



METROPOLITAN WATERWORKS & SEWERAGE SYSTEM

REGULATORY OFFICE



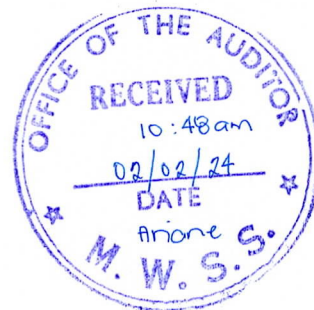
02 February 2024

MARIA CHRISTINA P. ANTONIS

OIC - Supervising Auditor

Commission on Audit

Metropolitan Waterworks and Sewerage System



Attention: **BIN MUDJAHEED S. MANDA**
OIC - Audit Team Leader

Subject: Submission of CY 2023 Year-End Financial Statements (FS)

Dear **Auditor Antonis**:

In compliance with your letter dated 08 January 2024, the MWSS Regulatory Office respectfully submits the following documents, to wit:

- a.) Statement of Management's Responsibility for Financial Statements;
- b.) Statement of Financial Position (Condensed and Detailed);
- c.) Statement of Comprehensive Income (Condensed and Detailed);
- d.) Statement of Changes in Net Assets/ Equity;
- e.) Statement of Cash Flows;
- f.) Statement of Comparison of Budget and Actual Amounts;
- g.) Notes to Financial Statements;
- h.) Post-Closing Trial Balance;
- i.) Pre-Closing Detailed Trial Balance;
- j.) Schedule of Personnel Services;
- k.) Schedule of Maintenance and Other Operating Expenses;
- l.) Soft Copy (DVD) - December 2023
- m.) Others - Journal Entry Voucher No. 12-23-93 & 12-23-94.

Thank you very much.

Respectfully yours,

RAMON A. JAVIER

Manager for Administration Dept.





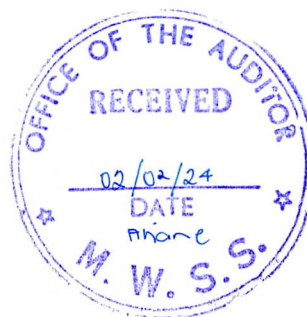
**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

The Management of the **Metropolitan Waterworks and Sewerage System Regulatory Office (MWSS RO)** is responsible for the preparation of the financial statements as at **31 December 2023**, including the additional components attached thereto in accordance with the prescribed financial reporting framework indicated therein. The responsibility includes designing and implementing internal controls relevant to the preparation and fair presentation of financial statements that are free from material statement whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

The Board of Directors (RO en Banc) reviews and approves the financial statements before such statements are issued to the regulators, creditors and other users.

The Commission on Audit has audited the financial statements of the **MWSS RO** in accordance with the Philippine Public Sector Standards on Auditing and has expressed its opinion on the fairness of presentation upon completion of such audit, in its report to the Board of Directors (RO en Banc).

ATTY. PATRICK LESTER N. TY
Chairperson of the RO en Banc and
the Chief Regulator
01 FEB 2024
Date Signed



ATTY. CLAUDINE B. OROCIO - ISORENA
Deputy Administrator for
Administration and Legal Affairs
01 FEB 2024
Date Signed

RAMON A. JAVIER
Manager, Administration Department
01 FEB 2024
Date Signed

SIR GIL P. MARAVILLA
Chief Corporate Accountant
01 FEB 2024
Date Signed



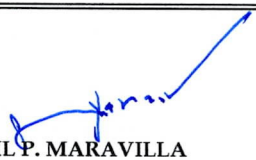


Republic of the Philippines
MWSS - REGULATORY OFFICE
STATEMENT OF FINANCIAL POSITION
31 December 2023 (Post-Closing)



<u>PARTICULARS</u>	<u>Note</u>	<u>2023</u>	<u>2022</u> <u>(AS RESTATED)</u>	<u>INC/(DEC)</u>	<u>%</u>
ASSETS					
CURRENT ASSETS					
CASH AND CASH EQUIVALENT	6	245,318,544.80	424,264,731.46	(178,946,186.66)	-42%
RECEIVABLES	7	193,921,725.76	194,257,271.75	(335,545.99)	0%
INVENTORIES		-	-	-	
Total Current Assets		439,240,270.56	618,522,003.21	(179,281,732.65)	-29%
NON-CURRENT ASSETS					
PROPERTY, PLANT AND EQUIPMENT	9	248,048,034.16	249,652,611.35	(1,604,577.19)	-1%
OTHER ASSETS	8	3,719,523.53	3,980,728.32	(261,204.79)	-7%
Total Non-Current Assets		251,767,557.69	253,633,339.67	(1,865,781.98)	-1%
TOTAL ASSETS		691,007,828.25	872,155,342.88	(181,147,514.63)	-21%
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
FINANCIAL LIABILITIES	10	48,315,309.54	42,855,457.54	5,459,852.00	13%
INTER-AGENCY PAYABLES	11	249,105.32	879,995.77	(630,890.45)	-72%
INTRA-AGENCY PAYABLES	12	(3,918.00)	2,919.91	(6,837.91)	-234%
TRUST LIABILITIES	13	597,482.01	597,482.01	-	0%
DEFERRED CREDITS	14	-	17,983,961.66	(17,983,961.66)	-100%
OTHER PAYABLES	15	18,648,046.07	664,084.41		
Total Current Liabilities		67,806,024.94	62,983,901.30	(13,161,838.02)	-21%
NON CURRENT LIABILITIES					
LOANS PAYABLE - LONG TERM		-	-	-	
DEFERRED CREDITS		-	-	-	
Total Non-Current Liabilities		-	-	-	
EQUITY					
GOVERNMENT EQUITY		-	-	-	
RETAINED EARNINGS		623,201,803.31	809,171,441.58	(185,969,638.27)	-23%
Total Government Equity		623,201,803.31	809,171,441.58	(185,969,638.27)	-23%
TOTAL LIABILITIES AND EQUITY		691,007,828.25	872,155,342.88	(181,147,514.63)	-21%

Prepared by:


SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:


RAMON A. JAVIER
DM for Administration

Recommending Approval:


CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

Approved:


PATRICK LESTER N. TY
Chief Regulator



Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF FINANCIAL POSITION
31 December 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
ASSETS				
CURRENT ASSETS				
CASH AND CASH EQUIVALENT	245,318,544.80	424,264,731.46	(178,946,186.66)	-42%
CASH ON HAND	-	-	-	
CASH COLLECTING OFFICERS	-	-	-	
PETTY CASH FUND	-	-	-	
CASH IN BANK - LOCAL CURRENCY	63,162,366.18	52,674,795.89	10,487,570.29	20%
CASH CIB-LC, Current Account	63,162,366.18	52,674,795.89	10,487,570.29	20%
CASH CIB-LC, Savings Account	-	-	-	
CASH EQUIVALENT	182,156,178.62	371,589,935.57	(189,433,756.95)	-51%
TIME DEPOSITS - LOCAL CURRENCY	181,892,795.16	371,139,502.42	(189,246,707.26)	-51%
TIME DEPOSITS - FOREIGN CURRENCY	263,383.46	450,433.15	(187,049.69)	-42%
RECEIVABLES	193,921,725.76	194,257,271.75	(335,545.99)	0%
LOANS AND RECEIVABLES	32,724,806.27	33,051,652.36	(326,846.09)	-1%
INTEREST RECEIVABLE	662,129.47	620,628.79	41,500.68	7%
LOANS RECEIVABLE -OTHERS	32,062,676.80	32,431,023.57	(368,346.77)	-1%
INTRA-AGENCY RECEIVABLES	-	-	-	
DUE FROM CENTRAL OFFICE/HOME OFFICE	-	-	-	
OTHER RECEIVABLES	161,196,919.49	161,205,619.39	(8,699.90)	0%
RECEIVABLES - DISALLOWANCES	159,634,767.56	159,642,767.56	-	
DUE FROM OFFICERS AND EMPLOYEES	1,279,147.66	1,279,747.56	(599.90)	0%
OTHER RECEIVABLES	283,004.27	283,104.27	(100.00)	0%
INVENTORIES	-	-	-	
SUPPLIES	-	-	-	
TOTAL CURRENT ASSETS	439,240,270.56	618,522,003.21	(179,281,732.65)	-29%
NON CURRENT ASSETS				
PROPERTY, PLANT AND EQUIPMENT	248,048,034.16	249,652,611.35	(1,604,577.19)	-1%
LAND	87,500,000.00	87,500,000.00	-	0%
BUILDINGS AND OTHER STRUCTURE	100,363,309.26	100,714,732.64	(351,423.38)	0%
BUILDING	103,627,578.03	102,113,704.97	1,513,873.06	1%
Accum. Depre. - Office Bldg	(3,264,268.77)	(1,398,972.33)	(1,865,296.44)	133%
NET VALUE - BUILDING	100,363,309.26	100,714,732.64	(351,423.38)	0%
MACHINERY AND EQUIPMENT	47,736,604.88	47,212,977.33	523,627.55	1%
OFFICE EQUIPMENT	13,465,985.18	8,102,648.18	5,363,337.00	66%
Accum. Depre. - Office Eqpt.	(4,173,887.97)	(2,664,100.04)	(1,509,787.93)	57%
NET VALUE - OFFICE EQUIPMENT	9,292,097.21	5,438,548.14	3,853,549.07	71%
IT EQUIPMENT & SOFTWARE	129,588,474.00	129,588,474.00	-	0%
Accum. Depre. - IT Eqpt.	(110,680,999.73)	(108,727,250.69)	(1,953,749.04)	2%
NET VALUE - IT EQUIPMENT & SOFTWARE	18,907,474.27	20,861,223.31	(1,953,749.04)	-9%
COMMUNICATION EQUIPMENT	226,000.00	226,000.00	-	0%
Accum. Depre. - Comm. Eqpt.	(206,789.99)	(166,109.99)	(40,680.00)	24%



Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF FINANCIAL POSITION
31 December 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
NET VALUE - COMMUNICATION EQUIPMENT	19,210.01	59,890.01	(40,680.00)	-68%
MEDICAL, DENTAL & LAB EQPT.	-	-	-	
Accum. Depre. - Medical Eqpt.	-	-	-	
NET VALUE - MEDICAL, DENTAL & LAB EQPT.	-	-	-	
SPORTS EQUIPMENT	685,448.00	685,448.00	-	0%
Accum. Depre. - Sports Eqpt.	(200,043.72)	(88,902.84)	(111,140.88)	125%
NET VALUE - SPORTS EQUIPMENT	485,404.28	596,545.16	(111,140.88)	-19%
TECHNICAL & SCIENTIFIC EQPT.	23,043,058.44	23,043,058.44	-	0%
Accum. Depre. - Technical & Sc	(4,018,701.70)	(2,798,885.14)	(1,219,816.56)	44%
NET VALUE - TECHNICAL & SCIENTIFIC EQUIPMENT	19,024,356.74	20,244,173.30	(1,219,816.56)	-6%
OTHER MACHINERIES AND EQUIPMENT	50,390.01	50,390.01	-	0%
Accum Depre.-OME	(42,327.64)	(37,792.60)	(4,535.04)	12%
NET VALUE - OTHER MACHINERIES & EQUIPMENT	8,062.37	12,597.41	(4,535.04)	-36%
TRANSPORTATION EQUIPMENT	4,949,869.49	5,922,426.57	(972,557.08)	-16%
MOTOR VEHICLES	17,858,011.17	17,858,011.17	-	0%
Accum. Depre. - Motor Vehicle	(12,908,141.68)	(11,935,584.60)	(972,557.08)	8%
NET VALUE - MOTOR VEHICLES	4,949,869.49	5,922,426.57	(972,557.08)	-16%
FURNITURE, FIXTURES AND BOOKS	7,498,250.53	8,302,474.81	(804,224.28)	-10%
FURNITURE & FIXTURES	8,935,824.99	8,935,824.99	-	0%
Accum. Depre. - Furniture & Fi	(1,457,050.86)	(652,826.58)	(804,224.28)	123%
NET VALUE - FURNITURE & FIXTURES	7,478,774.13	8,282,998.41	(804,224.28)	-10%
BOOKS	194,763.97	194,763.97	-	0%
Accum. Depre. - Library Books	(175,287.57)	(175,287.57)	-	0%
NET VALUE - BOOKS	19,476.40	19,476.40	-	0%
CONSTRUCTION IN PROGRESS	-	-	-	
CONSTRUCTION IN PROGRESS - BUILDINGS & STRUCTURES	-	-	-	
OTHER NON CURRENT ASSETS	3,719,523.53	3,980,728.32	(261,204.79)	-7%
ADVANCES	63,081.24	63,591.24	(510.00)	-1%
ADVANCES TO SDO	63,081.24	63,591.24	(510.00)	-1%
PREPAYMENTS	206,362.41	581,474.99	(375,112.58)	-65%
ADVANCES TO CONTRACTORS	-	252,031.49	(252,031.49)	-100%
PREPAID INSURANCE	352,217.13	475,298.22	(123,081.09)	-26%
OTHER PREPAID EXPENSES	(145,854.72)	(145,854.72)	-	0%
DEPOSITS	1,098,642.24	867,891.53	230,750.71	27%
GUARANTY DEPOSITS	1,098,642.24	867,891.53	230,750.71	27%
RESTRICTED FUND	-	-	-	
RESTRICTED FUND	-	-	-	
OTHER ASSETS	2,351,437.64	2,467,770.56	(116,332.92)	-5%
OTHER ASSETS	2,351,437.64	2,467,770.56	(116,332.92)	-5%
TOTAL NON CURRENT ASSETS	251,767,557.69	253,633,339.67	(1,865,781.98)	-1%
TOTAL ASSETS	691,007,828.25	872,155,342.88	(181,147,514.63)	-21%
LIABILITIES				
CURRENT LIABILITIES				
FINANCIAL LIABILITIES	48,315,309.54	42,855,457.54	5,459,852.00	13%



Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF FINANCIAL POSITION
31 December 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
PAYABLES	48,315,309.54	42,855,457.54	5,459,852.00	13%
ACCOUNTS PAYABLE	20,944,503.47	21,111,953.97	(167,450.50)	-1%
DUE TO OFFICERS & EMPLOYEES	27,370,806.07	21,743,503.57	5,627,302.50	26%
INTEREST PAYABLE	-	-	-	
LOANS PAYABLE	-	-	-	
LOANS PAYABLE - FOREIGN	-	-	-	
INTER-AGENCY PAYABLES	249,105.32	879,995.77	(630,890.45)	-72%
INTER-AGENCY PAYABLES	249,105.32	879,995.77	(630,890.45)	-72%
DUE TO BIR	260,385.37	269,564.81	(9,179.44)	-3%
DUE TO GSIS	(2,205.69)	664,573.78	(666,779.47)	-100%
DUE TO PAG-IBIG	11,393.35	(656.65)	12,050.00	-1835%
DUE TO PHILHEALTH	(20,467.71)	(53,486.17)	33,018.46	-62%
INTRA-AGENCY PAYABLES	(3,918.00)	2,919.91	(6,837.91)	-234%
INTRA-AGENCY PAYABLES	(3,918.00)	2,919.91	(6,837.91)	-234%
DUE TO OPERATING UNITS	(200.00)	(200.00)	-	0%
DUE TO OTHER FUNDS	(3,718.00)	(438.00)	(3,280.00)	749%
DUE TO C.O.	-	3,557.91	(3,557.91)	-100%
TRUST LIABILITIES	597,482.01	597,482.01	-	0%
TRUST LIABILITIES	597,482.01	597,482.01	-	0%
TRUST LIABILITIES - BAC	597,482.01	597,482.01	-	0%
PERFORMANCE/BIDDERS BOND	-	-	-	
DEFERRED CREDITS	-	17,983,961.66	(17,983,961.66)	-100%
DEFERRED CREDITS	-	17,983,961.66	(17,983,961.66)	-100%
OTHER DEFERRED CREDITS	-	17,983,961.66	(17,983,961.66)	-100%
OTHER PAYABLES	18,648,046.07	664,084.41	17,983,961.66	2708%
OTHER PAYABLES	18,648,046.07	664,084.41	17,983,961.66	2708%
DIVIDENDS PAYABLE	-	-	-	
OTHER PAYABLES	18,648,046.07	664,084.41	17,983,961.66	2708%
TOTAL CURRENT LIABILITIES	67,806,024.94	62,983,901.30	4,822,123.64	8%
NON CURRENT LIABILITIES				
FINANCIAL LIABILITIES	-	-	-	
LOANS PAYABLE	-	-	-	
LOANS PAYABLE - FOREIGN	-	-	-	
DEFERRED CREDITS	-	-	-	
DEFERRED CREDITS	-	-	-	
OTHER DEFERRED CREDITS	-	-	-	
TOTAL NON CURRENT LIABILITIES	-	-	-	
TOTAL LIABILITIES	67,806,024.94	62,983,901.30	4,822,123.64	8%




Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF FINANCIAL POSITION
31 December 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	% 76
EQUITY				
GOVERNMENT EQUITY	-	-	-	
GOVERNMENT EQUITY	-	-	-	
GOVERNMENT EQUITY	-	-	-	
CONTRIBUTED CAPITAL	-	-	-	
RETAINED EARNINGS	623,201,803.31	809,171,441.58	(185,969,638.27)	-23%
RETAINED EARNINGS	623,201,803.31	809,171,441.58	(185,969,638.27)	-23%
RETAINED EARNINGS	623,201,803.31	809,171,441.58	(185,969,638.27)	-23%
TOTAL EQUITY	623,201,803.31	809,171,441.58	(185,969,638.27)	-23%
TOTAL LIABILITIES & EQUITY	691,007,828.25	872,155,342.88	(181,147,514.63)	-21%


Prepared by:


SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:


RAMON A. JAVIER
DM for Administration

Recommending Approval:


CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

Approved:


PATRICK LESTER N. TY
Chief Regulator



Republic of the Philippines
MWSS - REGULATORY OFFICE
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2023 (Post-Closing)



PARTICULARS	Note	2023	2022 (AS RESTATED)	INC/(DEC)	%
REVENUES					
SERVICE AND BUSINESS INCOME	16	1,985,027.18	3,730,512.72	(1,745,485.54)	-47%
TOTAL REVENUES		1,985,027.18	3,730,512.72	(1,745,485.54)	-47%
CURRENT OPERATING EXPENSES					
PERSONNEL SERVICES	17	87,451,433.72	80,995,857.98	6,455,575.74	8%
MAINTENANCE & OTHER OPERATING EXPENSES	18	91,858,512.38	86,759,812.87	5,098,699.51	6%
FINANCIAL EXPENSES		-	-	-	
NON-CASH EXPENSES	19	8,481,787.25	6,604,034.20	1,877,753.05	28%
TOTAL CURRENT OPERATING EXPENSE		187,791,733.35	174,359,705.05	13,432,028.30	8%
SURPLUS/(DEFICIT) FROM CURRENT OPERATION		(185,806,706.17)	(170,629,192.33)	(15,177,513.84)	9%
OTHER NON-OPERATING INCOME	20	61,271.50	56,628.00	4,643.50	8%
GAIN/(LOSS)	20	(224,203.60)	1,722,890.23	(1,947,093.83)	-113%
INCOME/(LOSS) BEFORE INCOME TAX		(185,969,638.27)	(168,849,674.10)	(17,119,964.17)	10%
INCOME TAX EXPENSE					
INCOME/(LOSS) AFTER INCOME TAX					
NET INCOME FOR THE PERIOD					

Not applicable. Adoption of Policy Determination approved by the Board of Trustees pursuant to Resolution No. 2014-041-CO

Prepared by:

SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:

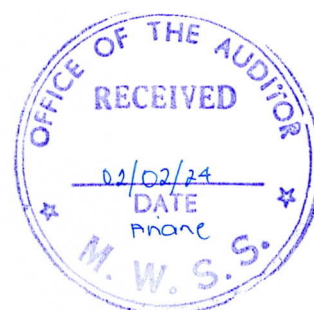
RAMON A. JAVIER
DM for Administration

Recommending Approval:

CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

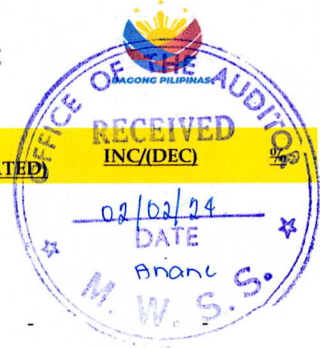
Approved:

PATRICK LESTER N. TY
Chief Regulator





Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
REVENUE				
SERVICE INCOME AND BUSINESS INCOME				
OTHER SERVICE INCOME - CONCESSION FEES	-	-		
INTEREST INCOME	1,985,027.18	3,730,512.72	(1,745,485.54)	-47%
TOTAL SERVICE INCOME AND BUSINESS INCOME	1,985,027.18	3,730,512.72	(1,745,485.54)	-47%
TOTAL REVENUE	1,985,027.18	3,730,512.72	(1,745,485.54)	-47%
CURRENT OPERATING EXPENSES				
PERSONAL SERVICES				
SALARIES & WAGES				
SALARIES & WAGES - REGULAR	55,134,335.91	52,538,032.74	2,596,303.17	5%
SALARIES & WAGES - CONTRACTUAL	-	-	-	
TOTAL SALARIES AND WAGES	55,134,335.91	52,538,032.74	2,596,303.17	5%
OTHER COMPENSATION				
PERA	1,527,430.11	1,471,406.46	56,023.65	4%
REPRESENTATION ALLOWANCE	1,422,000.00	1,358,625.00	63,375.00	5%
TRANSPORTATION ALLOWANCE	800,280.00	798,305.00	1,975.00	0%
CLOTHING/UNIFORM ALLOWANCE	396,000.00	360,000.00	36,000.00	10%
SUBSISTENCE, COLA, AMELIORATION	134,457.60	-	134,457.60	
PRODUCTIVITY INCENTIVE ALLOWANCE	5,441,056.16	1,550,000.00	3,891,056.16	251%
HONORARIA	342,500.00	62,000.00	280,500.00	452%
HAZARD PAY	-	-	-	
LONGEVITY PAY	20,000.00	40,000.00	(20,000.00)	-50%
OVERTIME AND NIGHT PAY	323,880.64	295,150.16	28,730.48	10%
YEAR END BONUS (13TH MO.)	4,222,111.80	4,170,229.00	51,882.80	1%
CASH GIFT	318,500.00	310,000.00	8,500.00	3%
OTHER BONUSES & ALLOWANCES	4,160,224.00	4,120,496.00	39,728.00	1%
TOTAL OTHER COMPENSATION	19,108,440.31	14,536,211.62	4,572,228.69	31%
PERSONNEL BENEFIT CONTRIBUTION				
LIFE & RETIREMENT INS. CONTRIB	6,741,505.97	4,898,260.88	1,843,245.09	38%
PAG-IBIG CONTRIBUTIONS	76,400.00	74,100.00	2,300.00	3%
PHILHEALTH CONTRIBUTIONS	978,713.21	633,035.41	345,677.80	55%
ECC CONTRIBUTIONS	75,300.00	72,700.00	2,600.00	4%
PROVIDENT FUND BENEFITS	-	-	-	
TOTAL PERSONNEL BENEFIT CONTRIBUTION	7,871,919.18	5,678,096.29	2,193,822.89	39%
OTHER PERSONNEL BENEFITS				
TERMINAL LEAVE BENEFITS	3,407,738.32	6,711,017.33	(3,303,279.01)	-49%
OTHER PERSONNEL BENEFITS	1,929,000.00	1,532,500.00	396,500.00	26%
TOTAL OTHER PERSONNEL BENEFITS	5,336,738.32	8,243,517.33	(2,906,779.01)	-35%
TOTAL PERSONAL SERVICES	87,451,433.72	80,995,857.98	6,455,575.74	8%



Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
MAINTENANCE AND OTHER OPERATING EXPENSES				
TRAVELLING EXPENSE				
TRAVELLING EXP - LOCAL	2,357,299.73	1,006,284.15	1,351,015.58	134%
TRAVELLING EXP - FOREIGN			-	
TOTAL TRAVELLING EXPENSE	2,357,299.73	1,006,284.15	1,351,015.58	134%
TRAINING AND SCHOLARSHIP EXPENSE				
TRAINING EXPENSES	751,765.03	1,304,985.93	(553,220.90)	-42%
SCHOLARSHIP EXPENSES	215,413.92	899,433.49	(684,019.57)	-76%
TOTAL TRAINING AND SCHOLARSHIP EXPENSE	967,178.95	2,204,419.42	(1,237,240.47)	-56%
SUPPLIES AND MATERIALS EXPENSE				
OFFICE SUPPLIES	1,363,691.02	468,675.58	895,015.44	191%
MAINTENANCE, SAMPLING & OTHER CONSUMABLE SUPPLIES	427,307.00	699,451.00	(272,144.00)	-39%
GASOLINE, OIL AND LUBRICANTS	1,662,355.16	1,955,170.42	(292,815.26)	-15%
OTHER SUPPLIES EXPENSE	1,219,337.71	10,786,152.40	(9,566,814.69)	-89%
TOTAL SUPPLIES AND MATERIALS EXPENSE	4,672,690.89	13,909,449.40	(9,236,758.51)	-66%
UTILITY EXPENSES				
WATER EXPENSES	214,202.21	307,535.66	(93,333.45)	-30%
ELECTRICITY EXPENSE	2,436,197.25	2,953,675.92	(517,478.67)	-18%
TOTAL UTILITY EXPENSES	2,650,399.46	3,261,211.58	(610,812.12)	-19%
COMMUNICATION EXPENSES				
POSTAGE AND DELIVERIES	61,088.00	87,702.00	(26,614.00)	-30%
TELEPHONE EXPENSES - LANDLINE/MOBILE	583,568.14	651,244.29	(67,676.15)	-10%
INTERNET EXPENSE	360,000.00	310,423.20	49,576.80	16%
TOTAL COMMUNICATION EXPENSES	1,004,656.14	1,049,369.49	(44,713.35)	-4%
CONFIDENTIAL, INTELLIGENCE & EXTRAORDINARY EXPENSES				
EXTRAORDINARY AND MISCELLANEOUS EXPENSES	750,578.49	762,034.88	(11,456.39)	-2%
TOTAL CONFIDENTIAL, INTELLIGENCE & EXTRAORDINARY EXP	750,578.49	762,034.88	(11,456.39)	-2%
PROFESSIONAL SERVICES				
LEGAL SERVICES-Appeals	-	-	-	
AUDITING SERVICES	383,961.29	328,474.81	55,486.48	17%
CONSULTANCY	45,110,347.81	25,579,099.59	19,531,248.22	76%
OTHER PROFESSIONAL SERVICES	17,992,046.11	20,430,439.60	(2,438,393.49)	-12%
TOTAL PROFESSIONAL SERVICES	63,486,355.21	46,338,014.00	17,148,341.21	37%
GENERAL SERVICES				
ENVIRONMENT/SANITARY SERVICES	-	-	-	
JANITORIAL SERVICES	1,649,091.71	1,538,815.34	110,276.37	7%
SECURITY SERVICES	2,109,025.84	2,131,042.55	(22,016.71)	-1%
TOTAL GENERAL SERVICES	3,758,117.55	3,669,857.89	88,259.66	2%
REPAIRS AND MAINTENANCE				
R&M - OFFICE BUILDINGS	277,910.75	633,060.25	(355,149.50)	-56%
R&M - MACHINERY & EQUIPMENT	380,896.00	931,717.12	(550,821.12)	-59%



Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2023 (Post-Closing)



PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
R&M - MOTOR VEHICLES	540,188.54	323,926.49	216,262.05	67%
R&M - FURNITURE & FIXTURES	-	1,119.00	(1,119.00)	-100%
TOTAL REPAIRS AND MAINTENANCE	1,198,995.29	1,889,822.86	(690,827.57)	-37%
TAXES, INSURANCE PREMIUMS AND OTHER FEES				
TAXES, DUTIES AND LICENSES	32,900.00	34,458.12	(1,558.12)	-5%
FIDELITY BOND PREMIUMS	69,000.00	67,500.00	1,500.00	2%
INSURANCE EXPENSE	1,208,778.01	898,834.88	309,943.13	34%
TOTAL TAXES, INSURANCE PREMIUMS AND OTHER FEES	1,310,678.01	1,000,793.00	309,885.01	31%
OTHER MAINTENANCE AND OPERATING EXPENSES				
MEMEBRSHIP DUES/CONTRI TO ORG	-	-	-	
ADVERTISING EXPENSES	630,957.00	1,132,705.96	(501,748.96)	-44%
PRINTING AND BINDING EXPENSES	323,980.00	1,171,830.00	(847,850.00)	-72%
RENT EXPENSE	296,400.27	989,662.44	(693,262.17)	-70%
REPRESENTATION EXPENSES	217,547.47	1,020,142.11	(802,594.64)	-79%
TRANSPORTATION EXPENSES	-	-	-	
SUBSCRIPTION EXPENSES	1,260,310.00	966,500.29	293,809.71	30%
SURVEY EXPENSES - PAWS UPNEC	-	-	-	
DONATIONS	-	-	-	
OTHER MOOE	6,972,367.92	6,387,715.40	584,652.52	9%
TOTAL OTHER MAINTENANCE AND OPERATING EXPENSES	9,701,562.66	11,668,556.20	(1,966,993.54)	-17%
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	91,858,512.38	86,759,812.87	5,098,699.51	6%
FINANCIAL EXPENSES				
FINANCIAL EXPENSES				
INTEREST EXPENSE - DEBT SERVICE	-	-	-	
BANK CHARGES	-	-	-	
TOTAL FINANCIAL EXPENSES	-	-	-	
NON CASH EXPENSE				
DEPRECIATION				
DEPRECIATION - OFFICE BUILDINGS	1,865,296.44	1,398,972.33	466,324.11	33%
DEPRECIATION - MACHINERY AND EQUIPMENT	4,839,709.45	3,552,763.13	1,286,946.32	36%
DEPRECIATION - TRANSPORTATION	972,557.08	980,671.70	(8,114.62)	-1%
DEPRECIATION - FURNITURES, FIRXTURE & BOOKS	804,224.28	671,627.04	132,597.24	20%
TOTAL NON-CASH DEPRECIATION	8,481,787.25	6,604,034.20	1,877,753.05	28%
TOTAL NON CASH EXPENSE	8,481,787.25	6,604,034.20	1,877,753.05	28%
TOTAL CURRENT OPERATING EXPENSE	187,791,733.35	174,359,705.05	13,432,028.30	8%
SURPLUS/(DEFICIT) FROM CURRENT OPERATION	(185,806,706.17)	(170,629,192.33)	(15,177,513.84)	9%
OTHER NON OPERATING INCOME/(LOSS)				
MISCELLANEOUS INCOME				
MISCELLANEOUS INCOME	61,271.50	56,628.00	4,643.50	8%
OTHER NON OPERATING INCOME/(LOSS)	61,271.50	56,628.00	4,643.50	8%




Republic of the Philippines
MWSS - REGULATORY OFFICE
DETAILED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2023 (Post-Closing)

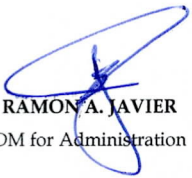


PARTICULARS	2023	2022 (AS RESTATED)	INC/(DEC)	%
GAINS/(LOSS)				
GAINS/(LOSS)				
GAIN/(LOSS) ON FOREX	(224,203.60)	1,722,890.23	(1,947,093.83)	-113%
TOTAL GAINS/(LOSS)	(224,203.60)	1,722,890.23	(1,947,093.83)	-113%
SURPLUS/(DEFICIT) BEFORE INCOME TAX	(185,969,638.27)	(168,849,674.10)	(17,119,964.17)	10%

Prepared by:


SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:


RAMON A. JAVIER
DM for Administration

Recommending Approval:


CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

Approved:


PATRICK LESTER N. TY
Chief Regulator



Republic of the Philippines
MWSS - REGULATORY OFFICE
STATEMENT OF CHANGES IN GOVERNMENT EQUITY
For the Year Ended December 31, 2023



BALANCE AT JANUARY 1, 2022

ADJUSTMENTS:

Add/(Deduct)

Changes in accounting policy
 Prior Year errors
 Other Adjustments

RESTATED BALANCE AT JANUARY 1, 2022

Add/(Deduct)

Surplus for the period
 Issuances of share Capital
 Additional capital from the
 National Government
 Changes in fair value of available-
 for-sale securities
 Other Adjustments

BALANCE AT DECEMBER 31, 2022

Changes in Net Assets/ Equity for CY 2023

Add/(Deduct)

Surplus for the period
 Issuances of share Capital
 Additional capital from the
 National Government
 Changes in fair value of available-
 for-sale securities
 Other Adjustments

BALANCE AT DECEMBER 31, 2023

Accumulated Surplus	Government Equity	Contributed Capital	Share Capital	Share Premium	Cumulative Changes in Fair Value of Investments	Total
890,939,606.05	-	-	-	-	-	890,939,606.05
						-
87,081,509.63	-	-	-	-	-	87,081,509.63
-	-	-	-	-	-	-
978,021,115.68	-	-	-	-	-	978,021,115.68
- 168,849,674.10	-	-	-	-	-	168,849,674.10
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
809,171,441.58	-	-	-	-	-	809,171,441.58
						-
- 185,969,638.27	-	-	-	-	-	185,969,638.27
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
623,201,803.31	-	-	-	-	-	623,201,803.31

Prepared by:

SIR GIL P. MARAVILLA
 Chief Corporate Accountant

Noted by:

RAMON A. JAVIER
 DM for Administration

Recommending Approval:

CLAUDINE B. OROCIO - ISORENA
 DA - Admin & Legal Affairs

Approved:

PATRICK LESTER N. TY
 Chief Regulator



Republic of the Philippines
MWSS - REGULATORY OFFICE
STATEMENT OF CASH FLOWS
As of December 31, 2023



	<u>For the Month</u>	<u>Year-to-Date</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Collection of Concession Fees	-	-
Other Collections	293,482.56	1,071,057.95
Payment of Borrowing Cost	-	-
Payment of Personnel Cost	(8,565,456.45)	(79,817,600.45)
Payment of MOOE	(9,498,340.84)	(84,556,629.78)
	-	-
Net Cash Generated from Operating Activities	(17,770,314.73)	(163,303,172.28)
CASH FLOWS FROM INVESTING ACTIVITIES		
Matured Investments	-	1,832,219.93
Investments	-	-
Release of Retention Money MRRM	-	(9,874,417.43)
Capital Expenditures	(1,125,700.00)	(7,376,613.28)
	-	-
Net Cash provided by Investing Activities	(1,125,700.00)	(15,418,810.78)
CASH FLOWS FROM FINANCIAL ACTIVITIES		
Loan Proceeds	-	-
Debt Servicing	-	-
Payment of Prior year's Dividend to National Government	-	-
	-	-
Net Cash used in Financial Activities	-	-
	-	-
Effects of exchange rate changes on cash and cash equivalents	(224,203.60)	(224,203.60)
	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(19,120,218.33)	(178,946,186.66)
CASH AND CASH EQUIVALENTS BEGINNING BALANCES	264,438,763.13	424,264,731.46
	-	-
CASH AND CASH EQUIVALENT ENDING BALANCES	245,318,544.80	245,318,544.80
	-	245,318,544.80

Prepared by:


ALAN D. CHUEGAN
Finance Officer B

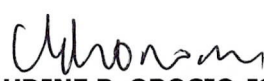
Certified Correct by:


SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:


RAMON A. JAVIER
Manager, Administration Dept.

Recommending Approval:


CLAUDINE B. OROCIO-ISORENA
DA for Administration and Legal Affairs

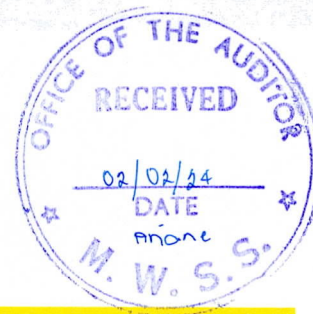
APPROVED:


PATRICK LESTER N. TY
Chief Regulator





Republic of the Philippines
MWSS - REGULATORY OFFICE
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
As at the Quarter ending 31 December 2023



PARTICULARS	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON COMPARABLE BASIS		%	DIFFERENCE: FINAL BUDGET AND ACTUAL
	CY 2023 CORPORATE OPERATING BUDGET (COB)*					
NOTE						
SOURCES OF FUNDS:						
Projected Free Cash	277,857,000.00		277,857,000.00		100%	-
Others	9,729,000.00		9,862,531.99		101%	- 133,531.99
Total Sources of Funds	287,586,000.00		287,719,531.99		100%	- 133,531.99
USES OF FUNDS						
Personnel Services (PS) -ANNEX A	72,168,000.00		79,974,184.15		111%	- 7,806,184.15
Maintenance & Other Operating Exp (MOOE) -ANNEX B	121,132,000.00	** c	91,232,489.73	a	75%	29,899,510.27
Capital Outlays (CO) -ANNEX C	-	d	5,734,209.00	b	0%	- 5,734,209.00
Total Uses of Funds	193,300,000.00		176,940,882.88		92%	16,359,117.12
SURPLUS / (DEFICIT)	94,286,000.00		110,778,649.11		-	16,492,649.11

* Based on the CY 2021 DBM - Approved limit, net of recurring expenses

** Adjusted MOOE. Includes the unpaid portion of the Consultancy Services for the Rate Rebasing Exercises

FOR GCG : BUDGET UTILIZATION RATE

TOTAL ACTUAL EXPENDITURES, NET OF PS (a+b)	96,966,698.73	80%
TOTAL BUDGET, NET OF PS (c+d)	121,132,000.00	

Prepared and Certified Correct by:

SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:

RAMON A. JAVIER
DM for Administration

Recommending Approval:

CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

Approved:

PATRICK LESTER N. TY
Chief Regulator



Republic of the Philippines
MWSS - REGULATORY OFFICE
PERSONNEL SERVICES

As at the Quarter ending 31 December 2023

ANNEX A

ACT NO.	ACCOUNT DESCRIPTION	TYPE	CY 2023 COB*	Actual	%	Balance
5-01-01-010	SALARIES & WAGES - REGULAR	PS	48,370,000.00	50,891,841.92	105%	(2,521,841.92)
5-01-01-020	SALARIES & WAGES - CONTRACTUAL	PS	-	-	0%	-
5-01-02-010	PERA	PS	1,704,000.00	1,521,030.11	89%	182,969.89
5-01-02-020	REPRESENTATION ALLOWANCE	PS	1,362,000.00	1,422,000.00	104%	(60,000.00)
5-01-02-030	TRANSPORTATION ALLOWANCE	PS	810,000.00	800,280.00	99%	9,720.00
5-01-02-040	CLOTHING/UNIFORM ALLOWANCE	PS	426,000.00	396,000.00	93%	30,000.00
5-01-02-050	SUBSISTENCE, COLA, AMELIORATION	PS	-	134,457.60	0%	(134,457.60)
5-01-02-080	PRODUCTIVITY INCENTIVE ALLOWANCE	PS	-	5,413,056.16	0%	(5,413,056.16)
5-01-02-100	HONORARIA	PS	-	342,500.00	0%	(342,500.00)
5-01-02-110	HAZARD PAY	PS	-	-	0%	-
5-01-02-120	LONGEVITY PAY	PS	-	20,000.00	0%	(20,000.00)
5-01-02-130	OVERTIME AND NIGHT PAY	PS	-	323,880.64	0%	(323,880.64)
5-01-02-140	YEAR END BONUS (13TH MO.)	PS	4,031,000.00	4,173,180.00	104%	(142,180.00)
5-01-02-150	CASH GIFT	PS	355,000.00	312,000.00	88%	43,000.00
5-01-02-990	OTHER BONUSES & ALLOWANCES	PS	6,725,000.00	4,160,224.00	62%	2,564,776.00
5-01-03-010	LIFE & RETIREMENT INS. CONTRIB	PS	5,804,000.00	6,741,505.97	116%	(937,505.97)
5-01-03-020	PAG-IBIG CONTRIBUTIONS	PS	85,000.00	76,400.00	90%	8,600.00
5-01-03-030	PHILHEALTH CONTRIBUTIONS	PS	543,000.00	978,713.21	180%	(435,713.21)
5-01-03-040	ECC CONTRIBUTIONS	PS	85,000.00	75,300.00	89%	9,700.00
5-01-03-050	PROVIDENT FUND BENEFITS	PS	-	-	0%	-
5-01-04-030	TERMINAL LEAVE BENEFITS	PS	1,868,000.00	262,814.54	14%	1,605,185.46
5-01-04-990	OTHER PERSONNEL BENEFITS	PS	-	1,929,000.00	0%	(1,929,000.00)
TOTAL PERSONAL SERVICES			72,168,000.00	79,974,184.15	111%	(7,806,184.15)

* Based on the CY 2021 DBM - Approved limit, net of recurring expenses



Republic of the Philippines
MWSS - REGULATORY OFFICE
MAINTENANCE AND OTHER OPERATING EXPENSES (MOOE)
As at the Quarter ending 31 December 2023

ANNEX B

ACT NO.	ACCOUNT DESCRIPTION	TYPE	CY 2023 COB*	Actual	%	Balance
5-02-01-010	TRAVELLING EXP - LOCAL	MOOE	1,494,000.00	990,039.01	66%	503,960.99
5-02-01-020	TRAVELLING & TRAINING EXP - FOREIGN	MOOE	1,643,000.00	1,367,260.72	83%	275,739.28
5-02-02-010	TRAINING EXPENSES	MOOE	1,803,000.00	751,765.03	42%	1,051,234.97
5-02-03-010	OFFICE SUPPLIES	MOOE	1,097,000.00	1,363,691.02	124%	(266,691.02)
5-02-03-070	MAINTENANCE, SAMPLING & OTHER CONSUMABLE SUPPLIES	MOOE	876,000.00	427,307.00	49%	448,693.00
5-02-03-090	GASOLINE, OIL AND LUBRICANTS	MOOE	680,000.00	1,662,355.16	244%	(982,355.16)
5-02-03-990	OTHER SUPPLIES EXPENSE	MOOE	160,000.00	938,865.71	587%	(778,865.71)
5-02-04-010	WATER EXPENSES	MOOE	420,000.00	214,202.21	51%	205,797.79
5-02-04-020	ELECTRICITY EXPENSE	MOOE	2,958,000.00	2,436,197.25	82%	521,802.75
5-02-05-010	POSTAGE AND DELIVERIES	MOOE	204,000.00	61,088.00	30%	142,912.00
5-02-05-020	TELEPHONE EXPENSES - LANDLINE / MOBILE	MOOE	678,000.00	583,568.14	86%	94,431.86
5-02-05-030	INTERNET EXPENSE	MOOE	159,000.00	360,000.00	226%	(201,000.00)
5-02-07-010	SURVEY EXPENSES - PAWS UPNEC EXTRAORDINARY AND MISCELLANEOUS EXPENSES	MOOE	-	-	0%	-
5-02-10-030	LEGAL SERVICES-Appeals	MOOE	602,000.00	750,578.49	125%	(148,578.49)
5-02-11-010	AUDITING SERVICES	MOOE	-	-	0%	-
5-02-11-020	CONSULTANCY	MOOE	100,000.00	383,961.29	384%	(283,961.29)
5-02-11-030	OTHER PROFESSIONAL SERVICES	MOOE	70,956,000.00	45,110,347.81	64%	25,845,652.19
5-02-11-990	ENVIRONMENT/SANITARY SERVICES	MOOE	10,266,000.00	17,992,046.11	175%	(7,726,046.11)
5-02-12-010	JANITORIAL SERVICES	MOOE	-	-	0%	-
5-02-12-020	SECURITY SERVICES	MOOE	1,904,000.00	1,649,091.71	87%	254,908.29
5-02-12-030	R&M - OFFICE BUILDINGS	MOOE	2,100,000.00	2,109,025.84	100%	(9,025.84)
5-02-13-040	R&M - MACHINERY & EQUIPMENT	MOOE	2,940,000.00	277,910.75	9%	2,662,089.25
5-02-13-050	R&M - MOTOR VEHICLES	MOOE	2,125,000.00	380,896.00	18%	1,744,104.00
5-02-13-060	R&M - FURNITURE & FIXTURES	MOOE	382,000.00	540,188.54	141%	(158,188.54)
5-02-13-070	TAXES, DUTIES AND LICENSES	MOOE	50,000.00	-	0%	50,000.00
5-02-15-010	FIDELITY BOND PREMIUMS	MOOE	40,000.00	32,900.00	82%	7,100.00
5-02-15-020	INSURANCE EXPENSE	MOOE	104,000.00	69,000.00	66%	35,000.00
5-02-15-030	ADVERTISING EXPENSES	MOOE	130,000.00	1,078,641.28	830%	(948,641.28)
5-02-99-010	PRINTING AND BINDING EXPENSES	MOOE	907,000.00	630,957.00	70%	276,043.00
5-02-99-020	REPRESENTATION EXPENSES	MOOE	445,000.00	323,980.00	73%	121,020.00
5-02-99-030	TRANSPORTATION EXPENSES	MOOE	1,132,000.00	217,547.47	19%	914,452.53
5-02-99-040	RENT EXPENSE	MOOE	-	-	0%	-
5-02-99-050	MEMEBRSHIP DUES/CONTRI TO ORG	MOOE	-	-	0%	-
5-02-99-060	SUBSCRIPTION EXPENSES	MOOE	2,150,000.00	296,400.27	14%	1,853,599.73
5-02-99-070	DONATIONS	MOOE	15,000.00	-	0%	15,000.00
5-02-99-080	OTHER MOOE	MOOE	3,092,000.00	1,260,310.00	41%	1,831,690.00
5-02-99-990		MOOE	-	-	0%	-
			9,520,000.00	6,972,367.92	73%	2,547,632.08
			-	-	-	-
	OPERATING EXPENSES		** 121,132,000.00	91,232,489.73	75%	29,899,510.27

* Based on the CY 2021 DBM - Approved limit, net of recurring expenses

** Adjusted MOOE. Includes the unpaid portion of the Consultancy Services for the Rate Rebasing Exercises

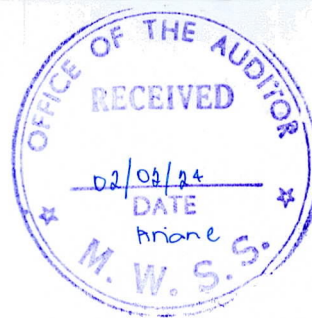


Republic of the Philippines
MWSS - REGULATORY OFFICE
CAPITAL OUTLAY (CO)
As at the Quarter ending 31 December 2023

ANNEX C

ACT NO.	ACCOUNT DESCRIPTION	TYPE	CY 2023 COB*	Actual	%	Balance
1-06-04-000	OFFICE BUILDING	CO	-	-	0%	-
1-06-05-020	OFFICE EQUIPMENT	CO	-	5,734,209.00	0%	(5,734,209.00)
1-06-05-030	IT EQUIPMENT	CO	-	-	0%	-
1-06-06-010	MOTOR VEHICLE	CO	-	-	0%	-
					0%	
	TOTAL CAPITAL OUTLAY		-	5,734,209.00	0%	(5,734,209.00)

* Based on the CY 2021 DBM - Approved limit, net of recurring expenses



METROPOLITAN WATERWORKS AND SEWERAGE SYSTEM – REGULATORY OFFICE

Notes to Financial Statements
For the year ended 31 December 2023

1. GENERAL INFORMATION/ENTITY PROFILE

The financial statement of the Metropolitan Waterworks and Sewerage System (MWSS) Regulatory Office (RO) was authorized for issue on _____ as shown in the Statement of Management Responsibility for Financial Statements signed by Atty. Patrick Lester N. Ty, the Chief Regulator of the MWSS RO.

The MWSS holds the distinction of being one of the oldest and most formidable government organizations in the Philippines. Its roots were traced to the first water system laid out in old Manila in 1878 from funds donated by Spanish philanthropist Francisco Carriedo y Peredo.

The construction of a water system in 1878 delivered 16 million liters of water per day (MLD) to 300,000 people. Its main objective was to improve the people's health and living conditions through clean drinking water.

The Carriedo System had evolved from the Manila Water Supply System in 1908 to Metropolitan Water District in 1919. Thirty-five years later, it became the National Waterworks and Sewerage Authority (NAWASA).

The government changed its nomenclature again in 1972 to MWSS, by which it is known to this date. From a national agency, attending to water needs of the entire Philippines, the MWSS by virtue of its Charter was tasked to provide water to Metro Manila and environs.

The MWSS, in spite of all its efforts, through the years has hardly satisfied the needs of the consuming public. Manifestations of which was the increasing demand for better water services across the sub-sectors. This dilemma basically paved the way for the government to introduce urgent and significant measures for conservation of the water resources and improve the management of the water industry.

Many laws were promulgated for the purpose of addressing the water crisis. However, the most significant and related to the operation of the water utilities, among others, was the National Water Crisis Act of 1995 (RA #8041). This law states the need for the government to adopt urgent and effective measures to address the nationwide water crisis which adversely affects the health and well-being of the population, food production and industrialization process.

These was followed by the enactment of Executive Order (EO) No. 286 which affected the reorganization of the MWSS and Local Water Utilities Administration (LWUA) to enable these agencies to become more effective, efficient and responsive to the country's needs for potable water.

In March 1996, EO No. 311 was implemented. This policy encouraged the private sector's participation in the operation and facilities of MWSS.



As a result of these numerous adjustments, the MWSS – on its 120th years of continued service to the people was privatized. This bold move was aimed at improving the water delivery service.

The responsibility to operate and improve waterworks system was passed on to the two private consortia in conformity to the Concession Agreement. This contractual agreement was entered into by the Republic of the Philippines through the MWSS, the Maynilad Water Services Inc. (MWSI) for the West Zone and the Manila Water Company, Inc. (MWCI) for the East Zone.

