

75

DECLASSIFIED  
Authority NND 883078

# FINANCE SERVICE ANNUAL REPORT

FOR THE YEAR , 1944

7th MILITARY DISTRICT, GRLA

File gila Arch

DECLASSIFIED

Authority ND 883078

UNITED STATES FORCES IN THE PHILIPPINES  
SEVENTH MILITARY DISTRICT  
FINANCE SECTION

A-72

A-145  
Jan. 45.

# FINANCE SERVICE ANNUAL REPORT

FOR THE YEAR 1944

ROMEO A. INTENGAN (O-1537)

LT. COL., INF.

DISTRICT FINANCE OFFICER

DECLASSIFIED  
Authority NND 883078

UNITED STATES FORCES IN THE PHILIPPINES  
SEVENTH MILITARY DISTRICT  
District Finance Office

TABLE OF CONTENTS

- I. Monthly Progress and Accomplishments
- II. Personnel
- III. Financial Report
- IV. Survey of Financial Conditions
- V. Vocational Projects
- VI. Plans
- VII. Major Problems
- VIII. Recommendations
- IX. General Remarks

DECLASSIFIED  
Authority NND 883078

I. MONTHLY PROGRESS AND ACCOMPLISHMENTS:

A - January, 1944.- Diverse memoranda, instructions and indorsements appertaining to the Finance Service set-up (copies of which have been furnished the District Headquarters) were issued to all command and sections for dissemination to all subordinate units concerned. Drafts of subject matters for inclusion in the District Headquarters Bulletin were submitted to the District Commander, 7MD. They dealt with the authorization of fund for vocational projects and monthly financial reports required of DQM Agents now in the field. Estimates of the expenses of the 7MD based on actual and authorized strengths as shown in the latest record of the G17MD were made and submitted to the District Commander. The taking up of all sector Finance Officers and Assistant Finance Officers as personnel of this Section was also accomplished. A new system in the Finance Service set-up, 7MD has been established with the 72d Division Finance Officer by which delivery of funds covering monthly allotments to all sectors and sections of the 7MD can be facilitated. The Executive Officer of this Office, who was sent on the 29th ultimo to the 72d Division to draw funds for the District Headquarters and the various sections and units as well as for some special projects of the District Commander, came back 30 Jan 44. In connection with his mission, he examined and verified the accountabilities and responsibilities of some of the officers in the various military installations he passed. Findings of his examinations were all furnished to that Headquarters. Further verification of accounts and inspection of funds were made also in the North Negros Sector by the 72d Finance Officer and his personnel. As in previous months, the undersigned has taken up with the other unit commanders, matters anent the policy of the District Commander of which they had no knowledge. The undersigned has represented the District Commander in this area and in all parts of the 7MD in settling matters with the Civil Government touching on security measures, reliefs, pensions, financial aids, etc. The giving of reliefs or emergency pensions to families of officers and enlisted men who have not as yet rejoined their families was also attended to with the Civil Government. Papers re financial aids to families of deceased officers and enlisted men during the present operations and to families of destitute American Citizens were promptly acted by this Office. Likewise, attention has been given to taking care of the operating expenses of some District personnel and units around this area.

B - February, 1944.- The funds taken from the Division Finance Officer the preceding month by the Executive Officer of this Section were brought and delivered to Headquarters, Seventh Military District by the Field Examiner and Disbursing Officer of this Section. The Field Examiner and Disbursing Officer was further instructed by the undersigned to effect temporary liquidation of funds, verify funds, etc. of accountable and/or responsible officers for government funds in the District Headquarters Area as well as to look into Finance Service problems thereat. A subsequent note was sent to him, care of Headquarters, Seventh Military District extending his allotted time for verification by one week more so that he could have verified some of the accounts in the South Negros Sector Area.

According to the Field Examiner and Disbursing Officer, this last note was not received by him. And even if he had received it, it would have had made no difference. Because the nature of this assigned task, was altered by the District Commander, Seventh Military District by giving him a different and much more urgent assignment after the delivery of the funds. In compliance to the order of the District Commander, the Field Examiner and Disbursing Officer took from the District Quartermaster the following arms, ammunitions and supplies and brought them to this Headquarters:

- 4. Us Carbines, Cal. 30  
Serial Nos. 944452; 948672; 957828; 958270
- 4 belts with one (1) pouch each
- 8 magazines
- 600 rounds of ammunition Cal. 30

The G4 & DQM of the Seventh Military District added to the above list authorized by the District Commander, four (4) ammunition pouches. Complying to further instruction of the District Commander, the Field Examiner & Disbursing Officer delivered to ~~the~~ Agent Officer for District Headquarters, several memorandum receipts for advances released by the District Commander in favor of the District Headquarters Agent Officer amounting to \$147,730.00. The organization chart and Table of Organization duly noted by the Personnel Adjutant as approved by the District Commander, Seventh Military District, were obtained from Headquarters, Seventh Military District and brought to this Headquarters. As in previous months, the undersigned has taken up with the other unit commanders, matters anent the policy of the District Commander of which they had no knowledge. The undersigned has represented the District Commander in this area and in all parts of the Seventh Military District in settling matters with the Civil Government touching on security measures, reliefs, pensions, financial aids, etc. The giving of reliefs or emergency pensions to families of officers and enlisted men who have not as yet rejoined their families was also attended to with the Civil Government. Papers re financial aids to families of deceased officers and enlisted men who died or were killed during the present operations were promptly acted by this Office. Attention has also been given to taking care of the operating expenses of some District Personnel and units around this area. This Office helped a lot in maintaining peace and order in this locality and nearby areas and in bolstering high morale among civilians. At the time of this writing, the undersigned with his Executive Officer, following order from the District Commander, are on a mission North to confer with the Commanding Officer, 72d Division and the Currency Board re financial matters in particular and all matters in general. A report of such mission ~~will be~~ <sup>has been</sup> furnished the District Commander in due time. An ocular inspection of conditions obtaining in the field ~~will be~~ <sup>has been</sup> noted in all areas covered and officers and gentlemen contacted, all of which ~~will be~~ <sup>will be</sup> embodied in said report to the District Commander.

C - March, 1944. - During the first week of this month, the undersigned together with his Executive Officer made a trip to the District Headquarters after having conferred with the Island Governor,

DECLASSIFIED  
Authority NJND 883078

Division Commander, Division Finance Officer and other ranking Army Officers in the field and reported personally on the results of the conferences and other findings and observations of conditions prevailing in the areas covered by the inspection. Written reports of the same have been rendered that Headquarters already. In connection with the above trip, the amount of ₱150,000.00 was delivered to the Agent Officer of the District Finance Officer for the DRQ to meet the expenditures of the District Headquarters and sections. This office transmitted to all commands and sections for dissemination to all subordinate units concerned diverse memoranda, instructions and indorsements appertaining to the Finance Service set-up (copies of which have been furnished the District Hq.). Drafts of subject matters for inclusion in the District Headquarters Bulletin were submitted to the District Commander, 7MD. They deal with control of prices, liquidation of government funds, taking up by this office of Sub-Sector Finance Agent Officer, monthly reports of Procurement and ~~Supplies~~ <sup>Dist. Quartermaster</sup> Supplies Agents, relief from accountability and/or responsibility, keeping of serial numbers of government funds and authorization for the printing of chits by Sector Commanders. Examinations of the money accountabilities of various officers were made, copies of which were furnished that Headquarters. In the North and Central Negros Sectors, the Finance Officers were also conducting field examinations of accounts. Financial and Special Reports were made and duly submitted to the District Commander. As in previous months, the undersigned has taken up with the other unit commanders, matters anent the policy of the District Commander of which they had no knowledge. Likewise, the undersigned has represented the District Commander in settling pertinent matters with the Civil Government, such as security measures, reliefs, pensions, financial aids, control of prices and fighting against inflation, food production campaign, forestalling waste of ammunitions resulting from unnecessary finings by EM from some units, etc. The giving of reliefs or emergency pensions to families of officers and enlisted men who have not as yet rejoined their families was also attended to with the Civil Government. This office has been paying the salaries of officers under indefinite sick leave who are around this CP as well as taking care of the operating expenses of some District personnel and units around this area. This office did much in maintaining peace and order in the locality and nearby areas and in bolstering high morale among civilians.

The undersigned is presently undertaking serious and intensive training of all officers and EM in the Finance Section, 7MD, to make up for their handicap in time element to attend GES for those subjects. The following subjects were being taught:- Finance, Physical Drill, Close Order Drill, Military Courtesy & Customs of the Service, Articles of War, Combat Principles, Marksmanship, Military Discipline, Maintenance of Arms and Equipments, Interior Guard Duty, Vocational Projects, and Individual Initiative & Resourcefulness.

D - April, 1944.- This office transmitted to all commands and sections for disseminations to all subordinate units concerned, diverse memoranda, instructions and indorsements appertaining to the Finance Service set-up (copies of which have been furnished the District Headquarters) <sup>to</sup> Executive Officer, Finance Section, 7MD was sent by the undersigned on an assigned mission to the Division

Finance Officer to get sufficient funds to defray the expenditures of the District Headquarters, Sections and Special Staffs. In addition thereto, he was given instructions to verify accountabilities of officers accessible from his routes and to proceed further to East Negros Sector and verify funds and accounts in that part of the Seventh Military District. In the North Negros Sector, the Assistant Division Finance Officer conducted examinations of the money and property accountabilities of various officers, copies of which were furnished that Headquarters. The undersigned has instructed both the Division Finance Officer and Assistant Division Finance Officer to push thru the case against Lt. Ramon D. Dellosa, Inf, DQM Agent in NNS, who was found short in his money and property accounts, informing District Headquarters constantly of the progress of the case. As in previous months, the undersigned has taken up with the other unit commanders matters anent the policy of the District Commander of which they had no knowledge. Likewise, the undersigned has represented the District Commander in settling pertinent matters with the Civil Government, such as security measures, reliefs, pensions, financial aids, control of prices, fighting against inflation and food production campaign. This office has been paying the salaries of officers under indefinite sick leave who are around this CP as well as taking care of the operating expenses of some District Personnel and units around this area. This office did much in maintaining peace and order in this locality and nearby areas and in bolstering high morale among civilians. On 9 April 44 (Sunday) a literary program was held in the premises of this Headquarters. The purposes were varied; to afford recreation for the officers and Enlisted Men, develop confidence in them, and most important of all to bring the civilians closer to the Army and conversely, the Army closer to the people. The program which was well attended by a representative audience, turned out successfully to the satisfaction of all concerned. Deputy Governor, 5th Adm. District, in behalf of the Civil Government and the civilians spoke during the occasion. He elucidated how the present organization of the Civil Government under Island Governor, came into existence. He touched on matters regarding food production and other policies of the Civil Government to ameliorate the critical economic conditions prevailing in this province. The undersigned on behalf of the Army, spoke and explained to the audience the purpose and necessity for desiring that sort of gathering. He emphasized on the spirit of amity that should animate and pervade the relationship of the Army and the Civilians. He discussed inflation, its causes and remedies, and suggested the organization of civilians groups patterned after the "Japanese Neighborhood Associations" in the occupied areas, functioning as a civilian intelligence unit to inform military authorities, instantly of the movements of undesirable elements and the infiltration of news and suspicious characters. In short, they will serve also as a sort of warning service. This office redoubled its efforts on the different Vocational Projects which were previously existing and going on this area. Training of officers and enlisted men goes on. Weekly examinations were given to enlisted men.

