


For BIR Use Only

BCS/Item:




Republic of the Philippines
Department of Finance
Bureau of Internal Revenue

BIR Form No.
1702-EX
January 2018 (ENCS) v2
Page 1

Annual Income Tax Return

Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income

Enter all required information in CAPITAL LETTERS. Mark applicable boxes with an "X".
Two copies MUST be filled with the BIR and one held by the taxpayer.


1702-EX 01/18ENCS v2 P1

1 For ☒ Calendar ☐ Fiscal

2 Year Ended (MM/20YY)
12/2019

3 Amended Return? ☐ Yes ☒ No

4 Short Period Return ☐ Yes ☒ No

5 Alphanumeric Tax Code (ATC)
IC 011 Exempt Corporation on Exempt Activities
IC 021 General Professional Partnership

Background Information

6 Taxpayer Identification Number (TIN) 000-566-175-0000

7 RDO Code 002

8 Registered Name (Enter only 1 letter per box using CAPITAL LETTERS)
METRO VIGAN WATER DISTRICT

9 Registered Address (Indicate complete address. If the registered address is different from the current address, go to the RDO to update registered address by using BIR Form No. 1905)
PANTAY DAYA, VIGAN CITY, ILOCOS SUR

9A Zip code 2700

10 Date of Incorporation/Organization (MM/DD/YYYY) 01/01/1997

11 Contact Number 6040413

12 Email Address metroviganwaterdistrict_bir@yahoo.com

13 Method of Deductions ☒ Itemized Deductions [Section 34 (A-J), NIRC] ☐ Optional Standard Deduction (OSD) - 40% of Gross Income [applicable only to General Profession Partnership (GPP) per RA No. 10963]

14 Legal Basis of Tax Relief / Exemption (Specify) RA NO. 10026

15 Investment Promotion Agency (IPA) / Government Agency (specify) LWUA

16 Registered Activity / Program (Registration Number) CCC 053

17 Effectivity Date of Tax Relief / Exemption (MM/DD/YYYY)
From 08/13/1996 To 12/31/2019

PART II - TOTAL TAX PAYABLE (DO NOT ENTER CENTAVOS; 49 centavos or less drop down; 50 or more round up)

18 Tax Due (From Part IV Item 41) 0.00

19 Less: Total Tax Credits/Payments (From Part IV Item 50) 0.00

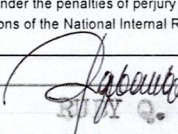
20 Total (Overpayment) (Item 18 Less Item 19) (From Part IV Item 51) 0.00

21 Add: Penalty - Compromise 0

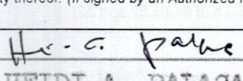
22 TOTAL AMOUNT PAYABLE / (Overpayment) (Sum of Items 20 & 21) 0.00

If overpayment, mark one (1) box only. (Once the choice is made, the same is irrevocable)
☐ To be refunded ☐ To be issued a Tax Credit Certificate (TCC) ☐ To be carried over as a tax credit for next year/quarter

We declare under the penalties of perjury that this return and all its attachments, have been made in good faith, verified by us, and to the best of our knowledge and belief, are true and correct, pursuant to the provisions of the National Internal Revenue Code, as amended, and the regulations issued under authority thereof. (If signed by an Authorized Representative, indicate TIN and attach authorization letter)



RUFFA Q. BARRA



HEIDI A. PALACA

Signature over Printed Name of President/Principal Officer/Authorized Representative

Signature over Printed Name of Treasurer/Assistant Treasurer

Title of Signatory General Manager 146-5130-113

Title of Signatory Head Cashier 146-516-063

23 Number of Attachments 00


Part III - Details of Payment


Particulars	Drawee Bank/ Agency	Number	Date (MM/DD/YYYY)	Amount
24 Cash/Bank Debit Memo				
25 Check				
26 Tax Debit Memo				
27 Others (Specify Below)				

Machine Validation / Revenue Official Receipt Details [if not filed with an Authorized Agent Bank (AAB)]

Stamp of Receiving Office/AAB and Date of Receipt (RO's Signature/Bank Teller's Initial)

file:///C:/Users/Gigabyte/AppData/Local/Temp/%7BFF2A3F4A-4666-4671-B826-123F04B... 5/4/2020

BIR Form No. 1702-EX January 2018 (ENCS) v2 Page 2		Annual Income Tax Return Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income		 1702-EX 01/18ENCS v2 P2	
TIN 000 566 175 0000		Registered Name METRO VIGAN WATER DISTRICT			
Part IV - Computation of Tax <small>(Do NOT enter Centavos; 49 centavos or less drop down; 50 or more round up)</small>					
28 Sales/Receipts/Revenues/Fees		94,930,856.00			
29 Less: Sales Returns, Allowances and Discounts		0			
30 Net Sales/Receipts/Revenues/Fees (Item 28 less Item 29)		94,930,856.00			
31 Less: Cost of Sales/Services		0.00			
32 Gross Income from Operation (Item 30 Less Item 31)		94,930,856.00			
33 Add: Other Income		4,081,584.00			
34 Total Gross Income (Sum of Items 32 and 33)		99,012,440.00			
Less: Deductions Allowable under Existing Law					
A. Itemized Deduction					
35 Ordinary Allowable Itemized Deductions (From Part VI Schedule I Item 18)		82,883,637.00			
36 Special Allowable Itemized Deductions (From Part VI Schedule II Item 5)		0.00			
37 Total Itemized Deductions (Sum of Items 35 and 36)		82,883,637.00			
B. Optional Standard Deduction (OSD)					
38 OSD (40% of Item 34)(applicable to GPP per RA No. 10963)		0			
39 Net Taxable Income / (Loss) (If Itemized: Item 34 Less Item 37;) If OSD: Item 34 Less Item 38)		16,128,803.00			
40 Tax Rate		0.00 %			
41 Tax Due (Item 39 x Item 40) (To Part II Item 18)		0.00			
Less: Tax Credits / Payments (attach proof)					
42 Prior Year's Excess Credits		0.00			
43 Income Tax Payment from Previous Quarter/s		0			
44 Creditable Tax Withheld from Previous Quarter/s per BIR Form No. 2307		0			
45 Creditable Tax Withheld per BIR Form No. 2307 for the 4th Quarter		0			
46 Foreign Tax Credits, if applicable		0			
47 Tax Paid in Return Previously Filed, if this is an Amended Return		0			
Other Tax Credits / Payments (specify)					
48		0			
49		0			
50 Total Tax Credits / Payments (Sum of Items 42 to 49) (To Part II Item 19)		0.00			
51 Total (Overpayment) (Item 41 Less Item 50) (To Part II Item 20)		0.00			
Part V - Tax Relief Availment					
52 Regular Income Tax Otherwise Due (Item 39 of Part IV x Applicable Income Tax Rate)		0.00			
53 Special Allowable Itemized Deductions (Item 36 of Part IV x Applicable Income Tax Rate)		0.00			
54 Total Tax Relief Availment (Sum of Items 52 and 53)		0.00			

BIR Form No. 1702-EX January 2018 (ENCs) v2 Page 3		Annual Income Tax Return Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income		 1702-EX 01/18ENCs v2 P3	
Tax Identification Number (TIN) 000 566 175 0000			Registered Name METRO VIGAN WATER DISTRICT		
Part VI - Schedules				(Do NOT enter Centavos; 49 centavos or less drop down; 50 or more round up)	
Schedule 1 - Ordinary Allowable Itemized Deductions (attach additional sheet/s, if necessary)					
1 Ammortizations				0.00	
2 Bad Debts				0.00	
3 Charitable and Contributions				0	
4 Depletion				0.00	
5 Depreciation				13,846,099.00	
6 Entertainment, Amusement and Recreation				0.00	
7 Fringe Benefits				0	
8 Interest				160.00	
9 Losses				0.00	
10 Pension Trusts				0	
11 Rental				60,000.00	
12 Research and Development				0.00	
13 Salaries, Wages, and Allowances				25,667,255.00	
14 SSS, GSIS, Philhealth, HDMF, and Other Contributions				2,282,530.00	
15 Taxes and Licenses				2,143,339.00	
16 Transportation and Travel				372,022.00	
17 Others (Deductions Subject to Withholding Tax and Other Expenses) [Specify below; Add additional sheet(s) if necessary]					
a Janitorial and Messengerial Services				0.00	
b Professional Fees				120,000.00	
c Security Services				444,000.00	
d TRAINING AND SCHOLARSHIP EXPENSE				183,480.00	
e SUPPLIES AND MATERIALS EXPENSE				2,414,132.00	
f UTILITIES EXPENSE				474,629.00	
g COMMUNICATION EXPENSE				299,294.00	
h AWARDS AND REWARDS EXPENSE				12,500.00	
i OTHERS				34,564,197	
18 Total Ordinary Allowable Itemized Deductions (Sum of Items 1 to 17i) (To Part IV Item 35)				82,883,637.00	
Schedule 2 - Special Allowable Itemized Deductions (attach additional sheet/s, if necessary)					
Description		Legal Basis		Amount	
1				0	
2				0	
3				0	
4				0	
5 Total Special Allowable Itemized Deductions (Sum of Items 1 to 4) (To Part IV Item 36)				0	
Schedule 3 - Reconciliation of Net Income per Books Against Taxable Income (attach additional sheet/s, if necessary)					
1 Net Income(loss) per Books				16,457,381.00	
Add: Non-Deductible Expenses/Other Income					
2				0	
3				0	
4 Total (Sum of Items 1 to 3)				16,457,381.00	
Less: A) Non-Taxable Income and Income Subjected to Final Tax					
5	INTEREST INCOME			328,578.00	
6				0	
B) Special Deductions					
7				0	
8				0	
9 Total (Sum of Items 5 to 8)				328,578.00	
10 Net Taxable income/(Loss) (Item 4 Less Item 9)				16,128,803.00	

REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

FILING REFERENCE NO.

TIN	: 000-566-175-000
Name	: METRO VIGAN WATER DISTRICT
RDO	: 002
Form Type	: 1702
Reference No.	: 122000036208721
Amount Payable (Over Remittance)	: 0.00
Accounting Type	: C - Calendar
For Tax Period	: 12/31/2019
Date Filed	: 06/10/2020
Tax Type	: IT

[[BIR Main](#) | [eFPS Login](#) | [User Menu](#) | [Help](#)]



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

FILING REFERENCE NO.

TIN	: 000-566-175-000
Name	: METRO VIGAN WATER DISTRICT
RDO	: 002
Form Type	: 1702
Reference No.	: 122000036208721
Amount Payable (Over Remittance)	: 0.00
Accounting Type	: C - Calendar
For Tax Period	: 12/31/2019
Date Filed	: 06/10/2020
Tax Type	: IT

[BIR Main | eFPS Login | User Menu | Help]



Search your mailbox

metroviganwaterdist

Account Info

Go

Sign Out

Inbox

Contacts

Notepad

Calendar

Switch to the newest Yahoo Mail

Delete

Spam

Actions

Apply

Inbox

2

BIR Email Notification (eFiling of Tax Return)

Yahoo Mail/Inbox

Drafts

1

Sent



10 Jun at 10:03 am

Print Raw message

Archive

Spam

no-reply@bir.gov.ph <no-reply@bir.gov.ph>
To: metroviganwaterdistrict_bir@yahoo.com

Trash

Folders

Edit

Hide

+ New folder

Good Day METRO VIGAN WATER DISTRICT,
Thank you for filing your Return through eFPS.

This email indicates that the eFiled Return has been submitted to BIR, see below the summary details of your tax filing transaction for your reference. To ensure that the said transaction was successfully submitted, please inquire your eReturn Details through the eFPS Tax Inquiry.

From,
Bureau of Internal Revenue

REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL
REVENUE

FILING REFERENCE NO.

TIN	: 000-566-175-000
Name	: METRO VIGAN WATER DISTRICT
RDO	: 002
Form Type	: 1702
Reference No.	: 122000036208721
Amount Payable / (Over Remittance)	: 0.00
Accounting Type	: C - Calendar
For Tax Period	: 12/31/2019
Date Filed	: 06/10/2020
Tax Type	: IT

PLEASE DO NOT REPLY TO THIS E-MAIL

DISCLAIMER

This email and its attachments may be confidential and are intended for the use of the individual or entity to whom it is addressed

If you are not the intended recipient of this email and its attachments, you must take no action based upon them, nor must you disseminate, copy this e-mail. Please contact the sender immediately if you have received this email in error.

E-mail transmission cannot be guaranteed to be secure or error-free. The recipient should check this email and any attachments for the presence of viruses. The Bureau of Internal Revenue does not accept liability for errors or omissions in the contents of this message which arise from e-mail transmission.



