REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT
Commonwealth Avenue, Quezon City, Philippines

CIRCULAR **No.** : 2004-002
Date : April 29, 2004

TO : Managing Heads of Government-Owned and/or Controlled Corporation; Heads of Finance/Comptrollership Departments/Financial Management Services, Accountants/Bookkeepers and Budget Officers; COA Assistant Commissioners; Directors; Heads of Auditing Units; and All Others Concerned.

SUBJECT : PRESCRIBING THE CHART OF ACCOUNTS UNDER THE NEW GOVERNMENT ACCOUNTING SYSTEM (NGAS) FORGOVERNMENT-OWNED AND/OR CONTROLLED CORPORATIONS.

1.0 PURPOSE/COVERAGE

This circular is issued to prescribe the Chart of Account under the New Government Accounting System (NGAS) for use of Government-Owned and/or Controlled Corporations (GOCCs) except government banks, the Government Service Insurance System and the Social Security System, the purposes of which are as follows:

1.1 to ensure uniformity in the use of accounts for similar financial transactions;

1.2 to facilitate consolidation of accounts and monitoring of GOCCs' financial transactions; and

1.3 to ensure efficient implementation of the computerized NGAS or the e-NGAS by concerned GOCCs.

2.0 IMPLEMENTING GUIDELINES

2.1 GOCCs shall record their financial transactions in accordance with the Chart of Accounts prescribed under the NGAS, herein attached as Annex A.

2.2 GOCCs shall convert the balances of their accounts as of December 31, 2004 to the prescribed Chart of Accounts mentioned in Item No. 2.1.

2.3 Accounts other than those provided in this Circular shall be used only upon prior approval of this Commission.

3.0 SAVING CLAUSE

Cases not covered in this Circular shall be referred to the Government Accounting and FMIS (GAFMIS), this Commission, for resolution.

4.0 EFFECTIVITY

This circular shall take effect January 1, 2005.

GUILLERMO N. CARAGUE
Chairman