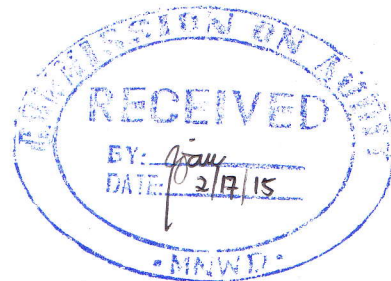


Partido Development Administration

Created Under R.A. 7820

February 16, 2015

Mrs. MARETH A. BRAZAL
State Auditor IV-ATL
Partido Development Administration
Caraycayon, Tigaon, Camarines Sur



Dear Madam:

In connection with the preparation of Annual Audit Report for Calendar Year 2014, we are submitting herewith the following reports/documents to wit:

1. Condensed and Detailed Balance Sheet
2. Condensed and Detailed Statement of Income and Expenses
3. Cash Flow Statement
4. Statement of Changes and Equity
5. Pre-closing Trial Balance
6. Post-closing Trial Balance
7. Notes to Financial Statement
8. Statement of Management Responsibility

Please acknowledge receipt hereof.

Thank you.

Very truly yours,


MAGDALENA R. PORTEM
Accountant III

Noted by:


ROSA B. CATOLICO
Administrator

PARTIDO DEVELOPMENT ADMINISTRATION
Detailed Balance Sheet
As of December 31, 2014
(With Comparative Figures for CY 2013)

ASSETS		<u>2014</u>	<u>2013</u>
Current Assets			
Cash on Hand	P	804,362.08	P style="text-align: right;">721,471.28
Cash-Collecting Officer		786,108.08	683,217.28
Cash Disbursing Officers		18,254.00	18,254.00
Petty Cash Fund		-	20,000.00
Cash in Bank-Local Currency		22,265,200.83	21,274,402.09
Cash in Bank-Local Currency, Current Account		4,181,685.38	3,340,107.97
Cash in Bank - Local Currency, Savings Account		18,083,515.45	17,934,294.12
Receivables		21,708,031.53	20,121,949.83
Accounts Receivable, net		20,919,562.93	19,436,785.68
Account Receivable		30,159,067.65	28,058,180.99
Allowance for Doubtful Accounts		9,239,504.72	8,621,395.31
Due from Officers and Employees		-	33,390.00
Due from NGAs		234,252.45	35,250.00
Due from GOCCs		45,484.88	45,484.88
Due from LGUs		115,521.79	115,521.79
Receivables-Disallowances/Charges		216,000.00	
Other Receivables		177,209.48	455,517.48
Inventories		2,947,070.98	6,332,142.54
Office Supplies Inventory		759,402.06	792,322.51
Accountable Forms Inventory		148,591.34	296,023.00
Medical, Dental and Laboratory Supplies Inventory		394,320.70	1,191,712.93
Gasoline, Oil and Lubricants Inventory		-	36,770.73
Other Supplies Inventory		1,644,756.88	4,015,313.37
Prepayments		712,688.08	709,345.54
Prepaid Rent		274,642.70	304,642.70
Prepaid Insurance		277,635.99	250,242.74
Prepaid Interest			
Other Prepaid Expenses		154,460.10	154,460.10
Other Current Assets		6,521.74	6,521.74
Guaranty Deposit		6,521.74	6,521.74
Total Current Assets		<u>48,443,875.24</u>	<u>49,165,833.02</u>
Non Current Assets			
Property, Plant and Equipment			
Land		4,488,933.00 ^	4,488,933.00
Land Improvements, net		13,947.42 ^	15,456.28
Land Improvements		21,052.63	21,052.63
Accumulated Depreciation- Land Improvements		7,105.21	5,596.35
Electrification, Power and Energy Structures, net		9,597,403.45 ^	10,545,227.72
Electrification, Power and Energy Structures		82,376,359.33	82,441,487.33
Accumulated Depreciation- Electrification, Power and E		72,778,955.88	71,896,259.61
Office Buildings, net		16,370,586.64 ^	18,025,739.48
Office Buildings		40,131,275.87	40,131,275.87
Accumulated Depreciation - Office Buildings		23,760,689.23	22,105,536.39
Other Structures, net		53,852,634.90 ^	58,362,494.64
Other Structures		105,595,216.14	105,410,216.14


Accumulated Depreciation - Other Structures	51,742,581.24	47,047,721.50
Office Equipment, net	1,083,306.71 ^	1,266,770.23
Office Equipment	4,701,875.76	6,943,214.05
Accumulated Depreciation-Office Equipment	3,618,569.05	5,676,443.82
Furniture and Fixtures, net	621,254.66 ^	633,250.77
Furniture and Fixtures	1,879,410.47	2,035,904.59
Accumulated Depreciation-Furniture and Fixtures	1,258,155.81	1,402,653.82
IT Equipment and Software, net	2,746,676.33 ^	3,516,118.37
IT Equipment and Software	14,515,872.92	15,696,704.89
Accumulated Depreciation-IT Equipment and Software	11,769,196.59	12,180,586.52
Library Books, net	4,251.51 ^	2,818.06
Library Books	20,806.00	20,806.00
Accumulated Depreciation-Library Books	16,554.49	17,987.94
Machineries, net	90,053.76 ^	105,962.24
Machineries	517,557.55	902,003.35
Accumulated Depreciation-Machineries	427,503.79	796,041.11
Communication Equipment, net	5,128,961.17 ^	1,264,768.51
Communication Equipment	8,497,951.97	8,404,095.97
Accumulated Depreciation-Communication Equipment	3,368,990.80	7,139,327.46
Firefighting Equipment, Net	60,692.87 ^	76,185.74
Firefighting Equipment	120,500.00	120,500.00
Accumulated Depreciation-Firefighting Equipment	59,807.13	44,314.26
Medical, Dental and Laboratory Equipment, net	418,627.49 ^	486,060.18
Medical, Dental and Laboratory Equipment	1,748,812.13	1,831,389.13
Accumulated Depreciation-Medical, Dental and Laboratory Equipment	1,330,184.64	1,345,328.95
Other Machineries and Equipment, net	5,090,081.69 ^	5,346,668.55
Other Machineries and Equipment	30,769,921.89	34,697,693.72
Accumulated Depreciation-Other Machineries and Equipment	25,679,840.20	29,351,025.17
Motor Vehicles, net	1,701,842.14 ^	1,802,989.98
Motor Vehicles	10,825,829.18	11,341,829.18
Accumulated Depreciation-Motor Vehicles	9,123,987.04	9,538,839.20
Watercrafts, net	227,984.94 ^	233,075.81
Watercrafts	1,043,748.23	1,043,748.23
Accumulated Depreciation-Watercrafts	815,763.29	810,672.42
Other Transportation Equipment, net	11,361.74 ^	29,668.82
Other Transportation Equipment	91,118.33	251,690.23
Accumulated Depreciation-Other Transportation Equipment	79,756.59	222,021.41
Other Property, Plant and Equipment, net	307,960,466.10 ^	307,829,771.56
Other Property, Plant and Equipment	440,096,417.56	433,068,080.76
Accumulated Depreciation-Other Property, Plant and Equipment	132,135,951.46	125,238,309.20
Construction in Progress-Agency Assets	-	-
Total Property, Plant and Equipment	409,469,066.52	414,031,959.94
Other Assets	1,098,971.37 ^	124,269.32
Total Non-Current Assets	410,568,037.89	414,156,229.26
Total Assets	P 459,011,913.13	P 463,322,062.28

