

TIAONG WATER DISTRICT

Brgy. Lalig, Tiaong, Quezon

Tel. No. (042) 545-9170

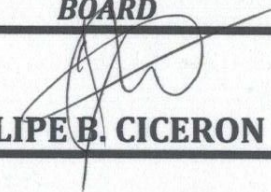
Email: tiaongwd@yahoo.com

**APPOVED BUDGET
OF THE
TIAONG WATER DISTRICT
FOR THE CALENDAR YEAR
2014**

SUBMITTED BY:

**ENGR. PERSEVERANDO T. ATIENZA
General Manager**

BOARD ACTION

BOARD RESOLUTION	DATE	CHAIRMAN OF THE BOARD
<i>BD. RES. NO. 20 S. OF 2013</i>	<i>12/11/13</i>	 FELIPE B. CICERON

TIAONG WATER DISTRICT
Tiaong, Quezon
STATEMENT OF INCOME AND EXPENSES BUDGET
For the Year 2014

Business and Service Income:

Income from Waterworks System	P	30,060,600.00
Interest Income		16,800.00
Other Business Income		1,419,100.00
Fines and Penalties - Business Income		1,203,000.00
Total Business and Service Income	P	<u>32,699,500.00</u>

Less: Operating Expenses:

Operation Expenses:

Personal Services

Salaries and Wages - Regular	P	5,692,000.00
Salaries and Wages - Contractual		0.00
Personal Economic Relief Allowance (PERA)		165,000.00
Additional Compensation (Adcom)		495,000.00
Representation Allowance		102,000.00
Transportation Allowance		102,000.00
Clothing and Uniform Allowance		185,000.00
Other Bonuses and Allowances		682,000.00
Honoraria (Directors Fees & Remunerations, Etc.)		675,000.00
Longevity Pay		50,000.00
Overtime and Night Pay		180,000.00
Cash Gift		185,000.00
Year End Bonus		883,000.00
Life and Retirement Insurance Contributions		743,000.00
Pag-ibig Contributions		33,000.00
Philhealth Contributions		68,000.00
ECC Contributions		33,000.00
Terminal Leave Benefits		680,000.00
Other Personnel Benefits		660,000.00
Total Personal Services	P	<u>11,613,000.00</u>

Other Operations Expenses

Traveling Expenses - Local	P	306,000.00
Traveling Expenses - Foreign		300,000.00
Training Expenses		372,000.00
Office Supplies Expense		180,000.00
Accountable Forms Expenses		72,000.00
Gasoline, Oil and Lubricants Expenses		168,000.00
Other Supplies Expenses		4,937,000.00
Electricity		216,000.00
Postage and Deliveries		6,000.00
Telephone Expenses - Landline		66,000.00
Telephone Expenses - Mobile		42,000.00
Cable, Satellite, Telegraph and Radio Expenses		11,000.00
Membership Dues and Contribution to Organization		25,000.00
Advertising Expenses		12,000.00
Rent Expenses		
Representation Expenses		694,200.00
Transportation and Delivery Expenses		15,000.00
Subscription Expenses		6,000.00
Legal Services		36,000.00
Auditing Services		64,600.00
Security Services		294,000.00

Donations	72,000.00	
Extra ordinary Expenses	72,000.00	
Miscellaneous Expenses	22,000.00	
Taxes Duties and Licenses	601,600.00	
Fidelity Bond Premiums	60,000.00	
Insurance Expenses	26,000.00	
Bad Debts Expenses	24,000.00	
Depreciation - Water System and Structures	1,290,000.00	
Depreciation - Office Buildings	78,000.00	
Depreciation - Office Equipment	60,000.00	
Depreciation - Furniture and Fixtures	36,000.00	
Depreciation - IT Equipment	72,000.00	
Depreciation - Machinery	240,000.00	
Depreciation - Motor Vehicles	225,600.00	
Depreciation - Other Property, Plant and Equipment	480,000.00	
Other Maintenance and Operating Expenses	224,400.00	
Total Other Operation Expenses	P 11,406,400.00	
Total Operation Expenses	P 23,019,400.00	
<u>Maintenance Expenses:</u>		
Repairs and Maintenance - Water System and Structures	P 1,062,000.00	
Repairs and Maintenance - Office Buildings	36,000.00	
Repairs and Maintenance - Office Equipment	18,000.00	
Repairs and Maintenance - Furniture and Fixtures	18,000.00	
Repairs and Maintenance - IT Equipment	72,000.00	
Repairs and Maintenance - Machinery	300,000.00	
Repairs and Maintenance - Motor Vehicles	18,000.00	
Repairs and Maintenance - Other Property, Plant and Equipment	474,000.00	
Total Maintenance Expenses	P 1,998,000.00	
Total Operation and Maintenance Expenses	P 25,017,400.00	
Utility Operating Income	P 7,682,100.00	
Financial Charges		
Interest Expenses	P 2,651,000.00	
<u>Net Income for the Period</u>	P 5,031,100.00	

