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## STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of Procurement Service, Department of Budget and Management is responsible for all information and representations contained in the accompanying Balance Sheet as of December 31, 2012 and the related Statement of Income and Expenses and Cash Flow for the year then ended. The financial statements have been prepared in conformity with 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, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

**ALLAN RAUL M. CATALAN**  
Chief, Accounting Division

**ESTANISLAO C. GRANADOS, JR.**  
Executive Director IV

PROCUREMENT SERVICE  
Department of Budget and Management  
**COMPARATIVE BALANCE SHEET**  
As of December 31, 2012, 2011 & 2010


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	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>INCREASE (DECREASE) 2012 VS 2011</u>	<u>% INC. (DEC.)</u>
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash (Note 4)					
Cash-Collecting Officers (Sch.1.A-Tab J)	13,111,402.07	259,800,608.66	3,043,966.33	(246,689,206.59)	-94.95%
Petty Cash Fund (Sch.1.B-Tab J)	736,134.75	838,886.25	1,058,035.80	(102,751.50)	-12.25%
Payroll Fund	-	-	-	-	0.00%
Cash in Bank- LC, CA (Sch. 1.C-Tab J)	3,164,299,894.49	1,384,219,179.75	2,164,735,785.15	1,780,080,714.74	128.60%
Cash in Bank- LC, SA (Sch. 1.D-Tab J)	1,738,516.44	118,997.58	146,064,676.02	1,619,518.86	1360.97%
Cash in Bank- LC, TD (Sch.1.E-Tab J)	2,500,000,000.00	2,500,000,000.00	2,005,354,444.45	-	0.00%
Total Cash	<u>5,679,885,947.75</u>	<u>4,144,977,672.24</u>	<u>4,320,256,907.75</u>	<u>1,534,908,275.51</u>	<u>37.03%</u>
Receivables (Note 5)					
Due from Officers & Emp. (Sch.2-Tab K)	100,570.15	55,962.73	73,253.32	44,607.42	79.71%
Due from National Treasury	4,762,003.38	4,762,003.38	4,762,003.38	-	0.00%
Due from NGAs (Sch.3-Tab L)	88,450,556.14	66,955,527.81	68,278,480.89	21,495,028.33	32.10%
Due from GOCC's (Sch.4-Tab M)	33,911,397.03	3,801,101.81	5,838,145.31	30,110,295.22	792.15%
Due from LGU's (Sch.5-Tab N)	4,413,949.03	4,531,079.86	6,179,063.13	(117,130.83)	-2.59%
Due from Regl/Branch Offices(Sch.6-Tab O)	3,805,797.17	6,294,724.19	3,783,989.72	(2,488,927.02)	-39.54%
Advances to Officers & Emp. (Sch.7-Tab P)	-	1,557,203.61	2,503,197.03	(1,557,203.61)	-100.00%
Other Receivables (Sch.8-Tab Q)	2,826,571.47	1,099,294.32	871,568.54	1,727,277.15	157.13%
Total Other Receivables	<u>138,270,844.37</u>	<u>89,056,897.71</u>	<u>92,289,701.32</u>	<u>49,213,946.66</u>	<u>55.26%</u>
Inventories (Note 6)					
Merchandise Inventory (Sch.9-Tab R)	405,781,093.00	335,557,479.33	395,858,152.02	70,223,613.67	20.93%
Prepayments (Note 7)					
Prepaid Rent	7,400.00	7,400.00	7,400.00	-	0.00%
Prepaid Insurance	406,226.21	416,311.77	423,640.65	(10,085.56)	-2.42%
