

PHILIPPINE ARMY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2019

1. General Information/Agency Profile

The consolidated financial statements of the Philippine Army were authorized for issue on April 30, 2020 as shown in the Statement of Management Responsibility for Financial Statements signed by Lieutenant General Gilbert I Gapay, Commanding General of the Philippine Army and Colonel Pedro C Balisi, Chief, Office of the Army Financial Management.

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

The Philippine Army units 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	Camp Edilberto Evangelista, Patag, Cagayan de Oro City	10 th FAU
52 nd Engineer Brigade	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
11 th Infantry Division (Alakdan)	Camp General Teofilo Bautista, Brgy. Busbus, Jolo Sulu	16 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 General Arturo T Enrile, Malagutay, Zamboanga City	16 th FAU
55 th Engineer Brigade	Brgy. Maria Cristina, Balo-i, Lanao Del Norte	9 th FAU
ASCOM, ASR, AIR, AGH, FCPA, ASPA, APAO, APMC, CMOR, 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 International Public Sector Accounting Standards (IPSASs) pursuant to COA Resolution No. 2020-01 dated January 9, 2020.

The consolidated financial statements have- been prepared based on 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 IPSASs.

3.2 Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the Headquarters and 30 PA Major Units.

3.3 Cash and cash equivalents

Cash and cash equivalents comprise of cash on hand and cash at bank. Cash on hand pertains to unremitted collections through Collecting Officer, Finance Center, Philippine Army deposited to the Treasurer of the Philippines at the following year while cash at bank pertains to local currency current account and treasury deposits.

3.4 Inventories

Inventory is measured at cost upon initial recognition.

Per Government Accounting Manual, costs incurred in bringing each product to its present location and condition are accounted for, as follows:

- Raw materials: purchase cost using the weighted average cost method.
- Finished goods and work in progress: cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

In the case of Philippine Army, it uses the specific identification of costs method. Wherein, the cost of inventories of items which are not ordinarily interchangeable, and goods or services produced and segregated for specific projects are assigned by using the specific identification of their individual costs. Specific identification of costs means that specific costs are attributed to identified items of inventory.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Philippine Army.

3.5 Property, Plant and Equipment

Recognition

An item is recognized as property, plant, and equipment (PPE) if it meets the characteristics and recognition criteria as a PPE.

The characteristics of PPE are as follows:

- tangible items;

- are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- are expected to be used during more than one reporting period.
- An item of PPE is recognized as an asset if:
- It is probable that future economic benefits or service potential associated with the item will flow to the entity; and
- The cost or fair value of the item can be measured reliably.

Measurement at Recognition

An item recognized as property, plant, and equipment is measured at cost.

A PPE acquired through non-exchange transaction is measured at its fair value as at the date of acquisition.

The cost of the PPE is the cash price equivalent or, for PPE acquired through non-exchange transaction its cost is its fair value as at recognition date.

Cost includes the following:

- Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- expenditure that is directly attributable to the acquisition of the items; and
- initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired, or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.
- PPE were reclassified to Semi-Expendable Property having a cost of below ₱15,000.00 per COA Circular Nr 2015-007.

Measurement After Recognition

After recognition, all property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

When significant parts of property, plant and equipment are required to be replaced at intervals, the Philippine Army recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major repair/replacement is done, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied.

All other repair and maintenance costs are recognized as expense in surplus or deficit as incurred.

Depreciation

Each part of an item of property, plant, and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. The depreciation charge for each period is recognized as expense unless it is included in the cost of another asset.

Initial Recognition of Depreciation

Depreciation of an asset begins when it is available for use such as when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

For simplicity and to avoid proportionate computation, the depreciation is for one month if the PPE is available for use on or before the 15th of the month. However, if the PPE is available for use after the 15th of the month, depreciation is for the succeeding month.

Depreciation Method

The straight-line method of depreciation is adopted.

Estimated Useful Life

The Philippine Army uses the Schedule on the Estimated Useful Life of PPE by classification prepared by COA under COA Circular Nr 2017-004 dated December 13, 2017. The agency is currently applying the useful life of 10 years in general, for buildings – 30 years, information and technology equipment – 5 years, motor vehicles – 7 years and for military, police and security equipment – 10 years.

The Philippine Army uses a residual value equivalent to at least five percent (5%) of the cost of the PPE.

Impairment

An asset's carrying amount is written down to its recoverable amount, or recoverable service amount, if the asset's carrying amount is greater than its estimated recoverable service amount.

Derecognition

The Philippine Army derecognizes items of property, plant and equipment and/or any significant part of an asset upon disposal or when no future economic benefits or service potential is expected from its continuing use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the surplus or deficit when the asset is derecognized.

3.6 Changes in accounting policies and estimates

The Philippine Army recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy were applied prospectively if retrospective application is impractical.

The Philippine Army 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.

3.7 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) was prepared since the budget and the financial statements were not prepared on comparable basis. The SCBAA was 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.

3.8 Adjustments on Accumulated Surplus

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

4. Cash and Cash Equivalents

Accounts	2019	2018 As Restated
Cash - Collecting Officers	₱12,122,183.54	₱119,990.24
Cash in Bank- Local Currency, Current Account (LCCA)	2,073,650,162.71	2,251,506,270.23
Cash – Treasury/Agency Deposit, Trust	400,665,865.83	295,220,884.08
Total Cash and Cash Equivalents	₱2,486,438,212.08	₱2,546,847,144.55

4.1 *Cash-Collecting Officers* pertains to undeposited collections for the year 2019, which will be deposited at the beginning of the following year to the appropriate LBP Local Currency Current Account of either Trust Receipts, Internally Generated or Treasurer of the Philippines.

PA Unit	2019	2018 As Restated
9 th ID	0.30	0.00
HPA and Post Units	12,122,183.24	119,990.24
Total	₱12,122,183.54	₱119,990.24

4.2 *Cash in Bank – Local Currency, Current Account (LCCA)* pertains to current accounts maintained with the 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 Assistance, Pay and Allowances, and Terminal Leave Benefits and Gratuity Claims of Military and Civilian Army Personnel as at 31 December 2019. 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 amounting to ₱109,794.09 including interest income of ₱57,175.66 for the 4th Quarter 2019 under UCPB Account Nr 001401031009 for remittance to the Treasurer of the Philippines at the beginning of the following year.

PA Unit	2019	2018 As Restated
1st ID	₱1,234,377.28	₱1,477,577.19
2nd ID	2,446,394.81	2,436,297.28
3rd ID	21,936,825.53	42,724,686.63
4th ID	19,183,979.35	55,315,063.44
5th ID	2,731,549.83	2,565,489.83
6th ID	19,051,765.00	11,866,665.00

PA Unit	2019	2018 As Restated
7th ID	16,643,755.94	1,919,759.90
8th ID	7,868,667.43	5,499,515.09
9th ID	2,098,246.67	1,449,001.17
10th ID	37,980,414.00	710,217.00
MID	1,236,957.82	1,278,393.11
TRADOC	1,753,301.90	1,753,301.90
51st EBde	403,659,660.69	4,565,382.41
52nd EBde	5,452,986.04	195,455,106.10
53rd EBde	120,351,163.88	71,431,958.98
54th EBde	4,094,403.12	4,094,403.12
HPA and Post Units	1,405,925,713.42	1,846,963,452.08
Total	₱2,073,650,162.71	₱2,251,506,270.23

4.3 Cash-Treasury/Agency Deposit, Trust consists of trust receipts collected and deposited with the BTr per Executive Order 1002.

PA Unit	2019	2018 As Restated
1 st ID	₱4,430,282.02	₱3,486,397.94
2 nd ID	1,884,312.05	1,821,192.49
3 rd ID	2,754,259.86	2,754,259.94
4 th ID	12,798,522.23	12,777,379.13
5 th ID	4,754,130.51	3,352,945.35
6 th ID	7,569,302.49	7,421,286.49
7 th ID	47,289,039.11	26,880,373.12
8 th ID	2,963,310.01	2,951,310.01
9 th ID	2,332,496.37	2,042,323.25
10 th ID	0.00	0.00
MID	403,337.32	292,837.32
TRADOC	0.00	0.00
51 st EBde	12,064,765.56	10,442,975.56
52 nd EBde	8,169.40	8,169.40
53 rd EBde	306,209.13	306,209.13
54 th EBde	10,000.00	0.00
HPA and Post Units	301,097,729.69	220,683,224.95
Total	₱400,665,865.83	₱295,220,884.08

5. Receivables

PA Unit	2019		2018 As Restated	
	Current	Non-Current	Current	Non-Current
Accounts Receivable	₱255,438.51	0.00	₱21,224.99	0.00
Due from NGAs	223,914,235.44	0.00	383,070,470.56	0.00
Due from Government - Owned or Controlled Corporation	8,647,741,044.74	5,811,501.92	6,532,634,222.84	5,811,501.92
Due from Bureaus	0.00	0.00	1,196,000.00	0.00
Due from Other Funds	15,974.62	0.00	15,974.62	0.00
Due from Operating Units	789,240,294.47	0.00	330,220,420.31	0.00
Receivables-Disallowances / Charges	10,407,332.37	0.00	11,303,251.79	0.00
Due from Officers and Employees	18,254,387.49	207,448.40	13,381,476.96	207,448.40
Other Receivables (net of Allowance for Impairment)	164,249,363.33	1,488,055.42	209,120,812.53	1,488,055.42
Total	₱9,854,078,070.97	₱7,507,005.74	₱7,480,963,854.60	₱7,507,005.74

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

PA Unit	Amount	Current	Non-Current
8 th ID	₱24,920.00	₱24,920.00	0.00
9 th ID	90.00	90.00	0.00
HPA	230,428.51	230,428.51	0.00
Total	₱255,438.51	₱255,438.51	0.00

5.1.1 Aging of the account is as follows:

PA Unit	Amount	Less than 30 days	Less than 90 days	91-365 days	More than 365 days
8 th ID	24,920.00	24,920.00			
9 th ID	90.00	90.00			
HPA	230,428.51	₱2,526.00	0.01	₱206,755.50	₱21,147.00
Total	₱255,438.51	₱27,536.00	₱0.01	₱206,755.50	₱21,147.00

5.1.2 *Liquidated damages* from various PITC procurement projects for CY 2018 amounting to ₱23,374,221.39 were recognized as Accounts Receivable under JEV Nr-2019-05-003299 dated May 17, 2019. Collection of which on the same month was recorded under JEV Nr-2019-05-003459.

5.1.3 This account also includes the amount of ₱206,275.50 representing receivable from Jopare Pest Control System which will be transferred to the accounts of 15th Field Accounting Unit on the following year.

5.2 *Due from National Government Agencies* consists of unliquidated fund transfers to other offices/units of the National Government such as PS-DBM, Government Arsenal (GA) and National Printing Office (NPO) in the procurement of ammunitions, 1,000 booklets of official receipts and common-use supplies. The decrease in the account was caused by the liquidations made by the GA in the amount of ₱122,314,118.40, NPO in the amount of ₱100,000.00 and PSDBM for the procurement of common-use supplies.

PA Unit	2019			2018 As Restated	
	PS-DBM	Arsenal	Others	PS-DBM	Arsenal
1 st ID	₱465,336.55	0.00	0.00	₱94,767.66	0.00
2 nd ID	2,196,614.33	0.00	0.00	5,190,208.35	0.00
3 rd ID	354,967.69	0.00	0.00	0.00	0.00
4 th ID	73,670.65	0.00	0.00	56,000.94	0.00
5 th ID	276,555.70	0.00	0.00	54,035.86	0.00
6 th ID	0.00	0.00	0.00	0.00	0.00
7 th ID/ AAR/ SOCOM	0.00	0.00	0.00	718,706.78	0.00
8 th ID	0.00	0.00	0.00	0.00	0.00
9 th ID	28,490.79	0.00	0.00	0.00	0.00
10 th ID	0.00	0.00	0.00	16,367.50	0.00
MID	1,013,280.75	0.00	0.00	1,750,297.70	0.00
TRADOC	2,283,373.01	0.00	0.00	2,283,373.01	0.00
51 st EBde	155,610.34	0.00	0.00	149,547.71	0.00
52 nd Ebde	11,820.92	0.00	0.00	5.56	0.00
53 rd EBde	0.00	0.00	0.00	0.00	0.00
54 th EBde	83,507.74	0.00	0.00	99,590.36	0.00
HPA and Post Units	72,990,362.75	142,349,992.14	1,630,652.08	107,993,458.59	264,664,110.54
Sub-total	79,933,591.22	142,349,992.14	1,630,652.08	118,406,360.02	264,664,110.54
Total		₱223,914,235.44		₱383,070,470.56	

5.3 Due from Government-Owned and/or Controlled Corporations consists of receivables from the Philippine International Trading Corporation (PITC) for various fund transfers 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
MID/TRADOC	₱174,669,710.92	₱174,669,710.92	0.00
51 st EBde	354,112,390.45	354,112,390.45	0.00
HPA and Post Units	8,124,770,445.29	8,118,958,943.37	5,811,501.92
Total	₱8,653,552,546.66	₱8,647,741,044.74	₱5,811,501.92

5.4 Due from Bureaus totaling ₱1,196,000.00 represents 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. These were liquidated in January 2019 under JEV-2019-11-002538 and JEV-2019-01-000003, respectively.

