



SANTIAGO WATER DISTRICT

#3 CARREON ST. CENTRO EAST, SANTIAGO CITY
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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, 2018, 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 International Standards of Supreme Audit Institutions and has expressed its opinion on the fairness of presentation upon completion of such audit, in its report to the Board of Directors.


AR. JOSE P. GONZAGA
Chairman of the Board

February 18, 2019
Date Signed


APOLINAR B. SANTIAGO
Admin./Finance, Division Manager B

February 18, 2019
Date Signed


WINSTON A. FOZ
General Manager B

February 18, 2019
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, 2018
(With Comparative Figures for CY 2017)
(Rounded-off to the Nearest Peso)

	<u>NOTE</u>	<u>2018</u>		<u>2017</u>
ASSETS				
Current Assets				
Cash and Cash Equivalents	6	P 70,090,359	P	79,328,631
Other Investments	7.1	6,215,464		6,132,669
Receivables	8	9,927,126		12,500,091
Inventories	9	7,607,805		6,980,099
Other Current Assets	10	145,293		195,911
Total Current Assets		93,986,047		105,137,401
Non-Current Assets				
Other Investments	7.2	458,666		458,294
Property, Plant and Equipment	11	563,177,387		567,796,890
Intangible Assets	12	15,000		15,000
Deferred Tax Assets	13	824		846
Other Non-Current Assets	14	1,636,241		1,636,241
Total Non-Current Assets		565,288,118		569,907,271
Total Assets		659,274,165		675,044,672
LIABILITIES				
Current Liabilities				
Financial Liabilities	15	5,630,950	P	4,556,220
Inter-Agency Payables	16	2,343,388		1,824,740
Trust Liabilities	17	7,097,685		6,881,928
Deferred Credits/Unearned Income	18	355,029		355,029
Total Current Liabilities		15,427,052		13,617,917
Non-Current Liabilities				
Financial Liabilities	19	483,811,049		499,276,637
Other Payables	20	8,184,272		8,184,272
Total Non-Current Liabilities		491,995,321		507,460,909
Total Liabilities		507,422,373		521,078,826
EQUITY				
Government Equity		3,853,113		3,853,113
Retained Earnings/(Deficit)		147,998,679		150,112,733
Total Equity		151,851,792		153,965,846
Total Liabilities and Equity		P 659,274,165	P	675,044,672

The notes on pages 19 to 28 form part of these statements.

Santiago Water District
DETAILED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2018
(With Comparative Figures for CY 2017)
(Rounded-off to the Nearest Peso)

	<u>NOTE</u>	<u>2018</u>	<u>2017</u>
Income			
Service and Business Income	21	P 141,708,501	P 141,205,528
Other Non-Operating Income	22	235,069	103,500
Total Income		<u>141,943,570</u>	<u>141,309,028</u>
Expenses			
Personnel Services	23	(41,278,270)	(34,793,342)
Maintenance and Other Operating Expenses	24	(54,607,289)	(49,270,466)
Financial Expenses	25	(15,000,000)	(14,000,250)
Non-Cash Expenses	26	(16,823,161)	(16,765,891)
Total Expenses		<u>(127,708,720)</u>	<u>(114,829,949)</u>
Profit/(Loss) Before Tax		14,234,850	26,479,079
Income Tax Expense/(Benefit)		-	-
Profit/(Loss) After Tax		<u>14,234,850</u>	<u>26,479,079</u>
Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)		-	-
Net Income/(Loss)		<u>14,234,850</u>	<u>26,479,079</u>
Other Comprehensive Income/(Loss) for the Period		-	-
Comprehensive Income/(Loss)		<u>P 14,234,850</u>	<u>P 26,479,079</u>

The notes on pages 29 to 33 form part of these statements.

Santiago Water District
CONDENSED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2018
(With Comparative Figures for CY 2017)
(Rounded-off to the Nearest Peso)

	<u>2018</u>	<u>2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of Income/Revenue	P 142,473,295	P 140,938,336
Collection of Receivables	3,560,715	4,919,378
Trust Receipt	533,898	720,722
Other Receipts	2,241,581	338,741
Total Cash Inflows	148,809,489	146,917,177
Adjustments	-	-
Adjusted Cash Inflows	148,809,489	146,917,177
Cash Outflows		
Payment of Expenses	48,363,768	32,183,574
Purchase of Inventories	9,714,506	10,007,178
Grant of Cash Advances	24,917,810	21,137,696
Prepayments	495,443	446,382
Remittance of Personnel Benefit Contributions and Mandatory Deductio	17,243,950	18,556,875
Total Cash Outflows	100,735,477	82,331,705
Adjustments	17,670,944	-
Adjusted Cash Outflows	118,406,421	82,331,705
Net Cash Provided by/(Used in) Operating Activities	30,403,068	64,585,472
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows		
Proceeds from Sale/Disposal of Property, Plant and Equipment	162,034	-
Receipt of Interest Earned	64,425	110,522
Total Cash Inflows	226,459	110,522
Adjustments	3,003,944	-
Adjusted Cash Inflows	3,230,403	110,522
Cash Outflows		
Purchase/Construction of Property, Plant and Equipment	12,406,155	11,029,257
Total Cash Outflows	12,406,155	11,029,257
Adjustments	-	1,000,000
Adjusted Cash Outflows	12,406,155	12,029,257
Net Cash Provided By/(Used In) Investing Activities	(9,175,752)	(11,918,735)

	<u>2018</u>	<u>2017</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Inflows		
Total Cash Inflows	<u>-</u>	<u>-</u>
Adjustments	<u>-</u>	<u>-</u>
Adjusted Cash Inflows	<u>-</u>	<u>-</u>
Cash Outflows		
Payment of Long-Term Liabilities	15,465,588	15,601,567
Payment of Interest on Loans and Other Financial Charges	<u>15,000,000</u>	<u>14,000,000</u>
Total Cash Outflows	<u>30,465,588</u>	<u>29,601,567</u>
Adjustments	<u>-</u>	<u>-</u>
Adjusted Cash Outflows	<u>30,465,588</u>	<u>29,601,567</u>
Net Cash Provided By/(Used In) Financing Activities	<u>(30,465,588)</u>	<u>(29,601,567)</u>
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(9,238,272)	23,065,170
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
CASH AND CASH EQUIVALENTS, JANUARY 1	<u>79,328,631</u>	<u>56,263,461</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>P 70,090,359</u>	<u>P 79,328,631</u>

Santiago Water District
STATEMENT OF CHANGES IN EQUITY
For the Year Ended December 31, 2018
(With Comparative Figures for CY 2017)
(Rounded-off to the Nearest Peso)

	Retained Earnings/ (Deficit)	Contributed Capital	TOTAL
BALANCE AT JANUARY 1, 2017	P 123,632,531	P 3,853,113	P 127,485,644
ADJUSTMENTS:			
Add/(Deduct):			
Changes in Accounting Policy	-	-	-
Prior Period Errors	-	-	-
Other Adjustments	-	-	-
RESTATED BALANCE AT JANUARY 1, 2017	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
CHANGES IN EQUITY FOR 2018			
Add/(Deduct):			
Issuances of Share Capital			
Additional Capital from National Government			
Members' Contribution			
Comprehensive Income for the year	14,234,850	-	14,234,850
Dividends		-	
Other Adjustments	(16,348,904)	-	(16,348,904)
BALANCE AT DECEMBER 31, 2018	P 147,998,679	P 3,853,113	P 151,851,792