Term Extension

During the 11th year of the implementation of the CA, the Parties, MWSS and MWCI and MWSI (under a new Sponsor, DMCI) identified and discussed the option of renewing/extending the CA pursuant to the following government policies:

- a. To increase investments in water and wastewater improvement projects, to pursue the mandate of the government to accelerate wastewater projects, to comply with the Clean Water Act and the recent Supreme Court decision for the cleanup and preservation of Manila Bay, and sufficient concession fees to support the implementation of new water source projects as enumerated in the Final Business Plan; and
- b. To mitigate the impact of tariff increases through the renewal/extension of the CA.

On 19 October 2009, the Department of Finance (DOF) transmitted to the MWSS, the signed Letter of Consent and Undertaking on behalf of the Republic of the Philippines for the approval of extension of the CA of MWCI to an additional 15 years from 7 May 2022 to 6 May 2037.

On 17 March 2010, the DOF thru the MWSS, again transmitted the signed Letter of Consent and Undertaking on behalf of the Republic of the Philippines another approval of 15-year extension of the CA of the MWSI from 6 May 2022 to 6 May 2037.

The term extension committed the Concessionaires to increase by 100 percent the concession fees (Corporate Operating Budget or COB) of the MWSS CO and the MWSS RO.

In December 2019, the MWSS revoked the extension of the CA with MWCI and MWSI. This decision by the Board of Trustees is based on the directive of President Rodrigo R. Duterte in view of the identified supposedly “onerous provisions” in the CA and ordered the review and amendments in the CA.

As a result of the negotiation of the Concessionaires with the National Government, a Revised Concession Agreement (RCA) was signed by the MWCI and MWSI dated 31 March 2021 and 18 May 2021, respectively. The resulting RCA retains important aspects of the original CA such as the Rate Rebasing mechanism, as well as the confirmation of the concession period duration to be until 31 July 2037. Among the highlights of the RCA are the removal of Corporate Income Taxes and Foreign Currency Differential Adjustment as recoverable expenditures; and the imposition of tariff freeze until 31 December 2022.

On 10 December 2021, Republic Act (RA) No. 11160, which grants MWSI a 25-year franchise for West Zone service area of Metro Manila and the province of Cavite; and RA No. 11601, which grants MWCI a 25-year franchise for East Zone service area of Metro Manila and Rizal, were signed into law. It confirms the status of the concessionaires as a public utility, consistent with the provisions of the RCA.

The Regulatory Office

The MWSS RO was established under the jurisdiction of the MWSS Board of Trustees pursuant to Section 4 (c) of the MWSS Charter and in accordance with other applicable laws and regulation.

MWSS RO functions as a collegial body composed of five members headed by the Director or Chief Regulator who has over-all responsibility for the operation of the office. Other members are the Regulators for Technical Regulation, Customer Service Regulation, Financial Regulation and Administration and Legal Affairs.

Any action or decision by the MWSS RO on substantive matters affecting the Concession Agreement requires at least a majority vote of three members. The Chief Regulator chairs the meeting of the MWSS RO and has the final approval over the hiring and dismissal of all professional staff of the MWSSRO. He also acts as the principal spokesperson of the office.

MWSS RO is mandated to monitor the Concession Agreement. Among its many functions, MWSS RO reviews, monitor and enforces rates and service standards; arranges and reports regular independent audits of the performance of the Concessionaires; and monitors the infrastructure assets. However, MWSS RO's functions may change over time for effective regulation of water and sewerage services.

On 27 September 2021, EO No. 149 was issued transferring the administrative supervision of MWSS, including the MWSSRO, from the Department of Public Works and Highways to the Office of the President. The transfer encompasses the following divisions that are currently serving the MWSS RO:

- a. Technical Regulation (responsible for technical and engineering functions including asset management and investment);
- b. Secretary and Legal Adviser;
- c. Financial Regulation (responsible for regulatory accounting, rate adjustment, and economic functions); and
- d. Quality and Customer Service Regulation (responsible for service and customer relations including customer complaints and appeals).

On 27 April 2023, EO No. 22 was issued creating the Water Resources Management Office in the Department of Environment and Natural Resources (DENR) and attaching all

Water-related agencies to the DENR, including MWSS, both CO and RO.

CY 2022 Rate Rebasing

On 20 December 2021, the MWSS RO *en banc* issued RO Resolution No. 2021-19, awarding the Contract for the Procurement of Consultancy Services for the Fifth Rate Rebasing (Contract No. RO-CS2021-002) to Woodfields Consultants, Inc. in joint venture with Addvalue Business Advisors, Inc. amounting to Sixty-Three Million Seven Hundred Five Thousand Three Hundred Pesos (PHP63,705,300.00).

Section 9.1 of the RCA provides that the Standard Rates may be adjusted from time to time in accordance to Section 9.2 Rate Adjustments, Section 9.3 Extraordinary Price Adjustment, and

Section 9.4 General Rates Setting Policy/Rate Rebasing Determination.

In CY 2022, the Fifth Rate Rebasing Exercise was conducted to review the compliance to Service Obligation and appropriateness of proposed Business Plans of the Concessionaires. The exercise ensures that the tariff rates shall be set a level that will permit the Concessionaires to recover expenditures that were efficiently and prudently incurred and to earn a reasonable rate of return.

The Rebasing Convergence Adjustment ("R") that was determined in this exercise shall be part of the Rate Adjustment Limit that will adjust the Standard Rates for CY 2023 to 2027. Assuch, the exercise serves as one of the major drivers of tariff adjustments under the RCA.

On 10 November 2022, the MWSS BOT, as recommended by the MWSS RO, issued BOT Resolution No. 2022-148-RO, approving the following determination for Manila Water Company, Inc.:

1. Denial the proposed Rewards calculation of Manila Water amounting to Php2,460 Million for the period 2018-2022 based on the 2008 Reward-Penalty Framework due to the following circumstances:
 - a. For 2018, the actual average number of personnel is lower than the forecasted and thus, cannot be considered savings due to efficiency. The low Controllable OPEX also cannot be considered due to efficiency as Manila Water was not able to meet its sewer coverage because of the non-completion of the conveyance lines of Marikina North sewerage treatment plant (STP). Moreover, Manila Water's operation and management of the La Mesa Dam in the last quarter of 2018 contributed to the water shortage in 2019;
 - b. MWSS BOT Resolution No. 2012-142-RO suspended the imposition of penalties for Manila Water's non- attainment of targets for 2021-2022; and
 - c. Manila Water invoked Events of Force Majeure for 2019-2021.

2. Tariff adjustments on the Environmental Charge and Sewerage Charge presented in the table below, subject to the attainment of sewer coverage of 30% by the end of 2025;

% of Water Charge	2023	2024	2025	2026	2027
Environmental Charge	25%	25%	25%	30%	30%
Sewer Charge	32.85%	32.85%	32.85%	32.85%	32.85%

3. "R" Adjustment to be implemented on a staggered basis as follows:

Kaliwa Dam Water Source completion on or before 2028	2023	2024	2025	2026	2027
"R" Factor Php	8.04	5.00	3.25	3.00	1.08
"R" Factor %	30.00%	14.35%	8.15%	6.96%	2.34%

Kaliwa Dam Water Source completion after 2028	2023	2024	2025	2026	2027
"R" Factor Php	8.04	5.00	3.25	1.91	1.05
"R" Factor %	30.00%	14.35%	8.15%	4.43%	2.34%

The said staggered tariff determination is subject to a 2.12% "R" Adjustment in 2028, which represents the non-full recovery of the Total Expenses for the Wawa Bulk Water Supply Project in compliance to MWSS BOT Resolution No. 2019-143-RO. However, the actual "R" Adjustment in 2028 will be based on the next Rate Rebasing exercise.

On even date, the MWSS BOT, as recommended by the MWSS RO, issued BOT Resolution No. 2022-149-RO, approving the following determination for Maynilad Water Services, Inc.:

1. Tariff adjustment on the Environmental Charge from 20% to 25% starting January 2025, subject to Maynilad's attainment of sewer coverage of 25% by the end of 2024.
2. "R" Adjustment to be implemented on a staggered basis as follows:

Kaliwa Dam Water Source Completed on or before 2028	2023	2024	2025	2026	2027
"R" Factor Php	3.29	6.26	2.12	1.01	1.01
"R" Factor %	9.37%	16.30%	4.75%	2.17%	2.12%

Kaliwa Dam Water Source Completed after 2028	2023	2024	2025	2026	2027
"R" Factor Php	3.29	6.26	2.12	0.84	0.80
"R" Factor %	9.37%	16.30%	4.75%	1.80%	1.68%

Beginning 2024, the implementation of the staggered tariff shall be subject to Maynilad's being able to attain its targets for water supply, continuity, and coverage provided in the 2022 Approved Business Plan, as determined by the MWS RO.

SOURCES OF FUNDS

The following are the sources of funds of MWSS RO:

- a. Interest income on investments; and
- b. Other incidental revenues

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in compliance with the International Public Sector Accounting Standards (IPSAS) prescribed by the Commission on Audit through COA Resolution No. 2020-001 dated 09 January 2020.

The accounting policies have been consistently applied throughout the year presented.

The financial statements are presented in peso (P), which is also the country's functional currency.

The preparation of financial statements in compliance with the adopted IPSAS requires the use of certain accounting estimates. It also requires the entity to exercise judgement in applying the entity's accounting policies.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Accounting

The financial statements are prepared on an accrual basis in accordance with the IPSAS.

3.2 Financial Instruments

- a. Financial assets
 - i. Initial recognition and measurement

Financial assets within the scope of IPSAS 29 - Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, held-to-maturity investments, loans and receivables or available-for-sale financial assets, as appropriate. The MWSS RO determines the classification of its financial assets at initial recognition.

The MWSS RO's financial assets include cash and cash equivalents; trade and other trade receivables; and loans and other loans receivables.

ii. Subsequent measurement

1. Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

iii. Derecognition

The MWSS RO derecognizes a financial asset or, where applicable, a part of a financial asset or part of MWSS RO of similar financial assets when:

1. the contractual rights to the cash flows from the financial asset expired or waived; and
2. the MWSS RO has transferred its contractual rights to receive the cash flows of the financial assets, or retains the contractual rights to receive the cash flows of the financial assets but assumes a contractual obligation to pay the cash flows to one or more recipients in an arrangement that meets the conditions set forth in IPSAS 29 - Financial Instruments: Recognition and Measurement; and either the entity has:
 - transferred substantially all the risks and rewards of ownership of the financial asset; or
 - neither transferred nor retained substantially all the risks and rewards of ownership of the financial asset but has transferred the control of the asset.

iv. Impairment of financial assets

An assessment is made at each reporting date to determine whether there is any indication of impairment of assets, or whether there is any indication that an impairment loss previously recognized for an asset in prior years may no longer exist or may have decreased. If any such indication exists, the asset's recoverable amount is

estimated. An asset's recoverable amount is calculated as the higher of the asset's value in use or its net selling price.

An impairment loss is recognized only if the carrying amount of an asset exceeds its recoverable amount. An impairment loss is charged to operations in the year in which it arises.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed. Any subsequent reversal of an impairment loss is recognized in profit or loss, to the extent that the carrying value of the asset does not exceed its amortized cost at the reversal date.

A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount of an asset, however, not to an amount higher than the carrying amount that would have

been determined had no impairment loss been recognized for the asset in prior years.

b. Financial liabilities

i. Initial recognition and measurement

Financial liabilities within the scope of IPSAS 29 are classified as financial liabilities at fair value through surplus or deficit, or loans and borrowings, as appropriate. The entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

The MWSS RO's financial liabilities include trade and other payables, loans and borrowings, financial guarantee contracts.

ii. Subsequent measurement

1. Loans and borrowings

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus or deficit when the liabilities are derecognized as well through the effective interest method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

iii. Derecognition

A financial liability is derecognized when the obligation under the liability expires or is discharged or cancelled.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in surplus or deficit.

3.3 Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash in bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts.

Cash in bank earns interest at the respective authorized government depository bank rates. Cash equivalents are for varying period of up to three months depending on the immediate cash requirements of the System, and earn interest at the respective investment rates. Due to the short-term nature of the transaction, the fair value of cash and cash equivalents and short-term investment approximates the amount at the time of initial recognition.

3.4 Receivables

Receivables are recognized and carried at original billed amount. Provision for impairment is maintained at a level considered adequate to provide for potential losses on receivables. The level of this provision or allowance is based on Management's evaluation of collection experience and other factors that may affect collectability.

3.5 Property, Plant and Equipment

Property, plant and equipment (PPE) are composed of tangible assets that are purchased and acquired by MWSS RO from the start of Concession.

Depreciation of PPE commences once the properties become operational and available for use, and is calculated on a straight-line basis over the estimated useful lives of the property, plant and equipment.

Minor repairs and maintenance costs are expensed when incurred, while major repairs and/or those repairs that will prolong the useful lives of the assets are capitalized.

