


Republic of the Philippines  
Department of Finance  
Bureau of Internal RevenueFor BIR Use Only BCS/  
Item

BIR Form No. <b>1702-EX</b> January 2018 (ENCS) v2 Page 1	<b>Annual Income Tax Return</b> 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". <i>Two copies MUST be filed with the BIR and one held by the taxpayer.</i>	 1702-EX 01/18ENCS v2 P1

1 For <input type="radio"/> Calendar <input type="radio"/> Fiscal 2 Year Ended (MM/DD/YYYY) 12 - 1 2024	3 Amended Return? <input type="radio"/> Yes <input type="radio"/> No	4 Short Period Return? <input type="radio"/> Yes <input type="radio"/> No	5 Alphanumeric Tax Code (ATC) IC 011 Exempt Corporation on Exempt Activities <input checked="" type="checkbox"/> IC 021 General Professional Partnership <input type="checkbox"/>
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<b>Part I - Background Information</b>	
6 Taxpayer Identification Number (TIN) 000 - 566 - 175 - 000	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 ILOCOS SUR	
9A Zip Code 2702	
10 Date of Incorporation/Organization (MM/DD/YYYY) 01/01/1996	11 Contact Number
12 Email Address metrovganwaterdistrict_bir@yahoo.com	

13 Method of Deduction <input type="radio"/> Itemized Deductions [Section 34 (A-J), NIRC] <input type="radio"/> Optional Standard Deduction (OSD) - 40% of Gross Income [Section 34(L), NIRC as amended by RA No. 9504]	14 Legal Basis of Tax Relief/Exemption (Specify) RA NO 10026	15 Investment Promotion Agency (IPA)/Government Agency LWUA	16 Registered Activity/Program (Registration Number) CCC 053	17 Effectivity Date of Tax Relief/Exemption (MM/DD/YYYY) From 08/13/1996 To 12/31/2024
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<b>Part II - Total Tax Payable</b> (Do NOT enter Centavos; 49 Centavos or Less drop down; 50 or more round up)	
18 Tax Due (From Part IV Item 41)	0
19 Less: Total Tax Credits/Payments (From Part IV Item 50)	0
20 Total (Overpayment) (Item 18 Less Item 19) (From Part IV Item 51)	0
21 Add Penalty - Compromise	0
22 TOTAL AMOUNT PAYABLE (Sum of Items 20 & 21)	0

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 tax credit 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)

Signature over Printed Name of President/President Officer/Authorized Representative <b>RUBY C. BARBA</b> General Manager	Signature over Printed Name of Treasurer/ Assistant Treasurer <b>HERNAN A. DALACA</b>	23 Number of Attachments 0
Title of Signatory	Title of Signatory TIN	

<b>Part III - Details of Payment</b>				
Details of Payment	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)	Stamp of receiving Office/AAB and Date of Receipt (RO's Signature/Bank Teller's Initial)
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Attachments	Add Attachment Remove Attachment
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BIR Form No. <b>1702-EX</b> January 2018 (ENCS) v2 Page 2	<h2 style="margin: 0;">Annual Income Tax Return</h2> <p style="font-size: small; margin: 0;">For Use ONLY by 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</p>	 <small>1702-EX 01/19ENCS v2 P2</small>
<b>TIN</b> 000 - 566 - 175 - 000	<b>Registered Name</b> METRO VIGAN WATER DISTRICT	


<b>Part IV - Computation of Tax</b> <span style="float: right; font-size: small;">(DO NOT enter Centavos; 49 Centavos or Less drop down; 50 or more round up)</span>	
28 Sales/Revenues/Receipts/Fees	131,758,214
29 Less: Sales Returns, Allowances and Discounts	0
30 Net Sales/Receipts/Revenues/Fees (Item 28 Less Item 29)	131,758,214
31 Less: Cost of Sales/Services	0
32 Gross Income from Operation (Item 30 Less Item 31)	131,758,214
33 Add: Other Income	5,409,402
34 Total Gross Income (Sum of Item 32 and 33)	137,167,616
Less: Deductions Allowable under Existing Law	
<b>A. Itemized Deductions</b>	
35 Ordinary Allowable Itemized Deductions (From Part VI Schedule I Item 18)	111,605,938
36 Special Allowable Itemized Deductions (From Part VI Schedule II Item 5)	0
37 Total Itemized Deductions (Sum of Items 35 and 36)	111,605,938
<b>B. Optional Standard Deduction (OSD)</b>	
38 OSD (40% of Item 34)(applicable to GPP per RA No. 10963)	0
39 Net Income/(Loss) (If Itemized: Item 34 Less Item 37; If OSD: Item 34 Less Item 38)	25,561,678
40 Income Tax Rate	0 %
41 Tax Due (Item 39 X Item 40) (To Part II Item 18)	0
Less: Tax Credits/Payments (attach proof)	
42 Prior Year's Excess Credits	0
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

	<input type="button" value="Add"/> <input type="button" value="Delete"/> <input type="button" value="Attach"/>
50 Total Tax Credits/Payments(Sum of Items 42 to 49)(To Part II Item 19)	0
51 Total (Overpayment) (Item 41 Less Item 50)(To Part II Item 20)	0

<b>Part V - Tax Relief Availment</b>	
52 Regular Income Tax Otherwise Due (Item 39 of Part IV x Applicable Income Tax Rate)	6,390,420
53 Special Allowable Itemized Deductions (Item 36 of Part IV x Applicable Income Tax Rate)	0
54 Total Tax Relief Availment (Sum of Items 52 and 53)	6,390,420

**Attachments**



BIR Form No. <b>1702-EX</b> January 2018 (ENCS) v2 Page 3	<b>Annual Income Tax Return</b> <small>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]</small>	 <small>1702-EX 01/19/ENCS v2 P3</small>
<b>TIN</b> 000 - 566 - 175 - 000	<b>Registered Name</b> METRO VIGAN WATER DISTRICT	

Part VI – Schedules		(DO NOT enter Centavos; 49 Centavos or Less drop down; 50 or more round up)	
<b>Schedule 1 – Ordinary Allowable Itemized Deductions (attach additional sheet/s, if necessary)</b>			
1	Amortizations	93,741	
2	Bad Debts	4,307	
3	Charitable and Contributions	0	
4	Depletion	0	
5	Depreciation	14,409,446	
6	Entertainment, Amusement and Recreation	0	
7	Fringe Benefits	0	
8	Interest	0	
9	Losses	0	
10	Pension Trusts	0	
11	Rental	0	
12	Research and Development	0	
13	Salaries, Wages and Allowances	34,453,913	
14	SSS, GSIS, Philhealth, HDMF and Other Contributions	3,319,760	
15	Taxes and Licenses	3,196,773	
16	Transportation and Travel	399,813	
<b>17 Others (Deductions Subject to Withholding Tax and Other Expenses) (Specify below; Add additional sheet(s), if necessary)</b>			
a	Janitorial and Messengerial Services	1,555,379	
b	Professional Fees	867,373	
c	Security Services	615,665	
d	TRAINING AND SCHOLARSHIP EXPENSE	219,300	
e	SUPPLIES AND MATERIALS EXPENSE	3,305,687	
f	UTILITY EXPENSE	838,115	
g	COMMUNICATION EXPENSE	285,857	
h	AWARDS AND REWARDS EXPENSE	2,500	
i	OTHERS	48,038,309	
<b>18 Total Ordinary Allowable Itemized Deductions (Sum of Items 1 to 17) (To Part IV Item 35)</b>		111,605,938	
<b>Schedule 2 - Special Allowable Itemized Deductions (Attach additional sheet/s, if necessary)</b>			
1	Description	Legal Basis	Amount
1			0
2			0
3			0
4			0
5	<b>Total Special Allowable Itemized Deductions (Sum of Items 1 to 4) (To Part IV Item 36)</b>		0
<b>Schedule 3 - Reconciliation of Net Income per Books Against Taxable Income (Attach additional sheet/s, if necessary)</b>			
1	Net Income / (Loss) per books		25,577,998
Add: Non-deductible Expenses/Taxable Other Income			
2			0
3			0
4	<b>Total (Sum of Items 1 to 3)</b>		25,577,998
Less: A) Non-taxable Income and Income Subjected to Final Tax			
5	INTEREST INCOME		16,320
6			0
9	<b>Total (Sum of Items 5 to 8)</b>		16,320
10	<b>Net Taxable Income (Loss) (Item 4 less Item 9)</b>		25,561,678

<b>Attachments</b>	
<small>Add Attachment Delete Attachment Reorder Attachment</small>	





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	: 1702EXV2018
Reference No.	: 472500065280327
Amount Payable (Over Remittance)	: 0.00
Accounting Type	: C - Calendar
For Tax Period	: 12/31/2024
Date Filed	: 04/11/2025
Tax Type	: IT

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# **METRO VIGAN WATER DISTRICT**

## **FINANCIAL STATEMENT**

**as of**

**December 31, 2024**





Republic of the Philippines  
**METRO VIGAN WATER DISTRICT**

P. Burgos St., Barangay IV, Vigan City 2700 Ilocos Sur

Telephone Nos. 077-6740870, 6741321, 6040413

E-mail: metroviganwaterdistrict@yahoo.com

Website: www.metroviganwd.gov.ph



## **FINANCIAL STATEMENTS**

As of **December 31, 2024**

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**METRO VIGAN WATER DISTRICT**  
**CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2024**

	ASSETS	NOTE*	2024	2023
<b>Current Assets</b>				
Cash and Cash Equivalents		5	12,875,558.00	12,880,715.89
Receivables		6	8,049,256.63	7,868,786.18
Inventory		7	20,020,231.84	15,908,221.38
Deferred Tax Asset				
<b>Total Current Assets</b>			<u><b>40,945,046.47</b></u>	<u><b>36,657,723.45</b></u>
<b>Non-Current Assets</b>				
Investment Property			-	-
Property, Plant and Equipment		8	268,871,753.76	245,569,491.94
Intangible Assets		9	226,867.31	320,608.52
Other Assets		10	1,450,393.91	912,092.92
<b>Total Non-Current Assets</b>			<u><b>270,549,014.98</b></u>	<u><b>246,802,193.38</b></u>
<b>Total Assets</b>			<u><b>311,494,061.45</b></u>	<u><b>283,459,916.83</b></u>
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Finance Liabilities		11	2,077,832.57	951,248.07
Inter-Agency Payables		12	1,624,834.30	736,444.98
Other Payables		13	-	11,544.94
<b>Total Current Liabilities</b>			<u><b>3,702,666.87</b></u>	<u><b>1,699,237.99</b></u>
Guaranty/Security Deposits Payable		14	339,383.51	144,880.83
Customer's Deposits Payable		15	590,290.00	590,290.00
Trust Liabilities - Disallowances/Charges		16	1,841,236.03	1,650,078.59
Other Deferred Credits		17	738,732.19	532,102.66
Deferred Tax Liabilities				
<b>Total Non-Current Liabilities</b>			<u><b>3,509,641.73</b></u>	<u><b>2,917,352.08</b></u>
<b>Total Liabilities</b>			<u><b>7,212,308.60</b></u>	<u><b>4,616,590.07</b></u>
<b>EQUITY</b>				
Government Equity			559,893.87	559,893.87
Contributed Capital			80,413,659.13	80,413,659.13
Retained Earnings/(Deficit)			223,308,199.85	197,869,773.76
<b>Total Equity</b>			<u><b>304,281,752.85</b></u>	<u><b>278,843,326.76</b></u>
<b>Total Liabilities and Equity</b>			<u><b>311,494,061.45</b></u>	<u><b>283,459,916.83</b></u>



