

**PHILIPPINE ARMY**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2021**

**1. General Information/Agency Profile**

The consolidated financial statements (FS) of the Philippine Army (PA) were authorized for issue on May 05, 2022 as shown in the Statement of Management Responsibility for Financial Statements signed by Lieutenant General Romeo S Brawner Jr, Commanding General of PA and Colonel Ramon Antonio E Bello, Assistant Chief of Staff for Financial Management, G10.

The PA was first established on 22 March 1897 during the first meeting at Tejeros, Cavite. Currently, PA operates under the authority of the Executive Order (EO) 292, s. 1987 “Instituting the Administrative Code of 1987”. As embodied in EO 292, the PA shall be responsible for the conduct of operations on land, in coordination with 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 PA units with their corresponding servicing FAUs are as follows:

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

<b>PA Unit</b>	<b>Location</b>	<b>Servicing FAU</b>
Division	Odin Sinsuat, Maguindanao	
7 <sup>th</sup> Infantry (Kaugnay) Div. AAR, SFRA, FSRR, LRR, Aviation Regiment, 1 <sup>st</sup> Brigade Combat Team	Fort Magsaysay, Palayan City, Nueva Ecija	3 <sup>rd</sup> FAU
8 <sup>th</sup> Infantry (Storm Trooper) Division	Camp Lukban, Maulong, Catbalogan City, Samar	8 <sup>th</sup> FAU
9 <sup>th</sup> Infantry (Spear) Division	Camp Weene Martillana, Pili, Camarines Sur	5 <sup>th</sup> FAU
10 <sup>th</sup> Infantry (Agila) Division	Camp General Manuel T. Yan, Brgy. Tuboran, Mawab, Compostela Valley	11 <sup>th</sup> FAU
11 <sup>th</sup> Infantry (Alakdan) Div.	Camp General Teofilo Bautista, Brgy. Busbus, Jolo Sulu	17 <sup>th</sup> FAU
Armor Division and TRADOC	Camp O'Donnell, Capas, Tarlac	1 <sup>st</sup> FAU
51 <sup>st</sup> Engineer Brigade and CMOR	Camp Rigoberto J. Atienza, Libis, Quezon City	14 <sup>th</sup> FAU
53 <sup>rd</sup> Engineer Brigade	Camp Lapu-lapu, Cebu City	7 <sup>th</sup> FAU
54 <sup>th</sup> Engineer Brigade	Camp General Arturo T Enrile, Malagutay, Zamboanga City	16 <sup>th</sup> FAU
55 <sup>th</sup> Engineer Brigade	Brgy. Maria Cristina, Balo-i, Lanao Del Norte	9 <sup>th</sup> FAU
ASCOM, ASR, AIR, FCPA, ASPA, APAO, APMC, HPA and Post Units (IMCOM/HHSG)	Fort Andres Bonifacio, Metro Manila	ASPA Hqs/ 15 <sup>th</sup> FAU

## **2. Statement of Compliance and Basis of Preparation of FS**

The consolidated FS 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 FS 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 FS are prepared on an accrual basis in accordance with the IPSASs.

### **3.2 Consolidation**

The consolidated FS reflect the assets, liabilities, revenues, and expenses of the Headquarters and 36 PA Major Units.

### **3.3 Cash and cash equivalents (CCE)**

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

### **3.4 Inventories**

Inventory is measured at cost upon initial recognition.

Per GAM, 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 PA, it uses 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 PA.

### **3.5 Property, Plant and Equipment (PPE)**

#### ***Recognition***

An item is recognized as 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 (FV) of the item can be measured reliably.

### ***Measurement at Recognition***

An item recognized as PPE is measured at cost.

A PPE acquired through non-exchange transaction is measured at its FV 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 FV 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;
- 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 PPE are stated at cost less accumulated depreciation and impairment losses.

When significant parts of PPE are required to be replaced at intervals, the PA 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 (RM) costs are recognized as expense in surplus or deficit as incurred.

### ***Depreciation***

Each part of an item of PPE 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***

PA 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.

PA uses a residual value equivalent to at least five percent 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***

PA derecognizes items of PPE 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 Intangible Assets**

### ***Recognition and Measurement***

Intangible assets are recognized when the items are identifiable non-monetary assets without physical substance; it is probable that the expected future economic benefits or service potential that are attributable to the assets will flow to the entity; and the cost or FV of the assets can be measured reliably.

Intangible assets acquired separately are initially recognized at cost.

If payment for an intangible asset is deferred beyond normal credit terms, its cost is the cash price equivalent. The difference between this amount and the total payments is recognized as interest expense over the period of credit unless it is capitalized in accordance with the capitalization treatment permitted in PPSAS 5, Borrowing Costs

### ***Subsequent Measurement***

The useful life of intangible assets is assessed as either finite or infinite. Intangible assets with a finite life is amortized over its useful life.

The straight-line method is adopted in the amortization of the expected pattern of consumption of the expected future economic benefits or service potential.

An intangible asset with indefinite useful lives is not amortized. Intangible assets with an indefinite useful life or an intangible asset not yet available for use were assessed for impairment whenever there is an indication that the asset may be impaired.

The amortization period and amortization method for an intangible asset with a finite useful life were reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset were considered to modify the amortization period or method, as appropriate, and were treated as

changes in accounting estimates. The amortization expense on an intangible asset with a finite life is recognized in surplus or deficit as the expense category that is consistent with the nature of the intangible asset.

Gains or losses arising from derecognition of an intangible asset were measured as the difference between the net disposal proceeds and the carrying amount of the asset and were recognized in the surplus or deficit when the asset is derecognized.

### **3.7 Changes in accounting policies and estimates**

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

PA recognizes the effects of changes in accounting estimates prospectively by including in surplus or deficit.

PA corrects material prior period errors retrospectively in the first set of FS 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.

### **3.8 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 FS 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 FS.

### **3.9 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	2021	2020
Cash - Collecting Officers	₱ 1,600,144.81	₱ 214,062.58
Cash in Bank- Local Currency Current Account	2,610,726,772.52	4,384,007,673.39
Cash – Treasury/Agency Deposit, Trust	569,478,708.62	387,267,060.36
<b>Total Cash and Cash Equivalents</b>	<b>₱ 3,181,805,625.95</b>	<b>₱ 4,771,488,796.33</b>

- 4.1** *Cash-Collecting Officers* pertains to undeposited collections for the year 2021, which will be deposited at the beginning of the following year to the appropriate LBP LCCA of either Trust Receipts, Internally Generated or Treasurer of the Philippines.

PA Unit	2021	2020
HPA and Post Units	₱ 1,600,144.81	₱ 214,062.58
<b>Total</b>	<b>₱ 1,600,144.81</b>	<b>₱ 214,062.58</b>

- 4.2** *Cash in Bank – Local Currency, Current Account* pertains to current accounts maintained with LBP and UCPB. The amount includes obligated fund for 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 2021. 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 for various procurement projects.

PA Unit	2021	2020
1st ID/55EBde	₱ 4,254,890.86	₱ 1,108,482.24
2nd ID/RESCOM	2,344,322.07	2,643,203.52
3rd ID	16,173,010.50	16,608,497.74
4th ID/52EBde	58,585,022.68	21,948,902.10
5th ID	1,158,721.83	4,499,022.56
6th ID	14,361,984.28	17,435,212.87
7th ID/FSRR/AAR/SFRA/LRR/AR/1BCT/AVnR	3,899,563.20	3,696,167.84
8th ID	3,508,784.53	11,473,708.35
9th ID	1,962,487.66	1,317,087.60
10th ID	587,684.85	272,350.00
MID/TRADOC	658,277.13	2,278,987.11
51st EBde/CMOR	382,014,457.99	399,974,231.28
53rd EBde	103,849,787.30	120,114,777.08



PA Unit	2021	2020
54th EBde	49,182,163.92	162,679,403.12
HPA and Post Units	1,968,185,613.72	3,617,957,639.98
<b>Total</b>	<b>₱ 2,610,726,772.52</b>	<b>₱ 4,384,007,673.39</b>

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

PA Unit	2021	2020
1st ID/55EBde	₱ 5,699,277.82	₱ 5,288,897.23
2nd ID/RESCOM	901,866.48	687,271.48
3rd ID	2,782,924.94	2,754,259.94
4th ID/52EBde	13,007,452.26	12,916,419.82
5th ID	7,888,515.91	6,276,055.51
6th ID	4,567,884.22	4,360,884.22
7th ID/FSRR/AAR/SFRA/ LRR/AR/1BCT/AVnR	44,181,296.93	39,406,922.99
8th ID	3,949,635.41	2,990,310.01
9th ID	3,156,545.90	2,756,168.63
11th ID	34,084.75	21,500.00
MID/TRADOC	526,565.82	450,815.82
51st EBde/CMOR	15,465,225.56	13,420,805.56
53rd EBde	291,209.13	291,209.13
54th EBde		200,000.00
HPA and Post Units	467,026,223.49	295,445,540.02
<b>Total</b>	<b>₱ 569,478,708.62</b>	<b>₱ 387,267,060.36</b>

## 5. Receivables

PA Unit	2021		2020 As Restated	
	Current	Non-Current	Current	Non-Current
Accounts Receivable	₱ 150,346.42	₱ -	₱ 149,577.74	₱ -
Due from NGAs	72,593,963.43	-	74,968,111.42	-
Due from GOCCs	3,926,871,613.78	5,811,501.92	9,123,346,667.59	5,811,501.92
Due from Local Government Unit	19,449,400.00	-	0.00	-
Due from Operating Units	861,379,673.57	-	727,983,798.57	-
Due from Other Funds	15,974.62	-	4,138,974.62	-
Receivables-Disallowances/Charges	6,395,442.78	-	6,442,886.38	-

PA Unit	2021		2020 As Restated	
	Current	Non-Current	Current	Non-Current
Due from Officers and Employees	27,529,530.45	-	54,643,793.49	-
Other Receivables (net of Allowance for Impairment)	187,523,808.69	1,488,055.42	154,098,313.48	1,488,055.42
<b>Total</b>	<b>₱ 5,101,909,753.74</b>	<b>₱ 7,299,557.34</b>	<b>₱ 10,145,772,123.29</b>	<b>₱ 7,299,557.34</b>

5.1 *Accounts Receivable* represents the amount due arising from overpayment to suppliers and contract of service workers.

PA Unit	Amount	Current	Non-Current
2nd ID	₱ 127,734.74	₱ 127,734.74	₱ -
8th ID	814.84	814.84	-
HPA	21,796.84	21,796.84	-
<b>Total</b>	<b>₱ 150,346.42</b>	<b>₱ 150,346.42</b>	<b>₱ -</b>

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
2nd ID	₱ 127,734.74	₱ -	₱ -	₱ -	₱ 127,734.74
8th ID	814.84	-	-	814.84	-
HPA	21,796.84	-	-	-	21,796.84
<b>Total</b>	<b>₱ 150,346.42</b>	<b>₱ -</b>	<b>₱ -</b>	<b>₱ 814.84</b>	<b>₱ 149,531.58</b>

5.2 *Due from National Government Agencies* consists of unliquidated fund transfers to other offices/units of the National Government such as PS-DBM and National Printing Office (NPO) in the procurement of 500 booklets of ORs and common-use supplies.

