



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

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## **INDEPENDENT AUDITOR'S REPORT**

### **The Board of Directors**

Carmona Water District  
Carmona, Cavite

We have audited the accompanying financial statements of the Carmona Water District (CWD), Carmona, Cavite which comprise the Balance Sheet as of December 31, 2014 and 2015, and the Statements of Income and Expenses and Cash Flows for the years then ended, and a summary of significant accounting policies and other information.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Philippine Financial Reporting Standards, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Philippine Financial Reporting Standards. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the Auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risks assessments, the Auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### *Basis for a Qualified Opinion*

The Audit Team rendered a qualified opinion on the fairness of the presentation of the financial statements due to the following reasons:

1. The recorded balance of Accounts Receivable (AR) - Customers per General Ledger (GL) and Subsidiary Ledger (SL) as of December 31, 2015 totaling P10,824,679.46 and P8,819,453.65, respectively, could not be fully ascertained due to unreconciled difference of P2,005,225.81 between the aforementioned records. Further, when the updated Meter Reading Card was compared with the Customer Ledger Cards, the unaccounted difference amounted to P4,691,336.41. Thus, the Audit Team cannot fully ascertain the accuracy and validity of recorded balance of AR - Customers, contrary to Sections 64 and 403 of the Government Accounting and Auditing Manual (GAAM), Volumes I and II.
2. Parcels of land acquired thru purchase were not supported with legal documents as proof of land ownership, contrary to Sections 4 and 39(2) of Presidential Decree (PD) No. 1445, COA Circular No. 2012-001 and Section 449 of the GAAM, Volume I, thereby posing risk of third party claims. Absence of such documents casts doubt on the validity and correctness of the recorded balance of Land account totaling P1,480,000.00. Likewise, ten parcels of donated lots were unrecorded in the books of accounts, contrary to Section 63 of PD No. 1445.
3. The validity, existence and correctness of the recorded balance of the Property, Plant and Equipment (PPE) amounting to P81,841,935.05 and P78,558,724.44 as of December 31, 2014 and 2015, respectively, were doubtful due to: (a) inadequacies of accounting and property records; and (b) absence of physical count of properties.
4. Water facilities acquired through donations with a total assessed value of P9,130,150.00 were not recorded in the books of accounts of the CWD, thus understating the Property, Plant, and Equipment (PPE), Accumulated Depreciation and Retained Earnings accounts, contrary to Section 63 of PD No. 1445.
5. Loss of cash in bank due to bank insolvency in CY 2009 amounting to P269,788.47 was improperly offset to the unaccounted Other Assets account, contrary to Sections 49 and 50 of the GAAM, Volume I, thus affecting the carrying value of Cash and Other Assets accounts as of year-end.

*Opinion*

In our opinion, except for the effects on the financial statements of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Carmona Water District as of December 31, 2014 and 2015 and its financial performance and cash flows for the years then ended in accordance with the Philippine Financial Reporting Standards.

**COMMISSION ON AUDIT**

By:

  
**TEODORA J. LANDICHO**  
Supervising Auditor

December 28, 2017





# CARMONA WATER DISTRICT

(LWUA CCC No. 561)

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## STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of CARMONA WATER DISTRICT (CWD) is responsible for all information and representations contained in the accompanying Balance Sheet as of December 31, 2014 and 2015 and the related Statements of Income and Expenses and Cash Flows for the years then ended. The financial statements have been prepared in conformity with the Philippine Financial Reporting Standards (PFRS) and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

  
**JOEMAR G. CUNANAN**  
Finance Division Manager C

  
**ENGR. ANILINE B. FRANCIA**  
General Manager

**CARMONA WATER DISTRICT**  
**BALANCE SHEET**  
As of December 31, 2014 and 2015  
(With Comparative Figures for CY 2013)