Deposits on Letters of Credit(Sch.10-Tab S)	91,793,162.47	1,208,938,073.12	20,496,400.00	(1,117,144,910.65)	-92.41%
Organization Costs - GEPS (Sch.11-Tab T)	7,807,044.01	7,807,044.01	211,193,188.62	0.00	0.00%
Other Prepaid Expenses	17,500.00	17,500.00	17,500.00	-	0.00%
Total Prepayments	<u>100,031,332.69</u>	<u>1,217,186,328.90</u>	<u>232,138,129.27</u>	<u>(1,117,154,996.21)</u>	<u>-91.78%</u>
Other Current Assets					
Guaranty Deposits	411,887.13	373,455.13	373,455.13	38,432.00	10.29%
<b>Total Current Assets</b>	<u>6,324,381,104.94</u>	<u>5,787,151,833.31</u>	<u>5,040,916,345.49</u>	<u>537,229,271.63</u>	<u>9.28%</u>
Property, Plant and Equipment, Net (Note 8)					
Land	19,102,162.97	19,102,162.97	19,102,162.97	-	0.00%
Office Buildings	56,029,971.89	59,416,639.76	61,480,531.71	(3,386,667.87)	-5.70%
Office Equipment	1,752,306.42	1,261,691.09	1,654,490.04	490,615.33	38.89%
Furniture & Fixtures	4,195,448.98	2,701,113.55	2,912,745.01	1,494,335.43	55.32%
IT Equipment & Software	7,778,061.73	6,287,157.69	6,895,791.90	1,490,904.04	23.71%
Library Books	20,466.35	48,413.60	64,913.73	(27,947.25)	-57.73%
Communication Equipment	144,455.49	14,897.11	14,890.83	129,558.38	869.69%
Military & Police Equipment	17,669.47	30,860.56	37,726.68	(13,191.09)	-42.74%
Other Machineries & Equipment	122,477.81	7,295.16	32,312.55	115,182.65	1578.89%
Motor Vehicles	3,736,976.36	4,887,456.48	5,782,076.09	(1,150,480.12)	-23.54%
Other Property, Plant & Equipment	218,720.48	222,585.48	235,068.48	(3,865.00)	-1.74%
Other Assets	6,472.66	-	-	6,472.66	100.00%
<b>Total Property, Plant and Equipt. (Sch.12-Tab U)</b>	<u>93,125,190.61</u>	<u>93,980,273.45</u>	<u>98,212,709.99</u>	<u>(855,082.84)</u>	<u>-0.91%</u>
<b>TOTAL ASSETS</b>	<u>6,417,506,295.55</u>	<u>5,881,132,106.76</u>	<u>5,139,129,055.48</u>	<u>536,374,188.79</u>	<u>9.12%</u>
<b>LIABILITIES AND EQUITY</b>					
<b>Liabilities</b>					
<b>Current Liabilities</b>					
Payable Accounts (Note 9)					
Accounts Payable (Sch.13-Tab V)	752,637,365.92	654,914,935.13	205,678,728.76	97,722,430.79	14.92%
Due to Officers and Employees	191,395.56	187,286.20	172,898.45	4,109.36	2.19%
Due to National Treasury	72,759,848.89	67,496,519.51	-	5,263,329.38	7.80%
Due to BIR	7,750,458.61	10,785,540.00	14,383,681.88	(3,035,081.39)	-28.14%
Due to GSIS	1,295,680.83	1,280,317.24	1,090,248.75	15,363.59	1.20%
Due to Pag-ibig	99,017.37	89,060.85	92,271.42	9,956.52	11.18%
Due to Philhealth	45,118.15	45,430.65	36,955.65	(312.50)	-0.69%
Due to Other NGAs (Sch. 14-Tab W)	4,902,483,953.01	4,582,967,584.48	4,136,659,869.56	319,516,368.53	6.97%
Due to Other GOCCs(Sch15-Tab X)	75,335,016.20	53,706,671.65	32,655,873.00	21,628,344.55	40.27%

PROCUREMENT SERVICE  
 Department of Budget and Management  
**COMPARATIVE BALANCE SHEET**  
 As of December 31, 2012, 2011 & 2010