PA Unit	2021			2020 As Restated		
	PSDBM	NPO	Others	PSDBM	NPO	Others
2nd ID	₱ -	₱ -	₱ -	₱ 2,722,014.69	₱ -	₱ -
4th ID/52EBDE	2,412,049.31	-	-	12,586.16	-	-
5th ID		-	-	71,990.40	-	-
7th ID/FSRR/ AAR/SFRA/ LRR/AR/1BCT	863,983.66	-	-	881,759.95	-	-
9th ID	25,999.07	-	-	7,491.79	-	-
MID/TRADOC	3,296,653.76	-	-	3,296,653.76	-	-
51st EBde	29,759.48	-	-	167,250.81	-	-
53rd EBde	1,157.22	-	-	7,964.43	-	-
54th EBde	36,500.00	-	-	36,500.00	-	-
HPA and Post Units	64,247,208.85	50,000.00	1,630,652.08	66,133,247.35	-	1,630,652.08
Sub-total	₱70,913,311.35	₱ 50,000.00	₱1,630,652.08	₱73,337,459.34	₱ -	₱1,630,652.08
<b>Total</b>	<b>₱ 72,593,963.43</b>			<b>₱ 74,968,111.42</b>		

**5.3** *Due from Government-Owned and/or Controlled Corporations* consists of receivables from the PITC for various fund transfers per Agency Outsourcing Requests which were not yet delivered nor liquidated; NKTII and Philippine Heart Center (PHC) representing advance payment for the confinement of PA personnel which have been dormant since 2007.

PA Unit	Amount	Current	Non-Current
MID/TRADOC	₱ 145,585,957.00	₱ 145,585,957.00	₱ -
51st EBde	357,112,390.45	357,112,390.45	-
54th EBde	304,466,589.98	304,466,589.98	-
HPA and Post Units	3,125,518,178.27	3,119,706,676.35	5,811,501.92
<b>Total</b>	<b>₱ 3,932,683,115.70</b>	<b>₱ 3,926,871,613.78</b>	<b>₱ 5,811,501.92</b>

**5.4** *Due from Local Government Units (LGUs)* amounting to P19,449,400.00 represents transfer fund to the Provincial Government of Sorsogon for the sustainment of CAAC-II obligated under ORS Nr 2700-02-101101-2021-10-001107 dated 28 October 2021 with Advice of Sub-Allotment Nr 2700-2021-0438 dated 27 October 2021.

**5.5** *Due from Operating Units* represents intra-agency fund transfers to field units for the *implementation* of programs/projects. Breakdown are as follows:

PA Unit	Amount	Current	Non-Current
1st ID	₱ 88,513,237.83	₱ 88,513,237.83	₱ -
2ID/RESCOM	999,066.00	999,066.00	-
3rd ID	16,140,613.00	16,140,613.00	-
4th ID/52nd EBde	44,991,825.09	44,991,825.09	-
6th ID	112,234,836.93	112,234,836.93	-
7th ID/FSRR/ AAR/SFRA/ LRR/AR/1BCT	15,902,525.00	15,902,525.00	-
9th ID	59,516.00	59,516.00	-
10th ID	7,095,000.00	7,095,000.00	-
51st ID	404,106,133.85	404,106,133.85	-
53rd EBde	109,254,741.33	109,254,741.33	-
54th EBde	61,082,178.54	61,082,178.54	-
TRADOC	1,000,000.00	1,000,000.00	-
<b>Total</b>	<b>₱ 861,379,673.57</b>	<b>₱ 861,379,673.57</b>	<b>₱ -</b>

**5.6** *Due from Other Funds* decreased from ₱4,138,974.62 to ₱15,974.62 was attributed to the restoration of cash to appropriate bank accounts due to the erroneous payment made in favor of MED CORE PLUS ENTERPRISES amounting to ₱1,558,000.00 and LIFELINE DIAGNOSTIC SUPPLIES, INC amounting to ₱2,565,000.00.

**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 <sup>st</sup> ID	₱ 451,601.42	₱ -	₱ 451,601.42	₱ -
3 <sup>rd</sup> ID	992,089.86	-	992,089.86	-
9 <sup>th</sup> ID	111,616.40	-	111,616.40	-
HPA and Post Units	4,840,1-635.10	-	4,840,135.10	-
<b>Total</b>	<b>₱ 6,395,442.78</b>	<b>₱ -</b>	<b>₱ 6,395,442.78</b>	<b>₱ -</b>

**5.7.1** The reduced amount from last year's balance amounting to ₱47,443.60 pertains to settlement of accountability from 6<sup>th</sup> ID and 51<sup>st</sup> EBde.

**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
3rd ID	₱ 312,624.34	₱ 312,624.34	₱ -
5th ID	4,486,136.83	4,486,136.83	-
6th ID	181,852.20	181,852.20	-
7th ID/FSRR/AAR/SFRA/ LRR/AR/IBCT	634,738.00	634,738.00	-
8th ID	2,142,780.46	2,142,780.46	-
9th ID	1,451,913.32	1,451,913.32	-
HPA and Post Units	18,319,485.30	18,319,485.30	-
<b>Total</b>	<b>₱ 27,529,530.45</b>	<b>₱ 27,529,530.45</b>	<b>₱ -</b>

**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:

	Amount	Current	Non-Current
Other Receivable	₱ 212,998,631.49	₱ 211,464,553.74	₱ 1,534,077.75
<i>Allowance for Impairment- Other Receivable</i>	<i>(23,986,767.38)</i>	<i>(23,940,745.05)</i>	<i>(46,022.33)</i>
<b>Net Value</b>	<b>₱ 189,011,864.11</b>	<b>₱ 187,523,808.69</b>	<b>₱ 1,488,055.42</b>

PA Unit	Amount	Current	Non-Current
1st ID	₱ 980,563.52	₱ 980,563.52	₱ -
3rd ID	1,123,334.77	1,123,334.77	-
4th ID/52nd EBde	3,414,614.88	3,414,614.88	-
7th ID/FSRR/ AAR/SFRA/ LRR/AR/IBCT	1,244,262.21	1,244,262.21	-
9th ID	1,961.12	1,961.12	-
10th ID	36,963.12	36,963.12	-
MID/TRADOC	837,651.68	837,651.68	-
51st EBde	841,871.34	841,871.34	-
53rd EBde	1,529,789.72	41,734.3	1,488,055.42
54th EBde	3,760.00	3,760.00	-
HPA and Post Units	178,997,091.75	178,997,091.75	-
<b>Total</b>	<b>₱ 189,011,864.11</b>	<b>₱ 187,523,808.69</b>	<b>₱ 1,488,055.42</b>

**5.9.1** Impairment loss of ₱ 849,637.74 was recognized for the year 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 the GAM provides that: Entities shall evaluate the collectability of accounts receivable on an ongoing basis based on historical bad debts, customer/recipient creditworthiness, current economic trends and changes in payment activity.

**5.9.2** The account also includes the following:

<b>Name/ Company</b>	<b>Particulars</b>	<b>Amount</b>
Bairam Enterprises	Procurement of CVR Scorpion Tank Spare Parts	₱18,454,278.60
Petron Corp (PCOR)	Repair, Maintenance and Const. (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 Repair, Maintenance and Construction 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 Corporation for the supply of DND-Wide Petroleum (LOT 1), Oil, Lubricants (LOT 2) and e-POL Card (Lot3). The details of allocation of RMC is as follows:

<b>CY</b>	<b>Percentage Allocation</b>		
	<b>LOT 1</b>	<b>LOT 2</b>	<b>LOT 3</b>
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 MOA, Repair, Maintenance and Construction 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 PA, within two weeks from payment thereof for monitoring and reconciliation of records. Detail of year-end balance is as follows:

<b>Description/Projects</b>	<b>Amount</b>
Construction of New Pol Dump (10ID)-CY 2015	₱ 4,778,129.21
Construction of New Pol Dump (6ID)-CY 2015	5,655,300.00

<b>Description/Projects</b>	<b>Amount</b>
Maintenance, Repair, Rehabilitation and Construction of DND Wide's POL Dumps/Bulk Plants-CY 2017 (Lot 1)	32,308,805.16
Maintenance, Repair, Rehabilitation and Construction of DND Wide's POL Dumps/Bulk Plants-CY 2017 (Lot 2)	2,434,712.27
Procurement of Desktop Computer (8 units) - CY 2016 Residual	0.08
Procurement of Fuel Tanker Truck, 16-20k L cap (8 units) - CY 2016	12,163,200.00
Procurement of Fuel Tanker Truck, 16k-20k L CAP-CY 2015	6,081,600.00
Procurement of Generator Set 25KVA (2 units) - CY 2016 Residual	1,947,308.16
Procurement of Generator set 40 KVA (8 units) - CY 2016	1,947,308.16
Procurement of Generator Set 40KVA-CY 2015	1,400,000.00
Procurement of Printer Epson L355 Series (8 units) - CY 2016 Residual	116,300.80
Rehabilitation of Existing POL Dump (4ID)-CY 2015	4,200,000.00
Rehabilitation of Existing POL Dump (Camp Capinpin, Tanay, Rizal) - CY 2016 Residual	4,111,113.15
Rehabilitation of Existing POL Dump (Camp Upi, Gamu, Isabela) - CY 2016 Residual	4,227,313.95
Rehabilitation of existing POL Dump (HPA)-CY 2015	900,000.00
Rehabilitation of Existing POL Dump (103EBde)-CY 2016	3,638,570.77
Rehabilitation of Existing POL Dump (1ID)-CY 2016	4,256,293.17
Rehabilitation of Existing POL Dump (51EBde) - CY 2016	2,556,772.02
Rehabilitation of Existing POL Dump (8ID)-CY 2016	4,730,455.00
Rehabilitation of Existing POL Dump (9FSSU) - CY 2016	5,772,236.15
Rehabilitation of existing POL Dump (3ID)-CY 2015	1,118,400.00
Repair and Maintenance of DND Wide's POL Dumps/Bulk Plants-CY 2017 (Lot 3)	42,390,789.69
<b>Total</b>	<b>₱ 146,734,607.74</b>

## 6. Inventories

Accounts	2021			
	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
<b>Inventory Held for Sale</b>				
Carrying Amount, January 1, 2021	₱ 50,500.00	₱ 0.00	₱ 0.00	₱ 0.00
Additions/Acquisitions during the year	0	0	0	0
Expensed during the year except write-down	0	0	0	0
Write-down during the year	0	0	0	0
Reversal of Write-down during the year	0	0	0	0
<i>Carrying Amount, December 31, 2021</i>	<i>₱ 50,500.00</i>	<i>₱ 0.00</i>	<i>₱ 0.00</i>	<i>₱ 0.00</i>
<b>Inventory Held for Consumption</b>				
Carrying Amount, January 1, 2021	₱ 13,580,442,933.97	₱ 0.00	₱ 0.00	₱ 0.00
Additions/Acquisitions during the year	9,509,023,838.74	0	0	0
Expensed during the year except write-down	-4,586,796,754.02	0	0	0
Write-down during the year	0	0	0	0
Reversal of Write-down during the year	0	0	0	0
<i>Carrying Amount, December 31, 2021</i>	<i>₱ 18,502,670,018.69</i>	<i>₱ 0.00</i>	<i>₱ 0.00</i>	<i>₱ 0.00</i>
<b>Semi-Expendable Items</b>				
Carrying Amount, January 1, 2021	₱ 14,285,562.37	₱ 0.00	₱ 0.00	₱ 0.00
Additions/Acquisitions during the year	266,696,389.28	0	0	0
Expensed during the year except write-down	-216,407,660.86	0	0	0
Write-down during the year	0	0	0	0
Reversal of Write-down during the year	0	0	0	0
<i>Carrying Amount, December 31, 2021</i>	<i>₱ 64,574,290.79</i>	<i>₱ 0.00</i>	<i>₱ 0.00</i>	<i>₱ 0.00</i>
<b>Total Carrying Amount, December 31, 2021</b>	<b>₱-18,567,294,809.48</b>	<b>₱ 0.00</b>	<b>₱ 0.00</b>	<b>₱ 0.00</b>



