

PHILIPPINE ARMY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

1. General Information/Agency Profile

The consolidated financial statements of the Philippine Army were authorized for issue on April 23, 2018 as shown in the Statement of Management Responsibility for Financial Statements signed by Lieutenant General Rolando Joselito D Bautista, Commanding General of the Philippine Army.

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

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

PA Unit	Location	Servicing FAU
1 st Infantry (Tabak) Division	Camp Major Cesar L. Sang-an, Pulacan, Labangan, Zamboanga del Sur	9 th FAU
2 nd Infantry (Jungle Fighter) Division	Camp Capinpin, Sampaloc, Tanay, Rizal	4 th FAU
3 rd Infantry (Spearhead) Division	Camp General Macario Peralta Jr., Jamindan, Capiz	6 th FAU
4 th Infantry (Diamond) Division	(4ID) Camp Edilberto Evangelista, Patag, Cagayan de Oro City	10 th FAU
52 nd Engineer Brigade	(52EBde) Camp Colonel Oscar F. Natividad, Manolo Fortich, Bukidnon	
5 th Infantry (Star) Division	Camp Melchor F. Dela Cruz, Upi, Gamu, Isabela	2 nd FAU
6 th Infantry (Kampilan)	Camp BGen Siongco, Awang, Datu	12 th FAU

PA Unit	Location	Servicing FAU
Division	Odin Sinsuat, Maguindanao	
7 th Infantry (Kaugnay) Division AAR, SOCOM	Fort Magsaysay, Palayan City, Nueva Ecija	3 rd FAU
8 th Infantry (Storm Trooper) Division	Camp Lukban, Maulong, Catbalogan City, Samar	8 th FAU
9 th Infantry (Spear) Division	Camp Weene Martillana, Pili, Camarines Sur	5 th FAU
10 th Infantry (Agila) Division	Camp General Manuel T. Yan, Brgy. Tuboran, Mawab, Compostela Valley	11 th FAU
Mechanized Infantry Division & TRADOC	Camp O'Donnell, Capas, Tarlac	1 st FAU
51 st Engineer Brigade	Camp Rigoberto J. Atienza, Libis, Quezon City	14 th FAU
53 rd Engineer Brigade	Camp Lapu-lapu, Cebu City	7 th FAU
54 th Engineer Brigade	Camp Gen Arturo T Enrile, Malaguitay, Zamboanga City	16 th FAU
ASCOM, ASR, AIR, ARESCOM, HPA and Post Units	Fort Andres Bonifacio, Metro Manila	ASPA/ 15 th FAU

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

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

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

3. Summary of Significant Accounting Policies

3.1 Basis of accounting

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

3.2 Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the Headquarters and 28 PA major units.

3.3 Cash and cash equivalents

Cash and cash equivalents comprise of cash in bank and treasury deposits.

3.4 Inventories

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

3.5 Property, Plant and Equipment

Recognition

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

Depreciation Method

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

3.6 Changes in Accounting Policies and Estimates

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

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

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

4. Adjustments on Accumulated Surplus

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

5. Cash and Cash Equivalents

Account	2017	2016
Cash - Collecting Officers	-	₱9,640.02
Cash in Bank- Local Currency, Current Account (LCCA)	1,057,155,752.91	1,215,442,021.64
Cash – Treasury/Agency Deposit, Trust	240,386,216.77	204,073,136.81
Cash-Modified Disbursement System (MDS), Trust	2,000,000.00	-
Total	₱1,299,541,969.68	₱1,419,524,798.47

5.1 *Cash in Bank – Local Currency, Current Account (LCCA)* pertains to current accounts maintained with Land Bank of the Philippines and United Coconut Planters Bank. The amount includes the obligated fund for the payment of Re-Enlistment Clothing Allowance, Special Financial Allowance, Pay & Allowances, and Terminal Leave Benefits & Gratuity Claims of military and civilian Army personnel as at 31 December 2017. It also includes collection from the AFP Housing Board and other trust liabilities, hospital income, balance of unutilized inter-agency fund transfers, reimbursable fund balance under 72-100RF and fund transfer for the opening of an irrevocable letter of credit.

PA Unit	2017	2016
1 st ID	₱2,889,404.91	₱997,038.24
2 nd ID	3,390,985.28	1,888,042.50
3 rd ID	11,537,763.63	1,815,733.53
4 th ID	36,723,737.57	7,534,413.96
5 th ID	1,352,169.70	1,288,439.70
6 th ID	11,756,740.00	10,676,510.38
7 th ID	4,561,337.57	7,856,212.38
8 th ID	3,902,682.09	2,835,211.35
9 th ID	12,083,573.03	244,432.38
10 th ID	226,217.00	-
MID	908,897.87	1,084,309.75
TRADOC	872,201.90	876,075.58
51 st EBde	13,139,582.62	15,152,080.53
52 nd EBde	195,455,106.10	195,729,709.70
53 rd EBde	7,136,121.00	5,992,541.87
54 th EBde	299,836.20	201,136.20
HPA and Post Units	750,919,396.44	961,270,133.59
Total	₱1,057,155,752.91	₱1,215,442,021.64

5.2 *Cash-Treasury/Agency Deposit, Trust* consists of trust receipts collected and deposited with National Treasury per Executive Order 1002.

PA Unit	2017	2016
1 st ID	₱920,049.88	₱920,049.88
2 nd ID	2,094,347.49	1,397,096.49
3 rd ID	2,754,259.94	2,754,259.94
4 th ID	11,736,135.77	10,081,770.06
5 th ID	2,354,434.79	2,065,056.63
6 th ID	7,017,367.51	5,711,118.26
7 th ID	22,359,239.62	17,280,974.76
8 th ID	3,935,172.51	4,043,410.01
9 th ID	1,680,440.24	1,349,691.61
MID	168,000.00	98,000.00
51 st EBde	8,531,968.38	6,504,442.56
52 nd EBde	8,169.40	8,169.40
53 rd EBde	306,209.13	291,209.13
HPA and Post Units	176,520,422.11	151,567,888.08
Total	₱240,386,216.77	₱204,073,136.81

5.3 *Cash-Modified Disbursement System (MDS), Trust* pertains to amount transferred to 51st Engineer Brigade from PA Title X Fund to support the LRR's multi-purpose combat training facility.

6. Receivables

Accounts	2017	2016
Accounts Receivable	₱245,402.35	₱293,534.59
Due from National Government Agencies	633,846,277.03	1,025,916,106.81
Due from Government-Owned and/or Controlled Corporations	5,404,233,905.72	1,606,092,565.12
Due from Bureaus	1,575,576.94	290,448.32
Due from Operating Units	224,373,396.20	237,465,279.37
Due from Other Funds	15,974.62	15,974.62
Receivables-Disallowances/Charges	11,330,494.79	10,484,406.36
Due from Officers and Employees	13,412,194.52	3,994,318.80
Other Receivables (Net of Allowance for Impairment)	148,010,584.30	62,789,429.36
Total	₱6,437,043,806.47	₱2,947,342,063.35

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

PA Unit	Amount	Less than 30 days	Less than 90 days	91-365 days	More than 365 days
6 th ID	₱181,852.20	-	-	-	₱181,852.20
8 th ID	42,000.00	42,000.00	-	-	-
HPA and Post units	21,550.15	27.00	376.15	21,147.00	-
Total	₱245,402.35	₱42,027.00	₱376.15	₱21,147.00	₱181,852.20

6.2 *Due from National Government Agencies* consists of the unliquidated fund transfers to other offices/units of the National Government such as PS-DBM and Government Arsenal. The decrease in the account is caused by liquidations of the Government Arsenal for the delivery of ammunitions.

