



Republic of the Philippines
COMMISSION ON AUDIT
Regional Office No. IX
Zamboanga City

ANNUAL AUDIT REPORT

ON THE

**WESTERN MINDANAO STATE
UNIVERSITY**

For the Year Ended December 31, 2024



REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT
REGIONAL OFFICE NO. IX
Cabatangan Hills, Zamboanga City

June 23, 2025

MA. CARLA A. OCHOTORENA, RN, Ph.D.
University President
Western Mindanao State University
Baliwasan, Zamboanga City

Dr. Ochotorena,

We are pleased to transmit the Annual Audit Report on the accounts and operations of the Western Mindanao State University (WMSU), Zamboanga City, for the calendar year 2024 pursuant to Section 2, Article IX-D of the Philippine Constitution and pertinent provisions of Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines.

The audit was made to ascertain the propriety of financial transactions, compliance of the Agency to the prescribed laws and regulations and the fairness of presentation of the financial statements (FS), recommend agency opportunities and determine the extent of implementation of prior years' audit recommendations. Furthermore, the audit was conducted in accordance with the International Standards of Supreme Audit Institutions. We believe that the audit provides a reasonable basis for our opinion.

We rendered a qualified opinion on the fairness of presentation of the FS for the year then ended.

The details of the Audit Observations are discussed in Part II and the Status of Implementation of Prior Years' Audit Recommendations is discussed in Part III of this Report.

We request that the recommended remedial measures be immediately implemented and we will appreciate being informed of the action(s) taken thereon by submitting the duly accomplished Agency Action Plan and Status of Implementation form within sixty (60) days from receipt hereof.

We express our appreciation for the valuable support and cooperation extended by the officials and staff of the WMSU.

Very truly yours,


ATTY. DAVID OLIVER C. KONG
OIC-Director IV
Regional Director

Copy Furnished:

1. President of the Philippines
Malacañang Palace, Manila
2. Vice President of the Republic of the Philippines
11F, Robinsons Cybergate Plaza, EDSA cor. Pioneer St.,
Mandaluyong, 1550, Metro Manila
3. President of the Senate
GSIS Building, Financial Center, PICC Complex, Pasay City
4. Speaker of the House of Representative
Batasang Pambansa Building, Quezon City
5. Chairperson-Senate Finance Committee
GSIS Building, Financial Center, PICC Complex, Pasay City
6. Chairperson – Appropriations Committee
Batasang Pambansa Building, Quezon City
7. Secretary, Department of Budget and Management
General Solano St., San Miguel, Manila
8. Presidential Management Staff
Office of the President
Malacañang Palace, Manila
9. The Honorable Chair and Members, Board of Regents
10. Commission on Higher Education
Higher Education Development Center Building,
C.P. Garcia Ave., Diliman, Quezon City, Philippines
11. National Library (softcopy)
12. University of the Philippines Law Center (softcopy)
13. COA Commission Central Library (softcopy)

AGENCY ACTION PLAN AND STATUS OF IMPLEMENTATION
Audit Observations and Recommendations
For the Calendar Year 2024
As of _____

Ref.	Audit Observations	Audit Recommendations	Agency Action Plan				Action Plan	Person/Office Responsible	Implementation Date		Status of Implementation	Reason for Partial/ Delay/ Non-implementation , if applicable	Action Taken on to be Taken/Action Taken
			Target	From	To								

Agency Sign-off:

Date:

Name, Position and Signature of Agency Head

Status of Implementation may be either (a) Implemented, or (b) Not Implemented

EXECUTIVE SUMMARY

Introduction

The Western Mindanao State University (WMSU) was created under Presidential Decree (PD) No. 1427 on June 10, 1978. Its status has been greatly strengthened with the approval of Republic Act (RA) No. 8292 on June 6, 1997, which provides for the uniform composition and powers of the governing board of State Universities and Colleges and places them under the supervision of the Commission on Higher Education (CHED).