**METRO VIGAN WATER DISTRICT**  
**DETAILED STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2024**

ASSETS	2024	2023
<b>Current Assets</b>		
<b>Cash and Cash Equivalents</b>	<b>12,875,558.00</b>	<b>12,880,715.89</b>
Cash on Hand		
Cash Collecting Officer	376,138.26	207,443.15
Petty Cash	30,000.00	-
Checks and Other Cash Items	-	-
Cash in Bank-Local Currency		
Cash in Bank Local Currency-Current Account	6,437,833.26	4,663,827.92
Cash in Bank Local Currency-Savings Account	5,245,762.53	4,466,404.06
Cash Equivalents		
Time Deposits-Local Currency	785,823.95	3,543,040.76
<b>Receivables</b>	<b>8,049,256.63</b>	<b>7,868,786.18</b>
Receivable Accounts		
Accounts Receivables	6,279,582.02	6,094,952.10
Allowance for impairment - Accounts Receivable	(190,793.58)	(186,486.16)
Due from Officers and Employees	147.95	-
Receivables - Disallowances/Charges	1,960,320.24	1,960,320.24
<b>Inventory</b>	<b>20,020,231.84</b>	<b>15,908,221.38</b>
Inventory Held For Cosumption		
Office Supplies Inventory	354,536.62	310,309.97
Accountable Forms, Plates and Stickers	936,400.90	843,470.90
Chemical and Filtering Supplies Inventory	799,000.00	1,070,654.70
Construction Materials Inventory	35,400.00	36,000.00
Other Supplies and Materials Inventory	17,894,894.32	13,647,785.81
<b>Total Current Assets</b>	<b>40,945,046.47</b>	<b>36,657,723.45</b>
<b>Non-Current Assets</b>		
<b>Investment Property - Construction In Progress</b>	<b>-</b>	<b>-</b>
<b>Property, Plant and Equipment</b>	<b>268,871,753.76</b>	<b>245,569,491.94</b>
Land		
Land	65,099,501.55	52,868,876.55
Accumulated Depreciation - Land	-	-
Net Value - Land	65,099,501.55	52,868,876.55
Land Improvements		
Other Land Improvements	323,280.00	323,280.00
Accumulated Depreciation - Other Land Improvements	-	-
Net Value - Other Land Improvements	323,280.00	323,280.00
Water Supply Systems		
Water Supply Systems	235,442,312.44	218,865,326.42
Accumulated Depreciation - Water Supply System	(100,035,069.24)	(92,804,573.23)
Net Value - Water Supply System	135,407,243.20	126,060,753.19



Buildings		
Buildings	33,385,814.01	31,472,779.01
<i>Accumulated Depreciation - Buildings</i>	<u>(9,598,757.84)</u>	<u>(8,599,512.06)</u>
Net Value - Buildings	23,787,056.17	22,873,266.95
Water Plant, Structure and Improvements		
Water Plant, Structure and Improvements	15,753,081.08	10,309,386.03
<i>Accumulated Depreciation - Water Plant, Structure and Improvements</i>	<u>(3,108,967.65)</u>	<u>(2,731,394.37)</u>
Net Value - Water Plant, Structures and Improvements	12,644,113.43	7,577,991.66
Office Equipment		
Office Equipment	3,138,676.00	2,574,016.00
<i>Accumulated Depreciation - Office Equipment</i>	<u>(1,517,980.17)</u>	<u>(1,283,986.34)</u>
Net Value - Office Equipment	1,620,695.83	1,290,029.66
Communication Equipment		
Communication Equipment	-	-
<i>Accumulated Depreciation - Communication Equipment</i>	<u>-</u>	<u>-</u>
Net Value - Communication Equipment	-	-
Kitchen Equipment		
Kitchen Equipment	-	-
<i>Accumulated Depreciation - Kitchen Equipment</i>	<u>-</u>	<u>-</u>
Net Value - Kitchen Equipment	-	-
Other Equipment		
Other Equipment	52,247,458.37	48,584,293.37
<i>Accumulated Depreciation - Other Equipment</i>	<u>(32,764,696.94)</u>	<u>(30,449,169.62)</u>
Net Value - Other Equipment	19,482,761.43	18,135,123.75
Motor Vehicles		
Motor Vehicles	7,121,247.74	7,121,247.74
<i>Accumulated Depreciation - Motor Vehicles</i>	<u>(6,014,233.75)</u>	<u>(5,549,634.43)</u>
Net Value - Motor Vehicles	1,107,013.99	1,571,613.31
Furniture and Fixtures		
Furniture and Fixtures	183,796.00	269,356.00
<i>Accumulated Depreciation - Furniture and Fixtures</i>	<u>(123,117.30)</u>	<u>(175,365.42)</u>
Net Value - Furniture and Fixtures	60,678.70	93,990.58
Construction In Progress		
Infrastructure Assets	9,339,409.46	13,959,646.29
Buildings & Other Structures	<u>-</u>	<u>814,920.00</u>
	9,339,409.46	14,774,566.29
<b>Intangible Assets</b>	<b>226,867.31</b>	<b>320,608.52</b>
Intangible Assets		
Computer Software	947,500.00	947,500.00
<i>Accumulated Amortization - Computer Software</i>	<u>(720,632.69)</u>	<u>(626,891.48)</u>
Net Value - Computer Software	226,867.31	320,608.52
<b>Advances for Operating Expenses</b>	<u>-</u>	<u>-</u>
<b>Deferred Tax Asset</b>	<u>-</u>	<u>-</u>



<b>Other Assets</b>	<b>1,450,393.91</b>	<b>912,092.92</b>
Advances for Payroll	922.73	-
Withholding Tax at Source	34,989.31	26,753.91
Other Assets	1,414,481.87	885,339.01
<b>Total Non-Current Assets</b>	<b>270,549,014.98</b>	<b>246,802,193.38</b>
<b>Total Assets</b>	<b>311,494,061.45</b>	<b>283,459,916.83</b>

## LIABILITIES

<b>Current Liabilities</b>		
<b>Finance Liabilities</b>	<b>2,077,832.57</b>	<b>951,248.07</b>
Payables		
Accounts Payables	1,612,079.73	431,454.37
Due to Officers and Employees	465,752.84	519,793.70
Loans Payables		
Term Loan Liability	-	-
<b>Inter-Agency Payables</b>	<b>1,624,834.30</b>	<b>736,444.98</b>
Inter Agency-Payables		
Due to BIR	691,767.06	676,149.18
Due to GSIS	191,759.52	2,238.00
Due to Pag-IBIG	-	-
Due to PhilHealth	649.19	47,200.00
Due to SSS	285.00	-
Others	740,373.53	-
Due to Other Funds (MVWD PF and PFRP)	-	857.80
Trust Liabilities	-	10,000.00
<b>Other Payables</b>	<b>-</b>	<b>11,544.94</b>
<b>Total Current Liabilities</b>	<b>3,702,666.87</b>	<b>1,699,237.99</b>
<b>Non-Current Liabilities</b>		
Guaranty/Security Deposits Payable	339,383.51	144,880.83
Customer's Deposits Payable	590,290.00	590,290.00
Trust Liabilities - Disallowances/Charges	1,841,236.03	1,650,078.59
Other Deferred Credits	738,732.19	532,102.66
Deferred Tax Liabilities	-	-
<b>Total Non-Current Liabilities</b>	<b>3,509,641.73</b>	<b>2,917,352.08</b>
<b>Total Liabilities</b>	<b>7,212,308.60</b>	<b>4,616,590.07</b>

## EQUITY

<b>Government Equity</b>	<b>559,893.87</b>	<b>559,893.87</b>
Contributed Capital	80,413,659.13	80,413,659.13
Retained Earnings/(Deficit)	223,308,199.85	197,869,773.76
<b>Total Equity</b>	<b>304,281,752.85</b>	<b>278,843,326.76</b>
<b>Total Liabilities and Equity</b>	<b>311,494,061.45</b>	<b>283,459,916.83</b>



**METRO VIGAN WATER DISTRICT**  
**CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	NOTE*	2024	2023
<b>Income</b>			
Service and Business Income	18	137,183,935.93	129,679,745.78
Income from Grants and Donations in Kind		-	-
<b>Total Income</b>		<u>137,183,935.93</u>	<u>129,679,745.78</u>
<b>Current Operating Expense</b>			
Personnel Services	19	37,773,672.30	34,589,084.18
Maintenance and Other Operating Expense	20	73,831,866.35	70,984,374.09
Financial Expense	21	400.00	515.00
<b>Total Current Operating Expense</b>		<u>111,605,938.65</u>	<u>105,573,973.27</u>
<b>Surplus/(Deficit) from Current Operations</b>		<u>25,577,997.28</u>	<u>24,105,772.51</u>
Other Non-Operating Income		-	-
Gains		-	-
Losses	22	-	(3,720,392.86)
Discount and Rebates		-	-
<b>Surplus/(Deficit) before Tax</b>		<u>25,577,997.28</u>	<u>20,385,379.65</u>
Income Tax Expense/(Benefit)		-	-
<b>Surplus/(Deficit) after Tax</b>		<u>25,577,997.28</u>	<u>20,385,379.65</u>
Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)			
<b>Net Surplus/(Deficit) for the Period</b>		<u>25,577,997.28</u>	<u>20,385,379.65</u>



