

Republic of the Philippines
NATIONAL PRIVACY COMMISSION

February 14, 2019

The Assistant Commissioner
Government Accounting Sector (GAS)
Commission on Audit
Commonwealth Ave., Quezon City

Government Accountancy Office
Office of the Director
RECEIVED

By: MJ
Date: FEB 14 2019

Dear Sir/Madam:

In compliance with Government Accounting and FMIS Circular Letter No. 2007-001 dated January 19, 2007, we are submitting herewith as attached the Annual Financial Reports of NATIONAL PRIVACY COMMISSION for FY 2018 as follows:

1. Pre-Closing Trial Balance as of December 31, 2018
2. Post-Closing Trial Balance as of December 31, 2018
3. Statement of Management Responsibility
4. Detailed and Condensed Comparative Statement of Financial Performance for the Fiscal Year Ended December 31, 2018
5. Detailed and Condensed Comparative Statement of Financial Position as of December 31, 2018
6. Comparative Statement of Changes in Net Assets/Equity as of December 31, 2018
7. Comparative Statement of Cash Flows for the Fiscal Year Ended December 31, 2018
8. Statement of Comparison of Budget and Actual Amount for the Fiscal Year Ended December 31, 2018
9. Notes to Financial Statements for the Year Ended December 31, 2018
10. Schedule / Ageing of Cash Advances as of December 31, 2018

Please acknowledge receipt.

Thank you.

Very truly yours,

J. I. D. Lopez
TEODULO C. LORENZO
Accountant III

Noted by:

B. G. Martinez
BELMA G. MARTINEZ
Director IV, FAO *gadh*


cc: Auditor Anniesahara L. Guiling
Audit Team Leader, COA-NPC

NATIONAL PRIVACY COMMISSION
PRE-CLOSING TRIAL BALANCE
As of December 31, 2018


ACCOUNT TITLE	REF.	ACCT. CODE	PRE-CLOSING	
			DR	CR
Cash - Treasury/Agency Deposit, Trust	GL	10104030	285,500.00	
Due from NGAs	GL	10303010	5,431,831.85	
Office Supplies Inventory	GL	10404010	948,757.47	
Due from Officers and Employees	GL	10305020	35,916.40	
Other Supplies and Materials Inventory	GL	10404990	6,324,237.20	
Semi-Expendable Office Equipment	GL	10405020	890,811.23	
Semi -Expendable Information and Communications Technology Equipment	GL	10405030	346,290.40	
Semi-Expendable Furniture and Fixtures	GL	10406010	1,244,500.00	
Office Equipment	GL	10605020	495,716.00	
Accumulated Depreciation-Office Equipment	GL	10605021		70,371.69
Information and Communication Technology Equipment	GL	10605030	28,036,026.83	
Accumulated Depreciation-Information and Communication Technology Equipment	GL	10605031		3,214,074.54
Technical and Scientific Equipment	GL	10605140	1,538,914.00	
Furniture and Fixtures	GL	10607010	4,143,400.00	
Accumulated Depreciation-Technical and Scientific Equipment	GL	10605141		477,252.33
Motor Vehicles	GL	10606010	10,344,216.00	
Accumulated Depreciation-Motor Vehicles	GL	10606011		655,133.66
Advances to Officers and Employees	GL	19901040	32,136.35	
Advances to Contractors	GL	19902010	616,261.37	
Prepaid Rent	GL	19902020	4,284,932.40	
Prepaid Insurance	GL	19902050	271,099.17	
Other Prepayments	GL	19902990	228,064.70	
Guaranty Deposits	GL	19903020	3,834,288.50	
Accounts Payable	GL	20101010		7,512,656.80
Due to Officers and Employees	GL	20101020		121,544.03
Due to BIR	GL	20201010		18,319.47
Due to GSIS	GL	20201020		28,427.09
Due to PAG-IBIG	GL	20201030		23,599.90
Due to PHILHEALTH	GL	20201040		2,234.59
Due to GOCCs	GL	20201060		905.87
Guaranty/Security Deposits Payable	GL	20401040		1,427,345.77
Accumulated Surplus/(Deficit)	GL	30101010		16,271,738.51
Subsidy from National Government	GL	40301010		193,981,057.83
Miscellaneous Income	GL	40609990		28,275.26
Salaries and Wages - Regular	GL	50101010	40,456,994.47	
Personnel Economic Relief Allowance	GL	50102010	1,606,454.53	
Representation Allowance (RA)	GL	50102020	1,393,750.00	
Transportation Allowance (TA)	GL	50102030	653,500.00	
Clothing/Uniform Allowance	GL	50102040	390,000.00	
Overtime and Night Pay	GL	50102130	209,508.19	
Year End Bonus	GL	50102140	3,289,807.10	
Cash Gift	GL	50102150	328,500.00	
Other Bonuses and Allowances	GL	50102990	3,317,270.00	
Retirement and Life Insurance Premiums	GL	50103010	4,842,059.31	
Pag-ibig Contributions	GL	50103020	90,300.00	

Philhealth Contributions	GL	50103030	374,259.42	
Employees Compensation Insurance Premiums	GL	50103040	81,700.00	
Terminal Leave Benefits	GL	50104030	1,187,485.00	
Traveling Expenses - Local	GL	50201010	1,204,450.35	
Traveling Expenses - Foreign	GL	50201020	6,485,202.07	
Training Expenses	GL	50202010	5,392,292.53	
Office Supplies Expenses	GL	50203010	1,017,051.36	
Accountable Forms Expenses	GL	50203020	3,242.58	
Fuel, Oil and Lubricants Expenses	GL	50203090	679,454.87	
Semi-Expendable Machinery & Equipment Expenses	GL	50203210	822,969.76	
Semi-Expendable Furniture, Fixtures and Books Expenses	GL	50203220	1,141,945.00	
Other Supplies and Materials Expenses	GL	50203990	2,154,833.63	
Water Expenses	GL	50204010	363,855.08	
Electricity Expenses	GL	50204020	7,075,727.12	
Postage & Courier Expenses	GL	50205010	77,303.00	
Telephone Expenses	GL	50205020	560,665.00	
Internet Subscription Expenses	GL	50205030	295,641.84	
Extraordinary and Miscellaneous Expenses	GL	50210030	1,092,300.00	
Auditing Services Expenses	GL	50211020	166,694.00	
Other Professional Services	GL	50211990	3,076,644.58	
Janitorial Services	GL	50212020	640,759.52	
Security Services	GL	50212030	1,176,602.16	
Other General Services	GL	50212990	5,419.20	
Repairs and Maintenance - Motor Vehicles	GL	50213060	239,370.53	
Repairs and Maintenance - Building & Other Structures	GL	50213040	13,513,457.72	
Taxes, Duties and Licenses	GL	50215010	3,680.00	
Insurance Expenses	GL	50215030	227,713.27	
Labor and Wages	GL	50216010	14,190,498.60	
Advertising Expenses	GL	50299010	1,284,814.06	
Printing and Publication Expenses	GL	50299020	480,180.47	
Representation Expenses	GL	50299030	14,653,732.21	
Transportation and Delivery Expenses	GL	50299040	3,855.00	
Rent/Lease Expenses	GL	50299050	10,978,739.57	
Subscription Expenses	GL	50299070	2,692,247.85	
Other Maintenance and Operating Expenses	GL	50299990	21,280.28	
Depreciation-Machinery and Equipment	GL	50501050	3,425,662.98	
Depreciation Motor Vehicle	GL	50501060	655,133.66	
Grand Totals			223,832,937.33	223,832,937.33

