

PHILIPPINE ARMY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2016

1. General Information/Agency Profile

The consolidated financial statements of the Philippine Army were authorized for issue on April 24, 2017 as shown in the Statement of Management Responsibility for Financial Statements signed by Lieutenant General Glorioso V. Miranda, Commanding General of the Philippine Army.

The Philippine Army was first established on 22 March 1897 during the First Meeting of Tejeros. Currently, the Philippine Army operates under the authorities of the Executive Order 292, s. 1987 “Instituting the Administrative Code of 1987”. As embodied in EO 292, the Philippine Army shall be responsible for the conduct of operations on land, in coordination with the other Major Services. Section 49 of the same EO enumerates the functions of the Army as follows: (1) organize, train and equip forces for the conduct of prompt and sustained operations on land; (2) prepare such units as may be necessary for the effective prosecution of the national defense plans and programs; (3) develop, in coordination with the other Major Services, tactics, techniques and equipment of interest to the Army for field operations; (4) organize, train and equip all reserve units; and (5) perform such functions as may be provided by law or assigned by higher authorities. The following are the program objectives by mission areas to be performed by the Army: Territorial Defense, Security and Stability (TDSS) and Force-Level Command and Control, Support and Training (FLC2ST).

The Philippine Army Major Units (PAMUs) with their corresponding servicing FAUs are as follows:

Units	Location	Servicing FAU
1 st Infantry (Tabak) Division	Camp Major Cesar L. Sang-an, Pulacan, Labangan, Zamboanga del Sur	9 th FAU
2 nd Infantry (Jungle Fighter) Division	Camp Capinpin, Sampaloc, Tanay, Rizal	4 th FAU
3 rd Infantry (Spearhead) Division	Camp General Macario Peralta Jr., Jamindan, Capiz	6 th FAU
4 th Infantry (Diamond) Division	(4ID) Camp Edilberto Evangelista, Patag, Cagayan de Oro City	10 th FAU
with 52 nd Engineer Brigade	(52EBde) Camp Colonel Oscar F. Natividad, Manolo Fortich, Bukidnon	
5 th Infantry (Star)	Camp Melchor F. Dela Cruz, Upi, Gamu,	2 nd FAU

Units	Location	Servicing FAU
Division	Isabela	
6 th Infantry (Kampilan) Division	Camp BGen Siongco, Awang, Datu Odin Sinsuat, Maguindanao	12 th FAU
7 th Infantry (Kaugnay) Division AAR, SOCOM	Fort Magsaysay, Palayan City, Nueva Ecija	3 rd FAU
8 th Infantry (Storm Trooper) Division	Camp Lukban, Maulong, Catbalogan City, Samar	8 th FAU
9 th Infantry (Spear) Division	Camp Weene Martillana, Pili, Camarines Sur	5 th FAU
10 th Infantry (Agila) Division	Camp General Manuel T. Yan, Brgy. Tuboran, Mawab, Compostela Valley	11 th FAU
Mechanized Infantry Division & TRADOC	Camp O'Donnell, Capas, Tarlac	1 st FAU
51 st Engineer Brigade	Camp Rigoberto J. Atienza, Libis, Quezon City	14 th FAU
53 rd Engineer Brigade	Camp Lapu-lapu, Cebu City	7 th FAU
ASCOM, ASR, ISG, ARESCOM, HPA and Post Units	Fort Andres Bonifacio, Metro Manila	ASPA/ 15 th FAU

2. Statement of Compliance and Basis of Preparation of Financial Statements

The consolidated financial statements have been prepared in accordance with and comply with the Philippine Public Sector Accounting Standards (PPSAS) issued by the Commission on Audit per COA Resolution No. 2014-003 dated January 24, 2014.

The consolidated financial statements have been prepared on the basis of historical cost, unless stated otherwise. The Statement of Cash Flows is prepared using the direct method.

3. Summary of Significant Accounting Policies

3.1 Basis of accounting

The consolidated financial statements are prepared on an accrual basis in accordance with the Philippine Public Sector Accounting Standards (PPSAS).

3.2 Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the Headquarters and twenty-one (21) PA major units.

3.3 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash in bank and treasury deposits.

3.4 Inventories

Inventory is measured at cost and recognized as an expense when utilized or consumed.

3.5 Property, Plant and Equipment

Recognition

The PPE consists of tangible items that are held for rental to others, or for administrative purposes and are expected to be used during more than one reporting period measured at cost upon recognition.

Depreciation Method

The straight line method of depreciation is adopted and a residual value equivalent to at least five percent of the cost of the PPE is used.

3.6 Changes in Accounting Policies and Estimates

The Philippine Army recognizes the effects of changes in accounting policy retrospectively and recognizes the effects of changes in accounting estimates prospectively by including in surplus or deficit.

The Philippine Army corrects material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:

- Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

4. Adjustments on Accumulated Surplus

Fundamental errors of prior years are corrected by adjusting directly the Accumulated Surplus/ (Deficit) account. Errors affecting current year's operations are charged to the current year's accounts.

5. Cash and Cash Equivalents

Account	2016	2015
Cash - Collecting Officers	P 9,640.02	P 9,640.02
Cash in Bank- Local Currency, Current Account (LCCA)	1,215,442,021.64	1,162,656,671.09
Cash – Treasury/Agency Deposit, Trust	204,073,136.81	188,742,205.48
Cash-Modified Disbursement System (MDS), Regular	-	41,191,028.90
Cash-Tax Remittance Advice	-	170,518,363.29
Total	P1,419,524,798.47	P1,563,117,908.78

5.1 *The Cash-Collecting Officers* account represents the collections to be deposited to the authorized government depository bank.

Office	2016	2015
HPA	P 9,638.97	P 9,638.97
7 th ID	1.05	1.05
Total	P 9,640.02	P 9,640.02

5.2 *Cash in Bank – Local Currency, Current Account (LCCA)* pertains to current accounts maintained with Land Bank of the Philippines. The amount includes the obligated fund for the payment of Re-enlistment Clothing Allowance, Special Financial Allowance, Pay & Allowances and Terminal Leave Benefits & Gratuity Claims of military and civilian Army personnel as at 31 Dec 2016. It also includes collection from the AFP Housing Board and other trust liabilities, hospital income, balance of unutilized inter-agency fund transfers and reimbursable fund balance under 72-100RF.

Office	2016	2015
1 st ID	P 997,038.24	P 1,223,536.96
2 nd ID	1,888,042.50	6,724,002.21
3 rd ID	1,815,733.53	1,936,363.53
4 th ID	7,534,413.96	7,003,761.92
5 th ID	1,288,439.70	1,639,120.70
6 th ID	10,676,510.38	2,995,553.38
7 th ID	7,856,212.38	15,172,131.97

Office	2016	2015
8 th ID	2,835,211.35	5,081,813.80
9 th ID	244,432.38	315,342.64
10 th ID	-	
MID	1,084,309.75	1,472,147.17
TRADOC	876,075.58	1,228,991.96
51 st EBde	15,152,080.53	46,772,543.57
52 nd EBde	195,729,709.70	201,531,333.62
53 rd EBde	5,992,541.87	7,927,883.29
54 th EBde	-	
55 th EBde	201,136.20	
HPA and post unit	961,270,133.59	861,632,144.37
Total	P 1,215,442,021.64	P 1,162,656,671.09

5.3 *Cash-Treasury/Agency Deposit, Trust* consists of trust receipts collected and deposited with National Treasury.

