



Commission on Audit
Detailed Statement of Financial Position
Business Type Income
as of December 31, 2020
(With Comparative Figures as of December 31, 2019)

	<u>2020</u>	<u>2019</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	15,543,750.48	43,589,156.75
Cash on Hand	3,844.23	3,244.23
Cash - Collecting Officer	3,844.23	3,244.23
Petty Cash		
Cash in Bank - Local Currency	15,539,906.25	43,585,912.52
Cash in Bank - Local Currency, Current Account	15,539,906.25	43,585,912.52
Receivables	169,172.31	142,171.95
Inter-Agency Receivables	93,400.00	93,400.00
Due from National Government Agencies	33,400.00	33,400.00
Due from Local Government Units	60,000.00	60,000.00
Other Receivables	75,772.31	48,771.95
Due from Officers and Employees	720.00	720.00
Other Receivables	75,052.31	48,051.95
Inventories	698,144.52	693,794.52
Inventory Held for Consumption	28,400.82	28,400.82
Office Supplies Inventory	16,034.82	16,034.82
Other Supplies and Materials Inventory	12,366.00	12,366.00
Semi-Expendable Machinery and Equipment	485,108.70	480,758.70
Semi-Expendable Office Equipment	478,754.00	474,404.00
Semi-Expendable Information and Communication Technology Equipment	6,354.70	6,354.70
Semi-Expendable Furniture, Fixtures and Books	184,635.00	184,635.00
Semi-Expendable Furniture and Fixtures	184,635.00	184,635.00
Semi-Expendable Books		
Other Assets	-	2,800.00
Advances	-	2,800.00
Advances to Officers and Employees	-	2,800.00
Total Current Assets	16,411,067.31	44,427,923.22
Non - Current Assets		
Property, Plant and Equipment	1,334,486.94	1,560,209.37
Machinery and Equipment	1,223,649.64	1,442,179.36
Office Equipment	1,177,965.00	1,177,965.00
Accumulated Depreciation - Office Equipment	(293,937.69)	(114,768.93)
Net Value-Office Equipment	884,027.31	1,063,196.07
Information and Communication Technology Equipment	963,124.00	963,124.00
Accumulated Depreciation - Information and Communication Technology Equipment	(779,760.25)	(759,399.37)
Net Value-Information and Communication Technology Equipment	183,363.75	203,724.63
Communication Equipment	517,398.57	517,398.57
Accumulated Depreciation - Communication Equipment	(392,605.51)	(377,405.47)
Net Value-Communication Equipment	124,793.06	139,993.10
Technical and Scientific Equipment	35,000.00	35,000.00
Accumulated Depreciation - Technical and Scientific Equipment	(30,975.00)	(30,975.00)
Net Value-Technical and Scientific Equipment	4,025.00	4,025.00
Other Machinery and Equipment	75,510.00	75,510.00
Accumulated Depreciation - Other Machinery and Equipment	(48,069.48)	(44,269.44)
Net Value-Other Machinery and Equipment	27,440.52	31,240.56
Furniture, Fixtures and Books	110,837.30	118,030.01
Furniture and Fixtures	555,806.83	555,806.83
Accumulated Depreciation - Furniture and Fixtures	(471,102.51)	(471,102.51)
Net Value-Furniture and Fixtures	84,704.32	84,704.32
Books	72,486.00	72,486.00
Accumulated Depreciation - Books	(46,353.02)	(39,160.31)
Net Value-Books	26,132.98	33,325.69