Compose

Delete

Spam

Actions

Apply

RECEIVED
26 JUN 2020
BIR, RDO - BDO - Vigan City, I.S.
Collection Section

METRO VIGAN WATER DISTRICT FINANCIAL STATEMENT

as of

December 31, 2019

RECEIVED

nl 23 JUN 2020

DIR. BUD - RDOO - APRIL 14, 2020
Collection of Funds

FINANCIAL STATEMENTS

As of **December 31, 2019**

TABLE OF CONTENTS

	<u>Page No.</u>
1 Condensed Statement of Financial Position	1
2 Detailed Statement of Financial Position	2 - 4
3 Condensed Statement of Comprehensive Income	5
4 Detailed Statement of Comprehensive Income	6 - 9
5 Condensed Statement of Cash Flow	10
6 Detailed Statement of Cash Flow	11 - 12
7 Statement of Changes in Equity	13
9 Notes to Financial Statements	14 - 50
10 Pre-Closing Trial Balance	51 - 53
11 Post-Closing Trial Balance	54 - 56
12 Statement of Management's Responsibility	57

RECEIVED

25 JUN 2020

BIR, RR1-RR02 - Iigan City, I.S.
Collection Section

METRO VIGAN WATER DISTRICT
CONDENSED STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2019

	ASSETS	NOTE*	2019	2018
Current Assets				
Cash and Cash Equivalents		6	20,521,499.48	16,941,194.35
Receivables		7	5,033,657.17	5,244,566.11
Inventory		8	11,204,152.76	6,979,620.08
Deferred Tax Asset				2,374.67
Total Current Assets			<u>36,759,309.41</u>	<u>29,167,755.21</u>
Non-Current Assets				
Investment Property			-	-
Property, Plant and Equipment		9	209,816,031.79	202,073,243.90
Other Assets		10	2,956,793.96	421,623.46
Total Non-Current Assets			<u>212,772,825.75</u>	<u>202,494,867.36</u>
Total Assets			<u>249,532,135.16</u>	<u>231,662,622.57</u>
LIABILITIES				
Current Liabilities				
Finance Liabilities		11	2,245,695.86	570,230.83
Inter-Agency Payables		12	1,172,156.84	174,646.12
Other Payables		13	20,000.00	6.23
Total Current Liabilities			<u>3,437,852.70</u>	<u>744,883.18</u>
Guaranty/Security Deposits Payable		14	85,393.00	10,028.00
Customer's Deposits Payable		15	603,784.00	607,240.00
Other Deferred Credits		16	453,771.95	126,306.81
Deferred Tax Liabilities				-
Total Non-Current Liabilities			<u>1,142,948.95</u>	<u>743,574.81</u>
Total Liabilities			<u>4,580,801.65</u>	<u>1,488,457.99</u>
EQUITY				
Government Equity			559,893.87	559,893.87
Contributed Capital			80,413,659.13	80,413,659.13
Retained Earnings/(Deficit)			163,977,780.51	149,200,611.58
Total Equity			<u>244,951,333.51</u>	<u>230,174,164.58</u>
Total Liabilities and Equity			<u>249,532,135.16</u>	<u>231,662,622.57</u>

RECEIVED
25 JUN 2020
BIR, PWT - RD. 32 - Vigan City, I.S.
Collection Section

METRO VIGAN WATER DISTRICT
DETAILED STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2019

ASSETS	2019	2018
Current Assets		
Cash and Cash Equivalents	20,521,499.48	16,941,194.35
Cash on Hand		
Cash Collecting Officer	128,877.00	163,465.72
Petty Cash		-
Checks and Other Cash Items		-
Cash in Bank-Local Currency		
Cash in Bank Local Currency-Current Account	140,150.66	2,138,509.53
Cash in Bank Local Currency-Savings Account	469,825.48	1,341,560.21
Cash Equivalents		
Time Deposits-Local Currency	19,782,646.34	13,297,658.89
Receivables	5,033,657.17	5,244,566.11
Receivable Accounts		
Accounts Receivables	4,225,072.76	4,417,682.70
Allowance for impairment - Accounts Receivable	(141,606.69)	(143,307.69)
Due from Officers and Employees	-	-
Receivables - Disallowances/Charges	950,191.10	970,191.10
Inventory	11,204,152.76	6,979,620.08
Inventory Held For Cosumption		
Office Supplies Inventory	531,444.71	298,692.47
Fuel, Oil and Lubricants Inventory	-	-
Chemical and Filtering Supplies Inventory	432,944.94	556,853.25
Construction Materials Inventory	1,250.00	14,500.00
Other Supplies and Materials Inventory	10,238,513.11	6,109,574.36
Total Current Assets	36,759,309.41	29,165,380.54
Non-Current Assets		
Investment Property - Construction In Progress	-	-
Property, Plant and Equipment	209,816,031.79	202,073,243.90
Land		
Land	34,921,427.54	25,917,226.02
Accumulated Depreciation - Land	-	-
Net Value - Land	34,921,427.54	25,917,226.02
Land Improvements		
Other Land Improvements	248,680.00	248,680.00
Accumulated Depreciation - Other Land Improvements	-	-
Net Value - Other Land Improvements	248,680.00	248,680.00
Water Supply Systems		
Water Supply Systems	188,371,584.66	189,214,469.80
Accumulated Depreciation - Water Supply System	(66,804,741.05)	(61,879,745.42)
Net Value - Water Supply System	121,566,843.61	127,334,724.38

Buildings		
Buildings	21,991,744.53	21,991,744.53
<i>Accumulated Depreciation - Buildings</i>	<u>(5,141,276.64)</u>	<u>(4,467,625.20)</u>
Net Value - Buildings	16,850,467.89	17,524,119.33
Water Plant, Structure and Improvements		
Water Plant, Structure and Improvements	7,555,552.95	7,517,762.95
<i>Accumulated Depreciation - Water Plant, Structure and Improvements</i>	<u>(1,638,234.95)</u>	<u>(1,397,131.87)</u>
Net Value - Water Plant, Structures and Improvements	5,917,318.00	6,120,631.08
Office Equipment		
Office Equipment	3,698,394.45	4,107,852.80
<i>Accumulated Depreciation - Office Equipment</i>	<u>(2,101,272.86)</u>	<u>(2,127,663.40)</u>
Net Value - Office Equipment	1,597,121.59	1,980,189.40
Communication Equipment		
Communication Equipment	-	-
<i>Accumulated Depreciation - Communication Equipment</i>	-	-
Net Value - Communication Equipment	-	-
Other Equipment		
Other Equipment	38,245,571.30	47,765,722.90
<i>Accumulated Depreciation - Other Equipment</i>	<u>(24,357,145.47)</u>	<u>(29,304,175.11)</u>
Net Value - Other Equipment	13,888,425.83	18,461,547.79
Motor Vehicles		
Motor Vehicles	7,981,434.74	9,128,964.74
<i>Accumulated Depreciation - Motor Vehicles</i>	<u>(4,750,437.04)</u>	<u>(5,313,573.78)</u>
Net Value - Motor Vehicles	3,230,997.70	3,815,390.96
Furniture and Fixtures		
Furniture and Fixtures	374,815.25	425,703.00
<i>Accumulated Depreciation - Furniture and Fixtures</i>	<u>(324,087.72)</u>	<u>(337,006.61)</u>
Net Value - Furniture and Fixtures	50,727.53	88,696.39
Construction In Progress		
Infrastructure Assets	9,055,284.02	560,841.05
Buildings & Other Structures	<u>2,488,738.08</u>	<u>21,197.50</u>
	11,544,022.10	582,038.55
Advances for Operating Expenses	71.50	-
Deferred Tax Asset	-	2,374.67
Withholding Tax at Source	23,423.49	-
Other Assets	<u>2,933,298.97</u>	<u>421,623.46</u>
Total Non-Current Assets	<u>212,772,825.75</u>	<u>202,497,242.03</u>
Total Assets	<u>249,532,135.16</u>	<u>231,662,622.57</u>

RECEIVED
BIR, RAMP - New Orleans City, I.S.
Collection Section

LIABILITIES

Current Liabilities

Finance Liabilities

Payables

Accounts Payables

Due to Officers and Employees

Loans Payables

Term Loan Liability

Inter-Agency Payables

Inter Agency-Payables

Due to BIR

Due to GSIS

Due to Pag-IBIG

Due to PhilHealth

Due to SSS

Due to Other Funds (MVWD PF and PFRP)

Others - COA

Other Payables

Total Current Liabilities

Non-Current Liabilities

Guaranty/Security Deposits Payable

Customer's Deposits Payable

Other Deferred Credits

Deferred Tax Liabilities

Total Non-Current Liabilities

Total Liabilities

EQUITY

Government Equity

Contributed Capital

Retained Earnings/(Deficit)

Total Equity

Total Liabilities and Equity

	<u>2,245,695.86</u>	<u>570,230.83</u>
	1,737,414.15	87,034.98
	508,281.71	483,195.85
	-	-
	<u>1,172,156.84</u>	<u>174,646.12</u>
	510,293.38	-
	3,136.50	168,646.12
	-	6,000.00
	15,400.00	-
	360.00	-
	-	-
	642,966.96	-
	<u>20,000.00</u>	<u>6.23</u>
	<u>3,437,852.70</u>	<u>744,883.18</u>
	85,393.00	10,028.00
	603,784.00	607,240.00
	453,771.95	126,306.81
	-	-
	<u>1,142,948.95</u>	<u>743,574.81</u>
	<u>4,580,801.65</u>	<u>1,488,457.99</u>
	559,893.87	559,893.87
	80,413,659.13	80,413,659.13
	163,977,780.51	149,200,611.58
	<u>244,951,333.51</u>	<u>230,174,164.58</u>
	<u>249,532,135.16</u>	<u>231,662,622.57</u>

METRO VIGAN WATER DISTRICT
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2019

	NOTE	2019	2018
Income			
Service and Business Income	19	99,341,019.39	93,629,812.40
Income from Grants and Donations in Kind		-	500,000.00
Total Income		<u>99,341,019.39</u>	<u>94,129,812.40</u>
Current Operating Expense			
Personnel Services	20	27,949,785.33	21,650,866.40
Maintenance and Other Operating Expense	21	54,933,692.30	52,823,719.51
Financial Expense		160.00	-
Total Current Operating Expense		<u>82,883,637.63</u>	<u>74,474,585.91</u>
Surplus/(Deficit) from Current Operations		<u>16,457,381.76</u>	<u>19,655,226.49</u>
Other Non-Operating Income		-	-
Gains		-	-
Losses		-	-
Discount and Rebates		-	-
Surplus/(Deficit) before Tax		<u>16,457,381.76</u>	<u>19,655,226.49</u>
Income Tax Expense/(Benefit)		-	-
Surplus/(Deficit) after Tax		<u>16,457,381.76</u>	<u>19,655,226.49</u>
Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)			
Net Surplus/(Deficit) for the Period		<u>16,457,381.76</u>	<u>19,655,226.49</u>

RECEIVED

25 JAN 2020

BIR, RRI - RDOs - Vigan City, I.S.
Collection Section

**METRO VIGAN WATER DISTRICT
DETAILED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2019**

	2019	2018
Income		
Service and Business Income		
Sales Revenue	94,930,857.76	89,881,340.68
Fines and Penalties - Business Income	3,011,858.81	2,669,215.33
Sales of Unserviceable Property	-	-
Miscellaneous Income	754,100.00	711,146.20
Interest Income	328,578.26	53,413.00
Other Business Income	315,624.56	314,697.19
Total Business Income	<u>99,341,019.39</u>	<u>93,629,812.40</u>
Grants & Donation		
Income from Grants and Donations in Kind	-	500,000.00
Total Grants & Donation	<u>-</u>	<u>500,000.00</u>
Total Income	<u>99,341,019.39</u>	<u>94,129,812.40</u>
Current Operating Expense		
Personnel Services		
Salaries and Wages		
Salaries and Wages-Regular	16,235,826.82	12,651,424.70
Total Salaries and Wages	<u>16,235,826.82</u>	<u>12,651,424.70</u>
Other Compensation		
Personnel Economic Relief Allowance&Additional C	1,422,090.91	1,139,545.43
Representation Allowance (RA)	342,000.00	342,000.00
Transportation Allowance (TA)	342,000.00	342,000.00
Clothing/Uniform Allowance	360,000.00	264,000.00
Honoraria	760,500.00	760,500.00
Overtime time and Night Pay	1,059,094.89	986,622.87
Year End Bonus	1,353,553.00	1,011,208.00
Cash Gift	298,000.00	231,500.00
Other Bonuses and Allowances (PEI,PBB,Mid-Year I	2,474,268.00	1,341,519.00
Total Other Compensation	<u>8,411,506.80</u>	<u>6,418,895.30</u>
Personnel Benefit Contribution		
Retirement and Life Insurance Premiums	1,953,410.05	1,514,451.97
Pag-IBIG Contributions	71,100.00	56,600.00
Philhealth Contributions	185,620.54	144,741.30
Employees Compensation Insurance Premium (ECC)	72,400.00	56,700.00
Provident/Welfare Fund Contributions	-	-
Total Personnel Benefit Contribution	<u>2,282,530.59</u>	<u>1,772,493.27</u>

Other Personnel Benefits		
Retirement Gratuity	-	-
Terminal Leave Benefits	1,019,921.12	807,945.13
Other Personnel Benefits	-	108.00
Total Other Personnel Benefits	1,019,921.12	808,053.13

Total Personnel Services	27,949,785.33	21,650,866.40
---------------------------------	----------------------	----------------------

Maintenance and Other Operating Expenses

Traveling Expense		
Traveling Expenses - Local	372,021.94	169,237.43
Total Traveling Expenses	372,021.94	169,237.43

Training and Scholarship Expense		
Training Expenses	183,480.00	107,500.00
Scholarship Expenses	-	-
Total Training and Scholarship Expenses	183,480.00	107,500.00

Supplies and Materials Expenses		
Office Supplies Expenses	1,230,211.97	1,316,728.53
Fuel, Oil and Lubricants Expenses	1,182,952.52	1,198,310.28
Other Supplies and Materials Expenses	968.00	-
Total Supplies and Materials Expenses	2,414,132.49	2,515,038.81

Utility Expenses		
Electricity Expenses	474,629.03	430,789.49
Total Utility Expenses	474,629.03	430,789.49

Communication Expenses		
Postage and Courier Services	10,614.00	10,812.00
Telephone Expenses	288,680.09	276,223.31
Internet Subscription Expenses	-	250.00
Total Communication Expenses	299,294.09	287,285.31

Awards/Rewards and Prizes		
Awards/Rewards Expenses	12,500.00	22,500.00
Total Awards/Rewards Expenses	12,500.00	22,500.00

Generation, Transmission and Distribution Expenses		
Generation, Transmission and Distribution Expenses	20,492,601.08	20,563,637.50
Total Generation, Transmission and Distribution Expenses	20,492,601.08	20,563,637.50

Confidential, Intelligence and Other Extraordinary Expenses		
Extraordinary and Miscellaneous Expenses	18,269.65	-
Miscellaneous Expenses	-	-
Total Confidential, Intelligence and Other Extraordinary Expenses	18,269.65	-