E - May, 1944.- This office has transmitted to all commands and sections for dissemination to all subordinate units concerned, diverse memoranda, instructions and indorsements appertaining to the Finance Service, copies of which have been furnished the District Headquarters. Two salient features worked out during this month are:



This office has been paying the salaries of officers under indefinite sick leave who are residing near this CP as well as taking care of the operating expenses of some District personnel and units around this area. Various vocational projects undertaken by this Section are gaining momentum. Both the personnel of the Division Finance Officer and the District Finance Officer are still being trained both in lectures and field works so as to acquaint the men with the proper requisites of disciplined soldiers. For this Section

F - June, 1944.- This section has transmitted to all commands and sections for dissemination to all subordinate units concerned, diverse memoranda, instructions and indorsements appertaining to the Finance Service, copies of which have been furnished the DHQ.

(1) Disbursements- Funds for the allotment of all the Sectors, 7MDHQ Staff Sections and units to include the PAAC and Divisional Units were released thru the Disbursing Officers. On 1 June 44, the undersigned personally delivered to the Agent Officer of the 7MDFO for DHQ, the amount of \$200,000.00 to meet obligations of DHQ Staff Sections and PAAC up to 31 Aug 44. In view of the then untenable situation obtaining in the DHQ Area this amount was delivered thru Lt G. G. Jalandoni, Inf as the safekeeping of same in the said area ~~will~~ be a burden. On 21 June 44, <sup>the</sup> Executive Officer of this Section, left for the 72nd Division to get again allotments of the 7MD Staff Sections, PAAC and the SNS. This office has been paying the salaries of officers under indefinite sick leave as well as taking care of the operating expenses of District Installations and units around this area.

(2) Conference with the DC- On 4-5 June 44, the undersigned in connection with the delivery of funds to DHQ conferred with the DC in CP-Venice on matters affecting the Finance Service set-up in the 7MD and other matters affecting the organization in general.

(3) Inspection and Field Audit- Officers of the Division Auditor, Division Finance Officer, 72nd Div and from this Section are always going around the 7MD to inspect and audit the books of accountable and/or responsible officers in the field. It will be <sup>NOTED</sup> that this phase of work is carried on regularly now in the 7MD. The Division Auditor and the Division Finance Officer take care of the accountable and/or responsible officers in the North Negros while this Section directly takes care of Central, East, South Negros and the DHQ Area.

(4) New set-up and system of distribution of funds to all the Units- Per instructions from the DC on 5 June 44 during the conference of the undersigned with the DC and the memorandum from the DHQ dated 7 June 44, <sup>the</sup> Executive Officer of this Section, left ~~last~~ 21 June 44 for the 72nd Division. He established a branch office of the District Finance Officer in the CNS Regimental Area near CPG-2 (DO, F072nd). This branch office was established in order to facilitate the distribution of funds to all units in the Seventh Military and to expedite all matters appertaining to the Finance Service.

1. Cooperation with the Army in all ways and means at any cost. This includes, security measures, (maintenance of Volunteer Guards where all are to guard irrespective of their means of livelihood provided they are physically capacitated and formation of a Neighborhood Association where everybody is supposed to be an Army operative), cutting off of all means of gambling and vices, secrecy discipline among civilians, etc, for the good of all.
2. Food Production on a very extensive basis.- The success on the above points <sup>was</sup> ~~is~~ very remarkable
3. Per par. 10, SO No. 25, HQ7MD cs.- The undersigned is taking a hand in the supervision of the internal administration of the District Installations in rear area SS "M" which included security measures, proper rendition of reports and solution of simple problems.

G - July, 1944.-

(1) General.- This section has transmitted to all commands and sections for dissemination to all subordinate units concerned diverse memoranda, instructions and indorsements appertaining to the Finance Service, copies of which have been furnished the DHQ.

(2) Disbursement.- Funds for the allotment of all the Sectors, 7MDHQ Staff Sections and units to include the PAAC and the Divisional units were released thru the Disbursing Officers. On 14 July 44, <sup>he</sup> Executive Officer of this Section, was sent to DHQ to deliver to the Agent Officer of the 7MDFO for DHQ, the amount of \$260,000.00 (\$105,000.00 for SNS, (75th Inf) and \$155,000.00 for 7MDFO Staff Sections, PAAC and unforeseen expenses of DC7MD) to meet Army obligations up to middle of October 44 (for 7MDHQ Staff Sections). This office has been paying the salaries of officers under indefinite sick leave as well as taking care of the operating expenses of District Installations and units around the area of this Section.

(3) Periodical Conference with the DC.- In connection with the delivery of funds by <sup>the</sup> Executive Officer of this Section, he was also given instructions to take up with the DC important matters affecting this Section like increase in personnel as well as matters affecting the organization in general. The undersigned has made it a point to confer with the DC at least once a month. If he can not do this personally, one of his officers is always sent to DHQ for this purpose.

(4) Inspection and Field Audit.- Officers of the Division Auditor, Division Finance Officer, 72nd Div and from this Section

(7) Model Barric.- Per instruction contained in the letter of the DC dated 7 June 44 the model barric around this CP was functioning alright as had been worked out. The civilians in the model barric were following their set plans for the success of the barric.

(8) Supervision on the Internal Administration of the District Installations in Rear Area, SS "M". Per par. 10, SO No. 25, HQ73D, es, the undersigned has been supervising the internal administration of the District Installations in the rear area of SS "M". Minor defects which would have had adversely affected the organization were given due correction on the spot. Advices were given on official problems of some of the staff officers.

(9) Check up on policies, instructions, etc of DC.- The undersigned has represented the DC in settling matters with the Civil Government wherein the Army is involved such as security measures, secrecy discipline among the civilians, reliefs, pensions, financial aids, control of prices, curtailing of vices, raising the civilian morale and last but not least food production campaign. The undersigned has also clarified to units in the field certain policies of the DC which were in some way or another misinterpreted in the field.

H - August, 1944:

(1) General.- Diverse memoranda, indorsements, and other instructions appertaining to the Finance Service, copies of which have been furnished the DMQ, were transmitted to all commands and sections for dissemination to all subordinate units concerned.

(2) Disbursements.- This Office has been paying the salaries of officers under indefinite sick leave, taking care of the operating expenses of the neighboring District Installations and units, as well as paying directly pensions and financial aids to the dependents in the nearby areas of deceased officers and enlisted men or those who have been assigned outside of Negroes and have not as yet rejoined their families.

(3) Periodical Conference with the DC.- The undersigned has made it a point to confer with the DC more often when necessary. If he cannot do this personally, one of his officers is always sent to DMQ for this purpose.

(4) Inspection and Field Audit.- Officers from this Section and from the Division Auditor, Division Finance Officer, 72nd Div, are always going around throughout the 7th to check and verify the cash and accounts of accountable and/or responsible officers in the field. This phase of our Finance Service activities is being carried on now regularly in the whole district. This Section directly takes care of Central, East, and South Negro sectors as well as the DMQ Area, 7th Prov Division and 7th Prov Regiment.

(5) Approval of Applications for Pensions.- The undersigned

(10) Check up on policies, instructions, etc of DC.- The undersigned represented the DC in settling matters with the Civil Government wherein the Army was involved, touching on such matters as security measures, secrecy discipline among the civilian population, reliefs, pensions, financial aids, control of prices, curtailment of vices, bolstering civilian morale, and most important of all, food production campaign. Policies of the DC which are in some way or another misinterpreted in the field were duly explained and clarified to unit commanders.

I - September, 1944.-

(1) General.- Diverse memoranda, indorsements and other instructions appertaining to the Finance Service, copies of which have been furnished the DHQ, were transmitted to all commands and sections for dissemination to all subordinate units concerned.

(2) Disbursements.- This office has been paying the salaries of officers under indefinite sick leave, taking care of the operating expenses of the neighboring District Installations and units, as well as paying directly pensions and financial aids to the dependents in the nearby areas of deceased officers and enlisted men or those who have been assigned outside of Negros and have not as yet rejoined their families. On 18 Sept 44, the amount of \$420,000.00 was drawn from the Emergency Currency Board thru the FO72D by this Office for the SNS and the DHQ Staff Sections, 7th Combat Bn, 7PAAC, etc. This amount was subsequently delivered to the units concerned on 26 Sept 44. Likewise, the allotments to other units in the 7MD were released thru the FO72D.

(3) Periodical Conference with the DC.- The undersigned made it a point to confer with the DC more often when necessary. If he cannot do this personally, one of his officers is always sent to DHQ for this purpose. On 26 Sept 44 an officer from this Office left for the DHQ for this purpose.

(4) Inspection and Field Audit.- Officers from this Section and from the Division Auditor, Division Finance Officer, 72nd Div, are always going around throughout the 7MD to check and verify the cash and accounts of accountable and/or responsible officers in the field. This phase of our Finance Service activities is being carried on now regularly in the whole District. This Section directly takes care of Central, East, and South Negros Sectors as the DHQ Area, 73D Prov Div and 7th Prov Regiment.

