

SENATE ELECTORAL TRIBUNAL
Notes to Financial Statements
For the year ended December 31, 2015

1. General Information/Agency Profile

The financial statements of Senate Electoral Tribunal (SET) were authorized for issue on February 10, 2016 as shown in the Statement of Management Responsibility for Financial Statements signed by Atty. Irene R. Guevarra, the Secretary of the Tribunal and Angelina L. Gabat, Officer in Charge, Accounting Service.

The SET was created under Section 17, Art. VI of the 1987 Constitution to be the sole judge of all contests relating to the election, returns and qualifications of members of the Senate of the Philippines. The Tribunal is composed of nine (9) members, three (3) of whom are justices of the Supreme Court designated by the Chief Justice while the remaining six (6) are the members of the Senate chosen on the basis of proportional representation from the political parties represented therein.

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

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

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

3. Summary of Significant Accounting Policies

3.1 Basis of accounting

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

3.2 Financial Liabilities

Financial liabilities within the scope of IPSAS 29 are classified as financial liabilities at fair value through surplus or deficit or loans and borrowings, as appropriate. The SET determines the classification of its financial liabilities at initial recognition.

3.3 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank. These are subject to insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash on hand and at bank, net of outstanding bank overdrafts, if any.

3.4 Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

The costs of ending inventory of office supplies and materials and other inventory items are computed using the Moving Average Method. Supplies and materials purchased for inventory purposes are recorded using the Perpetual Inventory System.

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

3.5 Property, Plant and Equipment

Recognition

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

The characteristics of PPE are as follows:

- tangible items;
- are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- are expected to be used during more than one reporting period.

An item of PPE is recognized as an asset if:

- It is probable that future economic benefits or service potential associated with the item will flow to the entity; and
- The cost or fair value of the item can be measured reliably.

Measurement at Recognition

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

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

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

Cost includes the following:

- Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- expenditure that is directly attributable to the acquisition of the items; and
- initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired, or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Measurement After Recognition

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

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

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

Depreciation

Each part of an item of property, plant, and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately.

The depreciation charge for each period is recognized as expense unless it is included in the cost of another asset.

Initial Recognition of Depreciation

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

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

Depreciation Method

The straight line method of depreciation is adopted unless another method is more appropriate for agency operation.

Estimated Useful Life

The SET uses the Schedule on the Estimated Useful Life of PPE by classification prepared by COA.

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

Impairment

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

Derecognition

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

3.6 Lease

SET as a lessee

Operating Lease

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the SET. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

3.7 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 fair value of the assets can be measured reliably.

Intangible assets acquired separately are initially recognized at cost.

3.8 Changes in accounting policies and estimates

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

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

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

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

3.9 Revenue from Exchange transactions

Measurement of Revenue

Revenue was measured at the fair value of the consideration received.

3.10 Budget information

The annual budget is prepared on a cash basis and is published in the government website.

A separate Statement of Comparison of Budget and Actual Amounts (SCBAA) was prepared since the budget and the financial statements were not prepared on comparable basis. The SCBAA was presented showing the original and final budget and the actual amounts on comparable basis to the budget. Explanatory comments are provided in the notes to the annual financial statements.

3.11 Employee benefits

The employees of SET are members of the Government Service Insurance System (GSIS), which provides life and retirement insurance coverage.

The SET recognizes the undiscounted amount of short term employee benefits, like salaries, wages, bonuses, allowance, etc., as expense unless capitalized, and as a liability after deducting the amount paid.

The SET recognizes expenses for accumulating compensated absences when these were paid (commuted or paid as terminal leave benefits). Unused entitlements that has accumulated at the reporting date were not recognized as expense. Non-accumulating compensated absences, like special leave privileges, were not recognized.

4. Cash and Cash Equivalents

Accounts	2015
Petty Cash Fund	₱ 80,000.00
Cash in Bank-Local Currency, Current Account	450,095.36
Total	₱ 530,095.36

Petty Cash Fund is maintained under the imprest system. This fund is being used for the non-recurring, emergency and petty expenses of the SET.