PA Unit	PS-DBM	Arsenal	OTHERS
1 st ID	₱196,818.38		
2 nd ID	5,371,095.49		
4 th ID	46,574.66		
5 th ID	21,550.05		
7 th ID	529,699.92		
10 th ID	98,685.91		
MID	1,750,297.70		
TRADOC	2,283,373.01		
51 st EBde	761,553.66		
52 nd Ebde	115,358.10		
53 rd EBde	23,679.45		
54 th EBde	36,500.00		
HPA and Post Units	137,178,350.09	483,802,088.53	1,630,652.08
Sub-total	₱148,413,536.42	₱483,802,088.53	₱1,630,652.08
Total	₱633,846,277.03		

PA Unit	Amount	Current	Non-Current
1 st ID	₱196,818.38	₱111,906.25	₱84,912.13
2 nd ID	5,371,095.49	2,120,941.61	3,250,153.88
4 th ID	46,574.66	1,442.26	45,132.40
5 th ID	21,550.05	21,550.05	-
7 th ID	529,699.92	485,782.71	43,917.21
10 th ID	98,685.91	-	98,685.91
MID	1,750,297.70	-	1,750,297.70
TRADOC	2,283,373.01	-	2,283,373.01

PA Unit	Amount	Current	Non-Current
51 st EBde	761,553.66	95,997.41	665,556.25
52 nd EBde	115,358.10	104,055.08	11,303.02
53 rd EBde	23,679.45	23,679.45	-
54 th EBde	36,500.00	-	36,500.00
HPA and Post Units	622,611,090.70	29,513,897.90	593,097,192.80
Total	₱633,846,277.03	₱32,479,252.72	₱601,367,024.31

6.3 *Due from Government-Owned and/or Controlled Corporations* consists of fund transfers to the Philippine International Trading Corporation (PITC) per Agency Outsourcing Requests (AOR) which were not yet delivered nor liquidated; National Kidney Institute and Philippine Heart Center representing advance payment for the confinement of Philippine Army personnel which have been dormant since 2007.

PA Unit	Amount	Current	Non-Current
51 st EBde	₱3,500,000.00		₱3,500,000.00
HPA and Post Units	5,400,733,905.72	4,085,063,369.91	1,315,670,535.81
Total	₱5,404,233,905.72	₱4,085,063,369.91	₱1,319,170,535.81

6.4 *Due from Bureaus* amounting to ₱379,576.94 represents the unutilized balance of the fund transferred to National Defense College of the Philippines and the newly transferred funds to Philippine Navy and Philippine Air Force amounting to ₱884,000.00 and ₱312,000.00 respectively to support the foreign travel of female soldiers to Hongkong for the observation tour on safety and security.

6.5 *Due from Other Funds* amounting to ₱15,974.62 represents over payment of Non-Appropriated Funds (NAF) accountability of retired personnel from commutation account to collecting officer.

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

PA Unit	Amount	Less than 365 days	Over 1 Year	Over 2 Years	Over 3 Years
1 st ID	₱451,601.42	-	-	-	₱451,601.42
3 rd ID	1,008,967.86	-	-	-	1,008,967.86
4 th ID	3,281,028.00	-	-	-	3,281,028.00
6 th ID	13,781.81	-	-	-	13,781.81
9 th ID	111,616.40	-	-	-	111,616.40
10 th ID	843,334.48	-	-	-	843,334.48
51 st EB	212,800.99	212,800.99	-	-	-

PA Unit	Amount	Less than 365 days	Over 1 Year	Over 2 Years	Over 3 Years
HPA and Post Units	5,407,363.83	-	-	-	5,407,363.83
Total	₱11,330,494.79	₱212,800.99	-	-	₱11,117,693.8

6.7 *Due from Officers and Employees* represents overpayment of salaries and wages and receivables from officers and employees pertaining to light and water consumption within PA premises. Details are as follows:

PA Unit	Amount	Current	Non-Current
1 st ID	₱1,208,394.40	-	₱1,208,394.40
3 rd ID	93,744.01	33,472.00	60,272.01
4 th ID	1,000.08	1,000.08	-
7 th ID	14,701.01	14,611.01	90.00
8 th ID	1,850,700.00	-	1,850,700.00
52 nd EBde	12,459.32	-	12,459.32
53 rd EBde	4,029.80	4,029.80	-
HPA and Post Units	10,227,165.90	7,707,426.45	2,519,739.45
Total	₱13,412,194.52	₱7,760,539.34	₱5,651,655.18

6.8 *Other Receivables* consists of dormant accounts reclassified from Advances for Operating Expenses, Advances to Officers and Employees and Due from Officers and Employees. This also includes receivable from Bairam Enterprises amounting to ₱18,454,278.60 for the procurement of CVR Scorpion Tank Spare Parts which remained undelivered and dormant for years. This also includes an amount of ₱96,278,264.48 representing Repair, Maintenance and Construction (RMC) Fund derived from the agreement entered into by the DND and Petron Corp for the supply of DND-Wide Petroleum (LOT 1), Oil, Lubricants (LOT 2) and e-POL Card. The allocation of RMC for CY 2016 was 15 percent of the total contract price for Lot 1 and Lot 2 while for the Lot 3 was 6.5 percent based on the total payments made.

PA Unit	Amount
1 st ID	₱35,780.00
2 nd ID	7,072,788.50
3 rd ID	1,711,798.70
4 th ID	668,912.27
5 th ID	314,265.95
6 th ID	7,615,750.35
7 th ID	1,499,612.18
8 th ID	660,836.71
9 th ID	514,308.38
10 th ID	39,322.47

PA Unit	Amount
MID	1,047,064.60
51 st EB	1,016,839.17
52 nd EB	19,500.00
53 rd EB	1,596,117.16
54 th EB	4,000.00
HPA and Post Units	146,515,209.03
Total	₱170,332,105.47
Less: Allowance for Impairment	22,321,521.17
Balance	₱148,010,584.30

7. Inventories

Accounts	2017	2016
Office Supplies Inventory	₱151,908,986.24	₱146,880,812.71
Accountable Forms, Plates and Stickers Inventory	4,200.00	4,200.00
Drugs and Medicines Inventory	12,748,273.10	5,563,671.67
Medical, Dental and Laboratory Supplies Inventory	12,429,629.07	4,964,228.66
Fuel, Oil and Lubricants Inventory	940,149,463.70	1,020,847,903.33
Military, Police and Traffic Supplies Inventory	4,835,191,354.66	3,898,411,971.98
Construction Materials Inventory	7,113,004.30	7,584,911.27
Other Supplies and Materials Inventory	1,487,409,967.21	1,285,628,278.60
Semi-Expendable Machinery	471,779.00	-
Semi-Expendable Office Equipment	1,707,526.85	1,001,633.76
Semi-Expendable Information and Communications Technology Equipment	1,758,033.93	685,650.60
Semi-Expendable Communications Equipment	1,240,430.50	525,983.00
Semi-Expendable Disaster Response and Rescue Equipment	1,395,475.00	263,934.00
Semi-Expendable Military, Police and Security	6,890.00	-
Semi-Expendable Medical Equipment	95,675.00	506,162.00
Semi-Expendable Sports	140,839.00	22,050.00