For 2024, WMSU has a total manpower complement of 1,541, consisting of 839 regular faculty and administration personnel, 383 visiting lecturers, 10 casual employees, 269 personnel under Contract of Service, six contractual personnel, and 34 personnel under Job Order status, signifying a decrease of 24 personnel compared with the previous year's total of 1,565.

Audit Objective

The objective of the audit is to (a) ascertain the fairness of presentation of the financial statements (FS); (b) ascertain the propriety of financial transactions and compliance with prescribed rules and regulations; (c) recommend agency improvement opportunities; and (d) determine the extent of implementation of prior years' audit recommendations.

Audit Methodology

The Commission has been implementing a risk-based audit in the conduct of its audit services. However, to meet the evolving developments in public governance and fund management, a results-based approach in audit was incorporated.

Scope of Audit

An audit was conducted on the accounts and operations of WMSU for 2024. The audit consisted of a review of operating procedures, evaluation of the University's programs and projects, interviews with concerned University's officials and employees, verification, reconciliation, confirmation, inspection, and analysis of accounts, and such other procedures considered necessary. On a test basis, the audit also included a review of the propriety of disbursements and other financial transactions.

Financial Highlights

The financial position and results of operations of WMSU as of December 31, 2024, with comparative figures for the calendar year (CY) 2023, are summarized as follows:

Particulars	CY 2024 (P)	CY 2023 (P)	Increase/ (Decrease) (P)	Percentage
FINANCIAL POSITION				
Assets	934,456,084.14	904,720,588.32	29,735,495.82	3.29
Liabilities	342,850,618.83	338,117,555.27	4,733,063.56	1.40
Equity	591,605,465.31	566,603,033.05	25,002,432.26	4.41
RESULTS OF OPERATIONS				

Particulars	CY 2024 (P)	CY 2023 (P)	Increase/ (Decrease) (P)	Percentage
Revenue and Subsidy				
Service and Business Income	215,920,280.38	181,576,138.84	34,344,141.54	18.91
Non-Operating Income	555,472.63	0	555,472.63	N/A
Net Financial Assistance/Subsidy	883,529,841.42	789,523,509.70	94,006,331.72	11.91
Sub-total	1,100,005,594.43	971,099,648.54	128,905,945.89	13.28
Expenses				
Personnel Services	770,352,800.26	689,433,075.94	80,919,724.32	11.74
Maintenance and Other Operating Expenses	237,595,114.03	250,894,717.08	(13,299,603.05)	(5.30)
Direct Cost	7,431,556.73	4,276,502.73	3,155,054.00	73.78
Financial Expenses	0	2,367.00	(2,367.00)	(100.00)
Non-Cash Expenses	36,074,578.46	35,182,486.73	892,091.73	2.54
Sub-total	1,051,454,049.48	979,789,149.48	71,664,900.00	7.31
Net Surplus/ (Deficit)	48,551,544.95	(8,689,500.94)	57,241,045.89	658.74

Independent Auditor's Report on the FS

We rendered a qualified opinion on the fairness of the presentation of the FS of WMSU for the year then ended, taking exception to the effects of the following:

1. The Cash in Bank-Local Currency Current Account of the University as of December 31, 2024, is understated by a net amount of ₱64.686 million due to the inclusion of unidentified items totaling ₱64,313.93, non-adjustment of stale checks totaling ₱6.865 million, non-recording of Debit Memoranda totaling ₱2.965 million, and deposits or Credit Memoranda amounting to ₱60.850 million, with corresponding misstatements in other affected accounts, especially the Due to National Government Agencies (NGAs) account for the unrecorded Credit Memoranda for funds transferred from other NGAs;
2. The Accounts Receivable of the University with a net carrying amount of ₱49.235 million as of December 31, 2024, is overstated by a net amount of ₱46.778 million due to error in the recording of collections pertaining to the receipt of funds from the CHED amounting to ₱16.893 million and misclassification of the balance of the receivables from the Department of Budget and Management for the Free Higher Education (FHE) Program amounting to ₱63.671 million. Likewise, the accuracy of the reported balance of the Accounts Receivable is also affected by: a) the non-recording of collections of tuition and other school fees from the Graduate School and College of Law students for the first semester of School Year (SY) 2023-2024; and b) the non-accrual of the tuition and other school fees from Graduate and College of Law students for the second semester of SY 2023-2024 and the first semester of SY 2024-2025, with the corresponding amounts yet to be determined;
3. The net understatement in the Subsidy from National Government account of ₱35.348 million, due to errors in: a) the timing of recording Tax Remittance Advices for the months of December 2023 and December 2024 resulting in a net overstatement of ₱1.643 million; b) recording amount recovered from a contractor for electricity

