



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

ANNUAL AUDIT REPORT

On the

CENTRAL MINDANAO UNIVERSITY
Musuan, Maramag, Bukidnon

For the Year Ended December 31, 2025



REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT
REGIONAL OFFICE NO. X

Office of the Auditor – Audit Team No. R10-02
SUCs and NGS Stand Alone Agencies

April 28, 2026

ATTY. NORMINA M. MANGORAC
OIC - Regional Supervising Auditor
NGS-SUCs & Other Stand Alone Agencies

Dear RSA Mangorac:

In compliance with Section 2, Article IX-D of the Philippine Constitution and Section 43 of Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines, we have audited the accounts and operations of Central Mindanao University, Musuan, Maramag, Bukidnon, for the year ended December 31, 2025.

The audit was conducted to (a) verify the level of assurance that may be placed on management's assertions on the financial statements; (b) determine the propriety of transactions as well as the extent of compliance with applicable laws, rules and regulations; (c) recommend agency improvement opportunities; and (d) determine the extent of implementation of prior year's audit recommendations.

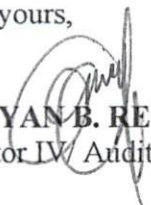
Our report consists of four parts, namely: Part I – Audited Financial Statements; Part II – Audit Observations and Recommendations; Part III - Status of Prior Years' Audit Observations and Recommendations and Part IV – Annexes. The observations and recommendations were communicated to Management thru Audit Observation Memorandum. Their comments are included in the appropriate portion of this report.

A qualified opinion was rendered on the fairness of the presentation of the financial statements of which the other significant observations affecting the Financial Statements were discussed in Part II of this report.

Our audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs) and we believed that the audit evidence we have obtained provides a reasonable basis for our audit opinion/report.

We acknowledge the cooperation extended to us by the officials and employees of the University, thus facilitating our work.

Very truly yours,


JOHN BRYAN B. REVILLAS
State Auditor IV/ Audit Team Leader



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Musuan, Maramag, Bukidnon

For the Year Ended December 31, 2025

B. Financial Highlights

The following data shows the university's financial profile:

Accounts	2025	2024	Increase (Decrease)	Percent
Assets	2,268,966,571.29	2,124,308,042.63	144,658,528.66	6.81
Liabilities	312,877,209.10	266,148,396.59	46,728,812.51	17.56
Net Assets/ Equity	1,956,089,362.19	1,858,159,646.04	(97,929,716.15)	5.27
Income	1,273,342,278.52	1,242,674,964.38	30,667,314.14	2.47
Expenditures	1,173,512,197.75	1,119,029,257.37	54,482,940.38	4.87

For CY 2025 total allotment, expenditures, and funds received by the university are as follows:

Current Appropriation

Accounts	2025	2024	Increase (Decrease)
Appropriations	1,084,215,127.00	1,007,161,280.00	77,053,847.00
Obligations	1,056,686,038.62	978,907,299.66	77,778,738.96
Actual Expenditures	931,342,368.16	877,626,364.80	53,716,003.36

Continuing Appropriation

Accounts	2025	2024	Increase (Decrease)
Appropriations	16,101,693.93	35,890,718.75	(19,789,024.82)
Obligations	14,994,376.48	32,971,710.36	(17,977,333.88)
Actual Expenditures	4,539,196.88	9,901,215.45	(5,362,018.57)

C. Operational Highlights

During the year the university was able to pursue the following major activities based on the targets set:

Particulars	Physical Target (2025)	Physical Accomplishment (2025)
HIGHER EDUCATION PROGRAM		
Organizational Output (OO): Relevant and quantity tertiary education to		

EXECUTIVE SUMMARY

A. Introduction

The Central Mindanao University (CMU) has transformed from its humble beginning from being one of the few settlement farm schools in Mindanao organized by pioneering Americans in 1910 simply named Mailag Industrial School. By then, it offered only the first four grades of the elementary agriculture curriculum. It was renamed Bukidnon Agricultural School in 1918 when three more grades were added completing the elementary agriculture to grade seven. It underwent several renaming, relocations and proclamations until in June 19, 1965, by virtue of Republic Act (RA) 4498 it was renamed into the CMU.

Section 2 of RA No. 4498 mandates that CMU shall provide programs of instruction at all levels in the arts, sciences, technical, professional, educational, and philosophical fields, and shall concern itself with “pure” and “applied” research in all branches of knowledge for the intellectual and professional growth of faculty members, for the advance instruction of students, and for increasing knowledge and understanding.

It is the university’s mission to advance the frontiers of knowledge for economic prosperity, moral integrity, social and cultural sensitivity, and environmental consciousness through equitable access to quality instruction, research, extension and production. Its vision is to sustain as an academic paradise of higher learning actively committed to the total development of people for a globally sustainable environment and humane society.

The CMU is committed in fulfilling faithfully its vision and mission. Its accomplishments represent the continuing achievements of the university through the coordinated efforts of its stakeholders.

For CY 2025, the University has 2,153 manpower complement composed of the following:

Particulars	2025
Faculty	
Regular	455
Contract of Service	217
Part-time Instructor	101
Non-Teaching Personnel	
Regular	478
Casual	22
Job Order	880
TOTAL	2,153

Particulars	Physical Target (2025)	Physical Accomplishment (2025)
achieve inclusive growth and access of poor but deserving to quality tertiary education increased		
Outcome Indicator(s)		
1. Percentage of first-time licensure exam takers that pass the licensure exams	60 (960/1,600)	90.16 (1,457/1,616)
2. Percentage of graduates (2 years prior) that are employed	20	30.03 (797/2,654)
Output Indicator(s)		
1. Percentage of undergraduate students enrolled in CHED-identified and RDC-identified priority programs	40	67.43 (24,332/36,084)
2. Percentage of undergraduate programs with accreditation	94	93.75 (30/32)
RESEARCH PROGRAM		
OO: Higher education research improved to promote economic productivity and innovation		
Outcome Indicator(s)		
1. Number of research outputs in the last three years utilized by the industry or by other beneficiaries	8	14
Output Indicator(s)		
1. Number of research outputs completed within the year	40	50
2. Percentage of research outputs published in internationally-refereed or CHED recognized journal within the year	22.14 (31/140)	22.86 (32/140)
TECHNICAL ADVISORY EXTENSION PROGRAM		
OO: Community engagement increased		
Outcome Indicator(s)		
1. Number of active partnerships with LGUs, industries, NGOs, NGAs, SMEs, and other stakeholders as a result of extension activities	150	150
Output Indicator(s)		
1. Number of trainees weighted by the length of training	3,500	3,524
2. Number of extension programs organized and supported consistent with	10	10

Particulars	Physical Target (2025)	Physical Accomplishment (2025)
the SUC's mandated and priority programs		
3. Percentage of beneficiaries who rate the training course/s as satisfactory or higher in terms of quality and relevance	97	105.64 (2,641/2,500)

D. Audit Objectives and Scope

The audit covered the review of the accounts and operations of CMU for the year ended December 31, 2025 in accordance with the International Standards of Supreme Audit Institutions (ISSAIs).

The audit was conducted to (a) verify the level of assurance that may be placed on management's assertions on the financial statements; (b) determine the propriety of transactions as well as the extent of compliance with applicable laws, rules and regulations; and (c) determine the extent of implementation of prior years' audit recommendations.

E. Independent Auditor's Report on Financial Statements

The Auditor rendered a qualified opinion on the fairness of presentation of the financial statements due to the following:

1. The University erroneously recorded school fees billed under the Free Higher Education Program due to inadequate review and reconciliation controls, contrary to the revenue recognition principle prescribed in the Government Accounting Manual, resulting in the net overstatement of Accounts Receivable and School Fees by P75.54 million.
2. The accuracy, existence and classification of Semi-expendable Inventory account year-end balances are deemed unreliable due to the inclusion of utilized semi-expendable property totaling P14.236 million, inconsistent with COA Circular No. 2022-004, thereby overstating the *Semi-expendable Property* and *Accumulated Surplus (Deficit)* accounts and understating the *semi-expendable expense* accounts balances in the December 31, 2025 financial statements.
3. The accuracy and existence of Inventory account balances as of December 31, 2025 are deemed unreliable due to the: a) inclusion of utilized inventories totaling P8.153 million, overstating the *Inventory* and *Accumulated Surplus (Deficit)* accounts, and understating related *Expense* accounts; and b) items worth P768,284.46 expensed without supporting documents, which are inconsistent with Section 111 of PD 1445 and relevant provisions in Chapter 8 of the Government Accounting Manual for NGAs.

4. Various outstanding Cash in Bank reconciling items consisting of unrecorded credit memoranda totaling ₱8.079 million and uncorrected book errors/unrecorded debit memoranda totaling ₱1.367 million remained unadjusted in the books, contrary to Section 74 of PD 1445 and Chapter 21 of the Government Accounting Manual, Volume I, resulting in a misstatement of Cash in Bank balances as of year-end.
5. Collections for auxiliary services under the Special Trust Fund were not properly monitored in accordance with Section 124 of PD 1445 and were recorded on a cash basis, contrary to Chapter 5 of the Government Accounting Manual for NGAs, resulting in a net understatement of income and receivable accounts totaling ₱6.254 million and casting doubt on the accuracy of the reported income.
6. The completeness, existence, rights and obligations, and classification of "Accounts Payable" are deemed unreliable due to ₱5.353 million in long-outstanding liabilities, ₱173.906.00 in unrecorded transactions, and ₱4.632 million in misclassifications, which are inconsistent with Section 119 of PD 1445, Section 2 Chapter 6 Volume I on the GAM for NGAs, pertinent provision of IPSAS 1, and COA-DBM Joint Circular No. 2013-1, thereby materially affecting the fair presentation of the year-end financial statements.
7. Weaknesses in the University's recording and monitoring of externally funded projects hinder effective oversight and delay the timely liquidation of funds to source agencies, contrary to PD 1445 and the Government Accounting Manual (GAM), thereby raising significant doubts on the accuracy of the University's year-end Due to NGA and Property, Plant, and Equipment (PPE) balances amounting ₱1.444 million.
8. Persistent errors in the recording of PhilHealth receivables have resulted in a ₱534,910.21 understatement of Hospital Fees, violating the accrual accounting principles of the Government Accounting Manual (GAM). Furthermore, the agency's failure to publicly post its schedule of fees compromises the transparency of its operations.

F. Summary of Significant Audit Observations And Recommendations

In addition, the following is a summary of significant observations and recommendations in the audit and/or evaluation of the operations of CMU for the year 2025 which are fully discussed in Part II of this Report, and were discussed by the Audit Team with the agency in an exit conference held last April 13, 2026:

1. The reported year-end balances of *Property, Plant, and Equipment* (PPE) in the financial statements as of December 31, 2025, totaling ₱1.019 billion, were deemed unreliable due to the absence of physical PPE count and the failure to

locate five (5) properties totaling ₱16.049 million, inconsistent with Chapter 10, Section 38 and 42 of GAM for NGA Volume I, leading to doubts on the existence, proper presentation and valuation, serviceability and good custodianship of PPE accounts.

We reiterated our recommendations that Management: (a) direct the Inventory Committee to conduct the physical count of PPEs and submit the complete CY 2025 Report of Physical Count of PPE (RPCPPE) for all funds which should contain all the items per Property Card; (b) conduct investigation of the items that are reported in the Accounting Records but were not found during the count the previous year; (c) commence the conduct of the one-time cleansing starting with the establishment of a reliable list to be used for the physical count, to identify missing items that have already exceeded the estimated useful lives and which the accountability/responsibility could not be pinpointed, after the conduct of the investigation, for filing of request for authority to derecognize; and, (d) Secure fidelity bond of property accountabilities for CMU officials and employees covered under Article 11, Section 3 of the Code of CMU.

2. Discrepancies totaling ₱18.380 million between accounting records and inventory reports exist due to internal control weaknesses in the management and recording of revenue-related inventories of RGMO under Fund 06 and the Hospital under Fund 05, contrary to the GAM for NGAs, thereby casting doubt on the reliability and accuracy of these inventory balances and increasing the risk of loss or misuse.

We reiterated our recommendations that Management: (1) establish an inventory team that will conduct periodic physical count and verification of production and inventory reports of the units: (i) Crops Enterprise Office; (ii) Livestock Enterprise Office; (iii) CMU Press; (iv) University Hospital; (2) Require the following unit to submit inventory reports with supporting documents in prescribed format to the Accounting Office to ensure timely review on the accuracy and completeness of the report and supporting documents (i) CMU Press; (ii) University Hospital; (3) Require all RGMO Project Heads and inventory custodian to prepare Stock cards and Biological Assets Property Card for the following unit to ensure updated balance of assets per record: (i) Crops Enterprise Office; (ii) Livestock Enterprise Office; (iii) CMU Press; (4) Investigate the difference between inventory reports and the accounting subsidiary ledgers and make adjustments with supporting documents for the following units: (i) Crops Enterprise Office; (ii) Livestock Enterprise Office; (iii) CMU Press; (iv) University Hospital; (5) Strengthen the existing RGMO Manual by integrating adequate internal controls to address recurring problem of lack of proper turnover during personnel movements, improved inventory recording and monitoring system and forms and project reporting and evaluation

3. The University paid Representation Allowance and Transportation Allowance (RATA) totaling P2.544 million for CY 2025 charged to the MOOE of Fund 1,

contrary to Sections 3 and 13.1 of the DBM National Budget Circular (NBC) No. 593 dated May 3, 2024 and Section 80 of the General Provisions of R.A. 12116 or the FY 2025 GAA; thus, cast doubt on the regularity of the payment.

We recommended that Management: (a) Stop the payment of RATA charged to MOOE, unless a written authority from DBM is submitted to COA as legal basis; and (b) Review and assess the applicability of Section 80(b) of R.A. No. 12116 (General Appropriations Act for FY 2025) to determine possible lawful budgetary modifications to address the RATA funding deficiency for the current year.

4. The University's intra-agency transactions reflect an unmatched year-end amount of ₱339,833.71 due to non-reconciliation of the "*Due from Other Funds*" and "*Due to Other Funds*" accounts, contrary to IPSAS 1, resulting in misstatements of these accounts and underscores weaknesses in internal controls over intra-agency accounting and reconciliation.

We reiterated the prior year's recommendation that management, through the Accounting Office, expedite the reconciliation of the balances of reciprocal accounts *Due to Other Funds* and *Due from Other Funds*, and effect necessary adjustments to reflect the correct account balances.

5. Weaknesses in the University's recording and monitoring of externally funded projects hinder effective oversight and delay the timely liquidation of funds to source agencies, contrary to PD 1445 and the Government Accounting Manual (GAM), thereby raising significant doubts on the accuracy of the University's year-end Due to NGA and Property, Plant, and Equipment (PPE) balances.

We recommended that University Management direct the pertinent offices to immediately undertake the following actions:

For the Accounting Office & Property Management Office: a) prepare the necessary adjusting journal entries to correctly record the uncaptured assets under their appropriate Property, Plant, and Equipment (PPE) accounts to ensure accurate financial reporting; b) establish and enforce a policy requiring Project Leaders to promptly notify the Accounting Office and Property Office of any movement, loan, or transfer of project equipment to external entities to maintain accurate property custodianship records; c) institute a mandatory periodic reconciliation of project ledgers/ records between the Accounting Office and the respective Project Leaders prior to the submission of any Financial Utilization Reports (FUR) to Source Agencies; d) confirm with the Source agencies the unliquidated balances for inactive accounts; and e) furthermore, if unreconciled balances are caused by dormant accounts (inactive for more than 10 years), consider requesting a write-off pursuant to COA Circular no. 2023-008 dated 2025-005.

For the Research and Extension Unit & Project Leaders: f) immediately process the refund of unexpended balances for completed projects to the respective Source Agencies; j) Strengthen coordination with Source Agencies to secure the missing MOAs, Work and Financial Plans, Deeds of Donation, and Property Transfer Reports (PTRs); h) Prioritize the completion of transfer documents for the ₱36.94 million worth of assets pending donation to enable official recognition in the University's books; and i) require Project Leaders of delayed projects to submit catch-up plans addressing procurement and administrative bottlenecks and ensure strict adherence to approved extended timelines.

6. The University approved eight (8) infrastructure projects for CY 2025 under Internally Generated Funds that were not aligned with the approved LUDIP and experienced significant implementation delays due to weak internal controls over project selection and evaluation and inadequate planning mechanisms, contrary to RA No. 11396 and CHED Memorandum Order No. 11, s. 2020, resulting in inefficient use of resources and undermining the timely and orderly implementation of its campus development plans.

We recommended that University Management, through the University President: (a) Expedite the utilization and implementation of pending STF projects or reallocate and consolidate the ₱13.362 million STF allocation into a single, high-priority LUDIP infrastructure project; (b) Formulate and issue a comprehensive set of Standard Operating Procedures (SOPs) outlining specific workflows, responsible personnel, and strict timelines to address the following: (1) Standardize the evaluation and selection process for both GAA- and STF-funded transactions to guarantee alignment with the LUDIP prioritizing budget allocations for student dormitories and SUC housing sites, as mandated by Section 7.3 of CMO No. 11, s. 2020; (2) Establish a clear, documented framework for generating the annual LUDIP progress reports to guarantee accurate, sustainable, and timely submissions to CHED.; and (c) Establish a strict internal clearance process requiring the Planning Office to issue a "Certificate of LUDIP Alignment" before any capital outlay proposal is approved by the BOR and implemented by the University.

7. The erroneous and incomplete recording of cashbooks and accounting records including non-reconciliation thereof; and non-submission of updated cashbook of AOs who resigned, on leave or ceased from designation to the Accounting Office, cast doubt on the accuracy and completeness of records and hindered proper and complete documentation of accountability, contrary to PD 1445, NGAS Manual Volume II and III and COA Circular 97-002.

We recommended management to: (a) require Accountable Officers (AOs) to timely and accurately update their cashbooks, including the necessary certifications at the end of each month; (b) Direct the Accounting Office to ensure that all transactions are properly recorded in the subsidiary ledgers to support accurate and reliable financial reporting; (c) Strictly enforce the turnover

of cashbooks and all accountable forms in compliance with COA Circular No. 97-002, ensuring that no AO is cleared from their responsibilities without undergoing proper cash examination and turnover procedures.

We reiterated our recommendation to require the accountable officers and the Accounting Office to reconcile their records at least every end of each quarter and any items for adjustment must be corrected and resolved promptly in order to present reliable cash balances.

G. Status of Settlement of Accounts

As of December 31, 2025, the Statement of Audit Suspension, Disallowances and Charges reflected the following balances:

Issuance	Beginning Balance (As of January 1, 2025)	This Period January 1- December 31, 2025		Ending Balance (As of December 31, 2025)
		Issued	Settled	
Notice of Suspension	₱1,580,553.98	₱0.00	₱0.00	₱1,580,553.98
Notice of Disallowance	₱7,026,994.57	₱956,106.60	₱171,500.00	₱7,811,601.17
Notice of Charge	₱0.00	₱0.00	₱0.00	₱0.00

H. Status of Implementation of Prior Year's Recommendations

Out of the 117 prior years' audit recommendations, 39 were fully implemented, 43 reiterated, and 35 were not yet implemented. The details are shown in Part III of this Report.

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PART I
AUDITED FINANCIAL STATEMENTS



REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT

Regional Office No. X
Cagayan de Oro City

Office of the Regional Supervising Auditor
NGAS- SUCs and other Stand Alone Agencies

INDEPENDENT AUDITOR'S REPORT

Hon. RICMAR P. AQUINO
Chairperson, Board of Regents
Central Mindanao University

Dr. ROLITO G. EBALLE
University President
Central Mindanao University
Musuan, Maramag, Bukidnon

Qualified Opinion

We have audited the financial statements of Central Mindanao University (CMU), which comprise the statement of financial position as at December 31, 2025, and the statement of financial performance, statement of changes in net assets/equity, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the *Bases of Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of CMU as at December 31, 2025 and 2024, and its financial performance, its cash flows, and its comparison of budget and actual amounts for the year then ended in accordance with International Public Sector Accounting Standards (IPSASs).

Bases for Qualified Opinion

As discussed in Part II – Observations and Recommendations of this Report, the Auditor rendered a Qualified Opinion on the fairness of presentation of the financial statements due to the following:

1. The University erroneously recorded school fees billed under the Free Higher Education Program due to inadequate review and reconciliation controls, contrary to the revenue recognition principle prescribed in the Government Accounting Manual, resulting in the net overstatement of Accounts Receivable and School Fees by ₱75.54 million.

2. The accuracy, existence and classification of Semi-expendable Inventory account year-end balances are deemed unreliable due to the inclusion of utilized semi-expendable property totaling ₱14.236 million, inconsistent with COA Circular No. 2022-004, thereby overstating the *Semi-expendable Property* and *Accumulated Surplus (Deficit)* accounts and understating the *semi-expendable expense* accounts balances in the December 31, 2025 financial statements.
3. The accuracy and existence of Inventory account balances as of December 31, 2025 are deemed unreliable due to the: a) inclusion of utilized inventories totaling ₱8.153 million, overstating the *Inventory* and *Accumulated Surplus (Deficit)* accounts, and understating related *Expense* accounts; and b) items worth ₱768,284.46 expensed without supporting documents, which are inconsistent with Section 111 of PD 1445 and relevant provisions in Chapter 8 of the Government Accounting Manual for NGAs.
4. Various outstanding Cash in Bank reconciling items consisting of unrecorded credit memoranda totaling ₱8.079 million and uncorrected book errors/ unrecorded debit memoranda totaling ₱1.367 million remained unadjusted in the books, contrary to Section 74 of PD 1445 and Chapter 21 of the Government Accounting Manual, Volume I, resulting in a misstatement of Cash in Bank balances as of year-end.
5. Collections for auxiliary services under the Special Trust Fund were not properly monitored in accordance with Section 124 of PD 1445 and were recorded on a cash basis, contrary to Chapter 5 of the Government Accounting Manual for NGAs, resulting in a net understatement of income and receivable accounts totaling ₱6.254 million and casting doubt on the accuracy of the reported income.
6. The completeness, existence, rights and obligations, and classification of "Accounts Payable" are deemed unreliable due to ₱5.353 million in long-outstanding liabilities, ₱173.906.00 in unrecorded transactions, and ₱4.632 million in misclassifications, which are inconsistent with Section 119 of PD 1445, Section 2 Chapter 6 Volume I on the GAM for NGAS, pertinent provision of IPSAS 1, and COA-DBM Joint Circular No. 2013-1, thereby materially affecting the fair presentation of the year-end financial statements.
7. Weaknesses in the University's recording and monitoring of externally funded projects hinder effective oversight and delay the timely liquidation of funds to source agencies, contrary to PD 1445 and the Government Accounting Manual (GAM), thereby raising significant doubts on the accuracy of the University's year-end Due to NGA and Property, Plant, and Equipment (PPE) balances amounting ₱1.444 million.
8. Persistent errors in the recording of PhilHealth receivables have resulted in a ₱534,910.21 understatement of Hospital Fees, violating the accrual accounting principles of the Government Accounting Manual (GAM). Furthermore, the agency's failure to publicly post its schedule of fees compromises the transparency of its operations.

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the agency in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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 IPSASs, 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 University'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 agency or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the University'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 guarantee that an audit conducted in accordance with ISSAIs 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 ISSAIs, 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 our 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 Agency/Unit/Corporation/Project's internal control.

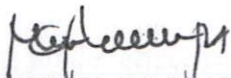
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Agency/Unit/Corporation/Project'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 disclosures 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 Agency/Unit/Corporation/Project 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 observations, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

COMMISSION ON AUDIT

By:



ATTY. NORMINA M. MANGORAC

State Auditor IV

OIC - Regional Supervising Auditor

April 29, 2026

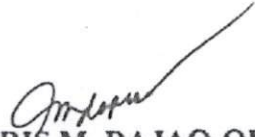


Office of the University President
CENTRAL MINDANAO UNIVERSITY
University Town, Musuan, Bukidnon

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **CENTRAL MINDANAO UNIVERSITY** is responsible for all information and representations contained in the accompanying Statement of Financial Position as of December 31, 2025 and the related Statement of Financial Performance, Statement of Cash Flows, Statement of Comparison of Budget and Actual Amounts, Statement of Changes in Net Assets/Equity and the Notes to Financial Statements for the year then ended. The financial statements have been prepared in conformity with the International Public Sector Accounting Standards and generally accepted state accounting principles, and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.


IRIS M. DAJAO-OPISO
*Director, Office of the Financial
Management Services*

01/30/2026
Date Signed


ROLITO G. EBALLE
University President

01-30-2026
Date Signed



REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED CONDENSED STATEMENT OF
FINANCIAL POSITION
AS OF DECEMBER 31, 2025
(With CY 2024 corresponding figures)

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	5	551,773,499.00	470,997,586.66
Receivables	6	356,468,841.72	280,983,951.25
Inventories	7	124,110,392.81	120,541,946.38
Other Current Assets	8	16,284,606.73	15,021,763.74
Total Current Assets		1,048,637,340.26	887,545,248.03
Non - Current Assets			
Long-term Investments	9	9,873,011.90	10,478,381.77
Property, Plant and Equipment	10	1,176,117,674.01	1,192,022,453.59
Biological Assets	11	30,760,979.81	30,394,545.63
Intangible Assets	12	3,088,099.58	3,516,650.28
Other Non-Current Assets	13	489,465.73	350,763.33
Total Non-Current Assets		1,220,329,231.03	1,236,762,794.60
TOTAL ASSETS		2,268,966,571.29	2,124,308,042.63
LIABILITIES AND NET ASSETS/EQUITY			
LIABILITIES			
Current Liabilities			
Financial Liabilities	14	50,858,222.51	60,992,494.07
Inter-Agency Payables	15	151,479,409.20	132,668,730.53
Intra-Agency Payables	16	6,655,711.23	9,714,987.06
Trust Liabilities	17	29,360,352.51	25,638,918.05
Deferred Credits/Unearned Income	18	5,293,789.54	5,309,309.04
Other Payables	19	69,229,724.11	31,823,957.84
Total Current Liabilities		312,877,209.10	266,148,396.59
Total Non-Current Liabilities		0.00	0.00
TOTAL LIABILITIES		312,877,209.10	266,148,396.59
NET ASSETS/EQUITY	27	1,956,089,362.19	1,858,159,646.04
TOTAL LIABILITIES AND NET ASSETS/EQUITY		2,268,966,571.29	2,124,308,042.63

(See accompanying Notes to Financial Statements)



REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED DETAILED STATEMENT OF
FINANCIAL POSITION
AS OF DECEMBER 31, 2025
(With CY 2024 corresponding figures)

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	5	551,773,499.00	470,997,586.66
Cash on Hand		897,798.10	941,576.98
Cash - Collecting Officer		897,798.10	941,576.98
Cash in Bank - Local Currency		550,875,700.90	470,056,009.68
Cash in Bank - Local Currency, Current Account		550,875,700.90	470,056,009.68
Receivables	6	356,468,841.72	280,983,951.25
Loans and Receivable Accounts		335,749,256.25	263,063,764.98
Accounts Receivable		346,161,058.36	271,209,892.56
Allowance for Impairment - Accounts Receivable		(10,486,129.44)	(8,220,454.91)
Net Value - Accounts Receivable		335,674,928.92	262,989,437.65
Loans Receivable - Others		78,134.30	78,134.30
Allowance for Impairment - Loans Receivable - Others		(3,806.97)	(3,806.97)
Net Value - Loans Receivable - Others		74,327.33	74,327.33
Inter-Agency Receivables		4,799,760.38	1,607,538.34
Due from National Government Agencies		1,083,743.91	524,610.37
Due from Government-Owned and/or Controlled Corporations		3,716,016.47	1,082,927.97
Intra-Agency Receivables		6,315,877.52	6,102,626.93
Due from Other Funds		6,315,877.52	6,102,626.93
Other Receivables		9,603,947.57	10,210,021.00
Receivables - Disallowances/Charges		3,689,150.25	4,142,643.47
Due from Officers and Employees		5,900,773.84	5,914,395.64
Other Receivables		14,023.48	152,981.89
Inventories	7	124,110,392.81	120,541,946.38

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u> <u>4,511,722.57</u>
Inventory Held for Sale		3,923,072.93	
Merchandise Inventory		3,923,072.93	4,511,722.57
Inventory Held for Distribution		5,627,981.65	5,278,738.89
Agricultural and Marine Supplies for Distribution		3,686,439.05	3,864,164.25
Agricultural Produce for Distribution		915,362.96	614,217.78
Construction Materials for Distribution		759,540.00	759,540.00
Other Supplies and Materials for Distribution		266,639.64	40,816.86
Semi-Expendable Machinery and Equipment		13,848,309.11	16,462,582.54
Semi-Expendable - Office Equipment		2,645,628.10	2,690,550.86
Semi-Expendable - Information & Communications Technology Equipment		6,468,018.46	6,695,493.91
Semi-Expendable - Communications Equipment		586,140.65	80,730.65
Semi-Expendable - Disaster Response and Rescue Equipment		-	3,198.00
Semi-Expendable - Military, Police, and Security Equipment		53,850.00	74,700.00
Semi-Expendable - Medical Equipment		75,800.00	146,970.00
Semi-Expendable - Sports Equipment		89,426.00	14,375.00
Semi-Expendable - Technical & Scientific Equipment		93,610.00	239,348.00
Semi-Expendable - Other Equipment		3,835,835.90	6,517,216.12
Semi-Expendable Furniture and Fixtures and Books		11,415,825.50	5,300,926.54
Semi-Expendable - Furniture and Fixtures		6,886,994.50	2,501,760.00
Semi-Expendable - Books		4,528,831.00	2,799,166.54
Inventory Held for Manufacturing		12,432,227.73	13,741,664.95
Raw Materials Inventory		10,448,321.04	11,816,290.98
Finished Goods Inventory		1,983,906.69	1,925,373.97
Inventory Held for Consumption		76,863,245.89	75,246,310.89
Office Supplies Inventory		14,941,312.06	17,398,613.75
Accountable Forms, Plates & Stickers Inventory		841,363.63	510,000.00
Animal/Zoological Supplies Inventory		213,783.05	136,852.66

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Drugs and Medicines Inventory		275,055.67	275,055.67
Medical, Dental and Laboratory Supplies Inventory		1,483,489.46	1,819,254.10
Fuel, Oil and Lubricants Inventory		16,293,405.85	13,484,605.13
Agricultural and Marine Supplies Inventory		2,194,534.93	2,205,578.39
Construction Materials Inventory		21,524,301.04	22,204,873.33
Agricultural Produce for Consumption		746,325.77	919,123.79
Other Supplies and Materials Inventory		18,349,674.43	16,292,354.07
Other Current Asset	8	16,284,606.73	15,021,763.74
Advances		-	-
Advances for Payroll		-	-
Advances to Special Disbursing Officer		-	-
Prepayments		16,084,606.73	14,871,763.74
Advances to Contractors		13,124,246.26	7,709,542.26
Prepaid Insurance		243,693.77	5,544,397.48
Prepaid Subscription - ICT Software Subscription		2,716,666.70	1,530,000.00
Prepaid Subscription - Other Subscription Expenses		-	87,824.00
Deposits		200,000.00	150,000.00
Other Deposits		200,000.00	150,000.00
Total Current Assets		1,048,637,340.26	887,545,248.03
Non - Current Assets			
Long-term Investments	9	9,873,011.90	10,478,381.77
Investment Property		9,873,011.90	10,478,381.77
Land and Buildings		9,019,707.84	9,649,722.00
Investment Property, Buildings		21,340,442.20	21,340,442.20
Accumulated Depreciation - Investment Property, Buildings		(12,320,734.36)	(11,690,720.20)
Net Value		9,019,707.84	9,649,722.00
Construction in Progress		853,304.06	828,659.77
Construction in Progress - Investment Property		853,304.06	828,659.77

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Property, Plant and Equipment	10	1,176,117,674.01	1,192,022,453.59
Land		660,800.00	660,800.00
Land		660,800.00	660,800.00
Net Value		660,800.00	660,800.00
Land Improvements		22,288,388.40	25,640,900.62
Other Land Improvements		53,623,669.45	53,623,669.45
Accumulated Depreciation - Other Land Improvements		(31,335,281.05)	(27,982,768.83)
Net Value		22,288,388.40	25,640,900.62
Infrastructure Assets		5,016,427.90	5,055,358.67
Water Supply Systems		4,940,425.56	4,940,425.56
Accumulated Depreciation - Water Supply Systems		(2,933,377.68)	(2,464,037.25)
Net Value		2,007,047.88	2,476,388.31
Power Supply Systems		6,911,473.72	5,894,924.92
Accumulated Depreciation - Power Supply Systems		(3,902,093.70)	(3,315,954.56)
Accumulated Impairment Losses - Power Supply Systems		-	-
Net Value		3,009,380.02	2,578,970.36
Buildings and Other Structures		811,164,017.19	817,583,897.89
Buildings		254,343,472.51	254,343,472.51
Accumulated Depreciation - Buildings		(58,628,541.18)	(51,540,284.85)
Net Value		195,714,931.33	202,803,187.66
School Buildings		704,190,306.45	681,444,130.97
Accumulated Depreciation - School Buildings		(202,881,348.05)	(183,544,562.21)
Net Value		501,308,958.40	497,899,568.76
Hospitals and Health Centers		46,304,851.65	46,304,851.65
Accumulated Depreciation - Hospitals and Health Centers		(6,214,185.87)	(4,794,525.57)
Net Value		40,090,665.78	41,510,326.08
Markets		6,833,972.00	6,833,972.00
Accumulated Depreciation - Markets		(6,492,273.40)	(6,492,273.40)
Net Value		341,698.60	341,698.60
Hostels and Dormitories		35,620,517.53	35,620,517.53
Accumulated Depreciation - Hostels and Dormitories		(30,931,943.73)	(30,292,628.39)
Net Value		4,688,573.80	5,327,889.14
Other Structures		145,354,387.65	142,291,226.25

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Accumulated Depreciation - Other Structures		(76,335,198.37)	(72,589,998.60)
Net Value		69,019,189.28	69,701,227.65
Machinery and Equipment		155,893,780.86	163,914,825.76
Machinery		28,486,136.80	27,786,136.80
Accumulated Depreciation - Machinery		(10,447,055.50)	(7,786,908.87)
Net Value		18,039,081.30	19,999,227.93
Office Equipment		60,082,947.78	50,902,561.98
Accumulated Depreciation - Office Equipment		(43,490,934.71)	(39,413,397.55)
Net Value		16,592,013.07	11,489,164.43
Information and Communication Technology Equipment		153,228,919.12	140,278,680.42
Accumulated Depreciation - Information and Communication Technology Equipment		(107,597,749.58)	(90,719,260.44)
Net Value		45,631,169.54	49,559,419.98
Agricultural and Forestry Equipment		19,004,194.92	19,004,194.92
Accumulated Depreciation - Agricultural and Forestry Equipment		(15,952,466.16)	(15,494,091.24)
Net Value		3,051,728.76	3,510,103.68
Communication Equipment		4,592,559.50	3,431,851.50
Accumulated Depreciation - Communication Equipment		(3,342,750.72)	(3,092,064.41)
Net Value		1,249,808.78	339,787.09
Construction and Heavy Equipment		4,592,559.50	0.00
Accumulated Depreciation - Construction and Heavy Equipment		(3,342,750.72)	0.00
Net Value		467,484.06	0.00
Disaster Response and Rescue Equipment		3,328,346.90	3,328,346.90
Accumulated Depreciation - Disaster Response and Rescue Equipment		(1,926,582.12)	(1,632,904.16)
Net Value		1,401,764.78	1,695,442.74
Military, Police and Security Equipment		286,031.93	286,031.93
Accumulated Depreciation - Military, Police and Security Equipment		(271,730.33)	(271,730.33)
Net Value		14,301.60	14,301.60
Medical Equipment		15,261,421.10	15,111,921.10
Accumulated Depreciation - Medical Equipment		(10,762,060.35)	(9,786,925.69)
Net Value		4,499,360.75	5,324,995.41
Technical and Scientific Equipment		105,847,284.40	105,538,284.40

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Accumulated Depreciation - Technical and Scientific Equipment		(68,505,323.39)	(61,849,893.90)
Net Value		37,341,961.01	43,688,390.50
Other Equipment		89,387,276.05	84,686,846.81
Accumulated Depreciation - Other Equipment		(61,782,168.84)	(56,392,854.41)
Net Value		27,605,107.21	28,293,992.40
Transportation Equipment		17,319,874.82	19,883,444.92
Motor Vehicles		38,577,934.10	38,495,784.10
Accumulated Depreciation - Motor Vehicles		(22,214,390.62)	(19,709,294.19)
Net Value		16,363,543.48	18,786,489.91
Other Transportation Equipment		3,520,975.20	3,520,975.20
Accumulated Depreciation - Other Transportation Equipment		(2,564,643.86)	(2,424,020.19)
Net Value		956,331.34	1,096,955.01
Furniture, Fixtures and Books		4,656,482.84	4,780,510.56
Furniture and Fixtures		16,776,326.18	15,620,525.87
Accumulated Depreciation - Furniture and Fixtures		(12,144,150.84)	(10,864,322.81)
Net Value		4,632,175.34	4,756,203.06
Books		486,150.00	486,150.00
Accumulated Depreciation - Books		(461,842.50)	(461,842.50)
Net Value		24,307.50	24,307.50
Construction in Progress		156,923,930.15	151,944,096.75
Construction in Progress - Land Improvements		4,291,208.50	4,909,791.08
Construction in Progress - Buildings and Other Structures		152,369,284.77	146,770,868.79
Construction in Progress - Infrastructure Assets		263,436.88	263,436.88
Other Property, Plant and Equipment		2,193,971.85	2,558,618.42
Work/Zoo and/or Other Animals		227,500.00	177,500.00
Net Value		227,500.00	177,500.00
Other Property, Plant and Equipment		3,036,325.00	3,036,325.00
Accumulated Depreciation - Other Property, Plant and Equipment		(1,069,853.15)	(655,206.58)
Net Value		1,966,471.85	2,381,118.42
Biological Assets	11	30,760,979.81	30,394,545.63

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Bearer Biological Assets		30,760,979.81	30,394,545.63
Breeding Stocks		961,000.00	947,000.00
Net Value		961,000.00	947,000.00
Livestock		564,000.00	570,000.00
Net Value		564,000.00	570,000.00
Trees, Plants and Crops		29,235,979.81	28,877,545.63
Net Value		29,235,979.81	28,877,545.63
Intangible Assets	12	3,088,099.58	3,516,650.28
Computer Software		20,877,625.00	19,701,635.00
Accumulated Amortization - Computer Software		(17,789,525.42)	(16,184,984.72)
Net Value		3,088,099.58	3,516,650.28
Other Non-Current Assets	13	489,465.73	350,763.33
Other Assets		489,465.73	350,763.33
Other Assets		489,465.73	350,763.33
Net Value		489,465.73	350,763.33
Total Non-Current Assets		1,220,329,231.03	1,236,762,794.60
TOTAL ASSETS		2,268,966,571.29	2,124,308,042.63

LIABILITIES AND NET ASSETS/EQUITY

LIABILITIES

Current Liabilities

Financial Liabilities	14	50,858,222.51	60,992,494.07
Payables		50,858,222.51	60,992,494.07
Accounts Payable		30,033,663.23	44,904,386.49
Due to Officers and Employees		20,824,559.28	16,088,107.58
Inter-Agency Payables	15	151,479,409.20	132,668,730.53
Inter-Agency Payables		151,479,409.20	132,668,730.53
Due to BIR		8,309,190.10	4,126,052.16
Due to GSIS		12,864,064.74	216,493.19
Due to Pag-IBIG		1,594,798.72	48,555.99
Due to PhilHealth		30,025.69	6,250.00
Due to NGAs		128,054,669.35	128,001,128.59
Due to GOCCs		614,660.60	258,250.60
Due to LGUs		12,000.00	12,000.00

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Intra-Agency Payables	16	6,655,711.23	9,714,987.06
Intra-Agency Payables		6,655,711.23	9,714,987.06
Due to Other Funds		6,655,711.23	9,714,987.06
Trust Liabilities	17	29,360,352.51	25,638,918.05
Trust Liabilities		29,360,352.51	25,638,918.05
Trust Liabilities		1,258,454.90	286,016.04
Guaranty/Security Deposits Payable		28,101,897.61	25,352,902.01
Deferred Credits/Unearned Income	18	5,293,789.54	5,309,309.04
Deferred Credits/Unearned Income		5,293,789.54	5,309,309.04
Other Deferred Credits		5,293,789.54	5,309,309.04
Other Payables	19	69,229,724.11	31,823,957.84
Other Payables		69,229,724.11	31,823,957.84
Total Current Liabilities		312,877,209.10	266,148,396.59
TOTAL LIABILITIES		312,877,209.10	266,148,396.59
NET ASSETS/EQUITY			
Net Asset/Equity	27	1,956,089,362.19	1,858,159,646.04
Net Asset/Equity			
Accumulated Surplus/(Deficit)		1,956,089,362.19	1,858,159,646.04
TOTAL NET ASSETS/EQUITY		1,956,089,262.19	1,858,159,646.04
TOTAL LIABILITIES AND NET ASSETS/EQUITY		2,268,966,571.29	2,124,308,042.63

(See accompanying Notes to Financial Statements)



REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED CONDENSED STATEMENT OF
FINANCIAL PERFORMANCE
FOR THE PERIOD ENDED DECEMBER 31, 2025
(With CY 2024 corresponding figures)

	Notes	<u>CY 2025</u>	<u>CY 2024</u>
REVENUE			
Service and Business Income	20	378,644,081.25	361,873,349.85
Gains	21	16,136,592.53	17,682,731.11
Total Revenue from Operations		<u>394,780,673.78</u>	<u>379,556,080.96</u>
Less: Current Operating Expenses			
Personal Services	22	755,009,041.71	748,275,899.33
Maintenance and Other Operating Expenses	23	342,569,309.43	301,726,050.50
Financial Expense	24	3,456.32	4,793.89
Non-Cash Expenses	25	75,930,390.29	69,022,513.65
Total Operating Expenses		<u>1,173,512,197.75</u>	<u>1,119,029,257.37</u>
Surplus (Deficit) from Current Operations		<u>(778,731,523.97)</u>	<u>(739,473,176.41)</u>
Other Non-Operating Income	28	121,087.48	29,584.27
Net Financial Assistance/Subsidy	26	877,867,726.06	862,526,733.50
Gains	29	675,216.99	681,918.31
Losses	25.5	(102,425.79)	(119,352.66)
Surplus (Deficit) for the Period		<u>99,830,080.77</u>	<u>123,645,707.01</u>

(See accompanying Notes to Financial Statements)



REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED DETAILED STATEMENT OF
FINANCIAL PERFORMANCE
FOR THE PERIOD ENDED DECEMBER 31, 2025
(With CY 2024 corresponding figures)

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
REVENUE			
Service and Business Income			
Service Income		5,467,945.79	5,662,804.50
Permit Fees		19,630.00	18,800.00
Clearance and Certification Fees		3,819,021.00	4,293,612.00
Other Service Income		1,629,294.79	1,350,392.50
Business Income		373,176,135.46	356,210,545.35
School Fees		294,914,281.89	270,474,194.81
Examination Fees		113,800.00	3,802,460.00
Rent/Lease Income		8,101,431.08	1,286,529.48
Waterworks System Fees		1,990,399.18	2,568,219.64
Income from Hostels/Dormitories and Other Like Facilities		11,623,550.40	10,814,844.00
Sales Revenue		48,461,975.08	34,052,964.16
Less: Cost of Sales		28,359,390.35	22,341,882.27
Net Sales		20,102,584.73	11,711,081.89
Hospital Fees		10,612,038.61	8,179,726.82
Hospital Discounts, Allowances and Free Services		(91,029.87)	-
Interest Income		213,044.55	221,682.72
Fines and Penalties - Business Income		145,652.00	1,351,865.68
Other Business Income		25,450,382.89	45,799,940.31
Total Service and Business Income	20	378,644,081.25	361,873,349.85
Gains			
Gain on Initial Recognition of Biological Assets		2,207,196.73	4,510,950.19
Gain on Sale of Biological Assets		336,252.10	1,317,504.11
Gain from Changes in Fair Value Less Cost to Sell of Biological Assets Due to Physical Change		4,669,519.93	3,381,220.23
		8,923,623.77	8,473,056.58
Gain on Sale of Agricultural Produce			
Total Gains	21	16,136,592.53	17,682,731.11
Total Revenue from Operations		394,780,673.78	379,556,080.96

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Less: Current Operating Expenses			
Personnel Services			
Salaries and Wages	22.1	466,614,367.96	465,846,814.59
Salaries and Wages - Regular		462,423,377.88	438,447,732.38
Salaries and Wages - Casual/Contractual		4,190,990.08	27,399,082.21
Other Compensation	22.2	187,568,435.78	190,559,063.81
Personal Economic Relief Allowance (PERA)		21,030,838.84	20,785,879.07
Representation Allowance (RA)		1,686,000.00	1,701,000.00
Transportation Allowance (TA)		1,686,000.00	1,701,000.00
Clothing/Uniform Allowance		5,922,000.00	5,872,000.00
Subsistence Allowance		305,879.51	293,015.22
Laundry Allowance		31,800.00	31,050.00
Honoraria - Civilian		41,546,696.97	37,794,968.88
Hazard Pay		2,521,166.36	1,890,100.55
Year End Bonus - Civilian		39,236,932.10	37,445,621.65
Cash Gift		4,532,250.00	4,455,500.00
Collective Negotiation Agreement Incentive - Civilian		27,351,000.00	23,650,649.83
Productive Enhancement Incentive - Civilian		4,485,000.00	4,448,000.00
Performance Based Bonus - Civilian		-	14,106,875.61
Mid-Year Bonus - Civilian		37,232,872.00	36,383,403.00
Personnel Benefit Contributions	22.3	69,747,857.81	65,870,854.27
Retirement and Life Insurance Premiums		56,123,107.18	52,726,070.58
Pag-IBIG Contributions		2,060,000.00	1,937,700.00
PhilHealth Contributions		10,561,280.15	10,167,247.78
Employees Compensation Insurance Premiums		1,003,470.48	1,039,835.91
Other Personnel Benefits	22.4	31,078,380.16	25,999,166.66
Terminal Leave Benefits		3,322,392.05	13,216,803.88
Other Personnel Benefits-Lump-sum for Step Increments-Length of Service		166,344.01	-
Other Personnel Benefits-Loyalty Award-Civilian		630,000.00	-
Other Personnel Benefits		26,959,644.10	12,782,362.78
Total Personnel Services		755,009,041.71	748,275,899.33

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Maintenance and Other Operating Expenses			
Traveling Expenses	23.1	21,118,500.51	17,211,622.96
Traveling Expenses - Local		19,115,461.09	15,718,171.08
Traveling Expenses - Foreign		2,003,039.42	1,493,451.88
Training and Scholarship Expenses	23.2	23,766,313.19	23,501,010.80
Training Expenses		12,720,627.39	13,799,597.45
Scholarship Grants/Expenses		11,045,685.80	9,701,413.35
Supplies and Materials Expenses	23.3	56,442,570.32	63,777,226.39
Office Supplies Expenses		13,627,580.16	3,761,300.35
Accountable Forms Expenses		16,000.00	39,600.00
Animal/Zoological Supplies Expenses		69,073.00	140,750.39
Agricultural Produce Expenses		645,035.00	337,790.00
Drugs and Medicines Expenses		-	-
Medical, Dental and Laboratory Supplies Expenses		4,276,232.94	2,023,331.00
Fuel, Oil and Lubricants Expenses		5,378,684.79	9,554,215.11
Agricultural and Marine Supplies Expenses		3,191,338.46	3,673,831.23
Chemical and Filtering Supplies Expenses		-	-
Semi-Expendable - Machinery Expenses		2,866,213.70	3,440,408.64
Semi-Expendable - Office Equipment Expense		1,718,149.26	7,830,766.70
Semi-Expendable - Information and Communications Technology Expense		2,998,969.05	13,415,800.81
Semi-Expendable - Communication Equipment Expense		32,000.00	959,530.00
Semi-Expendable - Disaster Response and Rescue Equipment Expense		3,198.00	-
Semi-Expendable - Military, Police and Security Equipment Expense		20,850.00	441,210.00
Semi-Expendable - Medical Equipment Expenses		464,346.00	669,950.00
Semi-Expendable - Sports Equipment Expense		358,005.00	168,730.00
Semi-Expendable - Technical and Scientific Equipment Expenses		232,174.00	1,430,644.36
Semi-Expendable - Other Equipment Expenses		5,039,653.22	3,531,225.33

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Semi-Expendable - Furniture and Fixtures Expenses		1,291,193.00	3,968,147.04
Semi-Expendable - Books Expenses		5,974,686.54	872,758.00
Other Supplies and Materials Expenses		8,239,188.20	7,517,237.43
Utility Expenses	23.4	37,344,078.95	30,787,353.08
Water Expenses		-	1,368.42
Electricity Expenses		37,344,078.95	30,785,984.66
Communication Expenses	23.5	2,608,025.71	3,324,718.33
Postage and Courier Services		5,274.00	4,060.00
Telephone Expenses – Mobile		496,136.98	393,367.90
Internet Subscription Expenses		2,077,919.73	2,884,390.43
Cable, Satellite, Telegraph and Radio Expenses		28,695.00	42,900.00
Awards/Rewards and Prizes	23.6	1,216,173.25	1,992,907.60
Awards/Rewards Expenses		1,114,573.25	1,992,907.60
Prizes		101,600.00	-
Survey, Research, Exploration and Development Expenses	23.7	1,486,881.73	1,103,489.69
Research, Exploration and Development Expenses		1486,881.73	1,103,489.69
Confidential, Intelligence and Extraordinary Expenses	23.8	356,450.00	300,150.00
Extraordinary and Miscellaneous Expenses		356,450.00	300,150.00
Professional Services	23.9	63,876,324.65	65,070,085.43
Legal Services		-	709,000.00
Other Professional Services		63,876,324.65	64,361,085.43
General Services	23.10	82,340,477.07	52,611,851.50
Environment/Sanitary Services		-	-
Janitorial Services		1,433,000.00	1,435,240.00
Security Services		14,762,866.45	17,851,186.77
Other General Services		66,144,610.62	33,325,424.73
Repairs and Maintenance	23.11	7,252,159.74	7,337,187.99
Repairs & Maintenance – Land Improvements		48,744.03	-
Repairs & Maintenance - Buildings		1,484,859.86	2,488,909.63
Repairs & Maintenance - School Buildings		159,340.82	748,856.56

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Repairs & Maintenance - Other Structures		3,000,173.02	1,446,809.14
Repairs and Maintenance - Machinery & Eqpt.		-	-
Repairs and Maintenance - Machinery		368,995.31	27,844.00
Repairs and Maintenance - Office Equipment		-	101,697.40
Repairs and Maintenance - Other Equipment		738,045.93	630,811.26
Repairs and Maintenance - Motor Vehicle		1,372,000.77	1,892,260.00
Repairs and Maintenance – Technical and Scientific Equipment		80,000.00	-
Subsidies - Others	23.12	-	2,920.50
Subsidies - Others		-	2,920.50
Taxes, Insurance Premiums and Other Fees	23.13	6,466,711.26	4,054,367.86
Taxes, Duties and Licenses		251,249.76	189,467.80
Fidelity Bond Premiums		97,152.65	481,316.25
Insurance Expenses		6,118,308.85	3,383,583.81
Other Maintenance and Operating Expenses	23.14	38,294,643.05	30,651,158.37
Advertising, Promotional and Marketing Expenses		-	20,000.00
Printing and Publication Expenses		276,146.26	89,194.50
Representation Expenses		-	265,708.16
Rent-motor vehicles		156,500.00	75,450.00
Membership Dues & Contributions to Org.		1,049,315.94	3,990,769.78
Subscription Expenses		4,314,613.62	3,520,488.00
Other Maintenance and Operating Expenses		32,498,067.23	22,689,547.93
Total Maintenance & Other Operating Exp.		342,569,309.43	301,726,050.50
Financial Expenses		3,456.32	4,793.89
Other Financial Charges		3,456.32	4,793.89
Total Financial Expenses	24	3,456.32	4,793.89
Non-Cash Expenses			
Depreciation	25.1	71,791,787.41	66,580,962.20

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Depreciation - Investment Property		630,014.16	689,639.05
Depreciation - Other Land Improvements		3,352,512.22	3,538,338.29
Depreciation - Infrastructure Assets		477,458.91	448,395.10
Depreciation - Buildings		7,088,256.33	6,487,924.80
Depreciation - School Buildings		19,331,722.47	18,104,627.19
Depreciation - Hospitals and Health Center		1,419,660.30	1,419,660.29
Depreciation - Hostels and Dormitories		639,315.34	639,315.32
Depreciation - Other Structures		3,501,035.72	3,262,254.88
Depreciation - Machinery and Equipment		-	-
Depreciation - Office Equipment		3,655,551.43	3,256,385.10
Depreciation - ICT Equipment		15,320,219.64	13,843,337.36
Depreciation - Communication Equipment		250,686.31	172,770.56
Depreciation - Disaster Response and Rescue Equipment		293,677.96	294,482.55
Depreciation - Medical Equipment		975,134.66	867,500.96
Depreciation - Technical and Scientific Equipment		4,136,565.29	3,698,415.48
Depreciation - Other Equipment		6,302,280.12	5,606,207.44
Depreciation - Transportation Equipment		2,548,915.14	2,353,062.77
Depreciation - Furniture, Fixtures and Books		1,237,185.73	1,266,604.85
Depreciation - Water Supply System		469,340.43	469,340.42
Depreciation - Other Property, Plant and Eqpt.		162,255.25	162,699.79
Amortization	25.2	1,604,540.70	1,555,438.04
Amortization - Computer Software		1,604,540.70	1,555,438.04
Impairment Loss	25.3	2,336,762.01	644,512.67
Impairment Loss - Loans and Receivables		2,336,762.01	644,512.67
Losses	25.4	197,300.17	241,600.74
Loss on Sale of Biological Assets		-	3,090.84
Loss on Sale of Agricultural Produce		197,300.17	238,509.90
Loss from Changes in Fair Value Less cost to sell of Biological Assets		-	-
Total Non-Cash Expenses		75,930,390.29	69,022,513.65
Total Current Operating Expenses		1,173,512,197.75	1,119,029,257.37

	<u>Note</u>	<u>CY 2025</u> (778,731,523.97)	<u>CY 2024</u> (739,473,176.41)
Surplus (Deficit) from Current Operations			
Other Non-Operating Income			
Reversal of Impairment - Loss	28		
Reversal of Impairment - Loss		71,087.48	29,584.27
Miscellaneous Income	29		
Miscellaneous Income		50,000.00	-
Total Other Non-Operating Income		71,087.48	29,584.27
Financial Assistance/Subsidy			
Financial Assistance/Subsidy from NGAs, LGUs, GOCCs		877,867,726.06	862,526,733.50
Subsidy from National Government		877,867,726.06	862,526,733.50
Net Financial Assistance/Subsidy	26	877,867,726.06	862,526,733.50
Gains	21.2	675,216.99	681,918.31
Other Gains		675,216.99	681,918.31
Losses	25.5	102,425.79	119,352.66
Loss of Assets		102,425.79	90,000.00
Other Losses		-	29,352.66
Surplus (Deficit) for the Period		99,830,080.77	123,645,707.01

(See accompanying Notes to Financial Statements)



**REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED DETAILED STATEMENT OF
CHANGES IN NET ASSETS/EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2025**
(With CY 2024 corresponding figures)

	<u>Note</u>	<u>CY 2025</u>	<u>CY 2024</u>
Balance at January 1		1,858,159,646.04	1,733,036,356.31
Changes in Accounting Policy		-	26,799,160.56
Prior Period Adjustments/Unrecorded			
Income and Expenses		(3,118,823.49)	(24,103,184.12)
Other Adjustments		1,769,528.37	-
Restated Balances		<u>1,856,810,350.92</u>	<u>1,735,732,332.75</u>
Changes in Net Assets/Equity for Calendar Year			
Surplus/(Deficit) for the Period		99,830,080.77	123,645,707.01
Adjustment of Net Revenue recognized directly in Net Assets/Equity		-	-
Closing of Cash-Treasury/Agency Deposit, Regular		(551,069.50)	(1,218,393.72)
Total Recognized Revenue and Expenses for the Period		<u>99,279,011.27</u>	<u>122,427,313.29</u>
Others		-	-
Balance at December 31, 2024			
Carried Forward	27	<u>1,956,089,362.19</u>	<u>1,858,159,646.04</u>

(See accompanying Notes to Financial Statements)



**REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED CONDENSED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2025**
(With CY 2024 corresponding figures)

	<u>CY 2025</u>	<u>CY 2024</u>
Cash Flows From Operating Activities		
Cash Inflows		
Receipt of Notice of Cash Allocation	1,052,525,089.31	939,222,276.45
Collection of Income/Revenues	83,053,447.84	96,990,911.95
Receipt of Subsidy from Other NGAs, LGUs and GOCCs	-	-
Collection of Receivables	234,414,642.82	177,561,475.63
Receipt of Inter-Agency Fund Transfers	149,025,120.42	112,156,916.75
Receipt of Intra-Agency Fund Transfers	5,930,437.50	59,920.50
Trust Receipts	28,666,958.40	39,125,558.89
Other Receipts	4,062,509.90	4,405,323.24
Adjustments	45,484,527.19	47,513,734.76
Restoration of cash for unreleased checks	4,227,983.82	114,028.20
Restoration of cash for cancelled/lost/stale checks/ADA	1,428,622.77	6,418,988.23
Other adjustments - inflow	39,827,920.60	40,980,718.33
Total Cash Inflows	1,603,162,733.38	1,417,036,118.17
Cash Outflows		
Replenishment of negotiated MDS checks	0.00	0.00
Remittance to National Treasury	2,172,694.67	3,084,414.00
Payment of Expenses	692,188,843.89	715,488,585.90
Purchase of Inventories	43,971,133.78	52,596,982.18
Purchase of Semi-Expendable Machinery, Equipment, Furniture and Fixtures, and Books	10,936,071.13	0.00
Purchase of Consumable Biological Assets	0.00	0.00
Grant of Cash Advances	28,906,482.02	16,928,389.63
Prepayments	541,181.17	7,255,675.16
Payment of Deposits	609,866.21	411,253.35
Payment of prior years' accounts payables for operating expenses	31,623,797.49	20,296,312.30
Remittance of Personnel Benefit Contri.& Mandatory Ded.	323,437,892.06	279,985,979.00
Grant of Financial Assistance/Subsidy	168,988,752.00	69,151,000.00

	<u>CY 2025</u>	<u>CY 2024</u>
Release of Inter-Agency Fund Transfers	121,454,625.19	813,689.59
Release of intra-agency fund transfers	13,979,937.60	45,604,390.94
Other Disbursements	630,890.07	135,383,642.79
Reversal of Unutilized NCA/NTA (Debit to account Subsidy from National Government)	5,668,581.25	7,544,542.95
Adjustments	25,926,678.20	19,809,724.66
Adjustment for dishonored checks	-	-
Adjustment for cash shortage	-	-
Reversing entry for unreleased checks in previous year (for commercial checks only)	6,682,946.81	4,753,972.34
Other adjustments - Outflow	19,243,731.39	15,055,752.32
Total Cash Outflows	1,471,037,426.73	1,374,354,582.45
Cash Provided by (Used in) Operating Activities	132,125,306.05	42,681,535.72
Cash Outflows		
Purchase/Construction of Investment Property	-	-
Purchase/Construction of Investment Property	-	-
Purchase/Construction of Property, Plant and Equipment	51,349,394.31	53,995,878.13
Purchase of Bearer Biological Assets	-	-
Purchase of Intangible Assets	-	-
Total Cash Outflows	51,349,394.31	53,995,878.13
Cash Provided by (Used in) Investing Activities	(51,349,394.31)	(53,995,878.13)
Total Cash Provided by (Used in) Operating, Investing & Financing Activities	80,775,912.34	(11,314,342.41)
Add: Cash Balance, Beginning January 1	470,997,586.66	482,311,929.07
Cash Balance, Ending December 31	551,773,499.00	470,997,586.66



REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED DETAILED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2025
(With CY 2024 corresponding figures)

	<u>CY 2025</u>	<u>CY 2024</u>
Cash Flows From Operating Activities		
Cash Inflows		
Receipt of Notice of Cash Allocation	1,052,525,089.31	939,222,276.45
Receipt of Notice of Cash Allocation	997,491,879.00	885,864,457.00
Receipt of Notice of Transfer of Cash Allocation	-	-
Receipt of NCA for Trust and Other Receipts	-	-
Constructive Receipt of NCA for TRA	55,033,210.31	53,357,819.45
Receipt of Working Fund for Foreign-Assisted Projects	-	-
Collection of Income/Revenues	83,053,447.84	96,990,911.95
Collection of tax revenue	-	-
Collection of service and business income	83,053,447.84	96,967,166.17
Collection of other income	-	23,745.78
Receipt of shares, grants and donations	-	-
Receipt of prior years' income	-	-
Receipt of Subsidy from Other NGAs, LGUs and GOCCs	-	-
Subsidy from other National Government Agencies	-	-
Assistance from Local Government Units	-	-
Assistance from Government-Owned and Controlled Corporations	-	-
Collection of Receivables	234,414,642.82	177,561,475.63
Collection of loans and receivables	234,404,616.24	176,879,175.52
Collection of lease receivables	-	-
Collection of receivables from audit disallowances	-	601,000.00
Collection of other receivables	10,026.58	81,300.11
	149,025,120.42	112,156,916.75

	<u>CY 2025</u>	<u>CY 2024</u>
Receipt of Inter-Agency Fund Transfers		
Receipt of cash for the account of NGAs/LGUs/GOCCs	-	-
Receipt of funds for the implementation of projects from NGAs/LGUs/GOCCs	-	-
Receipt of funds for other inter-agency transactions	149,025,120.42	112,156,916.75
Receipt of Intra-Agency Fund Transfers	<u>5,930,437.50</u>	<u>59,920.50</u>
Receipt of funds from CO/Bureaus/ROs/OU's for implementation of programs/projects	-	-
Receipt of working fund by Foreign-Service Posts	-	-
Receipt of funds for other intra-agency transactions	5,930,437.50	59,920.50
Trust Receipts	<u>28,666,958.40</u>	<u>39,125,558.89</u>
Receipt of Disaster Risk Reduction and Management Fund	-	-
Receipt of bail bonds	-	-
Receipt of guaranty/security deposits	107,102.31	496,905.66
Receipt of customers' deposits	6,209,093.23	-
Collection of other trust receipts	22,350,762.86	38,628,653.23
Other Receipts	<u>4,062,509.90</u>	<u>4,405,323.24</u>
Receipt of deposits on Letters of Credits	-	-
Receipt of refund of guaranty deposits	-	-
Receipt of refund of fund transfers	-	-
Receipt of payment for liquidated damages	-	-
Receipt of unused Petty Cash Fund	897.22	7,673.29
Receipt of other deferred credits	-	13,000.00
Refund of overpayment of Personal Services	193,797.87	152,128.18
Refund of overpayment of Maintenance and Other Operating Expenses	-	-
Receipt of refund of cash advances	1,601,961.39	1,584,472.10
Other Miscellaneous Receipts	2,265,853.42	2,648,049.67
Adjustments	<u>45,484,527.19</u>	<u>47,513,734.76</u>

	<u>CY 2025</u>	<u>CY 2024</u>
Restoration of cash for unreleased checks	4,227,983.82	114,028.20
Restoration of cash for cancelled/lost/stale checks/ADA	1,428,622.77	6,418,988.23
Other adjustments - inflow	39,827,920.60	40,980,718.33
Total Cash Inflows	1,603,162,733.38	1,417,036,118.17
Cash Outflows		
Replenishment of negotiated MDS checks	-	-
Remittance to National Treasury	2,172,694.67	3,084,414.00
Remittance of current year's income/revenue	-	1,218,393.72
Remittance of prior year's income/revenue	-	-
Remittance of trust receipts	-	-
Rem. of refunds, overpayments & disallowances & other receipts	2,172,694.67	1,866,020.28
Payment of Expenses	692,188,843.89	715,488,585.90
Payment of personnel services	458,929,761.94	483,055,822.75
Payment of maintenance and other operating expenses	231,054,372.55	231,800,487.31
Payment of financial expenses	-	-
Replenishment of Petty Cash	2,204,709.40	632,275.84
Purchase of Inventories	43,971,133.78	52,596,982.18
Purchase of inventories for sale	5,192,267.08	10,738,023.46
Purchase of inventories for distribution	35,840,318.72	38,565,251.37
Purchase of inventories for consumption	2,938,547.98	3,293,707.35
Purchase of raw materials inventory	-	-
Purchase of Semi-Expendable Machinery, Equipment, Furniture & Fixtures, and Books	10,936,071.13	-
Purchase of Semi-Expendable, Machinery and Equipment	6,151,589.55	-
Purchase of Semi-Expendable Furniture, Fixtures and Books	4,784,481.58	-
Purchase of Consumable Biological Assets	-	-
Purchase of livestock for consumption/sale/distribution	-	-
Purchase of trees, plants and crops for consumption/sale/distribution	-	-
Purchase of aquaculture	-	-

	<u>CY 2025</u>	<u>CY 2024</u>
Purchase of other consumable biological assets	-	-
Grant of Cash Advances	28,906,482.02	16,928,389.63
Advances for operating expenses	875,749.93	-
Advances for Payroll	2,621,383.14	668,476.25
Advances for special purpose/time-bound undertaking	20,870,279.70	11,917,673.67
Advances to officers and employees	4,539,069.25	4,342,239.71
Prepayments	541,181.17	7,255,675.16
Advances to Contractors (for Repairs and Maintenance of PPE - not capitalized)	-	-
Prepaid Rent	-	-
Prepaid Registration	-	-
Prepaid Interest	-	-
Prepaid Insurance	247,192.48	7,105,675.16
Other Prepayments	293,988.69	150,000.00
Payment of Deposits	609,866.21	411,253.35
Payment of deposits on letters of credits	-	-
Payment of guaranty deposits	529,866.21	411,253.35
Payment of other deposits	80,000.00	-
Payment of prior years' accounts payables for operating expenses	31,623,797.49	20,296,312.30
Remittance of Personnel Benefit Cont'n. & Mandatory Ded.	323,437,892.06	279,985,979.00
Remittance of taxes withheld covered by TRA	55,033,210.31	53,357,819.45
Remittance of taxes withheld not covered by TRA	15,787,438.53	14,452,522.44
Remittance of GSIS/Pag-IBIG/PhilHealth	178,266,788.85	167,070,977.02
Remittance of other personnel benefits contributions and mandatory deductions	-	-
Remittance of Other Payables	74,350,454.37	45,104,660.09
Grant of Financial Assistance/Subsidy	168,988,752.00	69,151,000.00
Grant of financial assistance to NGAs/LGUs/GOCCs	-	-
Grant of financial assistance to NGOs/POs	-	-
Payment of Internal Revenue Allotment	-	-
Grant of other subsidies	168,988,752.00	69,151,000.00

	<u>CY 2025</u>	<u>CY 2024</u>
Release of Inter-Agency Fund Transfers	<u>121,454,625.19</u>	<u>813,689.59</u>
Advances to Procurement Service	3,063,946.52	813,689.59
Release of funds to NGAs, GOCCs, LGUs for the implementation of projects	-	-
Release of other inter-agency fund transfers	118,390,678.67	-
Release of Intra-agency Fund Transfers	<u>13,979,937.60</u>	<u>45,604,390.94</u>
Release of funds to Bureaus/ROs/OUTs for implementation of programs/projects	-	-
Release of working funds to Foreign-Service Posts	-	-
Release of funds for other intra-agency transactions	13,979,937.60	45,604,390.94
Other Disbursements	<u>630,890.07</u>	<u>135,383,642.79</u>
Disbursements from inter-agency fund transfers	-	103,993,662.38
Disbursements from trust liabilities	-	-
Disbursements from trust liabilities-Disaster Risk Reduction Management Fund	-	-
Refund of excess income	-	-
Refund of excess working fund/intra-agency fund transfers	-	-
Refund of excess inter-agency fund transfers	614,440.07	3,466,887.22
Refund of excess trust liabilities	-	-
Refund of bail bonds	-	-
Refund of guaranty/security deposits	5,250.00	17,804.50
Refund of customers' deposit	10,000.00	-
Refund of trust liabilities-disallowances/charges	-	-
Refund of cash advances	-	-
Other disbursements	1,200.00	27,905,288.69
Reversal of U-nutilized NCA/NTA (Debit to account Subsidy from National Government)	<u>5,668,581.25</u>	<u>7,544,542.95</u>
Adjustments	<u>25,926,678.20</u>	<u>19,809,724.66</u>
Adjustment for dishonored checks	-	-
Adjustment for cash shortage	-	-

	<u>CY 2025</u>	<u>CY 2024</u>
Reversing entry for unreleased checks in previous year (for commercial checks only)	6,682,946.81	4,753,972.34
Other adjustments - Outflow	19,243,731.39	15,055,752.32
Total Cash Outflows	1,471,037,426.73	1,374,354,582.45
Cash Provided by (Used in) Operating Activities	132,125,306.65	42,681,535.72
Cash Outflows		
Purchase/Construction of Investment Property	-	-
Purchase/Construction of Investment Property	-	-
Purchase/Construction of Property, Plant and Equipment	51,349,394.31	53,995,878.13
Purchase of land	-	-
Payment for land improvements	-	-
Construction of infrastructure assets	-	-
Construction of buildings and other structures	-	-
Purchase of machinery and equipment	10,816,481.515	31,550,152.04
Purchase of transportation equipment	-	5,053,800.00
Purchase of furniture, fixtures and books	-	-
Payment for leased assets improvements	-	-
Construction in progress	16,703,127.24	7,897,388.41
Purchase of other property, plant and equipment	14,051,541.08	-
Advances to Contractors	9,672,389.24	3,893,381.62
Payment of guaranty deposit	105,855.24	5,601,156.06
Payment of retention fee to contractors	-	-
Payment of other fees charged to the projects	-	-
Payment of incidental expenses	-	-
Payment for rehabilitation of prop., plant & eqpt. (capitalized repair)	-	-
Payment of current year's accounts payable for the construction of property, plant and equipment	-	-
Payment of prior year's accounts payable for the construction of property, plant and equipment	-	-

	<u>CY 2025</u>	<u>CY 2024</u>
Purchase of Bearer Biological Assets	-	-
Purchase of breeding stocks	-	-
Purchase of livestock	-	-
Purchase of trees, plants and crops for consumption/sale/distribution	-	-
Purchase of aquaculture	-	-
Purchase of other bearer biological assets	-	-
Purchase of Intangible Assets	-	-
Purchase of computer software	-	-
Purchase of other intangible assets	-	-
Total Cash Outflows	51,349,394.31	53,995,878.13
Cash Provided by (Used in) Investing Activities	(51,349,394.31)	(53,995,878.13)
Total Cash Provided by (Used in) Operating, Investing & Financing Activities	80,775,912.34	(11,314,342.41)
Add: Cash Balance, Beginning January 1	470,997,586.66	482,311,929.07
Cash Balance, Ending December 31	551,773,499.00	470,997,586.66



**REPUBLIC OF THE PHILIPPINES
CENTRAL MINDANAO UNIVERSITY
CONSOLIDATED STATEMENT OF
COMPARISON OF BUDGET AND ACTUAL EXPENSES
REGULAR AGENCY FUND - CURRENT APPROPRIATION
FOR THE PERIOD ENDED DECEMBER 31, 2025**

Particulars	Budgeted Amount		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
	Original	Final		
RECEIPTS				
Service and Business Income				
Total Receipts	657,572,000.00	657,572,000.00	278,058,857.81	379,513,142.19
PAYMENTS				
Personnel Services	682,439,282.97	773,632,297.04	727,575,752.26	46,056,544.78
Maintenance and Other Operating Expenses	633,111,805.74	603,088,346.37	425,759,176.21	177,329,170.16
Capital Outlays	197,350,550.51	197,356,845.86	34,488,094.42	162,868,751.44
Financial Expenses				-
Debt Service (Principal Amortization)				-
Total Payments	<u>1,512,901,639.22</u>	<u>1,574,077,489.27</u>	<u>1,187,823,022.89</u>	<u>386,254,466.38</u>
NET RECEIPTS/ PAYMENTS	<u>(855,329,639.22)</u>	<u>(916,505,489.27)</u>	<u>(909,764,165.08)</u>	<u>(6,741,423.19)</u>



Central Mindanao University
Notes to Consolidated Financial Statements
For the year ended December 31, 2024

Reference

IPSAS 1

1. General Information/Agency Profile

The financial statements of Central Mindanao University were authorized for issue on January 31, 2025 as shown in the Statement of Management Responsibility for Financial Statements signed by Dr. Rolito G. Eballe, the President of the University.