LIABILITIES AND EQUITY

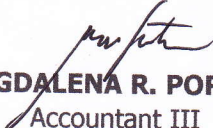
Current Liabilities

Payable Accounts	P	25,493,086.61	P	4,294,940.18
Accounts Payable		24,603,121.21		3,349,322.08
Notes Payable				
Due to Officers and Employees		889,965.40		945,618.10
Interest Payable				
Inter-Agency Payables		924,173,208.29		806,660,904.32
Due to National Treasury		922,932,886.49		804,828,715.92
Due to BIR		33,666.54		96,559.77
Due to GSIS		9,848.77		108,412.10
Due to PAG-IBIG		56,800.49		44,776.85
Due to PHILHEALTH		16,979.91		15,602.01
Due to National Government Agencies		1,008,986.68		1,508,986.68
Due to Government Owned and/or Controlled Corporation		44,771.12		7,582.70
Due to Local Government Units		69,268.29		50,268.29
Intra-Agency Payables		817,290.10		1,024,062.03
Due to Other Funds		817,290.10		1,024,062.03
Other Liability Accounts		397,583.74		387,864.53
Guaranty Deposits Payable		231,740.51		231,740.51
Performance/Bidders/Bail Bonds Payable		151,356.85		136,856.85
Other Payables		14,486.38		19,267.17
Loans Payable- Foreign		50,603,382.14		54,089,250.26
Total Current Liabilities		1,001,484,550.88		866,457,021.32
Non-Current Liabilities				
Loans Payable- Foreign		150,728,256.90		216,357,000.61
Other Deferred Credits		323,850.71		152,550.22
Total Non-Current Liabilities		151,052,107.61		216,509,550.83
Total Liabilities		1,152,536,658.49		1,082,966,572.15
Equity				
Government Equity		48,027,921.30		48,027,921.30
Retained Earnings		(741,552,666.66)		(667,672,431.17)
Total Equity		(693,524,745.36)		(619,644,509.87)
Total Liabilities and Equity	P	459,011,913.13	P	463,322,062.28


Prepared by:


MARICRIS C. FROYALDE
Acting Bookkeeper/CSA-D

Checked by:


MAGDALENA R. PORTEM
Accountant III

Approved by:


ROSA B. CATOLICO
Administrator I

PARTIDO DEVELOPMENT ADMINISTRATION
Balance Sheet
As of December 31, 2014
(With Comparative Figures for CY 2013)

		ASSETS		2014		2013
Current Assets						
Cash & cash equivalents (Note 3)	P			23,069,562.91	P	21,995,873.37
Trade and other receivables (Note 4)				21,708,031.53		20,121,949.83
Inventories (Note 5)				2,947,070.98		6,332,142.54
Prepaid Expenses (Note 6)				712,688.08		709,345.54
Other Current Assets (Note 7)				6,521.74		6,521.74
Total Current Assets	P			48,443,875.24		49,165,833.02
Non Current Assets						
Investments	P			-		-
Property, Plant and Equipment (Note 8)				409,469,066.52		414,031,959.94
Other Assets				1,098,971.37		124,269.32
Total Non-Current Assets				410,568,037.89		414,156,229.26
Total Assets	P			459,011,913.13	P	463,322,062.28
		LIABILITIES AND EQUITY				
Current Liabilities						
Accounts Payable (Note 9)	P			25,493,086.61	P	4,294,940.18
Inter-Agency Payables (Note 10)				924,173,208.29		806,660,904.32
Other Current Liabilities (Note 11)				1,214,873.84		1,411,926.56
Loans Payable- Foreign (Note 12)				50,603,382.14		54,089,250.26
Total Current Liabilities	P			1,001,484,550.88		866,457,021.32
Non-Current Liabilities						
Loans Payable- Foreign (Note 12)	P			150,728,256.90		216,357,000.61
Deferred Credits (Note 13)				323,850.71		152,550.22
Total Non-Current Liabilities				151,052,107.61		216,509,550.83
Total Liabilities	P			1,152,536,658.49		1,082,966,572.15
Equity						
Government Equity (Note 14)	P			48,027,921.30		48,027,921.30
Retained Earnings				(741,552,666.66)		(667,672,431.17)
Total Equity				(693,524,745.36)		(619,644,509.87)
Total Liabilities and Equity	P			459,011,913.13	P	463,322,062.28

(See accompanying Notes to Financial Statements)

PARTIDO DEVELOPMENT ADMINISTRATION
Detailed Statement of Income and Expenses
For the period ended December 31, 2014
(With Comparative Figure for CY 2013)


		<u>2014</u>		<u>2013</u>
Income				
Income from Waterworks System	P	70,583,927.50	P	68,845,794.32
Less: Other Discounts (Income from Waterworks System)		<u>(1,467,243.99)</u>		<u>(1,440,979.81)</u>
		69,116,683.51		67,404,814.51
Subsidy Income from Other National Government		-		18,050.00
Toll and Terminal Fees		81,282.77		232,159.49
Income from Communication Facilities		627,778.37		634,708.39
Rent income		78,850.00		90,066.24
Other Business Income		3,212,257.33		3,267,663.13
Fines and Penalties- Business Income		3,640,198.63		3,560,915.62
Income from Grants and Donation		-		390,751.16
Miscellaneous Income		11,210.10		21,200.00
Gross Income	P	<u>76,768,260.71</u>	P	<u>75,620,328.54</u>
Less: Expenses				
Personal Services				
Salaries and Wages- Regular	P	11,315,554.90	P	11,547,946.44
Salaries and Wages- Casual		1,358,595.33		1,588,748.50
Personnel Economic Relief Allowance (PERA)		1,368,081.40		1,444,766.27
Representation Allowance (RA)		288,000.00		288,000.00
Transportation Allowance (TA)		60,000.00		30,000.00
Clothing/Uniform Allowance		285,000.00		309,574.00
Honoraria		149,875.00		132,900.00
Longevity Pay		10,000.00		-
Overtime and Night Pay		16,136.67		10,009.90
Cash Gift		287,500.00		300,875.00
Year End Bonus		2,080,018.00		1,395,763.65
Life Retirement Insurance Contributions		1,360,183.65		1,387,133.45
PAG-IBIG Contributions		253,514.81		262,238.43
PHILHEALTH Contributions		145,600.00		150,700.00
ECC Contributions		57,834.63		59,888.68
Terminal Leave Benefits		109,445.95		-
Other Personnel Benefits		560,275.51		558,529.22
Total Personal Services	P	<u>19,705,615.85</u>	P	<u>19,467,073.54</u>
Maintenance and Other Operating Expenses				
Travelling Expenses- Local	P	2,408,483.68	P	2,742,304.46
Training Expenses		194,217.75		95,175.00
Office Supplies Expenses		529,476.96		872,887.93
Accountable Forms Expenses		140,291.66		61,487.50
Food Supplies Expense		-		927,885.04
Medical. Dental and Laboratory Expenses		1,452,404.67		793,407.82
Gasoline. Oil and Lubricants Expenses		3,887,439.34		3,787,391.04
Other Supplies Expenses		2,701,601.68		1,548,831.14
Water Expenses		71,760.00		-
Electricity Expenses		8,723,305.13		7,045,955.09

