

## **Notes to the Financial Statements**

### **Note 1 Reporting Entity**

Far North Luzon General Hospital and Training Center was created by the virtue of RA 8536, dated February 23, 1998 during the term of His Excellency President Fidel V. Ramos.

FNLGH&TC is located at Quirino, Luna, Apayao catering mostly to the people of the Province of Apayao and the people of the adjacent towns of the Province of Cagayan.

FNLGH&TC's vision is to be a health institution that is a Center of Wellness as well as a Training Institution of Health Profession.

FNLGH&TC's mission is to provide a tertiary quality care to patient thru a cost effective, efficient, humane and comprehensive array of health care and a venue for training of health professionals and indigenous health workers in the area.

### **Note 2 Statement of Compliance with the Philippine Public Sector Accounting Standards**

The financial statements of the FNLGH&TC have been prepared in accordance with the Philippine Public Sector Accounting Standards (PPSAS). These annual financial statements of the FNLGH&TC are the first to be prepared in accordance with PPSAS and certain transitional provisions as identified in *note 3*.

Prior to January 1, 2014, FNLGH&TC prepared its financial statements in accordance with the New Government Accounting System (NGAS). Accounts were classified to conform to the new Chart of Accounts prescribed under the NGAS which was implemented effective January 1, 2002.

### **Note 3 Basis of preparation and authorization for issue**

#### *Basis of measurement*

These financial statements are prepared on an accrual basis of accounting in accordance with PPSAS. Transactions and other events are recognized in financial statements when they occur and recorded in the periods to which they relate.

FNLGH&TC applies historical cost principle except where stated in *note 4*. Accounting policies have been applied consistently throughout the year. The financial year is from January to December.

### *Functional currency*

The functional and presentation currency of the FNLGH&TC is the Philippine peso.

For CY 2015, the agency had no transactions involving foreign currency.

### *Critical accounting estimates*

Preparing financial statements in accordance with PPSAS requires FNLGH&TC to make estimates, judgements and assumptions in the selection and application of accounting policies and in the reported amounts of assets, liabilities, revenues and expenses. For this reason, actual results may differ from those estimates. Accounting estimates and underlying assumptions are reviewed on an on-going basis, and revisions to estimates are recognized in the year in which the estimates are revised and in any future year affected. Significant estimates and assumptions that may result in material adjustments in future years include: actuarial measurement of employee benefits; selection of useful lives and the depreciation method for property, plant and equipment; impairment on assets; and contingent assets and liabilities.

### *Transitional provisions*

PPSAS standards, with effect from January 1, 2014, are applied in accordance with PPSAS transitional provisions as follows:

For PPSAS 1, "Presentation of Financial Statements", as permitted for first year adoption, comparative information has not been provided except for the statement of financial position;

For PPSAS 17, "Property, Plant and Equipment", FNLGH&TC has capitalized all management assets acquired as at January 1, 2015 and thereafter. All items of property, plant and equipment were initially measured at cost less accumulated depreciation as at January 1, 2015.

### *Authorization for issue*

These financial statements are approved and certified by the Medical Center Chief and the Chief Accountant. These financial statements are authorized for issue on April 20, 2015.

**Note 4**  
**Significant accounting policies**

*Inventories*

The costs of ending inventory of office supplies and materials and other inventory items are computed using the Weighted Average Method.

Supplies and materials purchased for inventory purposes are recorded using the Perpetual Inventory System.

*Petty Cash*

Petty Cash is maintained under the Imprest System. All replenishments are directly charged to the expense account. The Petty Cash is not used to purchase regular inventory items for stock.

*Property, Plant and Equipment*

All property, plant and equipment is stated at historical cost, less accumulated depreciation. This includes costs that are directly attributable to the acquisition of the asset. The threshold for recognition of property, plant and equipment as an asset is ₱10,000.00 or more per unit.

Subsequent costs are included in the asset's carrying amount or are recognized as a separate asset only when it is probable that future economic benefits associated with the item will flow to the FNLGH&TC and the cost of the item can be measured reliably. Repairs and maintenance are charged to surplus or deficit in the statement of financial performance in the year in which they are incurred.