Particulars	Amount	Current	Non-Current
<b>Inventory Held for Sale</b>			
Merchandise Inventory-Supplies and Materials	₱ 50,500.00	₱ 50,500.00	₱ -
<b>Sub total</b>	<b>50,500.00</b>	<b>50,500.00</b>	<b>-</b>
<b>Inventory Held for Consumption</b>			
Office Supplies Inventory	178,396,326.94	177,698,846.94	697,480.00
Non-Accountable Forms Inventory	998,018.00	998,018.00	-
Drugs and Medicine Inventory	31,095,082.46	31,095,082.46	-
Medical, Dental and Laboratory Supplies Inventory	96,418,066.87	96,418,066.87	-
Fuel, Oil and Lubricants Inventory	1,376,500,039.86	1,373,086,523.11	3,413,516.75
Military, Police and Traffic Supplies Inventory	14,321,634,292.65	14,321,634,292.65	-
Chemical and Filtering Supplies Inventory	193,052.00	193,052.00	-
Construction Materials Inventory	51,301,540.08	51,301,540.08	-
Other Supplies and Materials Inventory	2,446,133,599.83	2,446,133,599.83	-
<b>Sub total</b>	<b>18,502,670,018.69</b>	<b>18,498,559,021.94</b>	<b>4,110,996.75</b>
<b>Semi-Expendable Items</b>			
Semi-Expendable Machinery	723,220.00	723,220.00	-
Semi-Expendable Office Equipment	2,115,274.00	2,115,274.00	-
Semi-Expendable ICT Equipment	16,774,509.08	16,774,509.08	-
Semi-Expendable Airport Equipment	22,500.00	22,500.00	-
Semi-Expendable Communication Equipment	5,938,638.01	5,938,638.01	-
Semi-Expendable Disaster Response and Rescue Equipment	1,475,420.00	1,475,420.00	-
Semi-Expendable Military and Police Equipment	113,500.00	113,500.00	-
Semi-Expendable Medical Equipment	187,105.00	187,105.00	-
Semi-Expendable Sports Equipment	532,990.44	532,990.44	-
Semi-Expendable Technical and Scientific Equipment	61,144.00	61,144.00	-
Semi-Expendable Other Machinery Equipment	32,090,677.76	32,090,677.76	-
Semi-Expendable Furniture and Fixtures	4,534,562.50	4,409,462.50	125,100.00
Semi-Expendable Books	4,750.00	4,750.00	-
<b>Sub total</b>	<b>64,574,290.79</b>	<b>64,449,190.79</b>	<b>125,100.00</b>
<b>Grand Total</b>	<b>₱ 18,567,294,809.48</b>	<b>₱ 18,563,058,712.73</b>	<b>₱ 4,236,096.75</b>

**6.9** *Office Supplies Inventory* represents cost of office supplies purchased. The non-current office supplies inventory for 2021 pertains to inventories unliquidated under BCDA fund.

**6.10** *Drugs and Medicines Inventory* represents cost of drugs and medicines purchased requiring submission of RISs and RSMI from APAO for its liquidation.

**6.11** *Medical, Dental and Laboratory Supplies Inventory* includes supplies for the use of Army General Hospital requiring submission of RISs and RSMI from APAO for its liquidation.

- 6.12** *Fuel, Oil and Lubricants (FOL) Inventory* pertains to deliveries made by Petron Corporation to the different PA units for use in their operation; awaiting liquidating instruments from APAO for issued inventories. The non-current FOL inventory for 2021 pertains to inventories unliquidated under BCDA fund.
- 6.13** *Military, Police and Traffic Supplies Inventory* represents cost of ammunitions, explosives, magazines, and other firearms accessories; awaiting liquidating instruments from APAO for the issued inventories.
- 6.14** *Construction Materials Inventory* pertains to cost of construction materials purchased for the repairs and maintenance of various buildings and structures.
- 6.15** *Other Supplies and Materials Inventory* pertains to the balance of procured clothing and individual equipment, 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.
- 6.16** *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 to 2021 unliquidated semi-expendable item recorded under BCDA fund.
- 6.17** The liquidation/issuance of the above-mentioned inventory accounts was solely dependent on the existence of liquidating instruments such as RIS and RSMI from the Property Accountability Office (PAO).

## 7. Property, Plant and Equipment

	Land	Land Improvements	Infrastructure Assets	Buildings and Other Structures
<b>Carrying Amount, January 1, 2021</b>	<b>74,490,249,642.83</b>	<b>245,235,401.28</b>	<b>27,283,326.82</b>	<b>4,255,485,427.86</b>
Additions/Acquisitions/Adjustments	249,546,153.00	52,790,403.16	9,519,069.48	720,538,023.82
<b>Total</b>	<b>74,739,795,795.83</b>	<b>298,025,804.44</b>	<b>36,802,396.30</b>	<b>4,976,023,451.68</b>
Less: Disposals/Adjustments	(71,804,625.00)	(4,408,848.89)	(35,000.00)	(553,586,852.39)
Depreciation (As per Statement of Financial Performance)	-	(35,458,074.69)	(3,755,169.47)	(314,018,666.41)
Impairment Loss (As per Statement of Financial Performance)	-	-	-	(136,300.00)
<b>Carrying Amount, December 31, 2021 (per Statement of Financial Position)</b>	<b>74,667,991,170.83</b>	<b>258,158,880.86</b>	<b>33,012,226.83</b>	<b>4,108,281,632.88</b>
<b>Gross Cost (Asset Account Balance per Statement of Financial Position)</b>	<b>74,667,991,170.83</b>	<b>896,220,001.83</b>	<b>86,473,570.52</b>	<b>10,038,056,138.48</b>

Less: Accumulated Depreciation	-	(638,061,120.97)	(53,461,343.69)	(5,929,774,505.60)
Allowance for Impairment	-	-	-	-
<b>Carrying Amount, December 31, 2021 (per Statement of Financial Position)</b>	<b>74,667,991,170.83</b>	<b>258,158,880.86</b>	<b>33,012,226.83</b>	<b>4,108,281,632.88</b>
	<b>Machinery and Equipment</b>	<b>Transportation Equipment</b>	<b>Furniture &amp; Fixtures</b>	<b>Heritage Asset</b>
<b>Carrying Amount, January 1, 2021</b>	<b>6,851,892,939.84</b>	<b>1,902,132,446.90</b>	<b>11,884,062.82</b>	-
Additions/Acquisitions/ Adjustments	2,989,606,725.29	3,446,282,756.88	2,912,971.29	19,343.75
<b>Total</b>	<b>9,841,499,665.13</b>	<b>5,348,415,203.78</b>	<b>14,797,034.11</b>	<b>19,343.75</b>
Disposals/Adjustments	(785,104,940.89)	(662,133,016.40)	(75,191.41)	-
Depreciation (As per Statement of Financial Performance)	(933,533,008.87)	(483,094,319.88)	(1,064,836.31)	-
Impairment Loss (As per Statement of Financial Performance)	(440,495.00)	-	-	-
<b>Carrying Amount, December 31, 2021 (As per Statement of Financial Position)</b>	<b>8,122,421,220.37</b>	<b>4,203,187,867.50</b>	<b>13,657,006.39</b>	<b>19,343.75</b>
<b>Gross Cost (Asset Account Balance per Statement of Financial Position)</b>	<b>20,766,666,268.22</b>	<b>8,229,828,602.55</b>	<b>25,968,141.09</b>	<b>386,875.00</b>
Less: Accumulated Depreciation	(12,638,169,221.74)	(4,026,630,234.75)	(12,311,134.70)	(367,531.25)
Allowance for Impairment	(6,075,826.11)	(10,500.00)	-	-
<b>Carrying Amount, December 31, 2021 (As per Statement of Financial Position)</b>	<b>8,122,421,220.37</b>	<b>4,203,187,867.50</b>	<b>13,657,006.39</b>	<b>19,343.75</b>

	<b>Construction in Progress</b>	<b>Other PPE</b>	<b>TOTAL</b>
<b>Carrying Amount, January 1, 2021</b>	<b>1,753,156,504.17</b>	<b>117,572,244.54</b>	<b>89,654,891,997.06</b>
Additions/Acquisitions/ Adjustments	28,520,522.24	37,372,159.33	7,537,108,128.24
<b>Total</b>	<b>1,781,677,026.41</b>	<b>154,944,403.87</b>	<b>97,192,000,125.30</b>
Disposals/Adjustments	(775,511,503.13)	(34,696,791.24)	(2,887,356,769.35)
Depreciation (As per Statement of Financial Performance)	-	(23,481,577.12)	(1,794,405,652.75)
Impairment Loss (As per Statement of Financial Performance)	-	-	(576,795.00)
<b>Carrying Amount, December 31, 2021 (As per Statement of Financial Position)</b>	<b>1,006,165,523.28</b>	<b>96,766,035.51</b>	<b>92,509,660,908.20</b>
<b>Gross Cost (Asset Account Balance per Statement of Financial Position)</b>	<b>1,006,165,523.28</b>	<b>258,095,181.65</b>	<b>115,975,851,473.15</b>

	Construction in Progress	Other PPE	TOTAL
Less : Accumulated Depreciation	-	(161,329,146.14)	(23,460,104,238.84)
Allowance for Impairment	-	-	(6,086,326.11)
<b>Carrying Amount, December 31, 2021 (As per Statement of Financial Position)</b>	<b>1,006,165,523.28</b>	<b>96,766,035.51</b>	<b>92,509,660,908.20</b>

7.1 The additions/acquisitions/adjustments on the different property accounts were due to the recording of unrecognized PPE found in station, newly acquired property and erroneous recording of accumulated depreciation the rom previous year. The disposals/adjustments consist mostly of transfers and tuned-in property to other division/field units.

7.2 *Intangible Asset* pertains to the procurement of anti-virus and Zimbra email server for use of Net Center, Army Signal Regiment under Contract Nr SIG 002-11-19 and SIG 006-12-20 in the amount of P24,288,988.88 and P39,653,650.00, respectively.