Postage and Deliveries	^2,708.00^	1,410.00
Telephone Expenses- Landline	^205,469.40^	255,479.69
Telephone Expenses- Mobile	^413,099.34^	452,122.92
Internet Expenses	^59,777.00^	52,626.51
Cable, Satellite, Telegraph, and Radio Expenses	^2,325.00^	5,619.00
Advertising Expenses	^27,000.00^	-
Printing and Binding Expenses	^68,841.50^	27,579.50
Rent Expenses	^315,642.54^	252,447.84
Representation Expenses	-	498,035.81
Transportation and Delivery Expenses ✓	^121,142.57^	79,926.00
Rewards and Other Claims	-	6,000.00
Auditing Services	-	47,948.04
Consultancy Services	^248,000.00^	531,000.00
General Services	^7,395,604.53^	6,966,551.88
Janitorial Services	^458,816.13^	498,960.93
Security Services	^390,676.85^	501,072.96
Other Professional Services	^115,868.21^	18,333.26
Repair and Maintenance-Electrification, Power and Energy Struc	^420,004.56^	168,358.10
Repair and Maintenance-Office Buildings	^53,215.94^	49,222.78
Repair and Maintenance-Other Structures	-	12,850.00
Repair and Maintenance-Office Equipment	^77,796.67^	160,058.00
Repair and Maintenance-Furniture and Fixtures	^18,350.00^	15,120.24
Repair and Maintenance-IT Equipment and Software	^27,218.35^	-
Repair and Maintenance-Other Machineries and Equipment	^60,545.00^	-
Repair and Maintenance-Motor Vehicles	^915,378.70^	1,216,207.88
Repair and Maintenance-Other Property, Plant and Equipment	^1,091,390.00^	763,762.31
Donations	-	45,700.00
Extraordinary Expenses	^38,000.00^	109,906.18
Miscellaneous Expenses	^50,759.80^	85,410.63
Taxes, Duties and Licenses ✓	^1,720,007.51^	1,540,493.62
Fidelity Bond Premiums	^19,872.45^	28,650.54
Insurance Expenses ✓	^42,270.11^	95,593.73
Bad Debts Expenses ✓	^618,109.41^	50,102.34
Depreciation- Land Improvements	^1,894.68^	1,894.68
Depreciation-Electrification, Power and Energy Structures	^1,048,403.02^	7,415,359.80
Depreciation-Office Buildings	^1,805,907.36^	1,806,577.86
Depreciation Other Structures	^4,694,859.72^	4,743,459.72
Depreciation- Office Equipment	^369,851.47^	441,812.56
Depreciation- Furniture and Fixtures	^75,193.02^	69,607.64
Depreciation- IT Equipment	^667,271.00^	729,609.29
Depreciation- IT Library Books	^1,016.74^	360.00
Depreciation- Machineries	^2,664.00^	81,180.36
Depreciation- Communication Equipment	^721,798.58^	3,021,992.76
Depreciation- Firefighting Equipment and Accessories	^15,492.84^	15,492.84
Depreciation- Medical, Dental & Laboratory Equipment	^56,847.46^	164,825.04
Depreciation- Other Machineries and Equipment	^280,032.12^	3,247,721.64
Depreciation- Motor Vehicles	^7,663.68^	167,735.04
Depreciation- Watercrafts	^25,650.00^	93,937.32
Depreciation- Other Transportation Equipment	^2,250.00^	22,652.16
Depreciation- Other Property, Plant and Equipment	^13,014,305.21^	12,914,092.83
Loss of Assets	^36,719.04^	

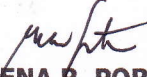
Other Maintenance and Operating Expenses
Total Maintenance & Other Operating Expenses
Financial Expenses
 Bank Charges
 Interest Expenses
 Other Financial Charges
Total Financial Expenses
Total Expenses
Income (Loss) From Operations
Add (Deduct) Other Income/Expenses
 Gain/Loss on Foreign Exchange (ForEx)
 Interest Income
Net Income(Loss) Before Income Tax

1,168,243.01	45,994.40
P 59,082,933.39	P 67,396,181.65
60.00	-
11,180,420.98	5,407,883.00
762,868.00	2,797,170.14
11,943,348.98	8,205,053.14
90,731,898.22	95,068,308.33
(13,963,637.51)	(19,447,979.79)
15,018,395.61	10,350,354.41
180,183.31	444,559.41
P 1,234,941.41	P (8,653,065.97)

Prepared by:


MARICRIS C. FROYALDE
Acting Bookkeeper/CSA-D

Checked by:


MAGDALENA R. PORTEM
Accountant III

Approved by:


ROSA B. CATOLICO
Administrator I

PARTIDO DEVELOPMENT ADMINISTRATION
Statement of Income and Expenses
As of December 31, 2014
(With Comparative Figures for CY 2013)

	<u>2014</u>	<u>2013</u>
INCOME (Note 15)	<u>76,768,260.71</u>	<u>75,620,328.54</u>
EXPENSES		
Operating Expenses		
Salaries and Wages (Note 16)	P 12,674,150.23	P 13,136,694.94
Personnel Benefits Contribution (Note 17)	1,817,133.09	1,859,960.56
Other Compensation (Note 18)	5,214,332.53	4,470,418.04
Maintenance and Other Operating Expenses (Note 19)	59,082,933.39	67,396,181.65
Total	P <u>78,788,549.24</u>	P <u>86,863,255.19</u>
Financial Expenses		
Documentary Stamp Expense	-	-
Interest Expenses	11,180,420.98	5,407,883.00
Other Financial Charges	762,868.00	2,797,170.14
Bank Charges	60.00	-
Total	P <u>11,943,348.98</u>	P <u>8,205,053.14</u>
Total Expenses	P <u>90,731,898.22</u>	P <u>95,068,308.33</u>
LOSS FROM OPERATIONS	P (13,963,637.51)	P (19,447,979.79)
OTHER INCOME (EXPENSES)		
Gain (Loss) on Foreign Exchange	P 15,018,395.61	P 10,350,354.41
Gain (Loss) on Sale of Disposed Assets	-	-
Interest Income	180,183.31	444,559.41
Total	P <u>15,198,578.92</u>	P <u>10,794,913.82</u>
NET INCOME (LOSS) FROM OPERATION	P <u><u>1,234,941.41</u></u>	P <u><u>(8,653,065.97)</u></u>

(See accompanying Notes to Financial Statements)

PARTIDO DEVELOPMENT ADMINISTRATION
Statement of Cash Flow Statement
As of December 31, 2014
(With Comparative Figures for CY 2013)

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of Income	P 74,378,125.27	P 71,406,140.74
Refund of overpayment of expenses	112,805.98	228,101.02
Receipt of financial assistance from NGA	-	-
Receipt of Performance/Bidders/Bail Bonds	59,793.65	34,420.00
Receipt from NGO/Trust Fund	424,975.07	390,751.16
Collection of Receivables	-	-
Total Cash Inflows	P 74,975,699.97	P 72,059,412.92
Cash Outflows		
Payment of operating expenses	P 40,015,148.88	P 35,059,806.49
Remittance to GSIS/PAG-IBIG/BIR/PHILHEALTH	9,432,893.31	9,862,053.43
Refund of Performance/Bidders/Bail Bonds	-	112,918.00
Payment of payables	6,230,299.46	8,542,392.29
Purchase of office supplies and other inventories	3,189,535.47	5,363,060.69
Payment of prepaid expenses	88,743.58	140,819.73
Payment of Trust Fund	328,227.85	-
Payment to COA/Other GOCCs	-	584,762.50
Total Cash Outflows	P 59,284,848.55	P 59,665,813.13
Net cash used from operating activities	P 15,690,851.42	P 12,393,599.79
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows		
Receipt of interest on deposit	P 159,947.73	P 225,839.93
Total Cash Inflows	P 159,947.73	P 225,839.93
Cash Outflows		
Office Equipment, Furniture and Fixtures, and other fixed assets	P 1,877,109.61	P 1,984,901.00
Total Cash Outflows	P 1,877,109.61	P 1,984,901.00
Net cash used in investing activities	P (1,717,161.88)	P (1,759,061.07)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Outflows		
Payment of domestic and foreign loans	P 12,900,000.00	P 12,000,000.00
Total Cash Outflows	P 12,900,000.00	P 12,000,000.00
Net cash used in financing activities	P (12,900,000.00)	P (12,000,000.00)
Net Decrease in Cash	P 1,073,689.54	P (1,365,461.28)
ADD: Cash and Cash Equivalents- Beginning	21,995,873.37	23,361,334.65
Cash and Cash Equivalent, Ending	P 23,069,562.91	P 21,995,873.37