Office	2016	2015
1 st ID	P 920,049.88	P 908,199.88
2 nd ID	1,397,096.49	1,500,680.49
3 rd ID	2,754,259.94	2,151,461.88
4 th ID	10,081,770.06	9,437,498.39
5 th ID	2,065,056.63	1,911,689.58
6 th ID	5,711,118.26	9,309,605.21
7 th ID	17,280,974.76	13,325,901.51
8 th ID	4,043,410.01	4,212,290.01
9 th ID	1,349,691.61	1,078,379.28
MID	98,000.00	53,000.00
51 st EBde	6,504,442.56	7,254,051.56
52 nd EBde	8,169.40	8,169.40
53 rd EBde	291,209.13	267,536.38
HPA	151,567,888.08	137,323,741.91
Total	P 204,073,136.81	P 188,742,205.48

6. Receivables

Accounts	2016	2015
Accounts Receivable	P 293,534.59	P 71.07
Due from National Government Agencies	1,025,916,106.81	810,428,914.31
Due from Government-Owned and/or Controlled Corporations	1,606,092,565.12	1,345,378,743.02
Due from Bureaus	290,448.32	470,356.80

Accounts	2016	2015
Due from Operating Units	237,465,279.37	381,153,686.42
Due from Other Funds	15,974.62	-
Receivables- Disallowances/Charges	10,484,406.36	10,289,196.58
Due from Officers and Employees	3,994,318.80	21,637,035.60
Other Receivables	62,789,429.36	22,790,888.52
Total	P 2,947,342,063.35	P 2,592,148,892.32

6.1 *Accounts Receivable* represents the amount due arising from overpayment to suppliers.

Office	Amount	Less than 30 days	Less than 90 days	91-365 days
6 th ID	P 181,852.20	P 181,852.20		
8 th ID	38,082.39	38,082.39		
HPA	73,600.00	-	-	P 73,600.00
Total	P 293,534.59	P 219,934.59	-	P 73,600.00

6.2 *Due from National Government Agencies* consists of the unliquidated fund transfers to other offices/units of the National Government such as PS-DBM and Arsenal. The increase in the account is caused by the fund transfers to Government Arsenal for the procurement of ammunitions. The PS-DBM has issued a check for the return of unutilized fund transfers amounting to P97,906,848.63 in January 2017 .

Office	PS-DBM	Arsenal	OTHERS
1 st ID	P 779,346.64		
2 nd ID	5,212,788.45		
4 th ID	276,980.83		
5 th ID	91,732.90		
7 th ID	301,245.01		
10 th ID	190,907.07		
MID	1,750,297.70		
TRADOC	2,283,373.01		
51 st EBde	1,042,841.86		
52 nd EBde	205,447.00		
55 th EBde	36,500.00		
HPA	370,422,490.73	P 641,691,503.53	P 1,630,652.08
Sub-total	P 382,593,951.20	P 641,691,503.53	P 1,630,652.08
Total	P 1,025,916,106.81		

Unit	Amount	Current	Non-Current
1 st ID	P 779,346.64	P 454,520.99	P 324,825.65
2 nd ID	5,212,788.45	5,212,788.45	
4 th ID	276,980.83	224,584.83	52,396.00
5 th ID	91,732.90	91,732.90	
7 th ID	301,245.01	301,245.01	
10 th ID	190,907.07	190,907.07	
MID	1,750,297.70		1,750,297.70
TRADOC	2,283,373.01		2,283,373.01
51 st EB	1,042,841.86	257,187.16	785,654.70
52 nd EB	205,447.00	192,237.40	13,209.60
55 th EBde	36,500.00	36,500.00	
HPA	1,013,744,646.34	631,709,605.56	382,035,040.78
Total	P 1,025,916,106.81	P 638,671,309.37	P 387,244,797.44

6.3 *Due from Government-Owned and/or Controlled Corporations* consists of receivable from PITC for various fund transfers per Agency Outsourcing Request (AOR) which were not yet delivered nor liquidated; National Kidney Institute and Philippine Heart Center representing advance payment for the confinement of Philippine Army personnel which have been dormant since 2007. The PITC has issued a check for the return of the unutilized fund transfers amounting to P105,002,648.58 in January 2017.

Unit	Amount	Current	Non-Current
51 st EB	P 3,500,000.00		P 3,500,000.00
HPA	1,602,592,565.12	P 726,732,357.63	875,860,207.49
Total	P1,606,092,565.12	P 726,732,357.63	P 879,360,207.49

6.4 *Due from Bureaus* amounting to P290,448.32 represents the unutilized balance of the fund transferred to National Defense College of the Philippines.

6.5 *Due from Other Funds* amounting to P15,974.62 represents over payment of Non-Appropriated Funds (NAF) accountability of retired personnel from commutation account to collecting officer.

6.6 *Receivables-Disallowances/Charges* represents audit disallowances for various transactions including error in computation and/or overpricing of the claims which had become final and executory.

Unit	Amount	Less than 365 days	Over 1 Year	Over 2 Years	Over 3 Years
1 st ID	P 451,601.42				P 451,601.42
3 rd ID	1,017,067.91				1,017,067.91
4 th ID	3,282,499.00				3,282,499.00
6 th ID	13,781.81				13,781.81
9 th ID	111,616.40				111,616.40
51 st	200,475.99	P200,475.99			
HPA	5,407,363.83			P132,804.00	5,274,559.83
Total	P10,484,406.36	P200,475.99	-	P132,804.00	P10,151,126.37

6.7 *Due from Officers and Employees* represents overpayment of salaries and wages and other receivables from officers and employees of the Command. Details are as follows.

Unit	Amount	Less than 365 days	Over 1 Year	Over 2 Years	Over 3 Years
1 st ID	P1,208,394.40				P1,208,394.40
3 rd ID	60,272.01	P60,272.01			
5 th ID	1,249.88				1,249.88
7 th ID	840.50	840.50			
51 st EB	10,281.28	10,281.28			
52 nd EB	12,459.32			P12,459.32	
HPA	2,700,821.41	249,989.16	P784,817.38	1,369,631.70	296,383.17
Total	P3,994,318.80	P321,382.95	P784,817.38	P1,382,091.02	P1,506,027.45

6.8 *Other Receivables* consists of dormant accounts reclassified from Advances for Operating Expenses, Advances to Officers and Employees and Due from Officers and Employees. This also includes receivable from Bairam Enterprises amounting to P18,454,278.60 for the procurement of CVR Scorpion Tank Spare Parts which remained undelivered and dormant for eight years. The balance is net of impairment allowance of P11,952,686.82.

Unit	Amount	Over 3 Years
1 st ID	P 30,153.20	P 30,153.20
2 nd ID	5,658,230.81	5,658,230.81
3 rd ID	1,538,423.62	1,538,423.62
4 th ID	619,535.10	619,535.10
6 th ID	6,371,478.31	6,371,478.31
7 th ID	1,366,417.10	1,366,417.10
8 th ID	528,669.37	528,669.37
9 th ID	400,723.42	400,723.42
10 th ID	37,978.13	37,978.13

Unit	Amount	Over 3 Years
MID	837,651.68	837,651.68
51 st EB	1,016,839.17	1,016,839.17
52 nd EB	16,160.00	16,160.00
53 rd EB	58,317.05	58,317.05
16 th FSFO	3,760	3,760
HPA	44,305,092.40	44,305,092.40
Total	P 62,789,429.36	P 62,789,429.36