**METRO VIGAN WATER DISTRICT  
DETAILED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	2024	2023
<b>Income</b>		
<b>Service and Business Income</b>		
Sales Revenue	131,758,213.76	124,599,101.58
Fines and Penalties - Business Income	4,475,383.77	4,162,872.22
Sales of Unserviceable Property	-	-
Miscellaneous Income	613,150.00	616,139.80
Interest Income	16,320.31	11,544.37
Other Business Income	320,868.09	290,087.81
<b>Total Business Income</b>	<u>137,183,935.93</u>	<u>129,679,745.78</u>
<b>Grants &amp; Donation</b>		
Income from Grants and Donations in Kind	-	-
<b>Total Grants &amp; Donation</b>	<u>-</u>	<u>-</u>
<b>Total Income</b>	<u>137,183,935.93</u>	<u>129,679,745.78</u>
<b>Current Operating Expense</b>		
<b>Personnel Services</b>		
<b>Salaries and Wages</b>		
Salaries and Wages-Regular	21,581,902.98	19,929,940.50
<b>Total Salaries and Wages</b>	<u>21,581,902.98</u>	<u>19,929,940.50</u>
<b>Other Compensation</b>		
Personnel Economic Relief Allowance&Additional Co	1,564,908.92	1,528,777.77
Representation Allowance (RA)	318,000.00	320,913.04
Transportation Allowance (TA)	318,000.00	320,913.04
Clothing/Uniform Allowance	462,000.00	384,000.00
Hazard Pay	-	-
Overtime time and Night Pay	1,752,998.61	976,548.39
Year End Bonus	1,810,494.00	1,671,831.40
Cash Gift	327,000.00	319,000.00
Mid-Year Bonus	1,753,555.00	1,687,832.00
Directors and Committee Members' Fees	760,500.00	760,500.00
Other Bonuses and Allowances (PEI,PBB,Mid-Year l	1,875,930.00	1,624,600.00
<b>Total Other Compensation</b>	<u>10,943,386.53</u>	<u>9,594,915.64</u>
<b>Personnel Benefit Contribution</b>		
Retirement and Life Insurance Premiums	2,591,325.87	2,390,850.04
Pag-IBIG Contributions	149,500.00	76,300.00
Philhealth Contributions	500,733.84	374,912.72
Employees Compensation Insurance Premium (ECC)	78,200.00	76,900.00
Provident/Welfare Fund Contributions	-	-
<b>Total Personnel Benefit Contribution</b>	<u>3,319,759.71</u>	<u>2,918,962.76</u>



<b>Other Personnel Benefits</b>		
Retirement Gratuity	-	-
Terminal Leave Benefits	1,928,623.08	2,145,265.28
Other Personnel Benefits	-	-
<b>Total Other Personnel Benefits</b>	<b>1,928,623.08</b>	<b>2,145,265.28</b>
<b>Total Personnel Services</b>	<b>37,773,672.30</b>	<b>34,589,084.18</b>
<b>Maintenance and Other Operating Expenses</b>		
<b>Traveling Expense</b>		
Traveling Expenses - Local	399,813.25	304,938.56
<b>Total Traveling Expenses</b>	<b>399,813.25</b>	<b>304,938.56</b>
<b>Training and Scholarship Expense</b>		
Training Expenses	219,300.00	90,000.00
Scholarship Expenses	-	-
<b>Total Training and Scholarship Expenses</b>	<b>219,300.00</b>	<b>90,000.00</b>
<b>Supplies and Materials Expenses</b>		
Office Supplies Expenses	751,185.58	634,852.36
Accountable Forms Expense	825,070.00	729,352.50
Fuel, Oil and Lubricants Expenses	1,729,431.28	1,801,543.16
Other Supplies and Materials Expenses	-	-
<b>Total Supplies and Materials Expenses</b>	<b>3,305,686.86</b>	<b>3,165,748.02</b>
<b>Utility Expenses</b>		
Electricity Expenses	838,114.70	707,012.33
<b>Total Utility Expenses</b>	<b>838,114.70</b>	<b>707,012.33</b>
<b>Communication Expenses</b>		
Postage and Courier Services	7,257.00	8,131.00
Telephone Expenses	278,600.44	309,677.24
Internet Subscription Expenses	-	-
<b>Total Communication Expenses</b>	<b>285,857.44</b>	<b>317,808.24</b>
<b>Awards/Rewards and Prizes</b>		
Awards/Rewards Expenses	2,500.00	5,000.00
<b>Total Awards/Rewards Expenses</b>	<b>2,500.00</b>	<b>5,000.00</b>
<b>Generation, Transmission and Distribution Expenses</b>		
Generation, Transmission and Distribution Expenses	29,496,591.51	32,823,940.43
<b>Total Generation, Transmission and Distribution Expenses</b>	<b>29,496,591.51</b>	<b>32,823,940.43</b>
<b>Confidential, Intelligence and Other Extraordinary Expenses</b>		
Extraordinary and Miscellaneous Expenses	127,530.00	110,177.45
Miscellaneous Expenses	-	-
<b>Total Confidential, Intelligence and Other Extraordinary Expenses</b>	<b>127,530.00</b>	<b>110,177.45</b>



<b>Professional Services</b>		
Legal Services	127,000.00	120,000.00
Auditing Services	740,373.53	24,686.42
<b>Total Professional Services</b>	<b>867,373.53</b>	<b>144,686.42</b>
<b>General Services</b>		
Security Services	615,665.40	597,223.92
Other General Services	1,555,378.84	1,368,038.75
<b>Total General Services</b>	<b>2,171,044.24</b>	<b>1,965,262.67</b>
<b>Repairs and Maintenance</b>		
Repairs and Maintenance - Infrastructure Assets	9,918,628.69	8,852,514.91
Repairs and Maintenance - Buildings and Other Structures	768,153.00	930,142.38
Repairs and Maintenance - Machinery and Equipment	3,760,657.77	1,961,642.22
Repairs and Maintenance - Transportation Equipment	1,036,481.36	717,850.14
Repairs and Maintenance - Furniture and Fixtures	342,844.50	238,963.63
<b>Total Repairs and Maintenance</b>	<b>15,826,765.32</b>	<b>12,701,113.28</b>
<b>Taxes, Insurance Premiums and Other Fees</b>		
Taxes, Duties and Licenses	2,995,616.19	2,718,751.73
Insurance Expense	201,157.07	32,020.76
<b>Total Taxes Insurance Premiums and Other Fees</b>	<b>3,196,773.26</b>	<b>2,750,772.49</b>
<b>Other Maintenance and Operating Expenses</b>		
Advertising, promotional and Marketing Expenses	-	-
Printing and Publication Expenses	-	-
Representation Expenses	221,632.20	227,439.40
Transportation and Delivery Expenses	-	-
Rent/Lease Expenses	40,000.00	52,750.00
Membership Dues and Contributions to Organization	3,500.00	19,376.00
Donations	-	-
Other Maintenance and Operating Expense	2,321,889.87	1,794,955.04
<b>Total Other Maintenance and Operating Expenses</b>	<b>2,587,022.07</b>	<b>2,094,520.44</b>
<b>Non-Cash Expenses</b>		
<b>Depreciation</b>		
Depreciation - Infrastructure Assets	7,654,361.02	7,438,899.18
Depreciation - Buildings and Other Structures	1,380,320.86	1,260,082.32
Depreciation - Machinery and Equipment	4,877,081.06	4,575,748.43
Depreciation - Transportation Equipment	464,599.32	464,599.32
Depreciation - Furniture, Fixtures and Books	33,083.28	33,083.28
Amortization - Intangible Assets	93,741.21	15,741.66
<b>Total Depreciation</b>	<b>14,503,186.75</b>	<b>13,788,154.19</b>
<b>Impairment Loss</b>		
Impairment Loss - Loans and Receivables	4,307.42	15,239.57
<b>Total Loans and Receivables</b>	<b>4,307.42</b>	<b>15,239.57</b>



<b>Financial Expense</b>		
Documentary Stamps Expenses	-	-
Interest Expenses	-	-
Bank Charges	400.00	515.00
Commitment Fees	-	-
Other Financial Charges	-	-
<b>Total Financial Expenses</b>	<u>400.00</u>	<u>515.00</u>
<b>Total Maintenance and Other Operating Expenses</b>	<u>73,832,266.35</u>	<u>70,984,889.09</u>
<b>Total Current Operating Expense</b>	<u>111,605,938.65</u>	<u>105,573,973.27</u>
<b>Surplus/(Deficit) from Current Operations</b>	<u>25,577,997.28</u>	<u>24,105,772.51</u>
<b>Other Non-Operating Income</b>		
Gains	-	-
Losses	-	(3,720,392.86)
Discount and Rebates	-	-
<b>Surplus/(Deficit) before Tax</b>	<u>25,577,997.28</u>	<u>20,385,379.65</u>
Income Tax Expense/(Benefit)	-	-
<b>Surplus/(Deficit) after Tax</b>	<u>25,577,997.28</u>	<u>20,385,379.65</u>
Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)		
<b>Net Surplus/(Deficit) for the Period</b>	<u>25,577,997.28</u>	<u>20,385,379.65</u>



**METRO VIGAN WATER DISTRICT  
CONDENSED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash Inflow</b>		
Collection of Revenue	141,569,805.01	133,791,537.42
Deposit to Fund Reserves/Other Bank Accounts	461,753.60	400,821.30
Other Cash Inflow	920,180.34	1,695,996.36
<b>Total Cash Inflows</b>	<u>142,951,738.95</u>	<u>135,888,355.08</u>
Adjustments	-	-
<b>Total Adjusted Cash Inflows</b>	<u>142,951,738.95</u>	<u>135,888,355.08</u>
<b>Cash Outflows</b>		
Payment of Expenses	80,482,891.63	85,607,187.54
Purchase of Inventories	21,054,508.30	23,575,700.48
Remittances of Personnel Benefit Contributions and Mandatory Deductions	4,747,714.84	4,115,043.46
Fund Reserves	461,753.60	400,821.30
Other Cash Outflows	741,115.69	1,202,662.30
<b>Total Cash Outflows</b>	<u>107,487,984.06</u>	<u>114,901,415.08</u>
Adjustments	-	-
<b>Total Adjusted Cash Outflows</b>	<u>107,487,984.06</u>	<u>114,901,415.08</u>
<b>Net Cash Provided by/(Used in) Operating Activities</b>	<u>35,463,754.89</u>	<u>20,986,940.00</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Cash Inflows:</b>	-	-
<b>Total Cash Inflows</b>	-	-
<b>Cash Outflows:</b>		
Capital Expenditures	35,468,912.78	13,392,417.58
<b>Total Cash Outflows:</b>	<u>35,468,912.78</u>	<u>13,392,417.58</u>
<b>Net Cash Provided by/(Used in) Investing Activities</b>	<u>(35,468,912.78)</u>	<u>(13,392,417.58)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>Cash Inflows:</b>	-	-
<b>Total Cash Inflows</b>	-	-
<b>Cash Outflows:</b>		
Cash Payment of Loans - LWUA	-	-
Cash Payment of Interest of Loans -LWUA	-	-
<b>Total Cash Outflows:</b>	-	-
<b>Net Cash Provided by/(Used in) Financing Activities</b>	-	-
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	-	-
<b>Effects of Exchange Rate Changes on Cash and Cash Equivalents</b>	-	-
<b>Cash and Cash Equivalents, January 1</b>	<u>12,880,715.89</u>	<u>5,286,193.47</u>
<b>Cash and Cash Equivalents, December 31</b>	<u>12,875,558.00</u>	<u>12,880,715.89</u>

