



**STATEMENT OF MANAGEMENT RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

The Management of the Southern Philippines Development Authority is responsible for the preparation of the financial statements as at December 31, 2019, including the additional components attached thereto in accordance with the prescribed financial reporting framework indicated therein. The responsibility includes designing and implementing internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

The Board of Directors reviews and approves the financial statements before such statements are issued to the regulators, creditors and other users.

The Commission on Audit has audited the financial statements of the Southern Philippines Development Authority in accordance with the Philippine Public Sector Standards on auditing and has expressed its opinion on the fairness of presentation upon completion of such audit, in its report to the Board of Directors.


ABDULGHANI A. SALAPUDDIN

Ex-Officio Vice Chairman of the Board

Jan. 30, 2020

Date Signed


NORHAYSA H. DIFATUAN, CPA

Acting Chief Accountant

Jan. 30, 2020

Date Signed


ABDULGHANI A. SALAPUDDIN

Administrator/CEO

Jan. 30, 2020

Date Signed

Southern Philippines Development Authority
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

General Fund

As at December 31, 2019

(With Comparative Figures for CY 2018)

(Amounts in Philippine Peso)

	Note	MAIN OFFICE	SKBC	2019	2018
ASSETS					
Current Assets					
Cash	6				
Cash -Collecting Officers		48,954.52	21,502.64	70,457.16	73,543.87
Petty Cash		5,000.00	-	5,000.00	10,736.85
Cash In Bank Local Currency		45,505,729.63	-	45,505,729.63	15,562,970.71
Cash In Bank - LBP-KBC			1,317,412.25	1,317,412.25	1,072,723.83
<i>Total Cash</i>		45,559,684.15	1,338,914.89	46,898,599.04	16,719,975.26
Receivables	7				
Accounts Receivable-SPDA Housing Project		12,459,166.35	-	12,459,166.35	12,559,166.35
Accounts Receivable-KBC		-	467,489.69	467,489.69	454,125.42
Loans Receivable		1,360,000.00	-	1,360,000.00	2,000,000.00
Interest Receivable		5,548,088.68	-	5,548,088.68	5,548,088.68
Receivable - Disallowances		209,514.73	-	209,514.73	153,030.61
Other Receivables		16,328,713.85	-	16,328,713.85	16,257,662.60
<i>Total Receivables</i>		35,905,483.61	467,489.69	36,372,973.30	36,972,073.66
Inventories	8				
Office Supplies Inventory		140,341.27	-	140,341.27	178,427.36
Other Supplies Inventory		-	1,065,096.35	1,065,096.35	999,937.41
<i>Total Inventories</i>		140,341.27	1,065,096.35	1,205,437.62	1,178,364.77
Prepaid Expenses	11				
Prepaid Rent		501,000.00	-	501,000.00	420,000.00
Other Prepaid Assets		72,000.00	-	72,000.00	-
<i>Total Prepaid Expenses</i>		573,000.00	-	573,000.00	420,000.00
Guarantee Deposits					
<i>Total Guarantee Deposit</i>		153,160.84	-	153,160.84	153,160.84
Other Current Assets	11				
Advances					
Advances for Payroll		245,967.00	-	245,967.00	(116,534.26)
Advances to Officers & Employees		3,859,692.53	19,491.50	3,879,184.03	4,316,980.22
Other Current Assets - Cash Bonds		174,676.00	-	174,676.00	174,676.00
Construction in Progress					
Construction in Progress-Land Improvements		2,279,904.70	-	2,279,904.70	-
Construction in Progress-Buildings and other S		4,091,326.67	-	4,091,326.67	4,948,282.80
<i>Total Other Current Asset</i>		10,651,566.90	19,491.50	10,671,058.40	9,323,404.76
Total Current Assets		92,983,236.77	2,890,992.43	95,874,229.20	60,391,857.33
Long-term Investments	9				
Investment-In Stocks		5,032,370.00	-	5,032,370.00	6,032,370.00
Investment in Affiliates/Bonds		535,883.89	-	535,883.89	5,180,052.77
<i>Total Long-term Investments</i>		5,568,253.89	-	5,568,253.89	11,212,422.77
Other Non-current Assets	10				
Other long-term Assets		5,644,168.88	-	5,644,168.88	-
Property Plant & Equipment	10				
Land		9,172,927.09	-	9,172,927.09	9,527,440.09
Other Land Improvement		61,070,569.65	927,508.57	61,998,078.22	61,998,078.22
Buildings		40,856,785.55	36,779,526.16	77,636,311.71	77,636,311.71
Other Structures		-	657,226.90	657,226.90	657,226.90
Leasehold Improvements		-	272,055.01	272,055.01	272,055.01
Office Equipment		200,081.00	-	200,081.00	137,721.00

