



VISAYAS
STATE UNIVERSITY

ACCOUNTING

13 May 2025

MS. FLERIDA RUTH R. QUIMBO

OIC Audit Team Leader
Commission on Audit
Visayas State University

Dear Ms. Quimbo:

This is in response to the Audit Observation Memorandum (AOM) No. 2025-005 (2024) dated April 28, 2025 issued by your office.

Observation:

The year-end balance of the Due to BIR account pf P12,157,121.48 is unreliable due to: (a) tax remittances under Fund 01 for VSU Main Campus not recorded based on actual amounts, resulting in a discrepancy of P2,160,174.93; (b) amount and timing differences in recording; (c) unrecorded tax remittances totaling P420,196.71; (d) abnormal balances totaling P87,508.73; (e) discrepancy in balances between the Main Campus and three (3) external campuses' records amounting to P 371,727.81; (f) lack of supporting documents for JEVs totaling P50,566,499.46; and (g) unremitted/unreconciled balances, contraru to pertinent provisions of PD No. 1445, Government Accounting Manual (GAM) for NGAs, Philippine Public Sector Accounting Standards (PPSAS), BIR Revenue Regulation No. 2-98 dated April 17, 1998, as amended, and BIR Memorandum Order No. 8-2003 dated March 3, 2023.

Recommendation:

We recommend that the University President require the:

1) Accountants/Bookkeepers of the Main Campus to record the tax remittances under Fund 01 accurately, based on actual remittances.

3) Accountants/ Bookkeepers of all campuses, except for Alangalang Campus to:

- a) Record remittance transactions in accordance with the correct dated they occurred. We commend to VSU Alangalang Campus for already adhering to this practice.
- b) Investigate and analyze the causes of discrepancies between the SL of VSU Main and trial balances of external campuses and take appropriate actions to resolve these discrepancies

4) Accountants/Bookkeepers of campuses to:



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