



OFFICE OF THE PROVINCIAL GOVERNOR
LEOPOLDO DOMINICO L. PETILLA

December 4, 2017

IMELDA C. LACERAS

Regional director
Department of Budget and Management
Regional office No. VIII
Marasbaras, Tacloban City

Dear Director Laceras,

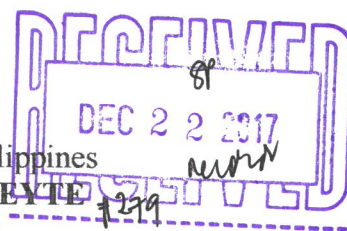
This is in relation to the FY 2017 Supplemental Budget No. 2 of the Provincial Government of Leyte duly enacted by the Sangguniang Panlalawigan through Appropriation Ordinance No. 2017-02 series of 2017 which was returned at our end for the following reasons:

1. The funding source as submitted by the Provincial Accountant is not in consonance with the Statement of Receipts and Expenditures (SRE) as prepared by the Provincial Treasurer generated through the BLGF website.
2. The non indication of the programs/projects/activities/ specific purpose or particulars and the object of expenditures under columns 2 and 4 of LBP Form No. 9.


Hereunder are our response and compliance of the abovestated findings:

1. For the source of funds, the report prepared by the Provincial Treasurer and that of the Provincial Accountant may have a discrepancy, but we are assured that their are actual funds available to support Supplemental No. 1 and No. 2 for the current year. The two offices are still in the process of reconciliation and this is also due to the format of SRE required by BLGF which is soon to be changed or upgraded into LGU Integrated Financial Tools or (LIFT). Hopefully this mechanism will realign both reports.

Republic of the Philippines
PROVINCE OF LEYTE
Tacloban City 6500



*Pls include this in
our agenda. Thanks!*



We explain further, that in the SRE report, the *Amount set aside for Obligation not yet Due and Demandable* (intended for the amortization of Loans) amounting to P45,255,064.12, is to be freed up since we have an allocation for its payment in the budget. Another consideration to be added is the *Accounts Payable* in the amount of P18,032,086.40 which was dropped from the books of accounts under COA AOM No. 2017-17(16) dated March 29, 2017 and a copy of the AOM attached hereto.

Thus, if we stick to the SRE report, our funds will show:

Amount available for appropriations	P497,261,866.83
Amount set aside for Obligations not yet due and Demandable.....	45,255,064.12
Accounts Payable (dropped from the books)	<u>18,032,086.40</u>
Total Funds Available	560,549,017.35
Less: Supplemental Budget No. 1	P400,000,000.00
Supplemental Budget No. 2	<u>147,000,000.00</u>
	<u>547,000,000.00</u>
Net Available	13,549,017.35

2. For the completion of LBP Form No. 9 or the stating of the purpose under column 2 for the particulars and for the object of expenditures under column 4, it is already done as submitted herewith.

In view of the foregoing compliance and justification, we look forward for your favorable action on this Supplemental Budget No 2. Thank you and More Power.

Very truly yours,



LEOPOLDO DOMINICO L. PETILLA
Governor