



Republic of the Philippines  
**Department of Education**  
REGION XI  
SCHOOLS DIVISION OF DAVAO DEL NORTE

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**Office of the Schools Division Superintendent**

OFFICE MEMORANDUM  
OSDS-2023-0041

TO: **MA. LOURDES M. QUESADA**  
Accountant III

SUBJECT: ADHERENCE TO RECOMMENDATIONS FOR AUDIT OBSERVATION  
MEMORANDUM NO. 2023-005 DATED FEBRUARY 2, 2023

DATE: February 7, 2023

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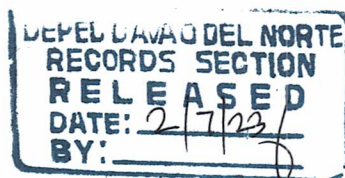
1. An Audit Observation Memorandum (AOM) No. 2023-005 dated February 2, 2023 was recently received with the following observation to wit:

Seven Thousand Nine Hundred Thirty-One (7,931) tangible items totaling P76,864,282.93 which have met the definition and recognition criteria of Property, Plant and Equipment (PPE) but cost if below P50,000.00 were not accounted in the books of the agency as semi-expendable property, affecting fair presentation of accounts in the Financial Statements as of December 31, 2022.

2. Recommendation by the Auditor entails immediate preparation of a Journal Entry Voucher (JEV) adjust issued tangible items acquired prior to CY 2022 with amounts from 15k to below 50k previously classified as PPE:

Dr.	Accumulated Surplus/Deficit	xx	
Dr.	Accumulated Depreciation	xx	
Cr.	PPE Account		xx

3. Please be guided accordingly.



For the Schools Division Superintendent:

**REBECCA C. SAGOT, CESO VI**  
Assistant Schools Division Superintendent