When property and equipment are retired or disposed of, the cost and the related accumulated depreciation, amortization and accumulated provision for impairment losses, as the case may be, are removed from the accounts and any resulting gain or loss is recognized in profit or loss.

The useful lives and the depreciation and amortization methods are reviewed periodically

to ensure that they are consistent with the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

3.6 Construction in-progress

Construction in-progress is stated at cost. While the construction is in progress, project costs are accrued based on the contractors' accomplishment reports and billings. These represent costs incurred for technical services and capital works program contracted to facilitate the implementation of the project. While the construction of the project is in progress, no provision for depreciation is recognized.

Construction in-progress is transferred to the related Property, Plant and Equipment account when the construction or installation and related activities necessary to prepare the property, plant and equipment for their intended use have been completed, and the property, plant and equipment are ready for service.

3.7 Long-term Foreign loans

Long-term foreign loans are recorded in peso based on the exchange rate at the time of withdrawal and are revalued at the end of each reporting date.

3.8 Revenue recognition

All Concession fees billed/collected/received from the MWSS Corporate Office (CO) are treated as operating revenue.

Concession Fee – COB is the annual Current Operating Budget being paid by the concessionaires to MWSS for administrative expenditures subject to annual Consumer Price Index adjustment.

3.9 Foreign currency-denominated transactions

Foreign currency-denominated transactions are recorded using the exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the closing exchange rate at reporting date. Foreign exchange gains and losses arising from foreign currency fluctuations are recognized in profit or loss for the period.

3.10 Subsequent events

All post year-end events up to the date the financial statements are authorized for issue that provide additional information about the MWSS RO's position at reporting date (adjusting events) are reflected in the financial statements. Any post year-end event that is material and not an adjusting event is disclosed in the notes to the financial statements.

3.11 Borrowing Cost

Borrowing costs are generally expensed as incurred. Borrowing costs that are directly attributable to the acquisition, development, improvement and construction of fixed assets

(including costs incurred in connection with rehabilitation works) are capitalized as part of the cost of the asset. The capitalization commences when the activities to prepare the asset are in progress and expenditures and borrowing costs are being incurred. Capitalization of borrowing costs ceases when substantially all activities necessary in preparing the related assets for their intended use are complete.

3.12 Judgments and use of estimates

The preparation of the accompanying financial statements in conformity with IPSAS requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of the financial statements. Actual results could differ from such estimates.

3.13 Use of estimates

Key assumptions concerning the future and other sources of estimation and uncertainty at the balance sheet date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

3.14 Estimating allowance for impairment

The MWSS RO maintains allowances for impairment at a level considered adequate to provide for potential losses on receivables. The level of this allowance is based on management's evaluation of collection experience and other factors that may affect collectability. The amount and timing of recorded expenses for any period would, therefore, differ depending on the judgments and estimates made for the year.

3.15 Estimated useful lives of property, plant and Equipment

The MWSS RO estimates the useful lives of its property, plant and equipment based on the period over which the assets are expected to be available for use. The MWSS RO reviews annually the estimated useful lives of property, plant and equipment based on factors that include asset utilization, internal technical evaluation, technological changes, environmental and anticipated use of the assets tempered by related industry benchmark information. It is possible that future results of operation could be materially affected by changes in the MWSS RO's estimates brought about by changes in the factors mentioned.

3.16 Contingencies

Contingent Liabilities are not recognized in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the financial statements but are disclosed when an inflow of economic benefits is probable. Contingent assets are not recognized unless virtually certain.

3.17 Changes in Accounting Policies and Estimates

The MWSS recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

The MWSS recognizes the effects of changes in accounting estimates prospectively through surplus or deficit.

3.18 Budget Information

The annual budget is prepared on a cash basis and is published in the government website.

A separate Statement of Comparison of Budget and Actual Amounts (SCBAA) is prepared since the budget and the financial statements are not prepared on comparable basis. The SCBAA is presented showing the original and final budget and the actual amounts on comparable basis to the budget. Explanatory comments are provided in the notes to the annual financial statements.

The annual budget figures included in the financial statements are for the MWSS RO and therefore exclude the budget for MWSS CO. These budget figures are those approved by the governing body both at the beginning and during the year following a period of consultation with the public.

Pending the written clarification from the Office of the President as to the sources of funding, the MWSS RO adopted the level of expenses only up to the extent of last year's approved budget level (CY 2021), net of non-recurring expenses pursuant to DBM Corporate Budget Circular No. 22 dated 01 December 2016.

4. CHANGES IN ACCOUNTING POLICIES

MWSS RO adopted the following new accounting policies:

4.1. Notes to FS

MWSS adopted the IPSAS No. 1 — Presentation of Financial Statements. The new standard includes the requirement for Notes to FS to provide narrative descriptions or disaggregation of items disclosed in those statements and information that do not qualify recognition in the statement of financial position, statement of financial performance, statement in changes in government equity, and cash flow statement. Preparation of Notes to FS shall take effect for years beginning January 1, 2019. This accounting change has no significant impact on MWSS' consolidated financial statements.

4.2. Property, Plant and Equipment

MWSS adopted the COA Circular No. 2022-004 dated 31 May 2022 increasing the

capitalization threshold from PhP 15,000.00 to PhP 50,000.00. It means that the new capitalization threshold of Php 50,000.00 shall be applied for all tangible items purchased in Calendar Year (CY) 2022 onwards and in the prior years.

5. PRIOR PERIOD ADJUSTMENTS

Particulars	As at December 31, 2023	As at December 31, 2022 (As Restated)
Retained Earnings Beginning	809,171,441.58	890,939,606.05
PPA: Recognition of Land turned over by the MWSS CO		87,500,000.00
PPA: Derecognition of various PPE		(242,755.71)
PPA: Recognition of various common use supplies and equipment		(175,734.66)
Adjusted Retained Earnings	809,171,441.58	978,021,115.68

The *Prior Period Adjustment (PPA) account* pertains to the recognition of land turned over by the MWSS CO to the MWSS RO with total control of the site pursuant to the Board of Trustees Resolution No. 2017-123-RO - Php 87,500,000.00; derecognition of various PPE turned over to Commonwealth High School (HS), Umiray Ext HS, MWSS CO, OGCC and Brgy. Pansol - (Php 242,755.71); and recognition of various common use supplies and equipment procured thru DBM-PS Virtual Store for CY 2020-2021 - (Php 175,734.66).

6. CASH AND CASH EQUIVALENTS

Particulars	2023	2022 (As restated)
Cash in Bank - Local Currency	63,162,366.18	52,674,795.89
Cash Equivalent	182,156,178.62	371,589,935.57
Total	245,318,544.80	424,264,731.46

- a. *Cash in Bank - Local Currency, Current Account* - This consists of cash in local currency deposited in current account with the Land Bank of the Philippines (LBP) that earn interest at respective bank deposit rates.
- b. *Cash in Bank - Local Currency, Time Deposits* - This consists of placements in local currency time deposits with LBP that are made for varying period.
- c. *Cash in Bank - Foreign Currency, Time Deposits* - This consists of placements in foreign currency time deposit with LBP.
- d. The *Cash and Cash Equivalents* account includes the restricted fund solely for the future arbitrations.

7. RECEIVABLES

7.1. Loans and Receivables

Particulars	2023	2022 (As restated)
Accounts Receivable	-	-
<i>Allowance for Impairment -A/R</i>	-	-
Interests Receivable	662,129.47	620,628.79
Loans Receivable	32,062,676.80	32,431,023.57
Total	32,724,806.27	33,051,652.36

Loans Receivable account represents the outstanding balance of the employees' multipurpose loan from MWSS RO loan facility. This includes secured loans for housing and motor vehicles on which collaterals were encumbered to the MWSS RO.

7.2 Other Receivables

Particulars	2023	2022 (As restated)
Receivables - Disallowances / Charges	159,634,767.56	159,642,767.56
Due from Officers and Employees	1,279,147.66	1,279,747.56
Other Receivables	283,004.27	283,104.27
Total	161,196,919.49	161,205,619.39

Other Receivables account consists of the following:

Particulars	2023	2022 (As restated)
Receivables from Trustee Ferdinand Mahusay	196,000.00	196,000.00
Receivables prior 2008	87,004.27	87,004.27
D.D Trippy Dyes	-	100.00
Total	283,004.27	283,104.27

Receivables – Disallowances/ Charges account pertains to the COA Order of Execution No. 2016-097 for the enforcement of supreme court resolution on the refund of allowances, bonuses, incentives, and other benefits to the officials, and employees of MWSS RO and members of the MWSS Board of Trustees, and those Notice of

Disallowances with Notice of Finality of Decision.

Due from Officers and Employees account includes receivables from phone, insurances, and medical advances.

Receivables prior 2008 were balances carried forward since the implementation of the Peachtree in year 2008. Some of the accounts are subject to reconciliation while some are to be requested for write off in which there is a high probability of uncertainty of collection.

7.4 Aging/ Analysis of Receivables

Particulars	Total	Not past due	Past Due		
			< 30 days	30-60 days	>60 days
Interests Receivable	662,129.47	662,129.47	-	-	-
Loans Receivable	32,062,676.80	-	-	-	32,062,676.80
Receivables-Disallowances/Charges	159,634,767.56	-	-	-	159,634,767.56
Due from Officers and Employees	1,279,147.66	-	-	-	1,279,147.66
Other Receivables	283,004.27	-	-	-	283,004.27
Total	193,921,725.76	662,129.47	-	-	193,259,596.29

8 OTHER ASSETS

8.1. Current and Non-Current Other Assets

PARTICULARS	2023			2022		
	CURRENT	NON-CURRENT	TOTAL	CURRENT	NON-CURRENT	TOTAL
ADVANCES	400.00	62,681.24	63,081.24	910.00	62,681.24	63,591.24
PREPAYMENTS	352,217.13	(145,854.72)	206,362.41	475,298.22	106,176.77	581,474.99
DEPOSITS	-	1,098,642.24	1,098,642.24	-	867,891.53	867,891.53
OTHER ASSETS	-	2,351,437.64	2,351,437.64	-	2,467,770.56	2,467,770.56
TOTAL	352,617.13	3,366,906.40	3,719,523.53	476,208.22	3,504,520.10	3,980,728.32

Advances - Non-Current account pertains to the unliquidated Cash Advance of Virgilio P. A. Ocaya for his executive check-up during CY2000 - P45,000.00, and CY2001 IBP Convention - P17,681.24.

Prepayments account includes Advances to suppliers/contractors that represent the balance of the 15 percent mobilization costs paid to the contractors/ suppliers/ consultants of civil works/ goods/ consultancy services, subject to periodic recoupment during the

billing period and project implementation.

Guaranty Deposits account includes deposits to suppliers for the procurement of airfare, common use supplies and equipment, cellphone, gasoline & lubricants, power, water, and copiers.

Other Assets account consists of the following:

Particulars	2023	2022
Unserviceable Assets	1,627,687.64	1,986,776.27
Development of Human Resource Information System (HRIS)	723,750.00	723,750.00
Total	2,351,437.64	2,710,526.27

Unserviceable Assets account includes those PPE items left in the Old MWSS RO Building upon transferred to the New MWSS RO Building.

8.2 Contingent Assets

The MWSS RO has the following contingent assets where the estimated or known assets are, or exceed Two Hundred Forty Thousand pesos. Collection of these assets is dependent on the completion of the engagement with the consultants for the 5th Rate Rebasing Exercises, and the proper turn-over to the MWSS RO. Contingent assets are not recognized in the financial statements.