7. Inventories

Accounts	2016	2015
Office Supplies Inventory	P 146,880,812.71	P 141,513,809.99
Accountable Forms, Plates and Stickers Inventory	4,200.00	
Drugs and Medicines Inventory	5,563,671.67	4,569,195.87
Medical, Dental and Laboratory Supplies Inventory	4,964,228.66	5,997,454.52
Fuel, Oil and Lubricants Inventory	1,020,847,903.33	831,862,866.60
Military, Police and Traffic Supplies Inventory	3,898,411,971.98	3,779,059,784.37
Construction Materials Inventory	7,584,911.27	14,512,358.05
Other Supplies and Materials Inventory	1,285,628,278.60	777,967,011.12
Semi-Expendable Office Equipment	1,001,633.76	-
Semi-Expendable Information and Communications Technology Equipment	685,650.60	-
Semi-Expendable Communications Equipment	525,983.00	-
Semi-Expendable Disaster Response and Rescue Equipment	263,934.00	-
Semi-Expendable Medical Equipment	506,162.00	-
Semi-Expendable Sports Equipment	22,050.00	-
Semi-Expendable Technical and Scientific Equipment	15,000.00	-
Semi-Expendable Other Machinery and Equipment	647,650.00	-

Accounts	2016	2015
Semi-Expendable Furniture and Fixtures	2,386,598.00	-
Total	P 6,375,940,639.58	P 5,555,482,480.52

7.1 *Office Supplies Inventory* represents cost of office supplies purchased requiring submission of Report of Supplies and Materials from Army Property Accountability Office.

Office	2016	2015
2 nd ID	P 242,513.07	P 29,933.00
4 th ID	3,017,753.51	2,152,303.12
5 th ID	-	802,700.30
7 th ID	-	0.20
MID	6,017,908.35	3,001,443.73
TRADOC	4,362,085.37	2,609,301.79
51 st EBde	-	108,097.03
52 nd EBde	285,691.60	152,236.90
HPA and Post Units	132,954,860.81	132,657,793.92
Total	P 146,880,812.71	P 141,513,809.99

7.2 *Drugs and Medicines Inventory* consists of the following:

Office	2016	2015
2 nd ID	P 508,294.62	P 1,271,183.57
4 th ID	2,617,237.82	1,884,413.57
5 th ID	-	255,560.00
MID	475,649.58	183,572.58
TRADOC	1,285,545.40	146,353.90
52 nd EBde	177,594.25	253,072.25
HPA and Post Units	499,350.00	575,040.00
Total	P 5,563,671.67	P 4,569,195.87

7.3 *Medical, Dental and Laboratory Supplies Inventory* includes supplies for the use of Army General Hospital for submission of liquidating instruments from APAO for the issued inventories.

Office	2016	2015
2 nd ID	P 165,397.19	P 1,178,325.96
4 th ID	543,986.77	876,027.85
5 th ID	-	1,093,343.00
MID	1,710,015.95	795,275.96
TRADOC	593,678.00	477,791.00

Office	2016	2015
52 nd EBde	77,104.75	77,104.75
HPA and Post Units	1,874,046.00	1,499,586.00
Total	P 4,964,228.66	P 5,997,454.52

7.4 Fuel, Oil and Lubricants Inventory pertains to the deliveries made by Petron to the different PA units for use in their operation; awaiting liquidating instruments from PAO, GS for the issued inventories.

Office	2016	2015
1 st ID	P 33,510,448.71	P 54,505,504.93
2 nd ID	7,525,874.46	1,629,856.87
3 rd ID	2,593,677.14	4,353,275.08
4 th ID	24,444,664.86	19,193,086.37
5 th ID	3,086,134.04	8,157,087.79
6 th ID	11,535,867.85	7,365,091.91
7 th ID	67,486,576.10	70,768,331.71
9 th ID	6,439,803.51	4,026,549.14
10 th ID	21,234,374.68	25,622,372.32
MID	36,811,142.92	21,339,091.51
TRADOC	4,021,480.35	2,067,363.18
51 st EBde	627,745.20	1,579,968.22
52 nd EBde	11,081,456.48	15,422,328.99
53 rd EBde	4,149,517.66	6,278,533.64
55 th EBde	8,233,863.81	-
HPA	778,065,275.56	589,554,424.94
Total	P 1,020,847,903.33	P 831,862,866.60

7.5 Military, Police and Traffic Supplies Inventory represents cost of ammunitions, explosives, magazines, and other firearms accessories; awaiting liquidating instruments from PAO, GS for the issued inventories.

Office	2016	2015
1 st ID	P 2,353,927.68	-
3 rd ID	-	P 1,800.00
4 th ID	656,042,587.50	648,894,526.17
5 th ID	1,413,622.26	1,413,622.26
6 th ID	104,635,275.71	98,547,801.35
7 th ID	107,948,887.33	103,154,734.22
8 th ID	88,089,217.90	90,975,209.68
9 th ID	33,558,936.16	35,446,616.02
10 th ID	48,998,150.18	52,835,258.69

Office	2016	2015
MID	420,525.00	
52 nd EBde	15,404,217.22	15,404,217.22
53 rd EBde	67,415,901.95	75,805,876.33
HPA and Post Units	2,772,130,723.09	2,656,580,122.43
Total	P 3,898,411,971.98	P 3,779,059,784.37

7.6 *Construction Materials Inventory* pertains to cost of construction materials purchased for the repairs and maintenance of various buildings and structures. This also includes the dormant balance of construction materials received by previous Unit Property Officer of CMOG.

Office	2016	2015
2 nd ID	P 3,358,874.77	P 12,471,668.93
4 th ID	2,955,086.50	90,264.50
5 th ID	-	1,702,908.62
52 nd EBde	1,023,434.00	
HPA and Post Units	247,516.00	247,516.00
Total	P 7,584,911.27	P 14,512,358.05

7.7 *Other Supplies and Materials Inventory* pertains to the balance of procured clothing and individual equipment, 72-100RF inventories, spare parts and other materials for the use of military personnel and repairs and maintenance of Army facilities and equipment. This also includes dormant and unserviceable items and still on the process of reconciliation.

Unit	2016	2015
1 st ID	P 3,219,795.23	-
2 nd ID	11,699,190.05	P 7,062,533.03
3 rd ID	4,929,234.48	68,935.00
4 th ID	5,156,320.17	7,628,584.15
5 th ID	-	3,474,632.00
6 th ID	605,890.45	-
7 th ID	10,286,680.96	4,028,242.11
9 th ID	16,844,917.61	25,098,431.28
10 th ID	10,267,919.67	1,043,805.65
MID	18,221,000.27	7,792,802.11
TRADOC	13,317,032.88	3,183,401.79
51 st EBde	135,652.95	-
52 nd EBde	1,033,459.80	486,734.80
53 rd EBde	4,898,842.03	1,759,841.79
55 th EBde	7,375,345.86	-

Unit	2016	2015
HPA and Post Units	1,177,636,996.19	716,339,067.41
Total	1,285,628,278.60	777,967,011.12

8. Other Assets

Particular	2016		2015	
	Current	Non Current	Current	Non Current
Advances for Operating Expenses	P25,893,973.14	P1,852.20	P69,136,438.04	
Advances for Payroll	32,525,559.15	2,871,634.82	26,993,661.91	
Advances to Special Disbursing Officers	20,530,764.20		1,499,101.91	
Advances to Officers and Employees	1,672,028.21	825,090.93	10,963,838.28	
Advances to Contractors	101,273,895.16		115,631,517.48	
Other Prepayments	24.22	119,132.51	266,594,566.08	
Deposits on Letters of Credit	1,391,903,751.58	190,276,835.76	960,173,251.96	
Other Assets		230,292,259.18		P211,427,896.07
TOTAL	1,573,799,995.66	424,386,805.40	1,450,992,375.66	211,427,896.07
	P1,998,186,801.06		P1,662,420,271.73	