Southern Philippines Development Authority
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

General Fund

As at December 31, 2019

(With Comparative Figures for CY 2018)

(Amounts in Philippine Peso)

	Note	MAIN OFFICE	SKBC	2019	2018
Furniture and Fixtures		1,416,119.25	2,973,881.51	4,390,000.76	4,207,500.76
IT Equipment and Software		2,566,045.00	89,138.25	2,655,183.25	2,437,060.00
Motor Vehicles		7,409,000.00	-	7,409,000.00	7,409,000.00
Machinery		-	58,498.70	58,498.70	58,498.70
Other Property, Plant & Equipment		13,710,030.60	-	13,710,030.60	13,710,030.60
Total Property, Plant and Equipment		136,401,558.14	41,757,835.10	178,159,393.24	178,050,922.99
Less: Accumulated Depreciation		(108,359,411.86)	(11,942,098.62)	(120,301,510.48)	(113,960,560.94)
<i>Property, Plant and equipment - (Net)</i>		28,042,146.28	29,815,736.48	57,857,882.76	64,090,362.05
Total Non Current Assets		39,254,569.05	29,815,736.48	69,070,305.53	112,274,858.48
TOTAL ASSETS		132,237,805.82	32,706,728.91	164,944,534.73	135,121,481.31
LIABILITIES & EQUITY					
Current Liabilities	12				
Accounts Payable		5,661,929.30	125,894.32	5,787,823.62	5,860,935.45
Notes Payable			16,765.52	16,765.52	16,765.52
Dividend Payable			1,351.57	1,351.57	1,351.57
Due to Officers and Employees		1,597,288.58	-	1,597,288.58	1,435,612.03
Due to BIR		2,011,189.48	28,324.23	2,039,513.71	2,020,490.16
Due to GSIS		977,228.55	-	977,228.55	406,880.82
Due to Pag-IBIG		117,344.45	-	117,344.45	78,584.55
Due to PHILHEALTH		175,705.91	-	175,705.91	107,364.89
Due to other NGAs		12,190,557.75	-	12,190,557.75	12,035,191.50
Other Payables		63,000.00	-	63,000.00	-
<i>Total Current Liabilities</i>		22,794,244.02	172,335.64	22,966,579.66	21,963,176.49
Current Liabilities	13				
Other Deferred Credits		-	175,134.43	175,134.43	138,834.43
<i>Total Long-Term Liabilities</i>		-	175,134.43	175,134.43	138,834.43
Total Liabilities		22,794,244.02	347,470.07	23,141,714.09	22,102,010.92
Government Equity	21	109,443,561.81	32,359,258.84	141,802,820.65	113,019,470.39
TOTAL LIABILITIES & EQUITY		132,237,805.83	32,706,728.91	164,944,534.74	135,121,481.31

Southern Philippines Development Authority
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE

General Fund

For the Year Ended December 31, 2019
 (With Comparative Figures for CY 2018)
 (Amounts in Philippine Peso)