Professional Services

Legal Services	120,000.00	120,000.00
Auditing Services	-	-
Total Professional Services	120,000.00	120,000.00
General Services		
Security Services	444,000.00	444,000.00
Other General Services	1,343,701.49	1,584,681.42
Total General Services	1,787,701.49	2,028,681.42
Repairs and Maintenance		
Repairs and Maintenance - Infrastructure Assets	9,746,228.87	8,350,885.07
Repairs and Maintenance - Buildings and Other Structures	114,124.59	81,017.37
Repairs and Maintenance - Machinery and Equipment	565,147.08	473,319.42
Repairs and Maintenance - Transportation Equipment	418,245.75	415,647.68
Repairs and Maintenance - Furniture and Fixtures	121,178.80	29,000.00
Total Repairs and Maintenance	10,964,925.09	9,349,869.54
Taxes, Insurance Premiums and Other Fees		
Taxes, Duties and Licenses	2,103,654.55	2,037,021.47
Insurance Expense	39,684.09	47,052.04
Total Taxes Insurance Premiums and Other Fees	2,143,338.64	2,084,073.51
Other Maintenance and Operating Expenses		
Advertising, promotional and Marketing Expenses		14,112.00
Printing and Publication Expenses		-
Representation Expenses	219,337.74	271,665.89
Transportation and Delivery Expenses		-
Rent/Lease Expenses	60,000.00	60,000.00
Membership Dues and Contributions to Organization	12,265.00	13,693.00
Donations		-
Other Maintenance and Operating Expense	1,513,096.97	923,995.65
Total Other Maintenance and Operating Expenses	1,804,699.71	1,283,466.54
Non-Cash Expenses		
Depreciation		
Depreciation - Infrastructure Assets	6,969,471.31	6,690,061.95
Depreciation - Buildings and Other Structures	914,754.52	870,605.92
Depreciation - Machinery and Equipment	5,374,671.59	5,606,047.43
Depreciation - Transportation Equipment	553,760.57	609,211.93
Depreciation - Furniture, Fixtures and Books	33,441.10	75,775.73
Total Depreciation	13,846,099.09	13,851,702.96
Impairment Loss		
Impairment Loss - Loans and Receivables	-	9,937.00
Total Loans and Receivables	-	9,937.00
Financial Expense		
Documentary Stamps Expenses	60.00	-

Interest Expenses	-	-
Bank Charges	100.00	-
Commitment Fees	-	-
Other Financial Charges	-	-
Total Financial Expenses	<u>160.00</u>	<u>-</u>
Total Maintenance and Other Operating Expenses	<u>54,933,852.30</u>	<u>52,823,719.51</u>
Total Current Operating Expense	<u>82,883,637.63</u>	<u>74,474,585.91</u>
Surplus/(Deficit) from Current Operations	<u>16,457,381.76</u>	<u>19,655,226.49</u>
Other Non-Operating Income		
Gains	-	-
Losses	-	-
Discount and Rebates	-	-
Surplus/(Deficit) before Tax	<u>16,457,381.76</u>	<u>19,655,226.49</u>
Income Tax Expense/(Benefit)	-	-
Surplus/(Deficit) after Tax	<u>16,457,381.76</u>	<u>19,655,226.49</u>
Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)		
Net Surplus/(Deficit) for the Period	<u>16,457,381.76</u>	<u>19,655,226.49</u>

**METRO VIGAN WATER DISTRICT
CONDENSED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflow		
Collection of Revenue	103,353,685.77	96,490,021.71
Deposit to Fund Reserves/Other Bank Accounts	9,472,467.05	12,914,523.76
Other Cash Inflow	420,137.81	2,137,088.73
Total Cash Inflows	<u>113,246,290.63</u>	<u>111,541,634.20</u>
Adjustments	-	-
Total Adjusted Cash Inflows	<u>113,246,290.63</u>	<u>111,541,634.20</u>
Cash Outflows		
Payment of Expenses	58,360,996.91	48,794,440.99
Purchase of Inventories	19,933,263.17	16,885,754.82
Remittances of Personnel Benefit Contributions and Mandatory Deductions	3,293,531.12	7,042,989.30
Fund Reserves	9,472,467.05	12,914,523.76
Other Cash Outflows	583,995.31	2,077,471.22
Total Cash Outflows	<u>91,644,253.56</u>	<u>87,715,180.09</u>
Adjustments	-	-
Total Adjusted Cash Outflows	<u>91,644,253.56</u>	<u>87,715,180.09</u>
Net Cash Provided by/(Used in) Operating Activities	<u>21,602,037.07</u>	<u>23,826,454.11</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows:	-	-
Total Cash Inflows	-	-
Cash Outflows:		
Capital Expenditures	18,021,731.94	16,658,124.12
Total Cash Outflows:	<u>18,021,731.94</u>	<u>16,658,124.12</u>
Net Cash Provided by/(Used in) Investing Activities	<u>(18,021,731.94)</u>	<u>(16,658,124.12)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Inflows:	-	-
Total Cash Inflows	-	-
Cash Outflows:		
Cash Payment of Loans - LWUA	-	-
Cash Payment of Interest of Loans -LWUA	-	-
Total Cash Outflows:	-	-
Net Cash Provided by/(Used in) Financing Activities	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents	-	-
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash and Cash Equivalents, January 1	<u>16,941,194.35</u>	<u>9,772,864.36</u>
Cash and Cash Equivalents, December 31	<u>20,521,499.48</u>	<u>16,941,194.35</u>

RECEIVED

25 JUN 2020

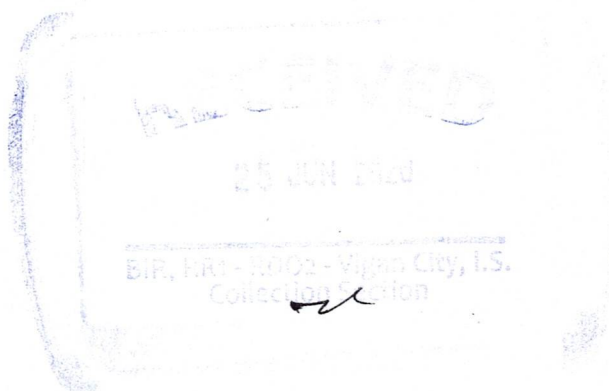
-u

BIR, RR1 - R002 - Vigan City, I.S.
Collection Section

**METRO VIGAN WATER DISTRICT
DETAILED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflow		
Collection of Revenue	<u>103,353,685.77</u>	<u>96,490,021.71</u>
Collection of Water Sales	94,870,888.55	89,245,328.91
Collection of Sewer Charges	162,148.00	162,281.00
Collection of Registration Fees	567,000.00	540,000.00
Collection of Service Fee	-	-
Collection of Other Business Income	187,450.00	171,750.00
Collection of Fines and Penalties	3,011,428.31	2,683,973.38
Collection of Customer's Deposit	-	-
Sale of Fittings and Pipes	4,226,192.25	3,633,275.42
Interest Income	328,578.66	53,413.00
Other Receipts	<u>9,892,604.86</u>	<u>15,051,612.49</u>
Refunds of Cash Advances/Payroll Fund	56,241.24	148,561.62
Deposit to Fund Reserves/Other Bank Accounts	9,472,467.05	12,914,523.76
Other Cash Inflows	363,896.57	1,988,527.11
Total Cash Inflows	<u>113,246,290.63</u>	<u>111,541,634.20</u>
Adjustments	-	-
Total Adjusted Cash Inflows	<u>113,246,290.63</u>	<u>111,541,634.20</u>
Cash Outflows		
Payment of Expenses	<u>58,360,996.91</u>	<u>48,794,440.99</u>
Payment of Salaries	14,756,678.65	13,087,620.86
Payment of Operating Expenses	39,073,651.43	35,706,820.13
Payment of Franchise Tax	1,504,378.49	-
Remittance to BIR-Withholding Taxes from Suppliers	3,026,288.34	-
Purchase of Inventories	<u>19,933,263.17</u>	<u>16,885,754.82</u>
Payment of Supplies and Materials	19,933,263.17	16,885,754.82
Remittances of Personnel Benefit Contributions and Mandatory Deductions	<u>3,293,531.12</u>	<u>7,042,989.30</u>
Employer Share for GSIS, PAG-IBIG, Philhealth, PFRP, MBLIC	3,293,531.12	2,338,158.49
Payment of Franchise Tax	-	1,980,852.04
Remittance to BIR-Withholding Taxes from Suppliers	-	2,723,978.77
Fund Reserves	<u>9,472,467.05</u>	<u>12,914,523.76</u>
Other Cash Outflows	<u>583,995.31</u>	<u>2,077,471.22</u>
Total Cash Outflows	<u>91,644,253.56</u>	<u>87,715,180.09</u>
Adjustments	-	-
Total Adjusted Cash Outflows	<u>91,644,253.56</u>	<u>87,715,180.09</u>
Net Cash Provided by/(Used in) Operating Activities	<u>21,602,037.07</u>	<u>23,826,454.11</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows:		
Total Cash Inflows	<u>-</u>	<u>-</u>
Cash Outflows:		
Capital Expenditures	18,021,731.94	16,658,124.12
Total Cash Outflows:	<u>18,021,731.94</u>	<u>16,658,124.12</u>

Net Cash Provided by/(Used in) Investing Activities	<u>(18,021,731.94)</u>	<u>(16,658,124.12)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Inflows:		
Total Cash Inflows	<u>-</u>	<u>-</u>
Cash Outflows:		
Cash Payment of Loans - LWUA	<u>-</u>	<u>-</u>
Cash Payment of Interest of Loans -LWUA	<u>-</u>	<u>-</u>
Total Cash Outflows:	<u>-</u>	<u>-</u>
Net Cash Provided by/(Used in) Financing Activities	<u>-</u>	<u>-</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	-	-
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash and Cash Equivalents, January 1	<u>16,941,194.35</u>	<u>9,772,864.36</u>
Cash and Cash Equivalents, December 31	<u>20,521,499.48</u>	<u>16,941,194.35</u>



**METRO VIGAN WATER DISTRICT
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2019**

Government Equity	Retained Earnings/ (Deficit)	Contributed Capital	TOTAL
------------------------------	---	--------------------------------	--------------

BALANCE AT DECEMBER 31, 2018

559,893.87	149,200,611.58	80,413,659.13	230,174,164.58
-------------------	-----------------------	----------------------	-----------------------

CHANGES IN EQUITY FOR 2019

Add/(Deduct):

Error made in reconized interest income for the year 2018.	-	0.40	-	0.40
Overpayment of Overtime pay for the month of December 2018	-	3,673.76	-	3,673.76
To correct error made in SII 1811.	-	(386.00)	-	(386.00)
To recognise COA Audit fee of prior years.	-	(1,050,834.44)	-	(1,050,834.44)
To correct Error made on DV 1811-00097	-	15,600.00	-	15,600.00
To revert stale check issued on December 9, 2014.	-	3,000.00	-	3,000.00
Additional payment of Loyalty Incentive for the year 2013 & 2014 as per DV 1908-00018 dated August 06, 2019	-	(10,000.00)	-	(10,000.00)
To recognise COA Audit fee of the year 2018.	-	(642,966.96)	-	(642,966.96)
To correct misposting of cash collecting officer.	-	(0.59)	-	(0.59)
To adjust the balance of Allowance for Impairment - Accounts Receivable	-	1,701.00	-	1,701.00
Net Income for the Year 2019.	-	16,457,381.76	-	16,457,381.76

BALANCE AT DECEMBER 31, 2019

559,893.87	163,977,780.51	80,413,659.13	244,951,333.51
-------------------	-----------------------	----------------------	-----------------------

METRO VIGAN WATER DISTRICT

Notes to Financial Statement For the year ended December 31, 2019

1. GENERAL INFORMATION/ENTITY PROFILE

The financial statement of Metro Vigan Water District was authorized for issue on February 11, 2020 as shown in the Statement of Management Responsibility for Financial Statements signed by the Board of Directors.

The Metro Vigan Water District was originally established in 1914 and known as the Singson Waterworks and Sewerage System. The Municipal Government of Vigan then operated and managed the waterworks. On October 29, 1975, the *Sangguniang Bayan* of Vigan passed Resolution No. 31, forming the Vigan-Bantay Water District (VBWD). Following its formation, the Vigan-Bantay Water District (VBWD) acquired ownership and management of the entire system in accordance with Presidential Decree (P.D.) No. 198 known as the Provincial Water Utilities Act of 1973. By virtue of Resolution No. 31-A of the Municipal Government of Vigan, all the facilities of the defunct Singson Waterworks and Sewerage System were turned over to the District. With the extension of service to the municipalities of Caoayan, San Vicente and Sta. Catalina, it was renamed to Vigan Metro Water District (VMWD).

Like any other Water Districts, the VMWD was established for the purpose of acquiring, installing, improving, maintaining and operating the water supply, including the waste water collection, treatment and disposal facilities. To be able to perform these functions, the VMWD obtained technical and financial assistance from the Local Water Utilities Administration (LWUA).

On February 15, 1978, the Conditional Certificate of Conformance 0053 was awarded to the District after it had complied with LWUA's minimum requirements for the certificate program. This certificate entitled the district to all the rights and privileges authorized under P.D. 198.

The VMWD was later renamed as Metro Vigan Water District (MVWD).

The MVWD is presently classified as "category B" water district serving 13,349 water and 203 sewer concessionaires.

As mandated by P.D. 198, otherwise known as the Local Water Utilities Act, all Water Districts has the following purposes:

1. To acquire, install, improve, maintain and operate water supply and distribution system for domestic use;
2. To provide, maintain, and operate waste water collections treatment and disposal facilities, and
3. To conduct such other functions and operations incidental to water resource development, utilization and disposal within the district, as are necessary or incidental to said program.

For calendar year 2019, the District was composed of 61 regular employees.

The Board is the policy-making body of the District which is composed of five (5) members appointed by the Governor as provided in P.D. 198.

The following are the members of the Board as of December 31, 2019 with the respective sectors they represent, namely:

<u>Name</u>	<u>Position</u>	<u>Sector</u>
Mr. Leonardo B. Osalvo	Chairman	Civic
Mr. Napoleon Q. Arce	Vice-Chairman	Business
Ms. Norma B. Andallo	Secretary	Education
Mrs. Guadalupe Verzosa	Member	Women
Engr. Nestor B. Pajaro	Member	Professional

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been in compliance with the Philippine Financial Reporting Standards (PFRS) prescribed by the Commission on Audit in compliance to the requirement of the Commission on Audit which prescribes the accounting system and disclosures related to adjusting and non-adjusting subsequent events.

The accounting policies have been consistently applied throughout the year presented.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The Statement of Cash Flows is prepared using the direct method.

The consolidated financial statements are presented in peso (P), which is also the country's functional currency.

Amounts are rounded off to the nearest thousand, unless otherwise stated.

The preparation of financial statements in compliance with the adopted PPSAS requires the use of certain accounting estimates. It also requires the entity to exercise judgment in applying the entity's accounting policies. The areas where significant judgments and estimates have been made in preparing the financial statements and their effects are disclosed in note 3.