	2015	2014	2013
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Other Cash Accounts (Note 4)	P 6,731,504.30	P 1,515,040.00	P 894,097.01
Trade and Other Receivables, net (Note 5)	20,532,924.33	20,986,166.97	21,230,197.57
Inventories (Note 6)	3,291,416.51	3,226,620.79	2,126,523.14
Prepaid Expenses (Note 7)	60,270.39	50,724.21	99,393.77
Other Current Assets (Note 8)	506,584.82	293,471.77	152,310.00
<b>Total Current Assets</b>	<u>31,122,700.35</u>	<u>26,072,023.74</u>	<u>24,502,521.49</u>
<b>Non-Current Assets</b>			
Long Term Investment (Note 9)	4,435,193.25	2,431,392.10	683,079.61
Property, Plant and Equipment, net (Note 10)	84,376,295.27	83,391,625.53	79,711,087.31
Other Assets (Note 11)	381,020.07	381,020.07	381,020.07
<b>Total Non-Current Assets</b>	<u>89,192,508.59</u>	<u>86,204,037.70</u>	<u>80,775,186.99</u>
<b>TOTAL ASSETS</b>	<u><b>P 120,315,208.94</b></u>	<u><b>P 112,276,061.44</b></u>	<u><b>P 105,277,708.48</b></u>
<b>LIABILITIES AND EQUITY</b>			
<b>Current Liabilities</b>			
Trade and Accrued Liabilities (Note 12)	P 5,166,670.34	P 10,695,621.73	P 8,794,119.02
Inter-Agency Payables (Note 13)	976,125.19	1,008,352.53	958,179.80
<b>Total Current Liabilities</b>	<u>6,142,795.53</u>	<u>11,703,974.26</u>	<u>9,752,298.82</u>
<b>Non-Current Liabilities</b>			
Long Term Liabilities (Note 14)	15,053,171.19	17,221,997.97	19,627,804.95
<b>Total Non-Current Liabilities</b>	<u>15,053,171.19</u>	<u>17,221,997.97</u>	<u>19,627,804.95</u>
<b>Equity (Note 15)</b>	<u>99,119,242.22</u>	<u>83,350,089.21</u>	<u>75,897,604.71</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<u><b>P 120,315,208.94</b></u>	<u><b>P 112,276,061.44</b></u>	<u><b>P 105,277,708.48</b></u>

(See accompanying Notes to Financial Statements)

**CARMONA WATER DISTRICT**  
**STATEMENT OF INCOME AND EXPENSES**  
For the years ended December 31, 2014 and 2015  
(With Comparative Figures for CY 2013)

	2015	2014	2013
<b>Income</b>			
Business Income (Note 16)	P <u>81,829,269.45</u>	P <u>76,794,683.67</u>	P <u>72,448,954.80</u>
<b>Less: Expenses</b>			
Personal Services (Note 17)	28,298,986.70	28,111,919.00	30,065,159.99
Maintenance and Other Operating Expenses (Note 18)	35,772,620.43	40,227,482.37	37,611,691.05
Financial Expenses (Note 19)	<u>724,875.61</u>	<u>1,184,997.10</u>	<u>1,671,616.37</u>
Total Expenses	<u>64,796,482.74</u>	<u>69,524,398.47</u>	<u>69,348,467.41</u>
<b>NET INCOME</b>	<b>P <u>17,032,786.71</u></b>	<b>P <u>7,270,285.20</u></b>	<b>P <u>3,100,487.39</u></b>

(See accompanying Notes to Financial Statements)



**CARMONA WATER DISTRICT  
STATEMENT OF CASH FLOWS**

For the year ended December 31, 2015 and 2014  
(With Comparative Figures for CY 2013)