## 8. Other Assets

Particulars	2021		2020 As Restated	
	Current	Non-Current	Current	Non-Current
Advances for Operating Expenses	₱ 2,247,641.92	₱ -	₱ 1,386,768.43	₱ -
Advances for Payroll	13,480,400.36	-	17,324,655.51	-
Advances to Special Disbursing Officer	26,326,585.06	-	473,410.00	-
Advances to Officers and Employees	931,936.30	-	1,248,665.19	-
Advances to Contractors	12,881,095.10	45,257,163.26	7,615,591.27	46,856,684.77
Other Prepayments	4,574,132.51	-	104,132.51	-
Deposits on Letters of Credit	9,120,232,547.12	-	5,245,050,148.09	-
Other Deposits	854,260,917.50	-	850,547,722.93	-
Other Assets	-	33,644,172.69	-	75,161,480.89
<b>Sub-total</b>	<b>10,034,935,255.87</b>	<b>78,901,335.95</b>	<b>6,123,751,093.93</b>	<b>122,018,165.66</b>
<b>Total</b>	<b>₱ 10,113,836,591.82</b>		<b>₱ 6,245,769,259.59</b>	

**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 (Less than 1 year)	Non-Current (Over 1 year)
7th ID/FSRR/ AAR/SFRA/LRR /AR/1BCT	₱ 139,000.00	₱ 139,000.00	₱ -
8th ID	76,000.00	76,000.00	-
10th ID	158,816.17	158,816.17	-
53rd EBde	1,873,825.75	1,873,825.75	-
<b>Total</b>	<b>₱ 2,247,641.92</b>	<b>₱ 2,247,641.92</b>	<b>₱ -</b>

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

PA Unit	Unliquidated Cash Advance	Current (Less than 1 year)	Non-Current (Over 1 year)
5th ID	₱ 3,733,565.49	₱ 3,733,565.49	₱ -
7th ID/FSRR/ AAR/SFRA/LRR /AR/1BCT	30,150.00	30,150.00	-
2ID/RESCOM	1,700,000.00	1,700,000.00	-
8th ID	296,400.00	296,400.00	-
MID/TRADOC	7,720,284.87	7,720,284.87	-
<b>Total</b>	<b>₱ 13,480,400.36</b>	<b>₱ 13,480,400.36</b>	<b>₱ -</b>

**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 (Less than 1 year)	Non-Current (Over 1 year)
5th ID	₱ 139,742.00	₱ 139,742.00	₱ -
7th ID/FSRR/ AAR/SFRA/LRR /AR/1BCT	2,280.00	2,280.00	-

PA Unit	Unliquidated Cash Advance	Current (Less than 1 year)	Non-Current (Over 1 year)
MID/TRADOC	25,271,035.06	25,271,035.06	-
HPA and Post Units	913,528.00	913,528.00	-
<b>Total</b>	<b>₱ 26,326,585.06</b>	<b>₱ 26,326,585.06</b>	<b>₱ -</b>

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

PA Unit	Unliquidated Cash Advance	Current (Less than 1 year)	Non-Current (Over 1 year)
HPA and Post Units	₱ 931,936.30	₱ 931,936.30	₱ -
<b>Total</b>	<b>₱ 931,936.30</b>	<b>₱ 931,936.30</b>	<b>₱ -</b>

**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 letters of credit in favor of the LBP, DBP and UCPB for various procurements that remain unliquidated as at year end.

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

PA Unit	2021	2020 As Restated
HPA and Post Units	₱ 854,260,917.5	₱ 850,547,722.93
<b>Total</b>	<b>₱ 854,260,917.5</b>	<b>₱ 850,547,722.93</b>

**8.9** *Other Assets* represents the residual value of fully depreciated assets and the cost of unserviceable turned-in assets subject to disposal.

PA Unit	2021	2020 As Restated
3rd ID	₱ -	₱ 10,542,410.73

PA Unit	2021	2020 As Restated
6th ID	14,815,163.32	14,815,163.32
7th ID/FSRR/AAR/SFRA/ LRR/AR/1BCT	-	30,017,738.33
8th ID	2,355,174.07	2,355,174.07
9th ID	7,532,711.00	7,603,911.00
10th ID	8,672,624.30	8,672,624.30
53rd Ebde	268,500.00	1,154,459.14
<b>Total</b>	<b>₱ 33,644,172.69</b>	<b>₱ 75,161,480.89</b>

## 9. Financial Liabilities

Particulars	2021		2020 As Restated	
	Current	Non-Current	Current	Non-Current
Accounts Payable	₱ 2,074,216,482.36	₱ -	₱ 633,174,567.77	₱ 24,461,808.94
Due to Officers and Employees	1,620,805,634.44	9,662.56	1,804,357,190.11	-
<b>Total</b>	<b>₱ 3,695,022,116.80</b>	<b>₱ 9,662.56</b>	<b>₱ 2,437,531,757.88</b>	<b>₱ 24,461,808.94</b>

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	2021	Current (1 year and below)	Non-Current (Over 1 year)
2nd ID	₱ 21,072,520.44	₱ 21,072,520.44	₱ -
3rd ID	2,914,686.27	2,914,686.27	-
4th ID/52nd Ebde	49,114,934.52	49,114,934.52	-
6th ID	₱ 2,142,380.74	₱ 2,142,380.74	-
7th ID/FSRR/AAR /SFRA/ LRR/AR/ 1BCT	150,362,972.37	150,362,972.37	-
8th ID	22,204,628.42	22,204,628.42	-
9th ID	6,312,273.70	6,312,273.70	-
11th ID	29,436.05	29,436.05	-
MID/TRADOC	47,862,168.68	47,862,168.68	-
51st Ebde/CMOR	8,944,831.12	8,944,831.12	-
53rd Ebde	6,985,973.25	6,985,973.25	-
54th Ebde	8,827,923.84	8,827,923.84	-
HPA and Post Units	1,747,441,752.96	1,747,441,752.96	-
<b>Total</b>	<b>₱ 2,074,216,482.36</b>	<b>₱ 2,074,216,482.36</b>	<b>₱ -</b>

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

PA Unit	2021	Current (1 year and below)	Non-Current (Over 1 year)
1st ID/55th EBde	₱ 2,853,516.84	₱ 2,853,516.84	₱ -
2nd ID	33,739,944.93	33,739,944.93	-
3rd ID	9,712,834.75	9,712,834.75	-
4th ID/52nd EBde	21,463,091.49	21,463,091.49	-
5th ID	26,658,423.45	26,658,423.45	-
6th ID	8,156,657.83	8,156,657.83	-
7th ID/FSRR/AAR /SFRA/LRR/AR/1BCT	541,943.30	541,943.30	-
8th ID	3,753,478.39	3,753,478.39	-
9th ID	5,063,940.27	5,063,940.27	-
10th ID	21,754,062.31	21,754,062.31	-
11th ID	15,913,683.34	15,913,683.34	-
MID/TRADOC	23,759,036.01	23,759,036.01	-
51st Ebde/CMOR	3,879,489.46	3,879,489.46	-
53rd Ebde	4,725,558.17	4,725,558.17	-
54th Ebde	957,890.70	948,228.14	9,662.56
HPA and Post Units	1,437,881,745.76	1,437,881,745.76	-
<b>Total</b>	<b>₱ 1,620,815,297.00</b>	<b>₱ 1,620,805,634.44</b>	<b>₱ 9,662.56</b>

## 10. Inter-Agency Payables

Particulars	2021		2020 As Restated	
	Current	Non-Current	Current	Non-Current
Due to BIR	₱ 532,456,041.91	₱ -	₱ 487,771,507.89	₱ -
Due to GSIS	5,012,343.13	136,284.59	5,744,041.59	-
Due to Pag-IBIG	10,656,693.44	14,473.13	4,641.66	-
Due to Philhealth	53,228,038.81	8,006.67	52,005,433.37	-
Due to NGAs	1,324,808,506.78	-	1,420,931,711.94	-
Due to GOCCs	-	-	83,911.21	-
Due to LGUs	780,999.00	-	5,049,163.00	-
<b>Total</b>	<b>₱ 1,926,942,623.07</b>	<b>₱ 158,764.39</b>	<b>₱1,971,590,410.66</b>	<b>₱ -</b>

**10.1** *Due to BIR* represents the balance of taxes withheld from the 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).



PA Unit	2021	2020 As Restated
1st ID/55th EBde	₱ 1,875,676.14	₱ 2,386,005.50
2nd ID/RESCOM	2,513,833.76	2,442,249.89
3rd ID	373,783.70	3,077.92
4th ID/52nd EBde	4,102,790.34	2,235,703.93
5th ID	1,666,363.08	1,533,856.34
6th ID	872,070.47	759,117.06
7th ID/FSRR/AAR/ SFRA/LRR/AR/1B CT	5,492,550.22	3,044,108.19
8th ID	1,617,273.67	1,242,314.17
9th ID	752,016.29	1,699,829.53
11th ID	2,575,732.69	2,249,063.66
MID/TRADOC	7,705,225.86	8,498,056.36
51st Ebde/CMOR	562,196.71	664,502.04
53rd Ebde	436,354.53	0.00
54th Ebde	1,993,633.54	1,042,071.61
HPA and Post Units	499,916,540.91	459,971,551.69
<b>Total</b>	<b>₱ 532,456,041.91</b>	<b>₱ 487,771,507.89</b>

- 10.2** *Due to GSIS* consists of employees' premium payments and other payables withheld for remittance to GSIS. The amount of ₱ 3,366,352.37 was remitted in January 2021.
- 10.3** *Due to Pag-IBIG* represents the employee's premium and other payables withheld for remittance to Pag-IBIG. The amount of ₱ 10,631,600.00 was remitted in January 2021.
- 10.4** *Due to PhilHealth* consists of employees' premium and other payables withheld for remittance to PhilHealth. The amount of ₱ 51,892,657.36 was remitted in January 2021.
- 10.5** *Due to NGAs* pertains to the unliquidated balance of inter-agency transferred funds for on-going projects from NGAs being implemented by the military units as indicated below.

PA Unit	2021	2020 As Restated
3 <sup>rd</sup> ID	₱ 7,197,413.00	₱ 7,197,413.00
5 <sup>th</sup> ID	-	354,952.73
6 <sup>th</sup> ID	-	1,437,835.50
7th ID/FSRR/AAR/ SFRA/LRR/AR/1BCT	1,971,211.70	1,971,211.70
9 <sup>th</sup> ID	-	500,000.00
MID/TRADOC	345,726.41	469,484.41
51 <sup>st</sup> EBde	-	218,441.12

PA Unit	2021	2020 As Restated
53 <sup>rd</sup> EBde	210,311.68	210,311.68
54 <sup>th</sup> EBde	53,019.23	194,438,789.33
HPA	1,315,030,824.76	1,214,133,272.47
<b>Total</b>	<b>₱ 1,324,808,506.78</b>	<b>₱ 1,420,931,711.94</b>

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

PA Unit	2021	2020 As Restated
3rd ID	₱ 780,063.00	₱ 24,063.00
8th ID	936.00	5,025,100.00
<b>Total</b>	<b>₱ 780,999.00</b>	<b>₱ 5,049,163.00</b>

## 11. Intra-Agency Payables

Accounts	2021	2020 As Restated
Due to Central Office	₱ 737,426,939.20	₱ 575,152,500.83
Due to Other Funds	-	4,123,000.00
Due to Bureaus	1,200,000.00	1,200,000.00
<b>Total</b>	<b>₱ 738,626,939.20</b>	<b>₱ 580,475,500.83</b>

**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	2021	2020 As Restated
Trust Liabilities	₱ 490,809,957.83	₱ 338,427,547.61
Guaranty/Security Deposits Payable	659,716,146.69	513,318,897.82
<b>Total</b>	<b>₱ 1,150,526,104.52</b>	<b>₱ 851,746,445.43</b>

**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 AFPGIC.

PA Unit	2021	2020 As Restated
3rd ID	₱ 7,620,164.00	₱ 1,509,200.00
4th ID	4,216,393.17	26,054,679.52
5th ID	6,054,485.75	5,077,941.99

PA Unit	2021	2020 As Restated
7th ID/FSRR/AAR/SFRA/LRR/AR/1BCT	18,117,238.73	14,364,327.54
8th ID	35,000.00	15,000.00
9th ID	4,765,598.47	3,747,364.20
10th ID	0.00	120,000.00
11th ID	33,540.00	21,500.00
53rd Ebde	4,391,550.00	3,419,214.44
54th Ebde	210,000.00	210,000.00
HPA and Post Units	445,365,987.71	283,888,319.92
<b>Total</b>	<b>₱ 490,809,957.83</b>	<b>₱ 338,427,547.61</b>

**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	2021	2020 As Restated
10th ID	₱ 237,622.50	₱ 5,432,799.62
MID/TRADOC	2,731,876.33	2,129,810.24
51st Ebde	34,670,908.98	55,393,700.48
53rd Ebde	2,587,573.78	209,712.75
54th EBde	6,343,196.18	
HPA and Post Units	613,144,968.92	450,152,874.73
<b>Total</b>	<b>₱ 659,716,146.69</b>	<b>₱ 513,318,897.82</b>

### 13. Deferred Credits/Unearned Income

Accounts	2021	2020 As Restated
Other Deferred Credits	₱ 67,557,400.53	₱ 38,465,750.72
<b>Total</b>	<b>₱ 67,557,400.53</b>	<b>₱ 38,465,750.72</b>

**13.1** *Other Deferred Credits* consists of collection of overpayments 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 fees from concessionaires, reimbursement from PhilHealth including professional fees, and unpaid Class "E" Allotment.