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>INCREASE (DECREASE) 2012 VS 2011</u>	<u>% INC. (DEC.)</u>
Due to Reg'l/Branch Offices	6,630.60	6,545.40	2,045.40	85.20	1.30%
Due to Other Funds	453,487.37	453,487.37	947,489.80	0.00	0.00%
Perce/Bidders/Bail Bonds Pay(Sch 17-Tab Z)	50,144,875.74	43,570,151.46	40,553,747.84	6,574,724.28	15.09%
Other Payables (Sch. 18 -Tab AA)	88,213,156.63	76,272,048.61	96,600,949.82	11,941,108.02	15.66%
<b>Total Current Liabilities</b>	<u>5,996,119,689.78</u>	<u>5,531,308,697.93</u>	<u>4,578,075,238.86</u>	<u>464,810,991.85</u>	<u>8.40%</u>
<b>Equity (Note 10)</b>					
Government Equity	421,386,605.77	349,823,408.83	561,053,816.62	71,563,196.94	20.46%
<b>TOTAL LIABILITIES AND EQUITY</b>	<u>6,417,506,295.55</u>	<u>5,881,132,106.76</u>	<u>5,139,129,055.48</u>	<u>536,374,188.79</u>	<u>9.12%</u>


**CERTIFIED CORRECT:**

  
**ALLAN RAUL M. CATALAN**  
 Chief, Accounting Division

**PROCUREMENT SERVICE**  
**Department of Budget and Management**  
**COMPARATIVE STATEMENT OF GOVERNMENT EQUITY**  
**As of December 31, 2012, 2011 & 2010**

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Accumulated Earnings of Prior Years	349,823,408.83	561,053,816.62	334,267,507.02
Add (Deduct) Current Year			
Net Income	97,993,240.26	44,453,150.43	30,125,469.40
Interest Income *			46,880,226.96
Adjustment of Prior Years			
Restoration(Closing) of Organization Cost	-	(203,386,144.61)	203,386,144.61
Expenses of PhilGEPS charged to Prior Income	(18,110,490.46)	-	-
Remittance of Interest Income	-	(73,755,238.77)	(33,638,368.91)
Losses due to Typhoon Ondoy	-	-	(5,025,218.26)
Other Adjustments	(8,319,552.86)	21,457,825.16	(14,941,944.20)
Sub-total	<u>71,563,196.94</u>	<u>(211,230,407.79)</u>	<u>226,786,309.60</u>
Total	<u>421,386,605.77</u>	<u>349,823,408.83</u>	<u>561,053,816.62</u>

CERTIFIED CORRECT:

  
**ALLAN RAUL M. CATALAN**  
 Chief, Accounting Division

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**PROCUREMENT SERVICE**  
 Department of Budget and Management  
**COMPARATIVE INCOME STATEMENTS**  
 For The Year Ended December 31, 2012, 2011 & 2010

2010  
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	<u>2012</u>	<u>2011</u>	<u>2010</u>
Sales Revenue (Note 11)	4,424,858,589.38	2,762,540,298.80	2,498,025,960.03
Less: Sales Returns	2,691,093.27	1,290,679.68	1,908,565.16
Net Sales (Sch. 23-Tab AF)	<u>4,422,167,496.11</u>	<u>2,761,249,619.12</u>	<u>2,496,117,394.87</u>
Less: Cost of Sales			
Inventory	335,557,479.33	395,858,152.02	364,110,581.36
Less: Adjustments	7,190,277.19	4,978,119.59	45,895,225.42
Adjusted Inventory	328,367,202.14	390,880,032.43	318,215,355.94
Add: Purchases	4,268,133,576.05	2,543,055,923.41	2,434,706,018.39
Freight In	22,644,091.01	13,546,731.02	10,092,106.92
Total Cost of Goods Available	4,619,144,869.20	2,947,482,686.86	2,763,013,481.25
Less: Inventory, Dec. 31 (Sch. 9 Tab R)	405,781,093.00	335,557,479.33	395,858,152.02
Total Cost of Sales	<u>4,213,363,776.20</u>	<u>2,611,925,207.53</u>	<u>2,367,155,329.23</u>
Net Mark-Up	208,803,719.91	149,324,411.59	128,962,065.64
Other Service Income			
Total Income	<u>208,803,719.91</u>	<u>149,324,411.59</u>	<u>128,962,065.64</u>
Less: Expenses (Note 12)			
Personal Services: (Sch. 24-Tab AG)			
Salaries & Wages - Contractual	37,660,240.46	34,079,658.96	33,992,782.44
Personnel Economic Relief Allow.	3,547,818.18	3,502,090.91	3,884,545.46
Additional Compensation	-	-	-
Representation Allowance	572,600.00	790,600.00	878,403.23
Transportation Allowance	398,000.00	506,000.00	576,800.00
Clothing & Uniform Allowance	745,000.00	584,000.00	650,000.00
Productivity Incentive Allowance	294,000.00	334,000.00	341,000.00
Other Bonuses & Allowances	6,520,022.55	5,899,721.40	5,163,504.55
Longevity Pay	105,000.00	60,000.00	50,000.00
Overtime & Night Pay	1,021,123.72	699,381.37	566,581.06
Cash Gift	740,000.00	725,125.00	808,500.00
Year End Bonus	3,277,120.50	2,948,314.50	2,980,626.50
Life & Retirement Insurance Cont.	4,540,093.20	4,123,732.02	4,087,308.30
Pag-Ibig Contributions	177,500.00	175,000.00	194,550.00
PhilHealth Contributions	412,100.00	381,700.00	395,625.00
ECC Contributions	177,433.53	173,473.46	174,119.67
Retirement Benefits- Civilian	2,684,275.00	-	-
Terminal Leave Benefits	413,543.55	174,211.79	105,727.23
Other Personnel Benefits	3,551,074.04	4,373,245.83	8,078,876.07
Sub-Total Personal Services	<u>66,836,944.73</u>	<u>59,530,255.24</u>	<u>62,928,949.51</u>
Maintenance & Other Oper. Expenses: (Sch. 25-Tab AH)			
Travel Expenses-Local	888,878.18	1,492,754.08	1,696,798.78
Travel Expenses-Foreign	-	1,500.00	6,380.00
Training Expenses	942,655.50	691,978.15	103,392.20
Office Supplies Expense	4,189,235.80	3,266,854.52	2,644,224.95
Gasoline, Oil & Lubricants Expense	2,793,472.91	2,601,795.16	2,037,703.96
Water Expenses	1,750,973.74	1,170,401.46	937,122.87
Electricity Expenses	4,829,750.61	4,215,993.08	4,913,739.04
Postage & Deliveries	84,458.33	90,992.51	88,647.46
Telephone Expense - Landline	955,369.62	1,006,966.87	1,284,845.80
Telephone Expense - Mobile	592,663.44	705,312.37	705,344.42
Internet Expense	619,422.91	976,972.20	657,663.38
Advertising Expenses	612,732.35	468,308.80	812,425.55
Printing & Binding Expense	3,340.00	19,056.72	24,376.22
Rent Expenses	38,432.00	-	24,000.00
Representation Expenses	1,446,690.52	1,750,923.25	2,236,129.52
Subscription Expenses	33,262.00	43,043.00	83,390.75
Legal Services	5,975.00	6,255.00	4,344.00
Consultancy Services	640,000.00	650,000.00	480,000.00
General Services -Job Order	15,037,729.98	15,828,872.23	14,902,954.46

**PROCUREMENT SERVICE**  
**Department of Budget and Management**  
**COMPARATIVE INCOME STATEMENTS**  
**For The Year Ended December 31, 2012, 2011 & 2010**