(5) Approval of Applications for Pensions.- The undersigned, acting for the Pensions Board, 7MD, approved during this month authorizations for payment of partial pensions and reliefs to dependents of officers and EM who have died in line of duty during present operations or who were assigned outside of Negros and have not as yet rejoined their dependents. Likewise, this Office helps some beneficiaries in filing their applications. The application of the following applicants for emergency pensions or reliefs

(9) Supervision on the Internal Administration of the District Installations in Rear Area, SS "M".- Pursuant to par. 10, SO, No. 25, HQ7MD, cs, the undersigned performed the assigned task. Minor defects adversely affecting or which would redound detrimentally to the Military Service were given due corrections on the spot. Proper advices were given on official problems confronting some of the staff officers of the other Staff Sections, 7MD in this area.

(10) Check up on policies, intructions, etc of DC.- The undersigned represented the DC in settling matters with the Civil Government wherein the Army was involved, touching on such matters as, security measures, secrecy discipline among the civilian population, reliefs, pensions, financial aids, controls of prices, curtailment of vices, bolstering civilian morale, and most important of all, food production campaign. Policies of the DC which are in some way or another misinterpreted in the field were duly explained and clarified to unit commanders.

J - October, 1944.-

(1) General.- Diverse memoranda, indorsements and other instructions appertaining to the Finance Service, copies of which have been furnished the DHQ, were transmitted to all commands and sections for dissemination to all subordinate units concerned.

(2) Disbursements.- This Office had been taking care of the operating expenses of the various District Installations and units situated at rear areas of SS "M" as well as paying directly the pensions and financial aids to dependents of deceased officers and EM and those who have been assigned outside of Negros and have not as yet rejoined their families.

(3) Periodical Conference with the DC.- The undersigned had made it a point to confer with the DC more often than necessary either personally or thru one of his officers. On the 10th instant, he made a trip to the District Hq, upon being summoned by the DC with four EM. Subsequently on the 23rd instant, he was joined by two of his officers and three EM. On the 27th instant, he was sent on a mission by the DC, leaving three officers (to include the Agent Officer of 7MDFO for DHQ) and five EM to take care of the financial matters of the District Headquarters and various Staff Sections. On the 30th instant, the Agent Officer of 7MDFO for DHQ was sent by the undersigned to Hinaba-an and vicinity on a mission requiring seven days to accomplish.

(4) Inspection and Field Audit.- Officers from this Section and from the Division Auditor, Division Finance Officer, 72nd Div, are always going around throughout the 7MD to check and verify the cash and accounts of accountable and/or responsible officers in the field. This phase of our Finance Service activities was being carried on now regularly in the whole District. This Section directly takes care of Central, East, and South Negros Sectors as well as

with all the officers at CP-DANDY as well as with nearby DQM Personnel. All major problems were taken up and all were further instructed to comply with the specific definite instructions previously given them by the DC or by their Section Chiefs. The DQM Agents assured a continuous flow of cereals from the Kabankalan Area.

(11) Check-up On Policies, Instructions, etc of DC.- The undersigned represented the DC in settling matters with the Civil Govt wherein the Army was involved, touching on such matters as, reliefs, pensions, financial aids, security measures, secrecy discipline among civil population, control of prices, curtailment of vices and frivolities, bolstering public morale, and most important of all, food production campaign and reconstruction. Most of the bridges from Linaon to Kabankalan have now been temporarily rebuilt. Cars could travel already all the way from Linaon to CP-DANDY. Policies of the DC which are in some way or another misinterpreted in the field were also duly explained and clarified to unit commanders.

L - December, 1944:

(1) General.- Diverse memoranda, indorsements and other instructions appertaining to the Finance Service, copies of which have been furnished the DC, were transmitted to all commands and sections for dissemination to all subordinate units concerned.

(2) Disbursements.- This Office had been taking care of the operating expenses of the different District Installations and units situated at rear areas of western Cagayan as well as paying directly the pensions and financial aids to dependents of deceased officers and EM and those who have been assigned outside of Negros and have not as yet rejoined their families. Disbursements made this month by the Division Finance Officers, Regimental Finance Officers, Battalion Finance Officers, District Quartermaster Agents, Agent Officers of the District Finance Officer, and other Disbursing Officers were contained in the Monthly Statements of Funds for this month.

(3) Periodical Conference with the DC, etc.- Presently, the Executive Officer of this Section together with the Agent Officer for District HQ is stationed in the District Headquarters to facilitate the conference with the District Commander now and then on Finance matters that need immediate action.

(4) Inspection and Field Audit.- Officers from this Section and from the Division Finance Officer, 7MD are always going around throughout the whole 7MD to check and verify the cash and accounts of accountable and/or responsible officers in the field. They helped further in hastening the liquidation of accounts. Inspection and field audit in the 7MD Prov Div are also going on now.

(5) Approval of Applications for Pensions.- Acting for the Pensions Board, 7MD, the undersigned approved during this month authorizations for payments of partial pensions and reliefs

DECLASSIFIED

Authority NWD 883078

(9) Supervision On the Internal Administration of District Installation.- The undersigned performed the assigned task pursuant to par. 10, SO No. 25, H27MD, cs. Minor defects adversely affecting or which would prejudiced the Military Service were given due corrections on the spot. Proper advices were given on official problems confronting some of the staff officers of the Staff Section, 7MD in this area.

(10) Supervision of CP-DANDY.- With the responsibility and command of this Advance Command Post transferred to the undersigned, the same was being administered thru a Camp Commander. All the installations in the Camp were being worked as fast as possible with the end in view of having the Camp available at once to District Hd. Radiographic instructions and other instructions from the District Commander to Combat Units supposed to be near the Camp were properly transmitted. American pilots and other survivors of American planes shot or forced down by the enemy were received from the Northern units and immediately dispatched to the designated point of contact with American undersea craft or aircraft.

(11) Check-up on Policies, Instructions, etc of District Comdr.- The undersigned represented the DC in settling matters with the Civil Government wherein the Army was involved, touching on such matters as, reliefs, pensions, financial aids, security measures, secrecy discipline among the civilian population, control of prices, curtailment of vices and frivolities, bolstering up public morale, and most important of all, food production campaign and reconstruction. Most of the bridges from Lina-on to Kahankalan have now been temporarily rebuilt. Cars could travel already all the way from Lina-on to CP-DANDY. Policies of the DC which are in some way or another misinterpreted in the field were also duly explained and clarified to unit commanders.

II. PERSONNEL:

Presently, the personnel set-up in the Finance Service, 7MD is as follows:

DISTRICT FINANCE SECTION:

District Finance Officer - - - - -	Lt-Col ROMEO A. INTENGAN, Inf
Executive Officer & Field Exam. - - -	1st Lieut AMADO S. NESSIA, FS
Field Exam. & Disb. Officer - - - - -	2nd Lieut FELIX P. BELICHER, FS
Adm & Security Officer - - - - -	2nd Lieut PABLO G. GENISE, INF
On Duty - - - - -	3rd Lieut RUFINO PANTILLA, FS
Agent Officer for Dht - - - - -	2nd Lieut LUIS S. LANZA, FS
Agent Officer at Large - - - - -	(Maj BENJAMIN L. HOLLERO, QMS)
Ex-Officio Rep. to Civil Govt - - - -	(Maj MARCOS V. GANABAN, Inf

Acting 1st Sergeant - - - - - T-Sgt AVELINO S. CUBENCA, Inf

ADMINISTRATIVE:

Chief Clerk, Bookkeeper & NCO in-charge	T-Sgt EDUARDO T. TAMBIS, FS
Checker, clerk & medical aid man - - -	S-Sgt FELICIANO RALLOS, FS
Vou, payrolls, correspondence, etc,	
clerk & stenographer - - - - -	Cpl ZEBEDEE B. MORIN, FS

DECLASSIFIED  
Authority: AFD 883078

Vou, payrolls, correspondence, etc,  
 clerk & stenographer - - - - - Pfc LADISLAW O. HERAMIS, FS  
 File & record clerk - - - - - Pfc FELICIANO JAVELLANA, FS  
 Checker, clerk, Asst file & record  
 clerk - - - - - Pvt ATANACIO GIRALAO, Inf  
 Clerk, Office orderly & Asst medical  
 aid man - - - - - Pvt TIMOTEO CAÑA, Inf

SECURITY:

NCO in-charge - - - - - S-Sgt AUGORIO DELA CRUZ, Inf  
 Cpl FEDERICO BESAS, Inf  
 Cpl RAFAEL GENILLA, Inf  
 Pfc CARLOS G. BRABO, Inf  
 Pfc ANIDO SAMILLANO, Inf  
 Pfc GREGORIO HERMOSURA, Inf  
 Pfc HILARION JAINAR, Inf  
 Pvt PORFERIO GEMOTO, Inf  
 Pvt CRISOSTOMO GARDE, Inf

SERVICE:

Supply & Mess & NCO in- charge - - - - T-Sgt BENIGNO SAMILLANO, Inf  
 Procurement - - - - - Cpl NICOLAS ARMAMENTO, Inf  
 Procurement & general service - - - - Pvt VICTORIANO GERSALLIA, QMS  
 Procurement & Storekeeper & gen serv - Pvt INCCENTES GARGARAN, CE  
 Procurement & General Service - - - - Pvt RAYMUNDO BRABO, Inf

A - DIVISION FINANCE OFFICERS, 72D:

Division Finance Officer - - - - - Major MARCOS V. GANABAN, Inf  
 Asst Div FO & Div Auditor - - - - - Cpt AGUSTIN M. PARAISO, FS  
 Asst Division Auditor - - - - - 2d Lt JACOB MALAHAY, FS  
 Agent Officer Assigned to CNS - - - - 1st Lt LIBERATO MONTANEZ, FS  
 Disb. Offr. to Mambucal Area - - - - 2d Lt CERILO MAGSUCI, Inf  
 Disbursing Officer - - - - - 1st Lt TELESFORO INSON, QMS  
 Bookkeeper & Record Officer - - - - 2d Lt NICOLAS SOLMAYOR, FS  
 FO, HQ Co, Serv Troops, 72D - - - - 3d Lt JOSE FERNANDEZ, QMS