Cash-in-Bank - Local Currency, Current Account is maintained at the Philippine National Bank–COA Branch. This represents the deposits made by the Protestants and Protestees who are parties to electoral cases for expenses incidental to the adjudication of their cases, which are held-in-trust by the Tribunal.

This year, the restoration of the cash equivalent of all unreleased checks was no longer taken-up in compliance with COA instruction that there is no need to make this adjustment.

5. Other Receivables

Account	2015		Total
	Current	Non-Current	
Other Accounts Receivable	₱ 216.00	18,283.20	₱ 18,499.20

The current accounts receivable amounting to ₱216.00 represents expanded withholding tax deducted from SFC Gas World and remitted to the Bureau of Internal Revenue on November, 2015 but the transaction was cancelled later. This amount was deducted from payment for car wash this January 2016.

The non-current accounts receivable amounting to ₱18,283.20 represents over payment of salaries, allowances, GSIS and PhilHealth contributions to Anakarina Cube, staff of Senator Paulo Benigno”Bam” Aquino IV due to late notice of her transfer to the Office of the President. A collection letter has been sent to her.

6. Aging/Analysis of Receivables

As at December 31, 2015

Account	Total	Not past due	Past due		
			< 30 days	30-60 days	> 60 days
Accounts Receivable	₱ 18,499.20	-	-	216.00	18,283.20

7. Inter-Agency Receivables

Account	2015		Total
	Current	Non-Current	
Due from National Government Agencies (NGAs)	₱ -	109,326.30	₱109,326.30

The *Due from NGAs* account as reconciled with the agency, represents prepayments made to the Procurement Service (PS) for various office supplies:

PS Depot, UP	-	₱106,173.13
PS Paco, Manila	-	3,153.17
Total		₱109,326.30

8. Inventories

Accounts	2015			
	Inventories carried at the lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventory write-down recognized during the year	Reversal of Inventory write-down recognized during the year
Inventory Held for Consumption				
Carrying Amount, January 1, 2015	₱805,310.58	₱ -	₱ -	₱ -
Additions/Acquisitions during the year	144,269.26	-	-	-
Expensed during the year except write-down	198,554.68	-	-	-
Write-down during the year	-	-	-	-
Reversal of Write-down during the year	-	-	-	-
Total Carrying Amount, December 31, 2015	₱751,025.16	₱ -	₱ -	₱ -

9. Property, Plant and Equipment

Property, Plant and Equipment consist of the following:

Accounts	Amount
Office Equipment	₱ 1,670,008.22
Information and Communication Technology Equipment	1,110,185.18
Communication Equipment	19,113.36
Leased Assets Improvements, Building	2,006,156.31
Machinery and Equipment	4,325.77
Motor Vehicles	1,101,980.00
Furniture and Fixtures	221,796.65
Books	136,615.29
Other Property, Plant and Equipment	45,631.34
Total	₱ 6,315,812.12

	Office Equipment	Info. & Comm. Tech Equipment	Communication Equipment	Leased Assets Improvements, Buildings	Machinery and Equipment
Carrying Amount, January 1, 2015	₱1,917,655.40	₱851,055.98	₱25,848.42	₱2,078,736.17	₱5,462.47
Additions/Acquisitions	47,220.00	828,840.00	-	41,000.00	-
Reclassified	74,596.86	-	-	-	-
Total	2,039,472.26	1,679,895.98	25,848.42	2,119,736.17	5,462.47
Disposals					
Reclassified	(10,382.43)	(199,556.90)	(400.00)	(43,668.38)	-
Depreciation (As per Statement of Financial Performance)	(359,081.61)	(370,153.90)	(6,335.06)	(69,911.48)	(1,136.70)
Impairment Loss (As per Statement of Financial	-	-	-	-	-