PARTIDO DEVELOPMENT ADMINISTRATION
STATEMENT OF CHANGES IN EQUITY
As of December 31, 2014
(With Comparative Figures for CY 2013)

Particulars	<u>2014</u>	<u>2013</u>
Donated Capital:		
Balance at the beginning of the year	P 48,027,921.30	P 48,027,921.30
Balance at end of the year	P <u>48,027,921.30</u>	P <u>48,027,921.30</u>
Retained Earnings:		
Balance at beginning of the year	P (667,672,431.17)	P (708,213,977.59)
Add: Prior Years' Adjustment	(75,115,176.90)	49,194,612.39
Net Income (loss) for the period	1,234,941.41	(8,653,065.97)
Balance at the end of the year	P <u>(741,552,666.66)</u>	P <u>(667,672,431.17)</u>
Government Equity, December 31, 2013	P <u>(693,524,745.36)</u>	P <u>(619,644,509.87)</u>

PARTIDO DEVELOPMENT ADMINISTRATION
POST-CLOSING TRIAL BALANCE
As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
1	102	Cash- Collecting Officers	786,108.08		1
2	103	Cash- Disbursing Officers	18,254.00		2
3	104	Petty Cash Fund	-		3
4	111	Cash in Bank - Local Currency, Current Account	4,181,685.38		4
5	112	Cash in Bank - Local Currency, Savings Account	18,083,515.45		5
6	121	Accounts Receivable	30,159,067.65		6
7	301	Allowance for Doubtful Accounts		9,239,504.72	7
8	123	Due from Officers and Employees	-		8
9	136	Due from NGAs	234,252.45		9
10	137	Due from GOCCs	45,484.88		10
11	138	Due from LGUs	115,521.79		11
12	152	Work-In-Process Inventory	-		12
13	153	Finished Goods Inventory	-		13
14	154	Merchandise Inventory	-		14
	146	Receivables - Disallowances/Charges	216,000.00		
15	149	Other Receivables	177,209.48		15
16	155	Office Supplies Inventory	759,402.06		16
17	156	Accountable Forms Inventory	148,591.34		17
18	160	Medical, Dental and Laboratory Supplies Inventory	394,320.70		18
19	161	Gasoline, Oil and Lubricants Inventory	-		19
23	165	Other Supplies Inventory	1,644,756.88		23
24	177	Prepaid Rent	274,642.70		24
25	178	Prepaid Insurance	277,635.99		25
26	179	Prepaid Interest	-		26
27	180	Deposit on Letters of Credit	-		27
28	181	Advances to Contractors	-		28
29	182	Deferred Charges	5,949.29		29
30	183	Organization Cost	-		30
31	185	Other Prepaid Expenses	154,460.10		31
32	186	Guaranty Deposits	6,521.74		32
39	201	Land	4,488,933.00		39
40	202	Land Improvements	21,052.63		40
41	302	Accumulated Depreciation- Land Improvements		7,105.21	41
42	205	Electrification, Power and Energy Structures	82,376,359.33		42
43	305	Accumulated Depreciation- Electrification, Power and Energy Structures		72,778,955.88	43
44	211	Office Buildings	40,131,275.87		44
45	311	Accumulated Depreciation - Office Buildings		23,760,689.23	45
46	215	Other Structures	105,595,216.14		46
47	315	Accumulated Depreciation - Other Structures		51,742,581.24	47
48	221	Office Equipment	4,701,875.76		48
49	321	Accumulated Depreciation-Office Equipment		3,618,569.05	49
50	222	Furniture and Fixtures	1,879,410.47		50

PARTIDO DEVELOPMENT ADMINISTRATION
POST-CLOSING TRIAL BALANCE
As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
51	322	Accumulated Depreciation-Furniture and Fixtures		1,258,155.81	51
52	223	IT Equipment and Software	14,515,872.92		52
53	323	Accumulated Depreciation-IT Equipment and Software		11,769,196.59	53
54	224	Library Books	20,806.00		54
55	324	Accumulated Depreciation-Library Books		16,554.49	55
56	226	Machineries	517,557.55		56
57	326	Accumulated Depreciation-Machineries		427,503.79	57
58	229	Communication Equipment	8,497,951.97		58
59	329	Accumulated Depreciation-Communication Equipment		3,368,990.80	59
60	231	Firefighting Equipment and Accessories	120,500.00		60
61	331	Accumulated Depreciation-Firefighting Equipment and Accessories		59,807.13	61
62	233	Medical, Dental and Laboratory Equipment	1,748,812.13		62
63	333	Accumulated Depreciation-Medical, Dental and Laboratory Equipment		1,330,184.64	63
64	240	Other Machineries and Equipment	30,769,921.89		64
65	340	Accumulated Depreciation-Other Machineries and Equipment		25,679,840.20	65
66	241	Motor Vehicles	10,825,829.18		66
67	341	Accumulated Depreciation-Motor Vehicles		9,123,987.04	67
68	244	Watercrafts	1,043,748.23		68
69	344	Accumulated Depreciation-Watercrafts		815,763.29	69
70	248	Other Transportation Equipment	91,118.33		70
71	348	Accumulated Depreciation-Other Transportation Equipment		79,756.59	71
72	250	Other Property, Plant and Equipment	440,096,417.56		72
73	350	Accumulated Depreciation-Other Property, Plant and Equipment		132,135,951.46	73
75	290	Other Assets	1,098,971.37		75
76	401	Accounts Payable		24,603,121.21	76
77	403	Due to Officers and Employees		889,965.40	77
78	411	Due to National Treasury		922,932,886.49	78
79	412	Due to BIR		33,666.54	79
80	413	Due to GSIS		9,848.77	80
81	414	Due to PAG-IBIG		56,800.49	81
82	415	Due to PHILHEALTH		16,979.91	82
83	416	Due to Other NGAs		1,008,986.68	83
84	417	Due to Other GOCCs		44,771.12	84
85	418	Due to LGUs		69,268.29	85
86	424	Due to Other Funds		817,290.10	86
87	426	Guaranty Deposits Payable		231,740.51	87
88	427	Performance/Bidders/Bail Bonds Payable		151,356.85	88
89	439	Other Payables		14,486.38	89
90	444	Loans Payable- Domestic		-	90
91	445	Loans Payable- Foreign		201,331,639.04	91
92	448	Unearned Premiums		-	92
93	455	Other Deffered Credits		323,850.71	93

PARTIDO DEVELOPMENT ADMINISTRATION
POST-CLOSING TRIAL BALANCE
 As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
94	501	Government Equity		48,027,921.30	94
95	510	Retained Earnings	741,552,666.66		95
252		TOTALS	1,547,777,676.95	1,547,777,676.95	251