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

5.6 Due from Operating Units represents intra-agency fund transfers to field units for the implementation of programs/projects.

PA Unit	Amount	Current	Non-Current
HPA and Post Units	₱789,240,294.47	₱789,240,294.47	0.00
Total	₱789,240,294.47	₱789,240,294.47	0.00

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

PA Unit	Amount	Less than 365 days	Over 1 Year	Over 2 Years
1 st ID	₱451,601.42	0.00	₱ 451,601.42	0.00
3 rd ID	992,089.86	0.00	992,089.86	0.00
4 th ID	3,281,028.00	0.00	3,281,028.00	0.00
6 th ID	13,781.81	0.00	13,781.81	0.00
9 th ID	111,616.40	0.00	111,616.40	0.00
51 st EB	150,079.78	0.00	150,079.78	0.00

PA Unit	Amount	Less than 365 days	Over 1 Year	Over 2 Years
HPA and Post Units	5,407,135.10	0.00	5,407,135.10	0.00
Total	₱10,407,332.37	₱ 0.00	₱10,407,332.37	₱ 0.00

5.7.1 The reduced amount from last year's balance amounting to ₱895,919.42 pertains to settlement of accountability from 10th ID, TRADOC, 51st EBde and HPA.

5.8 *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	₱1,632,290.64	₱1,632,290.64	0.00
3 rd ID	300,294.97	300,294.97	0.00
4 th ID	207,448.40	0.00	207,448.40
5 th ID	4,514,031.00	4,514,031.00	0.00
6 th ID	181,852.20	181,852.20	0.00
7 th ID	245,444.00	245,444.00	0.00
8 th ID	1,850,700.00	1,850,700.00	0.00
9 th ID	438,319.96	438,319.96	0.00
10 th ID	50,000.00	50,000.00	0.00
52 nd EBde	153,471.00	153,471.00	0.00
HPA and Post	8,887,983.72	8,887,983.72	0.00
Total	₱18,461,835.89	₱18,254,387.49	₱207,448.40

5.9 *Other Receivables* consists of dormant accounts reclassified from Advances for Operating Expenses, Advances to Officers and Employees, Due from Officers and Employees, dormant receivable from Supplier and Repair, Maintenance and Construction (RMC) Fund. Details are as follows:

PA Unit	Amount	Current	Non-Current
1 st ID	₱35,780.00	₱35,780.00	0.00
2 nd ID	7,072,788.50	7,072,788.50	0.00
3 rd ID	1,689,583.98	1,689,583.98	0.00
4 th ID	128,922.21	128,922.21	0.00
6 th ID	5,504,560.16	5,504,560.16	0.00
7 th ID	1,393,612.18	1,393,612.18	0.00
8 th ID	660,836.71	660,836.71	0.00
9 th ID	514,308.38	514,308.38	0.00
10 th ID	39,322.47	39,322.47	0.00
MID/TRADOC	1,047,064.60	1,047,064.60	0.00

PA Unit	Amount	Current	Non-Current
51 st EB	1,052,339.17	1,052,339.17	0.00
52 nd EB	15,500.00	15,500.00	0.00
53 rd EB	1,586,322.51	52,244.76	1,534,077.75
54 th EB	4,000.00	4,000.00	0.00
HPA and Post Units	193,563,718.94	193,563,718.94	0.00
Sub-total	₱214,308,659.81	₱212,774,582.06	₱1,534,077.75
Less: Impairment Loss	48,571,241.06	48,525,218.73	46,022.33
Total	₱ 165,737,418.75	₱ 164,249,363.33	₱ 1,488,055.42

5.9.1 Impairment loss of ₱48,571,241.06 was recognized in compliance with COA Circular No. 2016-005 dated December 19, 2016, COA Circular 2012-004 dated November 28, 2012, COA Circular 94-013 dated December 13, 1994, COA Circular 97-002 dated February 10, 1997. Moreover, Section 9 of Chapter 5 Volume 1 of GAM provides that “Entities shall evaluate the collectability of accounts receivable on an ongoing basis based on historical bad debts, customer/recipient credit-worthiness, current economic trends and changes in payment activity.”

5.9.2 The account also includes the following:

Name/ Company	Particulars	Amount
Bairam Enterprises	Procurement of CVR Scorpion Tank Spare Parts	₱18,454,278.60
Petron Corp	Repair, Maintenance and Construction (RMC) Fund	146,734,607.74

5.9.3 The account of Bairam Enterprises amounting to ₱18,454,278.60 for the procurement of CVR Scorpion Tank Spare Parts remained undelivered and has been dormant for 12 years.

5.9.4 Receivable from Petron Corporation for RMC Fund amounting to ₱146,734,607.74 (₱69,600,300.62 for CY 2016 and ₱77,134,307.12 for CY 2017) was 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 (Lot3). The details of the allocation of RMC is as follows:

CY	Percentage Allocation		
	LOT 1	LOT 2	LOT 3
2016	15 percent of the total contract price	15 percent of the total contract price	6.5 percent based on the total payments made
2017	5.5 percent of total contract price	5.5 percent of total contract price	6.5 percent of total payments made

Per Memorandum of Agreement, the RMC Funds shall be managed and controlled by Petron Corporation. Report on Utilization per executed work (repair, maintenance, or construction) shall be submitted to the respective Commodity Managers represented by OG4, PA in the case of Philippine Army, within two weeks from payment thereof for monitoring and reconciliation of records.

Out of ₱146,734,607.74 recorded receivables for RMC Fund as at year end, a total of ₱65,489,187.39 was already earmarked for the implementation of projects. Details are as follows:

Description/Projects	Amount
Construction of new POL Dump in 10 th Infantry Division (CY 2015 RMC)	₱4,778,129.21
Construction of new POL Dump in 6 th Infantry Division (CY 2015 RMC)	5,655,300.00
Procurement of 8 units Fuel Tanker Truck, 16-20k L cap (CY 2016 RMC)	12,163,200.00
Procurement of 8 units Generator Set 40 KVA (CY 2016 RMC)	1,947,308.16
Procurement of Generator Set 40KVA (CY 2015 RMC)	1,400,000.00
Rehabilitation of existing POL Dump in 4 th Infantry Division (Cy 2015 RMC)	4,200,000.00
Rehabilitation of existing POL Dump in HPA (CY 2015 RMC)	900,000.00
Rehabilitation of existing POL Dump in 103 rd Engineer Brigade (CY 2016 RMC)	3,638,570.77
Rehabilitation of existing POL Dump in 1 st Infantry Division (CY 2016 RMC)	4,256,293.17
Rehabilitation of existing POL Dump in 51 st Engineer Brigade (CY 2016 RMC)	2,556,772.02
Rehabilitation of existing POL Dump in 8 th Infantry Division (CY 2016 RMC)	4,730,455.00
Rehabilitation of existing POL Dump in 9 th Forward Service Support Unit (CY 2016 RMC)	5,772,236.15
Rehabilitation of existing POL Dump in 3 rd Infantry Division (CY 2015 RMC)	1,118,400.00
Procurement of Fuel Tanker Truck, 16k-20k L CAP -	6,081,600.00

Description/Projects	Amount
CY 2015	
Rehabilitation of existing POL Dump in 5 th Infantry Division – CY 2016	4,227,313.95
Procurement of Generator set 25KVA (2 units)	1,947,308.16
Procurement of L355 Copier (1 unit) – CY 2016	116,300.80
Total	₱65,489,187.39

5.9.5 The remaining balance of unrecognized completed projects will be accounted for in the books of accounts as soon as pertinent supporting documents from Office of the Army Quarter Master are transmitted to Accounting Service.

6. Inventories

Accounts	2019			
	Inventories carried at the lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventory write-down recognized during the year	Reversal of Inventory write-down recognized during the year
Inventory Held for Consumption				
Carrying Amount, January 1, 2019	9,468,143,899.74	0.00	0.00	0.00
Additions/Acquisitions during the year	3,239,295,113.11	0.00	0.00	0.00
Expensed during the year except write-down	(2,853,525,457.89)	0.00	0.00	0.00
Write-down during the year	0.00	0.00	0.00	0.00
Reversal of Write-down during the year	0.00	0.00	0.00	0.00
Carrying Amount, December 31, 2019	9,853,913,554.96	0.00	0.00	0.00
Semi-Expendable items				
Carrying Amount, January 1, 2019	9,076,136.60	0.00	0.00	0.00
Additions/Acquisitions during the year	38,496,330.77	0.00	0.00	0.00
Expensed during the year except write-down	(38,431,045.39)	0.00	0.00	0.00
Write-down during the year	0.00	0.00	0.00	0.00
Reversal of Write-down during the year	0.00	0.00	0.00	0.00
Carrying Amount, December 31, 2019	9,141,421.98	0.00	0.00	0.00
Total Carrying Amount, December 31, 2019	9,863,054,976.94	0.00	0.00	0.00

6.1 *Office Supplies Inventory* represents cost of office supplies purchased requiring submission of Requisition and Issue Slips (RISs) and Report of Supplies and Materials Issued (RSMI) from Army Property Accountability Office for its

liquidation. The non-current office supplies inventory for 2018 pertains to inventories unliquidated under BCDA fund.

- 6.2** *Drugs and Medicines Inventory* represents cost of drugs and medicines purchased requiring submission of Requisition and Issue Slips (RISs) and Report of Supplies and Materials Issued (RSMI) from Army Property Accountability Office for its liquidation.
- 6.3** *Medical, Dental and Laboratory Supplies Inventory* includes supplies for the use of Army General Hospital requiring submission of Requisition and Issue Slips (RISs) and Report of Supplies and Materials Issued (RSMI) from Army Property Accountability Office for its liquidation.
- 6.4** *Fuel, Oil and Lubricants Inventory* pertains to the deliveries made by Petron Corporation to the different PA units for use in their operation; awaiting liquidating instruments from Army Property Accountability Office for the issued inventories. The non-current fuel, oil and lubricants inventory for 2018 pertains to inventories unliquidated under BCDA fund.
- 6.5** *Military, Police and Traffic Supplies Inventory* represents cost of ammunitions, explosives, magazines, and other firearms accessories; awaiting liquidating instruments from Army Property Accountability Office for the issued inventories.
- 6.6** *Construction Materials Inventory* pertains to cost of construction materials purchased for the repairs and maintenance of various buildings and structures.
- 6.7** *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.
- 6.8** *Semi-Expendable Accounts* pertains to cost/fair value of the purchased/acquired machinery and equipment costing less than ₱15,000. The non-current semi-expendable – furniture and fixtures pertains for 2019 pertains to unliquidated semi-expendable item recorded under BCDA fund.
- 6.9** The liquidation/issuance of the above-mentioned inventory accounts was solely dependent on the existence of liquidating instruments such as Requisition Issue Slip and Report of Supplies and Materials Issued from the Property Accountability Office.
- 6.10** The variance of ₱3,177,031.00 between the reported expenses for/issuances of Inventory held for consumption and Semi expendable items during the year

totaling ₱2,891,986,503.28 and ₱2,888,809,472.28, respectively, represents inventory consumption in prior years but recorded in the current year.