B - REGIMENTAL FINANCE OFFICERS, 72D:

1. Northwest Negros Sector (74th Inf)

Regimental Finance Officer - - - - 1st Lt CRISTETO V. OCCENOLA, QMS  
 Asst Regt'l Finance Officer - - - - 3d Lt PABLO PALIS, Inf  
 Agent Officer, Anti-Tank Bn - - - - (1st Lt ENRIQUE ABILLAR, Inf)  
 Agent Officer, 1st Bn - - - - 3d Lt JOAQUIN TOLENTINO, Inf  
 Agent Officer, 2d Bn - - - - 1st Lt CLEMENTE GABRIANA, Inf  
 Agent Officer, 3d Bn - - - - 1st Lt CARLOS DIMA-ALA, Inf

2. Northeast Negros Sector, 72D FA):

Regimental Finance Officer - - - - 2d Lt LUIS IMPROGO, QMS  
 Agent Offr, 72D Trans Bn - - - - (3d Lt NORBERTO JAMONETE, Inf)  
 Agent Offr, 72D FA, 2d Bn - - - - (1st Lt VICTORIANO CRUZ, Inf)  
 Agent Offr, 72D FA, 3d Bn - - - - (1st Lt DOMINADOR CEJALDO, Inf)



3. Central Negros Sector (76th Inf):

- Regimental Finance Officer - - - 1st Lt PRIMITIVO E. CAVILE, FS
- Asst Regt'l Finance Officer - - 3d Lt JOSE GELLIGANI, FS
- Agent Offr, Hq Bn - - - - - (Capt ELEUTERIO BIRONDO, Inf)
- Agent Offr, 1st Bn - - - - - (1st Lt PACIFICO C. DY, FS)
- Agent Offr, 2nd Bn - - - - - (1st Lt FRANCISCO A. GARCIA, Inf)
- Agent Offr, 3rd Bn - - - - - (1st Lt MARINO RUBIN, Inf)

4. East Negros Sector (72D FA):

- Regimental Finance Officer - - 2d Lt BONIFACIO B. RUITA, FS
- Asst Regt'l Finance Officer - - 3d Lt RAMON MACOTE, FS
- Agent Officer, 1st Bn - - - - (2d Lt EMILIO GRAVADOR, Inf)
- Agent Officer, 4th Bn - - - - (1st Lt VICENTE CREO, Inf)

C - 73D PROVISIONAL DIVISION:

- Division Finance Officer - - - - - 1st Lt PATERIO TORRES, FS

1. 7th Prov Regt 73PD:

- Regimental Finance Officer - - 2d Lt CONSTANCIO M. LAGRITO, FS
- Agent Offr, 1st Bn - - - - - (3d Lt LEONCIO TULABING, Inf)
- Agent Offr, 2d Bn - - - - - (1st Lt SUSANO RUPERTO, JAS)

2. South Negros Sector (75th Inf):

- Regimental Finance Officer - - 2d Lt ANGEL COMPOY, Inf
- Agent Offr, Hq Bn - - - - - (2d Lt ROMAN C. VALENCIA, Inf)
- Agent Offr, 1st Bn - - - - - (1st Lt FRUCTUOSO C. LUMERE, Inf)
- Agent Offr, 2d Bn - - - - - (2d Lt LUIS MONTESON, Inf)
- Agent Offr, 3d Bn - - - - - (2d Lt IGNACIO ALBIS, Inf)

The enlisted men with the Finance Officers and Agent Officers of the District Finance Officer are taken up in the table of organization of the different units and organization where they belong.

III. FINANCIAL REPORT: See Annex No. 1

IV. SURVEY OF FINANCIAL CONDITIONS:

A survey of the financial conditions obtaining in the field has revealed five distinct problems arising out of the issue of the Negros Emergency Circulating Notes. These problems are: (a) Inflation, (b) Ignorance of keeping accounts by Army personnel both accountable and/or responsible for Government Funds, (c) Effect upon the morale of both Army personnel and the civilians, (d) Process of liquidation of Government funds and (e) Ignorance on the part of the civilian population to give a proper evaluation of the Negros Emergency Circulating Notes.

(a) Inflation.- It must be admitted that the circulation of the Negros Emergency Currency Notes is one of the factors of inflation. The printed currency are issued only to the Army and the Civil Government. A majority of our officers and enlisted men are of the easy-going, happy-go-lucky type that do not pay much attention to the proper evaluation of the gold reserve that backs up the note. The Civil Government Officials have also been very

DECLASSIFIED  
Authority: MJD 883078

lavish in their expenditures termed "official"-a far cry from the usual Government procedure when the instrumentalities of the General Auditing Office were functioning for the very purpose for which they were created. Now, that chaos and confusion are felt almost everywhere; it seems that the safeguarding of the interest of the Government is not seriously handled. The fact that Army personnel are being paid very small partial salaries while the Civil Government officials are being paid enormous full pay and allowances tends to present a very noticeable gap in the difference of expenditures between Army personnel and Civil Government officials. Usually an Army courier from the District Headquarters to the 72nd Division Headquarters is given for his trip back and forth an advance of \$50.00 only; a mere courier of the Civil Government on the other hand is allowed at times no less than \$500.00 for a travel of the same length of time and distance. This practice of the Civil Government has favored inflation as it has raised the prices of commodities without restraint. Prior to the Allied invasion for the liberation of the Philippines to begin with the bombing in the second week of September, 44; the Japanese notes in the field has also brought up inflation. Japanese notes being worthless, they were competing with our good money for the produce of the land and other prime commodities. Lack of sufficient means of preventing our highland products from getting into the enemy controlled areas has resulted in the uselessness of price control lists. The latest stroke in inflation caused by the Japanese notes came repercussed by the recent Allied invasion for the liberation of the Philippines. The Japanese notes are practically worthless now even in the occupied areas; and everybody in trying to get rid of them as fast as possible have caused inflation to soar higher. It is an undeniable fact that the operation of the simple law governing supply and demands keeps up snowballing of prices, but at the same time the Army personnel and Civil Government officials have been lax enough to pay prices higher than those supposed to be set of, by the Civil Government in price control lists; let alone the fact that it seems that nothing is really being done to counteract inflation. Worst hit area of inflation in North Negros, next Central Negros and then comes East and South Negros. The Finance Section, 72D has made various attempts and means to include personal talks on the means to combat inflation, but without the due reaction of all concerned to cooperate; the result has never made any sign of real promise.

(b) Ignorance of Keeping Accounts by Army Personnel Both Accountable and/or Responsible For Government Funds.- At the beginning of the organization of the Finance Service, those who are made to handle accounts can be counted in one's fingers. Inspections by our Field Examiners has revealed 90% of those holding money accountability and/or responsibility are ignorant of their business. Various bulletins, memoranda and instructive indorsements have been issued to the field enough to fill up a volume of text in Finance Service, but they fell upon deaf ears. Such terms as Liquidation, Accountability, Debit, Credit, Inflation, Voucher, Current Account Payable, Current Account Receivable, Suspension, Deferred Account, Asset, Liability, Surplus,

DECLASSIFIED

Authority: MWD 883078

Depreciation, etc, etc., are simply Greek to them. Repeated attempts have been made on requests and recommendations to take up this simplest rudiments of Army accounting in Service Schools but so far no action has been taken. This ignorance of the majority of our accountable and/or responsible officers to keep accounts has complicated their records and the worst will yet come at peace time when the real digging will be attended to in good earnest. Of course the Field Inspectors are doing their best toward this effort, but with the lack of transportation facilities, inspections in the field are few and far between.

(c) Effect Upon the Morale of Both Army Personnel and the Civilians.- When the Emergency Circulating Notes were first circulated, everybody was exultant as if hailing the arrival of long expected desire while most of the officers and enlisted men have the feeling of donning their holiday attire. The civilians were looking forward to having their wages and products secured by the Army on credit settled promptly. Although no settlement has been made (as a rule because there were exceptional cases when old accounts have been settled) of the old accounts, yet they are still gratified to know that present purchases by the Army are being carried on the cash and carry basis. The destitute wives, children, parents and other dependents of indigent heads of families have been given financial aids, Stranded American citizens have been given financial support, while the beneficiaries of soldiers assigned elsewhere or have suffered death or physical disability here by reason of the enemy, have likewise been attended to. As far as circulation of the notes is concerned, there is a fair distribution resulting in the reflection of happy faces as concrete testimony to those in the lowlands that in addition to "freedom in the mountain sides" there is prosperity and contentment in the highlands. Previous to the issuance of the present Emergency Notes, transactions by barter has already been resorted to by many in the absence of a medium of exchange. But now the use of the notes as legal tender is fully utilized in business. Summing up all in all it is safe to state that the people are contented with the notes they are holding when compared with the civilians in the occupied areas whose chief worry now is to be suddenly caught holding in their laps wads of useless Japanese notes and are trying their utmost efforts to realize the vain illusion of prosperity which they had fondly cherished.

(d) Process of Liquidation of Government Funds.- Right in the beginning, steps have been arranged with the civil officials to effect constant liquidation of funds taken by the Army from the Currency Committee. To facilitate this, the undersigned has issued Bulletin No. 8 in December '43, allocating and fixing accountabilities and/or responsibilities of the various personnel of the 7th Finance Service set-up. Partial liquidation by lower Agent Officers may be effected with the Sector Finance Officers who will then be in a position to liquidate their accountability and/or responsibility either with the Division Finance Officer or with the civil officials. Time dragged on and still no civil officials have been assigned to the field

DECLASSIFIED

Authority NND 883078

to liquidate the Army funds. At last, in November 43, the Division Finance Officer communicated with Mr. Pedro Elizalde, Acting Island Treasurer re this matter and his answer is as follows:

COMMONWEALTH OF THE PHILIPPINES  
Negros Occidental and Negros Oriental  
Office of the Treasurer

Dec 26, 1943

The Division Finance Officer  
72nd Division U.FIP

In the Field

Sir:

In response to your letter under date of Nov 24, 1943, just received, I have to advise you that this office has received no information regarding liquidation of cash advances of Agent Officers and, therefore, has not taken any action leading thereto.

