



Republic of the Philippines  
OFFICE OF THE PRESIDENT  
**COMMISSION ON HIGHER EDUCATION**



**CHED MEMORANDUM ORDER**

**NO. 44**

Series of 2016

**SUBJECT: AMENDING THE PERTINENT PROVISIONS OF SECTION 7. MODE OF PAYMENT IN CMO NO. 13 AND 16, SERIES OF 2014 ENTITLED "REVISED GUIDELINES FOR THE IMPLEMENTATION OF StuFAPs EFFECTIVE AY 2014-2015"**

In the implementation of the above CMOs, the Commission has determined an urgent need to improve the regional utilization of the StuFAPs funds and provide fast delivery of service to the program beneficiaries and therefore approved during the 474<sup>th</sup> Joint Commission *en banc* and Management Committee Meeting on July 26, 2016 CEB Resolution No. 587-2016 providing the following modifications to the provisions of Section 7 in CMO No. 13 and 16, series of 2014:

**Section 7.1 Modes of payment – the release of financial benefits shall be any or combination of the following:**

- 7.1.1. **Mode 1** - CHEDROs release financial benefits directly to scholars/grantees/borrowers;
- 7.1.2. **Mode 2** - CHEDROs transfer financial benefits to scholars/grantees/borrowers through Higher Education Institutions (HEIs) with ten (10) or more beneficiaries;
- 7.1.3. **Mode 3** - CHEDROs transfer financial benefits to scholars/grantees/borrowers through authorized government depository banks; and
- 7.1.4. **Mode 4** - CHED to transfer financial benefits directly to the participating HEIs.

**Section 7.2 Transfer the equivalent funds to the qualified student or identified HEI where the beneficiaries are enrolled for one (1) academic year or on an annual basis.**

- 7.2.1 **Requirements.** The transfer of funds or payment from the appropriate office shall be based on the confirmed notice of awards for the new beneficiaries and certified list of beneficiaries using the prescribed form by the HEIs not later than forty-five (45) days after the last day of enrolment. On the other hand, for those ongoing/existing beneficiaries only certified list by the HEIs is required.

## 7.2.2 Control and Validation Mechanisms

- 7.2.2.1 CHEDRO shall monitor and validate the report using the prescribed form duly submitted by the HEIs by semester if it complies with CMO No. 13, s. 2014 and basis for the continuance of the award/grants. In case of non-compliance with CMO No. 13, s. 2014, the HEIs/beneficiaries shall be notified for the termination of the financial benefits of the scholars/grantees/borrowers. Likewise, replacements or refunds will then be implemented by the CHEDROs or HEIs, respectively.
- 7.2.2.2 In case of Mode 2, CHEDRO shall enter into a Memorandum of Agreement (MOA) with the Participating HEIs to facilitate transfer of funds and to ensure compliance with control mechanisms including but not limited to the monitoring of enrolment and the submission of the relevant documents to confirm funds are properly utilized.
- 7.2.2.3 In case of Mode 3, CHEDRO shall enter into a MOA with the government authorized bank to ensure compliance with control mechanism to facilitate payment and submission of the relevant documents of the beneficiaries.

In order to further hasten and make more efficient the implementation of the StuFAPs, the CHED shall implement the full computerization of the administration of the Programs within October 2016.

Participating HEIs are encouraged to extend full cooperation with the CHEDROs in the implementation of StuFAPs per CMO 13, s. 2014.

This CMO shall take effect immediately upon publication in a newspaper of general circulation.

Issued this 9<sup>th</sup> day of Aug 2016 at Quezon City, Philippines.

For strict compliance.

  
**PATRICIA B. LICUANAN, Ph.D.**  
Chairperson