IPSAS 1.63(b)

IPSAS 14.26

Central Mindanao University is a State University established on June 16, 1965 and operates under the authority of the Republic Act No. 4498. The mandate of Central Mindanao University is to provide programs of instruction at all levels in the arts, sciences, technical, professional, education and philosophical fields, and shall concern itself with pure and applied research in all branches of knowledge for the intellectual and professional growth of faculty members, for the advance instruction of students, particularly graduate students and for increasing knowledge and understanding. These services are grouped into the following key areas: instruction, research, extension and production.

IPSAS 1.150

The University, as Center of Excellence (COE) in Agriculture, Forestry, Veterinary Medicine and Biology and Center of Development (COD) in Mathematics, Education and Environmental Science envisions to sustain its role as a vibrant and self-reliant center of excellence in instruction, research and extension in various fields of specialization; a strategic and dynamic partner of the government in building a nation of empowered, self-sufficient and culture sensitive people, and a production-committed University. The Agency is also a holder of ISO 9001:2015 Certificate as awarded by Tuv SuD Philippines.

Regarding its business type entities, the Business Management and Resources Development Office (BMRDO) and University Food and Lodging Services (UFLS) were created by virtue of Section 5-A of Republic Act No. 2273 dated June 19, 1959, which states among others that, "A revolving fund is hereby created out of the income of the college from the operation of its farms and other enterprises, except those accruing from tuition, matriculation, athletic and other fees required of students enrolling in the college, for the purpose of expanding and/or improving the college farms and farming activities." On April 2002 the Board of Regents approved the transfer of management of the University Food and Lodging Services (UFLS) and Continuing Education Center (CEC) from the Business Management and Resources Development Office (BMRDO) to the Office of the

President. The University Food and Lodging Services (UFLS) is one of the income-generating projects under Fund 161 – Revolving Fund.

The University Income Generating Program (UIGP) is now known as Resource Generation and Management Office (RGMO) per Board Resolution No. 87, s. 2019. The Agency's registered office is located in Maramag, Bukidnon.

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

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

IPSAS 1.129
IPSAS 2
IPSAS 6

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The Statement of Cash Flow 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).

IPSAS 1,6

3.2 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. For the purpose of the consolidated statement of cash flows, cash and cash equivalents consists of cash and short-term deposits as defined above, net of outstanding bank overdrafts.

IPSAS 2.8
IPSAS 2.9
IPSAS 2.56

3.3 Inventories

Inventory is measured at cost upon initial recognition; the cost of the inventory is its fair value at the date of acquisition. After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

IPSAS 12.15
IPSAS 12.17
(a)

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operation of the Central Mindanao University.	IPSAS 12.9
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3.4 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.	IPSAS 17.13
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The characteristics of PPE are as follows:	IPSAS 17.14
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- 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; and
- The cost or fair value of the item can be measured reliably.

Measurement at Recognition

An item recognized as property, plant and equipment is measured at cost.	IPSAS 17.26
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A PPE acquired through a non-exchange transaction is measured at its fair value as at the date of acquisition.	IPSAS 17.27
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The cost of PPE is the cash price equivalent or, for PPE acquired through non-exchange transaction its cost is its fair value as at recognition date.	IPSAS 17.37
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Cost includes the following:	IPSAS 17.30
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- Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- Expenditures 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 property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. IPSAS 7.43
PAG2 of
IPSAS 17

When significant parts of property, plant and equipment are required to be replaced at intervals, the Central Mindanao University 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 plant and equipment as a replacement if the recognition criteria are satisfied. IPSAS 17.24
IPSAS 17.25

All other repair and maintenance costs are recognized as expenses in surplus or deficit as incurred. IPSAS 17.23

Depreciation

Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. IPSAS 17.59

The depreciation charge for each period is recognized as an expense unless it is included in the cost of another asset. IPSAS 17.64

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. PAG3 of
IPSAS 17

For simplicity and to avoid proportionate computation, the depreciation is for one month if the PPE is available for use on or before the 15th of the month. However, if the PPE is available for use after the 15th of the month, depreciation is for the succeeding month.

Depreciation Method

The straight line method of depreciation is adopted unless another method is more appropriate for agency operation. PAG4 of
IPSAS 17

Estimated Useful Life

The Central Mindanao University uses the Schedule on the Estimated Useful Life of PPE by classification prepared by COA.	PAG5 of IPSAS 17
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The Central Mindanao University uses a residual value equivalent to at least five percent (5%) of the cost of the PPE.	PAG6 of IPSAS 17
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Impairment

An assets' 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 service amount.

Derecognition

The Central Mindanao University derecognizes items of property, plant and equipment 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.	IPSAS 17.82 IPSAS 17.83 IPSAS 17.86
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3.5 Changes in accounting policies and estimates

The Central Mindanao University recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy were applied prospectively if retrospective application is impractical.	IPSAS 3.27 IPSAS 3.30
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The Central Mindanao University recognizes the effects of changes in accounting estimates prospectively by including in surplus or deficit.	IPSAS 3.41
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The Central Mindanao University correct material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:	IPSAS 3.47
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- Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- 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.

3.6 Provisions

Provisions were recognized when the Central Mindanao University 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	IPSAS 19.22
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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 Central Mindanao University 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. IPSAS 19.63

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement. IPSAS 19.64

Provisions were 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 were reversed. IPSAS 19.69

Contingent liabilities

The Central Mindanao University does not recognize a contingent liability, but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. IPSAS 19.35
IPSAS 19.36
IPSAS 19.100

3.7 Related Parties

The Central Mindanao University 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 the Central Mindanao University, or vice versa. IPSAS 20.4

Members of key management were regarded as related parties and comprise the members of the Planning and Management Committee of the Central Mindanao University such as: Board of Regents, University President, Members of the Administrative Council (Vice Presidents, College Deans and Directors of Offices) of the Central Mindanao University.

3.8 Biological Assets

A biological asset shall be measured on initial recognition and at each reporting date at its fair value less costs to sell, except where market-determined prices or values are not available, and for which alternative estimates of fair value are determined to be clearly unreliable. In such a case, that biological asset shall be measured at its cost less any accumulated depreciation and any accumulated impairment losses. IPSAS 27

4. Changes in Accounting Policies

Central Mindanao University Adopted the following new accounting policies:

4.1 COA Circular 2022-004

This Circular prescribes the guidelines on the implementation of section 23 of the General Provision of FY 2022 GAA.

The said Circular increases the capitalization threshold from below Fifteen Thousand Pesos (P 15,000.00) to below Fifty Thousand Pesos (P 50,000.00) to lead to a more efficient utilization of funds in the procurement of goods.

Tangible items which meet the definition and recognition criteria of PPE but cost is below Fifty Thousand Pesos (P 50,000.00) shall be accounted as semi-expendable property.

The increase in capitalization threshold shall be considered as a change in accounting policy and shall be applied retrospectively. It means that the new capitalization threshold of P 50,000.00 shall be applied for all tangible assets in CY 2022 onwards and in prior years. This accounting change had a significant impact on Central Mindanao University's Financial Statements.

5. Cash and Cash Equivalent

This account comprises cash collection deposited in the bank, and cash on hand as part of the collections as of December 31, 2025 for Fund Clusters 01, 05, 06 & 07. This is composed of the following:

Account	2025	2024
Cash Collecting Officer	P897,798.10	P941,576.98
Cash in Bank, LCCA	550,875,700.90	470,056,009.68
Total	P551,773,499.00	P470,997,586.66

The cash collection on December 31, 2025 amounting to P897,798.10 was subsequently deposited in the succeeding month under the funds broken down as follows:

Account	1	5	6	7	2025	2024
Cash Collecting Officer	—	P873,275.61	P24,522.49	—	P897,798.10	P941,576.98
Total Cash Collecting Officer	—	P873,275.61	P24,522.49	—	P897,798.10	P941,576.98

The Cash in Bank – Local Currency current accounts amounting to P550,875,700.90 for 2025 represents the amount of cash availability of the following accounts under specific funds as stated below:

Account	1	5	6	7	2025	2024
Cash in Bank, LCCA	—	P409,134,084.63	P30,399,815.84	P111,341,800.43	P550,875,700.90	P470,056,009.68
Total Cash in Bank, LCCA	—	P409,134,084.63	P30,399,815.84	P111,341,800.43	P550,875,700.90	P470,056,009.68

6. Receivables

The Receivables Account is composed of the following:

Accounts	2025	2024
Loans and Receivables	P335,749,256.25	P263,063,764.98
Inter-Agency Receivables	4,799,760.38	1,607,538.34
Intra-Agency Receivables	6,315,877.52	6,102,626.93
Other Receivables	9,603,947.57	10,210,021.00
Total	P356,468,841.72	P280,983,951.25

6.1 Loans and Receivable Accounts

The Loans and Receivable Accounts amounting to P335,749,256.25 as net balance for allowance for impairment are broken down as follows:

Account	1	5	6	7	2025	2024
Account Receivables	—	P333,347,588.97	P12,813,469.39	—	P346,161,058.36	P271,209,892.56
Less: Allow. For Impairment	—	(10,083,352.67)	(402,776.77)	—	(10,486,129.44)	(8,220,454.91)
Loans Receivable – Other	P76,139.40	—	—	P1,994.90	78,134.30	78,134.30
Less: Allow. For Impairment	(3,806.97)	—	—	—	(3,806.97)	(3,806.97)
Total	P72,332.43	P323,264,236.30	P12,410,692.62	P1,994.90	P335,749,256.25	P263,063,764.98

The determination of allowance for impairment is derived from computations based on percentages and aging of accounts receivable as follows (based on the Manual on the New Government Accounting System for National Government Agencies Vol. 1, Chapter 4, Sec. 66):

Age of Accounts	Percentage
1 - 60 days	1 %
61 - 180 days	2 %
181 - 1 year	3 %
More than 1 year	5 %

For General Fund Cluster 01, Loans Receivables-Others account represent the loans granted to students by Student Fund Assistance Program (StuFAP) of the Commission on Higher Education (CHED). The program caters to the financially needy 3rd year, 4th year and graduating students. Payment of this loan starts two years after the student borrower has graduated from college payable for ten (10) years. Each student is entitled to Eight Thousand pesos (8,000.00) loan without interest, with a co-maker who is employed in this University with a permanent status.

For STF Fund Cluster 05, Accounts Receivable in the total amount of ₱333,347,588.97 has the following details:

Account	Amount	Remarks
Buffalo/ Tamaraw/ Limus farmers	₱2,207,850.00	This represents the receivables from the land rental of the Buffalo/Tamaraw/Limus BTL) farmers way back in 2003-2007. Below are the details of this receivable: Per record, the BTL made its last payment of its obligation to the University in 2006 in accordance with the tripartite agreement with CMU, BTL and then Cong. Miguel Zubiri. In spite of the notice from the University and the decision of the Board not to extend the agreement when it expired in 2007, the BTL groups continue to occupy, till and benefitted from the land of CMU and availed the services of the NIA irrigation without payment for such service and corresponding land rental. From the middle of 2008 until the end of 2010 the University was placed under officers-in-charge designated by the Board. This contributed much also to the land problem involving the BTL groups because not only did they not settle their previous obligation but also expanded their occupied area and oftentimes resulting in confrontation with security personnel of the University. The matter had become political when some personalities and entities came in and got involved into the issue. Still, the management reminded the BTL groups to settle their previous obligation to the University. (Letter of Dr. Barroso). In December 2008, the BOR approved a proposed MOA for a Transitional Lease Agreement between CMU and the individual farmer-members of the BTL. This was during the time of Dr. Malunhao as Officer-in-charge of the University. This proposed MOA included a provision that a third party (Gov. Zubiri) shall ensure that the unpaid obligation of the BTL be settled first before the signing of the transitional lease agreement. The agreement was supposed to bind individual farmers from paying its obligation directly to

Account	Amount	Remarks
		CMU rather than dealing with the organization as regard to their financial obligation. However, this agreement was not realized and followed through due to changes in leadership (from Dr. Malunhao to Dr. Barroso to Dr. Soliven) and various political and legal interventions, Further, the BTL groups strongly insisted on lease agreement with the organization rather than on individual members. With the assumption of the new president in January 2011 the management attempted to resolve the issue with the BTL through negotiation together with the LGU and other agencies of the government. Different issues were raised including the unpaid obligation of the groups. Unfortunately, both the University and BTL failed to come to terms, particularly on the land rental rate and the period of lease. Consequently, to press the University to allow them to till the land the BTL staged a rally in front of the university main gate that lasted for days that posed a security problem to the management. Outside political pressures were exerted to accommodate BTL groups. Given the situation in the university at that time, the Board decided to issue a status quo order that allowed the BTL groups to continue tilling the land while the Board attempted to create a high level task force involving various national agencies of the government thru CHED. The primary objective was to find a lasting solution. Despite this, tensions rose from time to time at the field between the security personnel securing the University property and the informal settler groups. The Office of the Solicitor General is currently preparing legal action against the informal settlers involved in the destruction of the University property. The University remains committed to collect the amount due to the University.
2) Andrew Austral	P113,977.29	This represents the balance of Mr. Andrew for not completing the return service as CMU

Account	Amount	Remarks
		Faculty Development Program scholar. He requested that his payments be made by deducting 1.5% of the total gross amount from the billings/voucher whenever he had transactions in the University since he was one of the suppliers of veterinary products. In 2017, deduction from the gross payment of Mr. Austral's was increased to 5%, thus he was able to pay the total of P5,428.14 from his transactions in the University. In 2019, Mr. Austral had only one business transaction with the University in the gross amount of P900.00 only, thus we were not able to collect any amount from him.
3.) School fees	P329,201,339.03	School fees - balance of school fees as reflected in the Report of Accounts Receivable submitted, based on the enrolment system.
4.) Students on AWOL	P42,506.00	This represents the amount collectible from students who stopped schooling without securing clearances. One reason why this is still outstanding is because we cannot find the exact address for some of the students. We have tried mailing them twice this year with their addresses based on the records of the Registrar's Office. We will send demand letters to these students again and exhaust all means available to us for the collection of these receivables.
5.) Karl Joy Acaba	P1,047,508.91	This represents the amount collectible from Ms. Karl Joy Acaba as a refund of her scholarship grant for the unfulfilled returned service to the University.
6.) May Marie Talandron	P734,407.74	This represents a refund of scholarship grants.
Total	P333,347,588.97	

For RGMO Fund Cluster 06, the Accounts Receivable account amounting to P12,813,469.39 is composed of the current and past due accounts amounting to P5,503,534.74 and P7,309,934.65, respectively.

Part of the past due accounts include the unpaid land rental of Sto. Rosario Farms in the amount ₱826,080.00 and unpaid obligations of Yemane Trading amounting to ₱1,509,842.92, which are currently under litigation.

6.2 Inter-Agency Receivables

Account	1	5	6	7	2025	2024
Due from National Government Agencies	₱635,916.72	₱128,928.74	₱224,908.89	₱93,989.56	₱1,083,743.91	₱524,610.37
Due from Government-Owned and/or Controlled Corporations	32,794.98	3,683,221.49	—	—	3,716,016.47	1,082,927.97
Total	₱668,711.70	₱3,812,150.23	₱224,908.89	₱93,989.56	₱4,799,760.38	₱1,607,538.34

The Due from National Government Agencies amounting to ₱635,916.72 for General Fund Cluster 01 and ₱128,928.74 for STF Fund Cluster 05 pertains to purchases to Procurement Service - Department of Budget and Management (PS-DBM) for specific supplies and materials already paid but not yet delivered.

The Due from Government-Owned and/or Controlled Corporations amounting to ₱32,794.98 for General Fund Cluster 01 pertains to the receivable from Philhealth as a result of the condoned interest of late remittance which was the amount charged to the Cashier as surcharged of late remittance on March 2024 but the Chief, Cashier Mr. Edgar Baguio, Jr. wrote a letter request to condone the interest and it was approved by the Philhealth office and the P0.30 was the over remittance to Pag-IBIG for the month of August 2024.

For the STF Fund Cluster 05, the Due from Government-Owned and/or Controlled Corporations amounting to ₱3,683,221.49 pertains to the receivable from Philhealth for payment of hospital fees.

For RGMO, Fund Cluster 06 and Account 1 Fund Cluster 07, the Inter-Agency Receivables of ₱224,908.89 and ₱93,989.56, respectively, refers to Due from National Government Agencies as advance payment to DBM-Procurement Services for supplies and materials.

6.3 Intra-Agency Receivables

This account is composed of:

Account	1	5	6	7	2025	2024
Due from Other Funds	₱1.00	₱28,800.19	₱6,287,076.33	—	₱6,315,877.52	₱6,102,626.93
Total	₱1.00	₱28,800.19	₱6,287,076.33	—	₱6,315,877.52	₱6,102,626.93

For General Fund Cluster 01, the ₱1.00 pertains to the overpayment made to RGMO Fund Cluster 06.

For STF Fund Cluster 05, the ₱28,800.19 is composed of receivables from Account 1 Fund Cluster 07 amounting to ₱46,898.99 and RGMO Fund Cluster 06 amounting to (₱18,098.80) which is for reconciliation.

For RGMO Fund Cluster 06, Due from Other Funds amounting to ₱ 6,287,076.33, pertains to services rendered and goods delivered under different funds within the University. The significant increase is due to recording the services rendered to fund clusters as Due from other funds instead of Accounts Receivable.

6.4 Other Receivables

Other Receivables of ₱9,603,947.57 is broken down as follows:

Account	1	5	6	7	2025	2024
Receivables-Disallowance/Charges	₱394,808.00	₱2,477,232.72	₱817,109.53	—	₱3,689,150.25	₱4,142,643.47
Due from Officers and Employees	19,616.63	2,040.00	5,866,744.36	₱12,372.85	5,900,773.84	5,914,395.64
Other Receivables	2,819.88	11,203.24	—	0.36	14,023.48	152,981.89
Total	₱417,244.51	₱2,490,475.96	₱6,683,853.89	₱12,373.21	₱9,603,947.57	₱10,210,021.00

For General Fund Cluster 01, the receivables from disallowance/charges amounting to ₱394,808.00 consists of ₱71,808.00 disallowed payments for the purchase of sound system which cannot be settled yet due to the motion for reconsideration filed by the employees concerned while the ₱323,000.00 was the remaining unpaid disallowed 2019 CNA Incentive granted to COS Faculty.

Due from Officers and Employees amounting to ₱19,616.63 consists of ₱3,981.87 for Prof. Amelia Bojo who resigned from CMU in the year 2017, ₱1,976.00 for the total unpaid refund of gratuity pay for CY 2020, ₱725.23 remittance of housing loan of Ma. Leilane Boque, ₱10,102.49 was the unreconciled remittance to Philhealth for CY 2022 for differential charge to the Payroll In-charge Mr. Jacky Garcia, ₱1,045.33 for Rys Marie June Roa and ₱1,348.51 for Theresa Linda Painagan both were remittance to Philhealth for CY 2022 Philhealth differential but no deduction was made from the employee's compensation; ₱11.00 is the result of the overpayment made for the reimbursement of travel of Raquel Salingay and ₱426.20 for the interest on the late payment of Philhealth remittance, which was charged to payroll in-charge Evelyn Navasilla.

Other Receivables amounting to ₱2,819.88 consist of a tax refund due from Maria Fe Montañño and Ramon Soliven, who are both regular employees of the Philippine Carabao Center at CMU, that amounts to ₱1,576.45 and ₱371.27, respectively. The total amount of ₱871.23 pertains to the remittance to Philhealth for the personal share due to salary differential of retired Mr. Roy V. Agbayani, late Chona B. Amoncio and resigned Marck Jason B. Tagapan and ₱0.93 was the overpayment to Macy's Travel & Tours last February 2025.

For STF Fund Cluster 05, the ₱2,477,232.72 pertains to the uncollected receivables from the disallowance on centennial bonus and executive honorarium amounting to ₱1,895,400.00 and ₱581,832.72, respectively.

Due from Officers and Employees amounting to ₱2,040.00 is composed of the adjustment of BAC Honoraria of Bernie Actub amounting to ₱600.00; Accountability of Lilibeth Sale for Lost, Stolen, Damaged or Destroyed Property (Digital Camera Canon 3x2.5 LCD

PAR#0419-04) amounting to ₱1,400.00 and ₱40.00 receivable from Ms. Florfe Acma for the overpayment made to the reimbursement of her travel.

Other Receivables account in the amount of ₱11,203.24 is broken down as follows:

Account	Amount	Remarks
Junnie Anne Valdez	₱9,703.24	Remaining collectible from Junnie Anne Valdez (substitute instructor) who was previously paid excess salary.
Jessa Mae Salvador	1,500.00	Collectible for the overpayment of DA-ACEF Scholars Financial Assistance for Second Semester SY 2020-2021.
Total	₱11,203.24	

For RGMO-Fund Cluster 06, the Receivables-Disallowances/Charges account amounting to ₱817,109.53 under the Revolving Fund, refers to the uncollected Centennial and Anniversary Bonus of employees which was charged to this fund, per COA issued notice of disallowances per ND No. 2011-002-BMRDO/CMU dated December 11, 2011 and ND No. 2011-001 to 002-UFLS/CMU dated December 10, 2011 respectively. A letter requesting reconsideration was submitted to COA, but until this point in time, no reply has been received from their office.

Due from Officers and Employees account in the amount of ₱5,866,744.36, pertains to the mortality of breeding and livestock inventory in which supporting documents are not yet properly complied for the relief of accountability. This is temporarily charged to the project leaders/in-charge.

For Account I Fund Cluster 07, Due from Officer and Employees in the amount of ₱12,372.85 pertains to the remaining amount of the disallowance of Dr. Ricardo G. Villar for his travel abroad. He requested that this balance be deducted through his payroll and was approved by the University President.

Other receivables in the amount of ₱0.36 represent the overstated amount in cheque upon payment to Procurement Services.

6.5 Aging/Analysis of Receivables

Accounts	Total	Not Past Due	Past Due		
			<30 days	30-60 days	>60 days
Accounts Receivable	₱346,161,058.36	₱329,201,339.03	—	—	₱16,959,719.33
Loans Receivable	78,134.30	—	—	—	78,134.30
Due from Other Funds	6,315,877.52	973,957.49	₱1,941,149.75	₱939.00	3,399,831.28
Due from NGA	1,083,743.91	194,417.66	—	6,829.20	882,497.05
Due from GOCC	3,716,016.47	3,683,221.49	—	—	32,794.98
Disallowance/Charges	3,689,150.25	—	—	—	3,689,150.25

Accounts	Total	Not Past Due	Past Due		
			<30 days	30-60 days	>60 days
Due from Officers & Employees	5,900,773.84	2,040.00	426.20	24,000.00	5,874,307.64
Other Receivables	14,023.48	0.36	—	—	14,023.12
Total	P366,958,778.13	P334,054,976.03	P1,941,575.95	P31,768.20	P30,930,457.95

2025					
Accounts	Total	Not Past Due	<30 days	30-60 days	>60 days
Loans Receivable - others	P76,139.40	—	—	—	P76,139.40
Due from National Government Agencies	635,916.72	—	—	—	635,916.72
Due from Gov't.-Owned &/or Controlled Corp.	32,794.98	—	—	—	32,794.98
Due from Other Funds	1.00	—	—	—	1.00
Due from Officers & Employees	19,616.63	—	426.20	—	19,190.43
Receivables-Disallowance/Charges	394,808.00	—	—	—	394,808.00
Other Receivables	2,819.88	—	—	—	2,819.88
Total	P1,162,096.61	—	P426.20	—	P1,161,670.41

For General Fund Cluster 01

2024					
Accounts	Total	Not Past Due	<30 days	30-60 days	>60 days
Loans Receivable - others	P76,139.40	—	—	—	P76,139.40
Due from National Government Agencies	158,100.30	—	—	—	158,100.30
Due from Gov't.-Owned &/or Controlled Corp.	32,794.98	—	—	—	32,794.98
Due from Other Funds	47,474.41	—	47,474.41	—	—
Due from Officers & Employees	19,616.63	—	426.20	—	19,190.43
Receivables-Disallowance/Charges	437,808.000	—	—	—	437,808.000
Other Receivables	140,278.67	—	138,330.95	—	1,947.72
Total	P912,212.39	—	P185,805.36	—	P725,980.83

For STF Fund Cluster 05

Aging/Analysis of Receivables 2025					
	Not Past Due			Past Due	
Account	Total	Not past due	Less than 30 days	30-60 Days	More than 60 days
Accounts Receivable	₱333,347,588.97	₱329,201,339.03	—	—	₱4,146,249.94
Due from NGA	128,928.74	23,329.66	—	—	105,599.08
Due from GOCC	3,683,221.49	3,683,221.49	—	—	—
Due from Other Funds	28,800.19	28,800.19	—	—	—
Receivables-Disallowance/Charges	2,477,232.72	—	—	—	2,477,232.72
Due from Officers and Employees	2,040.00	2,040.00	—	—	—
Other Receivables	11,203.24	—	—	—	11,203.24
Total	₱339,679,015.35	₱332,938,730.37	—	—	₱6,740,284.98

Aging/Analysis of Receivables 2024					
	Not Past Due			Past Due	
Account	Total	Not past due	Less than 30 days	30-60 Days	More than 60 days
Accounts Receivable	₱257,837,452.50	₱253,517,912.56	—	—	₱4,319,539.94
Due from NGA	250,003.91	—	—	₱21,049.12	228,954.79
Due from GOCC	1,050,132.99	—	—	—	1,050,132.99
Due from Other Funds	40,062.52	—	—	—	40,062.52
Receivables-Disallowance/	2,879,275.94	—	—	—	2,879,275.94
Due from Officers and Employees	600.00	—	—	—	600.00
Other Receivables	11,203.24	—	—	—	11,203.24
Total	₱262,068,731.10	₱253,517,912.56	—	₱21,049.12	₱8,529,769.42

For RGMO Fund Cluster 06

2025					
Accounts	Total	Not Past due	Past Due		
			<30 days	30-60 days	>60 days
Accounts Receivable	₱12,813,469.39	—	—	—	₱12,813,469.39
Due from National Government Agencies	224,908.89	₱171,088.00	—	—	53,820.89
Due from Other Funds	6,287,076.33	945,157.30	₱1,941,149.75	₱939.00	3,399,830.28
Disallowance/Charges	817,109.53	—	—	—	817,109.53
Due from Officers and Employees	5,866,744.36	—	—	24,000.00	5,842,744.36
Total	₱26,009,308.50	₱1,116,245.30	₱1,941,149.75	₱24,939.00	₱22,926,974.45

2024					
Accounts	Total	Not Past Due	Past Due		
			<30 days	30-60 days	>60 days
Accounts Receivable	₱13,372,440.06	—	₱7,325,750.51	—	₱6,046,689.55
Due from National Government Agencies	37,015.09	—	—	—	37,015.09
Due from Other Funds	123,265.00	—	—	123,265.00	—
Disallowance/Charges	825,559.53	—	—	—	825,559.53
Due from Officers and Employees	5,882,232.36	—	108,000.00	—	5,774,232.36
Other Receivable	—	—	—	—	—
Total	₱20,240,512.04	—	₱7,433,750.51	₱123,265.00	₱12,683,496.53

For Account I Fund Cluster 07

Accounts	2025				
	Total	Not Past Due	Past Due		
			<30 days	30-60 days	>60 days
Due from NGA	₱93,989.56	—	—	₱6,829.20	₱87,160.36
Due from Officers & Employees	12,372.85	—	—	—	12,372.85
Due from Other Funds	—	—	—	—	—
Loans Receivable – Others	1,994.90	—	—	—	1,994.90
Other Receivables	0.36	₱0.36	—	—	—
Total	₱108,357.67	₱0.36	—	₱6,829.20	₱101,528.11

Accounts	2024				
	Total	Not Past Due	Past Due		
			<30 days	30-60 days	>60 days
Accounts Receivables	—	—	—	—	—
Due from NGA	₱79,491.07	—	₱33,516.59	₱45,974.48	—
Due from Officers & Employees	12,372.85	—	—	—	₱12,372.85
Due from Other Funds	5,891,825.00	—	—	5,891,825.00	—
Loans Receivable – Others	1,994.90	—	—	—	1,994.90
Other Receivables	1,499.98	₱1,499.98	—	—	—
Total	₱5,987,183.80	₱1,499.98	₱33,516.59	₱5,937,799.48	₱14,367.75

7. Inventories

This inventory accounts for all funds are composed of the following:

Account	2025	2024
Merchandise Inventory	₱3,923,072.93	₱4,511,722.57

Account	2025	2024
Agricultural and Marine Supplies for Distribution	3,686,439.05	3,864,164.25
Agricultural Produce for Distribution	915,362.96	614,217.78
Construction Materials for Distribution	759,540.00	759,540.00
Other Supplies and Materials for Distribution	266,369.64	40,816.86
Raw Materials Inventory	10,448,321.04	11,816,290.98
Finished Goods Inventory	1,983,906.69	1,925,373.97
Office Supplies Inventory	14,941,312.06	17,398,613.75
Accountable Forms, Plates & Stickers Inventory	841,363.63	510,000.00
Animal/Zoological Supplies Inventory	213,783.05	136,852.66
Drugs and Medicines Inventory	275,055.67	275,055.67
Medical, Dental and Laboratory Supplies Inventory	1,483,489.46	1,819,254.10
Fuel, Oil and Lubricants Inventory	16,293,405.85	13,484,605.13
Agricultural and Marine Supplies Inventory	2,194,534.93	2,205,578.39
Construction Materials Inventory	21,524,301.04	22,204,873.33
Agricultural Produce for Consumption	746,325.77	919,123.79
Other Supplies and Materials Inventory	18,349,674.43	16,292,354.07
Semi-Expendable-Office Equipment	2,645,628.10	2,690,550.86
Semi-Expendable-Information & Communications Technology Equipment	6,468,018.46	6,695,493.91
Semi-Expendable-Communications Equipment	586,140.65	80,730.65
Semi-Expendable Disaster Response and Rescue Equipment	—	3,198.00
Semi-Expendable-Military, Police, and Security Equipment	53,850.00	74,700.00
Semi-Expendable-Medical Equipment	75,800.00	146,970.00
Semi-Expendable-Sports Equipment	89,426.00	14,375.00
Semi-Expendable-Technical & Scientific Equipment	93,610.00	239,348.00
Semi-Expendable-Other Equipment	3,835,835.90	6,517,216.12
Semi-Expendable-Furniture and Fixtures	6,886,994.50	2,501,760.00
Semi-Expendable-Books	4,528,831.00	2,799,166.54
Total	₱124,110,392.81	₱120,541,946.38

Breakdown of inventory per fund cluster as follows:

Account	1	5	6	7	2025	2024
Merchandise Inventory	—	—	₱3,923,072.93	—	₱3,923,072.93	₱4,511,722.57
Agricultural and Marine Supplies for Distribution	—	—	3,686,439.05	—	3,686,439.05	3,864,164.25
Agricultural Produce for Distribution	—	—	915,362.96	—	915,362.96	614,217.78
Construction Materials for Distribution	—	—	759,540.00	—	759,540.00	759,540.00

Account	1	5	6	7	2025	2024
Other Supplies and Materials for Distribution	—	—	266,369.64	—	266,369.64	40,816.86
Raw Materials Inventory	—	—	10,448,321.04	—	10,448,321.04	11,816,290.98
Finished Goods Inventory	—	—	1,983,906.69	—	1,983,906.69	1,925,373.97
Office Supplies Inventory	P10,827,299.25	1,814,882.29	2,293,930.52	P5,200.00	14,941,312.06	17,398,613.75
Accountable Forms, Plates & Stickers Inventory	841,363.63	—	—	—	841,363.63	510,000.00
Animal/Zoological Supplies Inventory	—	22,012.00	191,771.05	—	213,783.05	136,852.66
Drugs and Medicines Inventory	—	275,055.67	—	—	275,055.67	275,055.67
Medical, Dental and Laboratory Supplies Inventory	183,095.50	1,282,453.96	—	17,940.00	1,483,489.46	1,819,254.10
Fuel, Oil and Lubricants Inventory	7,984,489.79	369,816.54	7,939,099.52	—	16,293,405.85	13,484,605.13
Agricultural and Marine Supplies Inventory	—	72,871.54	2,121,663.39	—	2,194,534.93	2,205,578.39
Construction Materials Inventory	7,331,439.76	8,480,629.13	5,712,232.15	—	21,524,301.04	22,204,873.33
Agricultural Produce for Consumption	—	—	746,325.77	—	746,325.77	919,123.79
Other Supplies and Materials Inventory	5,189,365.86	4,337,191.17	7,201,567.40	1,621,550.00	18,349,674.43	16,292,354.07
Semi-Expendable-Office Equipment	1,830,705.40	814,922.70	—	—	2,645,628.10	2,690,550.86
Semi-Expendable-Information & Communications Technology Equipment	2,574,301.10	3,780,069.36	—	113,648.00	6,468,018.46	6,695,493.91
Semi-Expendable-Communications Equipment	586,140.65	—	—	—	586,140.65	80,730.65
Semi-Expendable Disaster Response and Rescue Equipment	—	—	—	—	—	3,198.00
Semi-Expendable-Military, Police, and Security Equipment	—	53,850.00	—	—	53,850.00	74,700.00
Semi-Expendable-Medical Equipment	—	75,800.00	—	—	75,800.00	146,970.00
Semi-Expendable-Sports Equipment	—	89,426.00	—	—	89,426.00	14,375.00
Semi-Expendable-Technical & Scientific Equipment	—	93,610.00	—	—	93,610.00	239,348.00
Semi-Expendable-Other Equipment	1,677,255.00	2,158,580.90	—	—	3,835,835.90	6,517,216.12
Semi-Expendable-Furniture and Fixtures	267,776.50	6,619,218.00	—	—	6,886,994.50	2,501,760.00
Semi-Expendable-Books	—	4,528,831.00	—	—	4,528,831.00	2,799,166.54
Total	P39,293,232.44	P34,869,220.26	P48,189,602.11	P1,758,338.00	P124,110,392.81	P120,541,946.38

For General Fund Cluster 01, the carrying amount of inventory shown in table below:

Accounts	2025				2024
	Inventories carried at the lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventory write-down recognized during the year	Reversal of Inventory write-down recognized during the year	Inventories carried at the lower of cost and net realizable value
Inventory Held for Distribution					
Carrying amount, Jan. 1, 2024	₱30,984,077.38	—	—	—	₱20,904,305.472
Additions/Acquisitions during the year	18,591,814.94	—	—	—	23,045,014.27
Expensed during the year except write down	(17,218,838.53)	—	—	—	(12,965,242.36)
Write-down during the year	—	—	—	—	—
Reversal of Write-down during the year	—	—	—	—	—
Carrying amount, December -	₱32,537,053.79	—	—	—	₱30,984,077.38

Office Supplies Inventory amounting to ₱10,827,299.25 represents the balance of office supplies inventory for calendar year 2025.

Accountable Forms, Plates and Stickers Inventory amounting to ₱841,363.63 represents the balance of Accountable Forms inventory for calendar year 2025.

Medical, Dental and Laboratory Supplies Inventory of ₱183,095.50 represents the various unused laboratory chemicals and supplies issued to the different colleges.

Fuel, Oil and Lubricants Inventory amounting to ₱7,984,489.79 pertains to the balance of fuel, oil and lubricants per book.

Construction Materials Inventory amounting to ₱7,331,439.76 consists of different construction supplies and materials for repairs and maintenance of different buildings and other structures in the University.

Other Supplies and Materials Inventory amounting to ₱5,189,365.86 represents the remaining other supplies and materials issued to different units.

Semi-expendable assets amounting to ₱6,936,178.65 are assets with an acquisition cost of less than ₱50,000.00 and are summarized below:

Description	Account Code	Amount
Semi-Expendable Office Equipment	10405020-00	₱1,830,705.40
Semi-Expendable Information & Communication Technology Equipment	10405030 00	2,574,301.10

Description	Account Code	Amount
Semi-Expendable Communication Equipment	10405070-00	586,140.65
Semi-Expendable Other Equipment	10405990 00	1,677,255.00
Semi-Expendable Furniture & Fixture	10406010 00	267,776.50
Total		₱6,936,178.65

For STF Fund Cluster 05, the carrying amounts of inventory account are as follows:

Accounts	2025				2024
Inventory Held for Distribution	Inventories carried at the lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventory write-down recognized during the year	Reversal of Inventory write-down recognized during the year	Inventories carried at the lower of cost and net realizable value
Carrying amount, Jan. 1, 2025	₱17,967,862.86	—	—	—	₱14,721,607.04
Additions/Acquisitions during the year	12,532,404.36	—	—	—	13,597,312.00
Expensed during the year except write down	(13,845,354.95)	—	—	—	(10,351,056.18)
Write-down during the year	—	—	—	—	—
Reversal of Write-down during the year	—	—	—	—	—
Carrying amount, December 31	₱16,654,912.30	—	—	—	₱17,967,862.86

Office Supplies Inventory amounting to ₱1,814,882.29 represents the balance of supplies and materials issued to the different offices and College of this University.

Animal and Zoological Supplies Inventory amounting to ₱22,012.00 represents the drugs and biologics for the College of Agriculture-Bridging.

Drugs and Medicine amounting to ₱275,055.67 represents the remaining balances of drugs and medicine for the consumption of the various colleges and offices of the University.

Medical, Dental and Laboratory Supplies Inventory amounting to ₱1,282,453.96 represents the balance of various laboratory chemicals for the CMU Hospital and various colleges in the University.

Fuel, Oil and Lubricants Inventory amounting to ₱369,816.54 represents the remaining balance of diesel after withdrawals.

Agricultural and Marine Supplies Inventory amounting to ₱72,871.54 represents the remaining balances of Agri-Marine supplies delivered for University use.

Construction Materials Inventory amounting to ₱8,480,629.13 represents the various construction materials delivered from January to December 2025 for University use.

Other Supplies and Materials Inventory amounting to ₱4,337,191.17 represents the balance of other supplies and materials issued to the various colleges and offices of the University.

Semi-expendable equipment amounting to ₱18,214,307.96 are assets with acquisition costs below ₱50,000.00 and are summarized below.

Description	Account Code	Amount
Semi-Expendable Office Equipment	10405020-00	₱814,922.700
Semi-Expendable Information & Communication Technology Equipment	10405030 00	3,780,069.36
Semi-Expendable Military, Police and Security Equipment	10405090-00	53,850.00
Semi-Expendable Medical Equipment	10405100-00	75,800.00
Semi-Expendable Sports Equipment	10405120-00	89,426.00
Semi-Expendable Technical and Scientific Equipment	10405130-00	93,610.00
Semi-Expendable Other Equipment	10405990-00	2,158,580.90
Semi-Expendable Furniture & Fixture	10406010-00	6,619,218.00
Semi-Expendable Books	10406020-00	4,528,831.00
Total		₱18,214,307.96

The inventory account for RGMO Fund Cluster 06 is composed of the following:

Account	2025	2024
Merchandise Inventory	₱3,923,072.93	₱4,511,722.57
Agricultural & Marine Supplies for Distribution	3,686,439.05	3,864,164.25
Agricultural Produce for Distribution	915,362.96	614,217.78
Construction Materials for Distribution	759,540.00	759,540.00
Other Supplies & Materials for Distribution	266,369.64	40,816.86
Raw Materials Inventory	10,448,321.04	11,816,290.98
Finished Goods Inventory	1,983,906.69	1,925,373.97
Office Supplies Inventory	2,293,930.52	2,373,733.92
Animal/Zoological Supplies Inventory	191,771.05	101,020.66
Fuel, Oil & Lubricants Inventory	7,939,099.52	7,562,036.47
Agricultural & Marine Supplies Inventory	2,121,663.39	2,121,663.39
Construction Materials Inventory	5,712,232.15	5,174,617.15
Agricultural Produce for Consumption	746,325.77	919,123.79
Other Supplies & Materials Inventory	7,201,567.40	8,042,175.27
Semi-Expendable Other Equipment	—	17,500.00

Account	2025	2024
Semi-Expendable Furniture and Fixtures and Books	—	219,000.00
Total	P48,189,602.11	P50,062,997.06

The Merchandise Inventory account amounting to P3,923,072.93. is composed of the remaining stocks available for sale at CEC Canteen, Sugbahan sa Musuan and on their respective projects.

The Agricultural and Marine Supplies for Distribution account with the total amount of P3,686,439.05 pertains to the stocks of fertilizers and chemicals stored in the warehouse at the General Services Office.

Agricultural Produce for Distribution account with the total amount of P915,362.96 refers to the inventory of seedlings in FREO, Nursery and Rubber Projects for the current year. Construction Materials for Distribution account includes the supplies and materials purchased and stocked at the warehouse in the amount of P759,540.00 for use of construction and repairs of the projects.

Other Supplies and Materials for Distribution account represents the supplies for use of repairs in the different projects with the amount of P266,369.64.

The Raw Materials Inventory account amounting to P10,448,321.04, includes the rubber products like cuplumps, coagulum and for FREO project, the harvested logs and lumber products. These inventories are stored in their respective warehouses or projects for further processing and disposal through the in-charge of marketing personnel.

The Finished Goods Inventory account amounting to P1,983,906.69 includes registered/certified/good seeds ready for sale.

The Office Supplies Inventory account with the total amount of P2,293,930.52. These are the stocks available in the warehouse at RGMO Office, University Homestay and CMU Press Office, this will be used for office consumption and catering services.

The Animal/Zoological Supplies Inventory account amounting to P191,771.05, these are medicines or drugs and biologics to be used for the livestock projects namely: the Dairy, Beef/Cattle, the stocks are also stored in the SPMO, some of the stocks are no longer usable because of its expiration.

Fuel, Oil and Lubricants Inventory account amounted to P7,939,099.52. This will be used for the day-to-day monitoring of operations, particularly the harrowing, land preparation of the different projects and the withdrawal of stocks will be done in General Services. The ending balance of diesel and gasoline remain unresolved due to no submission of withdrawal slips in the accounting office from the stock in-charge or gasman.

Agricultural and Marine Supplies Inventory account amounting to P2,121,663.39, consists of fertilizers and chemicals. These are the stocks of supplies withdrawn from the warehouse

and are stored in the project site for their immediate use or consumption particularly in rubber project.

The Construction Materials Inventory account amounting to ₱5,712,232.15 refers to the materials purchased for the construction of Montemayor's Park and expansion of Rubber Plant.

Agricultural Produce for Consumption account amounting to ₱746,325.77, refers to the dairy products, corn and cassava chips.

Other Supplies and Materials Inventory account amounting to ₱7,201,567.40 refers to the electrical materials, faucets, other cleaning materials and construction supplies to be used in the different projects.

For Account I Fund Cluster 07, the carrying amount of inventory shown in table below:

Accounts	2025				2024
Inventory Held for Distribution	Inventories carried at the lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventory write-down recognized during the year	Reversal of Inventory write-down recognized during the year	Inventories carried at the lower of cost and net realizable value
Carrying amount, Jan. 1, 2025	—	—	—	—	—
Additions/Acquisitions during the year	₱3,695,844.50	—	—	—	—
Expensed during the year except write down	(2,051,154.50)	—	—	—	—
Write-down during the year	—	—	—	—	—
Reversal of Write-down during the year	—	—	—	—	—
Carrying amount, December 31, 2025	₱1,644,690.00	—	—	—	—

Office Supplies Inventory amounting to ₱5,200.00 represents the balance of office supplies inventory for calendar year 2025.

Medical, Dental and Laboratory Supplies Inventory of ₱17,940.00 represents the various laboratory chemicals and supplies issued to the different research projects.

Other Supplies and Materials Inventory amounting to ₱1,621,550.00 represents the balance of other supplies and materials issued to different research projects.

Semi-Expendable-Information & Communications Technology Equipment amounting to ₱113,648.00 are assets with an acquisition cost of less than ₱50,000.00.

8. Other Current Assets

Other Current Assets of ₱16,284,606.73 is broken down as follows:

Account	1	5	6	7	2025
Advances for Payroll	—	—	—	—	—
Advances to Special Disbursing Officer	—	—	—	—	—
Advances to Officers and Employees	—	—	—	—	—
Advances to Contractors	11,091,607.97	2,015,120.36		17,517.93	13,124,246.26
Prepaid Rent	—	—	—	—	—
Prepaid Subscription - ICT Software Subscription	—	2,716,666.70	—	—	2,716,666.70
Prepaid Subscription - Other Subscription Expenses	—	—	—	—	—
Prepaid Interest	—	—	—	—	—
Prepaid Insurance	133,987.27	109,706.50	—	—	243,693.77
Other Deposits	200,000.00	—	—	—	200,000.00
Total	11,425,595.24	4,841,493.56	—	17,517.93	16,284,606.73

For General Fund Cluster 01, Advances to Contractors amounting to ₱11,091,607.97 represents mobilization fee to different contractors. It is broken down as follows:

Contractors	2025	Contractors	2024
Bislig Venture Const. & Development Inc.	₱1,591,839.49	Bislig Venture Const. & Development Inc.	₱1,591,839.48
Rodnet Builders, Inc.	1,458,228.56	Rodnet Builders, Inc.	1,458,228.56
JTA Builders	528,471.38	JTA Builders	528,471.38
Atapil Construction & Supply	572,416.69	Atapil Construction & Supply	603,008.69
Legacy Construction Corporation	206,068.21	Legacy Construction Corporation	206,068.21
L & L Construction	134,096.27	L & L Construction	134,096.27
GEG Builders & Construction Supply	1,173,371.84	RR Seismundo	0.01
DKT Construction Corporation	464,331.50		
XY Builders	4,386,448.56		
Eriane Construction & Supply	576,335.46		
RR. Seismundo	0.01		
Total	₱11,091,607.97	Total	₱4,521,712.60

Prepaid Insurance amounting to ₱133,987.27 was the balance of Insurance of University Vehicles which is monthly amortized.

Other Deposits amounting to ₱200,000.00 was the payment of bill deposit to FIBECO, Inc. for the energization of Veterinary Academic Building, New College of Education & ULHS K-12 Building and Two (2) storey Boys Residential Hall paid on June 20, 2024, August 2, 2024 and June 17, 2025, respectively.

For STF Fund Cluster 05, Other Current Assets include Advances to Contractors amounting to ₱2,015,120.36. This amount represents the Mobilization Fees of the following contractors:

Accounts	2025	2024
Five Massive Infra & Supply Corporation	₱20,236.42	₱20,236.42
JMDC Construction Supply	372,678.28	372,678.28
Altapil Construction Supply	1,622,205.66	2,608,476.06
Total	₱2,015,120.36	₱3,001,381.76

Prepaid Insurance pertains to the Renewal of Insurance for students per MRIN#0011315 STF-24-NPSV-1345 due to Maagap Insurance Inc. (Formerly Known as Maa General Insurances Phils. Inc) amounting to ₱109,706.50.

Prepaid Subscription-ICT Subscription Expense amounting to ₱2,716,666.70 was composed of firewall appliance security subscription STF-25-DO-671 due to Dataworld Computer Center amounting to ₱91,666.70 and Renewal of Web Base Integrated School Management System Cloud Server Subscription ; Invoice#0062 GS-2025-DO-01STF by Prince Technologies Corporation for University use amounting to ₱2,625,000.00.

For Account 1-Fund Cluster 07, Other Current Assets pertains to the balance of Advances to Contractors amounting to ₱17,517.93 which is the mobilization fee of L&L Construction of IPTM Building Improvement project.

9. Long Term Investment/Investment Property

Account	2025	2024
Investment Property, Buildings	₱21,340,442.20	₱21,340,442.20
Accumulated Depreciation	(12,320,734.36)	(11,690,720.20)
Construction in Progress-Investment Property, Buildings	853,304.06	828,659.77
Total Investment Property, Buildings	₱9,873,011.90	₱10,478,381.77

This pertains to RGMO's Investment Property, Buildings account which has a total of ₱21,340,442.20 refers to the building structure, particularly the ACEF building or Farmers Training Center and the major improvement of Canteen building such as the poolside food display area, cottages, function hall and major repairs of Canteen building. This also includes the warehouse of CEC canteen and the CMU-Press/IMDC building in which the Commission on Audit had recommended to transfer the assets and liabilities of the CMU

Press and its operations from STF Fund 05 to RGMO Fund Cluster 06, effective year of 2021 with the total acquisition cost of ₱21,340,442.20 and a net book value of ₱9,019,707.84.

Construction in Progress for Investment Property – Building accounts has a total amount of ₱853,304.06, this refers to the aggregated labor and materials used for the major repairs and improvement of the swimming pool, parking area at the University Homestay.

Construction in Progress for Investment Property – Building accounts has a total amount of ₱828,659.77, this refers to the aggregated labor and materials used for the major repairs and improvement of the swimming pool, parking area at the University Homestay and the renovation of Montemayor House under Tourism Office.

10. Property, Plant and Equipment

The breakdown of PPE for all funds has a net book value as of December 31, 2025 of the following:

Account	Acquisition Cost	Accumulated Depreciation	Net Book Value
Land	₱660,800.00	—	₱660,800.00
Other Land Improvements	53,623,669.45	₱31,335,281.05	22,288,388.40
Water Supply Systems	4,490,425.56	2,933,377.68	2,007,047.88
Power Supply Systems	6,911,473.72	3,902,093.70	3,009,380.02
Buildings	254,343,472.51	58,628,541.18	195,714,931.33
School Buildings	704,190,306.45	202,881,348.05	501,308,958.40
Hospitals and Health Centers	46,304,851.65	6,214,185.87	40,090,665.78
Markets	6,833,972.00	6,492,273.40	341,698.60
Hostels and Dormitories	35,620,517.53	30,931,943.73	4,688,573.80
Other Structures	145,354,387.65	76,335,198.37	69,019,189.28
Machinery	28,486,136.80	10,447,055.50	18,039,081.30
Office Equipment	60,082,947.78	43,490,934.71	16,592,013.07
Information & Communication Technology Eqpt.	153,228,919.12	107,597,749.58	45,631,169.54
Agricultural and Forestry Equipment	19,004,194.92	15,952,466.16	3,051,728.76
Communication Equipment	4,592,559.50	3,342,750.72	1,249,808.78
Construction and Heavy Equipment	540,183.88	72,699.82	467,484.06
Disaster Response and Rescue Equipment	3,328,346.90	1,926,582.12	1,401,764.78
Military, Police and Security Equipment	286,031.93	271,730.33	14,301.60
Medical Equipment	15,261,421.10	10,762,060.35	4,499,360.75
Technical and Scientific Equipment	105,847,284.40	68,505,323.39	37,341,961.01
Other Equipment	89,387,276.05	61,782,168.84	27,605,107.21

Account	Acquisition Cost	Accumulated Depreciation	Net Book Value
Motor Vehicles	38,577,934.10	22,214,390.62	16,363,543.48
Other Transportation Equipment	3,520,975.20	2,564,643.86	956,331.34
Furniture and Fixtures	16,776,326.18	12,144,150.84	4,632,175.34
Books	486,150.00	461,842.50	24,307.50
Construction in Progress - Land Improvements	4,291,208.50	—	4,291,208.50
Construction in Progress - Bldgs. & Other Strs.	152,369,284.77	—	152,369,284.77
Construction in Progress - Infrastructure Assets	263,436.88	—	263,436.88
Work/Zoo and/or Other Animals	227,500.00	—	227,500.00
Other Property, Plant and Equipment	3,036,325.00	1,069,853.15	1,966,471.85
Total	₱1,958,378,319.53	₱782,260,645.52	₱1,176,117,674.01

This account represents the acquired properties of the University through direct purchase and donations. These assets are depreciated using the straight line method of depreciation with residual value of at least 5%.

The PPE are depreciated over the following life spans (as per GAM Vol. 1, Ch. 10):

Property, Plant and Equipment	Estimated Useful Life
Land Improvements	Over the useful life of the asset to which the improvement was made or the useful life of the improvement if significantly shorter
Infrastructure Assets	20 to 50 years
Buildings and Other Structures	30 to 50 years
Machinery and Equipment	5 to 15 years
Motor vehicles	5 to 15 years
Furniture, Fixtures, and Books	2 to 15 years
Other Property, Plant and Equipment	2 to 15 years

There was no physical count conducted last October - December 2025 for CY 2025.

General Fund Cluster 01 Schedule of PPE:

CY 2025	Land	Other Land Improvements	Water Supply Systems	Bldgs. & Other Str.	Machinery & Equipment	Furniture & Fix., Books, Transportation	CIP-Building & Other Str.	Total
Cost, January 1, 2024	₱660,800.00	17,136,356.42	₱2,476,388.31	₱720,624,011.35	₱62,470,620.24	₱2,707,837.08	₱132,389,321.03	₱938,465,334.43
Additions/Acquisitions	—	—	—	22,533,175.48	16,749,228.00	187,200.00	23,741,777.55	63,211,381.03
Total	660,800.00	17,136,356.42	2,176,388.31	743,157,186.8399	79,219,848.24	2,895,037.08	156,131,098.58	1,001,676,715.46
Less:	—	—	—	—	—	—	—	—
Disposal	—	—	—	40,293.00	—	—	—	40,293.00-
Completion	—	—	—	—	—	—	22,533,175.48	22,533,175.48
Accumulated Depreciation	—	2,669,828.84	469,340.43	27,458,569.89	18,348,123.50	793,314.69	—	49,439,177.35
Carrying Amount, Dec. 31, 2025 (As per Statement of Financial Position)	₱660,800.00	₱14,466,527.58	₱2,007,047.88	₱715,658,323.94	₱60,871,724.74	₱2,101,722.39	₱133,597,923.10	₱929,364,069.63

CY 2024	Land	Other Land Improvements	Water Supply Systems	Bldgs. & Other Str.	Machinery & Equipment	Furniture & Fix., Books, Transportation	CIP-Building & Other Str.	Total
Cost, January 1, 2024	₱660,800.00	₱36,271,767.38	₱4,940,425.56	₱964,906,938.45	₱188,988,020.97	₱10,281,351.10	₱185,900,334.32	₱1,391,949,637.78
Additions/Acquisitions	—	—	—	65,964,629.54	15,626,154.00	620,000.00	12,453,616.25	94,664,399.79
Total	660,800.00	36,271,767.38	4,940,425.56	1,030,871,567.995	204,614,174.97	10,901,351.10	198,353,950.57	1,486,614,037.57
Less:	—	—	—	—	—	—	—	—
Disposal	—	—	—	—	2,105,011.66	—	—	—
Completion	—	—	—	—	—	—	65,964,629.54	2,105,011.66
Accumulated Depreciation	—	19,135,410.96	2,464,037.25	310,247,556.64	140,038,543.07	8,193,514.02	—	65,964,629.54
Carrying Amount, Dec. 31, 2023 (As per Statement of Financial Position)	₱660,800.00	₱17,136,356.42	₱2,476,388.31	₱720,624,011.35	₱62,470,620.24	₱2,707,837.08	₱132,389,321.03	₱938,465,334.43

The regular maintenance, repair and minor replacement were charged against the Maintenance and Other Operating Expenses (MOOE) when incurred.

The Building and Other Structures increased by ₱22,533,175.48 is broken down as follows:

Particulars	Date of Completion	Amount
Completion of College of Business Management Building	2/24/2025	₱2,533,499.28
Completion of Virtual Nursing Arts Building - Phase II	2/18/2025	19,999,676.20
Total		₱22,533,175.48

In 2025 a total amount of ₱16,749,228.00 worth of equipment were purchased broken down as follows:

Particulars	Account Code	Amount
Office Equipment	10605020-00	₱6,687,570.00
Information and Communication Technology Eqpt.	10605030-00	8,525,950.00
Communication Equipment	10605140-00	758,708.00
Other Equipment	10605990-00	777,000.00
Total		₱16,749,228.00

The Office Equipment includes 3 units Air-conditioner Split Type amounted to ₱166,500.00, 8 units Way Line Array Speaker amounted to ₱934,420.00, 1 unit 32 channel mixer with digital audio processing amounted to ₱300,000.00, 4 units Subwoofer Active 2000 watts amounted to ₱338,000.00, 3 units Full Color Laser Multifunction Copier amounted to ₱493,500.00 purchased on February 28, 2025, and on May 7, 2025 the University purchased 1 unit Heavy Duty Multifunctional Copier, Printer & Scanner amounted to ₱160,000.00 and on April 25, 2025 an additional 5 units non-inverter HP Air conditioner amounted to ₱640,000.00. In June 2025 the University purchased Floor mounted Air-conditioner amounted to ₱115,000.00, 8 units 2.5 HP Split type wall mounted Air Conditioner amounted to ₱480,000 and 15 units Aircon amounted to ₱2,550,000.00, on September 10, 2025 the University purchased 1 Full Color Laser A3 Multifunction amounted to ₱248,000.00 and 1 Split type Aircon acquired on October 31, 2025 amounted to ₱262,150.00.

Information and Communication Technology Equipment composed of Desktop Workstation amounted to ₱115,000.00 acquired on March 2025 and on May 27, 2025 the University purchased 1 unit Fix Outdoor P6 Ledwall amounted to ₱1,750,000.00, 1 unit Controller box amounted to ₱97,000.00, 1 laptop core i7 amounted to ₱100,000.00, 1 unit billboard structure with materials, labor & installations amounted to ₱900,000.00, 1 unit 96 panels Indoor Led Wall amounted to ₱1,600,000.00, 1 unit Ledwall Video Controller

amounted to P97,000.00, 2 units 10 feet Aluminum trusses amounted to P190,000.00, 1 unit Desktop Computer amounted to P240,000.00 and 1 unit installation & Configuration with complete accessories amounted to P496,000.00. On June 2025 1 unit Canon mirrorless Camera amounted to P145,000 was acquired, 2 units Inter active Smart Board/Intelligent Collaboration Device amounted to P698,754.00 and 10 units A3 wifi Duplex All-in-One Ink Tank Printer amounted to P619,970.00, both were purchased on April 2025. 1 unit Laptop amounted to P65,500.00 purchased on April 2, 2025, 1 lot P3 Indoor Led wall acquired on August 5, 2025 amounted to P1,188,888.00, 2 units Desktop Core i5 amounted to P112,950.00 purchased on September 2025 and on October 27, 2025 1 unit Duplicating Machine amounted to P109,888.00 was purchased.

Other Equipment composed of Mobile Trailer Diesel Generator amounted to P397,000.00 and 2 units Transformer amounted to P380,000.00 acquired on April 4, 2025 and June 31, 2025 respectively.

The increase in Furniture & Fixtures of P187,200.00 composed of Customized Conference Table acquired on September 30, 2025.

Construction in Progress- Buildings and Other Structures amounting to P133,597,923.10 is summarized below:

Name of Project	Name of Contractor	2025	Status
Veterinary Medicine Hospital	888 Sunstar Construction & Supplies	P8,681,050.27	Terminated (project is continued by administration; project status is subject for verification to the General Services Office)
Proposed Expansion of Existing Water System	GS Ferrolino Construction & Supply	582,484.00	For verification
2 Story - Boys Dormitories	Arnel Bautista - PF Prof. Electrical Engineer	135,000.00	Completed
2 Story - Boys Dormitories	Bislig Venture Const. Dev't.	6,335,875.34	Terminated (project is on-going under new contract with Legacy Const. Corp.)
2 Story - Boys Dormitories	Legacy Const. Corp.	24,769,318.55	On going
Rehabilitation & Concreting of MAC Avenue	888 Sunstar Construction & Supply	10,872,334.56	Terminated (For adjustment - project was already completed)

Name of Project	Name of Contractor	2025	Status
CMU Water supply System	JTA Builders	31,428,668.00	On going
Multipurpose Facility (Farmers Tech Hub)	Rodnet Builders, Inc.	10,657,261.85	On going
Admin. Bldg. Extension – Phase IV	Altapil Construction & Supply	11,071,780.11	On going
Completion & Energization New College of Education & ULHS K-12 Bldg.	Altapil Construction Supply	2,168,743.83	On going
College of Engineering Multi Purpose Hall – Phase II	L & L Construction	2,182,872.89	On going
Completion of RDE Multipurpose Activity Center	Altapil Construction & Supp	2,455,045.80	On going
Const. Multipurpose Bldg. (Farmer's Techno Hub) Phase 3	GEG Builders & Construction Supplies	12,332,702.83	On going
Completion of Administration Extension Building	XY Builders GEG Builders & Construction Supplies	1,674,382.00	On going
Completion of CHE Lecture Building	DKT Construction Corp.	6,512,181.06	On going
Completion of Agriculture Integrated Lab. Building		1,738,222.01	On going
Total		₱133,597,923.10	

For STF 164 Fund Cluster 05, the sum of PPE with the net book value of ₱178,478,525.45 is broken down as follows:

Accounts	Other Land Improvements	Buildings and Other Structures	Machinery and Equipment	Transportation Equipment	Fixtures and Books	Construction In Progress	Other Property, Plant and Equipment	TOTAL
Cost								
January 1, 2025	₱8,458,615.67	₱91,520,684.31	₱52,305,408.68	₱8,551,628.20	₱2,213,071.99	₱17,219,811.45	₱1,126,053.77	₱181,395,274.07
Additions/ Acquisitions	—	—	11,113,046.12	435,972.98	736,457.55	6,635,081.69	40,008.14	18,960,566.48
Subtotal	8,458,615.67	91,520,684.31	63,418,454.80	8,987,601.18	2,949,529.54	23,854,893.14	1,166,061.91	200,355,840.55
Adjustments	169,566.53	1,119,981.35	(2,414,369.87)	(353,822.98)	(143,857.24)	—	(40,008.14)	(1,662,510.35)
Completion	—	3,316,454.40	—	—	—	(3,316,454.40)	—	—
Accumulated Depreciation	(852,249.91)	(5,361,290.97)	(11,958,064.42)	(1,388,148.22)	(492,795.98)	—	(162,255.25)	(20,214,804.75)
Carrying Amount, December 31, 2025	₱7,775,932.29	₱90,595,829.09	₱49,046,020.51	₱7,245,629.98	₱2,312,876.32	₱20,538,438.74	₱963,798.52	₱178,478,525.45

Accounts	Other Land Improvements	Buildings and Other Structures	Machinery and Equipment	Transportation Equipment	Fixtures and Books	Construction In Progress	Other Property, Plant and Equipment	TOTAL
Cost								
January 1, 2024	₱16,433,331.47	₱127,510,510.39	₱156,724,916.29	₱14,354,011.00	₱11,538,118.37	₱16,902,493.32	₱1,707,950.00	₱188,446,414.55
Additions/ Acquisitions	—	—	47,898,198.43	4,589,500	495,000.00	—	—	52,982,698.43
Subtotal	16,433,331.47	127,510,510.39	204,623,114.72	18,943,511.00	12,033,118.37	16,902,493.32	1,707,950.00	399,996,577.38
Adjustments	—	—	(47,137,697.85)	—	(3,443,900.00)	317,318.13	—	(50,264,279.72)
Completion	—	—	—	—	—	—	—	—
Accumulated Depreciation	(7,974,715.80)	(35,989,826.08)	(105,180,008.19)	(10,391,882.80)	(6,376,146.38)	—	(581,896.23)	(168,337,023.59)
Carrying Amount, December 31, 2024	₱8,458,615.67	₱91,520,684.31	₱52,305,408.68	₱8,551,628.20	₱2,213,071.99	₱17,219,811.45	₱1,126,053.77	₱181,395,274.07

Machinery and Equipment after disposals amounting to ₱165,777,088.51 represents the following:

Accounts	2025
Office Equipment	₱30,375,087.999
ICT Equipment	59,138,646.77
Communication Equipment	2,576,719.50
Disaster Response and Rescue	3,328,346.90
Military, Police and Security Equipment	233,199.93
Medical Equipment	7,283,421.10
Technical and Scientific Equipment	11,291,716.60
Other Equipment	51,549,949.72
Total	₱165,777,088.51

Buildings and Other Structures after disposals amounting to ₱130,826,964.79 represents the following:

Accounts	2025
Buildings	₱6,047,640.80
School Buildings	87,911,266.90
Other Structures	36,868,057.09
Total	₱130,826,964.79

Various types of machineries, furniture & fixtures and transportation equipment were purchased during the year, as follows:

Accounts	2025	2024
Office Equipment	₱920,749.80	₱1,850,110.65
ICT Equipment	2,833,462.602	2,397,372.00
Other Equipment	3,676,959.24	2,920,085.00
Communication Equipment	402,000.00	—
Furniture and Fixtures	592,600.31	—
Transportation	82,150.00	4,589,500.00
Technical and Scientific Equipment	309,000.00	217,858.00
Medical Equipment	149,500.00	490,000.00
Total	₱8,966,421.95	₱12,464,925.65

There is an increase of ICT Equipment due to deliveries and purchases of All in One computers, hard drives and sound systems; and increase in Other Equipment due to purchases of aluminum door, rice thresher, surplus engine, and transmitter parts; an increase of Communication Equipment and Furniture and Fixtures due to purchases of

executive chairs, conference tables and appliances for the use of various offices and colleges of the University.

Construction in Progress (CIP):

Accounts	2025	2024
CIP – Land Improvement	₱4,291,208.50	₱4,909,791.08
CIP – Buildings and Other Structures	16,247,230.24	12,310,020.37
Total	₱20,538,438.745	₱17,219,811.45

Construction in Progress - Land Improvement represents the following:

Particulars	2025	2024	Status
Agriculture landscaping-phase 1	₱16,800.00	₱16,800.00	For verification
Enhanced Maintenance of Campus, Landscape, Building & Facilities	73,032.00	73,032.00	For verification
Perimeter Fence of the 10 hectares Animal Science Area		149,953.03	Completed
Fencing - Research & Extension	4,032,031.50	4,032,031.50	For verification
Fencing & Pasture Development		21,740.00	Completed
Fencing of Cemetery Phase 1	99,345.00	99,345.00	Completed (For verification to General Services Office for the needed documents)
Landscaping of pond at College of Engineering	70,000.00	70,000.00	For verification
Perimeter Fence of the 10 hectares Animal Science Area		446,889.55	Completed
Total	₱4,291,208.50	₱4,909,791.08	

Construction in Progress - Buildings & Other Structures represents the following:

Accounts	2025	2024	
CVM Infectious Waste & Cadaver Pit (CVM Allocation)	₱20,227.00	₱20,227.00	For verification
Lumber Dry Kiln Chamber	79,349.00	79,349.00	For verification
Improvement Nursing Building		213,000.00	Completed
Rehabilitation of CMU Hospital	9,504,877.55	9,504,877.55	For verification
Animal Experimental Station		2,484,871.82	Completed
Perimeter Fence			
Greenhouse-NPRDC	7,695.00	7,695.00	For verification
College of Education Classroom Building	6,635,081.69		1st Progress Payment
Total	₱16,247,230.24	₱12,310,020.37	

For RGMO Fund Cluster 06, the breakdown of PPE is as follows:

CY 2025	Other Land Improvements	Power Supply Systems	Other Structure	Machinery	Office Equipment	Information & Technology Equipment	Agricultural & Forestry Equipment	Communication Equipment	Other Equipment	Motor Vehicle	Other Transportation Equipment	Furniture & Fixtures	CIP - Buildings & Other Structure	Work/Zoo Animals	Total
Cost, Jan. 1, 2025	P918,570.60	P5,626,924.92	P6,466,092.53	P2,099,592.80	P5,839,054.54	P2,657,322.77	P13,592,194.92	P110,600.00	P4,099,708.00	P15,290,150.00	P2,501,975.20	P625,029.50	P2,071,527.39	P177,500.00	P62,076,243.17
Additions/Acquisitions	—	—	—	—	1,436,512.00	134,720.00	—	—	246,470.00	—	—	—	452,604.04	50,000.00	2,320,306.04
Adjustments	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	918,570.60	5,626,924.92	6,466,092.53	2,099,592.80	7,275,566.54	2,792,042.77	13,592,194.92	110,600.00	4,346,178.00	15,290,150.00	2,501,975.20	625,029.50	2,524,131.43	227,500.00	64,396,549.21
Accum. Dep'n, End	(872,642.07)	(3,727,641.67)	(2,979,078.25)	(1,643,429.83)	(5,396,839.53)	(1,967,119.11)	(12,581,985.10)	(105,070.00)	(3,470,617.85)	(6,517,709.32)	(2,371,033.94)	(550,592.60)	—	—	(42,183,759.27)
Carrying Amount, Dec. 31, 2025	P45,928.53	P1,899,283.25	P3,487,014.28	P456,162.97	P1,878,727.01	P824,923.66	P1,010,209.82	P5,530.00	P875,560.15	P8,772,440.68	P130,941.26	P74,436.90	P2,524,131.43	P227,500.00	P22,212,789.94

CY 2024	Other Land Improvements	Power Supply Systems	Other Structure	Machinery	Office Equipment	Information & Technology Equipment	Agricultural & Forestry Equipment	Communication Equipment	Other Equipment	Motor Vehicle	Other Transportation Equipment	Furniture & Fixtures	CIP - Buildings & Other Structure	Work/Zoo Animals	Total
Cost, Jan. 1, 2024	P918,570.60	P5,506,924.92	P4,921,857.03	P1,510,092.80	P5,614,703.90	P2,069,545.00	P13,632,674.92	P110,600.00	P3,539,254.00	P10,310,150.00	P2,428,175.20	P625,029.50	P3,421,184.89	P192,500.00	P54,801,262.76
Additions/Acquisitions	—	—	—	—	240,000.00	587,777.77	—	—	560,454.00	4,980,000.00	73,800.00	—	55,186.00	—	6,497,217.77
Adjustments	—	120,000.00	1,544,235.50	589,500.00	(15,649.36)	—	(40,480.00)	—	—	—	—	—	(1,404,843.50)	(15,000.00)	777,762.64
Total	918,570.60	5,626,924.92	6,466,092.53	2,099,592.80	5,839,054.54	2,657,322.77	13,592,194.92	110,600.00	4,099,708.00	15,290,150.00	2,501,975.20	625,029.50	2,071,527.39	177,500.00	62,076,243.17
Accum. Dep'n, End	(872,642.07)	(3,250,182.79)	(2,638,790.22)	(1,445,671.48)	(5,202,847.12)	(1,571,006.01)	(12,471,785.14)	(105,070.00)	(3,347,812.84)	(5,484,361.11)	(2,327,215.23)	(515,917.54)	—	—	(39,233,301.55)
Carrying Amount, Dec. 31, 2024	P45,928.53	P2,376,742.13	P3,827,302.31	P653,921.32	P636,207.42	P1,086,316.76	P1,120,409.78	P5,530.00	P751,895.16	P9,805,788.89	P174,759.97	P109,111.96	P2,071,527.39	P177,500.00	P22,842,941.62

The Other Land Improvement account refers to the concrete post, barbed wire installed in Dairy, Beef/Cattle, Rubber, Sugarcane and Poultry projects and the perimeter fencing around the Terminal Market with the total amount of P 918,570.60.

Power Supply System account includes the energizing of the four (4) identified projects namely the FREO, Rice Mill, Rubber and Dairy with the total cost of P 5,626,924.92 this also includes the Double Throw Line from Power House at the Canteen installed in March 2004. The installation of 50KVA pole type transformer 13.2/7.62kv, 240 volts for University Homestay.