## 15. Service and Business Income

Particulars	2021	2020 As Restated
<b>Service Income</b>		
Fines and Penalties - Service Income	₱ 70,425.90	₱ 15,854.76
Other Service Income	105,677,573.95	76,835,649.86
<b>Business Income</b>		
Rent/Lease Income	9,273,979.10	6,980,782.88
Hospital Fees	24,475,084.57	5,458,895.75
Interest Income	691,888.42	1,102,538.55
<b>Total Service and Business Income</b>	<b>₱ 140,188,951.94</b>	<b>₱ 90,393,721.80</b>

- 15.1** 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.
- 15.2** Rent/Lease Income pertains to collection of rentals from transient facilities and business establishments within the camp premises.
- 15.3** Hospital Fees consists of collection of fees for services rendered by Army General Hospital to outpatients and collection from PhilHealth.

## 16. Shares, Grants and Donations

Accounts	2021	2020 As Restated
Donations in Cash	₱ 1,752,467.50	₱ 4,497,570.40
Donations in Kind	7,561,392.04	5,504,360.00
<b>Total</b>	<b>₱ 9,313,859.54</b>	<b>₱ 10,001,930.40</b>

- 16.1** The Donations in Cash account for year 2021 consists of: (a) Donation to 5<sup>th</sup> Infantry Division amounting to ₱ 540,000.00, (b) Donation to HPA and post units amounting to ₱ 1,212,467.50.
- 16.2** The Donations in Kind account for year 2021 consists of: (a) Donation to 51st EBde amounting to ₱ 2,476,993.77, (b) Donation to CMOR amounting to ₱ 3,758,910.27, (c) Donation to 1st ID amounting to 1,325,488.00.

## 17. Personnel Services

Accounts	2021	2020 As Restated
Salaries and Wages	₱ 40,029,666,531.78	₱ 39,791,290,871.30
Other Compensation	34,206,077,959.45	33,214,019,550.82
Personnel Benefit Contributions	892,905,938.73	973,546,510.05
Other Personnel Benefits	4,942,672,681.49	4,915,329,266.59
<b>Total</b>	<b>₱ 80,071,323,111.45</b>	<b>₱ 78,894,186,198.76</b>

**17.1 Salaries and Wages.** The increase is attributed by the continuous sustainment of activated units which started in FY 2019. It will essentially increase the salaries and wages and mandatory claims (i.e Subsistence Allowance, PERA). Moreover, the activation of units and deployment of personnel in priority areas (or areas of conflict) significantly increase the collateral entitlement by large; particularly Hazard Pay and Hazardous Duty Pay.

**17.2 Other Compensation**

Accounts	2021	2020 As Restated
Personal Economic Relief Allowance (PERA)	₱ 2,902,346,145.55	₱ 2,406,070,580.64
Representation Allowance (RA)	300,000.00	206,612.91
Transportation Allowance (TA)	300,000.00	216,612.90
Clothing/Uniform Allowance	1,366,402,303.34	357,089,732.98
Subsistence Allowance	8,222,039,781.83	9,164,721,045.78
Laundry Allowance	39,754,669.65	38,816,554.84
Quarters Allowance	531,052,635.62	520,928,432.42
Honoraria	5,661,954.25	138,389.75
Hazard Pay	1,921,717,571.03	2,112,219,828.20
Longevity Pay	7,673,333,401.92	7,315,218,630.99
Overtime Pay and Night Pay	68,587.17	707,733.00
Year End Bonus	3,348,501,441.35	3,317,158,428.31
Cash Gift	511,168,446.00	507,207,396.20
Mid-Year Bonus	3,301,639,882.77	3,224,928,364.21
Other Bonuses and Allowances	4,381,791,138.97	4,248,391,207.69
<b>Total Other Compensation</b>	<b>₱ 34,206,077,959.45</b>	<b>₱ 33,214,019,550.82</b>

**17.3 Personnel Benefit Contributions**

Accounts	2021	2020 As Restated
Retirement and Life Insurance Premiums	₱ 40,318,280.51	₱ 9,725,070.84
Pag-IBIG Contributions	171,024,809.54	118,334,013.44
PhilHealth Contributions	499,157,200.68	591,312,151.77
Employees Compensation Insurance Prems.	99,203,800.00	111,633,400.00
Provident/Welfare Fund Contributions	83,201,848.00	142,541,874.00
<b>Total Personnel Benefit Contributions</b>	<b>₱ 892,905,938.73</b>	<b>₱ 973,546,510.05</b>

#### 17.4 Other Personnel Benefits

Accounts	2021	2020 As Restated
Retirement Gratuity	₱ 5,979,968.79	₱ 7,905,102.65
Terminal Leave Benefits	3,725,637,808.59	3,671,381,107.78
Other Personnel Benefits	1,211,054,904.11	1,236,043,056.16
<b>Total Other Personnel Benefits</b>	<b>₱ 4,942,672,681.49</b>	<b>₱ 4,915,329,266.59</b>

#### 18. Maintenance and Other Operating Expenses

Accounts	2021	2020 As Restated
Traveling Expenses	₱ 131,222,116.20	₱ 90,844,420.47
Training and Scholarship Expenses	488,761,450.25	395,625,973.45
Supplies and Materials Expenses	3,678,524,798.06	3,375,712,386.95
Utility Expenses	627,025,189.88	594,234,064.47
Communication Expenses	149,652,054.01	143,194,453.13
Awards/Rewards and Prizes	880,888.00	2,204,017.00
Survey, Research, Exploration and Development Expenses	3,172,093.00	200,000.00
Confidential, Intelligence and Extraordinary Expenses	444,000,000.00	444,008,000.00
Professional Services	34,985,070.63	24,502,473.69
General Services	10,307,997.77	12,421,189.88
Repairs and Maintenance	1,124,679,616.82	1,305,033,678.85
Taxes, Insurance Premiums and Other Fees	362,305,665.19	725,488,735.33
Labor and Wages	85,104,174.40	83,489,347.25
Other Maintenance and Operating Expenses	684,951,430.27	575,393,959.27
<b>Total Maintenance and Other Operating Expenses</b>	<b>₱ 7,825,572,544.48</b>	<b>₱ 7,772,352,699.74</b>

#### 18.1 Traveling Expenses

Accounts	2021	2020 As Restated
Traveling Expenses – Local	₱ 128,114,206.25	₱ 88,957,465.73
Traveling Expenses - Foreign	3,107,909.95	1,886,954.74
<b>Total Traveling Expenses</b>	<b>₱ 131,222,116.20</b>	<b>₱ 90,844,420.47</b>

**18.1.1** The increase in Travelling Expenses was the result of minimized travel restrictions despite the global pandemic. The lifting of various

lockdowns allowed the troops to continue their strategic operation and facilitate support administration.

**18.2** *Training and Scholarship Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Training Expenses	₱ 488,059,600.96	₱ 394,707,130.76
Scholarship Grants/Expenses	701,849.29	918,842.69
<b>Total Training and Scholarship Exp.</b>	<b>₱ 488,761,450.25</b>	<b>₱ 395,625,973.45</b>

**18.2.1** As the condition normalizes in the different area of the country, the PA was able to conduct majority of its programmed training activities intended for Regular and Reserved Forces were successfully conducted.

**18.3** *Supplies and Materials Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Office Supplies Expenses	₱ 209,770,515.66	₱ 165,152,990.79
Accountable Forms Expenses	343,291.00	513,624.00
Non-Accountable Forms Expenses	2,002,412.00	2,999,910.00
Animal/Zoological Supplies Expenses	5,899,310.00	5,500,000.00
Food Supplies Expenses	833,900.00	6,000.00
Welfare Goods Expenses	282,662,908.87	231,089,938.45
Drugs and Medicines Expenses	76,647,477.05	53,995,809.61
Medical, Dental and Laboratory Supplies Expenses	402,199,221.74	140,137,646.35
Fuel, Oil and Lubricants Expenses	730,420,557.82	691,586,540.13
Military, Police and Traffic Supplies Expenses	30,550,037.28	70,574,413.46
Chemical and Filtering Supplies Expenses	2,447,873.50	1,367,699.00
Semi-Expendable Machinery and Equipment Expenses	197,761,136.86	125,573,528.04
Semi-Expendable Furniture, Fixtures and Books Expenses	18,646,524.00	6,031,796.00
Other Supplies and Materials Expenses	1,718,339,632.28	1,881,182,491.12
<b>Total Supplies and Materials Expenses</b>	<b>₱ 3,678,524,798.06</b>	<b>₱ 3,375,712,386.95</b>

**18.3.1** The Supplies and Material Expenses for CY 2021 pertain to inventory consumptions for the current year only. PY's consumptions recorded under the Accumulated Surplus account were restated to conform with the CY 2021 FS presentation. The aftermath of the pandemic enabled the command to prioritize the budgeting requirement necessary to readily

support front-liners and possible virus-infected patients. Hence, Medical, Dental and Laboratory expenses increased.

**18.4** *Utility Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Water Expenses	₱ 155,671,493.04	₱ 134,073,595.93
Electricity Expenses	471,353,696.84	460,160,468.54
<b>Total Utility Expenses</b>	<b>₱ 627,025,189.88</b>	<b>₱ 594,234,064.47</b>

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

**18.5** *Communication Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Postage and Courier Services	₱ 1,062,722.63	₱ 850,116.40
Telephone Expenses	102,294,761.45	91,133,677.23
Internet Subscription Expenses	39,340,715.99	27,315,620.36
Cable, Satellite, Telegraph and Radio Exp.	6,953,853.94	23,895,039.14
<b>Total Communication Expenses</b>	<b>₱ 149,652,054.01</b>	<b>₱ 143,194,453.13</b>

**18.5.1** The new normal required a significant increase in Communication Expenses as reported. The increase was primarily due to the continuous demand and usage of internet connection and telephone as means of communication with other units, notwithstanding the need to reach all geographically separated units to ensure mission accomplishment.