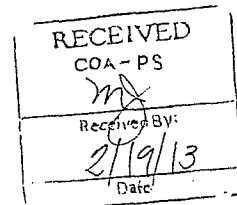
	<u>2012</u>	<u>2011</u>	<u>2010</u>
Janitorial Services	1,806,662.92	1,651,925.92	1,738,930.89
Security Services	6,228,879.22	5,237,783.70	4,867,271.11
Other Professional Expenses	-	-	1,400.00
R & M - Office Buildings	433,596.70	1,323,585.71	921,169.73
R & M - Office Equipment	40,584.60	38,848.20	109,353.91
R & M - Furniture & Fixtures	2,079.75	2,540.00	2,965.60
R & M - IT Equipment & Software	168,688.96	73,924.75	95,841.25
R & M - Communication Equipment	-	-	4,200.00
R & M -Other Machinery & Eqt.	-	57,560.00	-
R & M - Motor Vehicles	1,670,839.00	1,809,163.03	1,407,828.37
Donations	-	2,302,132.83	3,043,624.43
Extraordinary Expenses	50,000.04	50,001.03	65,364.05
Miscellaneous Expenses	73,482.82	805,745.29	529,356.97
Taxes, Duties & Licenses	197,140.45	140,877.69	201,388.81
Fidelity Bond Premiums	217,821.81	220,329.48	152,363.88
Insurance	717,177.60	734,817.01	560,999.79
Dep'n Exp. - Office Buildings	3,117,212.22	2,303,754.72	3,110,260.68
Dep'n Expense - Office Equipmt	327,769.10	385,204.26	436,661.22
Dep'n Expense - Furnitures & Fixtures	357,011.88	320,601.33	332,539.10
Dep'n Expense - IT Equipment	1,803,188.50	2,033,644.54	2,314,314.64
Dep'n Expense - Library Books	10,024.78	16,500.13	17,580.16
Dep'n Expense - Communication Eqmt.	11,541.62	10,232.79	26,153.72
Dep'n - Military & Police Eqmt.	5,130.00	6,866.12	6,866.12
Dep'n-Other Machinery & Equipment	19,028.08	25,017.39	33,356.52
Dep'n - Motor Vehicles	1,226,484.02	1,255,251.56	1,442,167.68
Dep'n-Other Property, Plant & Eqmt.	42,010.13	12,483.00	38,685.00
Loss of Assets	5,998,606.75	2,156,226.07	859,178.03
Other Maintenance & Operating Expense:	3,770,950.63	1,824,416.28	1,212,314.46
Bank Charges	8,725.75	6,329.60	4,976.36
Sub-Total Maint. & Other Oper. Exp.	<u>63,769,680.22</u>	<u>59,793,741.83</u>	<u>57,180,595.84</u>
Total Expenses	<u>130,606,624.95</u>	<u>119,323,997.07</u>	<u>120,109,545.35</u>
Net Income before Other Income	<u>78,197,094.96</u>	<u>30,000,414.52</u>	<u>8,852,520.29</u>
Add: Other Income			
Income from Fines and Penalties	6,214,531.24	2,452,972.83	4,436,881.90
Other Business Income	1,332,128.52	1,757,669.08	9,396,146.62
Interest Income	-	-	46,880,226.96
Miscellaneous Income	13,756.18	128,209.27	3,010.15
Income from Grants & Donations	184,985.90	208,084.73	197,559.65
Gain/Loss on Sale of Disposed Assets	(48,054.17)	-	-
Clearance & Certification Fees	10,794,320.00	9,905,800.00	7,217,750.00
Seminar Fees	1,304,477.63	-	21,600.00
Gain/Loss on Foreign Exchange	-	-	0.79
Total Other Income	<u>19,796,145.30</u>	<u>14,452,735.91</u>	<u>68,153,176.07</u>
NET INCOME (Note 13)	<u>97,993,240.26</u>	<u>44,453,150.43</u>	<u>77,005,696.36</u>

**CERTIFIED CORRECT:**



**ALLAN RAUL M. CATALAN**  
**Chief, Accounting Division**

**PROCUREMENT SERVICE**  
**Department of Budget and Management**  
**COMPARATIVE STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2012, 2011 & 2010**