8.1 *Advances for Operating Expenses* represents the unliquidated cash advances granted to disbursing officers for MOOE of their respective units. Dormant accounts for more than two years were reclassified to Other Receivables. Aging as follows:

Field Unit	Unliquidated Cash Advance	Current		Non-Current
		Less than 91 days	91-365 days	Over 1 year
3 rd ID	P 93,000.00	P93,000.00		
4 th ID	740,551.96	740,551.96		
6 th ID	1,158,943.94	1,158,943.94		
9 th ID	1,858,622.05	1,858,622.05		
10 th ID	393,022.96	393,022.96		
51 st EB	50,000.00	50,000.00		

Field Unit	Unliquidated Cash Advance	Current		Non-Current
		Less than 91 days	91-365 days	Over 1 year
52 nd EB	1,788,555.00	1,788,555.00		
HPA/Post units	19,813,129.43	19,811,214.73	P62.50	P1,852.20
Grand Total	P25,895,825.34	P 25,893,910.64	P62.50	P1,852.20

8.2 *Advances for Payroll* represents cash advances granted to disbursing officers of the different field units for the payment of subsistence allowance and other benefits of military personnel and employees. Details are as follows:

Field Unit	Unliquidated Cash Advance	Current	Non-Current	
		Less than 1 year	Over 1 year	Over 3 years
1 st ID	P 12,807.00	P 12,807.00		
2 nd ID	7,709,100.00	7,709,100.00		
3 rd ID	417,433.45	417,433.45		
4 th ID	13,950.00	13,950.00		
5 th ID	318,739.95			P 318,739.95
7 th ID/ SOCOM/ AAR	154,400.00	154,400.00		
8 th ID	1,850,700.00		P1,850,700.00	
9 th ID	779,789.82	765,029.82		14,760.00
51 st EB	35,500.00			35,500.00
MID	20,986,742.00	20,334,807.13		651,934.87
TRADOC	2,764,863.74	2,764,863.74		
HPA/ POST units	353,168.01	353,168.01		
Total	P35,397,193.97	P32,525,559.15	P1,850,700.00	P1,020,934.82

8.3 *Advances to Special Disbursing Officers* consists of the unliquidated cash advances granted to disbursing officers for special purpose/time-bound undertakings such as training and other special activities.

Field Unit	Unliquidated Cash Advance	Current	
		Less than 30 days	91-365 days
4 th ID	P 7,000.00	P 7,000.00	
8 th ID	6,720.00		P 6,720.00

Field Unit	Unliquidated Cash Advance	Current	
		Less than 30 days	91-365 days
52 nd EB	1,751,771.03	235,936.92	1,515,834.11
TRADOC	3,434,058.17	3,434,058.17	
HPA/Post units	15,331,215.00	15,331,215.00	
Total	P20,530,764.20	P19,008,210.09	P1,522,554.11

8.4 *Advances to Officers and Employees* pertains to the unliquidated cash advances granted to military personnel and civilian employees for their travelling expenses, both local and foreign.

Field Unit	Unliquidated Cash Advance	Current	Non-Current		
		Less than 1 Year	Over 1 year	Over 2 years	Over 3 years
1 st ID	P 169,994.27	P169,994.27			
4 th ID	74,642.73	67,642.73			P7,000.00
6 th ID	36,140.00	5,828.00			30,312.00
8 th ID	17,383.50	17,383.50			
10 th ID	6,000.00			P6,000.00	
51 st EB	1,900.00	1,900.00			
52 nd EB	22,300.00	22,300.00			
TRADOC	291,518.68	256,204.68	P 2,840.00		32,474.00
HPA/Post units	1,877,239.96	1,130,775.03	707,205.10	39,259.83	
Total	P2,497,119.14	P1,672,028.21	P710,045.10	P45,259.83	P69,786.00

8.5 *Advances to Contractors* represents 15 percent advance payment to contractors for the mobilization of projects.

8.6 *Other Prepayments* represents the remaining balance of advance payment to Petron Corporation for the procurement of FOL products.

8.7 *Deposit on Letters of Credit* represents deposits for the opening of Letter of Credit in favor of the Land Bank of the Philippines (LBP) and United Coconut Planters Bank (UCPB) for various procurements that are still unliquidated as at year end. This also includes three contracts recommended for termination.

8.8 *Other Assets* represents the residual value of fully depreciated assets and the cost of unserviceable turned-in assets for disposal.

Office	2016	2015
3 rd ID	P 10,542,410.73	P 10,542,410.73
4 th ID	62,201,779.88	22,883,129.88
5 th ID	325,475.56	56,213,952.56
6 th ID	62,732,688.32	14,189,912.88
8 th ID	26,477,187.49	21,763,725.38
9 th ID	6,659,762.90	6,662,562.90
10 th ID	33,899,870.58	48,367,682.15
52 nd EBde	4,739,981.54	13,872,751.17
53 rd EBde	7,692,053.76	7,692,053.76
55 th EBde	5,781,333.76	-
HPA and Post Units	9,239,714.66	9,239,714.66
Total	P 230,292,259.18	P 211,427,896.07

9. Property Plant and Equipment

Accounts	Gross Cost (Asset Account Balance)	Less: Accumulated Depreciation	Carrying Amount, December 31, 2016
Land	P67,364,671,799.55	-	P67,364,671,799.55
Land Improvements	747,316,749.64	384,727,056.11	362,589,693.53
Infrastructure Assets	135,836,117.45	75,027,804.41	60,808,313.04
Buildings and Other Structures	9,488,156,246.21	4,272,225,484.86	5,215,930,761.35
Machinery and Equipment	14,390,888,995.06	8,850,698,310.89	5,540,190,684.17
Transportation Equipment	4,594,253,481.61	3,433,993,023.85	1,160,260,457.76
Furniture, Fixtures and Books	42,693,188.94	15,764,058.88	26,929,130.06
Construction in Progress	1,615,455,092.12	-	1,615,455,092.12
Other Property Plant and Equipment	92,916,335.88	57,485,025.75	35,431,310.13
Total Property Plant and Equipment	P98,472,188,006.46	P17,089,920,764.75	P81,382,267,241.71

Details are as follows:

PPE	Book Value	Accumulated Depreciation	Net
Land	P67,364,671,799.55		P67,364,671,799.55
Land Improvements	747,316,749.64	P384,727,056.11	362,589,693.53
Infrastructure Assets			-
Road Networks	3,750,445.59	1,565,864.68	2,184,580.91
Water Supply Systems	38,487,271.60	22,537,467.79	15,949,803.81
Power Supply Systems	85,969,872.26	49,606,325.71	36,363,546.55
Communications Networks	2,628,528.00	1,318,146.23	1,310,381.77
Other Infrastructure Assets	5,000,000.00	-	5,000,000.00
Buildings and Other Structures			-
Buildings	5,031,621,624.97	1,803,837,878.50	3,227,783,746.47
School Buildings	2,857,538.70	1,025,258.69	1,832,280.01
Hospitals and Health Centers	353,471,284.95	210,890,551.55	142,580,733.40
Other Structures	4,100,205,797.59	2,256,471,796.12	1,843,734,001.47
Machinery and Equipment			-
Machinery	102,020,453.81	61,956,109.44	40,064,344.37
Office Equipment	87,607,571.29	46,009,621.06	41,597,950.23
Information and Communications Technology Equipment	339,157,294.73	218,769,524.62	120,387,770.11
Agricultural and Forestry Equipment	127,000.00	110,595.86	16,404.14
Communication Equipment	5,091,654,902.85	3,353,004,631.24	1,738,650,271.61
Construction and Heavy Equipment	909,691,339.14	393,660,766.18	516,030,572.96
Disaster Response and Rescue Equipment	74,994,988.17	18,982,348.12	56,012,640.05
Military, Police and Security Equipment	7,180,616,668.08	4,435,318,208.07	2,745,298,460.01
Medical Equipment	245,615,845.15	117,786,594.52	127,829,250.63
Printing Equipment	200,000.00	135,435.91	64,564.09
Sports Equipment	14,443,941.59	8,978,870.95	5,465,070.64
Technical and Scientific Equipment	165,808,631.64	102,627,956.83	63,180,674.81
Other Machinery and Equipment	178,950,358.61	93,357,648.09	85,592,710.52
Transportation Equipment			-
Motor Vehicles	4,230,539,631.68	3,263,523,486.44	967,016,145.24
Aircrafts and Aircrafts Ground Equipment	19,320,000.00	9,931,408.04	9,388,591.96

