



Republic of the Philippines  
**LIBMANAN WATER DISTRICT**  
Bagumbayan, Libmanan, Camarines Sur  
Tel. # (054) 4512575

## **Statement of Management Responsibility for Financial Statements**

The Management of the Libmanan Water District, Libmanan, Camarines Sur is responsible for all information and representation contained in the Balance Sheet of CY 2012 and the related Statement of Income and Expenses and Statement of Cash Flows for the period then ended. The financial statements have been prepared in conformity with generally accepted accounting principles and reflect amounts that are based on best estimates and informed judgment of management with an appropriate consideration of 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 safeguard against unauthorized use or disposition and liabilities recognized.

*Morita Vargas-Paglinawan*  
**MORITA VARGAS-PAGLINAWAN**  
Bookkeeper

*Engr. Rodolfo A. Jimenez, Jr.*  
**ENGR. RODOLFO A. JIMENEZ, JR.**  
General Manager

Republic of the Philippines  
**LIBMANAN WATER DISTRICT**  
 Libmanan, Camarines Sur

**CONDENSED BALANCE SHEET**  
 As of December 31, 2012  
 (With Comparative Figures for CY 2011)

			<u>CY 2012</u>		<u>CY 2011</u>
<b><u>ASSETS</u></b>					
<b>Current Assets</b>					
Cash and Cash Equivalent	Note 2	P	5,633,958.94	P	14,365,824.38
Receivables	Note 3		3,611,698.28		4,479,058.13
Inventories	Note 4		2,421,060.74		1,806,687.12
Prepayments	Note 5		7,000.00		7,000.00
Other Current Assets	Note 6		469,826.37		467,844.28
<b>Total Current Assets</b>		<b>P</b>	<b><u>12,143,544.33</u></b>	<b>P</b>	<b><u>21,126,413.91</u></b>
<b>Non-Current Assets</b>					
Investments	Note 7	P	6,066,553.01	P	1,857,444.16
Property, Plant and Equipment, Net	Note 8		39,734,646.74		30,030,702.55
<b>Total Non-Current Assets</b>		<b>P</b>	<b><u>45,801,199.75</u></b>	<b>P</b>	<b><u>31,888,146.71</u></b>
<b>TOTAL ASSETS</b>		<b>P</b>	<b><u>57,944,744.08</u></b>	<b>P</b>	<b><u>53,014,560.62</u></b>
<b>LIABILITIES AND EQUITY</b>					
<b>Current Liabilities</b>					
Accounts Payable	Note 9	P	2,300,278.18	P	790,719.65
Inter-Agency Payables	Note 10		95,861.11		128,617.76
Other Liability Accounts	Note 11		552,754.00		513,372.48
<b>Total Current Liabilities</b>		<b>P</b>	<b><u>2,948,893.29</u></b>	<b>P</b>	<b><u>1,432,709.89</u></b>
<b>Non-Current Liabilities</b>					
Loans Payable-Domestic	Note 12	P	28,583,942.51	P	29,076,750.06
Other Long Term Liabilities	Note 13		529,818.75		529,818.75
<b>Total Non-Current Liabilities</b>		<b>P</b>	<b><u>29,113,761.26</u></b>	<b>P</b>	<b><u>29,606,568.81</u></b>
<b>TOTAL LIABILITIES</b>		<b>P</b>	<b><u>32,062,654.55</u></b>	<b>P</b>	<b><u>31,039,278.70</u></b>
<b>Equity</b>					
Retained Earnings	Note 14	P	25,882,089.53	P	21,975,281.92
<b>Total Equity</b>		<b>P</b>	<b><u>25,882,089.53</u></b>	<b>P</b>	<b><u>21,975,281.92</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>P</b>	<b><u>57,944,744.08</u></b>	<b>P</b>	<b><u>53,014,560.62</u></b>

(See accompanying Notes to Financial Statements)

Republic of the Philippines  
**LIBMANAN WATER DISTRICT**  
 Libmanan, Camarines Sur

**CONDENSED STATEMENT OF INCOME AND EXPENSES**

For the Year Ended December 31, 2012  
 (With Comparative Figures for CY 2011)

