



Republic of the Philippines
Province of Bohol
Municipality of Sikatuna

**FINANCIAL STATEMENT
CALENDAR YEAR 2010**

CONSOLIDATED ALL FUNDS

GENERAL FUND CONSOLIDATED

SPECIAL EDUCATION FUND

TRUST FUND



Republic of the Philippines
Province of Bohol
Municipality of Sikatuna

February 8, 2011

STATEMENT OF MANAGEMENT RESPONSIBILITY FOR FINANCIAL STATEMENT

The Management of the Local Government Unit of Sikatuna is responsible for all information and representation contained in the Balance Sheet as of December 31, 2010 and the related Statement of Income and Expenses and Statement of Cashflows for the period then ended. The Financial Statement have been prepared in conformity with generally accepted accounting principles and reflect amounts that are based on best estimates and informed judgement of management with an appropriate consideration of materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorised use or disposition and liabilities recognized.

DEXTER S. CHAN, CPA
Municipal Accountant

JOSE M. ELLORIMO JR.
Municipal Mayor



Republic of the Philippines
Province of Bohol
Municipality of Sikatuna
CONSOLIDATED BALANCE SHEET
As of December 31, 2010

ASSETS			
CURRENT ASSETS			
Cash	(Note 1)	P	6,291,393.15
Receivables	(Note 2)		1,427,813.63
Inventories	(Note 3)		595,298.79
TOTAL CURRENT ASSETS		P	<u>8,314,505.57</u>
PROPERTY, PLANT EQUIPMENT (Note 4)			
Land and Land Improvements		P	3,083,763.38
Buildings			15,716,624.82
Office Equipment, Furniture and Fixtures			3,281,661.50
Machineries and Equipment			4,594,370.25
Transportation Equipment			1,372,999.15
Other Property, Plant and Equipment			1,129,971.05
Public Infrastructures			8,803,701.58
Less : Accumulated Depreciation			<u>(2,557,021.53)</u>
TOTAL PROPERTY, PLANT AND EQUIPMENT, NET		P	<u>35,426,070.20</u>
OTHER ASSETS			
Other Assets		P	<u>165,478.37</u>
TOTAL ASSETS		P	<u>43,906,054.14</u>
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Payables Accounts	(Note 5)	P	692,449.33
Inter - Agency Payables	(Note 6)		3,266,206.61
Other Liability Accounts	(Note 7)		604,546.96
TOTAL CURRENT LIABILITIES		P	<u>4,563,202.90</u>
LONG - TERM LIABILITIES			
Loans Payable - Domestic	(Note 8)	P	3,322,212.22
DEFERRED CREDITS			
Deferred Real Property Income	(Note 9)	P	140,332.32
Deferred Special Education Fund Income			87,445.45
Other Deferred Credits			1,074.15
TOTAL CURRENT LIABILITIES		P	<u>228,851.92</u>
TOTAL LIABILITIES		P	<u>8,114,267.04</u>
GOVERNMENT EQUITY	(Note 10)	P	<u>35,791,787.10</u>
TOTAL LIABILITIES AND EQUITY		P	<u>43,906,054.14</u>

(See accompanying notes to financial statements)



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
STATEMENT OF INCOME AND EXPENSES
CONSOLIDATED
For the Period Ended December 31, 2010

TAX REVENUE			
Local Taxes	(Note11)	P	709,967.00
GENERAL INCOME ACCOUNTS			
Internal Revenue Allotment			23,614,835.00
Permits and Licenses	(Note12)		117,384.34
Services Income	(Note13)		169,373.75
Business Income	(Note14)		1,814,532.71
Other Income			
Interes Income			54,403.13
Miscellaneous Income			15,496.71
TOTAL OPERATING INCOME		P	<u>26,495,992.64</u>
LESS : OPERATING EXPENSES			
Personal Services	(Note15)	P	15,569,129.66
Maintenance and Other Operating Expenses	(Note16)		9,049,301.66
Non Cash Expenses - Depreciation	(Note17)		486,300.18
TOTAL OPERATING EXPENSES		P	<u>25,104,731.50</u>
INCOME FROM OPERATIONS		P	<u>1,391,261.14</u>
LESS : FINANCIAL EXPENSES			
Bank Charges			107.00
Interest Expenses			415,060.75
TOTAL FINANCIAL EXPENSES		P	<u>415,167.75</u>
INCOME BEFORE SUBSIDIES, DONATIONS & EXTRAORDINARY ITEMS		P	<u>976,093.39</u>
Less :	Subsidy to LGU's	P	168,610.00
	Subsidy to NGO's/PO;s		30,000.00
			<u>198,610.00</u>
NET INCOME/(LOSS)		P	<u><u>777,483.39</u></u>

(See accompanying notes to financial statements)



Republic of the Philippines
Province of Bohol
Municipality of Sikatuna
**STATEMENT OF CASHFLOWS
CONSOLIDATED**

For the Period Ended December 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Cash Inflows

Share from Internal Revenue Allotment	P	23,614,835.00
Collection from Taxpayers		1,047,103.95
Receipts from Sale of Goods and Services		2,101,290.80
Interest Income		58,459.14
Other Receipts		1,699,267.95
TOTAL CASH INFLOWS	P	28,520,956.84

Cash Outflows

Payment to Suppliers/Creditors		4,961,044.58
Payment to Employees		15,943,342.27
Interest Expense		415,060.75
Other Disbursements		6,447,461.01
TOTAL CASH OUTFLOWS	P	27,766,908.61

NET CASH FROM OPERATING ACTIVITIES

P 754,048.23

CASH FLOWS FROM INVESTING ACTIVITIES

Cash Inflows

Sale of Property, Plant and Equipment	P	-
TOTAL CASH INFLOWS	P	-

Cash Outflows

Purchase of Property, Plant and Equipment		3,638,682.88
TOTAL CASH OUTFLOWS	P	3,638,682.88

NET CASH FROM INVESTING ACTIVITIES

P (3,638,682.88)

NET DECREASE IN CASH

P (2,884,634.65)

CASH AT THE BEGINNING OF THE PERIOD

P 9,176,027.80

CASH AT THE END OF THE PERIOD

P 6,291,393.15

NOTES TO FINANCIAL STATEMENTS

I. AGENCY BACKGROUND

The Municipality of Sikatuna was created by virtue of Executive Order No. 88 issued on December 5, 1917. It was named in honor of the great Boholano Chieftain, who displayed courage and bravery in leading Boholanos to active victory.