Accounts	2017	2016
Equipment		
Semi-Expendable Technical and Scientific Equipment	-	15,000.00
Semi-Expendable Other Machinery and Equipment	1,292,769.36	647,650.00
Semi-Expendable Furniture and Fixtures	3,048,861.50	2,386,598.00
Semi-Expendable Books	5,750.00	-
Total	₱7,458,118,908.42	₱6,375,940,639.58

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

PA Unit	2017	2016
2 nd ID	-	₱242,513.07
4 th ID	1,594,433.77	3,017,753.51
5 th ID	735,975.00	-
7 th ID	4,945,646.22	-
MID	6,816,323.52	6,017,908.35
TRADOC	6,337,863.62	4,362,085.37
52 nd EBde	255,739.90	285,691.60
HPA and Post Units	131,223,004.21	132,954,860.81
Total	₱151,908,986.24	₱146,880,812.71

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

PA Unit	2017	2016
2 nd ID	-	₱508,294.62
4 th ID	2,865,772.62	2,617,237.82
5 th ID	-	-
7 th ID	659,553.50	-
MID	1,348,878.33	475,649.58
TRADOC	1,766,474.40	1,285,545.40
52 nd EBde	177,594.25	177,594.25
HPA and Post Units	5,930,000.00	499,350.00
Total	₱12,748,273.10	₱5,563,671.67

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

PA Unit	2017	2016
2 nd ID	-	₱165,397.19

PA Unit	2017	2016
4 th ID	651,593.97	543,986.77
7 th ID	5,595,182.50	-
MID	2,752,484.03	1,710,015.95
TRADOC	714,741.01	593,678.00
52 nd EBde	77,104.75	77,104.75
HPA and Post Units	2,638,522.81	1,874,046.00
Total	₱12,429,629.07	₱4,964,228.66

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

PA Unit	2017	2016
1 st ID	₱30,688,841.36	₱33,510,448.71
2 nd ID	3,427,725.28	7,525,874.46
3 rd ID	6,385,596.86	2,593,677.14
4 th ID	67,612,144.47	24,444,664.86
5 th ID	-	3,086,134.04
6 th ID	1,912,448.07	11,535,867.85
7 th ID	72,722,155.54	67,486,576.10
9 th ID	9,917,887.15	6,439,803.51
10 th ID	6,356,099.26	21,234,374.68
MID	38,949,558.78	36,811,142.92
TRADOC	3,053,224.12	4,021,480.35
51 st EBde	-	627,745.20
52 nd EBde	18,181,351.08	11,081,456.48
53 rd EBde	-	4,149,517.66
54 th EBde	6,131,461.76	8,233,863.81
HPA and Post Units	674,810,969.97	778,065,275.56
Total	₱940,149,463.70	₱1,020,847,903.33

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

PA Unit	2017	2016
1 st ID	-	₱2,353,927.68
4 th ID	656,042,587.50	656,042,587.50
5 th ID	902,613.24	1,413,622.26
6 th ID	104,590,426.02	104,635,275.71
7 th ID	155,884,790.85	107,948,887.33
8 th ID	94,510,514.19	88,089,217.90

PA Unit	2017	2016
9 th ID	-	33,558,936.16
10 th ID	47,682,174.62	48,998,150.18
MID	420,525.00	420,525.00
TRADOC	300.00	-
52 nd EBde	15,404,217.22	15,404,217.22
53 rd EBde	67,329,481.84	67,415,901.95
HPA and Post Units	3,692,423,724.18	2,772,130,723.09
Total	₱4,835,191,354.66	₱3,898,411,971.98

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

PA Unit	2017	2016
2 nd ID	₱86,286.80	₱3,358,874.77
4 th ID	2,430,893.50	2,955,086.50
5 th ID	85,220.00	-
9 th ID	3,611,528.00	-
52 nd EBde	651,560.00	1,023,434.00
HPA and Post Units	247,516.00	247,516.00
Total	₱7,113,004.30	₱7,584,911.27

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

PA Unit	2017	2016
1 st ID	-	₱3,219,795.23
2 nd ID	104,140.00	11,699,190.05
3 rd ID	-	4,929,234.48
4 th ID	5,292,283.60	5,156,320.17
5 th ID	146,485.00	-
6 th ID	271,305.90	605,890.45
7 th ID	13,052,324.66	10,286,680.96
9 th ID	17,255,657.61	16,844,917.61
10 th ID	-	10,267,919.67
MID	22,123,453.67	18,221,000.27
TRADOC	16,139,275.31	13,317,032.88
51 st EBde	-	135,652.95
52 nd EBde	883,227.80	1,033,459.80

PA Unit	2017	2016
53 rd EBde	-	4,898,842.03
54 th EBde	7,375,345.86	7,375,345.86
HPA and Post Units	1,404,766,467.80	1,177,636,996.19
Total	₱1,487,409,967.21	₱1,285,628,278.60

8. Other Assets

Particular	2017		2016	
	Current	Non Current	Current	Non Current
Advances for Operating Expenses	₱76,777,235.69	₱2,243,012.50	₱25,893,973.14	₱1,852.20
Advances for Payroll	2,368,426.37	687,434.87	32,525,559.15	2,871,634.82
Advances to Special Disbursing Officers	5,894,713.09	3,386,815.20	20,530,764.20	-
Advances to Officers and Employees	9,283,435.24	646,838.80	1,672,028.21	825,090.93
Advances to Contractors	2,698,376.94	88,973,032.92	101,273,895.16	-
Other Prepayments	-	119,132.51	24.22	119,132.51
Deposits on Letters of Credit	1,114,138,458.28	701,859,229.28	1,391,903,751.58	190,276,835.76
Other Deposits	4,153,751.00	-	-	-
Other Assets	-	216,400,148.64	-	230,292,259.18
Sub Total	1,215,314,396.61	1,014,315,644.72	1,573,799,995.66	424,386,805.40
Grand Total	₱2,229,630,041.33		₱1,998,186,801.06	

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

PA Unit	Unliquidated Cash Advance	Current	Non-Current
3 rd ID	₱546,453.00	₱546,453.00	-
5 th ID	2,328,057.63	2,328,057.63	-

PA Unit	Unliquidated Cash Advance	Current	Non-Current
7 th ID/AAR	2,247,983.00	2,247,983.00	-
9 th ID	158,774.76	158,774.76	-
10 th ID	245,876.44	245,876.44	-
51 st EB	304,000.00	304,000.00	-
53 rd EB	1,300.00	1,300.00	-
HPA and Post Units	73,187,803.36	70,944,790.86	2,243,012.50
Grand Total	₱79,020,248.19	₱76,777,235.69	₱2,243,012.50

Of the unliquidated amount, ₱47,828,980.56 was liquidated from January to March 2018, while the remaining is in process for liquidation.