PARTIDO DEVELOPMENT ADMINISTRATION
PRE-CLOSING TRIAL BALANCE
As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
1	102	Cash- Collecting Officers	786,108.08		1
2	103	Cash- Disbursing Officers	18,254.00		2
4	111	Cash in Bank - Local Currency, Current Account	4,181,685.38		4
5	112	Cash in Bank - Local Currency, Savings Account	18,083,515.45		5
6	121	Accounts Receivable	30,159,067.65		6
7	301	Allowance for Doubtful Accounts		9,239,504.72	7
9	136	Due from NGAs	234,252.45		9
10	137	Due from GOCCs	45,484.88		10
11	138	Due from LGUs	115,521.79		11
15	146	Receivables - Disallowances/Charges	216,000.00		15
16	149	Other Receivables	177,209.48		16
17	155	Office Supplies Inventory	759,402.06		17
18	156	Accountable Forms Inventory	148,591.34		18
19	160	Medical, Dental and Laboratory Supplies Inventory	394,320.70		19
24	165	Other Supplies Inventory	1,644,756.88		24
25	177	Prepaid Rent	274,642.70		25
26	178	Prepaid Insurance	277,635.99		26
30	182	Deferred Charges	5,949.29		30
32	185	Other Prepaid Expenses	154,460.10		32
33	186	Guaranty Deposits	6,521.74		33
40	201	Land	4,488,933.00		40
41	202	Land Improvements	21,052.63		41
42	302	Accumulated Depreciation- Land Improvements		7,105.21	42
43	205	Electrification, Power and Energy Structures	82,376,359.33		43
44	305	Accumulated Depreciation- Electrification, Power and Energy Structures		72,778,955.88	44
45	211	Office Buildings	40,131,275.87		45
46	311	Accumulated Depreciation - Office Buildings		23,760,689.23	46
47	215	Other Structures	105,595,216.14		47
48	315	Accumulated Depreciation - Other Structures		51,742,581.24	48
49	221	Office Equipment	4,701,875.76		49
50	321	Accumulated Depreciation-Office Equipment		3,618,569.05	50
51	222	Furniture and Fixtures	1,879,410.47		51
52	322	Accumulated Depreciation-Furniture and Fixtures		1,258,155.81	52
53	223	IT Equipment and Software	14,515,872.92		53
54	323	Accumulated Depreciation-IT Equipment and Software		11,769,196.59	54
55	224	Library Books	20,806.00		55
56	324	Accumulated Depreciation-Library Books		16,554.49	56
57	226	Machineries	517,557.55		57
58	326	Accumulated Depreciation-Machineries		427,503.79	58
59	229	Communication Equipment	8,497,951.97		59
60	329	Accumulated Depreciation-Communication Equipment		3,368,990.80	60
61	231	Firefighting Equipment and Accessories	120,500.00		61
62	331	Accumulated Depreciation-Firefighting Equipment and Accessories		59,807.13	62
63	233	Medical, Dental and Laboratory Equipment	1,748,812.13		63
64	333	Accumulated Depreciation-Medical, Dental and Laboratory Equipment		1,330,184.64	64

PARTIDO DEVELOPMENT ADMINISTRATION
PRE-CLOSING TRIAL BALANCE
As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
65	240	Other Machineries and Equipment	30,769,921.89		65
66	340	Accumulated Depreciation-Other Machineries and Equipment		25,679,840.20	66
67	241	Motor Vehicles	10,825,829.18		67
68	341	Accumulated Depreciation-Motor Vehicles		9,123,987.04	68
69	244	Watercrafts	1,043,748.23		69
70	344	Accumulated Depreciation-Watercrafts		815,763.29	70
71	248	Other Transportation Equipment	91,118.33		71
72	348	Accumulated Depreciation-Other Transportation Equipment		79,756.59	72
73	250	Other Property, Plant and Equipment	440,096,417.56		73
74	350	Accumulated Depreciation-Other Property, Plant and Equipment		132,135,951.46	74
76	290	Other Assets	1,098,971.37		76
77	401	Accounts Payable		24,603,121.21	77
78	403	Due to Officers and Employees		889,965.40	78
79	411	Due to National Treasury		922,932,886.49	79
80	412	Due to BIR		33,666.54	80
81	413	Due to GSIS		9,848.77	81
82	414	Due to PAG-IBIG		56,800.49	82
83	415	Due to PHILHEALTH		16,979.91	83
84	416	Due to Other NGAs		1,008,986.68	84
85	417	Due to Other GOCCs		44,771.12	85
86	418	Due to LGUs		69,268.29	86
87	424	Due to Other Funds		817,290.10	87
88	426	Guaranty Deposits Payable		231,740.51	88
89	427	Performance/Bidders/Bail Bonds Payable		151,356.85	89
90	439	Other Payables		14,486.38	90
92	445	Loans Payable- Foreign		201,331,639.04	92
94	455	Other Deffered Credits		323,850.71	94
95	501	Government Equity		48,027,921.30	95
96	510	Retained Earnings	667,672,431.17		96
99	623	Toll and Terminal Fees		81,282.77	99
100	634	Income from Communication Facilities		627,778.37	100
102	639	Income from Waterworks System		70,583,927.50	102
104	642	Rent income		78,850.00	104
105	648	Other Business Income		3,212,257.33	105
106	649	Fines and Penalties- Business Income		3,640,198.63	106
110	664	Interest Income		180,183.31	110
112	678	Miscellaneous Income		11,210.10	112
113	681	Gain/Loss on Foreign Exchange (FOREX)		15,018,395.61	113
116	684	Prior Years Adjustments	75,115,176.90		116
117	701	Salaries and Wages- Regular	11,315,554.90		117
118	705	Salaries and Wages- Casual	1,358,595.33		118
122	711	Personnel Economic Relief Allowance (PERA)	1,368,081.40		122
124	713	Representation Allowance (RA)	288,000.00		124
125	714	Transportation Allowance (TA)	60,000.00		125
126	715	Clothing/Uniform Allowance	285,000.00		126


PARTIDO DEVELOPMENT ADMINISTRATION
PRE-CLOSING TRIAL BALANCE
As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
129	720	Honoraria	149,875.00		129
131	722	Longevity Pay	10,000.00		131
132	723	Overtime and Night Pay	16,136.67		132
133	724	Cash Gift	287,500.00		133
134	725	Year End Bonus	2,080,018.00		134
135	731	Life Retirement Insurance Contributions	1,360,183.65		135
136	732	PAG-IBIG Contributions	253,514.81		136
137	733	PHILHEALTH Contributions	145,600.00		137
138	734	ECC Contributions	57,834.63		138
139	742	Terminal Leave Benefits	109,445.95		139
140	749	Other Personnel Benefits	560,275.51		140
141	751	Travelling Expenses- Local	2,408,483.68		141
143	753	Training Expenses	194,217.75		143
145	755	Office Supplies Expenses	529,476.96		145
146	756	Accountable Forms Expenses	140,291.66		146
149	760	Medical, Dental and Laboratory Supplies Expenses	1,452,404.67		149
150	761	Gasoline, Oil and Lubricants Expenses	3,887,439.34		150
151	765	Other Supplies Expenses	2,701,601.68		151
152	766	Water Expenses	71,760.00		152
153	767	Electricity Expenses	8,723,305.13		153
155	771	Postage and Deliveries	2,708.00		155
156	772	Telephone Expenses- Landline	205,469.40		156
157	773	Telephone Expenses- Mobile	413,099.34		157
158	774	Internet Expenses	59,777.00		158
159	775	Cable, Satellite, Telegraph and Radio Expense	2,325.00		159
162	780	Advertising Expenses	27,000.00		162
163	781	Printing and Binding Expenses	68,841.50		163
164	782	Rent Expenses	315,642.54		164
166	784	Transportation and Delivery Expenses	121,142.57		166
173	793	Consultancy Services	248,000.00		172
175	795	General Services	7,395,604.53		174
176	796	Janitorial Services	458,816.13		175
177	797	Security Services	390,676.85		176
178	799	Other Professional Services	115,868.21		177
180	805	Repair and Maintenance-Electrification, Power and En	420,004.56		179
181	811	Repair and Maintenance-Office Buildings	53,215.94		180
186	821	Repair and Maintenance-Office Equipment	77,796.67		185
187	822	Repair and Maintenance-Furniture and Fixtures	18,350.00		186
188	823	Repair and Maintenance-IT Equipment and Software	27,218.35		187
193	840	Repair and Maintenance-Other Machineries and Equip	60,545.00		192
194	841	Repair and Maintenance-Motor Vehicles	915,378.70		193
197	850	Repair and Maintenance-Other Property, Plant and E	1,091,390.00		196
212	883	Extraordinary Expenses	38,000.00		211
213	884	Miscellaneous Expenses	50,759.80		212
214	891	Taxes, Duties and Licenses	1,720,007.51		213
215	892	Fidelity Bond Premiums	19,872.45		214

