

EXECUTIVE SUMMARY

Introduction

The Lamitan Water District was transferred from NAWASA in 1986 and was given Conditional Certificate of Conformance No. 269 on December 04, 1986. It became operational in 1990 and was converted to Government-Owned and Controlled Corporation (GOCC) in February 1992

- A. To acquire, install, improve maintain and operate the water supply and distribution system for domestic, industrial, municipal and agricultural uses for residents and lands within the boundaries of such district.
- B. Provide, maintain and operate waste water collection, treatment and disposal facilities.
- C. Conduct such other functions and operation incidental to water resource development, utilization and disposal within such districts as are necessary or incidental to said purpose.

The powers, privileges and duties of the district are exercised and performed by and through the Board of Directors, as the policy-making body composed of the following;

Chairman	-	Mr. Efren J. New
Vice-Chairman	-	Mr. Rino R. Pamaran
Treasurer	-	Mrs. Pilar Susana E. Jamiro
Secretary	-	Vacant
Member	-	Vacant
Recording Secretary	-	Mrs. Elsa F. Gregorio

Day to day activities are carried out and executed by LCWD officers and Employees who are headed by the following:

General Manger	-	Mr. Aurelio P. Quir, Jr.
Chief Administrative	-	HadjaJuvy H. Hadjala
Chief Commercial	-	Vacant
Chief Engineering	-	Engr. Ronald T. Maluto

Summary of Significant Findings and Recommendations

FINANCIAL AND COMPLIANCE AUDIT

- 1. Other Deferred Credits is for the Non-remittance of prior years' GSIS contributions/premiums that increased from Php 1,898,112.75 to Php 2043,326.16 in violation of R.A. 8291.**

We reiterate our recommendation that concerned officer/staff should remit the GSIS contributions/premiums as soon as possible and comply with the GSIS regulations. The remittances should take priority over the payment of any and all other obligations, except salaries and wages of its employees. Exert more efforts to reconcile the records of the District and the GSIS to avoid the payment of the amount as billed.

2. The district failed to exert all possible remedies to enforce the collection of accounts receivable from its costumers on the total amount of Php 5,356,754.61 as of December 31, 2012 consisting mostly of long outstanding receivables from water consumers and dated back to ten years or longer.

We recommend, as reiteration of PY recommendations that concerted effort shall be made by management to enforce collection of long outstanding accounts receivables from customers through dialogues and by executing legal demands for settlement of accounts.

STATUS OF IMPLEMENTATION OF PRIOR YEAR'S RECOMMENDATIONS

The Management was able to implement one (1) of the three (3) audit recommendation contained in the previous year Annual Audit Report.