

SAGAY WATER DISTRICT
Sagay City Negros occidental

NOTES TO FINANCIAL STATEMENTS

The Sagay Water District (SWD) was created by virtue of Sanguniang Bayan Resolution No. 49 dated July 11, 1979 of the Municipality of Sagay Negros occidental pursuant to the provision of Title, Presidential Decree 198, otherwise known " Local Water District Law."

In line with the provision of P.D. No. 198, the Sagay Water District's mission and functions include the acquisition, installation, improvement, maintenance and operation of water supply and distribution systems within the district boundaries. The district was formed to provide adequate and potable water supply to all its concessionaires.

Government-Owned and Controlled Corporation (GOCC) with original charter which puts them under the jurisdiction of the Civil Service Commission (CSC), Commission on Audit(COA) and Department of Budget and Management (DBM).

Recognition of Income and Accounting for Expenses

SWD recognized Income from Water Sales on accrual basis while Penalty charges and miscellaneous service revenues are recognized on cash basis. Expenses are charged to corresponding account on accrual basis.

Utility Plant & Equipment (UPIS) of SWD is depreciated on a straight -line method based on the useful lines of the assets.

Note I

Cash on hand and in Bank account consist of the following :

	2014		2013		Increase/ Decrease over last year	Corresponding % to total
Cash on Hand - Collecting Officer	P	106,615	P	140,018	(33,403)	-24%
Cash in Bank-Local Currency C/A		5,987,420		2,562,462	3,424,958	134%
Cash in Bank-Local Currency-S/A				2,684,319	(2,684,319)	-100%
Cash in Bank-LCCA (BIR eFPS)		304,446			304,446	
Cash in Bank-LBPS/Pension & Benefit		1,628,920		-	1,628,920	
Cash in Bank-HYSA		7,787,503		7,729,078	58,425	1%
Total		15,708,290		12,975,859	2,732,430	21%

Note II

Receivables - Net

Account Receivable -Customer		3,099,932		3,902,411	(802,479)	-21%
Inst. Sales Receivable		30,246		58,011	(27,765)	-48%
Other Receivable		289,755		340,540	(50,785)	-15%
Allowance for Doubtful Accts.		(710,413)		(680,723)	(29,690)	4%
Advances to Off. & Employees		-		-	-	
Total		2,709,520		3,620,239	(910,719)	-25%

Note III

Plant (UPIS)	P	81,703,172	P	74,139,712	7,563,460	10%
Less: Acc. Dep'n		(28,318,830)		(25,341,329)	(2,977,501)	12%
Office Building & other Structures		5,011,391		3,976,172	1,035,219	26%
Less: Acc. Dep'n		(685,043)		(576,925)	(108,118)	19%
Office Equipment		2,649,785		2,266,731	383,054	17%
Less: Acc. Dep'n		(1,829,450)		(1,592,853)	(236,597)	15%
Transportation & Equipt.		2,767,969		1,792,349	975,620	54%
Less: Acc. Dep'n-Trans. & Equipt.		(1,241,231)		(1,082,184)	(159,047)	15%
Other Machineries & Equipt.		16,580,373		14,612,693	1,967,680	13%
Less: Acc. Dep'n-Other Mach. & Equipt		(4,671,396)		(3,526,257)	(1,145,139)	32%
CWIP - Bldg. & Other Structure		-		257,864	(257,864)	-100%
Reforestatration		179,328		179,328	0	0%
TOTAL UPIS		72,146,068		65,105,301	7,040,767	11%

Note IV

2014

2013

Guarranty Deposit

Customer Deposit	P	307,022	P	307,022	-	0%
Meter Deposit		632,862		632,862	-	0%
Note V Total		939,884		939,884	-	0%

Other Longterm Liabilities

A. Regular	P	727,319	P	1,926,768	(1,199,449)	-62%
B. ADB Loan				-	-	
Total		727,319		1,926,768	(1,199,449)	-62%

A.