Depreciation of property, plant and equipment is calculated using the straight-line basis over the estimated useful lives, except for land, which is not subject to depreciation. Assets under construction are not depreciated, as they are not yet available for use.

The estimated useful lives are as follows:

<b>Particulars</b>	<b>Estimated Useful Life (in years)</b>
Hospital and Health Centers	30
Office Equipment	5
Furniture and Fixtures	10
Information and Communication Technology Equipment	5
Books	5
Communication Equipment	10
Firefighting Equipment and Accessories	7

Particulars	Estimated Useful Life (in years)
Medical Equipment	10
Other Machineries and Equipment	10
Motor Vehicles	7
Other Property, Plant and Equipment	5

### *Liabilities*

Payable accounts are recognized and recorded in the books of accounts only upon acceptance of the goods/inventory/other assets and rendition of services to the agency.

Other current liabilities include Due to Other NGAs, Due to BIR, Due to Regional/Branch Offices, Guaranty/Security Deposits Payable and Other Payables.

### *Revenue Recognition*

#### *Subsidies and Donations and Grants*

Notice of Cash Allocation (NCA) is recorded in the Regular Agency (RA) books as well as those income/receipts which the agency is authorized to use.

Subsidy from National Government is shown net of reversion of unused Notice of Cash Allocation.

Income/receipts which the agency are not authorized to use and required to be remitted to the National Treasury are recorded in the National Government (NG) books.

Grants and donations in kind are recorded at cost.

#### *Revenue from exchange transactions*

Exchange transactions are those in which FNLGH&TC sells goods or provides services. Revenue comprises the fair value of consideration received or receivable for the sale of goods and services. Revenue is shown net of discounts. Revenue is recognized when it can be reliably measured; when the inflow of future economic benefits is probable and when specific criteria have been met.

Revenue from exchange transactions of FNLGH&TC includes hospital fees and sales revenue from the pharmacy operations.

### *Expense recognition*

Expenses are recognized when goods/services are delivered/rendered and accepted by the FNLGH&TC.

Financial expenses such as bank charges are separately classified from MOOE.

### **Note 5 Correction of Fundamental Errors**

Fundamental errors or prior years are corrected using the Accumulated Surplus/(Deficit) account.

Errors affecting current year's operation are charged to the current year's accounts.

Prior-period adjustments recorded as of March 2015 totalled ₱7,709,036.19

### **Note 6 Cash and cash equivalents**

<b>Particulars</b>	<b>Amount</b>
Cash-Collecting Officers	₱1,038,221.01
Petty Cash	150,000.00
Cash in Bank – Local Currency, Current Account	4,261,454.13
Cash-Treasury/Agency Deposits, Regular	1,228,471.27
<b>Total cash and cash equivalents</b>	<b>₱6,678,146.41</b>

The balance of the Cash-Collecting Officer account represents undeposited collections from CY 2014.

Petty Cash represents cash advances granted to the following:

<b>PCF Custodian</b>	<b>Position</b>	<b>Purpose</b>	<b>Amount</b>
Aurora B. Balbin	Nutritionist Dietician	Food Supplies	₱50,000.00
Danilo A. Domingo	Medical Center Chief	Administrative Expenses	100,000.00
<b>Total</b>			<b>₱150,000.00</b>

The Cash in Bank – Local Currency consists of the following:

<b>Account Number</b>	<b>Account Name</b>	<b>Description</b>	<b>Amount</b>
2252-1023-99	Revolving Fund	Collections from the sale of drugs and medicines and medical supplies treated as revolving fund	₱299,350.42
2252-1018-21	Income	Collection of hospital fees treated as	743,565.28