**METRO VIGAN WATER DISTRICT  
DETAILED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash Inflow</b>		
Collection of Revenue	<u>141,569,805.01</u>	<u>133,791,537.42</u>
Collection of Water Sales	131,159,152.21	123,542,896.75
Collection of Sewer Charges	158,307.00	154,487.00
Collection of Registration Fees	371,400.00	374,750.00
Collection of Service Fee	-	-
Collection of Other Business Income	250,107.05	246,082.18
Collection of Fines and Penalties	4,498,250.47	4,178,859.71
Collection of Customer's Deposit	-	-
Sale of Fittings and Pipes	5,116,267.97	5,282,917.41
Interest Income	16,320.31	11,544.37
Other Receipts	<u>1,381,933.94</u>	<u>2,096,817.66</u>
Refunds of Cash Advances/Payroll Fund	91,435.15	69,665.39
Deposit to Fund Reserves/Other Bank Accounts	461,753.60	400,821.30
Other Cash Inflows	828,745.19	1,626,330.97
<b>Total Cash Inflows</b>	<u>142,951,738.95</u>	<u>135,888,355.08</u>
Adjustments	-	-
<b>Total Adjusted Cash Inflows</b>	<u>142,951,738.95</u>	<u>135,888,355.08</u>
<b>Cash Outflows</b>		
Payment of Expenses	<u>80,482,891.63</u>	<u>85,607,187.54</u>
Payment of Salaries	19,202,195.25	18,633,169.54
Payment of Operating Expenses	53,446,572.34	60,236,903.80
Payment of Franchise Tax	2,684,812.27	2,458,914.81
Remittance to BIR-Withholding Taxes from Suppliers	5,149,311.77	4,278,199.39
Purchase of Inventories	<u>21,054,508.30</u>	<u>23,575,700.48</u>
Payment of Supplies and Materials	21,054,508.30	23,575,700.48
Remittances of Personnel Benefit Contributions and Mandatory Deductions	<u>4,747,714.84</u>	<u>4,115,043.46</u>
Employer Share for GSIS, PAG-IBIG, Philhealth, PFRP, MBLIC	4,747,714.84	4,115,043.46
Fund Reserves	<u>461,753.60</u>	<u>400,821.30</u>
Other Cash Outflows	<u>741,115.69</u>	<u>1,202,662.30</u>
<b>Total Cash Outflows</b>	<u>107,487,984.06</u>	<u>114,901,415.08</u>
Adjustments	-	-
<b>Total Adjusted Cash Outflows</b>	<u>107,487,984.06</u>	<u>114,901,415.08</u>
<b>Net Cash Provided by/(Used in) Operating Activities</b>	<u>35,463,754.89</u>	<u>20,986,940.00</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Cash Inflows:</b>		
<b>Total Cash Inflows</b>	<u>-</u>	<u>-</u>
<b>Cash Outflows:</b>		
Capital Expenditures	35,468,912.78	13,392,417.58
<b>Total Cash Outflows:</b>	<u>35,468,912.78</u>	<u>13,392,417.58</u>
<b>Net Cash Provided by/(Used in) Investing Activities</b>	<u>(35,468,912.78)</u>	<u>(13,392,417.58)</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>

**Net Cash Provided by/(Used in) Financing Activities**

-	-
<u>-</u>	<u>-</u>

**Net Increase/(Decrease) in Cash and Cash Equivalents**

-	-
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**Effects of Exchange Rate Changes on Cash and Cash Equivalents**

-	-
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**Cash and Cash Equivalents, January 1**

12,880,715.89	5,286,193.47
<u>12,880,715.89</u>	<u>5,286,193.47</u>

**Cash and Cash Equivalents, December 31**

12,875,558.00	12,880,715.89
<u>12,875,558.00</u>	<u>12,880,715.89</u>

**METRO VIGAN WATER DISTRICT  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED DECEMBER 31, 2024**

<b>Government Equity</b>	<b>Retained Earnings/ (Deficit)</b>	<b>Contributed Capital</b>	<b>TOTAL</b>
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**BALANCE AT DECEMBER 31, 2023**

<u>559,893.87</u>	<u>197,869,773.76</u>	<u>80,413,659.13</u>	<u>278,843,326.76</u>
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**CHANGES IN EQUITY FOR 2024**

Add/(Deduct):

To adjust Prior Year PPEs to conform with Capitalization threshc

(139,571.19)

(139,571.19)

Net Income for the Year 2024.

-

25,577,997.28

-

25,577,997.28

**BALANCE AT DECEMBER 31, 2023**

<u>559,893.87</u>	<u>223,308,199.85</u>	<u>80,413,659.13</u>	<u>304,281,752.85</u>
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# METRO VIGAN WATER DISTRICT

## Notes to Financial Statement For the year ended December 31, 2024

### 1. GENERAL INFORMATION/ENTITY PROFILE

The financial statement of Metro Vigan Water District was authorized for issue on January 28, 2025 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 16,349 water and 192 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 2024, the District was composed of 66 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, 2023 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. Lucita V. Espejo	Member	Women
Mrs. Agustina Ines G. 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.



### **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)



5. Basis for Uncollectible Accounts:

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

**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 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 conditions 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 50,000.00.

**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.

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 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.

**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.

**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. CASH AND CASH EQUIVALENTS

PARTICULARS	As of December 31, 2024	As of December 31, 2023
Cash Collecting Officer - Cashier	376,138.26	207,443.15
Petty Cash	30,000.00	-
Cash in Bank Local Currency-Current Account - DBP	6,437,833.26	4,663,827.92
Cash in Bank Local Currency-Savings Account - DBP	968,585.63	969,975.58
Cash in Bank Local Currency-Savings Account - Government Agencies Payment	10,217.84	10,209.54
Cash in Bank Local Currency-Savings Account – LBP	1,087,606.63	2,917,572.24
Cash in Bank Local Currency-Savings Account - LBP (online)	404,242.08	558,628.13
Cash in Bank Local Currency-Savings Account - LBP (BIR EFPS)	10,025.93	10,018.57
Cash in Bank Local Currency-Savings Account - DBP (HDMF, PHIC)	48.91	-
Cash in Bank Local Currency-Savings Account - DBP Joint Savings Account	2,765,035.51	-
Time Deposits – JSA Reserve Fund	-	2,762,787.76
Time Deposits - DBP - Customer's Deposit	785,823.95	780,253.00
<b>Total Cash and Cash Equivalents</b>	<b><u>12,875,558.00</u></b>	<b><u>12,880,715.89</u></b>



## 6. RECEIVABLES

### 6.1 Loans and Receivables

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Accounts Receivables - Customer	6,150,394.55	5,885,406.59
Accounts Receivables - Fittings	92,286.99	166,629.63
Accounts Receivables - ECQ Balances	36,900.48	42,915.88
Allowance for Impairment - Accounts Receivables	(190,793.58)	(186,486.16)
Receivable – Disallowances/Charges	1,960,320.24	1,960,320.24
<b>Net Value - Accounts Receivable</b>	<b><u>8,049,108.68</u></b>	<b><u>7,868,786.18</u></b>

### 6.2 Aging/Analysis of Receivables

ACCOUNTS	Total	1 - 60 days	61 - 180 days	181 - one year	More than 1 year
Accounts Receivables - Customer	6,150,394.55	2,817,298.74	185,292.60	246,739.70	2,901,063.51
Accounts Receivables - Fittings	92,286.99	-	-	-	92,286.99
Accounts Receivables - ECQ Balan	36,900.48	-	-	-	36,900.48
Receivables - Disallowances	-	-	-	-	-
<b>TOTAL</b>	<b><u>6,279,582.02</u></b>	<b><u>2,817,298.74</u></b>	<b><u>185,292.60</u></b>	<b><u>246,739.70</u></b>	<b><u>3,030,250.98</u></b>

## 7. INVENTORIES

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Office Supplies Inventory	354,536.62	310,309.97
Accountable Forms, Plates and Stickers - Official Receipts	1,198.40	1,198.40
Accountable Forms, Plates and Stickers - Personalized Official Receipts	897,202.50	804,272.50
Accountable Forms, Plates and Stickers - Collector's Official Receipts	21,200.00	21,200.00
Accountable Forms, Plates and Stickers - Collector's Receipts	16,800.00	16,800.00
Fuel, Oil and Lubricants Inventory	-	-
Chemical and Filtering Supplies Inventory	799,000.00	1,070,654.70
Construction Materials Inventory	35,400.00	36,000.00
Other Inventories - Meters	676,198.59	928,778.96
Other Inventories - Service Connection Materials	1,541,445.75	1,995,801.07
Other Inventories - Trans. and Dist. Pipes and Fittings	7,037,452.12	5,233,976.08
Other Inventories - Hydrants	250,840.00	180,116.16
Other Inventories - Chlorinator Spareparts	799,068.00	676,978.92
Other Inventories - Sewer	111,150.00	133,380.00
Other Inventories - Spare Pumps	7,303,908.00	4,367,684.00
Other Inventories - Maintenance Supply	68,464.04	51,532.39
Other Inventories - Janitorial Supply	106,367.82	79,538.23
<b>TOTAL INVENTORIES</b>	<b><u>20,020,231.84</u></b>	<b><u>15,908,221.38</u></b>



## 8. PROPERTY, PLANT AND EQUIPMENT

As of December 31, 2024

	Land	Land Improvement	Water Supply System	Buildings-Administrative Structure and Improvements	Water Plant Structure and Improvement	Office Equipment	Communication Equipment
<b>Carrying Amount, January 1, 2024</b>	52,868,876.55	323,280.00	126,060,753.19	22,873,266.95	7,577,991.66	1,290,029.66	-
<b>Additions/Acquisitions</b>	12,230,625.00	-	17,085,546.74	1,913,035.00	5,461,037.05	718,360.00	-
<b>Total</b>	65,099,501.55	323,280.00	143,146,299.93	24,786,301.95	13,039,028.71	2,008,389.66	-
<b>Disposals/Reclassification/Return</b>	-	-	(508,560.72)	-	(17,342.00)	(153,700.00)	-
<b>Depreciation (As per statement of Financial Performance)</b>	-	-	(7,654,361.02)	(999,245.78)	(381,075.08)	(342,706.22)	-
<b>Accumulated Depreciation from Reclassified Assets</b>	-	-	423,865.01	-	3,501.80	108,712.39	-
<b>Carrying Amount, December 31, 2024 (As per Statement of Financial Position)</b>	65,099,501.55	323,280.00	135,407,243.20	23,787,056.17	12,644,113.43	1,620,695.83	-