Particulars	Quantity	Total Cost
Laptop	4	240,000.00
Total		240,000.00

9 PROPERTY PLANT AND EQUIPMENT (PPE)

The details of PPE are as follows:

As at 31 December 2023						
Particulars	Land	Buildings and Other Structure	Machinery and Equipment	Transportation Equipment	Furniture and Fixtures	Total
Carrying Amount January 1, 2023	87,500,000.00	100,714,732.64	47,212,977.33	5,922,426.57	8,302,474.81	249,652,611.35
Additions/ Acquisitions	-	1,513,873.06	5,363,337.00	-	-	6,877,210.06
Total	87,500,000.00	102,228,605.70	52,576,314.33	5,922,426.57	8,302,474.81	256,529,821.41
Disposal	-	-	-	-	-	-
Depreciation	-	(1,865,296.44)	(4,839,709.45)	(972,557.08)	(804,224.28)	(8,481,787.25)
Carrying Amount December 31, 2023	87,500,000.00	100,363,309.26	47,736,604.88	4,949,869.49	7,498,250.53	248,048,034.16

Gross Cost	87,500,000.00	103,627,578.03	167,059,355.63	17,858,011.17	9,130,588.96	385,175,533.79
Accumulated Depreciation	-	(3,264,268.77)	(119,322,750.75)	(12,908,141.68)	(1,632,338.43)	(137,127,499.63)
Carrying Amount December 31, 2023	87,500,000.00	100,363,309.26	47,736,604.88	4,949,869.49	7,498,250.53	248,048,034.16

As at 31 December 2022							
Particulars	Land	Buildings and Other Structure	Machinery and Equipment	Transportation Equipment	Furniture and Fixtures	Construction in Progress	Total
Carrying Amount January 1, 2022	87,500,000.00	-	16,529,699.24	4,903,098.27	358,286.86	02,113,704.97	211,404,789.34
Additions/ Acquisitions		102,113,704.97	34,469,833.34	2,000,000.00	8,935,825.00	-	147,519,363.31
Total	87,500,000.00	102,113,704.97	50,999,532.58	6,903,098.27	9,294,111.86	02,113,704.97	358,924,152.65
Disposal/ Reclassification			(2,062,299.85)	-	(338,810.55)	102,113,704.97	(104,514,815.37)
Depreciation		(1,398,972.33)	(1,724,255.40)	(980,671.70)	(652,826.50)		(4,756,725.93)
Impairment Loss							-
Carrying Amount December 31, 2022	87,500,000.00	100,714,732.64	47,212,977.33	5,922,426.57	8,302,474.81	-	249,652,611.35

Gross Cost	87,500,000.00	102,113,704.97	161,696,018.63	17,858,011.17	9,130,588.96	102,113,704.97	480,412,028.70
Accumulated Depreciation		(1,398,972.33)	(114,483,041.30)	(11,935,584.60)	(828,114.15)		(128,645,712.38)
Reclassification		-	-	-		(102,113,704.97)	(102,113,704.97)
Carrying Amount December 31, 2022	87,500,000.00	100,714,732.64	47,212,977.33	5,922,426.57	8,302,474.81	-	249,652,611.35

Building and Other Structure account pertains to the reclassification of the *Construction in Progress - Office Building account* upon completion of the construction of the new MWSS RO Building located at the H. Ventura St. corner Katipunan Avenue Brgy. Pansol, Quezon City.

Land account pertains to the land wherein the new MWSS RO Building is located. It was turned-over by the MWSS CO to the MWSS RO with total control of the site pursuant to the Board of Trustees Resolution No. 2017-123-RO.

10 FINANCIAL LIABILITIES

10.1. Payables

Particulars	2023		2022 (As Restated)	
	Current	Non-Current	Current	Non-Current
Accounts Payable	20,944,503.47	-	21,111,953.97	-
Interest Payable	-	-	-	-
Due to Officers and Employees	27,370,806.07	-	21,743,503.57	-
Total	48,315,309.54	-	42,855,457.54	-

Accounts payable account includes accrued maintenance and other operating expenses.

Due to officers and employees account refers to accrued personal services to be paid the following year.

11 INTER-AGENCY PAYABLES

Particulars	2023	2022 (As Restated)
Due to BIR	260,385.37	269,564.81
Due to GSIS	(2,205.69)	664,573.78
Due to PhilHealth	(20,467.71)	(53,486.17)
Due to Pag-IBIG	11,393.35	(656.65)
Total	249,105.32	879,995.77

Due to BIR account pertains to the tax refunds of MWSS RO employees who were separated from the office with pending certification of clearances.

Due to GSIS and Due to PhilHealth accounts pertain to the unremitted differential in the contributions resulted from the implementation of the CPCS rates and the pending submission of the Agency Remittance Advice to respective oversight agencies which serve as the basis for updating the membership profile to reflect the new salary rate.

12. INTRA - AGENCY PAYABLES

Particulars	2023	2022 (As Restated)
Due to Operating Units	(200.00)	(200.00)
Due to Other Funds	(3,718.00)	(438.00)
Due to MWSS CO	-	3,557.91
Total	(3,918.00)	2,919.91

Due to Operating Units and *Due to Other Funds* accounts pertain to other intra-agency payables of the MWSS RO.

13. TRUST LIABILITIES

Particulars	2023	2022 (As Restated)
Trust Liabilities - BAC	597,482.01	597,482.01
Total	597,482.01	597,482.01

Trust Liabilities account pertains to the sale of Bid Documents earmarked for the payment of Bids and Awards Committee, Secretariat, and Technical Working Group honoraria.

14. DEFERRED CREDITS

Particulars	2023	2022 (As Restated)
Deferred Credits	-	17,983,961.66

15. OTHER PAYABLES

Particulars	2023	2022 (As Restated)
Other Payables	18,648,046.07	664,084.41
Total	18,648,046.07	664,084.41

Other Payable account consists of the following:

Particulars	2023	2022 (As Restated)
Balances carried forward since the implementation of the Peachtree in year 2008.	664,084.41	664,084.41
Collection from the two concessionaires, Maynilad Water Services Inc, and Manila Water Company Inc, for the refund of cost incurred on the Consultancy Services for the Asset Condition Report.	17,983,961.66	-
Total	18,648,046.07	664,084.41

16. SERVICE AND BUSINESS INCOME

Particulars	2023	2022 (As Restated)
Service Concession Revenue		
Concession Income	-	-
Business Income		
Interest Income	1,985,027.18	3,730,512.72
Total	1,985,027.18	3,730,512.72

Interest Income account pertains to the money earned by MWSS RO by putting it into a savings account in a bank or by getting certificates of deposits with maturities.

17. PERSONNEL SERVICES

17.1 Salaries and Wages

Particulars	2023	2022 (As Restated)
Salaries and Wages - Regular	55,134,335.91	52,538,032.74
Salaries and Wages - Casual/Contractual		
Total	55,134,335.91	52,538,032.74

Increase in the *Salaries and Wages - Regular* account was due to the implementation of the Compensation and Position Classification System (CPCS) rates pursuant to the Authority to Implement issued by the Government Commission of GOCCs (GCG).

17.2 Other Compensation

Particulars	2023	2022 (As Restated)
PERA	1,527,430.11	1,471,406.46
Representation Allowance	1,422,000.00	1,358,625.00
Transportation Allowance	800,280.00	798,305.00
Clothing/Uniform Allowance	396,000.00	360,000.00
Subsistence, COLA, Amelioration	134,457.60	-
Productivity Incentive Allowance	5,441,056.16	1,550,000.00
Honoraria	342,500.00	62,000.00
Hazard Pay	-	-

Longevity Pay	20,000.00	40,000.00
Overtime & Night Pay	323,880.64	295,150.16
Year End Bonus	4,222,111.80	4,170,229.00
Cash Gift	318,500.00	310,000.00
Other Bonuses & Allowances	4,160,224.00	4,120,496.00
Total	19,108,440.31	14,536,211.62

Other Bonuses and Allowances account pertains to the Mid-Year Bonuses.

Productivity Incentive Allowances account pertains to the Performance Based Bonus for Calendar Year (CY) 2020 and CY 2021.

17.3 Personnel Benefit Contributions

Particulars	2023	2022 (As Restated)
Retirement and Life Insurance Contributions	6,741,505.97	4,898,260.88
PhilHealth Contributions	978,713.21	633,035.41
Employees Compensation Insurance Premium	75,300.00	72,700.00
Pag-IBIG Contributions	76,400.00	74,100.00
Total	7,871,919.18	5,678,096.29

17.4 Other Personnel Benefits

Particulars	2023	2022 (As Restated)
Terminal Leave Benefits	3,407,738.32	6,711,017.33
Other Personnel Benefits	1,929,000.00	1,532,500.00
Total	5,336,738.32	8,243,517.33

Other Personnel Benefits account pertains to the payment of Collective Negotiation Agreement Incentive.

18 MAINTENANCE AND OTHER OPERATING EXPENSES

18.1 Professional Services

Particulars	2023	2022 (As Restated)
Consultancy Services	45,110,347.81	25,579,099.59
Other Professional Services	17,992,046.11	20,430,439.60

Auditing Services	383,961.29	328,474.81
Total	63,486,355.21	46,338,014.00

Consultancy Services account includes the payment of remuneration for the conduct of the Rate Rebasing Exercises, and Customer Satisfaction Survey.

Other Professional Services account includes the compensation of the Contract of Service, and fees for the analytical services of Water and Wastewater samples etc.

18.2 Taxes, Insurance Premiums and Other Fees

Particulars	2023	2022 (As Restated)
Taxes, Duties and Licenses	32,900.00	34,458.12
Insurance Expenses	1,208,778.01	898,834.88
Fidelity Bond Premiums	69,000.00	67,500.00
Total	1,310,678.01	1,000,793.00

Insurance expenses account includes the payment for the Fire Insurance of the New MWSS RO Building including its facilities and equipment, and comprehensive and Third Party Liability insurance of MWSS RO service vehicles.

18.3 General Services

Particulars	2023	2022 (As Restated)
Security Services	2,109,025.84	2,131,042.55
Janitorial Services	1,649,091.71	1,538,815.34
Total	3,758,117.55	3,669,857.89

Increase in both *Security and Janitorial Services accounts* pertain to the adoption of the new daily minimum wage in Metro Manila.

18.4 Utility Expenses

Particulars	2023	2022 (As Restated)
Electricity Expenses	2,436,197.25	2,953,675.92
Water Expenses	214,202.21	307,535.66
Total	2,650,399.46	3,261,211.58

18.5 Supplies and Materials Expenses

Particulars	2023	2022 (As Restated)
Fuel, Oil and Lubricants Expense	1,662,355.16	1,955,170.42
Other Supplies Expenses	1,219,337.71	10,786,152.40
Office Supplies Expenses	1,363,691.02	468,675.58
Maintenance, Sampling and Other Consumable	427,307.00	699,451.00
Total	4,672,690.89	13,909,449.40

Other Supplies Expenses account includes the emergency survival go bag, office and laboratory equipment with value below PhP50,000.00 such as printer, vortex mixer and ultrasonic washer etc.

Office Supplies Expenses account includes the regular office supplies, common use supplies and equipment, and computer supplies such as copier and printer toners and cartridges etc.

18.6 Training and Scholarship Expenses

Particulars	2023	2022 (As Restated)
Training Expenses	967,178.95	2,204,419.42

Training Expenses account includes the cost related to the domestic and foreign Learning and Development (L&D) attended and participated by the MWSS RO officials and employees. For CY 2023, the foreign L&D participated by the MWSS RO are the 2023 Water and WASH Futures, 9th IWA ASPIRE Conference and Exhibition, and 2023 United Nations Water Conference.

18.7 Communication Expenses

Particulars	2023	2022 (As Restated)
Telephone Expenses – Landline	-	-
Telephone Expenses – Mobile	583,568.14	651,244.29
Internet Expenses	360,000.00	310,423.20
Postage and Courier Services	61,088.00	87,702.00
Total	1,004,656.14	1,049,369.49

For *Telephone Expenses – Mobile account*, the MWSS RO adopted the rates prescribed in the GCG CPCS Circular No. 2021-010 and in accordance with Office Order No. 029 s.2023 prescribing the guidelines for reimbursement of Communications Expenses.

18.8 Repairs and Maintenance (RM)

Particulars	2023	2022 (As Restated)
RM – Transportation Equipment	540,188.54	323,926.49
RM – Buildings and Other Structures	277,910.75	633,060.25
RM – Machinery and Equipment	380,896.00	931,717.12
RM – Furniture and Fixtures	-	1,119.00
Total	1,198,995.29	1,889,822.86

RM – Transportation Equipment account includes the regular preventive maintenance services of MWSS RO vehicles, replacement of parts including tires and batteries.

RM – Building and Other Structures account includes the engagement of pest control services, replacement of fixtures, and installation of signage and acrylic frames.

RM – Machinery and Equipment account includes the regular preventive maintenance services of the air-conditioning units, photocopier machines etc., and calibration services of sampling equipment.

18.9 Extraordinary and Miscellaneous Expenses

Particulars	2023	2022 (As Restated)
Extraordinary and Miscellaneous Expenses	750,578.49	762,034.88

The MWSS RO adopted the *Extraordinary and Miscellaneous Expense* rates prescribed in the GCG CPCS Circular No. 2021-013.

18.10 Traveling Expenses

Particulars	2023	2022 (As Restated)
Travelling Expenses – Local	990,039.01	1,006,284.15
Travelling Expenses – Foreign	1,367,260.72	-
Total	2,357,299.73	1,006,284.15

Travelling Expenses – Foreign pertains to the cost related to the foreign L&D participated by the MWSS RO Officials and employees such as Daily Subsistence Allowance, Airfare etc. For CY 2023, the foreign L&D participated by the MWSS RO are the 2023 Water and WASH Futures, 9th IWA ASPIRE Conference and Exhibition, and 2023 United Nations Water Conference.

