

ORANI WATER DISTRICT
APPROVED BUDGET
FY 2014

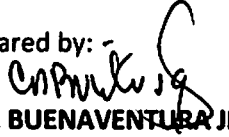


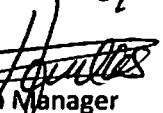
BUDGET FOR THE YEAR 2014

HIGHLIGHTS :

1. The minimum water rate of the District at P 199.00 while the commodity charge to wit:

Minimum	10 cu.m.	P 199.00
Commodity charges	11-20 cu.m	21.85
	21-30 cu.m	23.85
	31-40 cu.m	26.20
	40-up cu.m	28.65
2. The target On-time payment and Collection efficiency levels are 74 % and 98 % respectively;
3. We are projecting to have an additional 800 service connections by the end of the year producing a total of 9090 connections;
4. The estimated average total monthly sales will be P 3.6 MM and its sum will reach P 43.7 MM at end of the year.
5. The monthly collection average is expected to be P4.1. MM giving a total year end collection of P 49.3 MM
6. The total gross income for 2014 will be P 43.7 MM with P 30.9 MM Personal Services, Maintenance and Other Operating Expenses (MOOE) including Depreciation and Interest resulting to a Net Income level of P 8.13MM;
7. For 2014 , The Capital Outlay/ Property Plant & Equipment budget will be P 21.00 MM. Majority of this will be used for the land improvement of pumping station, expansion project & land improvement booster pump tank lots, purchase & installation of SCADA system , acquisition of new service vehicle & meter reading devices ,chlorinator , and water treatment .
8. The average debt service payment to LWUA will be P 91,069.00 per month.
9. The budget for fund reserves which is pegged at 3% of monthly water sale collection will be maintained;
10. In summary, the proposed 2014 budget is comprised of;

PERSONAL SERVICES	P 16,410,000.00
MOOE	14,533,000.00
CAPITAL OUTLAY	21,000,000.00
ACCOUNTS PAYABLE	3,200,000.00
SERVICE CONNECTION MATERIALS	200,000.00
DEBT SERVICE	1,092,832.00
CASH RESERVES	400,000.00
TOTAL	<u>P 56,835,832.00</u>

Prepared by:  D. BUENAVENTURA JR. Admin Division Manager	Recommended by:  B.P. ANDRES General Manager	Approved for the Board by:  EDMUND L. CASTANEDA, DVM Chairman
H.S. CANLAS  Tech. Division Manager		






ASSUMPTIONS FOR 2014

1. Water Rate:

Minimun
Charge

Classification	1st 10 cu.m.	11-20 cu.m.	21-30 cu.m.	31-40 cu.m.	41-up cu.m.
Residential/Govt.	P 199.00	P 21.85	P 23.85	P 26.20	P 28.65
Commercial A	P 348.25	P 38.24	P 41.74	P 45.85	P 50.14
B	P 298.50	P 32.78	P 35.78	P 39.40	P 42.98
Industrial	P 398.00	P 43.70	P 47.70	P 52.40	P 57.30
Bulk/Wholesale	P 597.00	P 65.55	P 71.55	P 78.60	P 85.95

- 2. On -Payment /Collection 74%
- 3. Collection Efficiency 98%
- 4. Projected Montly Average Increase in New Connection 66.67 per month
- 5. Montly Average Meter Billed per Connection 20 cu.m

6. Misc. Service Revenues

a) Fees & Charges

a.1 Application Fee	P 180.00
a.2 Meter Maintenance for New Connect	240.00
a.3 Service Installation fee	<u>1,580.00</u>
Total	<u>P 2,000.00</u>

b) Reconnection Fee P 220.00

7. Average Sales for New Connection Materials P 2,000.00

8. Mark-up on Sales on Materials

- 8.1 Locally-sourced: 5% + 12% VAT
- 8.2 Manila-sourced: 25%+ 12% VAT

Prepared by:

C.D. Buena Ventura, Jr.
C.D. BUENAVENTURA, JR.
Admin. Division Manager

Recommended by:

B.P. Andres, CESE
B.P. ANDRES, CESE
General Manager

Approved for the Board:

E.L. Castaneda, DVM
E.L. CASTANEDA, DVM
Chairman, Board of Directors

Belmont

mp

D. Pantoja

M. Pantoja

**ORANI WATER DISTRICT
COMPARATIVE INCOME & EXPENSES**

INCOME

Account Code	Account Name	Actual 2013	Proposed Budget 2014	Amount Incr. / (Dec.)	%
00	Water Sales	28,848,798.48	39,563,813.05	10,715,014.57	27.08
42-1	Lease of District Property	205,200.00	205,200.00	0.00	0.00
42-2	Rental of District Equipment	24,755.00	50,000.00	25,245.00	50.49
49	Fines & Penalties	1,366,444.00	1,068,222.95	(298,221.05)	-27.92
60-1	Mark-Up on Materials	242,668.36	200,000.00	(42,668.36)	-21.33
60-2	Fees & Charges	2,484,359.79	1,840,000.00	(644,359.79)	-35.02
60-3	Meter Maintenance	810,620.00	824,040.00	13,420.00	1.63
60-4	Fuel & Power Cost Adjustment	6,746,216.14	-	(6,746,216.14)	
	GROSS INCOME	40,729,061.77	43,751,276.00	3,022,214.23	7.42

EXPENSES

A PERSONAL SERVICES

A.1 Salaries & Wages

01	Salaries & Wages - Regular	6,940,649.25	8,826,108.00	1,885,458.75	27.17
03	Salaries & Wages - Part-time	1,325,158.88	1,780,944.00	455,785.12	34.39
	Total Salaries & Wages	8,265,808.13	10,607,052.00	2,341,243.87	28.32

A.2 Other Compensation

11	Personnel Economic Relief Allowance (PERA)	691,500.00	744,000.00	52,500.00	7.59
13	Representation Allowance (RA)	222,000.00	222,000.00	0.00	0.00
14	Transportation Allowance (TA)	171,000.00	120,000.00	(51,000.00)	-29.82
15	Clothing/Uniform Allowance	145,000.00	155,000.00	10,000.00	6.90
16	Subsistence Allowance	103,060.00	153,600.00	50,540.00	49.04
17	Productivity Incentive Allowance	72,500.00	80,000.00	7,500.00	10.34
19	Other Bonuses & Allowances	1,711,931.50	2,75,000.00	(1,711,931.50)	-100.00
20	Board Honoraria	712,167.70	800,000.00	87,832.30	12.33
21	Hazard Pay	4,500.00	5,000.00	500.00	11.11
22	Longevity Pay	-	70,000.00	70,000.00	
23	Overtime & Night Pay	99,504.04	150,000.00	50,495.96	50.75
24	Cash Gift	144,375.00	155,000.00	10,625.00	7.36
25	Year End Bonus	569,762.62	735,509.00	165,746.38	29.09
	Total Other Compensation	4,647,300.86	3,390,109.00	(1,257,191.86)	-27.05

A.3 Personnel Benefits Contribution

31	Life & Retirement Insurance Contributions (GSIS)	839,490.93	960,745.00	121,254.07	14.44
32	PAG-IBIG Contributions	77,360.72	160,105.00	82,744.28	106.96
33	PHILHEALTH Contribution	88,967.45	85,000.00	(3,967.45)	-4.46
34	ECC Contribution	35,000.00	37,000.00	2,000.00	5.71
	Total Personnel Benefits Contribution	1,040,819.10	1,242,850.00	202,030.90	19.41

A.4 Other Personnel Benefits

742	Terminal / Monetization of Leave	863,584.97	300,000.00	(563,584.97)	-187.86
743	Health Worker Benefits	227,000.00	60,000.00	(167,000.00)	-278.33
741	Retirement Benefits	600,000.00	500,000.00	(100,000.00)	-20.00
749	Other Personnel Benefits	1,875,642.80	310,000.00	(1,565,642.80)	-505.05
	Total Other Personnel Benefits	3,566,227.77	1,170,000.00	(2,396,227.77)	-204.81
	TOTAL PERSONAL SERVICES	17,520,155.86	16,410,011.00	(1,110,144.86)	-6.77

Account Code	Account Name	Actual 2013	Proposed Budget 2014	Amount Incr. / (Dec.)	%
8	MAINTENANCE & OTHER OPERATING EXPENSES(MOOE)				
751	Travelling Expense - Local	483,319.94	500,000.00	16,680.06	3.74
753	Training Expenses	1,146,588.39	1,000,000.00	(146,588.39)	-14.66
754	Scholarship Expenses	115,520.00	120,000.00	4,480.00	3.73
755	Office Supplies Expenses	98,145.17	120,000.00	21,854.83	18.21
756	Accountable Forms Expenses	8,150.00	10,000.00	1,850.00	18.50
759	Maintenance Supplies Expenses	99,806.50	130,000.00	30,193.50	23.23
760	Laboratory Supplies Expense	68,550.00	90,000.00	21,450.00	23.83