	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Cash Balance, January 01</b>	<b>4,144,977,672.24</b>	<b>4,320,256,907.75</b>	<b>3,271,987,343.64</b>
<b>Cash Inflows:</b>			
Receipts from customers - agencies	4,716,346,243.37	3,280,266,616.58	3,744,301,514.76
Collection of tax w/held from suppliers and employees	152,153,151.32	117,549,662.66	125,202,173.05
Collection of retention fees and COOP dues	180,194,818.89	137,692,017.58	175,571,454.48
Collection of interest income	72,759,848.89	25,044,685.09	46,880,226.96
Receipt of bid bond deposits and bid documents	92,117,386.33	74,827,871.00	72,394,385.99
Collection of premium: GSIS, Pag-ibig, PHIC	10,562,629.22	8,071,578.94	6,693,209.68
Collection of fines & penalties	14,894,926.54	3,052,053.56	5,588,518.86
Collection from seminars/certification fees - GEPS	11,625,257.64	13,354,510.00	8,956,485.76
Collection of GPPB-TSO Information Dissemination	-	-	787,000.00
Collection from Other Funds - Bid Docs/Eligibility	4,454,490.90	2,703,200.00	-
Collection of other income	37,251.00	124,994.10	1,148,686.84
Receipt of Receivable from World Bank	-	948,931.10	-
Receipt of refund of cash advances	2,889,195.99	1,902,954.88	3,065,543.86
Cancellation of Letter of Credits	1,574,149.50	20,410,000.00	140,677,019.60
Prior Year Adjustment	936.00	484,177.49	21,336,695.64
<b>Total Cash Inflows</b>	<b>5,259,610,285.59</b>	<b>3,686,433,252.98</b>	<b>4,352,602,915.48</b>
<b>Cash Outflows:</b>			
Payments of Accounts Payable	2,621,760,860.23	2,079,879,598.69	2,591,302,575.67
Freight-In	18,145,006.91	10,835,117.16	10,210,328.44
Guaranty Deposits	38,432.00	-	-
Payments for lease contracts	-	-	3,486,141.00
Opening of Letters of Credit	411,977,936.78	1,208,938,073.12	172,756,071.43
Remittance of withholding taxes	168,668,878.73	122,215,728.44	158,911,448.64
Payment of retention fees & coop dues	177,870,454.84	161,270,577.83	145,926,193.26
Payment of Expenses - Product Information Seminars	-	-	310,605.86
Payment of Expenses - charged to Bid Docs/Eligibility	2,422,058.48	3,573,991.79	-
Cash payment of operating expenses	115,183,130.59	103,852,973.05	106,933,156.41
Remittance of Int. Income to Bureau of Treasury	67,496,519.51	73,755,238.77	33,638,368.91
Refund of trust liabilities / bid security	84,221,176.87	71,809,867.38	50,315,399.73
Remittance of GSIS / Pag-ibig / PHIC	10,537,621.61	8,612,710.67	6,450,642.44
Granting of cash advances	12,675,737.20	7,224,242.12	14,236,762.49
Refund of fines and penalties	987,775.25	1,697,736.87	1,151,676.56
Tax refund to employees	306,027.42	779,260.02	600,442.11
Prior Year Adjustment	26,198,086.62	5,517,821.81	7,100,863.16
<b>Total Cash Outflows:</b>	<b>3,718,489,703.04</b>	<b>3,859,962,937.72</b>	<b>3,303,330,676.11</b>
<b>Cash Provided by Operating Activities</b>	<b>1,541,120,582.55</b>	<b>(173,529,684.74)</b>	<b>1,049,272,239.37</b>
<b>Cash Flow from Investing Activities</b>			
Cash purchase of Property, Plant & Equipment	6,212,307.04	1,749,550.77	1,002,675.26
Development costs for GEPS Project			
Payment for constructions of buildings			
<b>Cash Provided by Investing Activities</b>	<b>(6,212,307.04)</b>	<b>(1,749,550.77)</b>	<b>(1,002,675.26)</b>
<b>Net Cash Flow</b>	<b>1,534,908,275.51</b>	<b>(175,279,235.51)</b>	<b>1,048,269,564.11</b>
<b>Cash Balance, December 31</b>	<b>5,679,885,947.75</b>	<b>4,144,977,672.24</b>	<b>4,320,256,907.75</b>

