



**Republic of the Philippines  
COMMISSION ON AUDIT  
Commonwealth Avenue, Quezon City**

## **ANNUAL AUDIT REPORT**

**on the**

**IRIGA CITY WATER DISTRICT  
San Roque, Iriga City**

**For the Year Ended December 31, 2012**



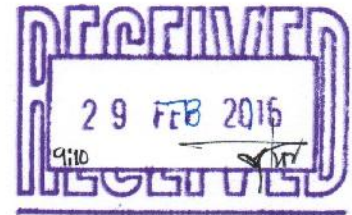
Republic of the Philippines  
**COMMISSION ON AUDIT**  
**Office of the Regional Director**  
Regional Office No. V  
Rawis, Legazpi City

March 13, 2015

**THE BOARD OF DIRECTORS**

Iriga City Water District  
San Roque, Iriga City

Gentlemen:



We are pleased to transmit the Annual Audit Report on the audit of the accounts and operations of the Iriga City Water District, San Roque, Iriga City, for the calendar year ended December 31, 2012, in compliance with Article IX-D of the Philippine Constitution and pertinent provisions of Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines.

The report contains the results of the audit which was conducted on a test basis, and was primarily conducted to ascertain the propriety of financial transactions, the compliance to prescribed rules and regulations, and the fairness of presentation of the financial statements of the District.

The summary of the results and the corresponding audit recommendations are laid out in the Executive Summary, including the status of implementation of the prior years' audit recommendations and the certificate of the Auditor on the fairness of presentation of the financial statements. For the details of these findings and recommendations, we refer you to Part II of the attached report.

We request that the recommendations be implemented and we would appreciate being informed of the actions taken thereon within sixty (60) days from receipt hereof, using the prescribed format of the Agency Action Plan and Status of Implementation (AAPSI) attached to this letter.

We express our appreciation for the support and cooperation extended to our Auditors by the officials and employees of the District.

Very truly yours,



**ROLAND A. REY**  
Director IV  
Regional Director

Copy furnished:

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- Auditor, LWUA
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- Office of the Vice-President
- President of the Senate
- Speaker of the House of Representatives
- Chairperson-Senate Finance Committee
- Chairperson-Appropriations Committee
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## **IRIGA CITY WATER DISTRICT**

RUFINO LLAGAS SR. ST., SAN ROQUE, IRIGA CITY

Tel. Nos. (054) 299-6504\*Telefax (054) 299-5709

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

The examination of the financial statements was for the Calendar Year 2012:

The management of the Iriga City Water District is responsible for the fair presentation in the financial statements of financial position, results of operations, and changes in equity in conformity with GAAP, PGAS, NGAS, PAS and IAS;

We have made available to you all financial records and related data, resolutions issued by the Board of Directors or summaries of actions of recent meetings for which minutes have not yet been prepared, office rules and regulations, issuances and orders;

There have been no irregularities involving management or employees who have significant roles in the system of internal accounting control, irregularities involving other employees that could have material effect on the financial statements, and communication from regulatory bodies concerning non-compliance with, or deficiencies in financial reporting practices that could have material effect on the financial statements;

We have no plans or intentions that may materially affect the carrying value of classification of assets and liabilities;

The following have been properly recorded or disclosed in the financial statements: Related party transactions and related amounts receivable or payable, including sales, purchases, loans, transfers, leasing arrangements and guarantees; and Capital Contribution and grants from government and other donations from non-government agency.

There are no unasserted claims or assessments that our lawyer has advised us that are probable of assertion and must be disclosed in accordance with ASC Statement of Financial Accounting Standards No. 7;

There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements;

Provisions have been made to reduce excess or obsolete inventories to their estimated net realizable value;

Provision have been made for any material loss to be sustained as a result of non-payment of receivable and cost allocation of fixed assets during the current period/ or depreciation provision;

Provision has been made for any material loss to be sustained as a result of purchase commitments for inventory quantities in excess of normal requirements or at prices in excess of the prevailing market prices.

We have complied with all aspects of contractual agreements that would have material effect on the financial statements in the event of non-compliance.