Sikatuna is comprised of ten (10) barangays, and has a total land area of 3,822 hectares. It is a fifth class municipality, as classified by the Department of Interior and Local Government. Commercial activity in this municipality is marginal as most of the commercial establishments are suited only in the Poblacion. Sikatuna has just started in its journey in the field of tourism, the Sikatuna Tree Park.

The municipal government of Sikatuna is headed by Mayor Jose M. Ellorimo Jr. A Vice Mayor and Ten (10) Sangguniang Bayan Members comprised the Legislative Department responsible for the formulation of resolutions, laws and ordinances. Further, there are eleven (11) department heads and twenty one (21) support staff commissioned to oversee various sectors and other priority areas such as treasury, accounting, budget, engineering, social welfare, planning, agriculture, assessor, health, registry and secretary to sanggunian.

The LGU of Sikatuna, Bohol have provided job opportunities to its constituents thru job orders and supported the LGU in the discharge of various activities, programs, and projects.

II. BASIS OF FINANCIAL STATEMENT

The Financial Statement present the financial position of the municipality, in conformity with applicable laws, rules and regulations and generally accepted and prescribed state accounting principles and standards applied on a consistent basis.

III. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The Municipality uses the accrual basis of accounting. All expenses are recognized when incurred and reported in the financial statements in the period to which they relate. Income is on accrual basis except for transaction, where accrual basis is impractical or required by Law.
- 3.2 The modified obligation system is used to record obligations incurred. Separate registries are maintained to control allotment and obligations for each class of allotment.
- 3.3 Supplies and materials purchased are taken up directly as supplies expense and not recorded under Perpetual Inventory System. The inventories in the financial statements refer to items already issued to the employees but were still recorded in the books.
- 3.4 Property, Plant and Equipment with the corresponding useful life as indicated in the Manual, is carried at cost.
- 3.5 For assets under construction, expenses incurred during the construction of the Project are Capitalized.
- 3.6 Payable accounts are recognized and recorded in the books of accounts upon acceptance of the goods and rendition of services to the agency.
- 3.7 Accounts are classified to conform with the Revised Chart of Accounts prescribed under the New Government Accounting System (NGAS).
- 3.8 The agency has partially computed depreciations for IT Equipment, Other Property Plant &

Equipment and Motor Vehicles and Machineries. Computations of depreciations for other properties are deferred subject to the availability of pertinent records for the reason that the Local Government Unit was still gathering data for establishing Schedules of Inventory.

- 3.9 Fundamental errors of prior years are corrected using the Prior Year's Adjustment account. Errors affecting current year's operations are charged to the current year's accounts.

BREAKDOWN / COMPOSITION AND EXPLANATORY NOTES ON MAJOR ACCOUNTS

Note 1 - CASH AND OTHER CASH ACCOUNTS

This account consists of:

	Accounts		Amount
101	Cash in Vault	P	(39.14)
111	Cash-in-Bank- Local Currency, Current Account		6,291,432.29
	Total	P	6,291,393.15

The negative balance of cash in vault represent over deposits of collections.

Note 2 - RECEIVABLES

Details of this account were presented as follows:

	Accounts		Amount
121	Account Receivables	P	81,409.47
123	Due from Officers and Employees		14,129.71
126	Loans Receivables - Others		82,949.00
127	Real Property Tax Receivable		140,332.32
128	Special Education Tax Receivables		87,445.45
146	Receivables/Disallowances/Charges	(Sched 1)	11,368.52
148	Advances to Officers and Employees	(Sched 2)	903,506.66
149	Other Receivables	Other Receivables	106,672.50
	Total	P	1,427,813.63

Due from Officers and Employees represent withholding tax on compensation balances of the Municipal Officials who were separated form service effective July, 1, 2010 and Municipal Employees as of December, 31, 2010. Loans Receivables are loans granted to qualified beneficiaries funded by DSWD-SEA K to augment their source of income. Office of the MSWDO failed to submit complete data in this regard, adjustments/reconciliation of this account is pending upon availability of pertinent

papers. RPT Receivables was set up at the beginning of the year which amount was certified by the Municipal Assessor. Advances to Officers and Employees are outstanding/unliquidated cash advances granted to Municipal Officials and Employees.

Note 3 - INVENTORIES

Breakdown of this account includes the following:

	Accounts		Amount
155	Office Supplies Inventory	P	394,944.58
156	Accountable Forms Inventory		22,620.00
165	Other Supplies Inventory		175,234.21
169	Livestock Inventory		2,500.00
	Total	P	<u>595,298.79</u>

Office Supplies and Other Supplies Inventory represent unexpendable supplies issued to different offices of the Municipality which is subject to adjustment after a physical inventory is conducted to determine its usefulness and existence . While Livestock inventory is subject to reconciliation upon submission of pertinent documents from the Department of Agriculture before making any adjustment as to its proper valuation.