Other Structures account in the amount of **P6,466,092.53** refers to the fence around the rubber projects, building of rubber plant phase III & IV, poultry extension house, piggery expansion, house of goat and sheep, culvert installation and renovation of roof of the terminal market office. There were completed constructions as of this year 2025 particularly the Rubber Plant Improvement Phase II, in the amount **P695,172.25**, the late President Zosimo Montemayor's House which converted into Museum under the Tourism Office amounting to **P627,712.50** and the Coffee Shop at the University Homestay with the amount of **P81,958.75**.

The Machinery account includes the welding machine, Roller Shaft, Bagger Machine, hand tractor, turtle tiller with engine, lawn mower, portable welding machine and rice thresher with the total amount of **P2,099,592.80**. The acquisition of one (1) unit Milking machine amounting to **P70,000.00** and One (1) unit Transplanter machine with the cost of **P519,500.00** have added to this account.

The Office Equipment account has a total value of **P7,275,566.54**. This consists of equipment like copier machine, Weighing scale, Freezer, CCTV Camera, air condition, electric fan, floor polisher, Koppel air-condition, vacuum cleaner, food cart, an additional equipment bought this year particularly the 2 units 22 cubic feet 2 doors chiller and 1 unit 29 cubic feet chest type freezer for UFLS, another office equipment transferred from CMU Press such as perfect binding machine, gestetner copier, paper cutter, digital collator, air condition and copier and printer. There was an additional purchased of 1 set Alarm Control Panel, 1 unit Full Color Lazer Multifunction Copier and 6 units Inverter Type Floor Mounted Air Conditioner with the sum of **P1,436,512.00**.

The Information and Communication Technology Equipment of RGMO consists of computers, printers, computer accessories, POS software, cash register, projector, video camera, (1) unit Uni bind Uni foil Printer with the total value of **P2,792,042.77**. The additional acquisition of 1 unit Branded Desktop Computer in the amount of **P134,720.00** was added to this account.

The Agricultural Fishery and Forestry Equipment account has a total amount of **P13,592,194.92** which comprises the mechanical dryer, chainsaw, steel cable, rice polisher, corn sheller, hammer mill, farm tractor, plow, bull cart, grinder, brush cutter, power sprayer, chipping machine, moisture tester, air compressor, seed cleaner, bull cart, chainsaw, turtle tiller with engine and water pump.

Communication Equipment account in the amount of **P110,600.00** refers to Sound System of the University Homestay.

The Other Machinery and Equipment account amounting to **P4,346,178.00** for RGMO, includes the generator sets, planer, washing machine, bread slicer, water station, gas range, refrigerator, egg beater, massager, kitchen equipment, distiller, siopao warmer, jukebox, oven and freezer, 4-door upright solid stainless freezer, wooden planer and jetmatic pump, chlorinator, GPS, washing machine, magnetic contactor, loaf bread slicer and weighing scale, (1) unit cabinet streamer, (2) units Heavy Duty Oven, (1) unit washing machine and 1 unit Chiller. There was an increase of **P246,470.00**, because of the acquisition of 1 Multipurpose Pump set, 3 units Chiller and 1 unit Freezer.

The Motor Vehicle account with a total value of **P15,290.150.00** represents the SKW Hauler Truck, motorcycle, multicab, Isuzu Hilander and (2) units Passenger Van (Brand new).

The Other Transportation Equipment account in the amount of **P2,501,975.20** refers to the transmission assembly, Mitsubishi engine, inner tire for tractor, engine transmission and (1) unit Synchronizer with spare parts for repair of Case Tractor.

Furniture and Fixtures account includes tables, chairs, bedroom set, dining set, drift wood, curtains, beddings and office cabinet, water dispenser and wall fan in the amount **P625,029.50**.

Construction in Progress – Building and Other Structures account amounting to **P2,524,131.43**, represent the building renovation of the Forest Resource Development Office as display center. This account has an increase of **P452,604.04**, as labor cost of the constructed extension of Sugbahan sa Musuan.

Work/Other Animals account refers to the farm animals like carabao, cows, horses in some projects of the RGMO. There was a significant increase of this asset amounting to **P227,500.00**.

For Fund Cluster 07, the breakdown of PPE is as follows:

CY 2025	Power Supply Systems	Other Structures	Machinery	Office Equipment	ICT	Agricultural & Forestry Equipment	Construction and Heavy Equipment	Technical & Scientific Equipment	Other Transportation Equipment	Furniture & Fixtures	Construction in Progress-Infrastructure Assets	Other Property, Plant & Equipment	Total
Cost, Jan. 1, 2025	P268,000.00	P1,990,000.00	P25,686,544.00	P1,082,591.25	P5,013,306.52	P3,665,000.00	—	P26,514,361.78	P1,019,000.00	P253,200.00	P263,436.88	1,328,375.00	P67,083,815.43
Additions/Acquisitions	1,016,548.80	—	700,000.00	135,554.00	1,456,106.10	—	P540,183.88	—	—	376,000.00	—	—	4,224,392.78
Total	P1,284,548.00	P1,990,000.00	P26,386,544.00	P1,218,145.25	P6,469,412.62	P3,665,000.00	P540,183.88	P26,514,361.78	P1,019,000.00	P629,200.00	P263,436.88	P1,328,375.00	P71,308,208.21
Completion	—	—	—	—	—	—	—	—	—	—	—	—	—
Less: Accumulated Depreciation	174,452.03	567,150.12	8,803,625.67	585,201.24	3,513,425.88	1,710,831.06	72,699.82	9,182,941.86	193,609.92	116,279.95	—	325,701.67	25,245,919.22
Carrying Amount, Dec. 31, 2025	P1,110,096.77	P1,422,849.88	P17,582,918.33	P632,944.01	P2,955,986.74	P1,954,168.94	P467,484.06	P17,331,419.92	P825,390.08	P512,920.05	P263,436.88	1,002,673.33	P46,062,288.99

CY 2024	Power Supply Systems	Other Structures	Machinery	Office Equipment	ICT	Agricultural & Forestry Equipment	Technical & Scientific Equipment	Other Transportation Equipment	Furniture & Fixtures	Construction in Progress-Infrastructure Assets	Other Property, Plant & Equipment	Total
Cost, Jan. 1, 2024	P268,000.00	P1,990,000.00	P17,656,380.00	P198,498.00	P4,063,340.00	P3,665,000.00	P17,689,141.68	P1,019,000.00	P253,200.00	—	—	P46,802,559.68
Additions/Acquisitions	—	—	8,030,164.00	884,093.25	949,966.52	—	8,825,220.10	—	—	P263,436.88	P1,328,375.00	20,281,255.75
Total	P268,000.00	P1,990,000.00	P25,686,544.00	P1,082,591.25	P5,013,306.52	P3,665,000.00	P26,514,361.78	P1,019,000.00	P253,200.00	263,436.88	1,328,375.00	P67,083,815.43
Completion	—	—	—	—	—	—	—	—	—	—	—	—
Less: Accumulated Depreciation	65,771.77	378,100.08	6,341,237.39	358,046.52	2,351,269.48	1,362,656.10	6,664,077.66	96,804.96	73,637.65	—	73,310.35	17,764,911.96
Carrying Amount, Dec. 31, 2024	P202,228.23	P1,611,899.92	P19,345,306.61	P724,544.73	P2,662,037.04	P2,302,343.90	P19,850,284.12	P922,195.04	P179,562.35	P263,436.88	P1,255,064.65	P49,318,903.47

Power Supply Systems				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-231	Electrical Utility Supply of Bamboo	₱268,000.00	—	₱268,000.00
416-280	Hybrid 6Kw PV System	—	₱882,548.80	882,548.80
416-280	LifePO4 Battery	—	134,000.00	134,000.00
TOTAL		₱268,000.00	₱1,016,548.00	₱1,284,548.80

Other Structures consist of a bench mounted frame amounting to ₱1,990,000.00 acquired on January 9, 2023 under project 416-253 Civil Engineering.

Machinery				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-183	Heavy Duty Mixer	₱60,620.00	—	₱60,620.00
416-183	Vibro Shifter	70,620.00	—	70,620.00
416-189	Vacuum Sealer	138,750.00	—	138,750.00
416-189	Powder Milling Machine/ Pulverizer	147,000.00	—	147,000.00
416-189	Mechanical Sieve Shaker/Vibro Sifter	204,500.00	—	204,500.00
416-227	Spray Dryer	979,500.00	—	979,500.00
416-194	Vacuum Packaging Machine	80,000.00	—	80,000.00
416-233	Cross Beater Mill	904,875.00	—	904,875.00
416-231	Glue Coating Machine	308,000.00	—	308,000.00
416-231	High Speed Strip Planning Machine	780,000.00	—	780,000.00
416-233	Complete Soxhlet extraction glassware systems	71,400.00	—	71,400.00
416-183	4-Door Upright (Freezer & Chiller)	187,620.00	—	187,620.00
416-193	Automatic Transger Switch	80,000.00	—	80,000.00
416-260	Freezer, etc.	69,995.00	—	69,995.00
416-252	Thermal Power Plant with Steam	10,500,000.00	—	10,500,000.00
416-252	Basic Mechanics Training System	990,000.00	—	990,000.00
416-249	Ball Mill	370,000.00	—	370,000.00
416-249	Dry Powder Mixer	395,000.00	—	395,000.00
416-249	Large Moist Cabinet	810,000.00	—	810,000.00
416-249	Bench Top Cement Paste Mixer	98,500.00	—	98,500.00
416-249	Water Bath	80,000.00	—	80,000.00
416-249	Laboratory Sieve Shaker	150,000.00	—	150,000.00
416-249	Universal Hardness	130,000.00	—	130,000.00

Machinery				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-260	Point of Sale System Machine	50,000.00	—	50,000.00
416-193	Plant Miller	807,500.00	—	807,500.00
416-193	Electrical Grain Grinding Machine	95,000.00	—	95,000.00
416-193	Fabricated of Plant Dryer	200,000.00	—	200,000.00
416-193	Vortex Mixer	68,000.00	—	68,000.00
416-193	Stability Oven	1,980,000.00	—	1,980,000.00
416-193	Homogenizer Laboratory Model	995,000.00	—	995,000.00
416-193	Biological Refrigerator	69,000.00	—	69,000.00
416-193	75 KVA Diesel Generator Set	595,000.00	—	595,000.00
416-187	Mechanical Shredder (for vermi-compost)	345,000.00	—	345,000.00
416-193	Single Channel Pippetor	220,035.00	—	220,035.00
416-193	Forced Air Drying Oven	1,000,000.00	—	1,000,000.00
416-193	Rotary evaporator with chiller, pump & Tubing's	600,000.00	—	600,000.00
416-193	Dehumidifier	160,000.00	—	160,000.00
416-258	Laboratory Vacuum Drying Oven	103,914.00	—	103,914.00
416-273	Gradient Thermal Cycler	522,000.00	—	522,000.00
416-273	Centrifuge Machine	69,715.00	—	69,715.00
416-265	Ointment/Cream Filling Machine	200,000.00	—	200,000.00
416-276	Lathe Machine	—	700,000.00	700,000.00
TOTAL		P25,686,544.00	P700,000.00	P26,386,544.00

Office Equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-244	Air Conditioning Unit	P69,998.00	—	P69,998.00
416-238	4 HP Floor Mounted Inverter Air Con	128,500.00	—	128,500.00
416-222	5HP Inverter Floor Mounted Air Conditioning Unit	351,120.00	—	351,120.00
416-287	All-in-one PC	199,025.00	—	199,025.00
416-280	Desktop PC Set with Accessories	140,000.00	—	140,000.00
416-280	2.5 HP Split Type Air-Conditioning + Accessories & Installation	140,077.50	—	140,077.50
416-280	1 HP Split Type Air-Conditioning + Accessories & Installation	53,870.75	—	53,870.75

Machinery				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-291	2 Inverter Air Conditioner	—	135,554.00	135,554.00
TOTAL		₱1,082,591.25	₱135,554.00	₱1,218,145.25
Information and Communications Technology Equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-233	Upright Microsoft with Monitor	₱649,000.00	—	₱649,000.00
416-238	Laptop	75,000.00	—	75,000.00
416-195	Laptop	79,500.00	—	79,500.00
416-195	LCD Projector	69,500.00	—	69,500.00
416-232	Terrestrial Laser Scanner(TLS)	1,485,000.00	—	1,485,000.00
416-220	Pavilion 24-XA0002D	69,800.00	—	69,800.00
416-225	Desktop Computer	55,000.00	—	55,000.00
416-225	Desktop Computer	55,000.00	—	55,000.00
416-225	Desktop Computer	55,000.00	—	55,000.00
416-205	Laptop	54,775.00	—	54,775.00
416-205	LCD Projector	54,775.00	—	54,775.00
416-244	Laptop	69,875.00	—	69,875.00
416-244	Laptop	69,875.00	—	69,875.00
416-244	All-in-one PC	69,875.00	—	69,875.00
416-248	Desktop Computer with Graphic Design	79,875.00	—	79,875.00
416-248	Laptop	69,995.00	—	69,995.00
416-248	Laptop	69,995.00	—	69,995.00
416-248	Laptop	69,995.00	—	69,995.00
416-248	Photocopier/Multifunction Machine Xerox	189,875.00	—	189,875.00
416-248	Video camera 4k Ultra HD	89,875.00	—	89,875.00
416-248	DSLR	59,875.00	—	59,875.00
416-257	Laptop	65,000.00	—	65,000.00
416-212	Laptop	80,000.00	—	80,000.00
416-212	DSLR Camera	80,000.00	—	80,000.00
416-212	Video Camera (Camcorder)	78,900.00	—	78,900.00
416-249	Desktop Computer with AVR & UPS	79,990.00	—	79,990.00
416-249	Laptop	69,990.00	—	69,990.00
416-276	Desktop	68,000.00	—	68,000.00
416-172	HP Laptop Core i7	₱59,600.00	—	59,600.00
416-187	Laptop Computer	45,747.52	—	45,747.52
416-187	Desktop Computer, Intel Core i5	47,150.00	—	47,150.00
416-193	Desktop Computer Set	53,990.00	—	53,990.00
416-193	Desktop Computer Set	53,990.00	—	53,990.00
416-172	Desktop Computer	59,500.00	—	59,500.00
416-222	Desktop PC with Complete Package	50,000.00	—	50,000.00
416-222	Laptop with Accessories	70,000.00	—	70,000.00
416-278	Laptop	59,775.00	—	59,775.00
416-274	1 Unit Data Mining PC	98,445.00	—	98,445.00

Machinery				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-275	Laptop	79,995.00	—	79,995.00
416-285	LAPTOP	79,246.00	—	79,246.00
416-286	Branded Laptop	66,528.00	—	66,528.00
416-280	LCD Projector	126,000.00	—	126,000.00
416-291	All in one Desktop Computer, etc.	—	454,638.00	454,638.00
416-291	Overhead Scanner	—	58,375.00	58,375.00
416-284	Laptop with Accessories	—	76,775.00	76,775.00
416-284	Laptop with Accessories	—	76,775.00	76,775.00
416-286	Branded Tablet	—	54,775.00	54,775.00
416-207	Desktop Computer & Peripherals Desktop	—	76,190.10	76,190.10
416-285	All in one PC with with Accessories	—	70,139.00	70,139.00
416-291	Laptop	—	520,662.00	520,662.00
416-295	Laptop Computer	—	67,777.00	67,777.00
TOTAL		P5,013,306.52	P1,456,106.10	P6,469,412.62

Agricultural and Forestry Equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Cost as of December 2025
416-213	Band Saw with Saw Blade	P 1,500,000.00	—	P 1,500,000.00
416-213	Bamboo Furniture Board	900,000.00	—	900,000.00
416-213	Lathe Machine with Blade	240,000.00	—	240,000.00
416-213	Finger Jointer Machine	150,000.00	—	150,000.00
416-213	Industrial Air Compressor with Spray Gun	200,000.00	—	200,000.00
416-213	Auto Route 24" x 48" CNC Machine	295,000.00	—	295,000.00
416-213	Dust Collector and Accessories (Hoses Clamps & accessories)	240,000.00	—	240,000.00
416-213	Drill Press	65,000.00	—	65,000.00
416-213	Sharpening Machine Tool Kit	75,000.00	—	75,000.00
TOTAL		P 3,665,000.00	—	P 3,665,000.00

Construction and Heavy equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Cost as of December 2025
416-249	Heavy Duty Compresses Earth Block Maker Machine	—	P540,183.88	P540,183.88
TOTAL		—	P540,183.88	P540,183.88

Technical and Scientific Equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-199	Compound Microscope	₱104,972.00	—	₱104,972.00
416-199	Stereo Microscope	120,000.00	—	120,000.00
416-199	Analytical Precision Digital Weighing Balance	110,000.00	—	110,000.00
416-174	Ductless Fumehood	600,000.00	—	600,000.00
416-233	Precision Scanner Research Microscope CX43	699,000.00	—	699,000.00
416-233	Vented Storage Cupboard	297,000.00	—	297,000.00
416-233	Muffle Furnace	247,000.00	—	247,000.00
416-233	Hot plate with Stirrer	69,850.00	—	69,850.00
416-233	Crucibles	99,000.00	—	99,000.00
416-233	Laboratory Shaker	74,500.00	—	74,500.00
416-231	High Frequency Vacuum Drier	2,000,000.00	—	2,000,000.00
416-231	Oven	170,000.00	—	170,000.00
416-231	Table Saw	55,000.00	—	55,000.00
416-231	Distribution Transformer	240,000.00	—	240,000.00
416-231	Analytical Balance	120,000.00	—	120,000.00
416-236	Strain Meter Data Logger	484,144.26	—	484,144.26
416-232	DSLR Camera	50,000.00	—	50,000.00
416-236	Dry Bath	108,953.42	—	108,953.42
416-253	Sediment Transport	5,000,000.00	—	5,000,000.00
416-253	Fluid Science	3,000,000.00	—	3,000,000.00
416-252	Air Conditioning Trainer	3,490,000.00	—	3,490,000.00
416-258	Handheld Potentiostat	549,722.00	—	549,722.00
416-193	Analytical Balance		₱139,041.10	139,041.10
416-193	Liquid Nitrogen Tank		225,000.00	225,000.00
416-193	Refrigerated Centrifuge		500,000.00	500,000.00
416-193	2 Rotary Evaporators with Refrigerated Chiller & 2 Vacuum pumps & tubing		553,000.00	553,000.00
416-193	CO2 Incubator		534,000.00	534,000.00
416-193	Vacuum Pump with Pedal		157,000.00	157,000.00
416-193	Autoclave		488,000.00	488,000.00
416-193	Magnetic Stirrer/Hot Plate		39,000.00	39,000.00
416-193	Laminar Flow Display		300,000.00	300,000.00
416-193	Furnace		384,000.00	384,000.00
416-193	Acid Resistance Fume Hood		500,000.00	500,000.00
416-193	Multichannel Pipettors		380,000.00	380,000.00
416-193	Shaking Incubator		265,000.00	265,000.00
416-193	Plethysmometer		507,200.00	507,200.00

Technical and Scientific Equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-193	Brand New Inverted Microscope with Fluorescence Function		2,193,000.00	2,193,000.00
416-189	Water Activity Meter		188,888.00	188,888.00
416-189	Moisture Analyzer		240,000.00	240,000.00
416-256	Analytical Balance		140,091.00	140,091.00
416-232	Handheld Dual Frequency GPS		150,000.00	150,000.00
416-232	Digital Hysometer		50,000.00	50,000.00
416-256	Water Deionizer		350,000.00	350,000.00
416-256	pH Meter		130,000.00	130,000.00
416-265	Analytical Balance		175,000.00	175,000.00
416-265	Analytical Balance		175,000.00	175,000.00
416-265	UV Lamp		62,000.00	62,000.00
TOTAL		P17,689,141.68	P8,825,220.10	P26,514,361.78

Other Transportation Equipment refers to the Van/Multipurpose Vehicle acquired on December 29, 2023 under the project 416-160 Kadiwa.

Furnitures and Fixtures				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-233	Steel Laboratory Cabinet	P64,000.00	—	P64,000.00
416-189	Cabinet Dryer	189,200.00	—	189,200.00
416-280	Wooden Tables	—	66,000.00	66,000.00
416-256	Corrosion Resistant Laboratory Cabinets	—	80,000.00	80,000.00
416-256	Corrosion Resistant Laboratory Cabinets	—	60,000.00	60,000.00
416-307	Room Division	—	170,000.00	170,000.00
TOTAL		P253,200.00	P376,000.00	P629,200.00

Construction in Progress-Infrastructure refers to materials purchased to FIBECO Inc. for the project of IPTBM Building Improvement amounting to **P88,436.88** on February 6, 2024 and payment to RCCC Trading & Electrical Supply for the transformer amounting to **P175,000.00** on May 3, 2024.

Other Property, Plant & Equipment				
Responsibility Center (See Note 15)	Description	Cost as of December 2024	Additions in 2025	Total cost as of December 2025
416-233	DSLR Camera	P54,375.00	—	P54,375.00
416-265	Water Distiller	80,000.00	—	80,000.00
416-265	Plant Miller	130,000.00	—	130,000.00
416-265	Ultralow Freezer/Biofreezer	530,000.00	—	530,000.00
416-291	Smart Television 75"	534,000.00	—	534,000.00
TOTAL		P1,328,375.00	—	P1,328,375.00

11. Biological Assets

This account comprises of bearer biological assets and consumable biological assets which is broken down as follows:

Particulars	2025	2024
Breeding Stocks	P961,000.00	P947,000.00
Livestock	564,000.00	570,000.00
Trees, Plants and Crops	29,235,979.81	28,877,545.63
Carrying Amount	P30,760,979.81	P30,394,545.63

Breeding stocks account amounting to P 961,000.00 refers to cows and other farm animals held for breeding and production purposes.

The livestock inventory account in the amount of P 564,000.00 refers to cows which are intended for sale and production purposes.

The trees, plants and crops inventory account amounting to P 29,235,979.81 represents the estimated value of planted trees, crops such as rice, coffee, cacao or rubber trees, coconut and the like.

12. Intangible assets

Intangible assets account has a net book value of P3,088,099.58 as of December 31, 2025, as shown below:

Particulars	2025	2024
Computer Software	P20,877,625.00	P19,701,635.00
Acc. Amortization - Computer Software	(17,789,525.42)	(16,184,984.72)
Carrying Amount	P3,088,099.58	P3,516,650.28

For GF Cluster 01, Intangible Assets represents the procurement of Upgraded & Integrated Human Resource Management Biometrics Timekeeping Payroll amounting to ₱500,000.00 and 1 lot Comprehensive Integrated Government Financial Management System (CIGFMS) amounting to ₱2,370,000.00, both were acquired in the year 2018.

The Accumulated Amortization of these assets amounted to ₱2,726,500.00.

For STF 164 Cluster 05, Intangible assets consist of Computer Software account amounting to ₱17,444,625.00 broken down as follows:

Particulars	Amount
Biometric System	₱1,348,000.00
Enrolment System Software	5,878,888.00
Software License	671,757.00
Software Maintenance & Upgrading of Enrolment System	1,545,000.00
ICT Software	5,338,000.00
CISCO Subscription Renewal	80,000.00
Software License	913,490.00
Plagiarism Software	336,000.00
Remantec Payroll System	157,500.00
Windows Server 2019 Data Center	76,990.00
ProQuest with access to Plunkett Research	1,099,000.00
Total	₱17,444,625.00

For RGMO Fund Cluster 06, Computer Software account in the amount of P563,000.00 refers to the system of Aging of Account Receivable and point of sales system installed at the Homestay canteen and accounting office.

Intangible assets account has a net book value of P 28,150.00 as of the Calendar Year 2025 as show below:

Particulars	2025	2024
Computer Software	₱563,000.00	₱563,000.00
Accumulated Amortization	(534,850.00)	(534,850.00)
Carrying Amount	₱28,150.00	₱28,150.00

Computer Software account in the amount of P563,000.00 refers to the system of Aging of Account Receivable and point of sales system installed at the Homestay canteen and accounting office.

13. Other Non-Current Assets

For all Funds, Other Non-Current Assets amounting to **₱489,465.73** refers to the salvage value of Assets which were dropped due to unserviceable, with an approved Inventory and Inspection Report of unserviceable property on the Equipment.

14. Financial Liabilities

14.1 Payables

Payable consists of Accounts Payable and Due to Officers and Employees accounts for all funds amounting to **₱30,033,663.23** and **₱20,824,559.28**, respectively.

This is broken down as follows:

Particulars	1	5	6	7	2025	2024
Accounts Payable	₱6,455,726.00	₱12,893,509.03	₱9,448,192.18	₱1,236,236.02	₱30,033,663.23	₱44,904,386.49
Due to Officers and Employees	13,957,598.02	3,291,366.22	36,414.46	3,539,180.58	20,824,559.28	16,088,107.58
Total	₱20,413,324.02	₱16,184,875.25	₱9,484,606.64	₱4,775,416.60	₱50,858,222.51	₱60,992,494.07

For GF Cluster 01, Accounts Payable amounting to **₱6,455,726.00** consists of non-current over 91 days and Prior Year's Accounts Payable remaining balance of **₱66,070.00**. Current balance of **₱6,389,656.00** as summarized below:

Description	Account Code	Amount
Due from National Government Agencies	10303010-00	₱25,782.26
Office Supplies Inventory	10404010-00	1,086,559.17
FOL Inventory	10404080-00	204,943.43
Construction Materials Inventory	10404130-00	424,532.85
Other Supplies and Materials Inventory	10404990-00	732,571.67
Semi-Expendable Office Equipment	10405020-00	198,254.37
SE - Information and Communications Technology Equipment	10405030-00	61,120.36
Semi-Expendable Other Equipment	10405990-00	108,412.20
Office Equipment	10605020-00	262,150.00
Honoraria	50102100-00	18,000.00
Hazard Pay	50102110-01	5,016.00
Travelling Expenses – local	50201010-00	530,202.32
Training Expenses	50202010-00	1,010,531.10
Electricity Expenses	50204020-00	996,288.29
Research, Exploration & Development	50207020-00	23,617.95
Telephone Expenses – Mobile	50205020-01	6,593.00
Extraordinary & Miscellaneous Expense	50210030-00	69,000.00
Other Professional Services	50211990-00	81,201.31

Description	Account Code	Amount
Repairs and Maintenance-Machinery and Equipment	50213050-00	19,334.50
Repairs and Maintenance-Motor Vehicles	50213060-00	21,842.62
Other Maintenance and Operating Expenses	50299990-99	503,702.60
Total		₱6,389,656.00

For STF Cluster 05, Accounts Payable – as of December 31, 2025 amounting to ₱12,893,509.03 consists of prior years remaining balance in the amount of ₱2,258,518.58 and the current year's balance of ₱10,634,990.45.

Account	Account Code	Amount
Awards and Rewards Expenses	502060-01	₱99,000.00
Electricity Expenses	50204020-00	1,365,430.32
Honoraria Civilian	50102100-01	260,120.00
Information and Communications Technology Equipment	10605030-00	205,267.00
Office Equipment	10605020-00	316,462.06
Other Supplies and Materials Inventory	10404990-00	29,945.85
Prizes	50206020-00	37,500.00
Scholarship Grants/Expenses	50202020-00	27,000.00
Semi-Expendable Books	50203220-02	2,828,808.18
Semi-Expendable Furniture and Fixtures	50203220-01	373,962.32
Semi Expendable Information and Communications Technology Equipment	50203210-03	120,116.09
Semi Expendable Office Equipment	50203210-02	277,005.44
Semi Expendable Other Equipment	50203210-99	158,242.85
Training Expenses	50202010-00	19,200.00
Travelling Expenses-Foreign	50201020-00	295,396.28
Travelling Expenses-Local	50201010-00	332,998.52
Stale Checks		513,668.48
Unclaimed Checks		3,374,867.06
Total		₱10,634,990.45

For RGMO Fund Cluster 06, this account pertains to purchases & expenses incurred but not yet paid. Accounts Payable amounting to ₱9,448,192.18 consists of Prior Year's remaining balance of ₱5,914,671.19 and the current year balance of ₱3,533,520.99 as summarized below:

Account	Account Code	Amount
Philhealth Contributions	50103030-00	₱8,372.30
Merchandise Inventory	10401010-00	2,337,726.29
Other Supplies & Materials Expenses	50203990-00	11,357.15
Agriculture Produce for Distribution	10402060-00	750.00
Honoraria- Civilian	50102100-00	229,615.37
Stale Checks		92,934.36
Unclaimed Checks		852,765.52
Total		₱3,533,520.99

For Account 1 Fund Cluster 07, current year's Accounts Payables is composed of due and demandable obligations to supplier, stale checks and unclaimed checks which will be reverted in January 2026 amounting to ₱1,236.236.02.

Account	Account Code	Amount
Other Supplies and Materials Inventory	10404990-00	₱53,899.10
Semi-Expendable Information and Communications Technology Equipment	10405030-00	107,559.70
Traveling Expenses-Local	50201010-00	272,362.526
Communication Expense	50205000-00	34,059.130
Other Professional Services	50211990-00	33,213.60
Representation Expenses	50299030-00	9,464.28
Other Maintenance and Operating Expenses	50299990-00	4,732.15
Subtotal		₱515,290.48
STALE CHECKS		
Responsibility Center (See Note 15)		
416-265		13,831.57
416-278		21,037.27
Subtotal		₱34,868.84
UNCLAIMED CHECKS		
Responsibility Center (See Note 15)		
416-268		9,350.72
416-241		399,762.50
416-273		38,526.26
416-241t		7,500.00
416-241x		7,500.00
416-303		828.13
416-305		48,600.00
416-304		33,960.00
416-309		7,571.43
416-218		34,293.79
416-306		6,600.00

Account	Account Code	Amount
416-295		29,079.11
416-293		900.00
416-193		19,241.72
416-286		2,366.07
416-284		454.28
416-285		4,921.43
416-287		13,370.66
416-307		10,450.00
Saricaya, N.		10,000.00
CMUEAI		800.00
Subtotal		686,076.70
Total		₱1,236,235.43

14.2 Due to Officers and Employees

For Fund Cluster 01, Due to Officers and Employees amounting ₱13,957,598.02 to consist of the following:

Description	Amount
Unclaimed Salaries	₱1,079,800.21
Tax Refund- CY 2025	1,593,648.62
Salaries & Wages - Regular – Civilian	55,128.71
Hazard Pay, Subsistence Allowance and Laundry	56,385.76
Honorarium	6,833,178.13
RATA	261,000.00
Other Personnel Benefits	3,373,244.17
Travelling Expenses	558,877.48
Training Expenses	94,100.00
Postage and Courier Services	5,274.00
Extraordinary and Miscellaneous Expenses	45,300.00
Other Maintenance and Operating Expenses	1,260.00
Over returned excess of Cash Advance	400.94
Grand Total	₱13,957,598.02

For Fund Cluster 05, Due to Officers and Employees amounting to ₱3,291,366.22 which consists the following;

Description	Amount
Awards and Rewards Expense	₱25,950.00
Hazard Pay	127,450.00
Honoraria	2,997,315.92
Other Professional Services	3,600.00
Scholarship Grants/Expenses	122,025.50

Travelling Expenses-Local	14,934.80
Grand Total	₱3,291,276.22

Due to Officers and Employees account amounting to ₱36,414.46, refers to the unsuccessful transaction of the online payment of Premium Benefits of Job Order employees as of December 31, 2025 and prior year of 2024 due to closed bank account of the said employees and most of them were no longer connected.

Name	Account	2025
Abug, Enrique	Other Personnel Benefits	₱1,220.08
Aguinsatan, Julius	Other Personnel Benefits	1,449.63
Allaba, Sarah Jane	Other Personnel Benefits	5,169.21
Anticristo, Charlie	Other Personnel Benefits	36.00
Balague, Joerito	Other Personnel Benefits	304.16
Bocatot, Jvelyn	Other Personnel Benefits	2,987.25
Cagampang, Michael	Other Personnel Benefits	238.65
Candolorosa, Melecio	Other Personnel Benefits	3,630.21
Cañete, Jonick	Other Personnel Benefits	2,727.37
Carbonilla, Jesryl	Other Personnel Benefits	2,455.37
Diamante, Joeberson	Other Personnel Benefits	4,907.74
Estanio, Jezreel	Other Personnel Benefits	294.17
Jorquia, Kervy	Other Personnel Benefits	2,347.52
Lofranco, Elena	Other Personnel Benefits	283.89
Lumanog, Jhondy	Other Personnel Benefits	1,244.26
Manapsal, Lesley	Other Personnel Benefits	653.76
Mangubat, Danilo Jr.	Other Personnel Benefits	43.89
Pido, Fernando	Other Personnel Benefits	1,768.57
Revilla, Canoline Riam	Other Personnel Benefits	117.45
Soratisa, Charlie	Other Personnel Benefits	684.09
Tamba, Carmelino	Other Personnel Benefits	226.94
Tandog, Jedilyn	Other Personnel Benefits	1,285.80
Tulun-an, Hamero	Other Personnel Benefits	109.18
Vicente G. Manangkila	Other Personnel Benefits	81.11
Vidad, Romnick	Other Personnel Benefits	2,148.16
Total		₱ 36,414.46

For Account 1 Fund 07, the Due to Officers and Employees amounting to ₱3,539,180.58 pertains to all unpaid dues and demandable reimbursements, wages, and honoraria as of December 31, 2025.

The payee for are as follows:

Name of Payee	2025
Abarquez, Grace Lyn O.	₱7,000.00

Name of Payee	2025
Acupan, S. Et.Al	97,500.00
Adlaon, SL. Et.Al	720,000.00
Agnes Rinon	4,500.00
Aileen Mae Ang	2,700.00
Alacapa, Tj. Et.Al	195,000.00
Alfeche, Dg. Et.Al	112,500.00
Alicabo, Mg. Et.Al	210,000.00
Alsola, Maryleene	10,000.00
Amoroso, V. Et.Al	54,440.00
Analyn Gultiano	2,700.00
Antique, Jennifer P. Et.Al	260,000.00
Arcaya, Ma. Et.Al	52,095.62
Asingua, Fm. Et.Al	80,000.00
Ballentes, M.	8,100.00
Bangis, Ryan Gabriel G.	7,500.00
Baynosa, June Ryan G.	7,930.00
Baynosa, Rejane Hope	2,960.00
Bedan, Heaven A.	10,000.00
Bersabal, Y. Et.Al	29,282.00
Bolonos, Baum Mia	2,700.00
Bolonos, BM. Et.Al	26,460.52
Butil, Juwi B.	10,000.00
Cabiladas, Maricel	2,700.00
Canatoy, Ronley C.	740.00
Cañete, Althea O.	10,000.00
Capul, Lezly L.	10,000.00
Casas, J. Et.Al	56,380.00
Catane, IL. Et.Al	261,356.49
Cervantes, D. Et.Al	16,124.44
Cervantes, Hymson	16,873.00
Cesar Ray Vince M. Domingo	7,500.00
Cheryl C. Cordova	80,700.00
Coritico, F. Et.Al	13,285.00
Cuñada, RM. Et.Al	10,800.00
Dapar, ML. Et.Al	69,300.00
Domingo, CRV. Et.Al	50,042.52
Eduave, Arthur C.	11,540.00
Falsis, Victor	4,500.00
Garsuta, Donald Lloren	7,500.00
Gelaga, J. Et.Al	28,000.00
Gil Luardo	900.00
Gonzalez, KG. Et.Al	35,921.63
Hiedy Canete	21,385.03

Name of Payee	2025
Israel, Jelly Marie	10,000.00
Jamco, J. Et.Al	31,405.50
Jayson Gelaga	19,347.00
Khristine Sulatorio	11,740.90
Ladrillo, Rajane Faith	2,700.00
Lagumbay, AJ. Et.Al	33,282.50
Landicho, Ellon Sweisoh M.	42,944.90
Ma. Estela Detalla	7,900.29
Mahinay, N. Et.Al	47,700.00
Mahinay, Nasario P.	1,570.00
Manubag, J.	20,250.00
Marin, R. Et.Al	30,390.00
Mark Anthony Cruz	7,500.00
Mark Jun Rojo	7,500.00
Marlk Lloyd G. Dapar	20,880.00
Narreto, Oliver Michael C.	740.00
Noel Lagunday	8,400.00
Pabiona, M. Et.Al	48,600.00
Panadero, JA. Et.Al	44,883.50
Perioperio, AS. Et.Al	15,000.00
Ramirez, Romeo A.	540.00
Rico Marin	7,500.00
Rojo, MJ. Et.Al	19,510.00
Rolito Eballe	3,150.00
Rones Ando	7,700.00
Ruaya, Camel Y.	10,000.00
Sablada, Jayson Josh P.	7,930.00
Sheila Mae Poonon	34,700.00
Sherre Ann N. Lagura Ii	2,220.00
Sulatorio, K. Et.Al	14,000.00
Sumbilon, Novemie A.	10,000.00
Suminig, Jether S.	10,100.00
Tao-On, Nikki Loraine	10,000.00
Temple, Judy Rose B.	10,000.00
Terig, Demie More	3,500.00
Tolosa, E. Et.Al	248,292.00
Vender, PD. Et.Al	47,733.85
Victor Amoroso	14,637.00
Vistal, MAM. Et.Al	36,016.89
TOTAL	₱3,539,180.58

15. Inter-Agency Payables

This account represents payables to government agencies of all funds which broken down as follows:

Particulars	1	5	6	7	2025	2024
Due to BIR	P6,207,105.85	P1,516,358.14	P140,981.89	P444,744.22	P8,309,190.10	P4,126,052.16
Due to GSIS	12,864,064.74	—	—	—	12,864,064.74	216,493.19
Due to Pag-IBIG	1,547,460.63	6,665.04	40,673.05	—	1,594,798.72	48,555.99
Due to PhilHealth	7,381.94	—	22,643.75	—	30,025.69	6,250.00
Due to NGAs	283,701.93	—	—	127,770,967.42	128,054,669.35	128,001,128.59
Due to GOCCs	357,965.00	256,695.60	—	—	614,660.60	258,250.60
Due to LGUs	—	12,000.00	—	—	12,000.00	12,000.00
Total	P21,267,680.09	P1,791,718.78	P204,298.69	P128,215,711.64	P151,479,409.20	P132,668,730.53

For General Fund Cluster 01, the inter-agency payables are broken-down as follows:

Account	2025	2024
Due to BIR	P6,207,105.85	P2,806,403.05
Due to GSIS	12,864,064.74	216,493.19
Due to Pag-IBIG	1,547,460.63	—
Due to Philhealth	7,381.94	—
Due to NGAs	283,701.93	8,926.16
Due to GOCCs	357,965.00	6,940.00
Total	P21,267,680.09	P3,038,762.40

Due to BIR, Due to GSIS, Due to Pag-ibig, and Due to NGAs will be remitted in January 2026. Due to GOCCs was the amount deducted from the payroll for the Social Security System (SSS) Contribution, this is optional deduction for those employees who are willing to contribute.

The Due to BIR is broken down as follows:

Description	Code	2025	2024
General Fund (With TRA)			
Compensation	20201010 00	P5,374,706.67	P2,348,512.90
VAT	20201010 00	397,858.02	203,461.79
Expanded	20201010 00	434,541.16	254,428.36
TOTAL		P6,207,105.85	P2,806,403.05

For STF 164 Fund Cluster 05, the Inter-Agency Payable Account amounting to P1,791,718.78 is as follows:

Accounts	2025	2024
Due to BIR	P1,516,358.14	P880,255.17
Due to Pag-IBIG	6,665.04	6,665.04

Due to GOCC	256,695.60	250,030.60
Due to LGU	12,000.00	12,000.00
Total	₱1,791,718.78	₱1,148,950.81

The Due to BIR account pertains to the unremitted tax deductions as of December 31, 2025 but to be remitted on January 10, 2026.

Description	Code	2024
Income Tax	20201010 00	₱182,213.69
VAT	20201010 00	324,623.30
WT	20201010 00	1,009,521.150
TOTAL		₱1,516,358.14

For RGMO Fund Cluster 06, the Inter-Agency Payable Account amounting to ₱204,298.69 is broken down as follows:

Accounts	2025	2024
Due to BIR	₱140,981.89	₱208,981.94
Due to Pag-ibig	40,419.50	41,890.95
Due to Philhealth	22,897.30	6,250.00
Total	₱204,298.69	₱257,122.89

Due to BIR account amounting to ₱140,981.89 refers to the unremitted withholding taxes for RGMO which will be remitted in January 2026;

Particulars	RGMO	Homestay	Tourism	CMU-Press	Total
IT (1-2%)	₱107.14	₱15,111.37	—	—	₱15,218.51
IT (3%)	—	28,890.00	—	—	28,890.00
VAT (5%)	930.79	25,506.48	₱15.51	₱35.98	26,488.76
Compensation	—	—	—	70,384.62	70,384.62
Total	₱1,037.93	₱69,507.85	₱15.51	₱70,420.60	₱140,981.89

Due to Pag-IBIG account refers to the unremitted contribution of Job Order employees amounting to P 40,419.50. This will be remitted in January 2026.

Due to Philhealth account amounting to P 22,897.30, refers to the unremitted premium which will be remitted in January 2026.

For Account I Fund Cluster 07, the inter-agency payable account is broken down as follows:

Particulars	2025	2024
Due to BIR	₱444,744.22	₱230,412.00
Due to NGAs	127,770,967.42	127,992,202.43
Due to GOCCs	—	1,280.00
Total	₱128,215,711.64	₱128,223,894.43

Due to BIR account pertains to the unremitted tax deductions as of December 31, 2025 but to be remitted on January 10, 2026.

Due to BIR is consists of the following:

Description	Code	2025
Compensation	20201010 00	₱277,330.00
VAT	20201010 00	51,154.04
Expanded	20201010 00	102,615.99
OPT	20201010 00	13,644.19
TOTAL		₱444,744.22

Due to NGAs account shows the balances of each specific program/project per book which are funded by other government agencies but implemented by the university.

Below are the list of the outside funded projects and its assigned specific monitoring code.

Name of Project	Code	2025	2024
Center of Excellence in Agriculture and Forestry	416-39	₱29,387.84	₱29,387.84
Philippine Agriculture and Resources Research Foundation, Inc.	416-40	1,515.00	1,515.00
Commission on Higher Education-Student Financial Assistance Programs	416-48	605,528.47	605,528.47
ANEC 151	416-51	2,590.00	2,590.00
Commission on Higher Education Loan Repayment	416-54	1,200,418.67	1,179,835.20
National Cooperative Trial-Vallador	416-56	11,831.05	6,191.05
Miscellaneous 3	416-57	3,738,061.38	3,707,352.17
Miscellaneous Administrative Cost	416-57ac	119,088.50	119,088.50
National Commission for Culture and the Arts	416-59	56,521.97	56,521.97
Dargantes Research	416-84	51,234.14	51,234.14
United States Agency for International Development-Sustainable Agriculture and Natural Resource Management	416-85	68,972.07	68,972.07
Commission on Higher Education-Philippine President Gloria Macapagal-Arroyo	416-88	49,825.15	49,825.15
Central Mindanao University-BADP	416-94	59,961.87	59,961.87
Department of Agriculture-Bureau of Agricultural Research Adlay	416-101	—	151,643.68
R. Rodriguez-Student Financial Assistance	416-104	111,160.00	111,160.00
Department of Science and Technology - Office of the Secretary	416-107	30,434.66	30,434.66
Department of Environment and Natural Resources-Bohol	416-108	8,877.27	8,877.27
Long Term Ecological Research -OYSI	416-110a	4,238.00	4,238.00
Department of Agriculture-DXMU-Rehab	416-115	3,186.00	3,186.00
National Grid Corporation of the Philippines	416-121	7,441.24	7,441.24

Name of Project	Code	2025	2024
Department of Environment and Natural Resources-Malaybalay	416-122	7,019.31	7,019.31
Tuklas Lunas	416-123	909,790.24	871,633.71
Philippine-Light Detection and Ranging	416-126	3,982,057.41	3,982,057.41
Sericulture Research and Development Institute	416-127	35,080.28	35,080.28
Citizen Satisfaction Index System-Department of the Interior and Local Government	416-128	202,168.15	202,168.15
Yemane	416-129	-127,645.45	-127,645.45
Commission on Higher Education Higher Education Development Fund	416-130	55,300.38	55,300.38
Science Investigatory Project-Biology	416-131	73,155.90	73,155.90
OE-National Economic and Development Authority	416-132	57,612.60	57,612.60
Muleta Watershed	416-133	20,874.73	20,874.73
Rubber Clones	416-134	6,234.75	6,234.75
Philippine Carabao Center Dairy Facilities	416-137	775,713.81	583,213.81
Commission on Higher Education-National Agriculture and Fisheries Education System	416-139	24,264.02	24,264.02
Cacao	416-144	9,372.13	9,372.13
Adaptation and Mitigation Initiative in Agriculture	416-145	880.79	880.79
Mercury	416-147	10,823.00	10,823.00
Multi-Location Adaptation Trial-National Cooperative Trial - Philippine Rice Research Institute	416-150	7,520.00	—
Philippine Forestry Education Network	416-153	6,866.12	6,866.12
Geo-Informatics for the Systematic Assessment of Flood Effects and Risks	416-154	1,005,467.75	1,005,467.75
Commission on Higher Education-SGT	416-155	186,904.21	186,904.21
Swine-Fever	416-156	35,800.24	35,800.24
Lettuce & Tomato	416-159	2,790.20	2,790.20
Small Scale Irrigation Projects	416-160	23,999.80	23,999.80
DARE	416-162	113,075.90	113,075.90
Gold Mine	416-165	36,886.03	36,886.03
Satisfaction Survey	416-166	81,266.00	81,266.00
Commission on Higher Education National Agriculture and Fisheries Education System-Falcata	416-168	—	486
Sangguniang Kabataan	416-169	212,400.62	212,400.62
Intellectual Property and Technology Business Management	416-172	5,955.00	—
Halal Science	416-173	—	16,318.08
Cattle Research Development and Extension Center	416-174	372,000.00	429,000.00
Department of Agriculture Region (Hybrid)	416-177	187,048.66	187,048.66
Biodiversity	416-180	817,087.62	811,081.92
Institutional Development and Innovation Grants Agri	416-181	1,606,209.56	1,606,209.56
Institutional Development and Innovation Grants HE	416-183	191,437.16	221,729.00
Tertiary Education Subsidy Academic Year 2018-2019	416-185	458,153.49	517,854.18

Name of Project	Code	2025	2024
Tertiary Education Subsidy Grantees Academic Year 2023-24(4,635,900)	416-185(47722 2)	30,000.00	—
Tertiary Education Subsidy AY2023-24, 2nd sem(4,504,600)	416-185e	70,000.00	—
Tertiary Education Subsidy Academic Year 2024-25, 1st sem(3,600)	416-185k	-2,339.31	—
Tertiary Education Subsidy Academic Year 2024-25, 1st sem(8,780,000)	416-185L	700,000.00	—
Tertiary Education Subsidy Academic Year 2024-25, 1st sem(87,800)	416-185m	87,800.00	—
Tertiary Education Subsidy 3B	416-185n	87,300.00	—
Business Incubator	416-187	180,307.38	213,082.22
Pharma P1	416-188	—	—
Pharma P2	416-189	677,490.88	782,782.96
Pharma P4	416-190	—	—
Pharma P5	416-191	1,278,702.02	1,562,252.02
ESGPPA Grantees School Year 2018-2019	416-192	7,600.00	7,600.00
Pharma P3	416-193	9,087,672.60	10,455,874.77
Morphology	416-194	50,233.49	57,833.45
Dairy Cattle	416-195	42,543.18	70,853.22
Marawi Siege	416-196	186,037.07	186,037.07
Technical Education and Skills Development Authority	416-197	-0.25	-0.25
KASTA	416-198	54,142.90	54,142.90
Central Mindanao University-Agricultural Experiment Center	416-199	202,379.00	234,201.32
Department of Science and Technology National Research Council of the Philippines /Flora-Fauna	416-201	—	655,608.92
Outbound Student 2018	416-203	100,000.00	100,000.00
Halal Goat	416-205	40,168.40	60,982.88
Falcata Phase I	416-206	2,097.40	2,097.40
Department of Science and Technology 1	416-207	16,190,350.31	23,085,685.73
Department of Science and Technology 1 (103,848)	416-207(47718 5)	103,848.00	103,848.00
Department of Science and Technology 1 (18,633,090.93)	416-207(47724 4)	1,295,897.12	—
Department of Science and Technology 1 (7,558,000.00)	416-207(47725 6)	240,439.00	—
Department of Science and Technology 1 (5,900,000)	416-207b	1,823,860.00	—
Department of Science and Technology 1 (206,960)	416-207c	2,661.00	—
Department of Science and Technology 1 (117,500)	416-207d	23,154.00	—
Department of Science and Technology 1 (1,432,000)	416-207e	50,000.00	—
Department of Science and Technology 1 (6,270,000)	416-207f	657,320.00	—

Name of Project	Code	2025	2024
Department of Science and Technology 1 (5,112,000)	416-207g	456,000.00	—
Department of Science and Technology 1 (561,594)	416-207h	260,542.53	—
Department of Science and Technology 1 (193,000)	416-207i	33,000.00	—
Department of Science and Technology 1 (81,600)	416-207j	28,800.00	—
Department of Science and Technology 1 (19,120,000)	416-207k	983,895.00	—
Department of Science and Technology (8,581,000)	416-207L	1,738,995.00	—
Department of Science and Technology (2,710,000)	416-207M	2,710,000.00	—
Department of Science and Technology 1 (26,560)	416-207N	11,440.00	—
Department of Science and Technology 1 (6,673,000)	416-207O	946,770.00	—
Department of Science and Technology 1 (15,773,071.74)	416-207P	3,725,399.11	—
SQM	416-209	101,590.60	101,590.60
Organic Rice	416-211	94,275.99	94,275.99
Philippine Council for Agriculture, Aquatic and Natural Resources Research and Development - Financial Assistance	416-212	104,436.76	149,827.84
Bamboo -Institution Development Division	416-213	1,954,168.94	2,302,343.90
Pummelo	416-214	0.40	0.40
International Rice Research Institute-Mayt Rice	416-215	3,628.00	3,628.00
iLAB project	416-218	7,502.00	34,293.79
AntiMicrobial Phase II	416-219a	3,670.45	7,502.00
Antimicrobial	416-219	24,488.03	3,670.45
African Swine Fever	416-220	—	37,750.07
Development of Sediment Monitoring and Analysis for Rehabilitation Tool in a Surface Mine Area	416-221	—	—
Intellectual Property and Technology Business Management Phase 2	416-222	111,028.20	203,241.00
Smart Food	416-223	—	6,438.10
Institute for Peace and Development in Mindanao	416-225	110,095.82	141,445.70
TVT	416-226	7,328.46	7,328.46
Spray Dying	416-227	607,289.76	700,342.32
Bamboo Nicer P1	416-231	2,512,184.33	2,886,579.29
Bamboo Nicer P2	416-232	782,854.60	1,148,579.52
Bamboo Nicer P3	416-233	1,818,901.82	2,192,140.06
Defects of Falcata	416-236	385,256.68	448,868.17
Business Incubator Phase 2	416-238	73,595.54	106,500.50
Commission on Higher Education (CHED) - Land Use Development and Infrastructure Plan (LUDIP)	416-240	17,199.15	17,199.15
Commission on Higher Education Tulong Dunong Program - Tertiary Education Subsidy	416-241	992,000.00	1,781,660.00

Name of Project	Code	2025	2024
Commission on Higher Education-Tulong Dunong Program 2nd Sem AY2023-24	416-241a	94,125.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy AY2023-24 2nd sem	416-241b	24,412.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (165,825)	416-241i	31,650.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (113,062.50)	416-241j	30,562.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (75,262.50)	416-241k	37,762.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (105,525)	416-241L	525.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (22,612.50)-Angas et.al	416-241m	112.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (75,375)	416-241n	7,875.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (128,137.50)	416-241o	637.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (82,912.50)	416-241p	82,912.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (15,075)	416-241Q	75.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year 2024-25,1st sem(615,000)	416-241r	7,500.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year 2024-25,1st sem (3,075)	416-241s	3,075.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year 2023-24,1st sem (3,783,825)	416-241T	252,440.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year 2023-24,2nd sem (489,937.5)	416-241u	69,937.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year 2023-24,2nd sem(30,150)	416-241v	150.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (UAQTEA PROGRAM) 90,450	416-241w	450.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year 2024-25(3,690,000)	416-241x	445,950.00	—

Name of Project	Code	2025	2024
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy (22,612.50)-Perioperio, AS. et.al	416-241z	22,612.50	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year GRANT (1,350,000)	416-241ab	1,056,000.00	—
Commission on Higher Education-Tulong Dunong Program - Tertiary Education Subsidy Academic Year ASC/MF(6,750)	416-241ac	6,750.00	—
Rice Seed	416-244	1,237,052.10	1,290,180.30
Mushroom	416-245	881,822.88	881,822.88
Spore Morphology	416-246	—	166,140.35
Scholarships for Instructors' Knowledge Advancement Program Grantees	416-247	167,498.00	93,175.75
Uswag 2	416-248	235,595.34	355,197.30
Eco-Cement	416-249	2,896,880.90	3,156,063.29
Smart Cacao	416-251	36,670.97	36,670.97
Mechanical Engineering	416-252	10,829,291.55	12,252,391.59
Civil Engineering	416-253	7,142,850.00	8,091,900.00
QRP- COVID 19	416-257	27,949.88	157,021.49
Mahogany Fruit	416-258	509,330.57	651,297.21
Department of Agriculture - Agricultural Competitiveness Enhancement Fund	416-259	—	67,500.00
Katuwang sa Diwa at Gawa	416-260	914,036.56	1,022,241.04
National Cooperative Trial-Multi-Location Adaptation Trial 2022 income	416-261a	11,200.00	11,200.00
Mt. Pantaron Handicraft	416-264	25,380.00	59,040.00
Pharma Scale Up	416-265	2,183,562.08	3,968,861.30
Bamboo Fiber	416-268	553,772.99	-45,440.13
Department of Trade and Industry-Coconut	416-269	138,391.15	138,391.15
Department of Science and Technology - Toxoplasma	416-271	126,374.00	126,374.00
Commission on Higher Education-Long Term Ecological Research	416-273	1,461,768.33	3,762,979.24
Hydropower P2	416-274	198,784.13	217,488.65
Citronella	416-275	86,966.74	134,212.62
Philippine Council for Agriculture, Aquatic and Natural Resources Research and Development- Bamboo 4-sided	416-276	713,895.79	1,613,265.34
National Cooperative Trial-Multi-Location Adaptation Trial 2023 income	416-277a	12,600.00	12,600.00
Northern Mindanao Consortium for Agriculture, Aquatic and Natural Resources Research and Development 2.0	416-278	197,490.61	260,642.89
Intellectual Property and Technology Business Management Building. Improvement	416-280	1,817,521.79	3,701,124.71
Cocoa	416-281	444,139.68	1,287,102.68
Regional Agri-Aqua Innovation System Enhancement P1	416-284	544,109.66	1,920,489.01
Regional Agri-Aqua Innovation System Enhancement P2	416-285	181,210.93	902,020.88
Regional Agri-Aqua Innovation System Enhancement 3	416-286	451,079.48	2,273,468.52

Name of Project	Code	2025	2024
Regional Agri-Aqua Innovation System Enhancement P4	416-287	175,986.44	878,973.49
Regional Science, Technology, and Innovation Week	416-288	—	8,697.10
Health Security	416-290	248.21	248.21
Information and Communication Technology Infrastructure	416-291	2,244,804.84	4,089,690.20
Natural Insecticides	416-293	1,390,821.09	1,699,767.97
Event Management	416-294	—	94.3
Mt. Timpoong	416-295	469,174.03	2,196,834.57
National Cooperative Trial-Multi-Location Adaptation Trial 3.0	416-297	—	130,999.04
National Science and Technology Week 2024	416-298	—	1,234,268.50
LBC	416-299	—	14,846.75
Precision Agriculture	416-300	—	88,047.00
Cluster Farms and Industry Encounter through the S&T Agenda (FIESTA) on Coffee	416-303	154,470.40	—
Eurika	416-304	138,970.42	—
Comparative	416-305	1,063,050.54	—
Isoetes	416-306	1,470,245.35	—
Reform	416-307	3,503,572.33	—
Sugar Regulatory Administration	416-308	630,184.72	—
Cluster Farms and Industry Encounter through the S&T Agenda (FIESTA) on Tilapia	416-309	81,363.80	—
Swine 2025	416-310	2,999,656.02	—
National Cooperative Trial-Multi-Location Adaptation Trial in 2025	416-311	139,700.00	—
Local Events	416-312	302,580.00	—
Gas Sensing	416-313	1,811,640.71	—
Systematic Review and Ethnopharmacological Study, Molecular Authentication, Antioxidant and Antimicrobial Investigation of Medical Plant Resources Used by Cultural Communities of Higaonon, Talaandig, and Manobo in Bukidnon, Philippines (SEARCH BUKIDNON)	416-314	759,007.39	—
Carbon Verde	416-316	1,208,658.79	—
Bureau of Treasury	BTR	1,594,246.18	1,514,010.28
TOTAL		P127,770,967.42	P127,992,202.43

16. Intra-Agency Payables

This account represents payables to different operating units which is broken down as follows:

Particulars	1	5	6	7	2025	2024
Due to Other Funds	P2,147,689.51	P3,792,421.86	P460,913.35	P254,686.51	P6,655,711.23	P9,714,987.06
Total	P2,147,689.51	P3,792,421.86	P460,913.35	P254,686.51	P6,657,711.23	P9,714,987.06

For General Fund Cluster 01, the intra-agency payable amounting to P2,147,689.51 consist of payables to Fund 05 and Fund 06.

For STF Fund Cluster 05, the intra-agency payable amounting to ₱3,792,421.86 consist of remittance and deductions to Fund 06 amounting to ₱3,628,880.20 which comprises the payment for meals, snacks, accommodation, picapica, token, lechon and van rental. This also includes payables to Account 1 amounting to ₱163,541.66 which pertains to prior year balances and collections for reconciliation.

For RGMO Fund Cluster 06, the intra-agency payable amounting to ₱460,913.35 consists of payables to other Funds.

Particulars	2025	2024
Due to Other Funds	₱460,913.35	₱192,890.46
Total	₱460,913.35	₱192,890.46

Due to Other Funds account amounting to ₱460,913.35 refers to the unremitted deductions from payroll as of December 31, 2025 which will be remitted in the following months to other funds.

For Account I Fund Cluster 07, Intra-Agency Payables amounting to ₱254,686.51 represents payables to other funds which consist of the following:

Description	2025	2024
RGMO	₱189,434.26	₱148,955.76
STF	65,252.25	34,113.57
TOTAL	₱254,686.51	₱183,069.33

17. Trust Liabilities

Guarantee/Security Deposits Payable and Bidder's Performance Bond has a total amount of ₱29,360,352.51 as shown in the table:

Particulars	1	5	6	7	2025	2024
Trust Liabilities	—	₱980,550.00	—	₱277,904.90	₱1,258,454.90	₱286,016.04
Guaranty/Security Deposits Payable	₱23,970,013.61	3,492,103.65	₱111,269.41	528,510.94	28,101,897.61	25,352,902.01
Customers' Deposits Payable	—	—	—	—	—	—
Total	₱23,970,013.61	₱4,472,653.65	₱111,269.41	₱806,415.84	₱29,360,352.51	₱25,638,918.05

The Guaranty/Security Deposits Payable refers to the services rendered and delivered goods from the supplier with retention fee deducted from their cost of goods delivered. This is payable to the supplier upon completion of the contract agreement set and assigned by both parties. For supplies and materials, a period of three (3) to six (6) months was given and for infrastructure projects, one (1) year was also given to withdraw their retention fees.

Trust liabilities account for STF amounting to ₱980,550.00 refers to the collection of Bid Documents for the year.

For RGMO Fund 06, the Guaranty/Security Deposits Payable accounts amounting to ₱111,269.41 refers to the services rendered and delivered goods from the supplier with retention fee deducted from their cost of goods delivered.

Particulars	2025	2024
Guarantee/Security Deposits Payable	₱111,269.41	₱84,958.30
Total	₱111,269.41	₱84,958.30

For Account I-Fund 07, Trust Liabilities account is used to recognize the receipt of amount of registration/training fees and member agency contribution of NOMCAARRD Project amounting to ₱277,904.90 under the code 416-28c (NOMCRRD REG./Training Fee).

Guaranty/Security Deposits Payable amounting to ₱528,510.94 pertains to the retention fee deducted from the cost of goods delivered or services rendered by the supplier.

18. Deferred Credits/Unearned Income

18.1 Other Deferred Credits

Particulars	5	6	2025	2024
Other Deferred Credits	₱7,115.50	₱5,286,674.04	₱5,293,789.54	₱5,309,309.04
Total	₱7,115.50	₱5,286,674.04	₱5,293,789.54	₱5,309,309.04

For STF Fund Cluster 05, Other Deferred Credits amounting to ₱7,115.50 represents the Report of Lost, Stolen, Damaged or Destroyed Property charged to Engr. Reynaldo Mabelin amounted to ₱5,715.50 and ₱1,400.00 by Lilibeth Sale.

For RGMO Fund Cluster 06, This Other Deferred Credits/Unearned Income account in the amount of ₱5,286,674.04 refers to the unearned income of the project. It consists of the mortality of the biological assets which were charged to the accountable officers or project in-charge. This also implies an outstanding receivable of RGMO from the accountable officers pending the grant of their relief of accountability. In addition, the mortality of 50 heads of cows in the dairy project was already booked as payable to the National Dairy Authority as of December 31 2021. The necessary documents were submitted to COA including the letter request for the relief of accountability.

19. Other Payables

Other Payables account of all funds as of December 31, 2025 are broken down as follows:

Particulars	1	5	6	7	2025	2024
Other Payables	₱8,009,077.89	₱33,995,443.81	₱1,989,129.98	₱25,236,072.43	₱69,229,724.11	₱31,823,957.84
Total	₱8,009,077.89	₱33,995,443.81	₱1,989,129.98	₱25,236,072.43	₱69,229,724.11	₱31,823,957.84

For General Fund Cluster 01, The Other Payables amounting to ₱8,009,077.89 represents the deductions from payroll which will be remitted on the following month and it also

includes the Cost of the Proposed Corrective Works deducted from the different Contractors and were broken down as follows:

Name	Amount
AES	₱16,833.51
LBP PAYROLL DEDUCTION	2,119,779.92
MISCELLANEOUS 2	52,737.47
OTHERS/GARBAGE FEE	1,050.00
CEC	221,822.24
PHARMACY	1,350.75
WATER	357,212.83
UMCO	59,476.98
CMUFAI/CMUFCCO	267,545.09
UCPB	875,076.74
UCPB - SERVICE FEE	4,607.92
TAGUM COOPERATIVE	2,027,537.35
MCCB/BCB	12,100.52
CMUEAI	383,255.88
SECURITY CASH BOND	36,800.00
FRDD	25,815.96
REPAIR OF COLLEGE OF AGRICULTURE INTEGRATED SCIENCE - Cost of Corrective Works	393,185.67
CONSTRUCTION OF THE COLLEGE OF ENGINEERING BUILDING - Cost of Corrective Works	24,947.00
DEDUCTION - BRILLATES CONSTRUCTION FOR UNFINISH TILING	10,664.25
DEDUCTION - BISLIG - CONSTRUCTION OF THE COLLEGE OF HUMAN ECOLOGY	472,125.86
DEDUCTION OF JC CHIN ENT. for Carpentry of Board Chalk & White Board	34,236.16
Medical fee	(600.00)
RF	396,577.35
RGMO - COA disallowances – Centennial	(3,150.00)
STF - COA disallowances – Centennial	500.00
Return of CMUCAT-GSAT Honoraria	20,004.23
Executive Honoraria disallowance	44,399.99
HOUSE/STALL RENTAL	69,962.77
CMU RGMO	52,010.00
CMU STF	2,113.09
For Adjustments	29,098.36
Total	₱8,009,077.89

For STF-Fund 05, Other Payables is the account used for trust accounts in the University.

For RGMO-Fund 06, Other Payables account in the amount of ₱1,989,129.98, includes the unremitted employees' deduction from payroll in the previous years. This account has a significant increase because of the adjustment made on all unrecorded deposits to be recorded as part of other payables per COA recommendation but still subject for reconciliation.

Particulars	2025	2024
Other Payables	₱1,989,129.98	₱148,928.74
Total	1,989,129.98	148,928.74

For Account I Fund Cluster 07, Other Payables account pertains to the unclaimed financial assistance of various student scholars of CHED and DOST and balances of projects which are funded by nonprofit and private organizations. This account also is used to recognize the reconciling amounts from unidentified payees as well as all the unrecorded deposits as of December 2025.

20. Service and Business Income

The total service and business income accounts amounting to ₱378,644,081.25 for fund STF-Fund 05 & RGMO-Fund 06 is broken down below:

Particulars	2025	2024
Service Income		
Permit Fees	19,630.00	18,800.00
Registration Fees	—	—
Clearance and Certification Fees	3,819,021.00	4,293,612.00
Fines and Penalties - Service Income	—	—
Other Service Income	1,629,294.79	1,350,392.50
Business Income		
School Fees	294,914,281.89	270,474,194.81
Affiliation Fees	—	—
Examination Fees	113,800.00	3,802,460.00
Seminar/Training Fees	—	—
Rent/Lease Income	8,101,431.08	1,286,529.48
Waterworks System Fees	1,990,399.18	2,568,219.64
Income from Hostels/Dorm. & Other Like Facilities	11,623,550.40	10,814,844.00
Net Sales	20,102,584.73	11,711,081.89
Hospital Fees	10,612,038.61	8,179,726.82
Hospital Discounts, Allowances and Free Services	(91,029.87)	—
Interest Income	213,044.55	221,682.72
Fines and Penalties - Business Income	145,652.00	1,351,865.68
Other Business Income	25,450,382.89	45,799,940.31
Total	₱378,644,081.25	₱361,873,349.85

For STF Fund Cluster 05, the increase in clearance / certification fees was due to an increase in collection of fees as face-to-face classes of students for the First Semester were implemented.

Particulars	2025	2024
Permit Fees	₱19,630.00	₱18,800.00
Clearance/ Certification Fees	3,819,021.00	4,293,612.00
Other Service Income	7,950.00	38,250.00
Total Service Income	₱3,846,601.00	₱4,350,662.00
School Fees	₱294,914,281.89	₱270,474,194.81
Examination Fees	113,800.00	3,802,460.00
Rent/Lease Income	8,101,431.08	1,286,529.48
Waterworks System Fees	1,990,399.18	2,568,219.64
Income from Hostels/Dormitories and Other Like Facilities	8,199,925.00	7,637,845.00
Hospital Fees	10,612,038.61	8,179,726.82
Interest Income	195,762.96	197,713.27
Hospital Discounts, Allowances & Free Services	(91,029.87)	
Fines and Penalties-Business Income	145,652.00	1,351,865.68
Other Business Income	17,073,980.66	38,204,273.53
Total Business Income	₱341,256,241.51	₱333,702,828.23
Total Service and Business Income	₱345,102,842.51	₱338,053,490.23

Increase in business income was due to increase in economic activities and collection especially with waterworks system fees and collections from dormitories like Cattleya Residence ,Sunrise Residence, Gardenia Residence Hall, Lawaan Students Village, Rose Residence and Mahogany Residence.

For RGMO Fund Cluster 06:

Particulars	2025	2024
Sales Revenue	₱48,461,975.08	₱34,052,964.16
Less: Cost of Sales	28,359,390.35	22,341,882.27
Gross Profit	20,102,584.73	11,711,081.89
Income from Hostels/Dormitories and Other Like Facilities	3,423,625.40	3,176,999.00
Other Service Income	1,621,344.79	1,312,142.50
Interest Income	17,281.59	23,969.45
Other Business Income	8,376,402.23	7,595,666.78
Total Service and Business Income	₱33,541,238.74	₱23,819,859.62

The Services and Business Income account has a total amount of ₱33,541,238.74 after deducting the cost of sales. The income derives from sales revenue, interest income from savings account, hostels/dormitories and other like facilities.

Other Service Income account amounting to ₱1,621,344.79 was recorded under the grains processing and FREO projects earned for the current year and the services rendered by MEMU to RGMO projects.

For lodging services, the income from hostels/dormitories and other like facilities amounted to ₱3,423,625.40, this refers to the lodging services earned from University Homestay for the current year.

For lodging services, the income from hostels/dormitories and other like facilities amounted to ₱3,423,625.40, this refers to the lodging services earned from University Homestay for the current year.

Sales Revenue account for RGMO refers to the sales of all products disposed through the RGMO Office and the catering services rendered at the Homestay canteen for the current year with a total amount of ₱48,461,975.08.

The Cost of Sales amounting to ₱28,359,390.35, refers to all products with an inventory value and disposed or sold at their respective projects or office and at the canteen for the current year.

Interest income account refers to the cumulative income earned from savings account at Land Bank of the Philippines for the year ending December 2025 amounting to ₱17,281.59.

Other Business Income account in the amount ₱8,376,402.23 was derived from rental and entrance fees at gazebo/swimming pool and rental of Lead Wall at the University Convention Center. This also includes the share of income from sales of corn from Special project.

21. Gains

21.1. Gains

Particulars	2025	2024
Gain on Initial Recognition of Biological Assets	₱2,207,196.73	₱4,510,950.19
Gain on Sale of Biological Assets	336,252.10	1,317,504.11
Gain from Changes in Fair Value Less Cost to Sell of Biological Assets Due to Physical Change	4,669,519.93	3,381,220.23
Gain on Sale of Agricultural Produce	8,923,623.77	8,473,056.58
Total	₱16,136,592.53	₱17,682,731.11

Gain on initial recognition of biological assets in the amount of ₱2,207,196.73 refers to the estimated value of standing crops such as rice, cassava, all newly born livestock, breeding stocks and additional produced seedlings of the nursery projects.

Gain on Sale of Biological Assets account amounting to ₱336,252.10 was derived from the recognition of income from sold livestock, seedlings and other biological assets considering the computation of selling price less inventory value.

Gain from Changes in Fair Value less cost to sell of Biological assets due to Physical Change account in the amount of ₱4,669,519.93 consists of the estimated value of all inventories such as the growth of animals, standing crops, trees and the like.

Gain on Sale of Agricultural Produce account in the amount of ₱8,923,623.77 consists of goods sold at the project site or office like carcass animals, harvested fruits, coconut, seedlings, vegetables, cacao tablet, dairy product and the like.

21.2 Other Gains - Non-operating Income

Particulars	1	5	6	7	2025	2024
Other Gains	—	—	₱675,216.99	—	₱675,216.99	₱681,918.31
Total	—	—	₱675,216.99	—	₱675,216.99	₱681,918.31

For RGMO Fund 06, the Other Gains account in the amount of ₱675,216.99 represents the sales of by products like rice hulls, rice bran, sawdust, slab or firewood, vegetables, cow manure, bamboo poles, corn grits and the liquidated damages from the suppliers for the current year.

