



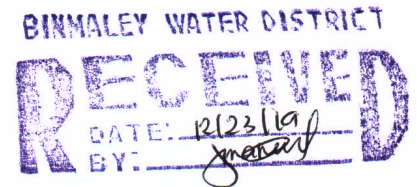
REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
REGION I

DMS Reference No. 2019-ROI-0142357

December 20, 2019

ENGR. MARIANO V. GONZALO

General Manager B
Binmaley Water District
Luna St., Binmaley
2417 Pangasinan



Re: FY 2020 Corporate Operating Budget (COB)

Dear **Engr. Gonzalo**:

This is to acknowledge receipt of Resolution No. 13, series of 2019, which was received by this Office on December 20, 2019, submitting your FY 2020 COB for review, evaluation, and approval pursuant to Executive Order No. 518, series of 1979.

Please be informed that the review, evaluation and approval of your COB shall be held in abeyance pending issuance of appropriate guidelines, specific for Local Water Districts, by the Department of Budget and Management. In the meantime, the Board-approved COB of the LWDs shall be used for accounting and budgeting purposes.

For information and guidance, please. Thank you.

Very truly yours,

ESTRELLA E. MANDAP

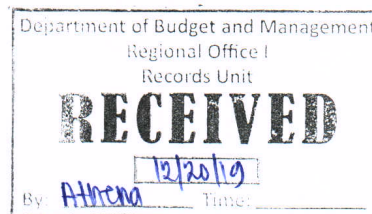
OIC – Director IV

cc: The COA Resident Auditor

BINMALEY WATER DISTRICT
Binmaley , Pangasinan

ASSUMPTIONS FOR 2020 BUDGET

- I :
- a) Targeted total service connections at the end of the year is 12,510 households or equivalent to 75,060 number of population
 - b) Average consumption is 23 cubic meters .
 - c) 3% increase to water sales/ operating revenues
 - d) Penalty charges is computed at 4.4% of total water sales
 - e) Collection efficiency is projected at 95% .
 - f) No water rates increase.



II : Personnel services and operations expenses is increased by 3% but there is no increase for maintenance expenses

III : Fund reserve allocation is 3% of total water sales .

IV : Capital expenditures include the following :

- a) Construction of ground reservoir at Linoc and Nagpalangan with a capacity of 500m3 each.
- b) Rehabilitation of distribution & transmission lines, installation of parallel lines & interconnection of existing transmission lines to newly drilled sources.
- c) Lot acquisition for drilling of production well within the vicinity of Nagpalangan
- d) Acquisition of 1,500 water meters for new service connections and replacement of defective WM.
- e) Repair & improvement of office buildings & existing pumphouses.
- f) Construction of pump house and perimeter fence at Linoc and Nagpalangan
- g) Acquisition of new office equipment, upgrading of computer software and hardware including upgrading of billing & collection system & acquisition of new technology.
- h) Acquisition of additional motor vehicles & major repairs of existing fleet of service vehicles.
- i) Acquisition of pumping equipment and electro-mechanical accessories for Linoc & Nagpalangan including replacement/ rehabilitation of existing water system facilities
- j) Procurement of generator sets for Linoc & Nagpalangan Pump Stations
- k) Acquisition & improvement of water treatment equipment & accessories including Water Quality (disinfection) Improvement Project Membrane Filtration
- l) Acquisition of construction & maintenance tools & equipment
- m) Procurement of 8m3 capacity vacuum truck for siphoning & transporting sludge to the nearest Septage Treatment Plant.

Prepared by:

MANUELA D. DE VERA
Division Manager B
Administrative & Finance Division

Recommending Approval:

MARIANO V. GONZALO
General Manager

Approved by:

JUAN T. CASTRO
BOD Chairman
Board Res. No. **13** s. 2019
Date : **December 12 , 2019**

BINMALEY WATER DISTRICT
Binmaley , Pangasinan

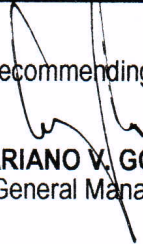
OPERATING REVENUES BUDGET
For The Year 2020

		Total Budgeted Monthly Ave.	Total Budgeted 2020	Total Budgeted 2019	Increase (Decrease)	% of Inc./Dec.
OPERATING REVENUES:						
a) Generation, Transmission & Distribution Income:						
4-02-02-090	> Waterworks System Fees	6,087,522.00	73,050,269.00	71,025,799.00	2,024,470.00	3%
b) Other Business & Service Income :						
4-02-02-210	> Interest Income	8,000.00	96,000.00	96,000.00	-	0%
4-02-01-990	> Other Service Income (Misc. Fees)	30,000.00	360,000.00	360,000.00	-	0%
4-06-03-990	> Miscellaneous Income (MNOR)	26,250.00	315,000.00	315,000.00	-	0%
4-02-02-230	> Fines & Penalties- Business Income	267,851.00	3,214,212.00	3,125,135.00	89,077.00	3%
Total Other Business & Service Income		332,101.00	3,985,212.00	3,896,135.00	89,077.00	2%
TOTAL OPERATING REVENUES FOR 2019		6,419,623.00	77,035,481.00	74,921,934.00	2,113,547.00	3%