**18.6** *Awards/Rewards and Prizes*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Awards/Rewards Expenses	₱ 312,500.00	₱ 1,348,967.00
Prizes	568,388.00	855,050.00
<b>Total Awards/Rewards and Prizes</b>	<b>₱ 880,888.00</b>	<b>₱ 2,204,017.00</b>

**18.7** *Survey, Research, Exploration and Development Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Survey Expenses	₱ 3,172,093.00	₱ 200,000.00

**18.7.1** The increase was primarily attributed to the survey cost necessary to land titling of various Division Unit.



**18.8** *Confidential, Intelligence and Extraordinary Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Intelligence Expenses	₱ 444,000,000.00	₱ 444,008,000.00

**18.9** *Professional Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Legal Services	₱ 2,096,418.18	₱ 1,602,747.35
Auditing Services	6,140,015.00	5,201,363.00
Consultancy Services	2,192,960.00	1,551,800.00
Other Professional Services	24,555,677.45	16,146,563.34
<b>Total Professional Services</b>	<b>₱ 34,985,070.63</b>	<b>₱ 24,502,473.69</b>

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

**18.10** *General Services*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Environment/Sanitary Services	₱ 425,650.00	₱ 78,785.00
Janitorial Services	7,616,622.77	7,519,870.80
Other General Services	2,265,725.00	4,822,534.08
<b>Total General Services</b>	<b>₱ 10,307,997.77</b>	<b>₱ 12,421,189.88</b>

**18.11** *Repair and Maintenance*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Repairs and Maintenance-Land Improvements	₱ 35,400,148.84	₱ 8,655,583.02
Repairs and Maintenance-Infrastructure Assets	1,150,110.00	4,717,283.00
Repairs and Maintenance-Buildings and Other Structures	502,867,800.89	564,675,308.56
Repairs and Maintenance-Machinery and Equipment	280,183,451.93	349,097,042.84
Repairs and Maintenance-Transportation Equipment	283,730,613.00	361,962,208.16
Repairs and Maintenance-Furniture and Fixtures	2,328,978.00	1,981,412.42
Repairs and Maintenance- Semi-Expendable Machinery and Equipment	10,637,107.16	13,022,108.85
Repairs and Maintenance- Semi-Expendable Furniture and Fixtures	283,514.00	252,262.00
Repairs and Maintenance-Other Property, Plant and Equipment	8,097,893.00	670,470.00
<b>Total Repairs and Maintenance Expenses</b>	<b>₱ 1,124,679,616.82</b>	<b>₱ 1,305,033,678.85</b>

**18.11.1** The PA played a crucial role during the unprecedented pandemic, including the troops deployed in the far-flung areas who were round-the-clock optimized during the outbreak. However, as the surge of the virus subsided, the PA necessitates to get back on track on its mission accomplishment. The decrease of repairs and maintenance is attributed to the minimized urban movement.

**18.12** *Taxes, Insurance Premiums and Other Fees*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Taxes, Duties and Licenses	₱ 309,373,441.72	₱ 685,669,669.40
Fidelity Bond Premiums	10,250,070.09	9,879,889.29
Insurance Expenses	42,682,153.38	29,939,176.64
<b>Total Taxes, Insurance Premiums and Other Fees</b>	<b>₱ 362,305,665.19</b>	<b>₱ 725,488,735.33</b>

**18.12.1** Taxes, Duties and Licenses account pertains to the required duties and taxes arising from the importation of various ordnance items consigned to PA for the procurement of ammunition, materiel and other assets. The reflected amount in the Taxes, Duties and Licenses account was dependent on the logistics capability of outside proponents.

**18.13** *Labor and Wages*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Labor and Wages	₱ 85,104,174.40	₱ 83,489,347.25

**18.14** *Other Maintenance and Operating Expenses*

<b>Accounts</b>	<b>2021</b>	<b>2020 As Restated</b>
Advertising Expenses	₱ 6,000.00	₱ -
Printing and Publication Expenses	20,323,267.54	19,402,740.79
Representation Expenses	626,013,014.22	519,815,284.52
Transportation and Delivery Expenses	26,282,325.56	21,337,082.99
Rent/Lease Expenses	6,753,902.69	8,072,259.29
Membership Dues and Contributions to Organizations	41,500.00	83,130.00
Subscription Expenses	2,733,522.55	3,778,807.74
Other Maintenance and Operating Exp.	2,797,897.71	2,904,653.94
<b>Total Other MOEs</b>	<b>₱ 684,951,430.27</b>	<b>₱ 575,393,959.27</b>

**18.14.1** After a year-long lockdown, intensified land maneuver and civil military operations were fully organized FY 2021. Relatedly, the normalization in FY 2021 enabled the PA to gain momentum in

increasing activities pertaining to territorial defence maneuver and engagements with threat personalities which required representation.

## 19. Financial Expenses

Accounts	2021	2020 As Restated
Bank Charges	₱ 466.04	₱ 1,744.72

## 20. Non-Cash Expenses

Particulars	2021	2020 As Restated
<b>Depreciation/Impairment Loss/Losses</b>		
Depreciation- Other Land Improvements	₱ 35,458,074.69	₱ 37,004,398.55
Depreciation-Infrastructure Assets	3,755,169.47	3,918,836.86
Depreciation-Buildings and Other Structures	314,018,666.41	285,361,894.10
Depreciation-Machinery and Equipment	933,533,008.87	803,908,207.11
Depreciation-Transportation Equipment	483,094,319.88	355,772,472.17
Depreciation-Furniture, Fixtures and Books	1,064,836.31	816,804.56
Depreciation-Other Property, Plant Equipment	23,481,577.12	21,226,397.88
Impairment Loss-Other Receivable	849,637.74	14,549,548.10
Impairment Loss-Other Property, Plant Equipment	576,795.00	5,754,880.54
<b>Total Non-Cash Expenses</b>	<b>₱ 1,795,832,085.49</b>	<b>₱ 1,528,313,439.87</b>

## 21. Net Financial Assistance/Subsidy

Particulars	2021	2020 As Restated
NCA received from DBM and GHQ		
Regular Agency	₱98,480,898,729.00	₱ 94,887,641,905.00
BCDA	107,719,813.00	36,928,789.00
Trust and Other Receipts	371,739,126.61	1,149,932.00
Total	98,960,357,668.61	94,925,720,626.00
Add: Tax Remittance Advice		
Regular Agency	3,371,750,905.17	2,767,430,144.80
BCDA	5,907,723.74	0.00
<b>Total Subsidy from National</b>	<b>102,338,016,297.52</b>	<b>97,693,150,770.80</b>

Particulars	2021	2020 As Restated
<b>Government</b>		
Less: Reversion of Unutilized NCA		
Regular Agency	157,180,215.45	22,971,542.16
BCDA	3.55	2.23
Trust and Other Receipts	3,000,000.50	3,149,932.00
Total Reversion	160,180,219.50	26,121,476.39
Sub-total	102,177,836,078.02	97,667,029,294.41
Adjustments	(412,581,831.55)	673,060,803.33
<b>Net Subsidy from National Government</b>	<b>101,765,254,246.47</b>	<b>98,340,090,097.74</b>
Subsidy from Central Office	263,052,120.23	422,862,533.05
Subsidy to Operating Units	(2,080,790,738.29)	(1,092,397,903.47)
Subsidies-Others	(2,390,916,224.97)	(2,440,998,185.07)
<b>Total Financial Assistance/Subsidy</b>	<b>₱97,556,599,403.44</b>	<b>₱ 95,229,556,542.25</b>

## 22. Other Non-Operating Income

Particulars	2021	2020 As Restated
Miscellaneous Income	₱ 57,347,959.86	₱ 124,872,095.07
Gain on Sale of Unserviceable Property	130,000.00	524,010.00
Other Gains	196,270.65	45,775.32
<b>Total</b>	<b>₱ 57,674,230.51</b>	<b>₱ 125,441,880.39</b>

## 23. Losses

PA Unit	2021	2020 As Restated
Loss of Assets	₱ 159,268.57	₱ 435,533.65
Loss on Sale of Unserviceable Property	150,625.00	-
Other Losses	318,713.10	-
<b>Total</b>	<b>₱ 628,606.67</b>	<b>₱ 435,533.65</b>

## 24. Adjustments on Accumulated Surplus:

Particulars	Debit	Credit	Balance
<b>a. Prior Period Errors</b>			
Unrecorded Income/Expenses	(476,094,727.56)	0.00	(476,094,727.56)
<b>Total</b>			
<b>b. Adjustment of Net Revenue recognized Directly in Net Assets/Equity</b>			

Particulars	Debit	Credit	Balance
Closing of Treasury/Deposit Accounts	(2,523,418,557.79)		(2,999,513,285.35)
Other Adjustments	(84,986,556.15)		(3,084,499,841.50)
<b>Total</b>	<b>(3,084,499,841.50)</b>	<b>0.00</b>	
<b>Surplus/(Deficit) for the Period</b>	<b>0.00</b>	<b>8,070,419,631.30</b>	<b>4,985,919,789.80</b>
<b>c. Others</b>			
Adjustments of Property, Plant, and Equipment and other various adjustments	(1,910,836,522.47)	0.00	3,075,083,267.33
<b>Total</b>	<b>(4,995,336,363.97)</b>	<b>8,070,419,631.30</b>	

**25. Adjustments on Cash Flows consist of the following:**

Particulars	2021	2020 As Restated
<b>Adjustment on Cash Inflows</b>		
Restoration of Cash for Unreleased Checks	₱ -	₱ 729,950.60
Restoration of Cash for Cancelled/Lost/Stale Checks/ADA	3,531,011.10	224,926,822.02
Other adjustments-Inflow	21,007,904,082.37	20,804,727,583.18
<b>Total Adjustments on Cash Inflows</b>	<b>21,011,435,093.47</b>	<b>21,030,384,355.80</b>
<b>Adjustment on Cash Outflows</b>		
Closing of Cash-Treasury/Agency Deposit Regular	4,205,355.92	448,654,406.74
Reversion/Return of unused NTA	22,490,223.97	123,145,857.99
Other adjustments-Outflow	20,032,002,035.63	20,156,541,114.58
<b>Total Adjustments on Cash Outflows</b>	<b>₱ 20,058,697,615.52</b>	<b>₱ 20,728,341,379.31</b>

**25.1** The Other adjustments – inflow and outflow pertain to Receipt of Notice of Transfer of Cash Allocation (NTCAs) by the different Army FAUs, Issuance of Notice of Transfer of Allocation (NTAs) to the different FAUs and adjustments on the erroneous usage of Cash Accounts.

