGAs, Volume II Section 42, Chapter 10 of the GAM for NGAs, Volume I Appendix 77 of the GAM for NGAs, Volume II
Non-provision of depreciation expenses for various depreciable assets	III-BBMP, II, XIII, CO-GF, IX, XII and V	6,408,028,569	Paragraphs 66 and 71 of PPSAS 17 Section 27, Chapter 10, Volume I of the GAM for NGAs
PPE items with negative carrying amount	CO and IX	29,060,751	
Provision for depreciation of all PPE items was only made at year-end, notwithstanding the fact that trial balances are prepared each quarter	CO		
Doubtful ownership rights on the 294 parcels of land with a total land area of 1,227,751.58 square meters located in six ROs, of which were not covered with Transfer Certificate of Title under the name of NIA	IV-A, XIII, V, VI, XI and I	Undetermined	Section 3, Chapter 10 of the GAM for NGAs, Volume I Section 39 and 58 of PD No. 1445
Non-recording of donated service vehicle and improper valuation of donated assets	II and III	-do-	Section 3, Chapter 10 of Volume I of the GAM for NGAs
Liabilities			
Absence of subsidiary records, ageing schedules and other supporting documents/details for Accounts Payable (A/P) and Other Payables Account	CO, CAR, IV-B, IX	P3,740,525,412	Section 4.6 and 114(2) of PD No. 1445
Existence of dormant/long-outstanding payables	CO, VI, II, and II-MARIIS	1,369,013,935	Section 98 of PD No. 1445

Accounting Deficiencies	RO/Office concerned	Amount	Standard/Criteria
Existence of negative/abnormal account balances in the A/P and Guaranty Deposit Payable accounts	CO	833,545,823	Paragraph 29 of the PPSAS 1
Unreconciled variance between the records of NIA and the confirmed balances of Source Agencies for I-aP account	NIA-CARP-IC	68,587,952	
Absence of subsidiary records, schedules, and other supporting documents/existence of non-moving accounts for I-aP	CO and CAR	2,518,922	Section 111 of PD No. 1445
Write-off of non-moving accounts without approval from COA and compliance to the specific guidelines and submission of required supporting documents	XIII	880,164	COA Circular No. 2016-005 dated December 19, 2016
Cash and Cash Equivalents			
Variances between the balances of books and banks as well as General Ledger and Subsidiary Ledger (SL), and SL and Cash In Bank Registry (CIBR)	CO, I, IV-B, VIII, X and XI	93,716,836	Section 111 of PD No. 1445
SLs for Cash in Bank (CIB) accounts were either not maintained or updated	VI and X	Undetermined	Section 111 and 114(2), Chapter 2 of PD No.1445
Abnormal/negative balances in the Cash accounts	X, V, VIII and VI	52,754,864	Paragraphs 27 of PPSAS 1
Unadjusted long outstanding reconciling items	IV-B, X, VI, II, V, BBMP and CO	48,276,129	
Delayed/non-preparation of Bank Reconciliation Statement for CIB accounts	XIII, X, I, II, IX and IV-B	163 Bank Accounts	COA Circular No. 96-011 dated October 2, 1996
Receivables			
Variances in Accounts Receivable- Irrigation Service Fee (A/R-ISF)	XII, IV-B, MIMARO-IMO	1,531,673,676	Paragraph 29 of the PPSAS 1

Accounting Deficiencies	RO/Office concerned	Amount	Standard/Criteria
accounts between Accounting and Billing Records as well IMO records			
Existence of farmers accounts' with more than eight hectares farm lots that have been non-moving/dormant for more than 10 years	UPRIIS and IV-B	212,039,454	COA Circular No. 2016-005 dated December 19, 2016 NIA MC No. 2017-081 dated October 20, 2017
Other Receivable (O/R) accounts worth P3.829 million that have been non-moving/dormant for more than 10 years	UPRIIS, CAR and BBMP	3,828,723	
O/R accounts were written off from the books without supporting documents	CAR	1,666,708	

2.2 We recommended and Management agreed to require the Heads of the Offices concerned and Accountants to:

- a. Review and account for the unreconciled variances/differences on the aforementioned accounts and effect the correcting/adjusting entries on discrepancies/errors and other reconciling items noted. Moreover, secure Certificate of Titles for the land to establish rights and ownership and record the donated assets;
- b. Provide depreciation for all depreciable assets;
- c. Exhaust all efforts to analyze the accounts with negative balances and dormant accounts, and adjust the accounts accordingly. Moreover, consider the filing of request for authority to write-off dormant accounts, following the guidelines set forth under pertinent COA Circular N0. 2016-005; and
- d. Maintain and update subsidiary records for all accounts.

B. COMPLIANCE

3. CO, CAR, ARISEP, LARISEP, UPRIIS and four ROs awarded 339 contracts aggregating P19.986 billion that did not meet the required eligibility requirements as they have: (a) incomplete documentary requirements; (b) non-compliance with the issuance of bid and performance security before signing of the contract; (c) non-compliance with the procurement timelines, and (d) inadequate procedures in the post-qualification evaluation of winning bidders. Moreover, contract in CO was awarded without first securing authorities/permits to enter or proofs of acquisition of Right of Way, contrary to the Revised Implementing Rules and Regulations of

Republic Act No. 9184 and Government Procurement Policy Board Manual of Procedures for the Procurement of Infrastructure Projects.

3.1 The 2016 Revised Implementing Rules and Regulations (RIRR) of Republic Act (RA) No. 9184 was promulgated for the purpose of prescribing the necessary rules and regulations for the modernization and standardization of the procurement activities of the Government of the Philippines. Said Revised IRR includes provisions on determining the eligibility requirements of bidders using the prescribed criteria, as well as the authenticity of all statements made, and documents submitted by the bidder with the Lowest Calculated Bid.

3.2 CO, CAR, ARISEP, LARISEP, UPRIIS and four ROs awarded 339 contracts with an aggregate contract cost of P19.986 billion to ineligible contractors due to deficient documentary requirements as required by the RIRR of RA No. 9184. The details are summarized in Table 6.

Table 6 - Deficiencies in Documentary Requirements on Awarded Contracts Required in the RIRR of RA No. 9184

Observations	Office/s	Provisions of RIRR of RA No. 9184	No. of Contracts	Amount	Lacking Documents/ Deficiencies
1. Incomplete documentary/ eligibility requirements	CO	Sections 7.2, 25.2	1	P 10,187,463,935	<ul style="list-style-type: none"> a. Annual Procurement Plan (APP) covering total Approved Budget for the contract; b. Certificate of Availability of Funds and Obligation Request and Status covering the entire Contract; c. Conformed Bid Documents: <ul style="list-style-type: none"> i. Evaluation Criteria and Qualification Criteria ii. Bidding Forms iii. Eligible Countries iv. Works Requirements v. Bill of Quantities; d. Bank Concurrence on: <ul style="list-style-type: none"> i. Invitation to Bid ii. Report on issue of Invitation to Bid including copy of newspaper advertisement as published iii. Post-qualification iv. Draft Contract v. Contract as Executed; e. Minutes of Pre-Procurement Conference and supporting documents; and f. Documents relative to Detailed Engineering Activities. <ul style="list-style-type: none"> i. Approved Feasibility Study and Detailed Engineering Design; ii. Program of Work and Detailed Estimates; iii. Approved PERT/CPM Network Diagram and detailed computation of contract time;

Observations	Office/s	Provisions of RIRR of RA No. 9184	No. of Contracts	Amount	Lacking Documents/ Deficiencies
					iv. Site or ROW Acquisition Plans; v. Environmental Impact Statement for Critical Project as defined by the Department of Environment and Natural Resources (DENR); vi. Regional Development Council Endorsement; vii. Environmental Compliance Certificate from DENR; and viii. NEDA Investment Coordination Committee (ICC) Approval.
	CO	Section 36	1	5,863,720,935	- Non-declaration of the Consortium as a Single Calculated and Responsive Bidder (SCRB) despite being the sole bidder
	CO	Section 36	1	897,111,000	- Non-declaration of the Joint Venture as SCRB despite being the sole bidder.
	CO	Sections 7.2, 17.6, 21.2.1	1	133,850,154*	a. Certification that the detailed engineering surveys and designs have been conducted; b. Certificate of posting of the Invitation to Bid (ITB) at any conspicuous places in the premises of NIA; c. Proof of posting of Notice of Award (NOA) and Notice to Proceed (NTP) in PhilGEPS; d. Certificate of Availability of Funds; and e. APP and the corresponding Project Procurement Management Plan (PPMP).
	I	Section 25.2	6	32,386,755	a. Duly approved complete set and structural detail as built-plan showing all work items; b. Quantity computation for the accomplishment; c. PAGASA report for the suspension order due to rainy season; d. Detailed computation of cost for new items in the approved change order; e. Statement of work accomplished and certificate of completion for 100 per cent completed projects; f. Technical Working Group (TWG) reports; g. Copies of PhilGEPS postings; and h. Copies of minutes of the meeting.
	UPRIIS	Sections 13.1 and 13.3	2	10,055,448	- Observers were only invited by Bids and Awards Committee (BAC) for the Pre-bid conference and Opening of bids.
	IV-B	Section 37.2.3(f)	36	201,731,051	a. Non-discretionary "Pass/Fail" criteria were not properly applied; and

Observations	Office/s	Provisions of RIRR of RA No. 9184	No. of Contracts	Amount	Lacking Documents/ Deficiencies
					b. Non-indication of minimum number of years and relevant experience of key personnel.
	VIII	Sections 13.1, 37.1.6,	19	209,569,807	a. PPMPs; b. Printed postings of NOA and NTP in the PhilGEPS; and c. Invitations as Observer from a duly recognized private group in a sector or discipline relevant to the procurement.
	XIII	Section 37.2.3(f)	21	174,965,473	- Construction Safety and Health Program (CSHP) duly approved by the Department of Labor and Employment (DOLE).
2. Failure to post performance security (PS) by the awarded contractors within the prescribed period/ prior to the signing of contract	CO	Sections 37.2.2, 39.1, and 39.4	Same with No. 1 in CO	Same with the amount of P10.187 billion in No. 1	a. Posting of PS was 292 days after the receipt of NOA; and b. Validity period of PS is not within the prescribed period.
	CAR	Sections 37.2.1 and 39.1	18	27,299,361	a. Undated PS were posted by winning bidders; and b. PS were posted after contract signing.
	XIII	Sections 37.2.1 and 39.1	Same with No. 1 in RO XIII	Same amount with the amount in No. 1 of P174.965 million in RO XIII	- Delayed compliance/submission of PS and Contractor's All Risk Insurance (CARI) ranging from 13 to 57 days.
3. Non-compliance with the issuance of bid and performance security	CO	Sections 39.1, and 39.4	Same with No. 1 in CO	Same with the amount in No. 1 of P5.864 billion in CO	- The bond is co-terminus with the final acceptance of the project and renewable annually up to three years subject to payment of premium.
	CO	Sections 39.1, and 39.4	Same with No. 1 in CO	Same with the amount in No. 1 of P897.111 million in CO	- The validity of PS is up to the final completion of the project.
	I	Section 28	12	Not indicated	- BAC failed to request extension of bid security prior to their expiration.
	XIII	Section 39.1	5	155,793,416	- Non-conformity with the required form for Surety Bond for Bid Security and Performance Bond.
4. Failure to obtain authority/permit to enter or proof of acquisition of ROW prior to awarding of contract	CO	Section 17.6	Same with No. 1 in CO	Same with the amount in No. 1 of P133.850* million in CO	- Award of contract prior to acquisition of permits.
5. Inadequate procedures in the conduct	CO	Sections 25.2.b.viii	Same with No. 1	-do-	a. Non-mobilization of the required number of units of equipment; and

Observations	Office/s	Provisions of RIRR of RA No. 9184	No. of Contracts	Amount	Lacking Documents/ Deficiencies
of post-qualification evaluation		and 34.3	in CO		b. Pledged equipment were replaced by lower capacity equipment prior to the approval of the NIA Administrator.
	I	Section 34.8	122	1,279,597,446	a. No BAC resolution that the conduct of post-qualification was extended for the conduct of inspection on pledged equipment.
	ARISEP	Section 34.8	51	343,381,217	-do-
	LARISIP	Section 34.8	39	459,244,127	-do-
	IV-B	Section 34.3, GPPB Manual	Same with No. 1 in RO IV-B	Same with the amount in No. 1 of P201.731 million in RO IV-B	a. Non-verification of statement on-going contracts with government and private agencies; b. Non-preparation by BAC of notice and minutes of post-qualification; and c. Non-evaluation of availability of equipment pledged.
6. Non-compliance with the procurement timelines	CO	Sections 32.4, 34.8, 37.2.2	Same with No.1 in CO	Same with the amount in No. 1 of P5.864 billion in CO	a. Bid Evaluation and Post-Qualification exceeded the allowable maximum calendar days (CDs); b. Declaring the Consortium as the Single Calculated and Responsive Bidder (SCRB) was undated; and c. Contract was signed 15 CDs from the receipt of NOA.
	CO	Sections 21.2.1(a) and 37.4.1	Same with No.1 in CO	Same with the amount in No. 1 of P897.111 million in CO	a. Advertising/Posting of Invitation to Bid to issuance of NTP exceeded the allowable maximum CDs; and b. BAC resolution declaring the Joint Venture was undated.
	CAR	Section 37.2.2	4	9,522,091	- Contracts were signed from 13 to 15 CDs from receipt of NOA.
	XIII	Section 37.4.1	Same with No.3 in RO XIII	Same with the amount in No. 3 of P155.793 million in RO XIII	- Delayed issuance of NTP ranging from 119 to 129 days.
				339	P 19,985,692,216

ARISEP - Agno River Irrigation System Extension Project

LARISIP - Lower Agno River Irrigation System Improvement Project

*NISRIPD-C-4 Construction of Sta. Barbara River Irrigation System & Construction of Irrigator's Association Support Facilities with contract dated September 28, 2015

3.3 It bears to emphasize that compared to last year's report of 106 contracts, the reported 339 contract during the year increased by 233 contracts or 219.81 per cent. Consequently, the total contract cost also increased from P4.345 billion to P19.986 billion, or an increase of P15.641 billion or 359.98 per cent during the year.

3.4 We reiterated our previous year's audit recommendations that Management require the:

a. BAC and its Technical Working Group of the CO and concerned ROs to ensure that the documentary requirements as well as the procedures in the RIRR of RA No. 9184 and Government Procurement Policy Board (GPPB) Manual of Procedures for the Procurement of Infrastructure Project in the opening and examination of bids and in the conduct of post qualification are strictly followed to ensure Contractor's compliance with the eligibility requirements;

b. Concerned BAC/TWG of the CO and ROs to ensure the following:

b.1 Authorities/permits to enter or proofs of acquisition of ROW are obtained prior to awarding of contract;

b.2 Posting of ITB for seven days at any conspicuous place in accordance with Section 21.2.1(a) of the RIRR of RA No. 9184;

b.3 NOA and NTP are timely posted in the PhilGEPS, the NIA website, and in any conspicuous place in the premises of NIA within the period required in 2016 RIRR of RA No. 9184;

b.4 PS is posted not later than the date of contract signing and valid until the issuance by NIA of the Certificate of Final Acceptance;

c. We further recommended concerned BAC/TWG and ROs to ensure the following:

c.1 Procurement be in accordance with the approved Annual Procurement Plan (APP);

c.2 Declare winning sole bidders as Single Calculated and Responsive Bidder (SCRB) if found responsive with the bidding requirements after eligibility check; and

c.2 Observers, in addition to the representative of COA are invited to monitor the procurement proceedings.

3.5 Management commented that the delay in the submission of documents was due to the re-shuffling of personnel that led to the transfer of documents to different divisions or offices. The Head of the Procuring Entity and the BAC-A Chairman however assured to exercise the diligence of a good father of a family in complying with the prescribed rules, guidelines and recommendations of the Commission on Audit.

3.6 As a rejoinder we maintain our stand for Management to comply with the eligibility requirements of RA No. 9184 and its IRR prior to entering into a Contract.

4. Copies of 1,249 perfected infrastructure/non-infrastructure contracts and purchase orders (POs), together with their supporting documents in the aggregate

amount of at least P14.618 billion were submitted from 1 to 353 days delayed, while 382 contracts and POs, and their supporting documents amounting to P2.760 billion were not submitted as at year-end, contrary to the provisions of COA Circular No. 2009-001, thereby, precluded the concerned COA Audit Teams from conducting timely review and evaluation thereof, as well as of the propriety and validity of the procurement process undertaken by the Corporation.

4.1 Item 3.1.1 of COA Circular No. 2009-001 dated February 12, 2009, states that:

Within five (5) working days from the execution of a contract by the government xxx including government-owned and controlled corporations xxx, 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. Xxx.

4.2 Likewise, item 3.2.1 of the said Circular further provides that:

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

4.3 Notwithstanding the issuance of the above-mentioned COA Circular, a total of 1,249 infrastructure/non-infrastructure contracts and POs with aggregate amount of at least P14.618 billion were submitted to the Audit Team beyond the reglementary period of five working days from perfection, with delays ranging from 1 to 353 days from their due date of submission. The summary is shown in Table 7.

Table 7 - Summary of Contracts/POs Not Submitted on Time

Region/Office	Quantity	Amount	No. of Days Delayed
CO	515	P 10,378,930,329	1 - 240
III	105	1,377,599,137	2 - 160
V	241	914,593,574	6 - 266
I – LARISIP	39	459,244,127	51 - 284
XI	45	415,691,712	133 - 161
I – ARISEP	51	343,381,217	208 - 353
XIII	31	241,150,780	118 - 195
XII	28	168,946,900	2 - 233
IV-B	15	152,566,985	28 - 205
VIII	24	145,521,397	120 - 192
X	83	15,902,710	1 - 302
XIII	72*	4,041,366	1 - 124
	1,249	P 14,617,570,234	

*Copies of POs

4.4 It was further noted that some of the submitted contracts/POs had lacking or incomplete supporting documents.

4.5 As shown in Table 36, the CO included infrastructure contract pertaining to the procurement of Jalaur River Multipurpose Project (JRMP) II with a contract cost of US\$193.494 million or equivalent to P10.187 billion, of which approved contract and

supporting documents were submitted to the COA Audit Team 90 days beyond the prescribed period of submission.

4.6 Likewise, 382 contracts and POs, together with their supporting documents amounting to P2.760 billion were not submitted to the respective COA Audit Teams of concerned NIA offices as at year-end, as summarized in Table 8.

Table 8 - Summary of Unsubmitted Contracts/POs as at Year-end

Region/Office	Quantity	Amount
II	76	P 603,845,200
XIII	59	602,663,455
XII	49	560,310,104
V	41	272,629,550
VII	65	179,610,697
VI-JRMP II	7	154,335,838
VIII	26	147,955,737
X	10	81,984,061
IV-B	14	55,827,726
VI	19	51,774,184
CAR	16	48,727,558
	382	P 2,759,664,110

4.7 Management commented in the MLs of the concerned NIA offices that the causes/factors of delay/non-submission of contracts/POs with complete supporting documents were attributed, but not limited to the following:

- a. Voluminous contract documents and reproduction of the said documents that needed to be organized for review and signature/certification of the authorized representative of the Agency;
- b. Lacking/limited number of personnel who shall take charge in the compilation and reproduction of copies of contracts/POs with complete supporting documents for transmittal to the COA Audit Team;
- c. Insufficient/lacking supporting documents that are required to be attached to the contracts/POs;
- d. Limited time of the assigned personnel to carefully check the completeness of supporting documents of the related contracts/POs;
- e. Unawareness of certain concerned personnel on the relevant rules and regulations, with regard to the provisions of COA Circular No. 2009-001; and
- f. BAC Secretariat Office are pre-occupied with other workloads/functions.

4.8 The delayed/non-submission of contracts and POs with complete supporting documents precluded the concerned COA Audit Teams to conduct timely review and evaluation of procurements made by the Corporation. Also, it limited the conduct of appropriate audit procedures, which were necessary in establishing the propriety and validity of the transactions. In addition, the early recognition and detection of defects and/or deficiencies, if any, could not be readily undertaken and communicated to management for appropriate actions/remedies, which could lead to possible audit suspension/disallowance of related disbursements due to documentary

deficiencies/legal infirmities not addressed beforehand, after the review process and before the post audit of disbursements.

4.9 We emphasize that any unjustified failure of the officials and employees concerned to comply with the requirements imposed in Item 4.1 of the above-cited COA Circular shall be subject to administrative disciplinary action provided in (a) Section 127 of PD No. 1445; (b) Section 55, Title I-B, Book V of the Revised Administrative Code of 1987; and (c) Section 11 of RA No. 6713.

4.10 We reiterated our previous year's audit recommendation and Management agreed to submit copies of approved contracts and/or POs with complete supporting documents within the prescribed period of five working days from their perfection in compliance with the provisions of COA Circular No. 2009-001 dated February 12, 2009 to prevent undue delay in the review and evaluation thereof and the consequential issuance of Notice of Suspension or Disallowance in the post audit of disbursements.

4.11 Management also added that concerned Regional Offices will be duly notified to strictly abide with the provisions of COA Circular No. 2009-001.

IMPLEMENTATION OF IRRIGATION CONTRACTS

5. The implementation of 288 irrigation contracts/projects with a total contract cost of P10.103 billion resulted in significant delays, ranging from 4 to 1,373 calendar days (CDs) in view of inadequate planning, inefficient execution of surveys, investigation, and engineering design, as well as unsatisfactory performance of contractors, among others. Hence, farmer beneficiaries are being deprived of the benefits that could have been derived from the said delayed projects. Also, 77 contracts of defaulting contractors with an aggregate cost of P8.157 billion were not imposed with liquidated damages while performance securities were not forfeited in favor of NIA. Moreover, change/variation orders and contract time extensions for 24 contracts with a total cost of P472.499 million were granted to contractors despite inadequate evaluation and incomplete documentation, among others. These projects could further result in wastage of government resources if the unfinished/uncompleted contracts would be terminated.

5.1 The NIA is mandated to contribute to the country's program on rice self-sufficiency and alleviation of poverty through irrigation development. It is tasked to develop and manage water resources for irrigation and provide necessary services on a sustainable basis consistent with the agricultural development program of the government.

5.2 The timely completion of irrigation projects is the foremost consideration of the government in entering into contract so that the intended benefits derived therefrom may be enjoyed by the beneficiaries. As such, the contracting parties are bound to comply to the terms and conditions of the contract and more importantly, that the procurement activities are carried out in accordance with the RIRR of RA No. 9184.

5.3 Section 17.6 of the RIRR of RA No. 9184 provides that:

No bidding and award of contract for infrastructure projects shall be made unless the detailed engineering investigations, surveys and designs, including the acquisition of the Right-of-Way (ROW), for the project have been sufficiently carried out and duly approved in accordance with the standards and specifications prescribed by the HOPE concerned or his duly authorized representative, pursuant to the recommendations of the end-user or implementing unit and in accordance with the provisions of Annex A of the said IRR.

5.4 Also, Annex A of the RIRR of RA No. 9184 states that:

Detailed engineering shall proceed only on the basis of the feasibility or preliminary engineering study made which establishes the technical viability of the project and conformance to land use and zoning guidelines prescribed by existing laws. Xxx. The detailed engineering activities shall include xxx. Preparation of Site or Road Right of Way Plans including Schedule of Acquisition xxx.

5.5 Review of project implementation during the year disclosed the following observations:

Performance of contractors are not satisfactory coupled with inadequate planning, inefficient execution of surveys and investigations and the recurring issues on the acquisition of ROW -

5.6 Review revealed that recurring issues pertaining to prior years' audit observations since CY 2012 were not fully addressed by Management in the implementation of NIA contracts/projects. As at December 31, 2019, delays ranging from 4 to 1,373 CDs, were noted in the implementation of 287 contracts/projects totaling P10.103 billion. Details are shown in Table 9.

Table 9 - Delayed Implementation of NIA Contracts/Projects

Office	No. of Contracts	Delay (in CDs)	Contract Cost	Causes of Delay							
				(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
CO*	29	406-1,373	P7,073,114,218						✓	✓	
ROs:											
II*	53	4 to 683	573,073,343	✓		✓	✓	✓	✓	✓	
XII**	32	15 to 475	413,074,944	✓	✓	✓	✓		✓		✓
XIII**	32	13 to 365	393,481,505	✓		✓			✓	✓	✓
X*	12	32 to 254	387,536,471		✓					✓	
CAR***	73	9 to 1,044	384,117,303	✓	✓	✓				✓	
VIII**	13		138,976,892	✓							
XI*	17	133 to 782	574,372,732	✓		✓			✓		
VI	1		77,439,431	✓		✓				✓	
V**	22	16 to 629	75,898,098	✓			✓	✓		✓	
VII	4		12,419,341			✓		✓	✓	✓	
3,030,390,060											
288				8	4	7	3	3	6	8	2

(a) Unworkable site brought about by bad weather condition, flooding, and water delivery

(b) Unsatisfactory performance of Contractors / Insufficient manpower and equipment of contractors

- (c) Unresolved ROW
- (d) Peace and order situation
- (e) Existence of standing crops
- (f) Variation Order, change of scheme or site of development and/or revision of plans, designs, and program of work
- (g) Poor project planning, supervision, monitoring, and control
- (h) Others, such as, late releases of funds, late payment to Contractors, among others

* Includes projects that were originally programmed to be completed in CY 2017-2019

** Projects were originally programmed to be completed in CYs 2018-2019

*** Includes contracts that were originally programmed to be completed in CYs 2016-2019

5.7 In the CO, several Contract Time Extensions (CTEs) ranging from 90 to 938 CDs were granted to contractors due to, among others: (a) unworkable site condition brought about by bad weather condition and flooding; (b) unresolved ROW; (c) variation order (VO); (d) water delivery; and (e) work stoppage issued by the Department of Labor and Employment (DOLE). The approved CTEs, Notices of Suspensions and Notices of Resumption on this regard were provided by Management to the COA Audit Team after the exit conference conducted on September 18, 2020. Nonetheless, verification disclosed that the supporting documents such as: photos showing the unworkable site condition, certified true copies of PAG-ASA reports, Irrigator's Associations' letter or resolution requesting the water delivery and approved VOs were not provided. The absence of these documents precluded the Audit Team from validating the veracity of the CTEs granted, hence the time extension granted in the CTEs were not considered in the counting of the number of days delayed in Table 9.

5.8 Compared to CY 2018, the number of days delayed in implementing projects improved from 2,287 days to 1,373 days. Likewise, the number of projects involved last year decreased from 299 to 288 projects during the year.

5.9 Review also disclosed that 75 on-going contracts in the CO and four ROs costing P10.869 billion have already incurred negative slippages ranging from 70 to 95 per cent as presented in Table 10.

Table 10 – On-going Contracts/Projects with Negative Slippage

Office/Project	No. of contracts	Slippage (%)	Amount
CO			
MINSAAD	3	7.31 to 9.08	P 96,923,000
SRIP	3	5.92 to 7.78	1,244,819,615
MDIP	1	3.22	730,945,072
ALPIP	1	13.31	143,829,727
	8		2,216,517,414
ROs/PMO			
V	22	2.05 to 95.00	75,898,100
X	2	26.52 to 34.50	68,319,378
XII	16	5.76 to 76.76	107,941,020
BBMP	15	0.70 to 78.79	8,180,664,761
	55		8,432,823,259
	63		P 10,649,340,673
MINSAAD- Mindanao Sustainable Agrarian and Agriculture Development Project ALPIP-Alfonso Lista Pump Irrigation Project SRIP-Small Reservoir Irrigation Project BBMP-Baloc Baloc Multipurpose Project MDIP-Malinao Dam Improvement Project			

5.10 While negative slippages ranges between 26.52 per cent to 95 per cent in ROs V, X, XII and BBMP, neither one of these projects were terminated nor rescinded contrary to Section of Annex I of the Revised Implementing Rules and Regulations

(RIRR) of Republic Act (RA) No. 9184 on the “Guidelines on Termination of Contracts” which provides that *“In contracts for Infrastructure Projects: The Procuring Entity shall terminate a contract for default when any of the following conditions attend its implementation: a) Due to the Contractor’s fault and while the project is on-going, it has incurred negative slippage of fifteen percent (15%) or more in accordance with Presidential Decree 1870; Xxx.”*

5.11 As noted, the 40 contracts terminated due to contractor’s fault totaling P957.767 million as shown in Table 11 which include a contract of SRIP and 10 contracts of BBMP were different contracts from those presented in Table 10.

Table 11- Terminated Contracts

Office/ Project	No. of contracts	Amount	Remarks
CO			
SRIP	1	P 297,896,694	-Mutual termination approved by the NIA Administrator on November 21, 2019
UMRIP	1	258,142,034	-Terminated effective August 27, 2019 due to peace and order problem
	2	556,038,728	
ROs/PMO			
II	26	286,403,904	-Terminated due to abandonment of projects by the contractors
BBMP	12	115,323,944	-Terminated due to contractors’ fault, such as, the non-execution of the works in accordance with its contract obligations; abandonment of the contract works, non-provision of project minimum essential equipment and incurrence of delay in the completion of contracts
	38	401,727,848	
	40	P 957,766,576	

UMRIP - Umayam River Irrigation Project

5.12 It was further noted that 13 awarded and perfected contracts totaling P31.761 million in three ROs were not started or implemented in CY 2019. Details are summarized in Table 12.

Table 12 - Perfected Contracts not Implemented in CY 2019

RO	No. Contracts	Amount	Contract Year	Causes/Issues Encountered
II	2	P 23,620,906	2017	- ROW problem and typhoon conduit damage
VII	9	4,117,419	2019	- Not indicates
VI	2	4,023,084	2019	- Residents requested that gravity irrigation shall be used in the Langab project, and upstream irrigation system shall be constructed in the Ayangan project
	13	P 31,761,409		

5.13 These perennial problems and issues encountered by NIA that causes delays in the implementation of the contracts/projects could have been avoided had Management addressed the issues during the planning phase and dutifully complied with the prerequisites to ensure efficient implementation of infrastructure projects pursuant to RA No. 9184 and its RIRR.

5.14 In effect, the farmer-beneficiaries are deprived of the benefits that could have been derived from the immediate use of the said irrigation facilities.

Non-imposition of liquidated damages and non-forfeiture of performance securities for contracts of 77 defaulting contractors -

5.15 Sections 8.1 and 8.4 of Annex “E” of the RIRR of RA No. 9184, provide that:

Section 8.1 - Where the contractor refuses or fails to satisfactorily complete the work within the specified contract time, plus any time extension duly granted and is hereby in default under the contract, the contractor shall pay the procuring entity for liquidated damages, and not by way of penalty, an amount, as provided in the conditions of contract, equal to at least one tenth (1/10) of one (1) percent of the cost of the unperformed portion of the works for every day of delay.

Section 8.4 - In case that the delay in the completion of work exceeds a time duration equivalent to ten percent (10%) of the specified contract time plus any time extension duly granted to the contractor, the procuring entity concerned may rescind the contract, forfeit the contractor's performance security and takeover the prosecution of the project or award the same to a qualified contractor through negotiated contract.

5.16 Review also revealed that liquidated damages (LDs) were not imposed while performance securities were not forfeited in favor of NIA nor were contracts terminated or rescinded against defaulting contractors for 77 contracts totaling P8.157 billion, as shown in Table 13.

Table 13 - Delayed Contracts/Projects of Defaulting Contractors

RO/PMO	No. of Projects/Contracts	Contract Cost	Remarks/ Actions not undertaken by Management
CAR	42	P 188,298,195	- Management did not rescind nor terminate the contracts of the erring contractors, nor did they forfeit their performance security (P/S), and take over the prosecution of the project or award the same to a qualified contractor through negotiated contract despite incurrence of delays. - The allowable 10 per cent of the specified contract time plus time extension duly granted to the contractors.
IV-B	10	91,408,417	- LDs were not imposed against defaulting contractors with 111 to 392 CDs delays in the completion of contracts.
V	2	37,114,475	- These two contracts were terminated in CY 2019 due to contractors' fault. However, appropriate actions were not undertaken by Management, such as the forfeiture of P/S amounting to P11.155 million or equivalent to 30 per cent of the total contract cost.
VIII	2	19,054,475	- Two contractors that already incurred negative slippages due to the late resumption during terminal drainage and insufficient equipment and manpower, were not terminated. Also, LDs were not imposed to rectify the deficiencies on the delayed completion of the project by the contractor.
X	2	68,319,378	- Contracts were not rescinded nor terminated despite incurring huge

RO/PMO	No. of Projects/ Contracts	Contract Cost	Remarks/ Actions not undertaken by Management
			negative slippages of 26.52 per cent and 34.50 per cent as of year-end.
BBMP	19	7,752,673,252	- 10 on-going contracts aggregating P7.619 billion incurred huge negative slippages ranging from 20.06 per cent to 78.79 per cent, however, the contracts were not rescinded, and the contractors' performance security were not forfeited in favor of NIA. In addition, P/S totaling P20.058 million for nine (9) terminated contracts costing P66.980 million due to the fault of the Contractor were also not forfeited in favor of NIA. Meanwhile, six (6) Contractors of these contracts have been issued Blacklisting Orders after 3 to 547 days from the date of termination.
	77	P 8,156,868,192	

5.17 The damages suffered by the corporation due to delayed/non-completion of the contracts/projects within the timelines may not be recovered due to non-imposition of LDs and non-forfeiture of P/Ss against the contractors, which is an indication of laxity in enforcing the stipulations specified in the contracts to the disadvantage of the government.

Inadequate evaluation and incomplete documentation to support the granting of Change Orders (ChOs)/Variation Orders (VOs) and Contract Time Extensions (CTEs) -

5.18 Paragraph 3.1, Annex "E" of the RIRR of RA No. 9184 states that:

Under no circumstances shall a contractor proceed to commence work under any Change Order or Extra Work Order unless it has been approved by the Head of the Procuring Entity or his duly authorized representative.

5.19 Moreover, Annex "B" of COA Memorandum No. 2005-027 dated February 28, 2005, as restated under Item 9.1.1.2 of the Revised Documentary Requirements for Common Government Transactions prescribed under COA Circular No. 2012-001 dated June 14, 2012, provides for the documentary requirements to determine the reasonableness of the cost of ChO/VO. Likewise, Annex "E" of the same COA Memorandum provides for the documents required to validate the reasonableness of the grounds for the issuance and the period of the requested CTE for infrastructure projects.

5.20 Review revealed that the granting of ChOs/VOs and CTEs on 24 contracts aggregating to P488.779 million were not supported with required documents as listed in Table 14.

Table 14 - Deficiencies/Lacking Documents to Support ChOs/VOs and CTEs

RO	No. of Projects/ Contracts	Amount	Deficiencies/lacking documents
IV-B	3	P 9,678,580	- The VO's were considered invalid resulting to a cost deficiency of P7.224 million; and

RO	No. of Projects/ Contracts	Amount	Deficiencies/lacking documents
			- Copy of VO was not duly supported with required documents resulting to a cost deficiency of P2.454 million.
V	1	2,754,399	- The project was constructed not in accordance with plans and specification and without approved VO.
VI	1	77,439,431	- Work suspension for the non-acquisition of the Mayor's construction permit by the contractor is not one of the allowed valid reasons to suspend; and - The extension due to unfavorable weather condition was not supported with a certification from the Disaster Risk Reduction and Management Office (DRRMO) or Philippine Atmospheric, Geophysical and Astronomical Services Administration (PAG-ASA).
X	7	186,942,952	- Approval of proper authorities on the CTEs granted; - Approved VO and required supporting documents; and - Certification from appropriate government Agency to support suspension order of the alleged problem of supply of aggregates and standing crops.
XI	12	195,633,514	- Required supporting documents for CTEs; - Copy of the VO; - Copy of the approved original plans indicating the affected portion(s) of the project and duly revised plans and specifications, changes made which shall be color coded; - Copy of the agency's report establishing the necessity/justification(s) for the need of such CO/Extra Work Order (EWO); - Copy of the approved/revised PERT/CPM Network Diagram which shall be color coded, reflecting the effect of additional Time Suspension/Extension on the contract period and the corresponding detailed computations for the additional time for the subject CO/EWO; - Copy of the approved detailed breakdown of contract cost for the VO; and - Valid justification and documentation to show that the new work item is really needed to facilitate the construction of the said project.
	24	P 472,448,876	

5.21 In view of the absence of duly approved/supported CTEs and other documentary requirements, validation could not be conducted to validate whether the extensions granted to the contractors in implementing the contracts/projects are necessary and valid. Thus, the non-approval by authorized officials of the ChOs/VOs coupled with the incomplete documentary requirements rendered the changes in scope of works and quantities of materials of the contracts/projects unauthorized.

Other deficiencies -

5.22 Other observations noted in the audit of infrastructure projects are as follows:

Increased in commitment fees due to accumulation of unsettled cost of work on the implementation of foreign-funded projects -

a. The implementation in CO of five foreign-funded civil work contracts under the National Irrigation Sector Rehabilitation and Improvement Project (NIS RIP) with an aggregate cost of P775.849 million resulted in government losses attributed to increase in commitment charges as a result of low disbursement/availment on the loan proceeds mainly due to the unbilled and unsettled cost of work accomplishments aggregating to at least P182.020 million.

Management, however, alleged that contractors usually delay the submission of their claims for progress payments. Notwithstanding, that the Project Management Office (PMO) has the responsibility, as part of their monitoring process, to require the contractors to promptly claim payment and to facilitate the expeditious processing of documentary requirements, in coordination with the Accounting Division in order to disburse funds as programmed in the loan agreement.

The Implementation Status of On-going Civil Works Contracts (ISOGCWC) Report from the Engineering and Operations Department (EOD) lacks important information that are useful in monitoring the implementation status of project/s -

b. Also, in the CO, the ISOGCWC Report prepared by the EOD which is a management tool in monitoring the status of implementation of projects did not provide a column to indicate the reasons/causes of the delay in the implementation of projects. The said report did not also include date on the target accomplishment to determine the slippages incurred for the year. In effect, the COA Audit Team could not establish the status of the actual accomplishment of the projects vis-à-vis the targeted accomplishment as reported in the ISOGCWC by the EOD.

Projects worth P321.455 million which have been accepted and paid in Region IV-B were found to be either incompletely accomplished, or defective and damaged -

c. The 26 infrastructure projects totaling P321.455 million that have been accepted and paid in Region IV-B were found to be either incompletely accomplished, or defective and damaged which resulted to cost deficiency of P7.453 million based on the Statements of Work Accomplished (SWA) vis-a-vis Approved As-Built Plans and Specifications. These projects were mostly reported as accomplished but were found to have not been undertaken. Also, seven of these projects totaling P48.655 million were found by the COA TAS to have higher Approved Budget for the Contract (ABC) than the COA Cost Estimates due to higher quantities and costs of materials for items that were mostly concrete materials. Further, five of these projects that were already completed amounting to P100.735 million have no Certificates of Acceptance. In addition, two projects totaling P14.949 million were paid without withholding the corresponding retention money to cover unaccomplished works and uncorrected defects of P1.477 million.

Absence of Certificate of Completion for 85 reported completed projects in Region V -

d. As reported in Region V, 85 out of 95 projects completed in CY 2019 were not supported with Certificates of Completion. Some of which have not even undergone pre-final inspection, while those which were already preliminary inspected still have remaining works for completion and/or rectification as per inspection report.

Technical deficiencies of P1.117 million on the Construction of Diversion Work Canal System and Access Road at Mapua-Dahilig Communal Irrigation Project (C/IP) in RO X-

e. In RO X, technical deficiencies in the total amount of P1.117 million were found during the ocular inspection of the Construction of Diversion Work Canal System and Access Road at Mapua-Dahilig C/IP amounting to P19.218 million. These consisted of a damaged part of the dam with a value of P0.067 million, an access road costing P0.558 million, which was not found during the actual inspection, and LDs of P0.492 million which is equivalent to 95 days due to non-imposition of negative slippages.

Completed projects not yet turned-over to Irrigators Associations (IAs) -

f. In RO XIII, 179 projects aggregating P1.154 billion were not yet turned-over to the concerned IAs as at year-end, hence, exposing the projects to risks of damage and deterioration as responsibility and control for its maintenance and monitoring were supposed to be that of the IAs had they been already turned-over to them.

Warranty security against structural defects not posted by contractors -

g. Warranty security against structural defects of 94 completed infrastructure projects costing P422.127 million were not posted in Magat River Integrated and Irrigation System (MARIIS) contrary to Section 62.2.3.3 of the RIRR of RA No. 9184, thereby defeating the intent of the law and putting the government at a disadvantage in case of structural defects within the period covered by the warranty.

5.23 We reiterated our previous year's audit recommendations that Management:

a. **Adhere strictly to the provisions of Section 17.6 of Republic Act (RA) No. 9184 and Item 1 of Annex "A" of its Revised Implementing Rules and Regulations (RIRR) that no bidding and awarding of contract for infrastructure projects are made unless detailed engineering investigations, surveys and designs, including the acquisition of the Right of Way (ROW) are duly complied with and approved to ensure that all contracts are efficiently carried out to avoid delays in the implementation of the irrigation projects;**

- b. Require the Managers of the Implementing Units to:**
 - b.1. Act with dispatch in resolving the existing issues/problems that are currently hampering/delaying the completion of the projects;**
 - b.2. Evaluate meticulously and judiciously requests for changes in the scope of works/quantities of work items and time extensions to ensure that ChOs/VOs and CTEs are duly approved by NIA Administrator or his authorized representative and both are duly supported with complete documents;**
 - b.3. Turn over immediately the operations and maintenance of all completed and operational communal irrigation projects to the concerned IAs duly covered with Memorandum of Agreement embodying the terms and conditions, as well as the duties and responsibilities of both the Agency and the IAs;**
 - b.4. Ensure that all completed projects are provided with warranty securities by the concerned contractors as a requisite before the issuance of certificate of final acceptance by the Corporation;**
 - b.5 Ensure that a thorough inspection and validation of the actual accomplishments on all infrastructure projects submitted for progress billing is conducted and that the detailed status reports showing the accurate actual work accomplished, percentage of slippage, reasons for delay, suspension and/or termination, and other pertinent data are prepared;**
- c. Require the Accounting Division/Section (AD/S) of the Central Office (CO) and concerned Regional Offices (ROs)/Irrigation Management Offices (IMOs) to immediately impose LDs to Contractors that failed to complete the works within the specified contract time; and**
- d. Consider rescinding/terminating the contracts and forfeit the contractor's performance security for projects with negative slippages of more than 15 per cent resulting from Contractor's fault or negligence, and initiate the immediate take over process of the terminated projects in order to facilitate its completion.**

5.24 We likewise recommended that Management:

- a. Encourage the Contractors to regularly submit progress billings and status of work accomplishments as allowed under the contract; and**
- b. Ensure that the final inspection of completed contracts/projects is conducted prior to the issuance of Certificate of Completion.**

5.25 Management commented that various issues and problems arise during project implementation wherein most of them were caused by unforeseen circumstances (i.e. extreme weather conditions, schedule of water delivery, variation orders). Contract time extensions and work suspensions were granted to the contractors due to these

meritorious reasons. As a result, the original contract duration is extended, and the target completion date is subsequently adjusted. It must be noted that the Contractor is exempted from further claims associated with these extensions, relieving NIA from increased project cost. NIA already crafted a policy with regards to additional requirements (NIA MC No. 85 s. 2020) prior to the start of procurement process, wherein pertinent documents such as Derivation of Contract Duration is made necessary so that issues like water delivery schedules and unfavorable weather may already be incorporated into the contract duration. Also, strict observance and implementation of NIA MC 40 s. 2017 is being undertaken by NIA. Contractors that incurred huge negative slippages that are attributable to them are being sanctioned and are prohibited to participate in NIA procurement activities. Rest assured that the project implementation shall be further enhanced through NIA's continuous efforts for the immediate delivery of benefits to the farmers.

5.26 As per RA No. 9184, Liquidated Damages shall only be imposed once the Contractor did not finish the contract within the Target Completion Date plus any time extension or work suspension issued to them. The reasons for the delay of the concerned contract are partially attributed to unforeseen circumstances (i.e.) extreme weather conditions, schedule of water delivery, variation orders. That is the reason why several Suspensions Orders and Contract Time Extensions are issued to the concerned Contractors. In the case that the Contractors failed to complete their contract within the revised expiry dates even if Suspension Orders and Contract Time Extensions were issued to them, they shall be subjected to Liquidated damages. The said Liquidated Damages shall be deducted from their Progress Billings. Delays incurred beyond the revised expiry dates are then considered to be attributable to the Contractor wherein Liquidated Damages are imposed to them for every day of delay until they reached 100% work accomplishment. These Liquidated Damages shall serve as compensation to NIA being an injured party in a contract due to the delayed completion of the works. This is in adherence to the provisions of the Contract Documents wherein NIA is allowed to let the Contractor continue with the works even if they are already beyond the revised expiry date given that Liquidated Damages shall be imposed to them.

5.27 Rest assured that proper sanctions are being imposed to Contractors that are not acting in diligence to their contractual obligations. Also, the NIA Management always remind all the Implementing Offices to ensure that documentary requirements are complete prior to the approval of change/variation orders and contract time extensions. NIA is already in the process of crafting a policy/guideline with regards to the processing of change/variation orders and contract time extensions wherein the checklist and corresponding templates/formats are included.