Note 4 - PROPERTY, PLANT AND EQUIPMENT

This account includes the following:

	Accounts		Amount
Land and Land Improvements			
201	Land	P	18,578.28
202	Land Improvements		3,065,185.10
	Total	P	<u>3,083,763.38</u>
Buildings			
211	Office Buildings	P	4,542,191.94
212	School Buildings		238,707.71
213	Hospitals and Health Centers Markets and		422,018.92
214	Slaughterhouse		4,238,398.48
215	Other Structures		6,275,307.77
	Total	P	<u>15,716,624.82</u>
Office Equipment, Furniture and Fixtures			
221	Office Equipment	P	1,030,411.01
222	Furnitures and Fixtures		379,541.90
223	IT Equipment and Software		1,871,708.59
	Total	P	<u>3,281,661.50</u>
Machineries and Equipment			
226	Machineries Communication	P	3,571,000.00
229	Equipment		813,922.25
233	Medical, Dental and Laboratory Equipment		151,698.00
234	Military & Police Equipment		57,750.00
	Total	P	<u>4,594,370.25</u>
Transportation Equipment			

241	Motor Vehicles		P	1,372,999.15
	Total		P	1,372,999.15
Other Property, Plant and Equipment				
250	Other Property Plant and Equipment		P	1,129,971.05
	Total		P	1,129,971.05
Public Infrastructures				
254	Artesian Wells, Reservoirs, Pumping Stations and Conduits		P	8,803,701.58
	Total		P	8,803,701.58
Grand - Total			P	37,983,091.73
Less : Accumulated Depreciation				
313	Hospitals and Health Centers	P		146.63
315	Other Structures			90,491.57
321	Office Equipment			3,788.71
322	Furnitures and Fixtures			3,982.20
323	IT Equipment & Software			273,755.65
326	Machineries			1,633,732.50
329	Communication Equipment			5,990.60
341	Motor Vehicles			475,752.41
350	Other PPE		P	69,381.26
				<u>2,557,021.53</u>
PROPERTY, PLANT AND EQUIPMENT, NET			P	35,426,070.20

Some of the accounts under Property, Plant and Equipment were not subject to depreciation due to unavailability of records on its acquisition. However, an inventory committee was already created and in the process of gathering data, conducting inspection and appraisal of the above properties in order to examine its existence and proper valuation.

Note 5 - PAYABLES ACCOUNTS

Accounts Payables represent the unpaid balance of CY2010 obligations/indebtedness to suppliers arising from the purchase of goods and services.

Note 6 - INTER - AGENCY PAYABLES

This account includes the following:

	Accounts		Amount
412	Due to BIR	P	14,964.21
413	Due to GSIS		104,379.86
414	Due to Pag-ibig		42,803.86
415	Due to Philhealth		11,756.88
416	Due to Other NGA's		2,504,351.98
417	Due to GOCC's		(5,837.90)
418	Due to LGU's		593,787.72
	Total	P	3,266,206.61

Note 7 - OTHER LIABILITY ACCOUNTS

The other liability accounts represent the amount collected or withheld from officers and employees for the account of private associations/entities in payment for salary loans.

Note 8 - LOANS PAYABLES - DOMESTIC

The Department of Finance on CY2005 and CY2006 grant, thru the Municipal Development Fund Office, a loan amounting to P3,736,737.39 to the Municipality, payable in 15 years with grace period of 3 years under Community Based Resource Management Project (CBRMP II). The said funds were used to purchase farm equipment and cargo truck, improvement of water system and constructions of farm to market roads and other infrastructures which are essential to the promotion of the general welfare of the community.

Note 9 - DEFERRED CREDITS

Deferred Real Property Income represent the reciprocal account for Real Property Tax Receivable that was recognized at the beginning of the year.

Note 10 - GOVERNMENT EQUITY

Details of this account were presented as follows:

Government Equity - Beginning Balance	P	34,539,817.08
Adjustment to Beginning Balance		
Reclassification of Other Investment and Marketable Securities		241,109.30
Corollary entry for purchase of cleaning equipment - by PTO		29,190.00
Corollary entry for Completed Project - PDAF Sen. Legarda		498,000.00
Transfer of completed municipal roads		(371,435.00)
Add(Deduct)		
Current Operations		777,483.39
Prior Year's Adjustments - Erroneous Entry		77,622.33
Government Equity - Ending Balance	P	35,791,787.10

Adjustment to the beginning balance of Government Equity amounting to P241,109.30 represent the corollary entry for the reclassification of Other Investment and Marketable Securities accounts that was resulted from erroneous conversion of accounts from the Old Government Accounting System (OGAS) to NGAS, P29,190.00 represent corollary entry for purchase of cleaning equipment last year (CY2009) payment were made out of the Financial Assistance given by Provincial Gov't. for LGU-Sikatuna Demo Farm under the supervision of Municipal Agriculture Office and P371,435.00 represent transfer of completed municipal roads to public infrastructures registry. Result of operations for CY2010 shown P777,483.39 net income.

Note 11 - LOCAL TAXES

Breakdown of this account includes the following:

	Accounts		Amount
582	Business Taxes	P	113,795.65
583	Community Tax		31,589.74
588	Real Property Tax	278,321.69	
954	Discount on Real Property Taxes	75,693.14	202,628.55
591	Special Education Tax	347,711.66	
955	Discount on Special Education Taxes	38,684.81	309,026.85
599 (1)	Fines and Penalties-Local Tax		5,351.45
599 (2)	Fines and Penalties-Local Tax		47,574.76
	Total	P	709,967.00

Note 12 - PERMITS AND LICENSES

This account includes the following:

	Accounts		Amount
601	Fees on Weights and Measures	P	830.00
605	Permit Fees		86,115.34
606	Registration Fees		29,979.00
608	Other Permits and Licenses		60.00
609	Fines and Penalties - Permits and Licenses		400.00
	Total	P	117,384.34

Note 13 - SERVICE INCOME

Breakdown of this account includes the following:

	Accounts		Amount
613	Clearance/Certification Fees	P	104,303.00
617	Inspection Fees		1,470.00
619	Medical, Dental and Laboratory fees		22,785.00
628	Miscellaneous Operating Service Income		40,815.75
	Total	P	169,373.75

Note 14 - BUSINESS INCOME

This account includes the following:

	Accounts		Amount
633	Receipts from Cemetery	P	95.00
636	Income from Markets		263,714.52
637	Income from Slaughterhouse		23,824.13
639	Income from Waterworks System		1,456,010.54
649	Fines and Penalties-Business Income		70,888.52
	Total	P	1,814,532.71

Note 15 - PERSONAL SERVICES

Details of this account were presented as follows:

	Accounts		Amount
701	Salaries and Wages-regular	P	8,480,956.87
711	PERA		812,636.39
712	ADCOM		254,500.00
713	RA		1,020,985.00
714	TA		1,020,985.00
715	Clothing/Uniform Allowance		180,750.00
716	Subsistence, Laundry & Quarters Allowance		90,750.00
717	Productivity Incentive Allowance		56,000.00

720	Honoraria	3,000.00
721	Hazard Pay	37,649.65
724	Cash Gift	245,000.00
725	Year End Bonus	801,612.50
731	Life and Retirement Insurance Contributions	1,006,933.31
732	Pag-ibig Contributions	52,966.50
733	Philhealth Contributions	96,637.50
734	ECC Contributions	58,689.92
742	Terminal Leave Benefits	81,793.61
749	Other Pesonnel Benefits	1,267,283.41
	Total	P 15,569,129.66

Note 16 - MAINTENANCE AND OTHER OPERATING EXPENSES

This account includes the following:

	Accounts	Amount
	Travelling Expenses -	
751	Local	P 359,415.42
753	Training Expenses	560,551.25
755	Office Supplies Expenses	504,561.63
756	Accountable Forms Expenses	33,130.25
759	Drugs and medicines Expenses	287,665.00
760	Medical, Dental & Laboratory Supplies Expenses	80,518.05
761	Gasoline, Oil and Lubricants Expenses	110,363.14
765	Other Supples Expenses	61,688.51
767	Electricity Expenses	1,361,736.98
771	Postage Stamps & Delivery Expenses	2,699.00
772	Telephone Expenses-Landline	15,725.03
773	Telephone Expenses-Mobile	196,903.00
778	Membership Dues and Contributions to Org.	99,200.00
795	General Services	3,576,205.00
811	Repair & Maintenance-Office Building	90,510.03
813	Repair and Maintenance - Hospitals and Health Centers	6,826.46
814	Repair and Maintenance - Markets & Slaughterhouses	17,975.43
815	Repair and Maintenance - Other Structures	14,672.39
821	Repair and Maintenance - Office Equipment	700.00
823	Repair & Maint.-IT Equipment	34,038.97
829	Repair & Maint.-Communication Equipment	2,450.00
841	Repair & Maint. Motor Vehicle	186,933.29
850	Repair & Maintenance- Other Property Plant & Equipt	5,084.02
851	Repair & Maintenance- Roads, Highways & Bridges	8,250.00
854	Repair & Maint.-Artesian Wells, Reservoirs, Pumping Stations and Conduits	223,613.11
878	Donations	42,000.00
893	Insurance Expenses	432,665.43
969	Other Maintenance & Operating Expenses	733,220.27
	Total	P 9,049,301.66

General Services expenses shown in the above accounts were wages of Job Orders employees for CY2010. Insurance expenses amounting to P407,880 represent payment for Medicare sa Masa for the whole year of 2010.

Note 17 - DEPRECIATION EXPENSES

This account includes the following:

	Accounts	Amount
921	Depreciation-Office Equipment	1,890.21
922	Depreciation-Furnitures and Fixtures	3,982.20
923	Depreciation-IT Equipment and Software	27,133.88
926	Depreciation- Machineries	321,390.00
941	Depreciation-Motor Vehicles	100,753.88
950	Depreciation-Other Property, Plant and Equipment	31,150.01
	Total	P 486,300.18

The agency has partially computed depreciations for IT Equipment, Other Property Plant & Equipment and Motor Vehicles and Machineries. Computations of depreciations for other properties are deferred subject to the availability of pertinent records for the reason that the Local Government Unit was still gathering data for establishing Schedules of Inventory.



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
GENERAL FUND CONSOLIDATED BALANCE SHEET
As of December 31, 2010

ASSETS			
CURRENT ASSETS			
Cash	(Note1)	P	5,350,907.30
Receivables	(Note2)		1,146,349.68
Inventories	(Note3)		552,529.38
TOTAL CURRENT ASSETS		P	<u>7,049,786.36</u>
PROPERTY, PLANT EQUIPMENT (Note4)			
Land and Land Improvements		P	605,163.53
Buildings			9,805,702.62
Office Equipment, Furniture and Fixtures			2,915,734.95
Machineries and Equipment			4,479,370.25
Transportation Equipment			1,323,299.15
Other Property, Plant and Equipment			991,638.75
Public Infrastructures			7,043,365.80
Less : Accumulated Depreciation			(2,333,201.56)
TOTAL PROPERTY, PLANT AND EQUIPMENT, NET		P	<u>24,831,073.49</u>
OTHER ASSETS			
Other Assets		P	165,478.37
TOTAL ASSETS		P	<u><u>32,046,338.22</u></u>
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Payables Accounts	(Note5)	P	668,116.08
Inter - Agency Payables	(Note6)		1,464,223.97
Other Liability Accounts	(Note7)		73,012.76
TOTAL CURRENT LIABILITIES		P	<u>2,205,352.81</u>
LONG - TERM LIABILITIES			
Loans Payable - Domestic	(Note8)	P	3,322,212.22
DEFERRED CREDITS			
Deferred Real Property Income	(Note9)	P	140,332.32
TOTAL LIABILITIES		P	<u>5,667,897.35</u>
GOVERNMENT EQUITY (Note10)		P	<u>26,378,440.87</u>
TOTAL LIABILITIES AND EQUITY		P	<u><u>32,046,338.22</u></u>

(See accompanying notes to financial statements)



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
STATEMENT OF INCOME AND EXPENSES
GENERAL FUND CONSOLIDATED
For the Period Ended December 31, 2010

TAX REVENUE

Local Taxes	(Note11)	P	374,365.06
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GENERAL INCOME ACCOUNTS

Internal Revenue Allotment			23,614,835.00
Permits and Licenses	(Note12)		117,384.34
Services Income	(Note13)		169,373.75
Business Income	(Note14)		1,814,532.71
Other Income			
Interes Income			51,096.49
Miscellaneous Income			15,496.71