	<u>2020</u>	<u>2019</u>
Other Assets	50,200.00	50,200.00
Other Assets	50,200.00	50,200.00
Other Assets	50,200.00	50,200.00
Total Non-Current Assets	1,384,686.94	1,610,409.37
TOTAL ASSETS	17,795,754.25	46,038,332.59
LIABILITIES		
Current Liabilities		
Financial Liabilities		
Payables	508,713.87	22,812,909.31
Accounts Payable	508,713.87	22,812,909.31
Due to Officers and Employees	500,464.72	22,812,210.16
Due to Officers and Employees	8,249.15	699.15
Inter-Agency Payables	4,653.05	1,503,229.82
Inter-Agency Payables	4,653.05	1,503,229.82
Due to BIR	3,177.19	1,501,753.96
Due to NGAs	1,475.86	1,475.86
Intra-Agency Payables	33,858.54	8,705.94
Intra-Agency Payables	33,858.54	8,705.94
Due to Central Office	33,858.54	8,705.94
Trust Liabilities	12,846.99	12,846.99
Trust Liabilities	12,846.99	12,846.99
Trust Liabilities	12,846.99	12,846.99
Guaranty/Security Deposits Payable	12,846.99	12,846.99
Other Payables	39,441.95	39,441.95
Other Payables	39,441.95	39,441.95
Other Payables	39,441.95	39,441.95
Total Current Liabilities	599,514.40	24,377,134.01
Total Liabilities	599,514.40	24,377,134.01
Total Assets less Total Liabilities	17,196,239.85	21,661,198.58
NET ASSETS/EQUITY		
Net Asset/Equity	17,196,239.85	21,661,198.58
Net Asset/Equity	17,196,239.85	21,661,198.58
Accumulated Surplus/(Deficit)	17,196,239.85	21,661,198.58
Total Net Assets/Equity	17,196,239.85	21,661,198.58



Commission on Audit
Detailed Statement of Financial Performance
Business Type Income
For the Year Ended December 31, 2020
(With Comparative Figures for the year Ended December 31, 2019)

	<u>2020</u>	<u>2019</u>
Revenue		
Service and Business Income		
Business Income		
Seminar/Training Fees	17,600.00	53,095,210.00
Income from Hostels/Dormitories and Other Like Facilities	111,460.00	225,875.00
Other Business Income		4,460.00
	<u>129,060.00</u>	<u>53,325,545.00</u>
Other Non-Operating Income		
Miscellaneous Income		24,183.64
Miscellaneous Income	-	24,183.64
	<u>129,060.00</u>	<u>53,349,728.64</u>
Total Revenue		
Less: Current Operating Expenses		
Total Personnel Services	-	-
Maintenance and Other Operating Expenses		
Traveling Expenses		
Traveling Expenses - Local	60,185.00	515,409.00
	<u>60,185.00</u>	<u>515,409.00</u>
Training and Scholarship Expenses		
Training Expenses	31,850.00	33,351,336.25
	<u>31,850.00</u>	<u>33,351,336.25</u>
Supplies and Materials Expenses		
Office Supplies Expenses	3,224,265.77	3,423,224.47
Other Supplies and Materials Expenses	117,912.30	13,455.25
	<u>3,342,178.07</u>	<u>3,436,679.72</u>
Utility Expenses		
Electricity Expenses	288,821.42	330,176.82
	<u>288,821.42</u>	<u>330,176.82</u>
Communication Expenses		
Telephone Expenses	79,986.93	49,885.36
	<u>79,986.93</u>	<u>49,885.36</u>
Repairs and Maintenance		
Repairs and Maintenance - Machinery and Equipment		31,398.00
	-	31,398.00
Other Maintenance and Operating Expenses		
Other Maintenance and Operating Expenses	51,050.30	85,836.73
	<u>51,050.30</u>	<u>85,836.73</u>
Total Maintenance and Other Operating Expenses	<u>3,854,071.72</u>	<u>37,800,721.88</u>
Financial Expenses		
Non-Cash Expenses		
Depreciation		
Depreciation - Machinery and Equipment	218,529.72	99,998.48
Depreciation - Furniture, Fixtures and Books	7,192.71	9,590.28
	<u>225,722.43</u>	<u>109,588.76</u>
Total Operating Expenses	<u>4,079,794.15</u>	<u>37,910,310.64</u>

Surplus/(Deficit) from Current Operations
Surplus(Deficit) for the period

	<u>2020</u>	<u>2019</u>
	<u>- 3,950,734.15</u>	<u>15,439,418.00</u>
	<u>- 3,950,734.15</u>	<u>15,439,418.00</u>



Commission on Audit
Statement of Changes in Net Assets/Equity
Business Type Income
as of December 31, 2020
(With Comparative Figures as of December 31, 2019)