5.28 As a rejoinder, we appreciate the assurance of the NIA Management of instituting measures to address the problems and issues on the delayed completion of the projects which will be monitored and validated in CY 2020. Also, we enjoin the Management to submit the lacking supporting documents for the validation of the grant of variation orders and time extensions. Moreover, we further recommend that Management strategize and ensure that terminated contracts would be completed the soonest possible time to be able to serve the intended beneficiaries.

6. The prescribed standards on Information and Publicity on Programs/Projects/Activities in the implementation of 549 infrastructure projects

with aggregate costs of P3.802 billion were not complied in ROs II, III, VII, MARIIS, CRPIP, BBMP II and 10 IMOs contrary to Sections 2.1 and 3.1 of COA Circular No. 2013-004 dated January 30, 2013; thus, transparency on project implementations of the government was not achieved and people were deprived of the right to information on matters of public concern.

6.1 The following Sections of COA Circular 2013-004 dated January 30, 2013 provide guidance on the “*Information and Publicity on Programs/Projects/Activities of Government Agencies*”:

Section 2.1 - At the beginning of the year, all government agencies shall provide their respective Supervising Auditors (SAs) and Audit Team Leaders (ATLs) with a list of all ongoing government projects/programs/activities (“PPA”) and those that are to be implemented during the year. The list shall include the project name; implementing unit, office or division if it is not the agency as a whole; brief description of the PPA; contractor or supplier, if any; mode of procurement; funding source; cost or approved budget; project duration including start and completion dates; and location. Other information on the PPA may be requested by the SA or ATL anytime for audit purposes.

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

6.2 In support to the said Circular, NIA issued Memorandum Circular No. 2018-028 dated April 23, 2018 with emphasis on compliance with the aforementioned Sections.

6.3 As lifted from the MLs of three ROs, 10 IMOs, MARIIS, CRPIP and BBMP II, 549 projects as shown in Table 15 were implemented without complying with the billboard/signage requirements of the said COA Circular.

Table 15 - Offices that were not Compliant with Project Signboard Requirement

RO/IMO	No. of Projects		Project Cost
II	88		P 1,225,682,879
Isabela IMO	99	467,746,948	
Cagayan-Batanes IMO	25	254,815,129	
Nueva Vizcaya IMO	27	207,372,705	
Quirino IMO	16	<u>101,723,413</u>	1,031,658,195
MARIIS	188		841,871,667
CRPIP	2		20,106,826
	<u>445</u>		<u>3,119,319,567</u>
VII	20		141,920,490
Iloilo-Guimaras IMO	14	87,423,986	
Aklan-Capiz IMO	7	<u>37,000,000</u>	124,423,986
	<u>41</u>		<u>266,344,476</u>
III	28		203,109,298
BBMP II	2		18,554,543
	<u>30</u>		<u>221,663,841</u>
VIII			
Leyte IMO	21		77,482,892
Northern Samar IMO	6		65,299,691
	<u>27</u>		<u>142,782,583</u>

RO/IMO	No. of Projects	Project Cost
IV-B		
Occidental Mindoro IMO (OMIMO)	4	32,890,059
Palawan IMO	2	18,684,867
	6	51,574,926
	549	P 3,801,685,393
<i>IMO Irrigation Management Office</i>		<i>CRPIP Chico River Pump Irrigation Project</i>
<i>MARIIS Magat River Integrated Irrigation System</i>		<i>BBMP Balog - Balog Multipurpose Project</i>

6.4 Ocular inspection on a random basis conducted by the COA Audit Team in RO II on irrigation projects implemented in IMOs, MARIIS and CRPIP revealed that not even one of the projects worth P3.119 billion had traces of documentary evidence on the appropriate posting of tarpaulin signboards/billboards.

6.5 In RO VI, some projects have no tarpaulin signboards. Inspection of infrastructure projects in Aklan-Capiz Irrigation Management Office (ACIMO) on February 4 and 5, 2020 showed that only three out of the ten on-going and completed projects had signboard posted for outdoor display and publicity of information.

6.6 The COA Audit Team in RO III and BBMP II reported that they were not notified within ten (10) days after the award of the infrastructure project or before the start of the program/activity; hence, signboards were not validated. The COA Audit Team also requested for a copies of photos of the billboards proving that the said requirement was fulfilled; however, out of the 50 projects with contract cost of P375.912 million and 16 projects aggregating P293.553 million for CY 2019, 28 projects with a total cost of P203.109 million and two projects worth P18.554 million, respectively, were not submitted.

6.7 It was also observed that the photos submitted particularly the design and format of tarpaulin specifically the font type and proper filling up of details, were not complied. The billboards in the submitted photos appeared in different font styles and sizes. Some of the most important details like Target Date of Completion, Date Started and COA Office which has audit jurisdiction of the project were not stated in the billboards.

6.8 In RO VIII, results of inspection and validation of the CY 2019 irrigation projects implemented by the Leyte and Northern Samar Irrigation Systems revealed that 27 were not posted with the required signages/signboards.

6.9 The COA Audit Team in RO IV-B were not informed by the Occidental Mindoro Irrigation Management Office (OMIMO) on the award of infrastructure projects or before the start of the program/activity that the appropriate project signboards and/or public notices are already posted. Ocular inspection by the COA Audit Team on February 21, 2020 of four on-going projects with a total cost of P32.890 million implemented by OMIMO revealed that the projects had no signboards bearing the required information in the project location. Likewise, ocular inspection and validation of on-going projects implemented by PIMO disclosed that only two projects were without signboards out of the 14 on-going projects as at year-end. However, it bears to emphasize that Management submitted photos of signboards posted in the project locations in compliance with prior year's audit recommendation. .

6.10 The COA Audit Teams in Regions V and VII observed that no tarpaulin signages/billboards were posted on their infrastructure projects.

6.11 The non-compliance of the Corporation in the posting of signages/billboards in the project location/sites where the project is implemented precluded the public from information on matters of public concern. Moreover, the promotion of good governance through transparency and accountability, involving utilization of government funds was not achieved.

6.12 **We recommended and Management agreed to direct the concerned ROs/IMOs to:**

- a. **Comply with the prescribed standards on Information and Publicity on Programs/Projects/Activities (PPA) of Government Agencies on the projects being undertaken by the Agency as stated in COA Circular No. 2013-004 dated January 30, 2013 on the posting of signboards/billboards specified in Annex A of the same Circular; and**
- b. **Inform the Audit Team within 10 days after the award of any infrastructure project that the project signboards are already posted for validation and monitoring purposes.**

Compliance with RA No. 656

7. **Physical assets worth ₱927.796 million in five ROs were not insured with the General Insurance Fund of the Government Insurance System, contrary to the applicable provisions of Republic Act No. 656 and COA Circular No. 2018-002, thus exposing NIA to the risk of non-indemnification or non-compensation in case of natural or man-made calamity.**

7.1 Republic Act (RA) No. 656, as amended by Presidential Decree (PD) No. 245 dated July 13, 1973, aims to conserve and protect the resources of the government. It specifically provides that *“All departments, bureaus, offices, agencies and instrumentalities of the government, including government owned and controlled corporations are directed to insure against insurable risk all property and assets belonging to the government, its agencies and political subdivisions with the GIF of the GSIS.”*

7.2 COA Circular No. 2018-002 was issued to assist in the implementation on the insurance and bonding of risks on insurable government assets and properties with the General Insurance Fund (GIF). Furthermore, Section 5 of the said Circular provides, among others, the following guidelines:

Heads of government agencies shall direct the pertinent official under his/her supervision to:

- a. *Secure directly from the GSIS GIF, all insurance or bonds covering properties, contracts, rights of action and other insurable risk 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 on the Physical Count of Property, Plant and Equipment (RCPPE), as well as from the Report on the Physical Count of Inventories (RPCI), prepared in accordance with the provision of the Government Accounting Manual (GAM), 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 P10 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 premiums of all assets/property, whether located in the Central/Head Office (C/HO) or Regional/District Offices, Branches and/or Operating Units (R/DOs/Bs/OUTs) in order to avoid double payment. The Head of the Agency shall issue specific guidelines/instructions to the R/DOs/Bs/OUTs to submit their respective accurate and updated PIF for consolidation at the C/HO.*

7.3 Reports of Audit Team Leaders from five ROs showed that insurable assets totaling P927.796 million were not insured with the GIF of the GSIS contrary to the above-mentioned law and COA Circular. Details are shown in Table 16.

Table 16 - Insurable Assets without GSIS Insurance Coverage in CY 2019

RO	Amount
XIII	P 602,332,955
III	160,257,985
I	81,313,873
XII	56,823,264
VI-JRMP II	27,067,848
	P927,795,925

JRMP II-Jalaur River Multi-Purpose Project II

7.4 During the year, the uninsured physical assets of P927.796 million decreased by P628.204 million or 40.37 per cent compared to last year of P1.556 billion. The decreased was attributed to compliance by ROs II, X and XI on the insurance of their physical assets with the GIF of the GSIS as well as efforts of Management in ROs III and VI to reduce their uninsured properties by 86.45 per cent and 89.82 per cent, respectively, compared to reported data in CY 2018 as presented in Table 17.

Table 17 - Uninsured Physical Assets in two ROs for CYs 2018 and 2019

ROs	2018	2019	Decrease	%
III	P 1,182,553,748	P 160,257,985	P 1,022,295,763	86.45
VI	200,389,250	20,389,968	179,999,282	89.82
	P 1,382,942,998	P 180,647,953	P 1,202,295,045	86.93

7.5 We emphasize that the absence of insurance coverage for the assets exposed NIA to risk of non-indemnification or non-compensation in case of natural or man-made calamity.

7.6 **We recommended and concerned Regional Offices agreed to insure all its insurable properties with the GIF of the GSIS to protect the interest of NIA.**

7.7 Management commented that the physical assets in Region I were already insured with the GIF of the GSIS in CY 2020 while Ilocos Sur IMO will invite representatives from the GSIS to assess the cost of insurance of their insurable assets. In addition, Region III in the process of completing the required documents by the GSIS.

8. **Advances payments amounting to ₱149.100 million were not recouped from the contractors whose projects were already either completed or terminated contrary to Section 4.3 of Annex E of the Revised Implementing Rules and Regulations (RIRR) of Republic Act (RA) No. 9184, thereby depriving the Corporation from the use of funds and exposes it to possible loss of government funds.**

8.1 Paragraph 4.3 of Annex E of the Revised IRR of RA No. 9184 states that:

The advance payment shall be repaid by the contractor by deducting fifteen percent (15%) from his periodic progress payments a percentage equal to the percentage of the total contract price used for the advance payment."

8.2 The Advances to Contractors account represents the 15 percent mobilization fees for the implementation of projects subject to proportionate recoupment from the Contractors' Progress Billings. A portion of the year-end balance of P356.745 million represents unrecouped advance payments of 41.79 per cent or P149.100 million for completed and terminated projects. The data were lifted from the Management Letters of ROs VI, VIII, II, XI, IV- B and CAR, as shown in Table 18.

Table 18 - Breakdown of Unrecouped Advances to Contractors

RO	Office	Status of Projects				Total
		No. of Projects	Completed	No. of Projects	Terminated	
VI	Regional Office	42	P 31,578,591	19	P 23,668,953	P 55,247,544
	Negros Occidental	2	2,318,464	-	-	2,318,464
	IMO					

RO	Office	Status of Projects				Total
		No. of Projects	Completed	No. of Projects	Terminated	
		44	33,897,055	19	23,668,953	57,566,008
VIII	RO	20	17,145,191	3	14,210,324	31,355,515
	Leyte IMO	16	7,778,850	-	-	7,778,850
	Eastern Western					
	Samar IMO	7	2,558,494	-	-	2,558,494
	Northern Samar IMO	2	224,770	1	20,204,473	20,429,243
		45	27,707,305	4	34,414,797	62,122,102
II	RO	-	-	4	3,326,431	3,326,431
		-	-	*14	5,463,237	5,463,237
	Isabela IMO	-	-	10	4,400,867	4,400,867
	Nueva Vizcaya IMO	-	-	1	427,124	427,124
		-	-	29	13,617,659	13,617,659
XI	RO	6	3,383,221	4	4,470,506	7,853,727
	Davao Del Norte IMO	3	767,153	1	843,036	1,610,189
		9	4,150,374	5	5,313,542	9,463,916
IV-B	Mindoro Oriental- Marinduque-Romblon- IMO	1	750,128	4	4,162,807	4,912,935
CAR	RO			1	1,417,217	1,417,217
		99	P 66,504,862	48	P 82,594,975	P 149,099,837

IMO-Irrigation Management Office, CAR-Cordillera Administrative Region

8.3 The non-recoupment of the advance payments for completed projects in ROs VI, VIII and XI were mostly attributed to the non-submission of the progress/final billings for work accomplished. The Accounting Units claimed that the advance payments would be deducted from the progress/final billings upon submission of documents from the Engineering and Operations Division (EOD).

8.4 On the other hand, advance payments for terminated projects in ROs VI and CAR were not recouped as Management did not require the return of the advance payments made to the defaulting contractors. It was also noted that the responsible personnel failed to forfeit the surety bonds/performance security posted by the contractors upon termination of their contracts. In Region VIII, inquiry revealed that the EOD did not state/present reasons for the termination of the contracts that were implemented in Northern Samar in CYs 2016 and 2018.

8.5 In RO II, the contracts were terminated due to abandonment of the projects by the contractors. Thus, chances of recovery of the advances to contractors is remote considering that these have been dormant for more than seven years aside from the fact that the contractors are no longer engaged with NIA Region II.

8.6 These deficiencies if not addressed, particularly on the terminated projects, exposes the NIA to loss of government funds that could be used for other priority projects of the government.

8.7 **We recommended that the concerned Regional Irrigation Managers:**

- a. **Direct the concerned EOD to submit immediately to their respective Accounting Units the progress/final billings of contractors for completed projects. In addition, direct concerned contractors to submit immediately their request for payment of final billing and statement of work accomplished to facilitate recoupment of the advances to contractors;**
- b. **Initiate legal action to those contractors who refuse to refund the unrecouped advances;**
- c. **Impose administrative sanctions against erring personnel who failed to recoup the advances from the progress billings and or forfeit the surety bond/performance security of the contractors concerned; and**
- d. **Henceforth, strictly comply with the provisions of Section 4.3 of Annex E of the Revised IRR of RA No. 9184 on the recoupment of advance payments made to the contractors.**

8.8 Management commented that a total of P10.931 million were already recouped in ROs II and MOMARO IV-B. A memorandum dated September 22, 2020 was issued by the Regional Manager of IV-B requiring Palawan IMO to collect the remaining advance payments made that had not been recouped for more than 10 years.

8.9 As a rejoinder, the concerned Audit Team Leaders/Regional Supervising Auditors shall issue the corresponding Notices of Charge on the unrecouped advances to contractors, specifically for those projects that are already terminated.

9. **Disbursements for infrastructure projects, meals and accommodations, road right of way, heavy equipment rental, travelling expenses, and payments for construction supplies and motor vehicle spare parts, among others, in CAR, ROs I, VIII, XI, XIII and VI totaling P79.259 million were not properly supported with complete documentations contrary to Section 4 (6) of PD No. 1445 and COA Circular Nos. 2012-001, thereby casting doubt on the validity and propriety of the expenditures.**

9.1 Section 4(6) of PD No. 1445 states that *“Claims against government shall be supported with complete documentation.”*

9.2 Likewise, COA Circular No. 2012-001 dated June 14, 2012 prescribes the revised guidelines and documentary requirements for common government transactions.

9.3 As lifted from the Management Letters (MLs) of CAR and ROs I, VI, VIII, XI and XIII, disbursements in the total amount of P79.259 million for infrastructure projects, meals and accommodation, road right of way, heavy equipment rental, travelling expenses, and payments for construction supplies and motor vehicle spare parts, among others, were not completely and properly supported with documentations as shown in Table 19, with details in Annex A, Part IV of this Report.

Table 19 - Disbursements in Regional Offices without Complete and Proper Documentation in CY 2019

Office	Nature of Transactions	Amount
CAR	Infrastructure Projects	P 33,991,663
I	-do- and Salaries and Wages	33,311,739
VIII	Traveling, Catering Services, Repairs, among others	8,897,294
XI	Rental of heavy equipment and Right of Way	1,081,662
XIII	Meals and accommodations	1,697,425
VI	Traveling, Transportation Allowance and Honoraria	278,993
		P 79,258,776

9.4 In view of the absence of complete and proper documentary requirements of disbursements in the ROs, the validity and propriety of the paid transactions are doubtful, thus shall be subject to the issuance of Notices of Suspension in audit.

9.5 **We reiterated our previous years' audit recommendations that Management direct the concerned RO and IMOs to:**

a. **Require the Accounting Section to check the completeness of the supporting documents of the disbursement vouchers as prescribed in the COA Circular No. 2012-001 before payment to ensure the validity and propriety of transactions; and**

b. **Instruct the Accounting Section/payees concerned to submit all required supporting documents to facilitate the review and verification of the disbursements; otherwise, said transactions shall be issued Notices of Suspension by the concerned COA Audit Teams in the ROs.**

9.6 Management commented that RO I already submitted the required documents.

10. **Cash advances (CAs) totaling P11.105 million remained unliquidated as at year end in JRMP II and five ROs, liquidations and refunds of CAs for local and foreign travels and for specific purposes amounting to P1.768 million were delayed in CO and Region VI, while liquidations in four ROs of P1.551 million were not duly supported with complete supporting documents, among others, contrary to applicable laws, rules and regulations in the grant and liquidation of CAs, thus exposing the funds to possible misuse.**

10.1 Section 14 of EO No. 298 dated March 23, 2004 specifically requires that the rendition of cash advances on official travel abroad shall be within 60 days from return to the Philippines, while local travel shall be within 30 days after return of the employee to his permanent official station.

10.2 Also, Item 1.2 of COA Circular No. 2012-001 dated June 14, 2012 provides that cash advances for local traveling expenses shall be liquidated within 30 days after the return of the official/employee concerned to his official station and within 60 days after the return of the official/employee concerned to the Philippines in the case of foreign travel.

10.3 Items 4.1.2, 4.1.3, and 5.8 of COA Circular No. 97-002 dated February 10, 1997, on the Guidelines in the grant, utilization and liquidation of cash advances, state that:

4.1.2 *No additional cash advances shall be allowed to any official or employee unless the previous cash advance given to him is first settled or a proper accounting thereof is made.*

4.1.3 *A cash advance shall be reported as soon as the purpose for which it was given has been served.*

5.8 *All cash advances shall be fully liquidated at the end of each year. Except for petty cash fund, the AO shall refund any unexpended balance to the Cashier/Collecting Officer who will issue the necessary official receipt.*

10.4 Audit of cash advances disclosed the following observations that are discussed in the succeeding paragraphs.

CAs of P11.105 million remained unliquidated as at December 31, 2019 -

10.5 In five ROs and JRMP II, CAs totalling P11.105 million remained unliquidated as at year end. Details are shown in Table 20.

Table 20 - Unliquidated CAs as at December 31, 2019

Office	Amount	Reasons
XIII	P 5,843,442	- Accountable Officers (AOs) were either already retired, deceased and/or separated from government service without clearance issued by the Agency; or whereabouts could no longer be traced. AOs have multiple CAs, thus, resulted in considerable accumulation of the unliquidated cash advance.
X	1,703,522	- Laxity on the part of Management in imposing the policies on the liquidation of CAs, despite non-submission of the AOs of their liquidation reports. Additional CAs were granted to officials even previous ones were not yet liquidated.
JRMP II	1,624,081	- Liquidation could not be processed due to unavailability of signatories.
VI	1,353,880	- The rules were not strictly observed and implemented as CAs for payroll had been outstanding for more than three years while liquidation of CAs of Special Disbursing Officers had been delayed from 40 to 154 days after the purpose/s for which it was given has been served.
XI	342,019	- Pertinent regulations on the grant and liquidation of CAs were not adhered as additional CAs were granted even previous CAs had not been liquidated. Absence of monitoring tool to ensure that CAs are liquidated within the prescribed period.
CAR	238,511	- The AOs are no longer connected with CAR.
P 11,105,455		

Liquidation/refunds of excess CAs totaling P1.769 million were made beyond the prescribed period -

10.6 In RO VI, CO and JRMP II, liquidations and refunds of CAs for local and foreign travels and for special purpose activities totaling P1.768 million were delayed ranging from 1 to 304 days as shown in Table 21.

Table 21 - Liquidation of CAs made Beyond the Prescribed Period

Office	No. of Days Delayed	Amount
VI*	6 - 304	P 1,551,352
CO**	1 - 22	130,088
JRMP II***	75	87,448
		P 1,768,888

*local travel ; ** local and foreign travel ; ***foreign travel

10.7 Relative to the liquidation of CAs, refund of unused CAs of P301,178 and P183,910 in RO VI and Iloilo-Guimaras Irrigation Management Office (IGIMO), respectively, were delayed ranging 7 to 158 days from the date of liquidation. As disclosed in the ML, most of the AOs refunded the excess amount of their CAs to the Collecting Officer after review of their Liquidation Report (LR) by the Senior Accounting Processor A, while some AOs incurred delays in refunding the excess amount of their CAs, thus exposing the cash to possible misuse. In JRMP II, refunds of excess CAs by several employees were made on installment basis, which runs counter to the directive of NIA Memorandum Circular (MC) No. 65, s. 2010 which is to withhold salaries/wages or other benefits or monies due to officials and employees, whichever is paid earlier, in settlement of unliquidated cash advances.

10.8 In CO, refund of CAs for local travels in CY 2019 and foreign travel during the last quarter of CY 2018 in the total amount of P130,088 were not made upon submission of the LR, with delays ranging from 1 to 22 days from the date of liquidation. Audit also disclosed that CAs in the total amount of P58,600 were granted to three personnel without liquidation of their previous CAs.

Liquidations not duly supported with complete/appropriate documents -

In ROs XIII, VII, IV-B and VI, audit revealed that various cash advances totaling P1.551 million were not completely and properly substantiated with necessary supporting documents contrary to Section 4(6) of PD 1445 which provides that claims against government funds shall be supported with complete documentation. The summary is shown in Table 22.

Table 22 - CAs without Complete Supporting Documents

Region	Amount
XIII	P 966,421
VII	135,273
IV-B	248,520
VI	201,566
	P 1,551,780

10.9 Liquidation of CAs from various funds granted for special purpose undertakings in Regions XIII, VII, IV-B and VI were not completely supported with the necessary documents. In ROs VII and IV-B, the CAs were mostly utilized for meals/snacks of

participants on seminars/workshops while Region VI were for traveling expense. The absence of complete supporting documents to support the disbursements rendered the validity of the transactions doubtful.

Other deficiencies noted in CO and RO XII on CAs -

10.10 In CO, traveling expenses totaling P268,030 were paid to 17 personnel on a reimbursement basis. This practice runs counter to the provision of Item 1.1.4 of COA Circular No. 2012-001 on the Revised Guidelines and Documentary Requirements for Common Government Transactions dated June 14, 2012 which provides that: *“Traveling allowances granted shall be treated and accounted for as cash advances.”*

10.11 In RO XII, cash advances for various special program/activities in Malitubog-Maridagao Irrigation Project (MMIP) and RO for CY 2019 amounting P1.709 million and P1.106 million, respectively, were granted to AOs not explicitly designated disbursing officers or employees for such purpose, rendering the related financial transactions totaling P2.815 million unauthorized.

10.12 The late liquidations and refunds, the granting of additional cash advances even previous CAs are not yet settled, liquidations without supporting documents and non-adherence to the aforementioned rules and regulations on the grant, utilization and liquidation of CAs suggest that there were lapses in the monitoring of the grant and liquidation of CAs, thus exposing the fund to possible misuse.

10.13 We emphasize the provision of NIA MC No. 65, s. 2010 on the withholding of salaries and other benefits due to officers and employees in the settlement of CAs which was not strictly enforced.

10.14 We recommended that Management require the Accounting Division/Section of CO and concerned ROs to:

- a. Strictly adhere to the rules and regulations on the grant and liquidation of CAs;**
- b. Direct Accountable Officers to submit their liquidation reports simultaneously with the refund of excess CAs, if any, to avoid withholding of salaries and other benefits due to them pursuant to COA Circular No. 97-002 dated February 10, 1997 and NIA MC No. 65, s. 2010;**
- c. Strictly monitor CAs and liquidations of AOs to ensure that no additional cash advances are given unless the previous ones are fully liquidated and settled at year end and duly supported with complete/proper documents;**
- d. Send demand letters to the concerned officers and employees who have long outstanding CAs; and**
- e. Discontinue the grant of reimbursement of traveling allowance of personnel in compliance with Item 1.1.4 of COA Circular No. 2012-001.**

10.15 The Management commented that in CO, demand letters were already issued to accountable officers. They also added that the balance of cash advances in RO VI was already liquidated except for one employee who is on AWOL since CY 2015. In addition, RO IV-B MIMAROPA already submitted the required documents to support the liquidation.

10.16 The concerned COA Audit Teams shall validate the liquidation reports submitted by the accountable officers.

11. Expenses incurred in eight ROs amounting to P5.885 million were deemed irregular, excessive and unnecessary expenditures contrary to Section 33 of Presidential Decree (PD) No 1445 and provisions of COA Circular No. 2012-003, thus exposing NIA to possible misuse of government funds and transactions that would be subject to the issuance of Notices of Disallowance in audit.

11.1 Section 33 of PD No. 1445 dated June 11, 1978 or otherwise known as the State Audit Code of the Philippines provides the prevention of irregular, unnecessary, excessive or extravagant expenditures of funds or uses of property; power to disallow such expenditures. The Commission shall promulgate such auditing and accounting rules and regulations that shall prevent irregular, unnecessary, excessive, or extravagant expenditures or uses of government funds or property.

11.2 In support to the aforementioned provision, COA Circular No. 2012-003 on the updated guidelines for the prevention and disallowance of Irregular, Unnecessary, Excessive, Extravagant and Unconscionable Expenditures was issued on October 29, 2012.

11.3 Audit conducted in eight ROs disclosed that expenditures worth P5.885 million were deemed to be irregular, excessive and unnecessary, the details of which are discussed in the succeeding paragraphs.

Irregular Expenditures of P1.786 billion -

11.4 Paragraph 3.0 of COA Circular No. 2012-003 dated October 29, 2012 defines "irregular expenditures" as an expenditure incurred without adhering to established rules, regulations, procedural guidelines, policies, principles or practices that have gained recognition in laws.

11.5 Reports from Region VI, XIII and II-CRPIP showed a total of P1.786 million expenditures that are considered irregular contrary to the above-mentioned law and COA Circular. Details are shown in Table 23.

Table 23 - Irregular Expenditures

ROs	Amount
VI	P 1,303,299
XIII	322,813
II-CRPIP	160,000
	P 1,786,112

CRPIP- Chico River Pump Irrigation Project

11.6 In Region VI, the validity and propriety of payroll disbursements totaling P1.303 million for infrastructure projects by Administration under the SIWARAGAN Construction

Irrigation System (CIS) through Force Account Works in Iloilo-Guimaras Irrigation Management Office (IGIMO) at San Joaquin, Iloilo could not be established due to varying daily wage rates and designations of job order personnel hired who are performing similar works and duties in the project, resulting in doubtful and irregular expenses of the Corporation.

11.7 Moreover, in RO XIII, technical evaluation of the Furnishing of Construction Materials at Simulao River Irrigation System (RIS), located at Rosario, Agusan del Sur disclosed that the contract cost exceeded the COA Evaluation Cost by P98,760 due to higher computation of unit cost of materials compared to the prevailing pricelist references, thereby unfavorable to the government. Also, Medical, Meal and Children's Allowance in the total amount of P224,053, which were not among the allowances and benefits allowed under COA Circular No. 2013-003 were paid to 44 personnel as at December 31, 2019 in spite of the provisions under Section 12 of Republic Act (RA) No. 6758 dated August 21, 1989 containing, among others, the consolidation of allowances and compensation of government employees.

11.8 Furthermore, in RO II-CRPIP, legal services in the total amount of P160,000 was paid to a private legal consultant for services rendered from January 2019 to April 2019 without the required approval of the Government Corporate Counsel and COA's concurrence prescribed under COA Circular No. 95-011.

11.9 The above transactions are deemed irregular expenditures as funds were disbursed without conformance with prescribed usages and rules of discipline.

Excessive Expenditures of P2.560 million -

11.10 Paragraph 5.0 of COA Circular No. 2012-003 dated October 29, 2012 defines "excessive expenditures" as an unreasonable expense or expenses incurred at an immoderate quantity and exorbitant price. It also includes expenses which exceed what is usual or proper, as well as expenses which are unreasonably high and beyond just measure or amount. They also include expenses in excess of reasonable limits.

11.11 Reports from CAR and RO IV-B revealed excessive expenditures in the total amount of P2.560 million which also runs counter to the above-mentioned law and COA Circular. Details are shown in Table 24.

Table 24 - Excessive Expenditures

ROs	Amount
CAR	P 1,546,938
IV-B	1,013,002
	P 2,559,940

11.12 In CAR, the Approved Budget for the Contract (ABC) and Contract Cost (CC) of the project CW-Kalinga-01-2018/WATA CIP Ph. 2 are above the COA Evaluation Cost by P0.841 and P0.705 million, respectively.

11.13 Likewise, in RO IV-B, the quantities of food ordered/served during seminars and trainings exceeded the number of actual participants compared with the signed attendance sheets resulting in excessive payment of P205,740. In addition, a total of

P0.807 million was expended for the repairs and maintenance of an outmoded and fully depreciated heavy equipment which was equivalent to 226 per cent of the original cost of P357,120, without due consideration to the 30 per cent maximum allowable limit of the cost of repair based on the current market value as provided for under COA Circular No. 85-55A, as amended by COA Circular No. 2012-003.

Unnecessary Expenditures of P1.539 million -

11.14 Paragraph 4.0 of COA Circular No. 2012-003 dated October 29, 2012 defines “unnecessary expenditures” as an expenditures which could not pass the test of prudence or the diligence of a good father of a family, thereby denoting non-responsiveness to the exigencies of the service. Unnecessary expenditure are those not supportive of the implementation of the objectives and mission of the agency relative to the nature of its operation. This would also include incurrence of expenditure not dictated by the demands of good government, and those the utility of which cannot be ascertained at a specific time. An expenditure that is not essential or that which can be dispensed with without loss or damage to property is considered unnecessary. The mission and thrusts of the agency incurring the expenditures must be considered in determining whether or not an expenditure is necessary.

11.15 Lifted from the MLs of Regions X, IV-B, XII, VI, II-CRPIP and XII-NISRIP, a total of P1.539 million were deemed unnecessary expenditures as shown in Table 25.

Table 25 - Unnecessary Expenditures

RO/Office	Amount
X	P 871,722
IV-B	347,480
NISRIP	189,005
CRPIP	131,000
	P 1,539,207

*NISRIP-National Irrigation Sector Rehabilitation and Improvement Project
CRPIP-Chico River Pump Irrigation Project*

11.16 In RO X, the payment of tax penalties of P0.872 million in CY 2018 could have been avoided had management of LAMISCA IMO acted promptly on the remittances of all taxes due.

11.17 In Region IV-B, the amount that could have been saved for training of P347,480 is computed as follows:

Nature of Expenses	Amount
1. Hotel room accommodation	P 270,300
2. Meals and snacks	241,200
3. Venue	45,000
4. Traveling expense	26,180
5. Van rental	6,000
	<hr/> 588,680
Allowable expenses	241,200
Amount that could have been saved	<hr/> P 347,480 <hr/>

It bears to emphasize that the RO has its own Training Center, a Dormitory and a Canteen inside the NIA Compound where the training could have been conducted. Thus, the amount expended for venue, rooms and traveling expenses of P347,480 could have

been save had prudence been exercised in the preparation and approval of the conduct of said training.

11.18 In Sultan Kudarat Irrigation Management Office (SKIMO) and South Cotabato (SC) IMO of Region XII, 1,640 liters and 1,630 liters or a total of 3,270 liters fuel totaling P167,815 were issued to vehicles which were not among those listed as owned by the IMOs from January to June 2019. Also, a total of P19,874 cost of fuel were issued to six government vehicles that were not owned by the same IMOs. It was further observed in NISRIP - Project Management Office (PMO) that 30 liters of fuel amounting to P1,316 was issued to a private vehicle as the plate number was not among the plate numbers of vehicles owned by the NIA IMOs. There was also no related driver's trip ticket accomplished to this effect.

11.19 In RO II-CRPIP, a canopy and a Bed liner car accessories worth P131,000 were purchased for two leased pick-up trucks, a Toyota Hilux Conquest 2018 and a Toyota Hilux G 2019, respectively, as NIA-RO II is obliged to shoulder minor repairs and accessories of the vehicles. However, with the amount and the length of time these accessories were installed, the COA Audit Team considered the accessories as major accessories hence, contrary to the aforementioned provision of the lease agreement.

11.20 We recommended that Management strictly comply with the provisions of COA Circular No. 2012-003 dated October 29, 2012 on the prevention of irregular, unnecessary, excessive, extravagant and unconscionable expenditures to avoid disallowance of the transaction/s in audit.

11.21 Management commented that the meals and snacks incurred in RO IV-B were incurred in the effort of the management to meet its commitment for CY 2019 which is aligned with the Seven Quality Objectives of the NIA in its Office Performance Commitment and Review. Considering the geographical location of its IMOs, other identified participants were not able to attend in the activity/ies due to other priority matters that needed urgent actions. On the other hand, Management commented that it has no option on the repair of the outmoded heavy equipment in as much as it has no budget to procure a new one. Lastly, Management added that the expenditures of P347,480 which was classified under unnecessary expenditures was incurred in as much as the NIA Training Center and dormitory could no accommodate the participants.

Quick Response Fund and Disaster Risk Reduction Management Fund

12. Expenditures not directly attributable to quick-response activities of P1.439 million were charged against appropriations for Quick Response Fund (QRF) in Region XIII, thereby depleting the stand-by funds for the intended purpose. On the other hand, Region VI did not prepare a Disaster Risk Reduction Management (DRRM) Plan and allocate a budget for DRRM activities and programs, hence could not respond to disaster risk reduction and management which resulted in the loss of construction materials that were damaged by typhoon Ursula worth P96,186. Both are contrary to Republic Act (RA) No. 10121 and its Implementing Rules and Regulations (IRR) and/or the Special Provisions of the General Appropriations Act (GAA).

22.1 Item 9 of the Special Provisions of the General Appropriations Act (GAA) for Fiscal Year (FY) 2016 Section specifically for the NIA provides that:

Subsidy for Quick Response Fund. The amount of Five Hundred Million Pesos (P500,000,000) appropriated herein shall be used for the Quick Response Fund (QRF), which shall serve as a stand-by fund to be used for reconstruction and rehabilitation programs, activities, or projects [PAPs] including prepositioning of goods and equipment in order that the situation and living conditions of people in communities or areas stricken by calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible. In no case shall the QRF be used for pre-disaster activities, or any other purpose not authorized in this act. [Emphasis supplied]

22.2 From CYs 2017 to 2019, NIA received a total of P2.489 billion for DRRMF, P350.216 million of which was released for CY 2019 specifically intended for CAR, RO VIII and the Upper Pampanga River Integrated Irrigation System (UPRIIS). On the other hand, a total of 1.500 billion was received for QRF from CYs 2015-2018 as shown in Table 26.

Table 26 - Receipts and utilizations of DRRMF and QRF Funds

Fund	Receipts			Utilization			Balance
	2015-2018	2019	Total	2015-2018	2019	Total	
DRRMF	2,139,289,193	350,216,000	2,489,505,193	2,128,941,310	191,865,883	2,320,807,193 85.52%	168,698,000
QRF	1,499,920,613	-	1,499,920,613	1,493,493,784	3,769,829	1,497,263,613 99.82%	2,657,000

22.3 Of the total DRRMF and QRF allocation for CYs 2015 to 2019 of P2.489 billion and P1.500 billion, respectively, a total of P2.321 billion or 85.52 per cent and P1.497 billion or 99.82 per cent, respectively, were utilized, leaving a balance of P168.698 million and P2.657 million as at year-end.

22.4 Audit of expenditures charged against the QRF and DRRMF lifted from the Management Letters (MLs) of ROs disclosed observations that are discussed in the succeeding paragraphs.

QRF

22.5 In CY 2019, P1.439 billion disbursements that are not directly attributable to quick response activities were charged against QRF as reported in the ML of RO XIII. These expenditures consisted mostly of traveling expenses of personnel, fuel and oil, cash advances for travels, materials and other miscellaneous expenses for the opening program of the NIA anniversary, workshop for budget proposal, registration fees, office supplies, meals and accommodations, IT/Communication/Office Equipment, plane fare, and construction supplies are considered not pertinent to the QRF PAPs.

22.6 The utilization of QRF for expenditures not directly attributable to quick response activities contravened the purpose for which the fund was established as mandated

under RA No. 10121 and Item 9 of the Special Provisions of the GAA for FY 2016 GAA for NIA aside from depleting the stand-by fund for reconstruction and rehabilitation of PAPs, which QRF was established.

DRRMF

22.7 In CY 2019, RO X funded a total of P6.269 million out of the DRRMF for the repair and rehabilitation of damaged irrigation systems by typhoon Falcon in the Province of Lanao del Norte. However, audit disclosed that no details as to the breakdown/nature of expenses was indicated to support the validity of the transactions/disbursements out of the said fund.

22.8 We emphasize the provision of Section 4(6) of PD No. 1445 that claims against government funds shall be supported with complete documentation.

22.9 In addition to observations noted on the implementation of DRRMF, RO VI was not able to prepare DRRM Plan and allocate a budget for DRRM activities and programs. Consequently, Management was not able to respond when Typhoon Ursula hit the Province of Aklan on December 25, 2019 which damaged to 363 bags of cement worth P96,186 supposedly intended for five communal irrigation system in the Aklan-Capiz Irrigation Management Office (ACIMO).

22.10 It should be noted that the formulation of a DRRM Plan is crucial as it will serve as a guide for preventive measures and will address mitigation, preparedness, response, rehabilitation and recovery in cases of calamities to prevent or reduce disaster risk.

22.11 Lastly, it is worthy to mention that RO IX complied with last year's audit recommendation by preparing their CY 2019 DRRM Plan aligned with the DRRM of NIA CO.

22.12 **We recommended Management to:**

- a. Direct the Management of RO XIII to return the funds utilized for non-QRF activities and henceforth, instruct the ROs to refrain from using the DRRMF/QRF on PAPs that do not directly address calamity-related risks and scenarios.**
- b. Require RO X to submit to the COA Audit team the detailed breakdown of the 6.269 million disbursements funded out DRRMF to support the validity of the transactions disbursed out of the fund in compliance with Section 4(6) of PD No. 1445 to avoid suspension or further disallowance in audit; and**
- c. Direct the ACIMO to prepare DRRMF Plan aligned with the Plan in the NIA-CO as a roadmap for courses of actions before, during, and after calamities/disasters and guide in monitoring and evaluating the implementation of DRRM-related PAPs.**

22.13 Management commented that it will require concerned ROs to comply with the recommendations.

GENDER AND DEVELOPMENT (GAD)

13. NIA registered a low utilization rate of 35.04 per cent or only P2.400 billion and non-attribution of its budget allocation for GAD of P6.851 billion for Calendar Year 2019. Moreover, other issues include the absence of GAD database as basis for formulation of GAD programs, actions and projects, non-submission to the Philippine Commission on Women of GAD Budget and Plan resulting in non-endorsement by the PCW to the Department of Budget and Management (DBM), non-compliance with the 5 per cent mandated budget allocation for GAD, and non-submission of GPB and GAD Accomplishment Report to the COA Audit Team for review, contrary to the PCW-National Economic Development Authority-DBM Joint Circular No. 2012-01 and PCW Memorandum Circular No. 2017-03.

13.1 The Philippine Commission on Women-National Economic Development Authority-(PCW-NEDA)-DBM Joint Circular No. 2012-01 prescribed the guidelines and procedures for the formulation, development, submission and implementation monitoring and evaluation including accounting on the results of the agency's GADs Budget and Plan (GPBs) and GADs Accomplishment Report (GARs)

13.2 Item 3.2 of the same Circular provides that "GAD planning and budgeting shall be conducted annually as part of all programming and budgeting exercises of agencies."

13.3 Moreover, Item 3.5 provides that:

The Agency GAD Focal Point Systems (GFPS) shall take the lead in mainstreaming gender in agency PAPs. As such they shall coordinate the preparation of the agency GPB and the GAD AR, monitor its implementation and report on its results. In the process, they shall provide technical assistance to offices or units within their agency on gender mainstreaming. To enable them to perform their roles, it is important that GFPS members are provided with the required gender capacity, such as the application of gender analysis tools.

13.4 Audit of GADs implementation for CY 2019 disclosed observations that are discussed in the succeeding paragraphs.

*Low utilization rate of 35.04 per cent or only
P2.400 billion out of NIA's budget allocation
for GAD of P6.851 billion for CY 2019 -*

13.5 Item 2.3 of the Joint Circular provides that "pursuant to the [Magna Carta for Women] and the General Appropriations Act (GAA), all government departments, including xxx government-owned and controlled corporations xxx shall formulate their annual GPBs within the context of their mandates to mainstream gender perspectives in their policies, programs and projects. GAD planning shall be integrated in the regular activities of the agencies, the cost of implementation of which shall be at least five per cent (5%) of their total budgets."

13.6 Sec. 32 of the General Provisions of the General Appropriations Act (GAA) of 2019 provides that all agencies of the government shall formulate a Gender and Development (GAD) Plan designed to address gender issues within their concerned sectors or mandate and implement applicable provisions under Republic Act (RA) No. 9710 or the Magna Carta of Women, Convention on the Elimination of all Forms of Discrimination Against Women, the Philippine Plan for Gender-Responsive Development (1995-2025) and the Philippine Development Plan (2017-2022).

13.7 During the year, the DBM approved NIA's Corporate Operating Budget (COB) in the total amount of P41.909 billion. Of this budget, the consolidated allocation for GAD was P6.851 billion or 16.35 per cent of the total COB, thus compliant with the five per cent allocation requirement. However, the consolidated GAR revealed that NIA had only 35.04 per cent utilization rate based on the Programs, Actions and Projects (PAPs) implemented in CY 2019, as shown in Table 27.

Table 27 - GAD budget allocation versus actual utilization

Offices	Budget allocation (a)	Actual utilization (b)	Utilization rate (%) c = b/a
CO	P 1,700,000,000	P 272,400,615	16.02
CAR	156,680,000	142,067,534	90.67
Region I	1,997,591,310	104,013,851	5.21
Region II	114,884,495	155,257,940	135.14
Region III	39,548,500	22,297,507	56.38
Region IVA	221,118,000	161,971,029	73.25
Region IVB	69,725,500	128,955,016	184.95
Region V	75,421,250	77,672,472	102.98
Region VI	306,760,300	345,366,183	112.59
Region VII	71,200,950	54,797,698	76.96
Region VIII	76,893,250	61,906,076	80.51
Region IX	128,720,000	81,891,336	63.62
Region X	78,029,700	85,604,556	109.71
Region XI	2,817,000	977,000	34.68
Region XII	1,580,700	940,932	59.53
Region XIII	759,740,105	227,443,678	29.94
NIA-NOIMO	99,648	118,098,330	118515.50
IMOs/PMOs*	1,050,164,341	358,676,991	34.15
	P 6,850,975,049	P 2,400,338,744	35.04

*PMOs include UPRIIS, BBMP, CRPIP, LARISIP and MARIIS

13.8 The low utilization rate can be attributed to the non-attribution of its budget allocation. Other causes such as: (a) the inadequate formulation and monitoring of implementation owing to the non-submission of GPB and GAR to PCW and (b) the absence of GAD database, among others, which are discussed in the succeeding paragraphs. It bears to emphasize however, that compared to last year's utilization rate of 26.22 per cent, it increased by 8.82 per cent or 35.04 per cent during the year.

13.9 In CO, NIA was able to implement only a few of its GPB as revealed in the GAD AR such as conduct of information dissemination through various orientation activities on Irrigation Association (IA) programs and activities to women in local communities.

13.10 In RO III, various planned activities with allocated budget of P1.890 million were not implemented during the year. It was also observed that some programs exceeded their specific allocated budget totaling to P105,000.

13.11 The GPB in RO IVA included infrastructure projects amounting to P220.090 million that is subject to GAD attribution based on the Harmonized Gender and Development Guidelines (HGDG). However, specific gender issues were not clearly identified and justified to be considered in the GPB.

13.12 Budget allocation for GAD in RO V did not comply with the 5 per cent requirement because the GPB was not adjusted to conform with the final budget of NIA which is sourced from both the COB and GAA resulting in the under-allocation of P7.552 million. Further, actual utilization of P77.672 million could not be verified because of the absence of supporting documents for the P0.990 million charged as direct GAD cost. Furthermore, the identified irrigation projects subject to GAD attribution amounting to P73.834 million were not among those being implemented in CY 2019 as per Engineering and Operations Division (EOD) Report, proper procedure of attribution was not followed, mathematical computation was incorrect, and accomplishments were not supported with documents.