Certified Correct By:


TEODULO C. LORENZO
Accountant III

Noted By:


BELMA G. MARTINEZ
Director, FAO

NATIONAL PRIVACY COMMISSION
POST-CLOSING TRIAL BALANCE
As of December 31, 2018

ACCOUNT TITLE	REF.	ACCT. CODE	POST-CLOSING	
			DR	CR
Cash - Treasury/Agency Deposit, Trust	GL	10104030	285,500.00	
Due from NGAs	GL	10303010	5,431,831.85	
Office Supplies Inventory	GL	10404010	948,757.47	
Due from Officers and Employees	GL	10305020	35,916.40	
Other Supplies and Materials Inventory	GL	10404990	6,324,237.20	
Semi-Expendable Office Equipment	GL	10405020	890,811.23	
Semi -Expendable Information and Communications Technology Equipment	GL	10405030	346,290.40	
Semi-Expendable Furniture and Fixtures	GL	10406010	1,244,500.00	
Office Equipment	GL	10605020	495,716.00	
Accumulated Depreciation-Office Equipment	GL	10605021		70,371.69
Information and Communication Technology Equipment	GL	10605030	28,036,026.83	
Accumulated Depreciation-Information and Communication Technology Equipment	GL	10605031		3,214,074.54
Technical and Scientific Equipment	GL	10605140	1,538,914.00	
Furniture and Fixtures	GL	10607010	4,143,400.00	
Accumulated Depreciation-Technical and Scientific Equipment	GL	10605141		477,252.33
Motor Vehicles	GL	10606010	10,344,216.00	
Accumulated Depreciation-Motor Vehicles	GL	10606011		655,133.66
Advances to Officers and Employees	GL	19901040	32,136.35	
Advances to Contractors	GL	19902010	616,261.37	
Prepaid Rent	GL	19902020	4,284,932.40	
Prepaid Insurance	GL	19902050	271,099.17	
Other Prepayments	GL	19902990	228,064.70	
Guaranty Deposits	GL	19903020	3,834,288.50	
Accounts Payable	GL	20101010		7,512,656.80
Due to Officers and Employees	GL	20101020		121,544.03
Due to BIR	GL	20201010		18,319.47
Due to GSIS	GL	20201020		28,427.09
Due to PAG-IBIG	GL	20201030		23,599.90
Due to PHILHEALTH	GL	20201040		2,234.59
Due to GOCCs	GL	20201060		905.87
Guaranty/Security Deposits Payable	GL	20401040		1,427,345.77
Accumulated Surplus/(Deficit)	GL	30101010		55,781,034.13
Grand Totals			69,332,899.87	69,332,899.87

Certified Correct By:


TEODULO C. LORENZO
Accountant III

Noted By:


BELMA G. MARTINEZ
Director, FAO



Republic of the Philippines
NATIONAL PRIVACY COMMISSION

STATEMENT OF MANAGEMENT RESPONSIBILITY FOR FINANCIAL
STATEMENTS

The management of *NATIONAL PRIVACY COMMISSION* is responsible for all information and representations contained in the accompanying *STATEMENT OF FINANCIAL POSITION* as of December 31, 2018 and the related *STATEMENT OF FINANCIAL PERFORMANCE, STATEMENT OF CASH FLOWS, STATEMENT OF CHANGES IN NET ASSETS / EQUITY, STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT* and the *NOTES TO FINANCIAL STATEMENTS* for the year then ended. The financial statements have been prepared in conformity with the Philippine Public Sector Accounting Standards and generally accepted state accounting principles, and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

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


BELMA G. MARTINEZ
Director IV - FAO 


RAYMUND E. LIBORO
Privacy Commissioner &
Chairman

NATIONAL PRIVACY COMMISSION
Detailed Statement of Financial Performance
As of December 31, 2018 and 2017

	Note	2018	2017
REVENUE			
Business, Other General, and Service Income			
Miscellaneous Income	P	28,275.26	P 213,502.12
<i>Total Business, Other General, and Service Income</i>		28,275.26	213,502.12
TOTAL REVENUE		28,275.26	213,502.12
LESS: CURRENT OPERATING EXPENSES			
Personnel Services:			
<i>Salaries and Wages</i>	12.1		
Salaries and Wages-Regular		40,456,994.47	34,479,862.11
<i>Other Compensation</i>	12.2		
Personal Economic Relief Allowance		1,606,454.53	1,595,858.27
Representation Allowance		1,393,750.00	1,184,653.22
Transportation Allowance		653,500.00	1,051,653.23
Clothing/Uniform Allowance		390,000.00	330,000.00
Overtime and Night Pay		209,508.19	259,178.78
Honoraria			253,500.00
Longevity Pay			10,000.00
Year End Bonus		3,289,807.10	3,082,323.35
Cash Gift		328,500.00	352,250.00
Other Bonuses & Allowances		3,317,270.00	3,189,294.00
Total Other Compensation		11,188,789.82	11,308,710.85
<i>Personnel Benefit Contributions</i>	12.3		
Retirement and Life Insurance Contributions		4,842,059.31	4,141,030.43
PAG-IBIG Contributions		90,300.00	94,591.74
PHILHEALTH Contributions		374,259.42	303,612.50
Employees Compensation Insurance Premiums		81,700.00	80,400.00
Total Benefits Contributions		5,388,318.73	4,619,634.67
<i>Other Personnel Benefits</i>	12.4		
Terminal Leave Benefits		1,187,485.00	896,801.00
Total Personnel Services		P 58,221,588.02	P 51,305,008.63
Maintenance and Other Operating Expenses:			
<i>Traveling Expenses</i>			
Traveling Expense-Local		1,204,450.35	2,782,340.14
Traveling Expense-Foreign		6,485,202.07	4,208,895.11
Total Traveling Expenses		7,689,652.42	6,991,235.25

NATIONAL PRIVACY COMMISSION
Detailed Statement of Financial Performance
As of December 31, 2018 and 2017

	Note	2018	2017 Restated
<i>Training and Scholarship Expenses</i>			
Training Expenses		5,392,292.53	555,753.85
<i>Supplies and Materials Expenses</i>			
Office Supplies Expenses		1,017,051.36	365,946.02
Accountable Forms Expenses		3,242.58	2,900.00
Fuel, Oil and Lubricants Expenses		679,454.87	148,564.51
Semi-Expendable Machinery and Equipment Expenses		822,969.76	194,108.00
Semi-Expendable Furniture & Fixture Expenses		1,141,945.00	8,300.00
Other Supplies and Materials Expenses		2,154,833.63	775,176.93
Total Supplies and Materials Expenses		5,819,497.20	1,494,995.46
<i>Utility Expenses</i>			
Water Expenses		363,855.08	102,698.02
Electricity		7,075,727.12	339,327.62
Total Utility Expenses		7,439,582.20	442,025.64
<i>Communication Expenses</i>			
Postage and Courier Services		77,303.00	75,477.00
Telephone Expenses		560,665.00	410,687.13
Internet Subscription Expenses		295,641.84	10,387.26
Total Communication Expenses		933,609.84	496,551.39
<i>Confidential, Intelligence, Extraordinary and Misc. Expenses</i>			
Extraordinary and Miscellaneous Expenses		1,092,300.00	817,000.00
<i>Professional Services</i>			
Auditing Services		166,694.00	
Consultancy Services			3,763,584.00
Other Professional Services		3,076,644.58	10,371,651.11
Total Professional Services		3,243,338.58	14,135,235.11
<i>General Services</i>			
Janitorial Services		640,759.52	34,495.58
Security Services		1,176,602.16	98,050.18
Other General Services		5,119.20	
Total General Services		1,822,780.88	132,545.76
<i>Repairs and Maintenance</i>			
Repairs and Maintenance - Office Buildings			
Repairs and Maintenance - Building and Other Structures		13,513,457.72	
Repairs and Maintenance - Motor Vehicles		239,370.53	127,665.00
Repairs and Maintenance - Assets Improvements			749.75
Total Repairs and Maintenance		13,752,828.25	128,414.75
<i>Taxes, Insurance Premiums and Other Fees</i>			
Taxes, Duties and Licenses		3,680.00	2,469.06
Insurance Expenses		227,713.27	179,165.94
Total Taxes, Insurance Prems. And Other Fees		231,393.27	181,635.00

NATIONAL PRIVACY COMMISSION
Detailed Statement of Financial Performance
As of December 31, 2018 and 2017

	Note	2018	2017 Restated
Labor and Wages		14,190,498.60	
<i>Other Maintenance and Operating Expenses</i>	13		
Advertising Expenses		1,284,814.06	35,881.45
Printing & Binding Expenses		480,180.47	819,253.40
Representation Expenses		14,653,732.21	3,601,905.19
Transportation and Delivery Expenses		3,855.00	3,068.00
Rent/Lease Expenses		10,978,739.57	2,220,595.35
Membership Dues and Contribution to Organizations			79,472.18
Subscription Expenses		2,692,247.85	2,911,493.20
Other Maintenance and Operating Expenses		21,280.28	15,417.72
Depreciation-Machinery and Equipment		3,425,662.98	336,035.58
Depreciation-Motor Vehicle		655,133.66	
Total Other Maintenance and Other Operating Expenses		34,195,646.08	10,023,122.07
Total Maintenance & Other Operating Expenses		95,803,419.84	35,398,514.28
TOTAL CURRENT OPERATING EXPENSES		154,025,007.86	86,703,522.91
SURPLUS / (DEFICIT) FROM CURRENT OPERATIONS		₱ (153,996,732.60)	₱ (86,490,020.79)
FINANCIAL ASSISTANCE / SUBSIDY:			
Financial Assistance/Subsidy from NGAs, LGUs, GOCCs			-
Subsidy from National Government	11	193,981,057.83	103,217,150.16
Less: Financial Assistance/Subsidy to NGAs, LGUs, GOCCs, NGOs/POs			-
NET FINANCIAL ASSISTANCE/SUBSIDY		193,981,057.83	103,217,150.16
SURPLUS / (DEFICIT) FOR THE PERIOD		₱ 39,984,325.22	₱ 16,727,129.37

Certified Correct:


TEODULO C. LORENZO
Accountant III

Noted by:


BELMA G. MARTINEZ
Director IV, FAO

NATIONAL PRIVACY COMMISSION
Condensed Statement of Financial Performance
For the Years Ended December 31, 2018 and 2017

	Note	2018	2017 Restated
TOTAL REVENUE		₱ 28,275.26	₱ 213,502.12
LESS: CURRENT OPERATING EXPENSES			
TOTAL PERSONNEL SERVICES	12	58,221,588.02	51,305,008.63
TOTAL MAINTENANCE & OTHER OPERATING EXPENSES	13	95,803,419.84	35,398,514.28
TOTAL CURRENT OPERATING EXPENSES		154,025,007.86	86,703,522.91
SURPLUS / (DEFICIT) FROM CURRENT		(153,996,732.60)	(86,490,020.79)
NET FINANCIAL ASSISTANCE / SUBSIDY	11	193,981,057.83	103,217,150.16
SURPLUS / (DEFICIT) FOR THE PERIOD		₱ 39,984,325.22	₱ 16,727,129.37

Certified Correct:


TEODULO C. LORENZO
Accountant III

Noted by:


BELMA G. MARTINEZ
Director IV, FAO

NATIONAL PRIVACY COMMISSION
Detailed Statement of Financial Position
As of December 31, 2018 and 2017

	Note	2018	2017 Restated
ASSETS			
CURRENT ASSETS			
<i>Cash and Cash Equivalents</i>			
Treasury/Agency Cash Accounts			
Cash - Treasury/Agency Deposit, Trust	4	P 285,500.00	P 205,000.00
Total Cash on Hand		285,500.00	205,000.00
<i>Receivables</i>			
Inter-Agency Receivables			
Due from NGAs	5	5,431,831.85	5,987,400.80
Due from Officers and Employees	5	35,916.40	2,307.12
Total Inter-Agency Receivables		5,467,748.25	5,989,707.92
<i>Inventories</i>			
Office Supplies Inventory	6	948,757.47	459,629.53
Other Supplies and Materials Inventory	6	6,324,237.20	
Total Inventories		7,272,994.67	459,629.53
<i>Semi-Expendables</i>			
Semi-Expendable Office Equipment	6	890,811.23	186,920.00
Semi-Expendable ICT Equipment	6	346,290.40	14,310.40
Semi-Expendable Furniture and Fixtures	6	1,244,500.00	1,140,750.00
Total Semi-Expendables		2,481,601.63	1,341,980.40
<i>Other Current Assets</i>			
<i>Advances</i>			
Advances to Officers and Employees	7	32,136.35	3,390.37
Advances to Contractors	7	616,261.37	-
Total Advances		648,397.72	3,390.37
<i>Prepayments</i>			
Prepaid Registration	7	-	745.34
Prepaid Rent	7	4,284,932.40	4,284,932.40
Prepaid Insurance	7	271,099.17	160,382.14
Other Prepayments	7	228,064.70	497,835.56
Total Prepayments		4,784,096.27	4,943,895.44
<i>Deposits</i>			
Guaranty Deposits	7	-	41,548.93
Total Deposits		-	41,548.93
TOTAL CURRENT ASSETS		20,940,338.54	12,985,152.59

NON-CURRENT ASSETS***Property, Plant and Equipment***

Machinery and Equipment			
Office Equipment	8	495,716.00	16,500.00
<i>Acumulated Depreciation - Office Equipment</i>		70,371.69	
Net Value		<u>425,344.31</u>	<u>16,500.00</u>
ICT Equipment	8	28,036,026.83	1,850,174.40
<i>Acumulated Depreciation - ICT Equipment</i>		3,214,074.54	319,833.36
Net Value		<u>24,821,952.29</u>	<u>1,530,341.04</u>
Technical and Scientific Equipment	8	1,538,914.00	1,247,035.32
<i>Acumulated Depreciation - Technical & Scientific Equipme</i>		477,252.32	16,202.22
Net Value		<u>1,061,661.68</u>	<u>1,230,833.10</u>
<i>Total Machinery and Equipment</i>		26,308,958.28	2,777,674.14

NATIONAL PRIVACY COMMISSION
Detailed Statement of Financial Position
As of December 31, 2018 and 2017

	Note	2018		2017 Restated
Motor Vehicles	8	10,344,216.00		10,344,216.00
<i>Acumulated Depreciation - Motor Vehicles</i>		655,133.67		
Net Value		9,689,082.33		10,344,216.00
 Furnitures, Fixtures and Books	 8	 4,143,400.00		 -
<i>Deposits</i>				
Guarranty Deposits	8	3,834,288.50		3,834,288.50
TOTAL NON-CURRENT ASSETS		43,975,729.11		16,956,178.64
 TOTAL ASSETS		₱ 64,916,067.65		₱ 29,941,331.23
 LIABILITIES AND NET ASSETS / EQUITY				
LIABILITIES				
CURRENT LIABILITIES:				
<i>Financial Liabilities</i>				
Payables				
Accounts Payable	9	₱ 7,512,656.80	₱	12,552,723.11
Due to Officers and Employees	9	121,544.03		443,297.61
Total Payables		7,634,200.83		12,996,020.72
 Inter-Agency Payables				
Due to BIR	9	18,319.47		29,046.34
Due to GSIS	9	28,427.09		3,666.17
Due to PAG-IBIG	9	23,599.90		19,473.46
Due to PHILHEALTH	9	2,234.59		925.00
Due to GOCCs		905.87		
Total Inter-Agency Payables		73,486.92		53,110.97
 Trust Liabilities				
Guarranty/Security Deposits Payable	9	1,427,345.77		-
TOTAL LIABILITIES		9,135,033.52		13,049,131.69
 NET ASSETS / EQUITY				
<i>Equity</i>				
Accumulated Surplus / (Deficit)	10	55,781,034.13		16,892,199.55
TOTAL NET ASSETS/EQUITY		55,781,034.13		16,892,199.55
 TOTAL LIABILITIES AND NET ASSET/EQUITY		₱ 64,916,067.65		₱ 29,941,331.23

Certified Correct:


TEODULO C. LORENZO
Accountant III

Noted by:


BELMA G. MARTINEZ
Director IV, FAO

NATIONAL PRIVACY COMMISSION
Condensed Statement of Financial Position
As of December 31, 2018 and 2017

	Note	2018	2017 Restated
ASSETS			
Current Assets			
Cash and Cash Equivalents	4	₱ 285,500.00	₱ 205,000.00
Receivables	5	5,467,748.25	5,989,707.92
Inventories	6	9,754,596.30	1,801,609.93
Other Current Assets	7	5,432,493.99	4,947,285.81
Total Current Assets		20,940,338.54	12,943,603.66
Non-Current Assets			
Property, Plant and Equipment	8	40,141,440.61	13,121,890.14
Other Non-Current Assets	7	3,834,288.50	3,875,837.43
Total Non-Current Assets		43,975,729.11	16,997,727.57
TOTAL ASSETS		64,916,067.65	29,941,331.23
LIABILITIES AND NET ASSETS / EQUITY			
LIABILITIES			
Current Liabilities			
<i>Financial Liabilities</i>			
Payables	9	7,634,200.83	12,996,020.72
Inter-Agency Payables	9	73,486.92	53,110.97
Trust Liabilities	9	1,427,345.77	-
TOTAL LIABILITIES		9,135,033.52	13,049,131.69
NET ASSETS / EQUITY			
Accumulated Surplus / (Deficit)	10	55,781,034.13	16,892,199.55
TOTAL NET ASSETS/EQUITY		55,781,034.13	16,892,199.55

Certified Correct:


TEODULO C. LORENZO
Accountant III

Noted by:


BELMA G. MARTINEZ
Director IV, FAO

NATIONAL PRIVACY COMMISSION
Statement of Changes in Net Assets / Equity
As of December 31, 2018 and 2017

	Note	2018	2017 Restated
Accumulated Surplus / (Deficit), January 1, 2018	11	P 16,892,199.55	P 787,617.85
Changes in accounting policy			
Prior period adjustments/unrecorded income			
Other Adjustments		-	
Restated balance		16,892,199.55	787,617.85
Changes in net assets / equity for the Calendar Year 2018			
Adjustment of net revenue recognized directly in net assets/equity		(475,029.61)	(622,547.67)
Others		(620,461.03)	
Surplus for the period		39,984,325.22	16,727,129.37
Total recognized revenue and expense for the period		38,888,834.58	16,104,581.70
Other Adjustments			-
Accumulated Surplus / (Deficit), December 31, 2018		P 55,781,034.13	P 16,892,199.55

Certified Correct:


TEODULO C. LORENZO
Accountant III

Noted by:


BELMA G. MARTINEZ
Director IV - FAO

NATIONAL PRIVACY COMMISSION
Statement of Cash Flows
For the Years Ended December 31, 2018 and 2017

	Note	2018	2017 Restated
CASH FLOW FROM OPERATING ACTIVITIES:			
CASH INFLOWS :			
Receipt of Notice of Cash Allocation	11	₱ 235,182,585.62	₱ 284,162,756.35
Receipt of Notices of Cash Allocations MDS -Regular		235,140,310.36	284,154,254.23
Receipt of NCA for Trust and Other Receipts		14,000.00	
Penalties & Fines deducted from payments		28,275.26	8,502.12
Collection of Income / Revenues		3,500.00	-
Filing Fee		3,500.00	
Other Receipts		511,269.79	826,436.43
Sale of Bidding Documents		15,000.00	205,000.00
Receipt of refunds of excess cash advances		420,269.79	621,436.43
Receipt of refund of guaranty deposits		76,000.00	
TOTAL CASH INFLOWS		235,697,355.41	284,989,192.78
LESS: CASH OUTFLOWS			
Payment of Operating Expenses		126,871,702.53	57,707,843.62
Payment of Personnel Services	12	40,040,456.46	38,505,742.82
Cash payment of payables incurred in operations		29,875.70	
Payment of Maintenance and Other Operating Expenses	13	78,199,800.60	12,520,475.73
Liquidation of cash advances granted during the year		7,182,900.90	6,140,453.85
Replenishment of Petty Cash		1,418,668.87	541,171.22
Payment of Inventories		12,604,813.78	644,134.03
Purchase of inventories	6	12,604,813.78	644,134.03
Grant of Cash Advances (Unliquidated During the Year)		31,196.35	589,113.71
Granting of cash advances/petty cash fund		31,196.35	589,113.71
Prepayments		9,730,249.02	11,468,014.28
Advances to Procurement Service		6,120,730.95	5,987,421.30
Advances to Contractors		2,816,551.05	
Prepaid Rent	7		4,031,015.40
Prepaid Registration	7		745.34
Prepaid Insurance	7	338,430.30	160,382.14
Other Prepayments	7	454,536.72	1,288,450.10
Payment of Deposits		-	4,215,165.05
Payment of guaranty deposits	7	-	4,215,165.05

NATIONAL PRIVACY COMMISSION
Statement of Cash Flows
For the Years Ended December 31, 2018 and 2017

	Note	2018	2017 Restated
Payment of Prior Year's Accounts Payable		12,488,616.89	1,605,040.94
Payment of prior year's Accounts Payable		12,488,616.89	1,605,040.94
Remittance of Personnel Benefit Cont. and Mandatory Ded.		18,181,131.56	13,238,260.90
Remittance of taxes withheld covered by TRA		12,468,206.58	8,618,626.23
Remittance of GSIS/Pag-IBIG/PhilHealth		5,712,924.98	4,619,634.67
Other Disbursements		33,471.00	70,479.06
Refund of excess withheld taxes in CY2017/2018		24,212.60	70,479.06
Other Refunds of excess withheld taxes in CY2017/2018		9,258.40	
Adjustments		42,274,147.17	181,833,905.07
Payment of retirement benefits	12.4	1,187,485.00	896,801.00
Reversion of unused NCA-MDS Regular	11	41,083,162.17	180,937,104.07
Reversion of unused NCA-MDS Trust due from BTR		3,500.00	
TOTAL CASH OUTFLOWS		222,215,328.30	271,371,956.66
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		13,482,027.11	13,617,236.12
CASH FLOW FROM INVESTING ACTIVITIES:			
CASH INFLOWS :			
Receipt of proceeds from sale/disposal of PPE			-
Less: CASH OUTFLOWS			
Purchase/Construction of Property, Plant and Equip	8	13,562,027.11	13,472,236.12
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		13,562,027.11	13,472,236.12
TOTAL CASH PROVIDED BY (USED IN) OPERATING, INVESTING AND FINANCING ACTIVITIES		80,000.00	145,000.00
ADD: CASH BALANCE, JANUARY 01, 2018		205,000.00	60,000.00
CASH BALANCE, DECEMBER 31, 2018		₱ 285,000.00	₱ 205,000.00

Certified Correct:

j. I dony
TEODULO C. LORENZO
Accountant III

Noted by:

[Signature]
BELMA G. MARTINEZ
Director IV, FAO

COMPARISON OF BUDGET AND ACTUAL AMOUNT

For the Year Ended, 2018

Department Name: DEPARTMENT OF INFORMATION AND COMMUNICATIONS TECHNOLOGY
 Agency Name: NATIONAL PRIVACY COMMISSION
 Year: 2018

Particulars	ALL FUNDS		Actual Amounts on Comparable Basis	Difference Final Budget and Actual	Regular Agency Fund		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
	Budgeted Amount Original	Budgeted Amount Final			Budgeted Amount Original	Budgeted Amount Final		
RECEIPTS								
Tax Revenue	-	-	-	-	-	-	-	-
Service and Business Income	-	-	-	-	-	-	-	-
Assistance and Subsidy	159,434,508.00	159,434,508.00	139,344,413.11	20,090,094.89	159,434,508.00	159,434,508.00	139,344,413.11	20,090,094.89
Shares, Grants and Donations	-	-	-	-	-	-	-	-
Gains	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
<i>Non-Operating Income/Revenues</i>								
<i>Loan Proceeds (Domestic and Foreign Loans), BT-NG only</i>	-	-	-	-	-	-	-	-
Total Receipts	159,434,508.00	159,434,508.00	139,344,413.11	20,090,094.89	159,434,508.00	159,434,508.00	139,344,413.11	20,090,094.89
PAYMENTS								
Personnel Services	Note -	Note -	58,173,490.88	181,017.12	58,354,508.00	58,354,508.00	58,173,490.88	181,017.12
Maintenance and Other Operating Expenses	Note -	Note -	81,170,922.23	19,909,077.77	101,080,000.00	101,080,000.00	81,170,922.23	19,909,077.77
Capital Outlays	Note -	Note -	-	-	-	-	-	-
Financial Expenses	Note -	Note -	-	-	-	-	-	-
Debt Service (Principal Amortization)	Note -	Note -	-	-	-	-	-	-
Total Payments	159,434,508.00	159,434,508.00	139,344,413.11	20,090,094.89	159,434,508.00	159,434,508.00	139,344,413.11	20,090,094.89
NET RECEIPTS/PAYMENTS	-	-	-	-	-	-	-	-

Prepared by:


MONALISA G. BAUTISTA
 Budget Officer III.

Certified Correct by:


TEDDULO C. LORENZO
 Accountant III.

Noted by:


BELMA G. MARTINEZ
 Director IV, FAO

Approved by:


RAYMUND ENRIQUEZ LIBORO
 Privacy Commissioner and Chairman

**NATIONAL PRIVACY COMMISSION
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2018**

1. GENERAL INFORMATION/AGENCY PROFILE

Vision:

A world-class regulatory and enabling agency upholding the right to data privacy, ensuring personal data protection while promoting the free flow of information; committed to excellence, driven by a workforce that is highly competent, future-oriented, and ethical, towards a competitive, knowledge-based, and innovative nation.

Mission:

We shall continuously deliver services to:

1. Be the authority for relevant technology and knowledge on data privacy and protection
2. Establish a regulatory environment for data privacy and protection that ensures accountability in the processing of personal data
3. Build a culture of privacy, through people empowerment, that enables and upholds the right to privacy and supports free flow of information

Mandates:

National Privacy Commission was created by virtue of Republic Act No. 10173, known as the "Data Privacy Act of 2012" with the following mandates:

- Ensures compliance with the provisions of the Data Privacy Act of 2012;
- To receive and resolve complains. Complaint from citizens and businesses alike and mandated to look for resolutions to these complaints. NPC can initiate queries and call for investigations on matters affecting privacy;
- The NPC also has the power to issue cease and desist orders, impose a temporary or permanent ban on the processing of personal information, upon finding that the processing will be detrimental to national security and public interest. Resolve disputes between persons and personal information controllers in an efficient and transparent manner, using all the powers granted unto us as a quasi-judicial and as a regulatory body;
- NPC possesses the general authority to compel any entity whether government or any of its instrumentality to abide by its orders or take action on a matter affecting data privacy.
- Promotes a culture protective of the data privacy rights of persons;
- Provides guidance on the protection of data and data privacy to any party seeking our assistance; and

- Facilitates cross-border enforcement of data privacy laws.

Functions:

- Rulemaking. NPC shall develop, promulgate, review or amend rules and regulations for the effective implementation of the Act.
- Advisory. NPC shall be the advisory body on matters affecting protection of personal data.
- Public Education. NPC shall undertake necessary or appropriate efforts to inform and educate the public of data privacy, data protection, and fair information rights and responsibilities.
- Compliance and Monitoring. NPC shall perform compliance and monitoring functions to ensure effective implementation of the Act, its IRR, and other issuances.
- Complaints and Investigations. NPC shall adjudicate on complaints and investigations on matters affecting personal data. Provided, that in resolving any complaint or investigation, except where amicable settlement is reached by the parties, NPC shall act as a collegial body.
- Enforcement. NPC shall perform acts as may be necessary to effectively implement the Act, its IRR and other issuances, and to enforce its Orders, Resolutions or Decisions, including the imposition of administrative sanctions, fines, or penalties.
- Other functions. NPC shall exercise such other functions as may be necessary to fulfil its mandate under the Act.