PPE	Book Value	Accumulated Depreciation	Net
Watercrafts	338,074,946.41	156,317,747.93	181,757,198.48
Other Transportation Equipment	6,318,903.52	4,220,381.44	2,098,522.08
Furniture, Fixtures and Books			-
Furniture and Fixtures	42,120,639.48	15,427,785.01	26,692,854.47
Books	572,549.46	336,273.87	236,275.59
Construction in Progress			-
Construction in Progress – Land Improvements	65,447,261.23		65,447,261.23
Construction in Progress – Infrastructure Assets	378,294,457.51		378,294,457.51
Construction in Progress – Buildings and Other Structures	1,171,713,373.38		1,171,713,373.38
Other Property, Plant and Equipment			-
Work/Zoo Animals	9,950,000.00		9,950,000.00
Other Property, Plant and Equipment	70,984,891.43	57,485,025.75	13,499,865.68
Bearer Biological Assets	11,981,444.45		11,981,444.45
Total	P98,472,188,006.46	P17,089,920,764.75	P 81,382,267,241.71

10. Financial Liabilities

	2016	2015
Accounts Payable	P 376,382,577.20	P 666,294,906.60
Due to Officers and Employees	1,750,774,929.43	2,381,771,291.21
Total	P2,127,157,506.63	P3,048,066,197.81

10.1 *Accounts Payable* consists of obligations due to creditors for the procurement of various supplies and other requirements needed in the operations of the Command.

Office	2016	2015
1 st ID	P 23,625,793.48	P 29,974,550.04
2 nd ID	10,569,984.59	7,990,374.18
3 rd ID	267,110.02	1,336,704.93
4 th ID	3,221,934.51	29,571,310.89
5 th ID	190,163.03	633,263.51
6 th ID	1,431,672.61	10,369,784.89
7 th ID	15,599,966.33	15,472,410.48

Office	2016	2015
8 th ID	56,335.91	120,100.58
9 th ID	736,676.15	4,722,458.15
10 th ID	1,895,176.68	414,241.70
MID	9,853,260.90	163,325,742.07
TRADOC	23,931,643.79	
51 st EBde	111,822,975.53	8,241,373.05
52 nd EBde	23,934.41	5,804,054.78
53 rd EBde	3,240,597.54	3,664,245.99
55 th EBde	184,340.38	
HPA	169,731,011.34	384,654,291.36
Total	P 376,382,577.20	P 666,294,906.60

10.2 *Due to Officers and Employees* consists of obligations for the pay and allowances and other personnel benefits/claims of military and civilian personnel.

Unit	2016	2015
1 st ID	P 2,405,182.05	P 17,996,941.84
2 nd ID	18,611,817.31	11,783,566.69
3 rd ID	1,014,676.00	1,229,879.01
4 th ID	2,734,982.77	4,128,253.28
5 th ID	2,104,730.90	1,910,917.65
6 th ID	3,336,363.26	3,734,229.88
7 th ID	14,132,091.92	29,857,606.63
8 th ID	1,919,649.76	328,932.95
9 th ID	428,386.34	687,922.58
10 th ID	2,473,509.45	6,556,822.98
MID	1,311,971.33	6,617,867.72
TRADOC	4,196,550.09	9,203,658.76
51 st EBde	4,339,067.14	28,259,861.27
52 nd EBde	294,333.57	439,322.94
53 rd EBde	2,162,511.15	3,793,953.63
55 th EBde	27,044.43	
HPA and Post Units	1,689,282,061.96	2,255,241,553.40
Total	P 1,750,774,929.43	P 2,381,771,291.21

11. Inter-agency Payables

Accounts	2016	2015
Due to BIR	P 235,227,702.64	P 183,413,120.21
Due to GSIS	302,062.45	120,441.68
Due to Pag-IBIG	30,359.17	12,341,112.41

Accounts	2016	2015
Due to PhilHealth	97,131.47	19,883,691.99
Due to NGAs	782,844,076.18	873,838,949.14
Due to GOCCs	9,911.21	9,911.21
Due to LGUs	324,064.67	24,064.67
Total	P 1,018,835,307.79	P 1,089,631,291.31

11.1 *Due to BIR* represents taxes withheld from compensation of PA personnel and suppliers to be remitted thru TRA in January 2017.

Office	2016	2015
1 st ID	P 1,408,806.74	P 886,219.03
2 nd ID	1,366,970.10	2,082,164.43
3 rd ID	420,793.22	247,340.71
4 th ID	596,668.44	1,003,970.05
5 th ID	702,073.90	476,902.41
6 th ID	893,173.07	251,280.13
7 th ID	1,322,927.93	914,824.51
9 th ID	180,521.16	344,319.15
MID	4,211,418.53	3,436,998.82
TRADOC	604,888.25	388,808.76
51 st EBde	1,398,102.87	
52 nd EBde	31,593.77	48,506.45
53 rd EBde	341,359.73	272,600.02
55 th EBde	21,969.69	104,127.76
HPA and Post unit	221,726,435.24	172,955,057.98
Total	P 235,227,702.64	P 183,413,120.21

11.2 *Due to GSIS* consists of employees' premium payments and other payables withheld for remittance to GSIS. It also includes the additional premiums withheld due to salary differential of civilian personnel for the period January to March 2016.

Office	2016	2015
1 st ID	-	P 6,534.58
2 nd ID	P 11,422.52	11,422.52
7 th ID	1,081.62	1,081.62
51 st EBde	-	6,323.37
53 rd EBde	650.15	9.39
HPA and PostUnits	288,908.16	95,070.20
Total	P 302,062.45	P 120,441.68

11.3 *Due to Pag-IBIG* represents the employee's premium and other payables withheld for remittance to Pag-ibig.

Office	2016	2015
1 st ID	-	P 700.00
2 nd ID	P 900.00	900.00
8 th ID	299.93	299.93
HPA and Post Units	29,159.24	12,339,212.48
Total	P 30,359.17	P 12,341,112.41

11.4 *Due to PhilHealth* consists of employees' premium and other payables withheld for remittance to PhilHealth. The balance includes the additional premiums withheld due to salary differential for the period January to March 2016.

Office	2016	2015
1 st ID	-	P 1,012.50
2 nd ID	P 1,456.90	1,456.90
3 rd ID	-	10,500.00
7 th ID	124.24	124.24
8 th ID	1,837.76	1,864.75
HPA	93,712.57	19,868,733.60
Total	P 97,131.47	P 19,883,691.99

11.5 *Due to NGAs* pertains to the unliquidated balance of inter-agency transferred fund from national government agencies, other than BIR, for implementation of specific projects and other Agency transactions.