7. Property, Plant and Equipment

	Land	Land Improvements	Infrastructure Assets	Buildings and Other Structures	Machinery and Equipment
Carrying Amount, January 1, 2019	74,467,361,134.83	332,803,882.85	30,241,210.10	4,652,402,245.82	5,769,330,623.37
Additions/Acquisitions	22,751,378.00	11,538,511.12	13,164,760.51	328,955,963.98	2,253,838,571.30
Adjustment	0.00	7,181,684.61	0.00	107,716,434.70	24,369,208.83
Total	74,490,112,512.83	351,524,078.58	43,405,970.61	5,089,074,644.50	8,047,538,403.50
Disposals	0.00	990,087.25	1,143,441.04	71,577,241.16	1,069,869,415.52
Depreciation (As per Statement of Financial Performance)	0.00	36,700,758.21	4,900,718.05	279,494,085.17	740,144,738.24
Impairment Loss (As per Statement of Financial Performance)	0.00	0.00	0.00	1,125,946.00	1,094,605.26
Adjustment	0.00	35,749,461.61	2,430,163.70	426,574,009.92	650,519,598.06
Carrying Amount, December 31, 2019 (As per Statement of Financial Position)	74,490,112,512.83	278,083,771.51	34,931,647.82	4,310,303,362.25	5,585,910,046.42
Gross Cost (Asset Account Balance per Statement of Financial Position)	74,490,112,512.83	782,279,060.48	70,934,400.52	9,966,224,479.07	16,235,296,412.83
Less : Accumulated Depreciation	0.00	504,195,288.97	36,002,752.70	5,655,921,116.82	10,649,018,437.39
Allowance for Impairment	0.00	0.00	0.00	0.00	367,929.02
Carrying Amount, December 31, 2019 (As per Statement of Financial Position)	74,490,112,512.83	278,083,771.51	34,931,647.82	4,310,303,362.25	5,585,910,046.42

	Transportation Equipment	Furniture & Fixtures	Other PPE	Construction in Progress	TOTAL
Carrying Amount, January 1, 2019	1,762,338,542.97	14,796,248.77	67,419,737.72	1,631,406,847.97	88,728,100,474.40
Additions/Acquisitions	888,313,650.51	587,197.23	45,367,245.65	122,434,322.72	3,686,951,601.02
Adjustment	33,146,687.30	0.00	35,000.00	0.00	172,449,015.44
Total	2,683,798,880.78	15,383,446.00	112,821,983.37	1,753,841,170.69	92,587,501,090.86
Disposals	383,225,472.33	395,990.68	518,202.91	0.00	1,527,719,850.89
Depreciation (As per Statement of Financial Performance)	302,592,797.42	799,910.64	11,696,971.37	0.00	1,376,329,979.10
Impairment Loss (As per Statement of Financial Performance)	224,943.54	1,518.50	1,795,000.00	0.00	4,242,013.30
Adjustment	520,035,509.94	2,110,609.14	4,616,034.96	0.00	1,642,035,387.33

	Transportation Equipment	Furniture & Fixtures	Other PPE	Construction in Progress	TOTAL
Carrying Amount, December 31, 2019 (As per Statement of Financial Position)	1,477,720,157.55	12,075,417.04	94,195,774.13	1,753,841,170.69	88,037,173,860.24
Gross Cost (Asset Account Balance per Statement of Financial Position)	4,978,329,032.69	22,574,694.14	180,204,528.55	1,753,841,170.69	108,479,796,291.80
Less : Accumulated Depreciation	3,500,383,931.60	10,499,277.10	86,008,754.42	0.00	20,442,029,559.00
Allowance for Impairment	224,943.54	0.00	0.00	0.00	592,872.56
Carrying Amount, December 31, 2019 (As per Statement of Financial Position)	1,477,720,157.55	12,075,417.04	94,195,774.13	1,753,841,170.69	88,037,173,860.24

8. Other Assets

Particulars	2019		2018 As Restated	
	Current	Non-Current	Current	Non-Current
Advances for Operating Expenses	₱3,875,745.78		₱467,350,272.30	
Advances for Payroll	96,299,446.07		204,366,614.40	
Advances to Special Disbursing Officers	15,041,136.96		125,621,210.80	
Advances to Officers and Employees	771,252.25		30,795,046.66	
Advances to Contractors	34,899,347.18	55,548,008.22	23,116,219.94	55,548,008.22
Other Prepayments	104,132.51		104,132.51	
Deposits on Letters of Credit	4,964,580,173.32		2,267,445,368.78	18,200,000.00
Other Deposits	584,349,875.50		565,194,645.92	
Other Assets		133,714,696.08		190,078,351.61
Subtotal	5,699,921,109.57	189,262,704.30	3,683,993,511.31	263,826,359.83
Total	₱5,889,183,813.87		₱3,947,819,871.14	

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	₱273,500.03	₱273,500.03	0.00
5 th ID	187,641.00	187,641.00	0.00
7 th ID	100,000.00	100,000.00	0.00
11 th ID	1,508,000.00	1,508,000.00	0.00
54 th EBde	1,806,604.75	1,806,604.75	0.00
Grand Total	₱3,875,745.78	₱3,875,745.78	0.00

8.2 Advances for Payroll represents the unliquidated 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	₱4,650.00	₱4,650.00	0.00	0.00
3 rd ID	80,000.00	80,000.00	0.00	0.00
4 th ID	5,449,050.00	5,449,050.00	0.00	0.00
5 th ID	125,628.00	125,628.00	0.00	0.00
7 th ID	1,216,908.66	1,216,908.66	0.00	0.00
10 th ID	58,908,750.00	58,908,750.00	0.00	0.00
11 th ID	1,098,000.00	1,098,000.00	0.00	0.00
MID	10,626,025.66	10,626,025.66	0.00	0.00
TRADOC	18,790,433.75	18,790,433.75	0.00	0.00
Total	₱96,299,446.07	₱96,299,446.07	0.00	0.00

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	₱450,000.00	₱450,000.00	0.00
5 th ID	534,000.00	534,000.00	0.00
7 th ID	135.25	135.25	0.00
MID	6,805,476.78	6,805,476.78	0.00
TRADOC	7,244,248.45	7,244,248.45	0.00
HPA and Post Units	7,276.48	7,276.48	0.00
Total	₱15,041,136.96	₱15,041,136.96	0.00

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	₱ 6,650.00	₱ 6,650.00	₱ 0.00
52 nd EBde	17,350.00	17,350.00	0.00
TRADOC	13,430.00	13,430.00	0.00
HPA and Post Units	733,822.25	733,822.25	0.00
Total	₱771,252.25	₱771,252.25	0.00

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

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

8.7 *Deposit on Letters of Credit* represents deposits for the opening of Letter of Credit in favor of the LBP and United Coconut Planters Bank (UCPB) for various procurements that remain unliquidated as at year end.

8.8 *Other Deposits* represents amount transferred to Development Bank of the Philippines for the expenses incurred to facilitate Letter Offer and Acceptance for the packing, crafting, handling and transporting of EDA Grant for the Philippine Army under various Foreign Military Sales (FMS) Case. The balance increased due to newly transferred funds from Regular Agency Fund to DBP for the procurement of various C4S Mission Essential Equipment under FMS.

PA Unit	2019	2018 As Restated
HPA and Post Units	₱ 584,349,875.50	₱ 565,194,645.92
Total	₱584,349,875.50	₱565,194,645.92

8.9 *Other Assets* represents the residual value of fully depreciated assets and the cost of unserviceable turned-in assets subject for disposal. This account was reduced by ₱56,363,655.53 during the year due to dropping of unserviceable PPE evidenced by Inspection and Inventory Report of Unserviceable Property (IIRUP) issued by the respective PAMU Disposal Team.

PA Unit	2019	2018 As Restated
3 rd ID	₱ 10,542,410.73	₱ 10,542,410.73
6 th ID	14,815,163.32	14,815,163.32
7 th ID	30,017,738.33	67,023,077.73
8 th ID	2,355,174.07	2,355,174.07
9 th ID	47,221,695.58	47,221,695.58

PA Unit	2019	2018 As Restated
10 th ID	21,826,721.15	31,945,322.62
53 rd EBde	1,154,459.14	1,154,459.14
54 th EBde	5,781,333.76	5,781,333.76
HPA and Post Units	0.00	9,239,714.66
Total	₱133,714,696.08	₱190,078,351.61

9. Financial Liabilities

Account	2019		2018 As Restated	
	Current	Non-Current	Current	Non-Current
Accounts Payable	₱ 676,913,143.39	₱ 0.00	₱703,740,880.66	₱ 0.00
Due to Officers and Employees	2,005,194,354.97	441,578.15	1,555,728,505.97	0.00
Total	₱2,682,107,498.36	₱441,578.15	₱2,259,469,386.63	₱ 0.00

9.1 *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	2019	Current	Non-Current
		1 year and below	Beyond 1 year
1 st ID	₱ 17,720,913.72	₱ 17,720,913.72	₱ 0.00
2 nd ID	19,327,216.43	19,327,216.43	0.00
3 rd ID	1,576,698.53	1,576,698.53	0.00
4 th ID	17,867,839.31	17,867,839.31	0.00
5 th ID	2,040,505.56	2,040,505.56	0.00
6 th ID	13,455,699.50	13,455,699.50	0.00
7 th ID	24,552,988.80	24,552,988.80	0.00
8 th ID	13,721,988.48	13,721,988.48	0.00
9 th ID	9,877,122.04	9,877,122.04	0.00
10 th ID	1,445,456.02	1,445,456.02	0.00
11 th ID	4,544,997.15	4,544,997.15	0.00
MID	54,458,480.15	54,458,480.15	0.00
TRADOC	9,573,702.04	9,573,702.04	0.00
51 st EBde	1,113,764.94	1,113,764.94	0.00
52 nd EBde	8,323,870.69	8,323,870.69	0.00
53 rd EBde	3,331,493.54	3,331,493.54	0.00
54 th EBde	3,600,641.83	3,600,641.83	0.00
55 th EBde	8,949,361.38	8,949,361.38	0.00
HPA and	461,430,403.28	461,430,403.28	0.00

PA Unit	2019	Current	Non-Current
		1 year and below	Beyond 1 year
Post Units			
Total	₱676,913,143.39	₱676,913,143.39	0.00

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

PA Unit	2019	Current	Non-Current
		1 year and below	Beyond 1 year
1st ID	₱ 4,646,595.70	₱ 4,646,595.70	₱ 0.00
2nd ID	16,003,180.83	16,003,180.83	0.00
3rd ID	1,966,533.63	1,966,533.63	0.00
4th ID	21,109,858.19	21,109,858.19	0.00
5th ID	3,763,116.49	3,763,116.49	0.00
6th ID	6,200,493.94	6,200,493.94	0.00
7th ID	96,009,552.17	96,009,552.17	0.00
8th ID	1,863,984.00	1,863,984.00	0.00
9th ID	4,820,030.24	4,820,030.24	0.00
10th ID	8,355,812.35	8,355,812.35	0.00
11th ID	42,680,136.67	42,680,136.67	0.00
MID	12,204,145.49	12,204,145.49	0.00
TRADOC	14,398,521.12	14,398,521.12	0.00
51st EBde	5,993,991.00	5,993,991.00	0.00
52nd Ebde	190,801.31	190,801.31	0.00
53rd Ebde	1,226,280.82	1,226,280.82	0.00
54th Ebde	44,780,360.67	44,338,782.52	441,578.15
55th EBde	281,793.75	281,793.75	0.00
HPA and Post Units	1,719,140,744.75	1,719,140,744.75	0.00
Total	₱2,005,635,933.12	₱2,005,194,354.97	₱ 441,578.15

10. Inter-Agency Payables

Account	2019		2018 As Restated	
	Current	Non-Current	Current	Non-Current
Due to BIR	₱ 83,270,768.33	₱ 2,623,733.70	₱ 305,416,840.83	₱ 0.00
Due to GSIS	22,532,772.28	1,081.62	4,323,778.95	0.00
Due to Pag-IBIG	23,825,539.42	0.00	72,103.45	0.00
Due to PhilHealth	1,287,933.43	124.24	679,874.47	0.00
Due to NGAs	1,336,399,751.37	0.00	650,837,697.94	0.00
Due to GOCCs	2,215,911.21	0.00	9,911.21	0.00
Due to LGUs	24,064.67	0.00	24,064.67	0.00

Account	2019		2018 As Restated	
	Current	Non-Current	Current	Non-Current
Total	₱1,469,556,740.71	₱2,624,939.56	₱961,364,271.52	0.00

10.1 *Due to BIR* represents the balance of taxes withheld from compensation of PA personnel and payment to suppliers to be remitted either thru TRA (for Regular and BCDA Fund) or LBP Check (for other Fund Clusters) in January 2020.