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

PA Unit	Unliquidated Cash Advance	Current	Non-Current	
		Less than 1 year	Over 1 year	Over 3 years
1 st ID	₱204,600.00	₱204,600.00	-	-
3 rd ID	70,839.52	70,839.52	-	-
4 th ID	9,328.25	9,328.25	-	-
7 th ID/ SOCOM/ AAR	275,757.70	275,757.70	-	-
51 st EB	35,500.00	-	-	35,500.00
53 rd EB	901,817.10	901,817.10	-	-
MID	1,105,018.67	453,083.80	-	651,934.87
TRADOC	453,000.00	453,000.00	-	-
Total	₱3,055,861.24	₱2,368,426.37	-	₱687,434.87

Of the unliquidated amount, ₱2,032,443.67 was liquidated from January to March 2018, while the remaining is in process for liquidation.

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

PA Unit	Unliquidated Cash Advance	Current	Non-Current
		Less than 1 year	Over 1 year
4 th ID	₱498,120.00	₱498,120.00	-
7 th ID	1,177,598.70	1,177,598.70	-
51 st EB	190,051.17	190,051.17	-
53 rd EB	61,830.00	61,830.00	-
MID	1,278,284.75	1,278,284.75	-
TRADOC	2,688,828.47	2,688,828.47	-
HPA and Post Units	3,386,815.20	-	3,386,815.20
Total	₱9,281,528.29	₱5,894,713.09	₱3,386,815.20

Of the unliquidated amount, ₱8,435,968.29 was liquidated from January to March 2018, while the remaining was in process for liquidation.

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

PA Unit	Unliquidated Cash Advance	Current	Non-Current
		Less than 1 year	Over 1 year
1 st ID	₱187,937.00	₱101,937.00	₱86,000.00
2 nd ID	8,056.00	8,056.00	-
8 th ID	32,823.44	32,823.44	-
4 th ID	49,750.00	49,750.00	-
52 nd EB	57,888.98	57,888.98	-
TRADOC	84,296.09	70,606.09	13,690.00
HPA and Post Units	9,509,522.53	8,962,373.73	547,148.80
Total	₱9,930,274.04	₱9,283,435.24	₱646,838.80

Of the unliquidated amount, ₱7,478,633.88 was liquidated from January to March 2018, while the remaining is in process for liquidation.

- 8.5** *Advances to Contractors* represents 15 percent advance payment to contractors for the mobilization of projects.
- 8.6** *Other Prepayments* represents the remaining balance of advance payment to Petron Corporation for the procurement of FOL products.

- 8.7** *Deposit on Letters of Credit* represents deposits for the opening of Letter of Credit in favor of the Land Bank of the Philippines (LBP) and United Coconut Planters Bank (UCPB) for various procurements that are still unliquidated as at year end. This also includes three contracts recommended for termination.
- 8.9** *Other Deposits* represents amount paid to Development Bank of the Philippines for the expenses incurred during the Amendment No.1 to the Letter Offer and Acceptance for the packing, crafting, handling and transporting of EDA Grant of 2,253 units of M60 Machine Gun 7.62mm for the Philippine Army under FMS Case PI-B-IAK, chargeable against ASA 2200-2017-0168 & 0508 under ORS Nr. 17-07-503-504.
- 8.10** *Other Assets* represents the residual value of fully depreciated assets and the cost of unserviceable turned-in assets for disposal.

PA Unit	2017	2016
3 rd ID	₱10,542,410.73	₱10,542,410.73
4 th ID	62,201,779.88	62,201,779.88
5 th ID	325,475.56	325,475.56
6 th ID	14,815,163.32	62,732,688.32
8 th ID	26,477,187.49	26,477,187.49
9 th ID	47,221,695.58	6,659,762.90
10 th ID	33,899,870.58	33,899,870.58
52 nd EBde	4,739,981.54	4,739,981.54
53 rd EBde	1,155,535.54	7,692,053.76
54 th EBde	5,781,333.76	5,781,333.76
HPA and Post Units	9,239,714.66	9,239,714.66
Total	₱216,400,148.64	₱230,292,259.18

9. Property Plant and Equipment

Accounts	Gross Cost (Asset Account Balance)	Less: Accumulated Depreciation/ Impairment Losses	Carrying Amount, December 31, 2017
Land	₱75,642,962,756.65	-	₱75,642,962,756.65
Land Improvements	753,463,714.93	392,737,018.25	360,726,696.68
Infrastructure Assets	116,940,093.42	76,737,613.59	40,202,479.83
Buildings and Other Structures	9,206,136,428.33	4,879,528,227.46	4,326,608,200.87
Machinery and Equipment	17,288,231,384.66	11,346,179,396.93	5,942,051,987.73
Transportation Equipment	2,826,209,639.26	2,275,840,130.76	550,369,508.50
Furniture, Fixtures and Books	33,956,561.14	11,787,696.27	22,168,864.87
Construction in Progress	1,672,584,119.87	-	1,672,584,119.87

Accounts	Gross Cost (Asset Account Balance)	Less: Accumulated Depreciation/ Impairment Losses	Carrying Amount, December 31, 2017
Other Property Plant and Equipment	70,564,375.03	60,012,893.69	10,551,481.34
Total Property Plant and Equipment	₱107,611,049,073.29	₱19,042,822,976.95	₱88,568,226,096.34

10. Financial Liabilities

Accounts	2017	2016
Accounts Payable	₱695,383,846.38	₱376,382,577.20
Due to Officers and Employees	1,365,893,040.06	1,750,774,929.43
Total	₱2,061,276,886.44	₱2,127,157,506.63

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

PA Unit	2017	2016
1 st ID	₱35,376,980.83	₱23,625,793.48
2 nd ID	17,840,181.25	10,569,984.59
3 rd ID	1,060,692.38	267,110.02
4 th ID	28,710,387.81	3,221,934.51
5 th ID	1,460,549.50	190,163.03
6 th ID	6,260,333.97	1,431,672.61
7 th ID	26,191,156.98	15,599,966.33
8 th ID	4,385,981.71	56,335.91
9 th ID	3,440,542.99	736,676.15
10 th ID	4,991,177.26	1,895,176.68
MID	2,973,195.57	9,853,260.90
TRADOC	4,238,720.11	23,931,643.79
51 st EBde	98,621,429.34	111,822,975.53
52 nd EBde	12,108,975.28	23,934.41
53 rd EBde	2,000,108.75	3,240,597.54
54 th EBde	17,545,120.93	184,340.38
HPA and Post Units	428,178,311.72	169,731,011.34
Total	₱695,383,846.38	₱376,382,577.20

10.2 *Due to Officers and Employees* consists of obligations for the personnel services and other claims of military and civilian personnel.