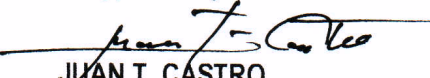
Prepared by:


MANUELA D. DE VERA
Division Manager B
(Administrative & Finance Division)

Recommending Approval :


MARIANO V. GONZALO
General Manager

Approved by :


JUAN T. CASTRO
Chairman- Board of Directors
Board Resolution No. 13 , s. 2019
Date Approved : December 12 , 2019

BINMALEY WATER DISTRICT

Binmaley, Pangasinan

PROJECTED INCOME STATEMENT BUDGET

For The Year 2020

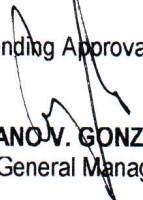
	Budgeted Amount	% of Total Income
REVENUES:		
Waterworks System Fees	73,050,269.00	94.83%
Fines & Penalties - Business Income	3,214,212.00	4.17%
Other Service Income	360,000.00	0.47%
Miscellaneous Income	315,000.00	0.41%
Interest Income	96,000.00	0.12%
TOTAL REVENUES	77,035,481.00	100.00%

EXPENSES:		
Personal Services:		% of Total Expenses
Salaries & Wages	14,200,704.00	21.98%
Other Compensation	3,552,714.00	5.50%
Other Personnel Benefits	6,030,923.00	9.33%
Personnel Benefit Contributions	1,950,880.00	3.02%
Maintenance & Operating Expenses:		
Travelling Expenses	301,200.00	0.47%
Training Expenses	804,000.00	1.24%
Supplies & Material Expenses	7,555,970.00	11.69%
Utility Expenses	16,443,050.00	25.45%
Communication Expenses	342,000.00	0.53%
Professional Services	1,161,600.00	1.80%
Membership Dues & Donations	331,200.00	0.51%
Representation Expenses	636,900.00	0.99%
Extraordinary & Miscellaneous Expenses	300,000.00	0.46%
Taxes, Duties & Licenses	1,525,290.00	2.36%
Insurance Premiums	285,000.00	0.44%
Repairs & Maintenance:		
Land & Building Improvements	215,000.00	0.33%
Office Equipment, Furnitures & Fixtures	247,500.00	0.38%
Motor Vehicles	206,000.00	0.32%
Other Machinery & Equipment	441,000.00	0.68%
Other Property, Plant & Equipment	500,000.00	0.77%
Non-Cash Expenses:		
Impairment Loss - Loans & Receivables	308,520.00	0.48%
Depreciation	7,200,000.00	11.15%
Other Losses	72,000.00	0.12%
Financial Expenses:		
Interest Expense	-	0.00%
TOTAL EXPENSES	64,611,451.00	100.00%
NET INCOME	12,424,030.00	19.23%

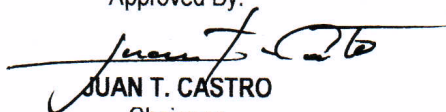
Prepared By:


MANUELA D. DE VERA
Division Manager B

Recommending Approval:


MARIANO V. GONZALO
General Manager

Approved By:


JUAN T. CASTRO
Chairman

Board Res. No. 13, s.2019

Date: December 12, 2019

BINMALEY WATER DISTRICT
Binmaley, Pangasinan

CASH FLOW BUDGET
For the Year 2020

	AMOUNT	% to Total
CASH RECEIPTS :		
Collection of Waterbills	P 72,451,257.00	95.58%
Other Collections :		
Other Service Income (Miscellaneous Fees)	360,000.00	0.47%
Customer Deposits	480,000.00	0.63%
Other Receivables	360,000.00	0.47%
Sale of Materials	1,440,000.00	1.90%
Miscellaneous Income (MNOR)	315,000.00	0.42%
Refund of Advances	180,000.00	0.24%
Interest Income	96,000.00	0.13%
Other Revenues	120,000.00	0.16%
T O T A L	75,802,257.00	100.00%
CASH DISBURSEMENTS :		
Salaries	13,490,669.00	11.28%
Power Cost	15,180,000.00	12.70%
Other Operation & Maintenance Exp.	27,350,227.00	22.88%
Debt Service	-	0.00%
Capital Expenditures	61,350,000.00	51.31%
Fund Reserve	2,191,508.00	1.83%
T O T A L	119,562,404.00	100.00%
CASH INFLOW (OUTFLOW)	(43,760,147.00)	
CASH BALANCE , BEGINNING	47,581,802.00	
CASH BALANCE, ENDING	3,821,655.00	

Prepared by:


MANUELA D. DE VERA

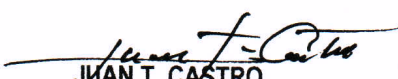
Division Manager B
(Administrative & Finance Division)

Recommending Approval:


MARIANO V. GONZALO

General Manager

Approved by:


JUAN T. CASTRO
Chairman- Board of Directors
Board Res. No. 13 S, 2019
Dated: December 12 , 2019