LA# 3-493		727,326		792,124	(64,798)	-8%
LA# 3-594		-		1,134,651	(1,134,651)	-100%
LA# 3-129		(7)		(7)	-	0%
Total		727,319		1,926,768	(1,199,449)	-62%

B. LA# 4-211-A
4-211-B

NoteVI

Operating Revenue includes the following:

Income from Water Works System	P	49,045,009	P	46,296,539	2,748,470	6%
Unmetered Sales		1,010,313		1,007,292	3,021	0%
Fine and Penalties		1,584,602		1,511,626	72,976	5%
Miscellaneous Service Income		2,250,826		2,339,948	(89,122)	-4%
Other Sales & Revenue		30,918		31,026	(108)	0%
Interest		73,484		80,966	(7,482)	-9%
Gain on sales of disposed assets		-		-	-	
		53,995,152		51,267,397	2,727,755	5%

Note VII

Personal Services Expenses

Salaries & Wages -Regular	P	6,093,481	P	6,495,369	(401,888)	-6%
Salaries & Wages-Others		1,513,356		1,500,736	12,620	1%
Pera		980,364		1,020,000	(39,636)	-4%
RA		162,000		162,000	-	0%
TA		162,000		162,000	-	0%
Clothing/Uniform Allow.		205,000		215,000	(10,000)	-5%
Other Bonuses & Allow.		1,796,464		1,928,682	(132,218)	-7%
Honoraria		406,636		403,128	3,508	1%
Overtime & Holiday Pay		518,834		476,539	42,295	9%
Year End Bonus		564,669		587,348	(22,679)	-4%
Life & Ret. Ins. Cont.		838,994		879,154	(40,160)	-5%
Pag-ibig Cont.		49,100		51,000	(1,900)	-4%
Philhealth Cont.		95,050		92,713	2,338	3%
ECC Contribution		42,918		44,916	(1,998)	-4%
Ret. & Benefit -Regular		300,000		300,000	-	0%
V/L & S/L Benefits		368,595		371,618	(3,023)	-1%
		14,097,461		14,690,203	(592,742)	-4%

Maintenance & Other Operating Expenses

Sales Discount	89,061	77,238	11,823	15%	
Traveling Expenses	239,794	174,301	65,493	38%	
Training Expenses	229,460	27,916	201,544	722%	
Office Supplies Expenses	406,478	431,358	(24,880)	-6%	
Fuel, Oil & Lubricant	558,655	543,316	15,339	3%	
Chemicals & Felt. Mat. Exp.	542,500	504,500	38,000	8%	
Other supply expenses	759,500	534,340	225,160	42%	
Water	8,537	8,109	428	5%	
Electricity	392,101	316,014	76,087	24%	
Postage & Delivery	9,025	4,620	4,405	95%	
Cable service	6,000	6,000	-	0%	
Telephone Expenses-	111,463	91,403	20,060	22%	
Internet Expenses	4,995	11,888	(6,893)	-58%	
Advertising Expenses	-	-	-		
Representation exp.	169,684	76,932	92,752	121%	
Other Professional fees	36,200	36,600	(400)	-1%	
Repair & Maint-LT& Equipt.	108,704	240,823	(132,119)	-55%	
Repair & Maint-Office Equipt.	31,125	44,590	(13,465)	-30%	
Repair & Maint. Office Bldg.	12,583	2,482	10,101	407%	
Repair & Maint- Trans. & Dist.	1,893,922	2,227,738	(333,816)	-15%	
Repair & Maint-Plant	144,733	192,901	(48,168)	-25%	
Extraor. Misc. Expenses	118,538	98,127	20,411	21%	
Taxes, Duties & Licenses	1,096,081	986,915	109,166	11%	
Insurance expenses	58,182	64,043	(5,861)	-9%	
Power/fuel purchase	16,175,862	15,387,279	788,583	5%	
Membership fee	102,050	154,643	(52,593)	-34%	
Donations	-	500	(500)	-100%	
Auditing Services	-	-	-		
General/Janitorial Expenses	340,370	159,170	181,200	114%	
Dep'n.exp-office Bldg.	108,118	105,762	2,356	2%	
Dep'n exp-Office Equipt.	236,596	213,546	23,050	11%	
Dep'n exp-Trans. Equipt	159,047	190,394	(31,347)	-16%	
Dep'n exp-Other Mach.	1,145,140	1,039,544	105,596	10%	
Dep'n.exp.-Plant	2,980,281	3,087,979	(107,698)	-3%	
Doubtful Acct. Expense	29,690	-	29,690		
GTDE-Purchased water	333,252	297,234	36,018	12%	
Freight & handling	12,781	4,933	7,848	159%	
Other Maint. & Operating Expenses	427,660	706,207	(278,547)	-39%	
Interest Expenses	174,022	215,620	(41,598)	-19%	
P	29,252,190	P	28,264,964	987,226	3%

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