consumption resulting in an overstatement of ₱22,325.80; and c) deducting the amount payable to the Special Trust Fund for the FHE program of ₱37.012 million from the balance of the account pending receipt of Notice of Cash Allocation;

4. The Property, Plant and Equipment (PPE) account is overstated by a net amount of ₱400,384.44 due to: a) the non-application of the prescribed change in Estimated Residual Value (ERV) from 10 per cent to five per cent of the cost of PPE relative to fully depreciated PPE items, which resulted in the understatement of the Accumulated Depreciation accounts by ₱0.792 million, and b) the carrying amounts of two PPE items were lower than the ERV by ₱391,732.53. In addition, the accuracy of the reported balance of the PPE account cannot be ascertained due to the recording of acquisitions upon processing of payments rather than when items were accepted based on the Inspection and Acceptance Reports (IARs) and the non-conduct of the physical count;
5. The accuracy of the Inventory accounts of the University, with a total carrying amount of ₱13.813 million as of December 31, 2024, cannot be ascertained due to: a) the non-recording of issuances of inventory items for the year 2024; b) the recording of acquisitions upon processing of payments rather than when items were accepted based on the IARs; and c) the non-conduct of the physical count;
6. The accuracy and existence of the balance of the Due from NGAs account, as reported by the University, amounting to ₱9.769 million cannot be ascertained due to errors and deficiencies totaling ₱9.997 million;
7. The accuracy of the balance of the Other Payables account amounting to ₱65.430 million cannot be ascertained due to the inclusion of negative balances amounting to ₱1.747 million, and amounts erroneously charged against the Other Payables account, and unsubstantiated balances amounting to ₱22.861 million; and
8. The accuracy and validity of the balance of the Due to NGAs account, as reported by the University as of December 31, 2024 amounting to ₱151.128 million, cannot be ascertained due to the inadequacy of subsidiary records maintained to monitor the funds from various Source Agencies.

Significant Audit Observations and Recommendations

In addition to the above-noted deficiencies, below are the significant audit observations and recommendations noted in the course of the audit:

1. The University settled the final payments on infrastructure projects totaling ₱64.565 million to contractors during CY 2024 despite the non-submission of the as-built plans for the completed projects.

We recommended that Management ensure that the: a) Physical Plant and Engineering Services (PPES) send correspondence to the contractors of the projects enumerated in Tables 37 and 38 in Part II of the Annual Audit Report to require the latter to submit the as-built plans for the completed projects within 15 days from receipt of the correspondence; b) PPES forward the submitted documents to the Accounting Section; c) Accounting Section submit the documents to the COA Office upon submission by the PPES; d) PPES and the Technical Inspection Committee incorporate the assessment of the adequacy and completeness of the as-built plans/drawings submitted by the contractors on the completed projects in their Memorandum to the University President relative to the assessment of the completed

works and processing of the final payment; and e) Accounting Section refrain from processing final payments on infrastructure projects unless the supporting documents, including the as-built plans, are attached thereto.

2. The reliability of the Advances for Payroll, Advances to Special Disbursing Officer and Advances to Officers and Employees account, with total carrying amounts of ₱446,214.00, ₱0.799 million and ₱1.937 million, respectively, cannot be ascertained due to the dormant balances and outstanding advances which remained unliquidated totaling ₱2.483 million.

