



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

FINANCIAL AUDIT REPORT

on the

**SAN RAFAEL WATER DISTRICT
SAN RAFAEL, BULACAN**

**For the Years Ended
December 31, 2013 and 2012**

San Rafael Water District
Statement of Financial Position
As of December 31, 2013
(With Comparative Figures for CYs 2012 and 2011)

	Note	<u>2013</u>	<u>2012</u>	<u>2011</u>
ASSETS				
<i>Current Assets</i>				
Cash and Cash Equivalents	3 P	5,668,384.78 P	5,025,942.12 P	2,991,012.09
Receivables - Net	4	2,847,489.22	2,343,884.33	2,378,802.81
Inventories	5	656,251.61	527,906.30	542,555.40
Prepayments		132,276.00	116,160.00	105,600.00
<i>Total Current Assets</i>		<u>9,304,401.61</u>	<u>8,013,892.75</u>	<u>6,017,970.30</u>
<i>Non-Current assets</i>				
Property, Plant & Equipment - Net	6	63,777,887.42	61,186,251.50	48,981,555.24
Other Current & Non-Current Assets	7	1,502,970.36	1,017,747.07	681,638.86
<i>Total Non-Current Assets</i>		<u>65,280,857.78</u>	<u>62,203,998.57</u>	<u>49,663,194.10</u>
Total Assets	P	<u>74,585,259.39</u> P	<u>70,217,891.32</u> P	<u>55,681,164.40</u>
LIABILITIES AND EQUITY				
<i>Current Liabilities</i>				
Payables	8 P	1,367,546.04 P	1,983,620.09 P	1,604,283.06
Inter-Agency Payables	9	344,309.26	291,168.13	197,819.71
Other Liability Accounts	10	252,144.05	257,210.65	270,943.57
<i>Total Current Liabilities</i>		<u>1,963,999.35</u>	<u>2,531,998.87</u>	<u>2,073,046.34</u>
<i>Non-Current Liabilities</i>				
Loans Payable	11	27,495,559.95	29,612,715.64	31,510,119.31
Deferred Credits	12	102,161.62	124,702.43	53,700.00
<i>Total Non Current Liabilities</i>		<u>27,597,721.57</u>	<u>29,737,418.07</u>	<u>31,563,819.31</u>
Total Liabilities		29,561,720.92	32,269,416.94	33,636,865.65
<i>Equity</i>				
Retained Earnings	13	45,023,538.47	37,948,474.38	22,044,298.75
Total Equity		45,023,538.47	37,948,474.38	22,044,298.75
Total Liabilities & Equity	P	<u>74,585,259.39</u> P	<u>70,217,891.32</u> P	<u>55,681,164.40</u>

See Accompanying Notes to Financial Statements

SAN RAFAEL WATER DISTRICT
Statement of Comprehensive Income
For the year ended December 31, 2013
(With Comparative Figures for CYs 2012 and 2011)

	Note	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Income				
Service Income	P	37,642,955.13	P 33,619,754.37	P 29,941,465.07
Business Income		1,035,274.12	980,756.11	892,586.21
Other Income		<u>1,867,000.00</u>	<u>1,788,500.00</u>	<u>1,992,450.00</u>
Gross Income		40,545,229.25	36,389,010.48	32,826,501.28
Less: Expenses				
Personal Services	14	12,943,315.66	12,269,937.03	12,195,037.74
Maintenance & Other Expenses	15	<u>17,710,735.91</u>	<u>16,374,838.67</u>	<u>14,062,156.90</u>
Total Expenses		30,654,051.57	28,644,775.70	26,257,194.64
Income from Operations		9,891,177.68	7,744,234.78	6,569,306.64
Add(Deduct) Other Income/Expenses				
Interest Income		13,682.67	15,945.40	10,394.71
Other Business Income		<u>394,651.26</u>	<u>324,036.60</u>	<u>18,343.41</u>
Total Other Income		408,333.93	339,982.00	28,738.12
Bank Charges		50.00	150.00	50.00
Interest Expense		<u>3,221,824.31</u>	<u>3,441,576.33</u>	<u>3,651,420.86</u>
Total Other Expense		3,221,874.31	3,441,726.33	3,651,470.86
Net of expenses over income		<u>(2,813,540.38)</u>	<u>(3,101,744.33)</u>	<u>(3,622,732.74)</u>
Net Income(Loss)	P	<u><u>7,077,637.30</u></u>	P <u><u>4,642,490.45</u></u>	P <u><u>2,946,573.90</u></u>

