



Republic of the Philippines  
**Department of Education**  
Region VI – Western Visayas  
**SCHOOLS DIVISION OF CAPIZ**

December 5, 2022

DIVISION MEMORANDUM

No **514** s. 2022

**DISSEMINATION OF DEPED MEMORANDUM OUF-2022-0672  
(CLARIFICATION ON THE VALIDITY OF FY 2021 GAA FUNDS)**

To: OIC, Office of the Assistant Schools Division Superintendent  
Chief Education Supervisors  
Curriculum Implementation Division  
School Governance and Operations Division  
Public Schools District Supervisors  
School Heads of Public Elementary, Secondary and Integrated Schools  
Accountants / Bookkeepers / Designated Bookkeepers of Implementing Units  
All Others Concerned

1. Attached is **DepEd Memorandum OUF-2022-0672** dated November 23, 2022 titled "**CLARIFICATION ON THE VALIDITY OF FY 2021 GAA FUNDS**".
2. Immediate dissemination of this Memorandum is desired.

  
**MIGUEL MAC D. APOSIN EdD, CESO V**  
Schools Division Superintendent





Republic of the Philippines  
**Department of Education**  
OFFICE OF THE UNDERSECRETARY FOR FINANCE

**MEMORANDUM**

OUF-2022-0672

**FOR** : **ATTY. KRISTIAN R. ABLAN**  
Undersecretary for Administration

: **ATTY. CHRISTOPHER LAWRENCE S. ARNUCO**  
Assistant Secretary for Procurement and Administration

**CC** : **UNDERSECRETARIES**  
**ASSISTANT SECRETARIES**  
**BUREAU AND SERVICE DIRECTORS**  
**PROGRAM TEAMS**

**FROM** : **ANNALYN M. SEVILLA**  
Undersecretary for Finance

: **ATTY. OMAR V. ROMERO**  
Assistant Secretary for Finance

**SUBJECT** : **CLARIFICATION ON THE VALIDITY OF FY 2021 GAA FUNDS**

**DATE** : **November 23, 2022**

This has reference to the request for clarification on the disbursement period of Fiscal Year (FY) 2021 funds as mentioned in *Memorandum OUF-2022-0556 (Deadline for Various Financial Transactions)* dated October 5, 2022, particularly on the reiteration of *Republic Act (R.A.) No. 11640*.<sup>1</sup>

*R.A. No. 11640* expressly provides the amendment to *Section 62 of R.A. No. 11518*,<sup>2</sup> to wit:

Section 62. Cash-Based Budgeting System. Appropriations authorized in this Act, including the budgetary support to GOCCS and financial assistance to LGU, **shall be available for release and obligation for the purpose specified, under the same general and special provisions applicable thereto, until December 31, 2022 xxx** (Emphasis supplied)

**Likewise, construction of infrastructure projects, delivery of goods and services, inspection and payment shall be made not later than December 31, 2022.** (Emphasis supplied)

<sup>1</sup>An Act Extending the Availability of the 2021 Appropriations to December 31, 2022, Amending for the Purpose Section 62 of the xxx General Appropriations Act of Fiscal Year 2021.

<sup>2</sup>General Appropriations Act of Fiscal Year 2021.

This is further reiterated in the Department of Budget and Management's (DBM) National Budget Circular No. 587 dated January 3, 2022, to wit:

Section 3.5 Pursuant to R.A. No. 11640 which extended R.A. No. 11518 (FY 2021 GAA), appropriation items authorized under RA 11518 for **MOOE and CO are valid for release, obligation, and disbursement until December 31, 2022.** (Emphasis supplied)

In compliance with the above provisions, the Finance Strand may only accept and process valid claims for payment chargeable to FY 2021 funds for delivered goods and services /infrastructure projects, until December 31, 2022.

Inasmuch, however, as the DBM has in past years<sup>3</sup> clarified to the DepEd that projects covered by contracts already completed/delivered/accepted are obligations which the government has the duty to pay, we are presently confirming with the DBM the validity of said FY 2021 funds. In particular, we seek guidance if the period for disbursement for obligated projects extends to FY 2023.

Nonetheless, this Office does not recommend the commencement or continuation of ongoing **procurement projects charged against the FY 2021 funds which may no longer be awarded, obligated, delivered, and paid before December 31, 2022** considering the relevant prescribed procurement, delivery, and disbursement timelines. Particular attention is directed to program teams with ongoing procurement projects charged against the FY 2021 funds, which were affected by the recently DBM-disapproved request for augmentation of the Quick Response Fund and Disaster Preparedness and Response Program.

For your information and appropriate action.

  
**ANNALYN M. SEVILLA**  
Undersecretary for Finance

  
**ATTY. OMAR V. ROMERO**  
Assistant Secretary for Finance

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<sup>3</sup>Payment of valid obligations under 2019 and 2020 appropriations.