


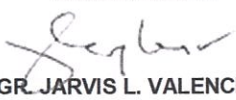
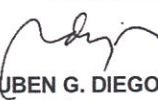
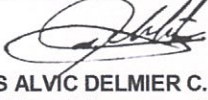


	Republic of the Philippines Department of Environment and Natural Resources			
	OFFICE: OAD, IAS	CONTROL NO.: AFS.CO-IAS-OAD.2021.015	DATE GIVEN: 21 July 2021	TARGET RESPONSE DATE: 30 July 2021
	AUDIT FINDING SHEET ON NATIONAL GREENING PROGRAM (NGP) REGION 4B – MIMAROPA			
PREPARED BY:				
<div style="display: flex; justify-content: space-around; align-items: flex-end;"> <div style="text-align: center;">  THOM CEDRICK Q. FERNANDO Internal Auditor II </div> <div style="text-align: center;">  JOHN PAUL T. HAYLO Internal Auditor I </div> <div style="text-align: center;">  EMMYLOU S. PUERTA Internal Auditing Assistant </div> </div> <div style="display: flex; justify-content: space-around; align-items: flex-end; margin-top: 10px;"> <div style="text-align: center;">  ENGR. JARVIS L. VALENCIA Engineer III </div> <div style="text-align: center;">  RUBEN G. DIEGOR Development Management Officer II </div> <div style="text-align: center;">  JAMES ALVIC DELMIER C. BALOTO Senior Forest Management Specialist </div> </div>				
REVIEWED BY:		APPROVED BY:		
 MABEL F. COLOMA OIC Chief, Operations Audit Division		 GAVIN D. EDJAWAN, MNSA Interim Director, Internal Audit Service		
As per the Performance Audit on National Greening Program (NGP), we found the below-listed gap/deficiency. Please complete the section "Root Cause" to identify the cause of the control weakness; and the section "Remarks" which is the response to the indicated gap and/or brief description of action plan/taken. Please return this form with Means of Verification (MOVs) to the Operations Audit Division (OAD) on or before the target response date.				
AREA	REFERENCE NO.	AUDITEE		
OBSERVATIONS	R4B-POccMin-001	PENRO OCCIDENTAL MINDORO PENRO Accountant PENRO NGP Coordinator		
CONDITION				
BRGY. AGUAS, RIZAL and BRGY. LIGAYA, SABLAYAN, OCCIDENTAL MINDORO (30 and 60 hectares) Financial Aspect				
<ol style="list-style-type: none"> Based on interview with the PENRO Accountant, there were no organized/updated Subsidiary Ledgers of NGP sites upon her assumption in the PENRO in 2019. She has been updating the Subsidiary Ledgers per Partner, but not per NGP site resulting in difficulty in the reclassification of graduated NGP sites from "Construction-in-Progress" account to "Land Improvements, Reforestation Projects" account. It was also mentioned that the PENRO Accountant has started the "work back approach" for the reconciliation of transactions in CYs 2019 down to 2016. However, they could hardly reconcile those transactions in CYs 2011 to 2015 due to unkept paper trail. Moreover, Journal Entry Vouchers (JEVs) were prepared in lump sum (no breakdown) but at present, preparation is being done per transaction. As per interview with the PENRO Accountant, low utilization rate is due to difficulty encountered by the Partner pertaining to the unattained 85% survival rate of the NGP sites and the preparation of voluminous documentary requirements, i.e. Request Letter of Chairman; Statement of Work Accomplished; Reports from Extension Officers, and Inspection and Acceptance Committee Reports. The PENRO Accountant has been coordinating the documentary requirements in the NGP Office as required by the law. Sampled Disbursement vouchers filed in the Accounting Section were unsigned copies. 				

5. Inconsistency in the computation of retention fee. In CY 2016, the computation of the retention fee was based on the 1% of the contract cost. However, at present, the retention fee is being deducted at 10%.

(TO BE ACCOMPLISHED BY THE AUDITEE)

ROOT CAUSE

REMARKS (Explanation and Plan of Actions with Target Dates; or Action Taken)

PROCESS OWNER (Responsible for Action)

NOTED BY

DONABELLE S. MESINA
PENRO Accountant

RODERICK S. ORPILLA
PENRO NGP Coordinator

Date Signed:

ERNESTO E. TAÑADA
OIC PENRO, Occidental Mindoro

Date Signed: