

BULACAN AGRICULTURAL STATE COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2022
(With Comparative Figures for CY 2021)

1. General Agency Profile

The financial statements of Bulacan Agricultural State College (BASC) were authorized for issue as shown in the Statement of Management Responsibility for Financial Statements signed by Jameson H. Tan Ed. D., President.

The story of Bulacan Agricultural State College, a product of six decades of educational and socio-political metamorphoses, is humble and remarkable. At present, it is a state-funded institution of learning which was established in 1952 at Brgy. Pinaod, San Idefonso, Bulacan.

Prior to this development, it stated as the Plaridel Community Agricultural High School (PCAHS) established at Brgy. Bintog, Plaridel, Bulacan in 1951. Soon after, PCAHS was renamed Bulacan Provincial Agricultural High School (BPAHS) having just about 100 students. Growth in the student population occurred as students arrived not just from local communities but from other municipalities in the province as well. On June 20 1953, its name was again changed into Bulacan National Agricultural High School (BNAHS) by virtue of Republic Act 948.

On June 8, 1955, the Pres. Ramon D.F. Magsaysay signed Proclamation 163 reserving around 192.5 hectares of the Buenavista Estate for BNAHS. By virtue of Republic Act 2416, BNAHS was converted to Bulacan National Agricultural School (BuNAS) on June 21, 1959.

In 1960, the two-year Associate in Agricultural program became part of the curricula existing in BuNAS: the first tertiary education program offered in the school which eventually led to the offering of the Bachelor of Science in Agriculture degree with majors in Agronomy and Animal Husbandry.

Cognizant to the prevalent agriculture education and training needs of Bulakeños at that time, the Hon. Ricardo C. Silverio, then Representative of the 3rd District of Bulacan, authored House Bill 2389 which proposed for an expanded educational program for BuNAS. With the bilateral approval of both Houses, then Pres. Fidel V. Ramos signed Republic Act 8548 officially converting BuNAS into a chartered state college known as the Bulacan National Agricultural State College (BNASC) on February 24, 1998. Over time, its name was changed to Bulacan Agricultural State College (BASC) by virtue of Republic Act 9249 signed by Former President Gloria M. Arroyo on 19 February 2004.

Situated between the country's capital Metro Manila and the Province of Nueva Ecija, it opened its doors in 1952 and 60 years later, it continues to be devoted to discovering answer to the profound challenges of this generation and training students for leadership in today's

multifaceted world. Furthermore, BASC has grown to be a regional leader in higher education and remains to be recognized for offering excellent agricultural education, interdisciplinary partnerships and innovative research programs.

Its curricular offerings are Bachelor of Science in Agriculture, Secondary Education, Elementary Education, Agribusiness Management, Food Technology, Biosystems & Agricultural Engineering, Geodetic Engineering, Business Administration, Information Technology, Animal Science, Hospitality Management and Agroforestry

The mandate of Bulacan Agricultural State College shall primarily provide higher professional, technical and special instructions for special purposes and promote research and extension services and advanced studies in agriculture, arts and science programs and other allied courses.

At present, the College has two campuses, both of which are located at the 3rd District of Bulacan. The main campus is located at Brgy. Pinaod, San Ildefonso, Bulacan while an extension campus was established at Brgy. Sapang Bulak, Doña Remedios Trinidad (DRT) in 2005 which is aptly called the DRT Extension Campus. The head of the Institution is Dr. Jameson H. Tan, the fourth College President, who is now serving his first term of office until January 31, 2023. At present he is serving the College for another four (4) years as extended President of BASC by virtue of Republic Act 11783 dated May 29, 2022 which convert the College to Bulacan State Agricultural University after compliance with certain requirements before allowing to use the university name.

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

The financial statements have been prepared in accordance with and comply with the International Public Sector Accounting Standards (IPSAS).

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

3. Significant Accounting Policies

3.1 Basis of Accounting

The financial statements are prepared on an accrual basis in accordance with the International Public Sector Accounting Standards (IPSAS) 1. The financial statements are presented in Philippine peso which is the College's functional currency. All values are not rounded to the nearest peso.

3.2 Financial Instruments

a. Financial Assets

Initial recognition and measurement

Financial assets within the scope of IPSAS 29 – Financial Instruments: Recognition and Measurement are classified as financial asset at fair value through surplus or deficit, held-to-maturity investments, loans and other receivables or available-for-sale financial assets, as appropriate. The Bulacan Agricultural State College determines the classifications of its financial assets at initial recognition.

Bulacan Agricultural State College’s financial assets include cash and other receivables.

Subsequent measurement

The subsequent measurement of financial assets depends on their classification.

Loans and other receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using effective interest method, less impairment. Losses arising from impairment are recognized in the surplus or deficit.

Derecognition

Bulacan Agricultural State College derecognized a financial asset or, where applicable, a part of a financial asset of BASC similar financial asset when:

The right to receive cash flows from the asset have expired or is waived.

b. Financial Liabilities

Initial recognition and measurement

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 entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value.

BASC financial liabilities include Inter-Agency Payables and Trust Liabilities.

Subsequent measurement

The measurement of financial liabilities depends on their classification.

Loans and Borrowings

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

3.3 Cash and Cash Equivalents

Cash and cash equivalents comprise cash in bank, deposited in Land Bank of the Philippine, Baliuag and San Ildefonso, Bulacan Branch and Development Bank of the Philippines, Malolos, Bulacan Branch.

3.4 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 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 discount 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 BASC 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 BASC uses the Schedule on the Estimated Useful Life of PPE by classification prepared by COA.

The BASC 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 BASC 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.

3.5 Changes in accounting policies and estimates

The Bulacan Agricultural State College recognizes the effects of changes in accounting estimates prospectively by including in surplus or deficit.

3.6 Revenue Recognition

3.6.1 Revenue from Non-Exchanging of Transaction

Gifts and Donations

The BASC recognizes assets and revenue from gifts and donations when it is probable that the future economic benefits or service potential will flow to the entity and the fair value of the assets can be measured reliably.

On initial recognition, gifts and donations including goods in-kind were measured at their fair value as at the date of acquisition, which were ascertained by reference to an active market, or by appraisal. An appraisal of the value of an asset is normally undertaken by a member of the valuation profession who holds a recognized and relevant professional

qualification. For many assets, the fair value was ascertained by reference to quoted prices in an active and liquid market.

3.6.2 Revenue from Exchanging Transaction

Interest income

Interest income comes from the College's bank deposits to LBP and DBP.

Rental income

Rental income arising from Memorandum of Agreement (MOA) with San Ildefonso Water District to restore, rehabilitate and make the operation of the BASC old deep well pump fully functional to ensure that the water requirements of the college are met and for the pump to be an additional water pumping station for the domestic operation of SIWAD. Monthly rent income amounting ₱12,000.00 comes from Oilwell 88 Incorporated for the operation of gas station under the name of Flying V for 20 years ending in CY 2033.

3.7 Employee Benefits

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

4. Prior Period Adjustment

The Bulacan Agricultural State College has determined that small items of inventory of equipment were already unserviceable and recognized as expense as prior period adjustment.

5. Cash and Cash Equivalent

This account consists of the following:

Accounts	2022	2021
Cash, Collecting Officer	₱ 99,479.70	₱ 23,770.00
Cash in Bank-Local Currency, Current Account	56,973,885.61	92,840,674.50
Total Cash in Bank Local Currency	₱57,073,365.31	₱92,864,444.50

The Collecting Officer, Mrs. Perlita F. Villacorta had an undeposited collections as of December 31, 2022 amounting to ₱99,479.70 which comes from collection from income generating projects and other business income.

5.1 Cash in Bank Local Currency, Current Account

Cash in Bank Current Account deposited to Land Bank represents cash received from fund transfer from other government agencies for the implementation of approved proposal for research and extension project of the College and scholarship fund for the benefit of the students while Cash In Bank in LBP CA DRT comprises previous collection from tuition fee and miscellaneous fees from all the students enrolled in the BASC DRT campus because thru the implementation of Free Higher Education, the amount of tuition fee and miscellaneous fee for all the students in DRT were treated as income when given by UNIFAST and deposited in DBP thru ADA .

Cash in Bank Current Account deposited to Development Bank of the Philippines comprises all the collection from tuition fee and miscellaneous fee from students in the main campus including collection from Balagtas Campus from UNIFAST and Graduate Studies.

The breakdown of this account is as follows:

Accounts	2022	2021
LBP Current Account No. 0102-1078-70	₱ 806,786.20	₱ 565,078.75
LBP San Ildefonso C.A. No. 4122-1000-79	36,155,828.61	60,993,661.47
LBP San Ildefonso- DRT CA No.4122-1000-87	2,363,607.23	2,362,648.91
DBP Current Account No. 0565-003522-030	17,647,663.57	28,919,285.37
Total Cash in Bank Local Currency	₱56,973,885.61	₱92,840,674.50

6. Receivables, Net

The breakdown of this account is as follows:

Accounts	2022	2021
Current		
Accounts Receivable	₱ 0.00	₱ 0.00
Loans Receivable-Others	1,060,000.00	307,000.00
Receivables-Disallowance/Charges	0.00	0.00
Total Current Receivables, Net	₱1,060,000.00	₱307,000.00
Non-current		
Accounts Receivable	262,141.37	262,141.37
Allowance for Impairment	(14,909.91)	(14,909.91)
Net Value- Accounts Receivable	247,231.46	247,231.46
Loans Receivable-Others	2,666,100.00	2,784,900.00
Allowance for Impairment	(165,140.49)	(165,140.49)
Net Value-Loans Receivable-Others	2,500,959.51	2,619,759.51
Receivables-Disallowance/Charges	1,388,459.39	1,645,131.38
Total Non-Current Receivables, Net	₱4,136,650.36	₱4,512,122.35

The Loan Receivable - Others account represents (a) loan granted to 266 students belonging to 3rd and 4th Year level for SY, 2004 – 2005 sponsored by CHED under the Student Financial Assistant Program (STUFAP); (b) loan granted to 491 students for SY 2008 – 2009 under the SAFE 4SR loan program also by CHED; and (c) loan under the Palayamanan Community sponsored by PhilRice, Provincial Government of Bulacan and DA-RFO3.

The Receivables – Disallowance/Charges amounting to ₱1,388,459.39 represents disallowances of various administrative cost/honorarium and mobile phone expenses. For Fund 101, the amount of disallowances was ₱1,026,081.47 while for Fund 164, the amount was ₱362,377.92.

7. Inventories

This account consists of the following:

Accounts	2022	2021
Office Supplies Inventory	₱ 1,246,021.73	₱ 795,370.91
Textbooks and Instructional Materials Inventory	1,856,136.80	1,856,136.80
Other Supplies & Materials Inventory	4,103,424.98	3,045,892.92
Semi-Expendables – Furniture and Fixtures	15,026,987.00	9,906,837.34
Semi-Expendables – Office Equipment	7,324,523.35	2,276,461.42
Semi-Expendables – Information and Communication Technology Equipment	24,002,742.10	4,334,884.59
Semi-Expendables – Agricultural & Forestry Equipment	3,005,397.64	1,638,420.03
Semi-Expendables – Communication Equipment	4,622,563.39	1,486,304.47
Semi-Expendables – Disaster Response and Rescue Equipment	194,698.50	119,575.50
Semi-Expendables – Medical Equipment	229,016.91	153,879.50
Semi-Expendables – Sports Equipment	954,943.50	914,943.50
Semi-Expendables – Technical & Scientific Equipment	3,638,215.53	864,408.27
Semi-Expendables – Other Equipment	2,452,887.69	830,186.30
Semi-Expendable – Machinery	34,465.19	18,390.00
Semi-Expendables - Books	5,331,749.31	4,757,046.16
Total Inventories	₱74,023,773.62	₱32,998,737.71

Comparing inventories in 2021 to 2022, there is an increased of ₱41,025,035.91 due to purchases of various semi-expendable equipment costing below ₱50,000.00 and reclassification of former PPE account amounting below ₱50,000.00 to semi-expendable equipment.

8. Property, Plant and Equipment (PPE), Net

The Property, Plant and Equipment consist of the following:

2022						
Particulars	Carrying Amount, January 01, 2022	Additions/ Acquisitions/	TOTAL	Disposals/ Transfer to PPE	Depreciation (as per Statement of Financial Performance)	Carrying Amount, December 31, 2022 (As per Statement of Financial Position)
Land	₱ 149,430,284.00		₱ 149,430,284.00			₱149,430,284.00
Land Improvements	12,668,720.94	₱ 736,483.03	13,405,203.97		₱ 1,902,843.62	11,502,360.35
Infrastructure Asset	1,942,961.7	500,000.00	2,442,961.70	₱ 12,500.00	304,622.76	2,,125,838.94
Buildings and Other Structures	336,243,314.64	61,449,169.44	397,692,484.08	3,712,095.28	11,229270.07	382,751,118.73
Machinery and Equipment	46,902,553.7	15,440,918.58	62,343,472.28	44,561,075.72	(10,978,406.50)	28,760,803.06
Transportation Equipment	7,031,897.24		7,031,897.24		1,503,656.14	5,528,241.10
Furniture, Fixtures and Books	3,799,929.89	15,588.00	3,815,517.89	2,491,340.02	(384,651.23)	1,708,829.10
Other PPE	1,398,014.44	16,500.00	1,414,514.44	314,725.00	146,875.52	952,913.92
Construction in Progress	29,696,155.11	70,314,755.76	100,010,910.87	57,814,333.31		42,196,577.56
Total	₱ 589,113,831.66	₱148,473,414.81	₱ 737,587,246.47	₱108,906,069.33	₱ 3,724,210.38	₱624,956,966.76

2022				
Particulars	Gross Cost (Asset Account Balance per Statement of Financial Position)	Less: Accumulated Depreciation	Allowance for Impairment	Carrying Amount, December 31, 2022 (As per Statement of Financial Position)
Land	₱ 149,430,284.00			₱ 149,430,284.00
Land Improvements	22,716,896.34	₱ 11,214,535.99		11,502,360.35
Infrastructure Asset	3,072,018.00	946,179.06		2,125,838.94
Buildings and Other Structures	465,477,791.58	82,726,672.85		382,751,118.73
Machinery and Equipment	48,518,965.15	19,758,162.09		28,760,803.06
Transportation Equipment	13,914,890.40	8,386,649.30		5,528,241.10
Furniture, Fixtures and Books	5,964,984.10	4,256,155.00		1,708,829.10
Other PPE	2,403,365.20	1,450,451.28		952,913.92
Construction in Progress	42,196,577.56			42,196,577.56
Total	₱ 753,695,772.33	₱ 128,738,805.57		₱ 624,956,966.76

2021						
Particulars	Carrying Amount, January 01, 2021	Additions/ Acquisitions/	TOTAL	Disposals/ Transfer to PPE	Depreciation (as per Statement of Financial Performance)	Carrying Amount, December 31, 2021 (As per Statement of Financial Position)
Land	₱ 16,020.13	₱149,414,263.87	₱ 149,430,284.00	₱ 0.00	₱ 0.00	₱149,430,284.00
Land Improvements	13,602,094.52	936,240.00	14,538,334.52	0.00	1,869,613.58	12,668,720.94

2021						
Particulars	Carrying Amount, January 01, 2021	Additions/ Acquisitions/	TOTAL	Disposals/ Transfer to PPE	Depreciation (as per Statement of Financial Performance)	Carrying Amount, December 31, 2021 (As per Statement of Financial Position)
Infrastructure Asset	2,197,754.90	0.00	2,197,754.90	21,500.00	233,293.20	1,942,961.70
Buildings and Other Structures	294,281,081.02	52,461,292.13	346,742,373.15	0.00	10,499,058.51	336,243,314.64
Machinery and Equipment	42,173,849.84	15,808,028.26	57,981,878.10	6,093,809.08	4,987,195.32	46,900,873.70
Transportation Equipment	6,802,786.18	1,660,800.00	8,463,586.18	0.00	1,431,688.94	7,031,897.24
Furniture, Fixtures and Books	3,735,428.76	1,388,405.00	5,123,833.76	377,077.50	946,826.37	3,799,929.89
Other PPE	119,574.20	1,820,404.20	1,939,978.40	146,626.88	395,337.08	1,398,014.44
Construction in Progress	34,999,865.21	44,253,610.68	79,253,475.89	49,557,320.78	0.00	29,696,155.11
Total	₱ 397,928,454.76	₱267,743,044.14	₱ 665,671,498.90	₱ 56,196,334.24	₱20,363,013.00	₱589,112,151.66

2021				
Particulars	Gross Cost (Asset Account Balance per Statement of Financial Position)	Less: Accumulated Depreciation	Allowance for Impairment	Carrying Amount, December 31, 2021 (As per Statement of Financial Position)
Land	₱ 149,430,284.00	₱ 0.00	₱ 0.00	₱ 149,430,284.00
Land Improvements	21,980,413.31	9,311,692.37	0.00	12,668,720.94
Infrastructure Asset	2,584,518.00	641,556.30	0.00	1,942,961.70
Buildings and Other Structures	407,740,717.42	71,497,402.78	0.00	336,243,314.64
Machinery and Equipment	77,635,462.29	30,734,588.59	0.00	46,900,873.70
Transportation Equipment	13,914,890.40	6,882,993.16	0.00	7,031,897.24
Furniture, Fixtures and Books	8,440,736.12	4,640,806.23	0.00	3,799,929.89
Other PPE	2,701,590.20	1,303,575.76	0.00	1,398,014.44
Construction in Progress	29,696,155.11	0.00	0.00	29,696,155.11
Total	₱ 714,124,766.85	₱ 125,012,615.19	₱ 0.00	₱ 589,112,151.66

Land represents the cost of surveying and the market value of the 989,218 square meters land located in Pinaod, San Ildefonso, Bulacan as per Tax Declaration of Real Property consisting of Riceland and residential land. The land of BASC was awarded thru Proclamation No. 163 signed by then President Ramon Magsaysay on June 8, 1955 wherein the BASC received 921,605 square meters of land from Buenavista Estate, Province of Bulacan. An additional site in Akle, San Ildefonso, Bulacan was given thru Proclamation No 114 dated May 25, 1963, by then President Diosdado Macapagal with a total 4,420,296 square meters. Unfortunately, the BASC was occupying only 223,918,71 square meters or 22.39 hectares out of the 921,605 square meters because of squatters while the site in Akle, San Ildefonso, Bulacan was totally unoccupied by the BASC.

For CY 2022 the College received an allotment from DBM for Capital Outlay amounting to ₱81,600,000.00. The amount of ₱30,000,000.00 is for the Upgrading of Five Units of Greenhouses at BASC College of Agriculture Campus and one unit at BASC DRT campus

to Automated Greenhouses, ₱45,000,000.00 for the Construction of Four-Storey Veterinary Medicine Building including equipment and ₱6,600,000.00 for various upgrading of equipment/infrastructure for Smart Campus Development. The Construction in Progress represents the on-going construction of the 4 storey Veterinary Medicine building which is 26.83% completed as of December 31, 2022.

9. Biological Assets

9.1 Breeding Stocks

Breeding stocks are composed of the following:

Accounts	2022	2021
Goat	₱ 38,410.00	₱ 498,790.00
Carabao	351,000.00	529,000.00
Cattle	225,000.00	115,000.00
Rabbit	₱41,000.00	28,350.00
Breeding Stocks	655,410.00	1,171,140.00
Total Biological Assets	₱ 655,410.00	₱1,171,140.00

The carabao project of the College started in CY 2007 through a Memorandum of Agreement Between the Provincial Government of Bulacan represented by then Governor Josefina Mendoza dela Cruz and Bulacan Agricultural State College represented by then College President Dr. Josie A. Valdez with initial fund release of ₱2,000,000.00 to develop a new breed of carabao which will be known as Bulacan Buffalo through implementation of continuous genetic improvement processes and extensive research and development.

This agreement was valid for a period of 5 years and can be extended as agreed upon by both parties involved. In CY 2013 a new memorandum of agreement was entered into between the Provincial Government of Bulacan (PGB) represented by Governor Wilhelmino M SY-Alvarado and BASC College President Dr. Gerardo I. Mendoza for the implementation of the project “Establishment of Carabao Demo/Nucleus farm at BASC” which will operate for five (5) years with a budget of ₱5,000,000.00. The obligation of BASC is to supervise the operation of the Nucleus/Demo Farm, and utilize the same as a laboratory facility for the students of Agriculture, Animal Science and allied programs. The BASC shall surrender all the female offspring produced by the farm to PGB to be used for their carabao dispersal project. Mr. Honorato Apostol is the assigned personnel to manage the operation of the project. From the initial release of the project, BASC was able to purchase car heifer, calf and Buffalo. As of December 31, 2022, the recorded inventory of carabao is eleven (11) and presently manage by the Project Leader Dr. Anthony Ferrer. The final ₱1,000,000.00 financial support from the Bulacan Provincial Government was not released, the reason why all the expenses needed to sustain the operation of the project was charged to the College GAA and income allotment. While the goat project of the College started through a Memorandum of Agreement with DA BAR in CY 2009 with a

total budget of ₱2,484,000.00 for the Project entitled “Meeh Kita: Goat Upgrading and production in the Villages”. All the sales of carabao, cattle, goat and rabbit were treated as Gain on sale of Biological Assets.

9.2 Livestock Held For Consumption

Livestock Held For Consumption consists of Free Range Chicken and Geese in Palayamanan Model Farm and Free Range Chicken in DRT Campus amounting ₱65,360.00 in CY 2021 were all sold in CY 2022. The remaining livestock inventory represents the 1817 heads of ready to lay pullets for Table Egg production of the College

10. Intangible Assets

10.1 Computer Software

This account consists of the following:

Particulars	Carrying Amount, January 01, 2022	Additions/ Acquisitions/	TOTAL	Disposals/ Transfer to PPE	Depreciation (as per Statement of Financial Performance)	Carrying Amount, December 31, 2022 (As per Statement of Financial Position)
Computer Software	₱7,302,303.98	₱14,990,000.00	₱22,292,303.98	₱0.00	₱2,478,258.72	₱19,814,045.26
Total	₱7,302,303.98	₱14,990,000.00	₱22,292,303.98	₱0.00	₱2,478,258.72	₱19,814,045.26

11. Financial Liabilities

This account consists of the following:

Accounts	2022	2021
Accounts Payable	₱31,832,680.74	₱7,191,396.69
Due to Officers & Employees	83,432.07	0.00
Guaranty Deposits Payable	230,751.08	260,751.08
Customer’s Deposit Payable	80,597.27	95,597.27
TOTAL	₱32,227,461.16	₱7,547,745.04

12. Inter-Agency Payables

This account consists of the following:

Accounts	2022	2021
Due to BIR	₱ 2,560,689.41	₱ 1,459,069.64
Due to NGAs	17,309,333.59	50,647,752.58
Due to GOCC’s	0.00	0.00
Total Inter-Agency Payables	₱19,870,023.00	₱52,106,822.22

The amount of ₱2,560,689.41 represents tax withheld for the month of December, 2022 for remittance to BIR on or before the 10th day of the following month. The Due to National Government Agencies account amounting to ₱17,309,333.59 represents the unexpended balance of releases from different funding agencies.

13. Other Payables

The account consists of other payables amounting to ₱3,734,648.36 in 2022 and ₱8,944,311.85 in 2021.

14. Deferred Credits

No deferred credits were recognized in 2022 due to collection from UNIFAST the tuition and miscellaneous fees of all enrolled students for the 2nd Semester of SY 2021-2022, 2022 Summer and 1st Semester of SY 2022-2023 that comes from Free Higher Education Subsidy Allotment of the College for CY 2022.

15. Subsidy Income from National Government

This account consists of the following:

Particulars	2022	2021
Notice of Cash Allocation (NCA) received from DBM	₱ 253,718,525	₱236,149,871.00
Tax Remittance Advice (TRA) issued to BIR	9,638,529.60	13,211,742.52
Remittance to Bureau of Treasury for excess cash advance	(39,788.85)	(116,944.10)
Reversion of Unused NCA	(2,011,389.67)	(5,992,598.28)
Total Subsidy Income from National Government	₱261,305,876.08	₱243,252,071.14

There is an increase in subsidy income from National Government in CY 2022 as compared in CY 2021 due to increase in PS from ₱127,586,881.00 in 2021 to ₱128,045,585.00 in 2022, in MOOE from ₱45,842,000.00 in 2021 to ₱96,103,000.00 in 2022 and in Capital Outlay from ₱62,534,000.00 in 2021 to ₱81,600,000.00 in 2022.

16. Service Income

The breakdown of this account is as follows:

Accounts	2022	2021
Registration Fees	₱ 124,235.00	₱ 110,690.00

Accounts	2022	2021
Clearance and Certification Fees	466,550.00	272,945.00
Fines and Penalties-Service Income	23,840.00	9,660.00
Other Service Income	2,954,982.50	5,009,940.00
Total Service Income	₱3,569,607.50	₱5,403,235.00

17. Business Income

The breakdown of this account is as follows:

Accounts	2022	2021
School Fees	₱49,167,859.16	₱43,849,797.50
Seminar/Training Fees	2,000.00	34,500.00
Rent/Lease Income	1,753,851.26	846,808.06
Interest Income	36,744.75	38,340.04
Sales Revenue	40,873.20	0.00
Other Business Income	106,278.50	166,015.00
Total Business Income	₱51,107,606.87	₱44,935,460.60

The increase in Business Income was attributed to the increase in enrollment in undergraduate because students from private schools transferred to BASC due to the effect of COVID 19 and increase in rent income collections.

18. Grants and Donations

Income from grants and donations in kind and in cash amounting to ₱30,552,537.02 represents the value of property, plant and equipment purchased out of the fund transfers, to the College, by the different funding institutions like CHED, DA RFO3, PhilRice, DA BAR, Alumni of BASC, DOST and trust fund.

Accounts	2022	2021
Semi Expendable – Office Equipment	₱ 64,170.00	₱ 11,955.00
Semi Expendable – Agricultural & Forestry Equipment	461,120.00	73,250.00
Semi Expendable Furniture & Fixture	165,153.33	69,976.00
Semi Expendable Information and Technology Equipment	124,948.00	85,648.00
Semi Expendable Technical and Scientific Equipment	136,688.00	10,520.00
Semi Expendable Communication Equipment	6,600.00	110,000.00
Semi Expendable Other Equipment	79,000.00	279,600.00

Accounts	2022	2021
Other Supplies & Materials Inventory	168,224.00	167,245.00
Information & Communication Technology Equipment	94,998.00	108,490.00
Technical & Scientific	217,000.00	45,000.00
Office Equipment	184,314.00	1,119,880.00
Agricultural and Forestry Equipment	35,125.00	784,250.00
Other Machinery & Equipment	913,000.00	1,660,800.00
Other Structure	2,546,889.13	1,480,000.00
Donation in Cash (CHED - Smart Campus)	25,000,000.00	39,589.22
Donation in Cash (Unexpended Balance of Fund Transfer Authorized to use by the College)	355,307.56	149,414,263.87
Total	₱30,552,537.02	₱155,460,467.09

19. Gains

This account represents the following:

Accounts	2022	2021
Gain on Sale of Biological Assets	₱1,951,258.89	₱566,804.77
Gain on Sale of Agricultural produce	2,676,158.60	0.00
Other Gains	269,702.10	0.00
Proceeds from Insurance/Indemnities	514,659.44	0.00
Total Gains	₱5,411,779.03	₱566,804.77

20. Personnel Services

This account represents the following:

Accounts	2022	2021
Salaries and Wages	₱ 80,189,187.44	₱ 80,661,663.70
Other Compensation	32,883,234.10	33,195,527.79
Personnel Benefits Contribution	11,527,690.93	11,187,229.88
Other Personnel Benefits	8,061,878.34	7,378,215.42
Total Personal Services	₱132,661,990.81	₱132,422,636.79

20.1 Salaries and Earnings

This account consists of the following:

Accounts	2022	2021
Salaries and Wages-Regular	₱79,902,548.81	₱80,502,288.70

Accounts	2022	2021
Salaries and Wages-Casual/Contractual	286,638.63	159,375.00
Total Salaries and Wages	₱80,189,187.44	₱80,661,663.70

There is a decrease in Salaries and Wages – Regular due to availment of optional retirement of 2 faculty positions, 2 mandatory retirement and termination of contract of 12 Faculty in Temporary Position.

20.2 Other Compensation

The breakdown of this account is as follows:

Accounts	2022	2021
Personal Economic Relief Allowance (PERA)	₱4,428,785.92	₱4,427,379.61
Representation Allowance (RA)	605,322.58	638,500.00
Transportation Allowance (TA)	605,322.58	558,500.00
Clothing/Uniform Allowance	1,080,000.00	1,092,000.00
Subsistence Allowance	11,350.00	12,500.00
Laundry Allowance	1,704.54	1,704.52
Hazard Pay	0.00	2,413,990.00
Honoraria	5,974,832.43	4,275,563.60
Year End Bonus	6,922,268.05	6,757,840.20
Mid-Year Bonus	6,316,819.00	0.00
Collective Negotiation Agreement Incentive – Civilian	4,572,829.00	0.00
Productivity Enhancement Incentive – Civilian	921,000.00	0.00
Cash Gift	927,000.00	932,500.00
Other Bonuses and Allowances	516,000.00	12,085,049.86
Total Other Compensation	₱32,883,234.10	₱33,195,527.79

The other compensation in CY 2022 decreased as compared to CY 2021 due to retirement of four (4) faculty and employees, and termination of contract of Temporary faculty of BASC.

20.3 Personnel Benefit Contributions

This account consists of the following:

Accounts	2022	2021
Retirement and Life Insurance Premiums	₱9,565,751.73	₱9,662,119.49
Pag-IBIG contributions	223,800.00	222,200.00
PhilHealth Contributions	1,514,239.20	1,080,710.39
Employees Compensation Insurance Premiums	223,900.00	222,200.00

Accounts	2022	2021
Total Personnel Benefit Contributions	₱11,527,690.93	₱11,187,229.88

All the personnel benefit contributions were remitted to the respective agencies concerned. There is an increase in Personnel Benefit contributions due to the increase in philhealth contribution.

20.4 Other Personnel Benefits

This account consists of the following:

Accounts	2022	2021
Other Personal Benefits	₱ 85,000.00	₱ 1,944,000.00
Terminal Leave Benefits	4,332,878.34	5,434,215.42
Service Recognition Incentives (SRI)	3,644,00.00	
Total Other Personnel Benefits	₱8,061,878.34	₱ 7,378,215.42

The terminal Leave benefits were for the terminal pay of sixteen (16) optional and compulsory retirees including separated temporary faculty that claim their terminal pay.

21. Maintenance and Other Operating Expenses (MOOE)

This account consists of the following:

Accounts	2022	2021
Traveling Expenses	₱ 2,115,050.92	₱ 388,099.40
Training and Scholarship Expenses	603,933.23	5,288,879.00
Supplies and Materials Expenses	12,452,765.38	7,497,124.67
Utility Expenses	5,888,907.22	3,774,575.38
Communication Expenses	1,770,611.33	1,229,106.00
Awards/Rewards and Prizes	414,500.00	89,500.00
Confidential, Intelligence and Extraordinary Expenses	131,476.58	90,527.09
Professional Services	460,980.00	227,936.99
General Services	25,107,362.49	22,191,100.33
Repairs and Maintenance Expenses	12,998,021.99	19,859,573.24
Assistance/Subsidy	55,714,860.00	0.00
Taxes, Insurance Premiums and Other Fees	169,828.31	370,845.70
Labor and Wages	349,540.63	316,980.00
Other Maintenance and Operating Expenses	12,333,289.31	3,512,082.74
Total MOOE	₱130,511,127.39	₱64,836,330.54

21.1 Traveling Expenses

This account consists of the following:

Accounts	2022	2021
Local	₱1,585,814.06	₱388,099.40
Foreign	529,236.86	0.00
Total Traveling Expenses	₱2,115,050.92	₱388,099.40

21.2 Training and Scholarship Expenses

This account consists of the following:

Accounts	2022	2021
Training Expenses	₱603,933.23	₱ 230,879.00
Scholarship Grants/Expenses	0.00	5,058,000.00
Total Training and Scholarship Expenses	₱603,933.23	₱5,288,879.00

21.3 Supplies and Materials Expenses

The breakdown of this account is as follows:

Accounts	2022	2021
Office Supplies Expenses	₱3,013,485.09	₱2,204,651.48
ICT Office Supplies Expenses	283,189.54	0.00
Accountable Forms Expenses	93,100.00	16,600.00
Food Supplies Expenses	0.00	0.00
Drugs and Medicines Expenses	37,862.50	317,646.65
Medical, Dental and Laboratory Supplies Expenses	1,104,139.10	17,735.00
Fuel, Oil and Lubricants Expenses	1,136,288.62	398,224.31
Agricultural and Marine Supplies Expenses	2,836,209.50	845,794.00
Textbooks and Instructional Materials Expenses	0.00	69,530.07
Other Supplies and Materials Expenses	3,948,491.03	3,626,943.16
Total Supplies and Materials Expenses	₱12,452,765.38	₱7,497,124.67

21.4 Utility Expenses

This account consists of the following:

Accounts	2022	2021
Water Expenses	₱ 863,875.64	₱ 541,063.68

Accounts	2022	2021
Electricity Expenses	5,025,031.58	3,233,511.70
Total Utility Expenses	₱5,888,907.22	₱3,774,575.38

21.5 Communication Expenses

This account consists of the following:

Accounts	2022	2021
Postage and Courier Services	₱ 8,213.00	₱ 7,601.00
Telephone Expenses	89,508.00	90,852.00
Internet Subscription Expenses	1,661,290.33	1,130,653.00
Cable, Satellite, Telegraph and Radio Expenses	11,600.00	0.00
Total Communication Expenses	₱1,770,611.33	₱1,229,106.00

21.6 Awards/Rewards and Prizes

This account consists of the following:

Accounts	2022	2021
Awards/Rewards Expenses	₱ 94,500.00	₱ 89,500.00
Prizes	320,000.00	0.00
Total Awards and Indemnities	₱414,500.00	₱ 89,500.00

21.7 Confidential, Intelligence and Extraordinary Expenses

This account consists of the following:

Accounts	2022	2021
Confidential Expenses	₱ 0.00	₱ 0.00
Extraordinary & Miscellaneous Expenses	131,476.58	90,527.09
Total Awards and Indemnities	₱131,476.58	₱90,527.09

21.8 Professional Services

This account consists of the following:

Accounts	2022	2021
Auditing Services	₱ 52,720.00	₱ 28,576.99
Consultancy Services	408,260.00	199,360.00
Total Professional Services	₱460,980.00	₱227,936.99

21.9 General Services

This account consists of the following:

Accounts	2022	2021
Security Services	₱ 0.00	₱ 800,000.00
Other General Services	25,107,362.49	21,391,100.33
Total General services	₱25,107,362.49	₱22,191,100.33

21.10 Repairs and Maintenance

This account consists of the following:

Accounts	2022	2021
Land Improvements	₱ 583,830.00	₱ 5,268,409.80
Buildings and Other Structures	11,126,862.02	14,141,472.75
Machinery and Equipment	712,349.97	192,714.72
Transportation Equipment	556,840.00	256,975.97
Furniture & Fixtures	18,140.00	0.00
Total Repairs and Maintenance Expenses	₱12,998,021.99	₱19,859,573.24

21.11 Assistance/Subsidy

This account represents Assistance/Subsidy to State Universities and Colleges (SUCs) for Free Higher Education and Scholarship subsidy amounting to ₱55,714,860.00 in 2022.

21.12 Taxes, Insurance Premiums and Other Fees

This account consists of the following:

Accounts	2022	2021
Fidelity Bond Premiums	₱ 55,125.00	₱ 79,125.00
Insurance Expenses	114,703.31	291,720.70
Total Taxes, Insurance Premiums and Other Fees	₱169,828.31	₱370,845.70

21.13 Labor and Wages

Labor and wages represent the costs incurred for labor payroll paid for projects undertaken by administration, for agricultural activities involving hired labor in the amount of ₱349,540.63 in 2022 and ₱316,980.00 in 2021.

21.14 Other Maintenance and Operating Expenses

The breakdown of this account is as follows:

Accounts	2022	2021
Advertising Expenses	₱ 102,157.75	₱ 37,676.00
Representation Expenses	3,202,303.73	1,605,132.55
Rent/Lease Expenses	205,000.00	0.00
Membership Dues and Contributions to Organizations	1,362,863.85	551,605.40
Subscription Expenses	115,828.00	467,339.95
Printing and Publication Expenses	273,637.16	42,819.88
Software Subscription Expenses	4,572,243.20	0.00
Bank Transaction Fee	1,490.00	0.00
Other Maintenance and Operating Expenses	2,497,765.62	807,508.96
Total Other Maintenance and Operating Expenses	₱12,333,289.31	₱3,512,082.74

22. Non- Cash Expenses

This account represents the following:

Accounts	2022	2021
Depreciation Expense	₱24,993,498.77	₱23,040,201.01
Bank Charges	0.00	1,049.00
Total Non-Cash Expense	₱24,993,498.77	₱23,041,250.01

22.1 Depreciation

The straight-line method of depreciation is adopted using the 5% salvage value for all acquired starting CY 2017 but maintain the 10% salvage value for all those acquired prior to CY 2015. The breakdown of the Depreciation Expense is as follows:

Accounts	2022	2021
Land Improvements	₱1,902,843.62	₱1,869,613.58
Infrastructure Asset	320,970.48	233,293.20
Buildings and Other Structures	11,139,128.02	10,068,480.03
Machinery and Equipment	6,675,716.90	7,837,153.85
Transportation Equipment	1,503,656.14	1,431,688.94
Furniture, Fixtures and Books	626,360.78	656,109.81
Computer Software	2,478,258.72	744,496.02
Other Property, Plant and Equipment	346,564.11	199,365.58
Total Depreciation	₱24,993,498.77	₱23,040,201.01

22.2 Financial Expenses

For the year 2022, there is no expense for bank charges recognized by the College.

22.3 Impairment Loss – Loans and Receivables

For the year 2022, no Allowance for Impairment-Accounts Receivables and Loans Receivables were provided.

23. Comparison of Allotment and Obligation for CY 2022 with comparative figure for CY 2021 for Fund 101 and 164

Agency/Fund	Category	CY 2022			CY 2021		
		Allotment			Allotment		
		Extended	Current	Total	Extended	Current	Total
101	Current						
	PS		128,045,585.00	128,045,585.00	0.00	127,586,881.00	127,586,881.00
	MOOE		96,103,000.00	96,103,000.00	0.00	45,842,000.00	45,842,000.00
	CO		81,600,000.00	81,600,000.00	0.00	62,534,000.00	62,534,000.00
	Continuing						
	PS	0.00					
	MOOE	5,360.09		5,360.09			
CO	9,893,836.97		9,893,836.97				
	Total	9,899,197.06	305,748,585.00	315,647,782.06	0.00	235,962,881.00	235,962,881.00
164	PS	4,686,135.74	4,400,000.00	9,086,135.74	2,558,581.50	7,000,000.00	9,558,581.50
	MOOE	17,764,800.97	51,525,230.96	69,290,031.93	9,401,626.28	30,507,500.37	39,909,126.65
	FinEx	0.00	0.00	0.00	3,452.00	3,000.00	6,452.00
	CO	8,315,820.58	29,184,188.00	37,500,008.58	10,374,021.84	13,000,000.00	23,374,021.84
	Total	30,766,757.29	85,109,418.96	115,876,176.25	22,337,681.62	50,510,500.37	72,848,181.99
T O T A L	40,665,954.35	390,858,003.96	431,523,958.31	22,337,681.62	286,473,381.37	308,811,062.99	

Agency /Fund	Category	CY 2022	CY 2021	CY 2022			CY 2021		
		Obligation	Obligation	Unexpended Balance			Unexpended Balance		
				Total	Reverted	Extended	Total	Reverted	Extended
	CURRENT								
101	PS	127,277,109.17	127,545,941.03	768,475.83	768,475.83	0.00	40,939.97	40,939.97	0.00
	MOOE	89,973,440.06	45,836,639.91	6,129,559.94	0.00	6,129,559.94	5,360.09	0.00	5,360.09
	CO	58,287,313.57	52,640,163.03	23,312,686.43	0.00	23,312,686.43	9,893,836.97	0.00	9,893,836.97
	CONTINUING								
	PS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	MOOE	0.00	0.00	5,360.09	5,360.09	0.00	0.00	0.00	0.00
	CO	8,710,724.99	0.00	1,183,111.98	1,183,111.98	0.00	0.00	0.00	0.00
	Total	284,248,587.79	226,022,743.97	31,399,194.27	1,956,947.90	29,442,246.37	9,940,137.03	40,939.97	9,899,197.06
164	PS	5,394,881.64	4,872,445.76	3,691,254.10	0.00	3,691,254.10	4,686,135.74	0.00	4,686,135.74
	MOOE	50,388,210.45	22,149,728.68	18,901,821.48	0.00	18,901,821.48	17,759,397.97	0.00	17,759,397.97
	FinEx	0.00	1,049.00	0.00	0.00	0.00	5,403.00	0.00	5,403.00
	CO	29,255,266.23	15,058,201.26	8,244,742.35	0.00	8,244,742.35	8,315,820.58	0.00	8,315,820.58
	Total	85,038,358.32	42,081,424.70	30,837,817.93	0.00	30,837,817.93	30,766,757.29	0.00	30,766,757.29
T O T A L		369,286,946.11	268,104,168.67	62,237,012.20	1,956,947.90	60,280,064.30	40,706,894.32	40,939.97	40,665,954.35