	2015	2014	2013
<b>Cash Flows from Operating Activities:</b>			
<b>Cash Inflows:</b>			
Collection of Water Bills	₱ 78,127,423.36	₱ 72,249,524.22	₱ 71,778,522.75
Collection of Other Business Income	5,319,871.27	4,382,957.51	4,009,892.49
Collection of Other Income	41,870.63	944,438.17	8,277.88
Other Receivables	179,203.12	288,576.08	225,080.48
Collection from Employees for Payment of Loans	229,232.21	287,180.50	95,107.74
Refund of Overpayment of Expenses and Advance	227,302.10	53,856.53	88,790.02
Other Receipts	1,922,655.05	643,226.12	55,895.08
<b>Total Cash Inflows</b>	<u>86,047,557.74</u>	<u>78,849,759.13</u>	<u>76,261,566.44</u>
<b>Cash Outflows:</b>			
Payment of Operating Expenses:			
Payroll	11,728,737.09	12,450,228.62	10,368,626.03
Electricity	119,334.02	5,519,235.27	13,726,136.65
Other Expenses	16,093,294.38	17,947,855.31	23,205,397.09
Purchase of Inventories	202,442.93	1,349,566.71	3,651,567.86
Prepayments	199,177.85	355,782.32	203,378.41
Payment of Payables	27,919,654.31	13,749,439.99	1,457,330.26
Remittances to GSIS/Pag-IBIG/PhilHealth/BIR	9,104,953.98	9,034,208.18	8,111,782.10
Other Disbursements	1,856,896.73	448,660.63	206,594.64
<b>Total Cash Outflows</b>	<u>(67,224,491.29)</u>	<u>(60,854,977.03)</u>	<u>(60,930,813.04)</u>
<b>Total Cash Provided by Operating Activities</b>	<u>18,823,066.45</u>	<u>17,994,782.10</u>	<u>15,330,753.40</u>
<b>Cash Flows from Investing Activities:</b>			
<b>Cash Inflows:</b>			
Transfer from Reserved Fund	-	-	798,549.59
<b>Cash Outflows:</b>			
Transfer of Fund	1,996,601.67	1,745,359.06	899,534.99
Investment in Stocks (Meralco)	166,082.18	-	-
Payment of Service Deposit	47,440.00	-	-
Purchase of Property, Plant and Equipment	7,994,079.99	11,879,979.68	8,728,800.23
<b>Total Cash Outflows</b>	<u>(10,204,203.84)</u>	<u>(13,625,338.74)</u>	<u>(9,628,335.22)</u>
<b>Total Cash Used in Investing Activities</b>	<u>(10,204,203.84)</u>	<u>(13,625,338.74)</u>	<u>(8,829,785.63)</u>
<b>Cash Flows from Financing Activities:</b>			
<b>Cash Inflows:</b>			
Bank Interest	-	1,003.31	3,200.23
<b>Cash Outflows:</b>			
Loan Amortization	2,688,272.70	2,576,136.58	3,970,803.14
Financial Expenses	714,125.61	1,173,367.10	1,649,136.37
Others	-	-	80,000.00
<b>Total Cash Outflows</b>	<u>(3,402,398.31)</u>	<u>(3,749,503.68)</u>	<u>(5,699,939.51)</u>
<b>Total Cash Used in Financing Activities</b>	<u>(3,402,398.31)</u>	<u>(3,748,500.37)</u>	<u>(5,696,739.28)</u>

	2015	2014	2013
<b>Total Cash Provided by Operating, Investing and Financing Activities</b>	5,216,464.30	620,942.99	804,228.49
<b>Add: Cash Balance, January 1</b>	1,515,040.00	894,097.01	89,868.52
<b>Cash Balance, December 31</b>	<b><u>₱ 6,731,504.30</u></b>	<b><u>₱ 1,515,040.00</u></b>	<b><u>₱ 894,097.01</u></b>

*(See accompanying Notes to Financial Statements)*



## NOTES TO FINANCIAL STATEMENTS

### 1. Agency Background

The Carmona Water District (CWD) was created by virtue of Sangguniang Bayan Resolution No. 002-97 dated January 27, 1997 of the Municipality of Carmona, Cavite in pursuance with Presidential Decree No. 198, otherwise known as the Provincial Water Utilities Act dated September 28, 1978, declaring a national policy, favoring local operation and control of water system, authorizing the formation of water districts and providing for the government and administration of such projects. On April 27, 1997, Conditional Certificate of Conformance No. 561 was issued to the CWD by the Local Water Utilities Administration (LWUA). Its operation officially started in April 1997.

As of December 31, 2015, the CWD has 12,491 service connections.

The CWD holds office at Block 8, Lot 8, Joy Street, Cityland Subdivision, Brgy. Mabuhay, Carmona, Cavite.

As of December 31, 2015, the CWD comprises 53 permanent employees, four Casual employees and 16 Job Order (JO) personnel, headed by Engr. Aniline B. Francia, General Manager, and governed by five members of the Board of Directors, namely:

Name	Position	Sector
Leopoldo Diaz, Jr.	Chairman	Civic
Hurry M. Hebron	Member	Business
Rosalina M. Fajardo	Member	Women
Adoracion C. Lim	Member	Professional
Adelina M. Diego	Member	Education

### 2. Summary of Significant Accounting Policies

#### Property, Plant and Equipment

The Property, Plant and Equipment account is recorded at acquisition cost. Depreciation is computed using the straight line method over the estimated useful life of the asset, taking into consideration the provision of COA Circular Nos. 2003-007 and 2004-005 dated December 11, 2003 and August 9, 2004, respectively. A residual value computed at ten percent of the cost of asset is set and depreciation starts on the second month after purchase. Major repairs and maintenance cost incurred are capitalized, while minor ones are charged to operational expenses.

