



Republic of the Philippines
SASMUAN WATER DISTRICT
Sta. Lucia, Sasmuan, Pampanga
Tel. No. (045) 436-0421
Fax No. (045) 900-1101

Ms. Luzvi Pangan-Chatto
Assistant Commissioner
Government Accountancy Sector
Commission on Audit – Central Office

Government Accountancy Office
Office of the Director
RECEIVED
By: [Signature]
Date: 45 FEB 2021

Dear Madam;

Submitting herewith are the following year-end financial statement and other related financial reports and schedules for calendar year 2020:

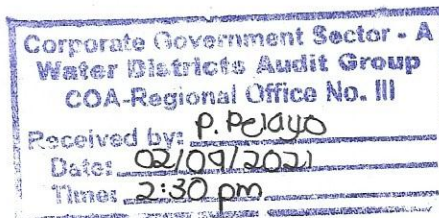
1. Statement of Management's Responsibility for Financial Statements
2. Board Resolution Authorizing the Management to Issue its Annual Financial Statements
3. Detailed and Condensed Comparative Statement of Financial Position
4. Detailed and Condensed Comparative Statement of Financial Performance
5. Comparative Statement of Statement of Cash Flows
6. Comparative Statement of Changes in Equity
7. Notes to Financial Statements
8. Pre-Closing and Post-Closing Trial Balance
9. Summary of Functions of Water District
10. Summary of Aging of Unliquidated Cash Advances
11. Summary of Property, Plant and Equipment
12. Aging of Accounts Receivable
13. Aging of Accounts Payable
14. Schedule of Taxes Remitted and Dividends Paid
15. Summary of Discretionary, Representation, Extraordinary, Promotional, Confidential and Consultancy Expenses
16. Schedule of Inter-Agency Receivables and Payables
17. Breakdown of Domestic Loans and Foreign Loans
18. Schedule of Subsidy Received from National Government and other GOCCs
19. Schedule of Subsidy Received from Other Government Agencies
20. Roster of Membership of Governing Board

Prepared by:

[Signature]
EUNICE I. PEÑA
Corporate Accountant

Approved by:

[Signature]
MADELAINÉ LU M. LOZANO
General Manager-D






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STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The Management of the Sasmuan Water District is responsible for the preparation of the financial statements as at December 31, 2020, 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 statement 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 Sasmuan 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.


LUIS C. MAGPAYO
Chairman of the Board

February 04, 2021
Date Signed


EUNICE I. PEÑA
Corporate Accountant

February 04, 2021
Date Signed


MADELAINE LU M. LOZANO
General Manager-D

February 04, 2021
Date Signed



OFFICE OF THE BOARD OF DIRECTORS

EXCERPTS FROM THE MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE SASMUAN WATER DISTRICT HELD AT SWD BOARD ROOM, STA. LUCIA, SASMUAN, PAMPANGA ON FEBRUARY 04, 2021

RESOLUTION NO 4
SERIES 2021

RESOLUTION GRANTING SASMUAN WATER DISTRICT (SWD) MANAGEMENT THE AUTHORITY TO ISSUE THE ANNUAL FINANCIAL STATEMENT FOR THE YEAR 2020.

WHEREAS, the Commission on Audit (COA) is requiring the Board of Directors of all Local Water District to pass and approve a resolution authorizing its respective Management to issue the Annual Financial Statements for the year 2020 in compliance with Philippines Accounting Standard;

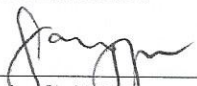
WHEREAS, the Management presented the following reports to wit:

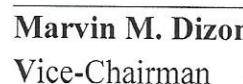
1. Statement of Financial Position
2. Statement of Financial Performance
3. Statement of Cash Flows
4. Statement of Changes in Equity
5. Schedules and Explanatory Notes forming its Annual Financial Statements

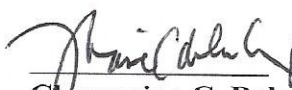
WHEREAS, the General Manager recommends for Board consideration and approval Management's authority to issue the Annual Financial Statements for the year 2020.

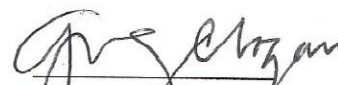
SO NOW THEREFORE on motion of Marvin M. Dizon and seconded by all members present; resolve as it hereby resolved Granting the Sasmuan Water District (SWD) Management the Authority to issue the Annual Financial Statements for the Year 2020 BE APPROVED.


