

RODANTE D. MARCOLETA

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City, Metro Manila

SEVENTEENTH CONGRESS
Second Regular Session

House Bill No. **6761**

Introduced by Rep. Rodante D. Marcoleta

AN ACT PROVIDING FOR A PRESCRIPTIVE PERIOD FROM WHICH COA MAY CONDUCT AUDITS AND ISSUE A DECISION ON CASES, AMENDING THE STATE AUDIT CODE OF THE PHILIPPINES (P.D. 1445) FOR SUCH PURPOSES

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Section 33 of the State Audit Code of the Philippines is hereby amended to read as follows:

“Section 33. Prevention of irregular, unnecessary, excessive or extravagant expenditures of funds or uses of property; power to disallow such expenditures. The Commission shall promulgate such auditing and accounting rules and regulations as shall prevent irregular, unnecessary, excessive, or extravagant expenditures or uses of government funds. **Towards this end, a prescriptive period of two (2) years shall be strictly observed to reflect the preventive nature of the Commission’s function in relation to Sections 29 and 43 hereof.**”

SEC. 2. Section 43 of the State Audit Code of the Philippines (PD 1445) is further amended to read as follows:

“Section 43. Powers, functions, and duties of the Commission.

- (1) xxx
- (2) xxx
- (3) xxx
- (4) xxx
- (5) **In the discharge of all the foregoing powers and functions, a prescriptive audit period of two (2) years shall be strictly observed from the completion of a project which financial transaction or undertaking is the subject matter of such audit.**”

SEC.3. Section 48 of the State Audit Code of the Philippines is further amended to read as follows:

“Section 48. Appeal from decision of auditors. Any person aggrieved by the decision of an auditor of any government agency involving transactions specified under Sections 33 hereof, or in settlement of an account or claim may, within six months from receipt of a copy of the decision, appeal in writing to the Commission; **Provided that in the event that the decision of an auditor was received by the aggrieved party beyond the prescriptive period stipulated under Sections 33 or 43 hereof, the said decision shall be deemed without force and effect, such that the aggrieved party need not file an appeal.**”

SEC. 4. Section 49 of the State Audit Code of the Philippines is further amended to read as follows:

“Section 49. Period for rendering decisions of the Commission. The Commission, shall decide any case brought before it within sixty days from the date of its submission for resolution, **or shall be counted from the time the last comment necessary to render a proper decision is received, whichever is applicable; Provided, that in the event that the Commission fail to decide within said period, the case shall be deemed to have been dismissed without prejudice; Provided further, that all its subordinate offices shall decide any case within fifteen days.**”

SEC. 5. This proposed measure, if enacted into law, shall likewise be retroactive in application and effect.

SEC. 6. If any part, section or provision of this Act is held invalid or unconstitutional, the remaining provisions not affected thereby shall continue to be in full force and effect.

SEC. 7. All laws, decrees, orders, rules regulations and other issuances or parts thereof which are inconsistent with the provisions of this Act are hereby repealed or modified accordingly.

SEC. 8. This Act shall take effect fifteen (15) days after its publication in the Official Gazette or in a newspaper of general circulation.

Approved,