For assets under construction, the Construction Period Theory was applied for costing purposes. Related expenses during the construction of the project were capitalized and those incurred after the construction formed part of the operating cost. Bonus paid to contractors for early completing the work was added to the total cost of the project and those projects where liquidated damages charged and paid for by the contractor was deducted from the project cost.

### **Allowance for Doubtful Accounts**

To comply with Statement of Financial Accounting Standards (SFAS) No. 3 that receivable accounts should be presented in the Balance Sheet on the basis of their net realizable values, allowance for doubtful accounts is maintained at a level adequate to provide for potential uncollectibility of receivables. A review of the receivables, designed to identify accounts to be provided with allowance, is made on a regular basis.

### **Merchandise Inventory and Construction Materials Inventory**

Inventories are stated at cost determined at Moving Average Method.

### **Payables**

Payable accounts are recognized and recorded in the books of accounts only upon delivery of the goods/inventory/other assets and rendition of services to the agency.

### **Recognition of Income and Accounting for Expenses**

The CWD adopts the accrual method of accounting. Revenues are recognized and recorded when earned regardless of when collected, and expenses are taken up when incurred regardless of when paid.

### **Correction of Fundamental Errors**

Fundamental errors of prior years are corrected by using the Prior Years' Adjustments account. Errors affecting current year's operation are charged to the current year's accounts.

## **3. Subsequent Events**

Non-adjusting events after the balance sheet date which are so significant that non-disclosure would affect the ability of the users of the financial statements to make proper evaluation and decisions have to be disclosed by stating the nature of the event and an estimate of its financial effects.

Information received after the balance sheet date about the conditions that existed at that date have to be stated to update the disclosures made.

## **4. Cash and Other Cash Accounts**

This account consists of the following:

	<b>2015</b>	<b>2014</b>	<b>2013</b>
Cash - Collecting Officers	P314,928.97	P654,525.02	P374,884.98
Cash - Disbursing Officer	30,868.75	17,073.22	37,324.99



	2015	2014	2013
Cash - GAD's Fund	6,590.00	-	-
Change Fund	10,000.00	10,000.00	10,000.00
PNB - C/A (328-792-2000-29)	P66,260.29	P66,132.93	P66,132.93
BRB - C/A (23-40010-9)	200,080.97	179,362.13	185,707.54
LBP - C/A (2382-1008-60)	3,295,899.97	41,562.01	15,976.73
GAD's Fund LDB - S/A (009-01-07747-2)	158,214.11	14,525.46	16,594.31
GAD's Fund LDB - C/A (02-00544-1)	5,200.00	2,000.00	2,000.00
LDB - C/A (009-02-1023-4)	5,000.00	2,000.00	-
PNB C/A (328-921-5000-18)	1,837,014.07	323,172.40	185,475.53
EWB - C/A (10602-00105-4)	338,050.42	101,280.50	-
LDB - S/A (009-01-08939-2)	463,396.75	103,406.33	-
<b>Totals</b>	<b>P6,731,504.30</b>	<b>P1,515,040.00</b>	<b>P894,097.01</b>

## 5. Trade and Other Receivables, net

This account consists of the following:

	2015	2014	2013
Accounts Receivables – General			
Customers	P10,824,679.46	P11,408,714.00	P11,316,647.38
AR – Production Assessment	625,826.25	724,142.90	529,661.02
Loans Receivable – Others	61,600.00	102,050.00	78,474.00
Due from LGUs	28,768.34	28,768.34	-
Receivables - Disallowances	6,954,466.36	7,039,332.28	7,148,373.18
Other Receivables	2,349,368.55	2,003,932.70	2,487,327.92
Total	20,844,708.96	21,306,940.22	21,560,483.50
Less: ADA – General Customers	292,984.10	303,677.92	315,230.07
ADA – Production Assessment	18,800.53	17,095.33	15,055.86
<b>Totals</b>	<b>P20,532,924.33</b>	<b>P20,986,166.97</b>	<b>P21,230,197.57</b>

AR – General Customers account includes all amounts due on open accounts arising from services rendered to customers for metered water sales.