13.13 In RO VII, Management implemented GAD PAPs amounting to P1.216 million and attributed P53.581 million to GAD while RO IX incurred actual expenditure of P81.125 million for three projects that were also attributed to GAD.

13.14 In RO XI, P2.817 million was allotted for client-focused and organization-focused activities but only P0.977 million or only 35 percent of the total budget was actually spent per GAD GAR. The GAD Focal Person explained that they were not able to implement the GAD PAPs due to budget constraints, difficulty in inviting resource persons and time limitations due to workloads.

13.15 In UPRIIS, infrastructure projects which were attributed to GAD in the amount of P155.544 million based on the HGDG were found to be gender-responsive. A copy of the result of the evaluation duly certified by the GFPS and approved by the Division Managers was submitted to the COA Audit Team.

13.16 In Negros Occidental Irrigation Management Office (NOIMO), P99,648 was allocated for GAD which was not compliant with the 5 per cent requirement. GAD AR however reported P118.098 million utilization which arose from direct cost amounting to P0.605 million and attributed cost of P117.493 million from infrastructure projects.

Non-submission of the reviewed/endorsed and approved GAD Plan and Budget, and Gender Mainstreaming Monitoring System (GMMS) authenticated and bar-coded GAR Report for FY 2019 -

13.17 Item 8.2 of the PCW-NEDA-DBM Joint Circular No. 2012-01 on the Guidelines for the Preparation of Annual GPBs and GARs to implement the Magna Carta of Women, states that:

The GFPS [GAD Focal Point System] of the agency shall review all submitted GPBs and as needed, provide comments or recommendations for revision. Agency review of GPBs shall focus on the alignment of the GAD plan with the GAD agenda and the correctness and alignment of the entries in each column of the GPB template, e.g. if the proposed activities respond to the identified gender issue or cause of the issue, the issues are correctly identified or formulated, if there are clear indicators and targets, if the proposed budget is realistic, if the number of proposed activities are doable within the year, among others. The GFPS shall then submit the final GPBs and the corresponding GAD ARs to PCW for review and endorsement to DBM.

13.18 Likewise, Item 1.2.3.3.2 of PCW MC No. 2017-03 dated September 29, 2017, preparation and online submission of FY 2019 GPB and FY 2017 GAR and other matters provides that:

PCW-endorsed GPBs shall be authenticated by the Gender Mainstreaming Monitoring System (GMMS) with a barcode. Concerned agencies shall print the endorsed GPB for signature of their agency head and submit signed copies to PCW and their respective COA Audit team within 5 working days from endorsement.

13.19 In addition, Item 1.4 of the same PCW MC prescribes schedule of preparation, submission, and review of FY 2019 GPB as shown in Table 28.

Table 28 - Timelines for the Preparation, Submission and Review of FY 2019 GPB

October 01-15, 2017	<i>Agencies, upon receipt of this Memorandum Circular, shall notify their constituent units of the start of the preparation of their FY 2019 GPB and FY GAD AR.</i>
October 2 - December 30, 2017	<i>Agencies and/or their regional offices prepare their annual GPBs.</i>
January 31, 2018	<i>Deadline of Submission to PCW thru GMMS of FY 2019 GPBs of the ARMM, GOCCs receiving budgetary support from the National Government and other government instrumentalities, and for central offices and CHED regional offices to submit to PCW thru GMMS the reviewed FY 2019 GPBs of their regional offices or concerned SUCs, respectively.</i>
January 31, 2018	<i>Deadline of submission to PCW thru GMMS of FY 2017 GAD ARs</i>
January to March 2018	<i>a. PCW reviews submitted GPBs and GAD ARs; b. Agencies and/or their regional offices shall resubmit their GPBs if there are revisions to be made c. PCW endorses acceptable GPBs d. Concerned agencies submit their endorsed FY 2019 GPB and FY 2017 GAD AR as attachment to their agency budget proposal in accordance with schedule prescribed by DBM.</i>

13.20 In CO, review of the GPB for FY 2019 as shown in the tracking information from GMMS disclosed that submission was 39 days delayed. Inquiry revealed that NIA requested from the PCW for 45 days extension of submission due to other equally important year-end reports to other oversight government agencies. However, there was no approval from the PCW submitted to the COA Audit Team on the matter. They also

claimed that the delay was attributable to the poor and slow internet connection in other ROs.

13.21 The FY 2019 GPB though repeatedly submitted by NIA CO was not finally reviewed by the PCW since said report is still under revision as of June 24, 2020. Henceforth, the same was not endorsed to the DBM contrary to PCW-NEDA-DBM Joint Circular No. 2012 and Item 1.4 of PCW MC No. 2017-03.

13.22 On the other hand, the FY 2019 GAR of NIA CO submitted to the COA Audit Team was still in draft status despite deadline of submission on February 28, 2020, thus runs counter to the provision of Item 1 of PCW MC No. 2020-01 dated January 30, 2020.

13.23 The non-submission of the reviewed/endorsed and approved GPB, and GMMS authenticated and bar-coded GAR for FY 2019 showed no assurance on the conduct of assessment on the gender-responsiveness of the planned PAPs undertaken by NIA during the year.

13.24 In RO V, it was revealed that the GPB and GAD AR were submitted to the NIA CO as well as uploaded in the GMMS of PCW. However, review of the submitted GPB for CY 2019 prepared by the GAD Focal Person did not bear the barcode which served as the authentication and endorsement by PCW. Also, no documentation or proof was presented that it was indeed submitted to PCW thru GMMS and that it was reviewed by the GFPS of NIA CO. As a result, the proposed budget for GAD was unrealistic and the gender-responsiveness of the planned GAD Programs, Actions and Projects (PAPs) undertaken by the NIA RO V in CY 2019 could not be ascertained.

Other issues -

13.25 The other issues on the implementation of GAD in the ROs/PMOs is presented in Table 29.

Table 29 - Other issues noted in ROs/PMOs

Region/Office	Issues
II and MARIIS	- Management has not created nor established a GAD Database for employees and clients which should consist of gender statistics, age- and sex-disaggregated data, and other relevant disaggregated information. The Administrative Services Chief explained that they have not received any instructions from NIA CO regarding the establishment of GAD database.
CRPIP	- Management did not also establish its GAD database as the agency has no information on gender statistics and sex-disaggregated data. Inquiry with the GAD Focal Person disclosed that they prepared their FY 2019 GPB using the GPBs of other NIA offices as benchmark due to lack of necessary training in preparing GPB, AR, and other reports.
IV-A	- GAD AR was not submitted to the Audit Team within the prescribed period as stated in Item V, COA Circular No. 2014-001 dated March 14, 2015, thus, GAD PAPs could not be evaluated as to efficiency and effectiveness.
VIII	- PCW-reviewed and approved GPB for FY 2019 and endorsed to the DBM was not submitted to the COA Audit Team. Further, no GAD AR was submitted despite repeated requests made to Management. The assessment on the gender-responsiveness of the planned GAD PAPs was not assured due to the non-submission, casting doubt on the validity of the programmed/planned PAPs.

Region/Office	Issues
II and MARIIS	- Management has not created nor established a GAD Database for employees and clients which should consist of gender statistics, age- and sex-disaggregated data, and other relevant disaggregated information. The Administrative Services Chief explained that they have not received any instructions from NIA CO regarding the establishment of GAD database.
CAR	- PCW-endorsed GPB for CY 2019 was not submitted to the COA Audit Team. The corresponding GAD AR was not also submitted to the Audit Team within the prescribed period under the said regulation. The non-submission deferred audit action on ascertaining whether GAD PAPs were in accordance with the GPB.
<i>MARIIS-Magat River Integrated Irrigation System; CRPIP-Chico River Irrigation Pump Irrigation Project</i>	

13.26 The absence of develop database in RO II, containing GAD information to include gender statistics and age- and sex-disaggregated data that have been systematically produced/gathered, regularly updated to serve as inputs or bases for planning, programming, and policy formulation is contrary to Section 37.D, Rule VI of the Implementing Rules and Regulations of RA No. 9710.

13.27 In addition, the non-submission of the approved GBP and GAR to the COA Audit Team runs counter to Item V of COA Circular No. 2014-001 dated March 18, 2014.

13.28 We recommended that Management:

- a. **Direct the NIA CO and ROs to submit their GPBs and GARs to PCW on time for review and endorsement to the DBM pursuant to existing regulations to ensure that approved GPB for GAD activities are carried out as planned during the year;**
- b. **Develop its GAD database to ensure that all GAD projects and activities identified and undertaken are responsive to the gender issues and concerns of the agency and NIA clients;**
- c. **Ensure that: (i) proper procedure for attribution is observed based on the actual cost of specific major programs or projects actually implemented for the year in accordance with the Harmonized Gender and Development Guidelines (HGDG); (ii) full implementation of the PAPs presented in the GAD Plan; (iii) utilization of the GAD budget while at the same time fully comply with the PCW-NEDA-DBM Joint Circular No. 2012-01 and other relevant laws, rules and regulations is maximize; and (iv) specific budget allotment per activity as stated in the approved GPB for the year is properly observe to prevent excess disbursements; and**
- d. **Attach in the GAR complete supporting documents including list of the conducted activities/projects with corresponding cost, JEV/DV numbers, as well as copies of HGDG tools administered to facilitate easy verification.**

13.29 The GAD CO Focal Person commented that it shall continuously observe close coordination with NIA ROs regarding the timely submission of documents. She also added to remind the NIA ROs and PMOs to observe the proper procedure for attribution based on the actual cost of specific major programs or projects actually implemented in accordance with HGDG, full implementation of the PAPs presented in the GAD Plan,

utilization of the GAD Budget per activity as stated in the approved GPB for the year to prevent excess disbursements in compliance with the PCW-NEDA-DBM Joint Circular No 2012-01. Finally, to instruct the ROs and PMOs to attach in the GAR the complete supporting documents including the list of conducted activities/projects with corresponding cost, JEV/DV Numbers as well as copies of HDG tools administered to facilitate verification.

COMPLIANCE WITH TAX LAWS

14. Taxes withheld in prior and current years totaling P123.491 million remained unremitted to the Bureau of Internal Revenue in CO, 12 ROs, MARIIS, ARISEP, UPRIIS and JRMP II as at December 31, 2019 contrary to Section 272 of the Internal Revenue Code of 1997 and Revenue Regulation No. 2-98. Moreover, penalties and surcharges amounting P0.872 million was paid to the BIR due to late remittance of taxes in RO X.

14.1 Section 272 of the Internal Revenue Code of 1997 states that:

Every officer or employee of the Government of the Republic of the Philippines or any of its agencies and instrumentalities, its political subdivisions, as well as government-owned or controlled corporations, xxx, under the provisions of this Code or rules and regulations promulgated thereunder, is charged with the duty to deduct and withhold any internal revenue tax and to remit the same in accordance with the provisions of this Code and other laws. Xxxx.

14.2 Also, Section 2.81 of the Revenue Regulation (RR) No. 2-98, as amended by Section 5 of RR No. 10-2008 provides that:

In general, the employer shall be responsible for the withholding and remittance of the correct amount of tax required by deducting and withholding from the compensation income of his employees. If the employer fails to withhold and remit the correct amount of tax, such tax shall be collected from the employer together with the penalties or additions to the tax otherwise applicable.

14.3 The NIA partially complied with the regulations of the Bureau of Internal Revenue (BIR) on the withholding and remittances of taxes, in view of the following:

a. Taxes withheld in prior and current years' in the total amount of P123.491 million were not remitted within the reglementary period in CO, 12 ROs, MARIIS, ARISEP, UPRIIS and JRMP II, respectively. Details are shown in Table 30.

Table 30 - Unremitted Withholding Taxes as at December 31, 2019

Office	CF	SF	GF	Total
III	P 24,958,014	P -	P -	P 24,958,014
UPRIIS	16,801,612	-	-	16,801,612
XIII	16,462,376	-	-	16,462,376
VI	7,771,114	-	7,335,531	15,106,645
CAR	23,614	23,567	8,702,460	8,749,641

Office	CF	SF	GF	Total
CO	* 6,901,933	-	* 1,423,097	8,325,030
IV-A	6,746,501	-	-	6,746,501
VIII	1,753,441	-	4,107,285	5,860,726
XI	3,369,068	1,454,545	88	4,823,701
I	4,101,954	-	-	4,101,954
II	3,585,066	-	-	3,585,066
V	1,647,473	865,881	-	2,513,354
ARISEP	1,903,930	-	-	1,903,930
MARIIS	1,177,701	-	-	1,177,701
XVI	894,787	-	-	894,787
IV-B	821,916	-	-	821,916
JRMP II	88,487	-	569,198	657,685
	P 99,008,987	P 2,343,993	P 22,137,659	P 123,490,639

UPRIIS-Upper Pampanga River Integrated Irrigation System JRMP II-Jalaur River Multipurpose Project
ARISEP-Agno River Irrigation System Extension Project

b. Compared to last year's unremitted amount of P151.541 million, the amount decreased by P28.050 million or 18.51 per cent during the year, leaving an unremitted amount of P123.491 million. The amounts of P6.902 and P1.423 million under CF and GF represent prior years' balances which were not aged and without details which remittance due dates and detailed composition of line items such as Expanded Withholding Tax, Franchise Tax, Final Tax, Withholding Tax, among others, were not disclosed. In addition, the P1.423 million in CO under the GF account had been non-moving from three to seven years. Further, detailed schedules and other supporting documents were not prepared and provided by the CO despite several requests made by the COA Audit Team.

c. In RO X, a total of P0.872 million was imposed for penalties and surcharges by the BIR due to delayed remittance of taxes withheld. We emphasize that penalties and interest are personal liabilities of the officials and employees who failed to remit the taxes pursuant to National Internal Revenue Code of 1997, otherwise known as Republic Act No. 8424 dated January 1, 1998.

d. Moreover, the balances of the Due to BIR in the 12 ROs pertained to prior years which are no longer supported with documentation.

14.4 The delays in the remittances of taxes withheld deprived the government of revenue aside from the possibilities that NIA might be charged with penalties, interests and surcharges due to non/delayed remittances of taxes withheld.

14.5 We reiterated our previous year's audit recommendations that Management direct the concerned ROs to exert utmost efforts in analyzing the unremitted taxes and remitting all taxes withheld to the BIR within the deadline to avoid incurrence of interests, penalties and surcharges. We further recommended that Management identify the personnel who incurred or caused the delay/late remittances of the taxes withheld in RO X and direct them to refund to NIA the amount paid to the BIR of P0.872 million.

14.6 Management commented that some ROs already remitted their Due to BIR while others are still in the process of reconciling the Due to BIR accounts. It assures that all

taxes withheld in the current year were remitted to the BIR and added that there are no open cases of NIA CO with the BIR.

14.7 The concerned COA Audit Teams shall validate the remittances made to the BIR.

COMPLIANCE WITH GSIS, HDMF AND PHIC LAWS/REGULATIONS

15. **Remittances in RO XIII and CO of GSIS, Pag-IBIG and PhilHealth employer/employees' contributions and loan amortizations in the total amount of P1.844 million were late contrary to Republic Act (RA) No. 8291 or the GSIS Law, RA No. 9679 or the 2009 HDMF Law and RA No. 10606 or the 2013 National Health Insurance Act/PhilHealth consequently, interest/surcharges totaling P10,197 were imposed in RO XIII. Moreover, prior years' employer/employees share totaling P8.507 million remained unremitted in six ROs, MARIIS and JRMP as at December 31, 2019.**

15.1 RA No. 8291, the GSIS Law, requires the employer to remit directly to the GSIS the employees' and employer's contributions within the first 10 days of the calendar month following the month to which the contributions apply. The remittance by the employer of the contributions to the GSIS shall take priority over and above the payment of any and all obligations, except salaries and wages of its employees. Accordingly, the Law further provides that agencies which delay the remittance of any and all monies due to GSIS shall be charged interests as may be prescribed by the Board, but not less than two per cent simple interest per month. Such interest shall be paid by the employers concerned.

15.2 Likewise, Section 3 of Rule VII of RA No. 9679, the 2009 HDMF Law, provides, among others, that all employers shall remit to the Pag-IBIG their contributions and the contributions of their covered employees as well as the latter's loan amortizations or payments; penal sanctions shall be imposed upon the employers who fail to include the payment of contributions on time, or delay the remittance of the required contributions; and the heads of offices and agencies shall be administratively liable for non-remittance of the required contributions to the Pag-IBIG.

15.3 Also, Item 4 of HDMF Circular No. 275 dated January 22, 2010 provides that the employer shall remit the required monthly employer and employee contributions to the nearest Pag-IBIG branch or its acquired collecting banks in accordance with the following remittance schedule:

First Letter of employer's name	Due date
A to D	10 th to 14 th day of the month following the period covered
E to L	15 th to the 19 th day of the month following the period covered
M to Q	20 th to the 24 th day of the month following the period covered
R to Z, Numeral	25 th to the end of the month following the period covered

15.4 Further, the same Item of the said HDMF Circular provides that failure of the employer to pay or remit the contributions on the prescribed schedules, the employer shall be charged a penalty equivalent to 1/10 of 1 per cent per day of delay of the month

due starting the first day immediately following the due date until the date of full settlement.

15.5 On the other hand, Section 18.a of RA No. 10606 or the 2013 National Health Insurance Act and its IRR states that:

The monthly premium contribution of employed members shall be remitted by the employer on or before the date prescribed by the Corporation.

15.6 PhilHealth Circular (PC) No. 0001, s. 2014, dated January 9, 2014 prescribes the revised payment schedule for the applicable month starting March 2014 onwards for all government and private employers, as follows:

Existing		New Payment Schedule
Every 10 th day of the month following the applicable period	Employers with *PENs ending in 0-4	Every 11 th -15 th day of the month following the applicable period
	Employers with PENs ending in 5-9	Every 16 th – 20 th day of the month following the applicable period

15.7 Moreover, PC No. 2016-0034 dated December 9, 2016 further provides that interests and/or surcharges for late payments by employers both in the government and private sectors shall be equivalent to two per cent of principal amount or P200.00 whichever is higher, compounded monthly based on the number of months delayed. Also, a fraction of a month shall be computed as one whole month delayed; i.e. premium contribution delayed for 1 day shall already be considered a delay for one month.

15.8 The CO and ROs partially complied with the aforementioned requirements of the GSIS, Pag-IBIG and PhilHealth laws/regulations on the remittances of employees' and employer's contributions, in view of the following:

a. In CY 2019, remittances of employer and employee contributions and/or loan payments/amortizations by CO and RO XIII to GSIS, Pag-IBIG, PhilHealth totaling P1.844 million were late. Compared to last year's unremitted amount of P2,717 million, the amount decreased by P0.872 million or 32.15 per cent. Details of remittances and number of days/months delayed are shown in Table 31.

Table 31 - Late remittances to GSIS/Pag-IBIG/PhilHealth for CY 2019

Office	GSIS	Pag-IBIG	PhilHealth	Total Amount	Days/months Delayed
XIII	P -	P 1,324,761	P 489,664	P 1,814,425	1 to 87 days
CO	25,219	-	4,583	29,802	1 to 99 days
	P 25,219	P 1,324,761	P 494,247	P 1,844,227	

b. In RO XIII, Surigao del Sur IMO, PhilHealth imposed interests/surcharges totaling P10,197 of which P9,579 of which pertained mostly to monthly delay in remitting premium contributions in CY 2019 while P617 was imposed by Pag-IBIG due to late remittances in October 2019.

c. In six ROs, MARIIS and JRMP II, prior year's premium contributions to GSIS, Pag-IBIG and PhilHealth amounting to P8.507 million remained unremitted as at December 31, 2019. The unremitted balances pertained to prior year's transactions, thus subject to further verification and reconciliation of Management, as presented in Table 31.

**Table 31 - Unremitted Prior Years' Contributions
to GSIS, Pag-IBIG and PhilHealth by ROs as at December 31, 2019**

RO/Office	GSIS	Pag-IBIG	PhilHealth	Amount
I	P 2,409,350	P 67,988	P 22,143	P 2,499,481
XI	330,914	173,682	90,226	594,822
MARIIS	2,425,619	1,371,064	168,699	3,965,382
IV-A	829,186	-	-	829,186
II	307,183	30,989	36,045	374,217
CAR	26,417	13,682	46,082	86,181
JRMP II	50,169	66,238	-	116,407
V	-	41,152	-	41,152
	P 6,378,838	P 1,764,795	P 363,195	P 8,506,828

d. It bears to emphasize that prior years' unremitted amount of P5.929 million increased by P2.578 million or 30.30 per cent compared to P8.507 million as at year-end. These is attributed to the increased in the number of ROs which stood to seven and one system compared to four ROs only last year.

e. The unremitted amounts in RO I of P2.499 million were balances mostly from IMOs which Management claimed to have been caused by errors in recording.

f. In RO XI, the prior years' unremitted amount was due to unrecorded remittances which cannot be identified due to absence of supporting detailed schedule. Also, there was no reconciliation of the Due to GSIS, Pag-IBIG and PhilHealth accounts between the RO Accounting Section and IMOs Accounting Section.

g. In MARIIS, no aging, details and schedules were provided to the COA Audit Team to support the prior years' unremitted amounts.

h. In RO IV-A, of the Due to GSIS account balance of P1.889 million in CY 2018, only P1.060 million or 56.10 per cent was remitted in January 2019 leaving a balance of P0.829 million which was the same unremitted amount in CY 2018 due to absence of Subsidiary Ledger.

i. In RO II, the unremitted amount totaling P374,217 are carried over balances from CY 2018 which was not fully remitted during the current year.

j. The unremitted amount in CAR pertain to Fund 101 and subject to on-going reconciliation by Management.

k. In JRMP II, the amount of P116,417 remain unremitted to the GSIS and Pag-IBIG as at year end.

l. In RO V, the Due to Pag-IBIG account are carried over unadjusted reconciling items for prior and current year balances.

m. Records further showed that the Due to GSIS, Pag-IBIG and PhilHealth account included negative/abnormal balances in the total amount of P84,808, presented in Table 33.

Table 33 - Offices with Negative/Abnormal Balances

Office	GSIS	Pag-IBIG	PhilHealth	Total
CO	P 9,322	P 1,738	P 1,667	P 12,727
V	15,654	1,337	-	16,991
VI	927	54,163	-	55,090
	P 25,903	P 57,238	P 1,667	P 84,808

n. The negative/abnormal balances consequently understated the account balance by P84,808 as at December 31, 2019. Although the amount is immaterial, nonetheless casts doubt on the reliability and accuracy of the account balance as at year-end.

15.9 The delays in the remittances to GSIS, Pag-IBIG and PhilHealth of contributions/premiums and loan amortizations would result in unnecessary cash outflows and additional expenses due to imposition of interest, penalties and surcharges. Likewise, claims/benefits of employees may be affected due to errors in remittances to the aforementioned Agencies.

15.10 We recommended that Management require the Accounting Division/Section of CO and concerned ROs to:

a. Remit employer/employees' contributions in accordance with the provisions of RA No. 8291 or the GSIS Law, RA No. 9679 or the 2009 HDMF Law and RA No. 10606 or the 2013 National Health Insurance to avoid imposition of interest and surcharges by the agencies. In addition, hold the concerned employee/s responsible for late remittances to the Pag-IBIG and PhilHealth and require them to refund the interests/surcharges paid for late remittances of contributions to the aforementioned agencies;

b. Remit immediately the prior years' employer/employee contributions and loans payments to GSIS, Pag-IBIG and PhilHealth amounting to P8.507 million to avoid interests, penalties and surcharges;

c. Analyze the abnormal/negative balances of the Inter-Agency Payable Due to GSIS, Pag-IBIG and PhilHealth accounts to ensure correctness of their balances as presented in the financial statements as at year-end.

15.11 Management commented that the contribution/premiums and loan amortizations were already remitted to the GSIS, Pag-IBIG and PhilHealth. They also added that they were already issued Certificate of Compliance for CY 2019 from the GSIS.

15.12 The concerned COA Audit Teams shall validate the remittances made to the said government corporations.

SUMMARY OF UNSETTLED AUDIT DISALLOWANCES, CHARGES AND SUSPENSIONS

16. As at December 31, 2019, for all funds, i.e. General, Corporate and Special, total unsettled audit disallowances and charges amounted to P3.282 billion and P2.364 million, respectively; while unsettled audit suspensions totalled P1.427 billion and US\$3.864 million. Of the total 842 Notices of Disallowance (NDs), 230 with NFDs and COEs; 63 for issuance of NFDs and COEs; 58 were affirmed and were issued decisions by the Director; 313 are with appeal memorandum; 44 are within the appeal period; and 134 for Petition for Review. The details and status are presented in Annexes B, C and D, Part IV of this Report.

Table 35 - Unsettled Audit Disallowances, Suspensions and Charges

a. Unsettled Notices of Disallowance (NDs)

Office/RO	NDs with NFDs and/or COEs	NDs for issuance of NFDs and COEs	NDs with decisions	NDs with appeal memoranda	NDs within the appeal period	NDs with Petition for Review	Total
General Fund:							
Central Office	P10,065,851	P116,591	P99,864,850	P2,124,279,911	P -	P -	P2,234,327,203
CAR	32,320	259,210	348,817	364,809	-	-	1,005,156
I	73,635	-	351,000	-	-	-	424,635
II	-	157,513	-	214,438	-	-	371,951
III	-	-	-	6,843,900	-	-	6,843,900
IV-A	-	-	-	-	-	90,000	90,000
VI	1,201,904	-	-	1,122,000	-	-	2,323,904
VII	-	47,226	-	507,038	-	-	554,264
VIII	-	840	-	-	-	-	840
X	293,464	-	-	-	-	-	293,464
XI	80,901	-	-	-	-	-	80,901
XII	475,000	-	-	-	-	-	475,000
XIII	2,592,419	-	-	1,064,017	-	-	3,656,436
	4,749,643	464,789	699,817	10,116,202	-	-	16,120,451
	14,815,494	581,380	100,564,667	2,134,396,113	-	90,000	2,250,447,654
Corporate Fund:							
Central Office	P7,205,215	P133,796,655	P5,523,198	P138,186,798	P -	P27,238,590	P311,950,456
CAR	4,353,503	-	7,183,721	7,499,608	503,929	-	20,485,188
I	310,000	945,000	13,313,398	12,955,940	448,213	-	27,972,551
II	2,835,714	-	9,585,494	-	479,906	133,240,449	146,141,563
III	14,065,371	-	1,196,532	156,289,998	-	89,794,742	261,346,643
IVA	-	-	-	-	-	8,095,095	8,095,095
IVB	103,053	-	1,864,592	4,530,729	-	10,873,478	17,371,852
V	-	-	-	5,811,180	-	-	5,811,180
VI	279,937	-	821,397	65,248,269	49,098	-	66,398,701
VII	-	96,663	-	-	152,405	22,213,517	22,462,585
VIII	11,111,984	-	-	29,413,529	-	-	40,525,513
X	4,659,142	-	-	24,776,389	10,899,690	2,488,750	42,823,971
XI	6,563,907	-	-	-	17,680,317	-	24,244,224

Office/RO	NDs with NFDs and/or COEs	NDs for issuance of NFDs and COEs	NDs with decisions	NDs with appeal memoranda	NDs within the appeal period	NDs with Petition for Review	Total
XIII	-	19,280,783	8,966,750	1,064,016	1,448,114	1,877,250	32,636,914
	44,282,611	20,322,446	42,931,884	307,589,659	31,661,672	269,527,708	716,315,980
	51,487,826	154,119,101	48,455,082	445,776,457	31,661,672	296,766,298	1,028,266,436
Special Fund:							
Central Office	P443,589	P -	P518,604	P538,069	P -	P -	P1,500,262
CAR	28,000	-	-	-	1,195,185	-	1,223,185
I	-	-	-	117,000	-	-	117,000
IVA	-	-	-	-	90,000	60,000	150,000
VI	84,255	3,169	-	298,000	-	-	385,424
XI	29,909	13,729	240,076	-	15,120	-	298,834
XIII	-	2,281	-	-	-	-	2,281
	142,164	19,179	240,076	415,000	1,300,305	60,000	2,176,724
	585,753	19,179	758,680	953,069	1,300,305	60,000	3,676,986
	66,889,073	154,719,660	149,778,429	2,581,125,640	32,961,977	296,916,298	3,282,391,076

b. Unsettled Notices of Charge (NCs)

Office/RO	NCs with NFDs and/or COEs	NCs for issuance with NFDs and COEs	NCs with decisions	NCs with appeal Memoranda	NCs within the appeal period	Total
General Fund:						
Central Office	P -	P -	P -	P 1,200,000	P -	P 1,200,000
Corporate Fund:						
II	17,660	-	-	-	-	17,660
VI	10,244	-	-	-	-	10,244
X	-	509,261	-	-	437,360	946,621
	27,904	509,261	-	-	437,360	974,525
Special Fund:						
I	-	-	-	189,892	-	189,892
	P 27,904	P509,261	P -	P 1,389,892	P 437,360	P 2,364,417

c. Unsettled Notices of Suspension (NSs)

GF	CF	SF	Total
P963,664,299	P452,117,703	P11,511,975	P1,427,293,977
US\$ 3,863,967	-	-	US\$ 3,863,967

PART III - STATUS OF IMPLEMENTATION OF PRIOR YEARS' AUDIT RECOMMENDATIONS

Of the 123 audit recommendations embodied in the CYs 2018, 2017 and 2016 Annual Audit Reports (AARs) for all funds (General, Corporate and Special), 62 were fully implemented and three are not doable, thus, deleted and excluded from this Status. Further in CY 2019, 30 audit recommendations were partially implemented and 28 were not implemented, as follows:

Observations and Recommendations	Actions Taken/Comments
<u>CY 2018 AAR</u>	
FINANCIAL	
1. The reliability of the Property, Plant and Equipment (PPE) balance of P267.696 billion is adversely affected by: (a) the variance of P66.857 billion between the Report on Physical Count of Property, Plant and Equipment (RPCPPE) and the accounting records, as well as the Engineering and Operations Division (EOD) reports; (b) inadequate accounting and property records to substantiate the PPE items of P62.029 billion; (c) non-reclassification of completed infrastructure projects amounting to P30.756 billion from Construction-in-Progress (CIP) to the appropriate asset accounts; (d) non-infrastructure PPEs aggregating to P492.084 million recorded as CIP were not reclassified to appropriate asset/expense account; and (e) non-disposal of unserviceable properties aggregating P65.754 million, resulting in the non-derecognition from the books.	
a. Instruct the Accounting Division/ Section(AD/S) of the CO and concerned ROs to:	
a.1. Coordinate with the Property Division and EOD on the reconciliation of records and facilitate the submission of reconciliation report;	Partially Implemented.
a.2. Maintain and regularly update SLs for all PPE accounts, and conduct a	Partially implemented.

Observations and Recommendations	Actions Taken/Comments
<p>continuous analysis of the accounts to ensure the reconciliation of the same with the GL;</p>	
<p>a.3. Refrain from recording the CIP account of non-infrastructure PPE items, and charging of expenses which are non-capitalizable and non-project related, and adjust the non-infrastructure PPEs and expenses recorded in the CIP account to the appropriate accounts;</p>	-do-
<p>a.4. Coordinate with the proper office/s in exerting efforts to complete the documentation necessary to reclassify the cost of items in the CIP account to the PPE accounts</p>	-do-
<p>a.5 Provide full and adequate disclosure on the PPEs in the Notes to FS in order to provide reliable and useful information to users; and</p>	-do-
<p>A.6 Dispose the unserviceable properties and derecognize the carrying amount from the books, pursuant to Paragraph 82 of PPSAS 17.</p>	-do-
<p>b. Require the EOD to regularly submit project completion report and turnover documents of all completed projects to the AD/S for proper recording in the books;</p>	Not Implemented.
<p>c. Direct the PMO, AD/S, and EOD to jointly exert effort to complete the documentation necessary to transfer completed CIP to proper asset accounts;</p>	Partially Implemented.
<p>d. Instruct the Inventory Team/Committee to conduct inventory count of all PPE items to establish the actual existence thereof and include the same in the RPCPPE.</p>	-do-
<p>We further recommended that Management require the concerned ROs to:</p>	

Observations and Recommendations	Actions Taken/Comments
<p>a. Prioritize speedy acquisition of land titles in the name of NIA for all the parcels of land where their office buildings and/or irrigation canals are situated in order to establish absolute right over said property and to avoid further risk of future claims by private individuals which may result in loss on the part of the government;</p>	Not Implemented.
<p>2. The Inter-agency Receivables (I-aR) balance of P14.506 billion could not be relied upon due to: (a) negative/abnormal balances totaling P14.895 million, (b) incomplete subsidiary records and schedules and unsupported accounts of P7.000 million, and (c) discrepancies of P14.058 billion between book and confirmed balances.</p>	
<p>We recommended and Management agreed to direct the AD to:</p>	
<p>a. Analyze the abnormal/negative balances and prepare the necessary adjustments;</p>	Partially Implemented.
<p>b. Update recording in the SLs indicating therein all required/ necessary information to facilitate tracking of recorded transactions and prepare ageing schedules as required under Annex 3 of COA Circular No. 2016-005 dated December 19, 2016;</p>	-do-
<p>c. Investigate the unsupported adjustment of P7 million and make the necessary correction, if warranted;</p>	Not Implemented.
<p>d. Reconcile the variance between the book balance and the confirmed amounts by the Implementing Agencies; and</p>	Partially Implemented.
<p>e. Request for the authority to write-off the accounts which no longer exist in the books of the debtors applying the guidelines in COA Circular No. 2016-005 dated December 19, 2016 on the writing off of dormant accounts.</p>	-do-

Observations and Recommendations	Actions Taken/Comments
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3. The reliability of the Inter-agency Payable (I-aP) account balances, particularly the Due to NGAs and Due to GOCCs accounts could not be ascertained due to: (a) unreconciled variance amounting to P11.557 billion between the records of NIA and the confirmed balances of Source Agencies (SAs); (b) long-outstanding balances in the total amount of P15.384 billion; (c) absence of subsidiary records and supporting documents for accounts amounting to P3.316 billion; (d) inclusion of abnormal balances aggregating P1.149 billion; and (e) misclassification of transactions to the account totaling P7.320 million, thus, adversely affecting the FS presentation as at year-end.

We recommended that Management direct the AD/S of the CO and concerned ROs to:

- a. Reconcile the variance between the book balances and confirmed amounts by the SAs; Partially Implemented.
- b. Exert best efforts to analyze the long outstanding/non-moving and misclassified accounts and accounts with abnormal/negative balances, and effect the necessary adjustments in the books; and -do-
- c. Prepare the updated and complete detailed schedules and SLs as well as supporting documents pertaining to the accounts. Not Implemented.

4. The outstanding balance of Accounts Payable (A/P) account of P12.320 billion as at December 31, 2018 was doubtful due to: (a) dormant and long-outstanding A/P accounts without supporting claims aggregating P2.484 billion that overstated the account by the same amount; (b) accounts not duly supported with complete subsidiary records; (c) discrepancies of P851.025 million between books and confirmed balances; (d) negative balances aggregating P819.723 million; and (e) non-

Observations and Recommendations	Actions Taken/Comments
<p>accrual of unpaid cost of physical accomplishments of eight NISRIP contracts totaling P356.167 million. Likewise, the Guaranty Deposits Payable (GDP) account under GF showed negative balance of P38.954 million, dormant accounts of P117.497 million and discrepancy of P21.435 million between books and confirmed amount.</p>	
<p>We recommended and Management agreed to direct the AD/S of CO, concerned ROs and UPRIIS to retrieve all documents pertinent to the recorded payables and utilize the same to:</p>	Not Implemented.
<p>a. Maintain and update SLs for each contractor/supplier starting from their respective inception dates;</p>	-do-
<p>b. Review/analyze the payables account to ascertain the cause of abnormal/negative balances and determine the validity of dormant/long-outstanding payables and revert to the Accumulated Surplus/(Deficit) account those not supported with valid claims; and</p>	-do-
<p>c. Prepare an updated ageing schedule of payables.</p>	-do-
<p>5. Reciprocal accounts totaling P1.346 billion were not eliminated during the process of combination of Trial Balances of CO and ROs at year-end, thereby, overstating receivable and payable accounts by P1.107 billion and P239.447 million, respectively, in the Statement of Financial Position.</p>	
<p>We recommended that Management direct the AD/S of both the CO and ROs to exert best effort to verify the reciprocal accounts to eliminate the balances during the process of combination.</p>	Partially Implemented.
<p>6. The reliability of the Cash In Bank (CIB) account balance of P6.413 billion was doubtful due to: (a) delayed/non-preparation</p>	

Observations and Recommendations	Actions Taken/Comments
<p>of 77 Bank Reconciliation Statements (BRSs) for accounts aggregating P627.115 million; (b) variance of P189.64 million between balances of books and banks as well as GL and SL; (c) long outstanding unsupported/unidentified reconciling items amounting to P62.606 million; (d) negative balances totaling P141.873 million and non-translation of US Dollar foreign currency deposit of \$0.785 million or equivalent to P42.493 million which resulted in the unrecognized Loss on Foreign Exchange of P1.082 million; and (e) non-restoration of unreleased/staled checks to cash balance at year end aggregating P5.381 million, both resulted in the net understatement of the CIB account by 4.299 million.</p> <p>We recommended that Management require the AD/S of CO and concerned ROs to:</p> <p>a. Maintain/update SLs/CBs for all CIB accounts for proper monitoring of transactions affecting the cash accounts</p> <p>7. Merchandise inventory totaling P12.077 million which were no longer in stock and property records remained recorded in the books thereby misstating the Inventory and Accumulated Surplus/(Deficit) accounts.</p> <p>We recommended that Management instruct the AD of CO, ROs VI and IX to reconcile its records with the Procurement and Property Division as basis in preparing the adjusting entries on the Inventory and Retained Earnings accounts.</p>	<p>Partially Implemented.</p> <p>-do-</p>

COMPLIANCE

8. Proper planning and implementation of projects were not strictly observed, as: (a) 299 irrigation contracts/projects with total contract cost of P20.704 billion incurred significant delays of up to 2,287 calendar days (CDs) owing to the unsatisfactory performance of contractors, among others; (b) defaulting contractors for 44 contracts

Observations and Recommendations	Actions Taken/Comments
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costing P12.245 billion were not imposed with liquidated damages; (c) 20 on-going contracts aggregating P9.039 billion that have already incurred huge negative slippages ranging from 15 per cent to 87.84 per cent were neither terminated nor rescinded; (d) performance securities of 472.067 million were not forfeited for 43 terminated contracts costing P2.207 billion; (e) change/variation orders and contract time extensions were granted to contractors for 42 contracts/projects with total cost of P544.184 million notwithstanding the inadequate evaluation and incomplete documentation, among others, thus, resulting in wastage of government resources.

We recommended that Management:

<p>a. Adhere strictly to the provisions of Section 17.6 of the RA No. 9184 and Item 1 of Annex "A" of its RIRR that no bidding and awarding of contract for infrastructure projects are made unless detailed engineering investigations, surveys and designs, including the acquisition of the ROW are duly complied with and approved to ensure that all contracts are efficiently carried out to avoid delays in the implementation of the irrigation projects;</p>	<p>Partially Implemented.</p>
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b. Require the Managers of the Implementing Units to:

<p>b.1. Act with dispatch in resolving the existing issues/problems that are currently hampering/delaying the completion of the projects;</p>	<p>-do-</p>
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<p>b.2. Evaluate meticulously and judiciously requests for changes in the scope of works/quantities of work items and time extensions to ensure that ChOs/VOs and CTEs are duly approved by NIA Administrator or his authorized representative and both are duly supported with complete documents;</p>	<p>-do-</p>
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Observations and Recommendations	Actions Taken/Comments
b.3. Turn over immediately the operations and maintenance of all completed and operational communal irrigation projects to the concerned IAs duly covered with Memorandum of Agreement embodying the terms and conditions, as well as the duties and responsibilities of both the Agency and the IAs;	Partially Implemented.
c. Require the AD/S of the CO and concerned ROs/IMOs to immediately impose LDs for projects that incurred negative slippages without valid justification and approved CTEs;	-do-
d. Consider rescinding/terminating the contracts and forfeit the contractor's performance security for projects with negative slippages of more than 15 per cent resulting from contractor's fault or negligence;	-do-
e. Require the Legal Department and Internal Audit Services to conduct investigations to determine persons responsible for: (i) not imposing LDs; (ii) approving/granting of ChOs/VOs and CTEs without proper evaluation and documentation; and (iii) not terminating the contracts that incurred huge negative slippage due to contractor's fault; and	Not Implemented.
f. Require the Legal Department to file appropriate case against the persons responsible, if warranted.	-do-
We likewise recommended that Management:	
a. Create an inspectorate team to conduct a thorough inspection and turnover of completed projects to the IAs for operation and maintenance, and render the necessary reports thereon; and	-do-
b. Ensure that a thorough inspection and	Partially Implemented.

Observations and Recommendations	Actions Taken/Comments
<p>validation of the actual accomplishments on all infrastructure projects submitted for progress billing is conducted and that the status reports showing the accurate actual work accomplished as compared to the contractor's Statement of Work Accomplished (SWA) are prepared.</p>	
<p>9. Inadequate evaluation and validation procedures in the conduct of bidding, post qualification and awarding by the BAC and its TWG resulted in the award of 106 contracts amounting to P4.345 billion to bidders with the lowest calculated bid who did not pass the eligibility requirements as they have: (a) incomplete documentary/eligibility requirements; (b) questionable availability of pledged project personnel and equipment as these are likewise pledged to on-going projects with NIA and to contracts bidden on the same date and with almost the same period of implementation; and (c) deficient legal, technical, and financial eligibility documents. Likewise, contract was awarded without first securing authorities/permits to enter or proofs of acquisition of ROW. All are contrary to the Revised IRR of RA No. 9184 and Government Procurement Policy Board (GPPB) Manual of Procedures for the Procurement of Infrastructure Projects.</p>	
<p>We recommended that Management require the:</p>	
<p>a. BAC and its TWG of the CO and concerned ROs to ensure that the documentary requirements as well as the procedures in the RIRR of RA No. 9184 and GPPB Manual of Procedures for the Procurement of Infrastructure Project in the opening and examination of bids and in the conduct of post qualification are strictly followed to assure Contractor's compliance with the eligibility requirements;</p>	-do-
<p>b. Internal Audit Services to conduct investigation to determine liability of the</p>	Partially Implemented.

Observations and Recommendations	Actions Taken/Comments
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contractors for submitting deficient documents to support compliance with the eligibility requirements of the Contract; and the extent of the participation of NIA officials, members of the BAC and its TWG in the award of contracts to non-compliant contractors and file appropriate charges, if warranted; and

c. Concerned BAC/TWG of the CO and ROs to ensure that authorities/permits to enter or proofs of acquisition of ROW are obtained prior to awarding of contract.

-do-

CY 2017 AAR

FINANCIAL OPERATIONS

10. The reliability and fairness of FSs presentation of Property, Plant and Equipment (PPE) account with carrying amount of P231.816 billion as at December 31, 2017 could not be established due to, among others: (a) capitalization of payments of P20.646 billion under PPE account without sufficient legal basis to confirm control over irrigation canals, laterals, regulating structure, and other non-power component of the project; (b) unreconciled variance of P68.086 billion between results of physical count vis-a-vis accounting records and Engineering and Operations Division (EOD) reports; (c) doubtful existence due to non-conduct of physical count for PPE items with total amount of P9.829 billion; (d) inadequate accounting and property records to substantiate the PPE items of P37.106 billion; (e) non-reclassification of long-completed irrigation projects amounting to P23.240 billion to proper asset accounts; (f) non-derecognition of the net carrying amount of the irrigation facilities that have undergone major rehabilitations/repairs; and (g) non-provision and incomplete details of depreciation expenses.

We reiterated our previous years'

Observations and Recommendations	Actions Taken/Comments
recommendations that Management:	
<p>a. Coordinate with NPC/PSALM to secure documents necessary to support the transfer of control/ownership to NIA over the irrigation canals, laterals and the regulating structure, and other non-power component of the SRMPP and to substantiate the capitalization of the payments as PPE;</p>	Partially Implemented.
<p>11. The reliability and collectability of Accounts Receivable (AR)-Irrigation Service Fees (ISF) aggregating P22.304 billion could not be determined, due to: (a) non-provision for impairment loss on unpaid ISF of farmers with eight hectares landholdings and below and past due CIS accounts of IAs, thus, receivables are not reduced to its carrying amount; (b) inadequate details/SLs for receivables totaling P2.639 billion; (c) inclusion of non-moving/dormant accounts for more than 10 years to 18 years of P100.932 million; (d) unreconciled balances of P999.513 million between ROs and IMO records, and between GLs and SLs maintained by the ROs; and (e) non-preparation of corollary entries upon collection of receivables resulting in overstatement of AR-ISF amounting to P4.036 million. Likewise, reliability and collectability of other Receivables accounts totaling P894.329 million could not be determined due to insufficient SL details or no SL at all and have been dormant for more than 10 years to 45 years.</p> <p>We recommended that Management direct the concerned personnel of the Accounting Division/Section of the CO and concerned ROs to:</p> <p>a. Make the necessary adjusting entry to correct the balances of AR-ISF and Deferred Credits accounts and resolve the difference between the balances of these two accounts.</p>	
12. The accuracy of the outstanding balances of	

Observations and Recommendations	Actions Taken/Comments
<p>the Due from Regional Offices (ROs) and the Due to Central Office (CO) accounts under the Corporate Fund in the amounts of P492.679 million and P60.411 million, respectively, after elimination of intra-office transactions, was doubtful due to inadequate reconciliation and lack of supporting documents.</p>	
<p>We recommended that Management direct the Accounting Division, CO to:</p>	
<p>Prepare Aging Schedule to determine which accounts are already 10 years and above and request for write-off thereof pursuant to COA Circular No. 2016-005 dated December 19, 2016.</p>	<p>Not Implemented.</p>

COMPLIANCE

13. In RO II, consultancy services totaling P4.661 million were procured through shopping, instead of public bidding, causing piecemeal procurement and splitting of contracts contrary to Sections 7.1, 10 and 54.1 of the Revised IRR of RA No. 9184 and COA Circular No. 76-41 dated July 30, 1976; thus, there was no assurance that the most advantageous price was obtained by the Agency.