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761	Gasoline, Oil & Lubricants Expenses	578,945.83	650,000.00	71,054.17	10.93
765	Other Supplies Expenses	193,761.92	200,000.00	6,238.08	3.12
766	Water Expenses	42,667.00	50,000.00	7,333.00	14.67
767	Electricity Expenses	433,426.76	500,000.00	66,573.24	13.31
769	Fuel, Power Purchased for Pumping	4,778,528.86	5,000,000.00	221,471.14	4.43
772	Telephone Expenses	296,133.11	300,000.00	3,866.89	1.29
774	Internet Expenses	38,309.60	80,000.00	41,690.40	52.11
775	Cable, Satellite, Telegraph & Radio Expenses	700.00	6,000.00	5,300.00	88.33
778	Membership Dues & Contributions to Organizations	44,424.01	80,000.00	35,575.99	44.47
780	Advertising Expenses	39,850.00	80,000.00	40,150.00	50.19
783	Representation Expenses	789,867.63	900,000.00	110,132.37	12.24
784	Transportation & Delivery Expenses	2,500.00	30,000.00	27,500.00	91.67
791	Legal Services	51,400.00	80,000.00	28,600.00	35.75
792	Auditing Services	100,000.00	100,000.00	0.00	0.00
795	General Services	33,982.00	150,000.00	116,018.00	77.35
797	Security Services	118,235.11	120,000.00	1,764.89	1.47
802	Rs & M - Land Improvements	-	20,000.00	20,000.00	100.00
805	R & M - Elect. Power and Energy	27,484.69	50,000.00	22,515.31	45.03
808	R & M - Irrigation & Water System & Structures	216,153.22	240,000.00	23,846.78	9.94
811	Repairs & Maintenance - Office Buildings	3,000.00	100,000.00	97,000.00	97.00
821	Repairs & Maintenance - Office Equipment	3,286.14	20,000.00	16,713.86	83.57
822	Repairs & Maintenance - Furniture & Fixtures	2,500.00	20,000.00	17,500.00	87.50
823	Rs & M - IT Equipment & Software	47,429.93	50,000.00	2,570.07	5.14
826	Repairs & Maintenance - Machinery	12,220.00	30,000.00	17,780.00	59.27
829	Rs & M. - Communication Equipt.	21,536.00	50,000.00	28,464.00	56.93
830	R & M- Construction and Heavy Equipt.	39,606.38	50,000.00	10,393.62	20.79
831	Repairs & Maintenance - Motor Vehicles	174,103.51	200,000.00	25,896.49	12.95
850	Repairs & Maintenance - Other PPE	5,000.00	10,000.00	5,000.00	50.00
854	Repairs & Maintenance - Artesian Well	9,581.23	10,000.00	418.77	4.19
862	R & M - Reforestration-Water Shed	145,016.88	200,000.00	54,983.12	27.49
880	Donations	98,700.00	100,000.00	1,300.00	1.30
883	Extraordinary Expenses		72,000.00	72,000.00	100.00
884	Miscellaneous Expenses		600,000.00	600,000.00	100.00
891	Taxes, Duties & Licences	52,904.00	60,000.00	7,096.00	11.83
892	Fidelity Bond	3,937.50	5,000.00	1,062.50	21.25
893	Insurance Expenses	49,010.22	100,000.00	50,989.78	50.99
901	Bad Debts Expenses	100,000.00	100,000.00	0.00	0.00
965	Discounts	129,997.86	150,000.00	20,002.14	13.33
969	Other Maintenance & Operating Expenses	1,853,338.65	2,000,000.00	146,661.35	7.33
TOTAL MAINTENANCE & OTHER OPERATING EXPENSES(MOOE)		12,557,618.04	14,533,000.00	(757,559.70)	-5.21
TOTAL PERSONAL SERVICES & MAINT. OTHER OPERATING EXPENSES		30,077,773.90	30,943,011.00	(2,256,370.78)	-7.29
UTILITY OPERATING INCOME (LOSS)		10,651,287.87	12,808,265.00	2,156,977.13	16.84
ADD: INTEREST INCOME		5,100.00	6,000.00	900.00	15.00
TOTAL		10,656,387.87	12,814,265.00	2,157,877.13	16.84
LESS: DEPRECIATION EXPENSES		3,793,196.93	3,990,864.00	197,667.07	4.95
INTEREST EXPENSES		736,278.92	689,044.35	(47,234.57)	-6.86
TOTAL		4,529,475.85	4,679,908.35	150,432.50	3.21
NET INCOME (LOSS)		6,126,912.02	8,134,356.65	2,007,444.63	32.76