PA Unit	2017	2016
1 st ID	₱11,501,899.17	₱2,405,182.05

PA Unit	2017	2016
2 nd ID	1,530,670.49	18,611,817.31
3 rd ID	1,801,496.35	1,014,676.00
4 th ID	7,445,332.23	2,734,982.77
5 th ID	2,735,584.63	2,104,730.90
6 th ID	2,957,498.86	3,336,363.26
7 th ID	14,776,202.77	14,132,091.92
8 th ID	1,961,709.17	1,919,649.76
9 th ID	2,859,945.52	428,386.34
10 th ID	2,219,579.10	2,473,509.45
MID	8,709,085.32	1,311,971.33
TRADOC	11,565,673.82	4,196,550.09
51 st EBde	5,222,722.38	4,339,067.14
52 nd EBde	406,105.57	294,333.57
53 rd EBde	3,360,433.29	2,162,511.15
54 th EBde	3,833,553.39	27,044.43
HPA and Post Units	1,283,005,548.00	1,689,282,061.96
Total	₱1,365,893,040.06	₱1,750,774,929.43

11. Inter-agency Payables

Accounts	2017	2016
Due to BIR	₱291,168,960.31	₱235,227,702.64
Due to GSIS	12,089,610.45	302,062.45
Due to Pag-IBIG	68,772.72	30,359.17
Due to PhilHealth	164,934.25	97,131.47
Due to NGAs	758,826,412.53	782,844,076.18
Due to GOCCs	9,911.21	9,911.21
Due to LGUs	37,564.67	324,064.67
Total	₱1,062,366,166.14	₱1,018,835,307.79

11.1 *Due to BIR* represents taxes withheld from compensation of personnel and payment to suppliers to be remitted thru either TRA (for Regular and BCDA Fund) or LBP Check (for other Fund Clusters) in January 2018.

PA Unit	2017	2016
1 st ID	-	₱1,408,806.74
2 nd ID	1,664,115.13	1,366,970.10
3 rd ID	536,195.70	420,793.22
4 th ID	1,649,634.19	596,668.44
5 th ID	522,582.37	702,073.90
6 th ID	704,935.37	893,173.07
7 th ID	1,287,378.56	1,322,927.93

PA Unit	2017	2016
8 th ID	974,754.73	-
9 th ID	532,697.20	180,521.16
MID	4,582,893.56	4,211,418.53
TRADOC	261,764.38	604,888.25
51 st EBde	1,733,692.12	1,398,102.87
52 nd EBde	146,843.98	31,593.77
53 rd EBde	4,333.48	341,359.73
54 th EBde	-	21,969.69
HPA and Post Units	276,567,139.54	221,726,435.24
Total	₱291,168,960.31	₱235,227,702.64

11.2 *Due to GSIS* consists of employees' premium payments and other payables withheld for remittance to GSIS.

PA Unit	2017	2016
2 nd ID	-	₱11,422.52
7 th ID	1,081.62	1,081.62
8 th ID	670.49	-
53 rd EBde	-	650.15
HPA and Post Units	12,087,858.34	288,908.16
Total	₱12,089,610.45	₱302,062.45

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

PA Unit	2017	2016
2 nd ID	-	₱900.00
7 th ID	4,600.00	-
8 th ID	16,568.90	299.93
HPA and Post Units	47,603.82	29,159.24
Total	₱68,772.72	₱30,359.17

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

PA Unit	2017	2016
2 nd ID	-	₱1,456.90
3 rd ID	5,434.04	-
7 th ID	31,101.34	124.24
8 th ID	3,529.65	1,837.76
HPA and Post Units	124,869.22	93,712.57
Total	₱164,934.25	₱97,131.47

11.5 *Due to NGAs* pertains to the unliquidated balance of inter-agency transferred fund for on-going projects from national government agencies being implemented by the military units as indicated below:

PA Unit	2017	2016
2 nd ID	₱1,900,360.00	-
3 rd ID	8,593,430.10	-
4 th ID	29,339,045.22	646,045.22
7 th ID	211.70	211.70
8 th ID	943,302.04	-
9 th ID	11,647,803.00	-
10 th ID	16,000.00	-
MID	598,636.41	466,896.41
TRADOC	2,528.00	2,528.00
51 st EBde	20,748,091.17	25,006,115.11
52 nd EBde	319,351,054.45	319,632,964.21
53 rd EBde	24,922,658.27	28,522,658.09
54 th EBde	53,019.23	53,019.23
HPA	340,710,272.94	408,513,638.21
Total	₱758,826,412.53	₱782,844,076.18

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

12. Intra-Agency Payables

Accounts	2017	2016
Due to Central Office	₱14,501,993.59	₱14,840,035.84
Due to Bureaus	1,200,000.00	1,200,000.00
Total	₱15,701,993.59	₱16,040,035.84

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

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

13. Trust Liabilities

Accounts	2017	2016
Trust Liabilities	₱231,965,633.37	₱146,608,409.09
Guaranty/Security Deposits Payable	145,687,674.25	77,398,094.20
Total	₱377,653,307.62	₱224,006,503.29

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

PA Unit	2017	2016
1 st ID	₱6,489.04	-
2 nd ID	-	431,855.00
3 rd ID	1,525,200.00	419,500.00
4 th ID	18,380,247.76	16,210,592.24
5 th ID	2,141,537.99	1,852,159.83
7 th ID	4,000.00	-
9 th ID	1,680,440.23	1,349,691.60
10 th ID	210,217.00	-
52 nd EBde	6,050.00	-
53 rd EBde	7,201,534.24	5,352,000.00
HPA	200,809,917.11	120,992,610.42
Total	₱231,965,633.37	₱146,608,409.09

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

PA Unit	2017	2016
2 nd ID	₱79,874.34	₱170,476.78
4 th ID	-	26,000.00
7 th ID	373,198.08	-
TRADOC	544,364.10	544,364.10
51 st EBde	40,147,709.41	34,384,599.18
53 rd EBde	291,130.77	-
HPA	104,251,397.55	42,272,654.14
Total	₱145,687,674.25	₱77,398,094.20

14. Deferred Credits/Unearned Income

Accounts	2017	2016
Other Deferred Credits	₱10,357,416.34	₱4,197,205.91
Other Unearned Revenue	385,000.00	385,000.00
Total	₱10,742,416.34	₱4,582,205.91

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

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

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

16. Service and Business Income

Particulars	2017	2016
Service Income	₱62,621,804.25	₱93,829,211.43
Legal Fees	-	273,941.17
Fines and Penalties - Service Income	721,612.73	40,804,892.70
Other Service Income	61,900,191.52	52,750,377.56
Business Income	₱30,058,449.17	₱23,315,847.57
Rent/Lease Income	7,703,829.58	7,530,565.50
Hospital Fees	20,808,966.62	13,781,453.00
Affiliation Fees	-	160.00
Interest Income	1,520,241.90	2,003,669.07
Fines and Penalties - Business Income	25,411.07	-
Total Service and Business Income	₱92,680,253.42	₱117,145,059.00

17. Gains

PA Unit	2017	2016
1 st ID	-	₱45,000.00
4 th ID	-	101,805.17
5 th ID	5.12	362,011.77
7 th ID	4,656,070.11	2,856,537.85
HPA	178,623.63	121,116.57
Total	₱4,834,698.86	₱3,486,471.36