	<u>2020</u>	<u>2019</u>
Balance at January 1	45,971,585.83	3,850,692.56
Changes in accounting policy		
Prior Period Adjustments/Unrecorded Income and Expenses	(24,824,611.83)	2,371,088.02
Other Adjustments		
Restated balance	<u>21,146,974.00</u>	<u>6,221,780.58</u>
Changes in net assets/equity for 2016		
Adjustment of net revenue recognized directly in net assets/equity		
Surplus for the period	(3,950,734.15)	15,439,418.00
Others		0.00
Total recognized revenue and expense for the period	<u>(3,950,734.15)</u>	<u>15,439,418.00</u>
Balance at December 31	<u>17,196,239.85</u>	<u>21,661,198.58</u>



Commission on Audit
Detailed Statement of Cash Flows
Business Type Income
For the Year ended December 31, 2020

Cash Flows From Operating Activities	Note	2020	2019
Cash Inflows			
Collection of Income/Revenues		437,871.93	63,807,889.02
Collection of service and business income		437,871.93	63,807,889.02
Payment of operating expenses		28,338,955.72	21,297,236.77
Payment of personnel services			1,101,337.90
Payment of maintenance and other operating expenses		28,338,955.72	20,195,898.87
Remittance of Personnel Benefit Contributions and Mandatory Deductions		144,322.48	1,133,358.11
Remittance of taxes withheld not covered by TRA		144,322.48	1,133,358.11
Total Cash Outflows		28,483,278.20	22,430,594.88
Net Cash Provided by (Used in) Operating Activities		(28,045,406.27)	41,377,294.14
Cash Flows from Investing Activities			
Total Cash Inflows			
Cash Outflows			
Purchase/Construction of Investment Property			
Purchase/Construction of Property, Plant and Equipment		-	1,168,589.99
Purchase of machinery and equipment			1,168,589.99
Total Cash Outflows		-	1,168,589.99
Net Cash Provided by (Used in) Investing Activities		-	(1,168,589.99)
Cash Flows from Financing Activities			
Cash Inflows			
Total Cash Inflows			
Cash Outflows			
Total Cash Outflows			
Net Cash Provided by (Used in) Financing Activities		-	-
Increase(Decrease) in Cash and Cash Equivalents		(28,045,406.27)	40,208,704.15
Effects of Exchange Rate Changes on Cash and Cash Equivalents			
Cash and Cash Equivalents, January 1,		43,589,156.75	3,380,452.60
Cash and Cash Equivalents, December 31		15,543,750.48	43,589,156.75



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

NOTES TO THE FINANCIAL STATEMENTS
BUSINESS TYPE INCOME (Revolving Fund)
For the Year ended December 31, 2020

1. General / Agency Profile

The financial statements of the Commission on Audit R.O. IX were authorized for issue on January 30, 2021 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 four (4) 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 International Public Sector Accounting Standards (IPSAS).

- 3.2 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.
- 3.3 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.
- 3.4 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.
- 3.5 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.
- 3.6 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. 96-004 dated April 19, 1996. Excess cash advances are refunded and deficiency amount of cash advances are reimbursed.
- 3.7 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.
- 3.8 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 software issues encountered are being reported to COA Central Office for appropriate action.

4. Cash and Cash Equivalents

This account is broken down as follows:

Business Type Income - Off-Budgetary Funds - Revolving Funds	As of December 31,2020
Cash - Collecting Officers	3,844.23
Cash in Bank - Local Currency, Current Account	15,532,356.25
Total	15,536,200.48

5. Receivables

This account consists of the following:

Business Type Income - Off-Budgetary Funds - Revolving Funds	2020		
	Current	Non-Current	Total
Due from Officers and Employees	720.00		720.00
Due from NGAs	33,400.00		33,400.00
Due from Local Government Units	60,000.00		60,000.00
Other Receivables	75,052.31		75,052.31
TOTAL	169,172.31		169,172.31

Aging of Receivables:

Business Type Income - Off-Budgetary Funds - Revolving Funds	2020				
	Accounts	TOTAL	Not Past Due	PAST DUE	
				< 30 days	30 - 60 days
Due from Officers and Employees	720.00				720.00
Due from NGAs	33,400.00				33,400.00
Due from Local Government Units	60,000.00				60,000.00
Other Receivables	75,052.31				75,052.31
TOTAL	169,172.31				169,172.31

- 5.1 Due from Officers and Employees consists of bills from employees from personal telephone calls, penalties and charges of active and inactive employees and the set-up of leave without pay (LWOP) balances of regional employees.
- 5.2 Due from NGAs under the General Fund Account consists of Thirty Three Thousand Four Hundred Pesos (₱ 33,400.00) balance under the Revolving Fund Account pertains to unpaid seminar fees due from NGAs conducted in CY 2004
- 5.3 Due from LGUs consists of P 60,000.00 pertaining to unpaid seminar fees due from LGUs for trainings conducted in CY 2004.
- 5.4 Other Receivables consist of accounts due from other debtors, officials and employees already separated from the service due to resignation, retirement and absence without leave.

