



**Commission on Audit**  
**Detailed Statement of Financial Position**  
**Internally Generated Income Fund**  
**as of December 31, 2019**  
**(With Comparative Figures as of December 31, 2018)**

	<u>2019</u>	<u>2018</u>
<b>Current Assets</b>		
<b>Cash and Cash Equivalents</b>	<b>2,202,328.02</b>	<b>2,135,176.84</b>
Cash on Hand	-	7,630.00
Cash - Collecting Officer	-	7,630.00
Cash in Bank - Local Currency	2,202,328.02	2,127,546.84
Cash in Bank - Local Currency, Current Account	2,202,328.02	2,127,546.84
<b>Receivables</b>	<b>444,387.19</b>	<b>193,919.09</b>
Inter-Agency Receivables	250,468.10	-
Due from Government-Owned and/or Controlled Corporations	250,468.10	
Other Receivables	193,919.09	193,919.09
Due from Officers and Employees		
Other Receivables	193,919.09	193,919.09
<b>Inventories</b>	<b>99,655.00</b>	<b>37,525.00</b>
Semi-Expendable Machinery and Equipment	57,655.00	37,525.00
Semi-Expendable Office Equipment	37,525.00	37,525.00
Semi-Expendable Information and Communications Tech. Equipment	20,130.00	
Semi-Expendable Furniture, Fixtures and Books	42,000.00	
Semi-Expendable Furniture and Fixtures	42,000.00	
<b>Total Current Assets</b>	<b>2,746,370.21</b>	<b>2,366,620.93</b>
<b>Non - Current Assets</b>		
<b>Property, Plant and Equipment</b>	<b>544,597.76</b>	<b>602,948.35</b>
Land Improvements	103,360.68	107,630.19
Other Land Improvements	680,990.78	680,990.78
Accumulated Depreciation - Other Land Improvements	- 577,630.10	- 573,360.59
<i>Net Value-Other Land Improvements</i>	103,360.68	107,630.19
Buildings and Other Structures	7,862.46	7,862.46
Other Structures	99,239.00	99,239.00
Accumulated Depreciation - Other Structures	- 91,376.54	- 91,376.54
<i>Net Value-Other Structures</i>	7,862.46	7,862.46
Machinery and Equipment	249,875.37	303,956.45
Office Equipment	58,000.00	58,000.00
Accumulated Depreciation - Office Equipment	- 28,275.00	- 28,275.00
<i>Net Value-Office Equipment</i>	29,725.00	29,725.00
Sports Equipment	149,940.00	149,940.00
Accumulated Depreciation - Sports Equipment	- 86,592.66	- 86,592.66
<i>Net Value-Sports Equipment</i>	63,347.34	63,347.34
Other Machinery and Equipment	1,134,299.95	1,134,299.95
Accumulated Depreciation - Other Machinery and Equipment	- 977,496.92	- 923,415.84
<i>Net Value-Other Machinery and Equipment</i>	156,803.03	210,884.11
Transportation Equipment	179,485.60	179,485.60
Motor Vehicles	1,256,400.00	1,256,400.00
Accumulated Denreciation - Motor Vehicles	- 1,076,914.40	- 1,076,914.40

	<u>2019</u>	<u>2018</u>
Other Property, Plant and Equipment	4,013.65	4,013.65
Other Property, Plant and Equipment	52,140.00	52,140.00
Accumulated Depreciation - Other Property, Plant and Equipment	- 48,126.35	- 48,126.35
<i>Net Value-Other Property, Plant and Equipment</i>	<u>4,013.65</u>	<u>4,013.65</u>
<b>Other Assets</b>	<b>101,261.36</b>	<b>101,261.36</b>
Other Assets	101,261.36	101,261.36
Other Assets	101,261.36	101,261.36
<b>Total Non-Current Assets</b>	<b>645,859.12</b>	<b>704,209.71</b>
<b>TOTAL ASSETS</b>	<b>3,392,229.33</b>	<b>3,070,830.64</b>
	-	
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
<b>Financial Liabilities</b>	<b>250,232.37</b>	<b>240,781.13</b>
Payables	250,232.37	240,781.13
Accounts Payable	234,975.00	234,975.00
Due to Officers and Employees	15,257.37	5,806.13
<b>Inter-Agency Payables</b>	<b>5,568.80</b>	<b>2,240.41</b>
Inter-Agency Payables	5,568.80	2,240.41
Due to BIR	5,568.80	2,240.41
<b>Intra-Agency Payables</b>	<b>95,058.13</b>	<b>79,242.13</b>
Intra-Agency Payables	95,058.13	79,242.13
Due to Central Office	95,058.13	79,242.13
<b>Total Current Liabilities</b>	<b>350,859.30</b>	<b>322,263.67</b>
<b>Total Liabilities</b>	<b>350,859.30</b>	<b>322,263.67</b>
<b>Total Assets less Total Liabilities</b>	<b>3,041,370.03</b>	<b>2,748,566.97</b>
<b>NET ASSETS/EQUITY</b>		
<b>Net Asset/Equity</b>	<b>3,041,370.03</b>	<b>2,748,566.97</b>
Net Asset/Equity	3,041,370.03	2,748,566.97
Accumulated Surplus/(Deficit)	3,041,370.03	2,748,566.97
<b>Total Net Assets/Equity</b>	<b>3,041,370.03</b>	<b>2,748,566.97</b>