Office	2016	2015
2 nd ID	-	P 268.20
4 th ID	P 646,045.22	-
7 th ID	211.70	-
MID	466,896.41	488,899.61
TRADOC	2,528.00	2,528.00
51 st EBde	25,006,115.11	14,765,162.28
52 nd EBde	319,632,964.21	294,728,268.95
53 rd EBde	28,522,658.09	35,353,748.62
55 th EBde	53,019.23	-
HPA and Post Units	408,513,638.21	528,500,073.48
Total	P 782,844,076.18	P 873,838,949.14

11.6 *Due to LGUs* consists of balance of fund transferred for the implementation of specific programs or projects.

12. Intra-Agency Payables

Accounts	2016	2015
Due to Central Office	14,840,035.84	79,065,813.90
Due to Bureaus	1,200,000.00	-
Total	P 16,040,035.84	P79,065,813.90

12.1 *Due to Central Office* pertains to the balance of transferred fund to operating units from HPA for the implementation of various projects

12.2 *Due to Bureaus* represents the receipt of fund from PA Provident for the acquisition of motor vehicle.

13. Trust Liabilities

Accounts	2016	2015
Trust Liabilities	P 146,608,409.09	P 153,227,636.38
Guaranty/Security Deposits Payable	77,398,094.20	55,518,671.03
Total	P 224,006,503.29	P 208,746,307.41

13.1 *Trust Liabilities* pertains to receipt of amount held in trust for specific purpose. This includes collections from PA ID, light and water, Married Officers Quarters, proceeds from the sale of bid documents, insurance claimed from AFPGIC, and bidders bond.

Office	2016	2015
2 nd ID	P 431,855.00	-
3 rd ID	419,500.00	-
4 th ID	16,210,592.24	P 15,062,938.57
5 th ID	1,852,159.83	3,152,136.48
7 th ID	-	5,300,000.00
9 th ID	1,349,691.60	-
53 rd EBde	5,352,000.00	-
HPA and Post Units	120,992,610.42	129,712,561.33
Total	P 146,608,409.09	P 153,227,636.38

13.2 *Guaranty/Security Deposits Payable* pertains to collections of winning bidder's bond, performance bond and 10 percent retention money payable to suppliers.

Office	2016	2015
2 nd ID	P 170,476.78	P 170,476.78
4 th ID	26,000.00	-
7 th ID	-	428,619.73
MID	-	17,529,060.70
TRADOC	544,364.10	-
51 st EBde	34,384,599.18	3,481,911.12
HPA and Post Units	42,272,654.14	33,908,602.70
Total	P 77,398,094.20	P 55,518,671.03

14. Deferred Credits/Unearned Income

Accounts	2016	2015
Other Deferred Credits	P 4,197,205.91	P 3,707,227.64
Other Unearned Revenue	385,000.00	310,000.00
Total	P 4,582,205.91	P 4,017,227.64

14.1 *Other Deferred Credits* consists of collection of overpayment of pay and allowances and B-4 accounts from military personnel. The B-4 accounts are deductions from the salaries of military personnel until such time that the overpayment have been fully recovered by the Agency.

14.2 *Other Unearned Revenue* represents collections from military personnel for lost firearms.

15. Other Payables consists of deduction from the salaries of active employees pending remittances to various financial institutions, staled and cancelled checks from RCA/SFA and commutation account. It also includes collection from PA trust receipts such as rental fee from concessionaires, reimbursement from PhilHealth including professional fees, and unpaid Class "E" Allotment.

Account	2016	2015
Other Payables	P 68,613,036.80	P 184,955,978.36

16. Adjustments on Accumulated Surplus are as follows:

	Debit	Credit	Balance
Changes in Accounting Policy			
Adjustment in Prior Year Accumulated Depreciation of PPE due to alignment of estimated life of PPE per COA Cir 2003-007 dtd 11 Dec 2003	P31,664,716.45		P31,664,716.45
Reclassification to Semi-Expandable	1,702,190,921.36		1,702,190,921.36
Total	1,733,855,637.81		1,733,855,637.81
Prior Period Errors/Unrecorded Income and Expenses			
Correction/Adjustment in recording of PPE	4,141,437.52		4,141,437.52
Adjustment on the reclassification of PPE account		P127,867,757.44	(127,867,757.44)
Overpayment of Pay/Allowances deducted from their commutation		25,012,913.92	(25,012,913.92)
Adjustment for unrecorded RCA	20,493,380.90		20,493,380.90
Correction/adjustment in recording of disbursement		905,104.81	(905,104.81)
Correction in recording/adjustment of Due to Officers and Employees	1,424,868.89		1,424,868.89
Adjustment on the unrecorded utilization of balance from NFA	2,754,750.00		2,754,750.00
Correction in recording/additional Set-up of Accounts Payable	152,846,523.72		152,846,523.72
Liquidation of Due from NGAs	20,072,755.33		20,072,755.33
Liquidation of GOCC-PITC Account	51,058,705.57		51,058,705.57
Liquidation of Deposit			41,350,336.00

	Debit	Credit	Balance
on Letter of Credit	41,350,336.00		
Liquidation of Other Prepayments	256,742,602.45		256,742,602.45
Issuance of PY Inventories	1,184,441,548.64		1,184,441,548.64
Liquidation of PY cash advances	50,227,385.01		50,227,385.01
Liquidation of Due to NGAs		8,541,346.57	(8,541,346.57)
Credit Memo representing unknown collection from abroad		6,894,730.00	(6,894,730.00)
Recording of PY Interest Income		2,971,536.16	(2,971,536.16)
Setting up of receivables and disallowances		132,804.00	(132,804.00)
Settlement of receivables and disallowances	3,909.45		3,909.45
Total	1,785,558,203.48	172,326,192.90	1,613,232,010.58
Other Adjustments			
Receipt of NTA for TRA		1,331,843.50	(1,331,843.50)
Collection of PY overpayments		13,447,824.39	(13,447,824.39)
Reversion of Accounts Payable/ORS		783,116,644.46	(783,116,644.46)
Remittance of PY taxes withheld to BIR thru TRA		909,137.52	(909,137.52)
Cancellation of stale checks	7,240,802.81		7,240,802.81
Adjustment in recording of collections		3,813,625.92	(3,813,625.92)
Recording of PY Remittance to BTR	755,528.63		755,528.63
Total	7,996,331.44	802,619,075.79	(794,622,744.35)
Others			
Turn-In/Dropping of Property, Plant & Equipment	99,669,688.50		99,669,688.50
PPE Found in Station Per RPCPPE of APAO		3,033,355,571.93	(3,033,355,571.93)
Total	P99,669,688.50	P3,033,355,571.93	(P2,933,685,883.43)

17. Service and Business Income

Particulars	2016	2015
Service Income	P 107,610,824.43	P 56,449,819.36
Fines and Penalties - Service Income	40,804,892.70	19,365,537.97
Hospital Fees	13,781,453.00	9,175,255.50
Other Service Income	52,750,377.56	27,900,905.89
Legal Fees	273,941.17	
Affiliation Fees	160.00	8,120.00
Business Income	9,534,234.57	10,499,559.97
Rent/Lease Income	7,530,565.50	7,924,564.39
Interest Income	2,003,669.07	2,574,995.58
Total Service and Business Income	P 117,145,059.00	P 66,949,379.33

18. Gains

Unit	2016	2015
1 st ID	P 45,000.00	-
4 th ID	101,805.17	P 54,000.00
5 th ID	362,011.77	-
7 th ID	2,856,537.85	2,042,374.75
9 th ID	-	10,403.57
HPA/Post Units	121,116.57	-
Total	P 3,486,471.36	P 2,106,778.32

