

*revised
JPL
2/10/14*

Republic of the Philippines
IRIGA CITY WATER DISTRICT
Accounting Policies and Explanatory Notes
December 31, 2013

1. 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 district is categorized as Category "C", with personnel components of 83, 50 permanent and 33 contractual. For the year 2013 the district has 10,874 active and billed concessionaires.

2. 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 agency started the adoption of the New Government Accounting System for Government Owned and Controlled Corporations on 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 using the moving average method.



IRIGA CITY WATER DISTRICT
San Roque, Iriga City

BALANCE SHEET
As of December 31, 2013

Received
Jed
6/10/14

ASSETS	AMOUNT
CURRENT ASSETS	
Cash -Collecting Officers	118,779.02
Cash-Disbursing Officers	
Petty Cash Fund	10,000.00
Cash in Bank-Local Currency, CA-PNB	1,120,049.32
Cash in Bank-Local Currency, CA-LandBank	105,964.87
Cash in Bank-Local Currency, SA	3,113,900.46
Cash in Bank-Local Currency, TD	29,893,114.21
Sinking Funds	2,906,881.18
Accounts Receivable-Water Sales	8,441,359.50
Allowance for Doubtful Accounts	(591,507.29)
Accounts Receivable-New Service connection fees	7,849,852.21
Accounts Receivable-Lost Water Meters	905,921.13
Due from Officers & Employees	688.55
Receivables-disallowance	-
Due from NGA's/BIWADA	122,780.50
Other Receivables	31,000.00
Office Supplies Inventory	89,228.53
Accountable Forms Inventory	294,047.67
Other Supplies Inventory	30,834.95
Spare Parts Inventory	9,005.20
Construction Materials Inventory	68,726.96
Chemicals and Filtering Materials Inventory	2,331,477.92
Prepaid Insurance	11,600.00
Other Prepaid Expenses	65,748.79
Guaranty Deposits	34,771.45
TOTAL CURRENT ASSETS	169,900.00
	49,284,272.92
NON-CURRENT ASSETS	
Land	2,925,080.18
Land Improvement	88,175.95
Accum. Depreciation-Land Improvement	(41,272.23)
Irrigation, Water System and Structure	96,962,033.00
Accum. Depreciation-Irrigation, Water Sys. & Structure	(34,754,374.23)
Office Building	3,999,742.29
Accum. Depreciation-Office Building	(1,876,285.28)
Other Structures	6,914,454.09
Accum. Depreciation-Other Structures	(2,661,553.87)
Office Equipment	482,417.51
Accum. Depreciation-Office Equipment	(373,987.58)
Furniture and Fixtures	1,902,948.29
Accum. Depreciation-Furniture and Fixtures	(1,314,059.08)
IT Equipment and Software	2,961,416.66
Accum. Depreciation-IT Equipmt. & Software	(886,862.75)
Machineries	26,691,303.88



MONTHLY DATA SHEET
Iriga City Water District (CCC #91)
 For the month ending December 2013

*Received
for
12/10/13*

1 SERVICE CONNECTION DATA:

1.1 Total Services	12,820	1.6 Changes New	53
1.2 Total Active	10,874	Reconnected	157
1.3 Total Metered	10,874	Disconnected	49
1.4 Total Billed	10,874	1.7 Customer in arrears:	
1.5 Population Served	76,118	Number	6,625 60.93%

2 PRESENT WATER RATES Effective _____

LWUA Approved YES (X) NO () Date Approved _____

	No. of Conns.	Minimum Charge 0-10	COMMODITY CHARGES			
			11-20	21-30	31-40	41-over
Domestic/Government	10,320	214.95	23.45	25.45	28.20	31.50
Commercial	291	429.90	46.90	50.90	56.40	63.00
Semi-Commercial A	244	376.15	41.05	44.55	49.35	55.15
B	10	322.45	35.20	38.20	42.30	47.25
C	3	268.70	29.30	31.80	35.25	39.40
Bulk/Wholesale	6	125.00	12.50	12.50	12.50	12.50

3 BILLING AND COLLECTION DATA

3.1 BILLINGS (Water Sales):

	This Month (TM)	Cumulative
a. Current (metered)	P 5,426,001.45	P 69,869,396.35
b. Current (Flat rate)		
c. Penalty charges	185,314.50	2,594,276.30
TOTALS	P 5,611,315.95	P 72,463,672.65

3.2 COLLECTIONS (Water Sales):

a. Current Accounts	P 3,411,004.41	P 43,003,265.61
b. Arrears (Current Years)	2,108,868.01	26,134,481.82
c. Arrears (Previous Years)	42,608.65	3,470,787.22
TOTALS	P 5,562,481.07	P 72,608,534.65

3.3 ACCOUNTS RECEIVABLE	Beginning of Year	P 8,092,589.97
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3.4 ON-TIME PAID THIS MONTH = $\frac{(3.2a)}{(3.1a) + (3.1b)}$ X 100% = 63 %

COLLECTION EFFICIENCY, YTD = $\frac{(3.2a) + (3.2b)}{3.1 \text{ Totals}}$ X 100% = 95 %

IRIGA CITY WATER DISTRICT
STATEMENT OF RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2013

received
Jed
2/10/14

Retained Earnings

P 28,221,234.22

*This pertains to cumulative net earnings of the district
from the very start of the water district.*

Retained Earnings, December 31, 2012
[as adjusted]

21,677,212.91

Add: Items that increase income

(1) Net income for the period (Sch.B)

7,356,031.82

(2) Prior period operating income

32,971.65

(3) Other adjustments with effect on income

10,181.09

(4) Reclassification from expense items to asset
accounts

252,515.10

(5) Prior period interest income

3,298.11

29,332,210.68

Less: Items that decrease income

(6) Prior period expenses

649,932.82

(7) Other adjustments with effect on income

154,296.26

(8) Prior year interest expense

306,747.38

1,110,976.46

Retained Earnings, December 31, 2013

28,221,234.22

Prepared by:

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