**Commission on Audit**  
**Detailed Statement of Financial Performance**  
**Internally Generated Income Fund**

**For the Year Ended December 31, 2019**  
**(With Comparative Figures for the year ended December 31, 2018)**

	<u>2019</u>	<u>2018</u>
<b>Revenue</b>		
Service and Business Income		
Service Income		
Other Service Income	1,200,956.58	887,724.82
	<u>1,200,956.58</u>	<u>887,724.82</u>
Business Income		
Other Business Income	2,760.00	-
	<u>2,760.00</u>	<u>-</u>
	-	-
<b>Total Revenue</b>	<u>1,203,716.58</u>	<u>887,724.82</u>
<b>Less: Current Operating Expenses</b>		
<b>Maintenance and Other Operating Expenses</b>		
Traveling Expenses		
Traveling Expenses - Local	368,848.72	755,701.64
	<u>368,848.72</u>	<u>755,701.64</u>
Communication Expenses		
Telephone Expenses	-	5,155.44
	<u>-</u>	<u>5,155.44</u>
Repairs and Maintenance		
Repairs and Maintenance - Transportation Equipm.	4,300.00	-
	<u>4,300.00</u>	<u>-</u>
Other Maintenance and Operating Expenses		
Other Maintenance and Operating Expenses	-	5,491.00
	<u>-</u>	<u>5,491.00</u>
<b>Total Maintenance and Other Operating Expenses</b>	<u>373,148.72</u>	<u>766,348.08</u>
	-	-
<b>Non-Cash Expenses</b>		
Depreciation		
Depreciation - Land Improvements	4,269.51	6,709.23
Depreciation - Machinery and Equipment	54,081.08	87,997.19
Depreciation - Other Property, Plant and Equipmer	-	4,593.60
	<u>58,350.59</u>	<u>99,300.02</u>
<b>Total Operating Expenses</b>	<u>431,499.31</u>	<u>865,648.10</u>
<b>Surplus/(Deficit) from Current Operations</b>	<u>772,217.27</u>	<u>22,076.72</u>
	-	-
<b>Surplus/(Deficit) for the period</b>	<u>772,217.27</u>	<u>22,076.72</u>



**Commission on Audit**  
**Consolidated Central Office and Regional Offices**  
**Statement of Changes in Net Assets/Equity**

**Internally Generated Income Fund**

**For the Year Ended December 31, 2019**

**(With Comparative Figures for the Year Ended December 31, 2018)**

	<u>2019</u>	<u>2018</u>
Beginning Balance	3,101,315.63	2,228,670.33
Changes in accounting policy	-	-
Prior Period Adjustments/Unrecorded Income and Expenses	(352,748.66)	5,340,043.00
Other Adjustments	-	-
<b>Restated balance</b>	<u>2,748,566.97</u>	<u>7,568,713.33</u>
<b>Changes in net assets/equity</b>		
Adjustment of net revenue recognized directly in net assets/equity	- 480,805.21	- 4,842,223.08
Surplus for the period	772,217.27	22,076.72
Others	1,391.00	-
<b>Total recognized revenue and expense for the period</b>	<u>292,803.06</u>	<u>(4,820,146.36)</u>
<b>Ending Balance</b>	<u>3,041,370.03</u>	<u>2,748,566.97</u>



**Commission on Audit**  
**Detailed Statement of cash Flows**  
**Internally Generated Income**  
**For the Year ended December 31, 2019**