<b>Gross Cost (Asset Account Balance per Statement of Financial Position)</b>	65,099,501.55	323,280.00	235,442,312.44	33,385,814.01	15,753,081.08	3,138,676.00	-
<b>Accumulated Depreciation</b>	-	-	(100,035,069.24)	(9,598,757.84)	(3,108,967.65)	(1,517,980.17)	-
<b>Accumulated Impairment Losses</b>	-	-	-	-	-	-	-
<b>Carrying Amount, December 31, 2024 (As per Statement of Financial Position)</b>	65,099,501.55	323,280.00	135,407,243.20	23,787,056.17	12,644,113.43	1,620,695.83	-

Other Equipment	Land Transportation Equipment	Furniture and Fixtures	Construction In Progress-Fence at Bayubay Sur/Norte, San Vicente	Construction In Progress-Infrastructure Assets-Sewerage	Construction In Progress-Building and Other Structures	Computer Software	Total
18,135,123.75	1,571,613.31	93,990.58	-	13,959,646.29	814,920.00	320,608.52	245,890,100.46
6,807,940.00	-	-	-	8,743,742.94	2,276,037.05	-	55,236,323.78
24,943,063.75	1,571,613.31	93,990.58	-	22,703,389.23	3,090,957.05	320,608.52	301,126,424.24
(3,144,775.00)	-	(85,560.00)	-	(13,363,979.77)	(3,090,957.05)	-	(20,364,874.54)
(4,534,374.84)	(464,599.32)	(33,083.28)	-	-	-	(93,741.21)	(14,503,186.75)
2,218,847.52	-	85,331.40	-	-	-	-	2,840,258.12
19,482,761.43	1,107,013.99	60,678.70	-	9,339,409.46	-	226,867.31	269,098,621.07
52,247,458.37	7,121,247.74	183,796.00	-	9,339,409.46	-	947,500.00	422,982,076.65
(32,764,696.94)	(6,014,233.75)	(123,117.30)	-	-	-	(720,632.69)	(153,883,455.58)
-	-	-	-	-	-	-	-
19,482,761.43	1,107,013.99	60,678.70	-	9,339,409.46	-	226,867.31	269,098,621.07



As of December 31, 2023

	Land	Land Improvement	Water Supply System	Buildings- Administrative Structure and Improvements	Water Plant Structure and Improvement	Office Equipment	Communication Equipment
<b>Carrying Amount, January 1, 2023</b>	52,371,713.55	323,280.00	129,391,901.54	22,664,154.39	7,911,273.54	1,154,016.48	-
Additions/Acquisitions	497,163.00	-	4,204,302.03	1,135,913.00	-	577,379.00	-
<b>Total</b>	<b>52,868,876.55</b>	<b>323,280.00</b>	<b>133,596,203.57</b>	<b>23,800,067.39</b>	<b>7,911,273.54</b>	<b>1,731,395.48</b>	-
Disposals/Reclassification/Return			(711,640.00)			(844,760.00)	-
Depreciation (As per statement of Financial Performance)	-	-	(7,438,899.18)	(926,800.44)	(333,281.87)	(308,696.04)	-
Accumulated Depreciation from Reclassified Assets	-	-	615,088.80	-	-	712,090.22	-
<b>Carrying Amount, December 31, 2023 (As per Statement of Financial Position)</b>	<b>52,868,876.55</b>	<b>323,280.00</b>	<b>126,060,753.19</b>	<b>22,873,266.95</b>	<b>7,577,991.67</b>	<b>1,290,029.66</b>	-

<b>Gross Cost (Asset Account Balance per Statement of Financial Position)</b>	52,868,876.55	323,280.00	218,865,326.42	31,472,779.01	10,309,386.03	2,574,016.00	-
Accumulated Depreciation	-	-	(92,804,573.23)	(8,599,512.06)	(2,731,394.36)	(1,283,986.34)	-
Accumulated Impairment Losses	-	-	-	-	-	-	-
<b>Carrying Amount, December 31, 2023 (As per Statement of Financial Position)</b>	<b>52,868,876.55</b>	<b>323,280.00</b>	<b>126,060,753.19</b>	<b>22,873,266.95</b>	<b>7,577,991.67</b>	<b>1,290,029.66</b>	-

Kitchen Equipment	Other Equipment	Land Transportation Equipment	Furniture and Fixtures	Construction In Progress-Fence at Bayubay Sur/Norte, San Vicente	Construction In Progress-Infrastructure Assets-Sewerage	Construction In Progress-Building and Other Structures-Rest Room at Taguiporo	Total
-	17,195,365.89	2,036,212.63	127,073.86	-	9,254,489.68	6,150.00	242,435,631.56
-	5,824,854.00	-	-	-	5,853,912.06	1,944,683.00	20,038,206.09
-	23,020,219.89	2,036,212.63	127,073.86	-	15,108,401.74	1,950,833.00	262,473,837.65
-	(6,770,262.50)	-	-	-	(1,148,755.45)	(1,135,913.00)	(10,611,330.95)
-	(10,083,711.90)	(464,599.32)	(33,083.28)	-	-	-	(19,589,072.03)
-	11,968,878.26	-	-	-	-	-	13,296,057.28
-	18,135,123.75	1,571,613.31	93,990.58	-	13,959,646.29	814,920.00	245,569,491.94
-	48,584,293.37	7,121,247.74	269,356.00	-	13,959,646.29	814,920.00	387,163,127.41
-	(30,449,169.62)	(5,549,634.43)	(175,365.42)	-	-	-	(141,593,635.46)
-	-	-	-	-	-	-	-
-	18,135,123.75	1,571,613.31	93,990.58	-	13,959,646.29	814,920.00	245,569,491.94



## 9. INTANGIBLE ASSETS

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Computer Software	947,500.00	947,500.00
Accumulated Amortization - Computer Software	(720,632.69)	(626,891.48)
<b>TOTAL OTHER ASSETS</b>	<b><u>226,867.31</u></b>	<b><u>320,608.52</u></b>

## 10. OTHER ASSETS

### 10.1 Current and Non-Current Other Assets

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Advances for Payroll	922.73	-
Withholding Tax at Source - Franchise Tax	34,989.31	26,753.91
Other Assets	1,414,481.87	885,339.01
<b>TOTAL OTHER ASSETS</b>	<b><u>1,450,393.91</u></b>	<b><u>912,092.92</u></b>

## 11. FINANCE LIABILITIES

### 11.1 Payables

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Accounts Payables - Suppliers	1,612,079.73	431,454.37
Due to Officers and Employees	465,752.84	519,793.70
<b>TOTAL FINANCIAL LIABILITIES</b>	<b><u>2,077,832.57</u></b>	<b><u>951,248.07</u></b>

**12. INTER-AGENCY PAYABLES**

<b>ACCOUNTS</b>	<b>As of December 31, 2024</b>	<b>As of December 31, 2023</b>
Due to BIR	691,767.06	676,149.18
Due to GSIS-Employee Premium Contribution	81,166.63	312.45
Due to GSIS-Salary Loan	1,311.64	1,311.64
Due to GSIS - Emergency Loan	-	0.30
Due to GSIS - Life Retirement Insurance Contributions	108,136.03	413.61
Due to GSIS - ECC Contributions	-	200.00
Due to GSIS - ECC Contributions	1,145.22	-
Due to Pag-ibig-Multi-Purpose Loan	-	-
Due to Philhealth - Employee Contribution	649.19	47,200.00
Due to SSS	285.00	-
Others - COA	740,373.53	-
Due to MVWD Provident Fund - Multi-purpose Loan	-	857.80
Trust Liabilities - Bid Documents	-	10,000.00
<b>TOTAL INTER-AGENCY PAYABLE</b>	<b><u>1,624,834.30</u></b>	<b><u>736,444.98</u></b>

**13. OTHER PAYABLES**

<b>ACCOUNTS</b>	<b>As of December 31, 2024</b>	<b>As of December 31, 2023</b>
Other Payables-Cordillera Bank	-	11,544.94
<b>TOTAL DEFERRED CREDITS</b>	<b><u>-</u></b>	<b><u>11,544.94</u></b>

**14. GUARANTY/SECURITY DEPOSITS PAYABLE**

Guaranty Deposits amounting P 339,383.51 represents suppliers retention money.

**15. CUSTOMER'S DEPOSIT**

Customer's Deposit amounting P 590,290.00 represents concessionaires' unrefunded bill deposit.



## 16. TRUST LIABILITIES

Trust Liabilities amounting P 1,841,236.03 represents MVWD's disallowance payment on installment.

## 17. OTHER DEFERRED CREDITS

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Unearned Income	479,332.19	392,702.66
Other Deferred Credits - Guarantee Deposit	259,400.00	139,400.00
<b>TOTAL DEFERRED CREDITS</b>	<b><u>738,732.19</u></b>	<b><u>532,102.66</u></b>

## 18. SERVICE AND BUSINESS INCOME

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Metered Sales	131,596,142.76	124,436,456.58
Other Sales or Service - Sewer	162,071.00	162,645.00
Penalty Charges	4,456,383.77	4,161,522.22
Penalty Charges - Illegal Connections	18,000.00	-
Fines and Penalties	1,000.00	1,350.00
Miscellaneous Service Revenue	364,800.00	375,989.80
Other Water Revenues	248,350.00	240,150.00
Other Income - Sale of Fittings and Pipes	320,868.09	290,087.81
Interest Income	16,320.31	11,544.37
<b>TOTAL SERVICE AND BUSINESS INCOME</b>	<b><u>137,183,935.93</u></b>	<b><u>129,679,745.78</u></b>