We recommended that Management ensure the liquidation of the outstanding advances as of December 31, 2024 totaling ₱2.483 million pursuant to Section 89 of PD No. 1445 and Section 5.8 of COA Circular No. 97-002, dated February 10, 1997, through the following initiatives to be performed by the Accounting Section: a) Issuance of demand letters directly addressed to the concerned officers and employees with unliquidated advances, with each demand letter containing at a minimum, the following information: the date of Issuance; a reference number of demand letter; details of the outstanding unliquidated cash advance (e.g. date granted, amount, purpose, disbursement voucher no., etc.); a statement indicating non-compliance due to non-liquidation within allowable period; the number of days allotted to the concerned officer and employee to liquidate their cash advance/s from the date of receipt of demand letter; the applicable sanctions for non-compliance with the demand to liquidate within the prescribed period; and reference to relevant rules and regulations; b) Preparation of necessary documentation in cases where demand letters cannot be issued, including records of efforts exerted to determine the unavailability of contact information; and c) Initiate the request for the write-off of dormant accounts subject to the rules and regulations provided in COA Circular No. 2016-005 dated December 19, 2016.

Moving forward, we further recommended that Management enhance the existing office procedures to facilitate the liquidation of cash advances and proper disclosure in the FS through the following: a) Include in the Work Instructions of the Accounting Staff who prepares the report on the unliquidated cash advances to submit the report to the University Accountant on a monthly basis; b) Include in the Work Instructions of the University Accountant to: (i) Prepare and issue demand letters directly addressed to the officers and employees with cash advances due for liquidation on a quarterly basis, based on the unliquidated cash advances report submitted by the Accounting Staff; (ii) Coordinate with other offices to determine the addresses and contact numbers of officers and employees with unliquidated cash advances, such as the Human Resource Management Office, Heads and Directors of offices and Deans of the Colleges; and (iii) Ensure that the demand letters are duly received by the concerned officer and employee with complete details, such as complete name, signature, and date of receipt; and c) The University Accountant to disclose the information that substantially affects the Advances account of the University in the Notes to FS for CY 2025, including the claims from Special Disbursing Officer for a total amount of ₱332,986.36.

3. The non-adherence by the University to various provisions of COA Circular No. 2020-006 dated January 31, 2020 relative to the One-Time Cleansing of PPE account balances resulted in deficiencies and delays in the implementation of the procedures as prescribed therein.

We recommended that Management: a) issue an Office Order/Memorandum to reconstitute the Inventory Committee for the purpose of the conduct of one-time cleansing of PPE account balances; and b) specify the assignments or duties of the

Inventory Committee members and the period for the conduct and completion of the physical inventory in the Physical Inventory Plan.

We also recommended that Management ensure that prior to the conduct of the actual inventory by the Inventory Committee, the: a) Property Management Office (PMO) obtain the latest Report on the Physical Count of PPE (RPCPPE) or, in the absence of the same, require each office to submit a list of existing PPE; b) Accounting Section update its record of acquisition/disposal/transfer of PPEs in the PPE Ledger Cards (PPELC) and ensure that the balances therein tally with the balances of the controlling PPE accounts in the General Ledger (GL); and c) PMO and Accounting Section compare the latest report on the RPCPPE/Inventory with the PPELCs.

We further recommended that Management ensure that the Inventory Committee: a) complete the physical inventory in three months or less, with members of the Inventory Committee temporarily relieved of all their regular duties to devote their full time to the conduct of the physical inventory taking until it is completed; b) adopt the uniform property identification system for PPE wherein a unique Property Number shall be assigned for each PPE item, as prescribed in Paragraph 5.6 of the Circular, in which the first four digits will represent the year of purchase, the next two digits correspond to the PPE sub-major account group, followed by two digits for the GL account number, the next four digits represent the serial number, and the final two digits correspond to the location or office; c) use the prescribed format under Paragraph 5.7 of the Circular for the new Property Stickers to contain the Property Number, description of the property, model number, serial number, acquisition date and cost, person accountable, and a space for the validation and signature of the Inventory Committee; d) properly fill out the columns for the new Property Number assigned and the quantity per physical count in the Inventory Count Form (ICF); e) identify whether there are PPEs found at station but not included in the inventory working papers and indicate the same in the Remarks column of the ICF; and f) adhere to the guidelines per Paragraphs 6.2.10 and 6.2.13 of the Circular on the preparation and submission of the RPCPPE.