See Accompanying Notes to Financial Statements

San Rafael Water District
Statement of Retained Earnings
For the Year ended December 31, 2013
(With Comparative Figures for CYs 2012 & 2011)

		<u>2013</u>		<u>2012</u>		<u>2011</u>
Retained Earnings, Beginning of Year	P	37,948,474.38	P	22,044,298.75	P	19,539,141.23
Correction of Fundamental Errors		(2,573.21)		11,261,685.18		(441,416.38)
As Restated		<u>37,945,901.17</u>		<u>33,305,983.93</u>		<u>19,097,724.85</u>
Net Income		7,077,637.30		4,642,490.45		2,946,573.90
Retained Earnings, End of Year	P	<u><u>45,023,538.47</u></u>	P	<u><u>37,948,474.38</u></u>	P	<u><u>22,044,298.75</u></u>

See Accompanying Notes to Financial Statements

SAN RAFAEL WATER DISTRICT
Cash Flows Statement
For the Year Ended December 31, 2013
(With Comparative Figures for CYs 2012 & 2011)

	<u>2013</u>		<u>2012</u>		<u>2011</u>
Cash Flows from Operating Activities					
Cash Receipts from Concessionaires	P 38,065,701.10	P	34,217,583.85	P	32,634,627.86
Unreleased Checks	201,253.68		529,583.41		0.00
Other Current Assets	0.00		29,440.00		0.00
Collection from Concessionaires Contribution	2,247,943.83		2,197,285.82		0.00
Others	107,425.37		143,925.24		0.00
Additional Working Fund	0.00		0.00		(5,000.00)
Additional Coin Fund	0.00		500.00		0.00
Additional Coin Fund	0.00		(500.00)		0.00
Cash Paid to Suppliers and Employees	(24,739,233.31)		(23,618,724.10)		(23,406,882.67)
Remittance to BIR	(1,873,042.24)		(1,446,503.96)		0.00
Fund Transfer & Cash Reserves	(20,067,670.66)		(6,917,612.80)		(3,797,881.59)
Purchase of Utility Plant	(7,066,883.89)		(4,268,375.69)		(2,832,324.35)
Reversal Entry for Prior Year's Unreleased Checks	(529,583.41)		(129,779.94)		0.00
Prepaid Rent	(174,551.14)		0.00		0.00
Others	(271,290.00)		(296,470.00)		0.00
Reduction of Revolving Fund	0.00		0.00		5,000.00
Additional Working Fund	0.00		0.00		0.00
Refundable Deposits	0.00		0.00		(15,740.00)
Cash Provided (Used) by Operating Activities	<u>(14,099,930.67)</u>		<u>440,351.83</u>		<u>2,581,799.25</u>
Cash Flows from Investing Activities					
Fund Transfer & Cash Reserves	20,067,670.66		6,917,612.80		3,797,881.59
Interest Received	13,682.67		15,945.40		10,394.71
Cash Provided in Investing Activities	<u>20,081,353.33</u>		<u>6,933,558.20</u>		<u>3,808,276.30</u>
Cash Flows from Financing Activities					
Payment of Loans Payable - LWUA	5,338,980.00		5,338,980.00		5,348,970.51
Net Cash Used in Financing Activities	<u>5,338,980.00</u>		<u>5,338,980.00</u>		<u>5,348,970.51</u>
Net Increase in Cash	642,442.66		2,034,930.03		1,041,105.04
Cash, Beginning of Year	5,025,942.12		2,991,012.09		1,949,907.05
Cash, End of Year	P <u>5,668,384.78</u>	P	<u>5,025,942.12</u>	P	<u>2,991,012.09</u>

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