In this connection I desire to state that liquidation of cash advances of agent officers would require their turning over to this office of cash vouchers, according to existing regulations of the General Auditing Office. This Office, however, is not in position to take custody of Army vouchers at this time.

Very respectfully,

(SGD) PEDRO ELIZALDE  
Acting Treasurer

It appears, therefore, that liquidation would have to wait until peace time. In order not to clog transactions, the undersigned issued a memorandum to the field instructing each accountable and/or responsible officer to strictly follow laws, rules and regulations governing disbursements as issued by the Finance Section, 7<sup>th</sup> D, and to carefully safeguard all records, books and documents against the day when our civil government will be in better position to effect final liquidation. In 2<sup>nd</sup> February 44, the undersigned has a conference with the Island Governor in his office at Litud and among other things taken up was liquidation. The Governor promised (as already stated somewhere in this Report) to assign one Field Audit Clerk to each Sector, one to the Division and one to the District to effect liquidation in those areas. After waiting for a considerable length of time, the long-expected clerks arrived but up to the date of this writing, they have not done any liquidating activities. The Field Audit clerks of the Civil Government have already begun their activities in examining the Army's accounts. It is lamentable however, to state that they have not undertaken any actual liquidation of funds except in the 75th Inf where the Finance Officer thereat use to liquidate Government funds advanced to him with the Deputy Provincial Treasurer

DECLASSIFIED  
Authority NND 883078

the 6th Administrative District. Most of the verification of Field Audit clerks have been simple verification of balances, physical cash count cursory verification of vouchers and memorandum receipts and simple checkings with the result that many irregular entries have been passed in audit.

(e) Ignorance on the Part of Civilian Population To Give a Proper Evaluation of the Negros Emergency Currency Circulating Note.- It has been noted that the civilian population is not fully apprised of the real value of the Negros Emergency Currency Circulating Notes. Some even have the false notion that these notes will not be redeemable in the future or if they are to be redeemed at all, the redemption will be below par. With such a false notion the people are doing their utmost to get rid of these notes going to the extent of buying or paying anything and thus causing the real "snowballing" of prices. In some parts of Negros Island, specially in the Oriental side, discrimination is present on this emergency notes such that goods or services can be bought in those places as much as twenty times lower if one has to use the old circulating notes. In some places, even in the Occidental side, there are people who are exchanging seven pesos of ~~of~~ their emergency notes to one peso of the old circulating notes.

V. VOCATIONAL PROJECTS:

It has been experienced by this Section that vocational projects if properly attended to and supervised are a great help to the mess of any unit. While other units have been insisting for a higher allowance for fresh components in the daily subsistence on the assertion that ₱.30 is too meagre to meet high prices of fresh components; yet this Section has accumulated mess savings. The enlisted men of this Section use to spend this mess savings for cigarettes, extra eats, etc. The following is the data of the vocational projects of this Section up to 31 Dec 44. All other unit and organizations' vocational projects if properly attended to and supervised will have the same basis.

(a) Investments and other charges.-

Livestock (piggery project) - - - - -	₱277.00
" (goat project) - - - - -	20.00
Salt project - - - - -	5.00
Fishery " - - - - -	275.00
Poultry " - - - - -	121.70
Truck Gardening project - - - - -	46.25
Total Investment and other Charges - - - - -	<u>₱745.05</u>

(b) Incomes from Projects.-

Fishery project - - - - -	₱ 86.75
Poultry " - - - - -	175.00
Truck Gardening project - - - - -	46.57
Total Incomes from projects - - - - -	<u>₱308.32</u>

Percentage of Return to Investments - - 41%

DECLASSIFIED  
Authority NND 883078

(c) Additional Data.-

Extension of area cultivated - - - - -	2,471 acres
Unit Cultivating and collecting - - - - -	7MDFO Section
Kind of cultivation - - - - -	Gardening

VI. PLANS:

1. Gradual adjustment of Finance Service activities to the laws, rules, regulations, etc of the Commonwealth of the Philippines in order to abide with the proclamation of General MacARTHUR and President OSMA.

2. To ascertain and settle all proper and legal Army obligations incurred since the guerilla operations and still unpaid for.

3. It is also planned to have a conference with all Finance Officers in the 7MD to begin with the Division Finance Officers with the end in view of taking up all pertinent matters and missions of utmost responsibility now gathering on the shoulders of Finance Service personnel.

VII. MAJOR PROBLEMS:

Stringent measures which are practical and possible under the present circumstances should be undertaken to solve these problems. The following are the Chief problems confronting this Section:

1. Inflation is expanding and extending everywhere without effective restraints.

2. The findings of this Office and of the Division Auditor and Division Finance Officer, 72D, reveal that many officers in the field who are accountable and/or responsible for government funds possess only a scanty knowledge of the proper accounting and recording of the funds which they received for meeting legal Army obligations

3. Some of the Officers and enlisted men belonging to the Finance Service set-up have been promoted, transferred, assigned, etc, without the knowledge of this Office and before they have fully settled their property and money accountabilities and/or responsibilities.

4. To make the Seventh Military District anticipate principles of war-time economic controls that we have to meet as the fight for the liberation of the Philippines goes on; like rationing, price fixing, etc.

VIII. RECOMMENDATIONS:

The following recommendations are submitted for consideration:

1. Effective restraints and counteracting measures coordinated

DECLASSIFIED  
 Authority NND 883078

with price-controlling agencies must all be mobilized to curb or arrest the further grow of prices inflation. Strict measures must be adopted to peg down prices among Army units alone. DQM Agents must be more frugal in buying supplies and they should not compete with one another when buying supplies intended for the units. In their disbursements both official and personal; civil government officials must be also be frugal. They ought not too, to let money talk more when procuring their supplies.

2. In all Service schools, Finance Service subjects ought to be taught seriously.

3. Unless they have a fair knowledge of this kind of work, no officers must be assigned to positions involving accountability and/or responsibility of government funds.

4. For the good of all concerned who are adversely affected, the provisions of par 1, Bul #4, HQ7MD, cs, covering promotion, assignment, transfer, etc of officers and enlisted men, must be strictly followed.

5. It seems that all instrumentalities of the Government both Civil and Military have been recklessly spending the Government funds heedless of the bad effects of inflation. Superficially, it may appear that much is being done for our countrymen here in Negros and elsewhere by printing and circulating plenty of paper notes, but we have to take into account that we have still to do something with the expenses of this war. Chances are that our children's children will be paying taxes to redeem these emergency circulating notes which are being presently printed and circulated. To forestall such a predicament, it is earnestly recommended that a detailed audit of Government accounts by Auditors of the US Government and Philippine Government be made at peace time or at any propitious time before any account is finally passed in audit.

6. To attain the civil populations full confidence on the present Emergency Currency Circulating notes, it is recommended that a portion of these notes be redeemed using the old circulating notes or silver coins which the US Government is now using in some of the areas already liberated by the Allies. By doing this, it will make the people understand that our Emergency Currency Notes are just as good as our old circulating notes.

7. The Civil Government must be made to stop immediately the giving of loans to Army personnel as this tends to ruin these Army personnel financially, for obvious reasons, and helps raise inflation.

IX. GENERAL REMARKS

After more than a year and a half since June '43 during the reorganization of the Finance Service in the Seventh Military District, we can safely state now that at least the missions for which this branch of service has been created are being accomplished to the best of the abilities of the personnel concerned. In spite of

DECLASSIFIED

Authority WMD 883078

the existing abnormal conditions tending to neutralize the existing Government Accounting and Auditing Laws as well as the established rules and regulations of the Finance Service, the Finance Service in the Seventh Military District has always been constant in safeguarding the interests of the Government. At the outset great difficulty has been encountered in the field in enforcing the established rules and regulations of the Finance Service though these rules and regulations were already reworded to suit existing conditions. Many Army personnel new to the Accounting and Auditing Law and the established rules and regulations of the Finance Service thought it even that in view of the adverse situation, Government funds and properties may be disposed of without much ado, not heeding the difference between an actual enemy incursion and a situation wherein it is still possible for the organization to follow all established laws, rules and regulations. At times the terms "enemy incursion" and "force majeure" have to be misused when some accountable and/or responsible officers for Government funds find it difficult to straighten their accounts perhaps. By sticking to the existing laws, rules and regulations this Section has at times been the subject of faulty criticism from other Army personnel and have also been at times the victim of an unfair accusation - that which is equivalent to "neutralizers of the war efforts of the Allies." Gradually, however, everybody came to understand the seriousness in the work of the Finance Service specially when the following radiogram was received from General Headquarters: "WAR DEPARTMENT REGULATIONS REQUIRE THAT THE EXPENDITURE OF ALL FUNDS HERETOFORE DELIVERED OR HEREAFTER TO BE DELIVERED TO YOU BY THIS HEADQUARTERS CAN BE ACCOUNTED FOR IN SUCH DETAILS AS THE CIRCUMSTANCES WILL PERMIT PD REPORT COVERING THIS MATTER IS DESIRED BY EVERY MAIL DISPATCHED FROM YOUR AREA PD" In spite, however, of this order from General Headquarters there are still many accountable and/or responsible officers for Government funds and properties who prefer to be deaf and blind to existing laws, rules and regulations or who totally and intentionally fail to submit returns or reports. It is lamentable to state that there might be plenty of charges against these erring Army personnel when the propitious time comes.

All the expenses of the Seventh Military District have been carefully estimated that their aggregate total will not exceed the monthly allotment authorized by General Headquarters. This Island is undoubtedly the home of the most lavish people in our country, nonetheless the impetus and influence of their peace time extravagance must not pervade completely the financial atmosphere of this organization. The officers and enlisted men in the field cannot realize now how much time, thought and study have been devoted to their welfare. Presently, they may not be wallowing in gold, but eventually, they will look up to heaven and thank Divine Providence that their future or their dependents' future have been amply provided for. It may really appear as the most glaring paradox of this war, that the Seventh Military District comprising an area wherein live the most expensive people of the country may turn out yet to be the most economical among the different military districts of the Philippines.

