



Republic of the Philippines  
**COMMISSION ON AUDIT**  
Quezon City

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**INDEPENDENT AUDITOR'S REPORT**

**THE BOARD OF DIRECTORS**

Binmaley Water District  
Binmaley, Pangasinan

*Report on the Financial Statements*

We have audited the accompanying financial statements of Binmaley Water District, which comprise the statement of financial position as at December 31, 2014, and the statement of comprehensive income statement, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

*Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with State Accounting Principles, and for which Internal Control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating to overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

*Basis for Qualified Opinion*

As discussed in detail under the audit findings portion of this report, the existence, validity and correctness of the properties of the District valued at ₱245,174,436.57 were not ascertained due to the absence of the physical count of all its properties as of December 31, 2014. Consequently, reconciliation with the accounting records was not also done.

*Qualified Opinion*

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of **Binmaley Water District** as at December 31, 2014, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

**COMMISSION ON AUDIT**

**By:**

  
**MARIA CRISTINA N. POSERIO**  
**Supervising Auditor**

February 28, 2015



## **Binmaley Water District**


Binmaley, Pangasinan

Telefax: (075) 540-0054; Tel.: (075) 540-0058

### **STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS**

The management of BINMALEY WATER DISTRICT is responsible for all information and representations contained in the accompanying Balance Sheet as of December 31, 2014 and the related Statement of Income and Expenses and Cash Flow for the year then ended. The financial statements have been prepared in conformity with generally accepted state accounting principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

  
**MANUEL A. D. DE VERA**  
Division Manager C (Admin & Finance Div.)

  
**MARIANO V. GONZALO**  
General Manager



**BINMALEY WATER DISTRICT**  
**Binmaley, Pangasinan**  
**DETAILED BALANCE SHEET**  
**AS OF DECEMBER 31, 2014**

(With Comparative Figures of 2013)

	<u><b>2014</b></u>	<u><b>2013</b></u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
<b>Cash (Note 2)</b>		
Cash- Collecting Officer	929,302.55	935,706.76
Working Fund	-	8,537.36
Payroll Fund	-	-
Cash in Bank- Local Currency Current Account	676,661.71	1,219,172.07
Cash in Bank- Local Currency Savings Account	6,430,035.71	12,092,813.28
<b>Total</b>	<u>8,035,999.97</u>	<u>14,256,229.47</u>
<b>Receivable Accounts (Note 3)</b>		
Accounts Receivable	3,380,923.30	3,162,685.25
Allowance for Doubtful Accounts	(67,607.83)	(67,607.83)
Accounts Receivable- Net	3,313,315.47	3,095,077.42
<b>Total</b>	<u>3,313,315.47</u>	<u>3,095,077.42</u>
<b>Other Receivables</b>		
Advances to Officers and Employees	-	-
Other Receivable	445,756.20	361,076.51
<b>Total</b>	<u>445,756.20</u>	<u>361,076.51</u>
<b>Inventories</b>		
Office Supplies Inventory	237,916.76	233,934.93
Accountable Forms Inventory	227,849.03	288,718.96
Chemicals and Filtering Supplies Inventory	226,200.00	89,900.00
Service Connection Materials Inventory	689,159.56	678,479.47
Construction Materials Inventory	504,329.34	806,174.22
<b>Total</b>	<u>1,885,454.69</u>	<u>2,097,207.58</u>
<b>Prepayments, Deposits and Deferred Charges</b>		
Prepaid Rent	36,000.00	36,000.00
Guaranty Deposits	286,881.00	130,551.00
Other Prepayments and Deposits	216,240.69	100,000.00
<b>Total</b>	<u>539,121.69</u>	<u>266,551.00</u>
<b>TOTAL CURRENT ASSETS</b>	<u>14,219,648.02</u>	<u>20,076,141.98</u>

**NON-CURRENT ASSETS****Investments**

Other Investments

**TOTAL NON-CURRENT ASSETS****PROPERTY, PLANT AND EQUIPMENT****Land and Other Improvements**

Land	9,536,268.79	9,494,101.05
Land Improvements	80,380.00	80,380.00
Accumulated Depreciation- Land Improvements	(21,741.30)	(19,079.10)
<b>Total</b>	<b>9,594,907.49</b>	<b>9,555,401.95</b>