ATTESTED:


Luis C. Magpayo
Chairman


Marvin M. Dizon
Vice-Chairman


Charmaine C. Dela Cruz
Secretary


George C. Lozano
Member


Eduardo M. Peña
Member

**SASMUAN WATER DISTRICT
CONDENSED STATEMENT OF FINANCIAL POSITION
CORPORATE OPERATING FUND
AS AT DECEMBER 31, 2020**

	NOTE	<u>2020</u>	<u>2019</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	4	2,567,431.32	777,814.12
Receivables	5	9,111,155.11	8,281,150.28
Inventories	6	993,227.62	1,019,418.19
Total Current Assets		<u>12,671,814.05</u>	<u>10,078,382.59</u>
Non-Current Assets			
Other Investments	7	1,550,508.23	3,690,633.09
Property, Plant and Equipment	8	28,011,062.48	31,064,582.79
Intangible Assets	9	175,324.00	175,324.00
Other Non-Current Assets	10	5,822,877.89	91,446.95
Total Non-Current Assets		<u>35,559,772.60</u>	<u>35,021,986.83</u>
Total Assets		<u><u>48,231,586.65</u></u>	<u><u>45,100,369.42</u></u>
LIABILITIES			
Current Liabilities			
Financial Liabilities	11	1,613,151.46	996,551.01
Inter-Agency Payables	12	267,652.87	272,998.40
Intra-Agency Payables	13	-	35,648.62
Trust Liabilities	14	1,572,058.00	1,497,358.00
Provisions	15	612,024.04	1,279,194.46
Total Current Liabilities		<u>4,064,886.37</u>	<u>4,081,750.49</u>
Non-Current Liabilities			
Financial Liabilities	16	3,245,106.58	3,577,276.39
Total Non-Current Liabilities		<u>3,245,106.58</u>	<u>3,577,276.39</u>
Total Liabilities		<u><u>7,309,992.95</u></u>	<u><u>7,659,026.88</u></u>
EQUITY			
Equity			
Government Equity		13,370,040.07	13,370,040.07
Retained Earnings/(Deficit)	17	27,551,553.63	24,071,302.47
Total Equity		<u>40,921,593.70</u>	<u>37,441,342.54</u>
Total Liabilities and Equity		<u><u>48,231,586.65</u></u>	<u><u>45,100,369.42</u></u>

Prepared By:

Eunice I. Peña
Corporate Accountant

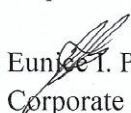
Approved By:

Madelaine Lu M. Lozano
General Manager-D

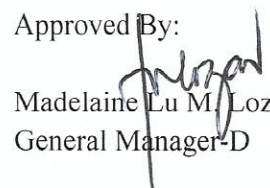
**SASMUAN WATER DISTRICT
CONDENSED STATEMENT OF FINANCIAL PERFORMANCE
CORPORATE OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	NOTE	<u>2020</u>	<u>2019</u>
Income			
Service and Business Income	18	18,416,701.08	16,790,493.82
Total Income		<u>18,416,701.08</u>	<u>16,790,493.82</u>
Expenses			
Personnel Services	19	6,454,906.67	6,398,987.37
Maintenance and Other Operating Expenses	20	6,036,902.11	6,675,110.82
Financial Expenses	21	70,970.00	114,493.55
Non-Cash Expenses	22	2,421,094.37	2,512,080.10
Total Expenses		<u>14,983,873.15</u>	<u>15,700,671.84</u>
Net Income/Loss		<u><u>3,432,827.93</u></u>	<u><u>1,089,821.98</u></u>

Prepared By:


Eunice I. Peña
Corporate Accountant

Approved By:


Madelaine Lu M. Lozano
General Manager-D

**SASMUAN WATER DISTRICT
 DETAILED STATEMENT OF CASH FLOWS
 CORPORATE OPERATING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of Income/Revenue	<u>726,576.72</u>	<u>959,145.43</u>
Collection of service and business income	726,576.72	959,145.43
Receipt of prior years' income	-	-
Collection of Receivables	<u>16,719,238.55</u>	<u>18,012,466.43</u>
Collection of loans and receivables	16,719,238.55	18,012,466.43
Collection of other receivables	-	-
Trust Receipts	<u>75,150.00</u>	<u>51,750.00</u>
Receipt of customers' deposits	75,150.00	51,750.00
Other Receipts	<u>456,492.34</u>	<u>7,009.46</u>
Receipt of refund of cash advances	456,492.34	7,009.46
Total Cash Inflows	<u>17,977,457.61</u>	<u>19,030,371.32</u>
Cash Outflows		
Payment of Expenses	<u>(7,378,212.27)</u>	<u>(8,894,686.76)</u>
Payment of personnel services	(4,677,877.61)	(3,599,450.11)
Payment of MOOE	(2,700,334.66)	(5,295,236.65)
Purchase of Inventories	<u>(131,910.75)</u>	<u>(598,138.69)</u>
Purchase of inventory held for consumption	(131,910.75)	(598,138.69)
Grant of Cash Advances	<u>(161,000.00)</u>	<u>(230,750.00)</u>
Advances to officers and employees	(161,000.00)	(230,750.00)
Payments of Accounts Payable	<u>(2,827,105.77)</u>	<u>(728,224.03)</u>
Remittance of Personnel Benefit Contributions & Mandato	<u>(2,779,814.81)</u>	<u>(3,230,747.29)</u>
Remittance of taxes withheld	(457,705.95)	(599,345.68)
Remittance to GSIS/Pag-IBIG/PhilHealth/SSS	(1,850,807.97)	(2,055,483.81)
Remittance of provident/welfare fund contribution	(454,512.09)	(442,186.60)
Remittance of other payables (N.G.A.s.- C.O.A.)	(16,788.80)	(133,731.20)
Other Disbursements	<u>(15,000.00)</u>	<u>-</u>
Other disbursements	(15,000.00)	-
Total Cash Outflows	<u>(13,293,043.60)</u>	<u>(13,682,546.77)</u>
Net Cash Provided by/(Used in) Operating Activities	<u>4,684,414.01</u>	<u>5,347,824.55</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Cash Inflows