18. Personnel Services

Accounts	2017	2016
Salaries and Wages	₱19,011,629,652.44	₱18,496,952,168.76
Other Compensation	25,393,630,661.09	22,166,054,656.35
Personnel Benefit Contributions	546,424,096.19	470,266,802.77
Other Personnel Benefits	3,195,572,697.84	2,725,158,325.33
Total	₱48,147,257,107.56	₱43,858,431,953.21

18.1 Salaries and Wages

Particulars	2017	2016
Basic Salary-Civilian	₱283,433,655.41	₱251,621,682.75
Base Pay – Military/Uniformed Personnel	18,728,195,997.03	18,245,330,486.01
Total Salaries and Wages	₱19,011,629,652.44	₱18,496,952,168.76

18.2 Other Compensation

Particulars	2017	2016
Personal Economic Relief Allowance (PERA)	₱1,978,774,462.27	₱1,938,101,759.94
Representation Allowance (RA)	286,774.19	240,000.00
Transportation Allowance (TA)	286,774.20	240,000.00
Clothing/Uniform Allowance	416,787,519.70	422,396,799.87
Subsistence Allowance	7,642,114,727.73	7,309,453,940.33
Laundry Allowance	32,555,239.67	33,695,214.57
Quarters Allowance	431,299,466.64	421,118,951.20
Productivity Incentive Allowance	-	2,000.00
Honoraria	100,219.75	-
Hazard Pay	622,507,826.34	614,119,655.27
Longevity Pay	3,914,563,523.39	3,926,163,847.67
Overtime Pay and Night Pay	1,292,436.42	1,068,940.07
Year End Bonus	3,126,392,818.03	3,054,901,950.97
Cash Gift	438,972,720.60	414,971,744.00
Other Bonuses and Allowances	6,787,696,152.16	4,029,579,852.46
Total Other Compensation	₱25,393,630,661.09	₱22,166,054,656.35

Effective January this year, the first tranche of salary standardization law under E.O No. 201 s. 2016 was implemented resulting in the increase in basic salary, bonus and other bonuses and allowances.

18.3 Personnel Benefit Contribution

Particulars	2017	2016
Retirement and Life Insurance Premiums	₱25,443,494.78	₱29,744,494.75
Pag-IBIG Contributions	100,287,621.25	95,533,056.69
PhilHealth Contributions	227,370,443.67	220,918,833.33
Employees Compensation Insurance Premiums	103,184,569.19	98,228,863.00

Particulars	2017	2016
Special Group Term Insurance	14,072,563.30	-
Provident/Welfare Fund Contributions	76,065,404.00	25,841,555.00
Total Personnel Benefit Contributions	₱546,424,096.19	₱470,266,802.77

18.4 Other Personnel Benefits

Particulars	2017	2016
Retirement Gratuity	₱7,329,779.92	₱8,581,219.21
Terminal Leave Benefits	2,798,283,829.68	2,078,315,543.01
Other Personnel Benefits	389,959,088.24	638,261,563.11
Total Other Personnel Benefits	₱3,195,572,697.84	₱2,725,158,325.33

19. Maintenance and Other Operating Expenses

Accounts	2017	2016
Traveling Expenses	₱304,720,790.66	₱268,239,980.92
Training and Scholarship Expenses	368,643,094.47	355,117,771.61
Supplies and Materials Expenses	2,485,304,212.70	2,160,093,612.32
Utility Expenses	456,039,888.88	407,464,621.13
Communication Expenses	113,358,478.20	113,016,304.72
Awards/Rewards and Prizes	4,034,730.18	7,009,947.30
Survey, Research, Exploration and Development Expenses	1,705,350.00	1,391,346.00
Demolition/Relocation and Desilting/Dredging Expenses	750,000.00	1,010,000.00
Confidential, Intelligence and Extraordinary Expenses	444,000,000.00	64,000,000.00
Professional Services	28,888,722.18	10,677,964.53
General Services	7,634,268.27	8,246,640.33
Repairs and Maintenance	850,821,349.27	627,235,277.94
Taxes, Insurance Premiums and Other Fees	294,626,226.24	164,260,367.15
Labor and Wages	65,981,195.05	62,836,642.13
Other Maintenance and Operating Expenses	388,518,512.37	466,954,865.50
Total Maintenance and Other Operating Expenses	₱5,815,026,818.47	₱4,717,555,341.58

19.1 Travelling Expenses

Particulars	2017	2016
Traveling Expenses – Local	₱229,254,064.78	₱219,829,586.36
Traveling Expenses - Foreign	75,466,725.88	48,410,394.56
Total Traveling Expenses	₱304,720,790.66	₱268,239,980.92

19.2 Training and Scholarship Expenses

Particulars	2017	2016
Training Expenses	₱367,665,779.28	₱354,582,103.61
Scholarship Grants/Expenses	977,315.19	535,668.00
Total Training and Scholarship Expenses	₱368,643,094.47	₱355,117,771.61

19.3 Supplies and Materials Expenses

Particulars	2017	2016
Office Supplies Expenses	₱126,079,815.42	₱130,460,757.20
Accountable Forms Expenses	764,896.00	1,085,532.00
Non-Accountable Forms Expenses	-	1,752,200.00
Animal/Zoological Supplies Expenses	4,803,690.00	6,739,750.00
Food Supplies Expenses	5,244,202.50	10,980,967.00
Welfare Goods Expenses	399,042,857.18	327,620,515.78
Drugs and Medicines Expenses	66,263,267.61	50,340,098.44
Medical, Dental and Laboratory Supplies Expenses	84,978,114.88	52,382,435.69
Fuel, Oil and Lubricants Expenses	794,909,236.04	533,717,811.38
Military, Police and Traffic Supplies Expenses	66,995,271.05	16,591,278.40
Chemical and Filtering Supplies Expenses	1,346,519.00	688,091.00
Semi-Expendable Machinery and Equipment Expenses	30,276,853.29	8,571,955.96
Semi-Expendable Furniture, Fixtures and Books Expenses	5,463,701.70	374,920.88
Other Supplies and Materials Expenses	899,135,788.03	1,018,787,298.59
Total Supplies and Materials Expenses	₱2,485,304,212.70	₱2,160,093,612.32

19.4 Utility Expenses

Particulars	2017	2016
Water Expenses	₱129,017,237.54	₱114,302,336.72
Electricity Expenses	327,022,651.34	293,162,284.41
Total Utility Expenses	₱456,039,888.88	₱407,464,621.13

19.5 Communication Expenses

Particulars	2017	2016
Postage and Courier Services	₱1,709,851.32	₱2,010,537.98
Telephone Expenses	69,823,365.09	74,550,095.14
Internet Subscription Expenses	19,793,623.81	15,913,435.05
Cable, Satellite, Telegraph and Radio Expenses	22,031,637.98	20,542,236.55
Total Communication Expenses	₱113,358,478.20	₱113,016,304.72

19.6 Awards/Rewards and Prizes

Particulars	2017	2016
Awards/Rewards Expenses	₱3,107,447.18	₱5,243,355.00
Prizes	927,283.00	1,766,592.30
Total Awards/Rewards and Prizes	₱4,034,730.18	₱7,009,947.30