		<u>CY 2012</u>	<u>CY 2011</u>
<b>Income</b>			
Business Income	Note 15	P 14,721,975.10	P 13,705,753.05
Other Income		27,259.13	23,967.17
<b>Total Income</b>		<b><u>P 14,749,234.23</u></b>	<b><u>P 13,729,720.22</u></b>
<b>Less: Expenses</b>			
Personal Services	Note 16	P 3,247,183.37	P 2,774,005.12
Maintenance & Other Operating Expenses	Note 17	4,753,976.99	3,964,301.98
Financial Expenses	Note 18	2,370,329.00	2,465,074.48
<b>Total Expenses</b>		<b><u>P 10,371,489.36</u></b>	<b><u>P 9,203,381.58</u></b>
<b>NET INCOME</b>		<b><u>P 4,377,744.87</u></b>	<b><u>P 4,526,338.64</u></b>

(See accompanying Notes to Financial Statements)

Republic of the Philippines  
**LIBMANAN WATER DISTRICT**  
 Libmanan, Camarines Sur

**STATEMENT OF CHANGES IN EQUITY**  
 For the Year Ended December 31, 2012  
 (With Comparative Figures for CY 2011)

	<u>CY 2012</u>	<u>CY 2011</u>
Balances Beginning, January 1, 2012	P 21,975,281.92	P 17,448,943.28
Add/Deduct:		
BIR Penalty Charges	(800.00)	
Adjustment of Income from Water Works	(454,819.50)	51,587.52
Adjustment of penalties	-	(51,587.52)
Correction of Travelling Account	(2,345.00)	-
Correction of Salaries- Contractual	(5,220.00)	-
Correction of Rep & Maintenance IWSS	(7,752.76)	-
Net Income (Loss) during the year	<u>4,377,744.87</u>	<u>4,526,338.64</u>
<b>Balances Ending, December 31, 2012</b>	<b><u>P 25,882,089.53</u></b>	<b><u>P 21,975,281.92</u></b>

Republic of the Philippines  
**LIBMANAN WATER DISTRICT**  
 Libmanan, Camarines Sur

**STATEMENT OF CASH FLOWS**  
 For the Year Ended December 31, 2012  
 (With Comparative Figures for CY 2011)

	<u>CY 2012</u>	<u>CY 2011</u>
<b>Cash Flows From Operating Activities</b>		
<b>Cash Inflows:</b>		
Collection of Receivables:		
Current Year	P 13,411,138.52	P 11,826,537.62
Previous Year	1,151,223.20	585,259.98
Collection of Other Receipts	1,886,681.34	1,942,397.28
<b>Total Cash Inflows</b>	<b>P 16,449,043.06</b>	<b>P 14,354,194.88</b>
<b>Cash Outflows:</b>		
Payment of Personal Services	P 2,700,239.13	P 2,370,265.55
Payment of Operating Expenses	1,895,750.32	1,972,290.44
Payment of Loans Interest-LWUA	2,368,539.00	2,463,124.48
Remittances of Withholding Taxes	309,829.16	355,210.36
Remittance of PHILHEALTH	36,150.00	32,425.00
Remittance of PAG-IBIG	24,000.00	22,000.00
Remittance of GSIS	351,275.64	324,407.24
Payment of Prepaid Rent	12,000.00	12,000.00
Payment of Office Supplies Inventory	87,625.21	58,537.10
Payment of Accts. Pay Med, Dental and Laboratory Inventory	1,197,837.18	-
Payment of Accts. Pay Accountable Forms Inventory	92,771.43	
Payment of Construction Materials Inventory	182,130.82	1,990,535.39
<b>Total Cash Outflows</b>	<b>P 9,258,147.89</b>	<b>P 9,600,795.56</b>
<b>Total Cash Provided (Used) By Operating Activities</b>	<b>P 7,190,895.17</b>	<b>P 4,753,399.32</b>
<b>Cash Flows From Investing Activities</b>		
<b>Cash Outflows:</b>		
Sinking Fund	P 4,188,011.57	P 561,270.62
Guaranty Deposit	-	89,025.00
Payment of Prior's Years Payable	-	938,670.59
Purchase of Property, Plant and Equipment	1,059,728.42	325,391.75
Payment of Accounts Payable	381,622.81	-
Payment of Construction In Progress	8,977,621.81	333,174.17
<b>Total Cash Outflows</b>	<b>P 14,606,984.61</b>	<b>P 2,247,532.13</b>
<b>Total Cash Provided (Used) By Investing Activities</b>	<b>P (14,606,984.61)</b>	<b>P (2,247,532.13)</b>