Prepared by:

WILFREDO I. MORALES
Sr. Acctg. Processor A

Noted by:

PERSEVERANDO T. ATIENZA
General Manager

TIAONG WATER DISTRICT
Tiaong, Quezon

CASH FLOW BUDGET
For the Year 2014

CASH RECEIPTS:

Generation, Transmission and Distribution Income	P	27,622,140.00
Previous Year's Arrears		822,000.00
Other Business and Service Income		1,419,120.00
Fines and Penalties - Business and Service Income		1,203,000.00
Interest Revenues		16,800.00

Total Receipts

P 31,083,060.00

CASH DISBURSEMENTS

Personal Services	P	11,613,000.00
Maintenance and Other Operation Expenses		11,676,400.00
Debt Service		4,140,000.00
Capital Expenditures		3,545,000.00
Fund Reserves		107,000.00

Total Disbursements

P 31,081,400.00

Net Cash Inflow (Deficit)

P 1,660.00

Add: Beginning Cash Balance

P 75,391.59

ENDING CASH BALANCE, As of December 31, 2014

P 77,051.59

Prepared by:

Noted by:

WILFREDO I. MORALES
Sr. Acctg. Processor A

PERSEVERANDO T. ATIENZA
General Manager

TIAONG WATER DISTRICT
Tiaong, Quezon

PROJECTED REVENUES-JUSTIFICATION OF ASSUMPTIONS

I. Projected Net Cash Receipts:

Receipts - These pertains to revenues to be generated from water sales and other sources of services.

Total Projected Annual Receipts

Net Water Sales	27,622,140.00			
Previous Year's Arrears	822,000.00			
Fines and Penalties	1,203,000.00			
Meter Rental	673,920.00			
Service Application Charges	405,600.00			
Sales of miscellaneous materials	249,600.00			
Reconnection Fee	90,000.00			
Interest Revenues	16,800.00			31,083,060.00
Total		Say		<u>P31,100,000.00</u>

II. Projected Disbursements

A. Personal Services

These pertains to salary and benefits of WD employees.

Total Projected Annual Personal Services

P11,613,000.00

B. Maintenance and Other Operation Expenses

Other Operation Expenses		8,676,400.00		
Maintenance Expenses (Including Accounts Payable to Supplier)		3,000,000.00		

P11,676,400.00

Say P11,676,400.00

C. Debt Service

Lwua	=	299,890.00	x	12	3,405,000.00	
Landbank	=	65,590.00	x	12	733,000.00	4,138,000.00
					<u>733,000.00</u>	<u>P4,140,000.00</u>

Say

D. Capital Expenditures

1. Expansion Project (Labor and Materials)		1,800,000.00		
2. Improvement of Office Building		120,000.00		
3. Tools Equipment		125,000.00		
4. Office Equipment, Furnitures and Fixtures		250,000.00		
5. For purchase of Vehicle for operation		1,250,000.00		
				<u>3,545,000.00</u>

Say 3,545,000.00

E. Reserves

Net Water Sales, Penalties,		28,824,120.00	x	3%	864,723.60	
Less: Balance of Lwua/WD Joint Account					<u>758,490.57</u>	<u>P106,233.03</u>
					Say	<u>P107,000.00</u>