	Note	MAIN OFFICE	SKBC	2019	2018
REVENUE					
Subsidy Income from National Government	20	99,785,000.00	-	99,785,000.00	64,793,000.00
Rent Income		1,210,199.86	1,750,402.37	2,960,602.23	2,519,602.06
Sales Revenue(Net)		-	1,164,449.25	1,164,449.25	1,003,530.61
Income from Acquired/Foreclosed Assets		1,282,732.43	-	1,282,732.43	1,000,000.00
Interest Income		12,132.14	-	12,132.14	21,326.94
Miscellaneous Income		64,940.38	-	64,940.38	24,560.00
Total Income		102,355,004.81	2,914,851.62	105,269,856.43	69,362,019.61
Less: COST OF SALES					
Direct Material		-	117,511.40	108,548.94	45,342.54
Direct Labor		-	14,620.00	14,620.00	-
Overhead Expenses		-	-	-	-
Total Cost of Sales		-	132,131.40	123,168.94	45,342.54
GROSS PROFIT		102,355,004.81	2,782,720.22	105,137,725.03	69,316,677.07
Less: EXPENSES					
<i>Personal Services</i>	16				
Salaries and Wages - Regular		25,422,230.40	-	25,422,230.40	20,912,357.85
Other compensation-Personal Economic Relief Allowance (PERA)		1,011,688.18	-	1,011,688.18	978,382.00
Other Compensation-Representation Allowance (RA)		912,500.00	-	912,500.00	772,034.00
Other Compensation-Transportation Allowance (TA)		846,500.00	-	846,500.00	731,034.00
Other Compensation-Clothing/Uniform Allowance		258,000.00	-	258,000.00	302,875.00
Subsistence Allowance		-	-	-	84,000.00
Productivity Incentive Allowance		204,000.00	-	204,000.00	210,000.00
Other Bonuses & Allowances		2,536,115.24	30,000.00	2,566,115.24	2,083,618.00
Honoraria		121,247.80	-	121,247.80	155,000.00
Cash Gift		207,000.00	-	207,000.00	204,000.00
Year-end Bonus		2,069,584.80	-	2,069,584.80	1,424,122.00
Life & Retirement Insurance Contributions		2,868,488.99	-	2,868,488.99	2,479,952.31
Pag-ibig Contributions		51,058.76	-	51,058.76	49,700.00
PhilHEALTH Contributions		229,931.00	-	229,931.00	213,015.91
ECC Contributions		50,650.00	-	50,650.00	48,850.00
Other Personnel Benefits		951,911.72	-	951,911.72	-

Southern Philippines Development Authority
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE

General Fund

For the Year Ended December 31, 2019
 (With Comparative Figures for CY 2018)
 (Amounts in Philippine Peso)

	Note	MAIN OFFICE	SKBC	2019	2018
Terminal Leave Benefits		541,830.45	-	541,830.45	1,647,054.05
<i>Total Personal Service Expenses</i>		38,282,737.34	30,000.00	38,312,737.34	32,295,995.12
<i>Maintenance and Other Operating Expenses (MOOE)</i>	17				
Travelling Expenses-Local		3,919,085.82	111,307.17	4,030,392.99	5,052,155.42
Travelling Expenses-Foreign		314,418.79	-	314,418.79	-
Training Expenses		1,024,444.22	-	1,024,444.22	674,815.00
Office Supplies Expense		1,423,934.94	11,238.05	1,435,172.99	1,264,415.94
Accountable Form Expenses		-	-	-	28,780.00
Gasoline, Oil and Lubricant Expenses		281,178.13	-	281,178.13	428,951.86
Other Supplies and Materials Expenses		307,284.08	25,656.97	332,941.05	153,950.57
Water Expenses		72,932.17	113,848.19	186,780.36	156,096.26
Electricity Expenses		629,862.17	507,731.74	1,137,593.91	1,159,745.41
Postage and Courier Services		55,501.80	1,241.00	56,742.80	63,357.19
Telephone Expenses		902,527.90	27,530.35	930,058.25	826,185.09
Internet Subscription Expenses		133,277.89	30,699.82	163,977.71	153,988.44
Other Utility Expenses		20,495.00	-	20,495.00	-
Cables, Satellite, Telegraph & Radio Expenses		8,615.56	19,883.68	28,499.24	30,158.17
Advertising, Promotional and Marketing Expenses		-	15,858.00	15,858.00	35,879.60
Printing and Publication Expenses		11,190.00	-	11,190.00	1,263.00
Rent/Lease Expense		3,659,288.00	-	3,659,288.00	2,699,712.50
Representation Expenses		1,655,573.86	-	1,655,573.86	1,332,307.85
Transportation & Delivery Expenses		70,677.25	3,255.00	73,932.25	186,420.20
Subscription Expenses		29,884.29	-	29,884.29	15,592.70
Survey Expenses		-	-	-	26,942.90
Legal Services		93,347.60	800.00	94,147.60	116,822.43
Auditing Services		-	-	-	7,349.06
Other General Services		4,978,275.54	834,588.79	5,812,864.33	3,633,357.86
Janitorial Services		645,449.86	-	645,449.86	894,953.73
Security Services		764,452.95	365,196.72	1,129,649.67	890,391.96
Other Professional Services		5,974,187.12	-	5,974,187.12	3,735,730.50
Repairs and Maintenance-Semi-Expendable Furnitures, Fixtures and Books		3,850.00	-	3,850.00	19,091.00
Repairs and Maintenance-Furniture and Fixtures		28,699.50	2,315.00	31,014.50	-
Repairs and Maintenance-IT Equipment & Software		-	619.00	619.00	1,450.00
Repairs and Maintenance-Machinery and Equipment		13,756.91	-	13,756.91	11,499.71
Repairs and Maintenance-Transportation Equipment		223,770.00	-	223,770.00	617,356.13
Donations		44,300.00	-	44,300.00	25,000.00
Extraordinary and Miscellaneous Expenses		148,695.18	-	148,695.18	333,005.90
Taxes, Duties and Licenses		1,595,270.50	290,216.75	1,885,487.25	3,644,373.64
Income Tax Expenses		-	-	-	1,298.87
Fidelity Bond Premiums		107,883.75	-	107,883.75	61,503.75