We recommended that Management:

- a. Hold the concerned officials and employees of RO II accountable and responsible for splitting the procurement. -do-

COMPLIANCE WITH PROCUREMENT LAW

14. Inadequate/poor execution of the evaluation and validation procedures in the conduct of bidding, post qualification and awarding by the BAC and its TWG resulted in the award of 68 contracts amounting to P840.313 million to bidders with the lowest calculated bid who did not pass the eligibility requirements as they have: (a) no similar completed contracts to the contract to be

Observations and Recommendations	Actions Taken/Comments
<p>bid; (b) questionable availability of pledged project personnel and equipment as these are likewise pledged to on-going projects with NIA and to contracts bidded on the same date and with almost the same period of implementation; and (c) deficient legal, technical, and financial eligibility documents, contrary to the Revised IRR of RA No. 9184 and Government Procurement Policy Board (GPPB) Manual of Procedures for the Procurement of Infrastructure Projects.</p> <p>We reiterated our previous year's recommendations that Management require the:</p> <p>a. Legal Department to:</p> <p>a.1. Conduct investigation to determine liability of the contractors for submitting deficient documents to support compliance with the eligibility requirements of the Contract; and</p> <p>a.2. Take appropriate action against contractors found to be guilty of submitting eligibility requirements that contain false information and falsified documents that led to their awarding of the Contracts instead of disqualification and impose corresponding sanctions as provided in the Revised IRR of RA No. 9184, if warranted.</p> <p>b. Internal Audit Services and the Legal Department to conduct investigation to determine the extent of the participation of NIA officials, members of the BAC and its TWG in the award of contracts to non-compliant contractors and file appropriate charges, if warranted.</p>	<p>Not Implemented.</p> <p>-do-</p> <p>-do-</p>

PERFORMANCE/VALUE FOR MONEY

15. The implementation of 436 irrigation contracts/projects with total contract cost of P11.938 billion resulted in significant delays,

Observations and Recommendations	Actions Taken/Comments
<p>ranging from 2 to 2,558 calendar days in view of inadequate planning, and inefficient execution of surveys, investigation, and engineering design. Hence, the farmer-beneficiaries were not able to timely benefit from the said irrigation projects, and could further result in wastage of government resources when the unfinished/uncompleted contracts would be terminated. Also, defaulting Contractors, which 12 contracts in the aggregate cost of P68.943 million, were not imposed with liquidated damages and were granted with contract time extensions, the validity of which could not be ascertained due to inadequate evaluation and incomplete documentation. Moreover, increase/decrease in quantities of work items for 22 contracts with total cost of P552.201 million were considered unauthorized, since not covered with an approved change/variation orders.</p> <p>We recommended that Management:</p> <p>a. Instruct the Legal Department and the Internal Audit Services Department to:</p> <p>a.1. Conduct investigation to determine persons responsible for: (i) not imposing liquidated damages; (ii) approving/granting of COr/VOs and CTEs without proper evaluation and documentation; (iii) not terminating the contracts that incurred huge negative slippage due to contractor's fault; (iv) allowing replacements of the key personnel without proper evaluation and approval; (v) payment of advance payments and progress billings based on incomplete supporting documents, such as, evaluation of the quality of work delivered; and</p> <p>a.2. File appropriate case against the persons responsible, if warranted; and</p>	<p>Not Implemented.</p> <p>Not Implemented.</p>

CY 2016 AAR

Observations and Recommendations	Actions Taken/Comments
<p>16. Existence of unreconciled variance totaling P430.431 million as at December 31, 2016 between the records of NIA and the Source Agencies (SAs), dormant accounts of P6.212 million without supporting schedules/related documents, and negative (debit) balance of P392,279 cast doubts on the accuracy and completeness of Due to National Government Agencies (NGAs) account.</p>	
<p>We reiterated our previous years' recommendations that Management:</p>	
<p>a. Refund immediately any unused funds to the NGAs, in compliance with COA Circular No. 94-013 dated December 13, 1994.</p>	<p>Partially Implemented.</p>
<p>IMPLEMENTATION OF PROJECTS/CONTRACTS</p>	
<p>17. Full mobilization of equipment, actual deployment/replacement of key project personnel, and progress of projects' activities on site could not be ascertained in the implementation of 19 civil works contracts with total cost of P3.262 billion due to poor monitoring of contractors' compliance with the equipment and key personnel requirement of the contract and submission of reports required under the General Conditions of the Contract (GCC), Special Conditions of the Contract (SCC) and Technical Specifications of the Contract (TSC), thereby contributing to the delay in the implementation of irrigation projects as potential problems that might occur might not be immediately identified and resolved.</p>	
<p>We recommended that Management require:</p>	
<p>a. The CMD and the PMO to strictly comply with the GCC, SCC and TSC to ensure adequate supervision and monitoring</p>	<p>Partially Implemented.</p>

Observations and Recommendations	Actions Taken/Comments
of the implementation of the Contracts;	
<p>18. Inadequate/poor execution of the validation procedures in the conduct of post qualification by the BAC and its TWG resulted in the award by NIA CO and NIA RO No. VIII of 32 contracts with total cost of P1.760 billion to bidders with the lowest calculated bid who did not pass the eligibility requirements as they have: a) no similar completed contracts to the Contract to be bid, b) questionable availability of pledged project personnel and equipment as these are likewise pledged to on-going projects with NIA and to contracts bid on the same date and with almost the same period of implementation, c) doubtful claimed similar work experiences, and d) deficient legal, technical and financial eligibility documents, contrary to the Revised IRR of RA No. 9184 and Government Procurement Policy Board (GPPB) Manual of Procedures for the Procurement of Infrastructure Projects.</p>	
<p>We reiterated our previous year's recommendations that Management require the:</p>	
<p>a. Legal Department to:</p>	
<p>a.1. Conduct investigation to determine liability of the Contractors for submitting deficient documents to support compliance with the eligibility requirements of the Contract;</p>	Not Implemented.
<p>b. Internal Audit Services and the Legal Department to conduct investigation to determine the extent of the participation of NIA officials, members of the BAC and its TWG in the award of Contracts to non-compliant Contractors and file appropriate charges, if warranted.</p>	-do-
<p>19. Claims for Progress Billings totaling P486.898 million were processed and paid without complete and reliable</p>	

Observations and Recommendations	Actions Taken/Comments
<p>documentations, contrary to Section 4(6) of PD No. 1445 and casting doubt on the regularity and propriety of the expenditures.</p>	
<p>We recommended that Management:</p>	
<p>a. Require the Legal Department and the Internal Audit Services to conduct investigation to determine persons liable and file appropriate charges if warranted for:</p>	Not Implemented.
<p>a.1. Reporting complete delivery of steel gates that were not actually delivered;</p>	-do-
<p>a.2. Payment of the overhaul without the required testing for the excavated materials, classified the excavated materials as 100 per cent waste materials that require hauling, and the non-evaluation of the actual volume of materials hauled;</p>	-do-
<p>a.3. Payment of the Reinforced Steel Bars (RSB) without the Mill Certificate;</p>	-do-
<p>a.4. Non-installation of RSB within the prescribed period; and</p>	-do-
<p>20. Increase in quantity of various items of work totalling P 23.811 million and decreases in quantity due to deletion of work totalling P18.761 million in two Participatory Irrigation Development Project (PIDP) Contracts were not covered with approved change orders/variation orders, contrary to the General Conditions of the Contract (GCC), thus payment relative thereto are without legal basis. Moreover, Contract PIDP2-NVBISN-1R with revised contract amount of P79.364 million due to change in design to suit actual field condition resulted in an overrun amounting to P17.988 million, equivalent to 24.15 per cent of the original contract amount of P74.478 million, contrary to GCC 27 and 43 limiting the cumulative amount of variation orders to 10 per cent of the original contract cost.</p>	

Observations and Recommendations	Actions Taken/Comments
We recommended that Management require the:	
a. PIDP PMO to impose sanctions on the persons responsible for the preparation and approval of detailed engineering and designs of the Project due to cumulative variation orders exceeding more than 20 per cent of the contract amount; and	Not Implemented.
b. Legal Department and the Internal Audit Services to conduct investigations to determine persons liable and file appropriate charges, if warranted, for:	-do-
b.1. Implementing and payment of additional works/variation order of more than 20 per cent and without approved change order; and	
b.2. Deletion of work items without evaluation and approval.	

**Disbursements in Regional Offices without Complete and Proper Documentation
CY 2019**

RO	Amount	Transactions/Lacking Documents
AR	P 33,991,663	<u>Infrastructure Projects</u> <ul style="list-style-type: none"> - Detailed Quantity and Cost Estimates; - Certification from the Head of BAC Secretariat on the posting of advertisement (Invitation to Bid) at conspicuous places within 7 calendar days; - Bid envelope stamped received or a copy of the pre-numbered receipt indicating the name of the prospective bidder and the date and time when the eligibility envelope was received by the BAC; - Official Receipt of the sold bid documents; - Print out copy on the posting of Notice of Award, Notice to Proceed and Contract at PhilGEPS; - Invitation of three (3) observers in writing to attend the pre-procurement conference, pre-bid conference, opening and preliminary examination of bids, evaluation of bids and post-qualification, such as: <ul style="list-style-type: none"> a. COA representative; b. Non-Government Organization; c. Duly recognized Private Group; and d. Non-Government Organization's representatives; - Statement of Time elapsed for the 100% work accomplishments; - Notification of Bidding Results to losing bidders; - Tax Clearance; - Audited Financial Statements; and - Copy of Resume Order No. 5 dated November 16, 2018.
I	33,311,739	<u>Infrastructure Projects</u> <ul style="list-style-type: none"> - Duly approved complete set and structural detail as Built-Plans showing all work items involved. This includes structural details of the project including the following: <ul style="list-style-type: none"> a. Straight line diagram showing the location of Canal Protection works, Canal Structure and Canal Lining; b. Structural Detailed Plan showing Materials/Items involved; and c. Cross Section plans at every 20m Station; - Back up quantity computations for the accomplishments showing the equations as reflected in the As Built-plans; - PAGASA Report (suspension order was due to rainy season); Detailed cost derivation of New Items involved in the Approved change order; and - Statement of Work Accomplishments and Certificate of Completion for 100% completion - Technical Working Group (TWG) Reports in all procurement stages; - Printed copies of PhilGEPS posting; and - Copies of the Minutes of the Meetings conducted. <u>Salaries and Wages</u> <ul style="list-style-type: none"> - Daily Time Records; - Application for Leave; and - Accomplishment Reports.
VIII	8,897,294	<u>Travelling Expenses</u> <ul style="list-style-type: none"> - Travel order signed by the Regional Manager; - Employee not included in the list of participants per Fax from Deputy Administrator

RO	Amount	Transactions/Lacking Documents
		<p>for Engineering and Operations;</p> <ul style="list-style-type: none"> - Travel Order signed by the Regional Manager; and - Communication/Invitation/Fax to travel to NIA Central Office. <p><u>Catering Services</u></p> <ul style="list-style-type: none"> - Attendance Sheet; - Pictures during the meeting; and - Authority of the Accountable Officer issued by the Head of the Agency or his duly authorized representative indicating the maximum accountability and purpose of the cash advance; - Certification from the Accountant that previous cash advances have been liquidated and accounted for in the books; - Fidelity Bond; - Justification for the reimbursement of meals and accommodations; - Purchase Order signed by the supplier; - PhilGEPS Registration; - Business Permit; - Purchase request with complete menu of meals and snacks; and - Valid Official Receipt pursuant to Revenue Regulations No. 18-2012. <p><u>Payments of labor for repair, construction supplies use for NSIMO perimeter, purchases of PPE and motor spare parts and accessories and other construction materials</u></p> <ul style="list-style-type: none"> - Pre evaluation report detailing the extent of the repair/parts to be replaced - Certificate of warranty; - Post Evaluation Report; - Program of Work;; - Signed Notice of Award; - BAC Resolution recommending the award of contract to Lowest Calculated and Responsive Bidder; - Report of Waste Material; and - Property Acknowledgment Receipt; among others.
XI	1,081,662	<p><u>Rental of Heavy Equipment</u></p> <ul style="list-style-type: none"> - Copies of approved contract of lease; and - Statement of billing <p><u>Road Right of Way</u></p> <ul style="list-style-type: none"> - Permits issued by the Department of Environment and Natural Resources (DENR) to cut plants, forest trees and fruit bearing trees on areas affected by the project; - Map/sketch plan showing the location of the improvement in the project-affected area; - Budget Utilization Request (BUR); - The Report of Damages was not properly filled up with information as to Station No. and the Lot No.; and - Payments made through Check Nos. 1269676 and 1269867 have no attached notarized.
XIII	1,697,425	<p><u>Meals and Accommodations</u></p> <ul style="list-style-type: none"> - Several DVs with the corresponding Office Memorandum/Order to support the activities conducted authorizing the attendance of personnel; - Activity designs/proposals stating the purpose of the activity, the budgetary requirements, the target participants, the inclusion of meals for the duration of the activity, the period covered and the flow of activity specifying the time it would start and end; - Attendance Sheet; and - Budget Utilization Request and Status.
VI	278,993	<u>Traveling</u>

RO	Amount	Transactions/Lacking Documents
		<ul style="list-style-type: none"> - Official Receipts <p><u>Transportation Allowance</u></p> <ul style="list-style-type: none"> - Certification that the official/employee did not use government vehicle and is not assigned any government vehicle; and - Certificate or evidence of service rendered or approved DTR. <p><u>Honoraria</u></p> <ul style="list-style-type: none"> - Invitation to the claimants for the services as resource speakers/facilitators with corresponding terms of reference; - Records showing his/her credibility in the chosen field; - Schedules/Modules of Topics to be discussed; - Accomplishment Report with time hours rendered; and - Certification from the coordinator that the services has been rendered by the claimant.
	P 79,258,776	

STATUS OF UNSETTLED AUDIT DISALLOWANCES
As of December 31, 2019

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
A. General Fund (GF)-Central Office (CO)				
I. NDs with NFDs and COEs (9 NDs)				
2014-011-101/ 5-7-2014	Administrator et al.	Payment of honorarium to officers of NIA and other reimbursable cost	P733,665.09	With NFD and COE dated 10-16-2015 and 10-28-2015
2014-010-101/ 5-6-2014	-do-	-do-	647,262.50	-do-
2014-009-101/ 5-2-2014	-do-	-do-	857,729.32	With NFD and COE dated 11-03-2015 and 01-27-2016
2014-008-101/ 4-30-2014	-do-	-do-	534,282.75	With NFD and COE dated 10-16-2015 and 10-28-2015
2014-006-101/ 4-11-2014	-do-	-do-	1,164,821.36	With NFD and COE dated 11-03-2015 and 01-27-2016
2014-005-101/ 4-11-2014	-do-	-do-	934,145.01	-do-
12-015-101(04)/ 11-28-2012	Deputy Administrator et al.	Transfer of income already paid by Fund 101 to Fund 501	1,928,918.53	With NFD dated June 5, 2013
11-010-102 (09)/ 07-19-2011	Acting Deputy Administrator for Administrative and Finance (DAAF) et al.	Overpayment of Terminal Leave	18,305.76	With NFD dated June 14, 2013
11-03-101 (10)/ 12-7-2011	Acting DAAF and other officers and employees	Cost of auditing services charged to General Fund	3,246,721.00	With NFD dated June 5, 2013
			10,065,851.32	
II. NDs with decisions (9 NDs)				
Supplemental ND No. 2019-002 (2016-002-102-A)/ 10/04/2019	Former Deputy Administrator, et al.	Procurement of 17 units Nissan Frontier Navarra 4 WD MT per Contract No. PIDP-S-7 exceeded the current prevailing market price per unit at the time of purchase and no volume discount availed	25,126,000.00	With CGS Cluster V Decision No. 2019-028 dated August 13, 2019 sustaining the ND with modification
Supplemental ND No. 2019-001 (2016-003-102-A)/ 09/11/2019	Former Administrator et al.	Procurement of 16 units motor vehicle Model Nissan Frontier Navarra 4 WD MT per Contract No. NISRIPD-S-1 exceeded the current prevailing market price per unit at the time of purchase and no volume discount availed	23,648,000.00	With CGS Cluster V Decision No. 2019-015 dated June 7, 2019 sustaining the ND with modification

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2016-001-102-A/ 03/29/2019	-do-	Procurement of 19 units motor vehicle Model Nissan Frontier Navarra 4 WD per Contract No. PIDP-S- 2R2 exceeded the current prevailing market price per unit at the time of purchase and no volume discount availed	27,246,000.00	With CGS Cluster V Decision No. 2019-005 dated February 28, 2019 sustaining the ND with modification
2016-003-102/ 4-6-2016	-do-	Procurement of 16 units motor vehicle Model Nissan Frontier Navarra 4 WD MT per Contract No. NISRIPI-S-1 exceeded the current prevailing market price per unit at the time of purchase and no volume discount availed	272,000.00	With CGS Cluster V Decision No. 2019-015 dated June 7, 2019 sustaining the ND with modification
2016-002-102/ 3-28-2016	Former Deputy Administrator, et al.	Procurement of 17 units Nissan Frontier Navarra 4 WD MT per Contract No. PIDP-S-7 exceeded the current prevailing market price per unit at the time of purchase and no volume discount availed	289,000.00	With CGS Cluster V Decision No. 2019-028 dated August 13, 2019 sustaining the ND with modification
2016-001-102/ 3-21-2016	Former Administrator et al.	Procurement of 19 units motor vehicle Model Nissan Frontier Navarra 4 WD per Contract No. PIDP-S- 2R2 exceeded the current prevailing market price per unit at the time of purchase and no volume discount availed	494,000.00	With CGS Cluster V Decision No. 2019-005 dated February 28, 2019 sustaining the ND with modification
2015-002-101/ 7-2-2015	Administrator et al.	Payment of per diems and reimbursement of vehicle rental to the consultant when he was within the base of operation for the Consultancy Services on Construction Supervision and Quality Assurance	573,636.02	With CGS - 5 Decision No. 2018-023 dated July 16, 2018; with petition for review pending before the Commission Proper (CP)
HCAAP 2014-001(12)/ 8-28-2014	Acting DAEO et al.	Overpayment of accomplishment and non-deduction of the cost of material withdrawn by the contractor to NIA	6,343,953.68	With CGS Cluster 5 Decision No. 2016-029 dated September 23, 2016 partially granting the appeal
HCAAP 2014-002 (12)/ 8-28-2014	-do-	Overpayment of accomplishment and non-deduction of the cost of material withdrawn by the contractor to NIA	15,872,260.75	With CGS 5 Decision No. 2016-039 dated October 12, 2016. The Decision was elevated to the COA CP for automatic review
			99,864,850.45	

III. NDs with appeal memoranda (21 NDs)

2017-014-102/ 12-20-2017	PIDP Manager et al.	Payments for Advance/ Mobilization Fees under Contract No. PIDPC-C-UCRISI-1	201,272,895.12	Filed by Antonio S. Nangel et al.
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2017-013-101/ 10-11-2017	Former DAEO et al.	Payment of claims under Contract No. PIDP11-C-BRISN-1	81,587,134.60	Filed by Erdolfo B. Domingo et al.
2017-012-102/ 04-20-2017	Former Administrator et al.	Payment of claims under Contract No. SPISPI-C-3	9,129,808.99	Filed by Claro V. Maranan (deceased) and New Kanlaon Construction Inc./J.E. Manalo -Joint Venture
2017-011-101 04-18-2017	-do-	Payment of interest charges due to delayed payments of Progress Billings under Contract No. BBMPD-C-3	13,000,000.00	Filed by Claro V. Maranan (deceased) and A. M. Oreta and Co., Inc.
2017-010-101 04-18-2017	Former DAEO et al.	Payment of interest charges due to delayed payments of Progress Billings under Contract No. CMIPP-C-S1	10,825,033.74	Filed by Erdolfo B. Domingo et al.
2017-009-102/ 04-03-2017	Former Administrator et al.	Payment of claims under Contract No. R6-JRMP11-NCB-C-1 were not adequately supported with appropriate/ proper documents	80,813,154.60	Filed by Kyro Builders, Inc. et al.
2017-008-101/ 03-30-2017	Former DAEO et al.	Payment of claims under Contract No. CMIPPD-C-S5-9.b were not adequately supported with appropriate/ proper documents	117,343,947.72	Filed by Kyro Builders, Inc. et al.
2017-007-101/ 03-28-2017	-do-	Payment of claims under Contract No. CMIPP2/NCB-C-S6-2 considered as irregular expenditure	95,274,436.74	-do-
2017-006-102/ 03-23-2017	-do-	Payment of claims under Contract No. PIDP2-C-MRISN-1R considered as irregular expenditure	35,681,359.23	-do-
2017-005-101/ 02-20-2017	-do-	Payment of claims under Contract No. SRIPD-C-24 considered as irregular expenditure	121,645,171.43	Filed by Oscar R. Sarmiento Construction et al.
2017-004-101/ 02-17-2017	Former Administrator et al.	Payment of claims under Contract No. SRIPD-C-23 considered as irregular expenditure	435,809,849.91	-do-
2017-003-101/ 01-16-2017	DAEO et al.	Payment of claims under Contract No. UMRIPD-C-3 considered as irregular expenditure	138,945,742.35	Filed by Erdolfo B. Domingo et al.
2017-002-101/ 01-16-2017	Former NIA Administrator et al.	Payment of 7.5 per cent mobilization fee considered as irregular expenditure	19,360,652.56	Filed by Kyro Builders, Inc. et al.
2017-001-101/ 01-11-2017	-do-	Payments of claims under Contract No. SRIPD-C-21 considered as irregular expenditures	203,675,370.73	Filed by Florencio F. Padernal et al.
2016-007-101/ 12-16-2016	-do-	Payment of claims under Contract No. SRIPD-C-20 which was awarded not strictly in accordance with the procedure prescribed under RA No. 9184 and IRR	167,422,114.84	Filed by Oscar R. Sarmiento Construction, Inc. et al.

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2016-006-101/ 12-16-2016	-do-	Payment of claims under Contract No. SRIPD-C-26 which was awarded not strictly in accordance with the procedure prescribed under RA No. 9184 and its Revised IRR	25,311,068.06	-do-
2016-005-101/ 12-16-2016	-do-	Payment of claims under Contract No. CMIPP2/NCB-C-S4-1 which was awarded not strictly in accordance with the procedure prescribed under RA No. 9184 and its Revised IRR	122,473,922.21	-do-
2015-007-102/ 12-17-2015	-do-	Delivered items were not in accordance with the specifications indicated in the contract	1,157,990.00	Filed by Violeta C. Esguerra et al.
2015-003-102/ 10-7-2015	Acting DAEO et al.	Payment of Item 117- Supply and Delivery of Steel Sheet Piles which did not conform to the contract specifications for the Contract No. PIDP2-C-VISN-1R	27,717,840.00	Filed by Modesto G. Membreve et al.
2015-001-101/ 6-16-2015	Administrator et al.	Payment for items 125, 126 and 127 was disallowed in audit due to non-submission of the documents required under NS No. 2014-017-101 dated May 16, 2014	47,057,674.15	Filed by Antonio S. Nangel et al.
HCAAP 2014-003 (12)/ 8-28-2014	Acting DAEO et al.	Payment for overrun or increase in quantity for item 104.b of the Contract	168,774,744.39	Filed by Cesar R. Echano
			2,124,279,911.37	
IV. ND for issuance of NFD and/or COE (1 ND)				
2015-006-102/ 12-2-2015	Acting Deputy Administrator for Engineering and Operations (DAEO) and other officers and employees	Payment of per diems and reimbursement made to the Consultant for the number of days he was within the base of operation which is considered irregular and unnecessary expenditures pursuant to COA Circular 2012-003 dated October 29, 2012	116,590.83	For issuance of NFD
			116,590.83	
Total GF-CO			P 2,234,327,203.97	

CAR

I. NDs for issuance of NFDs and/or COEss (7 NDs)

2018-07-101 (15) KIMO/ 11-29-2018	Members of the Inspectorate Team et al.	The verified accomplishment on the project (Pataga Malalao CIS) per Inspection Report of the TAS, COA – CAR is only 88.72%, while the agency reported accomplishment is 96.39%	27,424.02	For issuance of NFD and COE
2018-04-101-(10) KIMO/ 10-1-2018	Division Manager et al.	Procurement of pipes costing P94,575.00 for Balintaugan CIS project which was already completed and accepted by the IA	94,575.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2018-06-101-(11) KIMO 10-1-2018	Lorna Calizar et al.	Payment of meals and lodging. Management failed to comply with the submission of the supporting documents required within the prescribed period	10,459.00	For issuance of NFD and COE
2018-05-101-(11) KIMO/ 10-1-2018	Sr. Accounting Processor A et al.	-do-	7,709.00	For issuance of NFD and COE
2018-003-101 (11) KIMO/ 7-6-2018	Regional Manager et al.	Deficiency of 6.33 percent on the completed Pakkitan Communal Irrigation System (CIS)	93,253.00	-do-
2017-03-101-(10)/ 11-7-2017	Division Manager et al.	Management failed to repair the portion of the reinforced concrete canal side walls that collapsed due to substandard concrete mixture/ improper construction method applied by the Pakyaw Group in the implementation of Malin-awa CIS	16,273.39	-do-
2017-02-101-(10)/ 11-3-2017	-do-	Management failed to comply with the recommendations to investigate and explain the irregularities and inconsistencies in the procurement of construction materials used in Malalao CIS	9,516.97	-do-
			P259,210.38	
II. NDs with NFDs and COEs (3 NDs)				
2014-001-102-(11)/ 05/28/2014	F. Pancho, Administrative Services Officer A et al.	Disallowed payment of Christmas Party from Fund 102 PIDP	28,000.00	Original amount is P60,000.00 with partial settlements of P32,000.00; With COE dated May 26, 2016 Not reported in 2018
12-017-101-(12)/ 8- 15-2012	William Patingan, Jr. et al.	Excessive claim of per diems	3,200.00	-do-
12-014-101-(12)/ 8- 5-2012	Fedelito Passion et al.	-do-	1,120.00	-do-
			32,320.00	
III. ND with decision (1 ND)				
15-003-101-(10)/1- 30-2015	RM J. Socalo et al.	Grouted riprap was not in accordance with the standard grouting of Igang CIS	348,816.83	With Cluster Decision No. 2017-039 dated August 30, 2017
IV. NDs with appeal memoranda (3 NDs)				
16-001-101-(12)/ 5- 23-2016	Division Manager et al.	Procured three units of pump with accessories were missing	345,480.00	Filed on February 7, 2017 by Engr. Raymundo Apil and Engr. Delfin Aglit
15-002-101-(10)/ 1-	RM J. Socalo et al.	Measured volume of RC reservoir was	7,352.16	Filed by John L.

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
30-2015		deficient by 16.87 cubic meter - Asin CIS		Socalo, RM
15-001-101-(10)/ 1-28-2015	-do-	Measured volume of RC reservoir was deficient by 8.30 cubic meter - Lubesal CIS	11,977.15	-do-
			364,809.31	
Total GF-CAR			P 1,005,156.52	

RO I

I. ND with NFD and COE (1 ND)

La Union IMO

2009-01-101/158-LUPIO/6-16-2009	Danilo V. Gomez et al.	Payment of cash gift and year-end bonus of Job Order employees	73,634.58	With NFD dated July 19, 2016; COE 2016-195 dated September 14, 2016
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II. NDs with decisions (2 NDs)

Pangasinan IMO

2013-01-101 (12)/12-27-2013	Division Manager et al.	Payment of Collective Negotiation Agreement (CNA) Incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000	273,000.00	With CGS-5 Decision No. 2015-015 dated October 30, 2015
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La Union IMO

LUIMO-2013-01-101 (12)/12-27-2013	Lelito G. Valdez et al.	Payment of CY 2012 CNA	78,000.00	CGS-5 Decision No. 2015-015 dated October 30, 2015 with Petition for Review
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			351,000.00	
Total GF-RO I			P 424,634.58	

RO II

I. ND for issuance of NFD and COE (1 ND)

2018-002-101 (2015)/10-4-2018	Engr. Francis C. Yu, Acting Division Manager et al.	Payment of fuel with lacking documents	157,512.56	
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II. ND with appeal memoranda (1 ND)

2018-NIARO2-0003 (2015) 8-31-2018	Engr. Antonio C. Lara, Regional Irrigation Manager et al.	Liquidated damages not fully deducted from the claim of KCN Construction	214,438.54	
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Total GF-RO II			P 371,951.10	
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
<u>RO III</u>				
I. ND with appeal memoranda (1 ND)				
16-01-101 BANE/ 10-6-2016	(14) Roberto E. Pascual et al.	Payments for Contract No. R3-101-2013-BANEBU San Micon	P 6,843,899.96	Filed by Engr. Virgilio J. Ilao et al.
<u>RO IV-A</u>				
I. ND with Petition for Review (1 ND)				
13-005-501/ 10-16-2013	NIA RO IV-A employees et al.	Payment of CNA Incentive	P 90,000.00	With Petition for Review
<u>RO VI</u>				
NDs with NFDs and COEs (6 NDs)				
2010-003-101-(10) 04-21-2010	M. C. Lataquin et al.	Excessive claim of taxi fare	1,300.00	With NFD dated August 10, 2018
09-011-101- (01/02) 11-13-2009	W. Garsulao et al.	DVs and SDs were not submitted to the Office of the Auditor	39,026.98	-do-
09-009-101-(09) 11-13-2009	G. Abuzo et al.	Excessive claim of taxi fare	600.00	-do-
09-006-101-(08) 11-13-2009	V. Ramirez et al.	-do-	2,100.00	-do-
09-004-101-(08) 11-13-2009	G. Abuzo et al.	-do-	520.00	With NFD dated August 15, 2018
09-002-101-(08) 11-13-2009	G. Abuzo, E. Lomigo et al.	Hotel accommodation already included in per diems	1,040.00	-do-
			44,586.98	
II. NDs with appeal memoranda (2 NDs)				
11-005-101-(10) 12-29-2011	E. Lomigo et al.	47th NIA Anniversary Expenses which was suspended under NS No. 10-001-101 matured into disallowance	150,000.00	With pending appeal before the Regional Director
11-004-101-(10) 02-08-2011	-do-	Payment of CNA incentive for CY 2009	775,000.00	-do-
			925,000.00	
<u>Iloilo-Guimaras IMO</u>				
I. NDs with NFDs and COEs (3 NDs)				
2017-001-101 08-31-2017	Jose L. Carreon et al.	Overpayment of PERA	2,908.84	With NFD dated August 7, 2018

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
11-001-101 02-17-2011	Colorado et al.	Payment of honoraria of BAC members for 2010	32,000.00	-do-
11-002-101 05-13-2011	-do-	Payment of items mobilization/demobilization as part of pay	24,000.00	For issuance of NFD
			58,908.84	

Antique IMO

I. NDs with NFDs and COEs (12 NDs)

2013-003-101(12)/ 01/04/2013	Edison S. Lucas et al.	Salaries and PERA of casual employees were charged to projects	51,550.77	With NFD dated October 9, 2018
2013-002-101(12)/ 01-03-2013	Marcelino C. Castillon et al.	Salaries and wages of casual employees were charged to project	808,786.35	With NFD dated September 21, 2018
2012-013-101(12)/ 12-18-2012	NIA Antique IMO Officers and Employees	Travel of NIA-AIMO employees	55,629.00	With NFD dated October 9, 2018
2012-012-101(12)/ 12-14-2012	-do-	Travel of regular and casual employees to NIA Central Office during NIA's 49th Anniversary	103,530.00	With NFD dated September 21, 2018
2012-010- 101(11)/11-20-2012	Job Order Personnel et al.	Travel of Job Order Personnel to NIA Central Office during NIA's 49th Anniversary	23,231.60	With NFD dated October 9, 2018
2012-006-101(11)/ 04-11-2012	Joyme D. Fabuna et al.	Travelling Expenses	3,520.00	-do-
2012-005-101(11)/ 04-11-2012	Luis L. Joven et al.	Travelling Expenses	3,520.00	With NFD dated October 9, 2018
2012-004-101(11)/ 04-11-2012	Lalaine M. Selorio et al.	-do-	3,520.00	-do-
2012-003-101(11)/ 04-11-2012	-do-	-do-	7,017.00	-do-
2012-002-101(11)/ 04-11-2012	Imelda E. Emboltorio et al.	-do-	7,017.00	-do-
2012-001-101(11)/ 04-11-2012	-do-	-do-	13,400.00	-do-
2006-01-101 (05)/ 02-24-2006	Jose R. Oredina et al.	Transportation Allowance	16,050.00	With COA Order of Execution (COE)
			1,096,771.72	

Aklan IMO

I. ND with appeal memorandum (1 ND)

2012-101-001- (08/09/10/11) / 08-16-2012	Various NIA officers and employees	Payment of CNA incentive for CY 2008-2011	197,000.00	Filed before the Regional Director
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
Fund 102				
Iloilo-Guimaras IMO				
I. ND with NFD and/or COE (1 ND)				
2017-001-102 NISRIP PC 8-31-2017	Jose L. Carreon et al.	Overpayment of PERA	1,636.26	With NFD issued dated August 7, 2018
Total GF-RO VI			P 2,323,903.80	

RO VII

I. NDs for issuance of NFDs and COEs (6 NDs)

2011-004-101NIA DA (10)/ 08-31-11	Kiddies Bakehaus et al.	Payment for catering services is irregular being contrary to the provisions of the legal opinion of the Solicitor General and Section 4(3) of PD 1445	25,000.00	For issuance of NFD and COE
2011-003-101 NIA DA (10)/ 06-06-11	Modesto G. Membreve et al.	Travelling expenses – irregular being contrary to the provisions of Section 4(3) of PD 1445	15,297.00	-do-
2010-001-102(09)/ 06-15-10	-do-	Agency failed to deduct, withheld, and remit to the Bureau of Internal Revenue the 1% Expanded Withholding Tax and 5% VAT contrary to BIR Memorandum Circular No. 56-2009	420.00	-do-
2010-002-102(09)/ 06-16-10	-do-	-do-	3,996.30	-do-
2010-003-102(09)/ 06-18-10	-do-	-do-	1,012.46	-do-
2010-004-102(09)/ 6-18-10	-do-	-do-	1,500.00	-do-
			47,225.76	

II. NDs with appeal memoranda (30 NDs)

2011-005-101(10) 02-02-11	Hannah Grace V. Membreve et al.	Payment of CNA Incentive is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	25,000.00	Filed by Olimpio J. Galagala Jr. et al.
2011-004-101(10) 02-02-11	-do-	Payment of overtime services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	844.74	-do-
2011-001-101(10) 02-02-11	-do-	-do-	2,266.32	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2011-003-101(10) 02-02-11	Hannah Grace V. Membreve et al.	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	8,559.42	-do-
2011-002-101(10) 02-02-11	-do-	-do-	15,744.40	-do-
2011-006-101(10) 02-02-11	-do-	-do-	7,497.76	-do-
2010-001-102(10) 09-16-10	-do-	Payment of CNA incentive to those who perform managerial functions	25,000.00	Filed by Genever M. Diono et al.
2011-008-101(10) 02-15-11	-do-	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	16,350.96	Filed by Olimpio J. Galagala, Jr. et al.
2011-009-101(10) 02-15-11	-do-	-do-	25,000.00	-do-
2011-010-101(10) 02-15-11	-do-	-do-	16,518.20	-do-
2011-011-101(10) 02-15-11	-do-	-do-	14,988.38	-do-
2011-012-101(10) 02-15-11	-do-	-do-	17,988.36	Filed by Olimpio J. Galagala, Jr. et al.
2011-013-101(10) 02-15-11	-do-	-do-	19,243.36	-do-
2011-014-101(10) 02-15-11	-do-	-do-	14,988.38	-do-
2011-015-101(10) 02-15-11	-do-	-do-	19,243.36	-do-
2011-016-101(10) 02-15-11	Maria Heddah M. Hilot et al.	-do-	14,988.38	-do-
2011-017-101(10) 02-15-11	-do-	Payment of CNA Incentive is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the Regional Manager of NIA, Region 10, Cagayan de Oro City	15,000.00	-do-
2011-018-101(10) 02-15-11	-do-	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the Regional Manager of NIA, Region 10, Cagayan de Oro City	22,528.27	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2011-019-101(10) 02-15-11	-do-	-do-	16,297.49	-do-
2011-020-101(10) 02-15-11	-do-	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the Regional Manager of NIA, Region 10, Cagayan de Oro City	21,046.68	Filed by Olimpio J. Galagala, Jr. et al.
2011-021-101(10) 02-15-11	-do-	-do-	16,297.49	-do-
2011-022-101(10) 02-15-11	-do-	-do-	22,528.25	-do-
2011-023-101(10) 02-15-11	-do-	-do-	16,297.49	-do-
2011-024-101(10) 02-15-11	-do-	-do-	22,528.25	-do-
2011-025-101(10) 02-15-11	-do-	-do-	14,815.90	Filed by Olimpio J. Galagala, Jr. et al.
2011-026-101(10) 02-15-11	-do-	-do-	21,228.48	-do-
2011-027-101(10) 02-15-11	-do-	-do-	14,815.90	-do-
2011-028-101(10) 02-15-11	-do-	-do-	22,528.25	-do-
2011-029-101(10) 02-15-11	Maria Heddah M. Hilot et al.	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	16,297.49	-do-
2011-030-101(10) 02-25-11	-do-	-do-	20,605.94	-do-
			507,037.90	
Total GF-RO VII			P 554,263.66	
RO VIII				
I. ND for issuance of NFD and COE (1 ND)				
2016-002-101(2016) Regular N. Samar/ 12-2-2016	Noel G. Dosmanos et al.	Payment of penalties to LTO	840.00	For issuance of COE
Total GF-RO VIII			P 840.00	
RO X				

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
<u>Bukidnon IMO</u>				
I. NDs with NFDs and COEs (37 NDs)				
12-001-101-12/ 01-10-13	NIA officers and employees	Reimbursement of expenses for meals incurred	6,406.50	With NFD issued dated July 27, 2018
12-002-101-12/ 01-10-13	-do-	Reimbursement of expenses for the procurement of vehicle spare parts, labor paid for overhaul and crankshaft alignment and welding	7,913.00	With NFD issued dated July 27, 2018
12-003-101-12/ 01-10-13	-do-	Reimbursement for expenses incurred for food during the monthly meeting on February 6, 2012	3,227.00	-do-
12-004-101-12/ 01-10-13	-do-	Reimbursement for expenses incurred for procurement of various hardware supplies and etc.	5,182.85	With NFD issued dated July 27, 2018
12-003-101 FSDE-IRPEP-11/ 08-28-12	NIA officers and employees	Payment of CNA CY 2009	5,469.84	-do-
12-004-101-FSDE- IRPEP-11/ 08-28-12	-do-	-do-	6,089.85	-do-
12-005-101-FSDE- IRPEP-11/ 08-28-12	-do-	-do-	6,807.99	-do-
12-006-101-FSDE- IRPEP-11/	-do-	-do-	6,807.99	-do-
08-28-12 12-007-101-FSDE- 11/ 08-28-12	-do-	Payment of round trip plane ticket to attend NIA's 48th Anniversary on June 19-25, 2011	7,026.00	-do-
12-008-101 FSDE IRPEP-11/ 08-28-12	-do-	Payment of cash advance for traveling expenses and per diems in attending NIA's 48th Anniversary on June 18-25, 2011	14,142.48	-do-
12-009-101 FSDE- IRPEP-11/ 08-28-12	-do-	-do-	14,142.48	-do-
12-010-101 FSDE- IRPEP-11/ 08-28-12	-do-	-do-	14,142.48	-do-
12-011-101 FSDE- IRPEP-11/ 08-28-12	-do-	-do-	14,142.48	-do-
12-012-101 FSDE- IRPEP-11/ 08-28-12	-do-	-do-	14,142.48	-do-
12-013-101 FSDE- IRPEP-11/ 08-28-12	-do-	-do-	10,142.48	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
12-014-101 FSDE-IRPEP-11/ 08-28-12	-do-	-do-	3,262.48	-do-
12-015-101 FSDE-IRPEP-11/ 08-28-12	-do-	-do-	14,142.48	With NFD issued dated July 27, 2018
12-016-101 IRPEP Dagumbaan CIS-11/ 08-28-12	NIA officers and employees	Payment of cash advance for traveling expenses and per diems in attending NIA's 48th Anniversary on June 18-25, 2011	7,742.48	With NFD issued dated July 27, 2018
12-017-101 IRPEP IDP-11/ 08-28-12	-do-	-do-	11,826.48	-do-
12-018-101-IRPEP IDP-11/ 08-28-12	-do-	-do-	11,826.48	-do-
12-020-101 FSDE IRPEP-11/ 08-28-12	-do-	-do-	5,112.80	-do-
12-021-101 FSDE IRPEP-11/ 08-28-12	-do-	-do-	5,029.48	-do-
12-022-101 FSDE IRPEP-11/ 12-29-12	-do-	Payment for reimbursement of various goods purchased	9,893.17	-do-
12-023-101 IRPEP- Paiwaig CIS-11/ 12-29-12	-do-	Payment of 10 days monetization of leave for CY 2011	9,796.00	-do-
12-024-101 IRPEP- IDP-11/ 08-28-12	-do-	Payment of 15 days monetization of leave for CY 2011	9,681.28	-do-
12-025-101 FSDE IRPEP-11/ 08-28-12	-do-	Payment of 20 days monetization of Leave for CY 2011	8,318.75	-do-
12-026-101 FSDE IRPEP-11/ 08-28-12	-do-	Payment of 15 days monetization of Leave for CY 2011	3,327.50	-do-
12-028-101 FSDE IRPEP-11/ 12-28-12	-do-	Payment of 10 days monetization of Leave for CY 2011	5,288.51	-do-
12-029-101 FSDE IRPEP-11/ 12-29-12	-do-	Reimbursement of fruits amounting P1,092 and purchased of software amounting P3,000	4,092.00	-do-
12-030-101 FSDE IRPEP-11/ 12-29-12	-do-	Reimbursement of various goods purchased	7,536.00	-do-
12-031-101-FSDE IRPEP-11/ 12-29-12	NIA officers and employees	Reimbursement of expenses during the M and E Orientation	5,000.00	-do-
12-032-101 FSDE IRPEP-11/ 01-08-12	-do-	Reimbursement of expenses incurred for meals	11,078.50	-do-
12-033-101-FSDE	-do-	Reimbursement of expenses incurred	11,080.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
IRPEP-11 01-09-12		for catering services during the BUWAFFIA meeting on October 5, 2011		
12-034-101 FSDE IRPEP-11/ 01-09-13	-do-	Reimbursement of expenses incurred for meals during the conduct of inventory of completed irrigation facilities under IRPEP Fund on Nov. 21, 22 and 23, 2011	5,075.00	-do-
12-035-101 FSDE IRPEP-11/ 01-09-13	-do-	Reimbursement of expenses incurred on various dates for meal, bread and groceries-snack items	3,070.65	With NFD issued dated July 27, 2018
12-036-101 FSDE IRPEP-11/ 01-10-13	-do-	Reimbursement of expenses incurred in the purchased of helmet and goggles	2,298.00	-do-
2018-02 NISRIP PC/LP 6-26-18	-do-	Payment of accommodation, meals, snacks, training kits, and supplies	3,200.00	-do-
Total GF-RO X			P 293,463.94	

RO XI

I. NDs with NFDs and COEs (8 NDs)

09-02-F101-09/ 12-1-2009	Head, Accounting Unit et al.	Excess payment of overtime services	58.56	With NFD
09-05-F101-09/ 12-1-2009	Head, Accounting Unit et al.	-do-	110.37	With NFD
09-09-F101-09/ 12-1-2009	-do-	-do-	319.61	-do-
09-10-F101-09/ 12-1-2009	-do-	-do-	234.32	-do-
09-13-F101-09/ 12-1-2009	-do-	Excess payment of overtime services	91.98	-do-
09-18-F101-09/ 12-1-2009	Head, Accounting Unit et al.	Excess payment of overtime services	26.12	With NFD
09-36-F101-07 12-28-2009	Dane delos Santos et al.	Failure to submit proof of savings w/c was the required basis for payment of CNA incentive as provided in AO No. 135. CNA is not a proper charge to project fund	55,660.00	With COA RO XI Decision No. 2015-18 dated December 23, 2015
09-08-F101-09/ 12-1-2009	Head Accounting Unit et al.	Expenses not related to purpose of cash advance	24,400.00	ND affirmed under COA RO XI Decision No. 2014-19; With COE dated July 28, 2015
Total GF-RO XI			P 80,900.96	