CERTIFIED CORRECT:


  
**ALLAN RAUL M. CATALAN**  
 Chief, Accounting Division

PROCUREMENT SERVICE  
Department of Budget and Management  
**COMPARATIVE CONDENSED BALANCE SHEET**  
As of December 31, 2012, 2011 & 2009

RECEIVED COA - PS <i>mx</i> Received By:  2/7/13 Date
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<u>ASSETS</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>INCREASE (DECREASE) 2011 VS 2010</u>	<u>% INC. (DEC.)</u>
<b>Current Assets</b>					
Cash (Note 4)	5,679,885,947.75	4,144,977,672.24	4,320,256,907.75	1,534,908,275.51	37.03%
Receivables (Note 5)	138,270,844.37	89,056,897.71	92,289,701.32	49,213,946.66	55.26%
Inventories (Note 6)	405,781,093.00	335,557,479.33	395,858,152.02	70,223,613.67	20.93%
Prepayments (Note 7)	100,031,332.69	1,217,186,328.90	232,138,129.27	(1,117,154,996.21)	-91.78%
Other Current Assets	411,887.13	373,455.13	373,455.13	38,432.00	10.29%
<b>Total Current Assets</b>	<b>6,324,381,104.94</b>	<b>5,787,151,833.31</b>	<b>5,040,916,345.49</b>	<b>537,229,271.63</b>	<b>9.28%</b>
<b>Property, Plant and Equipment, Net (Note 8)</b>					
Land	19,102,162.97	19,102,162.97	19,102,162.97	-	0.00%
Office Buildings	56,029,971.89	59,416,639.76	61,480,531.71	(3,386,667.87)	-5.70%
Office Equipment	1,752,306.42	1,261,691.09	1,654,490.04	490,615.33	38.89%
Furniture & Fixtures	4,195,448.98	2,701,113.55	2,912,745.01	1,494,335.43	55.32%
IT Equipment & Software	7,778,061.73	6,287,157.69	6,895,791.90	1,490,904.04	23.71%
Library Books	20,466.35	48,413.60	64,913.73	(27,947.25)	-57.73%
Communication Equipment	144,455.49	14,897.11	14,890.83	129,558.38	869.69%
Military & Police Equipment	17,669.47	30,860.56	37,726.58	(13,191.09)	-42.74%
Other Machinery & Equipment	122,477.81	7,295.16	32,312.55	115,182.65	1578.89%
Motor Vehicles	3,736,976.36	4,887,456.48	5,782,076.09	(1,150,480.12)	-23.54%
Other Property, Plant & Equipment	218,720.48	222,585.48	235,068.48	(3,865.00)	-1.74%
Other Assets	6,472.66			6,472.66	100.00%
<b>Total Property, Plant and Equipmt.</b>	<b>93,125,190.61</b>	<b>93,980,273.45</b>	<b>98,212,709.99</b>	<b>(855,082.84)</b>	<b>-0.91%</b>
<b>TOTAL ASSETS</b>	<b>6,417,506,295.55</b>	<b>5,881,132,106.76</b>	<b>5,139,129,055.48</b>	<b>536,374,188.79</b>	<b>9.12%</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Liabilities</b>					
<b>Current Liabilities</b>					
Payable Accounts (Note 9)					
Accounts Payable (Sch.13-Tab V)	752,637,365.92	654,914,935.13	205,678,728.76	97,722,430.79	14.92%
Due to Officers and Employees	191,395.56	187,286.20	172,898.45	4,109.36	2.19%
Due to National Treasury	72,759,848.89	67,496,519.51	-	5,263,329.38	7.80%
Due to BIR	7,750,458.61	10,785,540.00	14,383,681.88	(3,035,081.39)	-28.14%
Due to GSIS	1,295,680.83	1,280,317.24	1,090,248.75	15,363.59	1.20%
Due to Pag-ibig	99,017.37	89,060.85	92,271.42	9,956.52	11.18%
Due to Philhealth	45,118.15	45,430.65	36,955.65	(312.50)	-0.69%
Due to Other NGAs (Sch. 14-Tab W)	4,902,483,953.01	4,582,967,584.48	4,135,659,869.56	319,516,368.53	6.97%
Due to Other GOCCs(Sch15-Tab X)	75,335,016.20	53,706,671.65	32,655,873.00	21,628,344.55	40.27%
Due to LGUs (Sch 16-Tab Y)	44,703,684.90	39,533,119.38	50,200,478.53	5,170,565.52	13.08%
Due to Reg'l/Branch Offices	6,630.60	6,545.40	2,045.40	85.20	1.30%
Due to Other Funds	453,487.37	453,487.37	947,489.80	0.00	0.00%
Performance/Bidders/Bail Bonds Payable (Sch 17-Tab Z)	50,144,875.74	43,570,151.46	40,553,747.84	6,574,724.28	15.09%
Other Payables (Sch. 18 -Tab AA)	88,213,156.63	76,272,048.61	96,600,949.82	11,941,108.02	15.66%
<b>Total Liabilities</b>	<b>5,996,119,689.78</b>	<b>5,531,308,697.93</b>	<b>4,578,075,238.86</b>	<b>464,810,991.85</b>	<b>8.40%</b>
<b>Equity (Note 10)</b>					
Government Equity	421,386,605.77	349,823,408.83	561,053,816.62	71,563,196.94	20.46%
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>6,417,506,295.55</b>	<b>5,881,132,106.76</b>	<b>5,139,129,055.48</b>	<b>536,374,188.79</b>	<b>9.12%</b>