22. Personnel Services

22.1 Salaries and Wages

The total salaries and wages of regular employees and job contractual employees had incurred the amount of ₱466,614,367.96 for the year ending December 31, 2025 as shown in table below:

Particulars	1	6	2025	2024
Salaries and Wages - Regular	₱462,423,377.88	—	₱462,423,377.88	₱438,447,732.38
Salaries and Wages - Casual/Contractual	4,190,990.08	—	4,190,990.08	27,399,082.21
Total	₱466,614,367.96	—	₱466,614,367.96	₱465,846,814.59

22.2 Other Compensation

Particulars	1	5	6	2025	2024
Personal Economic Relief Allowance (PERA)	₱21,030,838.84	—	—	₱21,030,838.84	₱20,785,879.07
Representation Allowance (RA)	1,566,000.00	—	₱120,000.00	1,686,000.00	1,701,000.00
Transportation Allowance (TA)	1,566,000.00	—	120,000.00	1,686,000.00	1,701,000.00
Clothing/Uniform Allowance-Civilian	5,922,000.00	—	—	5,922,000.00	5,872,000.00
Subsistence Allowance-Magna Carta Benefits for Public Health Workers under R.A. 7305	305,879.51	—	—	305,879.51	293,015.22
Laundry Allowance-Magna Carta Benefits for Public Health Workers under R.A. 7305	31,800.00	—	—	31,800.00	31,050.00
Honoraria - Civilian	11,058,091.70	₱30,188,605.28	299,999.99	41,546,696.97	37,794,968.88
Hazard Pay	1,859,566.36	661,600.00	—	2,521,166.36	1,890,100.55
Year End Bonus - Civilian	39,236,932.10	—	—	39,236,932.10	37,445,621.65
Cash Gift - Civilian	4,532,250.00	—	—	4,532,250.00	4,455,500.00
Collective Negotiation Agreement Incentive - Civilian	27,351,000.00	—	—	27,351,000.00	23,650,649.83
Productive Enhancement Incentive - Civilian	4,485,000.00	—	—	4,485,000.00	4,448,000.00
Performance Based Bonus - Civilian	—	—	—	0.00	14,106,875.61
Mid-Year Bonus - Civilian	37,232,872.00	—	—	37,232,872.00	36,383,403.00
Total	₱156,178,230.51	₱30,850,205.28	₱539,999.99	₱187,568,435.78	₱190,559,063.81

For General Fund Cluster 01, there was no Performance Based Bonus (PBB) for CY 2025.

For STF 164 Fund Cluster 05, Other Compensation account represents honoraria and hazard pay to the College of Nursing faculty members.

For RGMO Fund Cluster 06, Representation and Transportation Allowances and Honoraria accounts in the amount of ₱ 539,999.99 refers to the employees' benefits with approved board resolutions and appointments of the Vice President for RGMO and CMU Press Board.

Particulars	2025	2024
Representation Allowance (RA)	₱120,000.00	₱110,000.00

Transportation Allowance (TA)	120,000.00	110,000.00
Honoraria	299,999.99	—
Total Other Compensation	P539,999.99	P220,000.00

22.3 Personnel Benefit Contributions

Particulars	1	6	2025	2024
Retirement and Life Insurance Premiums	P56,123,107.18	—	P56,123,107.18	P52,726,070.58
Pag-IBIG Contributions	2,060,000.00	—	2,060,000.00	1,937,700.00
PhilHealth Contributions	10,454,584.15	P106,696.00	10,561,280.15	10,167,247.78
Employees Compensation Insurance Premiums	1,003,470.48	—	1,003,470.48	1,039,835.91
Total	P69,641,161.81	P106,696.00	P69,747,857.81	P65,870,854.27

Retirement and Life Insurance Premiums and Philhealth Contributions increase was due to the increase in Salaries for the CY 2025.

22.4 Other Personnel Benefits

Particulars	1	6	2025	2024
Terminal Leave Benefits-Civilian	P3,322,392.05	—	P3,322,392.05	P13,216,803.88
Other Personnel Benefits-Lump-sum for Step Increments-Length of Service	166,344.01	—	166,344.01	—
Other Personnel Benefits-Loyalty Award-Civilian	630,000.00	—	630,000.00	—
Other Personnel Benefits	23,069,284.33	P3,890,359.77	26,959,644.10	12,782,362.78
Total	P27,188,020.39	P3,890,359.77	P31,078,380.16	P25,999,166.66

For General Fund Cluster 01, Other Personnel Benefits represents the payment of monetization, Loyalty Award, Step Increment Differential and Service Recognition Incentives.

For RGMO Fund Cluster 06, The Other Personnel Benefit with the total amount of ₱3,890,359.77 represents the Premium and Gratuity Pay of Job Order Employees for the CY 2025.

Particulars	2025	2024
Other Personnel Benefits	₱3,890,359.77	₱1,592,730.55
Total Personnel Benefit	₱3,890,359.77	₱1,592,730.55

23. Maintenance and Other Operating Expense

23.1 Traveling Expense

Particulars	1	5	6	2025	2024
Traveling Expenses - Local	₱7,287,388.22	₱11,541,834.37	₱286,238.50	₱19,115,461.09	₱15,718,171.08
Traveling Expenses - Foreign	501,609.25	1,501,430.17	—	2,003,039.42	1,493,451.88
Total	₱7,788,997.47	₱13,043,264.54	₱286,238.50	₱21,118,500.51	₱17,211,622.96

Traveling expenses includes the airfare, transportation and allowances of personnel incurred during the training/seminars and strategic/operational planning attended. There is an increase in traveling expenses both local and foreign in comparison to the previous year due to more travels and seminars.

23.2 Training and Scholarship Expenses

Particulars	1	5	6	2025	2024
Training Expenses	₱11,415,917.39	₱1,289,910.00	₱14,800.00	₱12,720,627.39	₱13,799,597.45
Scholarship Grants/Expenses	3,399,546.43	7,646,139.37	—	11,045,685.80	9,701,413.35
Total	₱14,815,463.82	₱8,936,049.37	₱14,800.00	₱23,766,313.19	₱23,501,010.80

Training Expenses represents registration fees of employees while attending training and seminars.

Scholarship/Grants Expenses represents stipend for Academic Scholars, CMU Faculty and Staff Development Plan Scholars' book allowance, tuition and other school fees, and other grants provided by the University.

Increase in Training expenses was due to more face-to-face training conducted locally and internationally. Also, registration fee increase from ₱2,000.00 per day to ₱2,800.00 was implemented as per DBM Circular No. 596 dated January 20, 2025.

23.3 Supplies and Materials Expenses

Particulars	1	5	6	2025	2024
Office Supplies Expenses	₱8,216,455.70	₱2,161,840.07	₱3,249,284.39	₱13,627,580.16	₱3,761,300.35

Particulars	1	5	6	2025	2024
Accountable Forms Expenses	4,000.00	12,000.00	—	16,000.00	39,600.00
Animal/Zoological Supplies Expenses	—	56,970.00	12,103.00	69,073.00	140,750.39
Food Supplies Expenses	—	—	—	0.00	—
Agricultural Produce Expenses	—	—	645,035.00	645,035.00	337,790.00
Medical, Dental and Laboratory Supplies Expenses	—	4,276,232.94	—	4,276,232.94	2,023,331.00
Fuel, Oil and Lubricants Expenses	3,575,909.19	367,407.14	1,435,368.46	5,378,684.79	9,554,215.11
Agricultural and Marine Supplies Expenses	—	138,720.26	3,052,618.20	3,191,338.46	3,673,831.23
Semi-Expendable - Machinery Expenses	2,866,213.70	—	—	2,866,213.70	3,440,408.64
Semi-Expendable - Office Equipment Expense	—	1,718,149.26	—	1,718,149.26	7,830,766.70
Semi-Expendable - Information and Communications Technology Expense	—	2,957,734.65	41,234.40	2,998,969.05	13,415,800.81
Semi-Expendable - Communication Equipment Expense	—	32,000.00	—	32,000.00	959,530.00
Semi-Expendable - Disaster Response and Rescue Equipment Expense	—	3,198.00	—	3,198.00	—
Semi-Expendable - Military, Police and Security Equipment Expense	—	20,850.00	—	20,850.00	441,210.00
Semi-Expendable - Medical Equipment Expenses	—	464,346.00	—	464,346.00	669,950.00
Semi-Expendable - Sports Equipment Expense	—	358,005.00	—	358,005.00	168,730.00
Semi-Expendable - Technical and Scientific Equipment Expenses	—	232,174.00	—	232,174.00	1,430,644.36
Semi-Expendable - Other Equipment Expenses	—	3,930,375.22	1,109,278.00	5,039,653.22	3,531,225.33
Semi-Expendable - Furniture and Fixtures Expenses	—	1,041,606.00	249,587.00	1,291,193.00	3,968,147.04
Semi-Expendable - Books Expenses	—	5,974,686.54	—	5,974,686.54	872,758.00
Other Supplies and Materials Expenses	2,945,667.98	4,319,703.57	973,816.65	8,239,188.20	7,517,237.43
Total	P17,608,246.57	P28,065,998.65	P10,768,325.10	P56,442,570.32	P63,777,226.39

For General Fund Cluster 01, Office Supplies Expenses was based on the report of withdrawal received by the Accounting Office.

Accountable Form Expenses was the procurement of Checkbook for Cluster 1 & 5 check issuance.

Fuel, Oil and Lubricants expenses amounting to ₱3,575,909.19 was based on the report submitted to the Accounting Office.

Semi-Expendable Machinery & Equipment Expense was the dropping of the equipment purchased with a cost of below P50,000.00.

Other Supplies & Materials expenses account increased by ₱526,868.70.

For STF 164 Fund Cluster 05, substantial increase in Supplies and Materials Expenses was due to the dropping of inventories for the current year.

For RGMO Fund Cluster 06, Office Supplies Expense account amounting to ₱3,249,284.39, refers to the actual usage and consumption incurred during the year.

Animal/Zoological Supplies Expense account in the amount of ₱12,103.00, consists of drugs and biologics used for treatment of animals particularly in Dairy and Beef/Cattle projects.

Agricultural Produce Expenses account with the total sum of ₱645,035.00, represents the unsold dairy milk produced for the current year and feed to calves in the Dairy project.

Fuel, Oil and Lubricants Fuel, Oil and Lubricants Expense account for the year which has a total amount of ₱1,435,368.46, refers to the partial report of the withdrawn diesel, gasoline and lubricants.

Agricultural and Marine Supplies Expenses which has a total amount of ₱3,052,618.20, represents the withdrawn fertilizers and chemicals used as farm inputs of the different projects for the year.

Semi-Expendable Information and Communications Technology Equipment Expenses account with the sum of ₱41,234.40, includes the acquired all-in-one tank printer and projector for the year.

Semi-Expendable Other Equipment Expenses account with the sum of ₱1,109,278, refers to the dropped items specifically the Tire of Grandia Van, Baking Tin 12x14, 1 unit hand mower grass cutter, 12 units air conditioner window type and 3 units chiller & 1 unit freezer.

Semi-Expendable Furniture & Fixtures and Books Expenses account in the amount of ₱249,587.00, consists of 20 units metallic banquet chairs of University Homestay and 1 unit dining table, 3 units flush doors, 1 office table of Nursery project respectively.

Other Supplies and Materials Expenses account in the amount of ₱973,816.65, represents the actual consumption and withdrawn supplies used for the year's operations.

23.4 Utility Expenses

Particulars	1	5	6	2025	2024
Water Expenses	—	—	—	—	₱1,368.42
Electricity Expenses	₱19,265,342.95	₱15,740,237.10	₱2,338,498.90	₱37,344,078.95	30,785,984.66

Total	P19,265,342.95	P15,740,237.10	P2,338,498.90	P37,344,078.95	P30,787,353.08
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Utility Expenses account in the amount of P37,344,078.95 refers to the electric consumption for the year 2025. Increase was due to the increase in price per kilowatt hour and increase in the purchase of equipment for the year.

23.5 Communication Expenses

Particulars	1	5	6	2025	2024
Postage and Courier Services	P5,274.00	—	—	P5,274.00	P4,060.00
Telephone Expenses-Mobile	451,823.95	P27,824.03	P16,489.00	496,136.98	393,367.90
Internet Subscription Expenses	2,043,131.73	34,788.00	—	2,077,919.73	2,884,390.43
Cable, Satellite, Telegraph and Radio Expenses	2,595.00	—	26,100.00	28,695.00	42,900.00
Total	P2,502,824.68	P62,612.03	P42,589.00	P2,608,025.71	P3,324,718.33

For General Fund Cluster 01, there was a decrease of P409,428.35 particularly in internet subscription expenses.

Particulars	2025	2024
Postage & Courier Services	P5,274.00	—
Telephone Expenses	451,823.95	P338,733.90
Internet Subscription Expenses	2,043,131.73	2,565,419.13
Cable, Satellite, Telegraph & Radio Expenses	2,595.00	2,595.00
Total	P2,502,824.68	P2,912,253.03

For STF 164 Fund Cluster 05, notable decrease of communication expense was due to the decrease in internet subscription expense and telephone expenses.

Particulars	2025	2024
Postage & Courier Services	—	P4,060.00
Telephone Expenses	P27,824.03	36,745.00
Internet Subscription Expenses	34,788.00	318,971.30
Total	P62,612.03	P359,776.30

For RGMO Fund Cluster 06, Communication Expense account in the amount of P42,589.00 represents the subscription fees of cable satellite and globe plan for the University Homestay operations.

Particulars	2025	2024
Telephone Expenses	P16,489.00	P17,889.00
Cable, Satellite, Telegraph & Radio Expenses	26,100.00	34,800.00
Total	P42,589.00	P52,689.00

23.6 Awards/Rewards and Prizes

Particulars	1	5	6	2025	2024
Awards/Rewards Expenses	—	P1,114,573.25	—	P1,114,573.25	P1,992,907.60

Particulars	1	5	6	2025	2024
Prizes	—	101,600.00	—	101,600.00	—
Total	—	P1,216,173.25	—	P1,216,173.25	P1,992,907.60

Awards/Rewards Expenses for 2025 represent the following:

Particulars	2025
Licensure Exam Topnotcher	P447,280.00
Student Assistants Stipend	102,750.00
Rewards on Competitions	164,243.25
Awards on Upcoming RDE Week	32,300.00
Service Award	368,000.00
Total	P1,114,573.25

Prizes amounting to P101,600.00, consists of Prizes for Interdorm Fellowship amounting to P64,100.00; Prizes for various events of Paghandum 2025 amounting to P21,500; CMU Leads 2025 Team Building Winners amounting to P16,000.00

23.7 Survey, Research, Exploration and Development Expenses

Particulars	1	2025	2024
Research, Exploration and Development Expenses	P1,486,881.73	P1,486,881.73	P1,103,489.69
Total	P1,486,881.73	P1,486,881.73	P1,103,489.69

Survey, Research, Exploration and Development Expenses amounting to P1,486,881.73 represents the travels and seminar related expenses of CMU employees in the conduct of research activities.

23.8 Confidential, Intelligence & Extraordinary Expenses

Particulars	1	2025	2024
Extraordinary and Miscellaneous Expenses	P356,450.00	P356,450.00	P300,150.00
Total	P356,450.00	P356,450.00	P300,150.00

Extraordinary & Miscellaneous Expenses represents the Honoraria of the Board of Regents during Board meetings and monthly Discretionary Expenses of the University President.

23.9 Professional Services

Particulars	1	5	6	2025	2024
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Legal Services	—	—	—	—	P709,000.00
Other Professional Services	P45,397,084.62	P18,479,240.03	—	P63,876,324.65	64,361,085.43
Total	P45,397,084.62	P18,479,240.03	—	P63,876,324.65	P65,070,085.43

Other Professional Services composed of the wages and premium for CY 2025 of JO/COS personnel of the University and services provided by external individuals.

23.10 General Services

Particulars	1	5	6	2025	2024
Janitorial Services	P1,433,000.00	—	—	P1,433,000.00	P1,435,240.00
Security Services	6,838,000.00	P7,924,866.45	—	14,762,866.45	17,851,186.77
Other General Services	10,579,413.05	32,503,342.44	P23,061,855.13	66,144,610.62	33,325,424.73
Total	P18,850,413.05	P40,428,208.89	P23,061,855.13	P82,340,477.07	P52,611,851.50

For General Fund Cluster 01, The General Services Expense account is composed of the salaries/wages of Job Order Personnel as well as the gratuity and premium pay of all Job Order & Contract of Service Employees.

For STF Fund Cluster 05, General Services represent salaries and wages to employees of security and other Job Order personnel.

For RGMO Fund 06, the Other General Services account refers to the charging of services rendered by the MEMU project particularly the harrowing, storing, drying and milling of goods at grains processing and other services rendered within the RGMO projects. The significant increase of this account was due to using Other General Services account instead of Salaries and Wages for the salaries of all Job Order workers for the year.

23.11 Repairs and Maintenance

Particulars	1	5	6	2025	2024
Repairs and Maintenance - Land Improvements	—	P48,744.03	—	P48,744.03	—
Repairs & Maintenance - Buildings	P1,271,753.00	213,106.86	—	1,484,859.86	P2,488,909.63
Repairs & Maintenance - School Buildings	—	159,340.82	—	159,340.82	748,856.56
Repairs & Maintenance - Other Structures	—	2,931,945.02	P68,228.00	3,000,173.02	1,446,809.14
Repairs and Maintenance - Machinery & Eqpt.	—	—	—	—	—
Repairs and Maintenance - Machinery	230,229.35	—	138,765.96	368,995.31	27,844.00
Repairs and Maintenance - Office Equipment	—	—	—	—	101,697.40
Repairs and Maintenance - Other Equipment	57,402.64	223,000.00	457,643.29	738,045.93	630,811.26
Repairs and Maintenance - Motor Vehicle	1,193,920.82	—	178,079.95	1,372,000.77	1,892,260.00

Particulars	1	5	6	2025	2024
Repairs and Maintenance - Technical and Scientific Equipment	—	80,000.00	—	80,000.00	—
Total	P2,753,305.81	P3,656,136.73	P842,717.20	P7,252,159.74	P7,337,187.99

Repair and Maintenance – Building was the withdrawal of Construction Materials Inventory reported by the General Services and salaries of Job Order workers who made the repair of the buildings.

Repair and Maintenance – School Building was the salaries of Job Order workers who made the repair of school buildings.

Repair and Maintenance – Other Structures was the payment of lumbers and Carpentry works of Job Order workers.

Repair and Maintenance – Machinery are the minor repairs reported particularly under the General Services Office.

Repair and Maintenance – Office Equipment was the replacement of damaged parts of the University Photocopier.

Repair and Maintenance – Other Equipment was the rewinding of burned out transformer and the Blow-out of Hole of deep well pump.

Repair and Maintenance – Motor Vehicle was the repairs and maintenance of the different motor vehicle units of the University.

Repair and Maintenance – Technical and Scientific Equipment was the repair of the various laboratory equipment of the University.

23.12 Subsidies - Others

Particulars	1	5	6	2025	2024
Subsidies - Others	P168,988,752.00	—	—	P168,988,752.00	P69,153,920.50
Total	P168,988,752.00	—	—	P168,988,752.00	P69,153,920.50

The Subsidies - Others of P168,988,752.00 was the Subsidy from National Government of Fund Cluster 01 and was eliminated for consolidation purposes. This amount booked as Subsidy-Others of GF-Fund 01 represents the tuition and other school fees covered under CHED UniFAST which was deposited in Fund 01 and then transferred to Fund 05.

23.13 Taxes, Insurance Premiums and Other Fees

Particulars	1	5	6	2025	2024
Taxes, Duties and Licenses	—	P39,152.60	P212,097.16	P251,249.76	P189,467.80
Fidelity Bond Premiums	P49,875.00	13,687.50	33,590.15	97,152.65	481,316.25
Insurance Expenses	5,705,181.95	290,306.48	122,820.42	6,118,308.85	3,383,583.81
Total	P5,755,056.95	P343,146.58	P368,507.73	P6,466,711.26	P4,054,367.86

Fidelity Bond Premiums for Fund Cluster 01 represents the Bond premium paid to the Bureau of Treasury for the following Bonded Officers: Eric Cenabre amounting to ₱1,125.00; Michael Quinanahan amounting to ₱22,500.00 ; Jose Obendencio, Jr amounting to ₱1,500.00; Raquil Salingay amounting to ₱1,500.00; Rex Yadao amounting to ₱1,500.00; Reggie de la Cruz amounting to ₱1,500.00; Gratian Manapil amounting to ₱7,500.00; Teresita Borres amounting to ₱1,500.00 and Jose Valmorida amounting to ₱11,250.00

Taxes and Licenses for Fund Cluster 05 amounting to ₱39,152.6 represents the tax on the interest earned from Cash in Bank for the first to fourth quarter of 2025.

Fidelity Bonds premiums represents payment for fidelity bond application that were due to Bureau of Treasury which were as follows; Mr. Juanito Jumalon amounting to ₱1,500; Rosendo Bacolod amounting to ₱1,687.50; Edovejes Paquit amounting to ₱7,500; John Tajones amounting to ₱1,500.00 and Daryl Jane Caballero amounting to ₱1,500.

Insurance Expenses were the insurance premiums for student insurance for the first to fourth quarter of 2025 amounting to ₱290,306.48 that were due to Maa General Assurance Phil. Inc.

Taxes, Insurance Premium and other fees accounts consist of the cost for acquiring the renewal of business permit to operate particularly in FREO project and University Homestay. This requirement is in accordance with DENR rules and regulations to maintain the sanitation of the environment and as mandated by the Local Government Unit-Maramag, respectively. The cost amounted to ₱368,507.73 for RGMO.

Fidelity Bond Premiums account refers to the insurance expense due to the Bureau of Treasury of the Philippines for the cash custodian whose authority is to handle such responsibility in the disbursement of funds and collect sum of money covering a period of one (1) year.

23.14 Other Maintenance and Operating Expenses

Particulars	1	5	6	2025	2024
Advertising, Promotional and Marketing Expenses	—	—	—	—	₱20,000.00
Printing and Publication Expenses	₱275,476.26	—	₱670.00	₱276,146.26	89,194.50
Representation Expenses	—	—	—	—	265,708.16
Rent-motor vehicles	156,500.00	—	—	156,500.00	75,450.00
Membership Dues & Contributions to Org.	370,246.89	₱679,069.05		1,049,315.94	3,990,769.78
Subscription Expenses	250,000.00	4,022,213.62	42,400.00	4,314,613.62	3,520,488.00

Particulars	1	5	6	2025	2024
Other Maintenance and Operating Expenses	11,561,034.33	19,713,083.44	1,223,949.46	32,498,067.23	22,689,547.93
Total	₱12,613,257.48	₱24,414,366.11	₱1,267,019.46	₱38,294,643.05	₱30,651,158.37

Printing and Publication Expenses for Fund Cluster 01 represents the payment to AG3 Colors Printing Press for the Printing of CMU Annual Report for CY 2023 amounting to ₱115,856.00; payment to CMU RGMO amounting to ₱67,211.92 for the printing, binding and cutting of various materials of the University; ₱79,508.34 was the total amount paid from the replenishment of Petty Cash for various petty cash custodian and ₱12,500 was the amount paid to Southpaw Enterprises for the Tarpaulin printing of the University Wall of Excellence, mission, vision, etc. and ARTA signages.

Membership Dues & Contributions to Organization for Fund Cluster 05 represents annual membership dues/fees/renewals and pro-rata contribution and financial contributions to Asian Association of Veterinary Schools amounting to ₱7,262.35; Seameo Searca University Consortium amounting to ₱193,926.70; AACUP Inc. amounting to ₱128,230.00; Philippine Association of State Universities and Colleges amounting to ₱151,325.00; Mindanao Association of State Tertiary Schools, Inc. amounting to ₱20,000.00; MASTS, Inc. amounting to ₱176,325.00 and Philippine Hospital Association amounting to ₱2,000.00

Subscription Expenses for Fund Cluster 05 were:

Payee	Particulars	Amount
Einsteine Opiso	Online Cross-ref Subscription (Digital Object Identifier System)	16,336.32
Syntactics, Inc.	CMU.EDU.PH Hosting, website security and Wildcard SSL for CMU.EDU.PH	301,120.00
Dataworld Computer Center	Firewall Appliance Security Subscription	458,333.30
Philippine Nuclear Research Institute	Personnel Monitoring Service Subscription	3600.00
Prince Technologies Corporation	Web Base Integrated School Mgt. System Cloud Server	3,155,000.00
Electronics Information Solutions Inc.	Destiny Library Manager Support	87,824.00
Total Subscription Expenses		₱4,022,213.62

Other Maintenance and Operating Expenses for Fund Cluster 05 amounting to ₱19,713,083.44 represents the payment for meals, snacks, accommodation, flowing coffee, lechon and token used for the different meetings and activities of the different offices of this University.

For RGMO Fund 06, the Other Maintenance and Operating Expenses accounts amounting to ₱1,267,019.46, represent snacks, meals served during the conducted meetings, conferences and trainings of personnel, visitors catered by the University Homestay and the subscription of Creative Cloud All-Apps of CMU Press

Particulars	2025	2024
Printing and Publication Expenses	₱670.00	—
Subscription Expenses	42,400.00	—
Other Maintenance and Operating Expenses	1,223,949.46	₱993,514.26
Total Other Maintenance and Operating Expenses	₱1,267,019.46	₱993,514.26

24. Financial Expenses

For RGMO Fund 06, the Financial Expenses account refers to the taxes amounting to ₱3,456.32 deducted from interest income earned from the deposited funds in the Authorized Government Depository Bank for the year.

Particulars	2025	2024
Other Financial Charges	₱3,456.32	₱4,793.89
Total	₱3,456.32	₱4,793.89

25. Non-Cash Expenses

25.1 Depreciation

Particulars	1	5	6	2025	2024
Depreciation - Investment Property	—	—	₱630,014.16	₱630,014.16	₱689,639.05
Depreciation - Land Improvements	—	—	—	—	—
Depreciation - Other Land Improvements	₱2,669,828.84	₱682,683.38	—	3,352,512.22	3,538,338.29
Depreciation - Infrastructure Assets	—	—	477,458.91	477,458.91	448,395.10
Depreciation - Buildings	6,896,747.71	191,508.62	—	7,088,256.33	6,487,924.80
Depreciation - School Buildings	16,547,865.68	2,783,856.79	—	19,331,722.47	18,104,627.19
Depreciation - Hospitals and Health Center	1,419,660.30	—	—	1,419,660.30	1,419,660.29
Depreciation - Hostels and Dormitories	639,315.34	—	—	639,315.34	639,315.32
Depreciation - Other Structures	1,993,259.21	1,167,488.48	340,288.03	3,501,035.72	3,262,254.88
Depreciation - Machinery and Equipment	—	—	—	—	—
Depreciation - Office Equipment	2,138,464.60	1,517,086.83	—	3,655,551.43	3,256,385.10

Particulars	1	5	6	2025	2024
Depreciation - ICT Equipment	9,249,806.13	6,070,413.51	—	15,320,219.64	13,843,337.36
Depreciation - Communication Equipment	163,376.78	87,309.53	—	250,686.31	172,770.56
Depreciation - Disaster Response and Rescue Equipment	—	293,677.96	—	293,677.96	294,482.55
Depreciation - Medical Equipment	680,200.00	294,934.66	—	975,134.66	867,500.96
Depreciation - Technical and Scientific Equipment	3,942,463.28	194,102.01	—	4,136,565.29	3,698,415.48
Depreciation - Other Equipment	2,173,812.71	3,092,696.71	1,035,770.70	6,302,280.12	5,606,207.44
Depreciation - Transportation Equipment	83,600.00	1,388,148.22	1,077,166.92	2,548,915.14	2,353,062.77
Depreciation - Furniture, Fixtures and Books	709,714.69	492,795.98	34,675.06	1,237,185.73	1,266,604.85
Depreciation - Water Supply System	469,340.43	—	—	469,340.43	469,340.42
Depreciation - Other Property, Plant and Eqpt.	—	162,255.25	—	162,255.25	162,699.79
Total	P49,777,455.70	P18,418,957.93	P3,595,373.78	P71,791,787.41	P60,580,962.20

25.2 Amortization

Particulars	1	5	6	2025	2024
Amortization - Computer Software	—	P1,604,540.70	—	P1,604,540.70	P1,555,438.04
Total	—	P1,604,540.70	—	P1,604,540.70	P1,555,438.04

25.3 Impairment Loss

Particulars	1	5	6	2025	2024
Impairment Loss - Loans and Receivables	—	P2,261,838.29	P74,923.72	P2,336,762.01	P644,512.67
Total	—	P2,261,838.29	P74,923.72	P2,336,762.01	P644,512.67

The amount P2,336,762.01 recognized as Impairment Loss-Loans and Receivable represents the computed allowance for uncollectible accounts as of December 31, 2025.

25.4 Losses

Particulars	6	2025	2024
Loss on Sale of Biological Assets	—	—	P3,090.84
Loss on Sale of Agricultural Produce	P197,300.17	P197,300.17	238,509.90
Total	P197,300.17	P197,300.17	P241,600.74

For RGMO Fund 06, the Loss on Sale of Biological Assets account in the amount of P197,300.17 refers to the spoilage fruits, cassava tubers and the sold rubber crepe, cup lump which selling price is lower than the production cost.

25.5 Loss of Assets

Particulars	1	5	6	2025	2024
Loss on Sale of Assets	—	—	—	—	—
Loss of Assets	—	—	₱102,425.79	₱102,425.79	₱90,000.00
Other Losses	—	—	—	—	29,352.66
Total	—	—	₱102,425.79	₱102,425.79	₱119,352.66

For RGMO-Fund 06, Loss of Assets account in the amount of ₱102,425.79 represents the mortality of animals due to the sudden climate change or fortuitous events despite proper treatment and care. The reports were submitted to COA with proper supporting documents such as a necropsy report from the Veterinarian. The value of the loss was charged against the liable person in-charge of the project until the necessary supporting documents for the grant of relief of accountability will be received by the Accounting Office for reversion of such accountability. This also includes the value of calves declared as mortality which were affected by flash flood.

26. Net Financial Assistance/Subsidy

Financial Assistance/Subsidy from NGAs, LGUs, GOCCs

Particulars	2025	2024
Subsidy from National Government	₱877,867,726.06	₱862,526,733.50
Total	₱877,867,726.06	₱862,526,733.50

Subsidy from National Government was the total release from the National Government net of the reverted/returned excess cash at the end of every quarter.

An amount of ₱168,988,752.00 represents a subsidy for Free Higher Education. This was eliminated since this amount was initially recorded in the General Fund-Fund 01 under Subsidy from National Government account and then transferred to STF-Fund 05 as income from School Fees. Thus, elimination entry was made to prevent double recognition of revenue and expenses in the Consolidated Statement of Financial Performance.

27. Changes in Net Asset/Equity

Particulars	1	5	6	2025	2024
Balance at January 1	₱947,290,734.49	₱761,082,898.97	₱149,786,012.58	₱1,858,159,646.04	₱1,733,036,356.31
Changes in Accounting Policy	—	—	—	—	26,799,160.56
Prior Period Adjustments/Unre	(320,527.67)	(3,031,333.70)	233,037.88	(3,118,823.49)	(24,103,184.12)

Particulars	1	5	6	2025	2024
Recorded Income and Expenses					
Other Adjustments	—	5,163,049.90	(3,393,521.53)	1,769,528.37	—
Restated Balances	946,970,206.82	763,214,615.17	146,625,528.93	1,856,810,350.92	1,735,732,332.75
Changes in Net Assets/Equity for Calendar Year					
Surplus/(Deficit) for the Period	(40,724,835.44)	137,581,867.03	2,973,049.18	99,830,080.77	123,645,707.01
Adjustment of Net Revenue recognized directly in Net Assets/Equity	—	—	—	—	—
Closing of Cash-Treasury/Agency Deposit, Regular	(551,069.50)	—	—	(551,069.50)	(1,218,393.72)
Total Recognized Revenue and Expenses for the Period	(41,275,904.94)	137,581,867.03	2,973,049.18	99,279,011.27	122,427,313.29
Others	—	—	—	—	—
Balance at December 31	₱905,694,301.88	₱900,796,482.20	₱149,598,578.11	₱1,956,089,362.19	₱1,858,159,646.04

Cash Treasury/Agency Deposit-Regular amounting to ₱551,069.50 consists of the return of excess cash advances of various employees and return of overpayment of Salaries. It was remitted to the Treasurer of the Philippines through account code Cash-Treasury/Agency Deposit, Regular and at the end of the calendar year was closed to Accumulated Surplus/Deficit.

For GF-Fund 01, the ₱320,527.67 for prior period adjustments expenses pertains to adjustments corrected in CY 2025, thus deduction of ₱838,095.41 was the expenses incurred on prior year but not included in the Accounts Payable amounted to ₱645,299.46, overpayment of PLDT subscription for CY 2024 amounted to ₱190,781.30 and condemnation of Property converted to Private ownership amounted to ₱2,014.65. Addition of ₱517,567.74 consists of over booking-up of Accounts Payable amounting to ₱25,936.74, erroneous entry from CY 2024 entered to expenses instead of Accounts Payable amounting to ₱464,547.00, dropping of Accounts Payable for over two years amounting to ₱25,684.00 and payment of Lost of Property amounted to ₱1,400.00.

Particulars	Debit	Credit
Beginning Balance		₱947,290,734.49
Payment to Macys Travel & Tours - airfare of Ma C. Segumpan as per EMDS# 9920250023	₱ 33,572.00	
Payment to Macy's Travel & Tours - plane ticket Henry Sy as per EMDS# 9920250031	11,496.00	

Particulars	Debit	Credit
Payment to CMU RGMO - vehicle rental as per EMDS 9920250033	3,500.00	
Payment to CMU RGMO - CI# 136296 as per EMDS 9920250033	4,320.00	
Payment to CMU RGMO - CMU press for printing & binding as per EMDS 9920250033	803.00	
Payment to CMU RGMO - CI# 123626 as per EMDS 9920250034	2,300.00	
Payment to CMU RGMO - CI# 123622 as per EMDS 9920250034	10,350.00	
Payment to CMU RGMO - CI# 114626 as per EMDS 9920250034	24,000.00	
Payment to CMU RGMO - CI# 123596 as per EMDS 9920250034	11,750.00	
Payment to Rubie Arroyo - reimb. TEV as per ADA# 101-01-04B-2025	9,260.00	
Payment to Gladys Escarlos - reimb. TEV as per ADA# 101-01-04B-2025	3,700.00	
Payment to Joy Jamago - reimb. TEV as per ADA# 101-01-04B-2025	6,178.00	
Payment to Ma. Vivienne Segumpan - reimb. TEV as per ADA# 101-01-04B-2025	3,965.00	
Payment to Keirwenn Andaya - reimb. TEV as per ADA# 101-01-04B-2025	15,495.00	
Payment to Marjun Seguerra - speakers in the Robotics an intelligent systems program for teachers as per ADA# 101-01-04C-2025	4,500.00	
Payment to Jerry Halibas - speakers in the Robotics an intelligent systems program for teachers as per ADA# 101-01-04C-2025	4,500.00	
Payment to Mary Grace Gonzales - speakers in the Robotics an intelligent systems program for teachers as per ADA# 101-01-04C-2025	4,500.00	
Payment to Almarie Esmeralda - salaries as par time instructor Aug. - Dec. 16, 2024 as per ck# 67531	21,600.00	
Payment to Richard Aquino - reimb TEV as per ADA# 101-01-05-2025	4,780.00	
Payment to Ted Aries Daguro - reimb TEV as per ADA# 101-01-05-2025	230.00	
Payment to Winson Gutierrez - reimb TEV as per ADA# 101-01-05-2025	4,360.00	
Payment to Julie Salva - reimb TEV as per ADA# 101-01-05-2025	8,000.00	
Payment to Denis Tan - reimb TEV as per ADA# 101-01-05-2025	6,070.00	

Particulars	Debit	Credit
Payment to NFE Enterprises - tokens as per ADA# 101-01-05B-2025		17,200.00
Payment to NFE Enterprises - tokens as per ADA# 101-01-05B-2025		8,600.00
Payment to LBP for CMU payroll - Subsistence & Laundry Allow. - November 2024 as per EMDS 9920250040	29,150.00	
Payment to BEA Enterprises - plane ticket of I.K. Famador et al as per EMDS# 9920250042	16,649.70	
Payment to Macy's Travel & Tours - plane ticket L. Pesisano as per EMDS# 9920250043	13,840.00	
Payment to Macy's Travel & Tours - plane ticket J. Canete et al as per EMDS# 9920250043	35,932.00	
Payment to Macy's Travel & Tours - plane ticket E. Noblefranca as per EMDS# 9920250043	17,188.00	
Payment to BEA Enterprises - plane ticket Cherly Cordova et al as per EMDS# 9920250044	49,745.85	
Payment to Victor Falsis - reimb. TEV as per ADA# 101-01-06A-2025	2,250.00	
Payment to Hazel Monique Ungab - reimb. TEV as per ADA# 101-01-06A-2025	1,678.00	
Liquidation of C/A of Lorena Magadan for Gratuity Pay CY 2024 Alarcon, C. et al	40,000.00	
Liquidation of C/A of Lorena Magadan for Gratuity Pay CY 2024 Mendez, A. Jr.. et al	10,475.51	
Excess Load Honorarium H. Guinto - Norsa H. Guinto		135.74
Hazard Pay - Dec. 1-31, 2024 A. Gultiano et al	12,912.63	
Honorarium affiliate Faculty 1st sem SY 2024-2025 - Fritz Mildred Puaben	24,480.00	
Excess Load Honorarium Mary Joy Togonon	7,058.82	
Payment to CMUEAI - Tokens as per EMDS# 9920250064	1,797.00	
Adjustment on entry made on JEV # 01-2024-10-3055 & 3090 dtd 10/4/2024 & 10/22/2024, respectively entered to Training expense instead of Accounts Payable		73,800.00
Payment to Emie Reyes - reimb TEV on Oct. 3-5, 2024 as per ADA# 101-02-08A-2025	7,200.00	
Payment to Emie Reyes - reimb TEV on Oct.14-28, 2024 as per ADA# 101-02-08A-2025	27,205.95	
Adjustment on entry made on JEV# 01-2024-04-1006 dtd 4/26/2024 - Accounts Payable-Leghtech entered to Acc. Surplus/(deficit)		320,665.00
Adjustment on entry made on JEV# 01-2024-09-2748 dtd 9/10/2024 - Accounts Payable- Centro Supersales entered to Other MOOE.		5,628.00

Particulars	Debit	Credit
Adjustment on entry made on JEV# 01-2024-07-1804 dtd 7/4/2024 - Accounts Payable - Tagoro's Abuhan entered to Other MOOE.		17,200.00
To close income from the lost of Property.		1,400.00
Payment to Emmanuel Leaño - reimb. TEV Dec. 8-10, 2025 as per ADA# 101-02-09-2025	6,126.00	
Payment to CMU RGMO - CI# 114938 as per EMDS# 9920250079	1,275.00	
Payment to CMU RGMO - CI# 123678 as per EMDS# 9920250079	3,485.00	
Payment to CMU RGMO - vehicle rental as per EMDS# 9920250080	2,500.00	
Payment to Emie Reyes - reimb. TEV as per ADA# 101-02-11A-2025	30,867.00	
Payment to Macys Travel & Tours - plane ticket of G. Deleonio as per EMDS 9920250100	30,680.00	
Payment to CMU RGMO - CI # 126380 - vehicle rental on October 24, 2024 as per EMDS# 9920250124	2,500.00	
Payment to CMU RGMO - CI # 123684 as per EMDS# 9920250124	51,500.00	
Payment to Macys Travel & Tours - plane ticket of M. Gamil on Nov. 13-17, 2024 travel as per EMDS# 9920250142	16,574.00	
Payment to Annabelle Villalobos - reimb. travelling exp. On Dec. 2-6, 2024 as per ADA# 101-03-22-2025	3,000.00	
Dropping of Accounts Payable of over 2 years		22,800.00
Adj. of the previously recorded adjusting entry on the overpayment of PLDT internet subscription for the 2nd & 3rd billing as per JEV#01-2024-12-4126.	190,781.30	
Adj. on entry made on JEV# 01-2025-05-1529 dtd 5/5/2025 & 01-2025-02-0445 dtd 2/14/2025 entered to Acc. Surplus/(deficit) instead of Accounts Payable.		47,254.00
Adjustment on the overstatement of Accounts Payable taken up 16,575 instead of 16,574 with NORSA.		1.00
Condemnation of Property and conversion to Private ownership as per attached copy of approved communication letter.	2,014.65	
Dropping of Accounts payable for over 2 yrs.		2,884.00
Total	838,095.41	947,808,302.23
Balance		P946,970,206.82

For STF Fund Cluster 05, Prior period adjustments refers to the adjustment pertaining to expenses incurred for the year 2024 that were not taken up as Accounts Payable amounting (P3,031,333.70) and the Other Adjustments amounting to (P5,163,049.90) categorized below:

Particulars	Debit	Credit
Beginning Balance		P761,082,898.97
Electric Bill of Goat Shed 1 from September 2024 to November 2024 due to FIBECO Inc. per check# 1337551.	P 2,298.13	
Payment of plane tickets during the travel of Dr. Bienvenido Butanas Jr. et al to Cavite to attend the AACCUP Accreditors Bayanihan on November 5-9, 2024 due to Macys Travel and Tours per check# 1337707.	114,948.00	
Payment of Insurance for students per MRIN#0011315 STF-24-NPSV-1345 due to Maagap Insurance Inc. (Formerly Known as Maa General Insurances Phils. Inc. per check# 1337709.	60,199.98	
Reimbursement of travel expenses incurred in attending the Science Castle 2024 held at Cyberjaya Malaysia on October 17-22, 2024 due to Vanie Benben per check# 1337744.	56,272.44	
Reimbursement of registration fees and fare incurred during the attendance at the International Assembly of Youth for UNESCO November 28-December 2, 2024 at Citystate Asturias Hotel Puerto Princessa Palawan due to Michael Sorongon per check#1337745	11,697.91	
Reimbursement of registration fees and fare incurred during the attendance at the International Assembly of Youth for UNESCO November 28-December 2, 2024 at Citystate Asturias Hotel Puerto Princessa Palawan due to Crisha Queen Gonzales per check#1337746	12,697.91	
Reimbursement of registration fees and fare incurred during the attendance at the International Assembly of Youth for UNESCO November 28-December 2, 2024 at Citystate Asturias Hotel Puerto Princessa Palawan due to Joanne Vitri Zamora per check#1337747	11,697.91	
Reimbursement of registration fees and fare incurred during the attendance at the International Assembly of Youth for UNESCO November 28-December 2, 2024 at Citystate Asturias Hotel Puerto Princessa Palawan due to Gracell Mae Salvador per check#1337748.	12,697.91	
Reimbursement of registration fees and fare incurred during the attendance at the International Assembly of Youth for UNESCO November 28-December 2, 2024 at Citystate Asturias Hotel Puerto Princessa Palawan due to Leila Velle Palac per check#1337749.	12,697.91	
Reimbursement of registration fees and fare incurred during the attendance at the International Assembly of Youth for UNESCO November 28-December 2, 2024 at Citystate Asturias Hotel Puerto Princessa Palawan due to AJ Tairos per check#1337750.	12,697.91	
Payment of snacks, meals provided to the University Sports Committee per CI#123698 due to CMU RGMO per Ck # 1337752	82,675.00	

Particulars	Debit	Credit
Payment of LED Christmas Lights etc: CI#01656 STF-24-NPSV-1709 due to Dignos General Merchandise per check# 1337757.	159,968.00	
Payment of GI Pipe ; CI#1316,1317,1315; COA-GS-2024-46STF due to Mechtronics Trading Services per check# 1337758.	839,700.00	
Adjustment due to overpayment of Honoraria of Ladrillo, Rajane Faith per JEV# 05-2025-01-0249 TR#246-035-250109-98173		11,510.69
Payment of the regular offering load for the period covered 1st sem of 2024-2025 due to Platil, L et al -LBP for CMU Payroll per TR#246-035-250122-16322	105,176.13	
Payment for the Honoraria of Final Defense Examination of Graduate Studies Faculty in the College of Education due to Abellana, A et al -LBP for CMU Payroll per TR#246-035-250214-54943	149,500.00	
Payment of digital voice recorder: CI#133414 STF-24-Shopping-1655 due to Dataworld Computer Center per check# 1337871.	4,850.00	
Payment of Repairs and Maintenance of FM Transmitter per CI#00208 STF-24-NPSV-1028 due to Fel-Ital Electronics per check# 1337890.	480,308.00	
Payment of ink cartridge, etc.: CI#006368 STF-24-SHOPPING-1673 due to Joebert Enterprises per check#1337895.	1,040.00	
Payment of premium ink brush etc: CI#50304 STF-24-NPSV-1680b due to Mak Hardware and Industrial Sales Corporation per check# 1337897	130.00	
Payment of ballpen, black (0.50mm), etc CI#003057 STF-24-SH-1648 due to Aurelios Copy Station and Marketing per check# 1337899.	180.00	
Payment of premium paint brush; CI#50305 STF-24-NPSV-1705B due to Mak Hardware and Industrial Sales Corporation per check# 1337903.	130.00	
Payment of Ink (Epson 3110 Black) ,etc. ; CI#006365 STF-24-SHOPPING-1660 due to Joebert Enterprises per check# 1337905.	1,040.00	
Payment of 40 amps circuit breaker, etc: CI#208560 STF-24-NPSV-1679 due to Valencia Goodwill Commercial Inc. per check# 1337908.	2,896.00	
Payment of calibrations ; SOA#S-2024-283 STF-24-AA-1511 due to Department of Science and Technology X per check# 1337928.	23,980.00	
Payment of Hispathology Reading (slides) : CI#01849 STF-24-NPSV-1001 due to St. Vincent Ferrer Clinical Laboratory per check# 1337930.	13,500.00	

Particulars	Debit	Credit
Adjustment on inadvertent entry made for delivered item; instead of Other Equipment was taken up as Other MOOE per JEV#05-2024-12-2847 dtd 12/31/2024 due to Dignos General Merchandise STF-23-SV-794b.		54,000.00
Adjustment on inadvertent entry made for service subscription taken up subscription expense instead of prepaid subscription-other subscription per JEV#05-2024-12-2629 Check#1337385.		3,600.00
Adjustment on entry made for CMU RGMO due to understated amount taken up; instead of 1,798.90 was only taken up as 1,798 per check#1337312 dtd 12/10/2024.	0.90	
Depreciation expense for School Building for 2024 inadvertently not taken up last Dec. 2024.	99,294.34	
To recognize income from waterworks-LDDAP ADA for December 2021		50,900.00
Income from Garbage Fees-LDDAP ADA for December 2021		1,100.00
Adjustment on inadvertent amount taken up for Depreciation Expense for the 1st Quarter per JEV#05-2025-03-0757 dtd 03/31/2025.		99,294.34
Adjustment of Depreciation Expense for the 1st Quarter of 2025.	99,294.33	
Adjustment on the inadvertent entry made for receivable from Philhealth for payment of hospital fees for the period June, July August September, October 2024 per JEV#05-2025-04-0979.		1,368,634.60
Adjustment on the inadvertent amount for receivable from Philhealth for payment of hospital fees for the period August 2024 instead of ₱180,152.80 was only taken up as ₱180,152 per JEV#05-2025-04-0979.		0.80
Adjustment on CCO due to inadvertent amount made for hospital collection; per collection OR series#435701-435746 (₱19,248.75) per report but ₱19,249.25 per deposit slip & collection OR series# 43561-435636(₱23,940.83) per report but deposited as (₱23,941.33)		1.00
Adjustment of entry made For collection of LTER-OYSI instead of Other Bus. Income was taken up as Other Payables per OR#0896639 dtd 01/09/2024.		50,155.00
Adjustment of Other Payable (Bank Recon Unrecorded Deposits) due to the Identified Income from Cell Site Rental last July 2, 2023 per Bank Statement for the month of July 2023.		160,587.00
To recognize the reclassification of entry for Bid Docs to Trust Liabilities for the year 2024	442,000.00	
To close the Accountability of Victorio Palattao (Report of Lost, Stolen, Damaged or Destroyed Property)per OR#0949228 dtd 10/08/2024.		4,635.00

Particulars	Debit	Credit
Adjustment of due to overstated amount on check issued per check#1238187 (.10) 1238603(.20)1293847 (.10)1293846 (.10) JEV#05-2024-09-1775 (40)		40.50
To recognize the receivable from DOH for Medical Assistance to Indigent Patients (MAIP) Programs/ Medical Assistance to Indigent and Financially Incapacitated Patients (MAIFIP) for payment of hospital fees for the period December 2023 per SAA #24-02-000752		12,304.93
Adjustment due to the understated LDDAP ADA (UCPB Service) per JEV#05-2024-07-1453 dtd 07/31/2024.		0.50
Adjustment of Overstated LDDAP ADA(double entry)(Water Analysis-5600; IACUC-600) as of December 2023 per JEV#05-2023-12-2614 .	6,200.00	
Return of unutilized amount of the bidding documents collection for the year 2024 due to Bureau of the Treasury per check# 1377235.	211,564.54	
Adjustment of overstated adjustment of LDDAP ADA (UCPB Service) instead of .05 was taken as .50 per JEV#05-2025-09-2315 dtd09/30/2025.	0.45	
Receivable from DOH (MAIP) Programs/ MAIFIP for payment of hospital fees for the period May 2024 per SAA #24-02-000752.		825.11
Receivable from DOH for MAIP Programs/ MAIFIP for payment of hospital fees for the period June 2024 per SAA #24-02-000752.		34,289.50
Receivable from DOH for MAIP Programs/ MAIFIP for payment of hospital fees for the period July 2024 per SAA #24-02-000752.		80,521.79
Receivable from DOH for MAIP Programs/ MAIFIP for payment of hospital fees for the period August 2024 per SAA #24-02-000752.		93,605.95
Receivable from DOH for MAIP Programs/ MAIFIP for payment of hospital fees for the period September 2024 per SAA #24-02-000752.		40,757.65
Receivable from Philhealth for payment of hospital fees for the period November 2024.		152,370.14
Receivable from Philhealth for payment of hospital fees for the period December 2024		144,873.22
Dropping of Two (2) years and Three (3) years above Accounts Payable for 2025.		2,799,042.18
Balance		₱763,214,615.17

For RGMO Fund 06, the Prior period adjustments/unrecorded and Other Adjustments pertains to the unrecorded income and expenses amounting to ₱233,037.88 and (₱3,393,521.53) errors of the prior year respectively as follows:

Particulars	2025	2024
Changes in Accounting Policy	0.00	₱(2,806.47)
Prior Period Adjustments/Unrecorded Income and Expenses	₱233,037.88	(863,547.99)
Other Adjustments	(3,393,521.53)	0.00
Total	₱(3,160,483.65)	₱(866,354.46)

Particulars	Debit	Credit
Beginning Balance		₱149,786,012.58
To recognize collection and deposit per OR# 487045-487116		2,000.00
To recognize unrecorded sales of canteen per CRJ JEV# 06-2024-12-1099 dated 12/18/2024		0.60
To recognize payment of University Press Board Honorarium thru online per transaction# 246-035-250122-16484.	₱87,583.33	
To take up depreciation expenses of CMU Press for the month of February 2025		12,922.64
To recognize adjustment due to overstated Cost of Sales in June 2024 by 5,440.00 and July 2024 by 79,350.00 wherein there was double recognition of Merchandise Inventory Purchased on account in June and upon payment in July 2024.		84,790.00
To recognize payment of Supply & Installation of Glass Door with ref# RGMO-24-NPSV-744 due to Visayan Glass and Aluminum Supply per check# 1299098.	9,950.00	
To recognize adjusting of entry in GJ 2 JEV# 06-2025-03-058 in which payment of diesel per CDJ JEV# 06-2024-11-469 was taken as expenses instead of inventory.		83,565.92
To recognize 1,845 seedlings discarded due to insect infestation in prior years and reported for the month of March 2025.	6,337.75	
To recognize payment of Royalty Fee for the period of November 16, 2023 to October 31, 2024 per weaccess transaction#: 246-035-250312-06257.	1,099,313.18	
To recognize cancelled check# 1298973 dated 12/2/2024 as payment for vehicle maintenance due to excess 10,000 kilometers for PMS of Toyota Valencia.		9,271.25

Particulars	Debit	Credit
To recognize adjustment of CRJ JEV# 06-2024-12-1074 in which collection made for UH and RF was recorded as deduction from Due from other Funds instead of A/R		7,000.00
To recognize the cost of sales for sold rice seeds as of November 2024.	1,529,251.55	
To recognize adjustment of raw materials inventory due to understated unit cost recorded in February & July in year 2024 sales for sold commercial palay.	16,429.24	
To recognize the cost of sales for sold rice seeds for the month of December 2024.	200,409.87	
To recognize unrecorded 5 liters gasoline expense of CMU Press withdrawn dated 7/24/2024	347.25	
To recognize the unrecorded 4,861 liters diesel expense withdrawn for the month of June 2023.	244,842.00	
To recognize the unrecorded 4,861 liters diesel expense withdrawn for the month of June 2023.	9,352.50	
To recognize the unrecorded 4,861 liters diesel expense withdrawn for the month of June 2023.	2,967.00	
To recognize the unrecorded 4,861 liters diesel expense withdrawn for the month of June 2023.	56,373.00	
To recognize payment of Royalty Fee of Mr. Julnar Pepito for the period November 16, 2023 to October 31, 2024 per check# 1299339.	19,361.75	
To recognize adjustment of entry in CRJ JEV# 06-2024-07-563 in which sales of vegetable was taken as AGP for Distribution instead of Other Gains		100.00
To recognize adjustment of entries in GJ 2 JEV# 06-2025-09-285 in which Royalty Fee for the period Nov. 16, 2023 to October 31, 2024 was taken as Other Professional Services instead of Accumulated Suplus/(Deficit)	85,273.94	
To recognize adjustment of entries in PPE per schedule as of December 31, 2025.		0.05

Particulars	Debit	Credit
To recognize adjustment of entries in PPE per schedule as of December 31, 2025.		27,708.38
To recognize adjustment of entries in PPE per schedule as of December 31, 2025.	25,729.15	
To recognize adjustment of entries in PPE per schedule as of December 31, 2025.	0.02	
To recognize LDDAP remittance of Catering and Printing and Binding services dated 11/17/2025		5,679.04
	3,393,521.53	150,019,050.46
Balance		₱146,625,528.93

28. Reversal of Impairment – Loss

For RGMO Fund 06, the Reversal of Impairment – Loss account in the amount of P71,087.48, refers to the reversal of entry due to decrease of receivables as of December 31, 2025.

29. Miscellaneous Income

For RGMO Fund 06, the Miscellaneous Income account amounting to ₱50,000.00, pertains to the payment by the concerned party related to the damaged vehicle of the RGMO during a vehicular accident as an indemnity for damages.

PART II
OBSERVATIONS AND RECOMMENDATION

PART II -OBSERVATIONS AND RECOMMENDATIONS

For the Calendar Year 2025, fourteen (14) Audit Observation Memoranda were issued to the agency. These are enumerated below in detail including the Management Comments as well as the Auditor's Rejoinder, where applicable.

A. FINANCIAL AUDIT

Error in the Recording of Receivables and Income related to the FHE Program

1. **The University erroneously recorded school fees billed under the Free Higher Education (FHE) Program due to inadequate review and reconciliation controls, contrary to the revenue recognition principle prescribed in the GAM, resulting in the net overstatement of Accounts Receivable and School Fees by ₱75.540 million.**

- 1.1 Accrual basis of accounting in accordance with the International Public Sector Accounting Standards is one of the basic government accounting and budget reporting principles enumerated under Section 6, Chapter 2 of the GAM.
- 1.2 Chapter 5 of the GAM enumerates the standards, policies, guidelines and procedures in accounting for revenue including those from exchange transactions under Section 6, which includes sale of goods or provision of services to third parties or to other NGAs. Examples of this type of revenue include, among others:

2. Business Income – **School Fees**, Affiliation Fees, **Examination Fees**, Seminar/Training Fees, Rent/Lease Income, Communication Network Fees, Transportation System Fees, Road Network Fees, Waterworks System Fees, Power Supply System Fees, Seaport System Fees, Landing and Parking Fees, Income from Hostels/Dormitories and Other Like Facilities, Slaughterhouse Operation, Income from Printing and Publication, Sales Revenue, Hospital Fees, Share in the Profit of Joint Venture and **Other Business Income**. xxx

- 1.3 Likewise Section 7 of the same chapter of the GAM, states that:

Recognition and Measurement of Revenue from Exchange Transactions. Revenue from exchange transaction shall be measured at fair value of the consideration received or receivable.

"a. Revenue shall be recognized when it is probable that future economic benefits or service potential will flow to the entity and these benefits can be measured reliably.

xxx

2. Revenue from the supply of services shall be recognized on a straight line basis over the specified period of the services unless an alternative method better represents the stage of completion of the transaction.”

xxx

Examples:

Revenue	Revenue Recognition Point
xxx	
Business Income	
<u>School Fees</u> , Affiliation Fees, Examination Fees, Seminar/ Training Fees [emphasis ours]	When fees are billed or if not practicable, when fees are collected

- 1.4 In 2025, the University requested the DBM for the Special Allotment and Release Order (SARO) and the Notice of Cash Allocation (NCA) for the FHE and CHED for the balance as follows:

Date of Billing	Reference No.	Period Covered	Amount Billed
04/24/2025	10-CMU-2024-2-1	2nd Semester AY 2024-2025	₱64,080,502.50
07/31/2025	10-CMU-2024-3-1	Summer AY 2024-2025	7,400,590.00
11/10/2025	10-CMU-2025-1-1	1st Semester AY 2025-2026 - billed to DBM	63,452,497.00
11/10/2025	None	1st Semester AY 2025-2026 - billed to CHED	16,833,205.50
TOTAL:			<u>₱151,766,795.00</u>

- 1.5 The above billings were determined based on the assessed school fees of enrolled students during the semester. It is to be noted that part of the school fees, in excess of the budget appropriated for FHE by the General Appropriations Act 2025, were requested from CHED.

- 1.6 It is worth mentioning that the University recognizes income from school fees under the FHE program on the billing dates. However, the Accounting Office does not base the income on the billed amounts but based on the system used by the University, to wit:

Transaction	Bill No. 10-CMU-2024-2-1	Bill No. 10-CMU-2024-3-1	Bill No. 10-CMU-2025-1-1	Billing to CHED	Total
	In Pesos				
Amount on Billing Statement	64,080,502.50	7,400,590.00	63,452,497.00	16,833,205.50	151,766,795.00

Transaction	Bill No. 10-CMU-2024-2-1	Bill No. 10-CMU-2024-3-1	Bill No. 10-CMU-2025-1-1	Billing to CHED	Total
Recorded Receivable and School Fees	62,058,382.50	7,105,382.50	77,857,217.50	80,285,702.50	227,306,685.00
(Over)/Understatement	2,022,120.00	295,207.50	(14,404,720.50)	(63,452,497.00)	(75,539,890.00)

- 1.7 The Accounting Office admittedly overlooked the errors in the information generated from the system used by the University in recording receivables every quarter. These errors were not detected in a timely manner due to inadequate review and reconciliation controls. This failure to reconcile system figures with actual billing statements resulted in a material overstatement of Accounts Receivable and School Fees income by ₱75.540 million.
- 1.8 We reiterated our prior year's recommendation that Management, through the Accounting Office, support the journal entry vouchers in recording receivables with copies of the transmitted billings in order to ensure the accuracy of recorded amounts.
- 1.9 In addition, we recommended that Management, through the Accounting Office, make all necessary adjusting journal entries to correct the erroneous recognition of school fees in CY 2025.

Management Comments

- 1.10 The University acknowledged the deficiencies noted and the Accounting Office has already prepared a reconciliation/working paper in determining the correct Accounts Receivable balance and the corresponding School Fees for the year 2025.
- 1.11 Management further committed to draw the necessary correcting entry this month of April 2026 and ensure that journal entries vouchers in recording school fees-related receivables will be supported with copies of the transmitted billings to DBM and/or CHED. This is to avoid similar occurrences in the future.

Erroneous Recording of Semi-Expendable Properties

2. The accuracy, existence and classification of Semi-expendable Inventory account year-end balances are deemed unreliable due to the inclusion of utilized semi-expendable property totaling ₱14.236 million, inconsistent with COA Circular No. 2022-004, thereby overstating the *Semi-expendable Property* and *Accumulated Surplus (Deficit)* accounts and understating the *semi-expendable expense* accounts balances in the December 31, 2025 financial statements.

- 2.1 Tangible items that meet the definition and recognition criteria of Property Plant and Equipment but cost below Fifty Thousand Pesos (P50,000.00) shall be accounted in the books of accounts of the agencies as semi-expendable property. This shall be supported by the issuance of the Inventory Custodian Slip (ICS) to establish accountability of the end-user. The ICS shall be issued to the end-user and shall be renewed every three years or every time there is a change in custodianship/user of the property.
- 2.2 In recording for the issued semi-expendable property, COA Circular 2022-004 states that:

4.7.7. Annex A.7 - Report of Semi-Expendable Property Issued (RSPI)

This report shall be prepared by the Property and/or Supply Division/Unit to report/summarize all issued semi-expendable property (by semi-expendable property number) at least weekly. It shall be prepared by the Property and/or Supply Custodian based on the ICS and shall be used by the Accounting Division/Unit as basis in preparing the journal entry voucher to recognize the semi-expendable property issued. [Emphasis supplied]

In this form, the ICS No. is indicated and the agency can check anytime if there are missing ICS at hand since ICS is the only accountability form for the issuance of semi-expendable property. Proper keeping and monitoring of the ICS by the Property/Supply Officer is recommended. The Property/Supply Officer shall conduct periodic monitoring of all ICS issued to ensure that the accountability of concerned employees is checked.

Discrepancies between the reported balances of Inventory accounts per Financial Statements and per Report on the Physical Count of Semi-expendable Properties

- 2.3 The financial statements reported balances of the *Semi-expendable Property* accounts as of December 31, 2025, totaled P25.981 million, however, the Report of Physical Count of Semi-Expendable Properties reported only a total balance of P2.962 million thereby resulting in a total variance of P23.019 million, with details as follows:

Account Description	Per FS	Per RPCSP	Variance
Semi-Expendable Office Equipment	P2,759,276.10	P 723,447.00	(P2,035,829.10)
Semi-Expendable Information and Communications Technology Equipment	7,070,970.46	1,788,269.00	(5,282,701.46)

Account Description	Per FS	Per RPCSP	Variance
Semi-Expendable Agricultural and Forestry Equipment	0.00	3,000.00	3,000.00
Semi-Expendable Communications Equipment	586,140.65	0.00	(586,140.65)
Semi-Expendable Military, Police and Security Equipment	53,850.00	0.00	(53,850.00)
Semi-Expendable Medical Equipment	75,800.00	116,069.00	40,269.00
Semi-Expendable Sports Equipment	89,426.00	0.00	(89,426.00)
Semi-Expendable Technical and Scientific Equipment	93,610.00	0.00	(93,610.00)
Semi-Expendable Other Equipment	3,835,835.90	331,047.00	(3,504,788.90)
Semi-Expendable Furniture and Fixtures	6,886,994.50	0.00	(6,886,994.50)
Semi-Expendable Books	4,528,831.00	0.00	(4,528,831.00)
TOTAL	P25,980,734.61	P2,961,832.00	(P23,018,902.61)

- 2.4 Verification with the Property Custodian disclosed that the items recorded in the accounting books under Semi-Expendable Communications Equipment, Semi-Expendable Military, Police and Security Equipment, Semi-Expendable Sports Equipment, Semi-Expendable Technical and Scientific Equipment, Semi-Expendable Furniture and Fixtures, and Semi-Expendable Books accounts were already distributed to the respective end users, thus these items were no longer accounted for during the physical count conducted. In view of this information, there is a definite overstatement of the following Semi-expendable property accounts totaling P12.239 million with the verified non-existence of these items:

Account Description	Fund 01	Fund 05	Total
Semi-Expendable Communications Equipment	P586,140.65	P 0.00	P586,140.65
Semi-Expendable Military, Police and Security Equipment		53,850.00	53,850.00
Semi-Expendable Sports Equipment		89,426.00	89,426.00
Semi-Expendable Technical and Scientific Equipment		93,610.00	93,610.00

Account Description	Fund 01	Fund 05	Total
Semi-Expendable Furniture and Fixtures	267,776.50	6,619,218.00	6,886,994.50
Semi-Expendable Books		4,528,831.00	4,528,831.00
TOTAL	P853,917.15	P11,384,935.00	P12,238,852.15

Issued Semi-expendable property with ICS during CY 2025 were not recognized as expenses.

- 2.5 In addition to the aforementioned unexpended issuances, evaluation of the semi-expendable accounts revealed that an additional aggregate amount of P534,974.00 of semi-expendable property was issued to end-users in the University which were not recorded by the Accounting Office as expenses, with details in *Annex "A"* hereof. These are summarized as follows:

Account	Fund 01	Fund 05	Total
Semi-Expendable Office Equipment	P 35,500.00	P37,910.00	P73,410.00
Semi-Expendable Information and Communications Technology Equipment	274,870.00		274,870.00
Semi-Expendable Medical Equipment		28,480.00	28,480.00
Semi-Expendable Sports Equipment		14,580.00	14,580.00
Semi-Expendable Other Equipment	107,324.00	36,310.00	143,634.00
TOTAL	P417,694.00	P117,280.00	P534,974.00

- 2.6 The foregoing was detected through individual checking of delivered purchase orders / contracts against the Report of Semi-Expendable Property Issued (RSPI) and the schedule of semi-expendable property as of December 31, 2025.
- 2.7 It was noted that the Supply & Property Management Office (SPMO) has submitted monthly RSPI to the Accounting Office of which the Accounting Office personnel then matches these properties in the accounting records and record the expenses. However, the accounting records used to determine the semi-expendable property accounts to be expensed have been limited to the current year, which resulted to the non-recording of expense on some issued properties.
- 2.8 In addition, a concerning practice was uncovered where issued items that could not be immediately located in the accounting records, such as pivoted SLs, are disregarded. Also, it was observed in the examination of documents supporting the journal entry vouchers of payments to suppliers of various semi-expendable

properties that ICS corresponding to items in the purchase orders/ contracts of agreement being paid are already attached thus indicating that the items had been issued. These conditions suggest either inadequate effort or deficiencies in the system for locating SL records of items that should be recognized as expenses.

- 2.9 Moreover, examination of documents supporting the journal entry vouchers revealed discrepancies in expense recognition. These were attributed to a lack of coordination between the SPMO and the Accounting Office in the treatment of semi-expendable property, resulting in inconsistent classification of items. Notably, some items were treated as inventory by the SPMO, supported by RIS instead of an ICS, and were reported under the RSMI rather than the RSPI.
- 2.10 The foregoing resulted in the overstatement of the *Semi-expendable Property* and *Accumulated Surplus (Deficit)* accounts and understatement of the related *Semi-Expendable Expense* accounts by ₱534,974.00 which in turn may affect the fair presentation of the financial statements.

Issued Semi-expendable property with ICS during CY 2024 were not recognized as expenses.

- 2.11 Verification of compliance of prior period recommendations revealed that previously reported unexpended issuances of semi-expendable properties totaling ₱1.599 million remain recorded in the accounting books, as detailed in Annex "B" hereof. These are summarized as follows:

Account	Fund 01	Fund 05	Total
Semi-Expendable Office Equipment	₱1,047,559.25	P 0.00	₱1,047,559.25
Semi-Expendable Information and Communications Technology Equipment	282,725.20	35,080.00	317,805.20
Semi-Expendable Communications Equipment	51,374.05		51,374.05
Semi-Expendable Medical Equipment		11,100.00	11,100.00
Semi-Expendable Other Equipment	56,529.00	29,250.00	85,779.00
Semi-Expendable Books		85,559.00	85,559.00
TOTAL	₱1,438,187.50	₱160,989.00	₱1,599,176.50

- 2.12 Inquiry with the Accounting Office disclosed that the recording of expenses for the items identified in the prior period is still ongoing, resulting in the persistence of the remaining balance. It is also important to note that items

under Semi-Expendable Communications Equipment and Semi-Expendable Books are all included in the aforementioned misstatement and thus the non-adjustment of previously reported unexpended issuances resulted to an overstatement of the *Semi-expendable Property* and *Accumulated Surplus (Deficit)* accounts by ₱1,462,243.45.

2.13 In sum, the foregoing deficiencies cast doubt on the reliability, existence, classification, and accuracy of the Semi-Expendable Property accounts presented in the financial statements. Specifically, unrecorded issuances at year-end resulted in an overstatement of the Semi-Expendable Property and Accumulated Surplus accounts by ₱14,236,069.60, and a corresponding understatement of semi-expendable expense accounts.

2.14 **We reiterated our recommendations that the Management:**

- a. **Direct the SPMO to prepare the RSPI on the semi-expendable properties issued to various end-users during the prior periods;**
- b. **Require the Accounting Office to record the necessary adjusting entries once the RSPI is forwarded to them and record succeeding issuances of semi-expendable properties at least weekly;**
- c. **Direct the SPMO to coordinate with the Accounting Office in the proper and uniform classification of semi-expendable properties;**
- d. **Through the Accounting Office, record transactions of the University with diligence and ensure awareness of the supporting documents attached to the JEVs; and**
- e. **Require the SPMO and the Accounting Office to reconcile the results of the physical inventory of semi-expendable property with the accounting records.**

Management Comments

2.15 The Accounting Office acknowledged the error in recording of Semi-Expendable properties and commits to: (a) exercise due diligence in recording transactions, ensuring that complete and appropriate supporting documents are attached to all JEVs; (b) secure the needed RSPI from the SPMO and effect the necessary adjusting entries by the Accounting Office; (c) have proper coordination with the Accounting Office and SPMO to ensure proper and uniform classification of semi-expendable items. Hence, the SPMO and Accounting Office will conduct a consultation meeting regarding this matter, and; (d) reconcile the accounting records with that of the physical inventory of semi-expendable properties (SEPs) after every physical inventory count of

SEPs. We will devise a protocol to ensure that the recording and classification of both SPMO and Accounting are the same.

- 2.16 Ongoing efforts by the Accounting Office are being exerted to trace the JEVs and subsidiary ledgers on the semi-expendable items that have not been dropped/expensed pertaining to the prior years.

Errors in Recording Inventories

3. The accuracy and existence of Inventory account balances as of December 31, 2025 are deemed unreliable due to the: a) inclusion of utilized inventories totaling ₱8.153 million, overstating the *Inventory* and *Accumulated Surplus (Deficit)* accounts, and understating related *Expense* accounts; and b) items worth ₱768,284.46 expensed without supporting documents, which are inconsistent with Section 111 of PD 1445 and relevant provisions in Chapter 8 of the GAM for NGAs, Volume I.

- 3.1 Presidential Decree 1445 requires management to keep its accounts in the following manner, to wit:

“Section 111. Keeping of accounts.

(1) The accounts of an agency shall be kept in such detail as is necessary to meet the needs of the agency and at the same time be adequate to furnish the information needed by fiscal or control agencies of the government.

(2) The highest standards of honesty, objectivity and consistency shall be observed in the keeping of accounts to safeguard against inaccurate or misleading information.”

- 3.2 Likewise, relevant issuances of inventories under Chapter 8, Volume I of GAM for NGAs states, thus:

“Sec. 5. Cost Formulas. The cost of inventories of items that are not ordinarily interchangeable, and goods or services produced and segregated for specific projects, shall be assigned by using the specific identification of their individual costs. Specific identification of costs means that specific costs are attributed to identified items of inventory. This is appropriate treatment for items that are segregated for a specific project, regardless of whether they have been bought or produced. However, specific identification of costs is inappropriate when there are large numbers of items of inventory that are ordinarily interchangeable. In such circumstances, the method of selecting those items that remain in inventories could be used to obtain predetermined effects on the surplus or deficit for the period.

Sec. 7. Recognition as an Expense. When inventories are sold, exchanged, or distributed, their carrying amount shall be recognized as an expense in the period in which the related revenue is recognized. If there is no related revenue, the expense is recognized when the goods are distributed or the related service is rendered.

Sec. 9. Perpetual Inventory Method. Supplies and materials purchased for inventory purpose shall be recorded using the perpetual inventory system, resulting in a more accurate inventory records and a running total for the cost of goods sold in each period. The system requires accounting records to show the amount of inventory on hand at all times through the maintenance of the SLC (Appendix 57) by the Accounting Division/Unit and Stock Card (SC) (Appendix 58) by the Supply and/or Property Division/Unit for each item in stock. xxx [Emphasis supplied]

xxx

Sec. 13. Inventory Accounting System. The Inventory Accounting System consists of the system of monitoring, controlling and recording of acquisition and disposal of inventory. Xxx

Physical count/inventory, which is required semi-annually, is an indispensable procedure for checking the integrity of property custodianship.

xxx

Sec. 17. Records, Forms and Reports to be prepared and/or maintained.

xxx

- g. Report of Supplies and Materials Issued (RSMI) (Appendix 64) – shall be prepared by the Property and/or Supply Custodian based on the RIS and shall be used by the Accounting Division/Unit as basis in preparing the JEV to record the supplies and materials issued.

xxx

- i. Report on the Physical Count of Inventories (RPCI) (Appendix 66) – shall be used to report the physical count of supplies by type of inventory as at a given date. It shows the balance of inventory items per card and per count and shortage/overage, if any. xxx.”