## 19. PERSONNEL SERVICES

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Salaries and Wages-Regular-Source of Supply Expense-Operation Supervision	1,914,556.00	2,333,822.00
Salaries and Wages-Regular-Source of Supply Exp.-Operation Labor	422,390.50	397,032.00
Salaries and Wages-Regular-Pumping Expense-Pumping Labor	2,702,069.01	2,320,188.00
Salaries and Wages-Regular-Transmission and Dist. Exp.-Maintenance Supervision	3,870,585.02	3,501,012.00
Salaries and Wages-Regular-Customer Account Expense-Supervision	-	-
Salaries and Wages-Regular-Customer Account Expense-Meter Reading	2,066,263.00	1,914,374.50
Salaries and Wages-Regular-Customer Account Expense-Customer Records and Collection	955,586.00	853,212.00
Salaries and Wages-Regular-Administrative and General	2,718,069.00	2,541,756.00
Salaries and Wages-Others-Office of the General Manager	2,305,277.00	2,051,460.00
Salaries and Wages - Others - Operation Division Staff	1,923,737.45	1,591,200.00
Salaries and Wages - Others - Finance & Commercial Staff	2,703,370.00	2,425,884.00
PERA-Source of Supply Exp.-Operation Supervision	48,000.00	63,777.77
PERA-Source of Supply Expense-Operation Labor	47,000.00	48,000.00
PERA-Pumping Expense-Pumping Labor	259,000.00	240,000.00
PERA-Transmission and Distribution Expense-Maint. Supervision	348,272.72	336,000.00
PERA-Customer Account Expense-Supervision	-	-
PERA-Customer Account Expense-Meter Reading	192,000.00	193,000.00
PERA-Customer Account Expense-Customer Records & Coll.	48,000.00	48,000.00
PERA-Administrative and General	268,000.00	288,000.00
PERA - Others - Office of the General Manager	72,000.00	72,000.00
PERA - Others - Operation Division Staff	186,636.20	144,000.00
PERA - Others - Finance & Commercial Division Staff	96,000.00	96,000.00
Representation Allowance (RA)	318,000.00	320,913.04
Transportation Allowance (TA)	318,000.00	320,913.04
Clothing/Uniform Allowance	462,000.00	384,000.00



Overtime & Night Pay-Source of Supply Exp.-Operation Supervision	107,769.14	66,834.06
Overtime & Night Pay-Source of Supply Expense-Operation Labor	41,676.16	14,284.32
Overtime & Night Pay-Pumping Expense-Pumping Labor	277,714.37	123,296.73
Overtime & Night Pay-Transmission and Distribution Expense-Maint. Supervision	521,574.87	257,319.21
Overtime & Night Pay-Customer Account Expense-Supervision	-	-
Overtime & Night Pay-Customer Account Expense-Meter Reading	329,836.87	314,776.42
Overtime & Night Pay-Customer Account Expense-Customer Records & Coll.	47,347.21	17,680.36
Overtime & Night Pay-Administrative and General	132,406.01	37,571.56
Overtime & Night Pay - Others - Office of the General Manager	84,426.53	48,888.57
Overtime & Night Pay - Others - Operation Division Staff	136,334.79	93,712.46
Overtime & Night Pay - Others - Finance & Commercial Division Staff	73,912.66	2,184.70
Year End Bonus-Source of Supply Exp.-Operation Supervision	161,841.00	206,364.40
Year End Bonus-Source of Supply Expense-Operation Labor	36,278.00	33,086.00
Year End Bonus-Pumping Expense-Pumping Labor	231,735.00	193,349.00
Year End Bonus-Transmission and Distribution Expense-Maint. Supervision	314,359.00	291,751.00
Year End Bonus-Customer Account Expense-Supervision	-	-
Year End Bonus-Customer Account Expense-Meter Reading	173,825.00	158,655.00
Year End Bonus-Customer Account Expense-Customer Records * Coll.	80,908.00	71,101.00
Year End Bonus - Administrative and General	228,180.00	211,813.00
Year End Bonus - Others - Office of the General Manager	195,349.00	170,955.00
Year End Bonus - Others - Operation Division Staff	160,796.00	132,600.00
Year End Bonus - Others - Finance & Commercial Division Staff	227,223.00	202,157.00
Cash Gift - Source of Supply Exp.-Operation Supervision	10,000.00	14,000.00
Cash Gift - Source of Supply Expense-Operation Labor	10,000.00	10,000.00
Cash Gift - Pumping Expense-Pumping Labor	55,000.00	50,000.00
Cash Gift - Transmission and Distribution Expense-Maint. Supervision	72,000.00	70,000.00
Cash Gift - Customer Account Expense-Supervision	-	-
Cash Gift - Customer Account Expense-Meter Reading	40,000.00	40,000.00
Cash Gift - Customer Account Expense-Customer Records * Coll.		



	10,000.00	10,000.00
Cash Gift - Administrative and General	55,000.00	55,000.00
Cash Gift - Others - Office of the General Manager	15,000.00	15,000.00
Cash Gift - Others - Operation Division Staff	40,000.00	35,000.00
Cash Gift - Others - Finance & Commercial Division Staff	20,000.00	20,000.00
Mid-Year Bonus- Source of Supply Exp.-Operation Supervision	158,555.00	222,365.00
Mid-Year Bonus - Source of Supply Exp.-Operation Labor	18,689.00	33,086.00
Mid-Year Bonus - Pumping Exp.-Pumping Labor	226,949.00	193,349.00
Mid-Year Bonus - Trans.& Distribution Exp-Maintenance	311,522.00	291,751.00
Mid-Year Bonus - Cust.Acct.Exp.-Meter Reading	172,898.00	158,655.00
Mid-Year Bonus - Cust.Acct.Exp.-Customer Records & Coll.	79,079.00	71,101.00
Mid-Year Bonus - Administrative and General Services	210,678.00	211,813.00
Mid-Year Bonus - Others-Office of the Manager	190,529.00	170,955.00
Mid-Year Bonus - Others-Operation Div. Staff	160,336.00	132,600.00
Mid-Year Bonus - Others-Finance & Commercial Div. Staff	224,320.00	202,157.00
Director's and Committee Member's Fee	760,500.00	760,500.00
Other Bonuses & Allow.-Source of Supply Exp.-Operation Supervision	70,000.00	50,000.00
Other Bonuses and Allows.-Source of Supply Expense-Operation Labor	50,000.00	50,000.00
Other Bonuses and Allows.-Pumping Expense-Pumping Labor	320,282.00	250,000.00
Other Bonuses and Allows.-Transmission and Distribution Expense-Maint. Supervision	395,000.00	350,000.00
Other Bonuses and Allows-Customer Account Expense-Supervision	-	-
Other Bonuses and Allows.-Customer Account Expense-Meter Reading	200,000.00	230,400.00
Other Bonuses and Allows.-Customer Account Expense-Customer Records & Coll.	89,600.00	59,600.00
Other Bonuses and Allows.-Administrative and General	326,448.00	275,000.00
Other Bonuses and Allows. - Others - Office of the General Manager	124,600.00	84,600.00
Other Bonuses and Allows. - Others - Operation Division Staff	200,000.00	175,000.00
Other Bonuses and Allows. - Others - Finance & Commercial Division Staff	100,000.00	100,000.00
Retirement and Life Insurance Premiums	2,591,325.87	2,390,850.04
Pag-IBIG Contributions	149,500.00	76,300.00



Philhealth Contributions	500,733.84	374,912.72
Employees Compensation Insurance Premium (ECC)	78,200.00	76,900.00
Terminal Leave Benefits - Retirement	155,093.32	252,099.58
Vacation and Sick Leave - Monetization	1,773,529.76	1,893,165.70
Other Personnel Benefit Contributions (MBLIC)	-	-
<b>TOTAL PERSONAL SERVICES</b>	<b><u>37,773,672.30</u></b>	<b><u>34,589,084.18</u></b>

## 20. MAINTENANCE AND OTHER OPERATING EXPENSES

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Travel Expense	399,813.25	304,938.56
Training Expenses	219,300.00	90,000.00
Scholarship Grants/Expenses	-	-
Office Supplies Expense	751,185.58	634,852.36
Accountable Forms Expenses	825,070.00	729,352.50
Fuel, Oil and Lubricants Expense	1,729,431.28	1,801,543.16
Other Supplies and Materials Expenses	-	-
Electricity Expense-Administrative	838,114.70	707,012.33
Postage and Courier Services	7,257.00	8,131.00
Telephone Expense-Landline	125,689.28	131,028.62
Telephone Expense-Mobile	152,911.16	178,648.62
Internet Expense	-	-
Awards/Rewards Expenses	2,500.00	5,000.00
Generation, Transmission & Dist. Expense-Fuel for Power Production	1,393,148.57	1,079,057.60
Generation, Transmission & Dist. Expense-Pumping Operations	4,720,901.91	4,302,018.75
Generation, Transmission & Dist. Expense-Power/Fuel Purchased for Pumping		

	20,672,136.33	24,926,547.18
Generation, Transmission & Dist. Expense-Chemicals, Filtering and Laboratory Supplies Expense	2,710,404.70	2,516,316.90
Generation, Transmission & Dist. Expense-Transmission and Distribution Engineering Expense	-	-
Extraordinary and Miscellaneous Expenses	127,530.00	110,177.45
Legal Services	127,000.00	120,000.00
Auditing Services	740,373.53	24,686.42
Security Services	615,665.40	597,223.92
General Services	1,555,378.84	1,313,058.75
Computer Data Processing Services	-	52,000.00
Other Professional Services	-	2,980.00
Maintenance-Springs and Tunnels	477,269.00	398,850.00
Maintenance-Supply Mains	25,353.00	2,000.00
Maintenance-Reservoirs and Tanks	-	-
Maintenance-Transmission and Distribution Maintenance	6,213,833.89	5,920,958.39
Maintenance-Services	1,877,965.36	1,822,446.73
Maintenance-Hydrants	340,076.44	187,420.06
Maintenance-Other Plants	984,131.00	520,839.73
Maintenance of Pumping Plant-Structures and Improvements	453,135.50	97,414.00
Maintenance Of Gen. Admin.-Structures and Improvements	315,017.50	832,728.38
Repair & Maintenance-Other Machine & Equipt.-Power Production Equipment	788,195.27	557,026.14
Repair & Maintenance-Other Machine & Equipt.-Pumping Equipment	121,219.00	154,762.00
Repair & Maintenance-Other Machine & Equipt.-Water Treatment Equipment	884,120.49	215,959.93
Repair & Maintenance-Other Machine & Equipt.-Tools, Shop and Garage Equipment	810,091.76	440,869.39
Repairs and Maintenance-Office Equipment	1,145,421.25	593,024.76
Repairs and Maintenance-Kitchen Equipment	11,610.00	-
Repairs and Maintenance-Land Transport Equipment	1,036,481.36	717,850.14
Repair and Maintenance - Furnitures and Fixtures	342,844.50	238,963.63
Taxes, Duties and Licenses	161,942.56	41,430.00
Franchise and Regulatory Requirements Expense	2,833,673.63	2,677,321.73