Southern Philippines Development Authority
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE

General Fund

For the Year Ended December 31, 2019

(With Comparative Figures for CY 2018)

(Amounts in Philippine Peso)

	Note	MAIN OFFICE	SKBC	2019	2018
Insurance Expenses		22,202.63	-	22,202.63	8,333.41
Depreciation Expense - Land Improvements		2,413,535.31	37,731.24	2,451,266.55	2,375,809.99
Depreciation-Buildings and Other Structures		2,528,517.79	1,039,610.64	3,568,128.43	1,354,626.63
Depreciation-Leasehold Improvements		-	12,242.52	12,242.52	12,242.52
Depreciation-Machinery and Equipment		81,596.44	-	81,596.44	288,910.19
Depreciation Expense - IT Equipments		-	4,011.24	4,011.24	-
Depreciation-Furnitures, fixtures and Books		7,938.00	86,906.40	94,844.40	119,412.05
Depreciation Expense - Other Property, Plant & Equipment		-	128,859.96	128,859.96	5,264.88
Other Maintenance & Operating Expenses		31,331.63	14,109.00	45,440.63	7,997.00
Total MOOE		34,227,232.58	3,685,457.23	37,912,689.81	32,456,499.30
<i>Financial Expenses</i>					
Bank Charges		20,687.00	-	20,687.00	100.00
Fees and Commission Expenses		-	-	-	200.00
Other Financial Charges		-	-	-	1,154.90
Total Financial Expenses		20,687.00	-	20,687.00	1,454.90
Total Expenses		72,530,656.92	3,715,457.23	76,246,114.15	64,753,949.32
Net Income (Loss)		29,824,347.89	(932,737.01)	28,891,610.88	4,562,727.75

Southern Philippines Development Authority

STATEMENT OF CHANGES IN EQUITY

General Fund

For the Year Ended December 31, 2019

(With Comparative Figures for CY 2018)

(Amounts in Philippine Peso)

	Note	MAIN	SKBC	2019	2018
Government Equity, January 1	21	79,848,051.15	33,171,419.24	113,019,470.39	111,167,185.19
Retained Operating Surplus					
Current Operations		29,824,347.89	(197,625.440)	29,626,722.45	4,562,727.75
Retained Earnings Adjustment		(228,837.23)	(614,533.96)	(843,371.19)	-
Prior Period Error		-	-	-	-
Prior Years' Adjustments		-	-	-	(2,710,442.54)
Total Retained Operating Surplus		29,595,510.66	(812,159.40)	28,783,351.26	
Government Equity, December 31		109,443,561.81	32,359,259.84	141,802,821.65	113,019,470.40