MARIETTA H. CRUZATA  
Division Manager C-Admin. Division

ROMULO M. CORPORAL, JR.  
General Manager

Republic of the Philippines  
Iriga Water District  
Iriga City

**BALANCE SHEET**

As of December 31, 2012

*(With Comparative Figures for CY 2011)*

			CY 2012		CY 2011
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and Cash Equivalents	(Note 2)	P	28,433,444.65	P	29,028,206.58
Receivables (net)	(Note 3)		9,392,573.88		7,331,258.53
Inventories	(Note 4)		3,396,691.69		2,085,192.64
Prepayments	(Note 5)		1,297,321.07		1,727,284.90
Other Current Assets	(Note 6)		169,900.00		169,900.00
<b>Total Current Assets</b>		<b>P</b>	<b><u>42,689,931.29</u></b>	<b>P</b>	<b><u>40,341,842.65</u></b>
<b>Non-Current Assets</b>					
Investment	(Note 7)	P	2,877,203.27	P	1,158,082.15
Property, Plant and Equipment (net)	(Note 8)		88,154,152.84		88,361,688.00
Other Assets	(Note 9)		2,427,828.77		1,926,065.43
<b>Total Non-Current Assets</b>		<b>P</b>	<b><u>93,459,184.88</u></b>	<b>P</b>	<b><u>91,445,835.58</u></b>
<b>TOTAL ASSETS</b>		<b>P</b>	<b><u>136,149,116.17</u></b>	<b>P</b>	<b><u>131,787,678.23</u></b>
<b>LIABILITIES AND EQUITY</b>					
<b>LIABILITIES</b>					
<b>Current Liabilities</b>					
Payables	(Note 10)	P	21,170,454.18	P	21,457,318.33
Inter-Agency Payables	(Note 11)		857,288.18		787,743.17
Other Liability Account	(Note 12)		3,107,428.74		3,012,285.04
<b>Total Current Liabilities</b>		<b>P</b>	<b><u>25,135,171.10</u></b>	<b>P</b>	<b><u>25,257,346.54</u></b>
<b>Long-Term Liabilities</b>					
Loans Payable- Domestic	(Note 13)	P	79,534,081.74	P	79,534,081.74
Other Deferred Credits	(Note 14)		9,332,260.00		9,332,260.00
<b>Total Non-Current Liabilities</b>		<b>P</b>	<b><u>88,866,341.74</u></b>	<b>P</b>	<b><u>88,866,341.74</u></b>
<b>TOTAL LIABILITIES</b>		<b>P</b>	<b><u>114,001,512.84</u></b>	<b>P</b>	<b><u>114,123,688.28</u></b>
<b>EQUITY</b>					
Government Equity	(Note 15)	P	470,390.42	P	470,390.42
Retained Earnings			21,677,212.91		17,193,599.53
<b>Total Equity</b>		<b>P</b>	<b><u>22,147,603.33</u></b>	<b>P</b>	<b><u>17,663,989.95</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>P</b>	<b><u>136,149,116.17</u></b>	<b>P</b>	<b><u>131,787,678.23</u></b>

*(Please see accompanying Accounting Policies and Explanatory Notes)*

Republic of the Philippines  
**IRIGA WATER DISTRICT**  
 Iriga City

**STATEMENT OF INCOME AND EXPENSES**  
 For the Year Ended December 31, 2012  
 (With Comparative Data for CY 2011)

			CY 2012		CY 2011
Business Income	(Note 16)	P	72,361,713.82	P	64,172,852.21
<b>Total Income</b>		<b>P</b>	<b><u>72,361,713.82</u></b>	<b>P</b>	<b><u>64,172,852.21</u></b>
Less: Expenses					
Personal Services	(Note 17)	P	22,988,492.08	P	22,296,248.26
Maintenance and Other Operating Expenses	(Note 18)		36,187,061.47		34,177,040.90
Financial Expense			7,505,674.58		7,751,228.57
<b>Total Expenses</b>		<b>P</b>	<b><u>66,681,228.13</u></b>	<b>P</b>	<b><u>64,224,517.73</u></b>
<b>NET INCOME (LOSS)</b>		<b>P</b>	<b><u>5,680,485.69</u></b>	<b>P</b>	<b><u>(51,665.52)</u></b>

