



DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES
KAGAWARAN NG KAPALIGIRAN AT LIKAS YAMAN

MEMORANDUM

FOR/TO : All Undersecretaries

Bureau Directors
LMB and FMB

Regional Executive Directors
Regions IV-A, IV-B, VI, IX, XI, and CAR

FROM : The Undersecretary
Finance, Information Systems and Climate Change

SUBJECT : Consolidated Annual Audit Report for Year Ended
31 December 2022

DATE : 13 September 2023

This refers to the Consolidated Annual Audit Report for Year Ended 31 December 2022 prepared by the Commission on Audit (COA).

May we call the attention of the concerned Bureaus, Regions and PENROs regarding the audit findings on the compliance with other Legal and Regulatory Requirements, as follows:

A. Compliance with the Government Service Insurance System (GSIS) Law

The GSIS employee's share and loan amortizations of LMB, FMB, Regions VI and IX and eight PENROs (as shown in the table) were not remitted properly which resulted in over-remittance of P58,370.18 and under-remittance of 1,710,617.79. Failure of these offices to remit properly will possibly cause the denial of members to avail of the services and benefits of GSIS.

The details of the findings is shown below:

DENR Office	Withheld ('000)	Remitted ('000)	(Over)/Under Remittance ('000)
LMB	4.792	4.819	(0.027)
PENRO Marinduque	3.895	3.924	(0.029)
PENRO Iloilo	17.826	17.828	(0.002)
<i>Over-remittance</i>			
FMB	9.722	9.712	0.010
Region VI	23.597	23.501	0.096
PENRO Abra	10.724	10.689	0.035
PENRO Romblon	7.256	7.248	0.008
PENRO Palawan	36.995	36.232	0.763
PENRO Marinduque	1.946	1.885	0.061
Region IX	24.953	24.387	0.566
PENRO Zamboanga del Sur	14.054	13.903	0.151
PENRO Zamboanga Sibugay	26.865	26.844	0.21
<i>Under-remittance</i>			1.711

B. Compliance with Pag-IBIG Law

The LMB, RO VI and five PENROs (as shown in the table) were not able to properly remit the contributions and loan amortizations withheld from the employees' compensation. This resulted in over-remittance of P78,250.00 and under-remittance of P137,647.08. The delay in remittances may result in the imposition of penalties, delay in the processing of employees claims, and possible forfeiture of benefits. Details are shown in the table below:

DENR Office	Withheld ('000)	Remitted ('000)	(Over)/Under Remittance ('000)
LMB	1.032	1.380	(0.078)
<i>Over-remittance</i>			
Region VI	4.227	4.221	0.006
PENRO Romblon	0.193	0.193	*
PENRO Palawan	2.512	2.431	0.081
PENRO Iloilo	1.363	1.356	0.007
Zamboanga del Sur	2.055	2.017	0.038
PENRO Zamboanga Sibugay	2.568	2.562	0.006
<i>Under-remittance</i>			0.138

*less than P1,000.00

C. Non-Insurance of Physical Assets

The physical assets of Central Office, Staff Bureau, 3 Regional Offices, 10 PENROs and 2 FAPs were not insured against fire or theft with the General Insurance Fund (GIF) of the GSIS with the total amount of P621,991,332.32.

The non-insurance of the physical assets denies the offices concerned of adequate and reliable protection against any damage to, or loss of the property due to fire, earthquake and other risks from forces of nature. Hereunder is the details:

DENR Office	Amount (in Million Pesos)
CO	419.200
FMB	30.696
FAPs-FMP	1.091
FAPs-INREMP	0.110
CAR	4.694
PENRO Abra	5.477
PENRO Benguet	27.200
R IV-B	19.010
PENRO Occidental Mindoro	41.119
PENRO Iloilo	2.768
PENRO Negros Occidental	31.066
PENRO Eastern Samar	15.058
PENRO Zamboanga del Norte	2.457
PENRO Zamboanga del Sur	5.263
RO XII	6.459
PENRO Saranggani	3.429
PENRO South Cotabato	6.894
Total	621.991

May we request the concerned offices to immediately comply with the audit recommendations to enable the employees to avail and enjoy the benefits as members of GSIS and Pag-IBIG pursuant to RA 8291 and RA 9679, respectively. Further, please submit your report to the Management Division copy furnish this Office.

We also recommend that accountabilities of official/personnel responsible for these acts/omissions be properly determined by the office of Human Resource Development Service and the same be considered in the performance evaluation of the concerned heads of Offices.

For immediate appropriate action.


ATTY ANALIZA REBUELTA-TEH

Cc: Undersecretary for Field Operations
Director, Financial and Management Service
Director, Human Resource Development Service