	<u>CY 2012</u>	<u>CY 2011</u>
<b>Cash Flows From Financing Activities</b>		
<b>Cash Inflows:</b>		
Loan Domestic (Project)	P -	P 8,332,329.00
Total Cash Inflows	P -	P 8,332,329.00
<b>Cash Outflows:</b>		
Payment of Loan -LGU	P -	P 719,679.08
Payment of Loan Principal -LWUA	1,315,776.00	675,512.00
Total Cash Outflows	P (1,315,776.00)	P 1,395,191.08
<b>Total Cash Provided (Used) By Financing Activities</b>	<u>(1,315,776.00)</u>	<u>6,937,137.92</u>
<b>Cash Provided by Operating, Financing and Investing Activities</b>	<b>P (8,731,865.44)</b>	<b>P 9,443,005.11</b>
Add: Cash and Cash Equivalent, Beginning	14,365,824.38	4,922,819.27
<b>Cash and Cash Equivalent, Ending</b>	<b>P <u>5,633,958.94</u></b>	<b>P <u>14,365,824.38</u></b>

Republic of the Philippines  
**LIBMANAN WATER DISTRICT**  
Libmanan, Camarines Sur

**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2012  
(With Comparative Amounts for December 31, 2011)

**AGENCY BACKGROUND:**

Libmanan Water District (LIWAD) is a government owned and controlled corporation that operates on the powers and authority conferred to it by Presidential Decree (PD) No. 198, otherwise known as the Provincial Water Utilities Act of 1973, as amended by PD Nos. 768 and 1979. It was formed through the Sangguniang Bayan Resolution No. 03-223 on September 8, 2003. It was issued the Conditional Certificate of Conformance (CCC) No. 606 by the Local Water Utilities Administration (LWUA) giving her the rights and privileges to operate as public utility.

As Public Utility, water districts are formed for the following purposes:

- Acquiring, installing, improving, maintaining and operating water supply and distribution systems for domestic, industrial, municipal and agricultural uses for residents and lands within the boundaries of such districts;
- Providing, maintaining and operating wastewater collection, treatment and disposal facilities, and
- Conducting such other functions and operations incidental to water resource development, utilization and disposal within such districts, as are necessary or incidental to said purpose.

The agency has two spring water resources: Ducut Cave Spring and Lower Ducut Spring. The springs are located at the lower eastern slopes of Mt. Tancong Vaca, a forest reserve.

LIWAD is a "Small Water District" with total active service connections of 4,116. The district is headed by Engr. Rodolfo A. Jimenez, Jr., the General Manager with nine support personnel under him. The support personnel are holder of regular and casual appointment.

The policy making body of the water district is composed of five members of the Board of Directors as follows:

Name	Position	Sector
Mr. Ferdinand J. Osio, Sr.	Chairman	Civic
Ms. Diosdada V. Ursua	Vice Chairman	Education
Mr. Dominador G. Zaldua, Jr.	Secretary	Professional
Ms. Eva V. Dilanco	Treasurer	Business
Ms. Leticia Madrid	Member	Women

**1. Significant Accounting Principles, Concepts and Selected Policies and Practices of the Water District**

**a. Accounting System and Preparation of Financial Statements**

Libmanan Water District (LIWAD) adopted the New Government Accounting System (NGAS) for Corporation designed by COA, Professional Development Center – Government Accounting and Financial Management Information System. The financial transactions were recorded using the NGAS Chart of Accounts and financial reports were prepared in accordance with NGAS and in conformity with the Philippine Government Accounting Standards.

**b. Petty Cash Fund**

Imprest Fund System was used and disbursements, except petty expenses, were paid through issuance of check.

**c. Provision for Doubtful Accounts**

Allowance for Doubtful Accounts was not set up for estimated uncollectible accounts. Receivables were presented at gross without the provision for Bad Debts.

**d. Recognition of Income and Expense**

Revenue and Expenses are recognized in the period it was earned and expenses are recorded in the period in which benefits are received. Interest earned on bank deposits were recorded at gross and the withholding taxes were recognized as Taxes, Duties and Licenses.