PA Unit	2019	2018 As Restated
1 st ID	₱2,935,863.45	₱1,609,763.36
2 nd ID	1,258,047.64	1,486,455.46
3 rd ID	726,032.53	376,537.29
4 th ID	1,587,764.26	683,853.81
5 th ID	1,105,254.33	1,008,716.66
6 th ID	665,835.85	950,354.45
7 th ID/AAR/SOCOM	4,143,080.09	3,851,712.24
8 th ID	1,799,042.36	1,479,218.94
9 th ID	1,013,418.18	1,996,343.33
11 th ID	864,583.07	0.00
MID/TRADOC	7,601,451.93	6,117,444.72
51 st EBde	63,999.03	2,526,645.84
52 nd EBde	589,514.59	757,760.68
53 rd EBde	181,244.11	630,384.53
54 th EBde	609,497.71	745,087.10
55 th EBde	715,626.44	0.00
HPA and Post Units	60,034,246.46	281,196,562.42
Total	₱85,894,502.03	₱305,416,840.83

10.2 *Due to GSIS* consists of employees' premium payments and other payables withheld for remittance to GSIS. The amount of ₱16,078,536.37 was remitted in January 2020.

10.3 *Due to Pag-IBIG* represents the employee's premium and other payables withheld for remittance to Pag-IBIG. The amount of ₱23,755,659.07 was remitted in January 2020.

10.4 *Due to PhilHealth* consists of employees' premium and other payables withheld for remittance to PhilHealth. The amount of ₱831,907.51 was remitted in January 2020.

10.5 *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	2019	2018 As Restated
1 st ID	₱500,000.00	₱500,000.00
2 nd ID	500,000.00	500,000.00
3 rd ID	20,269,478.00	40,213,944.10
4 th ID	7,180,450.00	0.00
7 th ID	1,971,211.70	1,971,211.70
9 th ID	1,000,000.00	1,000,000.00
MID	966,956.41	966,956.41
TRADOC	883,628.00	883,628.00
51 st EBde	1,474,306.90	1,567,900.74
53 rd EBde	210,311.68	89,435,769.81
54 th EBde	35,853,789.33	111,621,046.14
HPA	1,265,589,619.35	402,177,241.04
Total	₱1,336,399,751.37	₱650,837,697.94

10.6 *Due to GOCCs* pertains to the balance of funds received from the Philippine Amusement and Gaming Corporation in CY 2019 intended to support the foreign travel of AFO officers and personnel for the Observation Tour and Safety in Hongkong and the amount withheld from the salary of Military/civilian personnel for loans payable to financial institutions not remitted at year end.

PA Unit	2019	2018 As Restated
3 rd ID	₱ 9,911.21	₱ 0.00
HPA and Post Units	2,206,000.00	0.00
Total	₱ 2,215,911.21	₱ 0.00

10.7 *Due to LGUs* consists of balance of funds received from LGUs for the implementation of specific programs or projects.

11. Intra-Agency Payables

Accounts	2019	2018 As Restated
Due to Central Office	₱636,182,680.42	₱281,698,459.48
Due to Bureaus	1,200,000.00	1,200,000.00
Total	₱637,382,680.42	₱282,898,459.48

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

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

12. Trust Liabilities

Accounts	2019	2018 As Restated
Trust Liabilities	₱266,279,969.68	₱299,333,406.37
Guaranty/Security Deposits Payable	205,802,181.14	221,050,601.53
Total	₱472,082,150.82	₱520,384,007.90

12.1 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	2019	2018 As Restated
1 st ID	₱ 6,489.04	₱ 6,489.04
3 rd ID	1,509,200.00	1,509,200.00
4 th ID	26,113,039.17	27,022,621.12
5 th ID	1,977,941.99	1,977,941.99
6 th ID	500,000.00	500,000.00
7 th ID	9,335,481.40	3,840,921.50
9 th ID	3,163,622.48	2,042,323.24
10 th ID	250.00	0.00
52 nd EBde	6,050.00	6,050.00
53 rd EBde	3,619,649.41	5,275,733.41
54 th EBde	10,000.00	0.00
HPA	220,038,246.19	257,152,126.07
Total	₱266,279,969.68	₱299,333,406.37

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

PA Unit	2019	2018 As Restated
2 nd ID	₱ 79,874.34	₱79,874.34
4 th ID	20,300.00	20,300.00
7 th ID	0.00	373,198.08
10 th ID	1,904,651.59	210,217.00
MID/TRADOC	9,628,450.32	1,220,064.10
51 st EBde	57,624,587.08	56,865,066.58
53 rd EBde	1,058,680.22	1,255,319.99
HPA and Post Units	135,485,637.59	161,026,561.44
Total	₱205,802,181.14	₱221,050,601.53

13. Deferred Credits/Unearned Income

Accounts	2019	2018 As Restated
Other Deferred Credits	₱24,053,265.92	₱18,336,034.41
Other Unearned Revenue	0.00	385,000.00
Total	₱24,053,265.92	₱18,721,034.41

13.1 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. 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.

15. Tax Revenue pertains to fines and penalties due to erroneous classification of taxes withheld and remitted through TRA Nr 00080502018923563 for the month of July 2018.

Particulars	2019	2018 As Restated
Fines and Penalties – Taxes on Goods and Services	₱ 0.00	₱1,000.00

16. Service and Business Income

Particulars	2019	2018 As Restated
Service Income		
Fines and Penalties - Service Income	₱ 94,163.62	₱ 10,771.69
Other Service Income	86,431,235.14	81,526,226.36
Business Income		
Rent/Lease Income	10,640,111.97	14,022,918.85
Hospital Fees	6,251,941.00	11,710,695.00
Interest Income	1,459,238.00	1,174,743.01
Fines and Penalties - Business Income	0.00	40,775.56
Total Service and Business Income	₱104,876,689.73	₱108,486,130.47

16.1 Other Service Income comprises of income derived from service fees from financial institutions, issuance of PA military/dependent identification cards and services rendered by dental dispensaries.

16.2 Rent/Lease Income pertains to collection of rentals from transient facilities and business establishments within the camp premises.

16.3 Hospital Fees consists of collection of fees for services rendered by Army General Hospital to outpatients and collection from Philhealth.

17. Shares, Grants and Donations

Accounts	2019	2018 As Restated
Income from Grants and Donations in Cash	₱ 0.00	₱ 39,400,765.20
Income from Grants and Donations in Kind	2,865,549.00	175,000.00
Total	₱2,865,549.00	₱39,575,765.20

17.1 The Income from Grants and Donations in Kind account for year 2019 consists of the cost of: (a) one (1) unit Kubota Tractor Model: M9540 with EN: 2JC3447 and CN: M9540D14309 amounting to ₱2,797,000.00 donated by the Department of Agriculture – Regional Field Office No 02 to 5nd Infantry Division; and (b) various equipment and semi-expendable items donated by AFPSLAI – GHQ Branch to 51st EBde and 52nd EBde amounting to ₱45,650.00 and ₱22,899.00, respectively.

18. Personnel Services

Accounts	2019	2018 As Restated
Salaries and Wages	₱38,564,713,122.70	₱36,460,417,383.37
Other Compensation	31,737,413,621.00	30,474,754,270.27
Personnel Benefit Contributions	810,837,811.99	771,901,031.66
Other Personnel Benefits	5,815,706,232.50	4,722,887,038.33
Total	₱76,928,670,788.19	₱72,429,959,723.63

18.1 *Salaries and Wages*

Accounts	2019	2018 As Restated
Basic Salary-Civilian	₱ 327,325,653.94	₱ 308,642,405.03
Base Pay – Military/Uniformed Personnel	38,237,387,468.76	36,151,774,978.34
Total Salaries and Wages	₱38,564,713,122.70	₱36,460,417,383.37

18.1.1 The implementation of the compensation adjustment for Civilian and Uniformed personnel resulted in the increase of Salaries and Wages and other personnel benefits. Likewise, the hiring of additional uniformed personnel to be assigned to Marawi and other

conflict affected, and high-risk areas caused the increase in the accounts.

18.2 *Other Compensation*

Accounts	2019	2018 As Restated
Personal Economic Relief Allowance (PERA)	₱2,311,126,112.40	₱ 2,200,045,187.73
Representation Allowance (RA)	197,666.67	240,000.00
Transportation Allowance (TA)	197,666.67	240,000.00
Clothing/Uniform Allowance	388,704,831.17	421,852,922.16
Subsistence Allowance	8,874,145,240.20	8,513,637,750.17
Laundry Allowance	38,245,952.34	36,291,510.69
Quarters Allowance	503,125,285.40	477,210,307.43
Honoraria	732,796.80	214,622.85
Hazard Pay	1,274,758,900.47	891,283,197.03
Longevity Pay	7,286,825,917.42	6,707,957,788.06
Overtime Pay and Night Pay	1,580,104.91	1,570,871.78
Year End Bonus	6,355,059,255.06	6,447,166,289.05
Cash Gift	498,546,500.00	17,761,441.95
Other Bonuses and Allowances	4,204,167,391.50	4,759,282,381.37
Total Other Compensation	₱31,737,413,621.00	₱30,474,754,270.27

18.3 *Personnel Benefit Contributions*

Accounts	2019	2018 As Restated
Retirement and Life Insurance Premiums	₱ 39,120,865.71	₱ 36,026,401.22
Pag-IBIG Contributions	115,651,157.10	106,849,244.38
PhilHealth Contributions	507,930,357.44	475,513,252.52
Employees Compensation Insurance Premiums	118,301,519.74	107,426,170.54
Provident/Welfare Fund Contributions	29,833,912.00	46,085,963.00
Total Personnel Benefit Contributions	₱810,837,811.99	₱771,901,031.66

18.4 *Other Personnel Benefits*

Accounts	2019	2018 As Restated
Retirement Gratuity	₱58,289,096.29	₱ 6,888,823.44
Terminal Leave Benefits	4,610,145,042.19	4,428,429,041.79
Other Personnel Benefits	1,147,272,094.02	287,569,173.10
Total Other Personnel Benefits	₱5,815,706,232.50	₱4,722,887,038.33

19. Maintenance and Other Operating Expenses

Accounts	2019	2018 As Restated
Traveling Expenses	₱ 268,571,263.30	₱ 256,720,062.30
Training and Scholarship Expenses	415,791,236.38	414,248,615.32
Supplies and Materials Expenses	2,888,809,472.28	4,307,289,601.89
Utility Expenses	588,275,832.95	559,201,300.64
Communication Expenses	121,876,524.27	108,223,006.35
Awards/Rewards and Prizes	1,887,769.00	3,935,905.00
Survey, Research, Exploration and Development Expenses	2,095,000.00	3,021,253.54
Confidential, Intelligence and Extraordinary Expenses	444,000,000.00	444,000,000.00
Professional Services	26,117,829.24	17,459,226.77
General Services	5,733,387.84	8,070,094.90
Repairs and Maintenance	1,265,802,162.58	961,200,804.93
Taxes, Insurance Premiums and Other Fees	708,334,704.26	584,404,804.91
Labor and Wages	64,168,202.89	72,810,550.23
Other Maintenance and Operating Expenses	486,436,099.07	440,847,340.97
Total Maintenance and Other Operating Expenses	₱7,287,899,484.06	₱8,181,432,567.75

19.1 *Traveling Expenses*

Accounts	2019	2018 As Restated
Traveling Expenses – Local	₱213,015,358.06	₱219,493,791.13
Traveling Expenses - Foreign	55,555,905.24	37,226,271.17
Total Traveling Expenses	₱268,571,263.30	₱256,720,062.30

19.1.1 In Fiscal Year 2019, the Philippine Army conducted numerous international engagements purposively for the enhancement and capability development with other Armies in partnership with key International Defense and Security Stakeholders. Moreover, the increase in local travel is directly related to the consistent conduct of trainings, seminars, and operations of the different unit

