

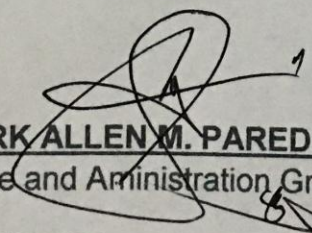


Republic of the Philippines
ZAMBOANGA CITY WATER DISTRICT
Pilar St., Zamboanga City

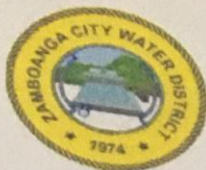
**STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR
FINANCIAL STATEMENTS**

The Management of Zamboanga City Water District is responsible for all information and representations contained in the Statement of Financial Position as at December 31, 2021 and the related Statements of Profit and Loss and Other Comprehensive Income, Statement of Changes in Equity, and Statement of Cash Flows for the years then ended. The Financial Statements have been prepared in conformity with the Philippine Financial Reporting Standards and reflected amounts that are based on best estimates and informed judgment of management with an appropriate consideration of materiality.

In this regard, the Management maintains a system of accounting and reporting which provides for the necessary internal control to ensure that all transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.


ATTY. MARK ALLEN M. PAREDES
OIC-Finance and Administration Group
Date: _____

LEONARDO REY D. VASQUEZ
General Manager
Date: _____

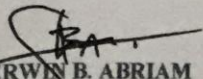


Zamboanga City Water District
Statement of Financial Position
As of December 31, 2021

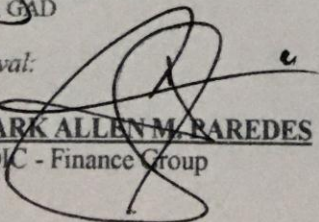
(With Comparative Figures for the Year Ended December 31, 2021)

| ASSETS | 2021 | 2020 |
|--|-------------------------|-------------------------|
| Current Assets | | |
| Cash and Cash Equivalents | 499,798,113.03 | 396,592,358.33 |
| Receivables | 176,002,700.47 | 158,809,181.74 |
| Inventories | 79,564,869.41 | 88,893,067.33 |
| Other Current Assets | 10,736,528.34 | 11,319,292.14 |
| Total Current Assets | 766,102,211.25 | 655,613,899.54 |
| Non - Current Assets | | |
| Investments | 36,037,042.19 | 16,020,773.27 |
| Property, Plant and Equipment | 557,433,209.06 | 597,671,513.53 |
| Other Non-Current Assets | 524,185,570.76 | 545,024,856.75 |
| Total Non-Current Assets | 1,117,655,822.01 | 1,158,717,143.55 |
| Total Assets | 1,883,758,033.26 | 1,814,331,043.09 |
| LIABILITIES | | |
| Current Liabilities | | |
| Financial Liabilities | 110,136,297.76 | 143,108,013.78 |
| Inter-Agency Payables | 11,891,181.72 | 7,773,253.50 |
| Trust Liabilities | 114,952,982.67 | 76,112,857.68 |
| Provisions | 45,853,349.34 | 40,986,671.46 |
| Other Payables | 18,563,765.77 | 16,147,195.78 |
| Total Current Liabilities | 301,397,577.26 | 284,127,992.20 |
| Non- Current Liabilities | | |
| Financial Liabilities | 380,243,300.55 | 405,161,193.84 |
| Deferred Credits/Unearned Income | 15,913,640.74 | 15,600,739.41 |
| Other Payables | - | - |
| Total Non- Current Liabilities | 396,156,941.29 | 420,761,933.25 |
| Total Liabilities | 697,554,518.55 | 704,889,925.45 |
| NET ASSETS/EQUITY | | |
| Capital Contribution | 23,008,367.89 | 23,008,367.89 |
| Donated Capital | 56,684,589.56 | 56,684,589.56 |
| Accumulated Surplus/(Deficit) | 1,106,510,557.27 | 1,029,748,160.20 |
| Total Net Assets/Equity | 1,186,203,514.72 | 1,109,441,117.65 |
| Total Liabilities and Net Assets/Equity | 1,883,758,033.26 | 1,814,331,043.09 |

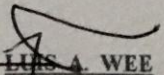
Prepared by:


SHERWIN B. ABRIAM
OIC, GAD

Recommending Approval:


ATTY. MARK ALLEN M. RAREDES
OIC - Finance Group

Checked by:

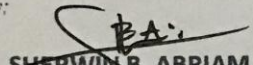

LUIS A. WEE
Dept Mgr-Accounting & Financial Mgt

Approved by:

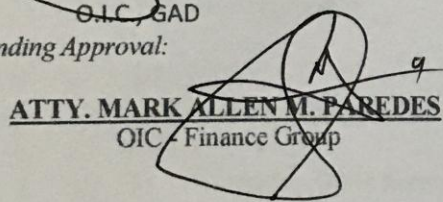
LEONARDO REY D. VASQUEZ
General Manager

| | | |
|--|-------------------------|-------------------------|
| Deferred Credits/Unearned Income | 15,913,640.74 | 15,600,739.41 |
| Other Deferred Credits | 15,913,640.74 | 15,600,739.41 |
| Other Payables | - | - |
| Income Tax Liability | - | - |
| Total Non -Current Liabilities | 396,156,941.29 | 420,761,933.25 |
| TOTAL LIABILITIES | 697,554,518.55 | 704,889,925.45 |
| NET ASSETS/EQUITY | | |
| Government Equity | 79,692,957.45 | 79,692,957.45 |
| Government Equity | 79,692,957.45 | 79,692,957.45 |
| Accumulated Surplus/(Deficit) | 1,106,510,557.27 | 1,029,748,160.20 |
| Unappropriated Retained Earnings | 1,053,443,963.80 | 976,681,567 |
| Appropriated Retained Earnings | 53,066,593.47 | 53,066,593 |
| TOTAL NET ASSETS/EQUITY | 1,186,203,514.72 | 1,109,441,117.65 |
| TOTAL LIABILITIES AND NET ASSETS/EQUITY | 1,883,758,033.26 | 1,814,331,043.09 |

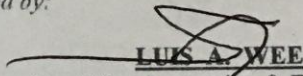
Prepared by:


SHERWIN B. ABRIAM
 O.I.C., GAD

Recommending Approval:

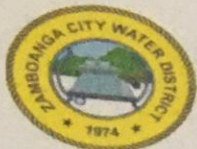

ATTY. MARK ALLEN M. PAREDES
 OIC - Finance Group

Checked by:


LUIS A. WEE
 Dept Mgr-Accounting & Financial Mgt

Approved by:

LEONARDO REY D. VASQUEZ
 General Manager



Republic of the Philippines
ZAMBOANGA CITY WATER DISTRICT

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

DECEMBER 31, 2021

(With Comparative Figures for the Year Ended December 31, 2020)

| | 2021 | 2020 |
|--|-----------------------------|-----------------------------|
| REVENUE | | |
| SERVICE AND BUSINESS INCOME | 801,150,200.56 | 754,914,121.02 |
| TOTAL REVENUE | <u>801,150,200.56</u> | <u>754,914,121.02</u> |
| LESS: CURRENT OPERATING EXPENSES | | |
| Personnel Services | 235,413,395.41 | 234,598,870.10 |
| Maintenance and Other Operating Expenses | 415,066,930.51 | 390,235,428.01 |
| Financial Expenses | 26,434,552.90 | 29,971,432.17 |
| Non-Cash Expenses | <u>50,915,728.82</u> | <u>50,375,957.41</u> |
| TOTAL CURRENT OPERATING EXPENSES | <u>727,830,607.64</u> | <u>705,181,687.69</u> |
| SURPLUS (DEFICIT) FROM CURRENT OPERATIONS | <u>73,319,592.92</u> | <u>49,732,433.33</u> |
| SURPLUS (DEFICIT) FROM CURRENT PERIOD | <u><u>73,319,592.92</u></u> | <u><u>49,732,433.33</u></u> |

Prepared by:

SHERWIN B. ABRIAM
O.I.C. - GAD

Checked by:

LOUIS A. WEE
Dept Mgr-Accounting & Financial Mgt

Recommending Approval:

ATTY. MARK ALLEN M. PAREDES
OIC - Finance Group

Approved by:

LEONARDO REY D. VASQUEZ
General Manager

Noncash Expense

| | | |
|--|----------------------|----------------------|
| Depreciation Expense-Buildings and Other Structures | 6,380,446.23 | 6,160,161.15 |
| Depreciation Expense- Leasehold Improvements | 2,490,632.26 | 2,405,317.79 |
| Depreciation Expense - Office Equipment | 275,407.03 | 411,228.60 |
| Depreciation Expense - Laboratory Equipment | 255,072.78 | 303,842.16 |
| Depreciation Expense - Land Transportation Equipment | 5,102,479.89 | 5,133,112.37 |
| Depreciation Expense - Other Machinery and Equipment | 33,526,572.99 | 32,776,785.50 |
| Depreciation Expense - Furniture and Fixtures | 1,941,719.52 | 1,850,591.58 |
| Doubtful Accounts Expense | 343,052.99 | 685,843.32 |
| Amortization of Intangible Assets | 600,345.13 | 649,074.94 |
| Total Noncash Expense | 50,915,728.82 | 50,375,957.41 |