DECLASSIFIED

Authority WMD 883078



When it comes to inspecting and examining the accounts of accountable and/or responsible officers in the field, there are officers who act as if they feel molested or offended when being required to answer pertinent questions regarding their disbursements. These officers are not only unreasonably non-cooperative but they are trying to miss the chances of straightening their accounts before a brother officer prior to the strict examination and verification of a government auditor. They do not realize that field examiners and inspectors are sent to the field to help them, know their problems and be of service to them, all being done for the good of the military organization. Yes, problems in the Finance Service are multifarious. Their name is legion. While present conditions do not warrant the making of promises to overcome all of them, yet it is the hope and incessant endeavor of this Office to turn out honest and serviceable agents who should be worthy of the trust that is imposed upon them in acting as the watchdogs of government funds and properties. Any constructive criticism and helpful suggestion from all quarters will be reasonably entertained.

In spite of the District Commander's policy not to allow Army personnel to get loans from the Civil Government and which have been transmitted to the Civil Government thru the Island Governor, the Civil Government is less cooperative to this policy. There are various instances where Army personnel themselves were approached by some Government officials and convinced thru some ~~means~~ another to get the loan by merely signing the applications that were brought by the Government officials. With this practice of the Civil Government, we do not really know what is the very purpose, but aside from the fact that this is non-cooperative to the policy of the District Commander, it tends to ruin the Army personnels concerned financially for then it already ties his accrued pay and allowances which are supposed to insure him a stable financial life after the duration. Moreover, this tends to raise up inflation again.

Lastly, now that the second phase in the liberation of the Philippines is progressing fast, it is not amiss to invite attention to the economic missions that will fall on the shoulders of a liberated Philippines. This will include our peace time or normal time missions and the part that a liberated Philippines, Negros Island, in particular will play in the further prosecution of the war efforts of Mother America to put Japan totally on its knees. When the day of a liberated Philippines comes; we must anticipate the mobilization of the war economy of a liberated Philippines which will be of use to help the Allies in the further prosecution of the war efforts, the further mobilization of our agriculture, the mobilization of war time economic controls to include rationing, price fixing, sale of war bonds, etc. and rehabilitation of the Philippines and Negros Islands. This rehabilitation will include rebuilding of cities and towns to include public works, rebuilding of principal industries, work for food and clothing for every Filipino, work for sanitation and health, work for education, reliefs for indigent civilians, reliefs and pensions for soldiers and their families and other peace time or normal time mission.

DECLASSIFIED

Authority NWD 883078

Much is really in store for us in every move of the Allies for the liberation of the Philippines, yet it cannot be denied that we will have to tackle many peace-time or normal-time hard-to-crack problems which we have to face with bull-dog tenacity. It is obvious that the Finance Service will be the branch of service that will be most concerned in these peace-time or normal time missions. Undoubtedly, much will be done in Negros Island and though the Armed Forces here in Negros may as yet reach CHINA; still the SEVENTH MILITARY DISTRICT will have a great part of responsibility too in the attainment of the aforementioned peace-time or normal-time missions.



ROMEO A. INANGON (O-1537)

Lt-Col., Inf

District Finance Officer

DECLASSIFIED  
Authority NND 883678

Annex No.1

1 Jan 45

SUBJECT: Financial statements, submission of

TO: District Commander, 7MD

1. Types of Financial Statements Prepared.- Submitting the following financial statements:

- (a) Consolidated Monthly statement of Funds for October '44
- (b) Consolidated Statement of Receipts and Expenditures for the period 3 August '44 to 31 October '44
- (c) Consolidated Monthly statement of Funds for November '44
- (d) Consolidated Statement of Receipts and Expenditures for the period 3 August '44 to 30 November '44
- (e) Consolidated Monthly statement of Funds for December '44
- (f) Consolidated Statement of Receipts and Expenditures for the period 3 August '44 to 31 December '44

2. Financial Data Covered.- Due to unfavorable conditions obtaining in the field, some of the units in this district report only partially or none at all their corresponding financial transactions. The above cited financial statements, therefore, represent only a major part of the actual receipts and a fractional part of the expenditures of the whole Seventh Military District. These statements, nevertheless, can convey at least sufficient financial information as to the funds received for financing the different units within our organization and the total amount of their expenditures incurred to-date as gathered from available financial reports submitted by the units in the field.

3. Elimination of Inter-Organization Advances.- This column which is marked "A" in the Consolidated Monthly Statement of Receipts and Expenditures was formed in order to show intelligently and more accurately the nearest approximation to the actual amount of funds received from all sources and intended for financing the organization, operation and maintenance of the present Seventh Military District including the different units composing it. This column indicates the elimination of inter-organization advances. All advances from one headquarters, office, or officer to another within the Seventh Military District are eliminated as cash receipts. Only funds received from outside sources will be shown as actual receipts. It will be noted that the elimination of inter-organization advances involved correspondingly the elimination of the same amount in the sub total of outstanding advances.

4. 7MD and Sections.- It will be noted that the expenditures under this column for December '44 are very much less than those for October and November '44. This is due to delayed submission of financial reports from Det. Agents and other accountable officers in the field.

5. General Remarks.- Unless the units are located in areas where the prices of commodities are controlled in one way or another and unless the officers and enlisted men have developed thriving

DECLASSIFIED  
 Authority: MWD 883078

vocational projects the present authorized rates for the purchase of fresh components will be insufficient to buy the food necessary to maintain and preserve their combat efficiency. If the Table of Subsistence Allowance as authorized under G-1 Bul. No. 3, dated 18 August '43 be strictly followed the monthly expense per capita for subsistence during these abnormal conditions will not be less than \$50.00 in view of the fact that the Civil Government has not made any step towards price fixing.

*Rowell L. Lutz*  
Rowell L. LUTZ (O-1537)  
Lt-Col., Inf  
District Finance Officer

HAI/ebb

DECLASSIFIED  
Authority NND 883078

District Finance Office

Annex No.1

1 Jan 45

**SUBJECT:** Symbols & Indexes Explanation of (To go with the Financial Statements, 7MD submitted this date)

**T O :** All Concerned

1. Symbols.

72d Division - - - Headquarters, 72d Division  
NENA - - - - - North-East Negros Area comprising the following:

72d Transport Bn  
2nd Bn, 72d FA  
3rd Bn, 72d FA

72d FA - - - - - 72d Field Artillery comprising the following:

Hq & Hq Service Battery  
72d FA Medical Co. Det.  
1st Bn, 72d FA  
4th Bn, 72d FA

73d Prov Div - - - 73d Provisional Division

7th Prov Reg't - - 7th Provisional Regiment  
Per GO# 53, dated 18 Dec 44 this designated and known effective 1 Dec 44 as the 77th Infantry

HQ7MD - - - - - Headquarters, Seventh Military District

2. Indexes.

(1) - - - - - Advances to District Quartermaster, 7MD and District Quartermaster Agents for purchase of Class I supplies.

(2) - - - - - Advances for intelligence operation (District Intelligence Officer, 7MD)

3. Additional Explanation. - The two divisions are composed of the following regiments:

72D DIVISION  
74th Infantry  
76th Infantry  
72d Field Artillery

73D PROVISIONAL DIVISION  
75th Infantry  
7th Provisional Regiment (now called 77th Infantry)

*Robert A. ...*  
ROBERT A. ... (G-1537)  
Lt-Col., Inf  
District Finance Officer

RAI/zbc

DECLASSIFIED  
Authority WND 883078

CONSOLIDATED STATEMENT OF RECEIPTS & DISBURSMENTS FROM THE  
 BEGINNING OF THE GUERRILLA ACTIVITIES UP TO 31 OCTO BR 44

(To go with the consolidated monthly Statement of Funds, 7MD, submitted this date)

SOURCES OF FUNDS	PREVIOUS MONTHS	CURRENT MONTH	TOTALS	ELIMINATION OF INTER-ORG ADVANCES	NET TOTALS
Military Script of 1943	828,237.00		828,237.00		828,237.00
PMB Checks Cashcd-14	10,670.00		10,670.00		10,670.00
Island Governor (Mog Asst)	2,000.00		2,000.00		2,000.00
1st Finance Officer	285,989.70		285,989.70	(285,989.70)	
IV Philippine Corps	1,850.00		1,850.00		1,850.00
Lt-Col Salvador Abcede	5,309.31		5,309.31		5,309.31
Commonwealth of the Phils.	13,449,885.00	986,291.00	14,436,176.00		14,436,176.00
Advances from Div Finance Officer, 72d Div	10,579,062.64	761,357.51	11,340,420.15	(11,340,420.15)	
Advances from 317MD	50,000.00	50,000.00	100,000.00	(100,000.00)	
Advances from 110MD	71,243.83		71,243.83		71,243.83
Cash from spl proc & contractors	16,873.70		16,873.70		16,873.70
Cash from Outside Individuals	17,700.49		17,700.49		17,700.49
Cash from Officers	9,898.95		9,898.95		9,898.95
Proceeds, Sale of Army Sugar	8,406.50		8,406.50		8,406.50
Proceeds, Sale of Army Soap	353.60		353.60		353.60
Other Sources	44,794.69	117.00	44,911.69		44,911.69
Deposits from Emergency Units Issued	4,700.00		4,700.00		4,700.00
<b>Total Funds received during the month</b>	<b>25,412,075.41</b>	<b>1,797,765.51</b>	<b>27,209,840.92</b>	<b>(11,756,409.85)</b>	<b>15,453,431.07</b>
Expenses during the month	4,727,044.72	911,515.20	5,638,559.92		5,638,559.92
Balance at the end	21,685,030.69	886,250.31	21,571,281.00	(11,756,409.85)	9,814,871.15
Less Outstanding Advances	18,830,018.88	1,049,974.80	19,879,993.68	(11,756,409.85)	7,923,633.82
Cash on hand	2,854,611.81	(167,724.49)	1,686,887.32		1,686,887.32
<b>DISBURSMENTS</b>					
Partial Sal. & Allowances	2,454,687.26	461,746.44	2,916,433.70		2,916,433.70
Subsistence	1,269,244.64	264,701.30	1,534,600.97		1,534,600.97
Intelligence Operation	121,011.55	21,860.90	142,872.45		142,872.45
Travel, Exp. & Cash Stations	116,263.31	29,492.20	145,755.56		145,755.56
Medical Sup & Hospitals Expt	116,471.38	5,960.07	122,431.45		122,431.45
Purchase of Equipment	48,972.81	8,944.60	57,917.41		57,917.41
Stationery & Office Supplies	101,647.16	35,535.00	137,182.16		137,182.16
Clothing Allowance	6,718.00	252.00	6,970.00		6,970.00
Cigarette Allowance	47,163.75	1,894.00	49,057.75		49,057.75
Soap Allowance	22,775.75	4,847.75	27,623.50		27,623.50
Const. & Maint of Blg & Str	64,217.07	13,268.00	77,485.07		77,485.07
Hauling Expenses	90,999.72	20,745.76	111,745.48		111,745.48
Milling & Founding Expenses	1,278.90	406.97	1,685.87		1,685.87
Martial Expenses	5,768.70	129.50	5,898.20		5,898.20
Salaries of Civ. Employees	2,717.63	3,276.75	6,014.38		6,014.38
Cost of Confiscated Money	692.00		692.00		692.00
Loan to Civil Government	830.00		830.00		830.00
Pensions & Financial Aids	12,824.00	1,650.00	14,474.00		14,474.00
Other Purchases	72,795.83	15,193.40	87,989.23		87,989.23
Vocational Projects	2,330.10	2,500.00	4,830.10		4,830.10
Hundry Expenses	174,935.22	21,414.48	196,409.70		196,409.70
<b>Total Expenses</b>	<b>4,727,044.72</b>	<b>911,515.20</b>	<b>5,638,559.92</b>		<b>5,638,559.92</b>