*Please see accompanying Accounting Policies and Explanatory Notes*

**IRIGA CITY WATER DISTRICT**  
Iriga City

**STATEMENT OF CHANGES IN EQUITY**  
For the Year ended December 31, 2012  
(With Comparative Figures for CY 2011)

		CY 2012		CY 2011
Government Equity	P	<u>470,390.42</u>	P	<u>470,390.42</u>
Retained Earnings:				
Balance, Beginning	P	17,193,599.53	P	19,215,951.71
Prior Years' Adj.		(1,196,872.31)		(1,970,686.66)
Net Income/Loss for the year		5,680,485.69		(51,665.52)
Balance, End	P	<u>21,677,212.91</u>	P	<u>17,193,599.53</u>
Total Equity	P	<u>22,147,603.33</u>	P	<u>17,663,989.95</u>

# IRIGA CITY WATER DISTRICT

Iriga City

## STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2012

(With Comparative Figures for CY 2011)

		CY 2012		CY 2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>CASH INFLOWS:</b>				
Business Income	P	69,556,250.94	P	62,647,682.69
Other Receipts		973,075.43		5,995,869.70
<b>Total Cash Inflows</b>	P	<u>70,529,326.37</u>	P	<u>68,643,552.39</u>
<b>CASH OUTFLOWS:</b>				
Personal Services	P	6,698,600.81	P	6,524,603.37
Maintenance & Other Operating Expenses		5,639,644.85		15,526,673.63
Purchase of Inventories		1,242,400.14		752,828.75
Prepayments, Deposits and Deferred Charges		208,393.91		190,083.52
Payables		8,684,184.79		10,069,920.46
Other Disbursements		34,555,057.86		19,903,992.29
Total Cash Outflows	P	<u>57,028,282.36</u>	P	<u>52,968,102.02</u>
<b>Total Cash Provided (used) by Operating Activities</b>	P	<u>13,501,044.01</u>	P	<u>15,675,450.37</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<b>CASH INFLOWS</b>				
Interest and Dividends	P	10,646.88	P	19,077.75
<b>Total Cash Inflows</b>	P	<u>10,646.88</u>	P	<u>19,077.75</u>
<b>CASH OUTFLOWS</b>				
Investments	P	14,106,452.82	P	-
<b>Total Cash Outflows</b>	P	<u>14,106,452.82</u>	P	<u>-</u>
<b>Total Cash Provided (used) by Investing Activities</b>	P	<u>(14,095,805.94)</u>	P	<u>19,077.75</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
<b>CASH OUTFLOWS</b>				
Loan Amortization	P	-	P	10,543,566.84
<b>Total Cash Outflows</b>	P	<u>-</u>	P	<u>10,543,566.84</u>
<b>Total Cash Provided (used) by Financing Activities</b>	P	<u>-</u>	P	<u>(10,543,566.84)</u>
<b>CASH PROVIDED BY OPERATING, INVESTING AND FINANCING ACTIVITIES</b>	P	<u>(594,761.93)</u>		<u>5,150,961.28</u>
A Cash and Cash Equivalents, Beginning		29,028,206.58		23,877,245.30
<b>CASH AND CASH EQUIVALENTS, DEC. 31, 2012</b>	P	<u>28,433,444.65</u>	P	<u>29,028,206.58</u>



Republic of the Philippines  
**IRIGA CITY WATER DISTRICT**  
Rufino Llagas St., San Roque, Iriga City

**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2012  
(With Comparative Figures for 2011)

**AGENCY BACKGROUND**

The Iriga City Water District (ICWD) was granted Conditional Certificate of Conformance (CCC) No. 91 on September 24, 1971 by the Local Water Utilities Administration (LWUA) after it has complied with the legal requirements of Presidential Decree No. 198.

As a government owned and controlled corporation, it has the following purposes:

- > Acquiring, installing, improving, maintaining and operating water supply and distribution systems for domestic, industrial, municipal and agricultural uses for residents and lands within the boundaries of such districts;
- > Providing, maintaining, and operating waste water collection, treatment and disposal facilities; and
- > Conducting such other functions and operations incidental to water source development, utilization and disposal within such districts, as necessary or incidental to said purpose.