19.2 *Training and Scholarship Expenses*

Accounts	2019	2018 As Restated
Training Expenses	₱415,084,048.87	₱413,094,646.29
Scholarship Grants/Expenses	707,187.51	1,153,969.03
Total Training and Scholarship Expenses	₱415,791,236.38	₱414,248,615.32

19.3 *Supplies and Materials Expenses*

Accounts	2019	2018 As Restated
Office Supplies Expenses	₱123,414,711.33	₱140,715,515.02
Accountable Forms Expenses	388,440.00	767,850.00
Non-Accountable Forms Expenses	3,002,710.00	2,801,895.00
Animal/Zoological Supplies Expenses	5,491,643.00	4,655,309.50
Food Supplies Expenses	295,210.00	3,702,129.42
Welfare Goods Expenses	250,162,823.77	295,271,167.39
Drugs and Medicines Expenses	51,792,202.92	56,416,961.19
Medical, Dental and Laboratory Supplies Expenses	74,529,940.78	72,077,005.98
Fuel, Oil and Lubricants Expenses	875,460,341.45	1,012,221,484.97
Agricultural and Marine Supplies Expenses	0.00	10,000.00
Military, Police and Traffic Supplies Expenses	52,966,757.60	923,979,199.46
Chemical and Filtering Supplies Expenses	2,525,862.50	703,960.00
Semi-Expendable Machinery and Equipment Expenses	34,597,083.79	23,245,757.11
Semi-Expendable Furniture, Fixtures and Books Expenses	3,833,961.60	6,645,991.37
Other Supplies and Materials Expenses	1,410,347,783.54	1,764,075,375.48
Total Supplies and Materials Expenses	₱2,888,809,472.28	₱4,307,289,601.89

19.3.1 The Supplies and Material Expenses for CY 2019 pertain to inventory consumptions for the current year only. Prior year's consumptions recorded under the Accumulated Surplus account were restated to conform with the CY 2019 FS presentation.

19.4 *Utility Expenses*

Accounts	2019	2018 As Restated
Water Expenses	₱134,791,480.41	₱143,256,765.92
Electricity Expenses	453,484,352.54	415,944,534.72
Total Utility Expenses	₱588,275,832.95	₱559,201,300.64

19.4.1. The increase in the Electricity Expenses was brought about by the activation of several offices.

19.5 *Communication Expenses*

Accounts	2019	2018 As Restated
Postage and Courier Services	₱ 1,462,011.59	₱ 1,544,571.31
Telephone Expenses	70,696,290.03	66,136,024.09
Internet Subscription Expenses	27,391,575.45	18,386,871.47
Cable, Satellite, Telegraph and Radio Expenses	22,326,647.20	22,155,539.48
Total Communication Expenses	₱121,876,524.27	₱108,223,006.35

19.5.1 The reported increase was primarily due to the increased demand and usage rate in internet connection as a means of communication with other units. It can be gleaned that the operations of the Philippine Army necessitate strong communication adding the challenge of connecting with geographically separated units.

19.6 *Awards/Rewards and Prizes*

Accounts	2019	2018 As Restated
Awards/Rewards Expenses	₱1,267,274.00	₱2,191,396.00
Prizes	620,495.00	1,744,509.00
Total Awards/Rewards and Prizes	₱1,887,769.00	₱3,935,905.00

19.7 *Survey, Research, Exploration and Development Expenses*

Accounts	2019	2018 As Restated
Survey Expenses	₱2,095,000.00	₱3,021,253.54

19.8 *Confidential, Intelligence and Extraordinary Expenses*

Accounts	2019	2018 As Restated
Intelligence Expenses	₱444,000,000.00	₱444,000,000.00

19.9 *Professional Expenses*

Accounts	2019	2018 As Restated
Legal Services	₱ 1,576,045.89	₱ 521,810.73
Auditing Services	2,708,479.70	2,933,746.63
Consultancy Services	56,120.00	2,326,160.00
Other Professional Services	21,777,183.65	11,677,509.41
Total Professional Services	₱26,117,829.24	₱17,459,226.77

19.9.1 Other Professional Services account consists of retainer fees of professionals, such as medical and dental doctors.

19.10 *General Services*

Accounts	2019	2018 As Restated
Environment/Sanitary Services	₱ 35,245.00	₱ 79,975.00
Janitorial Services	4,537,142.86	3,853,481.74
Security Services	0.00	15,040.00
Other General Services	1,160,999.98	4,121,598.16
Total General Services	₱5,733,387.84	₱8,070,094.90

19.11 *Repair and Maintenance*

Accounts	2019	2018 As Restated
Repairs and Maintenance-Land Improvements	₱ 4,973,160.15	₱ 7,643,319.43
Repairs and Maintenance-Infrastructure Assets	19,341,806.22	13,748,141.13
Repairs and Maintenance-Buildings and Other Structures	618,161,033.71	406,497,795.80
Repairs and Maintenance-Machinery and Equipment	334,885,228.93	270,514,354.24
Repairs and Maintenance-Transportation Equipment	280,129,909.12	255,576,221.29
Repairs and Maintenance-Furniture and Fixtures	2,584,542.56	2,798,583.15
Repairs and Maintenance-Semi-Expendable Machinery and Equipment	5,462,955.00	3,833,605.89

Accounts	2019	2018 As Restated
Repairs and Maintenance-Semi-Expendable Furniture and Fixtures	258,526.89	574,566.00
Repairs and Maintenance-Other Property, Plant and Equipment	5,000.00	14,218.00
Total Repairs and Maintenance Expenses	₱1,265,802,162.58	₱961,200,804.93

19.11.1 The increase in repair was primarily the effect of the normal depreciation process of assets. Moreover, the Command utilized the said funds in order to sustain the combat power and endurance across the depth of operating environment. With the intensified operations against internal and external threat, the Command's assets (mostly equipment and transportation) were extensively used that require certain repairs.

19.12 *Taxes, Insurance Premiums and Other Fees*

Accounts	2019	2018 As Restated
Taxes, Duties and Licenses	₱ 665,792,606.11	₱ 553,465,225.72
Fidelity Bond Premiums	8,155,020.00	9,216,749.96
Insurance Expenses	34,387,078.15	21,722,829.23
Total Taxes, Insurance Premiums and Other Fees	₱708,334,704.26	₱584,404,804.91

19.12.1 Taxes, Duties and Licenses account pertains to the required duties and taxes arising from the importation of various ordnance items consigned to Philippine Army for the procurement of ammunition, materiel and other assets.

19.13 *Labor and Wages*

Accounts	2019	2018 As Restated
Labor and Wages	₱64,168,202.89	₱72,810,550.23

19.14 *Other Maintenance and Operating Expenses*

Accounts	2019	2018 As Restated
Advertising Expenses	₱ 6,000.00	₱ 580,577.60
Printing and Publication Expenses	11,057,425.91	17,957,502.72
Representation Expenses	425,568,558.94	378,736,473.43
Transportation and Delivery	32,316,623.12	20,974,577.32

Accounts	2019	2018 As Restated
Expenses		
Rent/Lease Expenses	12,193,373.58	15,581,935.62
Membership Dues and Contributions to Organizations	63,795.00	67,340.00
Subscription Expenses	1,670,531.02	2,443,349.39
Donations	0.00	50,000.00
Other Maintenance and Operating Expenses	3,559,791.50	4,455,584.89
Total Other Maintenance and Operating Expenses	₱486,436,099.07	₱440,847,340.97

19.14.1 Aside from the usual fund utilization, the increase was primarily due to the implementation of targets pertaining to organization development which required intensified civil military operations Philippine Army-Wide. Moreover, FY 2019 provided a level up capability for territorial defense and enhanced combined arms capability which required representation and transportation.

20. Financial Expenses

Accounts	2019	2018 As Restated
Bank Charges	₱979.75	₱470.06

21. Non-Cash Expenses

Particulars	2019	2018 As Restated
Depreciation/Impairment Loss/Losses		
Depreciation- Other Land Improvements	₱ 36,700,758.21	₱ 37,976,737.76
Depreciation-Infrastructure Assets	4,900,718.05	4,380,909.57
Depreciation-Buildings and Other Structures	279,494,085.17	262,939,033.54
Depreciation-Machinery and Equipment	740,144,738.24	805,643,092.69
Depreciation-Transportation Equipment	302,471,577.75	271,368,536.44
Depreciation-Furniture, Fixtures and Books	921,130.31	809,855.79
Depreciation-Other Property, Plant Equipment	11,696,971.37	5,749,309.02
Impairment Loss	16,942,056.62	23,250,987.38
Total Non-Cash Expenses	₱1,393,272,035.72	₱1,412,118,462.19

22. Net Financial Assistance/Subsidy

Particulars	2019	2018 As Restated
NCA received from DBM and GHQ		
Regular Agency	₱89,367,362,724.00	₱83,923,261,921.30
BCDA	38,461,452.00	176,421,434.00
Trust and Other Receipts	68,934,276.00	13,363,595.45
Total	89,474,758,452.00	84,113,046,950.75
Add: Tax Remittance Advice		
Regular Agency	3,207,456,135.70	2,639,433,823.02
BCDA	0.00	0.00
Total Subsidy from National Government	92,682,214,587.70	86,752,480,773.77
Less: Reversion of Unutilized NCA		
Regular Agency	22,736,437.07	18,552,908.04
BCDA	2.08	240,277.51
Trust and Other Receipts	0.00	3,149,931.50
Total Reversion	22,736,439.15	21,943,117.05
Sub-total	92,659,478,148.55	86,730,537,656.72
Adjustments	377,269,254.15	564,494,975.57
Net Subsidy from National Government	93,036,747,402.70	87,295,032,632.29
Subsidy from Central Office	928,460,739.27	494,788,364.04
Subsidy from Other National Government Agencies	210,194.00	0.00
Subsidy to NGAs	0.00	(5,217,558.98)
Subsidy to Operating Units	(1,845,039,760.33)	(1,094,200,318.93)
Subsidies-Others	(888,921,780.00)	(1,310,413,444.40)
Total Financial Assistance/Subsidy	₱91,231,456,795.64	₱85,379,989,674.02

22.1 Subsidy from Other National Government Agency account pertains to receipt of 50 bottles sevoflurane 250ml and 50 amps. Bupivacaine 0.5 percent 4ml with 8 percent dextrose from Department of Health - Central Office delivered to Army General Hospital last March 01, 2019.

23. Other Non-Operating Income

Particulars	2019	2018 As Restated
Sale of Unserviceable Property		
HPA and Post Units	₱ 0.00	₱ 2,736,000.00

Particulars	2019	2018 As Restated
Miscellaneous Income		
Miscellaneous Income	71,700,481.86	30,583,972.33
Total	₱71,700,481.86	₱33,319,972.33

24. Gains

PA Unit	2019	2018 As Restated
5 th ID	₱ 14.97	₱ 16.08
7 th ID	2,228,800.00	72,380.28
MID/TRADOC	2,970.00	190.89
HPA and Post Units	0.00	30,400.67
Total	₱2,231,784.97	₱102,987.92

25. Loss of Asset

PA Unit	2019	2018 As Restated
3 rd ID	₱ 25,502.80	₱ 9,751.73
5 th ID	314,190.82	429,129.70
6 th ID	3,471.00	0.00
7 th ID	18,212.23	715.50
9 th ID	217,969.86	0.00
HPA and Post Units	0.00	69,413.90
Total	₱579,346.71	₱509,010.83

26. Adjustments on Accumulated Surplus

Particulars	Debit	Credit	Balance
a. Prior Period Errors			
Unrecorded Income/Expenses			0.00
Other Adjustments			0.00
Total	0.00	0.00	0.00
b. Adjustment of Net Revenue recognized Directly in Net Assets/Equity			
Closing of Treasury/Deposit Accounts	736,370,082.51		(736,370,082.51)
Other Adjustments	0.00	132,300,432.87	132,300,432.87
Total	736,370,082.51	132,300,432.87	(604,069,649.64)
Surplus/(Deficit) for the Period		5,802,708,666.77	5,802,708,666.77
c. Others			
Adjustments of Property, Plant, and Equipment and other	994,545,812.16		(994,545,812.16)

Particulars	Debit	Credit	Balance
various adjustments			
Total	₱1,730,915,894.67	₱5,935,009,099.64	₱4,204,093,204.97

27. Adjustments on Cash Flows consist of the following:

Particulars	2019	2018 As Restated
Adjustment on Cash Inflows		
Restoration of Cash for Unreleased Checks	₱ 0.00	₱273,939.27
Restoration of Cash for Cancelled/Lost/Stale Checks/ADA	3,508,097.45	16,086,530.02
Reversal of Unused NCA for Special Account and Trust Receipts Fund	0.00	3,529,533.77
Other adjustments-Inflow	17,906,543,955.79	17,126,764,854.90
Total Adjustments on Cash Inflows	₱17,910,052,053.24	₱17,146,654,857.96
Adjustment on Cash Outflows		
Reversing entry for unreleased checks in previous year	273,939.27	0.00
Closing of Cash-Treasury/Agency Deposit Regular	736,370,082.51	73,075,257.28
Other adjustments-Outflow	18,877,696,601.77	17,240,297,348.10
Total Adjustments on Cash Outflows	₱19,614,340,623.55	₱17,313,372,605.38

27.1 The Other adjustments – inflow and outflow pertains to Receipt of Notice of Transfer of Cash Allocation (NTCAs) by the different Army Field Accounting Units, Issuance of Notice of Transfer of Allocation (NTAs) to the different Field Accounting Units and adjustments on the erroneous usage of Cash Accounts.