TOTAL OPERATING INCOME	P	<u>26,157,084.06</u>
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LESS : OPERATING EXPENSES

Personal Services	(Note15)	P	15,569,129.66
Maintenance and Other Operating Expenses	(Note16)		8,828,169.81
Non Cash Expenses - Depreciation	(Note17)		486,300.18
TOTAL OPERATING EXPENSES		P	<u>24,883,599.65</u>

INCOME FROM OPERATIONS	P	<u>1,273,484.41</u>
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LESS : FINANCIAL EXPENSES

Bank Charges			107.00
Interest Expenses			415,060.75
TOTAL FINANCIAL EXPENSES		P	<u>415,167.75</u>

INCOME BEFORE SUBSIDIES, DONATIONS & EXTRAORDINARY ITEMS	P	<u>858,316.66</u>
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Less :	Subsidy to LGU's	P	168,610.00
	Subsidy to NGO's/PO;s		30,000.00
		P	<u>198,610.00</u>

NET INCOME/(LOSS)	P	<u><u>659,706.66</u></u>
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(See accompanying notes to financial statements)



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
STATEMENT OF CASHFLOWS
GENERAL FUND CONSOLIDATED
For the Period Ended December 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Cash Inflows

Share from Internal Revenue Allotment	P	23,614,835.00
Collection from Taxpayers		374,365.06
Receipts from Sale of Goods and Services		2,101,290.80
Interest Income		51,096.49
Other Receipts		1,120,391.15
TOTAL CASH INFLOWS	P	27,261,978.50

Cash Outflows

Payment to Suppliers/Creditors		4,474,643.07
Payment to Employees		15,569,129.66
Interest Expense		415,060.75
Other Disbursements		6,320,395.01
TOTAL CASH OUTFLOWS	P	26,779,228.49

NET CASH FROM OPERATING ACTIVITIES

P 482,750.01

CASH FLOWS FROM INVESTING ACTIVITIES

Cash Inflows

Sale of Property, Plant and Equipment	P	-
TOTAL CASH INFLOWS	P	-

Cash Outflows

Purchase of Property, Plant and Equipment		3,605,732.88
TOTAL CASH OUTFLOWS	P	3,605,732.88

NET CASH FROM INVESTING ACTIVITIES

P (3,605,732.88)

NET DECREASE IN CASH

P (3,122,982.87)

CASH AT THE BEGINNING OF THE PERIOD

P 8,473,890.17

CASH AT THE END OF THE PERIOD

P 5,350,907.30

PROVINCE OF BOHOL
MUNICIPALITY OF SIKATUNA
OFFICE OF THE MUNICIPAL ACCOUNTANT

STATEMENT OF BANK RECONCILIATION

IRA ACCOUNT

As of December 31, 2010

Name of Bank Account LGU SIKATUNA - IRA Authorized Depository Bank DEVELOPMENT BANK OF THE PHILIPPINES	Disbursing Officer/Treasurer ROMUALDA I. FUDALAN Address of Depository Bank TAGBILARAN CITY
Book Balance per General Ledger	P 871,015.58
Add (Deduct) Reconciling Items	
ADJUSTED BOOK BALANCE	P <u>871,015.58</u>

Bank Balance - Acct. no. 0780-008226-080		P 1,318,554.30
Add (Deduct) Reconciling Items		
Outstanding Checks :		
Payee	Date	Check No.
Bohol Chest Clinic	17-Sep-03	8466
		(1,000.00)
LTO	16-Jun-05	
		(702.00)
Zamsultan	02-Dec-10	3337914 5
		(25,344.00)
Maria Nelia Maquiling	09-Dec-10	3337917 4
		(1,600.00)
Sonjay Microsystem	13-Dec-10	3337918 1
		(475.00)
Sarah Brisa	15-Dec-10	3337918 7
		(6,921.25)
Calimpusan	15-Dec-10	3337918 8
		(1,501.23)
Bohol Quality Corp.	15-Dec-10	3337919 0
		(14,361.33)
Bohol Quality Corp.	16-Dec-10	3337919 2
		(1,178.30)
Tabel Enterprisess	16-Dec-10	3337919 4
		(1,300.00)
Justiniana Ellorimo	16-Dec-10	3337919 6
		(605.70)
Tabel Enterprisess	16-Dec-10	3337919 7
		(2,793.47)
Bohol Quality Corp.	16-Dec-10	3337919 8
		(1,892.85)
CLB Shell Station	16-Dec-10	3337919 9
		(1,394.50)
Bohol Quality Corp.	16-Dec-10	3337920 0
		(8,037.77)
Bohol Quality Corp.	17-Dec-10	3545290 2
		(1,632.00)
Dioscoro Caberte	17-Dec-10	3545290 4
		(2,366.06)
CLB Shell Station	17-Dec-10	3545290 6
		(5,200.57)
Bohol Quality Corp.	20-Dec-10	3545290 9
		(3,900.00)
Bgry. Abucay Sur		

Bgry. Bahaybahay	20-Dec-10	3545291	1	(2,730.00)
Brgy. Cambuac Norte	20-Dec-10	3545291	2	(3,510.00)
Bgry. Poblacion I	20-Dec-10	3545291	6	(4,940.00)
Olimpio Calimpusan	22-Dec-10	3545292	7	(1,995.00)
Tabel Enterprisess	22-Dec-10	3545293	0	(2,536.42)
CLB Shell Station	22-Dec-10	3545293	1	(1,968.56)
LMP - Bohol Chapter	22-Dec-10	3545293	2	(10,000.00)