2. STATEMENT OF COMPLIANCE AND BASIS FOR FINANCIAL STATEMENTS PREPARATION

Agency's financial statements have been prepared in accordance with the Philippine Public Sector Accounting Standards (PPSAS) issued by the Commission on Audit per COA Resolution No. 2014-003 dated January 24, 2014 which were harmonized with the International Public Sector Accounting Standards (IPSAS) to enhance the accountability and transparency of the financial reports and ensure comparability of financial information.

The adoption of these standards did not result in substantial changes to the agency's accounting policies and had no material effect on the amounts reported for the current or prior financial years.

The financial statements are presented in Peso, which is the functional and reporting currency of the agency and have been prepared on the basis of historical cost, unless stated otherwise. The cash flows statement is prepared using the direct method. The financial statements are prepared on an accrual basis.

Also, with the issuance of COA Circular No. 2013-002, all financial transactions are recorded in Regular Agency (RA) Books.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue Recognition

Revenue from Non-Exchange Transactions

Fees, Taxes and Fines

The Agency recognizes revenues from fees, taxes and fines when the event occurs and the asset recognition criteria are met. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognized instead of revenue. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the entity and the fair value of the asset can be measured reliably.

Revenue from Exchange Transactions

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably and it is probable that the economic benefits or service potential associated with the transaction will flow to the Agency.

Petty Cash Fund

Petty Cash Fund (PCF) account is maintained under the Imprest System. All replenishments are directly charged to the expense account.

Property, Plant and Equipment

Most of the Property, Plant and Equipment have been purchased on December 2017. The provision for Accumulated Depreciation started on CY 2018.

Financial Liabilities

Payable accounts are recognized and recorded in the books of accounts only upon acceptance of the goods/inventories/other assets and rendition of services to the agency.

Changes in Accounting Policies and Estimates

The agency recognizes the effects of changes in accounting policy retrospectively but if this application is impractical, prospective will be applied. A change in accounting estimate may affect only the current period's surplus or deficit, or the surplus or deficit of both current and future periods.

Foreign Currency Transactions

Transactions in foreign currencies were initially recognized by applying the spot exchange rate between the function currency and the foreign currency at the transaction.

Exchange differences arising (a) on the settlement of monetary items, or (b) on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements, were recognized in surplus or deficit in the period in which they arise, except as those arising on a monetary item that forms part of a reporting entity's net investment in a foreign operation.

Correction of Fundamental Errors

Fundamental errors of prior years are corrected by using the Accumulated Surplus/(Deficit) account. Errors affecting current year's operation are charged to current year's account.

Related Parties

The agency regards related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the agency, or vice versa.

Members of key management are regarded as related parties and comprise the member of the Executive Committee of the agency such as the Privacy Commissioner and two (2) Deputy Privacy Commissioners.

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) were 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.

These budget figures were those approved by the governing body both at the beginning and during the year following a period of consultation with the public.

Significant judgments and sources of estimation uncertainty

The preparation of the agency's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues,

expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

Judgment

In the process of applying the agency's accounting policies, management has made judgments, which have the most significant effect on the amounts recognized in the financial statements.

4. PRIOR PERIOD ADJUSTMENTS

Accounts affected	Dr	Cr
Cash - Treasury/Agency Deposit, Regular		205,000.00
Cash - Treasury/Agency Deposit, Trust	205,000.00	
Due from NGAs		20.50
Office Supplies Inventory	20.50	
Accumulated Surplus/(Deficit)	447,971.52	33,080.55
Subsidy from National Government		414,890.97
<i>Adjustments affecting prior period's Surplus/(Deficit)</i>		
Advances to Special Disbursing Officer		35,150.00
Advances to Officers and Employees		92,006.88
Semi-Expendable Furniture and Fixtures		800.00
Accumulated depreciation - ICT		319,833.36
Accumulated depreciation - technical & Scientific		16,202.22
Prepaid Rent	253,917.00	
Other Prepayments		790,614.54
Guaranty Deposits		339,327.62
Accounts Payable		7,258.58
Due to Officers and Employees	10,961.09	31,518.35
Salaries and Wages - Regular	11,729.08	10,961.09
Personnel Economic Relief Allowance	789.27	
Representation Allowance (RA)	2,500.00	
Transportation Allowance (TA)	2,500.00	
Honoraria	14,000.00	
Traveling Expenses - Local	99,265.46	
Semi-Expendable Furniture & Fixture Expenses	800.00	
Electricity Expenses	339,327.62	
Representation Expenses	35,150.00	
Rent/Lease Expenses		253,917.00
Subscription Expenses	790,614.54	
Depreciation-Machinery and Equipment	336,035.58	

5. CASH AND CASH EQUIVALENTS

- *Cash-Collecting Officers* account, all collections are remitted on the day collections are made.
- *Petty Cash Fund*, all accountable officers made their liquidation at the last working day of CY 2018.
- *Cash-Treasury/Agency Deposit Regular* account balance is closed to the Accumulated Surplus at the end of the year.
- *Cash-Treasury /Agency Deposit Trust* has a balance of P 285,500.00 consist of Sale of Bidding Documents.
- *Cash-MDS, Regular* account which represents NCA received for its operating requirements and credit this account upon issuance of MDS Checks/ADA and reversion of lapsed/unutilized NCA every last working day of the quarter.

6. RECEIVABLES

Consist of:

		2018		2017 Restated
Due from NGAs	P	5,431,831.85	P	5,987,400.80
Due from Officers and Employees		35,916.40		2,307.12
Total	P	5,467,748.25	P	5,989,707.92

Due from National Government Agencies (NGAs) account consists prepayments to Procurement Services – Department of Budget and Management (DBM) for the procurement of goods and services as authorized by law.

7. INVENTORIES

Consist of:

		2018		2017 Restated
Office Supplies Inventory	P	948,757.47	P	459,629.53
Other Supplies and Materials Inventory		6,324,237.20		-
Semi-Expendable ICT Equipment		346,290.40		14,310.40
Semi-Expendable Furniture and Fixtures		1,244,500.00		1,140,750.00
Semi-Expendable Office Equipment		890,811.23		186,920.00
Total	P	9,754,596.30	P	1,801,609.93

- Office Supplies Inventory are common office supplies.
- Other Supplies and Materials Inventory consist of promotional materials such as Compendium, Tool kits, Posters, button pins, umbrellas, hand sanitizers, caps and t-shirts.
- Semi-Expendable ICT Equipment account consist of one lot of various ICT accessories per PO No. 2018-10-009.
- Semi-Expendable Furniture and Fixtures account consist of filing cabinets, movable cabinets and white boards.
- Semi-Expendable Office Equipment account consists of safety lockers and bar code readers.