BIR, R11-RDO2 - Yigan City, I.S.
Collection Section

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of accounting

The financial statements are prepared on an accrual basis in accordance with the PPSAS.

3.2 Financial Instruments

a. Financial assets

i. Initial recognition and measurement

Financial assets within the scope of PPSAS 29-Financial Instruments:

Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, held-to-maturity investments, loans and receivables or available-for-sale financial assets, as appropriate. The District determines the classification of its financial assets at initial recognition.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognized on the trade date, i.e., the date that the District commits to purchase or-sell the asset.

Metro Vigan Water District's financial assets cash and cash equivalents; trade and other trade receivables; loans and other loans receivables; quoted and unquoted financial instruments; and derivative financial instruments.

ii. Subsequent measurement

The subsequent measurement of financial assets depends on their classification.

1. Financial assets at fair value through surplus or deficit

Financial assets at fair value through surplus or deficit include financial assets held for trading and financial assets designated upon initial recognition at fair value through surplus or deficit. Financial assets are PPSAS classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets at fair value through surplus or deficit are carried in the Statement of Financial Position at fair value with changes in fair value recognized in surplus or deficit.

2. Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

3. Held to Maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the Metro Vigan Water District has the positive intention and ability to hold it to maturity.

After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The losses arising from impairment are recognized in surplus or deficit.

iii. Impairment of financial assets

The Metro Vigan Water District assesses at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

Evidence of impairment may include the following indicators:

- I. The debtors or a group of debtors are experiencing significant financial difficulty
2. Default or delinquency in interest or principal payments
3. The probability that debtors will enter bankruptcy or other financial reorganization
4. Observable data indicates a measurable decrease in estimated future cash flows (e.g. changes in arrears or economic conditions that correlate with defaults)

Basis for Uncollectible
Accounts:

Percentage

1 - 60 days	1%
61 - 180 days	2%
181 - one year	3%
More than 1 year	5%

<i>No. of Days in Arrears</i>	<i>Water Accounts</i>	<i>Sewer Accounts</i>	<i>Total</i>	<i>Uncollectible Account</i>
Fittings			101,929.45	5,096.47
1 - 60 days			1,611,856.09	16,118.56
61 - 180 days			118,690.06	2,373.80
181 - one year			81,869.11	2,456.07
More than 1 year			2,311,235.58	115,561.78
Total	=	=	<u>4,225,580.29</u>	<u>141,606.69</u>

Allowance for impairment - Accounts Receivable 12/31/19	141,606.69
Allowance for impairment - Accounts Receivable 12/31/18	<u>143,307.69</u>
Impairment Loss - Loans and Receivables (Recovery)	<u>(1,701.00)</u>

iv. Financial assets carried at amortized cost.

For financial assets carried at amortized cost, Metro Vigan Water District first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. If the District determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an

BIR, RM - RDO - Vigan City, I.S.
Collection Section

impairment loss is, or continues to be, recognized are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The present value of the estimated future cash flows is discounted at the financial asset's original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognized in surplus or deficit. Loans together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral has been realized or transferred to the District. If, in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognized, the previously recognized impairment loss is increased or reduced by adjusting the allowance account. If a future write-off is later recovered, the recovery is credited to finance costs in surplus or deficit.

b. Financial liabilities

i. Initial recognition and measurement

Financial liabilities within the scope of PPSAS 29 are classified as financial liabilities at fair value through surplus or deficit, or loans and borrowings, as appropriate. The entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

The District's financial liabilities include trade and other payables, bank overdrafts, loans and borrowings, financial guarantee contracts.

ii. Subsequent measurement

The measurement of financial liabilities depends on their classification.

1. Financial liabilities at fair value through surplus or deficit.

Financial liabilities at fair value through surplus or deficit include financial liabilities held for trading and financial liabilities designated upon initial recognition at fair value through surplus or deficit.

Financial liabilities are classified as held for trading if they are acquired for the purpose of selling in the near term.

Gains or losses on liabilities held for trading are recognized in surplus or deficit.

2. Loans and borrowings

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus or deficit when the liabilities are derecognized as well through the effective interest method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

iii. Derecognition

A financial liability is derecognized when the obligation under the liability expires or is discharged or cancelled.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in surplus or deficit.

c. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the consolidated statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

d. Fair value of financial instruments

The fair value of financial instruments that are traded in active markets at each reporting date is determined by reference to quoted market prices or dealer price quotations (bid price for long positions and ask for short positions), without any deduction for transaction costs.

e. Derivative financial instruments

i. Initial recognition and subsequent measurement

The District uses derivative financial instruments such as forward currency contracts and interest rate swaps to hedge its foreign currency risks and interest rate risks, respectively. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to surplus or deficit. The District does not apply hedge accounting.

3.3 Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash in bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts.

3.4 Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory are received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

Costs incurred in bringing each product to its present location and condition are accounted for, as follows:

- a. Raw materials: purchase cost using the weighted average cost method
- b. Finished goods and work in progress: cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity, but excluding borrowing costs

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the District.

3.5 Investment Property

Investment property is measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, investment property are

measured using the cost model and are depreciated over their estimated useful life of [number] years.

Investment property are derecognized either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit or service potential is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition.

Transfers are made to or from investment property only when there is a change in use.

The District uses the cost model for the measurement of investment property after initial recognition.

3.6 Property, Plant and Equipment

a . Recognition

An item is recognized as property, plant, and equipment (PPE) if it meets the characteristics and recognition criteria as a PPE.

The characteristics of PPE are as follows:

- i. tangible items;
- ii. are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- iii. are expected to be used during more than one reporting period.

An item of PPE is recognized as an asset if:

1. it is probable that future economic benefits or service potential associated with the item will flow to the entity;
11. the cost or fair value of the item can be measured reliably; and
111. the cost is at least P 15,000.00.

b . Measurement at recognition

An item recognized as property, plant, and equipment is measured at cost.

A PPE acquired through non-exchange transaction is measured at its fair value as at the date of acquisition.

The cost of the PPE is the cash price equivalent or, for PPE acquired through non-exchange transaction, its cost is its fair value as at recognition date.

Cost includes the following

- i. Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- ii. expenditure that is directly attributable to the acquisition of the items; and
- iii. initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired, or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

c. Measurement after recognition

After recognition, all PPE are stated at cost less accumulated depreciation and impairment losses.

When significant parts of PPE are required to be replaced at intervals, the District recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major repair/replacement is done, its cost is recognized in the carrying amount of the PPE as a replacement if the recognition criteria are satisfied.

All other repair and maintenance costs are recognized as expense in surplus or deficit as incurred.

d. Depreciation

Each part of an item of PPE with a cost that is significant in relation to the total cost of the item is depreciated separately.

The depreciation charge for each period is recognized as expense unless it is included in the cost of another asset.

i. Initial recognition of depreciation

Depreciation of an asset begins when it is available for use such as when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

For simplicity and to avoid proportionate computation, the depreciation is for one month if the PPE is available for use on or before the 15th of the month. However, if the PPE is available for use after the 15th of the month, depreciation is for the succeeding month.

ii. Depreciation method

The straight line method of depreciation is adopted unless another method is more appropriate for Entity operation.

iii. Estimated useful life

The District uses the life span of PPE prescribed by COA in determining the specific estimated useful life for each asset based on its experience.

iv. Residual value

The District uses a residual value equivalent to at least five percent (5%) of the cost of the PPE.

e. Impairment

An asset's carrying amount is written down to its recoverable amount, or recoverable service amount, if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount.

f. Derecognition

The District derecognizes items of PPE and/or any significant part of an asset upon disposal or when no future economic benefits or service potential is expected from its continuing use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the surplus or deficit when the asset is derecognized.

3.7 Leases

a. Metro Vigan Water District as a lessee

i. Finance lease

Finance leases are leases that transfer substantially all the risks and rewards incidental to ownership of the leased item to the District.

Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The District also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured at the present value of the future minimum lease payments at initial recognition.

BIR, RR1 - RDOs - Vigan City, I.S.
Collection Section

Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit.

An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the District will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

ii. Operating lease

Operating leases are leases that do not transfer substantially all the risks and rewards incidental to ownership of the leased item to the [Name of the Entity]. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

b. Metro Vigan Water District as a lessor

i. Finance lease

The District recognizes lease payments receivable under a finance lease as assets in the statement of financial position. The assets are presented as receivable at an amount equal to the net investment in the lease.

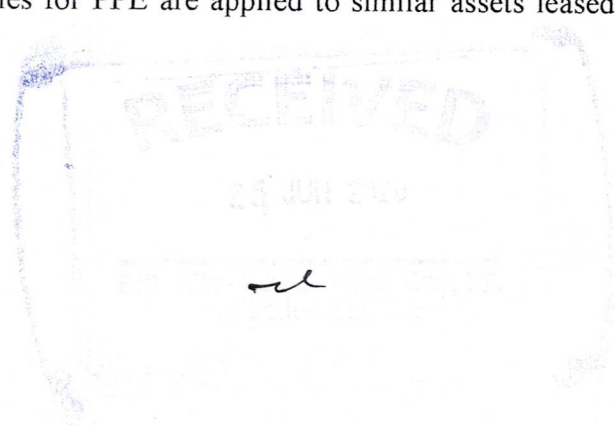
The finance revenue is recognized based on a pattern reflecting a constant periodic rate of return on the net investment in the finance lease.

ii. Operating lease

Leases in which the District does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases.

Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognized over the lease term. Rent received from an operating lease is recognized as income on a straight-line basis over the lease term. Contingent rents are recognized as revenue in the period in which they are earned.

The depreciation policies for PPE are applied to similar assets leased by the entity.



3.8 Intangible Assets

a. Recognition and measurement

Intangible assets are recognized when the items are identifiable non-monetary assets without physical substance; it is probable that the expected future economic benefits or service potential that are attributable to the assets will flow to the entity; and the cost or fair value of the assets can be measured reliably.

Intangible assets acquired separately are initially recognized at cost.

If payment for an intangible asset is deferred beyond normal credit terms, its cost is the cash price equivalent. The difference between this amount and the total payments is recognized as interest expense over the period of credit unless it is capitalized in accordance with the capitalization treatment permitted in PPSAS 5, Borrowing Costs.

b. Subsequent expenditure on an acquired in-process research and development project

Subsequent expenditure on an in-process research or development project acquired separately and recognized as an intangible asset is:

- i. recognized as an expense when incurred if it is research expenditure;
- ii. recognized as an expense when incurred if it is a development expenditure that does not satisfy the criteria for recognition as an intangible asset; and
- iii. added to the carrying amount of the acquired in-process research or development project if it is a development expenditure that satisfies the recognition criteria for intangible assets.

c. Intangible assets acquired through non-exchange transactions

The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date these are acquired.

d. Internally generated intangible assets

Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred.

e. Recognition of an expense

Expenditure on an intangible item is recognized expense when it is incurred unless it forms part of the cost of an intangible asset that meets the recognition criteria of an intangible asset.

f. Subsequent measurement

The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with a finite life are amortized over their useful lives.

The straight line method is adopted in the amortization of the expected pattern of consumption of the expected future economic benefits or service potential.

An intangible asset with indefinite useful life is not to be amortized.

Intangible assets with indefinite useful lives or an intangible asset not yet available for use are assessed for impairment annually and whenever there is an indication that the assets may be impaired.

The amortization period and the amortization method, for an intangible asset with a finite useful life, are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of PPSAS future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on an intangible asset with a finite life is recognized in surplus or deficit as the expense category that is consistent with the nature of the intangible asset.

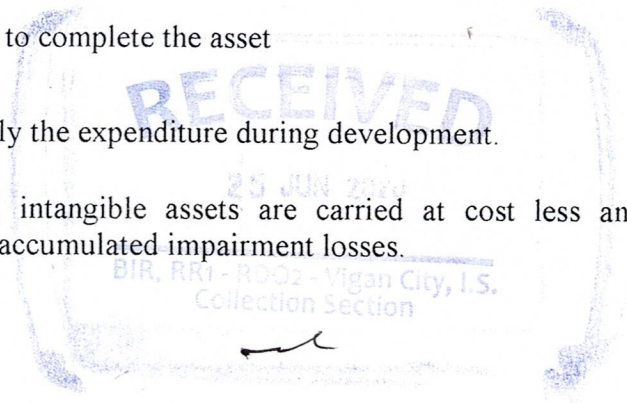
Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the surplus or deficit when the asset is derecognized.

g. Research and development costs

Metro Vigan Water District recognizes as expenses the research costs incurred. Development costs on an individual project are recognized as intangible assets when the District can demonstrate:

- i. the technical feasibility of completing the asset so that the asset will be available for use or sale
- ii. its intention to complete and its ability to use or sell the asset
- iii. how the asset will generate future economic benefits or service potential
- iv. the availability of resources to complete the asset
- v. the ability to measure reliably the expenditure during development.

Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.



Amortization of the asset begins when development is complete and the asset is available for use.

It is amortized over the period of expected future benefit.

During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

3.9 Provisions, Contingent Liabilities and Contingent Assets

a. Provisions

Provisions are recognized when the District has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the District expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Provisions are reviewed at each reporting date, and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation, the provisions are reversed.

b. Contingent liabilities

The District does not recognize a contingent liability, but discloses details of any contingencies in the notes to financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

c. Contingent assets

The District does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent in the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the District in the notes to financial statements.

Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the ~~asset~~ and the related revenue

are recognized in the financial statements of the period in which the change occurs.

3.10 *Changes in Accounting Policies and Estimates*

The District recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

The District recognizes the effects of changes in accounting estimates prospectively through surplus or deficit.

The District corrects material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:

- a. Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- b. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

3.11 *Foreign Currency Transactions*

Transactions in foreign currencies are initially recognized by applying the spot exchange rate between the functional currency and the foreign currency at the transaction date.

At each reporting date:

- a. Foreign currency monetary items are translated using the closing rate;
- b. Nonmonetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction; and
- c. Nonmonetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

Exchange differences arising (a) on the settlement of monetary items, or (b) on translating monetary items at rates different from those at which they are translated on initial recognition during the period or in previous financial statements, are recognized in surplus or deficit in the period in which they arise, except as those arising on a monetary item that forms part of a reporting entity's net investment in a foreign operation.