19.7 Professional Services

Particulars	2017	2016
Legal Services	₱586,477.41	₱247,500.00
Auditing Services	2,609,454.63	3,251,550.55
Consultancy Services	17,886,674.00	3,316,364.00
Other Professional Services	7,806,116.14	3,862,549.98
Total Professional Services	₱28,888,722.18	₱10,677,964.53

19.8 General Services

Particulars	2017	2016
Environment/Sanitary Services	₱80,000.00	₱27,000.00
Janitorial Services	5,298,134.67	6,570,640.33
Other General Services	2,256,133.60	1,649,000.00
Total General Services	₱7,634,268.27	₱8,246,640.33

19.9 Repairs and Maintenance

Particulars	2017	2016
Repairs and Maintenance-Land Improvements	₱2,816,692.00	₱3,777,703.96

Particulars	2017	2016
Repairs and Maintenance-Infrastructure Assets	11,583,405.76	11,660,847.17
Repairs and Maintenance-Buildings and Other Structures	291,359,084.90	216,866,158.33
Repairs and Maintenance-Machinery and Equipment	295,306,143.93	164,781,548.84
Repairs and Maintenance-Transportation Equipment	244,396,279.68	225,644,592.96
Repairs and Maintenance-Furniture and Fixtures	2,932,654.00	4,157,559.71
Repairs and Maintenance-Leased Assets	-	22,000.00
Repairs and Maintenance- Leased Assets Improvements	-	8,000.00
Repairs and Maintenance- Semi-Expendable Machinery and Equipment	2,306,850.00	10,000.00
Repairs and Maintenance- Semi-Expendable Furniture and Fixtures	48,000.00	-
Repairs and Maintenance-Other Property, Plant and Equipment	72,239.00	306,866.97
Total Repairs and Maintenance Expenses	₱850,821,349.27	₱627,235,277.94

19.10 Taxes, Insurance Premiums and Other Fees

Particulars	2017	2016
Taxes, Duties and Licenses	₱267,248,169.94	₱137,753,987.55
Fidelity Bond Premiums	8,544,409.39	7,662,159.96
Insurance Expenses	18,833,646.91	18,844,219.64
Total Taxes, Insurance Premiums and Other Fees	₱294,626,226.24	₱164,260,367.15

19.11 Other Maintenance and Operating Expenses

Particulars	2017	2016
Advertising Expenses	₱401,131.80	₱736,648.60
Printing and Publication Expenses	13,061,511.56	12,075,083.65
Representation Expenses	317,750,118.88	381,899,276.99
Transportation and Delivery Expenses	29,561,234.41	10,730,987.31
Rent/Lease Expenses	13,942,001.08	41,415,437.77
Membership Dues and Contributions to Organizations	179,656.00	59,700.00
Subscription Expenses	2,036,668.40	2,295,670.70
Donations	50,000.00	50,000.00

Particulars	2017	2016
Litigation/Acquired Assets Expenses	-	1,000,000.00
Other Maintenance and Operating Expenses	11,536,190.24	16,692,060.48
Total Other Maintenance and Operating Expenses	₱388,518,512.37	₱466,954,865.50

20. Non-Cash Expenses

Particulars	2017	2016
Depreciation/Impairment Loss		
Depreciation- Land Improvements	₱36,392,360.84	₱28,707,010.15
Depreciation-Infrastructure Assets	5,040,266.70	6,434,588.73
Depreciation-Buildings and Other Structures	273,110,079.73	369,275,177.35
Depreciation-Machinery and Equipment	804,700,805.22	721,644,324.36
Depreciation-Transportation Equipment	211,629,292.03	337,160,883.83
Depreciation-Furniture, Fixtures and Books	1,901,683.29	2,334,645.67
Depreciation-Other Property, Plant Equipment	2,082,763.52	19,588,138.51
Impairment Loss	10,374,901.82	11,952,686.82
Total Non-Cash Expenses	₱1,345,232,153.15	₱1,497,097,455.42

21. Net Financial Assistance and Subsidy

Particulars	2017	2016
NCA received from DBM & GHQ		
Regular Agency	₱57,713,359,192.00	₱50,211,133,114.80
BCDA	219,315,788.00	155,160,728.00
Total	57,932,674,980.00	50,366,293,842.80
Add: Tax Remittance Advice		
Regular Agency	2,607,976,054.16	1,991,073,192.92
BCDA	14,772,948.44	-
Adjustments	116,136,720.74	179,451,175.40
Total Subsidy from National Government	60,671,560,703.34	52,536,818,211.12
Less: Reversion of Unutilized		

Particulars	2017	2016
NCA		
Regular Agency	142,803.20	6,256,751.09
BCDA	151,395.85	529,986.91
Total Reversion	294,199.05	6,786,738.00
Transferred to AFPMC, GHQ	8,223,584.60	-
Sub-Total	8,517,783.65	6,786,738.00
Net Subsidy from National Government	60,663,042,919.69	52,530,031,473.12
Subsidy from Central Office	350,359,244.52	398,472,923.60
Subsidy to Operating Units	(278,018,511.24)	(495,248,605.45)
Subsidy-Others	(620,888,190.00)	-
Total Financial Assistance/Subsidy	₱60,114,495,462.97	₱52,433,255,791.27

22. Other Non-Operating Income

PA Unit	2017	2016
2ID	₱1,200.00	-
4ID	40,315.98	-
53 rd EBde	21,600.00	-
HPA and Post Units	21,144,163.75	-
Total	₱21,207,279.73	-

23. Adjustments on Accumulated Surplus:

	Debit	Credit	Balance
a. Prior Period Errors/Unrecorded Income and Expenses			
Unrecorded Income/(Expenses)		2,205,458.48	2,205,458.48
Transfer of Property, Plant, and Equipment to FAUs	17,654,400.00		(17,654,400.00)
Total	₱17,654,400.00	₱2,205,458.48	₱(15,448,941.52)
b. Other Adjustments			

	Debit	Credit	Balance
Transfer of Property, Plant, and Equipment to FAUs		35,729,900.98	35,729,900.98
Constructive Receipt of NCA for TRA		208,921,790.18	208,921,790.18
Adjustments in recording Tax Remittance Advice		750,384.68	750,384.68
Unrecorded Income/(Expenses)	595,299,520.16		(595,299,520.16)
Set up of Receivable Account		53,757.15	53,757.15
Issuance of Semi-Expendable Property, Plant, and Equipment	99,507.93		(99,507.93)
Transfer/Issuance/Liquidation/Adjustment of Inventories	698,482,916.10		(698,482,916.10)
Repair, Maintenance and Construction (RMC) Fund for CY 2015 and 2016		96,278,264.48	96,278,264.48
Receipt/Acquisition of Property, Plant, and Equipment (Found in station and from transfer)		741,791,830.21	741,791,830.21
Transfer/Issuance/Adjustment of Property, Plant, and Equipment Accounts		8,233,019,029.04	8,233,019,029.04
Prior Year Liquidations of Cash Advances	34,307,044.21		(34,307,044.21)
Liquidation of Other Receivables	178,380.00		(178,380.00)