**CERTIFIED CORRECT:**

  
**ALLAN RAUL M. CATALAN**  
Chief, Accounting Division



**PROCUREMENT SERVICE**  
**Department of Budget and Management**  
**COMPARATIVE CONDENSED INCOME STATEMENTS**  
For The Year Ended December 31, 2012, 2011 & 2010

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Net Sales (Note 11)	4,422,167,496.11	2,761,249,619.12	2,496,117,394.87
Less: Cost of Sales	4,213,363,776.20	2,611,925,207.53	2,367,155,329.23
Net Mark-Up	208,803,719.91	149,324,411.59	128,962,065.64
Other Service Income			
Total Income	<u>208,803,719.91</u>	<u>149,324,411.59</u>	<u>128,962,065.64</u>
Less: Expenses (Note 12)			
Personal Services	66,836,944.73	59,530,255.24	62,928,949.51
Maint. & Other Oper. Expenses	63,769,680.22	59,793,741.83	57,180,595.84
Total Expenses	<u>130,606,624.95</u>	<u>119,323,997.07</u>	<u>120,109,545.35</u>
Net Income before Other Income	<u>78,197,094.96</u>	<u>30,000,414.52</u>	<u>8,852,520.29</u>
Add: Other Income			
Income from Fines and Penalties	6,214,531.24	2,452,972.83	4,436,881.90
Other Business Inc.-Bid Forms	1,332,128.52	1,757,669.08	9,396,146.62
Interest Income	-	-	46,880,226.96
Miscellaneous Income	13,756.18	128,209.27	3,010.15
Income from Grants & Donations	184,985.90	208,084.73	197,559.65
Gain/Loss on Sale of Disposed Assets	(48,054.17)	-	-
Clearance & Certification Fees	10,794,320.00	9,905,800.00	7,217,750.00
Seminar Fees	1,304,477.63	-	21,600.00
Gain/Loss on Foreign Exchange	-	-	0.79
Total Other Income	<u>19,796,145.30</u>	<u>14,452,735.91</u>	<u>68,153,176.07</u>
NET INCOME (Note 13)	<u>97,993,240.26</u>	<u>44,453,150.43</u>	<u>77,005,696.36</u>

**CERTIFIED CORRECT:**

  
**ALLAN RAUL M. CATALAN**  
Chief, Accounting Division

