

LOCAL WATER UTILITIES ADMINISTRATION

MEMORANDUM FROM THE

FOR CONSIDERATION BY THE

ADMINISTRATOR**BOARD OF TRUSTEES**

SUBJECT :

CY 2014 CORPORATE OPERATING BUDGET

DATE :

03 March 2014

RECOMMENDATION:


To approve LWUA's 2014 Corporate Operating Budget (COB) consisting of the following (with comparative 2013 Budget):

Particulars	2014 Proposed	2013 DBM Approved	Increase (Decrease)	Reference
Personal Services	548,011,000	521,126,000	26,885,000	Annex 2
Maintenance & Other Operating Exps.	1,485,301,838	1,416,265,000	69,036,838	
Regular MOOE	174,702,585	97,298,000	77,404,585	Annex 3
Debt Service	858,476,000	873,092,000	(14,616,000)	Annex 4
Payment of Accrued Exp./Taxes	192,145,653	7,707,000	184,438,653	Annex 5
Service Expense	9,657,600	9,248,000	409,600	-do-
Interest on WDDP	4,183,000	1,787,000	2,396,000	-do-
Payment of Dividend	234,414,000	415,410,000	(180,996,000)	Annex 6
Payment of Contingent Liability	11,723,000	11,723,000	-	Annex 2.1
Capital Outlay	2,598,770,529	1,823,506,000	775,264,529	
Locally Funded Projects	2,206,546,000	1,637,310,000	569,236,000	Annex 7
Foreign Assisted Projects	357,993,000	153,265,000	204,728,000	Annex 8
Capital Outlays (FA/Bldgs)	34,231,529	32,931,000	1,300,529	Annex 9
Totals	4,632,083,367	3,760,897,000	871,186,367	

JUSTIFICATIONS:

1. The proposed CY 2014 COB was crafted in pursuit of LWUA's corporate objectives, priorities and performance measures (Annex 1).
2. A Board of Trustees' Resolution approving the CY 2014 COB is a requirement of the Department Budget and Management prior to its review and final approval. The Board's approval is also a pre-requisite to evaluation of our 2015 Budget Call (due on March 28, 2014), where LWUA is requesting subsidy from the National Government.
3. The proposed budget is based on projected revenues, collections and financial position as indicated in the attached Projected Cash Flow Statement (Annex 10), Income Statement (Annex 11) and Balance Sheet (Annex 12).

Recommending Approval:


ANDRES F. IBARRA
 Administrator

BOARD'S ACTION

DATE CONSIDERED:

RESOLUTION NO.