RO XII

I. ND with NFD and COE (1 ND)

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
<u>CIMO</u>				
12-001-101(11)/ 3-1-2012	NIA Cotabato IMO officers and employees	Payment of CNA incentives	P 475,000.00	With NFD dated October 30, 2015
<u>RO XIII</u>				
I. NDs with NFDs and COEs (2 NDs)				
ASDI IMO				
17-001-101-(16)	Orlando L. Labarinto et al.	Labor services under Pakyaw Contracting System in excess of the P500,000.00 limit	45,267.07	With NFD dated January 28, 2019 and COE dated February 4, 2019 Filed Petition for Review
12-003-101-(12)	Ms. Virginia A. Gonzaga et al.	Transfer of Interest Income to NIA Caraga RO XIII Fund 501 NIMF instead to BTr.	2,547,151.67	For verification
			2,592,418.74	
II. NDs with appeal memorandum (1 ND)				
2015-01-101-(12)/ 1-15-2015	Modesto G. Membreve et al.	Excessive payment to Algamon Construction net of tax	1,064,016.82	Filed before CGS Cluster 5 Director
			3,656,435.56	
Total GF			P 2,250,447,654.05	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
B. Corporate Fund (CF)-CO				
I. NDs with NFDs and COEs (36 NDs)				
2016-004-501/ 08-03-16	Project Manager, PIDP et al.	Payment of meals and snacks which was served in the year 2013. Expense was only recognized when payment was made in the year 2015	5,386.00	With NFD and COE dated February 22, 2017
2016-001-501/ 4-04-16	Former Administrator et al.	Reimbursement of jet plane fuel and incidental expenses in the total amount of P406,315.78 paid to Subic Air by the Administrator in connection with his official travel to Maguindanao, Cotabato and Cauayan, Lal-lo, Cagayan on April 16, 2015 and May 12, 2015, respectively	406,315.78	With NFD dated November 2, 16 but COE not issued due to Motion for Leave to File and admit Appeal Memorandum
2014-002-501 (12)/ 5-30-14	Administrator et al.	Payment of CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000	29,250.00	With NFD dated February 12, 2016 and COE dated March 11, 2016

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2014-001-501 (12)/ 11-08-13	-do-	-do-	16,961.15	With NFD dated March 15, 2016 and COE on March 29, 2016
2013-096-501 (11)/ 10-16-13	Former Manager, Administrative Department et al.	Payment of CNA Incentive for CY 2011 exceeded the P25,000.00 ceiling as provided for in the DBM Budget Circular No. 2011-5 dated 12-26-2011	25,830.00	With NFD dated February 15, 2016 and COE dated March 11, 2016
2013-073-501 (11)b/ 9-27-13	Former Manager, Administrative Department et al.	Payment of CNA Incentive for CY 2011 exceeded the P25,000.00 ceiling as provided for in the DBM Budget Circular No. 2011-5 dated 12-26-2011	37,000.00	With NFD dated February 12, 2016 and COE dated March 11, 2016
2013-071 501 (11)/ 9-20-13	-do-	-do-	23,000.00	With NFD dated April 6, 2016 and COE dated April 13, 2016
2013-024-501 (12)/ 3-22-13	Acting Manager, Accounting Division et al.	Overpayment of RATA for CY 2012	22,000.00	With NFD dated May 19, 2015 and COE dated November 5, 2015
2013-012-501 (11)/ 2-22-13	Former DAAF et al.	Overpayment of Representation Allowance (RA) from January to October 2011	8,000.00	With NFD dated November 6, 2015 and COE dated March 7, 2016
11-017-501 (09)/ 4-18-11	Manager, Accounting Division et al.	Payment of CNA incentive for NIA managerial employees for the year 2009 in violation of DBM Budget Circular No. 2006-1 dated February 1, 2006	136,500.00	With NFD dated January 12, 2015 and COE dated February 17, 2015
11-016-501 (09)/ 4-18-11	-do-	-do-	132,000.00	-do-
11-015-501 (10)/ 4-18-11	-do-	-do-	45,000.00	With NFD dated January 12, 2015 and COE dated February 17, 2015
11-012-501 (10)/ 4-18-11	Former OIC, Deputy Administrator et al.	Overpayment of RA for the period January to October 2010	19,000.00	With NFD dated June 5, 2013 and COE dated January 22, 2016
11-007-501 (10)/ 4-18-11	Acting Deputy Administrator et al.	Overpayment of RA for the period January to December 2010	19,200.00	-do-
11-004-501 (10)/ 4-18-11	Manager, Accounting Division et al.	Overpayment of RA for December 2010	800.00	With NFD dated June 4, 2013 and COE dated January 22, 2016
10-016-501 (09)/ 3-16-10	Acting Sr. Deputy Administrator et al.	Payment of CNA incentive for NIA Contractual employees for the year 2009 not authorized due to their No employee-employer relationship	19,904.15	With NFD on February 15, 2016 and COE on March 7, 2016

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
			946,147.08	
<u>NIACI</u>				
2017-002-NIACI/ 11-06-17	NIACI Consultants et al.	Payment of remuneration of NIACI Consultants was contrary to Section 4 (6) of PD No. 1445; COA Decision No. 2016-245 dated September 20, 2015 and Item Nos. 2.2 and 3.2 of DBM Budget Circular No. 2007-02 dated October 1, 2007	4,476,420.01	
2015-015-NIACON/ 9-23-15	Enrique A. Sabio, Jr. et al.	Disbursements incurred were not adequately supported with appropriate/proper documents	19,000.00	With NFD and COE dated March 13, 2017
2015-009-NIACON/ 9-23-15	Caesar G. De Guzman et al.	Payments of Separation/ Retirement Pay and Terminal Leave Benefits were not adequately supported with appropriate/ proper documents	1,346,920.85	-do-
2015-004-NIACI/ 9-15-15	Alberto A. Ginez, Jr. et al.	Payments of vehicle rentals, plane ticket of consultant and wages of enumerators were not supported with complete and proper documentary requirements	92,789.00	-do-
2014-019-NIACI/ 12-01-14	NIACI Officers et al.	Payment of meals of consultants and enumerators was covered by per diem and daily wages, respectively	7,024.00	With NFD dated September 23, 2015 and COE dated March 3, 2016
2014-017-NIACI/ 11-20-14	-do-	Liquidation of cash advances was not supported with complete and proper documentary requirements	32,370.00	With NFD dated March 2, 2016 and COE dated March 15, 2016
2014-007-NIACON/ 3-21-14	-do-	Disbursement incurred for vehicle rental is considered "Irregular Expenditure" pursuant to COA Circular No. 2012-003 dated October 29, 2012	14,000.00	With NFD dated March 15, 2016 and COE dated March 21, 2016
2014-006-NIACON/ 3-21-14	NIACI Consultants et al.	Expenses incurred were not within the period indicated in the Travel Order, hence, considered "Irregular Expenditures" pursuant to COA Circular No. 2012-003	6,702.00	With NFD dated September 23, 2015 and COE dated January 22, 2016
2014-005-NIACI (12)/ 3-18-14	NIACI Officers et al.	Signatures of persons acknowledging receipt of payment for services rendered differed with their signatures appearing in the photocopy of their Identification Card (ID) submitted	6,400.00	With NFD dated September 15, 2015 and COE dated January 22, 2016
2014-003-NIACI (12)/ 2-25-14	Dionisio D. Fausto et al	Payment of vehicle rental and honoraria is considered "Irregular Expenditure" pursuant to COA Circular No. 2014-003	80,400.00	With NFD dated November 19, 2015 and COE dated January 22, 2016
2014-002-NIACI	NIACI Consultants et al.	Payment of vehicle rental is considered	15,000.00	With NFD dated

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
(12)/ 2-25-14		"Irregular Expenditure" pursuant to COA Circular No. 2014-003		November 10, 2015 and COE dated January 22, 2016
2014-001-NIACI (12)/ 2-06-14	NIACI Officers et al.	Non-submission of documentary requirements within the reglementary period	32,370.00	With NFD dated November 10, 2015 and COE dated January 22, 2016
12-006-NIACI(11)/ 11-23-12	NIA Administrator et al.	Grant of uniform allowance, mid-year bonus/cash gift and PIB to various NIA Officers who acted as advisors of NIACI was contrary to Section 56 of Administrative Code of 1987	22,750.00	With NFD dated November 9, 2015 and COE dated 01-22-2016
12-003-NIACI(10)/ 8-31-12	NIACI Officers et al.	Lack of legal basis for inclusion in the liquidation report of expenses for snacks and groceries since per diem was already claimed	2,915.50	With NFD dated November 9, 2015 and COE dated 01-22-2016
12-002-NIACI(09)/ 5-14-12	NIACI Vice President for Operations et al.	Acquisition cost of Honda City, 2009 Model, 1.3 S MT of P750,000 was higher than the prevailing market price of P721,000 at the time of purchase	29,000.00	With NFD dated November 10, 2015 and COE dated January 22, 2016
11-003-NIACON(10)/ 11-14-11	Former NIACI Treasurer et al.	Illegal payment of annual fee made to CITI Gold Mastercard	2,500.00	-do-
11-001-NIACON(09)/ 3-29-11	NIACI Consultant et al.	Non-liquidation of cash advance	25,497.00	-do-
10-002-NIACON(09)/ 9-14-10	NIACI Former Vice President for Legal and Administrative Services et al.	Payment of separation pay for the period June 15, 2005 to February 11, 2009 is without legal basis	33,010.00	With NFD dated November 10, 2015 and COE dated January 22, 2016
10-001-NIACON(09)/ 9-08-10	Caesar G. de Guzman et al.	Payment of annual fee of personally owned credit card of Mr. Caesar G. de Guzman	2,000.00	Person liable-deceased; With COE dated March 13, 2017
11-004-NIACI (10)/12/15/11	NIA Officers et al.	Double payment of clothing/uniform allowance	12,000.00	
			6,259,068.36	
			7,205,215.44	

II. NDs for issuance of NFDs and COEs (2 NDs)

2019-001-501/ 8-23-19	A.M. Oreta Co. Inc.		105,116,655.00	No appeal was received upon expiration of the six (6) month period.
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2016-002-501 (A) / 6-6-19	Former NIA Administrator et al.	Lack of supporting documents necessary for auditorial review of payments of contract No. NIACO-S-2R	28,680,000.00	Supplemental ND. No appeal was received upon expiration of the six (6) month period.
			133,796,655.00	

III. NDs with decisions (10 NDs)

2016-005-501/ 8-05-16	Administrator et al.	Payment for Overtime Services rendered in the period November 17-30, 2015	23,900.25	With CGS Cluster-V Decision No. 2018-045 dated December 20, 2018
NIACI				
2015-007-NIACI/ 9-18-15	Danilo C. Cortez et al.	Disbursements incurred were not adequately supported with appropriate/proper documents	39,310.00	With CGS 5 Decision No. 2018-042 dated November 28, 2018
2015-006-NIACI/ 9-18-15	Danilo C. Cortez et al.	Disbursements incurred were not adequately supported with appropriate/proper documents	58,900.00	With CGS 5 Decision No. 2018-042 dated November 28, 2018
2015-005-NIACI/ 9-15-15	-do-	-do-	41,000.00	-do-
2015-003-NIACI/ 9-15-15	Alberto A. Ginez, Jr. et al.	Payments of vehicle rentals and wages of enumerators were not supported with complete and proper documentary requirements	56,000.00	With CGS 5 Decision No. 2018-042 dated November 28, 2018
2014-018-NIACI/ 11-25-14	NIACI Officers et al.	Payments of vehicle rentals were not supported with complete and proper documentary requirements	1,011,200.00	Consolidated Appeals of Genever M. Dionio et al., for the lifting of the ND were denied under CGS Cluster 5 Decision No. 2015-016 dated October 30, 2015
2013-003-NIACI (12)/ 9-12-13	-do-	Remuneration paid to an employee not qualified as Consultant	297,087.47	Appeal dated March 10, 2014 of Genever M. Dionio et al. was denied under CGS 5 Decision No. 2014-013 dated September 24, 2014, with modification as to the amount of the ND
2013-001-NIACI (12)/ 8-27-13	NIACI Officers et al.	Payment of remuneration and honoraria to NIA and NIACI officers for CY 2012 without legal basis	1,459,800.00	CGS 5 Decision No. 2014-010 and ND were affirmed under COA Decision No.

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
				2016-245 With partial settlement
12-005-NIACI (11)/11-23-12	NIACI President et al.	Payment to NIA Officers who acted as members of the Technical Assistance Team for consultancy contracts between NIA and NIACI was contrary to Section 8, Article IX(b), 1987 Constitution and absence of documentary requirements to support rendition of work	2,137,000.00	ND was affirmed under COA Decision No. 2016-435 dated December 27, 2016. With partial settlement
12-004-NIACI (10)/11-23-12	-do-	Payment to NIA Officers who acted as members of the Technical Assistance Team for consultancy contracts between NIA and NIACI was contrary to Section 8, Article IX(b), 1987 Constitution and absence of documentary requirements to support rendition of work	399,000.00	ND was affirmed under COA Decision No. 2016-435 dated December 27, 2016. With partial settlement
			5,523,197.72	

IV. NDs with Petition for Review (106 NDs)

2015-016-501 (12)/9-15-15	-do-	Payment of CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000	955,000.00	With Petition for Review
2015-015-501 (12)/9-08-15	-do-	-do-	723,000.00	-do-
2015-014-501 (12)/9-08-15	-do-	-do-	312,000.00	-do-
2015-013-501 (12)/9-07-15	Administrator et al.	Payment of CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000	317,000.00	With Petition for Review
2015-012-501 (12)/9-04-15	-do-	-do-	840,000.00	-do-
2015-011-501 (12)/9-04-15	-do-	-do-	273,000.00	-do-
2015-010-501 (12)/9-02-15	-do-	-do-	615,000.00	-do-
2015-009-501 (12)/8-24-15	-do-	-do-	69,000.00	-do-
2015-008-501 (12)/8-24-15	-do-	-do-	234,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2015-007-501 (12)/ 8-12-15	-do-	-do-	1,170,000.00	-do-
2015-006-501 (12)/ 8-17-15	-do-	-do-	507,000.00	-do-
2015-005-501 (12)/ 8-17-15	-do-	-do-	124,000.00	-do-
2015-004-501 (12)/ 8-12-15	-do-	-do-	507,000.00	With Petition for Review
2015-003-501 (12)/ 8-12-15	-do-	-do-	156,000.00	-do-
2015-002-501 (12)/ 2-12-15	-do-	-do-	700,000.00	-do-
2013-118-501 (11)/ 11-07-13	Acting Manager, Accounting Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	37,000.00	-do-
2013-117-501 (11)/ 10-29-13	-do-	-do-	21,500.00	-do-
2013-116-501 (11)/ 10-29-13	-do-	-do-	7,000.00	-do-
2013-115-501 (11)/ 10-29-13	-do-	-do-	37,000.00	-do-
2013-114-501 (11)/ 10-29-13	Acting Manager, Accounting Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	17,000.00	With Petition for Review
2013-113-501 (11)/ 10-29-13	-do-	-do-	37,000.00	-do-
2013-112-501 (11)/ 10-29-13	-do-	-do-	37,000.00	-do-
2013-111-501 (11)/ 10-25-13	-do-	-do-	37,000.00	-do-
2013-110-501 (11)/ 10-25-13	-do-	-do-	7,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2013-109-501 (11)/ 10-25-13	-do-	-do-	17,000.00	-do-
2013-108-501 (11)/ 10-25-13	-do-	-do-	17,000.00	-do-
2013-107-501 (11)/ 10-25-13	-do-	-do-	308,500.00	-do-
2013-106-501 (11)/ 10-24-13	-do-	-do-	74,000.00	With Petition for Review
2013-105-501 (11)/ 10-24-13	-do-	-do-	14,000.00	-do-
2013-104-501 (11)/ 10-24-13	-do-	-do-	5,000.00	-do-
2013-103-501 (11)/ 10-24-13	-do-	-do-	5,000.00	-do-
2013-102-501 (11)/ 10-23-13	-do-	-do-	22,500.00	-do-
2013-101-501 (11)/ 10-23-13	-do-	-do-	22,500.00	-do-
2013-100-501 (11)/ 10-23-13	-do-	-do-	15,000.00	-do-
2013-099-501 (11)/ 10-23-13	-do-	-do-	6,000.00	-do-
2013-098-501 (11)/ 10-22-13	Acting Manager, Accounting Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	6,000.00	With Petition for Review
2013-097-501 (11)/ 10-22-13	-do-	-do-	7,500.00	-do-
2013-095-501 (11)/ 10-07-13	-do-	-do-	25,000.00	-do-
2013-094-501 (11)/	-do-	-do-	296,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
10-07-13				
2013-093-501 (11)/ 10-07-13	-do-	-do-	21,500.00	-do-
2013-092-501 (11)/ 10-07-13	-do-	-do-	27,500.00	-do-
2013-091-501 (11)/ 10-07-13	-do-	-do-	5,000.00	With Petition for Review
2013-090-501 (11)/ 10-07-13	-do-	-do-	7,000.00	-do-
2013-089-501 (11)/ 10-04-13	-do-	-do-	80,000.00	-do-
2013-088-501 (11)/ 10-04-13	-do-	-do-	37,000.00	-do-
2013-087-501 (11)/ 10-04-13	-do-	-do-	154,000.00	-do-
2013-086-501 (11)/ 10-04-13	-do-	-do-	148,000.00	-do-
2013-085-501 (11)/ 10-04-13	-do-	-do-	210,000.00	-do-
2013-084-501 (11)/ 10-04-13	-do-	-do-	6,000.00	-do-
2013-083-501 (11)/ 10-04-13	-do-	-do-	14,000.00	-do-
2013-082-501 (11)/ 10-04-13	-do-	-do-	37,000.00	-do-
2013-081-501 (11)/ 10-03-13	Acting Manager, Accounting Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	111,000.00	With Petition for Review
2013-080-501 (11)/ 10-02-13	-do-	-do-	195,500.00	-do-
2013-079-501	-do-	-do-	111,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
(11)/ 9-30-13				
2013-078-501 (11)/ 9-30-13	-do-	-do-	37,000.00	-do-
2013-077-501 (11)/ 9-30-13	-do-	-do-	74,000.00	-do-
2013-076-501 (11)/ 9-30-13	-do-	-do-	37,000.00	With Petition for Review
2013-075-501 (11)/ 9-30-13	-do-	-do-	111,000.00	-do-
2013-074-501 (11)/ 9-27-13	-do-	-do-	111,000.00	-do-
2013-073-501 (11)/ 9-27-13	-do-	-do-	354,500.00	-do-
2013-072-501 (11)/ 9-20-13	-do-	-do-	74,000.00	-do-
2013-070-501 (11)/ 9-13-13	-do-	-do-	885,000.00	-do-
2013-069-501 (11)/ 9-12-13	-do-	-do-	465,500.00	-do-
2013-068-501 (11)/ 9-12-13	-do-	-do-	148,000.00	-do-
2013-067-501 (11)/ 9-12-13	-do-	-do-	255,500.00	-do-
2013-066-501 (11)/ 9-11-13	-do-	-do-	17,000.00	-do-
2013-065-501 (11)/ 9-10-13	-do-	-do-	37,000.00	-do-
2013-064-501 (11)/ 9-11-13	Acting Manager, Accounting Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	296,000.00	With Petition for Review
2013-063-501	-do-	-do-	30,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
(11)/ 9-10-13				
2013-062-501 (11)/ 9-09-13	-do-	-do-	27,500.00	-do-
2013-061-501 (11)/ 9-09-13	-do-	-do-	37,000.00	-do-
2013-060-501 (11) 09-09-13	-do-	-do-	7,500.00	With Petition for Review
2013-059-501 (11)/ 9-09-13	-do-	-do-	222,000.00	-do-
2013-058-501(11) 9-09-13	-do-	-do-	21,500.00	-do-
2013-057-501 (11)/ 9-04-13	-do-	-do-	37,000.00	-do-
2013-056-501 (11)/ 9-04-13	-do-	-do-	37,000.00	-do-
2013-055-501 (11)/ 9-04-13	-do-	-do-	235,000.00	-do-
2013-054-501 (11)/ 9-02-13	-do-	-do-	894,500.00	-do-
2013-053-501 (11)/ 9-03-13	-do-	-do-	925,000.00	-do-
2013-052-501 (11)/ 9-02-13	-do-	-do-	37,000.00	-do-
2013-051-501 (11)/ 9-02-13	-do-	-do-	629,000.00	-do-
2013-050-501 (11)/ 9-02-13	-do-	-do-	666,000.00	-do-
2013-049-501 (11)/ 9-02-13	-do-	-do-	74,000.00	-do-
2013-047-501 (11)/ 8-29-13	-do-	-do-	592,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2013-046-501 (11)/ 08-29-13	Acting Manager, Accounting - Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	592,000.00	With Petition for Review
2013-045-501 (11)/ 8-29-13	-do-	-do-	111,000.00	-do-
2013-044-501 (11)/ 8-29-13	-do-	-do-	1,184,000.00	With Petition for Review
2013-043-501 (11)/ 8-23-13	-do-	-do-	1,036,000.00	-do-
2013-042-501 (11)/ 8-23-13	-do-	-do-	222,000.00	-do-
2013-041-501 (11)/ 8-23-13	-do-	-do-	259,000.00	-do-
2013-040-501 (11)/ 8-23-13	-do-	-do-	74,000.00	-do-
2013-039-501 (11)/ 8-23-13	-do-	-do-	185,000.00	-do-
2013-038-501 (11)/ 8-23-13	-do-	-do-	962,000.00	-do-
2013-037-501 (11)/ 8-23-13	-do-	-do-	111,000.00	-do-
2013-036-501 (11)/ 8-23-13	-do-	-do-	185,000.00	-do-
2013-035-501 (11)/ 8-23-13	-do-	-do-	444,000.00	-do-
2013-034-501 (11)/ 8-22-13	-do-	-do-	814,000.00	-do-
2013-033-501 (11)/ 8-22-13	-do-	-do-	814,000.00	-do-
2013-032-501 (11)/	-do-	-do-	555,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
08-22-13				
2013-031-501 (11)/ 8-16-13	-do-	-do-	555,000.00	-do-
2013-030-501 (11)/ 8-13-13	Acting Manager, Accounting Division et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000	296,000.00	With Petition for Review
2013-029-501 (11)/ 8-13-13	-do-	-do-	518,000.00	With Petition for Review
2013-028-501 (11)/ 8-13-13	-do-	-do-	370,000.00	-do-
2013-027-501 (11)/ 8-06-13	-do-	-do-	37,000.00	-do-
2014-008-NIACON/ 4-14-14	-do-	Payment of honoraria was contrary to Section 56 of Administrative Code of 1987	655,200.00	-do-
2014-004 NIACI (12)/ 3-12-14	-do-	Penalties incurred were due to late payment of value added tax (VAT) for the 4 th quarter of CY 2012, hence, considered "Unnecessary Expenditures" pursuant to COA Circular No. 2012-003	139,889.55	-do-
			27,238,589.55	

V. NDs with appeal memoranda (13 NDs)

2017-01-501/ 6-23-17	Former DAEO et al.	Payment to Kyro Builders for Contract No. UMRIPD-C1	119,460,053.27	
2016-009-501/ 10-25-16	Former Manager, Administrative Department et al.	Payment to Masangkay Computer Center for the supply and delivery of various IT equipment	769,226.08	
2016-008-501/ 9-02-16	Administrator et al.	Payment of the Supply, Printing and Delivery of 1,200 pcs. T-shirts and 1,200 Conference bags for the NIA-IA Convention-Consultation and Mass Turn-over of Completed Project to IAs	372,000.00	
2016-007-501/ 7-29-16	-do-	Payment to Travellers International Hotel Group, Inc. for the lease of venue including accommodation and meals for 1,200 participants	8,437,400.00	
2016-003-501/ 7-22-16	Administrator et al.	Payment for Overtime Services rendered in the period January to December 2015	473,543.50	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2016-002-501/ 4-25-16	Former NIA Administrator et al.	Supply and Delivery of Twenty (20) units Pick-up Truck, Double Cab, 4x4, DED, Model Nissan Frontier Navarra 4 WD MT under NIA Corporate Fund (F501)	520,000.00	
			130,032,222.85	

NIACI

2017-001- NIACI/ 2-16-17	NIACI Consultants et al.	Liquidation of cash advances for CY 2012 for the payment of honorarium, remuneration of enumerators, security guides and security coordinators of NIACI were not supported with complete documents contrary to Section 4(6) of Presidential Decree (PD) No. 1445	843,750.00	Filed by Caesar G. De Guzman et al.
2015-014-NIACON/ 9-23-15	Cesar L. Oropilla et al.	Payments of vehicle rentals and wages of enumerators were not supported with complete and proper documentary requirements	62,100.00	Filed by Genever M. Dionio et al.
2015-013-NIACON/ 9-23-15	Prisco O. Boco III et al.	-do-	23,600.00	-do-
2015-012-NIACON/ 9-23-15	Cesar L. Oropilla et al.	-do-	17,200.00	-do-
2015-011-NIACON/ 9-23-15	Eduardo B. Aldaba et al.	Payments of vehicle rentals and wages of enumerators were not supported with complete and proper documentary requirements	9,500.00	-do-
2015-010-NIACON/ 9-23-15	Dionisio D. Fausto et al.	-do-	95,550.00	-do-
2015-008-NIACON/ 9-23-15	NIACI Officers et al.	-do-	7,102,875.00	With CGS 5 Decision No. 2019-002 dated January 30, 2019 for the disallowance of Mr. Porfirio R. Rivera amounting to P119,250.00
			8,154,575.00	
			138,186,797.85	
Total-CF -CO			311,950,455.56	

CAR

I. NDs with NFDs and/or COEs (3 NDs)

RO

12-009-501-10/ 11-26-12 (Supplemental ND No.	J. Socalo - Retired Regional Manager; B. Espique, Jr. - Regional Manager; Raymundo B. Apil - Division	Payment for the restoration of UCRIS was disallowed for being irregular transaction pursuant to COA Circular No. 2012-003	123,762.90	Initial ND settled per Memo dtd. 9-19-2019 addressed to COA-CAR Regional
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
15-004-501)/ 6-9-15	Manager; C. Bustonera - Retired Sr. engineer A; C. Soto - Resigned TWG et al.			Director. Supplemental ND remain unsettled.
Kalinga IMO				
2015-010-501 (11)/ 12-1-15	Jone D. Dulnuan; Raymundo B. Apil-Division Manager A	Payment of Viability Incentive Grant (VIG) for CY 2013 was made contrary to Section 12 of Republic Act (RA) No. 6758, "An Act Prescribing a Revised Compensation and Position Classification system in the Government and for Other Purposes".	43,000.00	
2015-011-501 (13-14)/ 12-1-15	Regional Manager; Division Manager; Administrative Services Officer A; Cashier B; Asterio Abacco and co.; Marilyn Almeda and co.; Brian Allig and co.; Jonathan Aggasid and co.; Harmon Addun and co.; Delfin Aglit and co. other employees.	Payment of Viability Incentive Grant (VIG) for CY 2013 was made contrary to Section 12 of Republic Act (RA) No. 6758, "An Act Prescribing a Revised Compensation and Position Classification system in the Government and for Other Purposes".	4,186,739.88	COA Order of Execution dated March 26, 2019.
			4,229,739.88	
			4,353,502.78	

II. NDs with appeal memoranda (10 NDs)

2018-02-(501 COB)/ 4-18-18	Engr. B. Espique - Regional Manager; G. Fanged - Administrative and Finance Manager; Honorato Donato - Security Consultant	Payment of consultancy services is disallowed for its non-compliance with Sec. 2 and 7.2 of RA 9184 and Item 6 of PD 1445.	350,000.00	
16-002-501-(15)/ 10-5-16	J. Socalo - Retired Regional Manager; H. Laoyan-Chief Corp. Accountant; Milagros B. Colet - Retired employee	The payment of Cost of Living Allowance and Amelioration Allowance (COLA/AA) was disallowed in audit because it was made contrary to Section 12 of Republic Act (RA) No. 6758	68,647.55	
15-009-501-(07)/ 10-12-15	Delfin B. Aglit-Officer-in-charge	Payment of Collective Negotiation Agreement (CNA) Incentive for CYs 2007-2008 was made to officials performing managerial functions contrary to Section 2 of Administrative Order No. 135, dated December 27,2005	10,000.00	
15-008-501-(07)/ 8-25-15	J. Socalo - Retired Regional Manager; Maribeth R. Pascua- Collection Representative A; Lucena N. Carino - Collection Representative A; Normalito B. Tamayo et al.	-do-	20,000.00	
15-007-501-14	A. Aklit, Former RM et al.	-do-	55,000.00	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
(07-08)/ 7-29-15				
15-005-501-14 (RO)/ 6-30-15	J. Socalo, RM et al	Payment of VIG for CY 2012	1,335,960.00	
12-005-501-10/ 6-27-12	D. Onza, Division Manager et al.	Early payment of CNA	500,000.00	With COA-CAR RO Decision No. 2015- 044 dated July 20, 2015
12-004-501-10/ 6-27-12	J. Socalo, RM et al.	-do-	2,050,000.00	-do-
12-003-501-10/ 6-27-12	R. Apil, Division Manager et al.	-do-	2,350,000.00	With COA-CAR RO Decision No. 2015- 044 dated July 20, 2015
12-001-501-11/ 6-05-12	J. Socalo, RM et al.	CNA granted for CY 2011 was in excess of P25,000.00	760,000.00	With COA-CAR RO Decision No. 2015- 044 dated July 20, 2015
			7,499,607.55	

III. NDs within the appeal period (4 NDs)

Kalinga IMO

2019-05-501COB (18) 07-10-19	F. Pancho- Administrative and Finance chief, et al.	The payment of BAC Honoraria was not subjected to withholding tax inconsistent with Sec. 2.78 and 2.78.1 of BIR Rev. Reg. No. 2-98	64,517.48	Payments were made under OR No. 2298346 & 2298350 but remittance to the National Treasury was made only after Dec. 31, 2019. For issuance of NSSDC.
2019-01-501 (16) 01- 28-19	LFP J. Socalo-Retired Regional Manager, et al.	The payment for the construction of Lamew CIP Package 2 was disallowed because the actual accomplishment of the project was only 58.84%.	165, 947.37	The project was re-inspected by COA-TAS on January 9-11, 2020, hence, Technical Evaluation Reports are pending issuance.

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2019-02-501 (16)/ 01-28-19	LFP do-	The payment for the construction of Lamew CIP Package 3 was disallowed because the actual accomplishment of the project was only 52.63%.	229,095.14	The project was re-inspected by COA-TAS on January 9-11, 2020, hence, Technical Evaluation Reports are pending issuance.
2019-03-501 (18) 01-28-19	LFP do-	The payment for the construction of Lamew CIP Package 1 was disallowed because the actual accomplishment of the project was only 87.35%	44,368.81	The project was re-inspected by COA-TAS on January 9-11, 2020, hence, Technical Evaluation Reports are pending issuance.
			503,928.80	

IV. NDs with decisions (5 NDs)

15-006-501-14 (RO)/ 6-9-15	J. Socalo - Retired Regional Manager; Grace Fanged - Administrative and Finance Division Manager, et al.	Payment of VIG has no legal basis due to the absence of express authority from the President of the Philippines as provided under COA-Circular No. 2013-003 dated January 30, 2013.	1,974,971.28	Affirmed under COA-CGS-5 Decision No. 2016-009 dated May 18, 2016
13-003-501-12/ 1-17-14	-do-	CNA granted for CY 2011 in excess of P25,000.00	320,000.00	With CGS Cluster-V Decision No. 2015-015 dated October 30, 2015
13-002-501-12/ 1-16-14	J. Socalo - Retired Regional Manager, R. Alciso, et al.	Payment of payment of CNA was disallowed in audit because the benefits were paid in excess of the ₱25,000.00 limitation, contrary to Budget Circular No. 2011-5 dated December 26, 2011	3,045,000.00	Affirmed under CGS-5 Decision No. 2015-015 dated Oct. 30, 2015.
13-001-501-12/ 1-16-14	J. Socalo - Retired Regional Manager, W. Baloran, et.al	Payment of payment of CNA was disallowed in audit because the benefits were paid in excess of the ₱25,000.00 limitation, contrary to Budget Circular No. 2011-5 dated December 26, 2011	1,843,750.00	Affirmed under CGS-5 Decision No. 2015-015 dated Oct. 30, 2015.
			7,183,721.28	

V. ND with Petition for Review (1 ND)

12-008-501-11/ 10-19-12	-do-	Unreasonable contract cost with a variance of 15.61% above the contract amount	944,427.30	With petition for review dated October 24, 2017
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Total-CF-CAR	20,485,187.71
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RO I

I. NDs with NFDs and COEs (3 NDs)

La Union IMO

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
12-001-501 (COB)- (11)/ 1-31-12	Lelito G. Valdez et al.	Payment of CY 2011 CNA	115,000.00	NFD dated June 8, 2015; COE 2015-300 dated December 28, 2015
11-501-COB-001 (10)/ 5-11-11	Engr. Roberto Q. Abule et al.	Payment of CY 2010 CNA	115,000.00	NFD dated February 1, 2017; COE No. 2017-028 dated March 2, 2017
<u>Ilocos Sur IMO</u>				
ND No. SM-12-001 (12) April 11, 2012	Engr. Adriano F. Amano Romana Dangli Norma G. Dacay Various Payees	Payment of CNA for FY 2011 to NIA Officials and employees	80,000.00	NFD Dated August 11, 2016 With COA RO I Decision No. 2015-019 dated May 25, 2015
			310,000.00	

II. NDs with appeal memoranda (5 NDs)

Agno River Integrated Irrigation Project

NIA ARIIP 2013- 12-001(F501)	Project Manager et al.	Payment of CNA incentive for CY 2012	11,841,500.00	On appeal
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Pangasinan IMO

12-001-501-(11) / 1- 9-12	Division Manager et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000.00	64,440.00	On appeal
11-001-501-(10) / 5- 11-11	-do-	-do-	180,000.00	-do-

La Union IMO

LUIMO-2013-01- 501(12) / 12-27-13	Rhea M. Santiago, et. al	Payment of CY 2012 CNA	654,000.00	-do-
12-002-501(12)/ 8-22-12	NIA LUIMO Officers and Employees	-do-	216,000.00	-do-

12,955,940.00

III. NDs within the appeal period (11 NDs)

RO

19-001-501-(19)/ 11-4-19	Engr. Vicente Vicmudo, Edgar Buted, Atty. Jonathan Earl De Vera	Payment for the Services of a Legal Consultant	40,000.00	
19-002-501-(19)/ 11-4-19	-do-	-do-	40,000.00	
19-003-501-(19)/ 11-4-19	-do-	-do-	40,000.00	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
19-004-501-(19)/ 11-4-19	-do-	-do-	40,000.00	
19-005-501-(19)/ 11-4-19	-do-	-do-	40,000.00	
19-006-501-(19)/ 11-4-19	-do-	-do-	40,000.00	
19-007-501-(19)/ 11-4-19	Engr. Angelito Miguel, Edgar Buted, Atty. Jonathan Earl De Vera	-do-	40,000.00	
19-008 -501-(19)/ 11-4-19	-do-	-do-	40,000.00	
<u>Ilocos Sur IMO</u>				
ND No. 19-010 501LFPs-BSRIP(18) October 14, 2019	Engr. Adriano F. Amano Ms. Ma. Luisa M. Tolledo Engr. Roel C. Laurente	Unnecessary and excessive procurement of high-end mobile phone	41,160.18	
ND No. 19-011 501LFPs-BSRIP(18) October 14, 2019	Engr. Adriano F. Amano Ms. Ma. Luisa M. Tolledo Engr. Roel C. Laurente Engr. Myrna C. Martinez	-do-	43,526.25	
ND No. 19-012 501LFPs-BSRIP(18) October 14, 2019	Engr. Adriano F. Amano Ms. Ma. Luisa M. Tolledo Engr. Federico T. Ursulom, Jr. Engr. Katherine J. Gutierrez	-do-	43,526.24	
			448,212.67	

IV. NDs with decisions (12 NDs)

RO

NIA ROI-2015-03- 001-501 COB(13)/ 4-30-15	Vicente Vicmudo et al	Payment of VIG	750,950.00	With CGS Cluster-5 Decision No. 2015- 020 dated December 22, 2015
NIA RO1 ND No.- 2013-02-501(12)/ 12-27-13	Regional Irrigation Manager et al.	Payment of CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000.00	1,730,750.00	With CGS Cluster-5 Decision No. 2015- 015 dated October 30, 2015
2012-07-001/ 7-25-12	Regional Irrigation Manager et al.	Payment of CNA incentive for CY 2011 in excess of the DBM prescribed ceiling of P25,000.00	1,565,000.00	With COA (Regional Office) Decision No. 2015-039 dated October 13, 2015
2011-08-003/ 8-16-11	-do-	Payment of CNA incentive for CY 2010 in excess of the DBM prescribed ceiling of P25,000.00	192,000.00	COA Commission Proper Decision No. 2016-478 dated December 28, 2016
2011-05-002/ 5-12-11	-do-	-do-	72,000.00	COA Commission Proper Decision No. 2016-478 dated

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
December 28, 2016				
11-05-001 / 5-6-11	-do	-do-	460,000.00	-do-
<u>Pangasinan IMO</u>				
PIMO-2015-01-001-501 COB(13) / 4-30-15	Renato P. Millan et al.	Payment of VIG	2,209,456.99	CGS-5 Decision No. 2015-020 dated December 22, 2015
NIA PIMO ND No. 2013-01-501(12) / 12-27-13	Frida L. Nido et al.	Payment of CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000.00	2,255,750.00	CGS-5 Decision No. 2015-015 dated October 10, 2015
<u>La Union IMO</u>				
15-001-501 (2014)/ 3-19-15	Lelito G. Valdez et al.	Payment of CY 2013 VIG	770,000.00	With CGS Cluster-5 Decision No. 2015-020 dated December 22, 2015
<u>Ilocos Sur IMO</u>				
ND No. SM-12-002 (12) December 6, 2012	Engr. Adriano F. Amano Romana Dangli Norma G. Dacay Various Payees	Payment of CNA Incentives for CY 2011	882,000.00	COA CGS -5 Decision No. 2015-009 dated July 28, 2015
<u>NIA Ilocos Norte IMO</u>				
2015-01 501COB (2013)	NIA INIMO officials and employees	Viability Incentive Grants for CY 2014	814,100.00	Awaiting decision for the consolidated appeal filed.
2015-01 501COB (2014)	-do-	-do-	1,611,391.00	Awaiting decision for the consolidated appeal filed.
			13,313,397.99	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
NDs for issuance of NFDs and COEs(6 NDs)				
ND No. 15-001 (14) May 7, 2015	Engr. Adriano F. Amano, et. al	Payment of Viability Incentive Grant (VIG) for CY 2013	508,000.00	
ND No. 15-002 (14) May 7, 2015	Marites B. Galban, et. al	-do-	235,000.00	
ND No. 15-003 (14) May 7, 2015	Rizelldy G. Laya, et. al	Payment of Viability Incentive Grant (VIG) for CY 2013	83,000.00	
ND No. 15-004 (14) May 7, 2015	Edgar Allan Festejo, et. al	Payment of Viability Incentive Grant (VIG) for CY 2013	16,000.00	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
ND No. 15-005 (14) May 7, 2015	Estrellita A. Quila, et. al	Payment of Viability Incentive Grant (VIG) for CY 2013	75,000.00	
ND No. 15-006 (14) May 7, 2015	Federico T. Ursumlom Jr., et. al	Payment of Viability Incentive Grant (VIG) for CY 2013	28,000.00	
			945,000.00	
Total-CF -RO I			27,972,550.66	

RO II

I. NDs with NFDs and COEs (10 NDs)

2018-001-501 (2017)-NVIMO/ 3-02-18	Roland V. Apaga et al.	Payment of VIG for CY 2014 without legal basis	821,629.00	With NFD dated October 24, 2018; and COE dated November 28, 2019 (With partial settlement amounting to P25,000.00 in 2019)
2018-002-501- (2017)-NVIMO/ 3-02-18	-do-	-do-	334,880.00	With NFD dated October 24, 2018 and COE dated November 28, 2019
2018-NIA ISAIMO- 001-(2017)/ 4-20-2018	Wilfredo Salvador, et al.	Payment of VIG without legal basis	1,574,198.50	With NFD dated August 29, 2019 and COE dated October 14, 2019 (With partial settlement amounting to P90,000.00 in 2019)
2016-003-501- (2014)-CBIMO/ 6-15-16	Francis C. Yu, et al.	-do-	23,000.00	With NFD dated March 12, 2018 and COE No. 2018-001 dated May 10, 2018 (With partial settlement amounting to P177,000.00 in 2019)
2016-005-501- CBIMO/ 10-10-16	Atty. Christopher Narag	Payment of legal services to a private lawyer	24,300.00	With NFD dated May 12, 2017 and COE No. 2018-006 dated July 10, 2018
2017-006-501 (2017) CBIMO/ 11-28-17	Engr. Francis C. Yu et al.	Payment of fuel used by unauthorized personnel	2,021.84	With NFD dated June 18, 2018
2017-003 CBIMO/ 11-09-17	-do-	-do-	5,471.79	With NFD dated June 18, 2018

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2018-002-501- (2017)-QIMO/ 1-04-18	Gileu Michael O. Dimoloy, et al.	Payment of Maternity Leave Benefits	2,063.03	Monthly installment started in May 2018
2018-001-501- (2017)-QIMO/ 1-09-18	-do-	-do-	67.41	-do-
2018-003-501 (2015) CBIMO/ 10-04-18	Engr. Francis C. Yu et al.	Payment of fuel without complete documentation	48,082.89	NS that matured into disallowance
			2,835,714.46	

II. NDs within the appeal period (4 NDs)

2019-001-501 (2017)/ 12-11-19	Engr. Francis C. Yu et al.	Payment of construction materials for the renovation of MPIS without complete documentation	241,892.22	NS that matured to disallowance
2019-002-501 (2015)/ 12-11-19	-do-	Payment for the fabrication/mounting/bracket of aircon and piping system without complete documentation	92,814.00	-do-
2019-001-501 (2019)-QIMO/ 12-09-19	Engr. Felipa Sumer	Payment of first 30 days without legal basis	7,600.00	
2019-002-501 (2019) QIMO/ 12-09-19	Vemie Samortin	-do-	7,600.00	
			349,906.22	

III. NDs with decisions (3 NDs)

RO II

2017-004-501- (2014-2015)- CBIMO/ 12-06-17	Engr. Francis C. Yu et al.	Payment of VIG for CYs 2014 and 2015	5,174,122.00	With CGS 5 Decision No. 2018-031 dated September 7, 2018 which was appealed to the CP
2017-001-501- (2015)/ 12-13-17	Gileu Michael O. Dimoloy et al.	-do-	278,457.56	For issuance of NFD and COE
2018-NIARO2-0002 (2017)/ 5-11-18	Engr. Antonio C. Lara et al.	Payment of VIG was without legal basis.	4,132,914.42	CGS Cluster V Case No. 2018-024 filed on September 27, 2018
			9,585,493.98	
Total-CF -RO II			12,771,114.66	

NIA-MARIIS

NDs with Petition for review (1 ND)

2018-NIAMARIIS-	Wilfredo C. Gloria et al.	Payment of VIG was without legal basis.	133,240,449.33	COA Cluster V Case
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
0001 (2017)/ 5-11-18				No. 2018-034 filed on August 22, 2018
			133,240,449.33	
NIA-CRPIP				
NDs within the Appeal Period (4NDs)				
2019-001 (2018) 9-19-2019	Roland V. Apaga	Overpayment of RATA	100,000.00	
2019-002 (2018) 9-19-2019	-do-	-do-	15,000.00	
2019-003 (2018) 9-19-2019	-do-	-do-	10,000.00	
2019-004 (2018) 9-19-2019	-do-	-do-	5,000.00	
			P130,000.00	
Total-CF -RO II			P146,141,563.99	
<u>RO III</u>				
I. NDs with appeal memoranda (8 NDs)				
2017-003-F501- COB(2017)/ 8-11-17	-do-	Grant of VIG for 2016 was without legal basis	700,000.00	
2017-003-F501- COB(2017)/ 7-24-17	-do-	Grant VIG for 2014 and 2015 were without legal basis	2,299,999.66	
2017-03-501 (2014-2016)/ PAMBAT	Prudencio B. Santos et al.	Grant of VIG was without legal basis	2,440,000.00	
2017-03-501 (2014-2016)/ BANE	Angelito S. Miguel et al.	-do-	25,072,000.00	
2017-02-501 (2014-2016)/ RO	Josephine B. Salazar et al.	-do-	8,703,162.68	
2015-01 (2013/2014)/ RO	Reynaldo D. Puno et al.	-do-	3,849,000.00	
2015-01 (2013/2014)/ PamBat	Angelito S. Miguel et al.	-do-	590,222.13	
2015-01 (2013/2014)/ BANE	Roberto E. Pascua et al.	-do-	4,340,000.00	
			47,994,384.47	
II. NDs with decisions (2 NDs)				
2015-002-F501- COB(2013)/ 8-11-15	Manager, NIA TARZAM IMO et al.	Grant of VIG for 2012 without legal basis	698,701.68	With Petition for Review
2015-001-F501 COB(2014)/ 7-30- 2015	Manager, NIA TARZAM IMO et al.	Grant of VIG for 2013 without legal basis	497,830.76	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
			1,196,532.44	
			49,190,916.91	