**26. Status of Allotments, Obligations and Balances**

Expense Class	Allotment Received	Obligation	Unobligated Balances
<b>Regular Appropriations</b>			
Personnel Services	₱ 79,173,148,000.00	₱ 79,173,148,000.00	₱ 0.00
Maintenance and Other Operating Expenses	15,787,791,000.00	14,345,962,254.24	1,441,828,745.76
Capital Outlay	2,664,082,000.00	2,072,998,631.51	591,083,368.49
<b>Total Regular</b>	<b>97,625,021,000.00</b>	<b>95,592,108,885.75</b>	<b>2,032,912,114.25</b>

<b>Expense Class</b>	<b>Allotment Received</b>	<b>Obligation</b>	<b>Unobligated Balances</b>
<b>Appropriations</b>			
<b>Automatic Appropriation</b>			
RLIP (PS)	45,696,360.00	43,947,977.81	1,748,382.19
Customs, Duties and Taxes (MOOE)	784,658,878.00	784,658,878.00	0.00
<b>Total Automatic Appropriation</b>	<b>830,355,238.00</b>	<b>828,606,855.81</b>	<b>1,748,382.19</b>
<b>Special Purpose Fund</b>			
Misc. Personnel Benefit Fund	1,455,531,277.00	1,455,531,277.00	0.00
Pension and Gratuity Fund	2,530,138,296.00	2,530,138,296.00	0.00
<b>Total Special Purpose Fund</b>	<b>3,985,669,573.00</b>	<b>3,985,669,573.00</b>	<b>0.00</b>
<b>Continuing Appropriations (RA 11465)</b>			
<b>Regular Appropriations</b>			
Personnel Services	1,041,686,661.53	1,041,686,661.53	0.00
Maintenance and Other Operating Expenses	672,637,650.00	672,637,650.00	0.00
Capital Outlay	534,105,902.83	534,105,902.83	0.00
<b>Total Continuing Regular Appropriations</b>	<b>2,248,430,214.36</b>	<b>2,248,430,214.36</b>	<b>0.00</b>
<b>MPBF</b>	293,823,156.54	293,823,156.54	0.00
<b>Calamity Fund</b>	3,432,054.00	3,432,054.00	0.00
<b>Total Continuing Appropriations</b>	<b>2,545,685,424.90</b>	<b>2,545,685,424.90</b>	<b>0.00</b>
<b>Total BCDA Fund</b>	<b>568,877,367.27</b>	<b>0.00</b>	<b>568,877,367.27</b>
<b>Grand Total</b>	<b>₱ 105,555,608,603.17</b>	<b>₱102,952,070,739.46</b>	<b>₱2,603,537,863.71</b>

The Comparative FS for the year 2020-2021 was restated to reflect the correction of errors pertaining to recognition in the year of occurrence of unrecognized income for interest earned and expenses for prior year depreciation, setup of prior year (PY) payable accounts for PS and MOOE claims, transfer/issuance of PY inventories, liquidation of PY CAs, PY liquidation/issuance of inventories, and refund of PY overpayment of pay and allowances affecting nominal accounts.

The effects of the aforementioned accounting errors in the balances of the 2020 income and expenses are presented in the table below:

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Cash-Collecting Officer	214,062.58	-	214,062.58	
Cash in Bank-Local Currency, Current Account	4,384,007,673.39	-	4,384,007,673.39	
Cash-Treasury/Agency Deposit, Trust	387,267,060.36	-	387,267,060.36	
Accounts Receivable	149,577.74	-	149,577.74	
Due from National Government Agencies	75,128,620.63	-160,509.21	74,968,111.42	Liquidation of Fund Transfer
Due from Government-Owned and/or Controlled Corporations	9,129,158,169.51	-	9,129,158,169.51	
Due from Local Government Units	17,813,000.00	-17,813,000.00	-	Liquidation of Fund Transfer
Due from Operating Units	727,983,798.57	-	727,983,798.57	
Due from Other Funds	4,138,974.62	-	4,138,974.62	
Receivables-Disallowances/Charges	6,442,886.38	-	6,442,886.38	
Due from Officers and Employees	29,100,651.42	25,543,142.07	54,643,793.49	Overpayment of PS and set up of accountability for loss firearms
Other Receivables	218,793,877.28	171,715.40	218,965,592.68	Prior year income
<i>Allowance for Impairment-Other Receivables</i>	-63,379,223.78	-	-63,379,223.78	
Merchandise Inventory-Supplies and Materials	50,500.00	-	50,500.00	
Office Supplies Inventory	159,637,697.81	-438,158.17	159,199,539.64	Liquidation of inventory
Accountable Forms, Plates and Stickers Inventory	4,200.00	-	4,200.00	
Drugs and Medicines Inventory	16,119,598.26	-	16,119,598.26	
Medical, Dental and Laboratory Supplies Inventory	45,954,478.35	-6,309,030.65	39,645,447.70	Liquidation of inventory
Fuel, Oil and Lubricants Inventory	1,470,308,614.05	-17,308,304.53	1,453,000,309.52	Liquidation of inventory net of receipt of inventory from central office

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Military, Police and Traffic Supplies Inventory	9,987,791,644.79	-3,971,034.02	9,983,820,610.77	Liquidation of inventory
Chemical and Filtering Supplies Inventory	67,512.00	-	67,512.00	
Construction Materials Inventory	28,258,444.58	-16,845,794.58	11,412,650.00	Liquidation of inventory
Other Supplies and Materials Inventory	1,872,300,744.13	-40,116,682.95	1,832,184,061.18	Liquidation of inventory
Semi-Expendable Machinery	384,760.00	-	384,760.00	
Semi-Expendable Office Equipment	1,369,060.00	-	1,369,060.00	
Semi-Expendable Information and Communication Technology Equipment	1,928,174.18	-175,000.00	1,753,174.18	Liquidation of inventory
Semi-Expendable Communication Equipment	5,489,449.00	-	5,489,449.00	
Semi-Expendable Disaster Response and Rescue Equipment	1,375,475.00	-	1,375,475.00	
Semi-Expendable Military, Police and Security Equipment Inventory	85,000.00	-	85,000.00	
Semi-Expendable Medical Equipment	81,075.00	-	81,075.00	
Semi-Expendable Sports Equipment	197,011.44	-	197,011.44	
Semi-Expendable Other Machinery and Equipment	1,013,682.75	-	1,013,682.75	
Semi-Expendable Furniture and Fixtures	2,357,125.00	-986,850.00	1,370,275.00	Liquidation of inventory
Semi-Expendable Books	4,750.00	-	4,750.00	
Land	74,490,249,642.83	-	74,490,249,642.83	
Land Improvements	791,555,231.98	-	791,555,231.98	
<i>Accumulated Depreciation-Land Improvements</i>	-546,272,330.70	-47,500.00	-546,319,830.70	Recognition of prior year deprecation expenses
Infrastructure Assets	67,391,329.02		67,391,329.02	



ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
<i>Accumulated Depreciation-Infrastructure Assets</i>	-40,108,002.20		-40,108,002.20	
Buildings and Other Structures	10,260,027,098.31		10,260,027,098.31	
<i>Accumulated Depreciation-Buildings and Other Structures</i>	-6,003,192,628.32	-1,349,042.13	-6,004,541,670.45	Recognition of prior year depreciation expenses
Machinery and Equipment	18,402,116,845.30		18,402,116,845.30	
<i>Accumulated Depreciation-Machinery and Equipment</i>	-11,534,078,027.16	-10,400,047.19	-11,544,478,074.35	Recognition of prior year depreciation expenses
<i>Accumulated Impairment Losses-Machinery and Equipment</i>	-5,745,831.11		-5,745,831.11	
Transportation Equipment	5,546,325,439.51		5,546,325,439.51	
<i>Accumulated Depreciation-Transportation Equipment</i>	-3,629,723,140.33	-14,340,694.69	-3,644,063,835.02	Recognition of prior year depreciation expenses net of adjustments
<i>Accumulated Impairment Losses-Transportation Equipment</i>	-129,157.59		-129,157.59	
Furniture, Fixtures and Books	23,185,282.14		23,185,282.14	
<i>Accumulated Depreciation-Furniture, Fixtures and Books</i>	-11,275,722.13	-25,497.19	-11,301,219.32	Recognition of prior year depreciation expenses net of adjustments
Construction in Progress-Land Improvements	60,933,704.61	-	60,933,704.61	
Construction in Progress-Infrastructure Assets	232,169,265.99	-	232,169,265.99	
Construction in Progress-Buildings and Other Structures	1,460,053,533.57	-	1,460,053,533.57	
Other Property, Plant and Equipment	232,937,195.45		232,937,195.45	
<i>Accumulated Depreciation - Other Property, Plant and Equipment</i>	-115,360,010.91	-4,940.00	-115,364,950.91	Adjustment of prior year depreciation expenses

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Computer Software	24,288,988.88	-	24,288,988.88	
Advances for Operating Expenses	1,937,891.60	-551,123.17	1,386,768.43	Liquidation of cash advances
Advances for Payroll	26,607,351.79	-9,282,696.28	17,324,655.51	Liquidation of cash advances
Advances to Special Disbursing Officer	114,476,304.85	-114,002,894.85	473,410.00	Liquidation of cash advances
Advances to Officers and Employees	1,144,265.19	104,400.00	1,248,665.19	Liquidation of cash advances
Advances to Contractors	54,472,276.04	-	54,472,276.04	
Other Prepayments	104,132.51	-	104,132.51	
Deposits on Letters of Credit	5,245,050,148.09	-	5,245,050,148.09	
Other Deposits	850,547,722.93	-	850,547,722.93	
Other Assets	75,161,480.89	-	75,161,480.89	
Accounts Payable	-574,649,056.87	-82,987,319.84	-657,636,376.71	Set up of MOOE claims
Due to Officers and Employees	-1,641,007,020.77	-163,350,169.34	-1,804,357,190.11	Set up of PS and MOOE claims net of adjustment
Due to BIR	-477,107,512.21	-10,663,995.68	-487,771,507.89	Set up of PS and MOOE claims net of adjustment
Due to GSIS-Life and Retirement Premium	-5,083,664.18	-30,853.15	-5,114,517.33	Set up of PS claims
Due to GSIS-ECC	-629,524.26	-	-629,524.26	
Pag-IBIG Premium	-	-4,641.66	-4,641.66	Set up of PS claims
Due to PhilHealth	-51,968,972.51	-36,460.86	-52,005,433.37	Set up of PS claims
Due to NGAs	-1,421,505,618.76	573,906.82	-1,420,931,711.94	Liquidation of Fund Transfer
Due to GOCCs	-83,911.21	-	-83,911.21	
Due to LGUs	-5,049,163.00	-	-5,049,163.00	
Due to Central Office	-578,961,644.69	3,809,143.86	-575,152,500.83	Liquidation of Fund Transfer
Due to Bureaus	-1,200,000.00	-	-1,200,000.00	
Due to Other Funds	-4,123,000.00	-	-4,123,000.00	
Trust Liabilities	-343,347,393.01	4,919,845.40	-338,427,547.61	Liquidation of Trust Liabilities
Guaranty/Security Deposits Payable	-513,318,897.82	-	-513,318,897.82	

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Other Deferred Credits	-38,465,750.72	-	-38,465,750.72	
Other Payables	-88,474,378.67	-14,640.97	-88,489,019.64	Set up of PS claims
Accumulated Surplus/(Deficit)	-111,582,336,038.66	-	-111,582,336,038.66	
Other Service Income	-76,718,494.56	-117,155.30	-76,835,649.86	Recognition of prior year income
Rent/Lease Income	-6,920,782.88	-60,000.00	-6,980,782.88	Recognition of prior year income
Hospital Fees	-5,306,225.75	-152,670.00	-5,458,895.75	Recognition of prior year income
Interest Income - Interest on NG Deposits	-	-8,744.15	-8,744.15	Recognition of prior year income
Interest Income - Others	-942,668.34	-151,126.06	-1,093,794.40	Recognition of prior year income
Fines and Penalties-Business Income	-	-15,854.76	-15,854.76	Recognition of prior year income
Subsidy from National Government	-98,297,157,810.15	-42,932,287.59	-98,340,090,097.74	Recognition of prior year fund transfer
Subsidy from Central Office	-403,584,707.58	-19,277,825.47	-422,862,533.05	Recognition of receipt of inventory from central office
Donations in Cash	-1,603,469.00	-2,894,101.40	-4,497,570.40	Full implementation of donation
Donations in Kind	-5,504,360.00	-	-5,504,360.00	
Other Gains	-45,775.32	-	-45,775.32	
Sale of Unserviceable Property	-524,010.00	-	-524,010.00	
Miscellaneous Income	-124,851,442.57	-20,652.50	-124,872,095.07	Set up of accountability for loss of firearms
Basic Salary-Civilian	356,337,878.51	56,102,701.43	412,440,579.94	Set up of PS claims net of overpayment
Base Pay-Military/Uniformed Personnel	39,447,432,388.08	(68,582,096.72)	39,378,850,291.36	Set up of PS claims net of overpayment
PERA-Civilian	32,120,326.98	13,612.90	32,133,939.88	Set up of PS claims
PERA-Military/Uniformed Personnel	2,373,919,080.65	17,560.11	2,373,936,640.76	Set up of PS claims
Representation Allowance	206,612.91	-	206,612.91	