Account Number	Account Name	Description	Amount
		income	
2252-1031-74	Payroll Fund	Maintaining balance	10,000.00
2252-1044-99	PHIC – PFPR (OPD)	Claims as Primary Care Benefit (PCB) provider through per family payment rate (PFPR) from PHIC;	43,539.50
2251-0483-40	PHIC – Hospital Charges	Reimbursement of hospital claims through Auto-Credit Payment Scheme (ACPS) from PHIC for <i>hospital charges</i>	1,615,661.50
2252-1045-45	PHIC – PF2	Reimbursement of hospital claims through Auto-Credit Payment Scheme (ACPS) from PHIC for <i>professional fees</i> .	1,549,337.43
<b>Total</b>			<b>₱4,261,454.13</b>

**Note 7**  
**Receivables**

Particulars	Amount
Accounts Receivable	₱892,740.02
Due from GOCCs	4,434,612.95
Receivables-Disallowances/Charges	98,450.03
<b>Total</b>	<b>₱5,425,803.00</b>

The table that follows shows the aging of the Accounts:

Age	Amount
1-90 days	₱878,810.02
91-80 days	9,730.00
Past Due	4,200.00
<b>Total</b>	<b>₱892,740.02</b>

The *Accounts Receivable* represents the following:

Particulars	Amount
Unpaid bills of patients	
Receivable from MAP Apayao	₱325,463.48
Receivable from MAP Cagayan	551,768.87
Refund of Cash Advances - Employees	8,287.67
Overpayment of remittance-MDLCI	20.00
Receivable from the Cashier on the bank service charges for returned checks	7,200.00
<b>Total</b>	<b>₱892,740.02</b>

The account *Due from GOCCs* totalling ₱4,434,612.95 represents drugs and medicines, medical supplies and hospital fees which are collectibles from PHIC.

The account *Disallowances/Charges* represents the amount resulting from audit disallowances which have become final and executory.

<b>Name of Employee</b>	<b>Amount of Disallowance</b>
Jocelyn B. Du	₱8,474.50
Amelia Alejandro	11,827.13
Danilo A. Domingo	8,287.60
Marlene L. Lubo	9,864.10
Juanita T. Lacuesta	10,945.25
Felipe Agbisit	11,505.55
Alma Ramos	12,442.80
Belinda H. Denola	12,330.80
Jerald Garcia	12,772.30
<b>Total</b>	<b>₱98,450.03</b>

**Note 8**  
**Inventories**

<b>Particulars</b>	<b>Amount</b>
Merchandise Inventory	₱1,134,463.44
Office Supplies Inventory	128,385.30
Accountable Forms Inventory	11,550.00
Medical, Dental and Laboratory Supplies Inventory	333,747.80
<b>Total</b>	<b>₱1,608,146.54</b>

Merchandise Inventory consists of drugs and medicines issued to pharmacy that are available for sale.

All other inventory items are held for consumption by the FNLGH&TC.

**Note 9**  
**Property, Plant and Equipment**

	Land	Hospitals and Health Centers	Office Equipment	Furniture and Fixtures
Cost 1/1/2015	<b>₱27,120.00</b>	<b>100,494,169.95</b>	<b>3,623,629.70</b>	<b>7,227,234.00</b>
Additions	-			31,500.00
Deductions	-	-		(227,000.00)
<b>Total 3/31/2015</b>	<b>₱27,120.00</b>	<b>100,494,169.95</b>	<b>3,623,629.70</b>	<b>7,031,734.00</b>
Accumulated Depreciation	-	9,508,195.48	1,240,550.37	2,716,486.41

	Land	Hospitals and Health Centers	Office Equipment	Furniture and Fixtures
1/1/2015				
Depreciation		760,743.18	277,123.34	140,981.43
PYA understatement(overstatement)		-		(107,700.00)
<b>Accumulated Depreciation 3/31/2015</b>	<b>-</b>	<b>10,268,938.66</b>	<b>1,517,673.71</b>	<b>2,749,767.84</b>
<b>Net Book Value, 3/31/2015</b>	<b>₱27,120.00</b>	<b>₱90,225,231.29</b>	<b>₱2,105,955.99</b>	<b>₱4,281,966.16</b>