UPRIIS

I. ND with NFD and/or COE (1 ND)

13-53-501(12)/ 2-12-13	Josephine B. Salazar et al.	Overpayment of CNA for CY 2012	14,065,371.06	With NFD dated December 3, 2018 issued by the Cluster (With partial settlement amounting to 5,140,628.90, by installment)
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II. NDs with Petition for Review (3 NDs)

15-02-501(14) OMS/ 7-13-15	NIA-UPRIIS officers and employees	Payment of VIG for CY 2014	40,342,893.71	With Petition for Review
15-01-501(13) OMS/ 7-13-15	-do-	Payment of VIG for CYs 2012 and 2013	48,396,848.00	-do-
13-04-501(13)/ 2-12-13	Chief Corporate Accountant et al.	Overpayment of CNA 2012	1,055,000.00	With petition for review before the COA CP With partial settlement of P271,000.00 in 2017
			89,794,741.71	

III. NDs with appeal memoranda (22 NDs)

17-004-501 (17)/ 10-4-17	OMS officers and employees	Payment of VIG for CY 2016	442,200.00	
17-003-501 (17)/ 9- 4-17	OMS officers and employees	Payment of VIG for CY 2016	10,982,900.00	
17-003-501 (17)/ 9- 4-17	DRD officers and employees	Payment of VIG for CY 2016	5,183,400.00	
17-003-501 (17)/ 9- 4-17	Division V officers and employees	-do-	3,683,755.61	
17-003-501 (17)/ 9- 4-17	Division IV officers and employees	Payment of VIG for CY 2014	3,704,000.00	
17-003-501 (17)/ 9- 4-17	Division III officers and employees	-do-	4,545,035.93	
17-003-501 (17)/ 9- 4-17	Division II officers and employees	Payment of VIG for CY 2015	6,363,000.00	
17-003-501 (17)/ 9- 4-17	Division I officers and employees	Payment of VIG for CY 2016	3,730,544.89	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
17-002-501 (16)/ 9-4-17	OMS officers and employees	Payment of VIG for CY 2015	6,220,000.00	
17-002-501 (16)/ 9-4-17	DRD officers and employees	-do-	1,050,000.00	
17-002-501 (16)/ 9-4-17	Division V officers and employees	-do-	2,248,260.57	
17-002-501 (16)/ 9-4-17	Division IV officers and employees	Payment of VIG for CY 2015	2,366,020.00	
17-002-501 (16)/ 9-4-17	Division III officers and employees	-do-	6,104,454.29	
17-002-501 (16)/ 9-4-17	Division II officers and employees	-do-	4,481,939.24	
17-002-501 (16)/ 9-4-17	Division I officers and employees	-do-	2,948,000.00	
17-001-501 (16)/ 9-4-17	OMS officers and employees	Payment of VIG for CY 2014	12,208,690.00	
17-001-501 (16)/ 9-4-17	DRD officers and employees	-do-	3,780,733.87	
17-001-501 (16)/ 9-4-17	Division V officers and employees	-do-	3,775,750.00	
17-001-501 (16)/ 9-4-17	-do-	-do-	5,852,498.00	
17-001-501 (16)/ 9-4-17	Division III officers and employees	-do-	7,591,889.20	
17-001-501 (16)/ 9-4-17	Division II officers and employees	Payment of VIG for CY 2014	6,276,875.00	
17-001-501 (16)/ 9-4-17	Division I officers and employees	-do-	4,755,666.67	
			108,295,613.27	
			212,155,726.04	
Total-CF – RO III			P261,346,642.95	

RO IV-A

I. NDs with Petition for Review (6 NDs)

2015-003-501(13)/ 11-20-15	CBIMO officers and employees	Payment of VIG for CY 2013	984,005.51	With Petition for Review
2015-002-501(13)/ 11-20-15	LARIMO officers and employees	-do-	514,139.66	-do-
2015-001-501(13)/ 11-20-15	RO officers and employees	-do-	852,700.00	-do-
2013-007-501(12)/ 10-19-13	CBIMO officers and employees	Payment of additional CNA for CY 2012	1,979,250.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2013-006-501(12)/ 10-18-13	LARIMO officers and employees	-do-	1,683,000.00	-do-
2013-005-501(12)/ 10-16-13	Regional Office (RO) officers and employees	-do-	2,082,000.00	-do-
Total-CF-RO IV-A			P8,095,095.17	
RO IV-B				
I. NDs with NFDs and COEs (2 NDs)				
2015-002-501 (13)/ 10-27-15	NIA employees	Payment of VIG	3,122.78	Original amount of ND was P41,848.97
2015-001-501 (14)/ 10-27-15	NIA employees	Payment of VIG	99,930.00	Original amount of ND was P354,495.27
			103,052.78	
II. NDs with appeal memoranda (3 NDs)				
18-002-501(17)-NIA MOMARO IMO/ 8- 30-18	Former Acting Division Manager et al.	-do-	210,000.00	With Appeal from ND
18-001-501(17)-NIA MOMARO IMO/ 8- 30-18	-do-	-do-	3,654,000.00	-do-
2018-001-501 (2017)/ 8-31-18	-do-	-do-	666,728.70	With Appeal from ND
			4,530,728.70	
III. NDs with decisions (2 NDs)				
18-003-501(17)-NIA MIMAROPA RO/ 8-30-18	Former Regional Manager; Division Manager, EOD; Acting Manager, AFD; and Payees	-do-	1,449,047.00	-do-
2016-001-501 (13)/ 03-18-16	NIA officers and employees	-do-	415,544.71	ND affirmed under CGS 5 Decision No. 2016-056 dated November 17, 2016.
			1,864,591.71	
IV. NDs with Petition for Review (8 NDs)				
2018-001-501-(17)- NIA-PIMO/ 8-22-18	Division Manager; Sr. Accounting Processor A; and Payees	-do-	1,993,739.44	With petition for review before the COA CP
2016-002-501 (14)/ 3-18-16	-do-	-do-	991,427.60	-do-
2015-004- 501(13and14)/ 9-09-15	-do-	-do-	4,116,638.03	-do-
2015-003- 501(12and13)/	-do-	-do-	1,343,861.68	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
9-09-15				
2015-002-501(13and14)/ 9-03-15	-do-	-do-	107,810.95	-do-
2015-001-501(13)/ 9-03-15	-do-	-do-	5,000.00	-do-
2013-002-501(12)/ 12-20-13	-do-	Excess CNA Payment – Regional Office	2,120,000.00	-do-
2013-001-501 (12)/ 12-20-13	-do-	-do-	195,000.00	-do-
			10,873,477.70	
Total-CF - RO IV-B			17,371,850.89	

RO V

I. NDs with appeal memoranda (47 NDs)

2016-048-0-(2014)/ 12-8-16	Alan N. Fabricante et al.	Payment of VIG without the approval of the President	98,218.59	On Appeal
2016-047-0-(2014)/ 12-8-16	-do-	-do-	237,478.80	-do-
2016-046-0-(2014)/ 12-8-16	William P. Ragodon et al.	-do-	320,000.00	On Appeal
2016-045-0-(2014)/ 12-8-16	Homer E. Diokno et al.	-do-	11,200.00	-do-
2016-044-0-(2014)/ 12-8-16	-do-	-do-	135,800.00	-do-
2016-043-0-(2014)/ 12-8-16	-do-	-do-	3,200.00	-do-
2016-042-0-(2014)/ 12-8-16	William P. Ragodon et al.	-do-	20,785.75	-do-
2016-041-0-(2014)/ 12-8-16	-do-	-do-	30,000.00	-do-
2016-040-0-(2014)/ 12-8-16	-do-	-do-	26,000.00	-do-
2016-039-0-(2014)/ 12-8-16	-do-	-do-	20,000.00	-do-
2016-038-0-(2014)/ 12-8-16	-do-	-do-	22,000.00	-do-
2016-037-0-(2014)/ 12-8-16	-do-	-do-	135,000.00	-do-
2016-036-0-(2014)/ 12-8-16	Rogelio C. King et al.	-do-	36,500.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2016-035-0-(2014)/ 12-8-16	-do-	-do-	25,000.00	-do-
2016-034-0-(2014)/ 12-8-16	-do-	-do-	174,713.96	-do-
2016-033-0-(2014)/ 12-8-16	William P. Ragodon et al.	-do-	72,000.00	-do-
2016-032-0-(2014)/ 12-8-16	-do-	-do-	16,000.00	-do-
2016-031-0-(2014)/ 12-8-16	Sandra I. Salva et al.	-do-	268,000.00	-do-
2016-030-0-(2014)/ 12-8-16	Homer E. Diokno et al.	-do-	61,337.28	-do-
2016-029-0-(2014)/ 12-8-16	-do-	-do-	533,496.33	-do-
2016-028-0-(2014)/ 12-8-16	-do-	-do-	70,000.00	-do-
2016-027-0-(2014)/ 12-8-16	Homer E. Diokno et al	Payment of VIG without the approval of the President	70,000.00	On appeal
2016-026-0-(2014)/ 12-8-16	-do-	-do-	40,443.36	On appeal
2016-025-0-(2014)/ 12-8-16	-do-	-do-	521,044.75	-do-
2016-024-0-(2014)/ 12-8-16	Alan N. Fabricante et al.	-do-	200,719.13	-do-
2016-022-0-(2013)/ 12-2-16	Rogelio C. King et al.	-do-	32,997.00	-do-
2016-021-0-(2013)/ 12-2-16	Alan N. Fabricante et al.	-do-	91,249.82	-do-
2016-020-0-(2013)/ 12-2-16	-do-	-do-	47,143.71	-do-
2016-019-0-(2013)/ 12-2-16	-do-	-do-	59,306.19	-do-
2016-018-0-(2013)/ 12-2-16	Homer E. Diokno et al.	-do-	215,466.53	-do-
2016-017-0-(2013)/ 12-2-16	William P. Ragodon et al.	-do-	15,000.00	-do-
2016-016-0-(2013)/ 12-2-16	-do-	-do-	711,250.00	-do-
2016-015-0-(2013)/ 12-2-16	-do-	-do-	190,000.00	-do-
2016-014-0-(2013)/	-do-	-do-	376,250.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
12-2-16				
2016-013-0-(2013)/ 12-2-16	Rogelio C. King et al.	-do-	20,000.00	-do-
2016-012-0-(2013)/ 12-2-16	-do-	-do-	85,000.00	-do-
2016-011-0-(2013)/ 12-2-16	-do-	-do-	272,750.00	-do-
2016-010-0-(2013)/ 12-2-16	-do-	-do-	27,000.00	-do-
2016-009-0-(2013)/ 12-2-16	-do-	-do-	238,336.76	-do-
2016-008-0-(2013)/ 12-2-16	-do-	-do-	19,000.00	-do-
2016-007-0-(2013)/ 12-2-16	Homer E. Diokno et al.	-do-	31,000.00	-do-
2016-006-0-(2013)/ 12-2-16	-do-	-do-	114,799.72	-do-
2016-005-0-(2013)/ 12-2-16	Nestor A. Cortes et al.	Payment of VIG without the approval of the President	10,000.00	On appeal
2016-004-0-(2013)/ 12-2-16	Homer E. Diokno et al.	-do-	15,000.00	-do-
2016-003-0-(2013)/ 12-2-16	-do-	-do-	20,000.00	-do-
2016-002-0-(2013)/ 12-2-16	-do-	-do-	30,692.61	-do-
2016-001-0-(2013)/ 12-2-16	-do-	-do-	40,000.00	-do-
Total-CF -RO V			P5,811,180.29	

RO VI

I. NDs with NFDs and/or COEs (11 NDs)

RO VI

09-002-501/ 11-06-09	G. E. Abuzo, E. Lomigo, et al.	NIPAP	7,816.54	With NFD dated August 15, 2018
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Iloilo-Guimaras IMO

2018-001-501 LFPs (17)/ 1-23-18	Isaias C. Melendez et al.	Extravagant expenditures for hotel accommodation	44,062.50	No Appeal from ND. With NFD dated August 6, 2018
2017-001-501 LFPS/ 8-31-17	Jose L. Carreon et al.	Overpayment of PERA	33,725.19	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2019-001-501LFPS 04-08-2019	-do-	Overpayment of wages and PERA	94,866.32	No Appeal from ND. For issuance of NFD
<u>Antique IMO</u>				
2011-002-501 (11)/ 11-03-11	Timoteo D. Acosta, Jr. et al.	Payment of honorarium as BAC member	1,800.00	No Appeal from ND. With NFD dated September 17, 2018
2009-006-501 (09)/ 12-29-09	Marcelino C. Amogod et al.	Overpayment of Incentive Pay	271.42	-do-
2009-001-501 (09)/ 12-29-09	Basilio T. Velasco et al.	-do-	53,044.71	-do-
<u>Aklan IMO</u>				
2015-002-501- (07/08)/ 7-29-15	Felix R. Francisco et al.	CNA 2007	10,000.00	No Appeal from ND. With NFD dated September 3, 2018
2016-001-501 (15)/ 12-21-16	Dante M. Dela Cruz et al.	Excess payment for CNA 2015	5,000.00	Original amount was 15,000. Fully settled as of 12/2019 as per cashier but failed to present OR for issuance of NSSDC. With NFD dated 9/12/2017
<u>Capiz IMO</u>				
2015-002-501- (07/08)/ 7-27-15	Dionisio B. Asencio et al.	Payment of CNA for CY 2007	9,350.00	No appeal from ND; With NFD dated 9/3/2018. Dionisio Ascencio is already retired.
2018-001-501(17)/ 9-3-18	Edna L. Senadoza	Payment of project allowance	20,000.00	Original amount was 22,500. Issued NSSDC No. 2018- 004 for 2,500; 20,000 was settled as of 12/2019 as per cashier but failed to present ORs for issuance of NSSDC.
			279,936.68	
II. NDs with appeal memoranda (58 NDs)				
<u>RO</u>				
15-01-501-(14)/ 6-16-15	G. Corsiga Jr. et al.	Payment of VIG for CY 2013	812,453.07	With pending appeal before the Cluster Director, CGS Cluster 5
13-009-501 (12)/ 1- 10-13	G. Corsiga Jr. et al.	Payment of CNA incentive for CY 2011 and 2012	8,989,750.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2012-007-501(11)/ 8-30-12	-do-	Various expenses during NIA 48th Anniversary	157,656.33	With pending appeal before the Regional Director, COA Regional Office VI
2011-006-501/ 12-29-11	-do-	Payment of CNA incentive for CY 2009 and 2010	3,788,000.00	-do-
2011-005-501(11)/ 2-07-12	-do-	Payment of CNA incentive for CY 2011	1,770,000.00	-do-
2011-004-501 (10)/ 8-31-11	E. Lomigo et al.	Payment of CNA incentive for CY 2009	6,220,000.00	-do-
<u>Iloilo-Guimaras IMO</u>				
2015-01-501 IGIMO(13)/ 6-24-15	F. P. Colorado et al.	Payment of VIG for CY 2013	3,332,764.67	With pending appeal before the Cluster Director, CGS Cluster 5
2012-001-501/ 10-15-12	-do-	Payment of CNA incentive for CY 2011	5,664,000.00	With pending appeal before the Regional Director, COA Regional Office VI
2012-001-NDC/ 8-24-12	-do-	Payment of CNA incentive for CY 2010	512,693.84	With pending appeal before the Regional Director, COA Regional Office VI
2011-001-501 (10)/7-26-11	-do-	Payment of CNA incentive for CY 2009	6,990,000.00	-do-
2011-001-501/ 3-30-11	-do-	Payment of CNA incentive for CY 2010	465,000.00	With pending appeal before the Regional Director, COA Regional Office VI
<u>Antique IMO</u>				
2011-001-501 (10)/ 3-8-11	Jose R. Oredina et al.	Payment of CNA incentive for CY 2010	50,000.00	-do-
<u>Aklan IMO</u>				
2015-001-501-(14)/ 6-10-15	Rodolfo S. Roque et al.	VIG 2013	622,000.00	With Appeal to the Cluster Director filed by NIA ACIMO on 11/25/2015
2012-501-07-(09)/ 8-16-12	Various NIA employees	CNA 2011	1,050,000.00	With Appeal to the Commission Proper COA CP Case No. 2017-210 Received by the Commission Secretariat on 03/08/2017

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2012-501-06-(09)/ 8-16-12	-do-	CNA 2010	1,680,000.00	-do-
2012-501-05-(09)/ 8-16-12	-do-	CNA 2009	648,000.00	-do-
2012-501-04-(09)/ 8-16-12	-do-	CNA 2010	1,800,000.00	-do-
2012-501-03-(09)/ 8-16-12	-do-	CNA 2009	570,000.00	With Appeal to the Commission Proper COA CP Case No. 2017-210 Received by the Commission Secretariat on 03/08/2017
2012-501-02-(09)/ 8-16-12	-do-	-do-	1,800,000.00	-do-
2012-501-01- (08and09)/ 8-16-12	Various NIA employees	CNA 2008 and 2009	2,370,000.00	-do-
<u>CAPIZ IMO</u>				
2015-001-501-(14)/ 6-10-2015	Efren A. Bigcas et al.	Payment of VIG for CY 2013	186,727.00	With Appeal to the Cluster Director
<u>Negros Occidental IMO</u>				
2018-008-501 (17)	NOIMO officers and employees	Payment of VIG for CY 2014	18,000.00	With Appeal
2018-007-501 (17)	-do-	Payment of VIG for CYs 2014 and 2015	586,000.00	-do-
2018-006-501 (17)	-do-	-do-	153,000.00	-do-
2018-005-501 (17)	-do-	-do-	1,615,900.00	-do-
2018-004-501 (17)	-do-	Payment of VIG for CY 2015	486,000.00	With appeal
2018-003-501 (17)	-do-	-do-	637,500.00	-do-
2018-002-501 (17)	-do-	Payment of VIG for CY 2014	468,500.00	-do-
2018-001-501 (17)	-do-	-do-	691,500.00	-do-
2015-002-501 (07)/ 8-4-15	-do-	Payment of CNA for CY 2007	5,000.00	-do-
2015-007-501 (14)/ 7-6-15	-do-	Payment of VIG for CY 2013	136,075.00	-do-
2015-006-501 (14)/ 7-6-15	-do-	-do-	54,445.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2015-005-501 (14)/ 7-6-15	-do-	-do-	274,200.00	-do
2015-004-501 (14)/ 7-6-15	-do-	-do-	1,214,250.00	-do
2015-003-501 (14)/ 7-6-15	NOIMO officers and employees	-do-	214,000.00	-do
2015-002-501 (14)/ 7-6-15	-do-	-do-	573,000.00	-do-
2015-001-501 (14)/ 7-6-15	-do-	Payment of VIG for CY 2012	850,000.00	-do
2015-008-501 (13)/ 7-6-15	-do-	-do-	104,848.70	-do
2015-007-501 (13)/ 7-6-15	-do-	-do-	107,120.00	-do
2015-006-501 (13)/ 7-6-15	-do-	-do-	595,985.00	-do
2015-005-501 (13)/ 7-6-15	-do-	-do-	81,000.00	-do
2015-004-501 (13)/ 7-6-15	-do-	-do-	911,400.00	-do
2015-003-501 (13)/ 7-6-15	-do-	-do-	452,000.00	-do
2015-002-501 (13)/ 7-6-15	-do-	-do-	610,000.00	-do
2015-001-501 (13)/ 7-6-15	-do-	-do-	425,000.00	-do
2014-007-501 (13)/ 6-19-14	-do-	-do-	221,000.00	-do
2014-006-501 (13)/ 6-19-14	-do-	-do-	276,000.00	-do
2014-005-501 (13)/ 6-19-14	NOIMO officers and employees	Payment of VIG for CY 2012	507,000.00	With appeal
2014-004-501 (13)/ 6-19-14	-do-	-do-	507,000.00	-do
2014-003-501 (13)/ 6-19-14	-do-	-do-	195,000.00	-do
2014-002-501 (13)/ 6-19-14	-do-	-do-	585,000.00	-do
2014-001-501 (13)/	-do-	-do-	702,000.00	-do

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
6-19-14				
2014-006-501 (12)/ 4-15-14	-do-	Payment of CNA Incentive for CY 2011	17,000.00	-do
2014-005-501 (12)/ 4-15-14	NOIMO officers and employees	-do-	6,500.00	-do
2014-004-501 (12) / 4-15-14	-do-	-do-	272,000.00	-do
2014-003-501 (12)/ 4-15-14	-do-	-do-	160,000.00	-do
2014-002-501 (12)/ 4-15-14	-do-	-do-	576,000.00	-do-
2014-001-501 (12)/ 4-15-14	-do-	-do-	480,000.00	-do
			65,248,268.61	

III. NDs within the appeal period (3 NDs)

2019-009-501/ 10-14-19	Asil S. Areño, et al.	Excessive travel claims	1,440.00	
2019-001-501(18) 9-10-19	Edna L. Senadoza	Irregular payment of Project Allowance	10,000.00	Fully settled as of 12/5/19 as per Cashier but failed to present OR for issuance of NSSDC
2019-002-501(16&17) 9-11-19	Melanie L. Candelario et. Al	Irregular payment of wages to casual employees	37,657.76	To be deducted in payroll for CY 2020
			49,097.76	

IV. NDs with decisions (1 ND)

Antique IMO

2015-001-501 (13)/ 6-24-15	NIA Antique IMO officers and employees	Payment of VIG for CY 2013	821,396.90	ND affirmed under CGS 5 Decision No. 2016-010 dated May 20, 2016
Total-CF-RO VI			P66,398,699.95	

RO VII

I. NDs with no appeal filed as at year end (5 NDs)

2010-001-501 (09)/ 6-03-10	Modesto G. Membreve et al.	Unnecessary transactions as defined under COA Circular No. 85-55A and the payment thereof is in excess of its value	10,286.00	
2010-002-501 (09)/ 6-03-10	Modesto G. Membreve et al.	Agency failed to deduct, withheld and remit to the Bureau of Internal Revenue the 1% Expanded Withholding Tax and 5% VAT contrary to BIR Memorandum Circular No. 56-2009	4,360.50	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2010-003-501 (09)/ 6-03-10	-do-	-do-	1,766.85	
2011-001-501 COB- (10)/ 2-07-11	Atty. Salvador D. Diputado et al.	Payment of retainer's fee contrary to Retainership Agreement	68,250.00	
2011-001-501 COB - (11)/ 5-19-11	-do-	Payment of Year End Bonus and Cash Gift contrary to Section 4 of DBM Budget Circular No. 2010-1	12,000.00	
			96,663.35	

II. NDs with Petition for Review (8 NDs)

2015-002-501(14)/ 12-08-15	Nestor M. Pastor et al.	Payment of VIG has no appropriate legal basis	3,418,715.20	With Petition for Review
2015-001-501(13)/ 12-08-15	-do-	-do-	2,396,722.57	-do-
2015-002-501 RO- (14)/ 12-04-15	Diosdado A. Rosales et al.	-do-	4,601,733.91	-do-
2015-001-501 RO- (13)/ 12-04-15	-do-	-do-	2,982,100.33	With Petition for Review
2015-002-501 PIO- (14)/ 12-04-15	Norma M. Monisit et al.	-do-	2,263,041.96	-do-
2015-001-501 PIO- (13)/ 12-04-15	Diosdado A. Rosales et al.	-do-	2,579,093.76	-do-
2015-002(14)/ 12-02-15	Norma M. Monisit et al.	-do-	1,805,637.70	-do-
2015-001(13)/ 11-26-15	Diosdado A. Rosales et al.	-do-	2,166,472.00	-do-
			22,213,517.43	

III. NDs with appeal memoranda (12 NDs)

2011-005-501 NDC - (10)/ 2-02-11	Maria Heddah M. Hilot et al.	Payment of overtime services is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	2,621.21	With Appeal filed by Olimpio J. Galagala Jr. et al
2011-004-501 NDC - (10)/ 2-02-11	Maria Heddah M. Hilot et al.	Payment of U/CA is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	8,000.00	With Appeal filed by Olimpio J. Galagala Jr. et al
2011-003-501 NDC	-do-	Payment of Productivity Incentive	2,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
-(10)/ 2-02-11		Benefit is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City		
2011-002-501 NDC -(10)/ 2-02-11	-do-	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the Regional Manager of NIA, Region 10, Cagayan de Oro City	14,085.24	-do-
2011-001-501 NDC -(10)/ 2-02-11	-do-	-do-	14,085.24	-do-
2011-004-501 NDC -(10)/ 2-02-11	Hannah Grace V. Memberve at al.	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the Regional Manager of NIA, Region 10, Cagayan de Oro City	9,246.64	-do-
2011-003-501 NDC -(10)/ 2-02-11	-do-	Payment of U/CA is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the RM of NIA, RO 10, Cagayan de Oro City	4,000.00	-do-
2011-002-501 NDC -(10)/ 2-02-11	-do-	Payment of services rendered is irregular since the appointing authority as shown in Plantilla of Casual Appointment to support such claim is the Regional Manager of NIA, Region 10, Cagayan de Oro City	15,744.40	With Appeal filed by Olimpio J. Galagala Jr. et al
2011-001-501 NDC -(10)/ 2-02-11	-do-	-do-	7,622.20	-do-
2010-002-501(10) 9-16-10	Olimpio J. Galagala Jr. et al.	Payment of CNA incentive to those who perform managerial functions	25,000.00	With Appeal Memorandum filed by Genever M. Diono, et al.
2010-001-501(10)/ 9-16-10	-do-	-do-	25,000.00	-do-
2010-001-501 COB- (10)/ 9-16-10	Modesto G. Membreve et al.	Payment of CNA incentive to those who are holding managerial positions	25,000.00	-do-
			152,404.03	
Total-CF -RO VII			P 22,462,585.81	

RO VIII

I. NDs with NFDs and/or COEs (29 NDs)

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2012-001-F501COB (10)/ 4-4-12	Fermina Aling et al.	Payment of RATA	48,000.00	With COE issued and approved request for installment payment of ND
2012-002-F501COB (10)/ 4-4-12	-do-	-do-	48,000.00	-do-
2012-003-F501COB (10)/ 4-4-12	-do-	-do-	48,000.00	-do-
2012-004-F501COB (10)/ 4-4-12	-do-	-do-	48,000.00	-do-
2012-005-F501COB (10)/ 4-4-12	-do-	-do-	48,000.00	-do-
2012-006-F501COB (10)/ 4-4-12	-do-	-do-	48,000.00	-do-
2012-007-F501COB (10)/ 4-4-12	Fermina Aling et al.	-do-	48,000.00	-do-
2012-008-F501COB (10)/ 4-4-12	-do-	-do-	126,000.00	-do-
2012-009-F501COB (10)/ 4-4-12	-do-	-do-	42,000.00	-do-
2012-010-F501COB (10)/ 4-4-12	-do-	-do-	42,000.00	-do-
2012-011-F501COB (10)/ 4-4-12	-do-	-do-	35,000.00	-do-
2014-001-501(RO) 2012/ 1-14-14	Romeo G. Quiza et al.	Payment of CNA CY 2012	2,160,000.00	With COE issued and approved request for installment payment of ND
2014-002-501(RO)2011/ 1-15-14	Romeo G. Quiza et al.	Payment of CNA CY 2011	2,543,500.00	-do-
2014-003-501(Leyte)201/ 1-17-14	Pedro C. Rubio, Jr. et al.	Payment of CNA CY 2012	1,530,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2014-004-501(Leyte)201/1-17-14	Pedro C. Rubio, Jr. et al.	Payment of CNA CY 2011	1,521,000.00	With COE issued and approved request for installment payment of ND
2014-005-501(NIS)2012/2-6-14	Cornelio M. Sevilla et al.	Payment of CNA CY 2012	2,700,000.00	-do-
2015-001-(15) 501 COB/ 9-22-15	Rizalina B. Gallarde et al.	Payment of Transportation Allowance	24,000.00	Not yet settled
2015-002-(15) 501 COB/ 11-5-15	Alejandro C. Culibar et al.	-do-	8,000.00	-do-
2015-002-(15) 501 COB/ 1-28-16	-do-	-do-	8,000.00	-do-
2017-002-501 (2016) LFP N. Samar/ 4-10-17	LTO, et al.	Payment of penalties	8,928.00	Partially settled
2017-004-501 (2016) LFP N. Samar / 5-8-17	-do-	-do-	600.00	-do-
2017-010-501 (2016) LFP N. Samar / 5-10-17	-do-	-do-	2,976.00	Partially settled
2017-008-501 (2016) LFP N. Samar / 7-3-17	Ruby D. Lao et al.	Replenishment of Petty Cash Fund	1,354.00	-do-
2017-011-501 (2016) LFP N. Samar / 7-3-17	LTO, et al.	Payment of surcharge and penalties	6,170.00	-do-
2017-013-501 (2016) LFP N. Samar / 7-3-17	-do-	Payment of penalties	1,020.00	-do-
2017-014-501 (2016) LFP N. Samar / 7-3-17	-do-	Payment of surcharge	200.00	-do-
2017-015-501 (2016) LFP N. Samar / 7-3-17	-do-	Payment of penalties	240.00	-do-
2019-003-501 (2016) LFP N. Samar/ 9-19-19	Aileen Restaurant & Pension House, et al.	Failure of the persons liable to settle audit suspension under NS No. 2017-003-501 (2016) LFP N. Samar	4,800.00	Not yet settled

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2019-004-501 (2016) LFP N. Samar/ 9-19-19	Estelita S. Sumile, et al.	Reimbursement of travel expenses	10,195.88	-do-
			11,111,983.88	
II. NDs with appeal memoranda (45 NDs)				
2014-006-501(NIS)2011/ 2-12-14	Cornelio M. Sevilla et al.	Payment of CNA CY 2011	3,452,500.00	On Appeal
2014-007-501(E. Samar)2012/ 1-14-14	Edgar M. Mercado et al.	Payment of CNA CY 2012	1,620,000.00	-do-
2014-008-501(E. Samar)2011/ 2-18-14	-do-	Payment of CNA CY 2011	1,554,000.00	-do-
2014-009-501(W. Samar)2011/ 2-20-14	Alejandro C. Culibar et al.	-do-	1,385,025.00	-do-
2014-010-501(N. Samar)2011/ 2-21-14	Paquita C. Acebuche et al.	-do-	938,000.00	-do-
2014-011-501(N. Samar)2012 / 2-21-14	Alejandro C. Culibar et al.	Payment of CNA CY 2012	1,062,500.00	On Appeal
2014-012-501(W. Samar)2012/ 2-24-14	Amadeo R. Montejó et al.	-do-	1,935,000.00	-do-
2014-013-501(RO)2012/ 2-26-14	Romeo G. Quiza et al.	-do-	639,000.00	-do-
2014-014-501(Leyte)201/ 2-26-14	Pedro C. Rubio et al.	-do-	450,000.00	-do-
2014-015-501(E. Samar)2012/ 2-26-14	Edgar M. Mercado et al.	-do-	477,000.00	-do-
2014-016-501(N. Samar)2012/ 2-26-14	Alejandro C. Culibar et al.	-do-	326,250.00	-do-
2014-017-501(NIS)2012/ 2-28-14	Fermina B. Aling et al.	-do-	893,250.00	-do-
2015-001-501(14) Leyte/ 3-17-15	Pedro C. Rubio et al.	VIG CY 2013	1,971,700.00	-do-
2015-002-501(14)	Romeo G. Quiza et al.	-do-	600,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
Leyte/ 3-17-15				
2015-003-501(14) Leyte/ 3-17-15	Amado O. Baclle et al.	-do-	540,000.00	-do-
2015-004-501(14) Leyte/ 3-17-15	Ramil E. Yepes et al.	-do-	620,000.00	-do-
2015-005-501(14) Leyte/ 3-17-15	Raquel Salceda et al.	-do-	360,000.00	-do-
2015-006-501(14) Leyte/ 3-17-15	Fe N. Lumen et al.	VIG CY 2013	260,000.00	-do-
2015-007-501(14) Leyte/ 3-17-15	Emmanuel T. Tantoy et al.	-do-	155,000.00	-do-
2015-008-501(14) Leyte/ 3-17-15	Nemesio F. Fuentes et al.	-do-	180,000.00	-do-
2015-009-501(14) Leyte/ 3-17-15	Cleofe R. Lagahit et al.	-do-	242,000.00	-do-
2015-010-501(14) Leyte/ 3-17-15	Jerecho P. Caga et al.	-do-	25,000.00	-do-
2015-011-501(14) Leyte/ 3-17-15	Felix M. Razo et al.	-do-	40,000.00	-do-
2015-012-501(14) Leyte/ 3-17-15	Erdolfo B. Domingo et al.	-do-	30,000.00	On appeal
2015-013-501(14) Leyte/ 3-17-15	Dexter Patrocinio et al.	-do-	50,000.00	-do-
2015-014-501(14) Leyte/ 3-17-15	Alberto P. Baloyot et al.	-do-	80,000.00	-do-
2015-015-501(14) Leyte/ 3-17-15	Rebecca C. Malazarte et al.	-do-	200,000.00	-do-
2015-016-501(13) Leyte/ 3-18-15	Pedro C. Rubio et al.	VIG CY 2012	1,800,000.00	-do-
2015-017-501(13) Leyte/ 3-18-15	Antonio S. Nangel et al.	-do-	100,000.00	-do-
2015-018-501(13) Leyte / 3-18-15	Lorna Grace B. Rosario et al.	-do-	150,000.00	-do-
2015-019-501(13) Leyte/ 3-18-15	Erdolfo B. Domingo et al.	-do-	60,000.00	-do-
2015-020-501(13) Leyte/ 3-18-15	Efren R. Roquesa et al.	-do-	160,000.00	-do-
2015-021-501(13) Leyte/ 3-18-15	Mariano R. Catan, Jr. et al.	-do-	30,000.00	-do-
2015-022-501(13)	Reynaldo E. Concordia et al.	-do-	10,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
Leyte/ 3-18-15				
2015-023-501(13) Leyte/ 3-18-15	Aniceta G. Paloma et al.	-do-	27,000.00	-do-
2015-024-501(13) Leyte/ 3-18-15	Romeo G. Quiza et al.	-do-	3,189,000.00	-do-
2015-025-501(13) Leyte/ 3-18-15	Fermina B. Aling et al.	-do-	50,306.00	-do-
2015-026-501(13) RO/ 3-18-15	Marina Labastida et al.	-do-	359,000.00	-do-
2015-027-501(13) RO/ 3-18-15	Cornello M. Sevilla et al.	VIG CY 2012	124,000.00	-do-
2015-028-501(12) E. Samar/ 3-25-15	Edgar M. Mercado et al.	VIG CY 2011	164,297.50	-do-
2015-029-501(12) W. Samar/ 3-25-15	Amadeo Montejo et al.	-do-	195,000.00	-do-
2015-030-501(12) Leyte/ 3-31-15	Pedro C. Rubio, Jr. et al.	-do-	995,200.00	-do-
2015-031-501(13) N. Samar/ 4-16-15	Estelita S. Sumile et al.	VIG CY 2012	1,258,500.00	On Appeal
2015-032-501(2007) RO/ 7-10-15	Romeo G. Quiza et al.	CNA CY 2007	70,000.00	-do-
2017-020-501 (2007) RO / 6-22-17	Chona Abretel et al.	-do-	585,000.00	-do-
			29,413,528.50	
Total-CF -RO VIII			P 40,525,512.38	

RO X

I. NDs with NFDs and/or COEs (8 NDs)

12-001-501-IRPEP- Paiwaig-11/8-28-12	Jimmy L. Apostol et al.	The payment of 10 days monetization of leave CY 2011 of Catherine A. Marcelo	3,935.64	No details provided
12-002-501-IRPEP- 11/ 12-23-12	-do-	-do-	4,050.36	-do-
12-003-501-IRPEP- 11/ 12-23-12	-do-	Payment of 10 days monetization of leave for CY 2011 of Belna M. Acobo	0	-do-
12-004-501-IRPEP- Paiwaig CIS-11/ 12-28-12	-do-	Payment of cash advance for traveling expenses and per diems in attending NIAs 48th Anniversary at NIA CO on	12,717.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
		June 19-26, 2011		
12-005-501-IRPEP-La Fortuna CIS-11/12-28-12	-do-	-do-	13,642.48	-do-
12-006-501-IRPEP-Paiwaig CIS-11/12-28-12	-do-	-do-	5,197.48	-do-
12-006-501-IRPEP-Paiwaig CIS-11/12-28-12	-do-	Payment of round trip plane ticket in attending NIA's 48 th Anniversary at NIA CO on June 19 and 25, 2011	6,127.00	-do-
2014-001-501-(2013)/1-13-14	Engr. Joecarnine L. Gubat et al.	Payment of NIA LAMISCA CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000.00	4,613,472.00	For issuance of COE
			4,659,141.96	

II. ND with Petition for Review (1 ND)

2018-001-501-2016/3-31-18	Various NIA officers and employees	Payment of CNA 2016 to NIA Bukidnon IMO Employees without complete documentation	2,488,750.01	With Petition for Review
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III. NDs with appeal memoranda (9 NDs)

2014-001-501(2013)/1-1-14	Division Manager et al.	Payment of CNA incentive for CY 2012 in excess of the DBM prescribed ceiling of P25,000.00	1,957,000.00	With appeal
2015-001-501(2013)/5-25-15	-do-	Payment of VIG for CY 2013	3,961,897.00	-do-
2015-002-501(2014)/6-2-15	-do-	Payment of VIG for CY 2014	1,023,765.00	-do-
2014-501-001-(2013)/3-24-14	Various NIA officers and employee	Excessive CNA granted in 2012 paid to NIA-BIMO Employees	3,219,250.00	-do-
2015-002-501-(2013)/10-16-15	-do-	Payment of VIG for CY 2012 to NIA Bukidnon IMO Employees	3,349,874.30	-do-
2015-001-501-(2014)/6-16-15	Engr. Joecarnine L. Gubat et al.	Payment of VIG- NIA LAMISCA	4,541,000.00	-do-
2015-002-501-(2013)/8-17-15	-do-	-do-	2,869,700.00	-do-
2015-003-501-(2013)/8-17-15	-do-	-do-	147,118.00	-do-
2019-002-501-	-do-		3,706,784.74	Matured NS 2019-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
(2017)/ 10-7-19				002-501. Non-submission of documents
			24,776,389.04	
IV. NDs still within the appeal period (6 NDs)				
2019-001-501- (2018)/ 11-7-19	NDP Construction Development, et al.		5,314,420.32	Matured NS 2018-001-501
2019-01(2017)/ 7-17-19	Aguinaldo Y. Cruz, Adelina T. Calonge, Elpidio Lucemas	Refresher course systems operation NIS-TEV excess claim	1,461.88	
2019-001/ 6-6-19	Aguinaldo Y. Cruz, Imelda P. Monteros		114,101.45	Matured NS No. 2018-002
2019-002-501- (2015)/ 7-9-19	Aguinaldo Y. Cruz, Adelina T. Calonge		9,359.04	Matured NS No. 2016-010(2015)
2019-003-501- (2017)/ 7-9-19	Various NIA employees		2,660,998.64	Matured NS No. 2018-003
2019-004 (2018)/ 7-24-19	Aguinaldo Y. Cruz, Imelda P. Monteros		2,799,348.68	Matured NS No. 2019-001
			10,899,690.01	
Total-CF -RO X			P 42,823,971.02	

RO XI

I. NDs with NFDs and/or COEs (28 NDs)

NIA – RO XI

09-02-F501-PNB/ 11-23-09	Razo, C. Lirio, J. Soriano, all payees (Ingay, Morala, Jaro, Aure)	Payment of overtime services. No deduction of mealtime after 7pm	507.20	No NFD/COE found on file
09-03-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Pantig, Antonio)	-do-	1,832.97	-do-
09-04-F501-PNB/ 11-23-09	Razo, C. Lirio, J. Soriano, V. Reyes	-do-	1,519.60	-do-
09-05-F501-PNB/ 11-23-09	Caridad K. Sison	No documents found on file	208.31	-do-
09-07-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (L. Briones, Ingay, Morala, Jaron, Aure, Lirio, Ballaso, Buenaventura, Pantig, Antonio)	Payment of overtime services. No deduction of mealtime after 7pm	4,626.36	-do-
09-08-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Buenaventura, Pantig)	-do-	1,388.27	-do-
09-11-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Buenaventura, Pantig)	-do-	3,513.34	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
11-23-09	all payees (J. Soriano, Morala, Aure, Jaron, Ingay)			
09-13-F501-PNB/ 11-23-09	Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Buenaventura, Pantig, Antonio)	-do-	1,214.67	-do-
09-15-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Briones, Aure, Jaron, Ingay)	-do-	1,003.07	-do-
09-16-F501-PNB/ 11-23-09	Caridad K. Sison	No documents found on file	622.58	No ND, NFD, COE found on file
09-17-F501-PNB/ 11-23-09	Aida Jaron	-do-	519.49	-do-
09-18-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Buenaventura, Pantig, Antonio)	Payment of overtime services. No deduction of mealtime after 7pm	1,631.63	-do-
09-19-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Buenaventura, Pantig, Antonio)	-do-	2,239.16	-do-
09-20-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (J. Soriano, Briones, Jaron, Ingay, Aure)	Payment of overtime services. No deduction of mealtime after 7pm	2,664.61	No ND, NFD, COE found on file
09-21-F501-PNB/ 11-23-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Pantig, Antonio)	-do-	1,773.96	-do-
09-22-F501-PNB/ 11-24-09	F. Razo, C. Lirio, J. Soriano, A. Jaron	-do-	149.83	-do-
09-23-F501-PNB/ 11-24-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Pantig, Antonio)	-do-	1,130.58	-do-
09-25-F501-PNB/ 11-24-09	-do-	-do-	2,451.02	-do-
09-26-F501-PNB/ 11-24-09	F. Razo, C. Lirio, J. Soriano, all payees (Lirio, Ballaso, Pantig, Antonio)	-do-	1,516.74	-do-
09-54-F501-COB-LBP/	D. Alcaraz, C. Sison, J. Soriano, All Payees	Payment of C N A Incentive for CY 2006	1,615,000.00	With COARO XI Decision No. 2015-18 dtd. Dec. 23, 2015
ND-09-03-F501-LBP-LT-07/ 12-28-09	D. Alcaraz, C. Sison, J. Soriano, All Payees	Payment of C N A Incentive for CY 2007 of LALIK RIS charged to Local Trust fund. Should be charged from COB.	375,000.00	-do-
09-43-F501-PNB/ 12-28-09	D. Alcaraz, C. Sison, J. Soriano, all payees	Payment of C N A Incentive for CY 2007	1,565,000.00	-do-
09-45-F501-PNB/ 12-28-09	D. Alcaraz, C. Sison, J. Soriano, all payees	-do-	450,000.00	-do-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
09-49-F501-PNB/ 12-28-09	F. Razo, et. al. (NIA -RO XI employees)	Payment of C N A Incentive for CY 2008	1,216,994.99	With COA RO XI Decision No. 2015-10 dtd July 10, 2015
09-50-F501-PNB/ 12-28-09	F. Razo, et. al. (NIA -RO XI employees)	Payment of C N A Incentive for CY 2007	1,135,000.00	With COARO XI Decision No. 2015-18 dtd. Dec. 23, 2015
2015-501-001-(14)/ 12-01-15	J.Maquiling et.al.	Remittance of HDMF, Philhealth and GSIS contributions of Mr. Carrasco who already retired effective 12/16/2013	9,475.28	w/ NFD;COE - 9/13/17 but document not found on file
2015-501-002-(14)/ 12-01-15	J.Maquiling et.al.	Payment of salaries and wages of E. Carrasco - overpayment , retired effective 12/16/2013	110,923.50	-do-
2016-001-501 (14)/ 6-20-16	J. Soriano, et.al.	Payment for repair of Nissan Navarra	56,000.00	NFD/ COE not on file
			6,563,907.16	

II. NDs with appeal memoranda (11 NDs)

RO

13-001-501- (11)/ 12-18-13	J. Maquiling, et. al. (NIA RO XI employees)	Payment of C N A Incentive for CY 2011	2,693,250.00	W/ CGS-5 Decision No. 2015-009 dtd July 28, 2015 / No NFD and COE on file
2015-501-003/ 9-18-15	NIARO XI Employees	Payment of C N A Incentive for CY 2012	3,666,000.00	No decision on appeal from COA RO XI received as of 12/31/2019
2015-004-501-(13)/ 10-20-15	Estela B. Buenaventura, et. al	Payment of VIG allowance for CY 2013	2,126,867.00	With CGS-5 Decision No. 2016-007 / No decision on appeal received as of 12/31/2019
2015-005-501-(14)/ 10-20-15	Estela B. Buenaventura, et. al	Payment of VIG allowance for CY 2014	1,588,500.00	w/CGS-5 Decision No. 2016-007 / No decision on appeal received as of 12/31/2019
NIARO-2018-001-501(COB)_VIG/ 11-21-18	F. Razo, et. al. (NIA -RO XI 78 employees)	Payment of VIG allowance for CY 2014 - 2015	734,700.00	No decision on appeal from COA RO XI received as of 12/31/2019