3.12 Revenue from Non-exchange Transactions

a. Recognition and measurement of assets from non-exchange transactions

An inflow of resources from a non-exchange transaction, other than services in-kind, that meets the definition of an asset are recognized as an asset if the following criteria are met:

- i. It is probable that the future economic benefits or service potential associated with the asset will flow to the entity; and
- ii. The fair value of the asset can be measured reliably.

An asset acquired through a non-exchange transaction is initially measured at 42 its fair value as at the date of acquisition.

b. Recognition of revenue from non-exchange transactions

An inflow of resources from a non-exchange transaction recognized as an asset is recognized as revenue, except to the extent that a liability is also recognized in respect of the same inflow.

As Metro Vigan Water District satisfies a present obligation recognized as a liability in respect of an inflow of resources from a non-exchange transaction recognized as an asset, it reduces the carrying amount of the liability recognized and recognizes an amount of revenue equal to that reduction.

c. Measurement of revenue from non-exchange transactions

Revenue from non-exchange transactions is measured at the amount of the increase in net assets recognized by the entity, unless a corresponding liability is recognized.

d. Measurement of liabilities on initial recognition from non-exchange transactions

The amount recognized as a liability in a non-exchange transaction is the best estimate of the amount required to settle the present obligation at the reporting date.

RECEIVED
BIR, RRI - BDO - Vigan City, I.S.
Collection Section

e. Taxes

Taxes and the related fines and penalties are recognized when collected or PAG2 of when these are measurable and legally collectible. The related refunds, PPSAS 23 including those that are measurable and legally collectible, are deducted from the recognized tax revenue.

f. Fees and fines not related to taxes

The District recognizes revenue from fees and fines, except those related to taxes, when earned and the asset recognition criteria are met.

Deferred income is recognized instead of revenue if there is a related condition attached that would give rise to a liability to repay the amount.

Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the entity and the fair value of the asset can be measured reliably.

g. Gifts and donations

The District recognizes assets and revenue from gifts and donations when it is probable that the future economic benefits or service potential will flow to the entity and the fair value of the assets can be measured reliably.

Goods in-kind are recognized as assets when the goods are received, or there is a binding arrangement to receive the goods. If goods in-kind are received without conditions attached, revenue is recognized immediately. If conditions are attached, a liability is recognized, which is reduced and revenue recognized as the conditions are satisfied.

On initial recognition, gifts and donations including goods in-kind are measured at their fair value as at the date of acquisition, which are ascertained by reference to an active market, or by appraisal. An appraisal of the value of an asset is normally undertaken by a member of the valuation profession who holds a recognized and relevant professional qualification. For many assets, the fair values are ascertained by reference to quoted prices in an active and liquid market.

h. Transfers

The District recognizes an asset in respect of transfers when the transferred resources meet the definition of an asset and satisfy the criteria for recognition as an asset, except those arising from services in-kind.

re

i. Services in-kind

Services in-kind are not recognized as asset and revenue considering the complexity of the determination of and recognition of asset and revenue and the eventual recognition of expenses.

j. Transfers from other government entities

Revenue from non-exchange transactions with other government entities and the related assets are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the [Name of Entity] and can be measured reliably.

3.13 Revenue from Exchange Transactions

a. Measurement of revenue

Revenue is measured at the fair value of the consideration received or receivable.

b. Rendering of services

The District recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labor hours incurred to date as a percentage of total estimated labor hours.

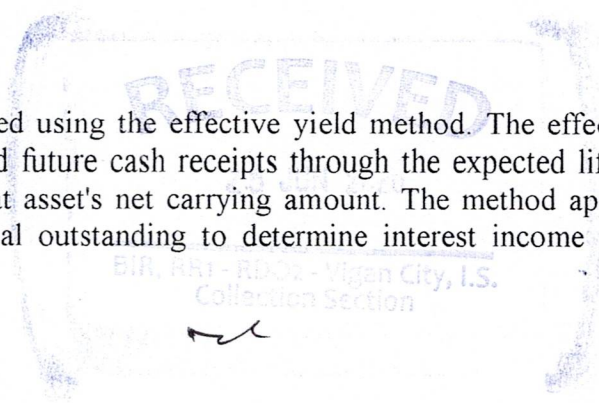
Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

c. Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably and it is probable that the economic benefits or service potential associated with the transaction will flow to the District.

d. Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.



e. Dividends

Dividends or similar distributions are recognized when the District's right to receive payments is established.

f. Rental income

Rental income arising from operating leases on investment property is PPSAS 9.34 accounted for on a straight-line basis over the lease terms and included in revenue.

g. Royalties

Royalties are recognized as they are earned in accordance with the substance of the relevant agreement.

3.14 Impairment of Non-Financial Assets

a. Impairment of cash-generating assets

At each reporting date, the District assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the District estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

Where the carrying amount of an asset or the cash-generating unit exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

For assets, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the District estimates the asset's or cash-generating unit's recoverable amount.

A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount

since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in surplus or deficit.

b. Impairment of non-cash-generating assets

The District assesses at each reporting date whether there is an indication that a non-cash-generating asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the District estimates the asset's recoverable service amount. An asset's recoverable service amount is the higher of the non-cash-generating asset's fair value less costs to sell and its value in use.

Where the carrying amount of an asset exceeds its recoverable service amount, the asset is considered impaired and is written down to its recoverable service amount. The District classifies assets as cash-generating assets when those assets are held with the primary objective generating a commercial return. Therefore, non-cash-generating assets would be those assets from which the District does not intend (as its primary objective) to realize a commercial return.

3.15 Related Parties

The District regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the District, or vice versa.

Members of key management are regarded as related parties and comprise the members of the Planning and Management Committee of the District such as: [position and designation of Planning and Management Committee] of the [Name of the Entity] and its controlled entities.

3.16 Service Concession Arrangements

The District analyzes all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the District recognizes that asset when, and only when, it controls or regulates the services the operator must provide together with the asset, to whom it must provide them, and at what price.

In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise - any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the District also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

3.18 Borrowing Costs

For loans borrowed directly by District the allowed alternative treatment is used.

3.19 Employee Benefits

The employees of District are members of the Government Service Insurance System (GSIS), which provides life and retirement insurance coverage.

The District recognizes the undiscounted amount of short term employee benefits, like salaries, wages, bonuses, allowance, etc., as expense unless capitalized, and as a liability after deducting the amount paid.

3.20 Measurement Uncertainty

The preparation of financial statements in conformity with PPSAS requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of the revenue and expenses during the period.

Estimates are based on the best information available at the time of preparation of the financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these financial statements. Actual results could differ from these estimates.

4. CHANGES IN ACCOUNTING POLICIES

Metro Vigan Water District adopted no new accounting policies:

5. PRIOR PERIOD ADJUSTMENTS

The District has determined the following adjustments:

Description	Amount
Error made in reconized interest income for the year 2018.	0.40
Overpayment of Overtime pay for the month of December 2018	3,673.76
To correct error made in SII 1811.	(386.00)
To recognize COA Audit fee of prior years.	(1,050,834.44)
To correct Error made on DV 1811-00097	15,600.00
To revert stale check issued on December 9, 2014.	3,000.00
Additional payment of Loyalty Incentive for the year 2013 & 2014 as per DV 1908-00018 dated August 06, 2019	(10,000.00)
To recognize COA Audit fee of the year 2018.	(642,966.96)
To correct misposting of cash collecting officer.	(0.59)
To adjust the balance of Allowance for Impairment - Accounts Receivable	1,701.00
TOTAL	(1,680,212.83)

6. CASH AND CASH EQUIVALENTS

PARTICULARS	As of December 31, 2019	As of December 31, 2018
Cash Collecting Officer - Cashier	128,877.00	163,465.72
Cash in Bank Local Currency-Current Account	140,150.66	2,138,509.53
Cash in Bank Local Currency-Savings Account	294,656.66	1,331,420.20
Cash in Bank Local Currency-Savings Account - Government Agencies Payment	10,156.28	10,140.01
Cash in Bank Local Currency-Savings Account - LBP	165,012.54	-
Time Deposits - JSA Reserve Fund	2,754,377.95	1,586,269.37
Time Deposits - DBP	16,246,661.33	10,931,207.73
Time Deposits - DBP - Customer's Deposit	781,607.06	780,181.79
Total Cash and Cash Equivalents	<u>20,521,499.48</u>	<u>16,941,194.35</u>

RECEIVED

25 JUN 2020

BIR, RRs - RDOs - San City, I.S.
Collection Section

7. RECEIVABLES

7.1 Loans and Receivables

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Accounts Receivables - Customer	4,123,143.31	4,315,887.67
Accounts Receivables - Fittings	101,929.45	101,678.03
Accounts Receivables - Others	-	117.00
Allowance for Impairment - Accounts Receivables	(141,606.69)	(143,307.69)
Receivable – Disallowances/Charges	950,191.10	970,191.10
Net Value - Accounts Receivable	<u>5,033,657.17</u>	<u>5,244,566.11</u>

7.2 Aging/Analysis of Receivables

ACCOUNTS	Total	1 - 60 days	61 - 180 days	181 - one year	More than 1 year
Accounts Receivables - Customer	4,123,650.84	1,611,856.09	118,690.06	81,869.11	2,311,235.58
Accounts Receivables - Fittings	101,929.45	101,929.45	-	-	-
Accounts Receivables - Others	-	-	-	-	-
Receivables - Disallowances	950,191.10	950,191.10	-	-	-
TOTAL	<u>5,175,771.39</u>	<u>2,663,976.64</u>	<u>118,690.06</u>	<u>81,869.11</u>	<u>2,311,235.58</u>

8. INVENTORIES

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Office Supplies Inventory	531,444.71	298,692.47
Fuel, Oil and Lubricants Inventory	-	-
Chemical and Filtering Supplies Inventory	432,944.94	556,853.25
Construction Materials Inventory	1,250.00	14,500.00
Other Inventories - Meters	458,192.79	763,630.13

Other Inventories - Service Connection Materials	1,106,497.24	1,192,369.64
Other Inventories - Trans. and Dist. Pipes and Fittings	5,133,882.56	3,751,177.41
Other Inventories - Hydrants	192,032.00	126,462.00
Other Inventories - Chlorinator Spareparts	476,770.00	142,350.00
Other Inventories - Sewer	44,460.00	66,690.00
Other Inventories - Spare Pumps	2,735,000.00	-
Other Inventories - Maintenance Supply	56,306.07	50,990.33
Other Inventories – Janitorial Supply	35,372.45	15,904.85
TOTAL INVENTORIES	<u>11,204,152.76</u>	<u>6,979,620.08</u>

9. PROPERTY, PLANT AND EQUIPMENT

As of December 31, 2019

	Land	Land Improvement	Water Supply System	Buildings- Administrative Structure and Improvements	Water Plant Structure and Improvement	Office Equipment
<i>Carrying Amount, January 1, 2019</i>	25,917,226.02	248,680.00	127,334,724.38	17,524,119.33	6,120,631.08	1,980,189.40
<i>Additions/Acquisitions</i>	9,004,201.52	-	1,720,580.77	-	37,790.00	60,706.65
Total	34,921,427.54	248,680.00	129,055,305.15	17,524,119.33	6,158,421.08	2,040,896.05
<i>Disposals/Reclassification</i>	-	-	518,990.23	-	-	19,474.17
<i>Depreciation (As per statement of Financial Performance)</i>	-	-	6,969,471.31	673,651.44	241,103.08	424,300.29
<i>Impairment Loss (As per Statement of Financial Performance)</i>	-	-	-	-	-	-
Carrying Amount, December 31, 2019 (As per Statement of Financial Position)	34,921,427.54	248,680.00	121,566,843.61	16,850,467.89	5,917,318.00	1,597,121.59

<i>Gross Cost (Asset Account Balance per Statement of Financial Position)</i>	34,921,427.54	248,680.00	188,371,584.66	21,991,744.53	7,555,552.95	3,698,394.45
<i>Accumulated Depreciation</i>	-	-	66,804,741.05	5,141,276.64	1,638,234.95	2,101,272.86
<i>Accumulated Impairment Losses</i>	-	-	-	-	-	-
Carrying Amount, December 31, 2019 (As per Statement of Financial Position)	34,921,427.54	248,680.00	121,566,843.61	16,850,467.89	5,917,318.00	1,597,121.59

Communication Equipment	Other Equipment	Land Transportation Equipment	Furniture and Fixtures	CIP - Infrastructure Assets	CIP - Buildings & Other Structures	Total
-	18,461,547.79	3,815,390.96	88,696.39	560,841.05	21,197.50	202,073,243.90
	2,356,600.00		-	8,722,183.17	2,467,540.58	24,369,602.69
-	20,818,147.79	3,815,390.96	88,696.39	9,283,024.22	2,488,738.08	226,442,846.59
-	1,979,350.66	30,632.69	4,527.76	-	-	2,552,975.51
-	4,950,371.30	553,760.57	33,441.10	227,740.20	-	14,073,839.29
-	-	-	-	-	-	-
-	13,888,425.83	3,230,997.70	50,727.53	9,055,284.02	2,488,738.08	209,816,031.79
-	38,245,571.30	7,981,434.74	374,815.25	9,055,284.02	2,488,738.08	314,933,227.52
-	24,357,145.47	4,750,437.04	324,087.72	-	-	105,117,195.73
-	-	-	-	-	-	-
-	13,888,425.83	3,230,997.70	50,727.53	9,055,284.02	2,488,738.08	209,816,031.79

As of December 31, 2018

	Land	Land Improvement	Water Supply System	Buildings	Water Plant Structure and Improvement	Office Equipment
Carrying Amount, January 1, 2018	18,422,131.53	248,680.00	122,217,558.11	18,195,018.49	5,050,134.51	2,378,359.27
Additions/Acquisitions	7,495,094.49	-	11,872,228.22	2,525.00	1,267,678.33	258,314.40
Total	25,917,226.02	248,680.00	134,089,786.33	18,197,543.49	6,317,812.84	2,636,673.67
Disposals/Reclassification	-	-	65,000.00	-	-	176,157.03
Depreciation (As per statement of Financial Performance)	-	-	6,690,061.95	673,424.16	197,181.76	480,327.24
Impairment Loss (As per Statement of Financial Performance)	-	-	-	-	-	-
Carrying Amount, December 31, 2018 (As per Statement of Financial Position)	25,917,226.02	248,680.00	127,334,724.38	17,524,119.33	6,120,631.08	1,980,189.40