Cash Flows From Operating Activities	Note	2019	2018
<b>Cash Inflows</b>			
Collection of Income/Revenues		1,974,110.97	1,136,873.79
Collection of service and business Income		1,974,110.97	
<b>Total Cash Inflows</b>		1,974,110.97	1,136,873.79
<b>Cash Outflows</b>			
Replenishment of negotiated MDS checks			
Remittance to National Treasury		1,193,395.65	4,694,214.00
Remittance of prior year's income/revenue			4,694,214.00
Remittance of trust receipts		712,590.44	
Remittance of refunds, overpayments and disallowances and other receipts		480,805.21	
Payment of operating expenses		854,799.80	804,721.19
Payment of maintenance and other operating expenses		854,799.80	804,721.19
Grant of Cash Advances (Unliquidated During the Year)		211,513.00	-
Advances to officers and employees		211,513.00	
<b>Total Cash Outflows</b>		2,259,708.45	5,498,935.19
<b>Net Cash Provided by (Used in) Operating Activities</b>		(285,597.48)	(4,362,061.40)
<b>Cash Flows from Investing Activities</b>			
<b>Cash Inflows</b>			
<b>Total Cash Inflows</b>			
<b>Cash Outflows</b>			
<b>Total Cash Outflows</b>		-	-
<b>Net Cash Provided by (Used in) Investing Activities</b>		-	-
<b>Cash Flows from Financing Activities</b>			
<b>Cash Inflows</b>			
<b>Total Cash Inflows</b>			
<b>Cash Outflows</b>			
<b>Total Cash Outflows</b>			
<b>Net Cash Provided by (Used in) Financing Activities</b>		-	-
<b>Increase(Decrease) in Cash and Cash Equivalents</b>		(285,597.48)	(4,362,061.40)
<b>Effects of Exchange Rate Changes on Cash and Cash Equivalents</b>			
<b>Cash and Cash Equivalents, January 1,</b>		2,487,925.50	6,849,986.90
<b>Cash and Cash Equivalents, December 31</b>		2,202,328.02	2,487,925.50



Republic of the Philippines  
**COMMISSION ON AUDIT**  
**Regional Office No. IX**  
Cabatangan Hills, Zamboanga City

**NOTES TO THE FINANCIAL STATEMENTS**

Internally Generated Income (Retained Fund)  
For the Year ended December 31, 2019

**1. General / Agency Profile**

The financial statements of the Commission on Audit R.O. IX were authorized for issue on January 31, 2020 as shown in the Statement of Management Responsibility for Financial Statements signed by VISITACION Q. MENDOZA the Regional Director.

The Commission on Audit (COA) is the Supreme Audit Institution of the Philippines. Article IX-D, Section 2 of the 1987 Philippine Constitution, defines the scope of the Commission's powers, duties, and responsibilities which extends to all branches of government, its subdivisions, agencies, and instrumentalities, including government-owned and/or controlled corporations (GOCCs) with original charters, constitutional bodies, commissions and offices granted fiscal autonomy under the Constitution. The COA Regional Office No. IX is based in Cabatangan, Zamboanga City and is headed by a Regional Director and an Assistant Regional Director. It is composed of thirteen (13) clusters and audit groups guided by the Supervising Auditors and three (3) support services groups guided by the Service Chiefs.

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

The financial statements have been prepared in accordance with and comply with the Philippine Public Sector Accounting Standards (PPSAS) issued by the Commission on Audit per COA Resolution No. 2014-003 dated January 24, 2014.

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

**3. Summary of Significant Accounting Policies**

**3.1 Basis of Accounting**

The financial statements are prepared on an accrual basis in accordance with the Philippine Public Sector Accounting Standards (PPSAS).

### 3.2 Consolidation

#### **Consolidated entities**

The financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity and all controlled entities.

- 3.3 Petty Cash Fund (PCF) is maintained under the imprest system. All replenishments are directly charged to the expense accounts.
- 3.4 Inventories are valued using the moving-average method. Receipts of delivered inventories are recorded based on the Inspection and Acceptance Report (IAR) while issuances are booked up based on the Report of Supplies and Materials Issued (RSMI). Small tangible/ semi-expendable items with estimated useful life of more than one year are recorded as inventories upon acquisition and expensed upon issuance, as prescribed in COA Circular No. 2005-002 dated April 14, 2005. Supplies and materials purchased for inventory purpose are recorded using the Perpetual Inventory System.
- 3.5 Property, Plant and Equipment (PPE) are carried at cost less accumulated depreciation. Allocation of monthly depreciation is computed using the straight line method. Fully-depreciated but still serviceable PPE remained in the PPE account while those unserviceable, damaged, obsolete and awaiting disposal are reclassified to Other Assets.
- 3.6 Depreciation is computed using the straight line method based on useful life of assets as prescribed in COA Circular No. 2003-007 dated December 11, 2003. A residual value equivalent to ten percent (10%) of the purchase cost is set-up, and monthly allocation of depreciation of PPE commenced on the second month following the purchase.
- 3.7 Payable accounts are recognized and recorded in the books only upon acceptance of the goods/inventory/other assets and rendition of services to the Regional Office.
- 3.8 Cash Advances granted for travel are subject to liquidation within the period prescribed under COA Circular No. 97-002 dated February 10, 1997 and supporting documents to Liquidation Reports are as prescribed in COA Circular No. 2012-001 dated June 14, 2012. Excess cash advances are refunded and deficiency amount of cash advances are reimbursed.
- 3.9 Errors affecting nominal accounts in prior years are corrected using the Accumulated Surplus/Deficit Account, as prescribed in the Revised Chart of Accounts for National Government Agencies under Commission on Audit Circular No. 2013-002 dated January 30, 2013.
- 3.10 The management has deemed it proper and prudent to use the Electronic National Government Accounting System (ENGAS) in the recording of its

transactions to facilitate the timely submission of financial reports. It must be emphasized that to date, the Enhanced Electronic National Government Accounting System (e-ENGAS) is already fully implemented and any issues encountered are being reported to Central Office for appropriate action.

