



Republic of the Philippines  
Province of Davao Oriental  
**OFFICE OF THE PROVINCIAL GOVERNOR**  
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Executive Order No. 10  
Series of 2021

**RECONSTITUTION OF THE PROVINCIAL INVENTORY COMMITTEE ON LOCAL ROAD NETWORK (PICOLRN)**

**WHEREAS**, the contribution of infrastructure development to economic advancement of any country is undeniable in that the country develops, roads are constructed and road network, developed;

**WHEREAS**, the COA Circular 2015-008 dated November 25, 2015 issued Accounting and Reporting guidelines on the Local Road Assets Management System.

**WHEREAS**, there is a need to expedite the complete recognition of the Local Road Network in the book of accounts.

**NOW THEREFORE**, in consideration of foregoing, **I NELSON L. DAYANGHIRANG**, Governor of the Province of Davao Oriental, by virtue of the power vested in me by laws, order and decrees, do hereby order the reconstitution of the Provincial Inventory Committee on Local Road Network of Davao Oriental:

**Section 1. Composition**

1. Chairman - **MR. ARNULFO A. BONDOC**  
Provincial Government Department Head  
Provincial General Services Office (PGSO)
2. Co- Chairman - **ENGR. EDGAR M. FERNANDEZ**  
PGADH-Planning  
Provincial Engineer's Office (PEO)
3. Secretariat - **MS. MERELINA M. BURGOS**  
Supervising Administrative Officer  
Provincial General Services Office (PGSO)
4. Members  
**MR. JESSIE JOHN MADANLO** - Internal Auditor IV (PIASO)  
**ENGR. DANILO A. CONDE** - PGADH (PGSO)  
**ENGR. MA. ELEANOR R. SERRANO-LAOO IV**,PASSO OIC  
**ENGR. JOSE JINKIE BERMOY** - ENGR III (PEO)  
**ENGR. DEXTER DUAY** - PEO  
**JEANNETTE C. TE** - Supervising Admin. Officer (PACCO)  
**SALIDIE V. MELENDREZ**- AAI (PACCO)  
**VICTOR C. BARIL** - PPDO  
**ENGR. ESTEBAN SILVOSA**- SAO (PASSO)  
**JULITO EMPIC, JR.** - PEO  
**ROSALIO BAUYOT** - Capataz (PEO)  
**NORHANITO ENAL** - PASSO  
**GUADAMERA V. VALLEZ** - Encoder

## **Section 2. FUNCTIONS**

1. Conduct an inventory of the roads under the LGU's Jurisdiction.
2. Reconcile the list of Inventory per local road inventory report and road map with those recorded in the Registry of Public Infrastructure.
3. Segregate and recognize the cost of each component of the local roads with identified cost
4. Determine the components of local roads, identified in the inventory without corresponding cost and recognize the cost of each component at its fair value.
5. Depreciate the carrying amount of existing roads and its components to reflect the asset in its used condition and shall as the basis for recording in the general ledger.
6. Determine the life of the local roads within the range prescribe by COA taking into consideration the following factors; design, users and volume of users.
7. Compute separately the depreciation for the road components taking into consideration the following factors; initial cost and useful life.
8. Maintain separate subsidiary ledgers for the road and its components namely; road lot, road pavement, drainage and slope protection structures and other miscellaneous structures.
9. Provide complete description of the road and its components in the subsidiary ledger and reconcile with the Inventory and Road Map to ensure completeness.
10. Assess the local road at every reporting date, whether there is any indication that a component of the local road may be impaired.
11. Reverse the recognized impairment loss when there is an increase in the estimated recoverable service amount of the assets from use.

## **Section 3 . REPORTING GUIDELINES**

1. The General Services Officer shall at the end of the accounting period render a Report on Local Road Network of the local government unit concerned. (Annex A)
2. The total road network system shall be disclosed in the Notes to the Financial Statement of the agency. (Annex B)
3. The Inventory Committee shall prepare the Report on the Physical Count of the Road Network System of the government unit (Annex C).

## **Section 4: DUTIES AND RESPOSIBILITIES**

### **a. Local Accountant**

1. Prepare the Journal Voucher to record the beginning balance of the local road network and its components in the general ledger and the Local Road Network Ledger Card (Annex D), respectively.
2. Support the JEV with the Registry of Public Infrastructures for Roads, working paper on the distribution of costs for the road components, and working paper on the determination of the depreciated replacement cost for road components with no available cost per registry;

3. Keep and maintain subsidiary records for roads and road components for every road network; and
4. Prepare a lapsing schedule for the computation of the depreciation for each component at the end of the year.

**b. General Services Officer**

1. Maintain a Local Road Inventory and Road Map;
2. Keep component Local Road Network Property Card for all roads and its components (Annex E).

**c. Provincial Engineer**

1. Provide the local accountant and the general services officer with the complete description and cost segregation of road components for road projects.
2. To determine and resolve Road Right of Way (RROW) issues and concern.

**d. Provincial Assessor**

1. Provide detail valuation report on the Provincial Local Road Network Road Lot.

**e. Internal Auditor**

1. To strengthen Internal control systems, improving existing systems and procedures, and promoting transparency and accountability on Local Road Network Asset Management.

**f. Local Chief Executive**

1. Enjoin the Department Heads compliance with the requirements of the circular.

**Section 5: REPEALING CLAUSE**

All Executive Orders, rules and regulation, or parts thereof, which are inconsistent with any provisions of this Executive Order, are hereby repealed, modified and amended accordingly.

**Section 6: EFFECTIVITY**

This order shall take effect immediately.

Done this 14<sup>th</sup> day of May, 2021 at the City of Mati, Davao Oriental.

NELSON L. DAANGHIRANG  
Governor