Gross Cost (Asset Account Balance per Statement of Financial Position)	25,917,226.02	248,680.00	189,214,469.80	21,991,744.53	7,517,762.95	4,107,852.80
Accumulated Depreciation	-	-	61,879,745.42	4,467,625.20	1,397,131.87	2,127,663.40
Accumulated Impairment Losses	-	-	-	-	-	-
Carrying Amount, December 31, 2018 (As per Statement of Financial Position)	25,917,226.02	248,680.00	127,334,724.38	17,524,119.33	6,120,631.08	1,980,189.40

25 JUN 2020
BIR, RR1 - RDO2 - Vigan City, I.S.
Collection Section

Communication Equipment	Other Equipment	Motor Vehicles	Furniture and Fixtures	CIP - Infrastructure Assets	CIP - Buildings & Other Structures	Total
11,299.80	19,392,072.27	4,424,602.89	327,391.06	-	-	190,667,247.93
-	4,260,248.00	-	-	560,841.05	21,197.50	25,738,126.99
11,299.80	23,652,320.27	4,424,602.89	327,391.06	560,841.05	21,197.50	216,405,374.92
11,299.80	56,554.83	-	162,918.94	-	-	471,930.60
-	5,134,217.65	609,211.93	75,775.73	-	-	13,860,200.42
-	-	-	-	-	-	-
-	18,461,547.79	3,815,390.96	88,696.39	560,841.05	21,197.50	202,073,243.90
-	47,765,722.90	9,128,964.74	425,703.00	560,841.05	21,197.50	306,900,165.29
-	29,304,175.11	5,313,573.78	337,006.61	-	-	104,826,921.39
-	-	-	-	-	-	-
-	18,461,547.79	3,815,390.96	88,696.39	560,841.05	21,197.50	202,073,243.90

10. OTHER ASSETS

12.1 Current and Non-Current Other Assets

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Advances for Operating Expenses	71.50	-
Withholding Tax at Source - Franchise Tax	23,423.49	-
Other Assets	2,933,298.97	421,623.46
TOTAL OTHER ASSETS	<u>2,956,793.96</u>	<u>421,623.46</u>

11. FINANCIAL LIABILITIES

13.1 Payables

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Accounts Payables - Suppliers	1,737,414.15	87,034.98
Due to Officers and Employees	508,281.71	483,195.85
TOTAL FINANCIAL LIABILITIES	<u>2,245,695.86</u>	<u>570,230.83</u>

12. INTER-AGENCY PAYABLES

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Due to BIR	510,293.38	-
Due to GSIS-Employee Premium Contribution	-	53,613.48
Due to GSIS-Salary Loan	3,135.50	15,330.53
Due to GSIS - Emergency Loan	-	20,405.66
Due to GSIS - Life Retirement Insurance Contributions	1.00	71,484.65
Due to GSIS - ECC Contributions	-	3,700.00
Due to GSIS - Educational Loan	-	4,111.80
Due to Pag-ibig-Multi-Purpose Loan	-	6,000.00
Due to Philhealth - Employee Contribution	15,400.00	-
Due to SSS	360.00	-
Others - COA	642,966.96	-
TOTAL INTER-AGENCY PAYABLE	<u>1,172,156.84</u>	<u>174,646.12</u>

13. OTHER PAYABLES

The District has Trust liability arising from sale of Bid Documents amounting P 20,000.00.

14. GUARANTY DEPOSITS PAYABLE

Guaranty Deposits amounting P 85,393.00 represents suppliers retention money.

15. CUSTOMER'S DEPOSIT

Customer's Deposit amounting P 603,784.00 represents concessionaires' unrefunded bill deposit.

16. OTHER DEFERED CREDITS

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Unearned Income	211,118.20	10,028.00
Guarantee Deposit	30,000.00	607,240.00
Disallowance Payment	212,653.75	126,306.81
TOTAL INTER-AGENCY PAYABLE	<u>453,771.95</u>	<u>743,574.81</u>

17. SERVICE AND BUSINESS INCOME

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Metered Sales	94,762,003.76	89,711,191.68
Other Sales or Service - Sewer	168,854.00	170,149.00
Penalty Charges	2,981,358.81	2,621,065.33
Penalty Charges - Illegal Connections	30,000.00	48,000.00
Miscellaneous Service Revenue	567,150.00	538,100.00
Other Water Revenues	187,450.00	173,196.20
Other Income - Sale of Fittings and Pipes	315,624.56	314,697.19
Interest Income	328,578.26	53,413.00
TOTAL OTHER PAYABLES	<u>99,341,019.39</u>	<u>93,629,812.40</u>



18. PERSONNEL SERVICES

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Salaries and Wages-Regular-Source of Supply Expense-Operation Supervision	2,620,917.38	2,007,473.73
Salaries and Wages-Regular-Source of Supply Exp.-Operation Labor	336,168.00	261,653.93
Salaries and Wages-Regular-Pumping Expense-Pumping Labor	1,777,536.00	1,344,345.72
Salaries and Wages-Regular-Transmission and Dist. Exp.-Maintenance Supervision	2,268,456.38	1,699,542.79
Salaries and Wages-Regular-Customer Account Expense-Supervision	-	-
Salaries and Wages-Regular-Customer Account Expense-Meter Reading	1,300,146.00	1,065,843.46
Salaries and Wages-Regular-Customer Account Expense-Customer Records and Collection	744,324.00	699,831.91
Salaries and Wages-Regular-Administrative and General	2,035,860.30	1,883,381.45
Salaries and Wages-Others-Office of the General Manager	1,861,488.00	1,560,870.86
Salaries and Wages - Others - Operation Division Staff	1,277,510.76	576,556.05
Salaries and Wages - Others - Finance & Commercial Staff	2,013,420.00	1,551,924.80
PERA-Source of Supply Exp.-Operation Supervision	90,000.00	17,250.00
PERA-Source of Supply Expense-Operation Labor	48,000.00	9,704.54
PERA-Pumping Expense-Pumping Labor	216,000.00	40,840.89
PERA-Transmission and Distribution Expense-Maint. Supervision	274,000.00	52,840.89
PERA-Customer Account Expense-Supervision	-	-
PERA-Customer Account Expense-Meter Reading	150,000.00	31,613.63
PERA-Customer Account Expense-Customer Records & Coll.	48,000.00	12,000.00
PERA-Administrative and General	265,090.91	64,613.63
PERA - Others - Office of the General Manager	72,000.00	15,886.40
PERA - Others - Operation Division Staff	163,000.00	20,522.71
PERA - Others - Finance & Commercial Division Staff	96,000.00	19,613.63
ADCOM-Source of Supply Exp.-Operation Supervision	-	51,750.00
ADCOM-Source of Supply Expense-Operation Labor	-	29,113.63
ADCOM-Pumping Expense-Pumping Labor	-	122,522.70

ADCOM-Transmission and Distribution Expense-Maint. Supervision	-	158,522.70
ADCOM-Customer Account Expense-Supervision	-	-
ADCOM-Customer Account Expense-Meter Reading	-	94,840.90
ADCOM-Customer Account Expense-Customer Records & Coll.	-	36,000.00
ADCOM-Administrative and General	-	193,840.90
ADCOM - Others - Office of the General Manager	-	47,659.20
ADCOM - Others - Operation Division Staff	-	61,568.18
ADCOM - Others - Finance & Commercial Division Staff	-	58,840.90
Representation Allowance (RA)	342,000.00	342,000.00
Transportation Allowance (TA)	342,000.00	342,000.00
Clothing/Uniform Allowance	360,000.00	264,000.00
Honoraria	760,500.00	760,500.00
Overtime & Night Pay-Source of Supply Exp.-Operation Supervision	178,201.32	89,243.30
Overtime & Night Pay-Source of Supply Expense-Operation Labor	19,099.20	31,137.90
Overtime & Night Pay-Pumping Expense-Pumping Labor	114,205.18	97,917.94
Overtime & Night Pay-Transmission and Distribution Expense-Maint. Supervision	213,958.12	192,016.40
Overtime & Night Pay-Customer Account Expense-Supervision	-	-
Overtime & Night Pay-Customer Account Expense-Meter Reading	208,434.82	205,173.84
Overtime & Night Pay-Customer Account Expense-Customer Records & Coll.	9,285.11	25,599.06
Overtime & Night Pay-Administrative and General	81,038.85	118,926.33
Overtime & Night Pay - Others - Office of the General Manager	70,014.45	50,677.52
Overtime & Night Pay - Others - Operation Division Staff	146,460.67	128,037.07
Overtime & Night Pay - Others - Finance & Commercial Division Staff	18,397.17	47,893.51
Year End Bonus-Source of Supply Exp.-Operation Supervision	225,416.00	170,192.00
Year End Bonus-Source of Supply Expense-Operation Labor	28,014.00	13,481.00
Year End Bonus-Pumping Expense-Pumping Labor	148,128.00	100,622.00
Year End Bonus-Transmission and Distribution Expense-Maint. Supervision	184,397.00	132,014.00
Year End Bonus-Customer Account Expense-Supervision	-	89,223.00
Year End Bonus-Customer Account Expense-Meter Reading		

	104,156.00	58,381.00
Year End Bonus-Customer Account Expense-Customer Records * Coll.	62,027.00	163,004.00
Year End Bonus - Administrative and General	168,785.00	118,164.00
Year End Bonus - Others - Office of the General Manager	155,124.00	42,821.00
Year End Bonus - Others - Operation Division Staff	109,721.00	123,306.00
Year End Bonus - Others - Finance & Commercial Division Staff	167,785.00	15,000.00
Cash Gift - Source of Supply Exp.-Operation Supervision	20,000.00	6,000.00
Cash Gift - Source of Supply Expense-Operation Labor	10,000.00	33,000.00
Cash Gift - Pumping Expense-Pumping Labor	45,000.00	43,000.00
Cash Gift - Transmission and Distribution Expense-Maint. Supervision	57,000.00	26,000.00
Cash Gift - Customer Account Expense-Supervision	-	10,000.00
Cash Gift - Customer Account Expense-Meter Reading	31,000.00	56,000.00
Cash Gift - Customer Account Expense-Customer Records * Coll.	10,000.00	10,500.00
Cash Gift - Administrative and General	55,000.00	16,000.00
Cash Gift - Others - Office of the General Manager	15,000.00	16,000.00
Cash Gift - Others - Operation Division Staff	35,000.00	-
Cash Gift - Others - Finance & Commercial Division Staff	20,000.00	-
Other Bonuses & Allow.-Source of Supply Exp.-Operation Supervision	282,828.00	166,043.00
Other Bonuses and Allows.-Source of Supply Expense-Operation Labor	60,014.00	22,481.00
Other Bonuses and Allows.-Pumping Expense-Pumping Labor	316,748.00	141,622.00
Other Bonuses and Allows.-Transmission and Distribution Expense-Maint. Supervision	404,903.00	193,178.00
Other Bonuses and Allows-Customer Account Expense-Supervision	-	-
Other Bonuses and Allows.-Customer Account Expense-Meter Reading	246,262.00	151,905.00
Other Bonuses and Allows.-Customer Account Expense-Customer Records & Coll.	125,533.00	79,981.00
Other Bonuses and Allows.-Administrative and General	350,844.00	220,175.00
Other Bonuses and Allows. - Others - Office of the General Manager	233,630.00	162,443.00
Other Bonuses and Allows. - Others - Operation Division Staff	221,721.00	62,821.00
Other Bonuses and Allows. - Others - Finance & Commercial Division Staff	231,785.00	140,870.00
Retirement and Life Insurance Premiums	1,953,410.05	1,514,451.97

Pag-IBIG Contributions	71,100.00	56,600.00
Philhealth Contributions	185,620.54	144,741.30
Employees Compensation Insurance Premium (ECC)	72,400.00	56,700.00
Terminal Leave Benefits - Retirement	9,280.35	40,151.23
Vacation and Sick Leave - Monetization	1,010,640.77	767,793.90
Other Personnel Benefit Contributions (MBLIC)	-	108.00
TOTAL PERSONAL SERVICES	<u>27,949,785.33</u>	<u>21,650,866.40</u>

19. **MAINTENANCE AND OTHER OPERATING EXPENSES**

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Travel Expense	372,021.94	169,237.43
Training Expenses	183,480.00	107,500.00
Scholarship Grants/Expenses	-	-
Office Supplies Expense	1,230,211.97	1,316,728.53
Fuel, Oil and Lubricants Expense	1,143,834.13	1,198,310.28
Other Supplies and Materials Expenses	40,086.39	-
Electricity Expense-Administrative	474,629.03	430,789.49
Postage and Courier Services	10,614.00	10,812.00
Telephone Expense-Landline	141,848.67	146,403.86
Telephone Expense-Mobile	146,831.42	129,819.45
Internet Expense	-	250.00
Awards/Rewards Expenses	12,500.00	22,500.00
Generation, Transmission & Dist. Expense-Fuel for Power Production	625,759.29	1,096,981.20
Generation, Transmission & Dist. Expense-Pumping Operations	2,018,487.50	2,536,658.16
Generation, Transmission & Dist. Expense-Power/Fuel Purchased for Pumping	16,221,041.04	15,106,459.28
Generation, Transmission & Dist. Expense-Chemicals, Filtering and Laboratory Supplies Expense	1,627,313.25	1,823,538.86

Generation, Transmission & Dist. Expense-Transmission and Distribution Engineering Expense	-	-
Extraordinary and Miscellaneous Expenses	18,269.65	-
Legal Services	120,000.00	120,000.00
Auditing Services	-	-
Security Services	444,000.00	444,000.00
General Services	1,325,901.49	1,527,654.42
Computer Data Processing Services	17,000.00	57,027.00
Other Professional Services	800.00	-
Maintenance-Springs and Tunnels	262,888.75	232,302.35
Maintenance-Supply Mains	1,000.00	-
Maintenance-Reservoirs and Tanks	-	-
Maintenance-Transmission and Distribution Maintenance	4,378,445.31	3,882,594.10
Maintenance-Services	4,721,631.43	4,098,112.04
Maintenance-Hydrants	200.00	58,871.19
Maintenance-Other Plants	382,063.38	79,005.39
Maintenance of Pumping Plant-Structures and Improvements	73,181.96	40,578.00
Maintenance Of Gen. Admin.-Structures and Improvements	40,942.63	40,439.37
Repair & Maintenance-Other Machine & Equipt.-Power Production Equipment	180,480.00	153,794.00
Repair & Maintenance-Other Machine & Equipt.-Pumping Equipment	26,585.00	28,187.71
Repair & Maintenance-Other Machine & Equipt.-Water Treatment Equipment	114,614.27	163,911.67
Repair & Maintenance-Other Machine & Equipt.-Tools, Shop and Garage Equipment	72,679.70	60,623.29
Repairs and Maintenance-Office Equipment	170,788.11	66,802.75
Repairs and Maintenance-Land Transport Equipment	418,245.75	415,647.68
Repair and Maintenance - Furnitures and Fixtures	121,178.80	29,000.00
Taxes, Duties and Licenses	30,491.33	116,273.31
Franchise and Regulatory Requirements Expense	2,073,163.22	1,920,748.16
Transfer Taxes	-	-
Insurance Expense	39,684.09	47,052.04
Advertising, Promotional and Marketing Expenses		