Inventories that were issued for utilization or consumption during CY 2025 and CY 2024 were not recognized as expenses.

- 3.3 Evaluation of the records revealed that various inventories totaling ₱3.062 million that were issued for utilization or consumption during CY 2025 as

reflected in the Report of Supplies and Materials Issued (RSMI) were not recognized as expense, with details in *Annex "C"* hereof. These are summarized as follows:

Account	Cluster 1	Cluster 5	Total
Office Supplies Inventory	P26,700.00	P255,193.50	P281,893.50
Medical, Dental and Laboratory Supplies Inventory		548,841.00	548,841.00
Construction Materials Inventory	20,418.00	979,817.00	1,000,235.00
Other Supplies and Materials Inventory	222,311.96	1,009,126.14	1,231,438.10
TOTAL	P269,429.96	P2,792,977.64	P3,062,407.60

- 3.4 The foregoing were detected through individual checking of delivered purchase orders / contracts against the RSMI and the schedule of inventories as of December 31, 2025.
- 3.5 Upon inquiry with the Accounting Office, it was disclosed that upon receipt of the RSMI from the Supply and Property Management Office (SPMO), Accounting personnel are tasked to locate and match the items with existing accounting records, such as pivoted subsidiary ledgers, and subsequently record the related expenses. However, the review of accounting records used to determine the appropriate inventory accounts to be expensed was limited to the current year, resulting in certain items being overlooked and left unrecorded. Furthermore, several confusions emerged in the recording of expenses due to differences in treatment of purchased items, underscoring a lack of coordination between the SPMO and the Accounting Office in inventory monitoring and recording.
- 3.6 In addition, various inventories totaling P5.090 million that were issued for utilization or consumption during CY 2024 as communicated thru AOM 2025-07 (24) were still not recognized as expense, with details in *Annex "D"* hereof. These are summarized as follows:

Account	Cluster 1	Cluster 5	Cluster 6	Total
Office Supplies Inventory	P974,542.92	P 4,201.00	P436,766.46	P1,415,510.38
Medical, Dental and Laboratory Supplies Inventory		426,363.60		426,363.60
Construction Materials Inventory	94,639.00	1,819,530.00		1,914,169.00

Account	Cluster 1	Cluster 5	Cluster 6	Total
Other Supplies and Materials Inventory	704,380.24	176,702.00	453,048.48	1,334,130.72
TOTAL	P1,773,562.16	P2,426,796.60	P889,814.94	P5,090,173.70

- 3.7 According to the Accounting Office, despite the existence of the Requisition and Issue Slip (RIS), difficulties persist in tracking the Subsidiary Ledgers of inventory items, further affected by insufficient manpower to address these issues while maintaining regular operations. Further confusion arises from the reporting process, as the SPMO submits RSMI for issued inventories to different RGMOs for consumption and for use in sale, while the different RGMOs also submit their own equivalent versions of RSMI for consumed inventories.
- 3.8 It is emphasized that inventories issued by the SPMO for consumption or office use should be recognized as expense upon release to the end-user offices. In contrast, inventories intended for sale or production should be recognized as expense only upon actual use.
- 3.9 The foregoing oversight resulted in an overstatement of *Inventory* and *Accumulated Surplus (Deficit)* accounts and an understatement of related *expense* accounts by P8.153 million, ultimately affecting the fair presentation of the financial statements.

P768,284.46 worth of items were expensed without supporting documents.

- 3.10 Verification of inventories expensed during CY 2025 revealed that expenses were recorded without supporting documents totaling P768,284.46, with details in *Annex "E"*, and are summarized on the following page:

Account	Cluster 1	Cluster 5	Total
Training Expenses	P 135,525.00	P 0.00	P135,525.00
Repairs and Maintenance-Buildings and Other Structures		61,800.00	61,800.00
Repairs and Maintenance-Machinery and Equipment	37,360.95	11,422.51	48,783.46
Repairs and Maintenance-Transportation Equipment	82,576.00		82,576.00
Other Maintenance and Operating Expenses	165,920.00	273,680.00	439,600.00
TOTAL	P421,381.95	P346,902.51	P 768,284.46

- 3.11 A review of the journal entry vouchers (JEVs) revealed that the items expensed are not found in the RSMI attached. Upon query, certain RSMIs were prepared

and submitted to the Accounting Office but these were not attached to the JEV. Further investigation revealed that some items in the RSMI were expensed outright by the Accounting Office without consideration of the RSMI because these were not treated by the Accounting Office as Inventory items. This is all because there is no proper communication between the Accounting Office and the SPMO in the classification of items whether or not these shall be considered as Inventories.

3.12 Section 2 of Chapter 8, Volume I of GAM for NGAs defines Inventories as follows:

Sec. 2. Definition of Terms. For the purpose of this Manual, the terms used as stated below shall be construed to mean as follows: (Par. 9, Philippine Public Sector Accounting Standards (PPSAS) 12):

xxx

c. Inventories are assets:

1. In the form of materials or supplies to be consumed in the production process (examples: materials and supplies awaiting use in the production process);
2. In the form of materials or supplies to be consumed or distributed in the rendering of services (examples: office supplies, ammunitions, maintenance materials);
3. Held for sale or distribution in the ordinary course of operations (examples: merchandise purchased by an entity and held for resale, or land and other property held for sale, agricultural produce); or
4. In the process of production for sale or distribution (examples: goods purchased or produced for distribution to other parties for no charge or for a nominal charge like educational books produced by a health authority for donation to schools).

3.13 Section 10.2 of the Internal Control Standards for the Philippine Public Sector discussed control activities which management can use to achieve sound internal control within the agency. Physical inventory and reconciliation are detection control activities that can create awareness to the management on the errors or problems that occurred within a reasonable time that would permit corrections. Although it is worth noting that the SPMO conducted a physical count of inventories as at year end, subsequent reconciliation however with the accounting records was not conducted which might have identified the abovementioned deficiencies, allowing for the implementation of necessary corrections.

3.14 The foregoing deficiencies cast doubts on the reliability of the existence and accuracy of the Inventory account presented in the financial statements with a certain misstatement of ₱8.153 million due to unrecorded issuances thus, resulting to the overstatement of the *Inventory* and *Accumulated Surplus (Deficit)* accounts, and the understatement of the related *Expense* accounts.

3.15 **We reiterated our recommendations that Management:**

- a. **Direct the Supply and Accounting Office to reconcile the issuances of inventories to adjust and/or record the same in the books of accounts;**
- b. **Require the Accounting Office to exert utmost effort in the determination of subsidiary ledgers of inventory items issued by the SPMO and make necessary adjusting entries;**
- c. **Record transactions of the University with diligence and ensure that proper supporting documents are attached to the JEV; and**
- d. **Coordinate with the SPMO in the proper and uniform classification of inventory items.**

Management Comments

3.16 The Accounting Office acknowledged the error in recording of inventories and commits to: (a) exercise due diligence in recording transactions, ensuring that complete and appropriate supporting documents are attached to all JEVs; (b) have proper coordination with the Accounting Office and SPMO to ensure proper and uniform classification of inventory items. Hence, the SPMO and Accounting Office will conduct a consultation meeting regarding this matter, and; (c) reconcile the accounting records with those of the issued inventories as reported by the SPMO.

3.17 The Accounting Office had conducted reconciliation efforts in the past year 2025, on tracing the JEVs and subsidiary ledgers on the inventory items that have not been dropped/expensed pertaining to the year 2024 and prior. We have already identified/traced some items, but failed to present our working paper to the COA office for review and verification. It will present our initial reconciliation paper, and we will continue to exert utmost efforts in tracing the remaining JEVs and subsidiary ledgers on the inventory items that have not been dropped/expensed and effect the necessary adjusting entries. We will do the same for the year 2025.

Unadjusted Reconciling Items in the Bank Reconciliation Statements

4. Various outstanding Cash in Bank reconciling items consisting of unrecorded credit memoranda totaling ₱8.079 million and uncorrected book errors/unrecorded debit memoranda totaling ₱1.367 million remained unadjusted in the books, contrary to Section 74 of Presidential Decree (PD) 1445 and Chapter 21 of the Government Accounting Manual (GAM) for National Government Agencies (NGAs), Volume I, resulting in a misstatement of Cash in Bank balances as of year-end.

4.1 Section 74 of PD No. 1445 provides that, “xxx The head of the agency shall see to it that reconciliation is made between the balance shown in the reports and the balance found in the books of the agency.”

4.2 Bank Reconciliation Statements (BRS) are prepared to verify the accuracy and correctness of both the bank’s and the agency’s records, to deter fraudulent activities, and to facilitate the proper recognition of charges or credits recorded by either the bank or the agency but not yet reflected in the other’s books.

4.3 Chapter 21 of the Government Accounting Manual covers the preparation of the BRS, including the proposed adjusting entries. Pertinent sections states that:

Sec. 4. Method of Bank Reconciliation. The monthly BRS shall be prepared by the Chief Accountant/designated staff for each of the bank accounts maintained by the agency/entity using the Adjusted Balance Method. Under this method, the book balance and the bank balance are brought to an adjusted cash balance that must appear on the Statement of Financial Position. [Emphasis supplied]

xxx

Sec. 6. Recognition of Adjustments. The Chief Accountant/Designated Staff shall prepare a JEV to recognize all reconciling items that require adjustment and correction in the books of accounts. [Emphasis supplied]

xxx

Sec. 10. Procedures for the Preparation of the Bank Reconciliation Statement for Authorized Government Depository Bank accounts

Area of Responsibility	Seq. No.	Activity
	xxx	
Chief Accountant/Head of Accounting Division/Unit	13	Reviews and approves the BRS.

Designated Staff	14	Prepares JEVs to record the necessary adjustments affecting the balance per books
Chief Accountant/Head of Accounting Division/Unit	15	Reviews and approves the JEVs.
Designated Staff	16	Records the adjustments in the GJ based on the approved JEVs.
	17	Submits the BRS to the following: Original – COA Auditor (with all the supporting documents and JEVs) Copy 2 – Head of Agency/Entity Copy 3 – Accounting Division/Unit file Copy 4 – Bank, if necessary

4.4 As of December 31, 2025, the Cash in Bank account balance reflects a net understatement of ₱6.711 million, as determined from BRS, detailed as follows:

Bank Account		Subsidiary Ledger Balance	Adjusted Balance	Difference
2035-xxxx-15	Fund 1 - Modified Disbursement System (MDS)	₱ 0.00	₱ 0.00	₱ 0.00
0352-xxxx-68	Special Trust Fund (STF) - Fund 164	398,994,424.00	405,734,254.95	6,739,830.95
0352-xxxx-34	Laboratory High School (LHS)/ Senior High School Voucher Program (SHS VP)	2,067,140.00	2,067,140.00	0.00
0352-xxxx-26	SHS VP	0.00	0.00	0.00
0352-xxxx-30	HOSPITAL – PHIC	7,233,886.48	7,233,885.88	-0.60
0352-xxxx-48	Hospital – Professional Fee (PF)	812,854.15	812,854.15	0.00
0352-xxxx-75	Resource Generation Management Office (RGMO)	30,399,815.84	30,380,086.44	-19,729.40

Bank Account		Subsidiary Ledger Balance	Adjusted Balance	Difference
0352-xxxx-19	Account 1	111,341,800.43	111,333,110.43	-8,690.00
	Electronic Portal Payment (EPP)	25,780.00	no BRS	0.00
Total		P550,875,700.90	P557,561,331.85	P6,711,410.95

- 4.5 The net understatement of P6.711 million resulted from the combined effects of stale checks, unrecorded credit and debit memoranda, and unrecorded disbursements, as detailed below:

I. Items Resulting in Understatement

a. Unrecorded Credit Memoranda and Deposits

Bank SL Code	CY 2024 and prior years	CY 2025	Total
STF – Main	P 0.00	P8,079,275.29	P8,079,275.29
Total	P 0.00	P8,079,275.29	P8,079,275.29

b. Recording Errors that understate book Balance

Bank SL Code	CY 2024 and prior years	CY 2025	Total
STF – Main	P4,741.73	P 520.00	P 5,261.73
Resource Generation and Management Office (RGMO)		0.60	0.60
Total	P4,741.73	P 520.60	P 5,262.33

II. Items Resulting in Overstatement

a. Unrecorded DMs and errors

Bank SL Code	CY 2024 and prior years	CY 2025	Total
STF – Main	P1,083,310.31	P 261,395.76	P1,344,706.07
Hospital – Philippine Health Insurance Corporation (PHIC)	0.60	0.00	0.60
RGMO	13,230.00	6,500.00	19,730.00
Account 1	8,690.00	0.00	8,690.00
Total	1,105,230.91	267,895.76	1,373,126.67
Net Misstatement	(P1,100,489.18)	P7,811,900.13	P6,711,410.95

- 4.6 It is commendable that the Accounting Office recorded the majority of the unadjusted CY 2024 and prior year items following the issuance of Audit Observation Memorandum (AOM) No. 2025-20 on July 22, 2025. However, due to the pressure to close the books at year-end, several adjustments for CYs 2024 and 2025— particularly credit memoranda, deposits, errors, and debit memoranda—remained unrecorded and some of these unrecorded errors have yet to be traced. Consequently, the standard accounting procedures for BRS, including the recording of adjusting entries, were not strictly followed.
- 4.7 Of particular concern are unrecorded Debit Memoranda (DMs) and online payments totaling ₱345,395.30, which form part of the ₱1.373 million in total unrecorded DMs. Addressing these discrepancies requires tracing back the transactions to the University's signed DM request letters and coordinating with the bank regarding undocumented DMs and online payments to establish accountability. The breakdown of these items is as follows:

Particulars	Date	Amount
1. CMU STF -Fund 164		
Debit Memo (DM) Ordinary	09/27/2017	₱182,596.06
CA DM Transfer Authorized	11/03/2019	5,348.53
CHED Tulong Dunong		22,155.00
CA DM Transfer Authorized	02/27/2020	29,314.50
CA DM Ordinary	04/29/2020	13,995.81
DM Authorized Transfer	09/09/2020	36,550.40
Online Payment	12/28/2020	1,190.00
Online Payment		4,910.00
DM Ordinary	05/02/2021	3,200.00
Online Payment	06/01/2021	20,685.00
DM Ordinary	01/06/2023	1,500.00
DM Ordinary	02/04/2024	30.00
DM Ordinary (6 transactions)	10/31/2024	1,200.00
DM Ordinary (4 transactions)	10/01/2024	800.00
Sub-Total		323,475.30
2. CMU RGMO		
DM Ordinary	05/07/2021	50.00
Online Payment (Instructional Materials Development Center)	10/01/2021	980.00
DM Transfer Authorized	23/03/2022	600.00
DM Transfer Authorized	03/21/2023	5,600.00
DM Ordinary	10/26/2023	6,000.00
Sub-Total		13,230.00
3. Account 1		

Particulars	Date	Amount
DM Transfer Authorized	08/14/2019	8,690.00
Sub-Total		8,690.00
TOTAL		₱345,395.30

- 4.8 As a high-risk asset, cash demands stringent internal controls. Recording delays for funds within the University's control undermine the reliability of financial reports and increase the risk of fraud. To ensure transparency, bank reconciling items—specifically deposits and credit memoranda—should be adjusted promptly.
- 4.9 Ultimately, the failure to adjust these book reconciling items resulted in a misstatement of the Cash in Bank balance amounting to ₱6.711 million as of December 31, 2025.
- 4.10 **We reiterated our prior years' audit recommendations that Management:**
- Adhere to the adjusted balance method of bank reconciliation by immediately recognizing the book reconciling items: correcting the recording errors, reverting stale checks, and recording Credit/Debit Memoranda (CM/DMs), including the unidentified CMs as *Other Payables* while the unidentified DMs under any appropriate Receivables account; and**
 - Trace the unrecorded DMs and online payments totaling ₱ 345,395.30 starting from the signed DM request letters of the University and communicate to the bank the undocumented DMs and online payments to determine persons accountable.**

Management Comments

- 4.11 The Accounting Office committed to adopting the adjusted balance method in the preparation of bank reconciliation statements and to recording the necessary adjusting entries for remaining unidentified Credit Memos under 'Other Payables,' while maintaining a detailed subsidiary ledger.
- 4.12 Initial actions have been undertaken to address the noted deficiencies concerning unrecorded debit memos and online payments for FY 2025. The University, through the Cashier's Unit, has formally coordinated with the Land Bank of the Philippines – Valencia City Branch regarding this matter. Efforts are ongoing to trace and reconcile the remaining unrecorded debit memos and online payments, with continuous coordination with the bank to secure the necessary documentation and identify the accountable personnel. Upon establishment of sufficient documentary basis, the corresponding accounting entries shall be recorded.

Internal Control Weaknesses Over Auxiliary Service Collections

5. Collections for auxiliary services under the STF were not properly monitored in accordance with Section 124 of PD 1445 and were recorded on a cash basis, contrary to Chapter 5 of the GAM for NGAs, resulting in a net understatement of income and receivable accounts totaling ₱6.254 million and casting doubt on the accuracy of the reported income.

5.1 Pursuant to Section 124 of PD No. 1445 and the Administrative Code of 1987, the direct responsibility for installing, implementing, and monitoring a sound system of internal control rests with the chief or head of each government agency or instrumentality.

5.2 Likewise, the National Guidelines on Internal Control Systems under DBM Circular Letter No. 2008-8 requires the following:

An agency has to prescribe the processes by which its operations have to be carried out. These processes and procedures have to integrate internal controls that are cost efficient and are meant to prevent unnecessary or overlapping effort, protect the operations against waste or inefficient use of resources and ensure services that will lead to the achievement of expected outputs and results.

5.3 Furthermore, the GAM for NGAs, Vol 1, Chapter 5 provides for the Recognition and Measurement of Revenue from Exchange Transactions, as follows:

Sec. 7. Recognition and Measurement of Revenue from Exchange Transactions. Revenue from exchange transactions shall be measured at fair value of the consideration received or receivable.

a. Revenue shall be recognized when it is probable that future economic benefits or service potential will flow to the entity and these benefits can be measured reliably.

xxx

2. Revenue from the supply of services shall be recognized on a straight line basis over the specified period of the services unless an alternative method better represents the stage of completion of the transaction.

Examples:

<u>Revenue</u>	<u>Revenue Recognition Point</u>
Business Income	
Rent/Lease Income, Communication Network Fees, Transportation	When fees are billed for earned revenue from use of

System Fees, Road Network Fees, Waterworks System Fees, Power Supply System Fees, Seaport System Fees, Landing and Parking Fees, Income from Hostels/ Dormitories and Other Like Facilities, Slaughterhouse, and Other Service Income	government property/facilities or if not practicable, when fees are collected
---	---

5.4 Furthermore, accrual basis is defined under Chapter 2 of the GAM, to wit:

“Accrual basis – means a basis of accounting under which transactions and other events are recognized when they occur (and not only when cash or its equivalent is received or paid). Therefore, the transactions and events are recognized in the accounting records and recognized in the financial statements of the periods to which they relate. The elements recognized under accrual accounting are assets, liabilities, net assets/equity, revenue, and expenses.”

- 5.5 The University provides facilities such as dormitories, housing units, and water systems as auxiliary services, with collections from these services recorded and deposited under the STF.
- 5.6 Monitoring of these collections is assigned to different units: University dormitories are supervised by the Office of Student Affairs and Services (OSAS); University Housing is managed by the University Housing and Relocation Committee (UHRC); and collections from the water system, housing, and stall rentals are monitored by the Office of Enterprise Management (OEM) under the RGMO.
- 5.7 While Management has made notable significant improvements since the issuance of AOM No. 2025-10 (24)—such as the UHRC establishing a collection system and the OEM utilizing standard forms—audit walkthroughs and internal control evaluations revealed several operational inefficiencies that persist:

Absence of Standard Financial Forms for Dormitories

- 5.8 An evaluation of the internal control systems within the University Dormitories revealed a complete lack of standardized financial forms, official reports, and systematic record-keeping procedures.
- 5.9 During the audit inquiry, dormitory management openly acknowledged this operational deficiency, noting that their current manual recording system is inadequate and requires significant redesign and improvement to meet standard accounting practices.

- 5.10 The absence of standardized, pre-numbered financial forms significantly compromises the integrity of the dormitories' financial data. Without strong internal control features—such as standard billing statements, official receipt tracking, and daily collection reports—the University is highly exposed to the risk of unrecorded transactions, clerical errors, and the potential mishandling or misappropriation of funds collected from students.

Unrecorded Income and Lack of Coordination between Auxiliary Services and Accounting Office

- 5.11 Audit verification revealed a lack of coordination between the University's Auxiliary Services (UHRC, OEM, and OSA) and the Accounting Office in recording and reconciling income. Currently, income from these auxiliary units is strictly monitored on a cash basis. As a result, valid revenues that have been billed but not yet collected are not submitted to the Accounting Office for proper recording.
- 5.12 A review of the auxiliary units' monitoring logs and annual collection reports identified uncollected balances as of December 31, 2025, totaling ₱6.254 million, which were not recorded in the books:

Auxiliary Services	Nature of Income	Unpaid Balance
UHRC	Lot area - 1%	₱2,410,292.20
UHRC	Share of boarding houses - 2nd Semester SY 2024-2025	1,437,874.00
UHRC	Share of boarding houses - 1st Semester SY 2025-2026	569,150.25
OEM	Stall Rental	101,805.50
OEM	Employees Housing	247,514.43
OEM	Water System Fees and Garbage Fees	1,449,218.10
OSA	Dormitory: Lawaan Student Village - 1st Semester SY 2025-2026	4,750.00
OSA	Dormitory: Cattleya Residence Hall - 1st Semester SY 2025-2026	1,900.00
OSA	Dormitory: New Mahogany Residence Hall - 1st Semester SY 2025-2026	2,200.00
OSA	Dormitory: New Rose Residence Hall - 1st Semester SY 2025-2026	22,290.00
OSA	Dormitory: Sunrise Residence Hall - 1st Semester SY 2025-2026	7,445.00
Total		₱6,254,439.48

- 5.13 The failure to record these uncollected balances as *Accounts Receivable* and *Service Income* constitutes a direct violation of the accrual basis of accounting, as mandated by the GAM for NGAs. By recognizing revenue only upon cash collection, the University's official books do not accurately reflect its financial

performance. This systemic lack of coordination has resulted in a material understatement of both *Accounts Receivable* and *Service Income* amounting to ₱6.254 million as of year-end.

Outdated Policies on Water Systems and Stall Rentals

- 5.14 An evaluation of the University's income-generating units revealed that the operational policies and fee structures for the Water System and Stall Rentals remain significantly outdated. Current rental and utility rates being charged to lessees and residents continue to be based on Approved Office of the President Memorandum No. 62, s. 2000.
- 5.15 During the audit inquiry, Management acknowledged that these rates are obsolete and expressed willingness to resolve the issue. They reported that a preliminary plan has already been formulated to adjust the rates in line with current economic conditions.
- 5.16 The continued reliance on rates set more than two decades ago has left the revenue from these facilities grossly insufficient to cover their current maintenance, administrative, and operational costs. Consequently, the University is forced to subsidize these auxiliary enterprises from other income sources, undermining their fundamental purpose as self-sustaining, revenue-generating units and places an unnecessary strain on the institution's overall financial resources. Immediate adjustment of these rates is critical to restore the financial sustainability and resilience of these units.

Non-Compliance with the Mandatory Public Posting of Fees

- 5.17 Transparency in government transactions is a strict statutory requirement. In particular, Section 4 of the General Provisions of the FY 2025 GAA explicitly requires that all approved rates be publicly posted, thus:

All agencies shall ensure that fees, charges and assessments collected cover the costs of services delivered to the public. They may be allowed to raise their fees and charges in accordance with A.O. No. 31, s. 2012, DOF-DBM-NEDA J.C. No. 1-2013 dated January 30, 2013, and such other guidelines issued by the agencies concerned. The schedule of fees, charges and assessments collectible by any government agency, as well as any updates thereon, shall be posted on their respective websites and in big bold characters in a conspicuous place within the agency, including its regional, provincial, field or extension offices. [Emphasis supplied]

- 5.18 The University's auxiliary units have not complied with these transparency requirements. The University Dormitories post their fees only on their Facebook page, while the Water System, Stall Rentals, and Housing Rentals

fail to publish their rates on the official University website or in a conspicuous place within the agency.

5.19 As a result of the deficiencies identified above, the University's financial statements are materially misstated, with *Accounts Receivable* and *Service Income* understated by ₱6.254 million due to reliance on cash-basis accounting and weak internal coordination. Moreover, the University's failure to comply with GAA-mandated public posting of fees compromises transparency and restricts clients' access to essential information.

5.20 We reiterated our prior year's audit recommendations that Management:

- a. **Require the Accounting Office to immediately prepare the necessary JEV to record the unbooked receivables amounting to ₱6.254 million to ensure the financial statements are fairly presented;**
- b. **Institutionalize regular reconciliation between the Auxiliary Services and the Accounting Office;**
- c. **Establish standardized records, billing statements, and process flows for the University Dormitories;**
- d. **Expedite the updating of the outdated year-2000 policies regarding water and stall rentals to ensure the sustainability of auxiliary operations; and**
- e. **Mandate all auxiliary units to strictly comply with the FY 2025 GAA General Provisions by immediately posting the updated schedule of prices, fees, and charges on the official University website and in big, bold characters in conspicuous physical locations.**

Management Comments

5.21 The Management acknowledges the internal control weaknesses over auxiliary service collections and conveys its adherence to the recommendations.

5.22 Through the UHRC, OEM, and OSAS:

- To reconcile with the Accounting Office the billings issued for every year.
- To establish standardized records, billing statements, and process flows.
- Currently working on the updating of the outdated policies on water and stall rentals.
- Ensure strict compliance with posting the updated schedule of prices, fees, and charges on the official website of the University and in conspicuous physical locations.

- Submit to the Accounting Office the needed supporting documents for recording receivables from housing-related fees/billings, water bills, stall rentals, and dormitory rentals.

5.23 Through the Accounting Office:

- We have already started recording journal entries this year 2026, related to receivables from dormitory rental based on the submitted records of the OSAS for the 2nd Sem, SY 2025-2026. We will facilitate the recording of the needed adjusting entries to ensure proper and complete reporting.
- We will continue to coordinate with the UHRC, OEM, and OSAS for the other needed supporting documents in recording receivables from housing-related fees/billings, water bills, stall rentals, and dormitory rentals.

Deficiencies in the Recording of Accounts Payable

6. The completeness, existence, rights and obligations, and classification of "Accounts Payable" are deemed unreliable due to ₱5.353 million in long-outstanding liabilities, ₱173,906.00 in unrecorded transactions, and ₱4.632 million in misclassifications, which are inconsistent with Section 119 of PD 1445, Section 2 Chapter 6 Volume I on the GAM for NGAS, pertinent provision of IPSAS 1, and COA-DBM Joint Circular No. 2013-1, thereby materially affecting the fair presentation of the year-end financial statements.

6.1 Section 119 of Presidential Decree (P.D.)1445 states that,

"All lawful expenditures and obligations incurred during the year shall be taken up in the accounts of that year".

6.2 IPSAS 1, on the presentation of financial statements uses the term accrual basis which means a basis of accounting under which transactions and other events are recognized when they occur (and not only when cash or its equivalent is received or paid). Therefore, the transactions and events are recorded in the accounting records and recognized in the financial statements of the periods to which they relate.

6.3 Meanwhile, "Accounts Payable" is defined under Section 2, Chapter 6, Volume I of the Government Accounting Manual for NGAS as those "valid and legal obligations of NGAs/OUTs, for which, goods/services/projects have been delivered/rendered/completed and accepted, regardless of the year when these obligations were incurred." Under the Revised Chart of Accounts, the *Accounts Payable* is defined, as follows:

Account Title	Accounts Payable
Account Code	20101010

Normal Balance	Credit
Description	This account is credited to recognize receipt of goods or services on account in the normal course of trade and business operation. This account is debited for payment/settlement of liabilities, and/or adjustments.

- 6.4 Further, Items 4.4, 4.6 and 4.7 of COA-DBM Joint Circular No. 2013-1 dated March 15, 2013 defined the following terms:

“4.4 Obligation - a commitment by a government agency arising from an act of a duly authorized official which binds the government to the immediate or eventual payment of a sum of money. The agency is authorized to incur obligations only in the performance of activities which are in pursuit of its functions and programs authorized in appropriation acts/laws within the limit of the allotment released by the DBM.

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4.6 **Accounts Payable** - obligations of government agencies, whether current year or prior years, for which services had been rendered, goods have been delivered or projects have been completed and accepted. [Underscoring supplied]

4.7 Commitment - an obligation incurred by government agencies for which items have not yet been delivered and services not yet rendered. This is also called “Obligations Not Yet Due and Demandable.”

- 6.5 The Financial Statements of CMU as of December 31, 2025 showed a consolidated Accounts Payable balance of ₱30.034 million, as shown hereunder:

Fund	Total AP	Aged over 2 years	% over AP Balance
Fund 01	6,455,726.00	-	-
Fund 05	12,893,509.03	5,353,622.19	56.67%
Fund 06	9,448,192.18	-	-
Fund 07	1,236,236.02	-	-
Total	30,033,663.23	5,353,622.19	17.83%

- 6.6 The following are the observations noted in the review and audit of the “Accounts Payable” account of the University, to wit:

Dormant/Long outstanding Accounts Payable

- 6.7 Verification of the Accounts Payable account revealed that out of the aggregate amount of ₱30.034 million, the amount of ₱5.354 million pertains to long-

outstanding payables aging more than 2 years. Of this amount, ₱4.256 million represents a liability to the National Dairy Authority (NDA), which was erroneously classified as Accounts Payable (AP). Consequently, only the amount of ₱1.098 million (3.65 percent) of the consolidated AP balance as of December 31, 2025 remains overdue. This necessitates immediate verification to ensure the fair presentation of accounts in the financial statements.

- 6.8 The existence of payables outstanding for more than two (2) years indicates weaknesses in the monitoring, reconciliation, and settlement of accounts. The continued recognition of these long-unsettled liabilities impairs the reliability of accounting records and may misstate the University's actual obligations to its creditors.

Unrecorded obligations

- 6.9 Audit of subsequent events covering January 1 to 31, 2025 disclosed that three (3) transactions under Fund 1, totaling ₱173,906.00, were not recognized as Accounts Payable as of December 31, 2025. Although these transactions were duly obligated in CY 2025, the corresponding liabilities were not recorded at year-end. The unrecorded transactions are presented below.

JEV No.	Particulars	Amount
01-2026-01-0219	To recognize payment to Macys Travel & Tours - plane ticket J. I. et al travel last Nov. 23-28, 2025 as per EMDS 9920260016	86,542.00
01-2026-01-0363	To recognize payment to Macys Travel & Tours - plane ticket of R. E. as per EMDS 9920260054	31,680.00
01-2026-01-0365	To recognize payment to VEA Travel & Tours - plane ticket of C. B., et al as per EMDS 9920260055	55,684.00
Total		₱173,906.00

- 6.10 Inquiry with the Accounting Office disclosed that these claims remained unrecorded at year-end due to incomplete supporting documentation. While the Budget Office had obligated the funds, the claims were subsequently returned to the respective end-users for documentary compliance.
- 6.11 The failure of the end-users to resubmit the required documents within the prescribed period precluded the timely recognition of these liabilities. This procedural lapse led to the understatement of liabilities and expenses by ₱173,906.00 as of December 31, 2025.

Misclassified payables

- 6.12 A review of the Schedule of Accounts Payable at year-end disclosed significant misclassifications totaling ₱5.327 million, representing 17.74 percent of the consolidated AP balance. These transactions were erroneously recorded under Accounts Payable instead of specific inter-agency or inter-fund liability accounts.
- 6.13 A summary of the misclassifications is presented below, with detailed information in *Annex "F"*.

Fund	Due to Pag-IBIG	Due to GSIS	Due to PHIC	Due to GOCCs	Due to NGAS	Total
Fund 01	-	-	-	-	105,832.26	105,832.26
Fund 05	-	-	-	-	75,250.00	75,250.00
Fund 06	5,856.74	224.06	8,372.30	9,880.00	4,427,088.00	4,451,421.10
Fund 07	-	-	-	-	-	-
Total	5,856.74	224.06	8,372.30	9,880.00	4,608,170.26	4,632,503.36

- 6.14 Accurate and reliable financial reporting requires proper classification of accounts, as each liability category carries distinct accounting treatments and reporting implications that affect management decisions.
- 6.15 Accordingly, the above errors resulted in an overstatement of Accounts Payable by ₱5.327 million and a corresponding understatement of the proper liability accounts. The existence of this condition raises concerns regarding the effectiveness of internal controls and the reliability of the University's year-end liability balances.
- 6.16 Based on the above-identified deficiencies, a summary of the errors noted is presented below:

Nature of Error / Omission	Amount of Error (Absolute)	GL Account	(Over)/understatement	
			Assets	Liabilities / Net Assets
a. Unrecorded obligations in CY 2025	173,906.00	Accounts Payable		173,906.00
b. Misclassified payables	5,327,338.36	Accounts Payable		(5,327,338.36)
		Due to Other Funds		694,835.00
		Due to NGAS		4,608,170.26
		Due to GOCCS		24,333.10
Total	*5,501,244.36			

*Absolute value

6.17 As a result of these deficiencies, the year-end *“Accounts Payable”* balance is materially misstated due to unrecorded and misclassified transactions and is further rendered unreliable by long-outstanding liabilities, undermining the completeness, existence, rights and obligations, and proper classification of the account.

6.18 **We recommended that Management:**

- a. **Perform comprehensive review and reconciliation of liabilities that were outstanding for more than two years and revert if determined to have no valid claims and supporting documents;**
- b. **Review the account balances of Accounts Payable and effect necessary adjusting journal entries to correct the misclassified accounts and strictly observe the use of prescribed accounts in the recording of financial transactions;**
- c. **Strictly enforce compliance with the accrual basis of accounting by ensuring that all incurred and duly obligated liabilities are completely, accurately, and timely recognized in the appropriate accounts at year-end; and**
- d. **Require all end-users and responsible units to submit complete supporting documents on their payment claims before year-end, and establish accountability mechanisms for delayed or incomplete submissions that result in misstatements of financial records.**

Management Comments

6.19 The Accounting Office has initially conducted a review and reconciliation of liabilities that have been outstanding for more than two years. For Fund 05, we have drawn a journal entry for the dropping of Accounts Payable (AP) aging 2 years and more on December 31, 2025 amounting to ₱2.799 million. We are still tracing, reviewing, and reconciling the overdue ₱1.097M consolidated AP balance as of December 31, 2025.

6.20 Furthermore, the Accounting Office will effect the necessary adjusting entries to correct the misclassified payable accounts and to strictly observe the use of appropriate accounts in recording transactions.

6.21 The Management will also ensure compliance of the accrual basis of accounting by ensuring that all incurred and obligated liabilities are completely, accurately, and timely recognized in the books, particularly at year-end.

- 6.22 Moreover, the University never fails to issue an annual memorandum and reminder emphasizing the importance of timely submission of payment claims and compliance with accounting policies. Nonetheless, we remain committed to inform and direct all end users and responsible units/offices to submit complete supporting documents for their payment claims prior to year-end to facilitate proper recording and avoid delays.

Weaknesses in the Recording and Monitoring of Externally Funded Projects

7. Weaknesses in the University's recording and monitoring of externally funded projects hinder effective oversight and delay the timely liquidation of funds to source agencies, contrary to PD 1445 and the GAM, thereby raising significant doubts on the accuracy of the University's year-end Due to NGA and PPE balances amounting to P1.444 million.

- 7.1 Section 111 of PD No. 1445 requires the accounts of an agency to be kept in such detail as is necessary to meet the needs of the agency and at the same time be adequate to furnish the information needed by fiscal or control agencies of the government.
- 7.2 Guidelines on the disbursement of Inter-Agency Transferred Funds (IATF) are outlined under Chapter 6, Volume I of the GAM for NGAs. Relevant provisions are as follows:

Sec. 63. Disbursement for Inter-Agency Transferred Funds (IATF). The following are the accounting policies for the transfer of funds:

- a. A Memorandum of Agreement (MOA) shall be entered into by the SA and the IA for the undertaking by the latter of the project of the former. The MOA shall provide for the requirements for project implementation and reporting.

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- d. Depending on the MOA, the fund transfers may be treated as a) If the MOA provides a condition that the fund shall be spent as specified and any excess shall be returned to the SA, the IA shall recognize the receipt of the fund as asset at its fair value with a corresponding liability, while the SA shall recognize a receivable corresponding to the fund transfer; or b) If the MOA provides stipulations or no condition, the IA shall recognize the receipt of the fund as asset at its fair value with a corresponding revenue, while the SA shall recognize an expense corresponding to the fund transfer.

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- g. The IA shall return to the SA any unused balance upon completion of the project, if stipulated in the MOA.

- 7.3 As of December 31, 2025, the total *Due to National Government Agencies (NGAs)* account of the University under Cluster 7 (Trust Receipts), representing externally funded research and projects, amounted to ₱127.771 million. While the Accounting Office has shown notable improvement in recording and monitoring fund transfers in CY 2025, the audit team still conducted test-based assessments of the University's internal controls over selected externally funded projects, as enumerated below:

SL Code	Project Name	SL Balance
416-180	Mindanao Biodiversity in Critical Mountain, Riverine and Coastal Ecosystems for Conservation and Sustainable Development	₱ 817,087.62
416-181	Fortifying the Relevance of CMU Bachelor of Science in Agriculture (BSA) Program with new major field: AgriBioSciences (Honor Program with Plant, Animal and Microbial Biosciences Options)	1,606,209.56
416-193	PHARMAFERN: Development of Health Products from Ferns	9,087,672.60
416-213	Upgrading of Wood Processing Facilities for Engineered Bamboo in Central Mindanao University	1,954,168.94
416-231	Accelerated R&D Program for Capacity Building of Research and Development Institutions and Industrial Competitiveness: Niche Centers in the Regions for R&D (Nicer) Program: Bamboo R&D Center	2,512,184.33
416-233	Accelerated R&D Program for Capacity Building of Research and Development Institutions and Industrial Competitiveness: Niche Centers in the Regions for R&D (Nicer) Program: Bamboo R&D Center	1,818,901.82
416-244	Rice Seed Production Enhancement Project	1,237,052.10
416-245	Upgrading of CMU Mushroom Production House Facility	881,822.88
416-249	Sustainable Resource Management thru Circular Economy - based Utilization of Agro- industrial Wastes for Construction Materials and admixtures with climate change action considerations and implications	2,896,880.90
416-252	Enhancement of Mechanical Engineering Laboratories of CMU	10,829,291.55
416-253	Enhancement of Civil Engineering laboratories of Central Mindanao University	7,142,850.00
416-260	Proposed CMU New KADIWA Center (Enhanced KADIWA Program of DA - X)	914,036.56
416-265	Pre-clinical Studies and Scale-up Formulation of Anti-inflammatory Pharmafern Ointment	2,183,562.08
416-273	Biodiversity Conservation and Utilization for product Development in Long-term Ecological Research (LTER) Sites in Southern Philippines (BioConUp)	1,461,768.33
416-280	Improvement of the CMU-IPTBM Building	1,817,521.79
416-291	Improvement of the ICT infrastructure of NOMCAARD and Selected Consortium Member Institutions	2,244,804.84

SL Code	Project Name	SL Balance
416-310	SWINE-Swine Surveillance utilizing Deep Learning-based Video Analysis for sustainable Livestock Health)	2,999,656.02

- 7.4 The audit identified various control weaknesses and accounting deficiencies in the monitoring and recording of the above projects, which are summarized as follows:

Completed Projects with Unreturned Balances

- 7.5 Four externally funded projects with proofs of completion (Terminal Financial Reports and Liquidation Reports dating as far back as October 2021) still have unreturned balances totaling ₱3.834 million.

SL Code	Project Name	Unreturned Balance	Date Completed
416-180	Mindanao Biodiversity in Critical Mountain, Riverine and Coastal Ecosystems for Conservation and Sustainable Development	₱817,087.62	May 31, 2022
416-181	Fortifying the Relevance of CMU BSA Program with new major field: Agri-Bio-Sciences (Honor Program with Plant, Animal and Microbial Biosciences Options)	1,606,209.56	February 28, 2022
416-193	PHARMAFERN: Development of Health Products from Ferns	272,535.33	October 2, 2021
416-244	Rice Seed Production Enhancement Project	1,137,848.00	Sept. 30, 2022
Total		₱3,833,680.51	

- 7.6 According to Management, the unexpended funds were not immediately returned to the source agencies upon project completion and submission of the terminal reports due to the pending submission of other required technical reports. Notably, the balance for Project 416-180 was eventually returned in February 2026.
- 7.7 This failure to promptly remit unused funds deprives the National Government of idle funds that could otherwise be re-appropriated for other priority programs.

Assets Not Recorded in the Books Due to Incorrect Accounting Entry

- 7.8 Various high-value equipment—including drones, RT-PCR machines, data loggers, and cameras—acquired under Projects 416-180 and 416-181 with a total cost of ₱3.961 million, were not recorded in the books of accounts:

- a. Project 416-180- Mindanao Biodiversity in Critical Mountain, Riverine and Coastal Ecosystems for Conservation and Sustainable Development

No.	Particulars	Count Total	Cost per Terminal Financial Report	Carrying Amount, as of 12/31/2025
1	GPS	1	₱ 76,000.00	₱ 0.00
2	Data Logger	15	149,775.00	0.00
3	Multiparameter Water Quality Meter	1	874,905.00	473,177.86
4	Drone Camera*	1	165,000.00	0.00
5	Digital Camera	2	60,000.00	0.00
6	DSLR*	1	50,920.95	0.00
7	Laptop Computer	1	46,977.50	0.00
8	Desktop Computer	1	63,698.50	3,184.93
9	Herbarium Cabinet	20	200,000.00	0.00
10	Portable Generator*	1	76,000.00	0.00
11	Culture Cabinet	6	599,200.00	281,374.11
12	Automatic Rain Gauge	5	99,000.00	0.00
Total			₱2,461,476.95	₱757,736.90

- 7.9 The carrying value of the PPE items marked with asterisk (*) above has not yet been included in the computation, as the Accounting Office has not yet retrieved the data on these properties.

- b. Project 416-181- Fortifying the Relevance of CMU BSA Program with new major field: Agri-Bio-Sciences (Honor Program with Plant, Animal and Microbial Biosciences Options)

No.	Particulars	Count Total	Cost per Terminal Financial Report	Carrying Amount, as of 12/31/2025
1	RT-PCR	1	₱1,500,000.00	₱ 906,250.00
Total			1,500,000.00	906,250.00
Grand Total			₱3,961,476.95	₱1,663,986.90

- 7.10 This discrepancy occurred because erroneous accounting entries were made at the time of purchase. Instead of being appropriately capitalized under PPE or classified as Semi-expendable Inventories, the items were expensed outright. This in effect undermines asset accountability; exposes the equipment to a higher risk of loss, theft, or misuse; and understated the *Due to NGA* and PPE accounts by ₱1.664 million.

Unsubmitted/ Unsigned/ Incomplete MOA

- 7.11 An active project with an allocated fund of ₱85.051 million is being implemented without a duly executed MOA, exposing the University to legal and internal control risks.

SL Code	Project Name	MOA Amount	Status
416-193	PHARMAFERN: Development of Health Products from Ferns	₱85,050,903.20	Unsigned MOA

- 7.12 Furthermore, a review of prior years' audit findings revealed similar recurring observations. Specifically, 58 projects with a costs totaling ₱20.966 million have unsubmitted MOAs with work and financial plan or, if submitted, lack required signatures, notarization, or complete pages. *(Refer to Annex "G" for the complete list of these prior-year projects.*
- 7.13 This deficiency stems from a historical lack of strict internal controls requiring MOAs to be securely on file prior to the utilization of funds.
- 7.14 The absence of critical documents, including a duly signed and notarized MOA, and the Work and Financial Plan (WFP), significantly hinders the efficient monitoring of project progress, undermines the University's legal authority to retain these trust funds, and prevents accurate assessment of compliance with the Source Agencies' terms, conditions, and intended deliverables.

Assets Not Found in Station (Unreported Loan/Transfer)

- 7.15 Machinery acquired under Project 416-193 with a total acquisition cost of ₱2.975 million *(carrying amount of ₱1.444 million)*, were found missing from their designated stations during inspection.

SL Code	Particulars	Acquisition Date	Acquisition Cost	Carrying amount, as of 12/31/2025
416-193	Stability Oven	08/14/2020	₱1,980,000.00	₱ 961,125.00
	Homogenizer Laboratory Model	08/14/2020	995,000.00	482,989.80
Total			₱2,975,000.00	₱1,444,114.80

- 7.16 Upon inquiry, management disclosed that the assets were temporarily transferred to UP-Manila as a loan, supported by a Property Transfer Report (PTR) dated February 3, 2022 and a Memorandum of Understanding (MOU) dated November 18, 2021.

- 7.17 However, the University currently has no internal control or policy requiring Project Leaders to formally and promptly notify the Accounting Office and Property Office of such external transfers. This lack of centralized communication compromises the integrity of the University's property records and weakens physical custody controls. Consequently, the PPE –Machinery account is overstated, and the Due from NGA account is understated by ₱1.444 million as of year-end.

Completed Projects with Assets Pending Donation/Turnover

- 7.18 Assets with a total acquisition cost of ₱36.945 million from six completed projects currently remain pending official transfer or donation to the University.

SL-Code	Acquisition Cost	CA, as of 12/31/2025	Due to NGA Balance
416-213	₱ 3,665,000.00	₱1,954,168.94	₱1,954,168.94
416-231	3,941,000.00	2,512,184.33	2,512,184.33
416-233	3,230,000.00	1,818,901.82	1,818,901.82
416-252	14,980,000.00	10,829,291.55	10,829,291.55
416-253	9,990,000.00	7,142,850.00	7,142,850.00
416-260	1,138,995.00	914,036.56	914,036.56
Total	₱36,944,995.00	₱25,171,433.20	₱25,171,433.20

- 7.19 While the MOAs stipulate that these assets will be donated to the University upon project completion, the agreements often lack clarity regarding which party is responsible for initiating the transfer. Consequently, there has been a lack of proactive and consistent follow-up by the University to secure the necessary Deeds of Donation or PTRs from the Source Agencies.
- 7.20 Notably, for Projects 416-252 and 416-253, the Project Leader reported that the PTR has been signed by the CHED Chairperson and is ready for transmittal. However, similar follow-up efforts were not observed for the other projects. As the ultimate end-user, the University bears the responsibility to actively pursue these transfer documents to establish clear legal ownership.
- 7.21 The prolonged delay in formalizing these donations prevents the Accounting Office from appropriately clearing the Due to NGA liability account, leaving a significant liability balance of ₱25.171 million open on the books. This misrepresents the completion status of the trust funds and simultaneously understates the University's officially owned PPE.

Projects Experiencing Significant Delays and Timeline Extensions

- 7.22 Five projects, with a combined unexpended balance of ₱9.772 million, are experiencing substantial delays and have necessitated formal extensions of their completion timelines.

SL Code	Balance (P)	Reason for Delay	Adjusted/ Extended Timeline
416-245	881,822.88	Significant unexpended balance on major budget line item (Construction of Room Extension and equipment outlay).	Dec 6, 2021 to Dec 6, 2022
416-265	2,183,562.08	Outsourcing for the scale-up formulation of 2,000 ointments from HerbaNxt, Inc. was delayed.	Sept 1, 2022 to Feb 28, 2026
416-273	1,461,768.33	Delayed procurement due to late completion of renovation plans, building permit issues, and electrical transformer connection issues.	July 1, 2024 to June 30, 2025
416-291	2,244,804.84	Funds cannot be liquidated due to several items remaining undelivered.	Feb 16, 2024 to Nov 15, 2025
416-310	2,999,656.02	Bottlenecks in the procurement process causing delays in acquiring necessary equipment and materials due to administrative procedures.	July 12, 2026 to Jan 11, 2027

7.23 During the audit, it was also noted that Project 416-245 was discontinued and remained unimplemented, with management confirming that the excess funds were returned in CY 2026.

7.24 As discussed above, project execution has been significantly constrained by administrative and operational bottlenecks, particularly in the procurement and facility preparation stages. These persistent delays prevent the timely delivery of intended outputs, research findings, and services to their targeted sectors.

7.25 These operational bottlenecks hold millions in allocated government funds, preventing these resources from being utilized efficiently for their intended socio-economic purposes. Furthermore, this delayed implementation exposes the projects to significant inflationary risk, as the purchasing power of the unutilized funds diminishes over time.

Unreconciled Fund Utilization Reports (FUR) and Accounting Records

7.26 Fund Utilization Reports (FURs) prepared by project implementers are not being regularly reconciled with the official books of accounts maintained by the Accounting Office, as evidenced by the following samples:

Sample No.	SL Description	Sum of Balance	Date of FUR Reconciliation
416-249	Sustainable Resource Management thru Circular Economy - based Utilization of Agro-industrial Wastes for Construction Materials and mixtures with climate change action considerations and implications	₱2,896,880.90	No reconciliation

Sample No.	SL Description	Sum of Balance	Date of FUR Reconciliation
416-273	Biodiversity Conservation and Utilization for product Development in Long-term Ecological Research (LTER) Sites in Southern Philippines (BioConUp)	1,461,768.33	As of December 31, 2024

7.27 Similar instances were observed in other 96 projects with balance of ₱27.209 million as detailed in *Annex "H"*.

7.28 This discrepancy is primarily due to a lack of enforced internal policies mandating regular, periodic reconciliations between the project implementing units and the Accounting Office. The absence of timely reconciliation casts significant doubt on the accuracy, validity, and overall reliability of the project expenses currently being reported to the Source Agencies.

7.29 Failing to reconcile these records increases the risk of undetected recording errors. Consequently, this directly compromises the accuracy of the *Due to NGA* year-end liability balance.

Dormant and Non-Moving Balances

7.30 A total of ₱7.812 million representing 42 projects remains dormant, with no movement recorded for periods ranging from 4 to 12 years:

No.	Project Name/ Source agency	Project Code	Balance as of Dec 31, 2024	Balance as of Dec 31, 2025	Last Month/Year Movement	Age as of 12/31/2025 (in years)
1	Center of Excellence in Agriculture and Forestry	416-039	₱ 29,387.84	₱ 29,387.84	03/01/2015	11
2	Philippine Agriculture and Resources Research Foundation, Inc.	416-040	1,515.00	1,515.00	10/01/2014	11
3	Commission on Higher Education-Student Financial Assistance Programs	416-048	605,528.47	605,528.47	02/01/2019	7
4	National Commission for Culture and the Arts	416-059	56,521.97	56,521.97	12/01/2018	7

No.	Project Name/ Source agency	Project Code	Balance as of Dec 31, 2024	Balance as of Dec 31, 2025	Last Month/Year Movement	Age as of 12/31/2025 (in years)
5	Dargantes Research	416-084	51,234.14	51,234.14	05/01/2017	9
6	United States Agency for International Development- Sustainable Agriculture and Natural Resource Management	416-085	68,972.07	68,972.07	01/01/2014	12
7	Commission on Higher Education- Philippine President Gloria Macapagal- Arroyo	416-088	49,825.15	49,825.15	09/01/2018	7
8	Central Mindanao University- BADP	416-094	59,961.87	59,961.87	01/01/2014	12
9	R. Rodriguez- Student Financial Assistance	416-104	111,160.00	111,160.00	01/01/2014	12
10	Department of Science and Technology - Office of the Secretary	416-107	30,434.66	30,434.66	02/01/2020	6
11	Department of Environment and Natural Resources- Bohol	416-108	8,877.27	8,877.27	01/01/2019	7
12	Department of Agriculture- DXMU- Rehabilitation	416-115	3,186.00	3,186.00	07/01/2018	8
13	National Grid Corporation of the Philippines	416-121	7,441.24	7,441.24	09/01/2017	8
14	Department of Environment and Natural Resources- Malaybalay	416-122	7,019.31	7,019.31	10/01/2019	6
15	Philippine- Light	416-126	3,982,057.41	3,982,057.41	02/01/2019	7

No.	Project Name/ Source agency	Project Code	Balance as of Dec 31, 2024	Balance as of Dec 31, 2025	Last Month/Year Movement	Age as of 12/31/2025 (in years)
	Detection and Ranging					
16	Sericulture Research and Development Institute	416-127	35,080.28	35,080.28	10/01/2016	9
17	Citizen Satisfaction Index System- Department of the Interior and Local Government	416-128	202,168.15	202,168.15	01/01/2019	7
18	Commission on Higher Education Higher Education Development Fund	416-130	55,300.38	55,300.38	07/01/2017	9
19	Science Investigatory Project- Biology	416-131	73,155.90	73,155.90	03/01/2021	5
20	OE-National Economic and Development Authority	416-132	57,612.60	57,612.60	07/01/2015	11
21	Muleta Watershed	416-133	20,874.73	20,874.73	02/01/2019	7
22	Rubber Clones	416-134	6,234.75	6,234.75	08/01/2019	6
23	Commission on Higher Education- National Agriculture and Fisheries Education System	416-139	24,264.02	24,264.02	01/01/2018	8
24	Adaptation and Mitigation Initiative in Agriculture	416-145	880.79	880.79	09/01/2018	7
25	Mercury	416-147	10,823.00	10,823.00	11/01/2018	7
26	Philippine Forestry Education Network	416-153	6,866.12	6,866.12	02/01/2020	6
27	Geo-Informatics for the Systematic Assessment of	416-154	1,005,467.75	1,005,467.75	12/01/2021	4

No.	Project Name/ Source agency	Project Code	Balance as of Dec 31, 2024	Balance as of Dec 31, 2025	Last Month/Year Movement	Age as of 12/31/2025 (in years)
	Flood Effects and Risks					
28	Commission on Higher Education-SGT	416-155	186,904.21	186,904.21	02/01/2018	8
29	Swine Fever/Hog Cholera	416-156	35,800.24	35,800.24	11/01/2021	4
30	Lettuce & Tomato	416-159	2,790.20	2,790.20	11/01/2021	4
31	Small Scale Irrigation Projects	416-160	23,999.80	23,999.80	11/01/2018	7
32	DARE	416-162	113,075.90	113,075.90	07/01/2020	6
33	Goldmine / Geopol	416-165	36,886.03	36,886.03	07/01/2019	7
34	Satisfaction Survey	416-166	81,266.00	81,266.00	12/01/2019	6
35	Sangguniang Kabataan	416-169	212,400.62	212,400.62	12/01/2021	4
36	ESGPPA GRANTEES SY 2018-2019	416-192	7,600.00	7,600.00	06/01/2021	5
37	Marawi Siege	416-196	186,037.07	186,037.07	11/01/2021	4
38	KASTA	416-198	54,142.90	54,142.90	07/01/2021	5
39	Outbound Student 2018	416-203	100,000.00	100,000.00	05/01/2020	6
40	SQM	416-209	101,590.60	101,590.60	02/01/2021	5
41	Organic Rice	416-211	94,275.99	94,275.99	11/01/2021	4
42	Antimicrobial	416-219	3,670.45	3,670.45	11/01/2021	4
Total			₱7,812,290.88	₱7,812,290.88		

- 7.31 This condition results from Management's continued failure to fully implement prior years' (CY 2023 and 2024) audit recommendations, which required the Accounting Office to verify the existence of these projects through physical inspection and confirmation with source agencies to facilitate formal closure. Retaining dormant accounts not only clutters the financial statements and overstates the University's liabilities but also contravenes government accounting regulations, which mandate that unexpended balances of completed or discontinued projects be promptly remitted to the National Treasury or the Source Agency.
- 7.32 As a result, the foregoing noted weaknesses in monitoring and recording mechanisms cast doubt on the accuracy of the year-end Due to NGA balances and hinder effective monitoring and timely liquidation.
- 7.33 We recommended that Management shall direct the pertinent offices to immediately undertake the following actions:

For the Accounting Office & Property Management Office:

- a. Prepare the necessary adjusting journal entries to correctly record the uncapitalized assets under their appropriate PPE accounts to ensure accurate financial reporting;
- b. Establish and enforce a policy requiring Project Leaders to promptly notify the Accounting Office and Property Office of any movement, loan, or transfer of project equipment to external entities to maintain accurate property custodianship records;
- c. Institute a mandatory periodic reconciliation of project ledgers/ records between the Accounting Office and the respective Project Leaders prior to the submission of any Financial Utilization Reports (FUR) to Source Agencies;
- d. Confirm with the Source agencies the unliquidated balances for inactive accounts;
- e. Furthermore, if unreconciled balances are caused by dormant accounts (inactive for more than 10 years), consider requesting a write-off pursuant to COA Circular no. 2023-008 dated 2025-005;

For the Research and Extension Unit & Project Leaders:

- f. Immediately process the refund of unexpended balances for completed projects to the respective Source Agencies;
- g. Strengthen coordination with Source Agencies to secure the missing MOAs, Work and Financial Plans, Deeds of Donation, and PTRs;
- h. Prioritize the completion of transfer documents for the ₱36.94 million worth of assets pending donation to enable official recognition in the University's books; and
- i. Require Project Leaders of delayed projects to submit catch-up plans addressing procurement and administrative bottlenecks and ensure strict adherence to approved extended timelines.

Management Comments

- 7.34 The University acknowledges the deficiencies noted and is committed to implementing the audit recommendations.
- 7.35 A coordination meeting was initiated by the Vice President for Research Development and Extension (VPRDE) last April 16, 2026, gathering the

concerned project leaders and representatives from the Accounting Office, to discuss the matters stated in the AOM and the steps that need to be undertaken in order to comply with the recommendations, A new office under the VPRDE - the Office of External Grants - was recently established to focus on the handling and monitoring of the externally funded projects of the University.

Errors in Recording Hospital Fees

8. **Persistent errors in the recording of PhilHealth receivables have resulted in a P534,910.21 understatement of Hospital Fees, violating the accrual accounting principles of the GAM. Furthermore, the agency's failure to publicly post its schedule of fees compromises the transparency of its operations.**

- 8.1 The GAM for NGAs, Vol 1 provides for the Recognition and Measurement of Revenue from Exchange Transactions, as follows:

Sec. 7. Recognition and Measurement of Revenue from Exchange Transactions. Revenue from exchange transaction shall be measured at fair value of the consideration received or receivable.

- a. Revenue shall be recognized when it is probable that future economic benefits or service potential will flow to the entity and these benefits can be measured reliably.

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2. Revenue from the supply of services shall be recognized on a straight-line basis over the specified period of the services unless an alternative method better represents the stage of completion of the transaction.

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction shall be recognized by reference to the stage of completion of the transaction at the reporting date. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- i. The amount of revenue can be measured reliably;
- ii. It is probable that the economic benefits or service potential associated with the transaction will flow to the entity;
- iii. The stage of completion of the transaction at the reporting date can be measured reliably; and
- iv. The costs incurred for the transaction and the costs to complete the transaction can be measured reliably. (Par. 19, IPSAS 9).

Examples:

<u>Revenue</u>	<u>Revenue Recognition Point</u>
Hospital Fees	When fees are billed for hospital and related services rendered, or if not practicable, when fees are collected

8.2 Moreover, Accrual basis is defined under Chapter 2 of the GAM, to wit:

Accrual basis – means a basis of accounting under which transactions and other events are recognized when they occur (and not only when cash or its equivalent is received or paid). Therefore, the transactions and events are recognized in the accounting records and recognized in the financial statements of the periods to which they relate. The elements recognized under accrual accounting are assets, liabilities, net assets/equity, revenue, and expenses.

8.3 Pursuant to RA No. 7875, otherwise known as the “National Health Insurance Act of 1995”, a member of PhilHealth may avail health benefit packages to health care providers like Hospitals. Hospitals, in return, charge PhilHealth for the cost of health services provided. As of December 31, 2025, the *Hospital Fees* earned is ₱10.612 million.

8.4 A review of the 2025 hospital transactions continued to reveal errors and misstatements, despite previous AOM issued in the CY 2023 and CY 2024 audits, as detailed below:

Deficient recording and reporting of Hospital Fees and PhilHealth receivables

8.5 Errors and misstatements persist in the recording of Hospital Fees, violating the accrual accounting principles set under Section 7, Chapter 5 of the GAM for NGAs, Vol 1. The table below shows the per accounting and per audit amount of the accrued portion of Hospital Fees:

I. Per Accounting Records

Date	Explanation	Credit
07/31/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period January 2025	₱508,044.10
08/31/2025	To recognize the receivable from DOH for Medical Assistance to Indigent Patients (MAIP) Programs/ MAIFIP for payment of hospital fees for the period January 2024 per SAA #24-02-000752	65,358.87
08/31/2025	To recognize the receivable from DOH for Medical Assistance to Indigent Patients (MAIP) Programs/ MAIFIP for payment of hospital fees for the period February 2024 per SAA #24-02-000752	80,684.49

Date	Explanation	Credit
08/31/2025	To recognize the receivable from DOH for Medical Assistance to Indigent Patients (MAIP) Programs/ MAIFIP for payment of hospital fees for the period March 2024 per SAA #24-02-000752	14,356.02
08/31/2025	To recognize the receivable from DOH for Medical Assistance to Indigent Patients (MAIP) Programs/ MAIFIP for payment of hospital fees for the period April 2024 per SAA #24-02-000752	41,979.98
08/31/2025	To recognize the receivable from DOH for Medical Assistance to Indigent Patients (MAIP) Programs/ MAIFIP for payment of hospital fees for the period May 2024 per SAA #24-02-000752	35,315.71
09/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period Feb. 2025	308,259.91
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period March 2025	259,717.25
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period April 2025	338,302.86
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period May 2025	222,502.44
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period June 2025	307,504.59
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period July 2025	392,760.13
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period August 2025	262,327.79
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period Sept. 2025	290,787.84
11/30/2025	To recognize the receivable from Philhealth for payment of hospital fees for the period October 2025	621,163.66
Total		3,749,065.64*

*portion of the P10,612,038.61 relating to accrual

II. Per Audit

Billing Month and Year	Confinement period				Total	
	CY 2024		CY 2025			
	Hospital	PF	Hospital	PF	Hospital	PF
	In Pesos					
Jan. 2025	180,847.10	74,853.90			180,847.10	74,853.90
Feb. 2025	110,201.00	47,229.00	30,894.50	13,240.50	141,095.50	60,469.50
Mar. 2025			420,501.90	178,378.20	420,501.90	178,378.20
Apr. 2025			208,148.85	88,411.05	208,148.85	88,411.05
May 2025			263,085.55	110,578.65	263,085.55	110,578.65
June 2025			341,535.60	143,798.40	341,535.60	143,798.40
July 2025			208,394.55	89,311.95	208,394.55	89,311.95
Aug. 2025			335,466.60	140,659.20	335,466.60	140,659.20

Billing Month and Year	Confinement period				Total	
	CY 2024		CY 2025			
	Hospital	PF	Hospital	PF	Hospital	PF
	In Pesos					
Sept. 2025			311,983.35	134,449.65	311,983.35	134,449.65
Oct. 2025			380,406.60	159,860.70	380,406.60	159,860.70
Nov. 2025			372,694.35	158,836.95	372,694.35	158,836.95
Dec. 2025			434,616.00	184,029.30	434,616.00	184,029.30
Jan. 2026			753,466.35	321,580.35	753,466.35	321,580.35
Feb. 2026			222,781.65	94,635.45	222,781.65	94,635.45
Total	291,048.10	122,082.90	4,283,975.85	1,817,770.35	4,575,023.95	1,939,853.25

Summary:

Hospital Receivable per audit	P 4,283,975.85
Less: Hospital Receivable per accounting records	3,749,065.64
Under-recorded Hospital Fees/Receivables	P 534,910.21

8.6 While the Accounting Office made efforts to recognize hospital fees, significant discrepancies between audit validations and accounting ledgers were observed. The specific errors noted are as follows:

- a. The Accounting Office erroneously recognized receivables from PhilHealth intended for Professional Fees (PF) under the Hospital Fees account.
- b. The Accounting Office failed to record accrued billings for the confinement periods of November and December 2025, violating the accrual basis of accounting which dictates that transactions be recognized in the periods to which they relate.
- c. In August 2025, the Accounting Office erroneously recorded Medical Assistance to Indigent Patients (MAIP) revenues pertaining to periods January to May 2024, totaling P237,695.07.

Non-posting of the schedule of fees and charges, affecting agency transparency

8.7 Transparency in government transactions is a strict statutory requirement. In particular, Section 4 of the General Provisions of the FY 2025 GAA explicitly requires that all approved rates be publicly posted, thus:

“All agencies shall ensure that fees, charges and assessments collected cover the costs of services delivered to the public. They may be allowed to raise their fees and charges in accordance with A.O. No. 31, s. 2012, DOF-DBM-NEDA J.C. No. 1-2013 dated January 30, 2013, and such other guidelines issued by the agencies concerned. The schedule of fees, charges

and assessments collectible by any government agency, as well as any updates thereon, shall be posted on their respective websites and in big bold characters in a conspicuous place within the agency, including its regional, provincial, field or extension offices. [Emphasis supplied]

- 8.8 Despite prior audit observations, the hospital has consistently failed to comply with this statutory mandate.
- 8.9 As a result of the foregoing deficiencies, the identified systemic errors—specifically the misclassification of Professional Fees, the omission of accrued billings for November and December 2025, and the incorrect recording of 2024 MAIP revenues—led to misstated financial records, causing an understatement of PhilHealth receivables and Hospital Fees amounting to ₱534,910.21
- 8.10 Furthermore, the hospital's failure to prominently post its schedule of fees violates the FY 2025 GAA, undermining transparency and limiting public access to essential information on charges.
- 8.11 **We reiterated our previous year's audit recommendations and require Management to instruct the Accounting Office to:**
- a. **Conduct a prudent, line-by-line reconciliation of collections to segregate Hospital Income, Professional Fees, and MAIP accurately;**
 - b. **Prepare the necessary adjusting journal entries to correct the commingled accounts and recognize the unrecorded billings for November and December 2025;**
 - c. **Strictly observe the revenue recognition point of Hospital Fees (Accrual Basis) pursuant to the GAM; and**
 - d. **Further, instruct the Health Unit Management to ensure immediate compliance with the GAA transparency provision by posting the updated schedule of prices and fees on the University's website and in conspicuous places within the facility.**

Management Comments

- 8.12 The Management acknowledges the errors in recording the hospital fees and the Accounting Office is currently exerting efforts in the thorough reconciliation of the Hospital billings. Rest assured that we will expedite the reconciliation process and make the necessary adjusting journal entries to correct the commingled accounts. Moreover, the Accounting Office will coordinate with the Hospital In-Charge to secure the necessary supporting documents for the proper recording of billings for the months of November 2025 and December 2025, and will strictly observe the accrual basis of

accounting in recognizing hospital revenues in the appropriate accounting period.

- 8.13 Additionally, the Management has instructed the Office of Health Services to immediately comply with the posting of the updated schedule of prices and fees on the University website and in conspicuous places within the facility.

B. COMPLIANCE IN RELATION TO FINANCIAL AUDIT

Non-conduct of the Annual Physical Count on PPE

9. **The reported year-end balances of *Property, Plant, and Equipment* (PPE) of ₱1.019 billion in the financial statements as of December 31, 2025, were deemed unreliable due to the absence of physical PPE count and the failure to locate five (5) properties totaling ₱16.050 million, inconsistent with Chapter 10, Section 38 and 42 of GAM for NGAs Volume I, leading to doubts on the existence, condition and accountability of PPE accounts.**

- 9.1 Chapter 10 Section 38 of the GAM for NGAs Volume I states that the entity shall have a periodic physical count of PPE, which shall be done annually and presented on the Report on the Physical Count of Property, Plant and Equipment (RPCPPE) as at December 31 of each year. This shall be submitted to the Auditor concerned not later than January 31 of the following year. Equipment found at the station and losses discovered during the physical count shall be reported to the Accounting Division/Unit for proper accounting/recording.
- 9.2 Further, Section 42 in the same chapter states that for check and balance, the Property and Supply Office Unit shall likewise maintain Property Card (PC) for PPE in their custody to account for the receipt and disposition of the same. The balance per PC shall be reconciled with PPE Ledger Cards (PPELC) maintained by the Accounting Office.
- 9.3 Moreover, COA Circular No. 2020-006 dated January 31, 2020 prescribes the guidelines and procedures on inventory taking, recognition of those found at station, and disposition for non-existing/missing PPE items for the one-time cleansing of PPE accounts of government agencies to establish PPE balances that are verifiable as to existence, condition and accountability.
- 9.4 The balance of the PPE accounts as of December 31, 2025, aggregated to ₱1.019 billion, net of accumulated depreciation, with details as follows:

Account Description	Amount
Land	₱ 660,800.00
Other Land Improvement	22,288,388.40

Account Description	Amount
Power Supply System	3,009,380.02
Water Supply Systems	2,007,047.88
Buildings	195,714,931.33
School Building	501,308,958.40
Hospitals and Health Centers	40,090,665.78
Markets	341,698.60
Hostels and Dormitories	4,688,573.80
Other Structures	69,019,189.28
Machinery	18,039,081.30
Office Equipment	16,592,013.07
Information and Communication Technology Equipment	45,631,169.54
Agricultural and Forestry Equipment	3,051,728.76
Communication Equipment	1,249,808.78
Construction and Heavy Equipment	467,484.06
Disaster Response and Rescue Equipment	1,401,764.78
Military, Police and Security Equipment	14,301.60
Medical Equipment	4,499,360.75
Technical and Scientific Equipment	37,341,961.01
Other Equipment	27,605,107.21
Motor Vehicles	16,363,543.48
Other Transportation Equipment	956,331.34
Furniture and Fixture	4,632,175.34
Books	24,307.50
Other Property, Plant and Equipment	2,193,971.85
Total	₱1,019,193,743.86

- 9.5 Contrary to the guidelines mentioned above, the University failed to conduct the mandatory physical count of all PPEs during CY 2025 to verify the existence, accountability and condition of the reported PPE balances.
- 9.6 It bears stressing that the audit finding on the non-submission of the Physical Count Report has remained unresolved despite being consistently raised in the Annual Audit Reports from CY 2017 to 2023. Although a physical count of PPE was conducted in CY 2024, it failed to reconcile the results with the property and accounting records; hence, the exercise did not achieve its intended purpose and has limited relevance in ensuring the reliability of reported balances.
- 9.7 This lapse is particularly significant considering that PPE accounts constitutes 44.92% of the University's total assets. Without a properly reconciled physical inventory, the reliability of these balances remains uncertain, exposing the financial statements to material misstatement and weakening accountability over a substantial portion of the University's resources.