	Office Equipment	Info. & Comm. Tech Equipment	Communi- cation Equipment	Leased Assets Improvements, Buildings	Machinery and Equipment
Performance)					
Carrying Amount, December 31, 2015 (As per Statement of Financial Position)	₱ 1,670,008.22	₱ 1,110,185.18	₱ 19,113.36	₱ 2,006,156.31	₱ 4,325.77
Gross Cost (Asset Account Balance per Statement of Financial Position)	₱ 3,527,308.84	₱ 1,927,460.00	₱ 31,194.77	₱ 3,787,004.53	₱ 6,315.00
Less : <i>Accumulated Depreciation</i>	(1,857,300.62)	(817,274.82)	(12,081.41)	(1,780,848.22)	(1,989.23)
<i>Allowance for Impairment</i>	-	-	-	-	-
Carrying Amount, December 31, 2015 (As per Statement of Financial Position)	₱ 1,670,008.22	₱ 1,110,185.18	₱ 19,113.36	₱ 2,006,156.31	₱ 4,325.77
	Motor Vehicles	Furniture and Fixtures	Books	Other Property, Plant and Equipment	Total
Carrying Amount, January 1, 2015	₱ 1,185,140.00	₱ 325,734.75	₱ 227,051.76	₱ 128,357.07	₱ 6,745,042.02
Additions/Acquisitions	-	-	-	19,096.00	936,156.00
Reclassified	-	-	-	-	74,596.86
Total	1,185,140.00	325,734.75	227,051.76	147,453.07	7,755,794.88
<i>Disposals Reclassified</i>	-	(31,265.43)	(21,509.30)	(79,666.34)	(386,448.78)
Depreciation (As per Statement of Financial Performance)	(83,160.00)	(72,672.67)	(68,927.17)	(22,155.39)	(1,053,533.98)
Impairment Loss (As per Statement of Financial Performance)	-	-	-	-	-
Carrying Amount, December 31, 2015 (As per Statement of Financial Position)	₱ 1,101,980.00	₱ 221,796.65	₱ 136,615.29	₱ 45,631.34	₱ 6,315,812.12
Gross Cost (Asset Account Balance per Statement of Financial Position)	₱ 2,457,200.00	₱ 443,862.40	₱ 332,886.88	₱ 93,717.21	₱ 12,606,949.63
Less : <i>Accumulated Depreciation</i>	(1,355,220.00)	(222,065.75)	(196,271.59)	(48,085.87)	(6,291,137.51)
<i>Allowance for Impairment</i>	-	-	-	-	-
Carrying Amount, December 31, 2015 (As per Statement of Financial Position)	₱ 1,101,980.00	₱ 221,796.65	₱ 136,615.29	₱ 45,631.34	₱ 6,315,812.12

The list of the estimated useful life of each type of Property and Equipment is as follows:

	Estimated Useful Life (in years)
Office Equipment	5
Information and Communication Technology Equipment	5
Communication Equipment	5
Other Machinery and Equipment	5
Motor Vehicles	10
Furniture and Fixtures	10
Books	5
Leased Assets Improvements, Building	25
Other Property, Plant and Equipment	5

The *Leased Assets Improvements, Building* account pertains to the cost of improvements made to the COA-NCR Building which is subject to a Lease Agreement with the Commission on Audit together with the House of Representatives Electoral Tribunal.

10. Intangible Assets

Particulars	Computer Software
Carrying Amount, January 1, 2015	₱191,484.00
Additions-Internally Developed	-
Additions-Purchased/Acquired thru exchange on non-exchange transaction	631,683.08
Reclassified	3,056.62
Impairment Loss Reversed (As per Statement of Financial Performance)	-
	826,223.70
Disposals	-
Amortization recognized (As per Statement of Financial Performance)	(84,061.13)
Impairment Loss (As per Statement of Financial Performance)	-
Other Changes	-
Carrying Amount, December 31, 2015 (As per Statement of Financial Position)	₱742,162.57
Gross Cost (Balance per Statement of Financial Position)	₱835,488.08
Less : Accumulated Amortization (including accumulated impairment loss)	(93,325.51)
Carrying Amount, December 31, 2015 (As per Statement of Financial Position)	₱742,162.57

11. Other Assets

11.1 Other Non-Current Assets

Accounts	
Guaranty Deposits	₱ 161,847.54
Other Assets	986,944.36
Total	₱ 1,148,791.90

The *Guaranty Deposits* account amounting to ₱161,847.54 consists of deposits for telephone lines (PLDT), ₱9,600.00 and Meralco, ₱152,247.54.