**Plant, Buildings and Structures**

Plant (UPIS)	52,983,231.28	51,506,791.31
Accumulated Depreciation- Plant	(20,405,149.65)	(19,064,297.17)
Buildings and Other Structures	210,063,974.63	207,415,223.00
Accumulated Depreciation- Buildings and Other	(26,739,898.88)	(23,405,688.56)
<b>Total</b>	<b>215,902,157.38</b>	<b>216,452,028.58</b>

**Equipment and Machinery**

Leasehold Imprvt.-Building & Other Structures	161,593.16	161,593.16
Accumulated Depreciation- Leasehold Impvt.	(145,433.84)	(145,433.84)
Office Equipment	457,929.00	411,650.00
Accumulated Depreciation- Office Equipment	(296,682.59)	(269,274.02)
Laboratory Equipment	14,950.00	14,950.00
Accumulated Depreciation- Laboratory Equipme	(13,455.00)	(13,455.00)
IT Equipment	1,542,394.00	1,124,854.00
Accumulated Depreciation – IT Equipment	(955,593.21)	(896,496.51)
Land Transport Equipment	1,984,288.87	1,984,288.87
Accumulated Depreciation – Land Transport Equ	(1,030,717.79)	(880,041.02)
Other Machinery and Equipment	10,619,455.12	8,130,294.56
Accumulated Depreciaton- Other Machinery and	(5,258,594.41)	(4,696,294.20)
<b>Total</b>	<b>7,080,133.31</b>	<b>4,926,636.00</b>

**Furniture, Fixtures and Books**

Furniture and Fixtures	218,596.56	-
Accumulated Depreciation- Furniture and Fixtur	(10,229.71)	-
<b>Total</b>	<b>208,366.85</b>	<b>-</b>

**Construction-in-Progress**

Construction-in-Progress- Plant	10,503,416.85	10,503,416.85
Construction-in-Progress- Buildings and Other Str	-	-
<b>Total</b>	<b>10,503,416.85</b>	<b>10,503,416.85</b>

**TOTAL PROPERTY, PLANT AND EQUIPMENT**

**OTHER ASSETS**

Sinking Fund	2,293,391.67	1,954,262.41
Restricted funds	3,465,458.58	2,854,316.21
Other Assets	2,479,219.53	2,451,393.78
<b>TOTAL OTHER ASSETS</b>	<u>8,238,069.78</u>	<u>7,259,972.40</u>
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<u>265,746,699.68</u>	<u>268,773,597.76</u>

**LIABILITIES AND EQUITY**  
**CURRENT LIABILITIES****Payable Accounts**

Accounts Payable	517,975.00	41,897.94
<b>Total</b>	<u>517,975.00</u>	<u>41,897.94</u>

**Inter-Agency Payables**

Due to National Government Agencies -BIR	250,150.02	152,002.43
Due to National Government Agencies -GSIS	173,341.60	269,936.44
Due to National Government Agencies -HDMF	41,460.20	42,087.04
Due to National Government Agencies-PHIC	13,800.00	13,250.00
<b>Total</b>	<u>478,751.82</u>	<u>477,275.91</u>

**Other Payables**

Due to Officers and Employees	-	-
Due to Other Funds	124,885.84	256,716.91
<b>Total</b>	<u>124,885.84</u>	<u>256,716.91</u>

**Loans/ Lease Payable**

Current Portion of Long-term Debt (Note 5)	1,924,635.18	3,318,637.40
Interest Payable	-	-
<b>Total</b>	<u>1,924,635.18</u>	<u>3,318,637.40</u>

**TOTAL CURRENT LIABILITIES**

3,046,247.84	4,094,528.16
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**DEFERRED CREDITS**

Customers' Deposit (Note 7)	4,390,950.15	4,051,948.70
<b>TOTAL DEFERRED CREDITS</b>	<u>4,390,950.15</u>	<u>4,051,948.70</u>