- 9.8 To verify the existence of the recorded PPE items, the Audit Team sought the assistance of the SPMO in locating several high-value items. However, the following items could not be located, as follows:

No.	Item	Acquisition Date	Cost
Cluster 1			
1	1 Lot Supply Deliver & Installation of Power Equipment W/ Training	06/30/2015	₱8,544,444.69
Cluster 5			
2	Supply & Installation of Automatic Fire Alarm System from Berben Merchant Inc. (1 set)	12/31/2017	1,488,346.90
3	Fire safety equipment to Berben Merchant, Inc.	11/11/2016	3,190,859.30
4	Brand new Diesel Engine Generator	11/11/2016	1,532,000.00
5	Diesel Electric Generator (1 set)	12/30/2010	1,293,914.20
Total PPE not found			₱16,049,565.09

- 9.9 The Supply and Property Management Office (SPMO) explained that the locations of the PPE items could not be fully determined due to the absence of Property Acknowledgement Receipts (PARs) in its custody. Verification and confirmation from the concerned employees are still necessary.
- 9.10 However, given the inherent susceptibility of PPE to loss and misuse—as evidenced by the case of five missing items—the conduct of a physical count is imperative. Periodic inventory is essential not only to verify the existence of PPE but also to assess their condition, whether in good order, requiring repair, still serviceable, obsolete, or due for disposal. It likewise enables the timely detection of losses and ensures that accountable officers are held properly accountable.
- 9.11 The University's continued failure to conduct inventory counts for over seven years significantly heightens the risk that valuable assets may have been lost, misused, or remain unaccounted for. It must also be emphasized that the failure of responsible officials to submit the required physical inventory reports shall result in the automatic suspension of their salaries until full compliance with the Commission's requirements is achieved.¹
- 9.12 In addition, Section 10.2 of the Internal Control Standards for the Philippine Public Sector has identified the conduct of physical inventory as an example of a detective control activity which could help the management identify an error or adverse event after it occurred, but within a reasonable time as to permit corrections. If the physical inventory was conducted, ideally, the

¹ Section 122, Presidential Decree No. 1445.

management could have identified errors in their records which could have been corrected within a reasonable timeframe.

- 9.13 According to the SPMO, the Inventory Committee planned to conduct the physical count of PPE items in March or April. However, as of this writing, no formal communication has been received by the Office regarding the schedule of the activity. Moreover, no Physical Inventory Plan (PIP) was submitted. The PIP should outline the specific duties and assignments of Committee members, the cut-off date, and a detailed schedule indicating the dates and locations of inventory-taking activities from commencement to targeted completion.
- 9.14 All of the foregoing deficiencies raise concerns regarding the existence, proper presentation and valuation, serviceability, and proper custodianship of PPE accounts.
- 9.15 **We reiterated our prior years' audit recommendations that Management:**
- a. **Direct the Inventory Committee to conduct the physical count of PPEs and submit the complete CY 2025 RPCPPE for all funds which should contain all the items per Property Card;**
 - b. **Conduct investigation of the items that are reported in the Accounting Records but were not found during the count the previous year; and**
 - c. **Commence the conduct of the one-time cleansing starting with the establishment of a reliable list to be used for the physical count, to identify missing items that have already exceeded the estimated useful lives and which the accountability/responsibility could not be pinpointed, after the conduct of the investigation, for filing of request for authority to derecognize.**

Management Comments

- 9.16 Management acknowledged the audit observations and assures its commitment to adhere to the recommendations.
- 9.17 Through the Inventory Committee:
- The Inventory Committee shall conduct the Physical Count of PPEs and prepare the complete CY 2025 RPCPPE.
 - Investigation for items not found during the Physical Count will follow after the count.
 - The One Time cleansing shall follow after the conduct of Physical Count of PPE.

- 9.18 Moreover, the Management would like to emphasize that it had already secured Fidelity Bond for Accountable Officers of unissued items and renewal of this fidelity bond shall be implemented.

Internal Control Weaknesses of Revenue-Related inventories and Biological Assets

- 10. Discrepancies totaling ₱18.380 million between accounting records and inventory reports exist due to internal control weaknesses in the management and recording of revenue-related inventories of RGMO under Fund 06 and the Hospital under Fund 05, contrary to the GAM for NGAs, thereby casting doubt on the reliability and accuracy of these inventory balances and increasing the risk of loss or misuse.**

- 10.1 Section 124 of PD 1445 states that, it shall be the direct responsibility of the agency head to install, implement, and monitor a sound system of internal control.

- 10.2 In ensuring economical, efficient, and effective operations, Item 2.4.3 of National Guidelines on Internal Control Systems (NGICS) under Department of Budget and Management (DBM) Circular Letter No. 2008-8 requires that:

An agency has to prescribe the processes by which its operations have to be carried out. These processes and procedures have to integrate internal controls that are cost efficient and are meant to prevent unnecessary or overlapping effort, protect the operations against waste or inefficient use of resources and ensure services that will lead to the achievement of expected outputs and results.

- 10.3 Regarding the issuance of inventories, Chapter 8 of GAM for NGAs, Volume I, provides as follows:

“Sec. 7. Recognition as an Expense. When inventories are sold, exchanged, or distributed, their carrying amount shall be recognized as an expense in the period in which the related revenue is recognized. If there is no related revenue, the expense is recognized when the goods are distributed or the related service is rendered.

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Sec. 9. Perpetual Inventory Method. Supplies and materials purchased for inventory purpose shall be recorded using the perpetual inventory system, resulting in a more accurate inventory records and a running total for the cost of goods sold in each period. The system requires accounting records to show the amount of inventory on hand at all times through the maintenance of the SLC (Appendix 57) by the Accounting Division/Unit

and Stock Card (SC) (Appendix 58) by the Supply and/or Property Division/Unit for each item in stock. Xxx” [Emphasis supplied]

- 10.4 For biological assets, Appendix 78, Volume III of the same manual requires the preparation of Biological Asset Property Card (BAPC), defined as:

“The BAPC shall be kept by the Biological Asset/s Caretaker or Officer in-charge for each class or type of biological asset to record promptly the acquisition, description, custody, transfer, disposal and other information about the property.”

- 10.5 As of December 31, 2025, the University’s financial statements reported a total balance of ₱48.778 million for *Raw Materials Inventory, Finished Goods Inventory, Agricultural Produce held for consumption, Breeding Stocks, Livestock, and Trees, Plants, and Crops* under Cluster 6 – Business Related Funds. Breakdown is as follows:

Account Title	Balance as of December 31, 2025
Merchandise Inventory	₱ 3,923,072.93
Agricultural Produce for Distribution	915,362.96
Raw Materials Inventory	10,448,321.04
Finished Goods Inventory	1,983,906.69
Agricultural Produce for Consumption	746,325.77
Breeding Stocks	961,000.00
Livestock	564,000.00
Trees, Plants and Crops	29,235,979.81
Total	₱ 48,777,969.20

- 10.6 Meanwhile the *Drugs and Medicines Inventory and Medical, Dental and Laboratory Supplies Inventory* accounts under Cluster 5- Internally Generated Funds aggregated to ₱1.556 million.

Account Title	Balance as of December 31, 2025
Drugs and Medicines Inventory	₱ 275,055.67
Medical, Dental and Laboratory Supplies Inventory	1,282,453.96
Total	₱ 1,557,509.63

- 10.7 These accounts comprise the inventories of various Internally Generally Projects (IGPs) managed by the RGMO and inventories used by the University Hospital that are related to revenues.
- 10.8 Since the CY 2021 audit, issues pertaining to Revenue-related Inventories for the RGMO and Hospital have remained a pressing concern. While the Office

of Internal Audit Services conducted a comprehensive audit of the RGMO in CY 2025, the following issues were still observed:

Persistent Lack of Physical Inventory Counts and Reconciliation resulted in a variance of ₱18.381 million

10.9 A persistent internal control weakness remains due to the lack of regular physical inventory counts and the subsequent reconciliation with accounting records. This deficiency has resulted in a total reported variance of ₱18.381 million—₱16.823 million from RGMO and ₱1.558 million from the Hospital—between the physical reports and the accounting balances. Details are presented below:

a. RGMO

Enterprise / Project	Ledger Account Name	Total per Inventory Report	Total per Ledger	Variance (Ledger vs. Inventory)
Commercial Rice	Commercial Rice	₱ 2,249,227.35	₱10,115,824.65	(₱7,866,597.30)
Rice Seed	Rice Seeds	909,059.81	2,912,312.34	(2,003,252.53)
Fruit Crops / Nursery	Nursery/Fruit crops	711,400.00	964,706.50	(253,306.50)
Rubber	Rubber	11,807,970.00	16,547,162.51	(4,739,192.51)
Coffee & Cacao	Coffee/Cacao	426,557.83	1,025,646.70	(599,088.87)
Forest Resource (FREO)	FREO	10,438,419.87	13,100,558.89	(2,662,139.02)
Special Projects	Special Projects	486,907.40	1,594,682.49	(1,107,775.09)
Livestock - Dairy	Dairy	636,000.00	637,760.00	(1,760.00)
Livestock - Beef	Beef	936,000.00	894,000.00	42,000.00
CMU Press	No SL – CMU Press	3,352,968.31	0.00	3,352,968.31
University Homestay	CEC	No inventory report	1,325,992.88	(1,325,992.88)
	UFLS		(477,259.37)	477,259.37
Kadiwa Center	Kadiwa Center	No inventory report	102,742.50	(102,742.50)
Show window	Show window	No inventory report	13,205.75	(13,205.75)
Sugbahan sa Musuan	Sugbahan sa Musuan	No inventory report	123,866.43	(123,866.43)
None-existing IGPs	BMRDO	No inventory report	(205,272.76)	205,272.76
	Organic Fertilizer Unit		81,369.03	(81,369.03)
	Poultry		17,310.66	(17,310.66)
	no SL		3,360.00	(3,360.00)
GRAND TOTAL		₱31,954,510.57	₱48,777,969.20	(₱16,823,458.63)

10.10 Despite having been raised in prior audits, this issue persists. Accordingly, a test-basis reconciliation of CY 2025 revenue-related inventory balances was conducted and revealed a continued increase in unreconciled balances, with the majority of year-end variances carried over from CY 2024 and earlier. Further details are provided in *Annex "I"*.

Sample Category	December 31, 2025			CY 2024 & Prior Years Variance	Increase (decrease) of Variance
	Physical Inventory Total	Ledger Total (Book)	Variance (Ledger vs. Physical)		
A. Commercial Rice	₱ 873,882.27	₱8,765,494.76	₱7,891,612.49	₱7,894,555.48	₱ 2,942.99
B. Rice Seeds	621,796.87	2,665,985.65	2,044,188.78	2,140,262.87	96,074.09
C. Fruit Trees	250,000.00	503,306.50	253,306.50	501,670.75	248,364.25

Sample Category	December 31, 2025			CY 2024 & Prior Years Variance	Increase (decrease) of Variance
	Physical Inventory Total	Ledger Total (Book)	Variance (Ledger vs. Physical)		
D. Rubber	11,182,900.00	15,891,835.86	4,708,935.86	4,706,015.06	2,920.80
E. Coffee/ Cacao	423,363.33	1,032,146.61	608,783.28	723,884.09	115,100.72
Grand Total	₱13,351,942.47	₱28,858,769.38	₱15,506,826.91	₱15,966,388.25	₱459,561.25

10.11 This ongoing lapse raises serious concerns about the accuracy and reliability of the University's inventory and accounting records.

b. Hospital

10.12 The Hospital Unit did not conduct its physical inventory count on the mandatory year-end cut-off date of December 31. Instead, the count was carried out prematurely on November 6, 2025. This lapse in cut-off procedures severely compromises the accuracy and reliability of the year-end financial statements.

c. Other observations noted:

i. CMU Press – Non-recording of Finished Goods Inventory

10.13 While CMU Press prepares physical inventory reports for Instructional Materials amounting ₱1.801 million as of December 31, 2025, there is no corresponding Finished Goods Inventory balance in the accounting books. This discrepancy is caused by a failure to record journal entries transferring Raw Materials to Finished Goods, alongside unrecorded Cost of Sales.

Inventory Category	Inventory Report Items (Physical)	Physical Total
Old Instructional Materials	Finished Goods Inventory	₱ 1,251,958.00
New Instructional Materials	Finished Goods Inventory	548,673.00
Total		₱ 1,800,631.00

ii. Unsubmitted Reports from IGPs

10.14 Several IGPs—specifically the Kadiwa Center, Show Window, and Sugbahan—failed to submit physical inventory reports, despite maintaining active balances in their respective Subsidiary Ledgers (SL).

iii. Untraceable SLs

10.15 There are accounting records containing balances for certain IGPs, specifically the Poultry and Organizer Units, that cannot be traced, verified, or supported with proper documentation.

- 10.16 The Accountant explained that the ongoing reconciliation and investigation of IGP accounts were delayed due to heavy workloads and competing priorities. Additionally, the failure to observe the proper physical count cut-off at the Hospital Unit was attributed to a recent turnover in person.

Absence of Standardized Forms with Adequate Internal Control Features

- 10.17 There are persistent control weaknesses regarding the forms used for Production/Receipt/Harvest, Sales/Transfers, and the maintenance of Stock and Biological Asset Cards across various IGPs.
- 10.18 A test-basis verification during the CY 2025 audit noted limited improvements in certain units, particularly the introduction of control numbers on Delivery Receipts and Sales Slips, as well as the initial use of stock cards in the University Hospital. However, these measures remain isolated and do not address the broader control deficiencies. Most IGPs still rely on informal logbooks, while stock cards are generally not maintained.

Enterprise Office / IGP	Forms Used by IGPs in 2024			Improvements made in CY 2025
	Production / Receipt / Harvest	Sales / Transfer	Stock Cards	
A. Crops Enterprise Office				
1. Commercial Rice	Logbook	Delivery Receipt (DR)	None	Delivery Receipt (DR) now has control number.
2. Grains Processing	Logbook	DR (No control No.)	None	1. Turnover receipt issued.
				2. DR now has control number.
3. Rice Seed	Logbook	DR (With control No.)	None	
4. Fruit Crops / Nursery	Logbook	DR (No control No.)	None	DR now has control number.
5. Rubber	Logbook	DR (No control No.)	None	DR now has control number.
6. Coffee and Cacao	Logbook	DR (No control No.)	None	DR now has control number.
7. Forest Resource	Logbook	DR (No control No.)	None	DR now has control number.
8. Special Projects	Logbook	DR (No control No.)	None	DR now has control number.
B. Livestock Enterprise				
9. Mindanao Dairy Cattle	Logbook	Logbook / DR (No control)	None	DR now has control number.
10. Mindanao Beef Cattle	Logbook	Logbook / DR (No control)	None	DR now has control number.
C. Other Operations				

Enterprise Office / IGP	Forms Used by IGPs in 2024			Improvements made in CY 2025
	Production / Receipt / Harvest	Sales / Transfer	Stock Cards	
12. CMU Press	Turnover Slip	Sales Slip (No control No.)	None	Sales Slip now has control number.
13. University Hospital	None	None	None	Stock cards are now utilized.

Note: Except for the specific improvements identified in CY 2025, no additional corrective actions were undertaken.

- 10.19 Overall, the IGPs continue to exhibit pervasive and long-standing deficiencies in inventory management and recording practices. The continued use of non-standardized and non-pre-numbered forms, reliance on informal documentation, absence of stock cards, and failure to conduct timely physical counts and reconciliations collectively indicate a weak internal control environment and increase the risk of errors, misstatements, and loss of assets.
- 10.20 Management's explanations—such as heavy workloads, competing priorities, and personnel turnover—further highlight underlying capacity and resource constraints that hinder the establishment of a reliable and effective control system.
- 10.21 In view of the deficiencies noted above, it is imperative that the RGMO, Hospital, and Accounting Office take immediate and sustained action to improve and strengthen internal controls over the management and recording of revenue-related inventories. This should include fully implementing the recommendations consistently issued by the Commission on Audit (COA) in previous years. Strengthening these controls is critical to ensure accurate inventory records, prevent recurring variances, safeguard assets, and uphold the reliability of financial reporting. Failure to act on these long-standing issues risks continued misstatements, operational inefficiencies, and potential non-compliance with established accounting standards and audit requirements.
- 10.22 We reiterated our prior years' audit recommendations that Management:
- a. Establish an inventory team that will conduct periodic physical count and verification of production and inventory reports of the units:
 1. Crops Enterprise Office
 2. Livestock Enterprise Office
 3. CMU Press
 4. University Hospital
 - b. Require the following unit to submit inventory reports with supporting documents in prescribed format to the Accounting Office

to ensure timely review on the accuracy and completeness of the report and supporting documents.

1. CMU Press
 2. University Hospital
- c. Require all RGMO Project Heads and inventory custodian to prepare Stock cards and Biological Assets Property Card for the following unit to ensure updated balance of assets per record:
1. Crops Enterprise Office
 2. Livestock Enterprise Office
 3. CMU Press
- d. Investigate the difference between inventory reports and the accounting subsidiary ledgers and make adjustments with supporting documents for the following units:
1. Crops Enterprise Office
 2. Livestock Enterprise Office
 3. CMU Press
 4. University Hospital
- e. Strengthen the existing RGMO Manual by integrating adequate internal controls to address recurring problem of lack of proper turnover during personnel movements, improved inventory recording and monitoring system and forms and project reporting and evaluation

Management Comments

- 10.23 Management acknowledged the audit observations and affirms the need to enhance internal controls over inventory management, monitoring, and reporting among the concerned offices. In response, Management will constitute an Inventory Team tasked with conducting regular physical counts and verifying inventories and production reports of the Crops Enterprise Office, Livestock Enterprise Office, CMU Press, and University Hospital.
- 10.24 Further, Management directed all concerned units particularly the CMU Press and Hospital, to ensure the timely submission of inventory reports in the prescribed format, supported by complete documentation, to the Accounting Office for proper review of accuracy and completeness. The Crops Enterprise Office, Livestock Enterprise Office, and CMU Press are likewise instructed to maintain updated stock cards and biological assets property cards to support the reliability of inventory records.
- 10.25 Management committed to also initiate a thorough investigation into the identified discrepancies between inventory reports and accounting records and

ensure that necessary adjustments are made with adequate supporting documentation. To address recurring concerns, Management commits to strengthening the ORGM Manual by incorporating enhanced internal controls, including clear procedures for the proper turnover of accountabilities during personnel transitions, improved inventory recording and monitoring systems, and standardized reporting and evaluation processes.

- 10.26 Management remains committed to fostering stronger coordination among concerned units/offices and ensuring full compliance with applicable government accounting and property management rules and regulations.

Irregular Payment of RATA

11. The University paid Representation Allowance and Transportation Allowance (RATA) totaling P2.544 million for CY 2025 charged to the MOOE of Fund 1, contrary to Sections 3 and 13.1 of the DBM National Budget Circular (NBC) No. 593 dated May 3, 2024 and Section 80 of the General Provisions of R.A. 12116 or the FY 2025 GAA; thus, cast doubt on the regularity of the payment.

- 11.1 The DBM issued the NBC No. 593 dated May 3, 2024, providing the updated rules and regulations on the grant of RATA for FY 2024 and years thereafter.

- 11.2 Section 3 of the said NBC provides the nature of RATA as “a collective term for two (2) distinct but complementary allowances: (i) Representation Allowance (RA) and (ii) Transportation Allowance (TA). Said allowances are provided to select government officials to cover related expenses incidental to and in connection with the actual performance of their respective functions”.

- 11.3 Furthermore, Section 13.1 of the same NBC provides the fund sources of RATA for NGAs, including SUCs as follows:

- 13.1.1 The amounts required for the grant of commutable or reimbursable RATA to incumbents or OICs of regular positions and to designated officials in SUCs shall be charged to the agency's respective Personnel Services (PS) appropriations/ budgets for the purpose.

In case of deficiencies, the same shall be charged against the PS allotments and any available valid PS appropriations of the concerned agency. (Underscoring supplied)

- 13.1.2 The amounts required for the grant of RATA to incumbents or OICs of contractual positions shall be charged against the respective agency lump sum appropriations from which their salaries are drawn”.

- 11.4 A post-audit of the University's financial records for CY 2025 revealed total RATA disbursements of ₱3.132 million under Fund 01. Of this amount, only ₱588,000.00 was allotted under the FY 2025 GAA for the three key officials of the University. The excess of ₱2.544 million was granted to various Vice Presidents, Deans, and Directors pursuant to the internal Memoranda issued by the University President on January 3, 2025.
- 11.5 An inquiry with the Budget Office revealed that the ₱2.544 million RATA payments were charged to MOOE due to insufficient PS allotment. The Budget Office explained that, because of limited PS funds, they coordinated with the DBM and claimed to have received verbal authority to charge the RATA payments to MOOE. However, such verbal instructions cannot supersede the written provisions of the National Budget Circular.
- 11.6 Furthermore, a reconciliation of the General Ledger and budget records revealed a significant inconsistency between the budgetary and accounting classification and reporting. While the Accounting Office recorded the ₱2.544 million under PS accounts, the actual funding source was MOOE. This misclassification led to the overstatement of Personnel Services (PS) accounts—specifically "*Representation Allowance*" and "*Transportation Allowance*"—by ₱1.272 million each, and a corresponding understatement of MOOE in the aggregate amount of ₱2.544 million, thereby impairing the reliability of balances of the affected accounts.
- 11.7 It should be noted Section 80 of RA No. 12116, or the General Appropriations Act for FY 2025, sets out the rules on modification of allotments, as follows:

As a general rule, departments, bureaus, and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy, and SUCs shall spend what is programmed in their respective appropriations in this Act. In exceptional circumstances, agencies may modify the allotment issued within an activity or project subject to approval of the following ensued by the timely submission of reports by all offices concerned:

xxx

(b) The DBM, in the following modifications: (i) from one allotment class to another; and (ii) from one operating unit to another; and xxx

- 11.8 Management may assess the applicability of this provision to determine whether a lawful allotment modification can be pursued, subject to the approval of the DBM, to address the RATA funding shortfall for the current year.
- 11.9 While the designated officials may be entitled to RATA, these payments are strictly classified as PS and must be charged against Fund 01 appropriations. Charging RATA against MOOE without written DBM approval contravenes

applicable budgetary laws and circulars. Consequently, such disbursements may be deemed irregular expenditures.

11.10 We recommended that Management:

- a. **Stop the payment of RATA charged to MOOE, unless a written authority from DBM is submitted to COA as legal basis; and**
- b. **Review and assess the applicability of Section 80(b) of R.A. No. 12116 (GAA for FY 2025) to determine possible lawful budgetary modifications to address the RATA funding deficiency for the current year.**

Management Comments

11.11 The Management conveyed its full adherence to the recommendations of the Audit Team, specifically to:

- 1) Cease the payment of RATA charged to MOOE unless supported by a written authority providing the necessary legal basis; and
- 2) Review and assess the provisions of the General Appropriations Act (GAA) to determine any possible lawful budgetary modifications to address the RATA funding deficiency.

11.12 Management assured the Audit Team that appropriate measures are being undertaken to ensure compliance. Likewise, the University has formally communicated with the DBM through an official letter requesting guidance on the appropriate course of action on this matter, particularly with respect to the proper funding source and any allowable budgetary adjustments.

11.13 Management stated that they remain committed to upholding sound financial management practices and ensuring strict compliance with applicable budgeting, accounting, and auditing rules and regulations.

Unmatched Intra-Agency Transactions

12. The University's intra-agency transactions reflect an unmatched year-end amount of ₱339,833.71 due to non-reconciliation of the "Due from Other Funds" and "Due to Other Funds" accounts, contrary to IPSAS 1, resulting in misstatements of these accounts and underscores weaknesses in internal controls over intra-agency accounting and reconciliation.

12.1 Paragraph 27 of IPSAS 1 (*Presentation of Financial Statements*) states that the financial statements shall fairly present an entity's financial position, financial

performance, and cash flows. Fair presentation requires the faithful representation of the effects of transactions, other events, and conditions following the definitions and recognition criteria for assets, liabilities, revenue, and expenses set out in IPSASs.

12.2 Intra-agency transactions refer to those transactions between different units, funds, or offices of a single agency. For uniformity of accounts, the GAM for NGAs prescribes the use of the “*Due from Other Funds*” account to recognize transfers to other funds and/or receivables from other funds of the agency, and the “*Due to Other Funds*” account to recognize transfers from other funds and/or payables to other funds.

12.3 The intra-agency accounts are reciprocal accounts that serve as clearing accounts for Intra-Agency Receivables and Payables. The balances of these reciprocal accounts should offset each other in the consolidated financial statements. The Intra-Agency Receivable and Intra-Agency Payable accounts are not considered assets and liabilities of the agency; hence, the effects of intra-agency transactions are eliminated during consolidation.

12.4 However, the University’s CY 2025 financial statements indicate that the “*Due from Other Funds*” balance of ₱6.316 million does not fully offset the “*Due to Other Funds*” balance of ₱6.656 million, resulting in unmatched intra-agency balances totaling (₱339,833.71), as summarized below:

Intra-agency Accounts	Fund Cluster				Total
	01 (Regular Agency Fund)	05 (Internally Generated Funds)	06 (Business Related Funds)	07 (Trust Receipts)	
Due from Other Funds	P 1.00	P 28,800.19	P6,287,076.33	P 0.00	P6,315,877.52
Due to Other Funds	2,147,689.51	3,792,421.86	460,913.35	254,686.51	6,655,711.23
Difference	(P2,147,688.51)	(P3,763,621.67)	P5,826,162.98	(P254,686.5)	(P339,833.71)

12.5 This audit observation reiterates a finding noted since CY 2022. While we acknowledge the Accounting Office’s initiative in implementing a monitoring sheet to track intra-agency and corresponding contra accounts—reflecting an average unreconciled difference of approximately ₱700,000.00 from July to November 2025 with minimal fluctuation—the continued persistence of this balance underscores that existing reconciliation measures remain insufficient to fully address the issue.

CY 2025	Due from Other Funds	Due to Other Funds	Difference	Percentage change from previous month
January	P6,051,426.93	P7,944,485.83	(P1,893,058.90)	
February	6,087,214.61	2,003,690.59	4,083,524.02	-316%
March	1,506,690.20	2,234,548.97	(727,858.77)	-118%
April	2,830,575.20	1,612,544.34	1,218,030.86	-267%
May	4,484,334.80	3,275,628.30	1,208,706.50	-1%

CY 2025	Due from Other Funds	Due to Other Funds	Difference	Percentage change from previous month
June	8,056,398.60	3,223,161.10	4,833,237.50	300%
July	10,616,913.60	11,267,749.75	(650,836.15)	-113%
August	2,869,035.80	3,565,280.28	(696,244.48)	7%
September	4,300,267.21	5,046,156.65	(745,889.44)	7%
October	5,417,709.61	6,102,323.83	(684,614.22)	-8%
November	5,350,470.22	6,065,427.85	(714,957.63)	4%
December	6,315,877.52	6,655,711.23	(339,833.71)	-52%

12.6 To further assess the effectiveness of the mitigating controls, a reconciliation test was performed on December 2025 transactions. This test involved cross-referencing the *Due from Other Funds* recorded under Fund Cluster 6 with the corresponding *Due to Other Funds* recorded in Fund Clusters 1, 5, and 7, to wit:

I. Fund Cluster 6 - Due From Other Funds

Date	JEV no.	Particulars	Fund Charge	Amount
12/31/2025	06-2025-12-113	To recognize sales...for the Month of December 2025.	Fund - 1	₱625,275.00
12/31/2025	06-2025-12-113	To recognize sales...for the Month of December 2025.	Fund - 5	977,845.00
12/31/2025	06-2025-12-113	To recognize sales...for the Month of December 2025.	Fund - 7	57,150.00
Total				₱1,660,270.00

II. Fund Cluster 1 - Due to Other Funds

Date	JEV No.	Particulars	Fund Charge	Amount
12/31/2025	01-2025-12-4137	To recognize Payable to CMU RGMO . of December 2025 - UFLS Catering	Fund - 6	₱618,975.00
12/31/2025	01-2025-12-4137	To recognize Payable to CMU RGMO . of December 2025 - Assorted Lumbers	Fund - 6	47,657.25
12/31/2025	01-2025-12-4137	To recognize Payable to CMU RGMO for the month of December 2025 - Vehicle Rental & Tablea	Fund - 6	20,750.00
Total				₱687,382.25

III. Fund Cluster 5 - Due to Other Funds

Date	JEV No.	Particulars	Fund Charge	Amount
12/31/2025	12-001	To recognize transfer of fund to RGMO... December 2025	Fund - 6	₱984,145.00
12/31/2025	12-001	To recognize transfer of fund to RGMO... December 2025	Fund - 6	24,450.00
Total				₱1,008,595.00

IV. Fund Cluster 7 - Due to Other Funds

Date	JEV No.	Particulars	Fund Charge	Amount
12/26/2025	07-2025-12-2213	GJ-To recognize payable to RGMO-dinner as per CI#140015 dated 12/9/25.	Fund - 6	P 350.00
12/26/2025	07-2025-12-2215	GJ-To recognize payable to RGMO-lechon as per CI#140049 dated 12/15/25.	Fund - 6	12,000.00
12/26/2025	07-2025-12-2216	GJ-To recognize payable to RGMO-lechon as per CI#140054 dated 12/15/25.	Fund - 6	10,500.00
12/26/2025	07-2025-12-2220	GJ-To recognize payable to RGMO-lunch as per CI#140072 dated 12/18/25.	Fund - 6	6,300.00
12/26/2025	07-2025-12-2214	GJ-To recognize payable to RGMO-vehicle rental as per CI#140037 dated 12/11/25.	Fund - 6	10,500.00
12/26/2025	07-2025-12-2217	GJ-To recognize payable to RGMO-vehicle rental as per CI#140061 dated 12/16/25.	Fund - 6	10,500.00
12/26/2025	07-2025-12-2218	GJ-To recognize payable to RGMO-vehicle rental as per CI#140062 dated 12/16/25.	Fund - 6	3,500.00
12/26/2025	07-2025-12-2219	GJ-To recognize payable to RGMO-vehicle rental as per CI#140064 dated 12/16/25.	Fund - 6	3,500.00
Total				P57,150.00

Test Summary:

Particulars	Amount
Total Cluster 6 Receivables from Funds 1,5 and 7	P 1,660,270.00
Total Clusters 1, 5, 7 Payable to Fund 6	1,753,127.25
Net Unreconciled Variance for December:	(P 92,857.25)

12.7 The reduction of the monthly variance by December 31, 2025, indicates improved reconciliation efforts, particularly in the accrual of payables for Cluster 6 Sales and Services prior to year-end. However, the analysis indicates that the discrepancy is not a mere timing difference but stems from unrecorded, misclassified, or erroneous transactions. While the existing monitoring controls have prevented further increases in the unmatched amount, they have not addressed nor resolved the underlying cause of the discrepancy.

12.8 While the Accounting Office recognizes that a comprehensive retroactive investigation is essential to resolve the recurring imbalances in intra-agency accounts, the absence of such action allows the persistent variance to continue exposing the financial statements to the risk of material misstatement and indicating weaknesses in the University's internal controls over intra-agency accounting and reconciliation.

- 12.9 We reiterated the prior year's audit recommendation that Management, through the Accounting Office, expedite the reconciliation of the balances of reciprocal accounts *Due to Other Funds* and *Due from Other Funds*, and effect necessary adjustments to reflect the correct account balances.

Management Comments

- 12.10 Management acknowledged the audit observations and commits to resolving all outstanding reconciling items and ensuring full compliance with government accounting rules and regulations to prevent recurrence of similar issues. We are exerting effort to mitigate if not eliminate these reconciling items by our annual closing of books memorandum issued to all employees of the university. This will help in the early submission of claims to give time to appropriate reconciliation.

Compliance with Land Use Development and Infrastructure Plan (LUDIP) Act

13. The University approved eight infrastructure projects for CY 2025 under IGF that were not aligned with the approved LUDIP and experienced significant implementation delays due to weak internal controls over project selection and evaluation and inadequate planning mechanisms, contrary to RA No. 11396 and CHED Memorandum Order (CMO) No. 11, s. 2020, resulting in inefficient use of resources and undermining the timely and orderly implementation of its campus development plans.

- 13.1 Pursuant to RA No. 11396, otherwise known as the "SUCs Land Use Development and Infrastructure Plan (LUDIP) Act," the CHED issued CMO No. 11, Series of 2020, prescribing the implementing rules and regulations of the Act.

- 13.2 The CMO defines LUDIP as a campus master plan that contains the allocation and utilization of the land within a campus' geographic boundary to meet the required academic and non-academic support services and facilities. It translates into land uses and development plans the respective SUC's vision, which is aligned with higher level plans and consistent with the principles as well as standard design and development guidelines. It contains the campus development programs and projects and the investment needed to implement them.

- 13.3 Likewise, Sections 7.3, 7.3.1, 7.3.4 and 15 of the CMO provide guidelines on the implementation of the LUDIP, which states that:

Section 7.3. Implementation of LUDIP "There shall be no new infrastructure project approved and implemented in any SUC unless the

LUDIP has been approved and submitted to CHED. The approval of the capital outlay proposals of SUC shall be based on the approved LUDIP and that the budget for dormitory for students and housing sites for SUC employees shall be a priority. Specifically,

Section 7.3.1. The SUC shall provide proof to CHED that the land uses and infrastructure activities in the campus are permitted in the LUDIP;

xxx

Section 7.3.4 The BOR/GB, through the SUC President shall ensure that the findings during the monitoring of implementation of LUDIP are immediately acknowledged and non-compliance is rectified. Any action undertaken on the monitoring findings shall be reported to the CHED, copy furnished DBM.

xxx

Section 15. Filing of Report. On or before the end of the first quarter of each year, the president of the university or college shall file with the Office of the President of the Philippines through the Chairman of the CHED, and with the Senate and House of Representatives a detailed report on the progress, conditions and needs on the implementation of the approved LUDIP.

- 13.4 In compliance with this law, the BOR of the CMU approved the University's LUDIP through Resolution No. 67, s. 2023, which aims to:
- a. Utilize CMU's land resources in providing a conducive learning, working, and living environment for its populace.
 - b. Optimize the use of natural and human resources of CMU for income generation
 - c. establish a climate change and disaster resilient campus
- 13.5 In addition to its existing infrastructure, CMU has identified new investment cores to achieve the objectives of its LUDIP in a 10-year road map, summarized as follows:

Land Use Cores	No. of projects	Investment Cost
Academic Core	71	₱4,374,184,300.24
Institutional Development	39	123,964,920.00
RDE Core	37	1,156,715,974.70
Administrative and General Services Core	33	2,411,718,655.22
Allied Services Core	18	3,599,551,775.00
Production Core	14	1,599,824,060.75

Land Use Cores	No. of projects	Investment Cost
Total	212	₱13,265,959,685.91
Allocated beyond ten (10) years	5	(892,924,590.00)
Total for ten (10) years		₱12,373,035,095.91

- 13.6 Moreover, the BOR, through Resolution No. 27, Series of 2025, approved the FY 2025 Revised Program and Expenditure on March 20, 2025, which includes the following capital outlay allocations by fund source:

Fund Cluster	Infrastructure Outlay	Machinery and Equipment Outlay	Total Capital Outlay
	In Pesos		
Fund 1 – Regular Agency Fund	54,133,903.00	8,066,097.00	62,200,000.00
Fund 5 – Income Generated Fund	30,096,195.46	55,629,925.54	85,726,121.00
Fund 6 – Business Related Funds	34,070,930.00	15,353,500.00	49,424,430.00
Total	118,301,028.46	79,049,522.54	197,350,551.00

- 13.7 To assess the University's compliance with the with the relevant provisions of the CMO, the Audit Team conducted interviews with key personnel, evaluated internal control designs, and performed physical inspections, and noted the following:

Only 88 percent of the CY 2025 Approved Projects are aligned with LUDIP

- 13.8 The University currently lacks established process to ensure that proposed infrastructure expenditures from the Special Trust Fund and RGMO outlay are aligned with the approved LUDIP. Thus, the audit team requested the Planning Office – LUDIP Monitoring, Evaluation and Coordination Section (MECS) Unit to evaluate the ₱118.301 million worth of infrastructure projects proposed for CY 2025 and verify their alignment with the LUDIP. The summary of this assessment is provided bel

Fund	Compliant		Non-Compliant		Total	
	No. of Projects	Amount	No. of Projects	Amount	No. of Projects	Amount
Regular Agency Fund – GAA	4	₱54,133,903.00	-	₱ 0.00	4	₱54,133,903.00
Income Generated Funds – STF	26	22,489,950.44	8	7,606,245.02	34	30,096,195.46
Business Related Funds – RGMO	28	34,070,930.00	-	0.00	28	34,070,930.00
TOTAL	58	₱110,694,783.44	8	₱7,606,245.02	66	₱118,301,028.46

- 13.9 While 88 percent (58 out of 66) of the projects are fully aligned with the LUDIP's Capital Investment Plan, eight STF projects totaling ₱7.610 million were approved despite not being included in the LUDIP. This circumvents the regulatory intent of RA 11396, which seeks to prevent unplanned infrastructure spending and ensure that all physical developments support a cohesive, master-planned campus environment.

Prioritization of Student Dormitories and Housing projects

- 13.10 Under its Administrative and General Services Core, the approved LUDIP identifies several Faculty and Student Dormitory and Housing projects. These projects have an estimated total cost of ₱2.112 Billion, detailed as follows:

I. Dormitory Investment

Projects	Gross Area (m²)	Total Amount
Construction of Dormitory Building - 250 Students capacity (5 units)	2,974.73	₱556,274,510.00
Construction of Dormitory Building - 500 Students capacity (6 units)	3,904.98	885,942,337.50
Foreign Student/Faculty Dormitory Building	384.4	36,300,000.00
Construction of Dormitory Building - 528 Students capacity	4,084.98	140,421,187.50
Total	11,349.09	₱1,618,938,035.00

II. University Housing Investments

Projects	Gross Area (m²)	Total Amount
University Residences: New CMU Housing Project and Other Structures	120	₱167,400,000.00
Transfer of Housing units at Purok 13, 13A, 14 and 15 to New Housing Site	80	326,400,000.00
Total	200	493,800,000.00
GRAND TOTAL		₱2,112,738,035.00

- 13.11 During the CY 2025 budget preparation phase, the university successfully endorsed these priority projects to the CHED Regional Office X. Although funding was not granted for CY 2025, the University's commitment to prioritizing dormitory facilities and housing sites reflects its strict adherence to and compliance with Section 7 of CMO No. 11, Series of 2020.

Timely submission of monitoring reports in CY 2025

- 13.12 Inquiries with the Planning Office – LUDIP MECS revealed a lack of a defined internal procedural framework for preparing the detailed progress reports mandated by Section 15 of CMO No. 11, Series of 2020.

13.13 Despite this procedural gap, the University demonstrated substantial compliance by successfully submitting its LUDIP status report to CHED on March 21, 2025, accurately reflecting the projects' status as being in the "on-going preparation or procurement" phase.

13.14 However, the lack of institutionalized internal controls—such as a written monitoring manual or standardized reporting templates—poses a risk to the sustainability and accuracy of future LUDIP oversight. Without formalized procedures, the University remains susceptible to delayed, inconsistent, or inaccurate reporting in upcoming years.

Non-utilization and non-implementation 19 STF-funded LUDIP aligned Projects in CY 2025

13.15 Of the 58 LUDIP-aligned projects approved for CY 2025, only 31 received cash allocations due to limited fund availability. Among these 31 funded projects, only 12 (38.7 percent) have been implemented. While projects financed through the national GAA achieved 100 percent utilization rate, Internally Generated Funds—particularly the STF—face significant implementation delays, leaving ₱13.362 million unutilized and exposed to potential cost increases from inflation. A summary of the data is provided below, with detailed analysis in *Annex "J"*.

Table 1: Overall Cash Allocation of Approved Project

Fund	With Cash Allocation		Without Cash Allocation		Total	
	No. of Projects	Amount	No. of Projects	Amount	No. of Projects	Amount
General Fund - GAA	4	₱54,133,903.00	-	₱ 0.00	4	₱54,133,903.00
Income Generated Funds - STF	26	22,489,950.44	-	0.00	26	22,489,950.44
Business Related Funds - RGMO	1	1,700,000.00	27	32,370,930.00	28	34,070,930.00
Total	31	₱78,323,853.44	27	₱32,370,930.00	58	₱110,694,783.44

Table 2: Utilization and Implementation Status of the 31 Funded Projects

Fund	Utilized and Implemented		Unutilized		Total	
	No. of Projects	Amount	No. of Projects	Amount	No. of Projects	Amount
General Fund – GAA	4	₱54,133,903.00	-	₱ 0.00	4	₱54,133,903.00

Fund	With Cash Allocation		Without Cash Allocation		Total	
	No. of Projects	Amount	No. of Projects	Amount	No. of Projects	Amount
Income Generated Funds – STF	7	9,128,208.78	19	13,361,741.66	26	22,489,950.44
Business Related Funds – RGMO	1	1,700,000.00		-	1	1,700,000.00
Total	12	₱64,962,111.78	19	₱13,361,741.66	31	₱78,323,853.44

13.16 The significant delay in the implementation of the 19 STF-funded projects undermines the objectives of the capital outlay program and indicates deficiencies in the University's project planning, prioritization, and readiness.

13.17 According to the Finance Head, the implementation of these STF projects was deferred due to insufficient funds, as existing cash allocations were inadequate to fully finance each project. However, we assess this to be a fundamental planning and prioritization issue rather than a strict deficit of fund. Spreading limited resources too thinly across 19 projects results in stalled progress. Reallocating these fragmented funds into a single, high-priority project that can be completed within a reasonable timeframe would be far more beneficial to the University. Further, global market inflation poses a significant threat to these delayed projects. The longer the ₱13.36 million sits unutilized, the lower its purchasing power becomes, leading to inevitable project cost overruns in the near future.

13.18 Overall, the University exhibits a strong foundational commitment to LUDIP compliance, successfully securing BOR approval for its roadmap, actively prioritizing mandatory infrastructure like dormitories, and meeting external reporting deadlines. However, operational gaps—specifically the lack of a mandatory LUDIP alignment review for internal funds, the absence of documented monitoring and evaluation reporting procedures, and severe bottlenecks in implementing STF projects—diminish the overall effectiveness of the LUDIP. Addressing these internal control weaknesses is critical to ensuring that all University funds translate efficiently into the envisioned campus development.

13.19 We recommended that Management, through the University President:

- 1. Expedite the utilization and implementation of pending STF projects or reallocate and consolidate the ₱13,361,741.66 STF allocation into a single, high-priority LUDIP infrastructure project;**

2. Formulate and issue a comprehensive set of Standard Operating Procedures (SOPs) outlining specific workflows, responsible personnel, and strict timelines to address the following:
 - a. Standardize the evaluation and selection process for both GAA- and STF-funded transactions to guarantee alignment with the LUDIP prioritizing budget allocations for student dormitories and SUC housing sites, as mandated by Section 7.3 of CMO No. 11, s. 2020;
 - b. Establish a clear, documented framework for generating the annual LUDIP progress reports to guarantee accurate, sustainable, and timely submissions to CHED; and
3. Establish a strict internal clearance process requiring the Planning Office to issue a "Certificate of LUDIP Alignment" before any capital outlay proposal is approved by the BOR and implemented by the University.

Management Comments

- 13.20 Management believed that the audit allowed them to better understand their responsibilities in implementing LUDIP under RA 11396 and its IRR, as well as provided them with ideas on how to improve its processes. Thus, Management informed the audit team that they already began making a number of meaningful changes even while the audit is ongoing.
- 13.21 A new committee, the LUDIP Implementation Committee (Attachment A), has just been created to better handle and address concerns or difficulties regarding the implementation of Programs, Projects or Activities (PPAs) under LUDIP. One of its members is the head of the Office of the Financial Management Services so that the issues on the utilization and allocation of funds may be addressed. Further, Management will coordinate with fund managers as to the use of their budget to expedite utilization especially for projects with cash allocation already.
- 13.22 The LUDIP Monitoring, Evaluation and Coordination Unit (LUDIP MECU) under the Office of the University Planning & Development (OUPD) has proposed a Quality Standard Procedure (QSP) entitled "Approval of CMU Land Use and/or Any Infrastructure Program, Project or Activity (PPA) Using CMU Land" to provide a standard procedure to be followed by all relevant offices before any PPA that utilizes any CMU land would be implemented or would be approved for funding under GAA, STF or RGMO funds. This is now in the process of finalization, approval then dissemination by the LUDIP Implementation Committee.

- 13.23 As to the generation of reports, the LUDIP Implementation Committee has just been created to better handle and address concerns or difficulties regarding the implementation of PPAs under LUDIP. While LUDIP MECU will continue being in charge with the preparation of the report, the Committee, which is composed of heads of different offices and of the four vice presidents of the university, will be a huge help in the collection of data necessary for the generation of the report. In time, a clear, documented framework is also planned to be created and implemented by the Committee.
- 13.24 OUPD has an existing Service Specification Table (SST) SST #4 entitled "Request for LUDIP Certification" since March 2025 in its Citizen's Charter. In February this year, we submitted updated versions of our other SSTs in our Citizen's Charter to ensure that all requests for designs/plans and Programs of Works will first have to request LUDIP Certification through SST #4 before being accepted.
- 14.25 The proposed new QSP also includes the step "Securing of LUDIP Certification" in the flowchart to ensure that end users or project proponents will always secure LUDIP certification before the approval of any CMU land use and/or any infrastructure PPA using CMU Land for funding and/or for implementation.
- 14.26 Management further stated that as to the eight infrastructure projects for CY 2025 under IGFs that were found to be not aligned with the approved LUDIP, the table below provides additional details about them, some of which were unfortunately not provided during the collection of data:

#	Project Description	Amount	Specific Fund Code	Additional Details
1	Other Land Improvement	₱3,246,632.62	NF-Production	Funds were not utilized; requested by RGMO. Actual Collection for this budgeted amount is only P827, 210.85. This will be implemented once the full budget is available.
2	Other land Improvement	712,850.00	NF-Production	Funds were not utilized; requested by RGMO for road improvement ("Improvement of CMU Academic Roads and Drainage Network" App. 61, page 682). This is the remaining balance of the project after implementation. This will be used for fencing requirements. ("Fencing: Perimeter of CMU boundary and Other Land Improvement" p. 681, Appendix 61 in LUDIP)
3	Other Land Improvement	623,697.50	Common Cost (Admin)	These are remaining funds used for admin building (reflected as an existing building in Appendix 33, p. 568 of Cost LUDIP) after implementation. This was realigned in

#	Project Description	Amount	Specific Fund Code	Additional Details
				the 3rd quarter of 2025 to various expenses not involving infrastructure per BOR Resolution No. 174, s. 2025 (Attachment E and F)
4	School Building	272,089.88	Common Cost (Admin)	These are remaining balances used for DTO building (reflected as an existing building in Table 161, page 515 of LUDIP) and for College of Education classroom building (a LUDIP project in Appendix 32, page 565) for paint, transformer, etc. Total amount utilized in 2025 is P272, 089.88 and P489,303.32. Further, remaining amount of P268,458.86 was realigned in expenses not involving infrastructure in 3rd quarter of 2025 as per BOR Resolution No. 174 s. 2025 (Attachment E and F)
5	School Building	757,762.18	Common Cost (Admin)	
6	Construction Sheep Building	500,000.00	Common Cost (Admin)	Funds were not utilized; for Repair of existing "MINSAAD, Goat/Sheep Housing" (found in LUDIP p. 563, Appendix 31). To be consulted with the fund manager.
7	Other Structures	1,200,000.00	Cell Site Rental	Funds were not utilized; requested by GSO; Campus solar lights (name of proposed project in LUDIP: "Street lighting: Installation of CMU Solar Street Lights" in p. 681, Appendix 61)
8	Other Structures	293,212.84	Common Cost (Admin)	Funds were not utilized; for Admin Building (reflected as an existing building in Appendix 33, p. 568 of LUDIP)
	TOTAL	P7,606,245.02		

Auditor's Rejoinder

13.25 The audit team acknowledges the additional details provided on the eight projects cited in our AOM and recognize their relevance. However, we maintain our position on the issue raised. The concerned personnel were afforded ample time to submit the necessary data during the audit process; however, such information was not provided within the prescribed period, which led to the issuance of the AOM.

13.26 Given the constraints of the audit timeline, the audit team could no longer validate these data. Nonetheless, the information provided shall be duly considered in the validation of AAPSI.

Deficiencies in the Cash Examination on AOs

14. **The erroneous and incomplete recording of cashbooks and accounting records including non-reconciliation thereof; and non-submission of updated cashbook of AOs who resigned, on leave or ceased from designation to the Accounting Office, cast doubt on the accuracy and completeness of records and hindered proper and complete documentation of accountability, contrary to PD 1445, NGAS Manual Volume II and III and COA Circular 97-002.**

14.1 Section 111 of the PD No. 1445 states that:

(1) The accounts of an agency shall be kept in such detail as is necessary to meet the needs of the agency and at the same time be adequate to furnish the information needed by fiscal or control agencies of the government and

(2) The highest standards of honesty, objectivity and consistency shall be observed in the keeping of accounts to safeguard against inaccurate or misleading information.

14.2 The NGAS Manual Volume II prescribed the use of the following records in handling and recording cash transactions and AO, to wit:

The Cash Receipts Record (CRR) shall be used by each Collecting Officer/Accountable Officer shall maintain this record to monitor his/her accountability. All transactions for the day shall be recorded immediately and a balance (Undeposited Collection) shall be extracted.

The Check and Advices to Debit Account Disbursements Record (CkADADRec) shall be maintained by each Disbursing/Accountable Officer, by fund cluster, to record/monitor all checks drawn (MDS or Commercial) and ADAs issued by him/her during the day. Whether released or unreleased, checks/ADAs shall be recorded immediately and the NCA/Bank balance shall be extracted.

The Cash Disbursements Record (CDR) shall be maintained by each Disbursing/Accountable Officer to monitor the cash advance balance. All transactions for the day shall be recorded immediately. It shall be maintained by fund cluster.

The Petty Cash Fund Record (PCFR) shall be maintained by each Petty Cash Fund Custodian to record his/her cash advance, utilization and replenishment made and to monitor the PCF balance. All transactions for the day shall be recorded immediately.

- 14.3 Likewise, the Revised Chart of Accounts, Volume III of the same manual, defines the following general ledger accounts related to cash transactions:

Cash – Collecting Officer (10101010) account is used to recognize the amount of collections with the Collecting Officers for remittance to the Treasurer of the Philippines (TOP)/ deposit to AGDBs. This account is reduced by the remittance to the TOP/deposit to AGDBs. Hence, balance of the Cash – Collecting Officer represents undeposited collections of the collecting officer.

Cash in Bank-Local Currency, Current Account (10102020) is used to recognize deposits with AGDBs of income received for which the agency has authority to use; trust receipts authorized under specific contracts and agreements; Revolving Fund under specific laws; and credit advices/memos received from the AGDBs. Credit this account for check disbursements and debit advices/memos received from the AGDBs.

Advances to Payroll (19901020) is is used to recognize the amount granted to regular disbursing officers for payment of salaries, wages, honoraria, allowances and other personnel benefits. Credit this account upon liquidation.

Advances to Special Disbursing Officers (19901030) is used to recognize the amount granted to agency's accountable officers and employees for special purpose/time-bound undertakings to be liquidated within a specified period. It also includes labor payroll for projects undertaken by administration. Credit this account upon liquidation.

Petty Cash Fund (10101020) is used to recognize the amount granted to duly designated Petty Cash Custodian for payment of authorized petty or miscellaneous expenses which cannot be conveniently paid through checks. Credit this account every time there is a change of Petty Cash Custodian for refund and liquidation of cash advance

- 14.4 Additionally, Item 6.3 and 6.5 of COA Circular No. 97-002 dated February 10, 1997 enumerates the handling, custody and disposition of the cashbooks as follows:

“6.3 The AO shall reconcile the book balance with the cash on hand daily. He shall foot and close the books at the end of each month. The AO and the Accountant shall reconcile their books of accounts at least quarterly.

xxx

6.5 When the AO ceases to be one, the cashbook shall be submitted to the Accountant or the Treasurer (for local government units) and shall

form part of the accounting records. No clearance shall be issued to an AO if he fails to submit the cashbook as required.

14.5 In the course of cash examination, the following deficiencies were found:

Erroneous and incomplete recording of transactions and non-reconciliation of balances between cashbooks and accounting records.

14.6 Determining whether all monies received have been correctly recorded and fully accounted for, as well as verifying the accuracy of the cash balance reflected in the ledger and records, are two of the primary objectives in the conduct of a cash examination. However, review of the records of various Accountable Officers (AOs) and the accounting ledgers revealed the following deficiencies (refer to *Annex "K"* for details)

I. Cash Disbursement Record (CDRec)

	Deficiencies	Accountable Officer/s
1	Unrecorded cash advances and liquidations resulting in incomplete record	AO 1/ AO 2/ AO 3/ AO 4
2	Discrepancies were noted between actual transactions and the amounts recorded, indicating inaccuracies in the records.	AO 5/ AO 6 / AO 7
3	Certain transactions were recorded under the wrong fund cluster	AO 5
4	Improper recording of cash advances related to travel and trainings	AO 8

II. Check and Advices to Debit Account Disbursement Record (CkADADRec)

	Deficiencies	Accountable Officer/s
1	Deposit, e-payments and other direct to bank transactions are not recorded in a daily basis	AO 9
2	Absence of running balance computation	AO 9

III. Cash-Collecting Officer Ledger

	Deficiencies	Accounting Office
1	Unreconciled Balances Since Calendar Year (CY) 2022	Accounting Office - Cluster 5
2	Under/Over recording of collection and deposit	Accounting Office - Cluster 5
3	Non-Recording of Collections and Deposits	Accounting Office - Cluster 7
4	Erroneous recording of Subsidiary Ledger of Accountable officers	Accounting Office - Cluster 5

14.7 Audit walkthrough revealed that the basis for recording by the AOs in the Cash Disbursement Record (CDRec) are photocopies of the DVs for the grant of cash advances, and duly received Reports of Cash Disbursements (RCDIsb) for

liquidation. However, the following causes were identified as contributing factors to the noted deficiencies:

1. The AO overlooked the recording of granted and liquidated cash advances based on the provided DVs and RCDIsb.
2. Some transactions were recorded using the gross amount indicated in the DV, instead of the actual check amount released, resulting in inaccurate entries.
3. The DVs did not indicate the appropriate fund cluster, which led to errors in recording transactions under the correct fund cluster in the CDRec.
4. AOs experienced challenges in distinguishing between cash advances for travel and training and those for special disbursing functions, despite being bonded for the latter, contributing to misclassification and recording issues

14.8 In the preparation of CkADADRec by the Cashier, it was also revealed that the bases for recording are as follows:

No.	Transactions	Reference	Frequency of Recording
1	Check Disbursements	Report of Check Issued	Daily
2	ADA Disbursements	List of Due and Demandable Accounts Payable - Advice to Debit Account	Daily
3	NCA	Notice of Cash Allocation	Daily
4	Deposits	Accounting Records	Monthly
5	E-payments, Philhealth Remittance,	Accounting Records	Monthly
6	Credit Memo	Accounting Records	Monthly
7	Bank to Bank transactions	Accounting Records	Monthly
8	Adjustments	Accounting Records	Monthly

14.9 It was clearly observed that items numbered 4 to 8 are inconsistent with the prescribed procedure for recording in the Check and ADA Disbursement Record (CkADADRec). Transactions should be recorded on a per-transaction or daily basis, rather than summarizing total monthly transactions in a single entry. Furthermore, deposits, credit memos, and other additions were only recorded at the end of the month, which prevented the computation of a running balance. This practice can result in negative balances and inaccurate financial monitoring.

- 14.10 According to the Cashier, the improper recording was due to his lack of full understanding of the correct procedure for preparing the record.
- 14.11 These errors and the non-recording of transactions in the Cash Disbursement Records and Check and Advices to Debit Account Disbursement Records cast doubt on the completeness and accuracy of the financial records. As a result, determining the correct balances for a specific period is not possible. It must be emphasized that these records or cashbooks are critical in verifying whether all government funds in the custody of AOs are intact and properly accounted for.
- 14.12 With regard to the recording of cash collections and deposits by the Accounting Office, the Cluster 5 Bookkeeper is still in the process of retrieving data related to the unreconciled balances dating back to CY 2022, as well as addressing instances of under- and over-recording of collections and deposits. Due to the current workload, delays in the reconciliation process have become inevitable. As for the erroneous recording in the subsidiary ledger, it was noted that the bookkeeper overlooked the proper account classification during posting, resulting in inaccurate entries.
- 14.13 In the case of Accounting Office Cluster 7, the liquidation of cash advances by AOs —where excess cash is refunded, received by the cashier, and subsequently deposited in the bank—is not recorded in the Cash-Collecting Officer (CCO) Subsidiary Ledger. This is because the transaction is perceived to have no net financial impact. As a result, only the debit to Cash in Bank and credit to Advances to SDO are posted, which creates a discrepancy with the JEV, where all steps of the transaction are properly recorded. Even if the financial effect is zero, each cash movement must be properly documented in the subsidiary ledger of the collecting officer. Doing so ensures consistency with the Journal Entry Voucher and provides audit trail.
- 14.14 Further, it was revealed that there was no evidence of reconciliation of the following cashbook and corresponding accounting general ledger despite issuance of AOM No. 2024-018 dated July 8, 2024 requiring the AOs and Accounting Office to reconcile their records at least every end of each quarter and any items for adjustment must be corrected and resolved, to wit:

	Cashbooks	General Ledger	Remarks
1	Cash Receipts Record	Cash-Collecting Officer	No Reconciliation
2	Cash Disbursement Record	Advances to SDO and Advances to Payroll	No Reconciliation
3	Check Disbursement and ADA Record	Cash in Bank	No Reconciliation
4	Petty Cash Fund Record	Petty Cash Fund	No Reconciliation

14.15 Due to the heavy workload of both the AOs and the accounting staff, compliance with the audit recommendation was not carried out, resulting in continued non-compliance. In effect, errors and unrecorded transactions that could have been identified and addressed in a timely manner remained undetected.

Non-submission of updated cashbook of AOs who resigned, on leave or ceased from designation to the Accounting Office.

14.16 The audit team is required to perform mandatory cash examination under the following circumstances:

- a. Before the AO retires or is separated from the service;
- b. Before he is transferred to another station or office;
- c. When he goes on extended leave of absence and another AO is designated in his place; and
- d. When loss of government fund by an AO is reported

14.17 During the conduct of the cash examination, it was revealed that several Accountable Officers were no longer renewed or had ceased to be an Accountable Officers as of last year and the current year and the audit team were not informed, to wit:

Accountable Officer	Employment Status	Date of last cash exam	Date ceased to be an AO	Un-audited period
AO 9	Retired	04/18/2024	07/31/2024	3 months and 13 days
AO 10	Retired	05/03/2024	12/31/2024	7 months and 28 days
AO 11	On Sabbatical Leave	04/16/2024	12/31/2024	8 months and 15 days
AO 12	On Teacher's and Sabbatical Leave	04/30/2025	05/31/2025	1 month and 1 day
AO 13	Transfer to another office	04/17/2024	06/05/2024	1 month and 19 days

14.18 The absence of such notice hindered the audit team from conducting timely cash examinations and establishing accountability for a period ranging from one to eight months.

14.19 Further inconsistent with the guidelines, the required cashbooks, such as Cash Disbursement Records of Special Disbursing Officers and Cash Receipts Record of Collecting Officers, were not turned over to the Accounting Office upon cessation of their respective designations. The Accountant, unfamiliar with the applicable guidelines, issued clearances for AOs Labrador and Aguilar despite the absence of the required turnover of records.

14.20 Instead, during the cut-off cash examination conducted in April 2025 for the newly designated AOs, the cashbooks of former AOs Intong, Labrador, and Aguilar were presented to the audit examiner. These cashbooks should have been properly turned over to the Accounting Office as early as August and December 2024, in accordance with prescribed procedures.

14.21 It is quite commendable however that the following AOs were able to inform the audit team in writing on the cessation of their collection and disbursing function.

Name	Designation	Employment Status	Date of last cash examination	Date retired/ ceased to be an AO	Date received by COA
AO 14	Collector/SDO/PCF Custodian	Transfer to another office	4/29/2025	7/11/2025	7/11/2025
AO 15	SDO	Retired	4/30/2025	5/31/2025	4/30/2025

14.22 According to the Finance Office, it is emphasized during the annual orientation for AOs) that they are required to inform the audit team of their intention to cease their collection and disbursing functions. However, only a few AOs have fully appreciated the importance of establishing accountability at the end of their term and undergoing the necessary audit process. It was also revealed that the Accountant did not inform the AOs during the orientation about the required submission of cashbooks upon cessation of functions, nor about the withholding of clearance if warranted.

14.23 The foregoing non-submission of cashbooks hindered the proper and complete documentation of accountability and prevented the timely conduct of mandatory cash examination.

14.24 We recommended Management to:

- a. **Require Accountable Officers to timely and accurately update their cashbooks, including the necessary certifications at the end of each month;**
- b. **Direct the Accounting Office to ensure that all transactions are properly recorded in the subsidiary ledgers to support accurate and reliable financial reporting;**
- c. **Strictly enforce the turnover of cashbooks and all accountable forms in compliance with COA Circular No. 97-002, ensuring that no AO is cleared from their responsibilities without undergoing proper cash examination and turnover procedures; and**

- 14.25 We reiterated our recommendation to require the accountable officers and the Accounting Office to reconcile their records at least every end of each quarter and any items for adjustment must be corrected and resolved promptly in order to present reliable cash balances.

Management Comments

- 14.26 The University through the Office of Financial Management Services (OFMS) and Accounting Office, have already issued a memorandum to the accountable officers reminding them to turnover their cashbooks to the Accounting Office once their designations ceases and to inform the COA on this matter for the conduct of cash exam.
- 14.27 Moreover we have drafted a copy of their CRR and/ or CDR to the Accounting Office as a basis for the preparation of the reconciliation statement- Accounting book (SL) versus CRR & CDR.
- 14.28 With regard to the Check and Advise to Debit Account Disbursement Record, we respectfully seek your understanding regarding the previous manner of recording, which was done on a monthly instead of a daily basis and without a running balance as this practice was not observed in prior audit periods. Nonetheless, we fully recognize the importance of aligning with the current audit recommendations. In compliance with the AOM, we have already updated the disbursement records for May and June 2025 to include the required details, including a running balance, and will continue to do so moving forward.

C. COMPLIANCE WITH TAX LAWS

15. The University has substantially complied with prescribed timelines for the remittance of withheld taxes and with the required frequency and timing of tax withholding, in accordance with RA No. 11976 and relevant BIR Revenue Regulations.

- 15.1 In CY 2025, the University withheld taxes totaling ₱80.723 million, of which ₱79,129,365.51 was remitted within the prescribed deadlines. The remaining balance of ₱1,593,648.62 pertains to tax refunds payable to the officers and employees of the University, as recorded under JEV No. 01-2025-12-4098 dated December 31, 2025. Accordingly, all taxes withheld for CY 2025 were effectively accounted for, resulting in a 100% remittance rate, as summarized below:

Month	Withheld	Remittance	Balance	Rate of Remittance
Beginning bal.	₱4,126,052.16	₱ 4,126,052.16	₱0.00	100.00%

Month	Withheld	Remittance	Balance	Rate of Remittance
January 2025	6,722,769.67	6,721,884.47	885.20	100.01%
February 2025	4,714,884.82	4,715,770.02	0.00	99.98%
March 2025	4,517,894.94	4,505,604.40	12,290.54	100.27%
April 2025	4,522,391.71	4,526,292.25	8,390.00	99.91%
May 2025	9,227,210.16	9,236,253.64	(653.48)	99.90%
June 2025	5,299,805.00	5,299,270.92	(119.40)	100.01%
July 2025	5,771,872.28	5,704,822.88	66,930.00	101.18%
August 2025	5,376,322.14	5,443,252.14	-	98.77%
September 2025	5,462,700.37	5,462,700.37	-	100.00%
October 2025	5,400,202.20	5,396,409.35	3,792.85	100.07%
November 2025	9,675,635.30	9,681,862.81	(2,434.66)	100.06%
December 2025	9,905,273.38	8,309,190.10	1,593,648.62	100.00%
Total	P80,723,014.13	P79,129,365.51		

D. REMITTANCE OF MANDATORY CONTRIBUTIONS

16. The University has substantially complied with laws and regulations governing GSIS, Pag-IBIG, and PhilHealth contributions, deductions and remittances.

16.1 Summaries of amounts withheld and remitted are presented below:

A. Due to GSIS

Month	Withheld	Remittance	Balance
Beginning bal.	P 216,493.19	P 176,298.27	P 40,194.92
January 2025	11,755,978.63	11,722,789.30	73,384.25
February 2025	12,347,577.19	46,462.63	12,374,498.81
March 2025	12,365,597.53	12,338,809.42	12,401,286.92
April 2025	12,164,243.18	12,518,833.93	12,046,696.17
May 2025	12,397,281.39	24,442,542.37	1,435.19
June 2025	12,186,670.80	12,185,920.88	2,185.11
July 2025	12,246,276.79	1,450.02	12,247,011.88
August 2025	12,453,148.30	12,247,750.65	12,452,409.53
September 2025	12,414,667.24	12,465,062.82	12,402,013.95
October 2025	12,243,516.66	12,368,260.21	12,277,270.40
November 2025	12,703,397.43	12,312,730.17	12,667,937.66
December 2025	12,692,501.31	12,496,374.23	12,864,064.74
Total	P148,187,349.64	P135,323,284.90	

16.1.1 In January 2026, a total of P12.761 million was remitted under JEV Nos. 01-2026-01-0002, 01-2026-01-0185, and 01-2026-01-0186, leaving an unremitted balance of GSIS withholdings amounting to P103,421.04 as of month-end.

B. Due to Pag-IBIG

Month	Withheld	Remittance	Balance
Beginning bal.	₱ 48,555.99	₱0.00	₱ 48,555.99
January 2025	1,608,478.98	485,830.49	1,171,204.48
February 2025	1,613,233.65	2,227,997.39	556,440.74
March 2025	1,602,451.47	2,108,351.47	50,540.74
April 2025	1,612,266.41	100,259.06	1,562,548.09
May 2025	1,631,388.97	1,698,671.13	1,495,265.93
June 2025	1,577,633.25	1,562,713.48	1,510,185.70
July 2025	1,612,315.45	3,034,266.53	88,234.62
August 2025	1,664,161.06	120,316.36	1,632,079.32
September 2025	1,666,818.51	2,085,264.06	1,213,633.77
October 2025	1,720,045.03	1,373,919.06	1,559,759.74
November 2025	1,765,956.54	1,682,794.32	1,642,921.96
December 2025	1,749,682.78	1,798,059.57	1,594,545.17
Total	₱19,872,988.09	₱18,278,442.92	

16.1.2 In January 2026, a total of ₱1.548 million under Fund 1 was remitted through various JEVs, with an unreconciled amount of ₱957.44 remaining for adjustment.

16.1.3 For Fund 5, the unremitted balance as of December 31, 2025, amounting to ₱6,665.04, remains subject to reconciliation.

16.1.4 For Fund 6, the unremitted balance as of year-end totaled ₱40,419.50, with no remittances made in January 2026.

C. Due to PhilHealth

Month	Withheld	Remittance	Balance
Beginning bal.	₱ 6,250.00	₱ 0.00	₱6,250.00
January 2025	1,677,869.05	17,441.50	1,666,677.55
February 2025	1,775,813.70	1,669,677.55	1,772,813.70
March 2025	1,765,519.45	1,775,943.10	1,762,390.05
April 2025	1,761,134.40	1,765,519.45	1,758,005.00
May 2025	1,765,770.60	1,759,325.45	1,764,450.15
June 2025	1,762,076.00	1,758,200.15	1,768,326.00
July 2025	1,752,414.50	1,762,072.45	1,758,668.05
August 2025	1,759,359.20	1,761,290.35	1,756,736.90
September 2025	1,777,583.35	3,503,904.40	30,415.85
October 2025	1,754,522.95	16,229.10	1,768,709.70
November 2025	1,778,488.55	1,761,879.75	1,785,318.50
December 2025	1,781,425.84	3,536,465.10	30,279.24
Total	₱21,118,227.59	₱21,087,948.35	

16.1.5 For Fund 1, the entire unremitted balance of ₱7,781.94 as of year-end was fully remitted in January 2026 under JEV No. 01-2026-01-0234.

16.1.6 For Fund 6, of the total unremitted balance of ₱22,897.30 as of year-end, only ₱5,510.65 was remitted in January 2026 under JEV No. 06-2026-01-004.

E. GENDER AND DEVELOPMENT

17. Except for the unimplemented audit recommendation indicated in Part III of this report, the University has substantially complied in the GAD requirements in CY 2025.

17.1 The University allocated ₱94.229 million, equivalent to 7.25 percent of its total budget, to GAD-related programs, activities, and projects (PAPs), in compliance with the Magna Carta of Women (RA No. 9710).

17.2 The University successfully formulated and submitted its annual GAD Plan and Budget (GPB) and its GAD Accomplishment Report (AR) within the required deadlines.

17.3 The University implemented its planned gender-responsive programs, including seminars on gender sensitivity, adolescent reproductive health (covering pre-marital sex and early pregnancy), and the conduct of GAD mainstreaming and capacity-building activities. These initiatives also included group discussions on key topics such as Sexual Orientation, Gender Identity and Expression (SOGIE), as well as the integration of gender perspectives into the academic curriculum.

17.4 In CY 2025, the University incurred actual GAD expenditures amounting to ₱70.020 million, reflecting a utilization rate of 74.31 percent.

