



SANTIAGO WATER DISTRICT

#3 CARREON ST. CENTRO EAST, SANTIAGO CITY
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CP No. 0917-8013-692(Globe) / 0908-3346-618 (Smart)
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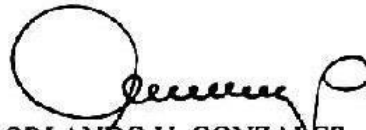


STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The Management of the SANTIAGO WATER DISTRICT is responsible for the preparation of the financial statements as at December 31, 2017, including the additional components attached thereto in accordance with the prescribed financial reporting framework indicated therein. The responsibility includes designing and implementing internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

The Board of Directors reviews and approves the financial statements before such statements are issued to the regulators, creditors and other users.

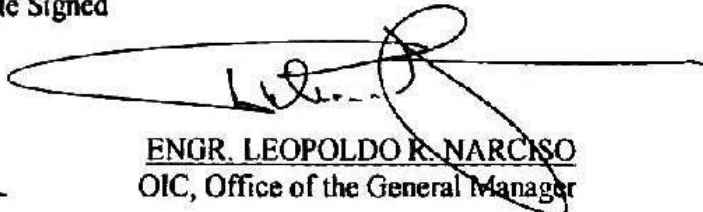
The Commission on Audit has audited the financial statements of the Santiago Water District in accordance with the Philippine Public Sector Standards on Auditing and has expressed its opinion on the fairness of presentation upon completion of such audit, in its report to the Board of Directors.


ORLANDO V. GONZALES
Chairman of the Board

February 14, 2018
Date Signed


APOLINAR B. SANTIAGO
Admin./Finance, Division Manager 

February 14, 2018
Date Signed


ENGR. LEOPOLDO R. NARCISO
OIC, Office of the General Manager

February 14, 2018
Date Signed

MISSION / VISION:

"We shall deliver sufficient potable water – at a profit if we can – at a loss if we must – but always sufficient and potable 24/7."

**SANTIAGO WATER DISTRICT
CONDENSED STATEMENT OF FINANCIAL POSITION**

As at December 31, 2017
(With Comparative Figures for CY 2016)
(Rounded-off to the Nearest Peso)

	Note	<u>2017</u>	<u>2016</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	6	79,328,631	56,263,461
Other Investments	7	6,132,669	5,060,833
Receivables	8	12,500,091	15,127,366
Inventories	9	6,980,099	9,010,855
Other Current Assets	10	195,911	306,198
Total Current Assets		<u>105,137,401</u>	<u>85,768,713</u>
Non-Current Assets			
Other Investment	7	458,294	457,164
Property, Plant and Equipment	11	567,796,890	573,009,059
Intangible Assets	12	15,000	15,000
Deferred Tax Assets	13	846	561
Other Non-Current Assets	14	1,636,241	1,636,241
Total Non-Current Assets		<u>569,907,271</u>	<u>575,118,025</u>
Total Assets		<u><u>675,044,672</u></u>	<u><u>660,886,738</u></u>
LIABILITIES			
Current Liabilities			
Financial Liabilities	15	4,556,220	2,208,177
Inter-Agency Payables	16	1,824,740	1,532,640
Trust Liabilities	17	6,881,928	6,242,772
Deferred Credits/Unearned Income	18	355,029	355,029
Total Current Liabilities		<u>13,617,917</u>	<u>10,338,618</u>
Non-Current Liabilities			
Financial Liabilities	19	499,276,637	514,878,204
Other Payables	20	8,184,272	8,184,272
Total Non-Current Liabilities		<u>507,460,909</u>	<u>523,062,476</u>
Total Liabilities		<u><u>521,078,826</u></u>	<u><u>533,401,094</u></u>
EQUITY			
Government Equity		3,853,113	3,853,113
Retained Earnings/(Deficit)		150,112,733	123,632,531
Total Equity		<u>153,965,846</u>	<u>127,485,644</u>
Total Liabilities and Equity		<u><u>675,044,672</u></u>	<u><u>660,886,738</u></u>

The notes on pages 20 to 29 form part of these statements.

**The notes referred were assumed.*

SANTIAGO WATER DISTRICT
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2017
(With Comparative Figures for CY 2016)
(Rounded-off to the Nearest Peso)

	<u>NOTE*</u>	<u>2017</u>	<u>2016</u>
Income			
Service and Business Income	21	141,205,528	135,833,593
Gains	22	-	3,049
Other Non-Operating Income	23	103,500	-
		<u>141,309,028</u>	<u>135,836,642</u>
Expenses			
Personnel Services	24	(34,793,342)	(35,057,604)
Maintenance and Other Operating Expenses	25	(49,270,466)	(46,906,846)
Financial Expenses	26	(14,000,250)	(9,288,940)
Non-Cash Expenses	27	(16,765,891)	(17,219,411)
		<u>(114,829,949)</u>	<u>(108,472,801)</u>
Profit/(Loss) Before Tax		26,479,079	27,363,841
Income Tax Expense/(Benefit)		<u>-</u>	<u>-</u>
Profit/(Loss) After Tax		26,479,079	27,363,841
Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)		<u>-</u>	<u>-</u>
Net Income/(Loss)		26,479,079	27,363,841
Other Comprehensive Income/(Loss) for the Period		<u>-</u>	<u>-</u>
Comprehensive Income/(Loss)		<u>26,479,079</u>	<u>27,363,841</u>

The notes on pages 30 to 34 form part of these statements.