IMO – Davao del Sur

2013-001-- 501(DDS)-(12)/ 9-09-13	M. Rañeses , et.al (IMO- Del Sur employees)	Payment of C N A Incentive for CY 2011	1,563,250.00	With CGS-5 Decision No. 2015-009
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ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
2015-001-501 (DDS)-(12)/ 9-18-15	M. Rañeses , et.al (IMO- Del Sur employees	Payment of C N A Incentive for CY 2012	1,615,750.00	
2015-002-501 (DDS)-(13)/ 10-20-15	M. Rañeses , et.al (IMO- Del Sur employees	-do-	1,077,500.00	With CGS-5 Decision No. 2016-058 dtd Dec. 22, 2016 / on appeal
2015-003-501 (DDS)-(14)/ 10-20-15	M. Rañeses , et.al (IMO- Del Sur employees	Payment of VIG allowance for CY 2013	1,485,500.00	-do-
2016-001-501(DDS)-(13)/ 6-15-16	M. Rañeses , et.al (IMO- Del Sur employees	Payment of VIG allowance for CY 2012	173,000.00	-do-
NIA-DDS-2018-001_VIG/ 11-21-18	Annie V. Rodriguez, et. Al.	Payment of VIG allowance for CY 2014 and CY 2015	956,000.00	On appeal at COA RO XI Legal Services
			17,680,317.00	
Total-CF -RO XI			P 24,244,224.16	

RO XIII

I. NDs for issuance of NFDs and/or COEs (34 NDs)

19-001-501 (17) 5-20-19	COB- Engr. Constancio G. Banaay, Jr.; Ms. Virginia A. Gonzaga, Ms. Josie M. Gamallo, & Mr. Godofredo P. Abuzo, IV, et.al.	Payment of Viability Incentive Grant (VIG) for CY 2014 2015, for lack of appropriate legal basis to grant the benefit.	1,482,918.00	No appeal from ND; for issuance of NFD
15-03-501-(14) RO/ 7-3-15			1,326,973.33	Not included in the CY 2018 report; for further verification by the Audit Team
15-04-501-(14) RO/ 7-3-15			50,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-05-501-(14) RO/ 7-3-15			30,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-06-501-(14) RO/ 7-3-15			219,665.50	Not included in the CY 2018 report; for further verification by the Audit Team
15-07-501-(14) RO/ 7-13-15			25,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-08-501-(14) RO/ 7-13-15			25,000.00	Not included in the CY 2018 report; for

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
				further verification by the Audit Team
15-09-501-(14) RO/ 7-13-15			27,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-10-501-(14) RO/ 7-13-15			427,250.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-11-501-(14) RO/ 7-13-15			5,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-12-501-(14) RO/ 7-13-15			16,667.67	Not included in the CY 2018 report; for further verification by the Audit Team
15-13-501-(14) RO/ 7-13-15			10,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-03-501-(14)			23,200.00	Not included in the CY 2018 report; for further verification by the Audit Team
			264,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
12-003-101-(12) 9-24-12	Ms. Virginia A. Gonzaga et al.	Transfer of Interest Income to NIA Caraga RO XIII Fund 501 NIMF instead to BTr.	2,547,151.67	For further verification by the Audit Team
09-076-501 COB- (09)	Evelyn C. Encarnado and Democrático P. Grana Jr.	Liquidation of CA	7,001.05	Not included in the CY 2018 report; for further verification by the Audit Team
12-005-GOP3 (12)/ 9-17-12	Assumpta Teresa Y. Dumas, Diosdada O. Plaredel and Victor L. Alegario	Overpayment of Salaries	2,280.81	Not included in the CY 2018 report; for further verification by the Audit Team
<u>NIA ASDI IMO</u>				
19-002-501 LFPS- (17)/ 5-20-19	Engr. Salome N. Layasan, Engr. Alexander B. Calo, Ms. Emilda G. Sabacajan & Mr. Allan N. Monoy	Payment of per diems for the 1st 30 days for transfer from NIA NIA Region XIII, Butuan City to NIA Surigao del Norte Satellite Office, without appropriate legal basis	12,000.00	No appeal from ND; for issuance of NFD

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
19-002-501 COB- (17)/ 5-20-19	Engr. Salome N. Layasan, Division Manager A; Engr. Adeline H. Manlunas, Principal Engineer A; Ms. Emilda G. Sabacajan, Sr. Accounting Processor A	No appropriate legal basis relative to the payment of Project Allowance was submitted for evaluation	17,500.00	-do-
19-001-501 COB- (17)/ 5-20-19	Engr. Salome N. Layasan, Engr. Diosdao J. Rana, Ms. Emilda G. Sabacajan & Engr. Madante P. Ganotisi, et.al.	Payment of Viability Incentive Grant (VIG) for CY 2014 2015, for lack of appropriate legal basis to grant the benefit	2,058,333.33	-do-
17-001-101-(16)	Mr. Orlando L. Labarinto, Mr. Elmer B. Felisarta, Ms. Emilda G. Sabacajan & Mr. Leonardo Sabandal	Labor services under Pakyaw Contracting System in excess of the P500,000.00 limit.	45,267.07	No appeal from ND; With NFD dated 1/28/2019 and COE dated 2/4/2019. However, Mr. Elmer B. Felisarta filed for Petition for Review on the decision
15-14-501 (14) ASDI/ 7-15-15			2,010,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-15-501 (14) ASDI/ 7-15-15			85,000.00	Not included in the CY 2018 report; for further verification by the Audit Team
15-16-501 (14) ASDI/ 7-15-15			288,075.00	-do-
15-17-501 (14) ASDI/ 7-15-15			4,000.00	-do-
15-17-501 (14) ASDI/ 7-15-15			596,000.00	-do-
<u>NIA Agusan del Sur IMO</u>				
2014-004-501 (13)/ 4-21-14	Escalante, Carlito, et. Al	Payment of Collective Negotiation Agreement (CNA) Incentive to qualified officers and employees of NIA-ADS-IMO, Rosario, Agusan del Sur for CY 2012 exceeded the DBM prescribed ceiling of P 25,000 per employee.	32,750.00	Pending action on appeal received by COA-NIA Regional Office last November 5, 2014
2014-005-501 (13)/ 4-21-14	Abao, Ronnie, et. al (126 Personnel)	Payment of Collective Negotiation Agreement (CNA) Incentive to qualified officers and employees of NIA-ADS-IMO, Rosario, Agusan del Sur for CY 2012 exceeded the DBM prescribed ceiling of P 25,000 per employee.	4,380,750.00	Pending action on appeal received by COA-NIA Regional Office last November 5, 2014
2015-001-501-COB/ 10-01-15	Amon, Ferdinand, et. Al	No appropriate legal basis in the payment of Viability Incentive Grant	828,000.00	No appeal from ND; pending issuance of

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
		(VIG) to the NIA ADS IMO officers and employees for Calendar Year 2013 granted in 2014		NFD and COE
2015-002-501-COB/ 10-01-15	Pablo, Peter, et. al	No appropriate legal basis in the payment of Viability Incentive Grant (VIG) to the NIA ADS IMO officers and employees for Calendar Year 2013 granted in 2014	390,000.00	-do-
2015-003-501-COB/ 10-01-15	Severino, Efren, et. Al	No appropriate legal basis in the payment of Viability Incentive Grant (VIG) to the NIA ADS IMO officers and employees for Calendar Year 2013 granted in 2014	41,000.00	-do-
2015-004-501-COB/ 10-01-15	Sanchez, John Marvin, et. Al	No appropriate legal basis in the payment of Viability Incentive Grant (VIG) to the NIA ADS IMO officers and employees for Calendar Year 2013 granted in 2014	191,000.00	-do-
2015-005-501-COB/ 10-01-15	Maranan, Claro, et. Al	No appropriate legal basis in the payment of Viability Incentive Grant (VIG) to the NIA ADS IMO officers and employees for Calendar Year 2013 granted in 2014	174,000.00	-do-
NIA Surigao del Sur IMO				
2015-001-501(14)/ 6-09-15	Victor L. Alegario, et al.	Payment of Viability Incentive Grant (VIG) to the NIA SDS IMO, NIA Regional Office No. 13 and NIA Central Office officers and employees for Calendar Year 2013 granted in 2014	1,638,000.00	for NFD issuance
			19,280,783.43	
II. NDs with decisions (3 NDs)				
<u>SDS IMO</u>				
2014-001-501 (13)/ 4-21-14	Abay-abay, Jeannie, Sr. S. et al.	Payment CNA Incentive for the CY 2012	1,283,000.00	With CGS 5 Decision No. 2015-015 dated October 30, 2015
<u>RO</u>				
2014-002-501-(13)/ 4-21-14	Hiram A. Abala et al.	-do-	3,853,000.00	Decision No. 2015-015 dated 10/30/2015
2014-003-501-(13)/ 4-21-14	Chopel Gallos et al.	-do-	3,830,750.00	Decision No. 2015-015 dated 10/30/2015
			8,966,750.00	

III. NDs with appeal memoranda (2 NDs)

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
RO				
2015-01-101-(12)/ 1-15-15	Modesto G. Membreve et al.	Excessive payment to Contractor net of tax	1,064,016.82	On appeal before the CGS Cluster 5 Director; already settled on 10/8/2019; For issuance of NSSDC
IV. ND for Petition for Review				
NIA-URIP/SJPIP				
2014-001-101/501 (12) 4-21-14	Solomon, Alfeche Jr. A., et. al		1,877,250.00	Filed Petition for Review to COA Commission Proper on September 23, 2014.
V. NDs still within the appeal period (12 NDs)				
RO				
19-002(19)- 501LFPSLBP2 11- 12-19	Susanita V. Gozon	Excess travel claims	1,320.00	
19-001(19)-NIS RIP/ 12-16-19	Cindy V. Bergonia	Deficiency on travel claims	3,570.29	
19-007(19) COB/ 12-17-19	501 Madante P. Ganotisi	Excess travel claims	2,700.00	
19-003(19) COB/ 12-18-19	501 Jesus P. Pontimar, Jr.	Excess/unnecessary travel claims	7,280.00	
19-004(19) COB/ 12-18-19	501 Evelyn C. Encarnado	-do-	944.00	
19-005(19) COB/ 12-18-19	501 Ruby C. Tuan, Jr.	-do-	1,000.00	
19-008(19) COB/ 12-18-19	501 Madante P. Ganotisi	-do-	1,362.14	
19-009(19) COB/ 12-18-19	501 Ruby C. Tuan, Jr.	-do-	578.14	
19-010(19) COB	501 Evelyn C. Encarnado	-do-	459.88	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
NIA ADS IMO				
2019-001-501 (17)/ 9-10-19	Madante P. Ganotisi, et.al	No appropriate legal basis in the payment of Viability Incentive Grant (VIG) to the NIA ADS IMO officers and employees for Calendar Years 2014-2015 which was granted in 2017	608,000.00	
2019-002-501 (17)/ 9-10-19	-do-	No appropriate legal basis in the payment of Viability Incentive Grant (VIG) to the NIA ADS IMO officers and employees for Calendar Year 2016 which was granted in 2017	558,000.00	
NIA Surigao del Sur IMO				
2019-06-022/ 6-17-19	Ferdinand D. Amon, et al (NIA Personnel)	Payment of Viability Incentive Grant (VIG)	262,900.00	Appealed by NIA-IMO on February 7, 2020
			1,448,114.45	
Total-CF - RO XIII			32,636,914.70	
Total - CF			P 1,028,266,435.14	

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
C. Special Fund				
Central Office				
I. ND with NFD and COE (1 ND)				
11-001-158(08-07)/ 04-25-2011	Former Project Manager et al.	Payment of honorarium to NIA CARP officers.	443,589.25	With COE dated October 19, 2015
			443,589.25	
II. NDs with decisions (2 NDs)				
2014-016-158(12)/ 06-25-2014	NIA officers and employees	Payment of salaries, bonuses and allowances received by Mr. Adao after his compulsory retirement on April 16, 2012 or for the period of April 17, 2012 to December 31, 2012 has no legal basis	473,613.08	With CGS 5 Decision No. 2017-016 dated January 14, 2017. With NIA Petition 2017-03 dated April 19, 2017
2016-002-158/ 08-04-16	ARISP III officers and personnel	Monetary remuneration of overtime is contrary to CSC-DBM J.C. No. 2 dated 10/04/04	44,991.04	With CGS 5 Decision
			518,604.12	
III. NDs with appeal memoranda (3 NDs)				
10-003-158(09)/ 04-27-2010	NIA officers and employees	Payment of CNA	60,000.00	Validation of settlement of disallowance is on-

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
				going
10-002-158(09)/04-27-2010	-do-	-do-	60,000.00	-do-
10-001-158(09)/03-22-2010	Former Accounting Processor A et al	Payment of CNA	418,069.02	Validation of settlement of disallowance thru salary deduction submitted by Management is on-going
			538,069.02	
Total-SF-CO			P 1,500,262.39	

CAR

I. ND with NFD and/or COE (1 ND)

2014-001-102-(11)/05-28-2014	NIA officers and employees	Payment for Christmas Party	28,000.00	With COE dated May 26, 2016
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II. ND within the appeal period (1 ND)

2019-07-158-CARP CARE (09-10)/10-14-2019	NIA officers and employees	Payment for the repair of Diversion Dam of Butique-Dannal CIS	1,195,184.80	Within the appeal period
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Total-SF-CAR			P 1,223,184.80	
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RO I

III. NDs with decisions (2 NDs)

La Union IMO

2013-01-158(12)/02-11-2014	Division Manager et al.	Payment of CNA Incentive for CY 2012 is in excess of the DBM prescribed ceiling of P25,000	39,000.00	Affirmed under COA Decision No. 2015-015 dated October 30, 2015
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Pangasinan IMO

2013-01-158(12)/12-27-2013	-do-	-do-	78,000.00	-do-
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Total-SF-RO-I			P 117,000.00	
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RO-IV-A

I. ND with appeal memorandum (1 ND)

Region IV-A 13-005-501/10-16-2013	NIA officers and employees	Payment of CNA incentives	90,000.00	With Appeal Memorandum
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II. ND with Petition for Review (1 ND)

Region IV-A 13-006-501/10-18-2013	-do-	-do-	60,000.00	Petition for Review before COA CP
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Total-SF-RO-IV-A			P 150,000.00	
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RO VI

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
I. NDs with NFDs and/or COEs (6 NDs)				
09-001-158 (08)/ 11-11-2009	NIA officers and employees	Excessive claims of per diems	850.00	With NFD dated August 20, 2018
09-002-158 (07)/ 11-11-2009	-do-	-do-	2,230.00	-do-
09-003-158/ 11-11-2009	NIA officers and employees	Excessive claims of per diems	1,763.00	With NFD dated August 20, 2018
09-004-158/ 11-11-2009	-do-	-do-	737.00	-do-
09-005-158/ 11-11-2009	-do-	-do-	220.00	-do-
09-001-158A2-(07)/ 11-11-2009	-do-	-do-	2,124.00	-do-
			7,924.00	
II. NDs with appeal memoranda (3 NDs)				
12-009-158/ 07-31-2012	NIA officers and employees	Payment of CNA incentives for CYs 2006, 2008, 2010	98,000.00	With pending appeal before the Regional Director
11-008-158/ 02-18-2011	-do-	-do-	50,000.00	-do-
11-007-158/ 11-12-2009	-do-	-do-	150,000.00	-do-
			298,000.00	
<u>NIA - Antique IMO</u>				
III. ND with NFD and/or COE (1 ND)				
2013-01-158(12) 01-02-2013	NIA-Antique IMO officers and employees	Salary of casual employee	76,331.42	With NFD dated October 9, 2018
<u>NIA - Capiz IMO</u>				
IV. ND for issuance of NFD (1 ND)				
2012-101-001- (08/09/10/11)/ 08-16-2012	NIA-Capiz IMO officers and employees	-do-	3,168.80	For issuance of NFD
Total-SF-RO-VI			P 385,424.22	

RO XI

I. ND with decision (1 ND)

09-01-F158- MINSSAD/ 11-25-2009	NIA officers and employees	Unauthorized grant of honorarium from MINSSAD for CY 2008	240,076.47	With COA RO XI Decision No. 2015-05
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II. ND with NFD and COE (1 ND)

ND No./Date	Persons Liable	Reason for Disallowance	Amount	Status/Remarks
09-03-F158-MINSSAD/ 11-25-2009	Jetway Travel et al.	Absence of boarding pass in lieu of plane tickets. The suspension matured into disallowance	29,909.00	Covered by COE dated February 18, 2015
III. ND for issuance of NFD (1 ND)				
09-04-F158-MINSSAD 11-25-2009	Former NIA CO officers and employees	-do-	13,729.32	Retired
			283,714.79	
IV. NDs with appeal memoranda (2 NDs)				
09-05-F158-MINSSAD/ 11-25-2009	Region XI officers and employees	No certification from the Accounting Division of NIA CO	7,560.00	With Appeal Memorandum
09-06-F158-MINSSAD/ 11-25-2009	-do-	-do-	7,560.00	-do-
			15,120.00	
Total-SF-RO-XI			P 298,834.79	
RO XIII				
I. ND for issuance of NFD (1 ND)				
2012-005-GOP3 (2012) (SDS IMO)	Region XIII officers and employees	Overpayment of wages	2,280.81	For issuance of NFD
Total-SF			P 3,676,987.01	
Total – All Funds			P 3,282,391,076.10	

STATUS OF UNSETTLED AUDIT CHARGES
As of December 31, 2019

NC No./Date	Persons Liable	Nature/Particulars	Amount	Status/Remarks
<u>General Fund-Central Office</u>				
2016-001-102/ 4-06-2016	Various Contractors	Non-forfeiture of bid security	P 1,200,000.00	With appeal filed by Modesto G. Membreve, et al. For drafting of decision
			P 1,200,000.00	
<u>CORPORATE FUND</u>				
<u>Region II</u>				
15-001-501- (14-15)/ 4-7-15	Froilan C. Ramirez – Supervising IDO; Christopher Lara – Driver Mechanic B; Jann Russel Sumer – Engineer B; Armida Ganapin – IDO B; Ceferino Florentin IV – Sr. IDO; Gloria Queddeng – Utility Worker	Non-collection of quarters' rental from Feb. 2013 to March 2015	1,660.00	Fully settled under NSSDC No. 2020-003 dated March 9, 2020.
15-001-501-(2015) CBIMO 10-1-15	Froilan C. Ramirez – Supervising IDO, et.al	Non-collection of quarters' rental from April to September 2015	11,000.00	With NFD dated March 12, 2018 and COE No. 2018-007 dated May 10, 2018 Amount of NC was P13,000.00 with partial settlement of P2,000.00 in CY 2019 and settlement of P5,340.00 under NSSDC No. 2020-002 dated March 9, 2020.
16-001-501-(2013) CBIMO 5-27-16	Engr. Benjamin N. Rivera – BAC Chairman, et.al	Underpayment of bid documents	5,000.00	Issued NFD on March 14, 2018
			P 17,660.00	
<u>Region VI</u>				
2012-501-02 /	John Reynado	Restitution of 10% discount	4,094.63	With NFD dated

NC No./Date	Persons Liable	Nature/Particulars	Amount	Status/Remarks
11-19-2012		for prompt payment		9/3/2018. John Reynado is already deceased.
2012-501-05 / 11-19-2012	John I. Pongyan	-do-	508.30	With NFD dated 9/3/2018. John Pongyan is no longer connected with NIA after effecting E.O. 366, The Rationalization Program, in 2012.
2012-501-09 / 11-19-2012	Ebby Paderes	-do-	5,640.99	With NFD dated 9/3/2018. Ebby Paderes is already deceased.
			P 10,243.92	

Region X

NC No. 19-001	Felix Ampo, Donald Ellarina, and Marcelo Carrasco	Non-payment of rental for use of drilling rig	437,360.00	
NC No. 04-001 (17)/ 4-17-18	Acosta, Jenelle Lyn	House Rental Payment	22,974.00	No Appeal/ Settlement received
NC No. 04-002 (17)/ 4-17-18	Apostol, Karelle Ann	-do-	7,288.00	-do-
NC No. 04-003 (17)/ 4-17-18	Arizalita, Diomedes	House Rental Payment	6,340.00	No Appeal/ Settlement received
NC No. 04-004 (17)/ 4-17-18	Cagalawan, Elpidio	-do-	14,964.00	-do-
NC No. 04-005 (17)/ 4-17-18	Caliwan, Ewene	-do-	6,340.00	-do-
NC No. 04-006 (17)/ 4-17-18	Caliwan, Timothy Joseph	-do-	17,336.00	-do-
NC No. 04-007 (17)/ 4-17-18	Calonge, Adelina	-do-	6,980.00	No Appeal/ Settlement received
NC No. 04-008 (17)/ 4-17-18	Cordoba, Oscar Jr.	-do-	7,816.00	-do-
NC No. 04-009	Dela Cruz, Reighnes M. A.	-do-	17,812.00	-do-

NC No./Date	Persons Liable	Nature/Particulars	Amount	Status/Remarks
(17)/ 4-17-18				
NC No. 04-010 (17)/ 4-17-18	Encinares, Sotero	-do-	16,892.00	-do-
NC No. 04-011 (17)/ 4-17-18	Gamboa, Maria Grace	-do-	6,980.00	-do-
NC No. 04-012 (17)/ 4-17-18	Gomez, Jesus	-do-	6,980.00	-do-
NC No. 04-013 (17)/ 4-17-18	Kilem, Kevin Joel	-do-	9,428.00	-do-
NC No. 04-014 (17)/ 4-17-18	Lavina, Maria Socorro	-do-	6,536.00	-do-
NC No. 04-015 (17)/ 4-17-18	Lozarita, Armando	-do-	7,508.00	-do-
NC No. 04-016 (17)/ 4-17-18	Lucernas, Elpidio Jr.	-do-	6,980.00	-do-
NC No. 04-017 (17)/ 4-17-18	Maldo, Jennifer	House Rental Payment	6,980.00	-do-
NC No. 04-018 (17)/ 4-17-18	Marcelo, Catherine	-do-	6,980.00	-do-
NC No. 04-019 (17)/ 4-17-18	Monteros, Imelda	-do-	6,980.00	-do-
NC No. 04-020 (17)/ 4-17-18	Navarro, Rosalie	-do-	8,292.00	-do-
NC No. 04-021 (17)/ 4-17-18	Ong, June	-do-	19,908.00	No Appeal/ Settlement received
NC No. 04-022 (17)/ 4-17-18	Orzame, Mario	-do-	6,980.00	-do-
NC No. 04-023 (17)/	Paga, Armando	-do-	18,064.00	-do-

NC No./Date	Persons Liable	Nature/Particulars	Amount	Status/Remarks
4-17-18				
NC No. 04-024 (17)/ 4-17-18	Ronquillo, Joanah	-do-	23,290.00	-do-
NC No. 04-025 (17)/ 4-17-18	Sibug, Erwin	-do-	6,980.00	-do-
NC No. 04-026 (17)/ 4-17-18	Taray, Hercules	-do-	6,980.00	-do-
NC No. 04-027 (17)/ 4-17-18	Tutas, Gil	-do-	21,530.00	-do-
NC No. 04-028 (17)/ 4-17-18	Bella, Crystal Gale	-do-	3,179.16	-do-
NC No. 04-029 (17)/ 4-17-18	Goneo, Allen Jane	-do-	3,179.16	-do-
NC No. 04-030 (17)/ 4-17-18	Lopez, Zalma Rhea	-do-	262.50	-do-
NC No. 04-031 (17)/ 4-17-18	Pingol, Ysel Moonyeen	House Rental Payment	612.50	-do-
NC No. 04-032 (17)/ 4-17-18	Astilla, Jesus	-do-	10,232.00	-do-
NC No. 04-033 (17)/ 4-17-18	Borbon, Rose	-do-	10,882.00	-do-
NC No. 04-034 (17)/ 4-17-18	Cabal, Nicolas	-do-	7,976.00	-do-
NC No. 04-035 (17)/ 4/17/18	Cabatchete, Julie	-do-	19,428.00	No Appeal/ Settlement received
NC No. 04-036 (17)/ 4-17-18	Cruz, Teresita	-do-	15,396.00	-do-
NC No. 04-037 (17)/ 4-17-18	Dadang, Efren	-do-	19,428.00	-do-

NC No./Date	Persons Liable	Nature/Particulars	Amount	Status/Remarks
NC No. 04-038 (17)/ 4-17-18	Eltagon, Efren	-do-	19,428.00	-do-
NC No. 04-039 (17)/ 4-17-18	Franje, Ryne	-do-	19,428.00	-do-
NC No. 04-040 (17)/ 4-17-18	Melencio, Andy	-do-	19,428.00	-do-
NC No. 04-041 (17)/ 4-17-18	Pepito, Eduardo	-do-	19,428.00	-do-
NC No. 04-042 (17)/ 4-17-18	Sumalinog, Samsonito	-do-	19,428.00	-do-
NC No. 04-043 (17)/ 4-17-18	Torres, Alex	-do-	19,428.00	-do-
			P 946,621.32	
Total – Corporate Fund			P974,525.24	
SPECIAL FUND				
<u>Region I</u>				
La Union IMO				
NC 11-001- 501(11) / 06/03/2011	Lelito G. Valdez and other LUIMO Employees and Collectors	NIA Under-remittance and IA Irrigation Fees	of P 189,892.42	Affirmed under CP Decision No. 2019- 165 dated May 23, 2019
			P 189,892.42	
Total – All Funds			P 2,364,417.66	

STATUS OF UNSETTLED AUDIT SUSPENSIONS
As of December 31, 2019

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
<u>General Fund (GF)-Central Office (CO)</u>				
2016-014-102/ 11-07-2016	Former NIA Administrator et al.	Lack of supporting documents for payment of Final Progress Billing No. 34 (Loan Proceeds Portion) for Contract No. ARIIP-C-1 Re-regulating Pond Facilities for the Agno River Integrated Irrigation Project	US\$ 3,863,966.92	For issuance of Notice of Disallowance (ND) or Notice of Settlement of Suspension/ Disallowance/C harge (NSSDC)
			US\$ 3,863,966.92	
2017-003-101/ 12-20-2017	Acting Manager, Financial Management Department et al.	Lack of supporting documents for payment of one (1) unit Truck Tractor, 6x4 with 25 tons Low Bed Trailer for Contract No. PIDPN-S-6 for the Participatory Irrigation Development Project	P 14,500,000.00	For issuance of ND or NSSDC
2017-002-102/ 12-20-2017	Deputy Administrator for Administrative and Finance (DAAF) et al.	Lack of supporting documents for payment of two (2) units Hydraulic Excavator Model EW 145 wheel Type, 0.60 cu.m for Contract No. PIDPN-S-5R for participatory Irrigation Development Project	11,700,000.00	-do-
2017-001-102/ 10-13-2017	Acting Deputy Administrator for Engineering Operations (DAEO) et al.	Lack of supporting documents for payment of one (1) unit Hydraulic Excavator, Crawler Mounted ,0.70m Bucket capacity, Make/Model: Volvo/EC 210B and One (1) Unit Hydraulic Excavator, Crawler, Swampy, Long Reach 0.40m Bucket Capacity, Make/Model: Volvo/EC 210BLRfor Contract No. NISRIIPD-S-3	13,365,000.00	-do-

NS No./Date	Persons Responsible		Nature of Suspension	Amount	Status/Remarks
2016-015-102/ 11-10-2016	Former Administrator et al.	NIA	Lack of supporting documents for payment of 7.5% Advance Payment (GOP and LP Portions) for Contract No. NISRIPD-C-3R2 Rehabilitation and Improvement of Muleta River Irrigation System and Construction of Irrigators Association Support Facilities under the National Irrigation Sector Rehabilitation and Improvement Project (NISRIP)	6,959,368.66	For issuance of ND or NSSDC
2016-011-102/ 10-7-2016	-do-		Lack of supporting documents for payment of Progress Billing No. 7/final for Contract No. SPISP-C-3 Construction of Binalawan Concrete Buttress Dam	15,248,418.51	-do-
2016-010-102/ 8-12-2016	DAEO et al.		Lack of supporting documents for payment of 15% mobilization for Contract No. NISRIPD-C-2 for the Rehabilitation and Improvement of Malatgao River Irrigation System and Construction of Irrigator's Association	28,404,551.91	-do-
2016-009-102/ 6-16- 2016	Former Administrator et al.	NIA	Lack of supporting documents for payment of Progress Billing No. 7 for Contract No. HCAAPD-C-2 Construction of Bulao Diversion Dam, Irrigation and Drainage Canals and Appurtenant Structures under Help for Catubig Agricultural Advancement Project	10,292,166.13	-do-
2016-007-101/ 4-19-2016	Acting DAEO et al.		Lack of supporting documents for payment of 15% mobilization for Contract No. CMIPP2/NCB-C-S6-3 Construction of Super Diversion Canal (SDC)	41,348,369.06	-do-

NS No./Date	Persons Responsible		Nature of Suspension	Amount	Status/Remarks
			Sta. 50+540 – Sta. 51+850); Laterals “U” & “V” and Sub-Laterals including Related Structures and Supply Delivery, Installation and Commissioning of Steel Gates.		
2016-006-101/ 3-18-2016	Former Administrator et al.	NIA	Lack of supporting documents for payment of Progress Billing Nos. 28, 29 and 30 for Contract No. SRIPD-C-16 Construction of Tangub Earthfill Dam and Appurtenant Structures under the Small River Irrigation Project	36,211,858.85	For issuance of ND or NSSDC
2016-005-101/ 3-3-2016	-do-		Lack of supporting documents for payment of 15% mobilization for Contract No. QIPD-C-3 Construction of Quipot Main Canal (Sta. 4+720 to 11+290.85 and Lateral A (Sta. 0+000 to 3+672.80) and its Appurtenant Structures, including Supply and Delivery of 2 units 10”200mm x 200mm dia., 45 HP Pump and Accessories	14,386,661.12	-do-
2016-002-101/ 2-16-2016	DAEO et al.		Lack of supporting documents for payment of 15% mobilization for Contract No. QIPD-C-1 Construction of Quipot Diversion Dam and its Appurtenant Structures including Supply, Delivery, Installation and Commissioning of Barrage Steel Gates under Quipot Irrigation Project	18,268,619.72	-do-

NS No./Date	Persons Responsible		Nature of Suspension	Amount	Status/Remarks
2016-001-101/ 1-21-2016	Former Administrator et al.	NIA	Lack of supporting documents for payment of Progress Billing Nos. 1 & 2 for Contract No. QIPD-C-2 Construction of Quipot Main Canal (Sta. 1+118.00 to Sta. 4+720) and its Appurtenant Structure	64,762,316.44	-do-
2015-008-102/ 12-2-2015	DAEO et al.		Lack of supporting documents for the payment Final Progress Billing of Consultancy Services on Construction Supervision and Quality Assurance	77,272.73	For issuance of NSSDC
2014-033-101/ 12-11-2014	Former Administrator et al.	NIA	Lack of supporting documents for the payment of Progress Billings for the provision of technical assistance for the Feasibility Study of Alternative Dam Designs for Balog Balog Multipurpose Project Phase II to NIACI	1,925,059.51	For issuance of ND
2014-032-102/ 11-10-2014	-do-		Lack of supporting documents for the advance payment of Contract No. SRIPD-C-22, Construction of Upper Tabuating and its Appurtenant Structures	33,021,447.07	For issuance of ND or NSSDC
2014-031-102/ 11-10-2014	Acting DAEO et al.		Lack of supporting Documents for the payment of Progress Billing (PB) No. 1 of Contract No. PIDP11-C-BRISN-2 Rehabilitation of Lateral Canals East Side including Repair of Service Roads, Appurtenant Structures Including Supply, Delivery Installation and Commissioning of Steel Gates for Batutu River Irrigation System	23,232,164.88	-do-

NS No./Date	Persons Responsible		Nature of Suspension	Amount	Status/Remarks
2014-030-101/ 9-22-2014	Former Administrator et al.	NIA	Lack of supporting documents for the partial advance payment of Contract No. SRIPD-C-18 Construction of Marimay Earthfill Dam and its Appurtenant Structures	22,342,252.03	For issuance of ND or NSSDC
2014-029-102/ 9-22-2014	Acting DAEO et al.		Lack of supporting documents for the partial advance payment of Contract No. PIDP10-C-MARISN-1 Construction of Maranding River Irrigation System including Supply, Delivery Installation and Commissioning of Steel Gates	7,943,368.97	-do-
2014-028-101/ 9-22-2014	Former Administrator et al.	NIA	Lack of supporting documents for the advance payment of Consultancy agreement for the Upgrading of Parcellary Maps of Selected National Irrigation System	1,460,325.30	-do-
2014-027-102/ 9-18-2014	Former Acting Deputy Administrator		Lack of supporting documents for the partial advance payment of Contract No. PIDP5-C-THIRISN-1r Rehabilitation of Tigman-Hinagyanan-Inarihan Rivers Irrigation System	13,128,635.51	-do-
2014-026-101/ 9-16-2014	Former Administrator et al.	NIA	Lack of supporting documents for the advance payment of Provision of Technical Assistance for the Climate Change Vulnerability Mapping Project (CCVMP)	13,728,181.83	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
HCAAP 2014-001 (12)/ 8-28-2014	Deputy Administrator for Administrative and Finance (DAAF) et al.	Incomplete submission of supporting documents the payments of PBs of Consultancy Services Contract in the implementation of the Help for Catubig Agricultural Advancement Project	8,891,600.99	For issuance of ND or NSSDC
2014-022-102/ 07-15-2014	Former Administrator NIA Administrator et al.	Lack of supporting documents for the payment of 15 per cent mobilization fee of Contract No. SRIPD-C-20 for the Construction of Ibato-Iraan Earthfill Dam and Appurtenant Structures under Small Reservoir Irrigation Project (SRIP)	68,224,695.34	For issuance of NSSDC
2014-020-102/ 6-23-2014	-do-	Lack of supporting documents for the Supply Delivery of Surveying Instruments under the National Irrigation Sector Rehabilitation and Improvement Project	3,710,000.00	For issuance of ND or NSSDC
2014-016-101/ 5-6-2014	Former Administrator NIA Administrator et al.	Lack of supporting documents for the payment of Undertaking of the Detailed Engineering Design of Balog Balog ultipurpose Project Phase II	14,932,562.16	Certificate of final acceptance not submitted. For issuance of ND
2014-015-101/ 5-6-2014	-do-	Lack of supporting documents for the payment of Reassessment Study and Detailed Engineering and Design of Selected Dam Type of Libmanan Cabusao Dam and Rehabilitation Project	8,584,227.00	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
2014-014-101/ 5-2-2014	-do-	Lack of supporting documents for the payment of Feasibility Study and Detailed Engineering Design of Tumauni River Multipurpose Project	21,446,960.31	-do-
2014-013-101/ 4-30-2014	-do-	Lack of supporting documents for the payment of Feasibility Study of Sapalan River Irrigation Project	10,748,729.83	-do-
2014-012-101/ 4-11-2014	-do-	Lack of supporting documents for the payment of Feasibility Study of Ilaguen Multipurpose Irrigation and Power Project	25,659,406.23	-do-
2014-011-101/ 4-11-2014	-do-	Lack of supporting documents for the payment of Feasibility Study of Gandara River Basin Irrigation Project	19,998,848.51	-do-
2014-001-101 (13)/ 1-9-2014	-do-	Lack of supporting documents for the payment of mobilization fee for Contract No. SRIPD-C-19 Construction of Barbar Earthfill Dam and its Appurtenant Structures	40,971,251.80	For issuance of ND or NSSDC
2014-003-101 (13)/ 1-22-2014	DAEO et al.	Lack of supporting documents for the payment of mobilization fee for Contract No. PIDP11-C-BRISN-3 Rehabilitation of Diversion Works, Main Canal West, Extension Area including appurtenant structures and supply delivery installation of Steel Gates for Batutu River Irrigation System	6,037,604.65	-do-
2014-005-101 (13)/ 1-22-2014	-do-	Lack of supporting documents for the payment of mobilization fee for Contract No. PIDP2-C-NVBISN-1R	11,171,650.38	For issuance of NSSDC

NS No./Date	Persons Responsible		Nature of Suspension	Amount	Status/Remarks
2014-007-101 (13)/ 1-24-2014	-do-		Lack of supporting documents for the payment of Contract No. PIDP2-C-ZRISI-1R	4,254,200.18	For issuance of ND or NSSDC
2014-008-101 (13)/ 2-5-2014	-do-		Lack of supporting documents for the payment of Contract No. PIDP2-C-BCISN-1R	9,811,452.27	-do-
2014-009-102 (13)/ 2-19-2014	Former Administrator et al.	NIA	Lack of supporting documents for the settlement of Progress Billing No. 33 (GOP Portion) Contract No. ARIIP-C-1 Re-regulating pond facilities of Agno River Irrigation Project	27,140,711.89	For issuance of NSSDC
2014-010-102 (13)/ 2-19-2014	DAEO et al.		Lack of supporting documents for the seminar-workshop conducted	197,500.00	For issuance of ND or NSSDC
2013-004-101(12)/ 4-29-2013	Former Administrator et al.	NIA	Contract Price Escalation Nos. 1-3 for Contract No. BHIP2-C-2, Construction of Irrigation Canal and Appurtenant Structures for Bohol Irrigation Project, Stage I	39,078,014.61	-do-
2013-003-101(11)/ 4-22-2013	-do-		Lack of documents to support the time extensions granted for the payment of Contract No. SJPIPD-C-1	42,016,752.06	-do-
2013-006-102 (13)/ 8-2-2013	-do-		Non submission of documents necessary for the evaluation of the revised contract due to time extension to support the payment of GOP Progress Billing No. 32 under Contract No. ARIIP-C-1.	4,614,325.52	For issuance of NSSDC
12-017-101(11)/ 11-26-2012	Manager, Engineering Department et al.		Lack of supporting documents for payment of lodging fees of NIA officials	48,093.75	For issuance of ND or NSSDC

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
12-016-101 (11)/ 11-26-2012	Acting DAEO et al.	Lack of supporting documents for payment of lodging fees of NIA officials	26,550.00	-do-
12-015-101 (11)/ 12-4-2012	Manager, Institutional Development Division (IDD) et al.	Lack of supporting documents for the payment of meals and accommodation of Irrigators Association National Congress	433,625.00	For issuance of NSSDC
12-012-101 (11) / 6-25-2012	Acting DAEO et al.	Non submission of documents to support the payment of Monetary Incentives for CY 2010 National Level Outstanding Irrigators Association both CIA and NIA	150,000.00	-do-
12-011-101(11) / 6-25-2012	Manager, IDD et al.	Non submission of documents to support the payment of meals and accommodation spent during the Irrigators Association National Congress	214,625.00	For issuance of NSSDC
11-007-102 (07)/ 11-29-2011	Former Administrator et al.	NIA Lack of documents for the payment of additional cost in Item B Sub-Item Diversion and Care of River and Irrigation Canal during Construction & Dewatering Foundation under Contract No. CMIPPI-C-S1 (JBIC Financed Portion)	34,538,860.49	For issuance of ND or NSSDC
11-004-102 (11)/ 09-21-2011	-do-	Payment of Progress Billing No. 5 for the Contract No. SPISP-C-3 Construction of Binalawan Concrete Buttress Dam and Appurtenant Facilities	858,675.92	-do-
Total GF-CO			P 796,066,962.12	

CAR

Regional Office (RO)

15-001-101- (10)/ 7-24-2015	J. Socalo-Regional Manager et al.	Pertinent documents to support the disbursements for the Repair/Rehabilitation/R	P 1,733,628.34	Matured into disallowance For issuance of
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NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
		estoration of various CIS located at Benguet		ND
<u>Kalinga and Ifugao IMO</u>				
2018-002-501 LFP-(17) KIMO/ 11-29-2018	Regional Manager et al.	Incomplete documents to support the payment of the completed Rehabilitation of Bunayan Bago CIS-01-2016, Lubuagan, Kalinga	2,594,852.95	Unsettled, NS was received by the persons liable on December 13 - 14, 2018
2018-001-501 LFP-(17) KIMO/ 5-22-2018	Regional Manager; Raymundo B. Apil-Division Manager A; C. Gulian-Sr. Accounting Processor A; and various payees(contractors/suppliers)	Incomplete documents to support the payment of the completed Rehabilitation of Bunayan Bago CIS-01-2016, Lubuagan, Kalinga	21,309,843.56	Partial settlement through submission of documents. NSSDC No. 19-006 dated August 22, 2019
17-004-501 LFP-(13-14) KIMO/ 11-14-2017	Regional Manager, Division Manager et al.	Incomplete documents to support the payments of the implemented projects at KIMO	80,771,896.33	Partial settlements of P3,075,580.51 on NSSDC No. 18-001 dated May 24, 2018
2017-002-101- (11-12) KIMO/ 11-13-2017	Chief Corporate Accountant et al.	Incomplete documents to support the payment of the Rehabilitation of the Lamut CIS, Lamut, Ifugao	1,202,694.94	Matured into disallowance For issuance of ND
12-004-101- (11)/ 7-20-2012	Division Manager et al.	Incomplete documents to support payment of the Protection Works	34,352.58	-do-
			P 107,647,268.70	
<u>ROI</u>				
2011-001 NIA/ 1-26-2011	John Celeste et al.	Payments of Right of Way (ROW)	2,332,543.47	NS for further verification of the Audit Team
			P 2,332,543.47	
<u>RO V</u>				
12-001-101	Engr. William P.	The project was	459,700.87	With NS

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
(12)/ 05-09-2012	Ragodon et al.	36.10% above COA estimate and 26.10% above authorized limit		justification forwarded to the former Supervising Auditor on June 7, 2012
12-002-101 (12)/ 05-09-2012	-do-	The project was 19.78% above COA estimate and 9.78% above authorized limit	89,975.28	-do-
12-008-101/ 10-01-2012	-do-	The project was only 87.46% completed per Technical Inspection Report rendered by the COA Technical Inspector. The computation of the cost disclosed overpayment of P321,928.49	321,928.49	With NS justification
12-009-101/ 10-03-2012	-do-	The project was 20.26% above COA estimate and 10.26% above authorized limit	136,472.77	With NS justification forwarded to the former Supervising Auditor on October 11, 2012
12-011-101/ 11-05-2012	-do-	Audit suspension of payments for long overdue projects which have incurred more than 10% slippage.	4,902,538.59	No justification received from Management
12-012-101/ 11-05-2012	-do-	-do-	3,758,313.48	-do-
			P 9,668,929.48	

RO VI

09-002-101- (09) 11-13-2009	G. Abuzo et al.	Lack of supporting documents	98,000.00	For issuance of ND
09-001-101 (09)/ 11-13-2009	-do-	-do-	112,506.00	-do-

Iloilo – Guimaras IMO

09-002-102- (09)/ 11-13-2009	G. Abuzo et al.	Conduct of training-lacks supporting documents	80,793.75	-do-
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NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
09-001-102 (09)/ 11-13-2009	-do-	Conduct of training lacks supporting documents	112,031.25	For issuance of ND
2010-002-101 10-14-2012	F. Colorado et al.	Lack of supporting documents	268,195.11	For issuance of Notice of Disallowance (ND)
11-003-101 06-08-2011	-do-	Lack of Authority to Disburse	4,544,858.14	-do-
11-002-101 03-07-2011	-do-	Payment of Collective Negotiation Agreement (CNA) Incentive for CY 2010	295,000.00	-do-
2010-001-101 10-15-2010	-do-	Lack of supporting documents	28,960.72	-do-
			P 5,540,344.97	

RO X

RO

2015-001-101- 2013/ 3-2-2015	Felix M. Razo et al.	Unsubmitted supporting documents for Contract project with L-Beths Construction under Contract Ref. No. CW-BUK-CF (PABLO)-2013-PULRIS-NEGO	16,966,788.82	Not yet settled
2014-001-101- 2013/ 10-9-2014	-do-	Unsubmitted supporting documents for Contract project with L-Beths Construction for Manupali River IS	22,570,512.00	-do-

LAMISCA IMO

2016-001-101 (2015)/ 2-16-16	Engr. Joecamine L. Gubat et al.	Unsubmitted payrolls and supporting documents	388,329.78	For issuance of ND
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BUKIDNON IMO