Other Assets amounting to ₱986,944.36 represents the ten percent (10%) salvage value transferred from various *Property, Plant and Equipment* accounts.

12. Financial Liabilities

12.1 Payables

Particulars	2015		2014	
	Current	Non-Current	Current	Non-Current
Accounts Payable	₱1,032,585.38	₱148,783.91	₱1,333,266.06	₱159,984.13
Due to Officers and Employees	1,545,085.33	-	594,075.07	186.04
Other Payables	30,000.00	373,645.78	-	373,645.78
Total	₱2,607,670.71	₱522,429.69	₱1,927,341.13	₱533,815.95

The *Accounts Payable* account represents obligations to various suppliers arising from the purchase of goods and services and other obligations in connection with the Tribunal's operations. It also includes the Tax Refunds of various employees, last salaries, consultancy fees and 10 percent retention fee for computers purchased. As of December 31, 2015, the balance of ₱1,032,585.38 represents various accruals made on services rendered which remained unpaid as of December 31, 2015 while the non-current payables balance amounting to ₱148,783.91 represents various tax refunds, cash gift and last salaries of resigned employees of the agency without filing clearance.

The *Other Payables* account amounting to ₱403,645.78 pertains to the excess of cash deposits made by various Protestants and Protestees for expenses to be incurred in connection with the adjudication of their cases filed with the Tribunal.

13. Revenue and Expenses

As of December 31, 2015, *Revenue and Current Operating Expenses* recorded in the books amounted to ₱69,369.21 and ₱110,482,439.01, respectively or a deficit from

Current Operations of ₱110,413,069.80. The *Net Financial Subsidy* received for the year amounted to ₱109,521,137.78. This resulted to a deficit for the CY 2015 amounting to ₱891,932.02.

Total Revenue consists of the following:

Particulars	2015	2014
Service Income		
Other Service Income	₱69,036.00	₱ -
Business Income		
Interest Income	333.21	405.50
Total	₱69,369.21	₱405.50

Service Income amounting to ₱50,000.00 pertains to Filing fee of Atty. Rizalito David for SET case “Rizalito David vs. Mary Grace Poe Llamanzares” and the amount of ₱19,036.00 pertains to sale of Transcript Stenographic Notes (TSN) (₱770.00), bid documents (₱2,000.00) and photocopying services (₱16,266.00).

Interest Income amounting to ₱333.21 pertains to the interest earned from the Savings Account maintained at the PNB-COA Branch.

14. Personnel Services

Personnel Services account consist of the following:

Accounts	
Salaries and Wages-Regular	₱ 44,642,847.87
Salaries and Wages-Casual/Contractual	222,588.00
Other Compensation	17,098,746.95
Personnel Benefit Contributions	5,986,105.95
Other Personnel Benefits	3,246,128.07
Total	₱ 71,196,416.84

14.1 Salaries and Wages

Accounts	2015	2014
Salaries and Wages-Regular	₱ 44,642,847.87	₱ 43,047,542.34
Salaries and Wages-Casual/Contractual	222,588.00	221,989.65
Total	₱ 44,865,435.87	₱ 43,269,531.99

14.2 Other Compensation

Accounts	2015	2014
Personal Economic Relief Allowance (PERA)	₱ 2,542,541.69	₱ 2,506,635.34
Representation Allowance (RA)	1,706,844.09	1,693,125.00

Accounts	2015	2014
Transportation Allowance (TA)	1,572,772.39	1,570,287.57
Clothing/Uniform Allowance	465,000.00	485,000.00
Productivity Incentive Allowance	4,200,752.00	662,000.00
Year End Bonus	3,841,586.78	3,656,503.53
Cash Gift	549,250.00	520,000.00
Other Bonuses and Allowances	2,220,000.00	2,220,000.00
Total	₱ 17,098,746.95	₱ 13,313,551.44

The increase in the Productivity Incentive Allowance of ₱3,538,752 is due to the one month Productivity Enhancement Incentive given by the President to the government employees.