28. Status of Allotments, Obligations and Balances

Expense Class	Allotment Received	Obligation	Unobligated Balances
Regular Fund			
Personnel Services	₱74,478,451,980.00	₱ 74,478,451,959.55	₱ 20.45
Maintenance and Other Operating Expenses	12,552,928,000.00	11747567481.85	805,360,518.15
Capital Outlay	3,514,702,000.00	1,154,921,639.00	2,359,780,361.00
Total Regular Fund	90,546,081,980.00	87,380,941,080.40	3,165,140,899.60
Automatic Appropriation			
RLIP (PS)	37,187,000.00	37,187,000.00	0.00
Customs, Duties and Taxes (MOOE)	653,608,325.00	653,608,325.00	0.00

Expense Class	Allotment Received	Obligation	Unobligated Balances
Total Automatic Appropriation	690,795,325.00	690,795,325.00	0.00
Special Purpose Fund			
Misc. Personnel Benefit Fund	1,372,153,488.00	1,372,153,488.00	0.00
Pension and Gratuity Fund	2,181,818,457.00	2,181,732,912.18	85,544.82
Total Special Purpose Fund	3,553,971,945.00	3,553,886,400.18	85,544.82
Continuing Appropriations			
Regular Appropriations			
Maintenance and Other Operating Expenses	1,357,105,436.05	1,357,105,436.05	0.00
Capital Outlay	482,832,578.25	482,832,578.25	0.00
Special Purpose Fund			
Contingent Fund – MOOE	494,266,974.48	494,266,974.48	0.00
Contingent Fund – Capital Outlay	86,523,996.00	86,523,996.00	0.00
Calamity Fund	42,756,408.85	345,000.00	42,411,408.85
Total Continuing Appropriations	2,463,485,393.63	2,421,073,984.78	42,411,408.85
Total BCDA Fund	90,359,064.00	4,757,721.00	85,601,343.00
Grand Total	₱97,344,693,707.63	₱954,051,454,511.36	₱3,293,239,196.27

29. The Comparative Financial Statements for the year 2018-2019 was restated to reflect the correction of errors pertaining to recognition in the year of occurrence of unrecognized income for interest earned, recognition of constructive receipt of Notice of Cash Allocation (NCA) for Tax Remittance Advice (TRA) and expenses for prior year depreciation, setup of prior year payable accounts for PS and MOOE claims, transfer of prior year inventories, liquidation of prior year cash advances, prior year liquidation/issuance of inventories, and refund of prior year overpayment of pay and allowances affecting nominal accounts.

The effects of the aforementioned accounting errors in the balances of the 2018 income and expenses are presented in the table below:

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors (Over) Under	2018 Restated Balance	
Cash-Collecting Officer	₱ 119,990.24		₱ 119,990.24	
Cash in Bank-Local Currency, Current Account	2,251,506,270.23	-	2,251,506,270.23	
Cash-Treasury/Agency Deposit, Trust	295,220,884.08	-	295,220,884.08	
Accounts Receivable	21,224.990	-	21,224.99	
Due from National				

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of	2018 Restated	
		Errors		
		(Over) Under		
Government Agencies	383,070,470.56	-	383,070,470.56	
Due from Government-Owned and/or Controlled Corporations	6,538,445,724.76	-	6,538,445,724.76	
Due from Bureaus	1,196,000.00	-	1,196,000.00	
Due from Operating Units	330,220,420.31	-	330,220,420.31	
Due from Other Funds	15,974.62	-	15,974.62	
Receivables-Disallowances/Charges	11,303,251.79	-	11,303,251.79	
Due from Officers and Employees	13,588,925.36	-	13,588,925.36	
Other Receivables	246,481,036.22	-	246,481,036.22	
Allowance for Impairment-Other Receivables	35,872,168.27	-	35,872,168.27	
Office Supplies Inventory	154,983,058.21	-	154,983,058.21	
Accountable Forms, Plates and Stickers Inventory	4,200.00	-	4,200.00	
Drugs and Medicines Inventory	16,315,027.88	-	16,315,027.88	
Medical, Dental and Laboratory Supplies Inventory	21,560,292.09	-	21,560,292.09	
Fuel, Oil and Lubricants Inventory	1,184,853,041.60	-	1,184,853,041.60	
Military, Police and Traffic Supplies Inventory	6,265,111,582.41	-	6,265,111,582.41	
Chemical and Filtering Supplies Inventory	19,946.00	-	19,946.00	
Construction Materials Inventory	25,658,111.77	-	25,658,111.77	
Other Supplies and Materials Inventory	1,799,638,639.78	-	1,799,638,639.78	
Semi-Expendable Machinery	342,880.00	-	342,880.00	
Semi-Expendable Office Equipment	1,556,759.10	-	1,556,759.10	
Semi-Expendable Information and Communication Technology Equipment	1,171,891.00	-	1,171,891.00	
Semi-Expendable Communication Equipment	1,052,673.50	-	1,052,673.50	
Semi-Expendable Disaster Response and Rescue Equipment	1,395,475.00	-	1,395,475.00	
Semi-Expendable Medical Equipment	95,675.00	-	95,675.00	
Semi-Expendable Sports Equipment	140,839.00	-	140,839.00	
Semi-Expendable Other Machinery and Equipment	1,079,296.00	-	1,079,296.00	
Semi-Expendable Furniture and Fixtures	1,984,698.00	-	1,984,698.00	
Semi-Expendable Books	5,750.00	-	5,750.00	

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of	2018 Restated Balance	
		Errors (Over) Under		
Land	74,467,361,134.83	-	74,467,361,134.83	
Other Land Improvements	773,818,906.76	-	773,818,906.76	
Accumulated Depreciation-Other Land Improvements	453,667,932.93	-	453,667,932.93	
Road Networks	3,750,445.59	-	3,750,445.59	
Accumulated Depreciation-Road Networks	2,607,557.59	-	2,607,557.59	
Sewerage System	3,832,025.00	-	3,832,025.00	
Accumulated Depreciation-Sewerage System	-	-	-	
Water Supply Systems	10,405,071.87	-	10,405,071.87	
Accumulated Depreciation-Water Supply Systems	6,849,437.18	-	6,849,437.18	
Power Supply Systems	42,258,571.46	-	42,258,571.46	
Accumulated Depreciation-Power Supply Systems	21,108,059.28	-	21,108,059.28	
Communication Networks	1,124,750.00	-	1,124,750.00	
Accumulated Depreciation-Communication Networks	937,193.04	-	937,193.04	
Other Infrastructure Assets	5,000,000.00	-	5,000,000.00	
Buildings	7,829,395,175.92	-	7,829,395,175.92	
Accumulated Depreciation-Buildings	4,403,998,917.37	-	4,403,998,917.37	
Hospitals and Health Centers	341,348,748.95	-	341,348,748.95	
Accumulated Depreciation-Hospitals and Health Centers	222,040,175.90	-	222,040,175.90	
Other Structures	1,458,278,365.44	-	1,458,278,365.44	
Accumulated Depreciation-Other Structures	722,175,724.54	-	722,175,724.54	
Machinery	127,125,786.47	-	127,125,786.47	
Accumulated Depreciation-Machinery	85,117,262.37	-	85,117,262.37	
Office Equipment	103,760,231.92	-	103,760,231.92	
Accumulated Depreciation-Office Equipment	61,029,362.16	-	61,029,362.16	
Impairment Loss-Office Equipment	137,344.93	-	137,344.93	
Information and Communication Technology Equipment	471,117,945.41	-	471,117,945.41	
Accumulated Depreciation-Information and Communication Technology Equipment	318,829,593.29	-	318,829,593.29	
Impairment Loss-Information and	1,458,772.19	-	1,458,772.19	

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Communication Technology Equipment				
Communication Equipment	4,443,029,683.33	-	4,443,029,683.33	
Accumulated Depreciation-Communication Equipment	3,197,767,724.98	-	3,197,767,724.98	
Construction and Heavy Equipment	1,415,540,525.99	-	1,415,540,525.99	
Accumulated Depreciation-Construction and Heavy Equipment	772,450,031.84	-	772,450,031.84	
Firefighting Equipment and Accessories	28,334,063.82	-	28,334,063.82	
Flood and Rescue Equipment	55,439,346.15	-	55,439,346.15	
Earthquake Rescue Equipment	10,027,233.60	-	10,027,233.60	
Landslide Rescue Equipment	5,268,054.40	-	5,268,054.40	
Accumulated Depreciation-Disaster Response and Rescue Equipment	33,397,276.90	-	33,397,276.90	
Military, Police and Security Equipment	7,859,705,166.22	-	7,859,705,166.22	
Accumulated Depreciation-Military, Police and Security Equipment	5,172,160,684.35	-	5,172,160,684.35	
Medical Equipment	279,981,744.75	-	279,981,744.75	
Accumulated Depreciation-Medical Equipment	163,813,455.04	-	163,813,455.04	
Printing Equipment	2,270,008.00	-	2,270,008.00	
Accumulated Depreciation-Printing Equipment	1,320,638.60	-	1,320,638.60	
Sports Equipment	79,306,760.64	-	79,306,760.64	
Accumulated Depreciation-Sports Equipment	25,538,493.24	-	25,538,493.24	
Technical and Scientific Equipment	52,041,454.28	-	52,041,454.28	
Accumulated Depreciation-Technical and Scientific Equipment	34,332,970.07	-	34,332,970.07	
Other Machinery and Equipment	82,594,501.72	-	82,594,501.72	
Accumulated Depreciation-Other Machinery and Equipment	42,025,355.20	-	42,025,355.20	
Motor Vehicles	3,995,557,066.29	-	3,995,557,066.29	
Accumulated Depreciation-Motor Vehicles	2,853,968,950.13	-	2,853,968,950.13	
Aircrafts and Aircrafts Ground Equipment	17,640,000.00	-	17,640,000.00	
Accumulated				

