2016 BUDGET
TARGETS and ASSUMPTIONS

A. REVENUES

1. Projected new connections : 35 connections per month

2.   Average consumptions, in cuM, per month:

Residential	20
Commercial	45
Semi-Commercial A	15
Semi-Commercial B	20
Government	85
Nabua	6,000

3. Approved water rates (February 13, 2001)

CLASSIFICATION	CuM.	EFFECTIVE Nov. 1, 2011
Residential		
Minimum charge	0 to 10	214.95
Commodity charge	11 to 20	23.45
	21 to 30	25.45
	31 to 40	28.20
	41 & above	31.50
Commercial		
Minimum charge	0 to 10	429.90
Commodity charge	11 to 20	46.90
	21 to 30	50.90
	31 to 40	56.40
	41 & above	63.00
Semi-Commercial A		
Minimum charge	0 to 10	376.15
Commodity charge	11 to 20	41.05
	21 to 30	44.55
	31 to 40	49.35
	41 & above	55.15
Semi-Commercial B		
Minimum charge	0 to 10	322.45
Commodity charge	11 to 20	35.20
	21 to 30	38.20
	31 to 40	42.30
	41 & above	47.25

Government

Minimum charge	0 to 10	214.95
Commodity charge	11 to 20	23.45
	21 to 30	25.45
	31 to 40	28.20
	41 & above	31.50
Nabua	6,000	11.00

4. Percent increase (decrease) VS. Projected Actual

	Budget Year 2016	Projected Actual 2015	Inc. (Dec.) Percent
Income from Waterworks Sys.	84,423,741.60	76,168,541.67	10.84
Other Business Income	1,632,000.00	1,847,902.72	(11.68)
Fines and Penalties-Business Income	3,390,457.46	2,787,697.53	21.62
Other Fines & Penalties	10,000.00	62,666.67	(84.04)
Interest Revenue	244,267.00	286,134.16	(14.63)
Miscellaneous Income	20,000.00	22,410.67	(10.76)
TOTAL REVENUES	**89,720,466.06**	**81,175,353.42**	**10.53**

5. Percent increase (decrease) VS. Budget 2016

	Budget Year 2016	Budget Year 2015	Inc. (Dec.) Percent
Income from Waterworks Sys.	84,423,741.60	80,666,454.60	4.66
Other Business Income	1,632,000.00	1,476,000.00	10.57
Fines and Penalties-Business Income	3,390,457.46	3,239,564.81	4.66
Other Fines & Penalties	10,000.00	10,000.00	
Interest Revenue	244,267.00	243,145.00	0.46
Miscellaneous Income	20,000.00	20,000.00	
TOTAL REVENUES	**89,720,466.06**	**85,655,164.41**	**4.75**

B. EXPENDITURES

1. PAYROLL : Percent increase vs Budget 2015

Budget 2016	19,254,732.00
Budget 2015	15,164,292.00
Change	26.97%

Budget 2016	19,254,732.00
Projected Actual 2015	13,125,487.00
Change	46.70%

The payroll cost, in addition, includes proposed positions. Furthermore, there are appropriations of increase based on the new Sten percent (10%) increase on basic salary and applicable step increment.

2. The company's employees benefits include the following:

    > 13th month pay and cash gift
    > Monthly PERA/ACA
    > RATA for the General Manager and Division Managers
    > Rice and grocery allowances per month
    > Productivity incentive allowance
    > Government share on GSIS, Phil. Health, PAG-IBIG, and ECC
    > Loyalty incentive bonus
    > Clothing and uniform allowance
    > Medical and dental allowance
    > Emergency relief allowance
    > Efficiency Incentive bonus
    > Financial Assistance
    > Retirement Benefit
    > Monetization
    > Overtime Pay
    > Other benefits that may be declared by proper authority.

3. Each member of the board is appropriated to receive per diem of P3,675.00 per meeting (Category C) and also Performance-based bonus.

4. Fuel and power costs are based on the following :

    Fuel cost, including lubricating oil, was based on estimated annual consumption of 87,086 liters @ P42.90 per liter plus cost for lubricating oil and others.

    Power cost was based on total weighted unit cost of P 10.60 per KWH with estimated annual consumption of 1,367,924.5 KWH.

5. Debt service to DBP due to buy-out amounts to P 10,543,566.87 for the year, which is composed of :

> Principal	4,398,391.57
> Interest	6,145,175.30
	10,543,566.87

6. For this year a fund is set up for the Gender and Development Program included in Other Maintenance & Operating Expenses.

7. Allowance for bad debts is to be based from applying the ageing of accounts method.

8. Capital Expenditures budget for 2016 shows a sum of P 18,103,605.00.

9. Cash flows budget provides net cash balance of P 98,832.15 at year-end.

Prepared by :   Approved by :

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