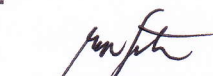
PARTIDO DEVELOPMENT ADMINISTRATION
PRE-CLOSING TRIAL BALANCE
As of December 31, 2014

#	ACCOUNT CODE	ACCOUNT TITLE	DEBIT	CREDIT	#
216	893	Insurance Expenses	42,270.11		215
217	901	Bad Debts Expenses	618,109.41		216
218	902	Depreciation-Land Improvements	1,894.68		217
219	905	Depreciation-Electrification, Power and Energy Struct	1,048,403.02		218
220	911	Depreciation-Office Buildings	1,805,907.36		219
221	915	Depreciation Other Structures	4,694,859.72		220
225	921	Depreciation- Office Equipment	369,851.47		224
226	922	Depreciation- Furniture and Fixtures	75,193.02		225
227	923	Depreciation- IT Equipment	667,271.00		226
228	924	Depreciation- Library Books	1,016.74		227
229	926	Depreciation- Machineries	2,664.00		228
230	929	Depreciation- Communication Equipment	721,798.58		229
231	931	Depreciation- Firefighting Equipment and Accessories	15,492.84		230
232	933	Depreciation- Medical, Dental & Laboratory Equipmen	56,847.46		231
233	940	Depreciation- Other Machineries and Equipment	280,032.12		232
234	941	Depreciation- Motor Vehicles	7,663.68		233
235	944	Depreciation- Watercrafts	25,650.00		234
236	948	Depreciation- Other Transportation Equipment	2,250.00		235
237	950	Depreciation- Other Property, Plant and Equipment	13,014,305.21		236
239	956	Other Discounts (Income from Waterworks System)	1,467,243.99		238
243	961	Loss of Assets	36,719.04		242
245	969	Other Maintenance and Operating Expenses	1,168,243.01		244
246	971	Bank Charges	60.00		245
250	975	Interest Expenses	11,180,420.98		249
251	979	Other Financial Charges	762,868.00		250
253		TOTALS	1,641,211,760.57	1,641,211,760.57	252

Prepared by:


MARICRIS C. FROYALDE
Acting Bookkeeper/CSA D

Checked by:


MAGDALENA R. PORTEM
Accountant III

Approved by


ROSA B. CATOLICO
Administrator I

PARTIDO DEVELOPMENT ADMINISTRATION
NOTES TO FINANCIAL STATEMENTS
As of December 31, 2014

1. AGENCY BACKGROUND

The Partido Development Administration (PDA) was created on November 18, 1994 by virtue of Republic Act No. 7820. It was, however, formally organized and operated on October 16, 1997.

The PDA, as a corporate body, has jurisdiction over the ten (10) municipalities of the Fourth Congressional District of Partido District, in the Province of Camarines Sur composed of Tigaon, Sagñay, Goa, San Jose, Lagonoy, Presentacion, Caramoan, Garchitorena, Tinambac and Siruma. It is under the supervision and direction of a Board of Directors, whose members are the ten (10) incumbent Mayors of the said municipalities and ten (10) Private Sector Representatives coming from each of the member municipalities.

The PDA is under the stewardship of Administrator Rosa B. Catolico who is assisted by three (3) Division Chiefs/Managers for Planning, Evaluation and Monitoring, Administrative and Finance, and Operations. Its Rationalization Program took effect on February 1, 2007 and presently complemented with fifty nine (59) personnel, forty nine (49) of which are either on permanent or co-terminus status and ten (10) are casuals. Its manpower needs is augmented by hiring through job order contracts.

Among PDA's functions and powers are to:

- Make a comprehensive survey of physical and natural resources of the district;
- Prepare, undertake and implement a comprehensive and integrated development program for the district;
- Pass over all plans, programs, and projects in the district;
- Make recommendations to proper agencies on technical support, physical assistance and generally, the level of priority to be accorded;
- Encourage investments in the district;
- Help promote the economic zones and/or industrial estates established in the district; and,
- Establish, operate and/or contract to operate such agencies, functional units and instrumentalities; and exercise other functions necessary to attain the purpose for which it was created.

The PDA as a government corporate entity with a distinctly local and provincial character has enjoyed a high degree of autonomy in its operations and up to the present, has no National government budgetary support.

The current assistance being extended by the national government is the servicing of its foreign loan for the water system.

The main source of income is WATER. The Partido Water Supply System (PWSS) provides a 24-hour potable water system. It has nine (9) pumping stations and eight (8) collections centers. The other minor projects are Center for Human Resource Development (CHRD), the FM Radio Station (DZRP) and the Nato Port which is under the supervision of Philippine Port Authority (PPA).

The source of income is a subsidy from the Congressional Development Fund of Hon. Arnulfo Fuentesbella. For CY 2013 PDA did not receive any assistance from the Congressman of the 4th district.

With the creation of the GOCC Act of 2011 under R.A. No. 10149, the Partido Development Administration is one among the 157 GOCCs existing in the Philippines which is under the Government Commission for GOCCs (GCG).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Income and Expense Recognition

The Administration adopts the accrual basis of accounting. All income are recognized when earned regardless of when collected, and all expenses are recognized when incurred regardless of when paid.

Uncollectibility of Receivables

Allowance for doubtful accounts is maintained at a level adequate to provide for potential uncollectibility of receivables. Policy on such provision was set depending on the age of the accounts. A maximum of 4% provision was set on accounts which are over 3 years.

A provision for doubtful accounts for the year was recorded using the new software/program which generated the Report of Aging of Receivables. Age brackets in the Aging Report are as follows:

Age of Receivables	Percent
Active Accounts & Inactive Accounts:	
0 to 180 days	0%
181 days to 1 year	1%
1 year to 2 years	2%
2 years to 3 years	3%
Over 3 years	4%

Property and Equipment

Property and equipment are carried at cost less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from 2 to 25 years. Depreciation starts on the second month after purchase. A 10% residual value is set.