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Depreciation-Aircrafts and Aircrafts Ground Equipment	16,436,583.28	-	16,436,583.28	
Watercrafts	356,399,561.58	-	356,399,561.58	
Accumulated Depreciation-Watercrafts	217,502,317.76	-	217,502,317.76	
Other Transportation Equipment	13,012,662.13	-	13,012,662.13	
Accumulated Depreciation-Other Transportation Equipment	8,050,141.55	-	8,050,141.55	
Furniture and Fixtures	20,541,429.68	-	20,541,429.68	
Accumulated Depreciation-Furniture and Fixtures	8,223,983.53	-	8,223,983.53	
Books	566,799.46	-	566,799.46	
Accumulated Depreciation-Books	508,260.10	-	508,260.10	
Construction in Progress-Land Improvements	67,819,541.11	-	67,819,541.11	
Construction in Progress-Infrastructure Assets	264,139,260.50	-	264,139,260.50	
Construction in Progress-Buildings and Other Structures	1,299,448,046.36	-	1,299,448,046.36	
Work/Zoo Animals	4,450,000.00	-	4,450,000.00	
Other Property, Plant and Equipment	129,109,360.95	-	129,109,360.95	
Accumulated Depreciation-Other Property, Plant and Equipment	70,216,220.74	-	70,216,220.74	
Trees, Plants and Crops	11,981,444.45	-	11,981,444.45	
Advances for Operating Expenses	467,350,272.30	-	467,350,272.30	
Advances for Payroll	204,366,614.40	-	204,366,614.40	
Advances to Special Disbursing Officer	125,621,210.80	-	125,621,210.80	
Advances to Officers and Employees	30,795,046.66	-	30,795,046.66	
Advances to Contractors	78,664,228.16	-	78,664,228.16	
Other Prepayments	104,132.51	-	104,132.51	
Deposits on Letters of Credit	2,285,645,368.78	-	2,285,645,368.78	
Other Deposits	565,194,645.92	-	565,194,645.92	
Other Assets	190,078,351.61	-	190,078,351.61	
Accounts Payable	703,740,880.66	-	703,740,880.66	
Due to Officers and Employees	1,555,728,505.97	-	1,555,728,505.97	
Due to BIR	305,416,840.83	-	305,416,840.83	
Due to GSIS-Life and Retirement Premium	3,741,162.36	-	3,741,162.36	
Due to GSIS-ECC	549,600.00	-	549,600.00	
Due to GSIS-Salary Loan	6,200.00	-	6,200.00	
Due to GSIS-Policy Loan	26,816.59	-	26,816.59	

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Pag-IBIG Premium	72,103.45	-	72,103.45	
Due to PhilHealth	679,874.47	-	679,874.47	
Due to NGAs	650,837,697.94	-	650,837,697.94	
Due to GOCCs	9,911.21	-	9,911.21	
Due to LGUs	24,064.67	-	24,064.67	
Due to Central Office	281,698,459.48	-	281,698,459.48	
Due to Bureaus	1,200,000.00	-	1,200,000.00	
Trust Liabilities	299,333,406.37	-	299,333,406.37	
Guaranty/Security Deposits Payable	221,050,601.53	-	21,050,601.53	
Other Deferred Credits	18,336,034.41	-	18,336,034.41	
Other Unearned Revenue	385,000.00	-	385,000.00	
Other Payables	70,503,672.46	-	70,503,672.46	
Accumulated Surplus/(Deficit)	106,561,877,334.92	-	106,561,877,334.92	
Tax Revenue - Fines and Penalties - Taxes on Goods and Services	1,000.00	-	1,000.00	
Fines and Penalties-Service Income	2,235.05	8,536.64	10,771.69	Recognition of PY Income
Other Service Income	76,408,055.81	5,118,170.55	81,526,226.36	Unrecorded Other Service Income
Rent/Lease Income	14,007,918.85	15,000.00	14,022,918.85	Unrecorded Rent Income
Hospital Fees	11,747,858.00	(37,163.00)	11,710,695.00	Adjustment/Over-recording of Hospital Fees
Interest Income - Interest on NG Deposits	10,405.04	-	10,405.04	
Interest Income - Others	1,025,352.23	138,985.74	1,164,337.97	Recognition of PY Income
Fines and Penalties-Business Income	40,775.56	-	40,775.56	
Subsidy from National Government	87,018,289,033.05	276,743,599.24	87,295,032,632.29	Receipt of PY NCA for TRA
Subsidy from Central Office	485,791,288.79	8,997,075.25	494,788,364.04	Receipt of inventory/PS claim
Income from Grants and Donations in Cash	15,961,565.20	23,439,200.00	39,400,765.20	Liquidation to Source Agency in which the PPE record was retained by the Philippine Army
Income from Grants and Donations in Kind	175,000.00	-	175,000.00	
Gain on Foreign Exchange (FOREX)	28,300.65	-	28,300.65	
Other Gains	74,687.27	-	74,687.27	
Sale of Unserviceable Property	2,736,000.00	-	2,736,000.00	
Proceeds from Insurance/Indemnities	1,678,909.13	-	1,678,909.13	
Miscellaneous Income	16,328,468.11	12,576,595.09	28,905,063.20	Recognition of PY Income
Basic Salary-Civilian	308,625,274.63	17,130.40	308,642,405.03	Setup of PY PS Claim
Base Pay-Military/Uniformed Personnel	36,152,054,352.98	(279,374.64)	36,151,774,978.34	Overpayment of Pay and Allowances
PERA-Civilian	31,152,515.21	-	31,152,515.21	
PERA-Military/Uniformed Personnel	2,168,852,672.52	40,000.00	2,168,892,672.52	Setup of PY PS Claim
Representation				

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Allowance	240,000.00	-	240,000.00	
Transportation Allowance	240,000.00	-	240,000.00	
Clothing/Uniform Allowance-Civilian	7,618,807.00	-	7,618,807.00	
Clothing/Uniform Allowance-Military/Uniformed Personnel	239,249,022.70	19,009,600.00	258,258,622.70	Setup of PY PS Claim
Clothing/Uniform Allowance-Initial-Military/Uniformed Personnel	4,973,032.77	-	4,973,032.77	
Clothing/Uniform Allowance-Special-Military/Uniformed Personnel	75,127,464.34	10,642,402.00	85,769,866.34	Setup of PY PS Claim
Clothing/Uniform Allowance-Cold Weather-Military/Uniformed Personnel	5,686,130.00	83,581.00	5,769,711.00	Setup of PY PS Claim
Clothing/Uniform Allowance-Reenlistment-Military/Uniformed Personnel	44,121,359.95	14,774,222.40	58,895,582.35	Setup of PY PS Claim
Clothing/Uniform Allowance-Maintenance Cold Weather-Military/Uniformed Personnel	547,500.00	19,800.00	567,300.00	Setup of PY PS Claim
Subsistence Allowance-Military/Uniformed Personnel	8,489,177,296.40	15,571,123.77	8,504,748,420.17	Setup of PY PS Claim
Subsistence Allowance-Magna Carta Benefits for Public Health Workers under RA 7305	8,784,330.00	105,000.00	8,889,330.00	Setup of PY PS Claim
Laundry Allowance-Military/Uniformed Personnel	35,137,620.03	600.00	35,138,220.03	Setup of PY PS Claim
Laundry Allowance-Magna Carta Benefits for Public Health Workers under RA 7305	931,258.16	222,032.50	1,153,290.66	Setup of PY PS Claim
Quarters Allowance-Military/Uniformed Personnel	477,202,207.43	8,100.00	477,210,307.43	Setup of PY PS Claim
Honoraria-Military/Uniformed Personnel	267,635.92	(259,607.42)	8,028.50	Adjustment/Additional Entry to payment of Honoraria to Offset the Trust Liabilities Account
Honoraria-Magna Carta Benefits for Public Social Workers under RA 9432	206,594.35	-	206,594.35	
Hazard Pay	579,413,129.81	(103,140.00)	579,309,989.81	Overpayment of Pay and Allowances
Hazard Pay-Civilian	374,650.29	-	374,650.29	
Hazard Pay-Military/Uniformed Personnel	35,356,515.13	525,156.00	35,881,671.13	Setup of PY PS Claim

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors		
		(Over)	Under	
			2018 Restated Balance	
Hazard Pay-Magna Carta Benefits for Science and Technology under RA 8439	125,660.82	-	125,660.82	
Hazard Pay-Magna Carta Benefits for Public Health Workers under RA 7305	33,799,414.57	327,919.50	34,127,334.07	Setup of PY PS Claim
Hazardous Duty Pay	202,005,636.06	39,458,254.85	241,463,890.91	Setup of PY PS Claim
Longevity Pay-Civilian	2,880,574.68	-	2,880,574.68	
Longevity Pay-Military/Uniformed Personnel	6,703,449,197.67	1,628,015.71	6,705,077,213.38	Setup of PY PS Claim
Overtime Pay	1,393,047.15	177,824.63	1,570,871.78	Setup of PY PS Claim
Bonus-Civilian	55,841,652.24	289,602.61	56,131,254.85	Setup of PY PS Claim
Bonus-Military/Uniformed Personnel	6,355,374,240.79	35,660,793.41	6,391,035,034.20	Setup of PY PS Claim
Cash Gift-Civilian	87,500.00	-	87,500.00	
Cash Gift-Military/Uniformed Personnel	17,658,941.95	15,000.00	17,673,941.95	Setup of PY PS Claim
Per Diems-Civilian	50,000.00	-	50,000.00	
Provisional Allowance	175,101.03	7,343.50	182,444.53	Setup of PY PS Claim
Productivity Enhancement Incentive-Civilian	6,385,491.61	95,520.92	6,481,012.53	Setup of PY PS Claim
Productivity Enhancement Incentive-Military/Uniformed Personnel	467,309,284.86	7,394,055.97	474,703,340.83	Setup of PY PS Claim
Performance Based Bonus-Civilian	12,533,234.21	-	12,533,234.21	
Performance Based Bonus-Military/Uniformed Personnel	815,744,208.06	69,514.05	815,813,722.11	Setup of PY PS Claim
Flying Pay-Duty Based Allowance	27,148,484.52	-	27,148,484.52	
Special Group Team Insurance-DBA-MUP	50,304,285.70	-	50,304,285.70	
Combat Incentive Pay-DBA-MUP	141,000.00	-	141,000.00	
Hardship Allowance-DBA-MUP	210,141.91	-	210,141.91	
Combat Duty Pay-DBA-MUP	2,784,963,524.09	(63,000.00)	2,784,900,524.09	Overpayment of Pay and Allowances
Instructor's Duty Pay-DBA-MUP	209,987,981.48	12,479,268.53	222,467,250.01	Setup of PY PS Claim
Reservist's Pay-DBA-MUP	159,968,306.75	3,056,765.93	163,025,072.68	Setup of PY PS Claim
Medal of Valor Award-DBA-MUP	20,475,000.00	-	20,475,000.00	
Hospitalization Expense-DBA-MUP	85,130,344.83	(8,328,404.20)	76,801,940.63	Overpayment of Pay and Allowances
Specialist Pay -DBA-MUP	360,690.00	-	360,690.00	
Parachutist Pay-DBA-MUP	91,872,588.02	36,997.50	91,909,585.52	Setup of PY PS Claim
Other Bonuses and Allowances	40,000.00	11,734,652.10	11,774,652.10	Setup of PY PS Claim

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Retirement and Life Insurance Premiums	32,898,243.62	3,128,157.60	36,026,401.22	Setup of PY PS Claim
Pag-IBIG-Civilian	1,563,275.16	-	1,563,275.16	
Pag-IBIG-Military/Uniformed Personnel	105,285,969.22	-	105,285,969.22	
Philhealth-Civilian	4,076,211.54	-	4,076,211.54	
Philhealth-Military/Uniformed Personnel	471,437,040.98	-	471,437,040.98	
ECIP-Civilian	4,332,570.54	130,300.00	4,462,870.54	Setup of PY PS Claim
ECIP-Military/Uniformed Personnel	93,668,000.00	9,295,300.00	102,963,300.00	Setup of PY PS Claim
Provident/Welfare Fund Contributions	46,085,963.00	-	46,085,963.00	
Retirement Gratuity-Civilian	6,888,823.44	-	6,888,823.44	
Terminal Leave Benefits-Civilian	10,512,486.28	-	10,512,486.28	
Terminal Leave Benefits-Military/Uniformed Personnel	4,417,839,260.68	77,294.83	4,417,916,555.51	Setup of PY PS Claim
Lump-sum for Step Increments-Length of Service	11,157.48	(10,000.00)	1,157.48	Adjustment/reclassification of account from Lump-sum to Other Personnel Benefits
Other Personnel Benefits	285,782,638.71	1,785,376.91	287,568,015.62	Setup of PY PS Claim
Traveling Expenses - Local	218,945,254.49	548,536.64	219,493,791.13	Setup of PY MOOE Claim
Traveling Expenses - Foreign	37,132,238.77	94,032.40	37,226,271.17	Setup of PY MOOE Claim
Training Expenses	398,668,905.38	14,425,740.91	413,094,646.29	Setup of PY MOOE Claim
Scholarship Grants/Expenses	1,153,969.03	-	1,153,969.03	
Office Supplies Expenses	133,641,865.86	7,073,649.16	140,715,515.02	Setup of PY MOOE Claim
Accountable Forms Expenses	767,850.00	-	767,850.00	
Non-Accountable Forms Expenses	2,801,895.00	-	2,801,895.00	
Animal/Zoological Supplies Expenses	4,156,899.50	498,410.00	4,655,309.50	Setup of PY MOOE Claim
Food Supplies Expenses	3,702,129.42	-	3,702,129.42	
Welfare Goods Expenses	294,129,011.39	1,142,156.00	295,271,167.39	Setup of PY MOOE Claim
Drug and Medicines Expenses	47,885,365.59	8,531,595.60	56,416,961.19	Setup of PY MOOE Claim
Medical, Dental and Laboratory Supplies Expenses	66,748,192.31	5,328,813.67	72,077,005.98	Setup of PY MOOE Claim
Fuel, Oil and Lubricants Expenses	856,619,630.46	155,601,854.51	1,012,221,484.97	Setup of PY MOOE Claim
Agricultural and Marine Supplies Expenses	10,000.00	-	10,000.00	
Military, Police and Traffic Supplies Expenses	12,740,378.35	911,238,821.11	923,979,199.46	Setup of PY MOOE Claim
Chemical and Filtering Supplies Expenses	632,614.00	71,346.00	703,960.00	Setup of PY MOOE Claim