Office Supplies Inventory	2018			
	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 distribution				
Carrying Amount January 1, 2017	P 459,609.03	-	-	-
Addition/Acquisitions during the year	1,440,614.07	-	-	-
Expensed during the year except write-off	(926,297.63)	-	-	-
Write-down during the year	-	-	-	-
Reversal of Write-down during the year	-	-	-	-
Adjustment(s) made during the year	(25,168.00)	-	-	-
Carrying amount, December 31, 2018	P 948,757.47	-	-	-

8. OTHER CURRENT ASSETS AND OTHER NON-CURRENT ASSETS

	2018	2017 Restated
Guaranty Deposits	P 3,834,288.50	P 3,875,837.43
Prepaid Rent	4,284,932.40	4,284,932.40
Other Prepayments	228,064.70	497,835.56
Prepaid Insurance	271,099.17	160,382.14
Advances to Officers and employees	32,136.35	3,390.37
Advances to Contractors	616,261.37	-
Prepaid Registration	-	745.34
Total	P 9,266,782.49	P 8,823,123.24

Consist of:

Current and Non-Current Other Assets

Particulars	CY 2018					
		Current		Non-Current		Total
Advances to Officers and Employees	P	32,136.35	P	-	P	32,136.35
Advances to Contractors		616,261.37		-		616,261.37
Prepaid Rent		4,284,932.40		-		4,284,932.40
Prepaid Insurance		271,099.17		-		271,099.17
Other Prepayments		228,064.70		-		228,064.70
Guaranty Deposits		-		3,834,288.50		3,834,288.50
Total	P	5,432,493.99	P	3,834,288.50	P	9,266,782.49

Advances:

- Advances to Officers and Employees is composed of unliquidated advances for official local and foreign travels

Name	Date Granted	CHK# / LDDAP#	Amount	Project / Activity	Remarks
Michelle Loise Saquido	06/25/2017	9920170206	940.00	Pre-Travel Allowance to Davao City	For Refund
Francis Euston R. Acero	12/10/2018	9920180703	31,196.35	Pre-Travel Allowance to South Korea	Due for Liquidation
Total			P32,136.35		

Prepayments:

- This account is composed of Prepaid Rent of Office space at PICC; Prepaid Insurance consisting bond premiums of Accountable Disbursing Officers; and Other Prepayments consisting subscriptions of Adobe Creative Cloud All Apps and Compilation of Philippine Jurisprudence.

Guaranty Deposits:

- This account is composed of deposits to UBIX Corp. (photocopying machine) PICC (Office Rental)

Advances to Contractors:

This account is composed only of advances to RITVIT for the repairs of the leased space by the NPC.

9. PROPERTY, PLANT AND EQUIPMENT

Property, Plant and Equipment consists of:

	Land	Land Improvements	Infrastructure Assets	Furniture & Fixtures	Machinery and Equipment	TOTAL
Gross Amount, January 01, 2018	-	-	-	-	13,457,925.72	13,457,925.72
Less: Depreciation FY 2017 (Adjustment)					336,035.58	336,035.58
Carrying Amount, January 01, 2018					13,121,890.14	13,121,890.14
Additions/Acquisitions	-	-	-	4,143,400.00	26,992,863.51	31,136,263.51
Total	-	-	-	4,143,400.00	40,114,753.65	44,258,153.65
Disposals	-	-	-	-	35,916.40	35,916.40
Depreciation (As per Statement of Financial Performance)	-	-	-	-	4,080,796.64	4,080,796.64
Impairment Loss (As per Statement of Financial Performance)	-	-	-	-	-	-
Carrying Amount, December 31, 2018 (As per Statement of Financial Position)	-	-	-	<u>4,143,400.00</u>	<u>35,998,040.61</u>	<u>40,141,440.61</u>

Property, Plant and Equipment consists of:

		2018		2017 Restated
Transportation Eqpt./ Motor Vehicle	P	9,689,082.33	P	10,344,216.00
ICT Equipment		24,821,952.29		1,530,341.04
Technical and Scientific Equipment		1,061,661.68		1,230,833.10
Office Equipment		425,344.31		16,500.00
Furniture and Fixtures		4,143,400.00		-
Total	P	40,141,440.61	P	13,121,890.14

Property, Plant and Equipment are depreciated using the Straight Line Method as the basis for the provision of Accumulated Depreciation.

ICT Equipment are PCs and Laptops used by the NPC employees in the performance of their duties, ICT Active Components, Digital Forensic Laboratory, ICT Data Center and 1 lot Structured Cabling.

Technical and Scientific Equipment are composed of Multi Media Projector/screen, DSLR Cameras and peripherals, PA System, Trutouch Interactive Display.

Furniture and Fixtures have been purchased on December 2018. The provision for Accumulated Depreciation started on CY 2019.

10. FINANCIAL LIABILITIES

Consist of:

		2018		2017 Restated
Accounts Payable	P	7,512,656.80	P	12,552,723.11
Due to Officers and Employees		121,544.03		443,297.61
Due to BIR		18,319.47		29,046.34
Due to PAG-IBIG		23,599.90		19,473.46
Due to GSIS		28,427.09		3,666.17
Due to PHILHEALTH		2,234.59		925.00
Due to GOCCs		905.87		-
Guaranty/Security Deposits Payable		1,427,345.77		
Total	P	9,135,033.52	P	13,049,131.69

Accounts Payable:

- *Due and Demandable Accounts Payable* for CY 2018 amounting to P7,634,200.83 are transactions already rendered but not yet paid which are shown in the Schedule/Aging of Accounts Payable.
- *Not yet Due and Demandable Accounts Payable* for CY 2018 amounting to P11,393,737.95 are obligations incurred for which items have not yet been delivered and services not yet rendered (disclosure only)

Due to Officers and Employees

- *Due to Officers and Employees Account* for CY 2018 consists of payables due to various NPC employees, such as unpaid salaries, overtime, reimbursement for travelling and representation expenses, also shown in the Schedule / Aging of Accounts Payable.

Inter-Agency Payables:

- Due to BIR Account consists of taxes withheld from officers/employees and other entities for remittance to BIR in the following month.
- Due to GSIS Account consists of NPC employees' withheld premium payments for remittance and other payables for remittance to GSIS in the following month.

- Due to PAG-IBIG Account consists of NPC employees' withheld premium payments for remittance to PAG-IBIG in the following month.
- Due to PHILHEALTH Account consists of NPC employees' withheld premium payments for remittance to PHILHEALTH in the following month.
- Due to GOCCS Account consists of NPC COS employees' premium payments for remittance to SSS in the following month.

Trust Liabilities:

- Guaranty/Security Deposits Payable Account consist of Bid Security for the Procurement of 1 lot Automation of NPC Registration and Complaints Management System; and Retention Fee from the payment of progress billings to RITVIT Construction and Development Corporation.

11. ACCUMULATED SURPLUS / (DEFICIT)

Accumulated Surplus / (Deficit) Account consist of the cumulative results of normal and continuous operations of the agency including the prior year adjustments, effect of changes in accounting policies and other capital adjustments.