F. STATUS OF AUDIT SUSPENSIONS, DISALLOWANCES, AND CHARGES

Issuance	Beginning Balance (As of January 1, 2025)	This Period January 1-December 31, 2025		Ending Balance (As of December 31, 2025)
		Issued	Settled	
Notice of Suspension	1,580,553.98	0.00	0.00	1,580,553.98
Notice of Disallowance	7,026,994.57	956,106.60	171,500.00	7,811,601.17
Notice of Charge	0.00	0.00	0.00	0.00

PART III

STATUS OF IMPLEMENTATION OF PRIOR YEARS' AUDIT RECOMMENDATIONS

PART III - STATUS OF IMPLEMENTATION OF PRIOR YEARS' AUDIT RECOMMENDATIONS

Out of the 117 prior years' audit recommendations, 39 were fully implemented, 43 were reiterated, and 35 were not yet implemented, as follows:

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
CY 2024	1. Cash-Collecting Officers balances per do not reconcile with the balances per subsidiary ledger with a difference of ₱54,235.85, contrary to Section 181(c) of the Government Accounting and Auditing Manual (GAAM), Volume I, thereby rendering the account unreliable. We recommended that Management require the accountable officers and the Accounting Office to reconcile their records (Cash Receipts Record/Subsidiary Ledgers) at least every end of each quarter and any items for adjustment must be corrected and resolved promptly in order to present reliable cash balances.	Reiterated, Finding No. 14 of Part II	The Accounting Unit has issued a memorandum or notice informing all accountable officers to submit a copy of their CRR monthly as a supporting document for the reconciliation of CRR and SL.	The same condition still persisted in the conduct of cash examination in CY 2025.
CY 2024	2. Numerous credit and debit memoranda, recording errors and stale checks reflected in the bank reconciliation statements were not immediately recognized in			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	the books, inconsistent with the adjusted balance method prescribed under Government Accounting Manual for NGAs, resulting in the net understatement of <i>Cash in Bank</i> accounts by P30.934 million. a. Adhere to the adjusted balance method of bank reconciliation by immediately recognizing the book reconciling items: correcting the recording errors, reverting stale checks, and recording Credit/Debit Memoranda (CM/DMs), including the unidentified CMs as <i>Other Payables</i> while the unidentified DMs under any appropriate Receivables account; b. Trace the unrecorded DMs and online payments totaling P352,395.30 starting from the signed DM request letters of the University and communicate to the bank the undocumented DMs and online payments to determine persons accountable; c. Ensure maintenance of proper subsidiary ledgers of unidentified CMs and deposits parked under <i>Other Payables</i> for efficient monitoring; d. Investigate and trace the sources of unrecorded credit memoranda, aiming to significantly reduce their	Reiterated₂ Finding No. 4 of Part II Reiterated₃ Finding No. 4 of Part II Fully Implemented₁ Reiterated₄ Finding No. 4 of Part II	The Accounting Unit has already drawn the entries in recording the unidentified Credit Memos as Other Payables for the year 2024 and prior years.	Various credit and debit memoranda still not adjusted and still reflected in the bank reconciliation statement

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	occurrence in the current year's transactions only. e. Ensure that the amounts disbursed, as reflected in the checks and the eMDS, are consistent with the amounts approved in the disbursement vouchers. Require immediate refunds for check amounts that exceed the approved amounts per disbursement voucher; f. Require the Cashier Unit to submit an explanation for the erroneous issuance of Official Receipts to NBSC and CSU and require an immediate refund, if necessary; and g. Direct the Cashier Unit to provide accurate disbursement reports by warranting that the amounts reflected in the Reports of Checks Issued and Reports of ADA Issued are consistent with the amounts actually paid	Fully Implemented₂ Fully Implemented₃ Fully Implemented₄		
CY 2024	3. The University implements e-collection through LBP's Electronic Payment Portal (EPP) without established internal controls and procedures over its use as mandated by COA Circular No. 2021-014, resulting in unrecorded transactions and an unreconciled balance of EPP bank account by P48,282.49. We further recommended that management:		The Accounting Office is actively conducting continuous reconciliation procedures to identify and resolve the outstanding variance.	Accounting Office still experienced a difficulty of reconciling/tracing the payment details of the clients in the bank statement and that of the report generated from the Cashier's Unit Draft internal control

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	a. Formulate and implement appropriate internal controls and procedures, including prevention and detection controls over the use of the LBP's EPP, and submit a Management Representation Letter to attest to compliance with the internal control requirement, duly attested, duly attested by the Head of the Internal Audit Unit ; and b. Expedite the recording and reconciliation of collections through the EPP from CY 2023 to CY 2024.	Not Implemented₁ Not Implemented₂	The Accounting Office, in coordination with the Cashier's Office, is drafting a Comprehensive Internal Control Policy for electronic collections.	procedures and policies are currently under review and pending final management approval Reconciliation is ongoing but hampered by system limitations in directly matching client payment details between LBP bank statements and Cashier reports.
CY 2024	4. The accuracy and existence of Inventory account balances as of December 31, 2024 are deemed unreliable due to the: a) inclusion of utilized inventories totaling P6.079 million, overstating the <i>Inventory</i> and <i>Accumulated Surplus (Deficit)</i> accounts; and b) items worth P707,286.15 expensed without supporting documents, which are inconsistent with Section 111 of PD 1445 and relevant provisions in Chapter 8 of the Government Accounting Manual for NGAs. We recommended that Management:			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Direct the Supply and Accounting Office to reconcile the issuances of inventories to adjust and/or record the same in the books of accounts; and b. Require the Accounting Office to exert utmost effort in the determination of subsidiary ledgers of inventory items issued by the SPMO and make necessary adjusting entries. We further recommended that the Management through the Accounting Office: a. Record transactions of the University with diligence and ensure that proper and duly signed supporting documents are attached to the Journal Entry Vouchers; and b. Coordinate with the SPMO in the proper and uniform classification of inventory items.	Reiterated⁵ Finding No. 3 of Part II Reiterated⁶ Finding No. 3 of Part II Reiterated⁷ Finding No. 3 of Part II Reiterated⁸ Finding No. 3 of Part II	Ongoing reconciliations are being made for the remaining balances, to be included in the November and December RSMI	The same condition still persisted in CY 2025.
CY 2024	5. A significant difference of approximately P12.352 million between the actual physical count and the reported fuel, oil, and lubricants inventory due to unrecorded inventory issuances in CY 2022 and weaknesses in the internal controls in authorization, issuance, reporting and monitoring, contrary to Sec. 9, Chapter 8 of the Government Accounting Manual for NGAS and COA			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Circular No. 77-61, thereby resulting in overstatement of <i>Fuel, Oil, and Lubricants Inventory</i> account and posing risk of losses of government assets. a. Investigate the cause of the significant difference between the financial record in the physical count of fuel, oil, and lubricants; b. Establish and implement policy in the authorization, issuance, reporting, and monitoring of fuel, oil, and lubricants; c. Secure fidelity bond of all property custodians in compliance with Bureau of Treasury Circular No. 02-2019, as amended by Treasury Circular No. 1-2022;	Not Implemented₃ Not Implemented₄ Not Implemented₅	An Ad Hoc Committee has been created to investigate the causes for the difference of fuel, oil and lubricants as per accounting books and physical count. As for the fidelity bonding of all property custodians, we are in the process of identifying the property custodians handling at least P1,000,000 in property accountability	Waiting for BOR approval of the recommendations of the AD-HOC Committee. A comprehensive, university-wide policy is currently being drafted to replace localized office policies, incorporating all Internal Audit recommendations. Currently conducting a personnel assessment to identify and process the necessary fidelity bonds for all designated property custodians

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	d. Direct the SPMO the following: i. Immediate submission of the unreported withdrawals in CY 2022. ii. Implement measures to properly identify the funding source for FOLs on hand. iii. Require Gas Clerk to maintain Gasoline Control Card for fuels and stock cards for oil and lubricants. iv. Prepare a Report of Supplies and Materials Issued to report all Requisition and Issuance Slips (RIS) issued in chronological order. v. Ensure completeness of vital information in the RIS. vi. Strict monitoring of approved and issued RIS using control numbers and updated logbook. vii. Conduct periodic physical count of Fuel, oil and lubricants. e. Require the Office of the General Services the following:	Not Implemented₆ Fully Implemented₅ Fully Implemented₆ Fully Implemented₇ Fully Implemented₈ Fully Implemented₉ Fully Implemented₁₀	and will process their bond accordingly. The SPMO shall immediately submit the unrecorded withdrawals in CY 2022	The SPMO is currently in the process of segregating encoded RIS per month, funding, and control number.

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	i. Preparation and submission of Monthly Report of Travels for each vehicle and ii. Preparation and submission of Monthly Report of Fuel Consumption. We recommended that management require the Accounting Office to: a. Make necessary adjusting entries to correct the direct recording of fuel expenses in the amount of P83,565.92 under JEV 06-2024-11-469 and to strictly observe the asset-method of recording purchased fuel inventories required under compliance with Section 9, Chapter 8 of the Government Accounting Manual (GAM) for NGAS; b. Use the weighted average method in recording inventory expenses in compliance with Section 6, Chapter 8 of the GAM; c. Maintain subsidiary ledger cards for each type of Fuel, Oil and Lubricants inventory to facilitate efficient recording and monitoring in compliance with Section 9, Chapter 8 of the GAM; and d. Review the completeness of the information in the RSMI or	Fully Implemented₁₁ Fully Implemented₁₂ Fully Implemented₁₃ Fully Implemented₁₄ Fully Implemented₁₅ Fully Implemented₁₆		

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	equivalent fuel consumption reports before recording the issuances thereof.			
CY 2024	6. The accuracy, existence and classification of Semi-expendable inventory account year-end balances are deemed unreliable due to a) the inclusion of utilized semi-expendable property totaling P3.984 million, overstating the <i>Semi-expendable Property</i>; and b) misclassification of semi-expendable property inconsistent with COA Circular No. 2022-004. We recommended that Management: a. Direct the SPMO to coordinate with the Accounting Office in the proper and uniform classification of semi-expendable property and the treatment of each; and b. Direct the Accounting Office to exert efforts in locating the subsidiary ledgers of issued semi-expendable properties to record the related expenses for a fair presentation of the financial statements. We further recommended that the Management: a. Through the Accounting Office, record transactions of the University with diligence and ensure awareness of the	Reiterated₉ Finding No. 2 of Part II Reiterated₁₀ Finding No. 2 of Part II Reiterated₁₁ Finding No. 2 of Part II	The SPMU have coordinated with Accounting regarding the classification of accounts and, the Physical Inventory of Semi-Expendable Properties	The same condition persisted, thus, reiterated in the CY 2025 AAR.

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	supporting documents attached to the Journal Entry Vouchers; and b. Require the SPMO and the Accounting Office to reconcile the results of the physical inventory of semi-expendable property with the accounting records.	Reiterated₁₂ Finding No. 2 of Part II		
CY 2024	7. Weaknesses in the inventory management of revenue-related inventories and biological assets of RGMO amounting to ₱44.750 million under Fund 06 and Hospital amounting to ₱1.911 million under Fund 05 contrary to the internal control guidelines and the Government Accounting Manual for NGAs, resulted in ₱22.909 million absolute discrepancy between inventory reports and posed risks of loss and misuse. We recommend that Management: a. Establish an inventory team that will conduct periodic physical count and verification of production and inventory reports of the units: i. Crops Enterprise Office ii. Livestock Enterprise Office iii. CMU Press iv. University Hospital	Reiterated₁₃ Reiterated₁₄ Reiterated₁₅ Reiterated₁₆	Will include this matter in the next ORGM meeting	No formal memo yet for the members of the inventory team

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	b. Require the following units to submit inventory reports with supporting documents in prescribed format in a weekly basis to the Accounting Office to ensure timely review on the accuracy and completeness of the report and supporting documents. i. Crops Enterprise Office ii. Livestock Enterprise Office iii. CMU Press iv. University Hospital c. Require all RGMO Project Heads and Hospital inventory custodian to prepare Stock cards and Biological Assets Property Card for the following unit to ensure updated balance of assets per record: i. Crops Enterprise Office ii. Livestock Enterprise Office iii. CMU Press iv. University Hospital d. Investigate the difference between inventory reports and	Finding No. 10 of Part II Fully Implemented¹⁷ Fully Implemented¹⁸ Reiterated¹⁷ Reiterated¹⁸ Finding No. 10 of Part II Reiterated¹⁹ Reiterated²⁰ Reiterated²¹ Fully Implemented¹⁹	Projects/Units will submit weekly inventory reports All Projects/Units are reminded to maintain stock cards for all bio and non-bio assets; Office will make inspection of their compliance	Same condition still persisted in CY 2025 Still no preparation of stock cards Biological Assets Property Card

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Accounting subsidiary ledgers and make adjustments with supporting documents for the following units: i. Crops Enterprise Office ii. Livestock Enterprise Office iii. CMU Press iv. University Hospital e. Strengthen the existing RGMO Manual by integrating adequate internal controls to address recurring problem of lack of proper turnover during personnel movements, improved inventory recording and monitoring system and forms, standard basis in inventory recording of Rubber Production Project and Cacao and Coffee Production Project, and project reporting and evaluation.	Reiterated²² Reiterated²³ Reiterated²⁴ Reiterated²⁵ Reiterated²⁶ Finding No. 10 of Part II	The accounting unit already conducted reviews and some correcting entries on identified transactions which needs corrections Conducted an ISO Seminar workshop last Nov. 17-19, 2025 to improve recording and system processes.	This is a long process of reconciliation and work back (years of discrepancies) The crafting of the revised Operations Manual is still ongoing along with the university code revision
CY 2024	8. <i>Property, Plant, and Equipment</i> (PPE) items totaling P448.367 million are deemed unreliable due to non-reconciliation with the Report on the Physical Count of Property, Plant and Equipment (RPCPPE) for Funds 01 and 05 and the absence of RPCPPE for Fund 06 and 07, which contravenes the relevant provisions of Government Accounting Manual leading to doubts on the existence, valuation, and good custodianship of PPE accounts.			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	We recommended that Management: a. Direct the Inventory Committee to submit the complete CY 2024 Report of Physical Count of PPE (RPCPPE) for all funds which should contain all the items per Property Card to disclose the missing items; b. Conduct investigation of the items that are reported in the Accounting Records but were not found during the count; c. Commence the conduct of the one-time cleansing starting with the establishment of a reliable list to be used for the physical count, to identify missing items that have already exceeded the estimated useful lives and which the accountability/responsibility could not be pinpointed, after the conduct of the investigation, for filing of request for authority to derecognize; and d. Secure fidelity bond of property accountabilities for CMU officials and employees covered under Article 11, Section 3 of the Code of CMU.	Reiterated²⁷ Finding No. 9 of Part II Reiterated²⁸ Finding No. 6 of Part II Reiterated²⁹ Finding No. 9 of Part II Fully Implemented²⁰ Finding No. 9 of Part II	The UIC will convene again and review items included in the Inventory Count Form that are not included in the RPCPPE.	In CY 2025, the University did not conduct a physical inventory count of PPEs. Consequently, the incomplete physical count conducted in CY 2024 was not continued, compounded by the non-reconciliation of the physical count results with the accounting records.
CY 2024	9. University Intra-agency transactions have aggregate year-end unmatched balances of ₱3.612 million due to non-accrual of expenses and non-			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	reconciliation of balances, which are departures from International Public Sector Accounting Standards 1, thereby resulting in misstatements of related accounts. We reiterated our recommendation that Management require the Accounting Office to reconcile the balances of intra-agency receivables and payables and ensure intra-agency accounts offset upon consolidation. We also recommended to establish and implement control mechanism to ensure that intra-agency transactions recorded in one fund have corresponding entry in other funds.	Reiterated₃₀ Finding No. 12 of Part II Fully Implemented₂₁	The Accounting Unit have made progress in ensuring that intra-agency transactions such as recording of Fund 06-University Homestay payables to the books of Fund 01, 05 & 07	Unmatched intra-agency transactions were still not fully reconciled as of year-end.
CY 2024	10. Unreconciled accounting records and liquidation reports, existence of dormant accounts, and absence of Memoranda of Agreement and work and financial plans inconsistent with fund transfer regulations under Government Accounting Manual and PD 1445, raise doubts on the accuracy of the <i>Due to NGA</i> year-end balances and hinder effective monitoring and prompt liquidation to source agencies.			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	a. Expedite the liquidation of all completed projects with MOAs available on file; b. Confirm with the Source agencies the unliquidated balances for inactive accounts; c. Following COA Circular 2023-008, determine the existence of accounts that have been non-moving for ten (10) years or more and whether these are covered by specific laws, rules, and regulations prescribing guidelines for the proper disposition and/or procedures to address the issue of dormancy. d. Require the coordination of Research and Extension offices and the Accounting Office to secure copies of the MOAs and work and financial plans for without adequate records. We further recommended that the: e. Accounting Office to ensure proper recording of Due to NGA transactions and expedite reconciliation between FUR and <i>Due to NGA</i> Accounts.	Reiterated³¹ Finding No. 7 of Part II Reiterated³² Finding No. 7 of Part II Reiterated³³ Finding No. 7 of Part II Reiterated³⁴ Finding No. 7 of Part II Reiterated³⁵ Finding No. 7 of Part II		
CY 2024	11. Incomplete recording of school fees billed from the Free Higher Education Program and erroneous recording of subsequent collections thereof,			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	inconsistent with the revenue recognition principle under the Government Accounting Manual resulted in a net understatement of Accounts Receivable by P1.844 million and School Fees by P2.808 million and overstatement of Other Payables by P0.964 million. a. Make all necessary adjusting entries to recognize the uncollected school fees from CY 2024 and correct erroneous recognition of collections; b. Support the journal entry vouchers in recording receivables with copies of the transmitted billings in order to ensure the accuracy of recorded amounts; and c. Record all billings to or receipts from the Free Higher Education program as University income to ensure that all disbursements therefrom are made only in pursuance of an appropriation law or other specific legal authority and are recorded under the appropriate expense accounts.	Fully Implemented²² Reiterated³⁶ Finding No. 1 of Part II Fully Implemented²³		
	12. Collections for auxiliary services under the Special Trust Fund were not monitored in accordance with Sec. 124 of PD 1445 and were recorded on a cash basis contrary to Chapter 5, Government Accounting			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Manual for NGAS, thereby resulting in the net understatement of their respective income accounts by ₱0.905 million, <i>Accounts Receivable</i> by ₱1.443 million, and <i>Accumulated Surplus</i> by ₱0.537 million, raising doubts about the accuracy of the reported income. We recommended that Management: a. Strengthen the internal controls of the following offices, including the establishment of standardized records, forms, and reports with reviewed process flows that would reflect accurate income collection, payment, and unpaid balances. i. University Dormitories thru OSSA ii. EMO iii. Accounting Office b. Secure written agreements with clients in auxiliary services to enhance enforcement of collection and University policies; c. Require the Accounting Office to record the unbooked	Reiterated³⁷ Finding No. 5 of Part II Fully Implemented²⁴ Reiterated³⁸ Finding No. 5 of Part II Fully Implemented²⁵ Reiterated³⁹ Finding No. 5 of Part II		

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	receivables from auxiliary services; d. Update the outdated policies on water and stall rental to provide reasonable collections to sustain and improve the auxiliary services; and e. Ensure compliance with the posting requirement of GAA General Provision by posting prices and fees on the University's website and in conspicuous places.	Reiterated⁴⁰ Finding No. 5 of Part II Reiterated⁴¹ Finding No. 5 of Part II		
CY 2024	13. Weaknesses noted in the Resource Generation and Management Office's internal controls to ensure accuracy and completeness of reported revenues are inconsistent with Sec. 124 of PD 1445, Sec. 4 of General Provision of FY 2024 GAA, and IPSAS 1, resulting in doubts on the accuracy of the reported income and fair presentation of the financial statements. We recommended that Management: a. Strengthen the existing manuals and create a separate operation manual for each IGP including the preparation of forms with control features and detailed process flow that would ensure complete income recording.		The ORGM has initially started crafting the operations manuals for each Income-Generating Project (IGP), incorporating	IAS has already presented their report on the ORGM operations to management during a meeting of the ORGM Council. ORGM has already been

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	i. Crops Enterprise Office ii. Livestock Enterprise Office iii. University Homestay iv. Tourism Office v. MEMU b. Require the following units to submit periodic / cropping cycle accomplishment and status reports with verifiable supporting documents of production, harvests, transfers, and sales/disposals. i. Commercial Rice Production/Grains Processing and Milling ii. Rice seeds production iii. Special Projects c. Prepare and submit the long-overdue terminal report of Project Athena.	Not Implemented₈ Not Implemented₉ Not Implemented₁₀ Not Implemented₁₁ Not Implemented₁₂ Not Implemented₁₃ Not Implemented₁₄ Not Implemented₁₅ Not Implemented₁₆	detailed process flows, clearly defined responsibilities, and built-in control mechanisms to promote operational consistency, ensure transparency, and uphold the accuracy and completeness of income reporting Projects/ Units will prepare periodic/ cropping cycle reports	instructed to comply with the recommendations of the IAS. The IAS will also conduct follow-up on the progress of their findings and recommendations. Implementation is delayed pending stricter management enforcement and the establishment of a standardized reporting mechanism for these specific production units.

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	We recommended further that management: d. Establish control mechanisms to ensure that all charge invoices are accounted for and recorded in the Remantec System and Accounting books; e. Improve the Daily and Monthly Sales Reports of the University Homestay by fully disclosing the discounts offered and submitting the same to the Accounting Office to allow the recording of Sales Discount in the books of accounts and financial reports; and f. Ensure compliance with the posting requirement of GAA General Provision by posting prices and fees on the University's website and conspicuous places for the following projects: i. Crops Enterprise Office ii. Livestock Enterprise Office iii. University Homestay iv. Tourism Office	Fully Implemented²⁶ Fully Implemented²⁷ Not Implemented¹⁷ Not Implemented¹⁸ Not Implemented¹⁹ Not Implemented²⁰	Prepare terminal report for project Athena The units with existing official social media pages were already instructed to post their respective	Preparation of the terminal report is delayed due to challenges in retrieving and reconciling archived financial and operational records. The ORGM is currently updating its communication strategy to ensure consistent and updated posting of prices and fees on the

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	v. MEMU	Not Implemented ²¹	prices and fees online	University's website and official social media platforms.
CY 2024	14. Errors in recognition of <i>Hospital Fees</i> inconsistent with Section 7, Chapter 5 of the Government Accounting Manual and the accrual accounting resulted in an understatement of <i>Hospital Fees</i> by ₱733,151.95, <i>Hospital Discount</i> by ₱156,102.40, <i>Due from GOCC</i> by ₱1.966 million, <i>Due to NGA</i> by ₱127,488.70, and <i>Accumulated Surplus/(Deficit)</i> accounts by ₱1.142 million. We reiterated our previous audit recommendations that Management: a. Through the Accounting Office, revisit and strictly observe the revenue recognition point of Hospital Fees and conduct prudent analysis of collections to avoid improper recording of Hospital income; and b. Require the Health Services Unit to submit monthly reports of total billings of discharged patients with disclosures of discounts provided, report on monitoring of PhilHealth charges, report on utilization of MAIP funds, and report of denied PhilHealth claims. These will serve as bases for	Reiterated⁴² Finding No. 8 of Part II Fully implemented²⁸		

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	the Accounting Office recording and reconciliation. We recommended also that management ensure compliance with the posting requirement of GAA General Provision by posting prices and fees on the University's website and conspicuous places.	Reiterated⁴³ Finding No. 8 of Part II		
CY 2024	15. The University grants mid-year bonuses to scholar personnel with less than four months of actual service, even before completing their degrees, totaling P2.393 million in CY 2024, while some paid scholars from prior years have not yet fully complied with the scholarship requirements, in violation of DBM Budget Circular No. 2019-4, which cast doubt on the regularity of disbursements. We recommended that Management: a. Cease granting Mid-year bonuses to scholars who have rendered less than four months of actual service unless they provide proof of successful completion of their course program and fulfillment of the conditions stipulated in the scholarship contract in strict compliance with DBM Budget Circular No. 2019-4; and	Fully Implemented²⁹	Follow-up the scholars and	As of April 6, 2026, the

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	b. Require scholars who received the mid-year bonus to comply with the contract within a specified period; otherwise, mandate the return of the received mid-year bonus.	Not Implemented ²²	remind them to complete their degrees at the Kamustahan Event to be organized by the Office of the Director of Instruction.	monitoring and strict enforcement of scholarship contract compliance remain ongoing.
CY 2024	16. Disbursements of Bids and Awards Committee (BAC) honoraria in CY 2024 exceeded the total proceeds from sale of bidding documents by P657,185.00 which were facilitated by the non-remittance of excess collections in from CY 2018 to CY 2020 and treatment of the same as fiduciary funds, contrary to DBM Budget Circular 2004-5A as amended by DBM Budget Circular 2007-3, casting doubt on the regularity of disbursements and resulting in understatement of trust liability accounts by P0.529 million. We recommended that Management: a. Strictly observe the requirements of the prevailing DBM Budget Circulars in the fund sources of the payment of BAC honoraria. b. Establish a trust liability for the proceeds of the sale of bid documents and deduct therefrom the disbursements of BAC honoraria; and	Fully Implemented³⁰ Fully Implemented³¹		

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	c. As mandated by DBM BC No. 2004-5A, remit to the Bureau of Treasury the accumulated unspent collections as of December 31, 2024, and thereafter.	Fully Implemented ³²		
CY 2024	17. The University still operates under manual financial reporting, even six years after procuring the Comprehensive Integrated Government Financial Management System (CIGFMS) which is contrary to Section 2 of P.D. 1445, depriving efficient and effective reporting for transparency and accountability. We recommended that Management: a. Utilize the functional features of the CIGFMS to avoid full wastage of government funds and submit proof of its use; and	Not Implemented ²³	Optimize Use of CIGFMS to Prevent Wastage of Government Funds 1. Conduct System Review and Orientation (1 week) 2. Identify Underutilized Functionalities (2 weeks) 3. Implement Targeted Usage Enhancements (1 week) 4. Monitor and Document	Personnel have undergone eNGAS and ebudget training. Some equipment needed upgrading, then we will conduct a parallel run for one quarter before finally using the system. The CIGFMS is still being configured to fit the need of the users.

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	b. Develop a comprehensive digital transformation roadmap outlining specific actions to establish a reliable university financial reporting system and ensure its effective implementation.	Not Implemented ²⁴	System Utilization Develop and Implement a Digital Transformation Roadmap for Financial Reporting 1. Form and assign different people for different task. (1 week) 2. Assess Current Financial Reporting Practices. (2 weeks) 3. Conduct orientation and retraining for the system utilization. (2 weeks)	A 5-year roadmap has been developed by the ODT and will be incorporated in the strategic plan of CMU.
CY 2024	18. The University has substantially complied with the timeliness in remittance of taxes withheld but failed to withhold taxes on time as required by Section 9 of the Ease of Paying Taxes Act, amending Section 58 of the National Internal Revenue Code of 1997, thereby depriving the government of timely receipt of much-needed funds.			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	We recommended that Management: a. Compute and reclassify to <i>Due to BIR</i> account the required withholding taxes of the recorded payables and immediately remit the same; and b. Strictly comply with the requirements of the Ease of Paying Taxes Act and Revenue Regulations No. 4-2024 in deducting and withholding the taxes at the time the income has become payable.	Fully Implemented³³ Fully Implemented³⁴		
CY 2024	19. The University underutilized its GAD budget for FY 2024, achieving only 32.80% utilization due to the non-implementation of 21 GAD activities, leaving nine gender issues unaddressed. Moreover, the accuracy of total reported actual expenditures in its GAD Accomplishment Report is doubtful as costs amounting to P13.546 million remain unverified. We recommended that Management: a. Maximize the utilization of the budget allocated for GAD Programs, Activities and Projects (PAPs) in order to attain the objectives for which the funds were provided; b. Reconstitute, strengthen and make functional the GAD	Not Implemented²⁵ Fully Implemented³⁵	Make sure that all activities listed in GAD Plan and Budget for 2025 will be implemented.	UCGAD is developing a comprehensive monitoring framework to ensure the full implementation of all activities listed in the GAD Plan

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Focal Point System pursuant to PCW-NEDA-DBM Joint Circular No. 2012-01 and PCW MC No. 2011-01; c. Develop and operationalize GAD Agenda which shall serve as a framework in identifying and implementing GAD PAPs; d. Submit supporting documents to prove the reported actual GAD expenditures in the FY 2024 GAD accomplishment Report; e. Improve the process of preparing the GAD Accomplishment Report, which will guarantee the accuracy and verifiability of the reported actual expenditures; and f. Require the Accounting Office to maintain subsidiary ledgers to record all GAD-related expenses/programs/activities/projects and the Budget Unit an equivalent monitoring tool	Not Implemented²⁶ Not Implemented²⁷ Not Implemented²⁸ Not Implemented²⁹	The UCGAD is on the process of crafting the GAD Agenda.	and Budget (GPB). The draft GAD Agenda is undergoing final deliberation and will be submitted to the University President for approval shortly.
AAR 2023	20. 16 completed infrastructure projects of the University aggregating ₱37.031 million remained to be reported as Construction in Progress which is inconsistent with Chapter 10 of the Government Accounting Manual for NGAs, thereby misstating the Construction in			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Progress, Property, Plant & Equipment, and Depreciation accounts as of December 31, 2023. We recommended that Management: a. Direct the General Services Office to exert efforts to retrieve the pertinent documents and to submit the Certification of Completion of all completed projects to the Accounting Office as the basis for reclassification and ensure timeliness in the submission of future completed projects; and b. Require the Accounting Office to prepare necessary journal entries for the reclassification of the identified completed projects.	Not Implemented₃₀ Not Implemented₃₁		Formal notices have been sent to unit heads to locate project documents. Physical verification is still ongoing for three unlocated projects: 1. Landscaping of pond at college of engineering; 2. Rehabilitation of CMU hospital 3. CVM Infectious Waste Cantilever Pit (CVM Allocation) Pending the submission of the Certificates of Completion from the General Services Office to facilitate the necessary adjusting journal entries.
AAR 2023	21. Delays in the distribution of subsidy to the student-grantees of Tulong Dunong			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	Program (TDP) for CY 2020 to 2023 amounting to ₱3.007 million `` in the submission of liquidation reports to CHED for Tertiary Education Subsidy (TES) and TDP funds amounting to ₱70.395 million, violate pertinent provisions of UniFAST Memorandum Circular Nos. 01 and 02, both series of 2022 and deprived the students of the immediate assistance needed. Moreover, deficiencies noted in the cash management and recording cast doubt on the proper administration of these funds. We recommended that Management, through the OASP: a. Promptly prepare and submit the liquidation reports to the CHED Regional Office to avoid delay in the release of subsequent grants. We also recommended that Management, through the Accounting Office: a. Maintain a separate subsidiary ledger for each receipt of TES and TDP funds; and b. Reconcile with OASP records to determine errors in recording TES and TDP disbursements and make necessary adjusting entries.	Not Implemented³² Fully Implemented³⁶ Not Implemented³³		Liquidation not promptly made due to unreconciled SLs Schedule of unliquidated TES and TDP not submitted for verification

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
				The Accounting Office is still in the process of reconciling the records of the inadvertent disbursements of TES and TDP funds in Fund 05 and 07.
AAR 2022	22. The validity and accuracy of the Accounts Receivable balance could not be determined due to (a) lack of supporting schedules for receivables totaling ₱1.134 million which are inconsistent with Section 111 (1) of PD No. 1445, affecting the fair presentation of the University's financial statements. We recommended that Management to determine the specific debtors of unreconciled Accounts Receivable balance and thereafter maintain subsidiary ledger schedules for the account and regularly reconcile the same with the General Ledger balances.	Not Implemented ³³		Difficulty in retrieving available records for the P230,128.38 due to the long passage of time and turn-over of work assignment from the previous AR In-charge.
AAR 2021	23. The University failed to submit the documentary requirements for the grant of relief from accountability for the death of various livestock totaling ₱1.403 million as of November 30, 2020,			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	₱818,966.99 of which have questionable specific stewards in violation to Section 3c.4, Chapter 2, Volume 1 of GAM for NGAs and COA Memorandum No. 92-751 dated February 24, 1992 resulting to inefficiency in the handling of government property and overstatement of assets thus, financial statements are not fairly presented. We recommended that Management require the Accountant and all the Project Heads to fast track the settlement of outstanding accountabilities immediately.	Not Implemented ³⁴	Requested the project managers involved to settle outstanding accountabilities and due from employees account	Formulation on concrete actions for the settlement of outstanding accountabilities not made
AAR 2016	24. Long outstanding receivables amounting to ₱2.384 million or 15% of the total Receivables – STF remained uncollected for more than 8years contrary to SUCs mandate and responsibility to mobilize their own resources and Sections 123 and 124 of PD 1445, thus adversely affecting the recovery of the fund. In addition, the University lost the opportunity to utilize the amount for other investment that will earn additional income or to use for its operation. We recommended that Management:			

Ref	Observations and Recommendations	Status of Implementation per COA	Management Action	Reason for Non-Implementation
	a. Require the Cashier to send collection and demand letters to the last known address of the persons involved;	Fully Implemented ³⁷		
	b. Require the Accountant to closely monitor the receivables by determining their cause and the personnel responsible for those instances/occurrence should be held liable, as necessary;	Fully Implemented ³⁸		
	c. Require the FMO/Accounting personnel in-charge to collect to submit the status on the actions taken on the long outstanding receivables; and	Fully Implemented ³⁹		
	Exert more efforts to collect the receivables. If collection proves futile, submit a request to the Commission on Audit for write-off of the accounts as required under Section 36 of PD 1445 supported with the required documents, such as documents showing management's efforts to collect or demand letters, among others.	Not Implemented ³⁵	Analyze what caused the receivable to be outstanding for a long time and assess its collectability. And will submit a request to COA to write-off of accounts proven to be uncollectible.	Management is currently evaluating the dormant accounts in accordance with the newly issued COA Circular 2025-005 to process the formal request for write-off.

PART IV
ANNEXES

ANNEXES

- Annex A- Unexpended Issued Semi-Expendable Property CY 2025
- Annex B- Unexpended Issued Semi-Expendable Property CY 2024
- Annex C- Details of Issued Inventories not Recorded as Expense CY 2025
- Annex D- Details of Issued Inventories Not Recorded as Expense CY 2024
- Annex E- Details of Expensed Inventory Items Without Supporting Documents CY 2025
- Annex F- Liabilities Misclassified as Accounts Payable
- Annex G- List of Unsubmitted/ Incomplete MOA for Prior Years' Projects
- Annex H- Unreconciled FUR and Accounting Records
- Annex I- Details on the CYs 2025 and 2024 Variance on Revenue-Related Inventories
- Annex J- Status of Implementation and Utilization of LUDIP-Aligned Project
- Annex K- Schedule of Deficiencies in the Cash Examination of AOs

Annex A

Unexpended Issued Semi-expendable Property CY 2025

Particulars	ICS No.	No. of Units	Amount
CLUSTER 1			
Semi-Expendable Office Equipment			
Monobloc Chair, Beige	I-GF-2025-01-004	53	26,500.00
Monobloc Chair, White	I-GF-2025-01-004	18	9,000.00
Sub-Total Semi-Expendable Office Equipment		71	35,500.00
Semi-Expendable Information and Communications Technology Equipment			
UPS Capacity : 650 VA (Branded)Brand: SECURE Model: 650VASerial Number:310026736E58358303280	I-GF-2024-011-018	1	1,624.00
UPS 1000VABrand: APC Serial Number:9B2348A15730 9B2348A15117	I-GF-2024-011-019	2	7,248.00
Smart LED Monitor, 43 inch Display, 4K UHD 3840 x 2160	I-GF-2025-01-041	1	49,775.00
IO 23.8" desktop -10th generation intel core i5 1005GI, 16 GB DDR4,512 GB NVMe M.2 SSD w/windows 11 PRO 64 bit	I-GF-2025-03-020	1	43,000.00
Tablet, Samsung	I-GF-2025-01-048	4	134,000.00
Printer: Print, Scan, Copy Inkjet	I-GF-2025-01-028	1	11,774.00
	I-GF-2025-01-029	1	11,774.00
External hard drive 1TB; offer: Toshiba; Serial Number: 1915TZTRRG	I-GF-2025-01-030	1	2,675.00
A400 960GB SA400S37/960G 2.5 inch SSD	I-GF-2025-07-012	2	13,000.00
Sub-Total Semi-Expendable Information and Communications Equipment		14	274,870.00
Semi-Expendable Other Equipment			
Chlorinating Machine Metering Pump	I-GF-2024-010-02	2	70,000.00
NI20 Automotive Battery 12 Volts	I-GF-2025-07-011	2	23,914.00
20A Circuit Breaker w/ housing	I-GF-2025-07-011	30	13,410.00
Sub-Total		34	107,324.00
TOTAL CLUSTER 1		119	417,694.00
CLUSTER 5			
Semi-Expendable Office Equipment			
Air Conditioning Split Type Unit	I-STF-2025-03-012	1	33,500.00
Table, Plastic, Heavy-Duty, White	I-STF-2025-08-006	2	3,060.00
Chair, Plastic heavy-duty, white with backrest w/o armrest	I-STF-2025-08-006	3	1,350.00

Particulars	ICS No.	No. of Units	Amount
Sub-Total Semi-Expendable Office Equipment		6	37,910.00
Semi-Expendable Medical Equipment			
Bag Valve Mask (Ambu bags) PVC Manual Resuscitator, Adult	I-STF-2025-06-013	4	3,960.00
Bag Valve Mask (Ambu bags) PVC Manual Resuscitator, Pedia	I-STF-2025-06-013	1	1,980.00
Bag Valve Mask (Ambu bags) PVC Manual Resuscitator, Infant	I-STF-2025-06-013	2	990.00
Oxygen Regulators	I-STF-2025-06-013	5	7,200.00
Pulse Oximeter, Pedia	I-STF-2025-06-013	5	4,650.00
Pulse Oximeter, Adult	I-STF-2025-06-013	5	5,250.00
Infrared Digital Thermometer	I-STF-2025-06-013	5	4,450.00
Sub-Total Semi-Expendable Medical Equipment		27	28,480.00
Semi-Expendable Sports Equipment			
Lawn Tennis Net	I-STF-2025-08-003	3	14,580.00
Sub-Total Semi-Expendable Sports Equipment		3	14,580.00
Semi-Expendable Other Equipment			
Fusing Unit/ 220-240 V	I-STF-2025-01-050	1	16,310.00
LED Flood Light 200 watts	I-STF-2025-09-15	4	20,000.00
Sub-Total Semi-Expendable Other Equipment		5	36,310.00
TOTAL CLUSTER 5		41	117,280.00
GRAND TOTAL		160	534,974.00

Annex B

Unexpended Issued Semi-Expendable Property CY 2024

Particulars	ICS No.	No. of Units	Amount
CLUSTER 1			
Semi-Expendable Office Equipment			
Binding and Punching Machine, 50mm binding capacity	I-GF-2023-12-020	1	9,534.70
	I-GF-2023-12-011	1	9,534.70
Cabinet with Shelves 120cm x 40cm x 180cm Marine Plywood Laminated Finished	I-GF-2024-08-014	1	24,000.00
	I-GF-2024-08-008	1	24,000.00
	I-GF-2024-08-009	4	96,000.00
	I-GF-2024-08-015	2	48,000.00
	I-GF-2024-08-017	8	192,000.00
	I-GF-2024-08-019	2	48,000.00
	I-GF-2024-08-020	2	48,000.00
	I-GF-2024-08-021	5	120,000.00
	I-GF-2024-08-023	2	48,000.00
	I-GF-2024-08-025	3	72,000.00
Steel Storage Rack 100cm x 40cm x 180cm Metal and Plywood Shelves	I-GF-2024-08-004	1	2,600.00
	I-GF-2024-08-005	1	2,600.00
	I-GF-2024-08-006	1	2,600.00
	I-GF-2024-08-007	1	2,600.00
	I-GF-2024-08-008	1	2,600.00
	I-GF-2024-08-009	1	2,600.00
	I-GF-2024-08-024	2	5,200.00
	I-GF-2024-08-016	4	10,400.00
	I-GF-2024-08-015	70	182,000.00
	I-GF-2024-08-017	8	20,800.00
	I-GF-2024-08-021	2	5,200.00
	I-GF-2024-08-023	4	10,400.00
	I-GF-2024-08-025	2	5,200.00
	I-GF-2024-08-026	2	5,200.00
Electric Fan, Industrial, Ground Type	I-GF-2023-12-012	4	4,438.60
	I-GF-2023-12-023	1	1,109.65
	I-GF-2023-12-017	1	1,109.65
	I-GF-2023-12-011	2	2,219.30
Electric Fan, Stand Type	I-GF-2023-12-004	1	1,109.65
	I-GF-2023-12-021	1	1,109.65
Monobloc Chair, Beige	I-GF-2023-12-007	6	2,084.40
	I-GF-2023-12-005	4	1,389.60
	I-GF-2023-12-018	20	6,948.00

Particulars	ICS No.	No. of Units	Amount
Monobloc Table, Beige, 4 seater capacity	I-GF-2023-12-018	5	6,240.00
Monobloc Table, White, 4 seater capacity	I-GF-2023-12-005	1	1,248.00
Paper Trimmer/Cutting Machine, Table Top	I-GF-2023-12-020	1	9,297.60
	I-GF-2023-12-016	1	9,297.60
Stapler, Heavy Duty (Binder Type)	I-GF-2023-12-011	1	888.15
Sub-Total Semi-Expendable Office Equipment		181	1,047,559.25
Semi-Expendable Information and Communications Technology Equipment			
CAT5e UTP Cable	I-GF-2024-03-001	17	68,000.00
External Hard Drive, 1TB	I-GF-2023-12-101	3	8,377.05
	I-GF-2023-12-004	3	8,377.05
	I-GF-2023-12-009	4	11,169.40
	I-GF-2023-12-012	2	5,584.70
	I-GF-2023-12-020	2	5,584.70
	I-GF-2023-12-014	2	5,584.70
	I-GF-2023-12-019	3	8,377.05
	I-GF-2023-12-013	6	16,754.10
	I-GF-2023-12-001	10	27,923.50
	I-GF-2023-12-021	2	5,584.70
	I-GF-2023-12-022	2	5,584.70
	I-GF-2023-12-017	2	5,584.70
	I-GF-2023-12-027	3	8,377.05
	I-GF-2023-12-025	5	13,961.75
	I-GF-2023-12-024	1	2,792.35
	I-GF-2023-12-011	3	8,377.05
Fiber Optic LC Pigtail (single mode)	I-GF-2024-03-001	50	40,000.00
Mouse, Optical, USB Connection Type	I-GF-2023-12-010	10	1,497.50
	I-GF-2023-12-002	3	449.25
	I-GF-2023-12-009	1	149.75
	I-GF-2023-12-016	1	149.75
	I-GF-2023-12-019	8	1,198.00
	I-GF-2023-12-013	6	898.50
	I-GF-2023-12-005	1	149.75
	I-GF-2023-12-003	2	299.50
	I-GF-2023-12-024	5	748.75
Nano station M5 Wi-Fi Access Point Output Power	I-GF-2024-03-001	2	11,000.00
Printer, Impact, Dot Matrix, 9 Pins, 80 columns	I-GF-2023-12-10	1	10,189.90

Particulars	ICS No.	No. of Units	Amount
Sub-Total Semi-Expendable Information and Communications Equipment		160	282,725.20
Semi-Expendable Communications Equipment			
Digital Voice Recorder	I-GF-2023-12-012	1	7,339.15
	I-GF-2023-12-016	1	7,339.15
	I-GF-2023-12-008	1	7,339.15
	I-GF-2023-12-022	2	14,678.30
	I-GF-2023-12-026	2	14,678.30
Sub-Total		7	51,374.05
Semi-Expendable Other Equipment			
Cylinder Head Assy	I-GF-224-04-021	1	34,900.00
Fire Extinguisher, Dry Chemical	I-GF-2023-12-010	10	11,440.00
	I-GF-2023-12-004	2	2,288.00
	I-GF-2023-12-015	1	1,144.00
	I-GF-2023-12-005	1	1,144.00
Fire Extinguisher, Pure HCFC	I-GF-2023-12-013	1	5,613.00
Sub-Total		16	56,529.00
TOTAL CLUSTER 1		364	1,438,187.50
CLUSTER 5			
Semi-Expendable Information and Communications Technology Equipment			
Digital Voice Recorder, Sony ICD-VX570F	I-STF-2024-06-008	1	7,330.00
PC Computer, Ryzen 4350G, Lucero SA.	I-STF-2024-05-017	15	27,750.00
Sub-Total Semi-Expendable Information and Communications Equipment		16	35,080.00
Semi-Expendable Medical Equipment			
BP Apparatus, Pedia	I-STF-2024-03-021	2	1,800.00
Desktop and Wall Type BP Monitor Aneroid Sphygmomanometer with Stethoscope Blood Pressure Monitor Desk and Wall Type	I-STF-2024-03-021	1	3,400.00
Manual Wheelchair	I-STF-2024-03-021	2	5,900.00
Sub-Total Semi-Expendable Medical Equipment		5	11,100.00
Semi-Expendable Other Equipment			
DC Digital Variable Regulated Power Supply, 220V - COE	I-STF-2024-06-003	1	8,250.00

Particulars	ICS No.	No. of Units	Amount
Digital Clamp Meter, Max Current 400A AC Cat II 600V - COE	I-STF-2024-06-003	2	21,000.00
Sub-Total Semi-Expendable Other Equipment		3	29,250.00
Semi-Expendable Books			
Asian Cultures and Contemporary Tourism/ Maria Rellie B. Kalacas 2022	I-STF-2024-03-001	1	7,495.00
College physics with an integrated approach to forces and kinematics/Alan Giambattista 2020	I-STF-2024-03-001	1	4,551.00
Community based Tourism Management/ Sophea Tieng 2022	I-STF-2024-03-001	1	7,650.00
Computer Safety, Reliability, and Security/ Ibrahim Habli/2021	I-STF-2024-03-001	1	7,650.00
Concepts and Applications in Particle, Physics/ Roger Stokes 2022	I-STF-2024-03-001	1	7,795.00
Conceptual Physics/ Terry Sullivan 2022	I-STF-2024-03-001	1	7,795.00
Critical Pedagogy/ Tomas Boronski 2022	I-STF-2024-03-001	1	3,843.00
Developing and administering: Early childhood education programs 10th / ed./ Shauna M. Adams 2022	I-STF-2024-03-001	1	8,995.00
Discovering Psychology: The Science of Mind / John T. Cacioppo 2022	I-STF-2024-03-001	1	10,995.00
Elements of environmental chemistry/ Molly Miller 2022	I-STF-2024-03-001	1	7,795.00
Essentials of Psychology Concepts and Application. 6E/ Jeffrey S. Nevid 2022/	I-STF-2024-03-001	1	10,995.00
Sub-Total Semi-Expendable Books		11	85,559.00
TOTAL CLUSTER 5		35	160,989.00
GRAND TOTAL		399	1,599,176.50

Annex C

Details of Issued Inventories not Recorded as Expense CY 2025

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
CLUSTER 1				
OFFICE SUPPLIES INVENTORY				
23-4-GF-03	GF-23-SV-267	Marcy's Corporation	Ink cart epson 664 cyan for L3110 and L3119	14,800.00
			Ink cart epson 664 magenta for L3110 and L3120	
			ink cart epson 664 yellow for L3110 and L3121	
R-GF-2025 - 06-011	R-GF-2025 -06-011	Marcy's Corporation	Ribbon	4,500.00
			barbeque stick	
			stick glue	
			cloth	
			cartolina	
			illustration board	
			karton	
			glue gun	
			crep paper	
			thumbstacks	
			double sided tips	
R-GF-2025-08-015	GF-25-DO-394	Philippine Duplicators, Inc.	Toner for MP2014D/MP2700/M270	7,400.00
SUB-TOTAL OFFICE SUPPLIES INVENTORY				26,700.00
CONSTRUCTION MATERIALS INVENTORY				
24-7-GF-16	GF-24-NPSV-749	King Rey Electrical Supply & General Mdse.	60 X 50 Tiles white	14,640.00
			40 X 40 tiles	
24-8-GF-02	GF-24-NPSV-1024	MAK Hardware Industrial Sales Corp.	hinges 2 X 2	5,778.00
			barrel bolt (4 inches)	
			2½ common nails	
SUB-TOTAL CONSTRUCTION MATERIALS INVENTORY				20,418.00
OTHER SUPPLIES AND MATERIALS INVENTORY				
24-1-GF-02	GF-23-NPSV-1096A	Joelmar Trading	Ethanol Absolute, HPLC Grade, 2.5L OFFER: Scharlau/Lanscan/JT Baker	27,045.00
24-01-GF-15	GF-23-NPSV-1101	Zelig Medical Supply	Dissecting Kit	9,940.00
			Gloves nitrile medium, box of 100 pieces LOT: 20960312 EXPIRY DATE: 7/2028	
			Laboratory gown	
24-2-GD-04	GF-23-NPSV-1075A	Christian Health Marketing	Virgin Coconut Oil, Cosmetic Grade, cold press 1L BST BEFORE: 12/2025	11,900.00
			Shea Butter Expiry Date: 4/2025	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			Iron Oxide (Pigment) Red 100g	
			Iron Oxide (Pigment) Black 100g	
			Titanium Dioxide, Cosmetic Grade, 100g	
			Vitamin E, Tocopheryl Acetate, 100ml Cosmetic Grade Expiry Date: 5/2026	
			Rose Fragrance, Oil Soluabl, Concentratd 120ml Expiry Date: 7/21/2026	
			Jojoba Oil, Cosmetic Grade, 100ml Expiry Date: 1/2026	
24-7-GF-17	GF-24-NPSV-904	Meditec Medical Equipment	AST (Asperate Amino Transferase), reagent (Biobase AST Reagent) lot:30625138H Expiry date: 2025/06/13	28,900.00
			Creatinine Jaffe 2 X 125ml (New Tech Creatinine Reagent) Lot:NZ A230812 expiry date: 10/31/2025	
24-7-GF-10	GF-24-NPSV-641 A	Christian Health Marketing	coverslip	5,760.00
			Nitrile Gloves (medium) Expiry date: 03-2029 lot no. K4102 14060	
			Amber bottle (60ml)	
			Lubricant, 150g Expiry date: 2028-04-09 lot no. 20230410	
			Vaseline Album (white petroleum jelly, white soft paraffin) 1 kg/pack	
24-8-GF-22	GF-24-NPSV-875	Veramed Pharmacy	Polythylene Apron (50g)	3,057.05
			Head cover, disposable	
			Shoe cover, disposable	
			nitrile gloves	
			surgical mask, 3 ply	
24-08-GF-17	GF-24-DO-1262	Philippine Duplicators, Inc.	cleaning blade	31,805.91
			hot roller	
			thermistor	
			pressure roller	
			develoment roller assy	
			sub assy development case	
			assy development case	
R-GF-2025-1-006	GF-24-NPSV-1465	Master Planner	STAGE DECORATION	25,000.00
R-GF-2025-1-009	GF-24-SH-41A	Aurelio's Copy Station	Floor Wax-Color (Natural Color White)	5,670.00
R-GF-2025-1-016	GF-24-SH-925	Valencia Copy Center	Dish Washing Liquid, 500ml OFFER: 1Liter	4,400.00
			Toilet Bowl Brush	
			Liner insert	28,187.00

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
R-GF-2025 - 06-012	GF-25-NPSV-565	Rain Well Machine Shop	crankshart polish	
			block setting	
			pull out clean oil gallery	
			block reface	
			piston top flirting	
			camshayt bushing replace	
			valve seat reset	
			assemble head	
			piston pin bus hing replace	
R-GF-2025-07-010	GF-25-NPSV-1035	Valencia Copy Center	Gear oil 100ml	9,087.00
			engine oil 1L	
R-GF-2025-08-07	GF-25-NPSV-754B	Valencia Goodwill Commercial Inc.	Surface outlet with ground OFFER: 3 gang	22,460.00
			Surface type utility box	
			molding 1 inch	
R-GF-2025-9-001	GF-25-NPSV-1041	Kan's Printing Supply	keychain OFFER: WOODEN KEYCHAIN	9,100.00
			Foldable fan	
			tote bag (small A4 size)	
SUB-TOTAL OTHER SUPPLIES AND MATERIALS INVENTORY				222,311.96
TOTAL CLUSTER 1				269,429.96
CLUSTER 5				
OFFICE SUPPLIES INVENTORY				
R-STF-2025-04-011	STF-24-SH-13 STF-25-SH-13	J.M.J OFFICE AND SCHOOL	Paper long, 120gsm	47,300.00
STF-24-09-07	STF-24-PS-19	Procurement Service-DBM	furniture cleaner, aerosol type	7,611.50
			RAGS all cotton	
			scouring pad	
			trashbag XXL size	
			Alcohol ethyl 500ml	
R-STF-2025-07-013	STF-25-DO-806	Copylandia Office System Corp.	Toner TN323	93,000.00
			Drum DR312	
R-STF-25-08-008	STF-25-DO-1271	Copylandia Office System Corp.	Toner TN228 Black	107,000.00
			Toner TN228 Cyan	
R-STF-2025-9-017	F-25-NPSV-891	Lalomil office and school supplies	record book 500 pages, size: 214mm x 278mm min	282.00
			permanent marker pen size fine point black	
SUB-TOTAL OFFICE SUPPLIES INVENTORY				255,193.50
MEDICAL, DENTAL AND LABORATORY SUPPLIES INVENTORY				
23-9-STF-05	STF-23-SV-506A	Jebars Medical Supplies	disposable surgical boufant headcap 100pcs/pack	26,400.00
			transpore plaster	
			soluset intravenous set 150ml	
			nebulizing kit	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
24-3-STF-07	STF-23-SV-958	Diamed Enterprise	Tris-Acetate Edta (TAE) Buffer	22,138.00
			Nucleic Acid Gel Stain	
			Loading Dye	
24-7-STF-12	STF-24-NPSV-881	Pacifica Agrivet Supplies	Oxytetracycline LA 100ml LotW: 1231404; Expiry date: 11-24-28; MFG Date: 11-24-23	6,270.00
			Ivermectin Injectable 100ml Lot# 1230877 Expiry date: Aug. 7, 2026; MFG Date: Aug. 7, 2023	
24-8-STF-05	STF-24-NPSV-1090	Marcy's Corporation	MEDICAL OXYGEN REFILL	13,500.00
24-8-STF-40	STF-24-NPSV-1195	Zeolite Diagnostics Supplies	Cell-Dyn Ruby Diluent Sheath	447,000.00
			Cell-Dyn Ruby CN-Free	
			Cell-Dyn Ruby WBC Lyse 3.8L	
			Cell-Dyn Ruby Enzymatic	
			Cell-Dyn Ruby Plus Control 3 x	
24-2-STF-07	STF-23-SV-1353	Starlab Medical and Scientific Apparatus Supply	Gram Stain Set (Crystal Violet 500ml Grams Iodine 500ml Gram Stain	20,480.00
			Lauryl Tryptose Broth (Lauryl Sulfate Broth 500 Gram)	
			Thiosulfate Citrate-Bile Salts (TCBS Agar (500g) OFFER: HI MEDIA	
			Aluminum Foil Wrap (18sq ft 6 yards x 12 in)	
R-STF-2025-06-013	STF-25-NPSV-256A-1	Marcy's Corporation	Medical surgical facemask	13,053.00
			cotton rolls/balls	
			small size gloves latex	
			medium size gloves latex	
			cotton rolls pure absorbent cotton	
SUB-TOTAL MEDICAL, DENTAL AND LABORATORY SUPPLIES INVENTORY				548,841.00
CONSTRUCTION MATERIALS INVENTORY				
23-9-STF-44	23-9-STF-44	Valencia Goodwill Commercial Inc.	offwhite latex gloss OFFER: SPECIAL MIXING	36,060.00
			Grey latex gloss OFFER: SPECIAL MIXING	
			beige OFFER ROS	
			wood primer white	
			paint thinner	
24-2-STF-06	STF-24-NPSV-284	Mechtronics Trading & Services	G.I pipe 2"ø x 20', sch. 40	895,950.00
			G.I pipe 4"ø x 20', sch. 40	
			Cutting Disc 1/16 x 4", heavy duty	
			Sanding Disc 1/16 x 4", heavy duty	
			R12 fuji welding, 20kls/box	
			Barbed wire, galvalum coated, 1.8mmø, 400m, 24kls/roll	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			Steel matting #8, 4' x 8', 2" mesh	
			Premium epoxy primer white	
			Premium paint reducer	
			Paint roller with basin	
			Premium Paint Brush #2	
			U-nails	
			Hole Digger	
			Solar Flood light 100 watts, heavy duty complete with all accessories	
			Premium Portland Cement	
			Deformed 12mm bar x 6m	
			Deformed 10mm bar x 6m	
			Wash Screened Sand	
			Tire wire #16	
24-8-STF-25	STF-24-NPSV-990	Valencia Goodwill Commercial Inc.	Marine Plywood 1/4 thk x 4 x 8, class	42,697.00
			Door Knob, heavy duty	
			Hinges 2x3	
			Common wire nails #1	
			Premium Wood Primer, (BOYSEN)	
			Premium Quick Dry Enamel White, (BOYSEN)	
			Premium Concrete Putty	
			Premium semi gloss latex, off white, (BOYSEN)	
			Premium semi gloss latex, jumbo grey, (BOYSEN)	
			Premium paint Thinner	
			Paint Roller with basin, #9	
			Paint Brush, heavy duty	
			R-STF-2025-04-021	
4"x8"x16" CHB				
SUB-TOTAL CONSTRUCTION MATERIALS INVENTORY				979,817.00
OTHER SUPPLIES AND MATERIALS INVENTORY				
23-3-STF-16	STF-23-SV-218	D2 Prints and Creatives Corp.	Medals (for honor)	108,000.00
23-4-STF-03	STF-23-SV-64	Valencia Goodwill Commercial	Steel rake	980.00
23-4-STF-05	STF-23-SV-113A	Unifire Industrial Enterprise	fire extinguisher, 4.5 lbs brand: dry chemical 4.5g	14,000.00
23-9-STF-13	STF-23-SV-891	Marcy's Corporation	gift bag (size 220 x 100 x 245mm)	11,450.00
			malong (material ordinary cotton, length 62 width-36 inches	
			ribbon (red and green satin ribbon cut edge polyester 50 yards roll size	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			certificate jacket (A4 size) offer: certificate holder	
23-9-STF-23	STF-23-SV-1068	Lalomil Office and school supplies	Frames for cetificate (8 x 11 black/glass cover)	5,694.00
23-9-STF-40	STF-23-SV-953A	Valencia Goodwill Commercial	shovel for gardening and digging with D-handle (pala) all metal 40.5 inch heavy duty round point hammer, steel handle heavy duty (martilyo) OFFER: WOOD HANDLE (PIECE) grass cutter mower, gasoline grass trimmer heavy duty grass cutter gasoline 4 stroke grass brush cutter small agriculture weeding weeder BRAND J.C.K. MODEL: BC3399	12,968.00
24-6-STF-21	STF-24-SV-507	Footprints Award Centrum	MEDAL	198,000.00
24-3-COA-STF-08	STF-24-NPSV-412	H.D Herkz Advertising	tarpauline 4x4	6,000.00
24-8-COA-STF-02	STF-24-SH-486	Edlimar Hardware and Construction Supplies	detergent bar detergent powder disinfectant spray, aerosol type	201.89
23-11-STF-04	STF-23-SV-1184	H.D Herkz Advertising	WOOD ETCHING	35,700.00
24-8-STF-16	STF-24-NPSV-1132	RMCC Enterprises	BLUE PRINT SOLID WASTE MANAGEMENT SACKS BLACK PRINT SOLID WASTE MANAGEMENT SACKS RED PRINT SOLID WASTE MANAGEMENT SACKS GREEN PRINT SOLID WASTE MANAGEMENT SACKS	241,950.00
24-8-STF-26	STF-24-NPSV-943	Valencia Goodwill Conimercial	Ac capacitor 35u f±5% 450VAC 50/60 HzC P2/S2 Ac capacitor 40u f±5% 450VAC 50/60 HzC P2/S3	3,020.00
24-8-STF-15	STF-24-NPSV-1097	Lalomil Office and school supplies	detergent powder all purpose sodium hypochlorine, 3.785 liters hand soap, liquid 500ml ink cart Epson C13T6644200 (T6642) cyan	3,767.00
24-9-STF-33	STF-24-NPSV-1328	Valencia Goodwill Commercial	G.I Pipe 1 1/2 x 20ft.Sc.20 Flat Bar 1x20 ft Rivets 1/2	12,546.25
24-9-STF-24	STF-24-NPSV-1214	ACE Digital Printing Services	STF-S47 plaque for loyalty awards 35 years STF-S48 plaque for retirees	68,700.00

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			STF-S49 plaque for retirees	
24-9-STF-25	STF-24-NPSV-1213A	ACE Digital Printing Services	STF-S50 Staff 2nd Place	15,200.00
			STF-S51 Staff 3rd Place	
24-9-STF-17	STF-24-NPSV-1033	King Rey Electrical Supply & General Mdse.	PLYBOARD (3/4)	1,780.00
24-9-STF-12	STF-24-NPSV-1211	ACE Digital Printing Services	TARPAULIN (8x6)	720.00
24-09-STF-35	STF-24-NPSV-1035A	Valencia Copy Center	white flat wall enamel OFFER: 4 GAL	9,450.00
24-01-STF-30	STF-23-SV-1333	Zelig Medical Supply	18 gauge hypodermic needles	6,244.00
			Digital Thermometer	
			Gauge Bandage 12 pcs/box	
			IV set micro	
			Penlight	
			Scalpel blade #21	
			Scalpel blade #11	
			Surgical caps disposable 100	
24-1-STF-24	STF-23-SV-1003B	Joelmar Trading	TUNA BOXES	5,000.00
24-3-STF-01	STF-24-SV-221	Centro Supersales Inc	LPG GAS CONTROL ONLY 50KGS	6,750.00
			LPG GAS CONTROL ONLY 11KGS	
24-3-STF-27	STF-24-SV-224A	Centro Supersales Inc	EMPTY SACKS	4,075.00
			PLASTIC TWINE	
24-3-STF-01	STF-24-SV-221	Centro Supersales Inc	TARP CMU -CFES FORESTER TOP NOTCHER	2,190.00
			TARP CMU -CFES FORESTER PASSERS	
24-3-STF-27	STF-24-SV-224A	Centro Supersales Inc	CHICKEN BOOSTER MASH	25,600.00
			BROILER STARTER CRUMBLE	
24-03-STF-23	STF-24-DO-391	SO PHOTOPRINT TRADING	D'COPIA 5000 TONER	75,000.00
24-03-STF-22	STF-24-DO-404	SO PHOTOPRINT TRADING	D'COPIA 5000 TONER	75,000.00
24-03-STF-04	STF-24-SV-220	Marcy's Corporation	REFINED SUGAR	5,500.00
24-09-STF-45	24-NPSV-1376A	Marcy's Corporation	CLOTH CHARMOS GREEN	3,320.00
			CLOTH CHARMOS GOLD	
			THREAD YELLOW	
			THREAD GREEN	
24-09-STF-31	STF-24-NPSV-1294	Marcy's Corporation	SORTED GREEN COFFEE BEARS	3,000.00
24-10-STF-23	STF-24-NPSV-191A	Valencia Copy Center	PHOTO PAPER	900.00
			alcohol dispenser wall mounted	4,400.00

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
24-08-STF-33	STF-24-NPSV-742A	Lalomil Office and school supplies	absorbent cotton roll 400g	
R-STF-2025-01-035	STF-24-NPSV-1451	King Rey Electrical Supply & General Mdse.	Laminated Woodtek Plus	39,363.00
			Finishing Nails #3	
			Finishing Nails #2 1/2	
			Premium Quick Dry Enamel White,	
			Premium Glazing Putty	
			Premium Wood Filer Premium Lacquer Paint	
R-STF-2025-04-019	STF-25-SHOPPING-256A-3	Valencia Copy Center	kitchen tissue paper offer: 2 ply	860.00
			dishwashing sponge	
			detergent powder, anti bacteria (2.5/3 kg perpack)	
R-STF-2025-9-011	STF-25-NPSV-1022	Lalomil Office and school supplies	Record book, 500 pages	122.00
R-STF-2025-9-012	STF-25-NPSV-730A	Marcy's Corporation	Plastic pail with cover 50L	750.00
R-STF-2025-9-015	STF-25-NPSV-1404	Valencia Copy Center	Coffee (black, stick/ classic, 48pcs/pack)	925.00
SUB-TOTAL OTHER SUPPLIES AND MATERIALS INVENTORY				1,009,126.14
TOTAL CLUSTER 5				2,792,977.64
GRAND TOTAL				3,062,407.60

Annex D

Details of Issued Inventories Not Recorded as Expense CY 2024

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
CLUSTER 1				
OFFICE SUPPLIES INVENTORY				
24-04-GF-21	GF-24-SH-612	Marcy's Corporation	Paper, Multicopy A4, 80gsm	559,092.00
			Paper, Multicopy Legal, 80gsm	
			Paper, Multicopy A4, 70gsm	
			Paper, Multicopy Legal, 70gsm	
24-07-GF-09	GF-24-SH-639	Aurelio's Copy Station	flash drive (16GB)	680.00
GF-24-05-32	GF-24-DO-616	Philippine Duplicators, Inc.	ink black for DX2430	332,015.92
			Master DX2430	
			ink balck CPI13 for DD5450	
			Master CPMT25 for DD5450	
			Toner for MP2001/2001L 251L	
			Toner for MP2001/2001L 251L	
			ink black for DX2430	
			Master DX2430	
24-3-GF-28	GF-24-DO-614	Copylandia Office System Corp.	Toner for 615/MP1500/1900/1600Le	82,755.00
			TONER tn328 BLACK	
			Ink CV Black UA/Riso CV1200W	
			Master CV B4 UA/Riso CV1200W	
SUB-TOTAL OFFICE SUPPLIES INVENTORY				974,542.92
CONSTRUCTION MATERIALS INVENTORY				
23-11-GF-06	GF-23-SV-1141A	Valencia Goodwill Commercial Inc.	CEE purlins 1.5mm thk x 2" x 4" x 20"	43,866.00
			CEE purlins 1.5mm thk x 2" x 3" x 20"	
			metal texscrew 2"	
			welding rod Fuji R12 offer: 1/8 size	
			metal cutting disc 1/16 x 4" heavy	
			Premium epoxy primer paint black offer USA brand	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			premium lacquer thinner offer: quadro	
			Premium paint roller with basin	
			premium paint brush # 2 1/2 offer panclub	
24-02-GF-08	GF-24-NPSV-282	Edlimar Hardware and Construction Supplies	Marine plywood 1/4	50,773.00
			Lumber (2 x 6 x 8)	
			Steel matting (2 inch hole, big)	
			angle bar (1 x 1 x 6)	
			Round bar (10mm)	
			metal cutting disk	
			rectangular tube (2 x 6 x 6)	
			G.I. pipe (sch. 40.3 inches x 6m)	
			c. purlins 2 x 3 x 6 G.I.	
			G.I. pipe sch 40.3 inches x 6m	
			color roof 5m, 12 ft	
SUB-TOTAL CONSTRUCTION MATERIALS INVENTORY				94,639.00
OTHER SUPPLIES AND MATERIALS INVENTORY				
23-12-GF-21	GF-23-NPSV-1357	Marcy's Corporation	Paloro Shirt (RED, BLUE, Yellow, and Green) sewing and printing	656,250.00
24-03-GF-19	GF-24-SH-137	Centro Supersales Inc.	Trash bag, 37" x 40", XL	780.00
24-3-GF-23	GF-24NPSV-56A	King Rey Electrical Supply & General Mdse.	Flower Pot 12"	40,525.00
			Grass Cutter String (Nylon)	
			Spark Plug Mower 7855 BPM6A	
			Blade Grass Cutter Blades 12"	
			Chainsaw Round File Sharpening	
			Chainsaw Chain 20"	
			Chainsaw Chain 22"	
			Chainsaw Chain 24"	
24-4-GF-12	GF-24-SH-132	Centro Supersales Inc	Basin, Plastic (Big, Heavy Duty)	3,137.00
			Dishwashing Liquid, 500ml	
			Bleaching Liquid-Zonrox	
			Disinfectant Liquid, Lysol	
24-06-GF-14	GF-24-NPSV-961	Edlimar Hardware and Construction Supplies	plywood 1/4	3,688.24
			polyurethane topcoat	
			sending sealer	
			lacquer thinner	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
SUB-TOTAL OTHER SUPPLIES AND MATERIALS INVENTORY				704,380.24
TOTAL CLUSTER 1				1,773,562.16
CLUSTER 5				
OFFICE SUPPLIES INVENTORY				
	STF-24-SH-1104	Lalomil office and school supplies	toilet tissue paper 2 ply 100% recycled (offer 4's)	4,201.00
			fastener metal 70mm between prongs	
			marker, whiteboard black felt tip bullet type	
			marker permanent bullet type black	
			stapler standard type, load cap 200 staples min	
			ballpen black (0.5mm)	
			certificate paper (short) offer 10's beige)	
SUB-TOTAL OFFICE SUPPLIES INVENTORY				4,201.00
MEDICAL, DENTAL AND LABORATORY SUPPLIES INVENTORY				
24-1-STF-2	STF-23NPSV-1277	Lead General Merchandise	EDTA Tubes K2, 2ml Glass Type 100's/Box (atleast 2 Years Expiry) Brand: KINGMED Lot No: 2023.10-18 Expiry Date: 10-17-2026	85,299.50
			Multistix Urine Strips 10 SG, 100s/Bot. (2 Years Expiry) Brand: SURGTECH Lot No: 20220701 Expiry Date: 6-30-2025	
22-9-STF-10	STF-22-SV-161	Diatech Laboratory Supplies, Co.	universal spill kit 30 liters (for oil & chemicals) with 20 pcs absorbent mat 40cm* 50sm, 5 pcs absorbent sock 7.6cm* 1.2 cm, 2 pcs absorbent pillow 20 cm* 2.5cm 1 pair nitrile gloves, 1 set garbage bag, 1 pair goggles, 1 pc kit bag	36,000.00
			lint free tissue (kimwipes)	
			disposable nitrile powder-free gloves, ambidextrous, 100 pcs/box, large	
			paper towel, interfoled, 175pulls	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			aluminum foil high quality, jumbo roll (3m x 30cm/roll)	
24-11-STF-58	STF-24-NPSV-923	Joelmar Trading	Acetic acid AR 2.5L/bottle	21,440.00
			Ethyl alcohol absolute, AR 2.5L bottle offer: AR Grade	
24-11-STF-08	STF-24-NPSV-206	JMG Pharmacy	EDTA Tubes K3, 2ml Glass Type, 100's/Box Lot No.: 20240603 Expiry Date: 6-2027	81,228.00
			EDTA Microtainer Tubes K3 0.2-0.5ml 100/box OFFER: 0.5ml Lot No.: 20240603 Expiry Date: 6-2027	
			Facemask, 100's Lot.: 2023-1198891 Expiry Date: 6-2029	
24-1-STF-05	STF-23NPSV-1277B	Easa Pharma Distribution	EDTA Tubes K2, 0.5ml 100%/Box (Atleast 2 years Expiry) Lot No: 20230730 Expiry Date: 7-26-2026	27,450.00
23-12-COA-STF-05	COA 06D-STF-23	Krypton International Resources Sales & Services, Inc	Dextrose/D-(+)-Glucose, Meets EP, BP, JP, USO, Testing Specification, Anhydrous, 250g (Plant Pathology Dept.) Lot No: K54480337310 Expiry Date: 4-30-2027	16,050.00
			Diammonium Oxalate Monohydrate (NH ₄) ₂ C ₂ O ₄ H ₂ O Emsure® ACS, ISO, Reag. Ph. Eur. 250g ■ Merck Cat No. 1011920250 Lot No.: A196159233	
24-2-COA-STF-11	STF-23-SV-724	Glenwood technologies international inc	Potato Dextrose Agar (PDA0 Expiration Date (2026) 500 grams Lot No.: UM1031730239 Expiry Date: 9-30-2027	14,849.85
			Nutrient Agar (NA) Expiration Date (2026) 500 grams Lot No.: UM1048750313 Expiry Date: 9-31-2028	
			Disposable Surgical Gloves Size small/100pcs/box	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			Disposable Surgical Gloves Size Large/100pcs/box	
			Disposable Surgical Gloves Size Medium/100pcs/box	
			Disposable Surgical Mask/50pcs	
			Disposable Syringe, 10ml/100pcs	
			Disposable Syringe, 1ml/100pcs	
			Disposable Syringe, 3ml/100pcs	
			Disposable Syringe, 5ml/100pcs	
			Dissecting Set for Animal/s	
			Serological Pippette (Glass; 10ml)	
			Buffered Peptone Water (500g) Lot No.: UM1045828314 Expiry Date: 3-31-2028	
			EC Broth (500g) Lot No.: UM1047861311 Expiry Date: 3-31-2028	
			Lauryl Tryptose Broth (Lauryl Tryptose Broth 500 gram) Lot No.: UM1063566342 Expiry Date: 9-30-2028	
			Potato Dextrose Agar, granulated, 500 grams	
			Lactose broth, 500 grams	
24-05- COA- STF-3	COA-GS- 2024-02-STF	Berovan Marketing Inc.	Glass Slides 72's/box, China	144,046.25
			Gauze 4x4x8 inch, 100pcs/pack, non-sterile rosemad	
			Micropore 3m (1 inch) 12 rolls/box	
			Multistix Urine Stripes 4 SG, 100's/bottle (2 years expiry)	
			Multistix Urine Stripes 10 SG, 100's/bottle (2 years expiry)	
			Pregnancy Test Kit 100's/box, with Certificate of Product egistration (CPR), 2 years expiry	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			Red Top Tubes, 5 ml, Glass Type 100's/box	
			Examining Gloves, Latex, small	
SUB-TOTAL MEDICAL, DENTAL AND LABORATORY SUPPLIES INVENTORY				426,363.60
CONSTRUCTION MATERIALS INVENTORY				
24-2- COA- STF-04	COA-69STF- 23	Mechtronics Trading & Services	Various; Glazed Granite Tiles 0.6 x 0.6, Gray Per Sample	297,465.00
24-2- COA- STF-08	COA-75STF- 23	Mechtronics Trading and Services	Various; 2" x 6" x 20' 1.5mm thk G.I Rectangular Tube, etc.	690,875.00
23-11- COA- STF-06	COA-42-STF- 23	Centro Supersales	Various; Glazed granite tiles 0.6m x 0.6m gray per sample. Etc.	799,064.00
24-3-STF- 03	STF-24- NPSV-408	Edlimar Hardware & Cons. Supplies	Square Bar 12mm x 6m	32,126.00
			G.I. Pipe 2"Ø x 20', Sch 40	
			Cutting Disc 1/16" x 4", Heavy Duty	
			Cutting Disc ¼" x 4", Heavy Duty	
			Premium Epoxy Primer Black	
			Premium Paint Reducer	
			Sand Paper no.120 Eagle	
			Paint Brush #4, Hippo	
			Premium Portland Cement	
			Deformed 16mm bar x 6m	
			Deformed 10mm bar x 6m	
			R12 Fuji Welding Rod/20kls per Box	
SUB-TOTAL CONSTRUCTION MATERIALS INVENTORY				1,819,530.00
OTHER SUPPLIES AND MATERIALS INVENTORY				
24-3-STF- 18	STF-24- NPSV-328	King Rey Electrical Supply	PDX # 14/2	4,870.00
			Surface Type Outlet (2 gang)	
			Staple Wire #1	
23-10- STF-59	STF-23-SV- 1114	Pacifica Agrivet Supplies, Inc.	Chicken booster mash	24,400.00
			Broiler Starter Crumble	
24-09- STF-35	STF-24- NPSV-1035A	Valencia Copy Center	white flat wall enamel OFFER: 4 GAL	9,450.00