6. Inventories

This account includes the following:

	Office Supplies Inventory	Other Supplies and Materials Inventory	Semi-Expendable Office Equipment	Semi-Expendable Information and Communication Technology Equipment	Semi-Expendable Furniture and Fixtures	
Jan. 1, 2020	16,034.82	12,366.00	474,404.00	6,354.70	184,635.00	693,794.52
Acquisition			4,350.00			4,350.00
Disposal/ Dropped						0
Dec. 31, 2020	16,034.82	12,366.00	478,754.00	6,354.70	184,635.00	698,144.52

The Office Supplies Inventory on hand consists of office and janitorial supplies.

7. Property, Plant and Equipment

This account is composed of the following:

	Machinery and Equipment	Furniture, Fixture, and Books	TOTAL
Jan. 1, 2020	1,490,522.57	628,292.83	2,118,815.40
Acquisition	1,278,475.00		1,278,475.00
Disposal/ Dropped			0.00
Dec. 31, 2020	2,768,997.57	628,292.83	3,397,290.40
Accum. Dep'n	-1,545,347.93	517,455.53	-1,027,892.40
Net Book Value	1,223,649.64	118,030.01	1,341,679.65

8. Financial Liabilities

This account consists of the following:

	2020		2019	
	Current	Non-Current	Current	Non-Current
Payables	500,464.72		482.89	
Due to Officers and Employees	699.15			
Due to BIR				
Inter-Agency Payables	4,653.05		6,868.99	
Guaranty/Security Deposits Payable	12,846.99		12,846.99	
Intra-Agency Payables	33,858.54		8,705.95	
Other Payables	39,441.95		39,441.95	
Sub-total	591,964.40		68,346.77	

- 8.1 Due to Officers and Employees includes overpayment of bills, excess withholding tax in the prior years, refunds/claims with checks cancelled, excess amount liquidated for cash advances and set-up of payables corresponding to unreleased checks.
- 8.2 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.

9. **Service Business Income**

Service and Business Income	
Business Income	
Seminar/Training Fees	17,600.00
Income from Hostels/Dormitories and Other Like Facilities	111,460.00
Total Business Income	129,060.00

10. **Maintenance and Other Operating Expenses**

10.1 **Traveling Expenses**

Traveling Expenses	
Travelling Expenses – Local	60,185.00
Total Traveling Expenses	60,185.00

10.2 **Training and Scholarship Expenses**

Training and Scholarship Expenses	
Training Expenses	31,850.00
Total Training and Scholarship Expenses	31,850.00

10.3 **Supplies and Materials Expenses**

Supplies and Materials Expenses	
Office Supplies Expenses	3,224,265.77
Other Supplies and Materials Expenses	117,912.30
Total Supplies and Materials Expenses	3,342,178.07

10.4 **Utility Expenses**

Utility Expenses	
Electricity Expenses	288,821.42
Total Utility Expenses	288,821.42

10.5 Communication Expenses

Communication Expenses	
Telephone Expenses - Landline	79,986.93
Total Communication Expenses	79,986.93

10.6 Other Maintenance and Operating Expenses

Other Maintenance and Operating Expenses	
Other Maintenance and Operating Expenses	51,050.30
Total Communication Expenses	51,050.30

11. Non-Cash Expenses

Depreciation	
Depreciation - Machinery and Equipment	218,529.72
Depreciation - Furniture, Fixtures and Books	7,192.71
Total Depreciation	225,722.43

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

Surplus/(Deficit) of the Year	-3,950,734.15
Non-cash movements	
Depreciation - Machinery and Equipment	218,529.72
Depreciation - Furniture, Fixtures and Books	7,192.71
Decrease in Payables	-24,327,944.55
Decrease in Receivables	0.00
Net Cash Flows from Operating Activities	-28,052,956.27