18.11. Other Maintenance and Operating Expenses

Particulars	2023	2022 (As Restated)
Other Maintenance and Operating Expenses	6,972,367.92	6,387,715.40
Representation Expenses	217,547.47	1,020,142.11
Subscription Expense	1,260,310.00	966,500.29
Advertising, Promotional and Marketing Expenses	630,957.00	1,132,705.96
Rent/Lease Expenses	296,400.27	989,662.44
Printing and Publication Expenses	323,980.00	1,171,830.00
Total	9,701,562.66	11,668,556.20

Increase in the *Other Maintenance and Operating Expenses* account was due to the full implementation of the plans and activities, such as tree planting, in-house and inter-agency sports activity, team building, and other Gender and Development (GAD) related, as a result of more relaxed COVID restrictions.

Other Maintenance and Operating Expenses account consists of the following:

Particulars	2023	2022 (As Restated)
Sports and Wellness	285,449.22	318,614.00
GAD	6,092,735.15	5,221,442.97
Environmental – Tree Planting	593,939.00	812,800.00
Miscellaneous Expenses	244.55	34,858.43
Total	6,972,367.92	6,387,715.40

Subscription Expense account includes the subscription to newspapers, multimedia software, Sophos central, and Geographic Information System.

19 NON-CASH EXPENSES

19.1. Depreciation

Particulars	2023	2022 (As Restated)
Depreciation - Building and Other Structures	1,865,296.44	1,398,972.33
Depreciation - Furniture and Fixtures	804,224.28	671,627.04
Depreciation – Machinery and Equipment	4,839,709.45	3,552,763.13
Depreciation – Transportation Equipment	972,557.08	980,671.70
Depreciation – Service Concession Assets	-	-
Total	8,481,787.25	6,604,034.20

20. NON-OPERATING INCOME, GAIN OR LOSSES

20.1 Miscellaneous Income

Particulars	2023	2022 (As Restated)
Miscellaneous Income	61,271.50	56,6258.00

Miscellaneous Income includes the proceeds from the sale of bidding documents.

20.2 Gains/ (Losses)

Particulars	2023	2022 (As Restated)
Gain on Foreign Exchange (Loss)/ Gain	(224,203.60)	1,722,890.23

21. INCOME TAX EXPENSE

The Metropolitan Waterworks and Sewerage System (MWSS) Regulatory Office (RO) adopted the policy determination approved by the MWSS Board of Trustees (BOT) on its Resolution No. 2014-041-CO, to wit:

“The Concession Agreements mandated the establishment of a Regulatory Office as the unit that shall discharge purely regulatory powers and functions contractually stipulated under Section 7 and 8, Exhibit A, of said Agreements. The RO does not possess a legal or juridical personality separate and distinct from the MWSS.

The RO is a cost center and not a revenue-generating unit of MWSS. The RO was not given any substantial assets that can be used to generate revenue or to encumber/secure loans nor was it granted the power to raise revenues from licenses fees and charges.

“That, in years past, RO was not able to fully utilize or allocated its budgetary releases did not result in income but only budgetary surplus for that calendar year.”

In compliance with the directive of the MWSS BOT, the unutilized budget or the surplus of the RO at the end of the budget year was carried over to the succeeding budget year and deducted to the fund allocation requested from the MWSS Corporate Office to cover the Corporate Operating Budget for the succeeding year.

In addition, the MWSS BOT directed that toward the calendar year's end, the RO budget utilization and other year-end financial reports will be consolidated with that of CO and reported to the BOT for determination and approval of any dividends and taxes that may

be remitted to the National Government pursuant to law. As a purely regulatory office, any undisbursed, unallocated, or unencumbered budget will be reported to the BOT for appropriate disposition.

22. UNRECONCILED ASSET AND LIABILITY ACCOUNT BALANCES

The summary of the unreconciled balances in the Asset and Liability accounts are as follows:

Particulars	2023	2022
Asset Accounts		
Cash and Cash Equivalent	1,270,973.75	1,270,973.75
Due from Employees	1,168,271.61	1,168,271.61
Other Receivables	87,004.27	87,004.27
Other Prepayments	(145,854.72)	(145,854.72)
Guaranty Deposit	17,125.00	17,125.00
Total Unreconciled Assets	2,397,519.91	2,397,519.91
Liability Accounts		
Other Payables	664,084.41	664,084.41
Total Unreconciled Liabilities	664,084.41	664,084.41
Net Unreconciled Balances	1,733,435.50	1,733,435.50

The unreconciled balances refer to carryforward balances from prior years and most were dated before the implementation of Peachtree in 2008. Reconciliation of these items is still on-going.

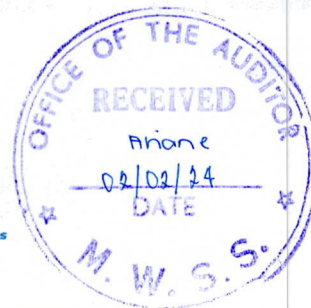
23. RESTATEMENT OF ACCUMULATED SURPLUS / (DEFICIT)

The Accumulated Surplus/(Deficit) as of January 1, 2022 has been restated as follows:

Balance, January 1, 2022 (Unrestated)	890,939,606.05
Prior Period Adjustments	87,081,509.63
Adjusted Balance, January 1, 2022 (Restated)	978,021,115.68
Changes in Net Assets/Equity for CY 2022, net	(168,849,674.10)
Adjusted Balance, December 31, 2022 (Restated)	809,171,441.58




Republic of the Philippines
MWSS - REGULATORY OFFICE
PERSONNEL SERVICES
For the Year Ended December 31, 2023



ACT NO.	ACCOUNT DESCRIPTION	TYPE	2023	2022 (AS RESTATED)
5-01-01-010	SALARIES & WAGES - REGULAR	PS	55,134,335.91	52,538,032.74
5-01-01-020	SALARIES & WAGES - CONTRACTUAL	PS	-	-
5-01-02-010	PERA	PS	1,527,430.11	1,471,406.46
5-01-02-020	REPRESENTATION ALLOWANCE	PS	1,422,000.00	1,358,625.00
5-01-02-030	TRANSPORTATION ALLOWANCE	PS	800,280.00	798,305.00
5-01-02-040	CLOTHING/UNIFORM ALLOWANCE	PS	396,000.00	360,000.00
5-01-02-050	SUBSISTENCE, COLA, AMELIORATION	PS	134,457.60	-
5-01-02-080	PRODUCTIVITY INCENTIVE ALLOWANCE	PS	5,441,056.16	1,550,000.00
5-01-02-100	HONORARIA	PS	342,500.00	62,000.00
5-01-02-110	HAZARD PAY	PS	-	-
5-01-02-120	LONGEVITY PAY	PS	20,000.00	40,000.00
5-01-02-130	OVERTIME AND NIGHT PAY	PS	323,880.64	295,150.16
5-01-02-140	YEAR END BONUS (13TH MO.)	PS	4,222,111.80	4,170,229.00
5-01-02-150	CASH GIFT	PS	318,500.00	310,000.00
5-01-02-990	OTHER BONUSES & ALLOWANCES	PS	4,160,224.00	4,120,496.00
5-01-03-010	LIFE & RETIREMENT INS. CONTRIB	PS	6,741,505.97	4,898,260.88
5-01-03-020	PAG-IBIG CONTRIBUTIONS	PS	76,400.00	74,100.00
5-01-03-030	PHILHEALTH CONTRIBUTIONS	PS	978,713.21	633,035.41
5-01-03-040	ECC CONTRIBUTIONS	PS	75,300.00	72,700.00
5-01-03-050	PROVIDENT FUND BENEFITS	PS	-	-
5-01-04-030	TERMINAL LEAVE BENEFITS	PS	3,407,738.32	6,711,017.33
5-01-04-990	OTHER PERSONNEL BENEFITS	PS	1,929,000.00	1,532,500.00
TOTAL PERSONAL SERVICES			87,451,433.72	80,995,857.98

Prepared and Certified Correct by:


SIR GIL P. MARAVILLA
Chief Corporate Accountant

Noted by:


RAMON A. JAVIER
DM for Administration

Recommending Approval:


CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

Approved:


PATRICK LESTER N. TY
Chief Regulator



Republic of the Philippines
MWSS - REGULATORY OFFICE
MAINTENANCE AND OTHER OPERATING EXPENSES (MOOE)
For the Year Ended December 31, 2023



ACT NO.	ACCOUNT DESCRIPTION	TYPE	2023	2022 (AS RESTATED)
5-02-01-010	TRAVELLING EXP - LOCAL	MOOE	2,357,299.73	1,006,284.15
5-02-01-020	TRAVELLING EXP - FOREIGN	MOOE	-	-
5-02-02-010	TRAINING EXPENSES	MOOE	751,765.03	1,304,985.93
5-02-02-020	SCHOLARSHIP EXPENSES	MOOE	215,413.92	899,433.49
5-02-03-010	OFFICE SUPPLIES	MOOE	1,363,691.02	468,675.58
5-02-03-070	MAINTENANCE, SAMPLING & OTHER CONSUMABLE:	MOOE	427,307.00	699,451.00
5-02-03-090	GASOLINE, OIL AND LUBRICANTS	MOOE	1,662,355.16	1,955,170.42
5-02-03-990	OTHER SUPPLIES EXPENSE	MOOE	1,219,337.71	10,786,152.40
5-02-04-010	WATER EXPENSES	MOOE	214,202.21	307,535.66
5-02-04-020	ELECTRICITY EXPENSE	MOOE	2,436,197.25	2,953,675.92
5-02-05-010	POSTAGE AND DELIVERIES	MOOE	61,088.00	87,702.00
5-02-05-020	TELEPHONE EXPENSES - LANDLINE	MOOE	583,568.14	651,244.29
5-02-05-030	INTERNET EXPENSE	MOOE	360,000.00	310,423.20
5-02-07-010	SURVEY EXPENSES - PAWS UPNEC	MOOE	-	-
5-02-10-030	EXTRAORDINARY AND MISCELLANEOUS EXPENSES	MOOE	750,578.49	762,034.88
5-02-11-010	LEGAL SERVICES-Appeals	MOOE	-	-
5-02-11-020	AUDITING SERVICES	MOOE	383,961.29	328,474.81
5-02-11-030	CONSULTANCY	MOOE	45,110,347.81	25,579,099.59
5-02-11-990	OTHER PROFESSIONAL SERVICES	MOOE	17,992,046.11	20,430,439.60
5-02-12-010	ENVIRONMENT/SANITARY SERVICES	MOOE	-	-
5-02-12-020	JANITORIAL SERVICES	MOOE	1,649,091.71	1,538,815.34
5-02-12-030	SECURITY SERVICES	MOOE	2,109,025.84	2,131,042.55
5-02-13-040	R&M - OFFICE BUILDINGS	MOOE	277,910.75	633,060.25
5-02-13-050	R&M - MACHINERY & EQUIPMENT	MOOE	380,896.00	931,717.12
5-02-13-060	R&M - MOTOR VEHICLES	MOOE	540,188.54	323,926.49
5-02-13-070	R&M - FURNITURE & FIXTURES	MOOE	-	1,119.00
5-02-15-010	TAXES, DUTIES AND LICENSES	MOOE	32,900.00	34,458.12
5-02-15-020	FIDELITY BOND PREMIUMS	MOOE	69,000.00	67,500.00
5-02-15-030	INSURANCE EXPENSE	MOOE	1,208,778.01	898,834.88
5-02-99-010	ADVERTISING EXPENSES	MOOE	630,957.00	1,132,705.96
5-02-99-020	PRINTING AND BINDING EXPENSES	MOOE	323,980.00	1,171,830.00
5-02-99-030	REPRESENTATION EXPENSES	MOOE	217,547.47	1,020,142.11
5-02-99-040	TRANSPORTATION EXPENSES	MOOE	-	-
5-02-99-050	RENT EXPENSE	MOOE	296,400.27	989,662.44
5-02-99-060	MEMEBRSHIP DUES/CONTRI TO ORG	MOOE	-	-
5-02-99-070	SUBSCRIPTION EXPENSES	MOOE	1,260,310.00	966,500.29
5-02-99-080	DONATIONS	MOOE	-	-
5-02-99-990	OTHER MOOE	MOOE	6,972,367.92	6,387,715.40
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES			91,858,512.38	86,759,812.87

Prepared and Certified Correct by:

SIR GN. P. MARAVILLA
Chief Corporate Accountant

Noted by:

RAMON A. JAVIER
DM for Administration

Recommending Approval:

CLAUDINE B. OROCIO - ISORENA
DA - Admin & Legal Affairs

Approved:

PATRICK LESTER N. TY
Chief Regulator