3. CASH AND CASH EQUIVALENTS

P23,069,562.91

This account consists of:

Account	2014	2013
Cash in Bank	P 22,265,200.83	P 21,274,402.09
Cash with Collecting Officer	786,108.08	683,217.28
Cash Disbursing Officers	18,254.00	18,254.00
Petty cash Funds		20,000.00
Total	P 23,069,562.91	P 21,995,873.37

Cash in Bank account consists of cash deposits with Land Bank of the Philippines, Goa and Postal Bank, Tigaon, all in Camarines Sur under current and high yield savings account as follows:

Account	Amount
Cash in Bank-Local Currency, Current Account	P 4,181,685.38
Cash in Bank-Local Currency, Savings Account	18,083,515.45
Total	P 22,265,200.83

Cash with Collecting Officers represent collections with the collecting officers/field collectors in various water systems pending deposit.

Petty Cash Funds are cash granted to designated petty cash custodians in various water systems and divisions for payment of authorized petty or miscellaneous expenses which cannot be conveniently paid thru check.

4. TRADE AND OTHER RECEIVABLES

P-21,708,031.53

This account consists of:

Account	2014	2013
Accounts Receivable	P 30,159,067.65	P 28,058,180.99
Due from LGUs	115,521.79	115,521.79
Due from Officers and Employees		33,390.00
Due from NGAs	234,252.45	35,250.00
Due from GOCCs	45,484.88	45,484.88
Receivables-Disallowances/Charges	216,000.00	
Other Receivables	177,209.48	455,517.48

Total	P 30,877,301.37	P 28,743,345.14
Allowance for Doubtful Accounts	(9,239,504.72)	(8,621,395.31)
Net Receivables	P 21,708,031.53	P 20,121,949.83

Accounts Receivable are amounts due from customers/concessionaires arising from services rendered related to water, port, TV and radio ads, catering, dormitory, rental of facilities and printing/binding operations.

Due from Officers and Employees represents cash advances granted for travel and other expenses.

5. INVENTORIES

P 2,947,070.98

This account consists of:

Account	<u>2014</u>	<u>2013</u>
Medical, Dental & Laboratory Supplies Inventory	P 394,320.70	P 1,191,712.93
Office Supplies Inventory	759,402.06	792,322.51
Accountable Forms Inventory	148,591.34	296,023.00
Gasoline, Oil & Lubricants Inventory		36,770.73
Other Supplies Inventory	1,644,756.88	4,015,313.37
Total	P 2,947,070.98	P 6,332,142.54

Medical, Dental & Laboratory Supplies pertain to the aluminum sulfate, chlorine granules and other supplies for use in the various water treatment plant operations. On the other hand, *Other Supplies* consist of supplies for use in household water services connections and leak repairs such as couplings, teflon tapes, saddle clamps, and the like.

6. PREPAYMENTS

P 712,688.08

This account consists of:

Account	<u>2014</u>	<u>2013</u>
Prepaid Insurance	P 277,635.99	P 250,242.74
Prepaid Rent	274,642.70	304,642.70
Other Prepaid Expenses	154,460.10	154,460.10
Total	P 712,688.08	P 709,345.54

This account consist of prepaid insurance paid to GSIS motor vehicles and fidelity bonds of bonded employees and prepaid rent of PWSS collection office and prepaid rent for the land being occupied by the Goa Water Treatment Plant (WTP).

7. OTHER CURRENT ASSETS**P 6,521.74**

This account consist of unserviceable properties and four (4) units cellphones for use in the water treatment plants.

8. PROPERTY AND EQUIPMENT**P409,469,066.52**

This account is composed of the following:

PARTICULARS	LAND & ELECT., POWER & ENERGY STRUCTURES	BUILDING AND OTHER STRUCTURES	EQUIPMENT FURNITURE & FIXTURE	TRANSPORT ATION EQUIPMENT	OTHER PROPERTY PLANT & EQUIPMENT	TOTAL
December 31, 2013						
Cost	86,951,472.96	145,541,492.01	70,652,311.70	12,637,267.64	433,068,080.76	748,850,625.07
Accum. Dep'n.	(71,901,855.96)	(69,153,257.89)	(57,953,709.05)	(10,571,533.03)	(125,238,309.20)	(334,818,665.13)
Net Book Value	15,049,617.00	76,388,234.12	12,698,602.65	2,065,734.61	307,829,771.56	414,031,959.94
December 31, 2014						
Opening Book Value	15,049,617.00	76,388,234.12	12,698,602.65	2,065,734.61	307,829,771.56	414,031,959.94
Additions/ Deductions	134,872.00	185,000.00	990,945.60		7,028,336.80	8,339,054.40
Depreciation for the year	(1,050,297.70)	(6,500,767.08)	(2,190,167.23)	(35,563.68)	(13,014,305.21)	(22,791,100.90)
Reclassification/ Adjustment	(33,907.43)	150,754.50	3,744,625.17	(88,982.11)	6,116,662.95	9,889,153.08
Closing Net Book Value	14,100,283.87	70,223,221.54	15,243,906.19	1,941,188.82	307,960,466.10	409,469,066.52

Land consists of the following:

Particulars	Amount
PDA Main	P 3,600,000.00
WTP Presentacion Site	102,308.00
Tigaon, C.S. (10,000 sqm. From Vicente Estela)	563,625.00
Water Source Lot –Tinambac (3 has.)	220,000.00
Donated Land of Mr. Tomas Riva (20sqm) – Garchitorena, C.S.	3,000.00
Total	P 4,488,933.00

Building and Other Structures include the cost of the construction of PDA Main Building, PWSS, QRT, CHRD and PTV4 Buildings. It also includes civil mechanical and electrical works for different water treatment plants.

The other property and equipment consists mainly of various fixed assets which are included in the water project cost such as pipelines, and related works; civil and electrical works; mechanical equipment and other facilities and equipment acquired before and after the water project.

9. ACCOUNTS PAYABLE

P25,493,086.61

This account consists of:

Account	2014	2013
Trade Accounts Payable	P 24,603,121.21	P 3,349,322.08
Due to Officers and Employees	889,965.40	945,618.10
Total	P 25,493,086.61	P 4,294,940.18

Trade Accounts Payables are payables incurred arising from trade/business operations. Due to Officers and Employees are payable to employees.

10. INTER-AGENCY PAYABLE

P924,173,208.29

This account consists of payables to the:

Account	2014	2013
National Treasury		
Advances re: Amortization	P 737,425,133.07	P 677,955,849.83
Interest on Advances	183,153,168.71	112,379,948.70
Guarantee Fees	64,704,260.42	63,942,593.10
Less: Partial Payments	(62,349,675.71)	(49,449,675.71)
	P 922,932,886.49	P 804,828,715.92
GSIS, PAG IBIG & PHILHEALTH	83,629.17	168,790.96
Bureau of Internal Revenue	p 33,666.54	p 96,559.77
National Government Agency	1,008,986.68	1,508,986.68
Government Owned/Controlled Corps.	44,771.12	7,582.70
Other Government Agencies-LGUs	69,268.29	50,268.29
Total	P 924,173,208.29	P 806,660,904.32

Due to National Treasury consists of the guarantee fee payable to the National Government including the advances it made as the guarantor for the first four (4) loan amortizations including cable charges, handling costs, and interests advanced/paid to ABN-AMRO as well as the interest for the advances made by the National Government.

Due to GSIS/PAG-IBIG/PHILHEALTH accounts pertain to the contributions due and loan amortizations withheld for remittance to the Government Service

Insurance System, Home Development Mutual Fund and Philippine Health Insurance Corporation.

Due to BIR accounts pertains to the taxes due and the various amounts withheld for remittance to the BIR.

Due to Other NGAs represents the amount payable to COA for the cost of annual services up to CY 2012.

Due to Other GOCCs the amount of P7,582.70 represents Nato Port collection which will be remitted to Philippine Ports Authority.