Summary of Total Suspensions, Disallowances and Charges as of Year-End

The reported audit suspensions, disallowances and charges of WMSU as of December 31, 2024 were as follows:

Report	Beginning Balance (As of 1/1/2024) (P)	This period January 1 to December 31, 2024		Ending Balance (As of 12/31/2024) (P)
		NS/ND/NC (P)	NSSDC (P)	
Notice of Suspension	1,782,477.61	618,108.87	0	2,400,586.48
Notice of Disallowance	2,331,733.04	0	6,924.95	2,324,808.09
Notice of Charge	2,332,260.97	0	1,275,187.96	1,057,073.01

Status of Implementation of Prior Years' Audit Recommendations

Of the total 70 audit recommendations in prior years' Annual Audit Reports, 18 were implemented, and 52 were not implemented.

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PART I – AUDITED FINANCIAL STATEMENTS



REPUBLIC OF THE PHILIPPINES
COMMISSION ON AUDIT
REGIONAL OFFICE NO. IX
Cabatangan Hills, Zamboanga City

INDEPENDENT AUDITOR'S REPORT

Dr. ETHEL AGNES P. VALENZUELA
Chair-Designate, Board of Regents
Western Mindanao State University
Baliwasan, Zamboanga City

Dr. MA. CARLA A. OCHOTORENA, RN
University President
Western Mindanao State University
Baliwasan, Zamboanga City

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements (FS) of the Western Mindanao State University (WMSU), which comprise the statement of financial position as of December 31, 2024, and the statement of financial performance, statement of changes in net assets/equity, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the *Bases for Qualified Opinion* section of our report, the accompanying FS present fairly in all material respects, the financial position of WMSU as of December 31, 2024, and its financial performance, its cash flows, and its statement of comparison of budget and actual amounts for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS).

Bases for Qualified Opinion

The reported balances as of December 31, 2024 of Assets, Liabilities and Net Assets/Equity amounting to ₱934.456 million, ₱342.851 million and ₱591.605 million, respectively, contain various accounting errors/omissions, and accounting deficiencies in the keeping of accounts. In view of the material impact of such misstatements and deficiencies on the reported account balances, the accuracy, completeness and existence of the said accounts could not be relied upon, thus affecting the fair presentation of the FS. These are discussed in detail in Part II of this report and are summarized as follows:

1. The Cash in Bank-Local Currency Current Account of the University as of December 31, 2024, is understated by a net amount of ₱64.686 million due to the inclusion of unidentified items totaling ₱64,313.93, non-adjustment of stale checks totaling ₱6.865 million, non-recording of Debit Memoranda totaling ₱2.965 million and deposits or Credit Memoranda amounting to ₱60.850 million with corresponding misstatements in other affected accounts, especially the Due to National Government Agencies (NGAs) account for the unrecorded Credit Memoranda for funds transferred from other NGAs;
2. The Accounts Receivable of the University with a net carrying amount of ₱49.235 million as of December 31, 2024, is overstated by a net amount of ₱46.778 million due to error in the recording of collections pertaining to the receipt of funds from the Commission on Higher Education amounting to ₱16.893 million and misclassification of the balance of the receivables from the Department of Budget and Management for the Free Higher

receivables from the Department of Budget and Management for the Free Higher Education (FHE) Program amounting to ₱63.671 million. Likewise, the accuracy of the reported balance of the Accounts Receivable is also affected by: a) the non-recording of collections of tuition and other school fees from the Graduate School and College of Law students for the first semester of School Year (SY) 2023-2024; and b) the non-accrual of the tuition and other school fees from Graduate and College of Law students for the second semester of SY 2023-2024 and the first semester of SY 2024-2025, with the corresponding amounts yet to be determined;