19. Personnel Services

Accounts	2016	2015
Salaries and Wages	P 18,496,952,168.76	P18,351,379,810.09
Other Compensation	22,166,054,656.35	19,777,566,443.16
Personnel Benefit Contributions	470,266,802.77	435,838,760.87
Other Personnel Benefits	2,725,158,325.33	4,020,905,023.19
Total	P 43,858,431,953.21	P42,585,690,037.31

19.1 Salaries and Wages

Particulars	2016	2015
Basic Salary-Civilian	P 251,621,682.75	P 221,396,311.63
Base Pay – Military/Uniformed Personnel	18,245,330,486.01	18,129,983,498.46
Total Salaries and Wages	P 18,496,952,168.76	P 18,351,379,810.09

19.2 Other Compensation

Particulars	2016	2015
Personal Economic Relief Allowance (PERA)	P1,938,101,759.94	P1,955,560,259.06
Representation Allowance (RA)	240,000.00	247,154.71
Transportation Allowance (TA)	240,000.00	247,154.71
Clothing/Uniform Allowance	422,396,799.87	426,244,330.90
Subsistence Allowance	7,309,453,940.33	7,363,402,213.10
Laundry Allowance	33,695,214.57	36,680,071.60
Quarters Allowance	421,118,951.20	427,634,458.74
Productivity Incentive Allowance	2,000.00	151,828,959.70
Honoraria	-	30,216.94
Hazard Pay	614,119,655.27	439,056,168.89
Longevity Pay	3,926,163,847.67	3,795,407,487.86
Overtime Pay and Night Pay	1,068,940.07	547,959.89
Year End Bonus	3,054,901,950.97	1,510,513,460.09
Cash Gift	414,971,744.00	404,871,699.00
Other Bonuses and Allowances	4,029,579,852.46	3,265,294,847.97
Total Other Compensation	P22,166,054,656.35	P19,777,566,443.16

Effective January this year, the first tranche of salary standardization law under E.O No. 201 s. 2016 was implemented resulting to the increase in basic salary, Bonus and Other Bonuses and Allowances.

19.3 Personnel Benefit Contribution

Particulars	2016	2015
Retirement and Life Insurance Premiums	P 29,744,494.75	P 25,784,797.18
Pag-IBIG Contributions	95,533,056.69	96,691,129.04
PhilHealth Contributions	220,918,833.33	215,794,386.17
Employees Compensation Insurance Premiums	98,228,863.00	97,568,448.48
Provident/Welfare Fund Contributions	25,841,555.00	-
Total Personnel Benefit Contributions	P 470,266,802.77	P 435,838,760.87

19.4 Other Personnel Benefits

Particulars	2016	2015
Retirement Gratuity	P 8,581,219.21	P7,738,813.95
Terminal Leave Benefits	2,078,315,543.01	P 3,421,685,347.04
Other Personnel Benefits	638,261,563.11	591,480,862.20
Total Other Personnel Benefits	P 2,725,158,325.33	P 4,020,905,023.19

20. Maintenance and Other Operating Expenses

Accounts	2016	2015
Traveling Expenses	P 268,239,980.92	P 257,903,317.90
Training and Scholarship Expenses	355,117,771.61	256,141,644.88
Supplies and Materials Expenses	2,160,093,612.32	2,091,233,559.36
Utility Expenses	407,464,621.13	425,920,087.16
Communication Expenses	113,016,304.72	106,989,956.58
Awards/Rewards and Prizes	7,009,947.30	8,767,889.56
Survey, Research, Exploration and Development Expenses	1,391,346.00	253,071.14
Demolition/Relocation and Desilting/Dredging Expenses	1,010,000.00	1,130,000.00
Confidential, Intelligence and Extraordinary Expenses	64,000,000.00	22,000,000.00
Professional Services	10,677,964.53	8,564,034.97
General Services	8,246,640.33	13,033,405.43
Repairs and Maintenance	627,235,277.94	678,686,419.65
Taxes, Insurance Premiums and Other Fees	164,260,367.15	125,303,749.26
Labor and Wages	62,836,642.13	51,945,891.92
Other Maintenance and Operating Expenses	466,954,865.50	344,001,179.69
Total Maintenance and Other Operating Expenses	P 4,717,555,341.58	P4,391,874,207.50

20.1 Traveling Expenses

Particulars	2016	2015
Traveling Expenses – Local	P 219,829,586.36	P 206,053,367.98
Traveling Expenses - Foreign	48,410,394.56	51,849,949.92
Total Traveling Expenses	P 268,239,980.92	P 257,903,317.90

20.2 Training and Scholarship Expenses

Particulars	2016	2015
Training Expenses	P 354,582,103.61	P 252,413,402.78
Scholarship Grants/Expenses	535,668.00	3,728,242.10
Total Training and Scholarship Expenses	P 355,117,771.61	P 256,141,644.88

20.3 Supplies and Materials Expenses

Particulars	2016	2015
Office Supplies Expenses	P 130,460,757.20	P 148,055,405.76
Accountable Forms Expenses	1,085,532.00	1,104,083.25
Non-Accountable Forms Expenses	1,752,200.00	1,982,377.22
Animal/Zoological Supplies Expenses	6,739,750.00	6,352,468.75
Food Supplies Expenses	10,980,967.00	15,001,064.30
Welfare Goods Expenses	327,620,515.78	309,243,448.92
Drugs and Medicines Expenses	50,340,098.44	56,094,682.20
Medical, Dental and Laboratory Supplies Expenses	52,382,435.69	36,697,470.75
Fuel, Oil and Lubricants Expenses	533,717,811.38	848,117,289.23
Military, Police and Traffic Supplies Expenses	16,591,278.40	42,098,447.80
Chemical and Filtering Supplies Expenses	688,091.00	110,650.00
Semi-Expendable Machinery and Equipment Expenses	8,571,955.96	-
Semi-Expendable Furniture, Fixtures and Books Expenses	374,920.88	-
Other Supplies and Materials Expenses	1,018,787,298.59	626,376,171.18
Total Supplies and Materials Expenses	P 2,160,093,612.32	P 2,091,233,559.36

20.4 Utility Expenses

Particulars	2016	2015
Water Expenses	P 114,302,336.72	P 145,407,676.01
Electricity Expenses	293,162,284.41	280,512,411.15
Total Utility Expenses	P 407,464,621.13	P 425,920,087.16

20.5 Communication Expenses

Particulars	2016	2015
Postage and Courier Services	P 2,010,537.98	P 2,434,040.70
Telephone Expenses	74,550,095.14	74,404,170.37
Internet Subscription Expenses	15,913,435.05	13,724,214.96
Cable, Satellite, Telegraph and Radio Expenses	20,542,236.55	16,427,530.55
Total Communication Expenses	P 113,016,304.72	P 106,989,956.58

20.6 Awards/Rewards and Prizes

Particulars	2016	2015
Awards/Rewards Expenses	P 5,243,355.00	P 7,504,598.06
Prizes	1,766,592.30	1,263,291.50
Total Awards/Rewards and Prizes	P 7,009,947.30	P 8,767,889.56

20.7 Professional Services

Particulars	2016	2015
Legal Services	P 247,500.00	P 260,000.00
Auditing Services	3,251,550.55	3,180,135.97
Consultancy Services	3,316,364.00	2,228,653.00
Other Professional Services	3,862,549.98	2,895,246.00
Total Professional Services	P 10,677,964.53	P 8,564,034.97

20.8 General Services

Particulars	2016	2015
Environment/Sanitary Services	P 27,000.00	P 48,000.00
Janitorial Services	6,570,640.33	2,606,770.98
Other General Services	1,649,000.00	10,378,634.45
Total General Services	P 8,246,640.33	P 13,033,405.43