Elpidio Orig	28-Dec-10	3545293	4	(1,760.00)
BQ Builderware	28-Dec-10	3545293	5	(7,194.54)
Marvin Jerome Maniwang	28-Dec-10	3545293	8	(22,189.55)
Marcos Monredondo	28-Dec-10	3545293	9	(1,320.00)
Sarah Brisa Calimpusan	28-Dec-10	3545294	2	(5,545.00)
Nemecia Nasayao	28-Dec-10	3545294	3	(2,000.00)
John Argie Plaza	29-Dec-10	3545294	6	(640.00)
Dioscoro Caberte	29-Dec-10	3545294	7	(1,460.00)
BQ Builderware	29-Dec-10	3545294	8	(1,267.79)
Mark Kenneth Dahunog	29-Dec-10	3545294	9	(2,740.00)
BIR - Compensation	29-Dec-10	3545295	0	(174,909.70)
Serterio Elicot	30-Dec-10	3545295	1	(1,000.00)
Dioscoro Caberte	30-Dec-10	3545295	2	(1,670.00)
Sonjay Microsystem	30-Dec-10	3545295	3	(475.00)
Maria Nelia Maquiling	30-Dec-10	3545295	5	(14,942.00)
Rural Bank of Loboc	30-Dec-10	3545295	6	(64,260.00)
HDMF	30-Dec-10	3545295	7	(15,003.43)
Philhealth	30-Dec-10	3545295	8	(16,650.00)
P.T.O	30-Dec-10	3545295	9	(2,625.70)
ADJUSTED BANK BALANCE				P <u>871,015.58</u>

DIFFERENCE				P -
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Certified correct
by:

DEXTER S. CHAN, CPA
Municipal Accountant

PROVINCE OF BOHOL
MUNICIPALITY OF SIKATUNA
OFFICE OF THE MUNICIPAL ACCOUNTANT

STATEMENT OF BANK RECONCILIATION
GENERAL FUND - SAVING ACCOUNT

As of December 31, 2010

Name of Bank Account LGU SIKATUNA - General Fund (Saving Acct.) Authorized Depository Bank DEVELOPMENT BANK OF THE PHILIPPINES	Disbursing Officer/Treasurer ROMUALDA I. FUDALAN Address of Depository Bank TAGBILARAN CITY
Book Balance per General Ledger	P 4,479,930.86
Add (Deduct) Reconciling Items	
Unrecorded Collection	
ADJUSTED BOOK BALANCE	P <u>4,479,930.86</u>

Bank Balance - Acct. no. 0780-008227-080	P 4,754,842.59																												
Add (Deduct) Reconciling Items																													
Deposit in Transit																													
100-2010-12-1303	2,500.00																												
Overstatement of Saving Account																													
due to erroneous credit from trust fund deposits	Dec. 29, 2010 (7,680.00)																												
due to erroneous credit from trust fund deposits	Aug. 11, 2010 (11,100.00)																												
due to erroneous credit from SEF deposits	Sept. 8, 2010 (9,027.80)																												
Outstanding Checks :																													
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;"></th> <th style="width: 15%;">Date</th> <th style="width: 15%;">Check No.</th> <th style="width: 30%;"></th> </tr> </thead> <tbody> <tr> <td style="padding-left: 20px;">Payee</td> <td></td> <td></td> <td></td> </tr> <tr> <td style="padding-left: 20px;">GSIS</td> <td style="text-align: center;">30-Dec-10</td> <td style="text-align: center;">2672309</td> <td style="text-align: right;">(150,794.63)</td> </tr> <tr> <td style="padding-left: 20px;">Cebu CFI Comm. Inc</td> <td style="text-align: center;">30-Dec-10</td> <td style="text-align: center;">2672309</td> <td style="text-align: right;">(89,253.00)</td> </tr> <tr> <td style="padding-left: 20px;">CBBI</td> <td style="text-align: center;">30-Dec-10</td> <td style="text-align: center;">2672309</td> <td style="text-align: right;">(1,750.00)</td> </tr> <tr> <td style="padding-left: 20px;">Quedancor</td> <td style="text-align: center;">30-Dec-10</td> <td style="text-align: center;">2672310</td> <td style="text-align: right;">(1,000.00)</td> </tr> <tr> <td style="padding-left: 20px;">P.T.O.</td> <td style="text-align: center;">30-Dec-10</td> <td style="text-align: center;">2672310</td> <td style="text-align: right;">(6,806.30)</td> </tr> </tbody> </table>		Date	Check No.		Payee				GSIS	30-Dec-10	2672309	(150,794.63)	Cebu CFI Comm. Inc	30-Dec-10	2672309	(89,253.00)	CBBI	30-Dec-10	2672309	(1,750.00)	Quedancor	30-Dec-10	2672310	(1,000.00)	P.T.O.	30-Dec-10	2672310	(6,806.30)	
	Date	Check No.																											
Payee																													
GSIS	30-Dec-10	2672309	(150,794.63)																										
Cebu CFI Comm. Inc	30-Dec-10	2672309	(89,253.00)																										
CBBI	30-Dec-10	2672309	(1,750.00)																										
Quedancor	30-Dec-10	2672310	(1,000.00)																										
P.T.O.	30-Dec-10	2672310	(6,806.30)																										
ADJUSTED BANK BALANCE	P <u>4,479,930.86</u>																												

DIFFERENCE	P	-
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Certified correct
by:

DEXTER S. CHAN, CPA
Municipal Accountant



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
TRUST FUND BALANCE SHEET
As of December 31, 2010

ASSETS

CURRENT ASSETS

Cash	P	638,713.38
Receivables		79,010.00
Other Receivables		42,400.00
TOTAL CURRENT ASSETS	P	760,123.38

PROPERTY, PLANT EQUIPMENT

Land and Land Improvements		
Land Improvements	P	2,478,599.85
Buildings		
Hospitals and Health Centers	P	4,200.00
Less : Accumulated Depreciation		(146.63)
Markets and Slaughterhouse		1,519,500.58
Other Structures		4,278,926.62
Less : Accumulated Depreciation		(90,491.57)
Office Equipment, Furniture and Fixtures		
Office Equipment		55,975.00
Communication Equipment		115,000.00
Transportation Equipment		
Motor Vehicles		49,700.00
Less : Accumulated Depreciation		(44,730.00)
Other Property, Plant and Equipment		114,245.30
Public Infrastructures		
Artesian Wells, Reservoirs, Pumping Stations and Conduits		1,760,335.78
TOTAL PROPERTY, PLANT AND EQUIPMENT, NET	P	10,241,114.93