**e. Sinking Fund**

The water district has no provision for its sinking fund. Sinking fund is the amount set aside for specific long term purposes including Reserve for Loan Repayments (40%); Operation and Maintenance Reserve, (40%) for repairs of damaged facilities due to natural calamities, public disorders, and the like; and Capital Reserve (20%)



for expansion of the district's facilities. It is to be computed at least 3% of gross operating revenue or depending on the provision stated in the loan agreement; to be deposited in a separate bank account usually a joint account with LWUA.

**f. Property, Plant and Equipment**

The account Property, Plant and Equipment (PPE) is stated at cost less accumulated depreciation. Depreciation was computed using the straight-line method, cost less 10% residual value over the estimated useful life of the assets. Depreciation starts on the month following the month of purchase of the PPE. The useful life of the assets was based on the estimated useful life prescribed by the Commission on Audit for each group of PPE.

**2. CASH AND CASH EQUIVALENTS**

This account consists of the following:

Particulars	CY 2012	CY 2011
Cash – Collecting Officer	P 14,334.90	P 29,952.52
Cash in Bank, LCCA- UCPB	1,605,286.73	471,402.94
Cash in Bank, LCCA- LBP	3,907,719.97	5,555,949.58
Cash in Bank, LCCA- LBP (Project)	106,617.34	8,308,519.34
<b>Total</b>	<b>P 5,633,958.94</b>	<b>P 14,365,824.38</b>

The Cash-Collecting Officer account consists of remaining cash collection on the hand of the collecting officer as of Balance Sheet date. The District maintains a Petty Cash Fund of P5,000.00 subject for replenishment. It maintains three Current Accounts: LBP- CA No. 2092-1023-03 Sipocot Branch, UCPB- CA No. 330-0-00290-9 Libmanan Branch and LBP Sipocot Branch CA No. 00-20921-03474 for the water district project.

**3. RECEIVABLES (Net)**

Particulars	CY 2012	CY 2011
Accounts Receivables- Customer	P 2,929,882.76	P 3,785,905.48
Accounts Receivables- PROMO	135,821.60	173,886.98
Accounts Receivables- LGU	214,508.60	214,508.60
Accounts Receivables- Others	331,485.32	304,757.07
<b>Total</b>	<b>P 3,611,698.28</b>	<b>P 4,479,058.13</b>

Accounts Receivable- Customers represents accounts arising from water sales and incidental services including unpaid penalties; other receivables pertains to the amount billed to customers for their installation fees including cost of materials. The District did not provide allowance for doubtful accounts.

#### 4. INVENTORIES

This account represents the cost of various items in the stockroom, stated at cost using the Moving Average Method. The breakdown of the account is as follows:

Particulars	CY 2012	CY 2011
Accountable Forms	P 93,609.20	P 19,683.50
Office Supplies Inventory	25,663.71	55,933.21
Medical, Dental, & Lab Supplies Inventory	72,723.65	90,174.87
Construction Materials Inventory	2,229,064.18	1,640,895.54
<b>Total</b>	<b>P 2,421,060.74</b>	<b>P 1,806,687.12</b>

#### 5. PREPAYMENTS

Particulars	CY 2012	CY 2011
Prepaid Rent	P 7,000.00	P 7,000.00

The Prepaid Rent account pertains to rent advanced for the right of way in Barangay Palong, Libmanan, Camarines Sur.

#### 6. OTHER CURRENT ASSETS

Particulars	CY 2012	CY 2011
Guaranty Deposits	P 469,826.37	P 467,844.28

#### 7. INVESTMENTS

Particulars	CY 2012	CY 2011
Sinking Fund	P 6,066,553.01	P 1,857,444.16

The Sinking Fund pertains to the allocation for Debt Service Reserve (40%), Operation and Maintenance Reserve (40%), and Capital Reserve (20%). Source of the fund is 3% of the gross income of the Water District.