20.9 Repairs and Maintenance

Particulars	2016	2015
Repairs and Maintenance-Land Improvements	P 3,777,703.96	P 69,415.80
Repairs and Maintenance-Infrastructure Assets	11,660,847.17	10,261,334.65
Repairs and Maintenance-Buildings and Other Structures	216,866,158.33	163,716,892.17
Repairs and Maintenance-Machinery and Equipment	164,781,548.84	257,264,599.98
Repairs and Maintenance-	225,644,592.96	243,336,580.82

Particulars	2016	2015
Transportation Equipment		
Repairs and Maintenance-Furniture and Fixtures	4,157,559.71	3,687,620.73
Repairs and Maintenance-Leased Assets	22,000.00	1,995.50
Repairs and Maintenance- Leased Assets Improvements	8,000.00	-
Repairs and Maintenance- Semi-Expendable Machinery and Equipment	10,000.00	-
Repairs and Maintenance-Other Property, Plant and Equipment	306,866.97	347,980.00
Total Repairs and Maintenance Expenses	P 627,235,277.94	P 678,686,419.65

20.10 *Taxes, Insurance Premiums and Other Fees*

Particulars	2016	2015
Taxes, Duties and Licenses	P 137,753,987.55	P 100,526,135.33
Fidelity Bond Premiums	7,662,159.96	7,294,053.68
Insurance Expenses	18,844,219.64	17,483,560.25
Total Taxes, Insurance Premiums and Other Fees	P 164,260,367.15	P 125,303,749.26

20.11 *Other Maintenance and Operating Expenses*

Particulars	2016	2015
Advertising Expenses	P 736,648.60	P 369,820.75
Printing and Publication Expenses	12,075,083.65	8,951,364.49
Representation Expenses	381,899,276.99	282,021,979.87
Transportation and Delivery Expenses	10,730,987.31	12,948,146.71
Rent/Lease Expenses	41,415,437.77	13,939,183.39
Membership Dues and Contributions to Organizations	59,700.00	36,750.00
Subscription Expenses	2,295,670.70	2,436,353.50
Donations	50,000.00	50,000.00
Litigation/Acquired Assets Expenses	1,000,000.00	-
Other Maintenance and Operating Expenses	16,692,060.48	23,247,580.98
Total Other Maintenance and Operating Expenses	P466,954,865.50	P 344,001,179.69

21. Non-Cash Expenses

Particulars	2016	2015
Depreciation		
Depreciation- Land Improvements	P 28,707,010.15	P 32,691,246.70
Depreciation-Infrastructure Assets	6,434,588.73	5,389,706.75
Depreciation-Buildings and Other Structures	369,275,177.35	372,594,563.66
Depreciation-Machinery and Equipment	721,644,324.36	905,213,284.36
Depreciation-Transportation Equipment	337,160,883.83	571,877,978.41
Depreciation-Furniture, Fixtures and Books	2,334,645.67	2,089,951.51
Depreciation-Other Property, Plant Equipment	19,588,138.51	14,526,373.23
Impairment Loss	11,952,686.82	
Total Non-Cash Expenses	P1,497,097,455.42	P1,904,383,104.62

22. Net Financial Assistance and Subsidy

Particulars	2016	2015
NCA received from DBM & GHQ		
Regular Agency	P50,211,133,114.80	P45,337,533,192.00
BCDA	155,160,728.00	157,579,579.00
Total	50,366,293,842.80	45,495,112,771.00
Add: Tax Remittance Advice		
Regular Agency	1,991,073,192.92	1,791,556,600.38
BCDA	-	4,245,539.76
Adjustments	179,451,175.40	112,136,521.39
Total Subsidy from National Government	52,536,818,211.12	47,403,051,432.53
Less: Reversion of Unutilized NCA		
Regular Agency	6,256,751.09	2,797,441.77
BCDA	529,986.91	2,205,060.53
Total Reversion	6,786,738.00	5,002,502.30
Transferred to AFPMC, GHQ, PAF	-	14,048,016.97
Sub-total	6,786,738.00	19,050,519.27

Particulars	2016	2015
Net Subsidy from National Government	52,530,031,473.12	47,384,000,913.26
Subsidy from Central Office	398,472,923.60	-
Subsidy to Operating Units	(495,248,605.45)	
Total Financial Assistance/Subsidy	P52,433,255,791.27	P 47,384,000,913.26

23. Adjustments on Cash Flows consist of the following:

Particulars	2016	2015
Adjustment on Cash Inflows		
Restoration of cash for cancelled/lost/stale checks/ADA	P15,112,828.80	P6,634,383.85
Restoration of cash for unreleased checks		41,191,028.90
Reversal of Unused NCA for Special Account and Trust	4,428,928.38	
Other adjustments-Inflow	18,744,711.68	171,447,640.39
Total Adjustments on Cash Inflows	38,286,468.86	219,273,053.14
Adjustment on Cash Outflows		
Adjustment for dishonored checks		143,796.70
Reversing entry for unreleased checks in previous year	41,236,528.90	50,285,999.99
Receipt of NCA for Trust and Other Receipts	80,233,679.00	
Closing of Cash-Treasury/Agency Deposit Regular	1,722,275.94	
Other adjustments-Outflow	8,316,927.52	534,997,110.16
Total Adjustments on Cash Outflows	P131,509,411.36	P585,426,906.85

24. Status of Allotments, Obligations and Balances

Expense Class	Allotment Received	Obligation	Retained/Extended Balances
Regular Fund			
Personnel Services	39,113,469,517.00	39,113,469,517.00	-
Maintenance and Other Operating Expenses	7,609,720,000.00	6,262,363,540.49	1,347,356,459.51
Capital Outlay	244,261,000.00	82,458,350.45	161,802,649.55

Expense Class	Allotment Received	Obligation	Retained/ Extended Balances
Total Regular Fund	46,967,450,517.00	45,458,291,407.94	1,509,159,109.06
Automatic Appropriation			
RLIP (PS)	27,998,346.00	27,998,346.00	-
Customs, Duties and Taxes (MOOE)	123,737,016.00	123,737,016.00	-
Total Automatic Appropriation	151,735,362.00	151,735,362.00	-
Special Purpose Fund			
Misc. Personnel Benefit Fund	4,307,746,497.00	4,307,746,497.00	-
Pension and Gratuity Fund	1,284,623,724.00	1,283,578,066.24	1,045,657.76
CO-(Force Protection)	97,500,000.00	-	97,500,000.00
Total Special Purpose Fund	5,689,870,221.00	5,591,324,563.24	98,545,657.76
Other Releases			
GHQ-MOOE	34,671,022.55	25,220,334.81	9,450,687.74
MOOE-Philippine Navy	3,527,000.00	27,000.00	3,500,000.00
MOOE-Philippine Airforce	3,500,000.00	-	3,500,000.00
Total GHQ Releases	41,698,022.55	25,247,334.81	16,450,687.74
Continuing Appropriation			
DBM - MOOE	1,780,227,117.67	1,776,992,157.44	3,234,960.23
GHQ - MOOE	21,073,188.48	19,656,367.51	1,416,820.97
DBM - CO	209,574,677.05	205,289,119.96	4,285,557.09
DBM - CO-AARM	73,078,604.00	72,934,300.00	144,304.00
PHIL NAVY - MOOE	3,544,000.00	3,337,870.55	206,129.45
PHIL AIRFORCE - MOOE	3,500,000.00	3,317,313.97	182,686.03
Total Continuing Appropriation	2,090,997,587.20	2,081,527,129.43	9,470,457.77
Total BCDA Fund	863,409,696.98	167,151,449.47	696,258,247.51
Grand Total	55,805,161,406.73	53,475,277,246.89	2,329,884,159.84