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Transportation Allowance	206,612.90	10,000.00	216,612.90	Set up of PS claims
Clothing/Uniform Allowance-Civilian	7,952,000.00	-	7,952,000.00	
Shoes Allowance-Civilian	4,373.95	-	4,373.95	
Clothing/Uniform Allowance-Military/Uniformed Personnel	236,327,480.13	2,835.40	236,330,315.53	Set up of PS claims
Clothing/Uniform Allowance-Initial-Military/Uniformed Personnel	10,070.00	10,070.00	20,140.00	Set up of PS claims
Clothing/Uniform Allowance-Special-Military/Uniformed Personnel	23,369,288.59	7,295,842.68	30,665,131.27	Set up of PS claims
Clothing/Uniform Allowance-Cold Weather-Military/Uniformed Personnel	1,235,494.00	612,256.00	1,847,750.00	Set up of PS claims
Clothing/Uniform Allowance-Reenlistment-Military/Uniformed Personnel	43,865,022.30	35,936,099.93	79,801,122.23	Set up of PS claims
Clothing/Uniform Allowance-Maintenance Cold Weather-Military/Uniformed Personnel	356,700.00	112,200.00	468,900.00	Set up of PS claims
Subsistence Allowance-Military/Uniformed Personnel	9,153,483,328.15	2,884,582.00	9,156,367,910.15	Set up of PS claims and liquidation of cash advances, net of overpayment
Subsistence Allowance-Magna Carta Benefits for Public Health Workers under RA 7305	7,795,210.63	557,925.00	8,353,135.63	Set up of PS claims
Laundry Allowance-Military/Uniformed Personnel	37,933,970.75	625.42	37,934,596.17	Set up of PS claims, net of overpayment
Laundry Allowance-Magna Carta Benefits for Science and Technology under RA 8439	3,300.00	13,500.00	16,800.00	Set up of PS claims

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Laundry Allowance-Magna Carta Benefits for Public Health Workers under RA 7305	857,508.67	7,650.00	865,158.67	Set up of PS claims
Quarters Allowance-Military/Uniformed Personnel	520,604,855.41	323,577.01	520,928,432.42	Set up of PS claims net of overpayment
Honoraria-Civilian	27,167.00	3,451.75	30,618.75	Liquidation of Trust Liabilities, net of set up of PS Claims
Honoraria-Military/Uniformed Personnel	1,998,577.00	-1,890,806.00	107,771.00	Liquidation of Trust Liabilities, net of set up of PS Claims
Hazard Pay	1,772,444.27	59,130,560.80	60,903,005.07	Set up of PS claims net of overpayment
Hazard Pay-Civilian	3,102,190.93	262,729.07	3,364,920.00	Set up of PS claims
Hazard Pay-Military/Uniformed Personnel	806,878,982.71	6,464,468.72	813,343,451.43	Set up of PS claims
Hazard Pay-Magna Carta Benefits for Public Health Workers under RA 7305	28,334,384.76	1,045,380.79	29,379,765.55	Set up of PS claims
Hazardous Duty Pay	1,191,614,565.60	13,614,120.55	1,205,228,686.15	Set up of PS claims and liquidation of cash advances net of refund of overpayment
Longevity Pay-Civilian	2,755,417.64	-	2,755,417.64	
Longevity Pay-Military/Uniformed Personnel	7,310,540,235.24	1,922,978.11	7,312,463,213.35	Set up of PS claims
Overtime Pay	707,733.00	-	707,733.00	
Bonus-Civilian	28,062,761.10	1,260,082.60	29,322,843.70	Set up of PS claims
Bonus-Military/Uniformed Personnel	3,266,754,595.57	21,080,989.04	3,287,835,584.61	Set up of PS claims
Cash Gift-Civilian	6,797,000.00	8,500.00	6,805,500.00	Set up of PS claims
Cash Gift-Military/Uniformed Personnel	500,386,396.20	15,500.00	500,401,896.20	Set up of PS claims
Mid-Year Bonus-Civilian	28,530,955.00	-	28,530,955.00	
Mid-Year Bonus-Military/Uniformed Personnel	3,196,325,254.51	72,154.70	3,196,397,409.21	Set up of PS claims

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Productivity Enhancement Incentive-Civilian	6,610,000.00	-	6,610,000.00	
Productivity Enhancement Incentive-Military/Uniformed Personnel	499,431,499.00	-	499,431,499.00	
Performance Based Bonus-Civilian	708,122.47	-	708,122.47	
Performance Based Bonus-Military/Uniformed Personnel	62,539,083.66	-	62,539,083.66	
Flying Pay-Duty Based Allowance	30,118,597.00	338,066.50	30,456,663.50	Set up of PS claims
Special Group Team Insurance-DBA-MUP	7,220,299.79	-	7,220,299.79	
Combat Duty Pay-DBA-MUP	3,140,776,823.05	400,332.29	3,141,177,155.34	Set up of PS claims net of overpayment
Instructor's Duty Pay-DBA-MUP	211,140,093.98	11,563,176.77	222,703,270.75	Set up of PS claims and liquidation of cash advances
Reservist's Pay-DBA-MUP	96,403,995.08	4,198,276.50	100,602,271.58	Set up of PS claims and liquidation of cash advances net of overpayment
Medal of Valor Award-DBA-MUP	19,800,000.00	-	19,800,000.00	
Hospitalization Expense-DBA-MUP	52,060,273.24	3,922,975.86	55,983,249.10	Set up of PS claims
Parachutist Pay-DBA-MUP	100,668,700.00	490,892.50	101,159,592.50	Set up of PS claims
Retirement and Life Insurance Premiums	9,721,532.49	3,538.35	9,725,070.84	Set up of PS claims
Pag-IBIG-Civilian	1,432,000.00	-	1,432,000.00	
Pag-IBIG-Military/Uniformed Personnel	116,901,771.50	241.94	116,902,013.44	Set up of PS claims
PhilHealth-Civilian	5,254,630.35	-	5,254,630.35	
PhilHealth-Military/Uniformed Personnel	586,056,824.98	696.44	586,057,521.42	Set up of PS claims
ECIP-Civilian	1,581,000.00	132,200.00	1,713,200.00	Set up of PS claims
ECIP-Military/Uniformed	100,870,100.00	9,050,100.00	109,920,200.00	Set up of PS claims

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Personnel				
Provident/Welfare Fund Contributions	142,541,874.00	-	142,541,874.00	
Retirement Gratuity-Civilian	2,354,122.73	-	2,354,122.73	
Retirement Gratuity-Military/Uniformed Personnel	5,550,979.92	-	5,550,979.92	
Terminal Leave Benefits-Civilian	19,609,494.93	-	19,609,494.93	
Terminal Leave Benefits-Military/Uniformed Personnel	3,651,795,107.40	-23,494.55	3,651,771,612.85	Set up of PS claims net of overpayment
Lump-sum for Step Increments-Length of Service	-	6,634.46	6,634.46	Set up of PS claims
Other Personnel Benefits - Loyalty Award - Civilian	-	120,000.00	120,000.00	Set up of PS claims
Other Personnel Benefits	1,233,830,823.69	2,085,598.01	1,235,916,421.70	Set up of PS claims
Traveling Expenses	88,655,775.99	2,188,644.48	90,844,420.47	Liquidation of CA, set up of MOOE claims and liquidation of fund transfer
Training and Scholarship Expenses	385,874,851.85	9,751,121.60	395,625,973.45	Set up of MOOE claims, liquidation of cash advances and inventory
Supplies and Materials Expenses	3,259,929,340.16	115,783,046.79	3,375,712,386.95	Liquidation of cash advances, set up of MOOE claims and issuance of inventory and fund transfers
Utility Expenses	593,501,936.92	732,127.55	594,234,064.47	Set up of MOOE claims
Communication Expenses	141,721,456.05	1,472,997.08	143,194,453.13	Set up of MOOE claims, Issuance of inventory, liquidation of cash advances and fund transfers
Awards, Rewards and Prizes	2,154,017.00	50,000.00	2,204,017.00	Set up of MOOE claims
Survey, Research, Exploration and Development Expenses	200,000.00	-	200,000.00	
Confidential, Intelligence and Extraordinary Expenses	344,008,000.00	100,000,000.00	444,008,000.00	Liquidation of cash advances

ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Professional Services	24,502,473.69	0.00	24,502,473.69	
General Services	8,190,759.72	4,230,430.16	12,421,189.88	Set up of MOOE claims
Repair and Maintenance	1,246,895,421.59	58,138,257.26	1,305,033,678.85	Issuance of inventory and set up of MOOE claims net of liquidation of fund transfers
Taxes, Insurance Premiums and Other Fees	723,626,285.33	1,862,450.00	725,488,735.33	Set up of MOOE claims, Liquidation of Fund Transfer
Labor and Wages	83,489,347.25	-	83,489,347.25	
Other Maintenance and Operating Expenses	538,722,878.63	36,671,080.64	575,393,959.27	
Bank Charges	1,744.72	-	1,744.72	
Subsidy to Operating Units	1,092,397,903.47	-	1,092,397,903.47	
Subsidy-Others	2,426,919,203.40	14,078,981.67	2,440,998,185.07	Set up of MOOE claims and liquidation of cash advances net of overpayment
Depreciation-Other Land Improvements	36,956,898.55	47,500.00	37,004,398.55	Recognition of prior year depreciation expenses
Depreciation-Infrastructure Assets	3,918,836.86		3,918,836.86	
Depreciation-Buildings and Other Structures	284,012,851.97	1,349,042.13	285,361,894.10	Recognition of prior year depreciation expenses
Depreciation-Machinery and Equipment	793,508,159.92	10,400,047.19	803,908,207.11	Recognition of prior year depreciation expenses net of adjustments
Depreciation-Transportation Equipment	341,431,777.48	14,340,694.69	355,772,472.17	Recognition of prior year depreciation expenses net of adjustments
Depreciation-Furniture, Fixtures and Books	791,307.37	25,497.19	816,804.56	Recognition of prior year depreciation expenses net of adjustments
Depreciation-Other Property, Plant and Equipment	21,221,457.88	4,940.00	21,226,397.88	Recognition of prior year depreciation expenses
Impairment Loss-Other Receivables	14,549,548.10	-	14,549,548.10	
Impairment Loss-Property, Plant and Equipment	5,754,880.54	-	5,754,880.54	
Loss of Assets	435,533.65	-	435,533.65	



ACCOUNTS	(in Philippine Pesos)			REMARKS
	2020 Balances	Effect of Errors	2020 Restated Balance	
		Over/Under		
Machinery and Equipment Outlay	258,180.00	-	258,180.00	