**Property, Plant and Equipment (continuation)**

	ICT Equipment	Books	Communication Equipment	Disaster Response and Rescue Equipment
Cost 1/1/2015	<b>1,927,101.37</b>	<b>₱94,345.00</b>	<b>₱144,746.95</b>	<b>₱122,600.00</b>
Additions	15,590.00	-	-	
Deductions	(195,030.07)	-	(140,296.95)	-
<b>Total 3/31/2015</b>	<b>1,747,661.30</b>	<b>94,345.00</b>	<b>4,450.00</b>	<b>122,600.00</b>
Accumulated Depreciation 1/1/2015	959,035.20	84,910.50	129,571.74	47,790.00
Depreciation	81,543.38	-	100.14	4,082.10
PYA understatement(overstatement)	(175,527.06)	-	(126,267.25)	-
<b>Accumulated Depreciation 3/31/2015</b>	<b>865,051.52</b>	<b>84,910.50</b>	<b>3,404.63</b>	<b>51,872.10</b>
<b>Net Book Value, 3/31/2015</b>	<b>₱882,609.78</b>	<b>₱9,434.50</b>	<b>₱1,045.37</b>	<b>₱70,727.90</b>



**Property, Plant and Equipment (continuation)**

	Medical Equipment	Other Machineries and Equipment
Cost 1/1/2015	<b>₱103,648,874.20</b>	<b>₱5,734,386.00</b>
Additions	375,000.00	
Deductions	(688,669.30)	(810,060.00)
<b>Total 3/31/2015</b>	<b>103,335,204.90</b>	<b>4,924,326.00</b>
Accumulated Depreciation 1/1/2015	40,011,105.67	2,609,822.40
Depreciation	2,239,368.44	110,251.17
PYA understatement(overstatement)	(425,709.96)	(720,918.20)
<b>Accumulated Depreciation 3/31/2015</b>	<b>41,824,764.15</b>	<b>1,999,155.37</b>
<b>Net Book Value 3/31/2015</b>	<b>₱61,510,440.75</b>	<b>₱2,925,170.63</b>

**Property, Plant and Equipment (continuation)**

	Motor Vehicles	Other PPE	Total
Cost 1/1/2015	<b>₱4,632,586.00</b>	<b>373,769.07</b>	<b>₱228,050,562.24</b>
Additions	-		422,090.00
Deductions	(1,579,386.00)	(132,642.00)	(3,773,084.32)
<b>Total 3/31/2015</b>	<b>3,053,200.00</b>	<b>241,127.07</b>	<b>224,699,567.92</b>
Accumulated Depreciation 1/1/2015	3,522,557.97	284,287.08	61,114,312.82
Depreciation	58,733.55	9,351.84	3,682,278.57
PYA understatement(overstatement)	(1,404,300.85)	(112,087.80)	(3,072,511.12)
<b>Accumulated Depreciation 3/31/2015</b>	<b>2,176,990.67</b>	<b>181,551.12</b>	<b>61,724,080.27</b>
<b>Net Book Value, 3/31/2015</b>	<b>₱876,209.33</b>	<b>₱59,575.95</b>	<b>162,975,487.65</b>

### Construction in Progress

Particulars	Amount
Construction in Progress-Agency Assets	₱6,677,529.18
<b>Total</b>	<b>₱6,677,529.18</b>

Construction in Progress – Agency Assets account refers to the accumulated cost/value of infrastructures still under construction. This account represents contract cost and directly related expenditures

### Note 10 Other Assets

Particulars	Amount
Advances to Officers & Employees	₱13,389.95
Advances to Contractor	365,052.02
Other Assets	1,985,459.89
<b>Total</b>	<b>₱2,363,901.86</b>

Advances to contractors represent mobilization fees paid for the implementation of several infrastructure programs of FNLGH&TC, to wit:

Name of Contractor	Infrastructure Program	Amount
Pacific Star Erectors	Perimeter Fence	₱185,052.02
Camia Construction	Drilling of Water Supply	180,000.00
<b>Total</b>		<b>₱365,052.02</b>

Other Assets represent the Property, Plant and Equipment of FNLGH&TC which are fully depreciated but are still being used by the agency.