	-	14,112.00
Printing Expense	-	-
Representation Expenses	219,337.74	271,665.89
Freight and Handling	-	-
Rent/Lease Expense	60,000.00	60,000.00
Membership Dues and Contributions to Organizations	12,265.00	13,693.00
Donations	-	-
Other Maintenance and Operating Expense	1,513,096.97	923,995.65
Depreciation-Wells	636,559.81	565,573.87
Depreciation-Reservoirs	189,447.00	189,447.00
Depreciation-Transmission and Distribution Mains.	4,867,096.00	4,761,913.52
Depreciation - Meters	454,045.29	348,029.90
Depreciation-Hydrants	60,083.98	55,269.94
Depreciation-Other PPE	762,239.23	769,827.72
Depreciation - Other Source of Supply Plant	6,750.00	6,750.00
Depreciation-Pumping Plant-Structures and Improvements	234,353.08	190,431.76
Depreciation-Office Building	673,651.44	673,424.16
Depreciation-Power Production Equipment	954,923.43	929,170.85
Depreciation-Pumping Equipment	3,478,201.36	3,670,889.32
Depreciation-Water Treatment Equipment	302,500.32	247,286.52
Depreciation-Tools, Shop and Garage Equipment	214,746.19	286,870.96
Depreciation-Office Equipments	87,573.52	131,617.88
Depreciation-IT Equipment	336,726.77	339,267.44
Depreciation Expense - Communication Equipment	-	944.46
Depreciation-Land Transport Equipment	553,760.57	609,211.93
Depreciation-Furnitures and Fixtures	33,441.10	75,775.73
Uncollectible Accounts (Bad Debts)	-	9,937.00
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>54,933,692.30</u>	<u>52,823,719.51</u>

RECEIVED
BIR, RR1 - 1002 - Vigan City, I.S.
Collection Section

20. FINANCIAL EXPENSES

ACCOUNTS	As of December 31, 2019	As of December 31, 2018
Interest Expenses	-	-
Bank Charges	100.00	-
Other Financial Expenses	60.00	-
TOTAL FINANCIAL EXPENSE	<u>160.00</u>	<u>-</u>

21. RECONCILIATION OF NET CASH FLOWS FROM OPERATING ACTIVITIES TO SURPLUS/(DEFICIT)

PARTICULARS	As of December 31, 2019	As of December 31, 2018
Cash Inflows		
Collection of Water Sales	94,870,888.55	89,245,328.91
Collection of Sewer Charges	162,148.00	162,281.00
Collection of Registration Fees	567,000.00	540,000.00
Collection of Service Fee	-	-
Collection of Other Business Income	187,450.00	171,750.00
Collection of Fines and Penalties	3,011,428.31	2,683,973.38
Collection of Customer's Deposit	-	-
Refunds of Cash Advances/Payroll Fund	56,241.24	148,561.62
Sale of Fittings and Pipes	4,226,192.25	3,633,275.42
Interest Income	328,578.66	53,413.00
Deposit to Fund Reserves/Other Bank Accounts	9,472,467.05	12,914,523.76
Other Cash Inflows	363,896.57	1,988,527.71
Total Cash Inflows	<u>113,246,290.63</u>	<u>111,541,634.80</u>
Cash Outflows:		
Payment of Salaries	14,756,678.65	13,087,620.86
Employer share for GSIS, PAG-IBIG, Philhealth, PFRP, MBLIC	3,293,531.12	2,338,158.49
Purchase of Supplies and Materials	19,933,263.17	16,885,754.82

Payment of Operating Expenses	39,073,651.43	35,706,820.13
Payment of Franchise Tax	1,504,378.49	1,980,852.04
Fund Reserves	9,472,467.05	12,914,523.76
Remittance to BIR-Withholding Taxes from Suppliers	3,026,288.34	2,723,978.77
Other Cash Outflow:	583,995.31	2,077,471.82
Total Cash Outflows	<u>91,644,253.56</u>	<u>87,715,180.69</u>
TOTAL CASH PROVIDED BY OPERATING ACTIVITIES	<u>21,602,037.07</u>	<u>23,826,454.11</u>
Cash Flows from Investing Activities		
Cash Inflows:	-	-
Total Cash Inflows	<u>-</u>	<u>-</u>
Cash Outflows:		
Capital Expenditures	18,021,731.94	16,658,124.12
Total Cash Outflows	<u>18,021,731.94</u>	<u>16,658,124.12</u>
TOTAL CASH USED BY INVESTING ACTIVITIES	<u>(18,021,731.94)</u>	<u>(16,658,124.12)</u>
Cash Flows from Financing Activities		
Cash Inflows	-	-
Total Cash Inflows	<u>-</u>	<u>-</u>
Cash Outflows:		
Cash Payment of Loans - LWUA	-	-
Cash Payment of Interest of Loans - LWUA	-	-
Total Cash Outflows	<u>-</u>	<u>-</u>
TOTAL CASH USED BY FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
Cash Provided by Operating, Investing and Financing Activities	3,580,305.13	7,168,329.99
Add: Cash and Cash Equivalents, Beginning	16,941,194.35	9,772,864.36
CASH AND CASH EQUIVALENTS, Ending	<u>20,521,499.48</u>	<u>16,941,194.35</u>

METRO VIGAN WATER DISTRICT
P. Burgos St., Solid West, Vigan City, Ilocos Sur
PRE-CLOSING TRIAL BALANCE
As of December 31, 2019

Account No	ACCOUNT TITLE	Beginning Balance		Transaction Entries		Ending Balance	
		Debit	Credit	Debit	Credit	Debit	Credit
1-01-01-010	Cash Collecting Officer-Cashier	163,465.72		103,262,567.46	103,297,156.18	128,877.00	
1-01-01-020	Petty Cash / Working Fund	-		20,000.00	20,000.00	-	
1-01-01-050	Payroll Fund	-		4,246,988.89	4,246,988.89	-	
1-01-02-020	Current Account - DBP	2,138,509.53		107,641,850.35	109,640,209.22	140,150.66	
1-01-02-030	Savings Account - DBP	1,341,560.21		462,425.27	1,334,160.00	469,825.48	
1-01-05-020	Time Deposits - DBP	13,297,658.89		9,489,187.45	3,004,200.00	19,782,646.34	
1-03-01-010	Accounts Receivables - Customer	4,417,682.70		95,752,360.32	95,944,970.26	4,225,072.76	
1-03-01-011	Allowance for Impairment - Accounts Receivables		143,307.69	1,701.00	-		141,606.69
1-03-05-010	Receivables - Disallowances	970,191.10		-	20,000.00	950,191.10	
1-03-05-020	Due from Officers and Employees	-		187,211.00	187,211.00	-	
1-04-04-010	Office Supplies Inventory	298,692.47		1,220,529.91	987,777.67	531,444.71	
1-04-04-080	Fuel, Oil and Lubricants Inventory	-		-	-	-	
1-04-04-120	Chemical and Filtering Supplies Inventory	556,853.25		1,505,250.00	1,629,158.31	432,944.94	
1-04-04-130	Construction Materials Inventory	14,500.00		153,500.00	166,750.00	1,250.00	
1-04-04-990	Other Supplies and Materials Inventory - Meter	6,109,574.36		21,113,354.20	16,984,415.45	10,238,513.11	
1-05-99-010	Construction in Progress - Fence at Bayubay Sur/Norte, San Vicente	582,038.55		11,189,723.75	11,771,762.30	-	
1-06-01-010	Land	25,917,226.02		9,004,201.52	-	34,921,427.54	
1-06-02-990	Land Improvements	248,680.00		-	-	248,680.00	
1-06-03-040	Wells	189,214,469.80		1,720,580.77	2,563,465.91	188,371,584.66	
1-06-03-041	Accumulated Depreciation - Wells			2,044,475.68	6,969,471.31	-	66,804,741.05
1-06-04-010	Administrative Structure and Improvements	61,879,745.42		-	-	21,991,744.53	
1-06-04-011	Accumulated Depreciation - Office Building	21,991,744.53		-	673,651.44	-	5,141,276.64
1-06-04-070	Source of Supply Plant, Structures and Improvements		4,467,625.20	37,790.00	-	7,555,552.95	
1-06-04-071	Accumulated Depreciation-Source of Supply Plant, Structures & Improvements	7,517,762.95		-	-	-	1,638,234.95
1-06-05-020	Office Equipments	4,107,852.80		1,397,131.87	241,103.08	3,698,394.45	
1-06-05-021	Accumulated Depreciation - Office Equipments			60,706.65	470,165.00	-	2,101,272.86
1-06-05-070	Communication Equipment	2,127,663.40		450,690.83	424,300.29	-	-
1-06-05-071	Accumulated Depreciation - Communication Equipment	-		-	-	-	-
1-06-05-990	Power Production Equipment	47,765,772.90		-	-	-	-
1-06-05-991	Accumulated Depreciation - Power Production Equipment			2,356,600.00	11,876,751.60	38,245,571.30	
1-06-06-010	Land Transport Equipment	9,128,964.74		9,897,400.94	4,950,371.30	7,981,434.74	
1-06-06-011	Accumulated Depreciation - Land Transport Equipment			-	1,147,530.00	-	24,357,145.47
1-06-07-010	Furnitures and Fixtures	425,703.00		1,116,897.31	553,760.57	374,815.25	
1-06-07-011	Accumulated Depreciation - Furniture and Fixtures			-	50,887.75	-	4,750,437.04
1-06-98-020	Construction in Progress - Infrastructure Assets	-	337,006.61	46,359.99	33,441.10	-	324,087.72
1-06-98-030	Construction in Progress - Buildings & Other Structures	-		9,055,284.02	-	9,055,284.02	
1-12-01-010	Deferred Tax Asset	2,374.67		2,488,738.08	-	2,488,738.08	
1-99-01-010	Advances for Operating Expenses	-		630.50	559.00	71.50	

5-02-03-010	Office Supplies Expense	-	1,230,211.97	-	1,230,211.97	
5-02-03-090	Fuel, Oil and Lubricants Expense	-	1,182,952.52	-	1,182,952.52	
5-02-03-990	Other Supplies and Materials Expenses	-	968.00	-	968.00	
5-02-04-020	Electricity Expense - Administrative	-	474,629.03	-	474,629.03	
5-02-05-010	Postage and Courier Services	-	10,614.00	-	10,614.00	
5-02-05-020	Telephone Expense - Landline	-	288,680.09	-	288,680.09	
5-02-05-030	Internet Expense	-	-	-	-	
5-02-06-010	Awards/Rewards Expenses	-	12,500.00	-	12,500.00	
5-02-09-010	Generation, Transmission & Dist. Exp. - Fuel for Power Production	-	20,492,601.08	-	20,492,601.08	
5-02-10-030	Extraordinary and Miscellaneous Expenses	-	18,269.65	-	18,269.65	
5-02-10-040	Miscellaneous Expenses	-	25,614.50	25,614.50	-	
5-02-11-010	Legal Services	-	120,000.00	-	120,000.00	
5-02-12-030	Security Services	-	444,000.00	-	444,000.00	
5-02-12-990	General Services	-	1,343,701.49	-	1,343,701.49	
5-02-13-030	Repairs and Maintenance - Infrastructure Assets	-	9,746,228.87	-	9,746,228.87	
5-02-13-040	Repairs and Maintenance - Buildings and Other Structures	-	114,124.59	-	114,124.59	
5-02-13-050	Repairs and Maintenance - Machinery and Equipment	-	565,147.08	-	565,147.08	
5-02-13-060	Repairs and Maintenance - Transportation Equipment	-	418,245.75	-	418,245.75	
5-02-13-070	Repairs and Maintenance - Furnitures and Fixtures	-	121,178.80	-	121,178.80	
5-02-15-010	Taxes, Duties and Licenses	-	2,103,654.55	-	2,103,654.55	
5-02-15-030	Insurance Expense	-	39,684.09	-	39,684.09	
5-02-99-010-010	Advertising, Promotional and Marketing Expenses	-	-	-	-	
5-02-99-030	Representation Expense	-	219,337.74	-	219,337.74	
5-02-99-040	Freight and Handling	-	-	-	-	
5-02-99-050	Rent/Lease Expense	-	60,000.00	-	60,000.00	
5-02-99-060	Membership Dues and contributions to Organizations	-	12,265.00	-	12,265.00	
5-02-99-140	Documentary Stamps Expenses	-	60.00	-	60.00	
5-02-99-990	Other Maintenance and Operating Expense	-	1,513,096.97	-	1,513,096.97	
5-03-01-040	Bank Charges	-	100.00	-	100.00	
5-05-01-030	Depreciation- Wells	-	6,969,471.31	-	6,969,471.31	
5-05-01-040	Depreciation-Other Source of Supply Plant	-	914,754.52	-	914,754.52	
5-05-01-050	Depreciation-Power Production Equipment	-	5,374,671.59	-	5,374,671.59	
5-05-01-060	Depreciation-Land Transport Equipment	-	553,760.57	-	553,760.57	
5-05-01-070	Depreciation-Furnitures and Fixtures	-	33,441.10	-	33,441.10	
5-05-03-020	Impairment Loss - Loans and Receivables	-	-	-	-	

TOTAL:	336,632,851.65	336,632,851.65	511,026,289.59	511,026,289.59	437,674,575.21	437,674,575.21
---------------	----------------	----------------	----------------	----------------	----------------	----------------