2019-004/ 8-15-19	Armando E. Arizala, Acting Division Manager; Imelda P. Monteros, Acting Head Admin and Finance; Joel Kilem- Fund	Non-Submission of DV and Supporting Documents	1,384,186.58	Settled in CY 2020
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NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
	Handler			
2019-073 (2017) TIGUA CIP ARISP/ 7-17-19	Junecris Eroy	TEV Liquidation	21,794.48	For compliance
2019-108 (2018) Tigua CIP ARISP GOP/ 8-5-19	Kienzel Glenn P. Carillo	-do-	11,983.00	Settled in CY 2020
2019-007 NISRIP FAPS/ 4-10-19	Joel Kevin Kilem	-do-	1,340.00	For compliance
2019-010- NISRIP FSSM/ 4-10-19	-do-	-do-	518.96	-do-
2019-011- NISRIP FSSM/ 4-10-19	Lovelyn Empos	-do-	518.96	-do-
2019-011- NISRIP FSSM/ 4/-10-19	Roberto Agustin	-do-	518.96	-do-
2019-081 (2018) NISRIP LP & PC / 7-17-19	Lovelyn Empos	-do-	16,868.16	-do-
2019-082 (2018) NISRIP LP & PC/ 7-17-19	Oscar Capundag, Jr.	-do-	16,868.16	-do-
2019-086 (2018) NISRIP/ 7-17-19	Mon J.C. Carreon	-do-	17,330.48	-do-
2019-087 (2018) NISRIP/ 7-17-19	Rio Viervien Benitez	-do-	17,330.48	-do-
2019-104 (2018) NISRIP FSSM/ 8-5-19	Imelda P. Monteros	-do-	18,150.00	-do-
2019-0145 (2018) NISRIP LP & PC/ 8-30-19	Belna Acobo	Seminar Liquidation	15,260.00	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
2019-0146 (2018) NIS RIP LP & PC/ 8-30-19	-do-	Orientation Liquidation	19,770.00	For compliance
2019-0147 (2018) NIS RIP LP & PC/ 8-30-19	-do-	Planning Workshop Liquidation	20,000.00	-do-
2019-0148 (2018) NIS RIP FSSM/ 8-30-19	Lovelyn Empos	Mid-Year Assessment Liquidation	16,688.84	-do-
2019-0149 (2018) NIS RIP FSSM/ 8-30-19	-do-	Training Liquidation	15,326.65	Settled in CY 2020
2019-0165 (2018) NIS RIP LP/ 9-10-19	-do-	PSD NIS RIP	15,154.36	For compliance
2019-0172 NIS RIP/ 10-2-19	Joel Kevin Kilem	NIS RIP Seminar Workshop PIPCR 1/28/19-2/2/19	20,380.24	-do-
2019-0173 NIS RIP/ 10-2-19	Roberto Agustin	-do-	20,370.24	-do-
2019-0167(2018) Various CIP Account/ 9-18-19	Belna Acobo, et. al	IDP Various Activities February to December 2018 NIS RIP 67,987.00. Total NS 973,639.10 various funds	67,987.00	-do-
			P 41,643,976.15	

Region XIII

14-001-101- (14)/ 5-26-14	L. Magbunal, et. al.		13,400.48	NS which are still to be verified by the Audit Team
14-002-101- (14)/ 5-26-14	J. Estella, et. al.		9,470.40	-do-
12-003- 101(12)/ 11-19-12	Engr. Dexter G. Patrocinio, Ms. Evelyn C. Encarnado and Engr. G. Membreve	Payment of plane ticket without complete documentary requirements	18,002.00	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
10-003-102 SPISP-(09)/ 1-6-10	Edgar Demegillo et, al.	Payment of CNA Incentives	225,000.00	NS which are still to be verified by the Audit Team
11-001-101 (11)/ 11/-8-11	Mr. Godofredo Abuzo and Ms. Nestoria Delgado	Payment of rebook of plane ticket	3,339.00	-do-
12-006-101- (12)/ 12-10-12	Engr. Albarito B. Dimson et, al.	Payment of 15% mobilization without complete documentary requirements	495,062.43	-do-
			P 764,274.31	
Total GF (In Pesos)			P 963,664,299.20	
Total GF (In US\$)			US\$ 3,863,966.92	

II. Corporate Fund (CF)-CO

2017-001- 501/ 01-25-2017	Officer-in-Charge (OIC) DAEO et al.	Non-submission of documents as prescribed by COA Circular No. 2012-001, COA Circular No. 2009-001, and the Revised IRR of RA No. 9184	84,602,307.75	For issuance of ND
2015-003- 501/ 11-04-2015	Former NIA Administrator et al.	Lack of supporting documents necessary for auditorial review of payments of contract No. NIACO-S-2R	29,200,000.00	For issuance of NSSDC
2015-002- 501/ 10-08-15	-do-	Deficiency of Supporting documents in the Construction of Umayam Diversion Dam & its Appurtenant structures, Contract No. UMRIPD-C-1	173,036,646.04	For issuance of NSSDC
			286,838,953.79	

CF- NIACI

2014-003- NIACI/ 02-19-14	NIACI officers and employees	Release of retention fee was not supported with complete documentation.	21,000.00	Matured into disallowance For issuance of ND
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NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
2013-008-NIACI (12)/08-27-13	-do-	Incomplete documents to support payment of remuneration of Consultants for CY 2012.	21,865,927.40	For issuance of ND
10-048-NIACI (09)/06-02-10	-do-	Non-submission of the contract of car rental and other supporting documents.	136,880.00	For issuance of ND or NSSDC
10-033-NIACI (09)/05-28-10	-do-	Non-submission of original documents relative to the liquidation of cash advance.	171,913.77	-do-
			22,195,721.17	
Total CF-CO			P 309,034,674.96	

RO II

2018-501 LFPs-001 6-18-18	Antonio C. Lara et al.	Payment of Contract No. NCB-RO2-NV04-17 was not supported with complete documentary requirements	3,926,196.28	Documents submitted for review and evaluation
2018-501 LFPs-002 6-18-18	-do-	Payment of Contract No. NCB-RO2-NV02-17 was not supported with complete documentary requirements	14,344,552.70	-do-
2018-501 LFPs-003 6-18-18	Constancio G. Bana-ay, Jr., Acting RIM et al.	Payment of Contract No. NCB-RO2-NV01-17 was not supported with complete documentary requirements	1,423,099.04	-do-
2018-501 LFPs-006 6-18-18	-do-	Payment of Contract No. NCB-RO2-ISA12-17 was not supported with complete documentary requirements	15,885,664.11	-do-
2018-501 LFPs-007 6-18-18	-do-	Payment of Contract No. NCB-RO2-CB03-17 was not supported with complete documentary requirements	7,936,131.72	-do-
2018-501 DA-008/ 6-18-18	Rey R. Visaya, Acting Division Manager-EOD et al.	Payment of Contract No. CW-NIARO2/DA-27-17 was not supported with complete documentary requirements	675,856.52	Documents submitted for review and evaluation
2018-501 DA-009/ 6-18-18	Antonio C. Lara, Former RIM et al.	Payment of Contract No. CW-NIARO2/DA-12-17 was not supported with complete documentary requirements	1,798,229.17	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
NIA RO-2019-001/ 10-16-19	Engr. Constancio G. Bana-ay, Jr, Engr. Antonio C. Lara, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Debbie A. Videz, Ms. Gretel Gloria D. Antonio and FOUR M Builders	Payment of Contract No. CW-NIARO2/DA-01-17 was not supported with complete documentary requirements	3,642,466.23	Documents submitted for review and evaluation
NIA RO-2019-002/ 10-16-19	Engr. Antonio C. Lara, Ms. Rubelita S. Bancod, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Nora L. Bernabe, Ms. Debbie A. Videz, Ms. Gretel Gloria D. Antonio and FOUR M Builders	Payment of Contract No. CW-NIARO2/DA-08-17 was not supported with complete documentary requirements	2,986,745.49	-do-
NIA RO-2019-003/ 10-16-19	Engr. Constancio G. Bana-ay, Jr, Engr. Antonio C. Lara, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Nora L. Bernabe, Ms. Debbie A. Videz, Ms. Gretel Gloria D. Antonio and FBS Engineering & Construction	Payment of Contract No. CW-NIARO2/DA-48-17 was not supported with complete documentary requirements	3,370,886.18	-do-
NIA RO-2019-004/ 10-16-19	Engr. Constancio G. Bana-ay, Jr, Engr. Antonio C. Lara, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Nora L. Bernabe, Ms. Debbie A. Videz, Ms. Gretel Gloria D. Antonio and DEKM Construction	Payment of Contract No. CW-NIARO2/DA-07-17 was not supported with complete documentary requirements	11,087,586.89	-do-
NIA RO-2019-005/ 10-16-19	Engr. Constancio G. Bana-ay, Jr, Engr. Antonio C. Lara, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Nora L. Bernabe, Ms. Debbie A. Videz, and ECT Construction	Payment of Contract No. CW-NIARO2/DA-25-17 was not supported with complete documentary requirements	4,701,155.24	Documents submitted for review and evaluation

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
NIA RO-2019-006/ 10-16-19	Engr. Constancio G. Bana-ay, Jr, Engr. Antonio C. Lara, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Nora L. Bernabe, Ms. Debbie A. Videz, and NC Construction & Supply	Payment of Contract No. CW-NIARO2/DA-19-17 was not supported with complete documentary requirements	2,580,672.52	Documents submitted for review and evaluation
NIA RO-2019-007/ 10-16-19	Engr. Constancio G. Bana-ay, Jr, Engr. Antonio C. Lara, Engr. Rey R. Visaya, Engr. Avelino C. Tuazon, Ms. Rubelita S. Bancod, Ms. Nora L. Bernabe, Ms. Debbie A. Videz, Ms. Gretel Gloria D. Antonio and DEKM Construction & FBS Engineering & Const. (JV)	Payment of Contract No. CW-NIARO2/DA-09-17 was not supported with complete documentary requirements	15,244,467.73	-do-
2018-003-501- (2018)-NVIMO/ 11-27-18	Engr. Roland Apaga, et. Al	Payment of contract – Construction of Canal Lining for Nueva Vizcaya Bagabag Irrigation System under Project Contract ID No. NCB-NVIMO-10-18	8,075,773.03	
2019-001-501- (2018)-NVIMO/ 02-07-2019	Engr. Roland Apaga, et. Al	Payment of contract with ID No. INFRA-NCB-NVIMO-02-17 with incomplete supporting documents	2,720,300.00	
2017-501-007- NIA CBIMO/ 5- 9-17	Engr. Winston S. Zulueta, Principal, Engineer et al.	Disposal of government property with deficiencies in supporting documents	297,980.00	Submitted documents for review
2019-001 (2018-2019)/ 07-08-19	Engr. Roland V. Apaga, Division Manager A, et. al.	Payment of van rentals without official receipts.	151,351.00	-do-
2019-002 (2019)/ 07-08-19	Engr. Gileu Michael O. Dimoloy, Division Manager A, et. al.	Payment of van rentals without official receipts.	97,657.14	Submitted documents for review
			P 100,946,770.99	

UPRIIS

19-002-501 (18)/ 03-07-19	Various Payees	Payment of salaries of JOs and Daily Personnel of Division II charged against DRMM Fund	239,337.18	
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NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
19-003-501 (18)/ 03-07-19	D. De Leon Caltex Service Center	Payment of gasoline consumption charged against DRRM	303,424.40	
19-004-501 (18)/ 03-07-19	NIA-UPRIIS, Div. II	Payment of equipment rental charged against DRRM	125,344.80	
19-005-501 (18)	Larry P. Aniñon, et. al.	Payment of salaries of JOs and Daily Personnel of Division II charged against DRMM Fund	206,565.88	
19-006-501 (18)/ 03-07-19	Marcos G. Guzman, et. al.	De Payment of salaries of JOs and Daily Personnel of Division II charged against DRMM Fund	223,273.59	
9-007-501 (18)/ 03-07-19	Various Payees	Payment of salaries of JOs and Daily Personnel of Division II charged against DRMM Fund	144,331.68	
			1,242,277.53	

RO VI

09-001-501/ 11-13-2009	V. Ramirez, E. Carreon et al.	Payment for Collective Negotiation Agreement (CNA) lack of supporting papers	1,573,658.72	For issuance of Notice of Disallowance
			1,573,658.72	

NIA – Iloilo-Guimaras IMO

2013-001-501 (2012)/ 1-10- 2013	J. Dato-on, Colorado, Villanueva, et al.	F. Payment of CY 2012 J. Collective Negotiation Agreement (CNA)	2,329,000.00	For issuance of Notice of Disallowance
2010-002-501 DA/ 7-02-10	F. Colorado, Villanueva, et al.	J. One unit Motor Engine Toyota 2L	78,553.57	-do-
2010-001-501 DA/ 7-02-2010	-do-	Partial Payment of Siwaragan CIS	1,900,000.00	-do-
			4,307,553.57	

NIA – Antique IMO

2012-003-501/ 3-12-2012	Timoteo D. Acosta, Jr.	Non-submission of supporting documents of the salary claim under unnumbered general payroll headed by Engr. Jose R.	13,298.76	For issuance of Notice of Disallowance
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NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
		Oredina for the period January 1-15, 2012		
2011-007-501(10)/7-19-2011	-do-	Payment of CNA Incentive is contrary to rules and regulations, hence considered as irregular.	48,000.00	For issuance of Notice of Disallowance
2011-006-501(10)/7-19-2011	NIA Antique IMO officers & employees	-do-	1,302,000.00	-do-
2011-005-501(10)/7-01-2011	-do-	Payment of Cost of Living and Amelioration Allowance without specific authority from DBM/President of the Republic of the Philippines	497,301.80	-do-
2011-004-501(10)/7-01-2011	-do-	-do-	49,490.00	-do-
2011-003-501(10)/7-01-2011	-do-	-do-	1,008,300.00	-do-
2011-002-501(10)/3-17-2011	Timoteo D. Acosta, Jr.	Payment of CNA Incentive is contrary to rules and regulations, hence considered as irregular.	369,000.00	-do-
2011-001-501(10)/3-17-2011	-do-	-do-	2,317,500.00	-do-
2010-002-501(10)/4-26-2010	-do-	Payment of Cost of Living Allowance and Amelioration Allowance	226,245.76	-do-
2010-001-501(10)/4-26-2010	-do-	Payment of CNA CY 2010	150,000.00	-do-
			5,981,136.32	

NIA - Capiz IMO

2011-001-(2010) / 1-26-2011	Various employees	NIA Payment of CNA	50,000.00	For issuance of Notice of Disallowance
2011-002-(2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-003-	-do-	-do-	50,000.00	For issuance of

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
(2010) / 1-26-2011				Notice of Disallowance
2011-004- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-005- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-006- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-007- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-008- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-009- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-010- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-011- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-012- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-013- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
2011-014- (2010) / 1-26-2011	-do-	-do-	50,000.00	-do-
			700,000.00	
			P 12,562,348.61	

RO VII

2011-011- 501(10)/ 2-07-11	Atty. Salvador Diputado et al.	D. Monthly Retainer's fee of Atty. Salvador D. Diputado	84,000.00	NS for further verification of the Audit Team
2011-001-501	Diosdado A. Rosales	CNA Incentive CY 2009	306,000.00	NS for further

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
COB-(11)/ 9-05-11	et al.			verification of the Audit Team
2011-002-501 COB-(11)/ 9-05-11	-do-	CNA Incentive CY 2010	768,000.00	-do-
P 1,158,000.00				

RO VIII

2019-006-501 (LFP)/ 9-18-19	Melinda E. Rigos, et al.	Payment of travelling expenses	920.00	Not yet settled
2019-007-501 (LFP)/ 9-17-19	Gerald B. Pallomina, et al.	-do-	1,500.00	-do-
2019-008-501 (LFP)/ 9-17-19	Melinda E. Rigos, et al.	-do-	2,460.00	-do-
2019-009-501 (2018) LFP/ 9-17-19	Zethus Kyle Catering Services, et al.	Payment for catering services	16,000.00	Not yet settled
2019-012-501 (LFP)/ 9-17-19	P. Modesto Fastfood and Catering Services, et al.	-do-	7,500.00	-do-
2019-015-501 (LFP)/ 11-22-19	Simplicio B. Aculan, et al.	Reimbursement of expenses	14,878.15	-do-
2019-016-501/ 12-12-19	Coco Rice Farmers Association c/o Edita C. Belanigue, et al.	Payment for crop damages	19,024.00	-do-
2019-017-501/ 12-12-19	Our Home Furniture & Gen. Merchandise, et al.	Payment for the acquisition of furniture and fixture	157,100.00	-do-
2019-018-501/ 12-12-19	Pyukei Construction Inc., et al.	Payment for the 2nd/ Partial Billing of Sta. Rita SRIP Contract No. 02-2017	4,310,077.91	-do-
2017-003-501 (2016) LFP N. Samar / 6-28-17	Aileen Restaurant & Pension House et al.	Payment of hotel accommodation of NIA personnel	4,800.00	Disallowed under ND No. 2019-003-501 (2016) LFP N. Samar due to non-settlement within the

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
				prescribed period
P 4,534,260.07				

RO IX

NS2019-002-501(18) 6/26/2019	Agricom Zamboanga, Inc, Wilson N. Cabrales, Wilma C. Allas, Mario H. Sande, Hazel L. Segurigan	Payment of 2-units four wheel drive tractor with rotavator for NIA RO IX.	1,871,920.72	Submitted documents for review
NS2019-003-501(18) 6/26/2019	ESR Construction/Five Star Builders Joint Venture, Carlos A. Sabado, Wilma C. Allas, Mario H. Sande	15% mobilization of infra project- Construction of Siphon Structure of New Sta. Cruz, Labangan Zamboanga del Sur funded by Quick Response Fund.	8,294,803.65	Submitted documents for review
P10,166,724.37				

RO X

2018-001-501-2018/ 6-29-18	Ali S. Satol et al.	Security Consultancy Services of Col. Andreline Colina from June 2017 – May 2018	600,000.00	No details provided
2016-001-501 (2015)/ 2-16-16	Engr. Joecarnine L. Gubat et al.	Unsubmitted disbursement vouchers and supporting documents	68,384.56	For issuance ND
2016-002-501 (2015)/ 3-17-16	Alredo C. Donque, et al.	Unsubmitted liquidation of cash advances	106,406.16	-do-
2016-003-501 (2015)/ 7-26-16	Engr. Joecarnine L. Gubat et al.	Use of cash advance other than its intended purpose	30,000.00	-do-
2016-003-501- (2015)/ 07-26-16	Nelsa P. Dicay	Use of cash advance other than its intended purpose	35,000.00	For issuance ND
2018-001-501/ 05-07-18	NDP Construction Development, et al.	Non-submission of various Disbursements Vouchers and supporting documents	4,319,776.33	Documents submitted for verification and issuance of NSSDC

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
2019-005/ 7-3-19	Armando E. Arizala, Acting Division Manager, Imelda P. Monteros, Acting Head Admin and Finance	Non-Submission of DV and Supporting Documents CY 2019 May	2,693,270.84	For issuance of NSSDC for the amount P2,567,398.08
2019-001-501 TALIP LFPs (2016)/ 4-10-19	Karell Ann Apostol	TEV Liquidation	20,499.16	Not yet settled
2019-002-501 TALIP LFPs (2016)/ 4-10-19	Katrina Quillo	TEV Liquidation	20,499.16	-do-
2019-003-501 TALIP LFPs (2016)/ 4-10-19	-do-	-do-	7,390.00	-do-
2019-004 Zamboanguita CIS LFPs (2016)/ 4-10-19	Sheena Ortillo	-do-	8,390.00	-do-
2019-006 St. Peter CIS LFPs (2016)/ 4-10-19	Fernando Ronquillo	-do-	7,390.00	-do-
2019-008-R10- 501-2015-042 NISRIIP FAPs/ 4-10-19	Lovelyn Empos	-do-	1,340.00	-do-
2019-009- TALIP-501- 2016-423/ 4-10-19	Oscar Capundag	-do-	20,515.00	-do-
2019-013 (2017) TALIP 501-2016/ 4-10-19	Charlie Calonge	-do-	9,860.00	-do-
2019-014 TALIP 501- 2016/ 4-10-19	Karell Ann Apostol	TEV Liquidation	9,860.00	-do-
2019-015 TALIP 501- 2016/ 4-10-19	Jennifer Maldo	-do-	9,860.00	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
2019-016 TALIP 501- 2016/ 4-10-19	Ricardo Alipio Jr	-do-	9,860.00	Not yet settled
2019-017 Zamboanguita CIP 501-2016/ 4-10-19	Belna Acobo	-do-	9,860.00	-do-
2019-018 Zamboanguita CIP 501-2016/ 4-10-19	Katrina Quillo	-do-	9,860.00	-do-
2019-019 Zamboanguita CIP 501-2016/ 4-10-19	Catherine Marcelo	-do-	9,860.00	-do-
2019-023 (2017) St Peter CIS 501-2016/ 4-10-19	Antonio Chiang	-do-	9,860.00	-do-
2019-026 (2017) LNF 501 MOOE/ 4-10-19	Armando Lozarita	-do-	600.00	Settled in CY 2020
2019-027 (2017) LNF 501 MOOE/ 4-10-19	Aguinaldo Cruz	-do-	600.00	Not yet settled
2019-028- Busdi CIS LFPs 501/ 4-10-19	Sheena Ortillo	-do-	736.32	-do-
2019-029-501 MOOE(2017)/ 4-12-19	Ricardo Alipio Jr	-do-	3,860.00	-do-
2019-030-501 MOOE(2017)/ 4-12-19	Armando Lozarita	-do-	3,860.00	-do-
2019-031 (2017) COB/ 4-12-19	Elpidio Lucernas	-do-	880.00	-do-
2019-032 (2017) COB/ 4-12-19	Catherine Marcelo	-do-	880.00	-do-
2019-034	Karell Ann Apostol	-do-	880.00	Not yet settled

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
(2017) COB/ 4-12-19				
2019-035 (2017) COB/ 4-12-19	Maria Socoro Laviña	-do-	880.00	-do-
2019-036 (2017) COB/ 4-12-19	Jennifer Maldo	-do-	880.00	-do-
2019-38(2017) Talakag IP-LFPS / 4-15-19	Aguinaldo Cruz	-do-	1,700.00	-do-
2019-39(2017) Talakag IP-LFPS / 4-15-19	Adelina Calonge	-do-	1,600.00	-do-
2019-40 (2017) Talakag IP-LFPS / 4-15-19	Charlie Calonge	-do-	2,200.00	-do-
2019-41 (2017) Talakag IP-LFPS/ 4-15-19	Oscar Capundag	-do-	2,200.00	-do-
2019-42 (2017) IMTSS IDP LFPS / 4-15-19	Kienzel Glenn Perez	-do-	1,500.00	-do-
2019-43(2017) St Peter CIS LFPS / 4-15-19	Akeena Guillero	-do-	1,800.00	-do-
2019-44(2017) St Peter CIS LFPS / 4-15-19	Gladys Jay Majorenos	-do-	2,200.00	-do-
2019-45(2017) St Peter CIS LFPS/ 4-15-19	Karell Ann Apostol	TEV Liquidation	1,700.00	-do-
2019-46(2017) St Peter CIS LFPS/ 4-15-19	Armando Lozarita	-do-	1,700.00	-do-
2019-47(2017)	Sheena Ortillo	-do-	1,800.00	Not yet settled

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
Sigmatan CIS LFPS/ 4-15-19				
2019-48(2017) 501 MOOE / 4/15/2019	Aguinaldo Cruz	-do-	1,800.00	-do-
2019-49(2017) 501 MOOE/ 4-15-19	Adelina Calonge	-do-	1,800.00	-do-
2019-50(2017) 501 MOOE/ 4-15-19	Imelda Monteros	-do-	1,800.00	-do-
2019-052 (2017) Talakag IP LFPs/ 7-16-19	Katrina Quillo	-do-	21,324.86	-do-
2019-053 (2017) IMTSS- IDP LFPs/ 7-16-19	Lovelyn Empos	-do-	1,800.00	Settled in CY 2020
2019-054 (2017) IMTSS- IDP LFPs/ 7-16-19	Noel Valiente	-do-	1,800.00	Not yet settled
2019-056 (2017) IMTSS- IDP LFPs/ 7-16-19	Oscar Capundag	-do-	1,800.00	-do-
2019-059 (2017) IMTSS- IDP LFPs/ 7-16-19	Raul Montebon	-do-	1,800.00	-do-
2019-060 (2017) IMTSS- IDP LFPs/ 7-16-19	Paul Roderick Siem	-do-	1,800.00	Settled in CY 2020
2019-063 (2017) NALA CIS LFPs/ 7-16-19	Abelardo Yandug	TEV Liquidation	20,226.76	Not yet settled
2019-064 (2017) SILAE CIS LFPs/ 7-16-19	Lovelyn Empos	-do-	20,226.76	Settled in CY 2020
2019-065	Ramon Cueva	-do-	20,226.76	Not yet settled

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
(2017) PRIS CIS LFPs/ 7-16-19				
2019-066 (2017) PRIS CIS LFPs/ 7-16-19	Maria Annabelle Tejada	-do-	20,226.76	-do-
2019-067 (2017) BURIS CIS LFPs/ 7-16-19	Raul Montebon	-do-	20,226.76	-do-
2019-068 (2017) SAN FERNANDO CIS LFPs/ 7-16-19	Oscar Capundag Jr.	-do-	20,226.76	-do-
2019-071 (2017) 501 COB/ 7-17-19	Adelina Calonge	-do-	1,100.00	-do-
2019-072 (2017) 501 COB/ 7-17-19	Imelda Monteros	-do-	1,100.00	-do-
2019-074 (2017) TALAKAG CIP LFP/ 7-17-19	Artemia Madrid	-do-	13,952.36	-do-
2019-076 (2017) IMTSS/ 7-16-19	Oscar Capundag Jr	-do-	1,800.00	-do-
2019-077 (2017) COB/ 4-10-19	Antonio Chiang	-do-	1,390.00	-do-
2019-078 (2017) Pangantucan CIS 501 LFP/ 4-10-19	Akeena Guillero	TEV Liquidation	1,390.00	-do-
2019-083 (2018) Ticalaan LFP's/ 7-17-19	Mariziel Felicilda	-do-	13,030.00	-do-
2019-085 (2018) Sinuda	Nilmar Joy Delute	-do-	12,255.00	Settled in CY 2020

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
CIS- LFPs/ 7-17-19				
2019-088 (2017) 501 COB / 7-17-19	Adelina Calonge	-do-	1,960.00	-do-
2019-089 (2017) 501 COB / 7-17-19	Imelda Monteros	-do-	1,960.00	-do-
2019-093 (2018) IMTSS- LFPs / 7-17-19	Joy Torres	-do-	20,239.00	Settled in CY 2020
2019-094 (2018) Talakag IP LFPs/ 7-17-19	Mariziel Felicilda	-do-	3,620.00	Not yet settled
2019-095 (2018) COB/ 7-17-19	Elpidio Lucernas Jr	-do-	1,300.00	-do-
2019-096 (2018) COB/ 7-17-19	Belna Acobo	-do-	27,821.20	-do-
2019-097 (2018) COB/ 7-17-19	Oscar Capundag, Jr.	-do-	1,080.00	-do-
2019-098 (2018) Sinuda CIS- LFPs/ 7-17-19	Zalma Rhea Lopez	-do-	3,420.00	Settled in CY 2020
2019-099 (2018) PRIS LFPs/ 7-17-19	Delfin Tagra	-do-	3,420.00	Not yet settled
2019-100 (2018) RKRIS LFPs / 7/17/2019	Nilmar Joy Delute	-do-	3,420.00	Settled in CY 2020
2019-101 (2018) Kili Kili CIS 501 LFP-/ 7-17-19	Sheena Ortillo	-do-	27,664.88	Not yet settled
2019-102 (2018) West	Elpidio Lucernas Jr	-do-	27,474.88	Not yet settled

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
Poblacion CIS 501 LFP/ 7-17-19				
2019-103 (2018) RKRIS LFPs/ 7-17-19	Aguinaldo Cruz	-do-	16,071.00	-do-
2019-109 (2018) PRIS LFPs/ 8-5-19	Belna M. Acobo	Liquidation	12,750.00	Settled in CY 2020
2019-110 (2018) Kalabugao CIP LFP/ 8-5-19	-do-	-do-	15,000.00	Not yet settled
2019-111 (2018) BURIS LFP/ 8-5-19	-do-	-do-	11,200.00	-do-
2019-112 (2018) IMTSS- LFPs/ 8-5-19	-do-	-do-	24,000.00	-do-
2019-113 (2018) Talakag IP 501/ 7-17-19	Benitez Derogongan	-do-	27,474.88	-do-
2019-114 (2018) Muris LFPs/ 8-23-19	Akeena P. Guillero	TEV Liquidation	4,050.00	-do-
2019-115 (2018) Muris LFPs/ 8-23-19	Jennifer C. Maldo	TEV Liquidation	4,050.00	-do-
2019-116 (2018) MOOE/ 8-23-19	-do-	-do-	3,190.00	-do-
2019-118 (2018) Kalabugao CIP LFP/ 8-23-19	Imelda P. Monteros	-do-	4,160.00	-do-
2019-119 (2018)	Catherine A. Marcelo	-do-	4,160.00	Not yet settled

NS No./Date	Persons Responsible		Nature of Suspension	Amount	Status/Remarks
Kalabugao CIP LFP/ 4-22-19					
2019-120 (2018) Calabugao CIP LFP/ 8-23-19	Aguinaldo Y. Cruz		Liquidation	17,051.00	-do-
2019-121 (2018) RKRIS LFPs/ 8-23-19	Jonathan O. Areja		TEV Liquidation	11,760.00	-do-
2019-122 (2018) RKRIS LFPs/ 8-23-19	Antonio G. Chiang		-do-	13,960.00	-do-
2019-123 (2018) IMTSS- LFPs/ 8-27-19	Belna M. Acobo		-do-	6,882.05	-do-
2019-124 (2018) IMTSS- LFPs/ 8-27-19	-do-		-do-	950.00	-do-
2019-125 (2018) IMTSS- LFPs / 8-27-19	-do-		-do-	1,150.00	-do-
2019-126 (2018) IMTSS- LFPs / 8-27-19	-do-		-do-	3,385.00	-do-
2019-0127 (2018) IMTSS- LFPs / 8-28-19	Ma. Annabelle Tejada		-do-	1,964.00	-do-
2019-0129 (2018) IMTSS- LFPs/ 8-28-19	Bryan Campugan	Ritchie	TEV Liquidation	520.00	-do-
2019-0130 (2018) IMTSS- LFPs/ 8-28-19	Zalma Rhea Lopez		-do-	520.00	Settled in CY 2020
2019-0133 (2018) IMTSS-	Dexter Sabsal	James A.	-do-	600.00	Not yet settled

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
LFPs/ 8-28-19				
2019-0141 (2018) IMTSS- LFPs/ 8-30-19	Lovelyn Empos	-do-	600.00	Settled in CY 2020
2019-0142 (2018) IMTSS- LFPs/ 8-30-19	Neraldine Peniones	-do-	620.00	Not yet settled
2019-0143 (2018) MOOE/ 8-30-19	Artemia Madrid	-do-	450.00	-do-
2019-0144 (2018) MOOE/ 8-30-19	Oscar Capundag Jr.	-do-	5,175.00	-do-
2019-0150 (2018) MOOE/ 8-30-19	Belna Acobo	-do-	5,000.00	-do-
019-0151 (2018) MOOE/ 8-30-19	-do-	Mid-Year Regional RPW	10,300.00	-do-
2019-0152 (2018) MOOE/ 8-30-19	-do-	Assessment Liquidation	22,450.00	-do-
2019-0153 (2018) MOOE/ 9-9-19	Antonio Chiang	Final Inventory Dagumbaan and Nala CIP	20,350.35	-do-
2019-0154 (2018) MOOE/ 9-9-19	-do-	CS Month Celebration	6,000.00	-do-
2019-0155 (2018) IMTSS- LFPs/ 9-9-19	Belna Acobo	RFFIA Liquidation	17,620.00	-do-
2019-0156 (2018) RKRIS LFPs/ 9-9-19	Crystal Gale Bella	PICE TEV Liquidation	18,544.28	-do-
2019-0157 (2018) Ninoy Aquino CIS LFP/ 9-9-19	Katrina Quillo	-do-	18,544.28	-do-
2019-0158	Sheena Ortillo	-do-	18,544.28	Not yet settled

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
(2018) San Roque CIS LFP/ 9-9-19				
2019-0161 (2018) San Roque Panadtalan CIS 501 LFP/ 9-10-19	Joanah Emmanuelle Ronquillo	Asean Integrated & Public Financial Management Reforms	12,520.00	-do-
2019-0162 (2018) RKRIS LFPs/ 9-10-19	Junecris Yroy	-do-	12,520.00	-do-
2019-0163 (2018) RKRIS LFPs/ 9-10-19	Joel Kevin Kilem	-do-	12,520.00	-do-
2019-0164 (2018) IMTSS/ 9-10-19	Noel Valiente	Training Basic Skills in Effective Mgt. of IA	600.00	-do-
2019-0166 (2018) Kalinda CIS 501 LFP/ 9-10-19	Katrina Quillo	Mid-Year PICE	27,474.88	-do-
2019-0167(2018) Various CIP Account/ 9-18-19	Belna Acobo, et.al	IDP Various Activities February to December 2018 749,610.10- 501 Funds Total NS 973,639.10	749,610.10	-do-
2019-0168 MOOE/ 9-27-19	Antonio Chiang	COA Exit Conference 2/15/19	6,692.27	-do-
2019-0170 IMTSS/ 10-2-19	Belna Acobo	CY 2019 Planning Workshop	34,000.00	-do-
2019-0174 MOOE/ 10-2-19	Gladys Jay Majoreno	PAGBA Seminar Meeting 5/1-4/19	26,135.42	-do-
2019-0175 MOOE/ 10-2-19	Noreen Mae Galindo	-do-	26,135.42	-do-
2019-0176 Kulaman CIS LFP/ 10-2-19	Mariziel Felicilda	69th PSABE Annual Convention 4/21-27/19	25,434.99	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
2019-0177 Kulaman CIS LFP/ 10-9-19	Nilmar Joy Delute	-do-	25,919.01	Not yet settled
2019-0178 Kulaman CIS LFP/ 10-2-19	Zalma Rhea Lopez	-do-	26,162.00	-do-
			P 9,691,450.48	

RO XI

09-01-F501- COB-LBP/ 11-18-09	Bernardo Donillo et al.		146,159.98	No details provided
09-02-F501- COB-LBP/ 11-18-09	Catalino Alfar et al.		130,887.99	-do-
			P 277,047.97	

RO XIII

19-001-501 LFPS-(19)/ 11-12-19	Ruby C. Tuan Jr., Godofredo P. Abuzo IV and Soledad J. Puyales	Liquidation of CA without complete documentary requirements	9,187.00	Submitted additional documents to support the liquidation; for further verification by the audit team
19-002-501 LFPS-(19)/ 12-16-19	Ruby C. Tuan Jr., Godofredo P. Abuzo IV and Melina I. Horserada	-do-	10,586.75	NS received by the Responsible Person on 1/6/2020
19-003-501 LFPS-(19)/ 12-16-19	Ruby C. Tuan Jr., Godofredo P. Abuzo IV and Madante P. Ganotisi	-do-	20,414.00	-do-
19-004-501 LFPS-(19)/ 12-16-19	-do-	Payment of TEV without complete documentary requirements	22,385.83	-do-
19-005-501 LFPS-(19)/ 12-16-19	Evelyn C. Encarnado, Godofredo P. Abuzo IV and Jesus P. Pontimar, Jr.	Liquidation of CA without complete documentary requirements	4,800.00	NS received by the Responsible Person on 1/6/2020

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
19-006-501 COB-(19)	Madante P. Ganotisi, Lydia H. Coral and Evelyn C. Encarnado	Payment of reimbursement of various expenses	3,704.50	NS received by the Responsible Person on 1/6/2020
18-001-501 COB-(17)	Engr. Madante P. Ganotisi, Engr. Ruby C. Tuan & Ms. Josie M. Gamallo	Payment of per diems for the 1st 30 days for transfer from NIA Agusan del Sur to NIA Region XIII, Butuan City, without appropriate legal basis.	24,000.00	Submitted documents for validation by the Audit Team
18-002-501 COB-(17)	Engr. Constancio G. Bana-ay, Jr.; Engr. Madante P. Ganotisi, Ms. Evelyn C. Encarnado, & Mr. Godofredo P. Abuzo, IV	Payment of per diems for the 1st 30 days for transfer from NIA Region XIII, Butuan City to NIA, Quezon City, without appropriate legal basis.	24,000.00	-do-
18-001-501 LFPs-(17)	Mr. Joel A. Salas, Engr. Madante P. Ganotisi, Engr. Ruby C. Tuan & Ms. Josie M. Gamallo	Payment of per diems for the 1st 30 days for transfer from NIA Agusan del Sur to NIA Region XIII, Butuan City, without appropriate legal basis.	24,000.00	-do-
12-002-501 COB/ 11-19-12	Engr. Albarito B. Dimson, Ms. Evelyn C. Encarnado and Engr. G. Membreve	Payment of plane ticket without complete documentary requirements	7,198.00	NS which are still to be verified by the Audit Team
10-013-501 COB-(09)/ 1-6-10	Democrito P. Grana Jr. et. Al	Payment of CNA Incentives	180,000.00	-do-
ASDI IMO				
19-001-501 LFPS-SDN- (19)/ 12-10-19	Susan D. Lariba and Marilyn T. Madria	Liquidation of CA was suspended due to non- attachment of documentary requirements	5,000.00	Date of service of NS is 1/7/2020
19-017-501 LFPS-(19)/ 12-18-19	Ferdinand D. Amon and Emilda G. Sabacajan	Payment of supply and delivery of construction materials for various irrigation projects, without complete documentary requirements	407,773.48	-do-
19-016-501 LFPS-(19)/ 12-18-19	Ferdinand D. Amon, Emilda G. Sabacajan and Olivia C. Balandang	Payment of petty cash replenishment for various expenses without supporting with complete documentary	1,241.25	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
		requirements		
19-015-501 LFPS-(19)/ 12-18-19	Ferdinand D. Amon and Emilda G. Sabacajan	Payment of 10% retention without supporting with complete documentary requirements	445,415.30	Date of service of NS is on 1/7/2020
19-014-501 LFPS-(19)/ 12-18-19	-do-	Payment of supply and delivery of construction materials for various irrigation projects, without complete documentary requirements	615,178.57	-do-
19-013-501 LFPS-(19)/ 12-18-19	-do-	-do-	104,201.79	-do-
19-012-501 LFPS-(19)/ 12-18-19	-do-	-do-	4,431.75	-do-
19-011-501 LFPS-(19)/ 12-17-19	-do-	Payment of electricity, without complete documentary requirements	50,607.70	-do-
19-010-501 LFPS-(19)/ 12-17-19	-do-	Payment of meals, without complete documentary requirements	21,294.65	-do-
19-009-501 LFPS-(19)/ 12-17-19	-do-	Loans Payment, without complete documentary requirements	9,147.55	-do-
19-008-501 LFPS-(19) 12-17-19	-do-	Payment of monthly dues and loans of NIA ASDI personnel to NIA ASDI IMO Employees Associations without complete documentary requirements	65,803.00	-do-
19-007-501 LFPS- CABRIS-(19)/ 11-13-19	-do-	Payment of Garments for CABTRIS WDD/Irrigation Management Training without complete documentary requirements	39,750.00	-do-
19-006-501 LFPS-LARPIS- (19)/ 11-13-19	-do-	Payment of meals without complete documentary requirements	30,285.72	
19-005-501 LFPS-ADN- (19)/ 11-13-19	-do-	-do-	42,996.25	

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
19-004-501 LFPS-ADN- (19)/ 11-13-19	Ferdinand D. Amon and Emilda G. Sabacajan	Payment of meals without complete documentary requirements	17,887.50	
19-003-501 LFPS-ADN- (19)/ 11-13-19	-do-	Payment of fuel without complete documentary requirements	29,458.18	
19-002-501 LFPS-LARPIS- (19)/ 11-13-19	-do-	Payment of meals without complete documentary requirements	17,035.72	
19-002-501 LFPS-LARPIS- (19)/ 11-13-19	-do-	-do-	16,089.29	
17-002-501TF- (17)	Engr. Salome N. Layasan, Engr. Orlando L. Labarinto, Engr. Elmer B. Felisarta, Ms. Olivia C. Balandang	Payment of leave monetization not in accordance with CSC rules and regulations.	182,643.52	For further evaluation of the Audit Team.
17-002-501TF- (17)	Engr. Salome N. Layasan, Engr. Alexander B. Calo, Ms. Emilda G. Sabacajan	Payment of leave monetization of sick leave credits.	26,464.02	-do-
SDS IMO				
2019-001/ 6-23-19	Ycel A. Corpuz	Reimbursement of Meals during overtime	1,660.00	Matured to ND No. 2019-11- 003.
2019-002/ 6-23-19	Dexter A. Sablaon	Reimbursement of Meals	6,655.00	With NSSDC No. 2020-004 dated Jan 7, 2020.
2019-003/ 6-23-19	-do-	-do-	25,578.00	
2019-003/ 6-23-19	-do-	Payment of Meals & accommodation of NIA CO Personnel	3,993.75	With NSSDC No. 2020-001 dated Jan 7, 2020.
2019-005/ 6-23-19	Paul P. Urbiztondo	Reimbursement of Meals	300.00	With ND No. 2019-11-004.
2019-006/ 6-23-19	Vivien B. Tecson	-do-	1,500.00	With NSSDC No. 2020-002 dated Jan. 7,

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
				2020.
2019-007/ 6-23-19	Ycel A. Corpuz	Reimbursement of Meals	1,480.00	With NSSDC No. 2020-003 dated Jan. 7, 2020.
			P 2,504,148.07	
Total-CF			P452,117,703.14	
Special Fund (SF)				
RO II				
2019-004-Trust (2018)/ 04-12-2019	Various NIA Employees	Payment of contract with incomplete supporting documents	10,810,231.30	Documents partially submitted
2019-001-101CARP (2018-2019)/ 07-08-2019	-do-	Payment of van rentals without official receipts	25,150.00	Submitted documents for review
2019-001-102 (2018-2019)/ 07-08-2019	-do-	-do-	3,325.00	-do-
			P 10,838,706.30	
RO VI				
09-001-158- (07)/ 11-12-2009	Various NIA employees	Lack of supporting documents on liquidation of cash advance	11,710.25	For issuance of ND
09-002-158- (07)/ 11-12-2009	-do-	-do-	8,958.00	-do-
09-004-158- (07)/ 12-21-2009	-do-	-do-	16,000.00	-do-
09-001-158A2-(07)/ 11-12-2009	-do-	-do-	9,972.25	-do-
			46,640.50	

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
<u>RO X-BIMO</u>				
2019-51-2017 Talasan CIS-MINSAAD/ 04-15-2019	Jenelle Lyn Acosta	TEV Liquidation	2,550.00	Waiting for compliance
2019-079-2017 TAYTAY CIP MINSAAD GOP/ 04-10-2019	Rebecca Cabañes	-do-	2,420.00	Settled in CY 2020
2019-080-2018- Minsaad Taytay Unggoy CIP/ 07-17-2019	Kienzel Glenn Carillo	-do-	12,538.52	-do-
2019-084-2018 Minsaad GOP/ 07-17-2019	-do-	-do-	12,440.00	-do-
2019-090-2018 Minsaad, Taytay Unggoy CIP/ 07-17-2019	Jenelle Lyn Acosta	-do-	27,634.88	Waiting for compliance
2019-091-2018 Minsaad, Taytay Unggoy CIP/ 07-17-2019	Artemia Madrid	-do-	2,420.00	-do-
2019-092-2018 Minsaad	Aguinaldo Cruz	-do-	20,239.00	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
Taytay Unggoy CIP/ 07-17-2019				
2019-105- 2017 Pinamanggu han CIP MINSAAD/ 08-05-2019	Rebecca C. Cabañes	-do-	3,600.00	-do-
2019-106- 2018 Taytay Unggoy CIP MINSAAD LP/ 08-05- 2019	Antonio G. Chiang	-do-	20,000.00	-do-
2019-107- 2018 Talasan CIP MINSAAD GOP/ 08-05- 2019	Belna M. Acobo	-do-	70,000.00	-do-
2019-117- 2018 Talasan CIP MINSAAD GOP/ 08-23- 2019	Junecris V. Yroy	-do-	14,335.76	-do-
2019-0169 Taytay Unggoy CIP MINSAAD GOP/ 09-27- 2019	Belna Acobo	Joint Physical Inventory	16,800.00	-do-
2019-0179 Pinamanggu han CIP MINSAAD GOP/ 10-02-2019	Kienzel Glenn Carillo	Payment for 69th PSABE Annual Convention	28,815.00	-do-
2019-0167- 2018 Various	Belna Acobo, et.al	Payment for IDP Various Activities	156,042.00	-do-

NS No./Date	Persons Responsible	Nature of Suspension	Amount	Status/Remarks
CIP Account/ 09-18-2019				
2016-001-Special-2015/	Engr. Joecarnine L. Gubat, Alredo C. Donque	Non-submission of payrolls and supporting documents	642.81	For reconciliation with the Agency. Sent letter of verification.
02-16-2016				
2016-002-Special-2015/	Alredo C. Donque, et al.	Non-submission of liquidation of cash advances	56,600.00	-do-
03-17-2016				
2016-003-Special Fund-2016/	Engr. Joecarnine L. Gubat, Vivan M. Rubante	Lack of Supporting documents for payment of expenses incurred during coordination meeting and performance assessment	74,550.00	-do-
07-22-2016				
			P 521,627.97	
RO XIII				
10-001-158 CARP-09	Various personnel	Lack of documentation on the payment of CNA	105,000.00	For further verification by the Audit Team
01/06/2010				
Total-SF			11,511,974.77	
Total All Funds (In Pesos)			1,427,293,977.34	
Total All Funds (In US\$)			US\$ 3,863,966.92	