**TIAONG WATER DISTRICT
PROJECTED REVENUES & CASH RECEIPTS
FOR THE YEAR 2014**

MO.	BILLED		AVE	COLLECTIONS					PENALTY CHARGE	RECON-	WATER	MISC.	OTHER	BULK SALES	TOTAL	
	CONNECTION		BILL/	WATER	CUR MO.	SUCCEEDING MO.		NECTION		METER	SERVICE	WATER	REVENUES		REVENUES	RECEIPTS
	BEG	NEW	MO	SALES	70%	1st 15%	2nd 10%	TOTAL		FEE	RENTAL	REVENUE				
Dec'12	4,484															
Jan	4,536	52	525	2,354,100	1,647,870	0	0	1,647,870	94,164	7,500	56,160	33,800	20,800	0	2,566,524	1,860,294
Feb	4,588	52	525	2,381,400	1,666,980	353,115	0	2,020,095	95,256	7,500	56,160	33,800	20,800	0	2,594,916	2,233,611
Mar	4,640	52	525	2,408,700	1,686,090	357,210	235,410	2,278,710	96,348	7,500	56,160	33,800	20,800	0	2,623,308	2,493,318
Apr	4,692	52	525	2,436,000	1,705,200	361,305	238,140	2,304,645	97,440	7,500	56,160	33,800	20,800	0	2,651,700	2,520,345
May	4,744	52	525	2,463,300	1,724,310	365,400	240,870	2,330,580	98,532	7,500	56,160	33,800	20,800	0	2,680,092	2,547,372
Jun	4,796	52	525	2,490,600	1,743,420	369,495	243,600	2,356,515	99,624	7,500	56,160	33,800	20,800	0	2,708,484	2,574,399
Jul	4,848	52	525	2,517,900	1,762,530	373,590	246,330	2,382,450	100,716	7,500	56,160	33,800	20,800	0	2,736,876	2,601,426
Aug	4,900	52	525	2,545,200	1,781,640	377,685	249,060	2,408,385	101,808	7,500	56,160	33,800	20,800	0	2,765,268	2,628,453
Sep	4,952	52	525	2,572,500	1,800,750	381,780	251,790	2,434,320	102,900	7,500	56,160	33,800	20,800	0	2,793,660	2,655,480
Oct	5,004	52	525	2,599,800	1,819,860	385,875	254,520	2,460,255	103,992	7,500	56,160	33,800	20,800	0	2,822,052	2,682,507
Nov	5,056	52	525	2,627,100	1,838,970	389,970	257,250	2,486,190	105,084	7,500	56,160	33,800	20,800	0	2,850,444	2,709,534
Dec	5,108	52	525	2,654,400	1,858,080	394,065	259,980	2,512,125	106,176	7,500	56,160	33,800	20,800	0	2,878,836	2,736,561
TOTAL	624			30,051,000	21,035,700	4,109,490	2,476,950	27,622,140	1,202,040	90,000	673,920	405,600	249,600	0	32,672,160	30,243,300

Basic Assumptions

- 1 As of December 31, 2013, the total billed connections are 4,484 and it will increase by 52 monthly from January to December, 2014. in Year 2014 the total new and additional billed connections are 624.
- 2 For the year 2014, the average bill is P525.00 per connection based on 21-30 cu. m. consumption per connection.
- 3 Collection ratio projected is 95%; 70% on current month and 15% and 10% on the first and second months succeeding. The remaining 5% is assumed an increase in receivables accounts. Water sales in November and December 2013 is P2,326,800.00 and P2,354,100.00 respectively. Cash Receipts for November 2013 and December 2013 Arrears (Previous years) P232,680 and 588,525 respectively. with a total of P821,205.00. Say P822,000.00
- 4 Penalty charges are projected at 4% of the total amount of water sales based on current and previous year's experiences.
- 5 Meter rental treated as income is P1,080.00 per new connection.
- 6 Miscellaneous service revenues representing registration fee and other charges on the processing of new connections is projected at P650.00 per connection with 50 Service Connection to be reconnected/month @ P150.00/connection.
- 7 Other water revenues consisting of labor charge, mark-up on water meter, materials and supplies are projected at P400.00 per new connection.
- 8 Total projected revenues and cash receipts in 2014 is P32,672,160.00 and P30,243,300.00 respectively.