Transfer Taxes	-	-
Insurance Expense	201,157.07	32,020.76
Advertising, Promotional and Marketing Expenses	-	-
Printing Expense	-	-
Representation Expenses	221,632.20	227,439.40
Freight and Handling	-	-
Rent/Lease Expense	40,000.00	52,750.00
Membership Dues and Contributions to Organizations	3,500.00	19,376.00
Donations	-	-
Other Maintenance and Operating Expense	2,321,889.87	1,794,955.04
Depreciation-Wells	616,137.00	566,028.24
Depreciation-Reservoirs	217,778.04	215,417.12
Depreciation-Transmission and Distribution Mains.	5,394,466.68	5,394,466.68
Depreciation - Meters	214,436.28	315,850.68
Depreciation-Hydrants	9,299.90	12,306.44
Depreciation-Other PPE	1,202,243.12	934,830.02
Depreciation - Other Source of Supply Plant	6,750.00	6,750.00
Depreciation-Pumping Plant-Structures and Improvements	374,325.08	326,531.88
Depreciation-Office Building	999,245.78	926,800.44
Depreciation-Power Production Equipment	1,115,598.68	1,118,784.48
Depreciation-Pumping Equipment	2,802,974.28	2,699,853.89
Depreciation-Water Treatment Equipment	397,173.84	280,428.84
Depreciation-Tools, Shop and Garage Equipment	227,078.04	182,940.21
Depreciation-Office Equipments	228,757.56	118,007.71
Depreciation-IT Equipment	105,498.66	175,733.30
Depreciation Expense - Communication Equipment	-	-
Depreciation Expense - Kitchen Equipment	-	-
Depreciation-Land Transport Equipment	464,599.32	464,599.32
Depreciation-Furnitures and Fixtures		

	33,083.28	33,083.28
Amortization - Intangible Assets	93,741.21	15,741.66
Uncollectible Accounts (Bad Debts)	4,307.42	15,239.57
<b>TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES</b>	<b><u>73,831,866.35</u></b>	<b><u>70,984,374.09</u></b>

## 21. FINANCIAL EXPENSES

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Interest Expenses	-	-
Bank Charges	400.00	515.00
Other Financial Expenses	-	-
<b>TOTAL FINANCIAL EXPENSE</b>	<b><u>400.00</u></b>	<b><u>515.00</u></b>

## 22. LOSSES

ACCOUNTS	As of December 31, 2024	As of December 31, 2023
Other Losses - Unserviceable PPE	-	3,720,392.86
<b>TOTAL LOSSES</b>	<b><u>-</u></b>	<b><u>3,720,392.86</u></b>



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

<b>PARTICULARS</b>	<b>As of December 31, 2024</b>	<b>As of December 31, 2023</b>
<b>Cash Inflows</b>		
Collection of Water Sales	131,159,152.21	123,542,896.75
Collection of Sewer Charges	158,307.00	154,487.00
Collection of Registration Fees	371,400.00	374,750.00
Collection of Service Fee	-	-
Collection of Other Business Income	250,107.05	246,082.18
Collection of Fines and Penalties	4,498,250.47	4,178,859.71
Collection of Customer's Deposit	-	-
Refunds of Cash Advances/Payroll Fund	91,435.15	69,665.39
Sale of Fittings and Pipes	5,116,267.97	5,282,917.41
Interest Income	16,320.31	11,544.37
Deposit to Fund Reserves/Other Bank Accounts	461,753.60	400,821.30
Other Cash Inflows	828,745.19	1,626,330.97
<b>Total Cash Inflows</b>	<b><u>142,951,738.95</u></b>	<b><u>135,888,355.08</u></b>
<b>Cash Outflows:</b>		
Payment of Salaries	19,202,195.25	18,633,169.54
Employer share for GSIS, PAG-IBIG, Philhealth, PFRP, MBLIC	4,747,714.84	4,115,043.46
Purchase of Supplies and Materials	21,054,508.30	23,575,700.48
Payment of Operating Expenses	53,446,572.34	60,236,903.80
Payment of Franchise Tax	2,684,812.27	2,458,914.81
Fund Reserves	461,753.60	400,821.30
Remittance to BIR-Withholding Taxes from Suppliers	5,149,311.77	4,278,199.39
Other Cash Outflow:	741,115.69	1,202,662.30
<b>Total Cash Outflows</b>	<b><u>107,487,984.06</u></b>	<b><u>114,901,415.08</u></b>
<b>TOTAL CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b><u>35,463,754.89</u></b>	<b><u>20,986,940.00</u></b>
Cash Flows from Investing Activities		
Cash Inflows:	-	-
<b>Total Cash Inflows</b>	<b><u>-</u></b>	<b><u>-</u></b>



**METRO VIGAN WATER DISTRICT**  
**P. Burgos St., Solid West, Vigan City, Ilocos Sur**  
**PRE-CLOSING TRIAL BALANCE**  
As of December 31, 2024

ACCOUNT TITLE	Beginning Balance		Transaction Entries		Ending Balance	
	Debit	Credit	Debit	Credit	Debit	Credit
Cash Collecting Officer-Cashier	207,443.15		139,143,000.25	138,974,305.14	376,138.26	
Petty Cash / Working Fund	-		30,000.00	-	30,000.00	
Payroll Fund	-		-	-	-	
Current Account	4,663,827.92		144,748,809.86	142,974,804.52	6,437,833.26	
Savings Account	4,466,404.06		6,544,800.48	5,765,442.01	5,245,762.53	
Time Deposits	3,543,040.76		7,394.79	2,764,611.60	785,823.95	
Accounts Receivables - Customer	6,094,952.10		133,360,877.39	133,176,247.47	6,279,582.02	
Allowance for Impairment - Accounts Receivables		186,486.16	-	4,307.42		190,793.58
Due from Officers and Employees	-		219.29	71.34	147.95	
Receivables - Disallowances	1,960,320.24		-	-	1,960,320.24	
Office Supplies Inventory	310,309.97		538,284.24	494,057.59	354,536.62	
Accountable Forms, Plates and Stickers Inventory	843,470.90		918,000.00	825,070.00	936,400.90	
Fuel, Oil and Lubricants Inventory	-		-	-	-	
Chemical and Filtering Supplies Inventory	1,070,654.70		2,397,000.00	2,668,654.70	799,000.00	
Construction Materials Inventory	36,000.00		283,200.00	283,800.00	35,400.00	
Other Supplies and Materials Inventory - Meter	13,647,785.81		27,128,219.30	22,881,110.79	17,894,894.32	
Semi-Expendable Office Equipment	-		578,919.00	578,919.00	-	
Semi-Expendable Information & Comm. Technology Equip	-		413,043.00	413,043.00	-	
Semi-Expendable Communication Equipment	-		-	-	-	
Semi-Expendable Other Machinery and Equipment	-		46,918.00	46,918.00	-	
Semi-Expendable Furniture and Fixtures	-		704,644.75	704,644.75	-	
Construction in Progress - Fence at Bayubay Sur/Norte, San Vicente	-		236,626.00	236,626.00	-	
Land	52,868,876.55		12,230,625.00	-	65,099,501.55	
Land Improvements	323,280.00		-	-	323,280.00	
Water Supply Systems	218,865,326.42		17,085,546.74	508,560.72	235,442,312.44	
Accumulated Depreciation - Wells		92,804,573.23	423,865.01	7,654,361.02		100,035,069.24
Administrative Structure and Improvements	31,472,779.01		1,913,035.00	-	33,385,814.01	
Accumulated Depreciation - Office Building		8,599,512.06	-	999,245.78		9,598,757.84
Source of Supply Plant, Structures and Improvements	10,309,386.03		5,461,037.05	17,342.00	15,753,081.08	
Accumulated Depreciation-Source of Supply Plant, Structures & Improvements		2,731,394.37	3,501.80	381,075.08		3,108,967.65
Office Equipments	2,574,016.00		718,360.00	153,700.00	3,138,676.00	
Accumulated Depreciation - Office Equipments		1,283,986.34	108,712.39	342,706.22		1,517,980.17
Communication Equipment	-		-	-	-	
Accumulated Depreciation-Communication Equipment		-	-	-	-	
Kitchen Equipment	-		-	-	-	
Accumulated Depreciation-Kitchen Equipment		-	-	-	-	
Other Equipment	48,584,293.37		6,807,940.00	3,144,775.00	52,247,458.37	
Accumulated Depreciation - Other Equipment		30,449,169.62	2,218,847.52	4,534,374.84		32,764,696.94
Land Transport Equipment	7,121,247.74		-	-	7,121,247.74	
Accumulated Depreciation - Land Transport Equipment		5,549,634.43	-	464,599.32		6,014,233.75
Furnitures and Fixtures	269,356.00		-	85,560.00	183,796.00	



Accumulated Depreciation - Furniture and Fixtures			175,365.42	85,331.40	33,083.28		123,117.30
Construction in Progress - Infrastructure Assets	13,959,646.29			8,743,742.94	13,363,979.77	9,339,409.46	
Construction in Progress - Buildings & Other Structures	814,920.00			2,276,037.05	3,090,957.05	-	
Computer Software	947,500.00			-	-	947,500.00	
Accumulated Amortization - Computer Software			626,891.48	-	93,741.21		720,632.69
Deferred Tax Asset	-			-	-	-	
Advances for Operating Expenses	-			-	-	-	
Advances for Payroll	-			15,175,151.74	15,174,229.01	922.73	
Advances to Officers and Employees	-			487,190.00	487,190.00	-	
Advances to Contractors				-	-	-	
Withholding Tax at Source - Franchise Tax	26,753.91			141,478.88	133,243.48	34,989.31	
Other Assets	885,339.01			991,108.41	461,965.55	1,414,481.87	
Accounts Payables - Suppliers			431,454.37	11,267,047.60	12,447,672.96		1,612,079.73
Due to Officers and Employees			519,793.70	64,951.25	10,910.39		465,752.84
Due to BIR			676,149.18	5,828,718.39	5,844,336.27		691,767.06
Due to GSIS			2,238.00	6,301,526.33	6,491,047.85		191,759.52
Due to Pag-ibig			-	685,312.89	685,312.89		-
Due to Philhealth			47,200.00	1,172,581.32	1,126,030.51		649.19
Due to SSS			-	180,120.00	180,405.00		285.00
Others			-	-	740,373.53		740,373.53
Due to Other Funds			857.80	3,156,382.28	3,155,524.48		-
Trust Liabilities			10,000.00	10,000.00	-		-
Security Deposit Payable			144,880.83	196,280.00	390,782.68		339,383.51
Customer's Deposits Payable			590,290.00	-	-		590,290.00
Trust Liabilities - Disallowance/Charges			1,650,078.59	-	191,157.44		1,841,236.03
Other Deferred Credits			532,102.66	4,685,198.51	4,891,828.04		738,732.19
Deferred Tax Liabilities (Taxes Deducted fr. Water Payment)			-	-	-		-
Other Payables			11,544.94	5,537,876.32	5,526,331.38		-
Government Equity			559,893.87	-	-		559,893.87
Contributed Capital			80,413,659.13	-	-		80,413,659.13
Retained Earnings (Deficit)			197,869,773.76	139,571.19	-		197,730,202.57
Sales Revenue			-	1,348,190.78	133,106,404.54		131,758,213.76
Interest Income			-	141.27	16,461.58		16,320.31
Fines and Penalties - Business Income			-	23,866.70	4,499,250.47		4,475,383.77
Other Business Income			-	-	320,868.09		320,868.09
Income From Grants			-	-	-		-
Gain/Loss on Sale of Disposed Asset			-	-	-		-
Miscellaneous Service Revenue			-	-	-		-
Miscellaneous Income			-	350.00	613,500.00		613,150.00
Salaries and Wages-Regular-Source of Supply Exp.-Operation Supervision	-		-	21,581,902.98	-	21,581,902.98	
PERA-Source of Supply Exp-Operation Supervision	-		-	1,564,908.92	-	1,564,908.92	
Representation Allowance	-		-	318,000.00	-	318,000.00	
Transportation Allowance	-		-	318,000.00	-	318,000.00	
Clothing/Uniform Allowance	-		-	462,000.00	-	462,000.00	
Overtime & Night Pay - Source of Supply Exp. - Operation Supervision	-		-	1,752,998.61	-	1,752,998.61	
Year End Bonus - Source of Supply Exp. - Operation Supervision	-		-	1,810,494.00	-	1,810,494.00	
Cash Gift - Source of Supply Exp. - Operation Supervision	-		-	327,000.00	-	327,000.00	
Mid-Year Bonus	-		-	1,753,555.00	-	1,753,555.00	
Director's and Committee Member's Fee	-		-	760,500.00	-	760,500.00	