3. The net understatement in the Subsidy from National Government account of ₱35.348 million due to errors in: a) the timing of recording of the Tax Remittance Advices for the months of December 2023 and December 2024 resulting in a net overstatement of ₱1.643 million; b) recording amount recovered from a contractor for electricity consumption resulting in an overstatement of ₱22,325.80; and c) deducting the amount payable to the Special Trust Fund for the FHE program of ₱37.012 million from the balance of the account pending receipt of Notice of Cash Allocation;
4. The Property, Plant and Equipment (PPE) accounts is overstated by a net amount of ₱400,384.44 due to: a) the non-application of the prescribed change in Estimated Residual Value (ERV) from 10 per cent to five per cent of the cost of PPE relative to fully depreciated PPE items, which resulted in the understatement of the Accumulated Depreciation accounts by ₱0.792 million, and b) the carrying amounts of two PPE items were lower than the ERV by ₱391,732.53. In addition, the accuracy of the reported balance of the PPE account cannot be ascertained due to the recording of acquisitions upon processing of payments rather than when items were accepted based on the Inspection and Acceptance Reports (IARs) and the non-conduct of the physical count;
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6. The accuracy and existence of the balance of the Due from NGAs account, as reported by the University, amounting to ₱9.769 million cannot be ascertained due to errors and deficiencies totaling ₱9.997 million;
7. The accuracy of the balance of the Other Payables account amounting to ₱65.430 million cannot be ascertained due to the inclusion of negative balances amounting to ₱1.747 million and amounts erroneously charged against the Other Payables account and unsubstantiated balances amounting to ₱22.861 million; and
8. The accuracy and validity of the balance of the Due to NGAs account as reported by the University as of December 31, 2024 amounting to ₱151.128 million cannot be ascertained due to the inadequacy of subsidiary records maintained to monitor the funds from various Source Agencies.

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the FS* section of our report. We are independent of the agency in accordance with the ethical requirements that are relevant to our audit of the FS, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Key Audit Matters

Except for the matter described in the Bases for Qualified Opinion section, we have determined that there are no other key audit matters to communicate in our report.

Responsibilities of Management and Those Charged with Governance for the FS

Management is responsible for the preparation and fair presentation of the FS in accordance with the IPSAS, and for such internal control as Management determines is necessary to enable the preparation of FS that are free from material misstatements, whether due to fraud or error.

Those charged with governance are responsible for overseeing the agency's financial reporting process.

Auditor's Responsibilities for the Audit of the FS

Our objectives are to obtain reasonable assurance about whether the FS as a whole are free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken in the basis of these FS.

As part of an audit in accordance with ISSAIs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the FS, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure, and content of the FS, including the disclosures and whether the FS represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit observations, including any significant deficiencies in internal control that we identify during the audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and we communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

COMMISSION ON AUDIT



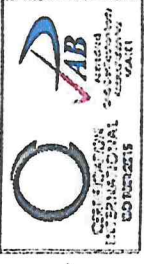
ARMAN H. ASNAWI
State Auditor IV
OIC-Supervising Auditor

COA Regional Office No. IX, Cabaatangan, Zamboanga City

May 8, 2025



Republic of the Philippines
WESTERN MINDANAO STATE UNIVERSITY
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Annex G

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **Western Mindanao State University (WMSU)** is responsible for all information and representations contained in the accompanying Statement of Financial Position as at **December 31, 2024** and the related Statement of Financial Performance, Statement of Cash Flows, Statement of Comparison of Budget and Actual Amounts, Statement of Changes in Net Assets/Equity and the Notes to Financial Statements for the year then ended. The financial statements have been prepared in conformity with the International 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, 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.


ROSALIE T. ARCILLAS, CPA, MBA

Director for Finance

Date Signed: February 19, 2025


MA. CARLA A. OHOTORENA, RN., Ph.D.