**NON-CURRENT LIABILITIES**

Loans Payable (Note 6)	13,747,394.35	24,890,344.53
<b>TOTAL NON-CURRENT LIABILITIES</b>	<u>18,138,344.50</u>	<u>24,890,344.53</u>
<b>TOTAL LIABILITIES</b>	<u>21,184,592.34</u>	<u>33,036,821.39</u>



**BINMALEY WATER DISTRICT****Binmaley, Pangasinan****DETAILED INCOME STATEMENT****For the period Ending December 31, 2014****(With Comparative Figures of 2013)**

	<b>2014</b>	<b>2013</b>
<b>Business and Service Income:</b>		
Generation, Transmission and Distribution Income	46,361,065.76	45,789,959.56
Interest Income	51,884.84	54,003.98
Other Business and Service Income	223,600.00	208,175.00
Fines and Penalties- Service Income	2,067,891.80	2,012,552.50
<b>Total Business and Service Income</b>	<b>48,704,442.40</b>	<b>48,064,691.04</b>
<b>Less: Operating Expenses:</b>		
<b>Operation Expenses:</b>		
<b>Personal Services</b>		
Salaries and Wages-Regular	7,215,731.32	7,094,923.00
Salaries and Wages-Contractual	101,500.00	110,715.00
Personnel Economic Relief Allowance (PERA)	180,783.35	175,500.00
Additional Compensation (ADCOM)	555,273.66	540,000.00
Representation Allowance	222,000.00	222,000.00
Transportation Allowance	222,000.00	222,000.00
Clothing and Uniform Allowance	158,804.00	150,000.00
Honoraria (Directors' Fees & Remunerations,etc)	557,140.00	557,140.00
Year-end Bonus	765,561.50	733,051.00
Other Bonuses and Allowances	1,900,500.00	2,234,500.00
Life and Retirement Insurance Contributions	877,066.92	861,297.96
PAG-IBIG Contributions	37,100.00	36,300.00
PHILHEALTH Contributions	83,700.00	78,875.00
ECC Contributions	36,272.80	35,692.80
Provident Fund Contributions	141,268.04	850,324.56
Vacation and Sick Leave Benefits	77,882.32	2,138.20
Overtime & Holiday Pay	432,025.63	396,093.67
Other Personnel Benefits	1,461,821.25	1,371,480.00
<b>Total Personal Services</b>	<b>15,026,430.79</b>	<b>15,672,031.19</b>
<b>Other operations Expenses</b>		
Office Supplies Expense	142,417.65	139,186.60
Fuel, Oil and Lubricants Expenses	343,519.17	317,392.54
Other Supplies Expenses	25,413.93	22,372.38
Travel Expenses	39,089.00	49,406.00
Training and Scholarship Expenses	38,687.00	90,929.40
Electricity	267,289.17	248,349.76
Fuel	-	-