W/leh

DECLASSIFIED  
 Authority: AFD 883078

CERTIFIED CORRECT:

*Robert L. ...*  
 Lt-Col., Inf-  
 District Finance Officer

UNITED STATES FORCE  
SEVENTH MILITARY DISTRICT  
CONSOLIDATED MONTHLY STATEMENT OF FUNDS  
FOR THE MONTH ENDING NOVEMBER '44

CASH RECEIPTS

SOURCES OF FUNDS	72 DIVISION	74TH INF	888A	76TH INF	72D FA	73 PROV DIV	71H PROV REGT	75TH INF	HQ 7MD & SEC-TIONS	TOTALS
Sal., beginning of month	14,522,712.22	2,498,205.97	302,106.04	223,056.56	46,305.62	45,304.75	227,165.94	295,802.30	2,400,220.50	21,571,251.00
Commonwealth of the Phils.	899,957.66									899,957.00
Advances from Div Finance Officer, 72d Div		225,000.00		480,000.00			100,000.00		(1) 200,136.31 (2) 50,000.00	1,061,136.31
Advances from HQ 7MD								20,000.00		20,000.00
Fin Offr 74th Inf (HHS)	7,892.00			6,225.00						7,892.00
Other sources										6,225.00
Deposits from emergency										840.00
Cite issued				240.00						240.00
<b>Total funds received during the month</b>	<b>15,420,562.22</b>	<b>2,723,205.97</b>	<b>302,106.04</b>	<b>709,521.56</b>	<b>46,305.62</b>	<b>45,304.75</b>	<b>327,165.94</b>	<b>315,802.30</b>	<b>2,450,220.50</b>	<b>23,566,731.31</b>
Less expenses for the month (See below)	127,224.06	No report	79,878.78	241,345.20	No Report	No Report	8,357.75	112,794.39	81,411.97	661,012.15
<b>Balance at the end of the month</b>	<b>15,293,338.26</b>	<b>2,723,205.97</b>	<b>222,227.26</b>	<b>468,176.36</b>	<b>46,305.62</b>	<b>45,304.75</b>	<b>328,808.19</b>	<b>203,007.91</b>	<b>2,368,808.53</b>	<b>22,905,719.16</b>
Less Outstanding Advances	15,004,302.48	2,498,205.97	181,942.26		2,576.95	No Report	282,003.19	197,326.11	2,508,497.19	21,712,154.16
<b>Cash On Hand</b>	<b>289,035.78</b>	<b>225,000.00</b>	<b>40,285.00</b>	<b>468,176.36</b>	<b>2,728.67</b>	<b>45,304.75</b>	<b>46,805.00</b>	<b>83,681.80</b>	<b>859,311.34</b>	<b>1,193,565.00</b>

EXPENDITURES

Partial Sal. & Allowances	19,400.30		41,277.00	100,406.30			4,062.00	81,952.34	7,291.50	254,390.44
Subsistence	86,692.71		1,012.60	58,697.30			2,724.02	23,222.85	64,792.27	238,144.08
Intelligence operation			6,500.00	12,740.55				500.00		20,740.55
Travel, Exp. & Cash Station	2,622.80		1,222.40	16,015.50			139.50	792.75	782.20	21,597.20
Medical sup. & Hosp. Exp.	300.00		229.00	1,955.00						2,614.00
Purchase of equipment	405.00		1,526.00	4,478.00					76.75	6,485.75
Stationery & Office Supplies	10,455.07		21,021.30	7,761.25			225.00	770.00	2,784.00	43,049.62
Clothing Allowance	620.00							27.00		647.00
Soap Allowance	5,217.50							760.00	1,272.00	5,249.50
Const & Maint of Bldgs & Quarters	1,425.60		946.00	6,787.88						10,976.55
Burial expenses				175.00				1,558.15	259.25	280.00
Hauling expenses	5,620.50		1,760.98	12,466.30				105.00		23,177.18
Milling & Pounding expenses							206.20	2,127.50	989.50	56.70
Salaries of Civ employees								56.70		43.00
Pensions & Financial Aid			95.00	2,082.00				230.00	820.00	2,227.00
Vocational Projects										202.40
Other Purchases	4,374.48		618.00	4,461.15				452.40	1,991.00	11,897.03
Sundry Expenses	2,036.10		2,620.50	12,212.25				222.00	107.00	18,317.85
<b>Total expenses</b>	<b>127,224.06</b>		<b>79,878.78</b>	<b>241,345.20</b>			<b>8,357.75</b>	<b>112,794.39</b>	<b>81,411.97</b>	<b>661,012.15</b>

FPN/lob

DECLASSIFIED  
Authority NMD 883078

CERTIFIED CORRECT:

*Horacio A. Intengan*  
HORACIO A. INTENGAN  
Lt-Col., Inf  
District Finance Officer

UNITED STATES ARMY IN THE PHILIPPINES  
SEVENTH MILITARY DISTRICT

CONSOLIDATED STATEMENT OF RECEIPTS & EXPENDITURES FROM THE  
BEGINNING OF THE GUERRILLA ACTIVITIES UP TO 30 NOVEMBER 44

(To go with the consolidated monthly statement of funds, 7MD, submitted this date)

SOURCES OF FUNDS	PREVIOUS MONTHS	CURRENT MONTH	TOTALS	ELIMINATION OF INTER-ORGANIZATION ADVANCES	NET TOTALS
Military Script of 1945	823,237.00		823,237.00		823,237.00
PNB Checks Cashod-in	10,670.00		10,670.00		10,670.00
Island Governor (Reg. & Sig)	2,000.00		2,000.00		2,000.00
US Finance Officer	285,989.70	7,892.00	293,881.70	(293,881.70)	
IV Philippine Corps	1,850.00		1,850.00		1,850.00
Lt-Col Salvador Abcede	5,309.31		5,309.31		5,309.31
Commonwealth of the Phils.	14,486,176.00	899,957.00	15,386,133.00		15,386,133.00
Advances from Div Finance Officer, 72A Division	11,340,420.15	1,061,136.31	12,401,556.46	(12,401,556.46)	
Advances from HQ 7MD	130,000.00	20,000.00	150,000.00	(150,000.00)	
Advances from HQ 10MD	71,343.83		71,343.83		71,343.83
Cash from Spl treasurers & Postmasters	16,873.70		16,873.70		16,873.70
Cash from outside individuals	17,700.49		17,700.49		17,700.49
Cash from Officers	9,898.95		9,898.95		9,898.95
Proceeds, Sale of Army Sugar	8,406.50		8,406.50		8,406.50
Proceeds, Sale of Army Soap	353.60		353.60		353.60
Other sources	44,911.69	6,225.00	51,136.69		51,136.69
Deposits from Emergency Chits Issued	4,700.00	240.00	4,940.00		4,940.00
<b>Total Funds received during the month</b>	<b>27,209,840.92</b>	<b>1,998,450.31</b>	<b>29,208,291.23</b>		
Expenses during the month	5,638,559.92	(61,012.15)	(5,699,572.07)	(12,845,428.16)	16,359,863.07
Balance at the end	21,571,281.00	1,937,438.16	22,908,719.16		6,299,572.07
Less Outstanding Advances	19,680,043.63	2,082,110.47	21,762,154.10	(12,845,428.16)	10,040,281.00
Cash On Hand	1,891,237.37	(697,672.31)	1,193,565.06	(12,845,428.16)	6,046,712.97
<b>EXPENDITURES</b>					<b>1,193,565.06</b>
Partial Sal. & Allowances	2,915,973.70	254,390.44	3,170,364.14		3,170,364.14
Subsistence	1,524,650.97	238,144.08	1,762,795.05		1,762,795.05
Intelligence Operation	142,872.45	20,746.55	163,619.00		163,619.00
Travelling Exp. & Cash Actions	145,755.56	21,597.20	167,352.76		167,352.76
Medical Sup. & Hosp Expenses	120,431.39	3,514.00	123,945.39		123,945.39
Purchase of Equipment	57,917.41	6,485.75	64,403.16		64,403.16
Stationery & Office Supplies	137,185.16	43,049.62	180,234.78		180,234.78
Clothing Allowance	6,950.00	657.00	7,607.00		7,607.00
Cigarette Allowance	49,048.75		49,048.75		49,048.75
Soap Allowance	28,623.50	5,249.50	33,873.00		33,873.00
Const & Maint of Bldgs & Qtrs	67,685.07	10,976.85	78,661.92		78,661.92
Hauling Expenses	111,745.48	23,177.18	134,922.66		134,922.66
Milling & Pounding Expenses	1,685.87	56.70	1,742.57		1,742.57
Burial Expenses	5,898.20	280.00	6,178.20		6,178.20
Salaries of Civ Employees	6,014.38	43.00	6,057.38		6,057.38
Cost of Confiscated Money	692.00		692.00		692.00
Loan to Civil Government	830.00		830.00		830.00
Receivables & Financial Aids	15,474.00	3,237.00	18,711.00		18,711.00
Other Purchases	57,986.83	11,897.03	69,883.86		69,883.86
Vocational Projects	4,830.10	202.40	5,032.50		5,032.50
Sundry Expenses	196,409.70	18,517.85	214,927.55		214,927.55
<b>Total Expenses</b>	<b>21,571,281.00</b>	<b>2,082,110.47</b>	<b>23,653,391.47</b>		<b>23,653,391.47</b>