TOTAL ASSETS

P 11,001,238.31

LIABILITIES AND EQUITY

LIABILITIES

Payables Accounts	P	-
Inter - Agency Payables		
Due to BIR		10,791.28
Due to NGA's		1,563,358.60
Due to LGU's		188,165.94
Other Payables		531,534.20
TOTAL LIABILITIES	P	2,293,850.02

GOVERNMENT EQUITY

P 8,707,388.29

TOTAL LIABILITIES AND EQUITY

P 11,001,238.31



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
STATEMENT OF CASHFLOWS
TRUST FUND

For the Period Ended December 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Cash Inflows

Share from Internal Revenue			
Allotment	P	-	
Collection from Taxpayers		-	
Receipts from Sale of Goods and Services		-	
Interest Income		4,056.01	
Other Receipts		578,351.23	
TOTAL CASH INFLOWS	P	582,407.24	

Cash Outflows

Payment to Suppliers/Creditors		290,120.55	
Payment to Employees		-	
Interest Expense		-	
Other Disbursements		118,730.00	
TOTAL CASH OUTFLOWS	P	408,850.55	

NET CASH FROM OPERATING ACTIVITIES

P 173,556.69

CASH FLOWS FROM INVESTING ACTIVITIES

Cash Inflows

Sale of Property, Plant and Equipment	P	-	
TOTAL CASH INFLOWS	P	-	

Cash Outflows

Purchase of Property, Plant and Equipment		-	
TOTAL CASH OUTFLOWS	P	-	

NET CASH FROM INVESTING ACTIVITIES

P -

NET DECREASE IN CASH

P 173,556.69

CASH AT THE BEGINNING OF THE PERIOD

P 465,156.69

CASH AT THE END OF THE PERIOD

P 638,713.38

PROVINCE OF BOHOL
MUNICIPALITY OF SIKATUNA
OFFICE OF THE MUNICIPAL ACCOUNTANT

**STATEMENT OF BANK RECONCILIATION
TRUST FUND**

As of December 31, 2010

Name of Bank Account LGU SIKATUNA - Trust Fund Authorized Depository Bank DEVELOPMENT BANK OF THE PHILIPPINES	Disbursing Officer/Treasurer ROMUALDA I. FUDALAN Address of Depository Bank TAGBILARAN CITY
Book Balance per General Ledger	P 638,713.38
Add (Deduct) Reconciling Items	
ADJUSTED BOOK BALANCE	P <u>638,713.38</u>

Bank Balance - Acct. no. 0780-008227-082	P 626,782.33																				
Add (Deduct) Reconciling Items																					
Understatement of Trust Fund Account																					
due to erroneous credit of deposits to savings account	Dec. 29, 2010 7,680.00																				
due to erroneous credit of deposits to savings account	Aug. 11, 2010 11,100.00																				
due to erroneous credit of deposits to savings account	Jun. 29, 2010 3,620.00																				
Outstanding Checks :																					
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Payee</th> <th style="text-align: left;">Date</th> <th style="text-align: left;">Check No.</th> <th style="text-align: right;"></th> </tr> </thead> <tbody> <tr> <td style="padding: 2px;">Bohol Quality Corp.</td> <td style="padding: 2px;">12/17/2010</td> <td style="padding: 2px;">2672458</td> <td style="text-align: right; padding: 2px;">(2,593.80)</td> </tr> <tr> <td style="padding: 2px;">BQ Builderware</td> <td style="padding: 2px;">12/17/2010</td> <td style="padding: 2px;">2672458</td> <td style="text-align: right; padding: 2px;">(4,146.23)</td> </tr> <tr> <td style="padding: 2px;">CLB Shell Station</td> <td style="padding: 2px;">12/28/2010</td> <td style="padding: 2px;">2672458</td> <td style="text-align: right; padding: 2px;">(3,728.92)</td> </tr> <tr> <td></td> <td></td> <td></td> <td style="text-align: right; border-top: 1px solid black; padding: 2px;">(3,728.92)</td> </tr> </tbody> </table>	Payee	Date	Check No.		Bohol Quality Corp.	12/17/2010	2672458	(2,593.80)	BQ Builderware	12/17/2010	2672458	(4,146.23)	CLB Shell Station	12/28/2010	2672458	(3,728.92)				(3,728.92)	
Payee	Date	Check No.																			
Bohol Quality Corp.	12/17/2010	2672458	(2,593.80)																		
BQ Builderware	12/17/2010	2672458	(4,146.23)																		
CLB Shell Station	12/28/2010	2672458	(3,728.92)																		
			(3,728.92)																		
ADJUSTED BANK BALANCE	P <u>638,713.38</u>																				

DIFFERENCE	P -
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Certified correct
by:

DEXTER S. CHAN, CPA
Municipal Accountant



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
SPECIAL EDUCATION FUND BALANCE SHEET
As of December 31, 2010

ASSETS

CURRENT ASSETS

Cash			
Cash-in-Bank- Local Currency, Current Account	301,772.47	P	301,772.47
Receivables			
Special Education Tax Receivables			87,445.45
Advances to Officers and Employees			8,336.00
Other Receivables			64,272.50
Other Supplies Inventory			42,769.41
TOTAL CURRENT ASSETS		P	504,595.83

PROPERTY, PLANT EQUIPMENT

Land and Land Improvements		P	-
Buildings			
Other Structures			108,295.00
Office Equipment, Furniture and Fixtures			
Office Equipment			56,921.80
Furnitures and Fixtures			21,589.75
IT Equipment and Software	231,440.00		
Less : Accumulated Depreciation	(88,451.77)		142,988.23
Other Property, Plant and Equipment			24,087.00
TOTAL PROPERTY, PLANT AND EQUIPMENT, NET		P	353,881.78

TOTAL ASSETS

LIABILITIES AND EQUITY

LIABILITIES

Payables Accounts		P	24,333.25
Inter - Agency Payables			
Due to BIR			(589.53)
Due to LGU's			40,256.35
Other Deferred Credits			1,074.15
Deferred Special Education Fund Income			87,445.45
TOTAL LIABILITIES		P	152,519.67