Postage and Deliveries	1,225.00	1,180.00
Telephone Expenses- Landline	72,681.61	80,590.21
Telephone Expenses- Mobile	5,800.00	25,222.00
Internet Expenses	-	-
Cable, Satellite, Telegraph and Radio Expenses	4,350.00	4,800.00
Printing Expenses	-	-
Advertising, Promotional and Marketing Expenses	63,900.00	70,100.00
Taxes, Duties and Licenses	860,278.19	841,635.90
Insurance Premiums	36,763.70	71,271.93
Indemnities and Other Claims	-	-
Representation Expenses	555,034.04	558,478.57
Rent/ Lease Expenses	105,000.00	180,000.00
Generation, Transmission and Distribution Exp.	12,052,474.97	11,082,848.18
Extraordinary and Miscellaneous Expenses	212,640.83	224,971.00
Membership Dues and Cont. to Organizations	45,500.00	47,655.00
Donations	47,769.16	27,160.00
Auditing Services	5,664.00	8,186.35
Computer Data Processing Services	72,000.00	72,000.00
Other Professional Services	183,000.00	48,000.00
Depreciation - Land Improvements	2,662.20	2,662.20
Depreciation - Plant (UPIS)	1,497,434.23	1,469,387.13
Depreciation - Buildings and Other Structures	3,334,210.32	3,238,069.97
Depreciation - Leasehold Imprvt-Bldgs& Other Str	-	-
Depreciation - Office Equipment	27,408.57	30,424.20
Depreciation - Laboratory Equipment	-	-
Depreciation - Land Transport Equipment	150,676.77	86,907.76
Depreciation - Other Machinery and Equipment	562,300.21	486,319.94
Depreciation - Furniture and Fixtures	10,229.71	5,329.53
Depreciation - IT Equipment	59,096.70	72,472.26
Other Losses	-	-
Other Maintenance and Operating Expenses	191,246.48	462,080.18
<b>Total Other Operations Expenses</b>	<u>21,015,762.61</u>	<u>20,065,388.99</u>
<b>Total Operation Expenses</b>	<u>36,042,193.40</u>	<u>35,737,420.18</u>
<b>Maintenance Expenses:</b>		
Maintenance Supplies Expenses	-	-
Repairs and Maintenance - Land Improvements	-	-
Repairs and Maintenance - Plant (UPIS)	267,320.37	124,954.43
Repairs and Maintenance - Bldgs. & Other Struct.	8,550.00	2,150.00
Repairs and Maintenance - Leasehold Imprvt-B&O	-	-
Repairs and Maintenance - Office Equipment	22,741.00	7,775.00
Repairs and Maintenance - Laboratory Equipment	-	-
Repairs and Maintenance - Land Transport Equip't	51,734.65	48,095.25
Repairs and Maintenance - Other Mach.and Equip't	74,760.00	64,772.00
Repairs and Maintenance - Furniture and Fixtures	20,447.00	1,240.00



Repairs and Maintenance - IT Equipment	10,750.00	-
<b>Total Maintenance Expenses</b>	<u>456,303.02</u>	<u>248,986.68</u>
<b>Total Operation and Maintenance Expenses</b>	<u>36,498,496.42</u>	<u>35,986,406.86</u>
<b>Utility Operating Income</b>	<u>12,205,945.98</u>	<u>12,078,284.18</u>
<b>Other Income</b>		
Other Income	317,963.35	230,402.20
<b>Total Income</b>	<u>317,963.35</u>	<u>230,402.20</u>
<b>Net Income Before Interest &amp; Financial Charges</b>	<u>12,523,909.33</u>	<u>12,308,686.38</u>
Interest Expenses	2,400,558.69	3,606,448.98
<b>Net Income for the Period</b>	<u>10,123,350.64</u>	<u>8,702,237.40</u>

**BINMALEY WATER DISTRICT**  
**Binmaley, Pangasinan**  
**STATEMENT OF CHANGES IN EQUITY**  
**For the Year ended December 31, 2014**  
**(With Comparative figures for 2013)**

	<u><b>2014</b></u>	<u><b>2013</b></u>
Government Equity Beginning	P 188,853,236.22	P 188,853,236.22
Retained Earnings	46,883,540.15	39,560,620.46
Add/(Deduct): Prior Period Adjustments	(1,298,019.67)	(1,379,317.71)
Add: Net Income	10,123,350.64	8,702,237.40
<b>Balances at Year-end</b>	<u><u><b>P 244,562,107.34</b></u></u>	<u><u><b>P 235,736,776.37</b></u></u>

**BINMALEY WATER DISTRICT**  
**Binmaley, Pangasinan**  
**CASH FLOW STATEMENT**  
**December 31, 2014**  
**(With Comparative figures for 2013)**