14.3 Employees Future Benefits

The employees of the SET are members of the GSIS, which provides life and retirement insurance coverage.

The SET recognizes the undiscounted amount of short term employee benefits, like salaries, wages, bonuses, allowances, etc., as expense unless capitalized, and as a liability after deducting the amount paid.

The SET recognizes expenses for accumulating compensated absences when these are paid (commuted or paid as terminal leave benefits). Unused entitlements that have accumulated at the reporting date are not recognized as expense. Non-accumulating compensated absences, like special leave privileges, are not recognized.

14.4 Personnel Benefit Contributions

Accounts	2015	2014
Retirement and Life Insurance Premiums	₱5,306,805.95	₱5,133,682.05
Pag-ibig Contributions	127,300.00	125,392.08
PhilHealth Contributions	424,600.00	418,621.38
Employees Compensation Insurance Premiums	127,400.00	125,500.00
Total	₱5,986,105.95	₱5,803,195.51

14.5 Other Personnel Benefits

Accounts	2015	2014
Terminal Leave Benefits	₱3,041,128.07	₱ 335,146.71
Other Personnel Benefits	205,000.00	50,000.00
Total	₱3,246,128.07	₱385,146.71

The increase in the *Terminal Leave Benefits* is due to the increase in the number of retirees for 2015.

15. Maintenance and Other Operating Expenses

Maintenance and Other Operating Expenses account is composed of the following:

Particulars	Amount
Traveling Expenses	₱ 9,399.50
Training and Scholarship Expenses	1,522,894.64
Supplies and Materials Expenses	582,553.37
Utility Expenses	1,567,411.11
Communication Expenses	828,523.38
Awards/Rewards and Prizes	5,800.00
Extraordinary and Miscellaneous Expenses	3,968,668.47
Professional Services	1,566,138.97
General Services	2,739,194.67
Repairs and Maintenance	396,613.03
Taxes, Insurance Premiums and Other Fees	58,179.28
Other Maintenance and Operating Expenses	24,903,050.64
Total	₱ 38,148,427.06

15.1 Traveling Expenses

Account	2015	2014
Traveling Expenses-Local	₱ 9,399.50	₱ 8,574.00

15.2 Training and Scholarship Expenses

Account	2015	2014
Training Expenses	₱1,522,894.64	₱688,840.67

The increase in the *Training and Scholarship Expenses* of ₱834,053.97 is due to attendance of Secretariat employees to different trainings and seminars such as National Convention of Lawyers, Training on Coaching and Mentoring, Training and Basic Occupational Safety and Health, etc.

15.3 Supplies and Materials Expenses

Accounts	2015	2014
Office Supplies Expenses	₱276,071.56	₱413,895.29
Drugs and Medicines Expenses	5,659.00	16,615.75
Medical, Dental and Laboratory Supplies Expenses	1,250.00	-
Fuel, Oil and Lubricants Expenses	188,198.55	191,927.68
Textbooks and Instructional Materials Expenses	957.00	6,000.00
Other Supplies and Materials Expenses	110,417.26	78,772.15
Total	₱ 582,553.37	₱ 707,210.87

15.4 Utility Expenses

Accounts	2015	2014
Water Expenses	₱ 198,356.64	₱ 199,509.55
Electricity Expenses	1,369,054.47	1,457,106.19
Total	₱ 1,567,411.11	₱ 1,656,615.74

15.5 Communication Expenses

Accounts	2015	2014
Postage and Courier Services	₱ 870.00	₱ 965.00
Telephone Expenses	665,145.38	2,254,494.81
Internet Subscription Expenses	149,128.00	134,350.53
Cable, Satellite, Telegraph and Radio Expenses	13,380.00	6,095.17
Total	₱ 828,523.38	₱ 2,395,905.51

The decrease in the *Telephone Expenses* is due to the exclusion of *Communication Expenses* in the monthly allowances of the Tribunal Members because of the decrease in the appropriations for MOOE of SET for CY 2015.