Alfonso
Paul
Di. Santos
Ricky General

Prepared by:

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C. D. BUENAVENTURA, JR
Admin Division Manager

Recommended by:

B. P. Andres
B. P. ANDRES
General Manager

H. S. Santos
H. S. SANTOS
Technical Division Manager

Approved for the Board

Edmund L. Castañeda, DVM
EDMUND L. CASTAÑEDA, DVM
Chairman

**IRANI WATER DISTRICT
COMPARATIVE CASH FLOWS**

Cashflows from Operating Activities

	Actual 2013	Proposed Budget 2014	Amount	Percentage
	P	P	P	%
Cash Inflows				
Collections from Water Works Sytem	40,628,145.23	49,171,628.00	8,543,482.77	21.03
Collection of Other Bussiness Income	136,792.56	200,000.00	63,207.44	46.21
Interest Earned from Bank Deposits		6,000.00	6,000.00	#DIV/0!
Total Cash Inflows	40,764,937.79	49,377,628.00	8,612,690.21	21.13

Cash Outflows

Salaries and Wages	6,889,519.96	10,607,052.00	3,717,532.04	53.96
Other Compensation	3,868,859.96	3,390,109.00	(478,750.96)	-12.37
Other Personnel Benefits	2,885,493.63	1,170,000.00	(1,715,493.63)	-59.45
Maintenance and Other Operating Expenses (MOOE)	10,893,110.40	14,533,000.00	3,639,889.60	33.41
Payables to Suppliers & Others	5,263,107.00	3,200,000.00	(2,063,107.00)	-39.20
Payment of Advances to Officer & Employee	3,138,431.00	-	(3,138,431.00)	-100.00
Payment of Withholding tax	1,747,191.55		(1,747,191.55)	-100.00
Payment of Personnel Contribution	2,118,699.13	1,242,850.00	(875,849.13)	-41.34
Payment of Service Connection Materials	253,004.79	200,000.00	(53,004.79)	-20.95
Total Cash Outflows	37,057,417.42	34,343,011.00	(2,714,406.42)	-7.32

Total Cash flows from Operating Activities

	3,707,520.37	15,034,617.00	11,327,096.63	305.52
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Cash Flows from Investing Activities

Cash Outflows

Cash Reserve	-	400,000.00	400,000.00	
Purchase / Construction of Property Plant & Equipment (PPE)	2,377,588.00	21,000,000.00	18,622,412.00	783.25
Total Cash Flows from Investing Activities	2,377,588.00	21,400,000.00	19,022,412.00	800.07

Cash Flows from Financing Activities

Cash Outflows

Payment of Interest On Loans	736,278.92	689,044.35	(47,234.57)	-6.42
Payment of Principal Loans	427,397.20	403,787.96	(23,609.24)	-5.52
Total Cash Outflows from Financing Activities	1,163,676.12	1,092,832.31	(70,843.81)	-6.09
Total Cash Outflow from Investing & Financing Activities	1,163,676.12	1,092,832.31	(70,843.81)	-6.09
Cash Provided by Operating, Investing & Financing Activities	166,256.25	(7,458,215.31)	(7,624,471.56)	-4585.98
Added: Cash and Cash Equivalents-Beginning	1,927,534.27	2,093,790.52	166,256.25	8.63
Cash and Cash Equivalents-Ending	2,093,790.52	(5,364,424.79)	(7,458,215.31)	-356.21

Prepared by:
[Signature]
D. BUENAVENTURA, JR
Admin Division Manager

Recommended by:
[Signature]
B P. ANDRES
General Manager

Approved for the Board
[Signature]
EDMUND L. CASTAÑEDA, DVM
Chairman

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