**METRO VIGAN WATER DISTRICT**  
P. Burgos St., Solid West, Vigan City, Ilocos Sur  
**POST-CLOSING TRIAL BALANCE**  
As of December 31, 2024

ACCOUNT TITLE	Beginning Balance		Transaction Entries		Ending Balance	
	Debit	Credit	Debit	Credit	Debit	Credit
Cash Collecting Officer-Cashier	207,443.15		139,143,000.25	138,974,305.14	376,138.26	
Petty Cash / Working Fund	-		30,000.00	-	30,000.00	
Payroll Fund	-		-	-	-	
Current Account	4,663,827.92		144,748,809.86	142,974,804.52	6,437,833.26	
Savings Account	4,466,404.06		6,544,800.48	5,765,442.01	5,245,762.53	
Time Deposits	3,543,040.76		7,394.79	2,764,611.60	785,823.95	
Accounts Receivables - Customer	6,094,952.10		133,360,877.39	133,176,247.47	6,279,582.02	
Allowance for Impairment - Accounts Receivables		186,486.16	-	4,307.42		190,793.58
Due from Officers and Employees	-		219.29	71.34	147.95	
Receivables - Disallowances	1,960,320.24		-	-	1,960,320.24	
Office Supplies Inventory	310,309.97		538,284.24	494,057.59	354,536.62	
Accountable Forms, Plates and Stickers Inventory	843,470.90		918,000.00	825,070.00	936,400.90	
Fuel, Oil and Lubricants Inventory	-		-	-	-	
Chemical and Filtering Supplies Inventory	1,070,654.70		2,397,000.00	2,668,654.70	799,000.00	
Construction Materials Inventory	36,000.00		283,200.00	283,800.00	35,400.00	
Other Supplies and Materials Inventory - Meter	13,647,785.81		27,128,219.30	22,881,110.79	17,894,894.32	
Semi-Expendable Office Equipment	-		578,919.00	578,919.00	-	
Semi-Expendable Information & Commun. Technology Equip	-		413,043.00	413,043.00	-	
Semi-Expendable Communication Equipment	-		46,918.00	46,918.00	-	
Semi-Expendable Other Machinery and Equipment	-		704,644.75	704,644.75	-	
Semi-Expendable Furniture and Fixtures	-		236,626.00	236,626.00	-	
Construction in Progress - Fence at Bayubay Sur/Norte, San Vicente	-		-	-	-	
Land	52,868,876.55		12,230,625.00	-	65,099,501.55	
Land Improvements	323,280.00		-	-	323,280.00	
Water Supply Systems	218,865,326.42		17,085,546.74	508,560.72	235,442,312.44	
Accumulated Depreciation - Wells		92,804,573.23	423,865.01	7,654,361.02		100,035,069.24
Administrative Structure and Improvements	31,472,779.01		1,913,035.00	-	33,385,814.01	
Accumulated Depreciation - Office Building		8,599,512.06	-	999,245.78		9,598,757.84
Source of Supply Plant, Structures and Improvements	10,309,386.03		5,461,037.05	17,342.00	15,753,081.08	
Accumulated Depreciation-Source of Supply PLant, Structures & Improven		2,731,394.37	3,501.80	381,075.08		3,108,967.65
Office Equipments	2,574,016.00		718,360.00	153,700.00	3,138,676.00	
Accumulated Depreciation - Office Equipments		1,283,986.34	108,712.39	342,706.22		1,517,980.17
Communication Equipment	-		-	-	-	
Accumulated Depreciation-Communication Equipment		-	-	-	-	
Kitchen Equipment	-		-	-	-	
Accumulated Depreciation-Kitchen Equipment		-	-	-	-	
Other Equipment	48,584,293.37		6,807,940.00	3,144,775.00	52,247,458.37	
Accumulated Depreciation - Other Equipment		30,449,169.62	2,218,847.52	4,534,374.84		32,764,696.94
Land Transport Equipment	7,121,247.74		-	-	7,121,247.74	
Accumulated Depreciation - Land Transport Equipment		5,549,634.43	-	464,599.32		6,014,233.75
Furnitures and Fixtures	269,356.00		-	85,560.00	183,796.00	



Accumulated Depreciation - Furniture and Fixtures			175,365.42	85,331.40	33,083.28		123,117.30
Construction in Progress - Infrastructure Assets	13,959,646.29			8,743,742.94	13,363,979.77	9,339,409.46	
Construction in Progress - Buildings & Other Structures	814,920.00			2,276,037.05	3,090,957.05	-	
Computer Software	947,500.00			-	-	947,500.00	
Accumulated Amortization - Computer Software			626,891.48	-	93,741.21		720,632.69
Deferred Tax Asset	-			-	-	-	
Advances for Operating Expenses	-			-	-	-	
Advances for Payroll	-			15,175,151.74	15,174,229.01	922.73	
Advances to Officers and Employees	-			487,190.00	487,190.00	-	
Advances to Contractors				-	-	-	
Withholding Tax at Source - Franchise Tax	26,753.91			141,478.88	133,243.48	34,989.31	
Other Assets	885,339.01			991,108.41	461,965.55	1,414,481.87	
Accounts Payables - Suppliers			431,454.37	11,267,047.60	12,447,672.96		1,612,079.73
Due to Officers and Employees			519,793.70	64,951.25	10,910.39		465,752.84
Due to BIR			676,149.18	5,828,718.39	5,844,336.27		691,767.06
Due to GSIS			2,238.00	6,301,526.33	6,491,047.85		191,759.52
Due to Pag-ibig			-	685,312.89	685,312.89		-
Due to Philhealth			47,200.00	1,172,581.32	1,126,030.51		649.19
Due to SSS			-	180,120.00	180,405.00		285.00
Others			-	-	740,373.53		740,373.53
Due to Other Funds			857.80	3,156,382.28	3,155,524.48		-
Trust Liabilities			10,000.00	10,000.00	-		-
Security Deposit Payable			144,880.83	196,280.00	390,782.68		339,383.51
Customer's Deposits Payable			590,290.00	-	-		590,290.00
Trust Liabilities - Disallowance/Charges			1,650,078.59	-	191,157.44		1,841,236.03
Other Deferred Credits			532,102.66	4,685,198.51	4,891,828.04		738,732.19
Deferred Tax Liabilities (Taxes Deducted fr. Water Payment)			-	-	-		-
Other Payables			11,544.94	5,537,876.32	5,526,331.38		-
Government Equity			559,893.87	-	-		559,893.87
Contributed Capital			80,413,659.13	-	-		80,413,659.13
Retained Earnings/(Deficit)			197,869,773.76	139,571.19	25,577,997.28		223,308,199.85
Sales Revenue			-	133,106,404.54	133,106,404.54		-
Interest Income			-	16,461.58	16,461.58		-
Fines and Penalties - Business Income			-	4,499,250.47	4,499,250.47		-
Other Business Income			-	320,868.09	320,868.09		-
Income From Grants			-	-	-		-
Gain/Loss on Sale of Disposed Asset			-	-	-		-
Miscellaneous Service Revenue			-	-	-		-
Miscellaneous Income			-	613,500.00	613,500.00		-
Salaries and Wages-Regular-Source of Supply Exp.-Operation Supervision			-	21,581,902.98	21,581,902.98		-
PERA-Source of Supply Exp.-Operation Supervision			-	1,564,908.92	1,564,908.92		-
Representation Allowance			-	318,000.00	318,000.00		-
Transportation Allowance			-	318,000.00	318,000.00		-
Clothing/Uniform Allowance			-	462,000.00	462,000.00		-
Overtime & Night Pay - Source of Supply Exp. - Operation Supervision			-	1,752,998.61	1,752,998.61		-
Year End Bonus - Source of Supply Exp. - Operation Supervision			-	1,810,494.00	1,810,494.00		-
Cash Gift - Source of Supply Exp. - Operation Supervision			-	327,000.00	327,000.00		-
Mid-Year Bonus			-	1,753,555.00	1,753,555.00		-
Director's and Committee Member's Fee			-	760,500.00	760,500.00		-



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Republic of the Philippines  
**METRO VIGAN WATER DISTRICT**

P. Burgos St., Barangay IV, Vigan City 2700 Ilocos Sur  
Telephone Nos. 077-6740870, 6741321, 6040413  
E-mail: metroviganwaterdistrict@yahoo.com  
Website: www.metroviganwd.gov.ph



**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 of December 31, 2024, 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 misstatement 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.

  
**LEONARDO B. OSALVO**

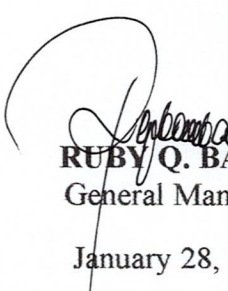
Chairman of the Board

January 28, 2025

  
**VINCENT EDUARD C. ARRANZ**

Department Manager - Finance and Commercial

January 28, 2025

  
**RUBY Q. BARBA**

General Manager

January 28, 2025