15.6 Awards/Rewards and Prizes

Account	2015	2014
Awards/Rewards Expenses	₱ 5,800.00	₱ 5,800.00

15.7 Confidential, Intelligence and Extraordinary Expenses

Account	2015	2014
Extraordinary and Miscellaneous Expenses	₱ 3,968,668.47	₱ 4,469,409.77

15.8 Professional Services

Particulars	2015	2014
Legal Services	₱ 330.00	₱ 90.00
Auditing Services	792.00	2,376.00
Consultancy Services	1,100,000.00	440,528.57
Other Professional Services	465,016.97	476,147.45
Total	₱1,566,138.97	₱919,142.02

The increase in the Consultancy Services of ₱659,471.43 is due to the increase in the number of consultants of the Tribunal Members.

15.9 General Services

Accounts	2015	2014
Janitorial Services	₱1,539,063.68	₱1,513,189.68
Security Services	1,200,130.99	1,176,208.08
Total	₱2,739,194.67	₱2,689,397.76

15.10 Repairs and Maintenance

Accounts	2015	2014
Repairs and Maintenance-Machinery and Equipment	₱ 51,082.00	₱ 30,578.50
Repairs and Maintenance-Transportation Equipment	108,531.07	98,592.30
Repairs and Maintenance-Furniture and Fixtures	20,044.20	9,452.00
Repairs and Maintenance-Leased Assets Improvements	206,352.01	64,973.42
Repairs and Maintenance-Other Property, Plant and Equipment	10,603.75	3,002.00
Total	₱ 396,613.03	₱ 206,598.22

15.11 Taxes, Insurance Premiums and Other Fees

Accounts	2015	2014
Taxes, Duties and Licenses	₱13,711.24	₱ 7,357.18
Fidelity Bond Premiums	24,375.00	25,875.00
Insurance Expenses	20,093.04	28,778.28
Total	₱58,179.28	₱62,010.46

15.12 Other Maintenance and Operating Expenses

Accounts	2015	2014
Advertising Expenses	₱ 11,424.00	₱ 21,336.00
Printing and Publication Expenses	26,070.00	7,250.00
Representation Expenses	454,585.15	124,946.22
Rent/Lease Expenses	900,000.00	900,000.00
Subscription Expenses	44,668.00	44,840.00
Donations	109,725.10	0
Other Maintenance and Operating Expenses	23,356,578.39	26,856,615.07
Total	₱24,903,050.64	₱27,954,987.29

16. Non-Cash Expenses

16.1 Depreciation

Accounts	2015	2014
Depreciation-Machinery and Equipment	₱ 736,707.27	₱ 847,818.56
Depreciation-Transportation Equipment	83,160.00	221,148.00
Depreciation-Furniture, Fixtures and Books	141,599.84	159,588.97
Depreciation-Leased Assets Improvements	69,911.48	70,944.38
Depreciation-Other Property, Plant and Equipment	22,155.39	45,889.58
Total	₱1,053,533.98	₱1,345,389.49

16.2 Amortization

Account	2015	2014
Amortization – Intangible Assets	₱ 84,061.13	₱ 2,916.00

17. Net Financial Assistance/Subsidy

Financial Assistance/Subsidy from NGAs, LGUs, GOCCs

Accounts	2015	2014
Subsidy from National Government	₱109,521,137.78	₱104,184,629.33

The Net Subsidy from National Government consists of:

Accounts	2015	2014
Notice of Cash Allocation (NCA) received from DBM	₱110,956,023.00	₱92,821,860.00
Tax Remittance Advice (TRA) issued to BIR	12,035,031.55	11,743,857.07
Reversions(Un-utilized NCA)	(13,469,916.77)	(381,087.74)
Total	₱109,521,137.78	₱104,184,629.33

18. Non-Operating Income, Gain or Losses

Non-Operating Income/Gain

Account	2015	2014
Other Gains	₱ -	₱ 900.00

This amount represents sale of scrap items.