### Note 11 Financial Liabilities

Particulars	Total	>1year	<90 days	91-365 days
Accounts Payable	₱5,380,699.12	₱3,178,496.16	₱546.00	₱2,201,656.96

Accounts Payable represents payables of the FNLGH&TC which are due and demandable.

The Accounts Payable represents unpaid obligations for the following:

Particulars	Amount
Infrastructure Projects	₱3,178,496.16
Reimbursement of Employees	101,356.15

<b>Particulars</b>	<b>Amount</b>
Purchase of Medical and Laboratory Supplies	1,310,922.49
Purchase of Drugs and Medicines	343,922.32
Purchase of Furniture	275,552.00
Professional Fee of Consultant Doctor	60,000.00
Purchase of Patient`s Gown & Linens	110,450.00
<b>Total</b>	<b>₱5,380,699.12</b>

**Note 12**  
**Inter-Agency Payables**

<b>Particulars</b>	<b>Amount</b>
Due to BIR	₱566,938.45
Due to GSIS	53,888.70
Due to Pag-IBIG	6,800.00
Due to Philhealth	29,886.50
Due to NGAs	679.64
<b>Total</b>	<b>658,193.29</b>

Due to NGAs account represents interest income from bank deposits.

Due to BIR account represents taxes withheld on March 2015 which was unremitted as of March 2015.

Due to GSIS, Pag-IBIG and Philhealth are employees' monthly contributions deducted on March 2015.

**Note 13**  
**Intra-Agency Payables**

<b>Particulars</b>	<b>Amount</b>
Due to Regional/Branch Offices	₱652,500.00
<b>Total</b>	<b>₱652,500.00</b>

Due to Regional/Branch Office represents unliquidated Fund Transfers from the Regional Office as presented below:

<b>Date of Fund Transfer</b>	<b>Purposes</b>	<b>Fund Transfer</b>
December 2012	For the cervical cancer screening and treatment activities	₱90,000.00
December 2012	Support for the improvement of the DOTS Implementation	562,500.00
<b>Total</b>		<b>₱652,500.00</b>

**Note 14**  
**Trust Liabilities**

<b>Particulars</b>	<b>Amount</b>
Guaranty/Security Deposits Payable	₱824,009.68
<b>Total</b>	<b>₱824,009.68</b>

The account Guaranty Deposits Payable represents 10% retention fee deducted from contractors and performance bond paid by the supplier.

**Note 15**  
**Other Payables**

<b>Particulars</b>	<b>Amount</b>
Other Payables	₱69,507.85
<b>Total</b>	<b>₱69,507.85</b>

The account Other Payable represents collections on March 2015 for the Computed Tomography Scanner (CT Scan) of which 20% (from the gross collection) shall be retained by the hospital while the 80% shall be paid to North Luzon Imaging Center (Owner) as stated in the Memorandum of Agreement.

<b>Creditor</b>	<b>Particulars</b>	<b>Amount</b>
North Luzon Imaging Center	Collection of CT scan	₱12,541.85
Rural Bank	Loan of employees	3,100.00
Far North Luzon MPC	Loan of employees	53,866.00
<b>Total</b>		<b>₱69,507.85</b>

**Note 16**  
**Accumulated Surpluses (Deficit)**

<b>Particulars</b>	<b>Amount</b>
Accumulated Surpluses, January 1, 2015	₱180,590,736.17
<i>Movements</i>	
Prior Period Adjustments	(7,709,036.19)
Current Operations	5,262,404.72
<b>Accumulated Surpluses, March 31, 2015</b>	<b>178,144,104.70</b>

## STATEMENT OF FINANCIAL PERFORMANCE

### Note 17

#### Business Income

The Business Income represents the following:

<b>Particulars</b>	<b>Amount</b>
Hospital Fees-Medical Supplies	1,421,122.47
Medical Fees-Operating Room	504,763.31
Medical Fees-Radiology	445,680.38
Medical Fees-Laboratory	2,375,502.79
Other Fees	5,668,893.71
Interest on NG Deposits	329.72
Other Business Income	40,273.71
Certification Fees	44,590.00
Sales Revenue	4,332,246.47
Cost of Sales	(3,942,858.23)
<b>Total</b>	<b>10,890,544.33</b>

### Note 18

#### Assistance and Subsidy

The Assistance and Subsidy represents subsidy from the National Government, as presented in the following:

<b>Particulars</b>	<b>Amount</b>
Notice of Cash Allocation Received from DBM	₱13,963,000.00
Tax Remittance Advice issued to the BIR	572,437.11
Total	14,535,437.11
Reversion of Unused Notice of Cash Allocation	-
<b>Net Subsidy from National Government</b>	<b>14,535,437.11</b>

### Note 19

#### Grants and Donations

Grants and Donations represent donations received by the FNLGH&TC from the Regional Office as of March 2015.

<b>Particulars</b>	<b>Amount</b>
Income from Grants and Donations in Kind-(Laboratory Supplies)	₱42,841.00
<b>Total Subsidy</b>	<b>₱42,841.00</b>

**Note 20**  
**Personnel Services**

The following table presents the details of the Personnel Services:

<b>Particulars</b>	<b>Amount</b>
<b><i>Salaries and Wages</i></b>	
Salaries and Wages-Regular	₱6,713,677.07
<b><i>Other Compensation</i></b>	
Personnel Economic Relief Allowance-Civilian	557,000.00
Representation Allowance (RA)	15,000.00
Clothing/Uniform Allowance - Civilian	215,000.00
Subsistence Allowance – Magna Carta Benefits for Public Health Workers under RA 7305	206,275.00
Laundry Allowance – Magna Carta Benefits for Public Health Workers under RA 7305	28,164.68
Hazard Pay - Magna Carta Benefits for Public Health Workers under RA 7305	643,541.66
<b><i>Personnel Benefit Contributions</i></b>	
Retirement and Life Insurance Premiums	734,729.76
Pag-IBIG Contributions-Civilian	24,800.00
PhilHealth Contributions-Civilian	29,275.00
ECIP-Civilian	24,480.95
<b><i>Other Personnel Benefits</i></b>	
Other Personnel Benefits	2,000,496.00
<b>Total Personnel Services</b>	<b>₱11,192,440.12</b>

Other Personnel Benefits represents PHIC share of employees.

**Note 21**  
**Maintenance and Other Operating Expenses**

Maintenance and Other Operating Expenses is detailed below:

<b>Particulars</b>	<b>Amount</b>
<b><i>Traveling Expenses</i></b>	
Traveling Expenses - Local	₱43,743.00
<b><i>Training and Scholarship Expenses</i></b>	
Training Expenses	43,536.00
<b><i>Supplies and Materials Expenses</i></b>	
Office Supplies Expenses	212,139.96
Accountable Forms Expenses	21,700.00
Food Supplies Expenses	631,159.04
Drugs and Medicines Expenses	557,796.92
Medical, Dental and Laboratory Supplies Expenses	1,760,260.95

<b>Particulars</b>	<b>Amount</b>
Fuel, Oil and Lubricants Expenses	100,251.10
<b><i>Utility Expenses</i></b>	
Electricity Expenses	386,790.48
<b><i>Communication Expenses</i></b>	
Internet Subscription Expenses	64,800.00
<b><i>Professional Services</i></b>	
Consultancy Services	241,550.40
Other Professional Services	289,595.10
<b><i>General Services</i></b>	
Environment/Sanitary Services	8,712.00
Other General Services	569,684.00
<b><i>Repairs and Maintenance</i></b>	
Buildings and Structures	493,505.36
Office Equipment	12,102.72
Medical Equipment	16,500.00
Other Machinery and Equipment	530.00
<b><i>Transportation and Equipment</i></b>	
Motor Vehicles	24,622.76
<b><i>Taxes, Insurance Premiums and Other Fees</i></b>	
Taxes, Duties and Licences	7,740.00
<b><i>Other Maintenance and Operating Expenses</i></b>	
Transportation and Delivery Expenses	3,500.00
Other Maintenance & Operating Expenses	80,351.00
<b>Total Maintenance and Other Operating Expenses</b>	<b>₱5,570,570.79</b>