**The notes referred above were assumed.*

SANTIAGO WATER DISTRICT
CONDENSED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2017

(With Comparative Figures for CY 2016)

(Rounded-off to the Nearest Peso)

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of Income/Revenue	140,938,336	135,387,785
Collection of Receivables	4,919,378	2,099,065
Trust Receipts	720,722	784,221
Other Receipts	338,741	391,642
Total Cash Inflows	146,917,177	138,662,713
Adjustments	-	-
Adjusted Cash Inflows	146,917,177	138,662,713
Cash Outflows		
Payment of Expenses	32,183,574	40,137,685
Purchase of Inventories	10,007,178	9,620,731
Grant of Cash Advances	21,137,696	21,785,558
Prepayments	446,382	438,934
Remittance of Personnel Benefit Contributions and Mandatory Deductions	18,556,875	17,777,976
Total Cash Outflows	82,331,705	89,760,884
Adjustments	-	-
Adjusted Cash Outflows	82,331,705	89,760,884
Net Cash Provided by/(Used in) Operating Activities	64,585,472	48,901,829
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows		
Proceeds from Sale/Disposal of Property, Plant and Equipment	-	-
Receipt of Interest Earned	110,522	88,598
Total Cash Inflows	110,522	88,598
Adjustments	-	-
Adjusted Cash Inflows	110,522	88,598
Cash Outflows		
Purchase/Construction of Property, Plant and Equipment	11,029,257	2,120,814
Total Cash Outflows	11,029,257	2,120,814
Adjustments (Reclassification to Investment)	1,000,000	5,000,000
Adjusted Cash Outflows	12,029,257	7,120,814
Net Cash Provided By/(Used In) Investing Activities	(11,918,735)	(7,032,216)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Inflows		
Proceeds from Domestic and Foreign Loans	-	-
Total Cash Inflows	-	-
Adjustments	-	-
Adjusted Cash Inflows	-	-

	<u>2017</u>	<u>2016</u>
Cash Outflows		
Payment of Long-Term Liabilities	15,601,567	13,354,933
Payment of Interest on Loans and Other Financial Charges	14,000,000	9,289,441
Total Cash Outflows	<u>29,601,567</u>	<u>22,644,374</u>
Adjustments	-	-
Adjusted Cash Outflows	<u>29,601,567</u>	<u>22,644,374</u>
Net Cash Provided By/(Used In) Financing Activities	<u>(29,601,567)</u>	<u>(22,644,374)</u>
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	23,065,170	19,225,239
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
CASH AND CASH EQUIVALENTS, JANUARY 1	<u>56,263,461</u>	<u>37,038,222</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u><u>79,328,631</u></u>	<u><u>56,263,461</u></u>

**SANTIAGO WATER DISTRICT
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Cumulative Translation Adjustment	Cumulative Changes in Fair Value of Investments	Revaluation Surplus	Retained Earnings/ (Deficit)	Contributed Capital	Share Capital	Share Premium	Members' Equity	TOTAL
BALANCE AT JANUARY 1, 2016	-	-	-	95,497,337	3,853,113	-	-	-	99,350,450
ADJUSTMENTS:									
Add/(Deduct):									
Changes in Accounting Policy									-
Prior Period Errors									-
Other Adjustments									-
RESTATED BALANCE AT JANUARY 1, 2016	-	-	-	95,497,337	3,853,113	-	-	-	99,350,450
CHANGES IN EQUITY FOR 2016									
Add/(Deduct):									
Issuances of Share Capital									-
Additional Capital from National Government									-
Members' Contribution									-
Comprehensive Income for the year				27,363,841					27,363,841
Dividends									-
Other Adjustments				771,353					771,353
BALANCE AT DECEMBER 31, 2016	-	-	-	123,632,531	3,853,113	-	-	-	127,485,644
CHANGES IN EQUITY FOR 2017									
Add/(Deduct):									
Issuances of Share Capital									-
Additional Capital from National Government									-
Members' Contribution									-
Comprehensive Income for the year				26,479,079					26,479,079
Dividends									-
Other Adjustments				1,123					1,123
BALANCE AT DECEMBER 31, 2017	-	-	-	150,112,733	3,853,113	-	-	-	153,965,846