RECEIVED

JUN 2000

Office - Vigan City, I.S.
Collection

METRO VIGAN WATER DISTRICT
P. Burgos St., Solid West, Vigan City, Ilocos Sur
POST-CLOSING TRIAL BALANCE
As of December 31, 2018

Account No	ACCOUNT TITLE	Beginning Balance		Transaction Entries		Ending Balance	
		Debit	Credit	Debit	Credit	Debit	Credit
1-01-01-010	Cash Collecting Officer-Cashier	163,465.72		103,262,567.46	103,297,156.18	128,877.00	
1-01-01-020	Petty Cash / Working Fund	-		20,000.00	20,000.00	-	
1-01-01-050	Payroll Fund	-		4,246,988.89	4,246,988.89	-	
1-01-02-020	Current Account - DBP	2,138,509.53		107,641,850.35	109,640,209.22	140,150.66	
1-01-02-030	Savings Account - DBP	1,341,560.21		462,425.27	1,334,160.00	469,825.48	
1-01-05-020	Time Deposits - DBP	13,297,658.89		9,489,187.45	3,004,200.00	19,782,646.34	
1-03-01-010	Accounts Receivables - Customer	4,417,682.70		95,752,360.32	95,944,970.26	4,225,072.76	
1-03-01-011	Allowance for Impairment - Accounts Receivables		143,307.69	1,701.00	-		141,606.69
1-03-05-010	Receivables - Disallowances	970,191.10		-	20,000.00	950,191.10	
1-03-05-020	Due from Officers and Employees	-		187,211.00	187,211.00	-	
1-04-04-010	Office Supplies Inventory	298,692.47		1,220,529.91	987,777.67	531,444.71	
1-04-04-080	Fuel, Oil and Lubricants Inventory	-		-	-	-	
1-04-04-120	Chemical and Filtering Supplies Inventory	556,853.25		1,505,250.00	1,629,158.31	432,944.94	
1-04-04-130	Construction Materials Inventory	14,500.00		153,500.00	166,750.00	1,250.00	
1-04-04-990	Other Supplies and Materials Inventory - Meter	6,109,574.36		21,113,354.20	16,984,415.45	10,238,513.11	
1-05-99-010	Construction in Progress - Fence at Baybay Sur/Norte, San Vicente	582,038.55		11,189,723.75	11,771,762.30	-	
1-06-01-010	Land	25,917,226.02		9,004,201.52	-	34,921,427.54	
1-06-02-990	Land Improvements	248,680.00		-	-	248,680.00	
1-06-03-040	Wells	189,214,469.80		1,720,580.77	2,563,465.91	188,371,584.66	
1-06-03-041	Accumulated Depreciation - Wells		61,879,745.42	2,044,475.68	6,969,471.31		66,804,741.05
1-06-04-010	Administrative Structure and Improvements	21,991,744.53		-	-	21,991,744.53	
1-06-04-011	Accumulated Depreciation - Office Building		4,467,625.20	-	673,651.44		5,141,276.64
1-06-04-070	Source of Supply Plant, Structures and Improvements	7,517,762.95		37,790.00	-	7,555,552.95	
1-06-04-071	Accumulated Depreciation-Source of Supply PLant, Structures & Improvements		1,397,131.87	-	241,103.08		1,638,234.95
1-06-05-020	Office Equipments	4,107,852.80		60,706.65	470,165.00	3,698,394.45	
1-06-05-021	Accumulated Depreciation - Office Equipments		2,127,663.40	450,690.83	424,300.29		2,101,272.86
1-06-05-070	Communication Equipment	-		-	-	-	
1-06-05-071	Accumulated Depreciation - Communication Equipment		-	-	-	-	
1-06-05-990	Power Production Equipment	47,765,722.90		2,356,600.00	11,876,751.60	38,245,571.30	
1-06-05-991	Accumulated Depreciation - Power Production Equipment		29,304,175.11	9,897,400.94	4,950,371.30		24,357,145.47
1-06-06-010	Land Transport Equipment	9,128,964.74		-	1,147,530.00	7,981,434.74	
1-06-06-011	Accumulated Depreciation - Land Transport Equipment		5,313,573.78	1,116,897.31	553,760.57		4,750,437.04
1-06-07-010	Furnitures and Fixtures	425,703.00		-	50,887.75	374,815.25	
1-06-07-011	Accumulated Depreciation - Furniture and Fixtures		337,006.61	46,359.99	33,441.10		324,087.72
1-06-98-020	Construction in Progress - Infrastructure Assets	-		9,055,284.02		9,055,284.02	
1-06-98-030	Construction in Progress - Buildings & Other Structures			2,488,738.08		2,488,738.08	
1-12-01-010	Deferred Tax Asset	2,374.67		-	2,374.67	-	
1-99-01-010	Advances for Operating Expenses	-		630.50	559.00	71.50	

1-99-01-020	Advances for Payroll	-		4,273,016.53	4,273,016.53	-	
1-99-01-040	Advances to Officers and Employees	-		175,380.00	175,380.00	-	
1-99-02-080	Withholding Tax at Source - Franchise Tax	-		81,914.84	58,491.35	23,423.49	
1-99-99-990	Other Assets	421,623.46		2,615,175.51	103,500.00	2,933,298.97	
2-01-01-010	Accounts Payables - Suppliers		87,034.98	4,813,783.64	6,464,162.81		1,737,414.15
2-01-01-020	Due to Officers and Employees		483,195.85	123,552.01	148,637.87		508,281.71
2-02-01-010	Due to BIR		-	3,027,798.54	3,538,091.92		510,293.38
2-02-01-020	Due to GSIS-Employee Premium Contribution		168,646.12	4,977,406.76	4,811,897.14		3,136.50
2-02-01-030	Due to Pag-IBIG - Employee Premium Contribution		6,000.00	743,924.82	737,924.82		-
2-02-01-040	Due to Philhealth-Employee Contribution		-	420,636.34	436,036.34		15,400.00
2-02-01-110	Due to SSS		-	182,050.00	182,410.00		360.00
2-02-02-990	Others		-	1,050,834.44	1,693,801.40		642,966.96
2-03-01-050	Due to MVWD Provident Fund-Employee Share		-	1,178,755.57	1,178,755.57		-
2-04-01-010	Trust Liabilities		-	-	20,000.00		20,000.00
2-04-01-040	Security Deposit Payable		10,028.00	-	75,365.00		85,393.00
2-04-01-050	Customer's Deposits Payable		607,240.00	3,456.00	-		603,784.00
2-05-01-990	Other Deferred Credits - Push Drive		126,306.81	3,889,528.43	4,216,993.57		453,771.95
2-09-01-010	Deferred Tax Liabilities (Taxes Deducted fr. Water Payment)		-	-	-		-
2-99-99-990	Other Payables-MBLIC/PLGIC		6.23	3,606,228.25	3,606,222.02		-
3-01-01-020	Government Equity		559,893.87	-	-		559,893.87
3-01-01-030	Contributed Capital		80,413,659.13	-	-		80,413,659.13
3-07-01-010	Retained Earnings/(Deficit)		149,200,611.58	-	-		163,977,780.51
4-02-02-160	Metered Sales		-	1,707,787.99	16,484,956.92		-
4-02-02-210	Interest Income		-	95,647,389.66	95,647,389.66		-
4-02-02-230	Penalty Charges		-	328,578.26	328,578.26		-
4-02-02-990	Other Income - Sale of Fittings and Pipes		-	3,011,858.81	3,011,858.81		-
4-04-02-020	Income From Grants		-	315,624.56	315,624.56		-
4-06-03-990	Miscellaneous Service Revenue		-	-	-		-
5-01-01-010	Salaries and Wages-Regular-Source of Supply Exp.-Operation Supervision	-	-	754,450.00	754,450.00		-
5-01-02-010	PERA-Source of Supply Exp.-Operation Supervision	-	-	16,235,826.82	16,235,826.82		-
5-01-02-020	Representation Allowance	-	-	1,422,090.91	1,422,090.91		-
5-01-02-030	Transportation Allowance	-	-	342,000.00	342,000.00		-
5-01-02-040	Clothing/Uniform Allowance	-	-	342,000.00	342,000.00		-
5-01-02-100	Honoraria	-	-	360,000.00	360,000.00		-
5-01-02-130	Overtime & Night Pay - Source of Supply Exp. - Operation Supervision	-	-	760,500.00	760,500.00		-
5-01-02-140	Year End Bonus - Source of Supply Exp. - Operation Supervision	-	-	1,059,094.89	1,059,094.89		-
5-01-02-150	Cash Gift - Source of Supply Exp. - Operation Supervision	-	-	1,353,553.00	1,353,553.00		-
5-01-02-990	Other Bonuses & Allow. - Source of Supply Exp. - Operation Supervision	-	-	298,000.00	298,000.00		-
5-01-03-010	Retirement and Life Insurance Premiums	-	-	2,474,268.00	2,474,268.00		-
5-01-03-020	Pag-IBIG Contributions	-	-	1,953,410.05	1,953,410.05		-
5-01-03-030	Philhealth Contributions	-	-	71,100.00	71,100.00		-
5-01-03-040	Employees Compensation Insurance Premium (ECC)	-	-	185,620.54	185,620.54		-
5-01-04-030	Terminal Leave Benefits - Retirement	-	-	72,400.00	72,400.00		-
5-01-04-990	Other Personnel Benefit Contributions (MBLIC)	-	-	1,019,921.12	1,019,921.12		-
5-02-01-010	Travel Expense	-	-	-	-		-
5-02-02-010	Training Expenses	-	-	373,941.94	373,941.94		-
		-	-	183,480.00	183,480.00		-

5-02-03-010	Office Supplies Expense	-		1,230,211.97	1,230,211.97	-	-
5-02-03-090	Fuel, Oil and Lubricants Expense	-		1,182,952.52	1,182,952.52	-	-
5-02-03-990	Other Supplies and Materials Expenses	-		968.00	968.00	-	-
5-02-04-020	Electricity Expense - Administrative	-		474,629.03	474,629.03	-	-
5-02-05-010	Postage and Courier Services	-		10,614.00	10,614.00	-	-
5-02-05-020	Telephone Expense - Landline	-		288,680.09	288,680.09	-	-
5-02-05-030	Internet Expense	-		-	-	-	-
5-02-06-010	Awards/Rewards Expenses	-		12,500.00	12,500.00	-	-
5-02-09-010	Generation, Transmission & Dist. Exp. - Fuel for Power Production	-		20,492,601.08	20,492,601.08	-	-
5-02-10-030	Extraordinary and Miscellaneous Expenses	-		18,269.65	18,269.65	-	-
5-02-10-040	Miscellaneous Expenses	-		25,614.50	25,614.50	-	-
5-02-11-010	Legal Services	-		120,000.00	120,000.00	-	-
5-02-12-030	Security Services	-		444,000.00	444,000.00	-	-
5-02-12-990	General Services	-		1,343,701.49	1,343,701.49	-	-
5-02-13-030	Repairs and Maintenance - Infrastructure Assets	-		9,746,228.87	9,746,228.87	-	-
5-02-13-040	Repairs and Maintenance - Buildings and Other Structures	-		114,124.59	114,124.59	-	-
5-02-13-050	Repairs and Maintenance - Machinery and Equipment	-		565,147.08	565,147.08	-	-
5-02-13-060	Repairs and Maintenance - Transportation Equipment	-		418,245.75	418,245.75	-	-
5-02-13-070	Repair and Maintenance - Furnitures and Fixtures	-		121,178.80	121,178.80	-	-
5-02-15-010	Taxes, Duties and Licenses	-		2,103,654.55	2,103,654.55	-	-
5-02-15-030	Insurance Expense	-		39,684.09	39,684.09	-	-
5-02-99-010	Advertising, Promotional and Marketing Expenses	-		-	-	-	-
5-02-99-030	Representation Expense	-		219,337.74	219,337.74	-	-
5-02-99-040	Freight and Handling	-		-	-	-	-
5-02-99-050	Rent/Lease Expense	-		60,000.00	60,000.00	-	-
5-02-99-060	Membership Dues and Contributions to Organizations	-		12,265.00	12,265.00	-	-
5-02-99-140	Documentary Stamps Expenses	-		60.00	60.00	-	-
5-02-99-990	Other Maintenance and Operating Expense	-		1,513,096.97	1,513,096.97	-	-
5-03-01-040	Bank Charges	-		100.00	100.00	-	-
5-05-01-030	Depreciation-Wells	-		6,969,471.31	6,969,471.31	-	-
5-05-01-040	Depreciation-Other Source of Supply Plant	-		914,754.52	914,754.52	-	-
5-05-01-050	Depreciation-Power Production Equipment	-		5,374,671.59	5,374,671.59	-	-
5-05-01-060	Depreciation-Land Transport Equipment	-		553,760.57	553,760.57	-	-
5-05-01-070	Depreciation-Furnitures and Fixtures	-		33,441.10	33,441.10	-	-
5-05-03-020	Impairment Loss - Loans and Receivables	-		-	-	-	-

TOTAL:

336,632,851.65	336,632,851.65	610,367,308.98	610,367,308.98	354,790,937.58	354,790,937.58
----------------	----------------	----------------	----------------	----------------	----------------



Republic of the Philippines
METRO VIGAN WATER DISTRICT

Solid West, Vigan City 2700
Telephone Nos. (077) 674-0870, (077) 674-0893

STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS

The Management of the Metro Vigan Water District is responsible for the preparation of the financial statements as at December 31, 2019, including the additional components attached thereto in accordance with the prescribed financial reporting framework indicated therein. The responsibility includes designing and implementing internal controls relevant to the preparation and fair presentation of financial statements that are free from material statement whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

The Board of Directors reviews and approves the financial statements before such statements are issued to the regulators, creditors and other users.

The Commission on Audit has audited the financial statements of the Metro Vigan Water District in accordance with the International Standards of Supreme Audit Institutions and has expressed its opinion on the fairness of presentation upon completion of such audit, in its report to the Board of Directors.

LEONARDO B. OSALVO

Chairman of the Board

February 11, 2020

VINCENT EDUARD C. ARRANZ
Department Manager – Finance and Commercial

February 11, 2020

RUBY Q. BARBA
General Manager

February 11, 2020

"Save Our Children's Future. Conserve Water."

RECEIVED
25 JUN 2020
BIR, RDO2 - Vigan City, I.S.
Collection Section