## Note 22

### Non-Cash Expenses

Non-Cash Expenses represent depreciation on the following PPE owned by the FNLGH&TC

<b>Particulars</b>	<b>Amount</b>
Hospital and Health Centers	₱760,743.18
Office Equipment	143,780.40
ICT Equipment	66,393.84
Communication Equipment	100.14
Disaster Response and Rescue Equipment	3,166.02
Medical Equipment	2,151,644.12
Other Machinery and Equipment	110,251.17
Motor Vehicles	58,733.55
Furniture and Fixtures	139,242.55
Other Property, Plant and Equipment	9,351.84
<b>Total Non-Cash Expenses</b>	<b>₱3,443,406.81</b>

## STATEMENT OF CASH FLOWS

### Note 23

#### Receipt of NCA

<b>Particulars</b>	<b>Amount</b>
Subsidy from National Government	76,755,774.75
Tax Remittance Advice	3,046,158.75
<b>Net Receipt of NCA</b>	<b>₱73,709,616.00</b>

### Note 24

#### Collection of Income/Revenues

<b>Particulars</b>	<b>Amount</b>
Collection of Service and Business Income	₱13,120,246.01
Collection of Other Income	451,547.49
Receipt of Prior Years' Income	204,197.39
<b>Total</b>	<b>₱13,775,990.89</b>

### Note 25

#### Trust Receipts

<b>Particulars</b>	<b>Amount</b>
Receipt of Guaranty/Security Deposits	₱452,809.96
<b>Total</b>	<b>₱452,809.96</b>

### Note 26

#### Collection of Receivables

<b>Particulars</b>	<b>Amount</b>
Collection of Receivables	₱121,820.50
<b>Total</b>	<b>₱121,820.50</b>

### Note 27

#### Other Receipts

<b>Particulars</b>	<b>Amount</b>
Other Receipts	₱35,053,716.32
<b>Total</b>	<b>₱35,053,716.32</b>

This represents the amount received by the FNLGH&TC from the PHIC for various PhilHealth reimbursements.



This represents receipts of Cash from the PHIC

**Note 28**

**Remittance to National Treasury**

**This represents the following:**

<b>Particulars</b>	<b>Amount</b>
Remittance of Insurance Proceeds to the BTr (insurance of vehicle)	₱792,011.61
Remittance of Income	6,609.38
January 2014	10,550.00
April 2014	12,523.00
October 2014	58,195.00
Remittance of Liquidated damages	86,277.66
<b>Total</b>	<b>₱966,166.65</b>

**Note 29**

**Payment of Expenses**

<b>Particulars</b>	<b>Amount</b>
Payment of Personnel Services	₱27,892,926.08
Payment of Maintenance and Other Operating Expenses	22,093,918.13
<b>Total</b>	<b>₱49,986,844.21</b>

**Note 30**

**Purchase of Inventories**

<b>Particulars</b>	<b>Amount</b>
Purchase of Inventories for sale	₱11,049,778.39
Purchase of Inventory held for consumption	9,513,473.90
<b>Total</b>	<b>₱20,563,252.29</b>

**Note 31**

**Grant of Cash Advance**

<b>Particulars</b>	<b>Amount</b>
Advances for operating expenses	₱58,741.48
<b>Total</b>	<b>₱58,741.48</b>

This represent cash advances granted to increase the Petty Cash of the Medical Center Chief

**Note 32**

**Payment of Accounts Payable**

<b>Particulars</b>	<b>Amount</b>
Payment of Accounts Payable	₱5,263,851.67
<b>Total</b>	<b>₱5,263,851.67</b>