12. SUBSIDY INCOME FROM NATIONAL GOVERNMENT

For this year, Notice of Cash Allocations (NCAs) were received from the Department of Budget and Management (DBM) for payment of expenses for operational requirements and other liabilities. Details as follows:

		2018		2017
NCA (MDS-Regular Fund)	P	222,595,925.64	P	275,535,628.00
Tax Remittance Advice to BIR		12,435,782.03		8,618,626.23
Less: Reverted unutilized NCA		41,050,649.84		180,937,104.07
Total	P	193,981,057.83	P	103,217,150.16

13. PERSONNEL SERVICES

13.1 SALARIES AND WAGES – REGULAR

Consist of:

		2018		2017 Restated
Salaries and Wages	P	40,456,994.47	P	34,479,862.11

- These are the expenses incurred for payment of services rendered by NPC employees occupying regular plantilla positions.

13.2 OTHER COMPENSATION

Consist of:

		2018		2017	Restated
Other Bonuses and Allowances	P	3,317,270.00	P		3,189,294.00
Year End Bonus		3,289,807.10			3,082,323.35
Personnel Economic Relief Allowance		1,606,454.53			1,595,858.27
Representation Allowance (RA)		1,393,750.00			1,184,653.22
Transportation Allowance (TA)		653,500.00			1,051,653.23
Cash Gift		328,500.00			352,250.00
Clothing/Uniform Allowance		390,000.00			330,000.00
Overtime and Night Pay		209,508.19			259,178.78
Honoraria		-			253,500.00
Longevity Pay		-			10,000.00
Total	P	11,188,789.82	P		11,308,710.85

- These are the allowances, benefits, incentives, and bonuses granted to officials and employees who are expressly authorized by law.

13.3 PERSONNEL BENEFIT CONTRIBUTIONS

Consist of:

		2018		2017
Retirement and Life Insurance Premiums	P	4,842,059.31	P	4,141,030.43
Philhealth Contributions		374,259.42		303,612.50
Pag-ibig Contributions		90,300.00		94,591.74
Employees Compensation Insurance Premiums		81,700.00		80,400.00
Total	P	5,388,318.73	P	4,619,634.67

- This includes agency's share in premium contributions to the GSIS, HDMF, and PhilHealth.

13.4 OTHER PERSONNEL BENEFITS

Consist of:

	2018	2017
Terminal Leave Benefits	1,187,485.00	896,801.00

14. MAINTENANCE AND OTHER OPERATING EXPENSES

Consist of:

	2018	2017 Restated
Labor and Wages	P 14,190,498.60	P -
Traveling Expenses - Local	1,204,450.35	2,782,340.14
Traveling Expenses - Foreign	6,485,202.07	4,208,895.11
Training Expenses	5,392,292.53	555,753.85
Office Supplies Expenses	1,017,051.36	365,946.02
Accountable Forms Expenses	3,242.58	2,900.00
Fuel, Oil and Lubricants Expenses	679,454.87	148,564.51
Semi-Expendable Machinery & Equipment Expenses	822,969.76	194,108.00
Semi-Expendable Furniture & Fixture Expenses	1,141,945.00	8,300.00
Other Supplies and Materials Expenses	2,154,833.63	775,176.93
Water Expenses	363,855.08	102,698.02
Electricity Expenses	7,075,727.12	339,327.62
Postage & Courier Expenses	77,303.00	75,477.00
Telephone Expenses	560,665.00	410,687.13
Internet Subscription Expenses	295,641.84	10,387.26
Extraordinary and Miscellaneous Expenses	1,092,300.00	817,000.00
Auditing Services	166,694.00	-
Other Professional Services	3,076,644.58	10,371,651.11
Janitorial Services	640,759.52	34,495.58
Security Services	1,176,602.16	98,050.18
Other General Services	5,419.20	-
Repairs and Maintenance - Motor Vehicles	239,370.53	127,665.00
Repairs and Maintenance – Building and other Structures	13,513,457.72	-
Repairs and Maintenance - Asset Improvements	-	749.75
Taxes, Duties and Licenses	3,680.00	2,469.06
Insurance Expenses	227,713.27	179,165.94
Advertising Expenses	1,284,814.06	35,881.45
Printing and Publication Expenses	480,180.47	819,253.40
Representation Expenses	14,653,732.21	3,601,905.19
Transportation and Delivery Expenses	3,855.00	3,068.00
Rent/Lease Expenses	10,978,739.57	2,220,595.35
Subscription Expenses	2,692,247.85	2,911,493.20
Other Maintenance and Operating Expenses	21,280.28	15,417.72
Consultancy Services	-	3,763,584.00
Membership Dues and Contributions to Organizations	-	79,472.18
Depreciation-Machinery and Equipment	3,425,662.98	336,035.58
Depreciation-Motor Vehicle	655,133.66	-

Total	P	95,803,419.85	P	35,398,514.28
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Total MOOE recorded in the books of accounts are the cost frequently incurred by the agency such as Training, Traveling, Supplies and Materials, Utilities, Communication, Professional Services, General Services, Repairs and Maintenance, Taxes, Insurance Premiums and Other Fees, Labor and Wages, Advertising, Printing and Binding, Representation, Transportation and Delivery, Rent/Lease, Subscription, and others.

15. ALLOTMENT, OBLIGATIONS, AND BALANCES

The budget figures below are those approved by the governing body both at the beginning and during the year following a period of consultation with the public (General Appropriations Act 2018 / Republic Act 10964):

		2018		2017
Total Allotment received	P	159,434,508.00	P	207,808,150.00
Total Obligations Incurred		139,344,413.11		176,816,099.77
Balance	P	20,090,094.89	P	30,992,050.23

16. ADOPTION OF ENHANCED ELECTRONIC NATIONAL GOVERNMENT ACCOUNTING SYSTEM (eNGAS) VERSION 2.0.0

The agency adopted the Enhanced eNGAS version 2.0.0 starting June, 2015. On August 2018 concerned employees attended the training for the purpose. But due to lack of resources particularly the server and software, NPC could not fully implement the system. Thus, recorded transactions as of December 31, 2018 are still manually done.

REPORT ON THE AGEING OF CASH ADVANCES
As of December 31, 2018

Agency Name: National Privacy Commission
Agency Code:

Account Title : Advances to Officers and Employees
Account Code: 19901040

No.	Name	Particulars	Reference Check/LDDAP- ADA NO.	Date	Total Amount	Amount Due (Cash Advance)			Over 1 year	Remarks
						Less than 30 days	31 - 66-days	61 - 365 days		
Advances for Travel										
1	Local Travel									
	MICHELLE LOISE SAQUIDO	Roadshow in Davao City on July 26-28, 2017.	9920170206	7/25/2017	940.00					
Foreign Travel										
2	Foreign Travel									
	FRANCIS EUSTON R. ACERO	"6th Asia Privacy Bridge (APB) Forum 2018 Fall: Interoperable Privacy Policy and Principles organized by the Baan ICT Research Center, Yonsei University" on 10-14 December 2018 in Seoul, South Korea	9920180703	12/10/2018	31,196.35	31,196.35				Due for Liquidation
	TOTAL				32,136.35	31,196.35	0.00	0.00	940.00	

Certified Correct by:

Teodoro C. Lorenzo
TEODORO C. LORENZO
Accountant III

Approved by:

Raymund E. Liborog
RAYMUND E. LIBOROG
Privacy Commissioner and Chairman