11. OTHER CURRENT LIABILITIES

P 1,214,873.84

This account consists of the following:

Account	2014	2013
A. Intra- Agency Payables		
Due to Other Funds	P 817,290.10	P 1,024,062.03
B. Other Liability Accounts		
Guaranty Deposits payable	231,740.51	231,740.51
Performance/Bidders/Bail Bond Payable	151,356.85	136,856.85
Other Payables	14,486.38	19,267.17
Total	P 1,214,873.84	P 1,411,926.56

Due to Other Funds includes Congressman Arnulfo P. Fuentesbella's subsidy for certified seeds growers.

Guaranty Deposits Payable represents the 10% retention fee from Suppliers and Contractors.

Performance/Bidders/Bail Bonds Payable represents Bid Security paid by Bidders

Other Payables represents the amount deducted from employees for their salary loans granted by LBP, UCPB, Postal Bank and Quedancor.

12. FOREIGN LOANS PAYABLE

P201,331,639.04

This account consists of:

Account	2014	2013
DANIDA Mixed Credit	P 201,331,639.04	P 216,357,000.61
Less: Current Portion (March 1 to		

September 1, 2014)	50,603,382.14	54,089,250.26
Long Term portion (March 1, 2015 to September 1, 2018)	P 150,728,256.90	P 270,446,250.87

The PDA contracted a mixed credit of EURO 7,806,869.40 and USD 7,504,611.56 with DANIDA and EKF GUARANTEE and the ABN AMRO Bank, N.V. Copenhagen Branch on December 18, 1999. This credit facility financed the construction of the Partido Water Supply System Project.

Each amortization amounts to EURO 260,228.98 and USD 250,153.72 payable every 1st day of March and September. Such amortization is inclusive of interest at the rate of 1.7% and 2%, respectively. Originally, the loan agreement provides for a zero interest but because of the lengthening of the repayment period by 5 years, interests were imposed. Amortization started on March 1, 2004. With the recommendation of the Department of Finance, the 1st, 2nd, 3rd, 4th, 5th, 6th, 7th, 8th, 9th, 10th, 11th, 12th, 13th, 14th, 15th, 16th, 17th, 18th, 19th, 20th, 21st and 22nd loan amortizations were advanced by the National Government through the Bureau of Treasury.

Loan paid was converted using the prevailing exchange rate at the date of transaction entered into the books (USD=Php55.70000 and EUR=Php70.81970).

The loan was revalued last December 29, 2014 at 44.617 USD and 54.339 EUR resulting into Gain on FOREX of P15,018,395.17. The balance was restated at balance sheet date using year-end exchange rates USD=P44.617 and EUR=P54.339 for December 29, 2014.

13. DEFERRED CREDITS

P 323,850.71

Represents taxes due to BIR which was temporarily lodged to deferred credits when the obligation was recognized but the withheld taxes will be remitted to BIR upon payment of Accounts Payables.

14. GOVERNMENT EQUITY/DONATED CAPITAL

P(693,524,745.36)

This account pertains to the cumulative results of operations. It also included the value of various properties and/or equipment provided by the Department of Interior and Local Government, Department of Trade and Industry, Department of Energy and other government and private entities or individuals in addition to the Congressional Development Funds/Congressional Fund Incentives.

15. INCOME

P76,768,260.71

This account consists of the following:

Account	2014	2013
Subsidy Income from National Government	P	P 18,050.00
Toll and Terminal Fees	81,282.77	232,159.49
Income from Communication Facilities	627,778.37	634,708.39
Income from Dormitory Operations		
Income from Waterworks System	69,116,683.51	67,404,814.51
Rent Income	78,850.00	90,066.24
Other Business Income	3,212,257.33	3,267,663.13
Fines and Penalties-Business Income	3,640,198.63	3,560,915.62
Income from Grants and Donations		390,751.16
Miscellaneous Income	11,210.10	21,200.00
Total	P 76,768,260.71	P 75,620,328.54

16. SALARIES AND WAGES

P 12,674,150.23

This account consists of the following:

Account	2014	2013
Salaries and Wages – Regular	P 11,315,554.90	P 11,547,946.44
Salaries and Wages – Casual	1,358,595.33	1,588,748.50
Total	P 12,674,150.23	P 13,136,694.94

17. PERSONAL BENEFITS CONTRIBUTION

P1,817,133.09

This account consists of the following:

Account	2014	2013
Life and Retirement Insurance Contributions	P 1,360,183.65	P 1,387,133.45
Pag-ibig Contributions	253,514.81	262,238.43
Philhealth Contributions	145,600.00	150,700.00
ECC Contributions	57,834.63	59,888.68
Total	P 1,817,133.09	P 1,859,960.56

18. OTHER COMPENSATION**P5,214,332.53**

This account consists of the following:

Account	2014	2013
Personal Economic Relief Allowance (PERA)	P 1,368,081.40	P 1,444,766.27
Representation Allowance (RA)	288,000.00	288,000.00
Transportation Allowance (TA)	60,000.00	30,000.00
Clothing/Uniform Allowance	285,000.00	309,574.00
Productivity Incentive Allowance		
Honoraria	149,875.00	132,900.00
Longevity Pay	10,000.00	
Cash Gift	287,500.00	300,875.00
Terminal Leave Benefits	109,445.95	
Overtime and Night pay	16,136.67	10,009.90
Year End Bonus	2,080,018.00	1,395,763.65
Other Personnel Benefits	560,275.51	558,529.22
Total	P 5,214,332.53	P 4,470,418.04

19. MAINTENANCE AND OTHER OPERATING EXPENSES**P59,082,933.39**

This account consists of the following:

Account	2014	2013
Traveling Expenses-Local	P 2,408,483.68	P 2,742,304.46
Traveling Expenses-Foreign		
Training and Scholarship Expenses	194,217.75	95,175.00
Supplies and Materials Expenses	8,711,214.31	7,991,890.47
Utility Expenses	8,795,065.13	7,045,955.09
Communication Expenses	683,378.74	767,258.12
Advertising Expenses	27,000.00	
Printing and Binding Expenses	68,841.50	27,579.50
Rent Expenses	315,642.54	252,447.84
Representation Expenses		498,035.81
Transportation and Delivery Expenses	121,142.57	79,926.00
Rewards and Other Claims		6,000.00
Professional Services	8,608,965.72	8,563,867.07
Repairs and Maintenance	2,663,899.22	2,385,579.31
Subsidies and Donations		45,700.00
Confidential, Intelligence, Extraordinary and Miscellaneous Expenses	88,759.80	195,316.81
Taxes, Insurance Premiums and Other	1,782,150.07	1,664,737.89

Account	<u>2014</u>	<u>2013</u>
Fees		
Bad Debts Expenses	618,109.41	50,102.34
Depreciation	22,791,100.90	34,938,311.54
Loss of Assets	36,719.04	
Other Maintenance and Operating Exp.	1,168,243.01	45,994.40
Total	P 59,082,933.39	P 67,396,181.65



Partido Development Administration

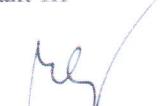
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STATEMENT OF MANAGEMENT RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of Partido Development Administration is responsible for all information and representations contained in the accompanying Balance Sheet as of December 31, 2014 and the related Statements of Income and Expenses, Changes in Equity, and Cash Flows for the year then ended. The financial statements have been prepared in conformity with generally accepted state accounting principles and reflected amounts that are based 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 recognized.


MAGDALENA R. PORTEM
Accountant III


ROSA B. CATOLICO
Administrator I



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