**Note 33**

**Remittance of Personnel Benefit Contributions and Mandatory Deductions**

<b>Particulars</b>	<b>Amount</b>
Remittance of Taxes Withheld not covered by TRAs	₱3,447,630.84
Remittance of GSIS/PagIBIG/PhilHealth	5,389,164.51
<b>Total</b>	<b>₱8,836,795.35</b>

**Note 34**

**Other Disbursements**

<b>Particulars</b>	<b>Amount</b>
Refund of Guaranty Deposits Payable	₱224,804.57
Other Disbursements	3,966,261.21
<b>Total</b>	<b>₱4,191,065.78</b>

Other Disbursements represents cash payment of other payables amounting to ₱1,053,076.81, remittance to other GOCCs amounting to ₱1,483,559.21, remittance of other payables amounting to ₱1,032,198.23 and refund of bidders bond amounting to ₱397,426.96

**Note 35**

**Reversal of Unutilized NCA**

<b>Particulars</b>	<b>Amount</b>
Reversal of Unutilized NCA	₱27,336,011.26
<b>Total</b>	<b>₱27,336,011.26</b>

**Note 36**

**Purchase/Construction of Property, Plant and Equipment**

<b>Particulars</b>	<b>Amount</b>
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Purchase of Office Equipment	₱1,311,638.36
Purchase of ICT Equipment	265,474.00
Purchase of Disaster Response and Rescue Equipment	25,553.57
Purchase of Medical Equipment	3,181,291.61
Purchase of Machinery and Equipment	16,000.00
Purchase of Furniture and Fixture	273,829.02
Construction in Progress	4,590,699.95
<b>Total</b>	<b>₱9,664,486.51</b>

## STATEMENT OF CHANGES IN NET ASSETS/EQUITY

### Note 37

#### Prior Period Adjustments

Particulars	Amount
Prior Year Payments	₱(911,967.48)
Payable for Prior Year Professional Fee of Consultant Doctor	(40,000.00)
Expenses of prior year recorded as asset	(890,087.89)
Adjustment for depreciation expenses of prior years	(61,303.78)
Adjust liabilities of prior years	1,707,929.00
Adjustment for unrecorded receipts	996,996.37
Receivable from National Treasury	317,681.66
<b>Net prior years adjustments</b>	<b>₱1,119,247.88</b>

## STATEMENT OF COMPARISON OF BUDGETS AND ACTUAL AMOUNTS

### Note 38

#### Comparison of budget and actual amounts

	Differences in receipts	Differences in Payments
	-	26,495,521.47
<b>Totals</b>		<b>26,495,521.47</b>

The difference in receipts resulted from \_\_\_\_\_

The difference from payments resulted from unobligated balance of allotment in the amount of P24,091,810.71 and unpaid obligation in the amount of P3,134,578.90 as of December 31, 2014.

### Note 39

## Allotments, Obligations and Balances

Total allotments available during the year including extended allotment with an equivalent amount of P69, 881,293.00 consist of obligations during the year amounting to P45, 789,482.29 details as follows;

Category	Current Allotment	Extended Allotment	Continuing Allotment	Total Allotment	Total Obligation	Balances	Reverted	Extended
PS	26,459,293.00			26,459,293.00	26,438,512.43	20,780.57		
MOOE	16,922,000.00			16,922,000.00	15,696,131.86	1,225,868.14		
CO	26,500,000.00			26,500,000.00	3,654,838.00	22,845,162.00		
TOTAL	69,881,293.00			69,881,293.00	45,789,482.29	24,091,810.71		

Total obligations for CY 2014 amounting to P45, 789,482.29 represents obligations paid during the year in the amount of P43,385,771.53, accounts payable in the amount of P2,353,678.86 and valid commitments amounting to P50,031.90. *Valid commitments consist of contracts entered into infrastructure projects and purchase orders of which there is no delivery of services/goods yet.*

### Note 40 Others

We cannot provide comparative Financial Statement due to change and enhanced reporting system of the Agency.

Prepared by:

**CHOHAN MAYE H. CARIAGA**