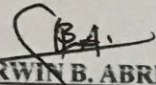
Total Current Operating Expense

727,830,607.64 **705,181,687.69**

Surplus (Deficit) from Current Operations

73,319,592.92 **49,732,433.33**

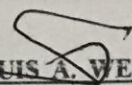
Prepared by:


SHERWIN B. ABRIAM
O.I.C., GAD

Recommending Approval:

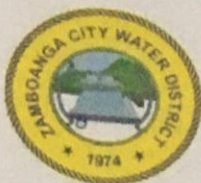

ATTY. MARK ALLEN M. PAREDES
OIC - Finance Group

Checked by:


LUIS A. WEE
Dept Mgr-Accounting & Financial Mgt

Approved by:

LEONARDO REY D. VASQUEZ.
General Manager

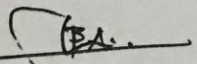


Republic of the Philippines
ZAMBOANGA CITY WATER DISTRICT

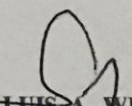
STATEMENT OF CHANGES IN EQUITY
For the Year Ended December 31, 2021
(With Comparative Figures for CY 2020)

| | | 2021 | | 2020 |
|--|---|-------------------------|---|-------------------------|
| PAID-UP CAPITAL | | | | |
| Balance at beginning of the year | P | 79,692,957.45 | P | 79,692,957.45 |
| Additional city government equity received | | - | | - |
| Balance at end of the year | | 79,692,957.45 | | 79,692,957.45 |
| Retained Earnings | | | | |
| Balance at beginning of the year | | 1,029,748,160.20 | | 986,665,118.89 |
| Net Income for the year | | 73,319,592.92 | | 49,732,433.33 |
| Prior Year's Adjustment | | 3,442,804.15 | | (6,649,392.02) |
| Balance at end of the year | | 1,106,510,557.27 | | 1,029,748,160.20 |
| TOTAL EQUITY | P | 1,186,203,514.72 | P | 1,109,441,117.65 |

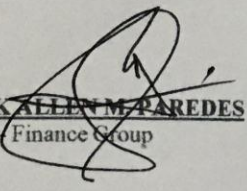
Prepared by:


SHERWIN B. ABRIAM
OIC - District Manager GAD

Checked by:


LUIS A. WEE
Dept Mgr-Accounting & Financial Mgt

Recommending Approval:


ATTY. MARK ALLEN M. PAREDES
OIC - Finance Group

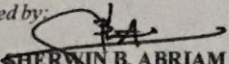
Approved by:

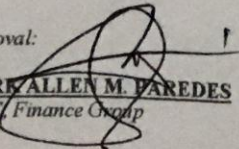
LEONARDO REY D. VASQUEZ
General Manager

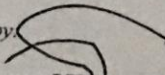


ZAMBOANGA CITY WATER DISTRICT
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2021