#### 8. PROPERTY, PLANT AND EQUIPMENT (Net)

The breakdown of Property, Plant and Equipment are as follows:

Particulars	CY 2012	CY 2011
Property, Plant and Equipment (net)	P 27,879,558.71	P 27,535,678.81
Construction in Progress	11,855,088.03	2,495,023.74
<b>Total</b>	<b>P 39,734,646.74</b>	<b>P 30,030,702.55</b>

The details of the PPE at their acquisition cost and the corresponding accumulated depreciation, to wit:

CY 2012

Account Title	Acquisition Cost	Accumulated Depreciation	Net
Land	P 945,913.80	P -	P 945,913.80
Land Improvements	62,800.00	-	62,800.00
Irrigation and Water System Structure	27,718,909.49	6,625,703.46	21,093,206.03
Artesian Wells, Reservoir and Pump Station	13,521.00	1,216.92	12,304.08
Office Building	1,496,327.33	178,424.14	1,317,903.19
Building Improvement	49,260.90	5,652.00	43,608.90
Other Structures	412,296.67	45,271.92	367,024.75
Office Equipment	247,460.37	173,557.74	73,902.63
Furniture & Fixtures	370,895.01	140,671.29	230,223.72
IT Equipment & Software	1,111,475.84	311,078.69	800,397.15
Machineries	2,579,475.47	483,346.79	2,096,128.68
Communication Equipment	79,917.13	32,334.95	47,582.18
Other Machinery and Equipment	229,112.38	24,549.19	204,563.19
Motor Vehicles	497,903.55	53,346.80	444,556.75
Other Transportation Equipment	8,080.00	5,817.60	2,262.40
Other Property, Plant & Equipment	211,649.65	74,468.39	137,181.26
<b>Total</b>	<b>P 36,034,998.59</b>	<b>P 8,155,439.88</b>	<b>P 27,879,558.71</b>

For CY 2011

Account Title	Acquisition Cost	Accumulated Depreciation	Net
Land	P 804,551.90	P -	P 804,551.90
Land Improvements	62,800.00	-	62,800.00
Irrigation and Water System Structure	27,133,758.37	5,316,225.92	21,817,532.45
Office Building	1,482,591.15	133,436.52	1,349,154.63
Other Structures	181,450.99	16,330.56	165,120.43
Office Equipment	260,796.12	140,913.57	119,882.55
Furniture & Fixtures	371,091.01	96,917.70	274,173.31

Account Title	Acquisition Cost	Accumulated Depreciation	Net
IT Equipment & Software	925,351.62	331,632.85	593,718.77
Machineries	2,513,661.43	391,879.09	2,121,782.34
Communication Equipment	80,121.13	27,100.71	53,020.42
Other Machinery and Equipment	41,215.88	14,528.44	26,687.44
Other Transportation Equipment	9,220.00	4,363.20	4,856.80
Other Property, Plant & Equipment	189,033.15	46,635.38	142,397.77
<b>Total</b>	<b>P 34,055,642.75</b>	<b>P 6,519,963.94</b>	<b>P 27,535,678.81</b>

Depreciation is computed using the straight line method over the estimated useful lives of the assets with provision for 10% residual value. Depreciation charges starts on the month following the purchase or acquisition of assets. Fully depreciated assets that are still in use remain in the respective PPE accounts.

#### 9. PAYABLE ACCOUNTS

Particulars	CY 2012	CY 2011
Accounts Payable	<b>P 2,300,278.18</b>	<b>P 790,719.65</b>

The account represents the unpaid obligations as of December 31, 2012.

#### 10. INTER AGENCY PAYABLES

Particulars	CY 2012	CY 2011
Due to BIR	<b>P 60,140.55</b>	<b>P 71,876.54</b>
Due to GSIS	30,570.56	51,841.22
Due to HDMF	2,000.00	2,000.00
Due to Philhealth	3,150.00	2,900.00
<b>Total</b>	<b>P 95,861.11</b>	<b>P 128,617.76</b>

Due to BIR account pertains to amount of taxes due/amount withheld for remittance to the Bureau of Internal Revenue (BIR).

Due to GSIS account pertains to contributions due/collections received/amount withheld for remittance to the Government Service Insurance System (GSIS).

Due to HDMF account pertains to contributions due/collections received/amounts withheld for remittance to the Home Development Mutual Fund (HDMF).

Due to Philhealth account pertains to contributions due/collections received/amounts withheld for remittance to the Philippine Health Insurance Corporation (PHIC).

#### 11. OTHER LIABILITY ACCOUNTS

Particulars	CY 2012		CY 2011	
Guaranty Deposit Payable	P	552,754.00	P	468,494.00
Other Liabilities		-		44,878.48
	P	<b>552,754.00</b>	P	<b>513,372.48</b>

Guaranty Deposit Payable account pertains to the deposits made by customers normally before the extension of service connections.