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
24-11-STF-58	STF-24-SH-1244	Mak Hardware Indsutrial Sales Corp.	NYLON FOR LAWN MOWER	5,280.00
24-11-STF-10	STF-24-NPSV-1104B	Valencia Copy Center	labelling tape	506.00
24-2-STF-11	STF-24-DO-321	Copylandia	Toner TN323	21,950.00
			Ink CV Black UA	
			Master CV B4 UA	
24-02-COA-STF-05	COA-63ASTF-23	Cagayan Educational Supply	Various; Paper, Mult-Purpose (copy) A4, 80 gsm, etc.	107,241.00
24-9-STF-17	STF-24-NPSV-1033	KING REY ELECTRICAL SUPPLY	PLYBOARD (3/4)	1,780.00
24-10-STF-7	STF-24-NPSV-1231A-1	KING REY ELECTRICAL SUPPLY	Stainless faucet	1,225.00
SUB-TOTAL OTHER SUPPLIES AND MATERIALS INVENTORY				176,702.00
TOTAL CLUSTER 5				2,426,796.60
CLUSTER 6				
OFFICE SUPPLIES INVENTORY				
23-10-RGMO-06	RGMO-23-DO-1105	Philippine Duplicators, Inc.	Ink Black for DX2430	66,649.36
			Ink BlackCPI10 for CP6123/CP6123B+	
			Ink BlackCPI10 for DX4542/4545/DD4450	
			Master DX2430	
24-2-RGMO-01	RGMO-24-DO-141	Philippine Duplicators, Inc.	Ink Black for DX2430	69,689.60
			Ink BlackCPI10 for CP6123/CP6123+/ JP-7	
			Ink BlackCPI11 for DX4542/4545/DD4450	
			Master DX2430	
24-8-RGMO-02	RGMO-24-SHOPPING-1041	Marcy's Corporation	Chrome coat 189	45,000.00
24-10-RGMO-11	RGMO-24-NPSV-1397	Marcy's Corporation	CHROME COAT 189	85,927.50
24-11-RGMO-02	RGMO-24-NPSV-1402	Marcy's Corporation	Bookbinding Board (Chip Board) #25	169,500.00
			Bookbinding Paper Cloth (bookcloth/ bookbinding cloth), rubberized, green	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
			Bookbinding Paper Cloth (bookcloth/ bookbinding cloth), rubberized, maroon	
			Bookbinding Paper Cloth (bookcloth/ bookbinding cloth), rubberized, black	
SUB-TOTAL OFFICE SUPPLIES INVENTORY				436,766.46
OTHER SUPPLIES AND MATERIALS INVENTORY				
23-12-RGMO-05	RGMO-23-NPSV-1233	Valencia Goodwill Commercial Inc.	Garden hose (double ply 1/2 diameter, heavy)	3,800.00
24-01-RGMO-01	RGMO-23-NPSV-1311	RMCC Enterprises	Garden net/ shading net (8ft black x 100mtr	13,990.00
23-11-RGMO-02	RGMO-23-SV-595	Filholland Corp.	synchronizer (part#5161828)	109,280.00
			Bearing Pad (part # 57143157)	
			Fork (part#5143463)	
			Oil Seal (part #84226406)	
			Oil seal (part#OS0005324)	
			yoke (part #5163627)	
			spring (part#4994342)	
			Screw (part# 5161858)	
			O-ring (part# 5161860)	
			Spacer (part#5161859)	
			Lever, idler (pat#5163628)	
23-12-RGMO-04	RGMO-23-NPSV-1232	Valencia Goodwill Commercial Inc.	Hand Mower Grass Cutter	34,025.00
			Electric Power Spray with Complete Accessories	
24-3-RGMO-07	RGMO-24-NPSV-367	Edlimar Hardware and Construction Supplies	Light emitting diode (LED) light bulb	4,500.00
24-3-RGMO-08	RGMO-24-SH-144	Centro Supersales Inc.	Bleach Chlorox, 3.785L	575.00
			Door Mat for CR	
24-3-RGMO-02	RGMO-24-NPSV-308	Marcy's Corporation	Brocade	82,750.00
			Geena Earth	

RIS No.	P.O. Number	SUPPLIER	Particulars	Amount
24-03- RGMO- 04	RGMO-24- SV-145	Marcy's Corporation	CHROME COAT 189	52,500.00
24-04- RGMO- 02	RGMO-24- NPSV-293A	King Rey Electrical Supply	Cotton Gloves with Rubberized Pads (Orange, Yellow Green and Black)	3,300.00
23-09- RGMO- 08	RGMO-23- SH-618	MCS Paper King Office	Bleach, chlorox, 3.785L	3,570.00
			Door Mat for CR	
			Nylon for Mower	
24-5- RGMO- 08	RGMO-24- NPSV-633	Valencia Goodwill Commercial Inc.	Cable wire 3/4 inch with steel cable at the center	41,100.00
			chainsaw guide bar Stihl MS 290	
24-7- RGMO- 03	RGMO-24- NPSV-929	King Rey Electrical Supply	Nylon, sharp, number 300	7,500.00
24-8- RGMO- 01	RGMO-24- DO-1175	Philippine Duplicators, Inc.	Hot roller (Part # AE011133)	12,158.48
			Thermister (Part # AW 100176)	
			Magnetic Clutch (Part # 209406)	
24-10- RGMO- 09	RGMO-24- NPSV-1310	RMCC Enterprises	30KG BARBED WIRE # 12	84,000.00
SUB-TOTAL OTHER SUPPLIES AND MATERIALS INVENTORY				453,048.48
TOTAL CLUSTER 6				889,814.94
GRAND TOTAL				5,090,173.70

Annex E

Details of Expensed Inventory Items Without Supporting Documents
CY 2025

RIS No.	P.O. Number	SUPPLIER	PARTICULARS	AMOUNT
CLUSTER 1				
TRAINING EXPENSES				
R-GF-2025-01-002	GF-24-NPSV-1475	NFE Enterprise	Token (Grocery Items/Rice) Resouces Speakers	60,800.00
			Token (Grocery Items/Rice) Facilitaors	
R-GF-2025-1-025	GF-24-NPSV-1489	NFE Enterprise	Token (Resource Speaker) Grocery Items	43,600.00
			Token (Facilitators) Grocery Items	
R-GF-2025-004-011	GS-25-NPSV-752	Villaruel Food Services	Snacks/Lunch not included	29,250.00
R-GF-2025-05-008	GF-25-NPSV-703	Olarte Advertising	tarpaulin 5 x 5	1,875.00
			tarpaulin 4 x 4	
			tarpaulin 4x 11	
SUB-TOTAL TRAINING EXPENSES				135,525.00
REPAIRS AND MAINTENANCE-MACHINERY AND EQUIPMENT				
R-GF-2025-1-005	GF-24-DO-1484	Philippine Duplicators, Inc.	Cleaning blade assy part no. AD041162	2,360.95
R-GF-2025-004-002	GF-24-NPSV-1392	Reilab Marketing	Repair and maintenance of UC 30s Ultrasonic cleaner	35,000.00
			Reapir and maintenance of Dragonlab Hotplate stirrer MS7-H550-Pro	
SUB-TOTAL REPAIRS AND MAINTENANCE-MACHINERY AND EQUIPMENT				37,360.95
REPAIRS AND MAINTENANCE-TRANSPORTAION EQUIPMENT				
24-10-GF-12	GF-24-NPSV-1306	Valencia Goodwill Commercial Inc.	school bus rewiring supply and labor materials	64,956.00
R-GF-2025-05-010	GF-25-NPSV-567	Miloy's Refrigeration & Airconditioning Services	replaced assembly compressor	17,620.00
			replaced assembly evaporator	
			reciever drier	
			flushing system freon chargin with labor	

RIS No.	P.O. Number	SUPPLIER	PARTICULARS	AMOUNT
SUB-TOTAL REPAIRS AND MAINTENANCE-TRANSPORTAION EQUIPMENT				82,576.00
OTHER MAINTENANCE AND OPERATING EXPENSES				
24-11-GF-02	GF-24-NPSV-1354A	NFE Enterprise	Token (Speakers) (Grocery Items/Rice)	40,600.00
			Token (Facilitators) (Grocery Items/Rice)	
R-GF-2025-03-004	GF-24-NPSV-1302	Benipest Corporation	Supply, Delivery, and commissioning of Pest Control Activity for crawling and flying insert and rodents at the Entire FRDC Building and premises using FDA- Approved Insecticides for food processing plant	20,000.00
R-GF-2025-004-013	GF-25-NPSV-397	Southpaw Enterprises	Tarpaulin 10 x 20 ft (wall of excellence	12,900.00
			tarpaulin 4 x 8ft (mission, vission core values quality policy and major award of the University	
			Sinta board (ARTA Signage) HEIGHT-18in width 12inch hard sintra board 3mm	
R-GF-2025-05-017	GF-25-NPSV-1768	Diamed Enterprise	DNA Extraction kit for bacterial colones/culture Offer: brand vivantis GF-1 Bacterial DNAextraction lkit(proteinase k included) 50 preps brand vivantes lot no. 30448-25 expiry	88,470.00
R-GF-2025-07-04	GF-25-NPSV-1072	3D DIGITAL & STICKER PRINTING SERVICES	token (resource speaker) personal items bamboo notebook, bamboo pen & bamboo tumbler	3,950.00
SUB-TOTAL OTHER MAINTENANCE AND OPERATING EXPENSES				165,920.00
TOTAL CLUSTER 1				421,381.95
CLUSTER 5				
REPAIRS AND MAINTENANCE-BUILDINGS AND OTHER STRUCTURES				
23-10-stf-63	STF-23-SV-1058A	Marcy's Corporation	9 Leaves jealousies Frames with metal screw	31,800.00

RIS No.	P.O. Number	SUPPLIER	PARTICULARS	AMOUNT
			14 Leaves jealousies Frames with metal screw	
			6 Leaves jealousies Frames with metal screw	
			99cmx121cm glass 1/4 (materials and installations	
			jealousies blades (80cm)	
23-12-STF-45	STF-23-NPSV-1235	Visayan Glass and Furniture	supply and installation of 1.80m x 2.1m double swing glass door with 1/4 thk glass on 2" x 4" aluminum analok frame, complete with all accessories and door closer, with embedded square bar grills preprinted	30,000.00
SUB-TOTAL REPAIRS AND MAINTENANCE-BUILDINGS AND OTHER STRUCTURES				61,800.00
REPAIRS AND MAINTENANCE-MACHINERY AND EQUIPMENT				
24-3-STF-09	STF-24-DO-459	Philippine Duplicators Inc	PUMP unit assy ink sensor assy	11,422.51
SUB-TOTAL REPAIRS AND MAINTENANCE-MACHINERY AND EQUIPMENT				11,422.51
OTHER MAINTENANCE AND OPERATING EXPENSES				
24-9-STF-21	STF-24NPSV-1378	3D DIGITAL & STICKER PRINTING SERVICES	16 X 8 TARPAULIN PRINTING CMU 4 X 8 TARPAULIN PRINTING CMU 12 X 12 TARPAULIN PRINTING CMU 4 X 2 TARPAULIN PRINTING CMU	13,680.00
R-STF-2025-05-019	STF-24-NPSV-1409	Marcy's Corporation	Fabrication & Installation of Wall partition (Demo Room) Fabrication & Installation of office hanging cabinets Fabrication & Installation of glass door	260,000.00
SUB-TOTAL OTHER MAINTENANCE AND OPERATING EXPENSES				273,680.00
TOTAL CLUSTER 5				346,902.51
GRAND TOTAL				768,284.46

ANNEX F

Liabilities Misclassified as Accounts Payable

Fund Cluster	Name of Creditors	Total	Due to NGAS
Fund 1	Civil Service Commission Region 10	80,000.00	80,000.00
Fund 1	Procurement Service	910.56	910.56
Fund 1	Procurement Service	24,871.70	24,871.70
Fund 1	Procurement Services	50.00	50.00
Total		105,832.26	105,832.26

Fund Cluster	Name of Creditors	Total	Due to NGAS
Fund 5	Department of Science and Technology-X	15,250.00	15,250.00
Fund 5	Philippines Postal Corporation	60,000.00	60,000.00
Total		75,250.00	75,250.00

Fund Cluster	Name of Creditors	Total	Due to Pag-IBIG	Due to GSIS	Due to PHIC	Due to GOCC	Due to NGAS
Fund 6	Due to Pag-IBIG Fund	5,856.74	5,856.74				
Fund 6	DBM-Procurement Services	171,088.00					171,088.00
Fund 6	GSIS	224.06		224.06			
Fund 6	National Dairy Authority	4,256,000.00					4,256,000.00
Fund 6	PHIC	8,372.30			8,372.30		
Fund 6	Social Security System	9,880.00				9,880.00	
Total		4,451,421.10	5,856.74	224.06	8,372.30	9,880.00	4,427,088.00
Grand Total		4,632,503.36					

Annex G

List of Unsubmitted/ Incomplete MOA for Prior Years' Projects

Project Code	Project Name	SI Balance	Remarks
416-039	COE IN AGRIC & FOR	29,387.84	No MOA on file
416-040	PARRFI	1,515.00	No MOA on file
416-051	ANEC 151	2,590.00	No MOA on file
416-054	CHED LOAN REPAYMENT	1,200,418.67	No MOA on file
416-056	NCT VALLADOR	11,831.05	No MOA on file
416-057	MISCELLANEOUS 3	3,738,061.38	No MOA on file
416-057ac	Misc. Administrative Cost	119,088.50	No MOA on file
416-059	NCCA	56,521.97	No MOA on file
416-084	DARGANTES RESEARCH	51,234.14	No MOA on file
416-085	USAID-SANREM	68,972.07	No MOA on file
416-088	CHED PGMA	49,825.15	No MOA on file
416-094	CMU-BADP	59,961.87	No MOA on file
416-104	R RODRIQUEZ-SFA	111,160.00	No MOA on file
416-107	DOST-OSEC	30,434.66	No MOA on file
416-110a	LTER-OYSI	4,238.00	No MOA on file
416-115	DA-DXMU-Rehab	3,186.00	No MOA on file
416-122	DENR-MLYBLY	7,019.31	No MOA on file
416-126	Phil-LIDAR	3,982,057.41	No MOA on file
416-128	CSIS-DILG	202,168.15	No MOA on file
416-129	Yemane	- 127,645.45	No MOA on file
416-130	CHED HEDF	55,300.38	No MOA on file
416-131	SIP-BIO	73,155.90	No MOA on file
416-134	Rubber Clones	6,234.75	No MOA on file
416-139	CHED NAFES	24,264.02	No MOA on file
416-145	AMIA	880.79	No MOA on file
416-155	CHED-SGT	186,904.21	No MOA on file
416-156	Swine-Fever	35,800.24	No MOA on file
416-169	SK	212,400.62	No MOA on file
416-185	TES ACAD YEAR 2018- 2019	458,153.49	No MOA on file
416-192	ESGPPA GRANTEES SY 2018-2019	7,600.00	No MOA on file
416-196	Marawi Siege	186,037.07	No MOA on file
416-197	TESDA	- 0.25	No MOA on file
416-203	Outbound Student 2018	100,000.00	No MOA on file
416- 207(477185)	DOST1(103,848)	103,848.00	No MOA on file
416-215	IRRI MAYT RICE	3,628.00	No MOA on file

Project Code	Project Name	SI Balance	Remarks
416-247	SIKAP GRANTESS	167,498.00	No MOA on file
416-048	CHED STUFAP	605,528.47	MOA lacks signature and not notarized
416-108	DENR-Bohol	8,877.27	MOA lacks signature and not notarized
416-133	MULETA Watershed	20,874.73	MOA lacks signature and not notarized
416-154	GEO SAFER	1,005,467.75	No MOA
416-159	Lettuce & Tomato	2,790.20	No MOA
416-162	DARE	113,075.90	MOA lacks signature and not notarized
416-177	DA Region (Hybrid)	187,048.66	No MOA on File
416-181	IDIG Agri	1,606,209.56	MOA lacks page no. 4
416-187	Business Incubator	180,307.38	No MOA & SL
416-189	PHARMA P2	677,490.88	MOA lacks signature and not notarized
416-195	Dairy Cattle	42,543.18	No MOA on File
416-198	KASTA	54,142.90	No MOA
416-209	SQM	101,590.60	MOA not signed and notarized
416-222	IP-TBM Phase 2	111,028.20	MOA lacks signature and not notarized
416-240	CHED - LUDIP	17,199.15	MOA lacks page no. 4
416-258	MAHOGANY FRUIT	509,330.57	MOA not signed
416-264	Mt. Pantaron Handicraft	25,380.00	MOA not signed and notarized
416-265	Pharma Scale	2,183,562.08	MOA not notarized
416-293	Natural Insecticides	1,390,821.09	MOA lacks page no. 9
416-311	NCT MAT 2025	139,700.00	MOA lacks page no. 4
416-314	SEARCH	759,007.39	MOA lacks page no. 7
Total		20,965,706.90	

Annex H

Unreconciled FUR and Accounting Records

Project Code	Project Name	Date Of Reconciliation	SL Balance	Remarks
416-039	COE IN AGRIC & FOR		29,387.84	No Reconciliation
416-040	PARRFI		1,515.00	No Reconciliation
416-048	CHED STUFAP		605,528.47	No Reconciliation
416-051	ANEC 151		2,590.00	No Reconciliation
416-054	CHED LOAN REPAYMENT		1,200,418.67	No Reconciliation
416-056	NCT VALLADOR		11,831.05	No Reconciliation
416-057	MISCELLANEOUS 3		3,738,061.38	No Reconciliation
416-057ac	Misc. Administrative Cost		119,088.50	No Reconciliation
416-059	NCCA		56,521.97	No Reconciliation
416-084	DARGANTES RESEARCH		51,234.14	No Reconciliation
416-085	USAID-SANREM		68,972.07	No Reconciliation
416-088	CHED PGMA		49,825.15	No Reconciliation
416-094	CMU-BADP		59,961.87	No Reconciliation
416-104	R RODRIQUEZ-SFA		111,160.00	No Reconciliation
416-107	DOST-OSEC		30,434.66	No Reconciliation
416-108	DENR-Bohol		8,877.27	No Reconciliation
416-110a	LTER-OYSI		4,238.00	No Reconciliation
416-115	DA-DXMU-Rehab		3,186.00	No Reconciliation
416-121	NGCP		7,441.24	No Reconciliation
416-122	DENR-MLYBLY		7,019.31	No Reconciliation
416-123	Tuklas Lunas		909,790.24	No Reconciliation
416-126	Phil-LIDAR		3,982,057.41	No Reconciliation
416-127	SRDI Sericulture		35,080.28	No Reconciliation
416-128	CSIS-DILG		202,168.15	No Reconciliation
416-129	Yemane		- 127,645.45	No Reconciliation
416-130	CHED HEDF		55,300.38	No Reconciliation
416-131	SIP-BIO		73,155.90	No Reconciliation
416-132	OE-NADA		57,612.60	No Reconciliation
416-133	MULETA Watershed		20,874.73	No Reconciliation
416-134	Rubber Clones		6,234.75	No Reconciliation
416-137	PCC Dairy Facilities		775,713.81	No Reconciliation
416-139	CHED NAFES		24,264.02	No Reconciliation
416-144	Cacao		9,372.13	No Reconciliation
416-145	AMIA		880.79	No Reconciliation
416-147	Mercury		10,823.00	No Reconciliation
416-150	MAT NCT		7,520.00	No Reconciliation
416-153	PFEN		6,866.12	No Reconciliation
416-155	CHED-SGT		186,904.21	No Reconciliation
416-156	Swine-Fever		35,800.24	No Reconciliation
416-160	SSIP		23,999.80	No Reconciliation
416-162	DARE		113,075.90	No Reconciliation
416-165	Gold Mine		36,886.03	No Reconciliation
416-166	Satisfaction Survey		81,266.00	No Reconciliation
416-169	SK		212,400.62	No Reconciliation

Project Code	Project Name	Date Of Reconciliation	SL Balance	Remarks
416-172	IP-TBM	As of May 31, 2025	5,955.00	Reconciliation not updated
416-174	CARDEC	As of December 31, 2024	372,000.00	Reconciliation not updated
416-183	IDIG HE	As of December 31, 2024	191,437.16	Reconciliation not updated
416-185	TES ACAD YEAR 2018-2019		458,153.49	No Reconciliation
416-185 (477222)	TES Grantees 2nd Sem AY 2023-2024	As of April 30, 2025	30,000.00	Reconciliation not updated
416-187	Business Incubator	As of December 31, 2024	180,307.38	Reconciliation not updated
416-192	ESGPPA GRANTEEES SY 2018-2019		7,600.00	No Reconciliation
416-194	Morphology		50,233.49	No Reconciliation
416-196	Marawi Siege		186,037.07	No Reconciliation
416-197	TESDA		- 0.25	No Reconciliation
416-203	Outbound Student 2018		100,000.00	No Reconciliation
416-207 (477244)	DOST 1 (18,633,090.93)	As of Sept. 30, 2025	1,295,897.12	Reconciliation not updated
416-207 (477256)	DOST 1 (7,558,000.00)	As of Sept. 30, 2025	240,439.00	Reconciliation not updated
416-207(477185)	DOST1(103,848)		103,848.00	No Reconciliation
416-207b	DOST 1 (5,900,000.00)	As of December 31, 2024	1,823,860.00	Reconciliation not updated
416-207c	DOST 1 (206,960.00)	As of December 31, 2024	2,661.00	Reconciliation not updated
416-207d	DOST 1 (117,500.00)	As of December 31, 2024	23,154.00	Reconciliation not updated
416-207e	DOST 1 (1,432,000.00)	As of December 31, 2024	50,000.00	Reconciliation not updated
416-207f	DOST 1 (6,270,000.00)	As of June 30, 2025	657,320.00	Reconciliation not updated
416-209	SQM		101,590.60	No Reconciliation
416-215	IRRI MAYT RICE		3,628.00	No Reconciliation
416-219	Antimicrobial		3,670.45	No Reconciliation
416-226	TVT		7,328.46	No Reconciliation
416-227	Spray Dying	As of December 31, 2024	607,289.76	Reconciliation not updated
416-232	Bamboo Nicer P2	As of February 28, 2025	782,854.60	Reconciliation not updated
416-236	Defects of Falcata	As of February 28, 2025	385,256.68	Reconciliation not updated
416-240	CHED - LUDIP	As of December 31, 2024	17,199.15	Reconciliation not updated
416-241a	CHED TDP 2ns Sem AY 2023-2024	As of December 31, 2024	94,125.00	Reconciliation not updated
416-241i	CHED TDP-TES (105,525)	As of December 31, 2024	525.00	Reconciliation not updated
416-241m	CHED TDP-TES (22,612.50)	As of December 31, 2024	112.50	Reconciliation not updated

Project Code	Project Name	Date Of Reconciliation	SL Balance	Remarks
416-241n	CHED TDP-TES (75,375)	As of December 31, 2024	7,875.00	Reconciliation not updated
416-241o	CHED TDP-TES (128,137.50)	As of December 31, 2024	637.50	Reconciliation not updated
416-241q	CHED TDP-TES	As of Sept. 30, 2025	75.00	Reconciliation not updated
416-241r	CHED TDP-TES	As of Sept. 30, 2025	7,500.00	Reconciliation not updated
416-241t	CHED TDP-TES	As of Sept. 30, 2025	252,440.00	Reconciliation not updated
416-241u	CHED TDP-TES	As of Sept. 30, 2025	69,937.50	Reconciliation not updated
416-241v	CHED TDP-TES	As of Sept. 30, 2025	150.00	Reconciliation not updated
416-247	SIKAP GRANTESS		167,498.00	No Reconciliation
416-257	QRP-COVID 19	As of December 31, 2024	27,949.88	Reconciliation not updated
416-258	MAHOGANY FRUIT	As of December 31, 2024	509,330.57	Reconciliation not updated
416-264	Mt. Pantaron Handicraft		25,380.00	No Reconciliation
416-268	BAMBOO FIBER	As of October 31, 2025	553,772.99	Reconciliation not updated
416-276	PCAARRD-BAMBOO 4-sided	As of December 31, 2024	713,895.79	Reconciliation not updated
416-278	NOMCAARRD 2.0	As of June 30, 2025	197,490.61	Reconciliation not updated
416-284	RAISE P1	As of November 30, 2025	544,109.66	Reconciliation not updated
416-285	RAISE P2	As of May 31, 2025	181,210.93	Reconciliation not updated
416-287	RAISE P4	As of June 30, 2025	175,986.44	Reconciliation not updated
416-290	Health Security		248.21	No Reconciliation
416-295	Mt. Timpoong	As of August 31, 2025	469,174.03	Reconciliation not updated
416-305	COMPARATIVE	As of November 30, 2025	1,063,050.54	Reconciliation not updated
416-306	ISOETES	As of November 30, 2025	1,470,245.35	Reconciliation not updated
416-309	Fiesta on Tilapia		81,363.80	No Reconciliation
Total			27,209,498.71	

Annex I

Details on the CYs 2025 and 2024 Variance on Revenue-Related Inventories

A Commercial Rice

Inventory Category	Inventory Report Items (Physical)	Inventory Total	Ledger Accounts (Book)	Ledger Total	Variance (Ledger Over/(Under) Physical)	CY 2025 unreconciled amount	CY 2024 and prior years unreconciled amount
Raw Materials (Palay)	Harvested Palay	873,882.27	Raw Materials Inventory	7,687,459.84	6,813,577.57	(2,942.99)	6,816,520.56
No Report			Merchandise Inv.	1,078,034.92	1,078,034.92		1,078,034.92
	Total	873,882.27		8,765,494.76	7,891,612.49	(2,942.99)	7,894,555.48

B Rice Seeds

Inventory Category	Inventory Report Items (Physical)	Inventory Total	Ledger Accounts (Book)	Ledger Total	Variance (Ledger vs. Physical)	CY 2025 unreconciled amount	CY 2024 and prior years unreconciled amount
Goods/Materials	Rice Seeds - Commercial Rice	1,846.48	Raw Materials	695,666.90	693,820.42	(96,074.09)	2,140,262.87
	Rice Seeds - Good Seeds/ Certified Seeds/ Clean Rice	619,950.39	Fin Goods	1,970,318.75	1,350,368.36		
	Total	621,796.87		2,665,985.65	2,044,188.78	(96,074.09)	2,140,262.87

C Fruit Trees

Inventory Category	Inventory Report Items (Physical)	Inventory Total	Ledger Accounts (Book)	Ledger Total	Variance (Ledger vs. Physical)	CY 2025 unreconciled amount	CY 2024 and prior years unreconciled amount
Other Items	Fruit Seedlings	250,000.00	Agri Produce for Sale	503,306.50	253,306.50	(248,364.25)	501,670.75
	Total	250,000.00		503,306.50	253,306.50	(248,364.25)	501,670.75

D Rubber

Inventory Category	Inventory Report Items (Physical)	Inventory Total	Ledger Accounts (Book)	Ledger Total	Variance (Ledger vs. Physical)	CY 2025 unreconciled amount	CY 2024 and prior years unreconciled amount
Trees & Plants	Rubber Trees	11,182,900.00	Trees, Plants and Crops	15,700,955.00	4,518,055.00	-	4,518,055.00
Finished Goods	Rubber Creppe	-	Finished Goods	190,880.86	190,880.86	2,920.80	187,960.06
	Total	11,182,900.00		15,891,835.86	4,708,935.86	2,920.80	4,706,015.06

E Coffee and Cacao

Inventory Category	Inventory Report Items (Physical)	Inventory Total	Ledger Accounts (Book)	Ledger Total	Variance (Ledger vs. Physical)	CY 2025 unreconciled amount	CY 2024 and prior years unreconciled amount
Trees	Coffee/Cacao Trees	308,950.00	Trees, Plants and Crops	666,156.46	357,206.46	5,530.00	351,676.46
Finished Goods	Tablea/Cacao Tablets	114,413.33	Fin Goods (119,301.09)	365,990.15	251,576.82	(120,630.72)	372,207.63
			Agricultural Produce for Distribution (-2,761)				
			Agri Prod Consume/Sale (249,450.15)				
	Total	423,363.33		1,032,146.61	608,783.28	(115,100.72)	723,884.09
Grand Total		13,351,942.47		28,858,769.38	15,506,826.91	(459,561.25)	15,966,388.25

Annex J

Status of Implementation and Utilization of LUDIP-Aligned Projects

Regular Agency Fund – GAA

Item No.	CMU Proposed Capital Outlay	Amount (PHP)	Specific Fund Code	Status of LUDIP Compliance and Justification	Status of Implementation per Budget Utilization
1	Completion of College of Human Ecology Lecture Building and Furniture, Fixture and Equipment	11,933,903.00	GAA	Compliant	Utilized and Implemented
2	Completion of the Veterinary Medicine Academic Building	32,200,000.00	GAA	Compliant	Utilized and Implemented
3	Completion of College of Agriculture Integrated Laboratory Building	5,000,000.00	GAA	Compliant	Utilized and Implemented
4	Completion of New College of Education and University Laboratory High School (ULHS) K-12 Building (Phase III)	5,000,000.00	GAA	Compliant	Utilized and Implemented
Total		54,133,903.00			

II. Income Generated Funds - STF

Item No.	Project Description	Amount (PHP)	Specific Fund Code	Status of LUDIP Compliance and Justification	Status of Implementation per Budget Utilization
1	Other Land Improvement	552,500.00	Land Rental	Compliant: "Fencing: Perimeter of CMU boundary and other land Improvement" (page 681, Appendix 61)	Unutilized
2	Other Land Improvement	143,533.35	IPTBM	Compliant: IPTBM Area: Map 47, page 212	Unutilized
3	Fencing of Daffodil & SRH Dormitory	917,300.00	Dorm Rental	Compliant: Sunrise (Appendix 30, page 561), Daffodil is the new name for the newest ladies dorm (App. 30, page 561)	Utilized and Implemented
4	Construction of outdoor study shed	153,040.84	SDF-ICA	Compliant: "Student Study Shed (in every College)" - page 688, Appendix 61	Unutilized
5	Fencing of Transformers	186,260.00	Waterworks System	Compliant: Existing Deepwell Pump Station: Table 44, page 170	Unutilized

Item No.	Project Description	Amount (PHP)	Specific Fund Code	Status of LUDIP Compliance and Justification	Status of Implementation per Budget Utilization
	@ Deepwell Pump Station				
6	Parking & Student Area Devt	1,800,000.00	SDF-ICA	Compliant: Open and Green Spaces; Allowable Uses: Parking spaces (page 91)	Utilized and Implemented
7	Other Land Improvement	760,549.93	Land Rental	Compliant: For Fencing of CMU Area Phase 1 = Proposed fencing of CMU land but no fund utilization: "Fencing: Perimeter of CMU boundary and other land Improvement" (page 681, Appendix 61)	Unutilized
8	Other Land Improvement	1,683,041.04	Common Cost	Compliant: Taganibong footbridge and land development not in LUDIP but there is a proposed Construction of 2-units Concrete bridge at Taganibong Creek - page 684, Appendix 61	Unutilized
9	Completion of Daffodil Dormitory	1,200,000.00	Dorm Rental	Compliant: Daffodil = newest ladies dorm (Appendix 30, page 561)	Unutilized
10	Hostel & Dormitories	2,754,206.50	Dorm Rental	Compliant: Mahogany and Sunrise Dorms - Appendix 35, page 570 of LUDIP	Utilized and Implemented
11	CEBREM: University Fernery	60,000.00	Common Cost	Compliant: CEBREM Building - Appendix 34, page 569 LUDIP	Utilized and Implemented
12	Water Supply System	244,526.00	Waterworks System	Compliant: Drilling and other fixtures for Existing Deepwell Pump Station: Table 44, page 170	Unutilized
13	Improvement of CISC	3,524,170.00	SDF-ICA	Compliant: Existing: Table 43, page 167	Unutilized
14	Construction of Entrepreneurs innovation hub	1,000,000.00	SDF-CBM	Compliant: Proposed "Construction of the 3-storey Entrepreneurs simulation Hub of CBM..." (page 670)	Unutilized
15	Construction of Entrepreneurs Innovation Hub Bldg. Phase 1	2,000,000.00	NF-Instruction (CBM)	Compliant: Proposed "Construction of the 3-storey Entrepreneurs simulation Hub of CBM..." (page 670)	Unutilized
16	CBM New building paint	80,000.00	SDF-CBM	Compliant: CBM Building - Appendix 32, page 565 of LUDIP	Unutilized

Item No.	Project Description	Amount (PHP)	Specific Fund Code	Status of LUDIP Compliance and Justification	Status of Implementation per Budget Utilization
17	School Building	407,351.50	SDF-CBM	Compliant: Proposed for CBM under STF but funds were not utilized: "Student Study Shed (in every College)" - page 688, Appendix 61	Unutilized
18	School Building	350,000.00	NF-Instruction (CBM)	Compliant: Improvement of classrooms - existing CBM Building - Appendix 32, page 565 of LUDIP	Unutilized
19	Classrooms & Lab Rooms	3,451,516.28	Common Cost	Compliant: For DTO building (table 161, page 515) and for College of Education classroom building (Appendix 32, page 565 of LUDIP) - for paint, transformer, etc.	Utilized and Implemented
20	Construction of Greenhouse Herbal Garden	100,000.00	Nursing Community	Compliant: "Planting of trees and or ornamentals" is allowed for Open Spaces (page 91)	Utilized and Implemented
21	NSRC: Renovation of Microbiology	160,000.00	Common Cost	Compliant: NSRC building - Appendix 34, page 569 of LUDIP	Unutilized
22	Other Structures	150,000.00	Dorm Rental	Compliant: Renovation of New Rose Dorm kitchen; New Rose is the new name for Mahogany Residence Hall (Table 46, page 176)	Unutilized
23	Other Structures	38,454.00	Library	Compliant: Existing: Appendix 27, page 558	Unutilized
24	Other Structures	66,395.00	NPRDC	Compliant: Existing: Appendix 29, page 560	Unutilized
25	Other Structures	661,920.00	MMZBG	Compliant: Existing: Appendix 54, page 656	Unutilized
26	Other Structures	45,186.00	Registrar	Compliant: Administration Building - Appendix 33, page 568 of LUDIP	Utilized and Implemented
Total		22,489,950.44			

III. Business Related Funds – RGMO

No.	Project Description	Amount (PHP)	Specific Fund Code	Status of LUDIP Compliance and Justification	Status of Implementation per Budget Utilization
1	Construction of Sugbahan Function Hall	1,700,000.00	University Homestay	Compliant: (Investment Plan in page 681) and the map in page 476 of LUDIP shows that the area is proposed for "Conversion of existing HRMD to Commercial Center"	Unutilized
Total		1,700,000.00			

Grand Total 78,323,853.44

Annex K

Schedule of Deficiencies in the Cash Examination of AOs

	Cluster 1 - Regular Agency Fund
I. LAWRENCE N. ACLUB	
Balance per Cash Disbursement Record, April 29, 2025	-
ADD/ (DEDUCT):	
7/11/2024 - Unrecorded Cash Advance - To recognize payment to Lawrence Aclub - C/A for the team bldg. & strategic as per ck# 67156	29,568.75
7/11/2024 - Unrecorded Liquidation -To recognize liquidation of Lawrence Aclub - team building & strategic planning on July 11-12, 2024	(29,568.75)
Adjusted balance per Cash Disbursement Record, April 29, 2025	-
	Cluster 5 - Internally Generated Fund
II. FLORFE M. ACMA	
Balance per Cash Disbursement Record, April 28, 2025	-
ADD/ (DEDUCT):	
6/6/2024 Unrecorded Cash Advance - To recognize the cash advance for the cash incentives for the Best Thesis/Dissertation during the Research Congress on June 7, 2024 due to Florfe Acma per check # 1294632.	10,000.00
6/18/2024 Unrecorded Liquidation - To recognize the liquidation of cash advance for cash incentives for the Best Thesis during the CAS Research Congress on June 7, 2024.	(10,000.00)
Adjusted balance per Cash Disbursement Record, April 28, 2025	-

III. PRINYL P. AUSTRAL**Cluster 5 -
Internally
Generated Fund**

Balance per Cash Disbursement Record, April 30, 2025	-
ADD/ (DEDUCT):	
10/18/2024 - Unrecorded Cash Advance - To recognize the cash advance for the exchange of journals with various Universities due to Prinyl Pardo Austral per check# 1336978.	4,560.00
10/30/2024 - Unrecorded Liquidation - To take up collection of Ms. R. Baldisco	(500.00)
10/30/2024 - Unrecorded Liquidation - To recognize the liquidation of cash advance for courier expenses for the exchange of journals with various Universities due to Prinyl P. Austral.	(4,060.00)
Adjusted balance per Cash Disbursement Record, April 30, 2025	-

IV. DARYL JANE A. CABALLERO**Cluster 1 -
Regular
Agency Fund****Cluster 5 -
Internally
Generated Fund**

Balance per Cash Disbursement Record, April 30, 2025	-	-
ADD/ (DEDUCT):		
6/6/2024 - Recorded in wrong CDR - To recognize payment to Daryl Jane Caballero - C/A - Mechanical Engineering Annual Assessment on June 6-8, 2024 as per ck# 67120	53,000.00	(53,000.00)
6/28/2024 - Recorded in wrong CDR - To recognize liquidation of C/A - Daryl Jane Caballero various expenses on Mechanical Engineering Dep't. Annual Assessment on June 6-8, 2024	(49,835.00)	49,835.00
6/27/2024- Recorded in wrong CDR - to take up collection of Mr. Edgar Baguio return of excess cash advance	(3,165.00)	3,165.00
Adjusted balance per Cash Disbursement Record, April 30, 2025	-	-

V. KAREN DEBBIE J. COSROJAS

**Cluster 7 - Trust
Receipts**

Balance per Cash Disbursement Record, May 6, 2025	-
ADD/ (DEDUCT):	
6/3/2024 Unrecorded Cash Advance - To recognize payment to Cosrojas, KD.-c/a for representation & professional expenses as per ck#1292100 dated 6/3/2024.	35,000.00
6/19/2024 -Unrecorded Liquidation - CashDJ-To recognize liquidation of Cosrojas, KD. for the month of June 2024.(ck#1292100 ated 6/3/2024)	(35,000.00)
6/21/2024 - Cash Advance for QRP Activity recorded at 36,000.00 instead of 36,600.00	600.00
6/21/2024 - Liquidation for QRP Activity recorded at 36,000.00 instead of 36,600.00	(600.00)
Adjusted balance per Cash Disbursement Record, May 6, 2025	-

VI. GAMALIELA A. DUMANGCAS

**Cluster 7 - Trust
Receipts**

Balance per Cash Disbursement Record, April 28, 2025	-
ADD/ (DEDUCT):	
7/24/ 2024 - Cash Advance Liquidation of cash advance for per diem and other transportation expense	(10,500.00)
7/24/2024 - Liquidation of cash advance for per diem and other transportation expense	10,500.00
Adjusted balance per Cash Disbursement Record, April 28, 2025	-

VII. VELLORIMO J. SUMINGIT

**Cluster 5 - Internally
Generated Fund**

Balance per Cash Disbursement Record, April 28, 2025	-
ADD/ (DEDUCT):	
Wrong ending balance - January 2025	14,000.00

1/20/2025 - To recognize payment to Suminguit, V.- c/a for contingency, hon for speaker etc. as per ck#1292939 dtd 1/20/2025. recorded at 14,000 instead of 13,100	(900.00)
1/25/2025 - Unrecorded Liquidation CashDJ-To recognize liquidation of Suminguit, V. for the month of January 2025.(ck#1292998 dtd 1/20/2025)	(13,100.00)
Adjusted balance per Cash Disbursement Record, April 28, 2025	-

**VIII. Fund Cluster 05 - Cash- Collecting
Officer**

Accountable Officer

	Baguio	Bacolod
Balance per Subsidiary Ledger as of April 30, 2025	57,100.85	(41,134.70)
Understated deposit adjusted per JEV 05-2021-12- 1591 without adjustment in collections	200.00	
Overstated posting of November 14, 2023 deposit due to transposition error	(30.00)	
Understated recording of deposit under RCD No. 2024-01-007	(120.00)	
Erroneous JEV 05-2024-03-0537	(120.00)	
Error in recording Bacolod collection dated November 4, 2024 per or # 505638-505651	(4,119.60)	4,119.60
Erroneous SL for Deposit November 5, 2024	4,119.60	(4,119.60)
Erroneous SL for Deposit November 4, 2024	3,915.00	(3,915.00)
Error in recording Bacolod November 29, 2024 collection per or # 509547-509623	(54,735.85)	54,735.85
Unreconciled balance since CY 2022		570.00
Collection after cut off 4-29-2025	(6,210.00)	(2,566.30)
Collection after cut off 4-30-2025	(207,115.62)	(10,256.15)
Deposit after cut off 4-29-2025	229,766.93	2,566.30
Deposit after cut off 4-30-2025	207,115.62	27,561.15
Adjusted Balance per Subsidiary Ledger as of April 29, 2025	229,766.93	27,561.15

**IX. Fund Cluster 07 - Cash-
Collecting Officer**

**Accountable Officer
Baguio**

Balance per Subsidiary Ledger as of April 30, 2025	-
May 2024 - unrecorded collection	33,743.40
May 2024 - unrecorded deposit	(33,743.40)
June 2024 - unrecorded collection	6,718.73
June 2024 - unrecorded deposit	(6,718.73)
July 2024 - unrecorded collection	6,219.92
July 2024 - unrecorded deposit	(6,219.92)
September 2024 - unrecorded collection	12,038.80
September 2024 - unrecorded deposit	(12,038.80)
October 2024 - unrecorded collection	2,102.73
October 2024 - unrecorded deposit	(2,102.73)
November 2024 - unrecorded collection	11,988.50
November 2024 - unrecorded deposit	(11,988.50)
December 2024 - unrecorded collection	117,583.72
December 2024 - unrecorded deposit	(117,583.72)
January 2025 - unrecorded collection	8,430.00
January 2025 - unrecorded deposit	(8,430.00)
February 2025 - unrecorded collection	1,779.56
February 2025 - unrecorded deposit	(1,779.56)
March 2025 - unrecorded collection	39,939.09
March 2025 - unrecorded deposit	(39,939.09)
April 2025 - unrecorded collection	20,546.55
April 2025 - unrecorded deposit	(20,546.55)
Adjusted Balance per Subsidiary Ledger as of April 29, 2025	-



REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT

Regional Office No. X
Cagayan de Oro City

June 9, 2026

Hon. RICMAR P. AQUINO
Chairperson, Board of Regents

Dr. ROLITO G. EBALLE
University President

Both of Central Mindanao University
Musuan, Maramag, Bukidnon

Dear Chairperson Aquino and President Eballe,

We are pleased to transmit the Annual Audit Report on the audit of the Central Mindanao University, Musuan, Maramag, Bukidnon for the Calendar Year 2025 pursuant to Section 2, Article IX-D of the Philippine Constitution and Section 43 of Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines.

The audit was conducted to (a) ascertain the degree of reliance that may be placed on management's assertions on the financial statements; (b) determine the propriety of transactions as well as the extent of compliance with applicable laws, rules and regulations; (c) recommend agency improvement opportunities; and (d) determine the extent of implementation of prior year's audit recommendations.

The attached report consists of Part I - Audited Financial Statements, Part II - Observations and recommendations, Part III - Status of Prior Year's Audit Observations and Recommendations, and Part IV - Annexes.

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs) and we believe that it provided a reasonable basis for the audit results.

The Auditor rendered a qualified opinion on the fairness of presentation of the financial statements.

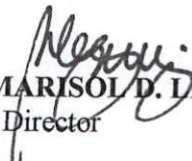
The audit observations, together with the recommended courses of action were discussed by the Audit Team with the officials and staff concerned in an exit conference conducted on April 13, 2026, and are discussed in detail in Part II of the Report.

We request that the recommended measures be implemented and we would appreciate being informed on the actions taken thereon by accomplishing the attached Agency Action Plan and Status of Implementation form, to be submitted to the Audit Team pursuant to

Section 100 of RA 12116, the General Provisions of the General Appropriations Act Fiscal Year 2025.

We appreciate the invaluable support and cooperation extended by the officials and staff of that Agency to the Audit Team during the audit engagement.

Very truly yours,


ATTY. MARISOL D. LEGASPI
Regional Director

Copy Furnished:

The President of the Philippines
The Vice President of the Philippines
The Senate President
The Speaker of the House of Representatives
The Chairperson - Senate Finance Committee
The Chairperson - Appropriations Committee
The Secretary - Department of Budget and Management
The Assistant Commissioner - National Government Sector Commission on Audit
The Cluster Director - Cluster 5 - Education and Employment Commission on Audit
The Supervising Auditor - NGS - SUCs and Other NGS Stand Alone Agencies Commission on Audit, R-10
The Audit Team Leader - Team R10-02, SUCs
File

OFFICE OF THE PRESIDENT	
COMMISSION ON BUKIDNON	
DATE: 6-18-26	
RECEIVED TIME: 10:06 AM	
4410	BY: /

Central Mindanao University
Musuan, Maramag, Bukidnon

AGENCY ACTION PLAN and STATUS of IMPLEMENTATION

Audit Observations and Recommendations

For the Calendar Year 2025

Ref.	Audit Observations	Audit Recommendations	Agency Action Plan				Status of Implementation	Reason for Partial/Delay / Non-Implementation, if applicable	Action Taken/ Action be taken
			Action Plan	Person /Dept. Responsible	Target Implementation Date				
					From	To			
AAR 2025	1. The University erroneously recorded school fees billed under the Free Higher Education Program due to inadequate review and reconciliation controls, contrary to the revenue recognition principle prescribed in the Government Accounting Manual, resulting in the net overstatement of Accounts Receivable and School Fees by ₱75.54 million.	We reiterated our recommendation that Management, through the Accounting Unit, support the journal entry vouchers in recording receivables with copies of the transmitted billings in order to ensure the accuracy of recorded amounts. In addition, we recommended that Management, through the Accounting Unit, make all necessary adjusting journal entries to correct the erroneous recognition of school fees in CY 2025.							
AAR 2025	2. The accuracy, existence and classification of Semi-expendable Inventory account year-end balances are deemed unreliable due to the inclusion of utilized semi-expendable property totaling ₱14.236 million, inconsistent with COA Circular No. 2022-004, thereby overstating the <i>Semi-expendable Property</i> and <i>Accumulated Surplus (Deficit)</i> accounts and understating the	We reiterated our recommendation that the Management: a. Direct the Supply & Property Management Office to prepare the Report of Semi-Expendable Property Issued (RSPI) on the semi-expendable properties issued to various end-users during the prior periods;							

Ref.	Audit Observations	Audit Recommendations	Agency Action Plan				Status of Implem-entation	Reason for Partial/Delay / Non-Implementati-on, if applicable	Action Taken/ Action be taken
			Action Plan	Person /Dept. Responsible	Target Implementation Date				
					From	To			
	<i>semi-expendable expense</i> accounts balances in the December 31, 2025 financial statements.	b. Require the Accounting Unit to record the necessary adjusting entries once the RSPI is forwarded to them and record succeeding issuances of semi-expendable properties at least weekly; c. Direct the SPMO to coordinate with the Accounting Unit in the proper and uniform classification of semi-expendable properties; d. Through the Accounting Unit, record transactions of the University with diligence and ensure awareness of the supporting documents attached to the Journal Entry Vouchers; and e. Require the SPMO and the Accounting Unit to reconcile the results of the physical inventory of semi-expendable property with the accounting records.							
AAR 2025	3. The accuracy and existence of Inventory account balances as of December 31, 2025 are deemed unreliable due to the: a) inclusion of utilized inventories totaling ₱8.153 million, overstating the <i>Inventory</i> and <i>Accumulated Surplus (Deficit)</i> accounts, and understating related <i>Expense</i> accounts; and b) items worth ₱768,284.46 expensed without supporting documents, which are inconsistent with Section 111 of PD 1445	We reiterated our recommendation that Management: a. Direct the Supply and Accounting Unit to reconcile the issuances of inventories to adjust and/or record the same in the books of accounts b. Require the Accounting Unit to exert utmost effort in the determination of subsidiary ledgers of inventory items							

Ref.	Audit Observations	Audit Recommendations	Agency Action Plan				Status of Implem-entation	Reason for Partial/Delay / Non-Implementati-on, if applicable	Action Taken/ Action be taken
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	and relevant provisions in Chapter 8 of the Government Accounting Manual for NGAs.	issued by the SPMU and make necessary adjusting entries; c. Record transactions of the University with diligence and ensure that proper supporting documents are attached to the Journal Entry Vouchers; and d. Coordinate with the SPMU in the proper and uniform classification of inventory items.							
AAR 2025	4. Various outstanding Cash in Bank reconciling items consisting of unrecorded credit memoranda totaling ₱8.079 million and uncorrected book errors/ unrecorded debit memoranda totaling ₱1.367 million remained unadjusted in the books, contrary to Section 74 of PD 1445 and Chapter 21 of the Government Accounting Manual, resulting in a misstatement of Cash in Bank balances as of year-end.	We reiterated our audit recommendation that management: a. Adhere to the adjusted balance method of bank reconciliation by immediately recognizing the book reconciling items: correcting the recording errors, reverting stale checks, and recording Credit/Debit Memoranda (CM/DMs), including the unidentified CMs as <i>Other Payables</i> while the unidentified DMs under any appropriate Receivables account; and b. Trace the unrecorded DMs and online payments totaling ₱345,395.30 starting from the signed DM request letters of the University and communicate to the bank the undocumented DMs and online payments to determine persons accountable.							

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AAR 2025	5. Collections for auxiliary services under the Special Trust Fund were not properly monitored in accordance with Section 124 of PD 1445 and were recorded on a cash basis, contrary to Chapter 5 of the Government Accounting Manual for NGAs, resulting in a net understatement of income and receivable accounts totaling ₱6.254 million and casting doubt on the accuracy of the reported income.	We reiterated our recommendations that Management: a. Require the Accounting Unit to immediately prepare the necessary Journal Entry Vouchers (JEV) to record the unbooked receivables amounting to ₱6,254,439.48 to ensure the financial statements are fairly presented; b. Institutionalize regular reconciliation between the Auxiliary Services and the Accounting Unit; c. Establish standardized records, billing statements, and process flows for the University Dormitories; d. Expedite the updating of the outdated year-2000 policies regarding water and stall rentals to ensure the sustainability of auxiliary operations; and e. Mandate all auxiliary units to strictly comply with the FY 2025 GAA General Provisions by immediately posting the updated schedule of prices, fees, and charges on the official University website and in big, bold characters in conspicuous physical locations.							

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AAR 2025	6. The completeness, existence, rights and obligations, and classification of “Accounts Payable” are deemed unreliable due to ₱5.353 million in long-outstanding liabilities, ₱173,906.00 in unrecorded transactions, and ₱4.632 million in misclassifications, which are inconsistent with Section 119 of PD 1445, Section 2 Chapter 6 Volume I on the GAM for NGAS, pertinent provision of IPSAS 1, and COA-DBM Joint Circular No. 2013-1, thereby materially affecting the fair presentation of the year-end financial statements.	We recommended that Management: a. Perform comprehensive review and reconciliation of liabilities that were outstanding for more than two years and revert if determined to have no valid claims and supporting documents; b. Review the account balances of Accounts Payable and effect necessary adjusting journal entries to correct the misclassified accounts and strictly observe the use of prescribed accounts in the recording of financial transactions; c. Strictly enforce compliance with the accrual basis of accounting by ensuring that all incurred and duly obligated liabilities are completely, accurately, and timely recognized in the appropriate accounts at year-end; and d. Require all end-users and responsible units to submit complete supporting documents on their payment claims before year-end, and establish accountability mechanisms for delayed or incomplete submissions that result in misstatements of financial records.							

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AAR 2025	7. Weaknesses in the University’s recording and monitoring of externally funded projects hinder effective oversight and delay the timely liquidation of funds to source agencies, contrary to PD 1445 and the Government Accounting Manual (GAM), thereby raising significant doubts on the accuracy of the University’s year-end Due to NGA and Property, Plant, and Equipment (PPE) balances.	We recommend that University Management direct the pertinent offices to immediately undertake the following actions: For the Accounting Unit & Property Management Office: a. Prepare the necessary adjusting journal entries to correctly record the uncapitalized assets under their appropriate Property, Plant, and Equipment (PPE) accounts to ensure accurate financial reporting. b. Establish and enforce a policy requiring Project Leaders to promptly notify the Accounting Unit and Property Office of any movement, loan, or transfer of project equipment to external entities to maintain accurate property custodianship records. c. Institute a mandatory periodic reconciliation of project ledgers/ records between the Accounting Unit and the respective Project Leaders prior to the submission of any Financial Utilization Reports (FUR) to Source Agencies. d. Confirm with the Source agencies the unliquidated balances for inactive accounts.							

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		e. Furthermore, if unreconciled balances are caused by dormant accounts (inactive for more than 10 years), consider requesting a write-off pursuant to COA Circular no. 2023-008 dated 2025-005 For the Research and Extension Unit & Project Leaders: f. Immediately process the refund of unexpended balances for completed projects to the respective Source Agencies. g. Strengthen coordination with Source Agencies to secure the missing MOAs, Work and Financial Plans, Deeds of Donation, and Property Transfer Reports (PTRs); h. Prioritize the completion of transfer documents for the ₱36.94 million worth of assets pending donation to enable official recognition in the University's books; and i. Require Project Leaders of delayed projects to submit catch-up plans addressing procurement and administrative bottlenecks and ensure strict adherence to approved extended timelines.							

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AAR 2025	8. Persistent errors in the recording of PhilHealth receivables have resulted in a ₱534,910.21 understatement of Hospital Fees, violating the accrual accounting principles of the Government Accounting Manual (GAM). Furthermore, the agency's failure to publicly post its schedule of fees compromises the transparency of its operations.	We reiterated our previous audit recommendations and require Management to instruct the Accounting Unit to: a. Conduct a prudent, line-by-line reconciliation of collections to segregate Hospital Income, Professional Fees, and MAIP accurately. b. Prepare the necessary adjusting journal entries to correct the commingled accounts and recognize the unrecorded billings for November and December 2025. c. Strictly observe the revenue recognition point of Hospital Fees (Accrual Basis) pursuant to the GAM. d. Further, instruct the Health Unit Management to ensure immediate compliance with the GAA transparency provision by posting the updated schedule of prices and fees on the University's website and in conspicuous places within the facility.							
AAR 2025	9. The reported year-end balances of <i>Property, Plant, and Equipment</i> (PPE) in the financial statements as of December 31, 2025, totaling ₱1.019 billion, were	We reiterated our recommendations that Management:							

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	deemed unreliable due to the absence of physical PPE count and the failure to locate five (5) properties totaling ₱16.049 million, inconsistent with Chapter 10, Section 38 and 42 of GAM for NGA Volume I, leading to doubts on the existence, proper presentation and valuation, serviceability and good custodianship of PPE accounts.	a. Direct the Inventory Committee to conduct the physical count of PPEs and submit the complete CY 2025 Report of Physical Count of PPE (RPCPPE) for all funds which should contain all the items per Property Card; b. Conduct investigation of the items that are reported in the Accounting Records but were not found during the count the previous year; and c. Commence the conduct of the one-time cleansing starting with the establishment of a reliable list to be used for the physical count, to identify missing items that have already exceeded the estimated useful lives and which the accountability/responsibility could not be pinpointed, after the conduct of the investigation, for filing of request for authority to derecognize							
AAR 2025	10. Discrepancies totaling ₱18.380 million between accounting records and inventory reports exist due to internal control weaknesses in the management and recording of revenue-related inventories of RGMO under Fund 06 and the Hospital under Fund 05, contrary to the GAM for NGAs, thereby casting doubt on the reliability and accuracy of these inventory	We reiterated our prior years' recommendations that Management: a. Establish an inventory team that will conduct periodic physical count and verification of production and inventory reports of the units: 1. Crops Enterprise Office							

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					From	To			
	balances and increasing the risk of loss or misuse.	2. Livestock Enterprise Office 3. CMU Press 4. University Hospital b. Require the following unit to submit inventory reports with supporting documents in prescribed format to the Accounting Office to ensure timely review on the accuracy and completeness of the report and supporting documents. 1. CMU Press 2. University Hospital c. Require all RGMO Project Heads and inventory custodian to prepare Stock cards and Biological Assets Property Card for the following unit to ensure updated balance of assets per record: 1. Crops Enterprise Office 2. Livestock Enterprise Office 3. CMU Press d. Investigate the difference between inventory reports and the accounting subsidiary ledgers and make adjustments with supporting documents for the following units: 1. Crops Enterprise Office 2. Livestock Enterprise Office 3. CMU Press 4. University Hospital							

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		c. Strengthen the existing RGMO Manual by integrating adequate internal controls to address recurring problem of lack of proper turnover during personnel movements, improved inventory recording and monitoring system and forms and project reporting and evaluation							
AAR 2025	11. The University paid Representation Allowance and Transportation Allowance (RATA) totaling P2.544 million for CY 2025 charged to the MOOE of Fund 1, contrary to Sections 3 and 13.1 of the DBM National Budget Circular (NBC) No. 593 dated May 3, 2024 and Section 80 of the General Provisions of R.A. 12116 or the FY 2025 GAA; thus, cast doubt on the regularity of the payment	We recommended that Management: a. Stop the payment of RATA charged to MOOE, unless a written authority from DBM is submitted to COA as legal basis; and b. Review and assess the applicability of Section 80(b) of R.A. No. 12116 (General Appropriations Act for FY 2025) to determine possible lawful budgetary modifications to address the RATA funding deficiency for the current year.							
AAR 2025	12. The University's intra-agency transactions reflect an unmatched year-end amount of P339,833.71 due to non-reconciliation of the "Due from Other Funds" and "Due to Other Funds" accounts, contrary to IPSAS 1, resulting in misstatements of these accounts and underscores weaknesses in internal	We reiterated the prior year's recommendation that Management, through the Accounting Office, expedite the reconciliation of the balances of reciprocal accounts <i>Due to Other Funds</i> and <i>Due from Other Funds</i> , and effect necessary							

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	controls over intra-agency accounting and reconciliation.	adjustments to reflect the correct account balances.							
AAR 2025	13. The University approved eight infrastructure projects for CY 2025 under IGF that were not aligned with the approved LUDIP and experienced significant implementation delays due to weak internal controls over project selection and evaluation and inadequate planning mechanisms, contrary to RA No. 11396 and CHED Memorandum Order (CMO) No. 11, s. 2020, resulting in inefficient use of resources and undermining the timely and orderly implementation of its campus development plans.	We recommended that Management, through the University President: a. Expedite the utilization and implementation of pending STF projects or reallocate and consolidate the ₱13,361,741.66 STF allocation into a single, high-priority LUDIP infrastructure project; b. Formulate and issue a comprehensive set of Standard Operating Procedures (SOPs) outlining specific workflows, responsible personnel, and strict timelines to address the following: 1. Standardize the evaluation and selection process for both GAA- and STF-funded transactions to guarantee alignment with the LUDIP prioritizing budget allocations for student dormitories and SUC housing sites, as mandated by Section 7.3 of CMO No. 11, s. 2020; 2. Establish a clear, documented framework for generating the annual LUDIP progress reports							

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		to guarantee accurate, sustainable, and timely submissions to CHED; and c. Establish a strict internal clearance process requiring the Planning Office to issue a "Certificate of LUDIP Alignment" before any capital outlay proposal is approved by the BOR and implemented by the University.							
AAR 2025	14. The erroneous and incomplete recording of cashbooks and accounting records including non-reconciliation thereof; and non-submission of updated cashbook of AOs who resigned, on leave or ceased from designation to the Accounting Unit, cast doubt on the accuracy and completeness of records and hindered proper and complete documentation of accountability, contrary to PD 1445, NGAS Manual Volume II and III and COA Circular 97-002.	We recommended management to: a. Require Accountable Officers (AOs) to timely and accurately update their cashbooks, including the necessary certifications at the end of each month. b. Direct the Accounting Unit to ensure that all transactions are properly recorded in the subsidiary ledgers to support accurate and reliable financial reporting. c. Strictly enforce the turnover of cashbooks and all accountable forms in compliance with COA Circular No. 97-002, ensuring that no AO is cleared from their responsibilities without undergoing proper cash examination and turnover procedures.							

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		We reiterated our recommendation to require the accountable officers and the Accounting Unit to reconcile their records at least every end of each quarter and any items for adjustment must be corrected and resolved promptly in order to present reliable cash balances.							
AAR 2025	15. The University approved eight (8) infrastructure projects for CY 2025 under Internally Generated Funds that were not aligned with the approved LUDIP and experienced significant implementation delays due to weak internal controls over project selection and evaluation and inadequate planning mechanisms, contrary to RA No. 11396 and CHED Memorandum Order No. 11, s. 2020, resulting in inefficient use of resources and undermining the timely and orderly implementation of its campus development plans.	We recommended that University Management, through the University President: a. Expedite the utilization and implementation of pending STF projects or reallocate and consolidate the ₱13,361,741.66 STF allocation into a single, high-priority LUDIP infrastructure project. b. Formulate and issue a comprehensive set of Standard Operating Procedures (SOPs) outlining specific workflows, responsible personnel, and strict timelines to address the following: 1. Standardize the evaluation and selection process for both GAA- and STF-funded transactions to guarantee alignment with the LUDIP prioritizing budget allocations for student dormitories and							

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		SUC housing sites, as mandated by Section 7.3 of CMO No. 11, s. 2020. 2. Establish a clear, documented framework for generating the annual LUDIP progress reports to guarantee accurate, sustainable, and timely submissions to CHED. c. Establish a strict internal clearance process requiring the Planning Office to issue a "Certificate of LUDIP Alignment" before any capital outlay proposal is approved by the BOR and implemented by the University.							
AAR 2024	16. The University implements e-collection through LBP's Electronic Payment Portal without established internal controls and procedures over its use as mandated by COA Circular No. 2021-014, resulting in unrecorded transactions and an unreconciled balance of EPP bank account by P48,282.49.	We reiterated our prior year's recommendation that Management expedite the long-overdue reconciliation of Bank Account 03xx-xxx-87 EPP. We further recommended that management: 1. Formulate and implement appropriate internal controls and procedures, including prevention and detection controls over the use of the LBP Electronic Payment Portal (EPP), and submit a Management Representation Letter to attest to compliance with the internal control requirement, duly							

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		attested, duly attested by the Head of the Internal Audit Unit; and c. Expedite the recording and reconciliation of collections through the EPP from CY 2023 to CY 2024							
AAR 2024	17. A significant difference of approximately P12.352 million between the actual physical count and the reported fuel, oil, and lubricants inventory due to unrecorded inventory issuances in CY 2022 and weaknesses in the internal controls in authorization, issuance, reporting and monitoring, contrary to Sec. 9, Chapter 8 of the Government Accounting Manual for NGAS and COA Circular No. 77-61, thereby resulting in overstatement of Fuel, Oil, and Lubricants Inventory account and posing risk of losses of government assets.	We recommended: a. Investigate the cause of the significant difference between the financial record in the physical count of fuel, oil, and lubricants; b. The University will establish and implement policy in the authorization, issuance, reporting, and monitoring of fuel, oil and lubricants; c. Secure fidelity bond of all property custodians in compliance with Bureau of Treasury Circular No. 02-2019, as amended by Treasury Circular No. 1-2022; d. Direct the SPMU to: Immediate submission of the unreported withdrawals in CY 2022							
AAR 2024	18. Weaknesses noted in the Resource Generation and Management Office's internal controls to ensure accuracy and completeness of reported revenues are inconsistent with Sec. 124 of PD 1445,	We recommended: a. Strengthen the existing manuals and create a separate operation manual for each IGP including the							

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	Sec. 4 of General Provision of FY 2024 GAA, and IPSAS 1, resulting in doubts on the accuracy of the reported income and fair presentation of the financial statements.	preparation of forms with control features and detailed process flow that would ensure complete income recording. i. Crops Enterprise Office ii. Livestock Enterprise Office iii. University Homestay iv. Tourism Office v. MEMU b. Require the following units to submit periodic / cropping cycle accomplishment and status reports with verifiable supporting documents of production, harvests, transfers, and sales/disposals. i. Commercial Rice Production/Grains Processing and Milling ii. Rice seeds production iii. Special Projects c. Prepare and submit the long-overdue terminal report of Project Athena. f. Ensure compliance with the posting requirement of GAA General Provision by posting prices and fees on the University’s website and conspicuous places for the following projects:							

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		i. Crops Enterprise Office ii. Livestock Enterprise Office iii. University Homestay iv. Tourism Office v. MEMU							
AAR 2024	19. The University grants mid-year bonuses to scholar personnel with less than four months of actual service, even before completing their degrees, totaling P2.393 million in CY 2024, while some paid scholars from prior years have not yet fully complied with the scholarship requirements, in violation of DBM Budget Circular No. 2019-4, which cast doubt on the regularity of disbursements.	We recommended: 2. Require scholars who received the mid-year bonus to comply with the contract within a specified period; otherwise, mandate the return of the received mid-year bonus.							
AAR 2024	20. The University still operates under manual financial reporting, even six years after procuring the Comprehensive Integrated Government Financial Management System (CIGFMS) which is contrary to Section 2 of P.D. 1445, depriving efficient and effective reporting for transparency and accountability.	a. Utilize the functional features of the CIGFMS to avoid full wastage of government funds and submit proof of its use; and b. Develop a comprehensive digital transformation roadmap outlining specific actions to establish a reliable university financial reporting system and ensure its effective implementation.							
AAR 2024	21. The University underutilized its GAD budget for FY 2024, achieving only 32.80% utilization due to the non-implementation of 21 GAD activities, leaving nine gender issues unaddressed. Moreover, the accuracy of total reported actual expenditures in its GAD	We recommended: a. Maximize the utilization of the budget allocated for GAD Programs, Activities and Projects (PAPs) in order to attain the							

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	Accomplishment Report is doubtful as costs amounting to P13.546 million remain unverified.	objectives for which the funds were provided; b. Develop and operationalize GAD Agenda which shall serve as a framework in identifying and implementing GAD PAPs; c. Submit supporting documents to prove the reported actual GAD expenditures in the FY 2024 GAD accomplishment Report; e. Improve the process of preparing the GAD Accomplishment Report, which will guarantee the accuracy and verifiability of the reported actual expenditures; and f. Require the Accounting Unit to maintain subsidiary ledgers to record all GAD-related expenses/programs/activities/proje-cts and the Budget Unit an equivalent monitoring tool.							
AAR 2023	22. Sixteen (16) completed infrastructure projects of the University aggregating P37.031 million remained to be reported as Construction in Progress which is inconsistent with Chapter 10 of the Government Accounting Manual for NGAs, thereby misstating the Construction in Progress, Property, Plant & Equipment, and Depreciation accounts as of December 31, 2023.	We recommended: a. Direct the General Services Office to exert efforts to retrieve the pertinent documents and to submit the Certification of Completion of all completed projects to the Accounting Office as the basis for reclassification and ensure timeliness in the submission of future completed projects; and							

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		b. Require the Accounting Unit to prepare necessary journal entries for the reclassification of the identified completed projects							
AAR 2023	23. Delays in the distribution of subsidy to the student-grantees of Tulong Dunong Program (TDP) for CY 2020 to 2023 amounting to ₱3.007 million and in the submission of liquidation reports to CHED for Tertiary Education Subsidy (TES) and TDP funds amounting to ₱70.395 million, violate pertinent provisions of UniFAST Memorandum Circular Nos. 01 and 02, both series of 2022 and deprived the students of the immediate assistance needed. Moreover, deficiencies noted in the cash management and recording cast doubt on the proper administration of these funds	We recommended that Management, through the OASP: a. Promptly prepare and submit the liquidation reports to the CHED Regional Office to avoid delay in the release of subsequent grants. We also recommended that Management, through the Accounting Unit: b. Reconcile with OASP records to determine errors in recording TES and TDP disbursements and make necessary adjusting entries.							
AAR 2022	24. The validity and accuracy of the Accounts Receivable balance could not be determined due to (a) lack of supporting schedules for receivables totaling ₱1,133,868.20 which are inconsistent with Section 111 (1) of PD No. 1445, affecting the fair presentation of the University's financial statements.	We recommended that Management to determine the specific debtors of unreconciled Accounts Receivable balance and thereafter maintain subsidiary ledger schedules for the account and regularly reconcile the same with the General Ledger balances							
AAR 2021	25. The University failed to submit the documentary requirements for the grant of relief from accountability for the death	We recommended that Management require the Accountant and all the Project Heads to fast track the							

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	of various livestock totaling ₱1,403,232.36 as of November 30, 2020, ₱818,966.99 of which have questionable specific stewards in violation to Section 3c.4, Chapter 2, Volume 1 of GAM for NGAs and COA Memorandum No. 92-751 dated February 24, 1992 resulting to inefficiency in the handling of government property and overstatement of assets thus, financial statements are not fairly presented.	settlement of outstanding accountabilities immediately.							
AAR 2016	26. Long outstanding receivables amounting to ₱2,383,842.55 or 15% of the total Receivables – STF remained uncollected for more than 8years contrary to SUCs mandate and responsibility to mobilize their own resources and Sections 123 and 124 of PD 1445, thus adversely affecting the recovery of the fund. In addition, the University lost the opportunity to utilize the amount for other investment that will earn additional income or to use for its operation.	d. Exert more efforts to collect the receivables. If collection proves futile, submit a request to the Commission on Audit for write-off of the accounts as required under Section 36 of PD 1445 supported with the required documents, such as documents showing management's efforts to collect or demand letters, among others.							

Agency sign-off:

Name and Position of Agency Officer

Date



REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT
REGIONAL OFFICE NO. X

Office of the Regional Supervising Auditor
SUCs and NGS Stand Alone Agencies

April 29, 2026

ATTY. MARISOL D. LEGASPI
Regional Director

Dear RD Legaspi:

In compliance with Section 2, Article IX-D of the Philippine Constitution and Section 43 of Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines, we audited the accounts and operations of Central Mindanao University, Musuan, Maramag, Bukidnon, for the year ended December 31, 2025.

The audit was conducted to (a) verify the level of assurance that may be placed on management's assertions on the financial statements; (b) determine the propriety of transactions as well as the extent of compliance with applicable laws, rules and regulations; (c) recommend agency improvement opportunities; and (d) determine the extent of implementation of prior year's audit recommendations.

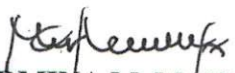
Our report consists of four parts, namely: Part I – Audited Financial Statements; Part II – Audit Observations and Recommendations; Part III - Status of Prior Years' Audit Observations and Recommendations and Part IV – Annexes. The observations and recommendations were communicated to Management thru Audit Observation Memorandum. Their comments are included in the appropriate portion of this Report.

A qualified opinion was rendered on the fairness of the presentation of the Financial Statements of which the other significant observations affecting the Financial Statements were discussed in Part II of this Report.

Our audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs) and we believe that it provides a reasonable basis for our audit opinion/report.

We acknowledge the cooperation extended to us by the officials and employees of the University, thus facilitating our work.

Very truly yours,


ATTY. NORMINA M. MANGORAC
State Auditor IV/ OIC - Regional Supervising Auditor