



Republic of the Philippines *DILG - FS - 2-16- 2015*
DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT

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February 16, 2015

MEMORANDUM

TO : DILG REGIONAL DIRECTORS, PROVINCIAL AND CITY DIRECTORS AND ALL OTHERS CONCERNED

SUBJECT : 2014 GFH CERTIFICATION AFTER THE ASSESSMENT PERIOD FOR THE PURPOSE OF ACCESSING BUB, PAMANA AND OTHER PROGRAM WINDOWS OF THE DILG

Based on the agreements during the Consultation with Central and Regional Offices for the Operationalization of FY 2015 Plans last February 5-6, 2015, local governments which are non-passers of the 2014 Good Financial Housekeeping may avail of the following remedies to secure a Certification which will enable them to access Bottom-Up Budgeting, PAMANA and other program windows of the Department:

- (1) If the failure to pass the GFH criteria is caused by the non-compliance to the Full Disclosure Policy, be guided by the guidelines stated for *After Assessment Compliance* as per Memorandum Circular 2014-13 dated February 6, 2014.

To reiterate, a certification issued by the DILG Regional Office and attested by a CSO representative has to be provided to this level stating that the LGU has already posted in three (3) conspicuous places for the last two (2) preceding quarters; AND a certification issued by the Bureau of Local Government Supervision stating the compliance of the concerned LGU in posting the required documents in the FDP portal for the last two (2) preceding quarters (e.g. if request is within the first quarter of 2015, required FDP compliance is 3rd and 4th quarters of 2014).

- (2) If non-passing is due to a Disclaimer or No Opinion rendered by the Commission on Audit (COA) for the immediately preceding year which may be caused by force majeure or disasters beyond the control of the LGU (e.g. flood and fire), for this LGU to be reconsidered, it has to be a recipient for two consecutive assessment years (e.g. 2011 and 2012 Seal of Good Housekeeping). In addition, the LGU has to provide a letter-justification stating the loss of pertinent or supporting financial documents due to such incidents, which is to be duly certified and endorsed by the DILG-Regional Director.

- (3) In cases where the reason for not passing is brought about by an Adverse or Disclaimer of Opinion due to negative audit findings during the past administration as rendered by COA, the concerned LGU has to submit a certification duly signed by the COA Supervising Auditor stating that it has substantially responded or taken action to ALL audit recommendations.

It has to be underscored that these agreements were made for the sole purpose of accessing funds from program windows of the Department such as BUB and PAMANA, and not for facilitating the approval of loans nor eligibility to the Seal of Good Local Governance and Performance Challenge Fund.

For the information and guidance of all concerned.



AUSTERE A. PANADERO

Undersecretary