AR – Production Assessment account represents the amounts collectible on unmetered water sales and assessed on a flat rate basis to commercial and industrial customers established in Carmona.

Loans Receivable account consists of loans thru GAD Fund Project – Multi Purpose Loan.

Due from LGUs account represents amount due from the Local Government of Carmona.

Receivables – Disallowances account represents amount due from audit disallowances which have become final and executory.

Other Receivables account comprises mostly of unaccounted balances from previous years representing payment of concessionaires for service connections and



materials, receivables from cashier, tellers and employees and amount of service connections collectible on a monthly basis.

Allowance for Doubtful Accounts account represents amount of trade receivables estimated to be uncollectible based on aging:

Age of Accounts	Percentage
1-60 days	1%
61-180 days	2%
181-1 year	3%
More than 1 year	5%

## 6. Inventories

This account consists of the following which are stated at cost, as follows:

	2015	2014	2013
Merchandise Inventory	P1,305,885.04	P1,231,483.52	P1,258,004.83
Office Supplies Inventory	112,227.20	107,571.27	-
Accountable Forms Inventory	-	59,178.00	40,400.00
Other Inventory Items	723,009.76	563,780.76	346,692.64
Construction Materials Inventory	1,150,294.51	1,264,607.24	481,425.67
<b>Totals</b>	<b>P3,291,416.51</b>	<b>P3,226,620.79</b>	<b>P2,126,523.14</b>

Other Inventory Items account is used to record purchases with serviceable life of more than one year but small enough to be considered as Property, Plant and Equipment.

## 7. Prepaid Expenses

This account consists of the following:

	2015	2014	2013
Prepaid Rent	P 12,000.00	P 12,000.00	P 12,000.00
Prepaid Insurance	33,292.39	28,129.21	27,868.66
Prepaid Expense	14,978.00	10,595.00	59,525.11
<b>Totals</b>	<b>P60,270.39</b>	<b>P50,724.21</b>	<b>P99,393.77</b>

Prepaid Rent account includes advance payments for rental of land for one pumping station located in Bancal, Carmona.

Prepaid Insurance account represents amount advanced for fidelity bond premiums of accountable officers and insurance premiums of insurable government properties.

Prepaid Expense account includes advance payment for E-pass load, warranty for biometrics and airfare of the Board of Directors for the Philippine Association of Water Districts (PAWD) Convention in February 2013.

## 8. Other Current Assets

This account consists of the following:

	2015	2014	2013
Guaranty Deposits	₱ 337,600.00	₱ 290,160.00	₱ 152,310.00
Other Current Assets	2,902.64	3,311.77	-
Investment in Stocks	166,082.18	-	-
<b>Totals</b>	<b>₱506,584.82</b>	<b>₱293,471.77</b>	<b>₱152,310.00</b>

Guaranty Deposits account consists of security paid for rental of printers and service/meter deposits paid to Meralco in compliance with the contract which is subject to refund.

Other Current Assets account represents tax withheld by various concessionaires from their water bill payments.

Investment in Stocks account represents cash paid to Meralco for service connection.

## 9. Long Term Investment

This account is composed of Sinking Fund deposited with Land Bank of the Philippines (LBP-Reserved) to guaranty the CWD's payments of loans availed thru LWUA.

## 10. Property, Plant and Equipment, net

The details of the account are as follows:

	Cost	2015 Accumulated Depreciation	Net Book Value
Land	₱1,480,000.00	₱ -	₱1,480,000.00
Water System and Structure	117,928,543.81	56,145,122.36	61,783,421.45
Office Building	14,276,615.01	4,856,036.82	9,420,578.19
Motorpool	355,829.00	226,865.00	128,964.00
Office Equipment	1,813,036.39	1,261,814.42	551,221.97
Furniture and Fixtures	2,390,594.50	2,150,224.65	240,369.85
IT Equipment and Software	2,048,111.40	680,027.41	1,368,083.99
Machinery	4,618,937.60	2,942,496.90	1,676,440.70
Communication Equipment	79,700.00	71,730.00	7,970.00
Motor Vehicles	4,628,934.50	2,826,247.24	1,802,687.26
Other Property, Plant and Equipment	154,278.96	55,291.93	98,987.03
	<b>149,774,581.17</b>	<b>71,215,856.73</b>	<b>78,558,724.44</b>
Add: Construction In Progress	5,817,570.83	-	5,817,570.83
<b>Totals</b>	<b>₱155,592,152.00</b>	<b>₱71,215,856.73</b>	<b>₱84,376,295.27</b>