	Debit	Credit	Balance
Liquidation of Prior Year Obligations	22,557,966.47		(22,557,966.47)
Set up/Receipt of Payable Accounts	289,114,609.55		(289,114,609.55)
Transfer of Payable Accounts		288,351,350.82	288,351,350.82
Reversion of Payables as per General Guidelines of DBM and COA in Joint Circular No. 99-6 dated 13 November 1999		121,903,772.33	121,903,772.33
Payment of Prior Year Expenses	1,413,581.44		(1,413,581.44)
Cancellation of Checks	117,982.78		(117,982.78)
Collections of 101MAIN		59,003,002.11	59,003,002.11
Transfer of Collections and Deposits to FAUs		286,514.80	286,514.80
Prior Year Collections from FAUs		230,537.70	230,537.70
Overpayment of Pay and Allowances deducted from Commutation of Military Personnel		18,601,281.22	18,601,281.22
Refund of Overpayment		591,794.85	591,794.85
Remittance to Bureau of the Treasury	174,071,452.16		(174,071,452.16)
Remittance of Withholding Taxes		1,212,981.69	1,212,981.69
Overstated/(Under statement) of Accumulated Depreciation of	16,182,280.90		(16,182,280.90)

	Debit	Credit	Balance
PPE			
Write-off of Dormant Accounts	378,646.02		(378,646.02)
Closing of Treasury/Agency Deposit Accounts		387,404,527.41	387,404,527.41
Other Adjustments - Reclassification of Subsidiary Ledger, Adjustment on Set up of Accounts, Erroneous Posting of Accounts and others		52,689,258,356.65	52,689,258,356.65
Total	₱1,832,203,887.72	₱62,883,389,076.30	₱61,051,185,188.58
c. Adjustment of Net Revenue recognized Directly in Net Assets/Equity			
Closing of Treasury/Deposit Accounts	19,309,204.08		(19,309,204.08)
Unrecorded Collections	32,044.55		(32,044.55)
Adjustments of Property, Plant, and Equipment	146,673.78		(146,673.78)
Other Adjustments	1,944,457.46		(1,944,457.46)
Total	₱21,432,379.87	-	₱(21,432,379.87)
d. Others			
Property, Plant, and Equipment Adjustments	430,733,803.34		(430,733,803.34)
Prior Year Liquidations of Inter-Agency Transferred Funds		764,476.81	764,476.81

	Debit	Credit	Balance
Set-up of Receivable Account		3,841,893.04	3,841,893.04
Transfer of Collections to Other Fund Clusters	23,337,819.30		(23,337,819.30)
Unrecorded Income/(Expenses)		24,761,601.44	24,761,601.44
Receipt/Acquisition of Property, Plant, and Equipment (Found-in Station/from transfer)		1,117,968.75	1,117,968.75
Unrecorded Collections		23,032,819.30	23,032,819.30
Other Adjustments - Reclassification of Subsidiary Ledger, Adjustment on Set up of Accounts, Erroneous Posting of Accounts and others	2,478,876.31		(2,478,876.31)
Total	₱456,550,498.95	₱53,518,759.34	₱(403,031,739.61)

24. Revaluation Surplus

Particulars	2017	2016
Forwarded Balance	₱54,973,926,671.82	
Recognition of 321.0997 hectares of land		1,181,311,971.82
Recognition of 321.0997 hectares of land		53,796,738,200.00
Add/(Deduct): Adjustments	(53,796,738,200.00)	(4,123,500.00)
Total	₱1,177,188,471.82	₱54,973,926,671.82

25. Adjustment on Cash Flows

Particulars	2017	2016
Adjustment on Cash Inflows		
Restoration of cash for cancelled/lost/stale checks/ADA	12,186,591.91	15,112,828.80
Reversal of Unused NCA for Special Account and Trust Receipts Fund	-	4,428,928.38
Other adjustments-Inflow	1,357,833,060.95	18,744,711.68
Total Adjustments on Cash Inflows	₱1,370,019,652.86	₱38,286,468.86
Adjustment on Cash Outflows		
Reversing entry for unreleased checks in previous year	-	41,236,528.90
Receipt of NCA for Trust and Other Receipts	-	80,233,679.00
Closing of Cash-Treasury/Agency Deposit Regular	416,766,858.65	1,722,275.94
Other adjustments-Outflow	360,498,876.02	8,316,927.52
Total Adjustments on Cash Outflows	₱777,265,734.67	₱131,509,411.36

26. Status of Allotments, Obligations and Balances

Expense Class	Allotment Received	Obligation	Unobligated Balances
Regular Fund			
Personnel Services	₱43,995,199,639.00	₱43,995,199,639.00	-
Maintenance and Other Operating Expenses	10,638,218,000.00	10,629,061,831.25	9,156,168.75
Capital Outlay	2,743,987,000.00	2,710,730,362.89	33,256,637.11
Total Regular Fund	57,377,404,639.00	57,334,991,833.14	42,412,805.86
Automatic Appropriation			
RLIP (PS)	32,558,018.00	32,558,018.00	-
Customs, Duties and Taxes (MOOE)	255,267,118.00	255,267,118.00	-
Total Automatic	287,825,136.00	287,825,136.00	-

Expense Class	Allotment Received	Obligation	Unobligated Balances
Appropriation			
Special Purpose Fund			
Misc. Personnel Benefit Fund	3,431,523,393.00	3,431,523,393.00	-
Pension and Gratuity Fund	1,749,445,370.00	1,745,482,481.55	3,962,888.45
Requirements for Filling-up of Positions	332,323,577.00	332,323,577.00	-
Proc of Ammunition (Contingent Fund)	688,585,501.00	688,585,500.00	1.00
Total Special Purpose Fund	6,201,877,841.00	6,197,914,951.55	3,962,889.45
Other Releases			
GHQ-MOOE	25,431,331.42	25,426,163.67	5,167.75
MOOE-Philippine Navy	3,500,000.00	3,500,000.00	-
MOOE-Philippine Airforce	3,833,797.00	3,833,797.00	-
Total GHQ Releases	32,765,128.42	32,759,960.67	5,167.75
Continuing Appropriation			
DBM - MOOE	1,347,356,459.51	1,335,117,999.26	12,238,460.25
GHQ - MOOE	46,010,687.74	46,010,594.00	93.74
DBM - CO	161,802,649.55	158,068,940.63	3,733,708.92
DBM – CO-AARM	54,000,000.00	52,730,000.00	1,270,000.00
DBM-Contingent Fund	97,500,000.00	94,884,625.00	2,615,375.00
PHIL NAVY - MOOE	3,500,000.00	3,431,437.00	68,563.00
PHIL AIRFORCE - MOOE	3,500,000.00	3,500,000.00	-
Total Continuing	1,713,669,796.80	1,693,743,595.89	19,926,200.91

Expense Class	Allotment Received	Obligation	Unobligated Balances
Appropriation			
Total BCDA Fund	696,290,897.51	34,307,758.48	661,983,139.03
Grand Total	₱66,309,833,438.73	₱65,581,543,235.73	₱728,290,203.00

27. Disclosure of Budgetary Basis, Period and Scope

The Consolidated Statement of Comparison of Budget and Actual Amount (SCBAA) was prepared on a cash basis and is published in the government website. The SCBAA was presented showing the original and final budget as compared to actual amounts. The final budget includes all changes approved by legislative actions or other designated authority to revise the original budget.