	<u>2014</u>	<u>2013</u>
<b><u>Flows from Operating Activities</u></b>		
<b>Cash Inflows:</b>		
Collection of Water Bills	P 48,208,728.06	P 47,667,017.11
Collection of Other Water Revenues	540,473.85	430,775.77
Refund of overpayment of exp. And Cash Adv.	257,338.84	285,883.87
Sale of service connection materials	1,164,056.90	1,281,280.16
Customer Deposit	385,586.25	401,824.90
Interest Income	24,611.98	26,737.08
<b>Total Cash Inflows</b>	<b><u>P 50,580,795.88</u></b>	<b><u>P 50,093,518.89</u></b>
<b>Cash Outflows:</b>		
Payment of Operating Expenses:		
Payroll	P 8,053,288.33	P 3,004,309.62
Fuel/Power for Pumping	9,089,647.54	8,513,699.34
Chemicals	902,057.50	843,870.00
Other Operation and Maint. Expenses	7,409,279.92	12,763,438.62
Payment of Payables	1,712,887.69	1,684,622.30
Purchase of Inventories	2,485,822.12	2,610,512.85
Payment of prepaid expenses	-	-
Remittance of GSIS/PAG-IBIG/Withholding Taxes	6,688,474.97	7,581,505.67
<b>Total Cash Outflows</b>	<b><u>P 36,341,458.07</u></b>	<b><u>P 37,001,958.40</u></b>
<b>Total Cash Provided (used) by Operating Activities</b>	<b><u>P 14,239,337.81</u></b>	<b><u>P 13,091,560.49</u></b>
<b><u>Flows from Investing Activities:</u></b>		
<b>Cash Inflows:</b>		
Receipt from repayment of long term loans by LGU	P -	P -
Proceeds from maturing Treasury Bills/Bonds/Short	-	-
Proceeds from sale of:	-	-
Office Equipment, Furniture and Fixtures		
Transportation Equipment		
Other Property, Plant and Equipment		
<b>Total Cash Inflows</b>	<b>P -</b>	<b>P -</b>
<b>Cash Outflows:</b>		
Addition to Sinking Fund	P 334,897.32	P 328,652.61
Cash Deposit- Miscellaneous Special Fund	384,686.25	801,424.90
Purchase/construction of		
Other Machinery & Equipment	1,781,710.56	723,425.99



Office Equipment, IT Equipment Furnitures and	382,134.50	1,602,424.51
Land, Buildings and Other Structures	2,638,051.63	2,562,282.72
Construction in Progress	-	-
<b>Net Cash Outflows</b>	<u>P 5,521,480.26</u>	<u>P 6,018,210.73</u>
<b>Cash Provided (Used) by Investing Activities</b>	<b>P (5,521,480.26)</b>	<b>P (6,018,210.73)</b>
<b>Flows from Financing Activities</b>		
<b>Inflows:</b>		
Proceeds from Borrowings (Loans Payable)	P -	P -
Proceeds from PDIC (Insured Portion)	-	-
<b>Outflows:</b>		
Cash payment of int. on loans/bonds pay. and other	2,400,558.69	782,846.43
Payments of domestic loans	12,537,528.36	2,338,755.02
<b>Net Cash Outflows</b>	<u>P 14,938,087.05</u>	<u>P 3,121,601.45</u>
<b>Net Cash Provided (used) by Financing Activities</b>	<b>P (14,938,087.05)</b>	<b>P (3,121,601.45)</b>
<b>Net Cash Provided by Operating, Investing and Financing</b>	<u>(6,220,229.50)</u>	<u>3,951,748.31</u>
<b>Cash and Cash Equivalents - Beginning</b>	<u>14,256,229.47</u>	<u>10,304,481.16</u>
<b>Cash and Cash Equivalents, Ending</b>	<u><b>P 8,035,999.97</b></u>	<u><b>P 14,256,229.47</b></u>

**BINMALEY WATER DISTRICT**  
**Binmaley, Pangasinan**

**NOTES TO FINANCIAL STATEMENTS**  
CY 2014

**1. AGENCY BACKGROUND**

Binmaley Water District (BIWAD) was created on August 5, 1978 by the Sangguniang Bayan of Binmaley through Board Resolution No. 40, s.1978. On October 5, 1979, Conditional Certificate of Conformance No. 097 was issued by the Local Water Utilities Administration (LWUA) pursuant to PD 198. With its existence, the municipal government of Binmaley transferred the ownership and management of the waterworks system to BIWAD. In 1992, all water districts were declared as Government Owned and Controlled Corporations by the Supreme Court in the landmark case of Davao City Water District vs. Civil Service Commission.

As of December 31, 2014, the district has 10 wells catering on a 24/7 service to the community. The District is also a beneficiary of two constructed and operational water treatment plants from the Japanese Government through the Japan International Cooperation Agency (JICA). The said treatment plants are now serving the Municipality with clean, potable and mineral-like water.