The ICWD is categorized as medium water district with 53 permanent employees and 30 contractual personnel as manpower complement. For CY 2012, the Water District has 10,349 active and billed concessionaires.

**Note 1. Significant Accounting Policies and Selected Accounting Policies**

a. Basis of Financial Statements Preparation

The accompanying Financial Statements have been prepared using the New Government Accounting System (NGAS) in conformity with accounting principles generally accepted in the Philippines. The Water District started the adoption of the New Government Accounting System for Government Owned and Controlled Corporations in November 2005.

b. Disbursements

The District uses the Imprest Fund System; disbursements except petty expenses are paid by means of checks.

c. Recognition of Income and Expenses

Revenue and expenses are recognized on accrual basis. Income is recognized in the period it was earned and expenses are recorded when incurred.

d. Accounting for Property, Plant and Equipment

The account Property, Plant and Equipment (PPE) is stated at cost, net of accumulated depreciation computed on a straight line method over its estimated useful life, ranging from 5 to 50 years, computed and booked up monthly. Ten percent residual value is considered.

e. Inventory Valuation

Materials and Supplies inventories are stated at cost.

**2. Cash and Cash Equivalents**

This account consists of the following:

<b>Account Title</b>	<b>CY 2012</b>	<b>CY 2011</b>
Cash – Collecting Officers	P 133,810.81	P 103,143.67
Petty Cash Fund	268.35	-
Cash in Bank – Local Currency	28,299,365.49	28,925,062.91
<b>Total</b>	<b>P 28,433,444.65</b>	<b>P 29,028,206.58</b>

The account Cash-Collecting Officer account consists of the cash on hand on the last working day of the year pending deposit and to be deposited on the first working day of the ensuing month.

Petty Cash Fund is the working fund intended for expenses incurred below P1,000.00 provided it is within the budget.

The Cash in Bank – Local Currency account is comprised of the current and savings accounts, as well as the time deposits of ICWD with the local banks as follows:

<b>Particulars</b>	<b>CY 2012</b>		<b>CY 2011</b>	
Cash in Bank – Local Currency, Current Account – PNB#219-105200011	P	1,749,567.21	P	4,947,740.87
Cash in Bank – Local Currency, Current Account – LBP		102,666.76		1,745,613.54
Cash in Bank – Local Currency, Savings Account - DBP		3,106,807.44		2,842,401.66
Cash in Bank – Local Currency, Time Deposits		23,340,324.08		19,389,306.84
<b>Total</b>	<b>P</b>	<b>28,299,365.49</b>	<b>P</b>	<b>28,925,062.91</b>

Cash in Bank – Local Currency, Current Account – PNB #219-105200011 represents cash deposits with the Philippine National Bank (PNB), Iriga City Branch, an authorized government depository bank, which are available for general expenditures to meet the current obligation of the District.

Cash in Bank – Local Currency, Current Account with the Land Bank of the Philippines (LBP), represents the Project Fund Balance for Non LWUA Initiated Fund (NLIF) grant intended for operational expansion.

Cash in Bank – Local Currency, Savings Account with the Development Bank of the Philippines (DBP).

Cash in Bank – Local Currency, Time Deposits – represents cash in local currency time deposits with LBP and PNB, as authorized government depositories.

### 3. Receivables (net)

Receivables include the following accounts:

<b>Particulars</b>	<b>CY 2012</b>		<b>CY 2011</b>	
Accounts Receivable – Water Sales	P	9,813,221.57	P	7,568,704.25
Less: Allowance for Doubtful Accounts		464,454.29		337,911.05
<b>Accounts Receivable (Net)</b>	<b>P</b>	<b>9,348,767.28</b>	<b>P</b>	<b>7,230,793.20</b>
Due from Officers and Employees		21,406.25		59,849.46
Due from GOCCs		-		17,160.00
Other Receivables		22,400.35		23,455.85
<b>Total</b>	<b>P</b>	<b>9,392,573.88</b>	<b>P</b>	<b>7,331,258.51</b>

Accounts Receivable –Water Sales represents the unpaid water bills by customers, various government offices, etc., and constructions materials used the installation of water service connections granted to concessionaires on credit and other services paid on installment basis, as of the end of the year.