GOVERNMENT EQUITY **Note - 1**

TOTAL LIABILITIES AND EQUITY

		P	705,957.94
		P	858,477.61

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Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
STATEMENT OF CASHFLOWS
SPECIAL EDUCATION FUND
For the Period Ended December 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Cash Inflows

Share from Internal Revenue		
Allotment	P	-
Collection from Special Education Fund		672,738.89
Receipts from Sale of Goods and Services		-
Interest Income		3,306.64
Other Receipts		525.57
TOTAL CASH INFLOWS	P	676,571.10

Cash Outflows

Payment to Suppliers/Creditors		196,280.96
Remittance to Provincial Treasurer's Office		374,212.61
Interest Expense		-
Other Disbursements		8,336.00
TOTAL CASH OUTFLOWS	P	578,829.57

NET CASH FROM OPERATING ACTIVITIES

P 97,741.53

CASH FLOWS FROM INVESTING ACTIVITIES

Cash Inflows

Sale of Property, Plant and Equipment	P	-
TOTAL CASH INFLOWS	P	-

Cash Outflows

Purchase of Property, Plant and Equipment		32,950.00
TOTAL CASH OUTFLOWS	P	32,950.00

NET CASH FROM INVESTING ACTIVITIES

P (32,950.00)

NET DECREASE IN CASH

P 64,791.53

CASH AT THE BEGINNING OF THE PERIOD

P 236,980.94

CASH AT THE END OF THE PERIOD

P 301,772.47



Republic of the Philippines
 Province of Bohol
 Municipality of Sikatuna
STATEMENT OF INCOME AND EXPENSES
SPECIAL EDUCATION FUND
For the Period Ended December 31, 2010

TAX REVENUE

Special Education Tax	347,711.66
Fines and Penalties-Local Tax	26,575.09

GENERAL INCOME ACCOUNTS

Interest Income	3,306.64
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TOTAL OPERATING INCOME	P 377,593.39
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LESS : EXPENSES

Travelling Expenses - Local	P	5,216.00
Training Expenses		34,000.00
Office Supplies Expenses		1,050.00
Accountable Forms Expenses		3,939.25
Other Supplies Expenses		12,867.95
Telephone Expenses-Mobile		6,265.00
Donations		15,000.00
Discount on Special Education Taxes		38,684.81
Other Maintenance & Operating Expenses		142,793.65

TOTAL OPERATING EXPENSES	P	259,816.66
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NET INCOME/(LOSS)	P	117,776.73
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Note 1 - GOVERNMENT EQUITY

Details of this account were presented as follows:

Government Equity - Beginning Balance	P	590,324.69
Adjustment to Beginning Balance		525.57
Add(Deduct)		
Current Operations		117,776.73
Prior Year's Adjustments - Erroneous Entry		
Double recording of interest income for March 2009		(869.05)
Overstatement due to erroneous credit from TF deposits		<u>(1,800.00)</u>
Government Equity - Ending Balance	P	<u>705,957.94</u>

Adjustment to the beginning balance of Government Equity amounting to P525.57 represent the interest income for December, 2009. Prior year's adjustment amounting to P1,800.00 was due to erroneous credit to SEF account of TF deposits. Result of operations for CY2010 shown P117,776.73 net income.

PROVINCE OF BOHOL
MUNICIPALITY OF SIKATUNA
OFFICE OF THE MUNICIPAL ACCOUNTANT

**STATEMENT OF BANK RECONCILIATION
SPECIAL EDUCATION FUND**

As of December 31, 2010

Name of Bank Account LGU SIKATUNA - Special Education Fund Authorized Depository Bank DEVELOPMENT BANK OF THE PHILIPPINES	Disbursing Officer/Treasurer ROMUALDA I. FUDALAN Address of Depository Bank TAGBILARAN CITY
Book Balance per General Ledger	P 301,772.47
Add (Deduct) Reconciling Items	
ADJUSTED BOOK BALANCE	P <u>301,772.47</u>

Bank Balance - Acct. no. 0780-008227-081	P	328,743.66																								
Add (Deduct) Reconciling Items																										
Understatement of Special Education Fund Account due to erroneous credit of deposits to savings account	Sept. 8, 2010	9,027.80																								
Outstanding Checks :																										
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;">Payee</th> <th style="width: 15%;">Date</th> <th style="width: 15%;">Check No.</th> <th style="width: 40%;"></th> </tr> </thead> <tbody> <tr> <td>Alma Lyn Inas</td> <td>17-Dec-10</td> <td>2715898</td> <td style="text-align: right;">(500.00)</td> </tr> <tr> <td>May Jamonir</td> <td>17-Dec-10</td> <td>2715899</td> <td style="text-align: right;">(500.00)</td> </tr> <tr> <td>Bohol Quality Corp.</td> <td>17-Dec-10</td> <td>2715899</td> <td style="text-align: right;">(23,660.70)</td> </tr> <tr> <td>Olimpio Calimpusan</td> <td>22-Dec-10</td> <td>2715899</td> <td style="text-align: right;">(1,615.00)</td> </tr> <tr> <td>PTO</td> <td>30-Dec-10</td> <td>2715899</td> <td style="text-align: right;">(9,723.29)</td> </tr> </tbody> </table>	Payee	Date	Check No.		Alma Lyn Inas	17-Dec-10	2715898	(500.00)	May Jamonir	17-Dec-10	2715899	(500.00)	Bohol Quality Corp.	17-Dec-10	2715899	(23,660.70)	Olimpio Calimpusan	22-Dec-10	2715899	(1,615.00)	PTO	30-Dec-10	2715899	(9,723.29)		
Payee	Date	Check No.																								
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PTO	30-Dec-10	2715899	(9,723.29)																							
ADJUSTED BANK BALANCE	P	<u>301,772.47</u>																								

DIFFERENCE	P	-
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Certified correct
by:

DEXTER S. CHAN, CPA
Municipal Accountant