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Semi-Expendable Machinery Expense	732,390.00	50,000.00	782,390.00	Setup of PY MOOE Claim
Semi-Expendable Office Equipment Expense	2,386,358.70	241,418.00	2,627,776.70	Setup of PY MOOE Claim
Semi-Expendable Information and Communication Technology Equipment Expense	11,800,807.27	1,105,772.79	12,906,580.06	Setup of PY MOOE Claim
Semi-Expendable Communication Equipment Expense	2,393,698.99	563,567.00	2,957,265.99	Setup of PY MOOE Claim
Semi-Expendable Disaster Response and Rescue Equipment Expense	759,721.00	-	759,721.00	
Semi-Expendable Military, Police and Security Equipment Expense	40,000.00	-	40,000.00	
Semi-Expendable Medical Equipment Expense	2,155,584.00	-	2,155,584.00	
Semi-Expendable Sports Equipment Expense	251,510.00	-	251,510.00	
Semi-Expendable Other Machinery and Equipment Expense	733,194.36	31,735.00	764,929.36	Setup of PY MOOE Claim
Semi-Expendable Furniture and Fixtures Expense	6,494,707.37	148,284.00	6,642,991.37	Setup of PY MOOE Claim
Semi-Expendable Books Expense	3,000.00	-	3,000.00	
Other Supplies and Materials Expenses	1,021,600,513.61	742,474,861.87	1,764,075,375.48	Setup of PY MOOE Claim
Water Expenses	143,247,325.30	9,440.62	143,256,765.92	Setup of PY MOOE Claim
Electricity Expenses	415,109,681.82	834,852.90	415,944,534.72	Setup of PY MOOE Claim
Postage and Courier Services	1,514,207.31	30,364.00	1,544,571.31	Setup of PY MOOE Claim
Telephone Expenses-Mobile	62,548,550.95	989,090.38	63,537,641.33	Setup of PY MOOE Claim
Telephone Expenses-Landline	2,598,382.76	-	2,598,382.76	
Internet Subscription Expenses	18,292,844.16	94,027.31	18,386,871.47	Setup of PY MOOE Claim
Cable, Satellite, Telegraph & Radio Expenses	22,136,359.48	19,180.00	22,155,539.48	Setup of PY MOOE Claim
Awards/Rewards Expenses	2,056,396.00	135,000.00	2,191,396.00	Setup of PY MOOE Claim
Prizes	1,744,509.00	-	1,744,509.00	
Survey Expenses	1,263,916.54	1,757,337.00	3,021,253.54	Setup of PY MOOE Claim
Intelligence Expenses	444,000,000.00	-	444,000,000.00	
Legal Services	521,810.73	-	521,810.73	
Auditing Services	2,933,746.63	-	2,933,746.63	
Consultancy Services	2,241,600.00	84,560.00	2,326,160.00	Setup of PY MOOE Claim
Other Professional Services	11,677,509.41	-	11,677,509.41	
Environment/Sanitary Services	79,975.00	-	79,975.00	
Janitorial Services	3,853,481.74	-	3,853,481.74	

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Security Services	15,040.00	-	15,040.00	
Other General Services	3,441,198.16	680,400.00	4,121,598.16	Setup of PY MOOE Claim
Repairs and Maintenance-Other Land Improvements	7,440,882.19	202,437.24	7,643,319.43	Setup of PY MOOE Claim
Repairs and Maintenance-Road Networks	1,213,265.00	-	1,213,265.00	
Repairs and Maintenance-Water Supply Systems	8,228,358.70	1,798,494.00	10,026,852.70	Setup of PY MOOE Claim
Repairs and Maintenance-Power Supply Systems	2,179,757.43	-	2,179,757.43	
Repairs and Maintenance-Other Infrastructure Assets	328,266.00	-	328,266.00	
Repairs and Maintenance-Buildings	290,397,236.38	20,093,488.57	310,490,724.95	Setup of PY MOOE Claim
Repairs and Maintenance-Hospitals and Health Centers	4,621,622.19	599,929.00	5,221,551.19	Setup of PY MOOE Claim
Repairs and Maintenance-Other Structures	86,748,863.40	4,036,656.26	90,785,519.66	Setup of PY MOOE Claim
Repairs and Maintenance-Machinery	2,982,196.75	60,000.00	3,042,196.75	Setup of PY MOOE Claim
Repairs and Maintenance-Office Equipment	10,806,089.74	582,132.00	11,388,221.74	Setup of PY MOOE Claim
Repairs and Maintenance-Information and Communication Technology Equipment	43,498,558.93	3,847,984.00	47,346,542.93	Setup of PY MOOE Claim
Airport Equipment	14,595.00	-	14,595.00	
Repairs and Maintenance-Communication Equipment	12,664,267.47	573,500.00	13,237,767.47	Setup of PY MOOE Claim
Repairs and Maintenance-Construction and Heavy Equipment	16,002,904.00	5,809,847.00	21,812,751.00	Setup of PY MOOE Claim
Repairs and Maintenance-Disaster Response and Rescue Equipment	263,637.75	-	263,637.75	
Repairs and Maintenance-Military, Police and Security Equipment	156,893,996.04	6,655,222.50	163,549,218.54	Setup of PY MOOE Claim
Repairs and Maintenance-Medical Equipment	3,162,472.86	361,464.20	3,523,937.06	Setup of PY MOOE Claim
Repairs and Maintenance-Printing Equipment	26,400.00	49,650.00	76,050.00	Setup of PY MOOE Claim
Repairs and Maintenance-Sports Equipment	161,367.00	-	161,367.00	
Technical and Scientific Equipment	66,000.00	-	66,000.00	
Repairs and	5,809,371.00	222,698.00	6,032,069.00	Setup of PY MOOE Claim

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Maintenance-Other Machinery and Equipment				
Repairs and Maintenance-Motor Vehicles	225,040,174.93	7,682,462.25	232,722,637.18	Setup of PY MOOE Claim
Aircrafts and Aircrafts Ground Equipment	8,049,057.00	-	8,049,057.00	
Repairs and Maintenance-Watercrafts	14,745,727.11	8,800.00	14,754,527.11	Setup of PY MOOE Claim
Repairs and Maintenance-Other Transportation Equipment	50,000.00	-	50,000.00	
Repairs and Maintenance-Furniture and Fixtures	2,773,583.15	25,000.00	2,798,583.15	Setup of PY MOOE Claim
Repairs and Maintenance-Semi-Expendable Machinery	63,547.00	110,000.00	173,547.00	Setup of PY MOOE Claim
Repairs and Maintenance-Semi-Expendable Office Equipment	681,177.80	472,294.24	1,153,472.04	Setup of PY MOOE Claim
Repairs and Maintenance-Semi-Expendable Information and Communication Technology Equipment	2,175,517.09	(438,752.24)	1,736,764.85	Adjustment/reclassification of account
Repairs and Maintenance-Semi-Expendable Communication Equipment	444,070.00	(100,000.00)	344,070.00	Adjustment/reclassification of account
Repairs and Maintenance-Semi-Expendable Disaster Response and Rescue Equipment	176,260.00	-	176,260.00	
Repairs and Maintenance-Semi-Expendable Military, Police and Security Equipment	107,295.00	-	107,295.00	
Repairs and Maintenance-Semi-Expendable Medical Equipment	20,000.00	-	20,000.00	
Repairs and Maintenance-Semi-Expendable Sports Equipment	25,000.00	-	25,000.00	
Repairs and Maintenance-Semi-Expendable Technical and Scientific Equipment	39,590.00	-	39,590.00	
Repairs and Maintenance-Semi-Expendable Other Machinery and Equipment	57,607.00	-	57,607.00	
Repairs and				

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2018 Balances	Effect of Errors	2018 Restated Balance	
		(Over) Under		
Maintenance-Semi-Expendable Furniture and Fixtures	586,186.00	(11,620.00)	574,566.00	Adjustment/reclassification of account
Repairs and Maintenance-Other Property, Plant and Equipment	14,218.00	-	14,218.00	
Subsidy to NGAs	5,217,558.98	-	5,217,558.98	
Subsidy to Operating Units	1,086,725,820.68	7,474,498.25	1,094,200,318.93	Transfer of PY inventory/PS Claim
Subsidy-Others	1,091,987,394.40	218,426,050.00	1,310,413,444.40	Liquidation of PY cash advance
Taxes, Duties and Licenses	553,448,014.48	17,211.24	553,465,225.72	Recognition of PY MOOE
Fidelity Bond Premiums	9,216,749.96	-	9,216,749.96	
Insurance Expenses	21,722,829.23	-	21,722,829.23	
Labor and Wages	72,810,550.23	-	72,810,550.23	
Advertising Expenses	580,577.60	-	580,577.60	
Printing and Publication Expenses	17,874,556.72	82,946.00	17,957,502.72	Setup of PY MOOE Claim
Representation Expenses	368,458,031.77	10,278,441.66	378,736,473.43	Setup of PY MOOE Claim
Transportation and Delivery Expenses	19,746,577.32	1,228,000.00	20,974,577.32	Setup of PY MOOE Claim
Rents-Buildings and Structures	90,000.00	-	90,000.00	
Rents-Land	278,000.00	-	278,000.00	
Rents-Motor Vehicles	3,251,860.00	-	3,251,860.00	
Rents-Equipment	11,862,487.22	9,588.40	11,872,075.62	Setup of PY MOOE Claim
Rents-Living Quarters	90,000.00	-	90,000.00	
Membership Dues and Contributions to Organizations	67,340.00	-	67,340.00	
Subscription Expenses	2,405,831.39	37,518.00	2,443,349.39	Setup of PY MOOE Claim
Donations	50,000.00	-	50,000.00	
Other Maintenance and Operating Expenses	4,404,834.89	50,750.00	4,455,584.89	Setup of PY MOOE Claim
Bank Charges	470.06	-	470.06	
Depreciation-Other Land Improvements	35,893,546.40	2,083,191.36	37,976,737.76	Adjustment in depreciation
Depreciation-Infrastructure Assets	4,380,909.57	-	4,380,909.57	
Depreciation-Buildings and Other Structures	260,267,764.79	2,671,268.75	262,939,033.54	Adjustment in depreciation
Depreciation-Machinery and Equipment	796,367,503.12	9,275,589.57	805,643,092.69	Adjustment in depreciation
Depreciation-Transportation Equipment	240,434,314.05	30,934,222.39	271,368,536.44	Adjustment in depreciation
Depreciation-Furniture, Fixture and Books	800,751.62	9,104.17	809,855.79	Adjustment in depreciation
Depreciation-Other Property, Plant and Equipment	3,640,715.63	2,108,593.39	5,749,309.02	Adjustment in depreciation
Impairment Loss-Other Receivables	13,549,063.03	-	13,549,063.03	
Impairment Loss-Property, Plant and Equipment	9,701,924.35	-	9,701,924.35	
Loss of Assets	509,010.83	-	509,010.83	
TOTAL	₱428,965,723,233.42	₱2,696,956,686.94	₱431,662,679,920.36	