	<b>Cost</b>	<b>2014 Accumulated Depreciation</b>	<b>Net Book Value</b>
Land	₱1,480,000.00	₱ -	₱1,480,000.00
Water System and Structure	115,320,993.97	50,513,450.37	64,807,543.60
Office Building	14,276,615.01	4,212,615.78	10,063,999.23
Motorpool	355,829.00	194,837.00	160,992.00
Office Equipment	1,730,532.59	1,119,049.50	611,483.09
Furniture and Fixtures	2,397,589.50	2,121,439.53	276,149.97
IT Equipment and Software	1,936,527.40	558,546.45	1,377,980.95
Machinery	3,821,322.60	2,690,814.78	1,130,507.82
Communication Equipment	79,700.00	71,730.00	7,970.00
Motor Vehicles	4,574,157.50	2,686,249.78	1,887,907.72
Other Property, Plant and Equipment	75,113.96	37,713.29	37,400.67
	<b>146,048,381.53</b>	<b>64,206,446.48</b>	<b>81,841,935.05</b>
Add: Construction In Progress	1,549,690.48	-	1,549,690.48
<b>Totals</b>	<b>₱147,598,072.01</b>	<b>₱64,206,446.48</b>	<b>₱83,391,625.53</b>

	<b>Cost</b>	<b>2013 Accumulated Depreciation</b>	<b>Net Book Value</b>
Land	₱1,480,000.00	₱ -	₱1,480,000.00
Water System and Structure	108,557,009.83	43,838,716.79	64,718,293.04
Office Building	14,276,615.01	3,569,194.74	10,707,420.27
Motorpool	355,829.00	162,809.00	193,020.00
Office Equipment	1,532,768.59	983,098.50	549,670.09
Furniture and Fixtures	2,390,594.50	2,037,941.92	352,652.58
IT Equipment and Software	803,458.90	420,991.96	382,466.94
Machinery	2,969,620.00	2,404,533.00	565,087.00
Communication Equipment	79,700.00	71,730.00	7,970.00
Motor Vehicles	3,207,781.50	2,495,625.61	712,155.89
Other Property, Plant and Equipment	64,715.00	22,363.50	42,351.50
	<b>135,718,092.33</b>	<b>56,007,005.02</b>	<b>79,711,087.31</b>
Add: Construction In Progress	-	-	-
<b>Totals</b>	<b>₱135,718,092.33</b>	<b>₱56,007,005.02</b>	<b>₱79,711,087.31</b>

## 11. Other Assets

This account comprises unserviceable and obsolete properties and equipment.



## 12. Trade and Accrued Liabilities

This account consists of the following:

	2015	2014	2013
Accounts payable	P3,882,136.64	P8,028,509.22	P5,391,588.27
Current Portion of Long Term Debts	1,159,425.00	2,609,400.70	2,576,136.57
Guaranty Deposits Payable	45,590.83	34,507.50	742,883.97
Tax Refund Payable	18,099.77	15,204.31	46,010.21
Performance Bond Payable	61,418.10	8,000.00	37,500.00
<b>Totals</b>	<b>P5,166,670.34</b>	<b>P10,695,621.73</b>	<b>P8,794,119.02</b>

Accounts Payable account is used to record receipt of goods or services on account in the normal course of business operation.

Guaranty Deposits Payable account is used to record cash received as a guaranty for performance which are refundable to the supplier/depositor.

Tax Refund Payable account represents amount refundable to regular employees for excess amount of tax withheld on compensation.

Performance Bond Payable account represents amount collected from the sale of bidding documents.