**4. Cash and Cash Equivalents**

This account is broken down as follows:

	<b>As of December 31,2019</b>
<b>Internally Generated Income - Off-Budgetary Funds - Retained Income/Funds</b>	
Cash in Bank - Local Currency , Current Account	2,202,328.02
<b>TOTAL</b>	<b>2,202,328.02</b>

4.1 Cash in Bank – Local Currency, Current Account includes cash transfer from Central Office to Regional Offices for payments of Personal Services (PS) and Maintenance and Other Operating Expenses (MOOE).

**5. Receivables**

This account consists of the following:

	<b>2019</b>		
	<b>Current</b>	<b>Non-Current</b>	<b>Total</b>
<b>Internally Generated Income - Off-Budgetary Funds - Retained Income/Funds</b>			
Other Receivables	193,919.09		193,919.09
Due from Government-Owned and/or Controlled Corporations	250,468.10		250,468.10
<b>TOTAL</b>	<b>444,387.19</b>		<b>444,387.19</b>

Aging of Receivables:

	<b>2019</b>			
	<b>TOTAL</b>	<b>Not Past Due</b>	<b>PAST DUE</b>	
			<b>&lt; 30 days</b>	<b>&gt; 60 days</b>
<b>Internally Generated Income - Off-Budgetary Funds - Retained Income/Funds</b>				



Other Receivables	193,919.09			193,919.09
Due from Government-Owned and/or Controlled Corporations	250,468.10			250,468.10
<b>TOTAL</b>	<b>444,387.19</b>			<b>444,387.19</b>

## 6. Property, Plant and Equipment

This account is composed of the following:

	Land Improvements	Buildings and Other Structures	Machinery and Equipment	Transportation Equipment	Other Property, Plant, and Equipment	TOTAL
Jan. 1, 2019	680,990.78	99,239.00	1,342,239.95	1,256,400.00	52,140.00	3,431,009.73
Acquisition						-
Disposal/Dropped						-
Dec. 31, 2019	680,990.78	99,239.00	1,342,239.95	1,256,400.00	52,140.00	3,431,009.73
Accum. Dep'n	-577,630.10	91,376.54	-1,092,364.58	-1,076,914.40	-48,126.35	2,886,411.97
Net Book Value	103,360.68	7,862.46	249,875.37	179,485.60	4,013.65	544,597.76

## 9. Financial Liabilities

This account consists of the following:

	2019		2018	
	Current	Non-Current	Current	Non-Current
Accounts Payable	234,975.00		234,975.00	
Due to Officers and Employees	15,257.37		5,806.13	
Due to BIR	5,568.80		2,240.41	
Intra-Agency Payables	95,058.13		79,242.13	
<b>TOTAL</b>	<b>350,859.30</b>		<b>322,263.67</b>	

10.1 Due to Central Office includes refunds and collections of liquidated damages, filing fees and legal research fees to be returned or remitted to COA Central Office CFAG Fund.

**11. Service Business Income**

<b>Service and Business Income</b>	
Service Income	
Other Service Income	1,200,956.58

**12. Maintenance and Other Operating Expenses**

<b>Maintenance and Operating Expenses</b>	
Traveling Expenses - Local	368,848.72
Repairs and Maintenance - Transportation Equipment	4,300.00
<b>Total Other Maintenance and Operating Expenses</b>	<b>373,148.72</b>

**14. Non-Cash Expenses**

<b>Depreciation</b>	
Depreciation - Land Improvements	4,269.51
Depreciation - Machinery and Equipment	54,081.08
<b>Total Depreciation</b>	<b>58,350.59</b>

**15. Reconciliation of Net Cash Flows from Operating Activities to Surplus/(Deficit)**

<b>Surplus/(Deficit) of the Year</b>	<b>772,217.27</b>
	<b>Non-cash movements</b>
Depreciation - Land Improvements	4,269.51
Depreciation - Machinery and Equipment	54,081.08
Increases in Payables	-1,116,165.34
<b>Net Cash Flows from Operating Activities</b>	<b>-285,597.48</b>