As of December 31, 2014, the District has 9,595 service connections with thirty one (30) hardworking employees under the stewardship of Engr. Mariano V. Gonzalo. With the cooperation of its staff and the Board of Directors, BIWAD continues in its mission to be of service to the people of Binmaley.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**a. Accounting System**

The Binmaley Water District adopts the Unified CPS-NGAS Accounting System.

**b. Revenue and Expense Recognition**

The District adopts the accrual method of accounting for both income and expense. Under this method, expenses are recognize and recorded regardless of when paid while revenues or income are recognized and recorded when earned regardless of when collected.

**c. Inventories**

Inventories consisting of supplies and materials are recorded at cost using the moving average method.

#### **d. Property, Plant and Equipment**

Property, plant and equipment are carried in the books at cost less accumulated depreciation. Depreciation is computed using the straight line method.

### **3. CASH AND CASH EQUIVALENTS**

This account consists of the following:

	<b>2014</b>	<b>2013</b>
Cash-Collecting Officer	929,302.55	935,706.76
Working Fund	-0-	8,537.36
Cash in Bank-Local Currency Current Account (LBP 2422-1025-77)	676,661.71	1,219,172.07
Cash in Bank-Local Currency Savings Account (LBP 2421-1434-66)	6,430,035.71	12,092,813.28
<b>TOTAL</b>	<b>8,035,999.97</b>	<b>14,256,229.47</b>

### **4. ACCOUNTS RECEIVABLE**

This account includes receivables from the following:

	<b>2014</b>	<b>2013</b>
Accounts Receivables	3,380,923.30	3,162,685.25
Due from Officers and Employees	-0-	-0-
Other Receivables	445,756.20	361,076.51
<b>Total</b>	<b>3,826,679.50</b>	<b>3,523,761.76</b>
Less: Allowance for Doubtful Accounts	67,607.83	67,607.83
<b>Net Realizable Value</b>	<b>3,759,071.67</b>	<b>3,456,153.93</b>

Accounts Receivable represents uncollected water bills from active and inactive concessionaires.

Other Receivables refer to the amount due from customers or other parties arising from transactions other than water sales and unpaid materials used by concessionaires.

### **5. INVENTORIES**

This account consists of the following:

	<b>2014</b>	<b>2013</b>
Office Supplies Inventory	237,916.76	233,934.93
Accountable Forms Inventory	227,849.03	288,718.96
Chemical and Filtering Supplies Inventory	226,200.00	89,900.00
Service Connection Materials Inventory	689,159.56	678,479.47
Construction Materials Inventory	504,329.34	806,174.22
<b>Total Inventories</b>	<b>1,885,454.69</b>	<b>2,097,207.58</b>



## 6. PREPAYMENTS, DEPOSIT AND DEFERRED CHARGES

This account is composed of the following:

	2014	2013
Prepaid Rent	36,000.00	36,000.00
Guaranty Deposit	286,881.00	130,551.00
Other Prepayments and Deposits	216,240.69	100,000.00
<b>Total</b>	<b>539,121.69</b>	<b>266,551.00</b>

## 7. PROPERTY, PLANT AND EQUIPMENT

This account consists of the following:

	2014	2013
Land	9,536,268.79	9,494,101.05
Land Improvements	80,380.00	80,380.00
Accumulated Depreciation	(21,741.30)	(19,079.10)
Plant (UPIS)	52,983,231.28	51,506,791.31
Accumulated Depreciation	(20,405,149.65)	(19,064,297.17)
Buildings and Other Structures	210,063,974.63	207,415,223.00
Accumulated Depreciation	(26,739,898.88)	(23,405,688.56)
Leasehold Improvements-Bldg. & Other Structures	161,593.16	161,593.16
Accumulated Depreciation	(145,433.84)	(145,433.84)
Office Equipment	457,929.00	411,650.00
Accumulated Depreciation	(296,682.59)	(269,274.02)
Laboratory Equipment	14,950.00	14,950.00
Accumulated Depreciation	(13,455.00)	(13,455.00)
IT Equipment	1,542,394.00	1,124,854.00
Accumulated Depreciation	(955,593.21)	(896,496.51)
Land Transport Equipment	1,984,288.87	1,984,288.87
Accumulated Depreciation	(1,030,717.79)	(880,041.02)
Other Machinery and Equipment	10,619,455.12	8,130,294.56
Accumulated Depreciation	(5,258,594.41)	(4,696,294.20)
Furniture and Fixture	218,596.56	-0-
Accumulated Depreciation	(10,229.71)	-0-
Construction in Progress-Plant	10,503,416.85	10,503,416.85
<b>TOTAL</b>	<b>243,288,981.88</b>	<b>241,437,483.38</b>