Receipt of Interest Earned	<u>1,527.77</u>	<u>2,947.12</u>
Proceeds from Redemption of Long-term Investments	<u>2,280,000.00</u>	<u>-</u>
Redemption of long term-investments	2,280,000.00	-
Total Cash Inflows	<u>2,281,527.77</u>	<u>2,947.12</u>

Cash Outflows

Purchase/Construction of PPE	<u>(4,657,883.66)</u>	<u>(5,355,924.42)</u>
Construction of infrastructure assets	(1,447,153.66)	(1,227,772.43)
Purchase of machinery and equipment	-	(41,024.00)
Purchase of transportation equipment	-	(140,000.00)
Payments for leased assets improvements	(64,500.00)	(60,000.00)
Construction in progress	(2,490,280.00)	(3,427,127.99)
Purchase of other property, plant and equipment	(655,950.00)	(460,000.00)
Purchase of Intangible Assets	<u>-</u>	<u>-</u>
Purchase of other intangible assets	-	-

Total Cash Outflows (4,657,883.66) (5,355,924.42)

Net Cash Provided By/(Used In) Investing Activities (2,376,355.89) (5,352,977.30)

CASH FLOWS FROM FINANCING ACTIVITIES

Cash Inflows

Total Cash Inflows 0.00 0.00

Cash Outflows

Payment of Long-Term Liabilities	<u>(447,470.92)</u>	<u>(1,169,589.85)</u>
Payment of domestic loans	(332,169.81)	(640,908.00)
Payment of other long-term liabilities	(115,301.11)	(528,681.85)
Payment of Interest on Loans & Other Financial Charges	<u>(70,970.00)</u>	<u>(114,493.55)</u>

Total Cash Outflows (518,440.92) (1,284,083.40)


Net Cash Provided By/(Used In) Financing Activities (518,440.92) (1,284,083.40)

INCREASE/(DECREASE) IN CASH AND CASH EQUIP 1,789,617.20 (1,289,236.15)

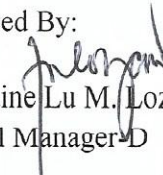
CASH AND CASH EQUIVALENTS, JANUARY 1 777,814.12 2,067,050.27

CASH AND CASH EQUIVALENTS, DECEMBER 31 2,567,431.32 777,814.12

Prepared By:


Eunice I. Peña
Corporate Accountant


Approved By:


Madelaine Lu M. Lozano
General Manager-D

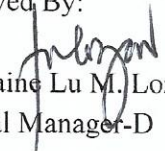
**SASMUAN WATER DISTRICT
STATEMENT OF CHANGES IN EQUITY
CORPORATE OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	NOTE	GOVERNMENT EQUITY	RETAINED EARNINGS	TOTAL
BALANCE AT JAN 1, 2019		₱13,370,040.07	₱20,094,785.03	₱33,464,825.10
CHANGES IN EQUITY				
Add(Deduct):				
Net Income for the year	17	0.00	1,089,821.98	1,089,821.98
Prior period adjustments		0.00	2,886,695.46	2,886,695.46
BALANCE AT DEC 31, 2019		13,370,040.07	24,071,302.47	37,441,342.54
CHANGES IN EQUITY				
Add(Deduct):				
Net Income for the year	17	0.00	3,432,827.93	3,432,827.93
Other Adjustments		0.00	47,423.23	47,423.23
BALANCE AT DEC 31, 2020		₱13,370,040.07	₱27,551,553.63	₱40,921,593.70

Prepared By:


Eunice I. Peña
Corporate Accountant

Approved By:


Madelaine Lu M. Lozano
General Manager-D