CERTIFIED CORRECT:

*Antonio A. Irujo*  
Lt-Col., Inf  
District Finance Officer

DECLASSIFIED  
Authority *AWD 88308*



UNITED STATES FORCES IN THE PHILIPPINES  
SEVENTH MILITARY DISTRICT

CONSOLIDATED MONTHLY STATEMENT OF FUNDS  
FOR THE MONTH ENDING DECEMBER '44

CASH RECEIPTS

SOURCES OF FUNDS	72 DIVISION	74TH INF	75TH INF	76TH INF	78D PA	79TH DIVISION	75TH INF	77TH INF	74TH & SRC- 7103	TOTALS
Sal., beginning of month	15,293,338.26	2,723,205.97	222,227.26	468,176.36	46,305.62	45,304.75	203,007.91	328,808.19	3,575,344.84	22,905,719.16
Commonwealth of the Phils.	1,009,210.00								80,000.00	1,089,210.00
Advances from Div Finance Officer, 78D Div			104,000.00	80,000.00					200,000.00	384,000.00
Total funds handled during the month	16,302,548.26	2,723,205.97	326,227.26	548,176.36	46,305.62	45,304.75	203,007.91	328,808.19	3,855,344.84	24,378,929.16
Less expenses for the month (See below)	(No report)	(No report)	22,260.15	115,505.87	(Report)	(No report)	(No report)	(No report)	(No report)	60,164.90
Balance at the end of the month	16,302,548.26	2,723,205.97	303,967.11	432,670.49	46,305.62	45,304.75	203,007.91	328,808.19	3,795,179.94	24,180,998.24
Less Outstanding Advances	15,388,302.48	2,498,205.97	202,355.11		39,876.95		197,326.11	282,031.19	3,530,969.19	22,139,039.00
Cash on hand	914,245.78	225,000.00	101,612.00	432,670.49	6,428.67	45,304.78	5,681.80	46,805.00	264,210.75	2,041,959.24

EXPENDITURES

Partial Sal. & Allowances			13,228.00	30,409.50					14,388.50	58,026.00
Subsistence			1,542.20	35,879.30					39,476.65	66,398.15
Intelligence operation				24,731.57					706.00	25,437.57
Travel exp & Wash station			430.00	5,515.10					534.00	6,479.10
Medical sup & Hosp exp.			388.00	604.90						992.90
Purchase of equipment			973.00							973.00
Stationery & Office sup			3,749.50	5,286.90					322.00	9,365.40
Clothing allowance									915.25	915.25
Soap allowance									700.00	700.00
Cost of maint of bldgs & quarters			105.00	552.50					992.50	1,650.00
Hauling expenses			812.45	6,361.10					8,572.50	15,345.95
Milling & Foundry expenses									2,485.35	2,485.35
Salaries of Civ employees									105.00	105.00
Loans to civil Government									1,599.50	1,599.50
Pensions & Financial Aids				615.00					614.65	1,229.65
Vocational projects									1,035.00	1,035.00
Other purchases			1,001.00	870.00					101.00	1,972.00
Sundry expenses			51.00	4,672.00					8,110.50	8,633.50
Total expenses			22,260.15	115,505.87					60,164.90	197,930.92

DECLASSIFIED  
Authority: NND 883078

CERTIFIED CORRECT:

*James A. [Signature]*  
Lt-Col., Inf  
District Finance Officer

UNITED STATES OF AMERICA - THE PHILIPPINES  
 SERVICE MILITARY DISTRICT

CONSOLIDATED STATEMENT OF RECEIPTS & EXPENDITURES FROM THE  
 BEGINNING OF THE QUARTERLY ACTIVITIES UP TO DECEMBER '44

(To go with the consolidated monthly statement of funds, 7MD, submitted this date)

SUMMARY OF FUNDS	PREVIOUS MONTH	CURRENT MONTH	TOTAL		LIMITATION OF INTER- DISTRICT ADVANCES	TOTAL
			PREVIOUS MONTH	CURRENT MONTH		
Military Serif of 1943	823,237.00		823,237.00			823,237.00
PSS Checks Cashed-1c	10,670.00		10,670.00			10,670.00
Island Governor (Mag & Sig)	2,000.00		2,000.00			2,000.00
SAC Finance Officer	298,881.70		298,881.70	(293,881.70)		1,850.00
IV Philippine Corps	1,850.00		1,850.00			5,309.31
Lt-Col Salvador Abando	5,309.31		5,309.31			16,425,343.00
Commonwealth of the Phils.	16,236,123.00	1,069,210.00	16,425,243.00			
Advances from Div. Finance Officer, 7MD Division	18,461,556.40	364,000.00	18,785,556.40	(12,785,556.40)		
Advances from 7MD	150,000.00		150,000.00	(150,000.00)		
Advances from 81OMB	71,343.83		71,343.83			71,343.83
Cash from Spl Treasurer & Costeaters	16,873.70		16,873.70			16,873.70
Cash from Outside Individuals	17,700.49		17,700.49			17,700.49
Cash from Officers	9,898.95		9,898.95			9,898.95
Proceeds, sale of Army sugar	8,406.50		8,406.50			8,406.50
Proceeds, sale of Army Soap	353.60		353.60			353.60
Other sources	51,136.69		51,136.69			51,136.69
Deposits from Emergency Chits Issued	4,940.00		4,940.00			4,940.00
Total Funds received during the month	39,303,291.23	1,478,210.00	40,678,501.23	(13,229,438.16)		17,449,063.07
Expenses during the month	6,499,572.07	197,928.92	6,497,502.99	(6,497,502.99)		6,497,502.99
Balance of the end	28,906,719.16	1,275,279.08	29,185,998.24	(13,229,438.16)		10,951,560.08
Less Outstanding Advances	21,712,374.15	426,384.05	22,139,059.00	(2,229,438.16)		8,909,600.84
Cash on hand	1,192,565.61	648,294.25	2,041,959.24			2,041,959.24
<b>EXPENDITURES</b>						
Partial Sal. & Allowances	3,170,364.14	58,026.00	3,228,390.14			3,228,390.14
Subsistence	1,772,798.05	64,999.17	1,839,698.20			1,839,698.20
Intelligence Operations	168,619.00	25,427.57	189,046.57			189,046.57
Traveling Exp & Cash Action	167,352.76	6,477.10	173,829.86			173,829.86
Medical Sup & Resp Expenses	122,945.79	992.92	127,938.29			127,938.29
Purchase of Equipment	64,402.16	1,225.00	65,627.16			65,627.16
Stationery & Office Supplies	180,274.78	9,981.65	190,156.43			190,156.43
Clothing Allowance	7,607.00	700.00	8,307.00			8,307.00
Cigarette Allowance	49,048.75		49,048.75			49,048.75
Soap Allowance	23,875.00	9.20	24,865.50			24,865.50
Cost of Maint of sleds - (tr)	78,561.92	3,220.00	81,791.92			81,791.92
Sealing Expenses	124,982.66	9,678.90	144,661.56			144,661.56
Milling & Foundry Expenses	1,742.57	105.00	1,847.57			1,847.57
Postal Expenses	6,178.20		6,178.20			6,178.20
Salaries of Civ Employees	6,057.28	1,599.50	7,656.88			7,656.88
Cost of Confiscated Money	692.00		692.00			692.00
Loan to Civil Government	820.00	614.65	1,434.65			1,434.65
Reserve & Financial Aid	18,701.00	1,659.00	20,361.00			20,361.00
Other purchases	22,262.26	2,281.20	24,543.46			24,543.46
Vocational Projects	2,133.50		2,133.50			2,133.50
undry Expenses	220,927.05		220,927.05			220,927.05
Total Expenses	6,499,572.07	197,928.92	6,497,502.99			6,497,502.99

DECLASSIFIED  
 Authority NND 883078

RECEIVED CORRECTY:  
 ROMEO A. INTENGAN  
 Lt-Col., Inf  
 District Finance Officer

UNITED STATES FORCES IN THE PHILIPPINES  
SEVENTH MILITARY DISTRICT  
DISTRICT FINANCE OFFICE

1 Jan 45

ADDENDA TO FINANCIAL REPORTS SUBMITTED THIS DATE

STATEMENT OF FUNDS RECEIVED FROM GENERAL HEADQUARTERS TO-DATE

20 Oct '44 - USA Currency \$15,000.00 or P30,000.00	
20 Oct '44 - Philippine Currency	<u>50,000.00</u>
Total Funds Received from General Headquarters - (SMA)	P80,000.00
Less Outstanding Advances to 7PAAC	- <u>30,000.00</u>
Balance on Hand	- <u>P50,000.00</u>

No details can be submitted as to the expenditures from the above funds as to-date the 7PAAC has not yet liquidated their accounts with this Office nor has it rendered any financial report for our guidance and information.

*Norman A. Intengan*  
NORMAN A. INTENGAN  
Lt-Col., Inf  
District Finance Officer

RAI/zbd

DECLASSIFIED  
Authority NND 883078

**DECLASSIFIED**

Authority NND 883078

DECLASSIFIED  
Authority ND 883678

DECLASSIFIED  
Authority NND 883678