## 13. Inter-Agency Payables

This account consists of the following:

	2015	2014	2013
Due to BIR - Withholding Taxes	P36,730.13	P 94,943.37	P106,204.18
Due to BIR - Creditable Withholding Tax	35,881.78	38,324.45	20,637.78
Due to BIR - Final Withholding Tax	88,723.65	99,472.93	41,102.27
Due to BIR - Franchise	69,705.25	59,495.78	61,657.59
Due to GSIS - Contribution	174,886.61	213,005.15	206,563.82
Due to GSIS - Policy	5,250.00	5,650.00	1,475.00
Due to GSIS - Educational	880.00	940.00	920.00
Due to GSIS - Emergency	1,966.68	34,089.12	31,466.88
Due to GSIS - Cash Advance	-	4,064.48	5,080.52
Due to GSIS - Conso Loan	95,750.99	95,197.24	82,566.41
Due to Pag-IBIG - Contribution	27,400.00	30,100.00	27,000.00
Due to Pag-IBIG - Loan	65,107.82	68,677.56	49,009.69
Due to PhilHealth	20,462.50	22,925.00	22,275.00
Due to LGUs	353,379.78	241,467.45	302,220.66
<b>Totals</b>	<b>P976,125.19</b>	<b>P1,008,352.53</b>	<b>P958,179.80</b>

Due to LGUs account represents the 25% share of the Municipality of Carmona from gross receipts of water sales collected from Carmona Public Market's operations, as stated in the Deed of Donation and Acceptance of Water Facilities.

#### 14. Long Term Liabilities

This account consists of the following:

	2016	2015	2014
Loans Payable	P1,171,757.00	P2,410,054.00	P15,019,454.71
Other Payables	3,745,428.19	4,699,117.22	4,521,398.52
Other Deferred Credits	135,986.00	112,826.75	86,951.72
<b>Totals</b>	<b><u>P15,053,171.19</u></b>	<b><u>P17,221,997.97</u></b>	<b><u>P19,627,804.95</u></b>

Loans Payable account represents long-term indebtedness to domestic creditors covered by a contract/agreement.

Other Payables account is other liabilities not falling under any of the specific liability accounts.

Other Deferred Credits account is collections received in advance from the concessionaires representing payment for service connection.

#### 15. Equity

This account consists of the following:

	2015	2014	2013
Equity, Beginning	P83,350,089.21	P75,897,604.71	P64,525,138.10
Retained Operating Surplus:			
Current Operations	17,032,786.71	7,270,285.20	3,100,487.39
Adjustments of Prior Years	(1,263,633.70)	182,199.30	8,271,979.22
Total Retained Operating Surplus	99,119,242.22	83,350,089.21	75,897,604.71
Less: Property, Plant and Equipment	-	-	-
<b>Equity, End</b>	<b><u>P99,119,242.22</u></b>	<b><u>P83,350,089.21</u></b>	<b><u>P75,897,604.71</u></b>

#### 16. Business Income

This account consists of the following:

	2015	2014	2013
Income from Waterworks System	P74,520,863.20	P69,601,559.54	P65,612,836.24
Other Services Income	4,648,869.47	4,272,487.03	3,812,242.72
Fines and Penalties - Business Income	2,601,306.65	2,815,934.46	2,971,799.38
Interest Income	15,635.28	12,981.70	10,715.12
Miscellaneous Income	42,594.85	91,720.94	41,361.34
<b>Totals</b>	<b><u>P81,829,269.45</u></b>	<b><u>P76,794,683.67</u></b>	<b><u>P72,448,954.80</u></b>



## 17. Personal Services

This account consists of the following:

	2015	2014	2013
Salaries and Wages - Regular	P10,715,330.12	P10,785,329.21	P10,154,987.58
Salaries and Wages - Casual	461,978.65	450,797.62	488,914.66
Salaries and Wages - Contractual	1,846,057.73	1,783,240.25	2,042,682.29
Personnel Economic Relief Allowance (PERA)	1,411,272.66	1,410,363.58	1,337,363.58
Representation Allowance	282,613.00	282,000.00	282,000.00
Transportation Allowance	282,613.00	282,000.00	282,000.00
Clothing/Uniform Allowance	298,500.00	295,000.00	277,500.00
Other Bonuses and Allowances	999,741.00	295,000.00	279,000.00
Overtime and Night Pay	581,538.87	552,492.83	447,960.44
Cash Gift	285,000.00	295,000.00	280,000.00
Mid-year/Year-end Bonus	876,425.00	985,957.00	914,993.00
CWD Praise Incentive	-	-	3,745,846.00
Life and Retirement Insurance Contributions	1,389,640.86	1,411,490.13	1,318,761.30
Pag-IBIG Contributions	71,250.00	70,800.00	67,400.00
PhilHealth Contributions	136,506.25	136,287.50	127,962.50
ECC Contributions	71,000.00	70,800.00	67,400.00
Terminal Leave Benefits	842,741.45	928,661.10	884,894.97
Provident Fund Contributions	341,927.28	295,429.48	-
Other Personnel Benefits	6,720,178.83	6,989,598.30	6,381,829.67
Board Allowances and Other Benefits	684,672.00	791,672.00	683,664.00
<b>Totals</b>	<b>P28,298,986.70</b>	<b>P28,111,919.00</b>	<b>P30,065,159.99</b>

## 18. Maintenance and Other Operating Expenses

This account consists of the following:

	2015	2014	2013
Travelling Expenses	P112,960.00	P108,751.00	P208,576.95
Training Expenses	904,365.84	1,436,205.20	1,290,351.12
Office Supplies Expenses	468,135.08	435,078.96	160,679.01
Accountable Forms Expenses	77,178.00	92,736.00	286,175.00
Laboratory Expenses	118,300.00	58,000.00	36,000.00
Medical, Dental and Laboratory	109,610.00	124,926.03	290,889.46
Gasoline, Oil and Lubricants	731,671.33	1,298,287.76	1,111,916.39
Other Supplies Expenses	3,198,000.01	3,080,000.00	5,503,750.00
Electricity Expenses	12,490,327.30	13,106,456.60	12,789,640.65
Postage and Deliveries	450.00	-	-
Telephone Expenses - Landline	64,504.37	75,837.81	79,640.96
Telephone Expenses - Mobile	465,106.61	445,951.58	442,566.23
Internet Expenses	172,418.09	77,543.92	67,176.67
Membership Dues	129,483.00	75,096.40	25,888.40
Advertising Expenses	508,002.10	606,561.68	465,991.84
Printing and Binding Expenses	1,200.00	17,444.60	1,851.00
Rent Expenses	187,500.00	192,000.00	159,000.00



	<b>2015</b>	<b>2014</b>	<b>2013</b>
Representation Expenses	734,981.78	989,015.43	970,086.83
Subscription Expenses	9,887.00	4,980.00	11,743.00
Legal Services	36,000.00	36,000.00	41,000.00
Auditing Services	-	91,844.39	106,870.00
Consultancy Services	-	27,000.00	108,000.00
Security Services	441,922.05	-	-
Other Professional Services	7,800.00	27,000.00	-
Donations	83,976.40	74,857.00	198,390.37
Socio Economic Development Assistance	312,725.82	275,959.41	35,680.20
Extraordinary and Miscellaneous Expenses	246,306.97	231,932.86	322,352.00
Miscellaneous Expenses	170,083.18	160,094.42	82,017.75
Taxes, Duties and Licenses	944,144.38	802,156.14	866,210.85
Fidelity Bond Premiums	22,584.76	18,021.77	22,706.68
Insurance Expenses	82,429.91	79,546.40	93,181.70
Loss of Assets	-	-	23,930.99
Bad Debts Expense	1,705.20	2,039.47	-
Other MOOE	1,956,735.00	4,295,270.00	-
Repairs and Maintenance	3,963,612.50	3,681,446.08	3,626,572.53
Depreciation	7,018,513.75	8,199,441.46	8,182,854.47
<b>Totals</b>	<b><u>P35,772,620.43</u></b>	<b><u>P40,227,482.37</u></b>	<b><u>P37,611,691.05</u></b>

#### 19. Financial Expenses

This account consists of the following:

	<b>2015</b>	<b>2014</b>	<b>2013</b>
Bank Charges	10,750.00	11,630.00	22,480.00
Interest Expense	714,125.61	1,173,367.10	1,649,136.37
<b>Totals</b>	<b><u>P724,875.61</u></b>	<b><u>P1,184,997.10</u></b>	<b><u>P1,671,616.37</u></b>