Allowance for Doubtful Accounts is computed at year-end, based on Aging of Accounts Receivable.

Accounts Receivable (Net) is the net book value of Accounts Receivable after deducting the corresponding Allowance for Doubtful Accounts.

Due from Officers and Employees represents cash advances granted to officers and employees but liquidated at the year-end.

Receivables-Disallowance covers Pag-ibig, Philhealth Premiums (employer's share) of contractual employees and travel disallowances of Board Members, Regular and Contractual employees subjected for refund per COA recommendation for audit years 2011 and 2010.

Other Receivables includes collectibles from private individuals/entity not considered as regular accounts receivable.

#### 4. Inventories

This account represents the cost of various items in the stockroom, stated at cost using the moving average method. The breakdown of the account is as follows:

Particulars	CY 2012		CY 2011	
Office Supplies Inventory	P	220,182.78	P	107,012.03
Accountable Forms Inventory		19,655.95		20,991.20
Spare Parts Inventory		29,780.88		
Construction Materials Inventory		3,098,004.08		1,956,260.91
Chemicals & Filtering Materials Inventory		18,400.00		
Other Supplies Inventory		10,668.00		928.50
<b>Total</b>	<b>P</b>	<b>3,396,691.69</b>	<b>P</b>	<b>2,085,192.64</b>

#### 5. Prepayments

This account pertains to the unamortized fidelity bond premiums, insurance premiums of office building and various service vehicles of the Water District and other prepaid expenses. This account is broken down as follows:

Particulars	CY 2012		CY 2011	
Prepaid Insurance	P	60,109.71	P	50,033.51
Advances to Contractors		1,178,158.92		1,660,363.92
Other Prepaid Expenses		59,052.44		16,887.47
<b>Total</b>	<b>P</b>	<b>1,297,321.07</b>	<b>P</b>	<b>1,727,284.90</b>

Other Prepaid Expense composed of:			
1.LTO Registration of Toyota	P	1,836.82	
Hi-Ace SEJ 290		354.36	P 404.86
SEJ 299		1,486.06	1,995.46
SCN 397		1,114.56	1,300.31
Fidelity Bond		4,291.64	3,791.64
2.Real Property Tax		28,402.00	9,395.20
3.CASURECO III-		21,567.00	0.00
<b>Total</b>	<b>P</b>	<b>59,052.44</b>	<b>P 16,887.47</b>

## 6. Other Current Assets

This account includes guaranty deposits made by the District to wit:

Particulars	CY 2012		CY 2011	
Telephone Deposits (Iriga Telephone Co.)				
Parina	P	2,500.00	P	2,500.00
Office		5,800.00		5,800.00
GM's Office		500.00		500.00
Inoragan Office		500.00		500.00
La Trinidad		500.00		500.00
Chlorine Tank		139,500.00		139,500.00
CASURECO III – Meter Deposit		9,100.00		9,100.00
CASURECO I III-Perpetual Help		2,500.00		2,500.00
Acetylene Tank		9,000.00		9,000.00
<b>Total</b>	<b>P</b>	<b>169,900.00</b>	<b>P</b>	<b>169,900.00</b>

## 7. Investments

Particulars	CY 2012		CY 2011	
Sinking Fund	P	2,877,203.27	P	1,158,082.15

This account pertains to the Joint Account of LWUA and ICWD for Sinking Fund which is set aside for specific long term purposes, including a Debt Service Reserve for loan repayment; operation and maintenance reserve for repairs of damaged water district facilities due to natural calamities, public disorders and the like; and a capital reserve for expansion of the water district's facilities.