President

Date Signed: February 19, 2025

WESTERN MINDANAO STATE UNIVERSITY
STATEMENT OF FINANCIAL POSITION
As of December 31, 2024

ALL FUNDS

With Comparative Figures for CY 2023

ASSETS	Note	2024	2023
Current Assets			
Cash and Cash Equivalents	4	P 243,563,207.09	P 315,316,758.22
Receivables	5	62,501,371.06	14,873,617.09
Inventories	6	13,813,481.73	8,346,826.62
Other Current Assets	7	10,088,688.98	18,442,919.96
Total Current Assets		P 329,966,748.86	P 356,980,121.89
Non - Current Assets			
Property, Plant and Equipment	8	P 580,667,272.06	P 529,210,403.21
Biological Assets	9	726,000.00	726,000.00
Intangible Assets	10	5,292,000.00	0
Other Non-Current Assets	11	17,804,063.22	17,804,063.22
Total Non-Current Assets		P 604,489,335.28	P 547,740,466.43
Total Assets		P 934,456,084.14	P 904,720,588.32
LIABILITIES			
Current Liabilities			
Financial Liabilities	12	P 98,457,248.54	P 68,260,496.13
Inter-Agency Payables	13	162,167,990.07	190,938,560.09
Trust Liabilities	14	16,796,550.76	15,493,261.92
Other Payables	15	65,428,829.46	63,425,237.13
Total Current Liabilities		P 342,850,618.83	P 338,117,555.27
NET ASSETS/EQUITY			
Accumulated Surplus/(Deficit)		P 591,605,465.31	P 566,603,033.05
Total Liabilities and Net Assets/Equity		P 934,456,084.14	P 904,720,588.32

See accompanying Notes to Financial Statements

WESTERN MINDANAO STATE UNIVERSITY
STATEMENT OF FINANCIAL PERFORMANCE
For the Year Ended December 31, 2024
ALL FUNDS
With Comparative Figures for CY 2023

	Note	2024	2023
Revenue			
Service and Business Income	16	₱ 215,920,280.38	₱ 181,576,138.84
Less: Current Operating Expenses			
Personnel Services	17	₱ 770,352,800.26	₱ 689,433,075.94
Maintenance and Other Operating Expenses	18	237,595,114.03	250,894,717.08
Financial Expenses	19	0	2,367.00
Direct Cost	16	7,431,556.73	4,276,502.73
Non-Cash Expenses	20	36,074,578.46	35,182,486.73
Total Current Operating Expenses		₱ 1,051,454,049.48	₱ 979,789,149.48
Surplus/(Deficit) from Current Operations		₱ (835,533,769.10)	₱ (798,213,010.64)
Net Financial Assistance/Subsidy	21	₱ 883,529,841.42	₱ 789,523,509.70
Non-Operating Income		555,472.63	0
Surplus/(Deficit) for the period		₱ 48,551,544.95	₱ (8,689,500.94)

See accompanying Notes to Financial Statements

WESTERN MINDANAO STATE UNIVERSITY
STATEMENT OF CHANGES IN NET ASSETS/EQUITY
For the Year Ended December 31, 2024
ALL FUNDS
With Comparative Figures for CY 2023

	<u>Note</u>	2024	2023
Balance at January 1		P 566,603,033.05	P 577,529,233.77
Add:(Deduct):			
Prior Period Adjustments / Unrecorded Income and Expenses	38	(23,549,112.69)	(2,236,699.78)
Restated balance		P 543,053,920.36	P 575,292,533.99
Changes in Net Assets/Equity from the Calendar Year:			
Surplus (Deficit) for the period		P 48,551,544.95	P (8,689,500.94)
Total Recognized Revenue and Expenses for the Period		P 48,551,544.95	P (8,689,500.94)
Balance as of December 31		P 591,605,465.31	P 566,603,033.05

See accompanying Notes to Financial Statements

WESTERN MINDANAO STATE UNIVERSITY
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2024
All Funds