## 8. OTHER ASSETS

This account includes the following:

	2014	2013
Sinking Fund	2,293,391.67	1,954,262.41

Restricted Funds	3,465,458.58	2,854,316.21
Other Assets	2,479,219.53	2,451,393.78
<b>TOTAL</b>	<b>8,238,069.78</b>	<b>7,259,972.40</b>

The Other Assets-Other Assets Accounts includes the foreclosed deposit at People's Rural Bank in the amount of P2,277,809.17.

#### 9. INTER-AGENCY PAYABLES

This account consists of the following:

	<b>2014</b>	<b>2013</b>
Due to National Gov't Agencies-BIR	250,150.02	152,002.43
Due to National Gov't Agencies-GSIS	173,341.60	269,936.44
Due to National Gov't Agencies-HDMF	41,460.20	42,087.04
Due to National Gov't Agencies-PHIC	13,800.00	13,250.00
<b>TOTAL</b>	<b>478,751.82</b>	<b>477,275.91</b>

#### 10. OTHER PAYABLES

This account is composed of the following:

	<b>2014</b>	<b>2013</b>
Due to Officers and Employees	-0-	-0-
Due to Other Funds	124,885.84	256,719.91
<b>TOTAL</b>	<b>124,885.84</b>	<b>222,118.85</b>

#### 11. CURRENT PORTION OF LONG TERM DEBT

This represents the current portion of long term debt from Local Water Utilities Administration and Land Bank of the Philippines. It consists of the following:

	<b>2014</b>	<b>2013</b>
Loan Account No. 3-164	-0-	-0-
Loan Account No. 3-796	-0-	-0-
Loan Account No. 4-1923	-0-	-0-
Loan Account No. 4-2184	-0-	1,302,353.00
Loan Account No. 10-0003	-0-	-0-
LBP Loan 1	1,832,985.84	1,832,985.84
LBP Loan 2	91,649.34	183,298.56
<b>TOTAL</b>	<b>1,924,635.18</b>	<b>3,318,637.40</b>

## 12. LOANS PAYABLE-NON-CURRENT

	2014	2013
Loan Account No. 3-164	-0-	-0-
Loan Account No. 3-796	-0-	-0-
Loan Account No. 4-1923	-0-	-0-
Loan Account No. 4-2184	-0-	9,218,315.00
Loan Account No. 10-0003	-0-	-0-
LBP Loan 1	13,747,394.35	15,580,380.23
LBP Loan 2	-0-	91,649.30
<b>TOTAL</b>	<b>13,747,394.35</b>	<b>24,890,344.53</b>

## 13. CUSTOMERS' DEPOSITS

This account represents the amount deposited by customers before the extension of any service connections as a security for the payment of subsequent bills as a guarantee deposit.

## 14. GOVERNMENT EQUITY

This refers to the difference between the utility's assets and liabilities at the time the District assumed control over the operations of the utility.

## 15. OPERATING REVENUES

This account is composed of the following:

	2014	2013
Generation, Transmission & Distribution Income	46,361,065.76	45,789,959.56
Interest Income	51,884.84	54,003.98
Other Business and Service Income	223,600.00	208,175.00
Fines and Penalties-Service Income	2,067,891.80	2,012,552.50
<b>TOTAL</b>	<b>48,704,442.40</b>	<b>48,064,691.04</b>

## 16. OPERATING EXPENSES

This account is composed of the following:

	2014	2013
Personal Services	15,026,430.79	15,672,031.19
Maintenance Expenses	456,303.02	248,986.68
Other Operating Expenses	23,416,321.30	20,065,388.99
<b>TOTAL</b>	<b>38,899,055.11</b>	<b>35,986,406.86</b>