## 8. Property, Plant and Equipment (PPE)

The breakdown of the PPE is as follows:

Particulars	CY 2012	CY 2011
a. Property, Plant and Equipment (net) <i>(see next table below for the details)</i>	P 88,154,152.84	P 84,365,503.75
b. Construction in Progress – Agency Assets	-	3,996,184.25
<b>Total</b>	<b>P 88,154,152.84</b>	<b>P 88,361,688.00</b>

The details of the PPE accounts at their book value are:

Particulars	CY 2012	CY 2011
Land	P 2,925,080.18	P 2,820,080.18
Land Improvement	54,839.32	23,610.18
Irrigation, Water System and Structures	62,643,234.18	62,768,765.68
Office Building	2,281,688.53	2,221,979.39
Other Structures	4,361,916.25	4,481,157.44
Office Equipment	120,445.71	171,098.15
Furniture and Fixtures	635,718.60	793,656.69
IT Equipment & Software	1,349,137.37	1,169,951.24
Machineries	12,302,983.49	8,401,838.81
Communication Equipment	88,964.33	135,911.35
Firefighting Equipment and Accessories	19,729.97	13,924.97
Motor Vehicles	1,008,996.21	1,146,795.00
Other Transportation Equipment	1,760.00	1,760.00
Other Property, Plant & Equipment	359,658.70	212,974.67
<b>Total</b>	<b>P 88,154,152.84</b>	<b>P 84,365,503.75</b>

For CY 2012

Account Title	Acquisition Cost	Accumulated Depreciation	Net
Land	P 2,925,080.18	P -	P 2,925,080.18
Land Improvement	88,175.95	33,336.63	54,839.32
Irrigation & WSS	93,882,239.65	31,239,005.47	62,643,234.18
Office Building	3,999,742.29	1,718,053.76	2,281,688.53
Other Structures	6,737,129.09	2,375,212.84	4,361,916.25
Office Equipment	455,657.51	335,211.80	120,445.71
Furniture & Fixtures	1,759,354.29	1,123,635.69	635,718.60
IT Equipment & Software	1,909,651.54	560,514.17	1,349,137.37
Machineries	25,753,486.08	13,450,502.59	12,302,983.49
Communication	149,314.79	60,350.46	88,964.33

Account Title	Acquisition Cost	Accumulated Depreciation	Net
Equipment			
Firefighting Equipment and Accessories	64,099.65	44,369.68	19,729.97
Motor Vehicles	4,899,970.18	3,890,973.97	1,008,996.21
Other Transportation Equipment	17,600.00	15,840.00	1,760.00
Other Property, Plant & Equipment	837,638.82	477,980.12	359,658.70
<b>Total</b>	<b>P 143,479,140.02</b>	<b>P 55,324,987.18</b>	<b>P 88,154,152.84</b>

### 9. Other Assets

The breakdown of the account is presented below:

Particulars	CY 2012	CY 2011
2 sets pipe die threaded	P 1,515.13	P 1,515.13
2 pcs. Pipe wrench 14"	977.05	977.05
4 pcs. Pipe wrench 12"	1,759.56	1,759.56
Other unserviceable properties	1,921,813.69	1,921,813.69
Additional Unserviceable Properties	501,763.34	-
<b>Total</b>	<b>P 2,427,828.77</b>	<b>P 1,926,065.43</b>

### 10. Payable Accounts

These are unpaid obligations as of December 31, 2012:

Particulars	CY 2012	CY 2011
Accounts Payable	P 1,879,488.04	P 1,361,143.38
Due to Officers and Employees	19,290,966.14	17,057,232.69
Loans Payable-Domestic	-	3,038,942.26
<b>Total</b>	<b>P 21,170,454.18</b>	<b>P 21,457,318.33</b>

The Accounts Payable account is broken down as follows:

Particulars	CY 2012	CY 2011
Notarial Fee	P 125,281.25	P 102,914.50
Benito Ngo Mktg.	22,795.31	31,589.54
Shellhouse Iriga	128,615.00	7,792.00
Joe Hardware	1,177,023.88	40,867.25
Concord Metals	-	899,198.08

CASURECO III	15,000.00	30,763.01
Moldex	64,082.00	-
Henry Turalde	10,841.60	-
MIGS System	-	48,608.00
Philippine Duplicators	330,000.00	188,300.00
Digital Data Corp.	5,849.00	5,650.00
XD Ever	-	3,604.00
ITel Co.	-	1,857.00
<b>Total</b>	<b>P 1,879,488.04</b>	<b>P 1,361,143.38</b>

Due to Officers and Employees account includes the following payables to the District's officers and employees:

<b>Due to Officers and Employees</b>	<b>CY 2012</b>	<b>CY 2011</b>
Service Incentives	P 17,268,945.00	P 15,134,414.00
Monetization of Accrued Leave	1,805,763.09	1,630,133.75
Loyalty Incentive	94,500.00	116,000.00
GM R. Corporal	2,996.14	5,723.78
Jose L. Ballester	-	1,683.99
Manuel Gonzales	2,227.91	-
Meter readers fare	-	1,408.00
Juliet Turallo	-	25,284.34
Overtime Pay-Dec. 11	22,534.00	27,144.90
Rebecca O. Monte	-	635.00
Payroll-Gozum	-	0.01
Prod. Incentive Bonus	94,000.00	96,000.00
<b>Total</b>	<b>P 19,290,966.14</b>	<b>P 17,038,427.77</b>

#### 11. Inter-Agency Payables

These are withheld taxes and premium contributions deducted from the salaries of employees/members:

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Due to BIR	P 222,127.48	P 201,271.96
Due to GSIS	387,692.35	359,256.74
Due to Pag-Ibig	110,181.96	89,362.92
Due to Philhealth	27,487.50	25,362.50
Due to other GOCCs	0.00	6,715.40
Due to other NGAs	109,798.89	105,773.65
<b>Total</b>	<b>P 857,288.18</b>	<b>P 787,743.17</b>



Due to BIR pertains to the amount of taxes withheld from suppliers, Director's Fee and Employees' salaries to be remitted on or before the 10<sup>th</sup> day of the ensuing month.

Due to GSIS – pertains to GSIS Premium and GSIS arrearages and interest as a result of SSS premium contribution transferred to GSIS for remittance.

Due to Pag-Ibig – this account includes Pag-Ibig Premium for remittance.

Due to Philhealth – this account includes medicare premium for remittance.

## 12. Other Liability Account

This account consists of the following:

Particulars	CY 2012	CY 2011
Guaranty Deposits Payable	P 2,761,208.30	P 2,761,208.30
Performance/Bidders/Bail Bond Payable	277,740.44	157,740.44
Other Payables	68,480.00	93,336.30
<b>Total</b>	<b>P 3,107,428.74</b>	<b>P 3,102,285.40</b>

Guaranty Deposits Payable pertains to the amount of deposits made by customers prior to the installation of water service connections applied as security for the payment of subsequent water bills.

Other Payables account composes of the following:	CY 2012	CY 2011
Atty. F. Diño	P -	P 14,000.00
Wilfredo Luceña	-	3,000.00
Union Dues	-	1,320.00
Notarial Fee	-	12,100.00
Atty. Beriña	-	-
Profound adjustment (Esplana)	68,480.00	(336.00)
DBP Loan for remittance	-	63,252.30
	<b>P 68,480.00</b>	<b>P 93,336.30</b>

## 13. Loans Payable – Domestic

Particulars	CY 2012	CY 2011
This account includes principal amount of loan to DBP	P 79,534,081.74	P 79,534,081.74
<b>Total</b>	<b>P 79,534,081.74</b>	<b>P 79,534,081.74</b>

#### 14. Other Deferred Credits

Particulars	CY 2012		CY 2011	
This account refers to the non-LWUA Initiated Fund payable in 40 years at 0% interest	P	9,332,260.00	P	9,332,260.00
<b>Total</b>	<b>P</b>	<b>9,332,260.00</b>	<b>P</b>	<b>9,332,260.00</b>

#### 15. Government Equity

This account pertains to the subsidy given to the District by the Iriga City at the time water district assumed control over the operations of the utility, as well as the various donations from LWUA, broken down as follows:

Particulars	CY 2012		CY 2011	
City Government Subsidy	P	430,106.30	P	430,106.30
LWUA-Donated Pipes & Fittings		16,956.44		16,956.44
LWUA-Flow Meters & Centrifugal Pump		23,327.68		23,327.68
<b>Total</b>	<b>P</b>	<b>470,390.42</b>	<b>P</b>	<b>470,390.42</b>

#### 16. Income

This account consists of the following:

Particulars	CY 2012		CY 2011	
<b>Business Income:</b>				
Income from Waterworks System	P	66,594,300.70	P	59,306,242.85
Other Business Income		2,298,940.50		1,317,576.97
Fines and Penalties - Business Income		2,854,990.05		2,864,740.85
Other Fines and Penalties		9,000.00		1,175.00
Miscellaneous Income		61,328.48		73,568.75
Interest Income		543,154.09		609,547.79
<b>Total</b>	<b>P</b>	<b>72,361,713.82</b>	<b>P</b>	<b>64,172,852.21</b>

Income from Waterworks System includes all water billings to residential, commercial customers and bulk sales that are billed based on water given to shipping cargos, as measured thru water meters and existing water rates of the District.

Other Business Income refers to the costs of other services extended by the District to its customers, such as water service connection fees.

Fines and Penalties – Business Income consists of penalties charged on water bills not paid on due dates.

### 17. Personal Services

Particulars	CY 2012	CY 2011
Salaries and Wages	P 12,676,970.69	P 11,984,714.65
Other Compensation	4,740,942.30	4,500,636.65
Personnel Benefits Contribution	1,517,564.15	1,468,675.07
Other Personnel Benefits	4,053,014.94	4,342,221.89
<b>Total Personnel Services</b>	<b>P 22,988,492.08</b>	<b>P 22,296,248.26</b>

#### Salaries and Wages

Account Title	CY 2012	CY 2011
Salaries and Wages- Regular	P 10,226,768.49	P 9,805,120.35
Salaries and Wages- Contractual	2,450,202.20	2,179,594.30
<b>Total</b>	<b>P 12,676,970.69</b>	<b>P 11,984,714.65</b>

#### Other Compensation

Particulars	CY 2012	CY 2011
Personal Economic Relief Allowance (PERA)	P 287,000.00	P 300,250.00
Additional Compensation (ADCOM)	861,000.00	900,750.00
Representation Allowance	210,000.00	210,000.00
Transportation Allowance	210,000.00	210,000.00
Other Benefits	361,400.00	361,400.00
Clothing/Uniform Allowance	1,006,250.00	1,051,750.00
Rice and Grocery Allowance	92,000.00	96,000.00
Productivity Incentive Bonus	144,000.00	130,000.00
Honoraria	445,253.30	304,880.60
Overtime and Night Pay	240,000.00	249,750.00
Cash Gift	884,039.00	843,256.05
<b>Total</b>	<b>P 4,740,942.30</b>	<b>P 4,500,636.65</b>

#### Personnel Benefits Contribution

Particulars	CY 2012	CY 2011
Life & Retirement Insurance Contributions	P 1,227,210.22	P 1,176,614.43
Pag-ibig Contributions	97,185.00	97,890.00
Philhealth Contributions	135,850.00	134,462.50
ECC Contributions	57,318.93	59,708.14
<b>Total</b>	<b>P 1,517,564.15</b>	<b>P 1,468,675.07</b>

**Other Personnel Benefits**

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Terminal Leave Benefits	P 814,492.89	P 807,428.89
Other Personnel Benefits	3,238,522.05	3,534,793.00
<b>Total</b>	<b>P 4,053,014.94</b>	<b>P 4,342,221.89</b>

**18. Maintenance and Other Operating Expenses**

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Travelling Expenses	P 948,942.25	P 607,734.32
Supplies and Materials Expenses	7,589,449.16	8,514,555.14
Utility Expenses	13,259,568.15	11,230,600.03
Communication Expenses	295,108.25	288,172.95
Memberships Dues and Contribution to Organizations	424,357.46	424,402.15
Professional Services	1,017,259.00	1,487,898.35
Repairs and Maintenance Expenses	1,583,107.46	1,781,597.48
Donations	12,596.55	42,033.90
Taxes, Insurance Premiums & Other Fees	1,642,458.75	1,459,686.18
Depreciation	7,288,081.99	6,531,271.31
Bad Debts Expense	110,200.91	135,726.20
Discount on Income & Other Operating Expenses	146,196.55	133,331.88
Other Maintenance & Operating Expenses	1,869,734.58	1,540,031.01
<b>Total</b>	<b>P 36,187,061.06</b>	<b>P 34,177,040.90</b>