#### 12. LOANS PAYABLE- DOMESTIC

Particulars	CY 2012		CY 2011	
Loans Payable- Domestic	P	19,886,412.06	P	20,744,421.06
Loans Payable - Project		8,697,530.45		8,332,329.00
<b>Total</b>	P	<b>28,583,942.51</b>	P	<b>29,076,750.06</b>

Loans Payable- Domestic pertains to loans contracted with LWUA to finance the long-term project of the District for purposes of providing safe, reliable, sound and economically viable water supply. The project is fully completed. Loans Payable-Project was newly contracted with LWUA to finance another long term project (extension).

#### 13. OTHER LONG TERM LIABILITIES

Particulars	CY 2012		CY 2011	
Due to LGU- Turned Over Water Facilities	P	524,497.83	P	524,497.83
Financial Assistance		5,320.92		5,320.92
<b>Total</b>	P	<b>529,818.75</b>	P	<b>529,818.75</b>

#### 14. RETAINED EARNINGS

This account pertains to the cumulative net earnings of the water district over the period including prior period adjustments and correction of fundamental errors.

Particulars	CY 2012		CY 2011	
Retained Earnings- Beginning	P	21,504,344.66	P	17,448,943.28
Net Income		4,377,744.87		4,526,338.64
<b>Total</b>	P	<b>25,882,089.53</b>	P	<b>21,975,281.92</b>

## 15. BUSINESS INCOME

The realized income during the year was derived from the following:

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Income from Waterworks System	<b>P</b> 13,289,523.01	<b>P</b> 12,377,438.60
Rent Income	337,800.00	394,200.00
Other Business Income	522,176.35	320,594.34
Fines and Penalties	482,910.09	497,869.64
Miscellaneous Income	89,565.65	115,650.47
<b>Total</b>	<b>P</b> 14,721,975.10	<b>P</b> 13,705,753.05

Income from Waterworks System refers to those derived from water sales billed to its customers; Other Business Income pertains to other water revenue and water service connection fees; and Fines and Penalties consists of penalty charges on water bills not paid on due dates.

## 16. PERSONAL SERVICES

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Salaries and Wages	<b>P</b> 2,312,606.36	<b>P</b> 1,912,753.78
Other Compensation	697,032.25	676,188.30
Personnel Benefit Contribution	237,544.76	185,063.04
<b>Total</b>	<b>P</b> 3,247,183.37	<b>P</b> 2,774,005.12

## 17. MAINTENANCE AND OTHER OPERATING EXPENSES

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Travelling Expenses	<b>P</b> 219,019.00	<b>P</b> 188,684.99
Training and Scholarship Expenses	76,935.00	55,975.00
Supplies and Materials Expenses	457,332.56	359,184.27
Utility Expenses	429,650.16	382,943.71
Communication Expenses	70,642.58	47,732.35
Membership Dues and Contributions	36,901.00	1,600.00
Awards and Indemnities	7,000.00	111,055.50
Advertising Expenses	1,800.00	3,200.00
Printing and Binding Expenses	5,856.60	6,737.65
Rent Expenses	14,420.00	22,630.00
Representation Expenses	34,808.62	52,570.63
Transportation and Delivery Expenses	1,740.77	7,505.00
Rewards and Other Claims	25,000.00	20,000.00
Professional Services	446,163.75	264,800.00
Repairs and Maintenance	449,771.97	220,783.24
Subsidies and Donations	43,530.25	30,000.00

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Confidential, Intelligence	300.00	873.00
Taxes, Insurance, Premiums	285,293.00	239,880.28
Depreciation Expenses	2,147,811.73	1,889,146.36
Other Maintenance & Operating Expenses	-	59,000.00
<b>Total</b>	<b>P 4,753,976.99</b>	<b>P 3,964,301.98</b>

#### 18. FINANCIAL EXPENSES

<b>Particulars</b>	<b>CY 2012</b>	<b>CY 2011</b>
Bank Charges	P 1,790.00	P 1,950.00
Interest Expense	2,368,539.00	2,463,124.48
<b>Total</b>	<b>P 2,370,329.00</b>	<b>P 2,465,074.48</b>