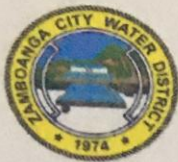
| | <u>December 2021</u> | <u>December 2020</u> |
|--|-------------------------|-------------------------|
| Cash Flows From Operating Activities | | |
| Cash Inflows | | |
| Collection of Income/Revenue | 762,067,052.15 | 671,453,793.76 |
| Collection of Receivables | 264,501.48 | 1,273,562.72 |
| Receipt of Inter-Agency Fund Transfer | 19,594.03 | 32,197.77 |
| Trust Receipts | 1,314,701.97 | 1,080,834.29 |
| Other Receipts | 56,049,001.68 | 18,546,203.16 |
| Total Cash Inflows | 819,714,851.31 | 692,386,591.70 |
| Cash Outflows | | |
| Payment of Expenses | (500,009,322.91) | (479,246,087.27) |
| Purchase of Inventories | (33,718,797.94) | (27,577,286.42) |
| Grant of Cash Advances | (25,990.00) | (564,568.72) |
| Prepayments | (470,803.22) | (397,549.24) |
| Refund of Deposits | (423,154.28) | (1,413,433.00) |
| Remittance of Personnel Benefit Contributions and Mandatory Deductions | (77,581,497.57) | (83,720,059.73) |
| Other Disbursements | (2,650,910.18) | (4,983,355.89) |
| Total Cash Outflow | (614,880,476.10) | (597,902,340.27) |
| Net Cash Provided by (Used in) Operating Activities | 204,834,375.21 | 94,484,251.43 |
| Cash Flows from Investing Activities | | |
| Cash Inflow | | |
| Proceeds from Investment in Treasury Bills | 163,682,369.98 | 313,768,725.38 |
| Cash Outflow | | |
| Capital Expenditures | (649,099.68) | (4,686,544.11) |
| Investment | (182,098,579.42) | (160,121,960.78) |
| Total Cash Outflow | (182,747,679.10) | (164,808,504.89) |
| Net Cash Provided by (Used in) Investing Activities | (19,065,309.12) | 148,960,220.49 |
| Cash Flows From Financing Activities | | |
| Cash Outflow | | |
| Payment of Long-Term Liabilities | (56,019,930.09) | (57,268,148.03) |
| Payment of Interest Expense | (26,543,381.30) | (27,447,187.75) |
| Total Cash Outflow | (82,563,311.39) | (84,715,335.78) |
| Net Cash Provided by (Used in) Financing Activities | (82,563,311.39) | (84,715,335.78) |
| Increase (Decrease) in Cash and Cash Equivalents | 103,205,754.70 | 158,729,136.14 |
| Cash and Cash Equivalents, Beginning | 396,592,358.33 | 237,863,222.19 |
| Cash and Cash Equivalents, Ending | 499,798,113.03 | 396,592,358.33 |

Prepared by: 
SHERWIN B. ABRIAM
OIC, General Accounting Division

Recommending Approval: 
ATTY. MARK ALLEN M. PAREDES
OIC, Finance Group

Checked by: 
LUIS A. WEE
Department Manager - AFMD

Approved by:
LEONARDO REY D. VASQUEZ
General Manager



ZAMBOANGA CITY WATER DISTRICT
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2021

| | | |
|---|------------------|------------------|
| Other Disbursements | (2,650,910.18) | (4,983,355.89) |
| Other Disbursements | (2,650,910.18) | (4,983,355.89) |
| Total Cash Outflow | (614,880,476.10) | (597,902,340.27) |
| Net Cash Provided by (Used in) Operating Activities | 204,834,375.21 | 94,484,251.43 |
| Cash Flows from Investing Activities | | |
| Cash Inflow | | |
| Proceeds from Investment in Treasury Bills | 163,682,369.98 | 313,768,725.38 |
| | 163,682,369.98 | 313,768,725.38 |
| Total Cash Inflow | 163,682,369.98 | 313,768,725.38 |
| Cash Outflow | | |
| Capital Expenditures | (649,099.68) | (4,686,544.11) |
| Purchase of Land | - | (285,596.00) |
| Purchase of Machinery and Equipment | (433,019.08) | (4,301,125.03) |
| Purchase of Furniture, Fixtures and Equipment | - | (21,096.48) |
| Construction in Progress | (88,726.32) | (32,070.60) |
| Purchase of Other Property, Plant and Equipment | (127,354.28) | (46,656.00) |
| Investments | (182,098,579.42) | (160,121,960.78) |
| Investment in Treasury Bills | (182,098,579.42) | (160,121,960.78) |
| Total Cash Outflow | (182,747,679.10) | (164,808,504.89) |
| Net Cash Provided by (Used in) Investing Activities | (19,065,309.12) | 148,960,220.49 |
| Cash Flows From Financing Activities | | |
| Cash Outflow | | |
| Payment of Long-Term Liabilities | (56,019,930.09) | (57,268,148.03) |
| Payment of Domestic Loans | (56,019,930.09) | (57,268,148.03) |
| Payment of Interest Expense | (26,543,381.30) | (27,447,187.75) |
| Total Cash Outflow | (82,563,311.39) | (84,715,335.78) |
| Net Cash Provided by (Used in) Financing Activities | (82,563,311.39) | (84,715,335.78) |
| Increase (Decrease) in Cash and Cash Equivalents | 103,205,754.70 | 158,729,136.14 |
| Cash and Cash Equivalents, Beginning | 396,592,358.33 | 237,863,222.19 |
| Cash and Cash Equivalents, Ending | 499,798,113.03 | 396,592,358.33 |

Prepared by:

SHERWIN B. ABRIAM

O.I.C. - General Accounting Division

Checked by:

LUIS A. WEE

Department Manager - AFMD

Recommending Approval:

ATTY. MARK ALLEN M. PAREDES

O.I.C. Finance Group

Approved by:

LEONARDO REY D. VASQUEZ

General Manager