With Comparative Figures for CY 2023

	<u>Note</u>	2024	2023
Cash Flows From Operating Activities	22		
Cash Inflows			
Receipt of Notice of Cash Allocation	22	₱ 937,615,814.00	₱ 865,464,245.00
Collection of Income/Revenues	22	95,080,246.72	79,017,892.31
Collection of Receivables	22	74,343,759.24	5,664.00
Receipt of Inter-Agency Fund Transfers	22	72,623,678.00	238,436,843.33
Other Receipts	22	45,243,854.42	44,123,986.15
Adjustments	22	4,948,424.45	3,890,861.44
Total Cash Inflows	22	₱ 1,229,855,776.83	₱ 1,230,939,492.23
Cash Outflows			
Remittance to National Treasury	23	₱ 269,850.79	₱ 96,980,735.01
Payment of Expenses	24	722,063,527.40	782,825,830.09
Purchase of Inventories	25	7,002,165.22	1,411,083.00
Grant of Cash Advances	26	45,336,983.57	35,587,205.53
Prepayments	27	4,025,146.84	167,771.79
Refund of Deposits	28	4,974,979.89	927,566.82
Payment of Accounts Payable	29	128,162,973.19	92,781,300.45
Remittance of Personnel Benefit	30	300,096,391.78	46,963,209.69
Contributions and Mandatory Deductions	31	67,081,448.25	194,557,844.30
Release of Inter-Agency Fund Transfers	32	158,893.68	1,810,971.02
Other Disbursements	33	629.26	18,332,668.61
Reversal of Unutilized NCA	34	4,050.00	41,272.48
Adjustments			
Total Cash Outflows		₱ 1,279,177,039.87	₱ 1,272,387,458.79
Net Cash Provided by (Used in) Operating Activities	35	₱ (49,321,263.04)	₱ (41,447,966.56)
Cash Flows from Investing Activities			
Cash Inflows			
Total Cash Inflows		₱ 0	₱ 0
Cash Outflows			
Purchase/Construction of Property, Plant and Equipment	36	₱ 22,432,288.09	₱ 82,221,839.53
Total Cash Outflows		₱ 22,432,288.09	₱ 82,221,839.53
Net Cash Provided by (Used in) Investing Activities		₱ (22,432,288.09)	₱ (82,221,839.53)
Cash Flows From Financing Activities			
Cash Inflows			
Total Cash Inflows		₱ 0	₱ 0
Cash Outflows			
Total Cash Outflows		₱ 0	₱ 0

	<u>Note</u>	2024	2023
Net Cash Provided by (Used in) Financing Activities			
		P	P
		0	0
Increase (Decrease) in Cash and Cash Equivalents		P	P
		(71,753,551.13)	(123,669,806.09)
Cash and Cash Equivalents, Beginning Balance		P	P
		315,316,758.22	438,986,564.31
Cash and Cash Equivalents, Ending Balance		P	P
		243,563,207.09	315,316,758.22

See accompanying Notes to Financial Statements

WESTERN MINDANAO STATE UNIVERSITY
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT
ALL FUND
For the Year Ended December 31, 2024
(In pesos)

Particulars	Note	Budgeted Amount		Actual Amount on Comparable Basis	Difference Final Budget and Actual
		Original	Final		

RECEIPTS

37

Tax Revenue	P	0	P	0	P	0
Services and Business Income		273,855,022.84		284,834,958.84		117,385,318.33
Assistance and Subsidy		0		0		0
Shares, Grants and Donations		0		0		0
Gains		0		0		0
Other Non-operating Income		0		0		0
Other Non-operating Receipts		0		0		0
Loan Proceeds		0		0		0
Refund of Petty Cash and Advances		0		0		0
Others		0		0		0
Total Receipts	P	273,855,022.84	P	284,834,958.84	P	117,385,318.33

PAYMENTS

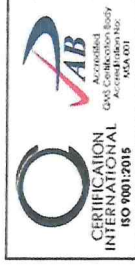
Personnel Services	P	806,372,038.00	P	774,505,007.00	P	7,143,081.16
Maintenance and Other Operating Expenses		458,813,271.84		441,455,915.64		60,692,603.39
Capital Outlay		193,143,713.00		82,513,812.83		28,256,665.26
Financial Expenses		0		0		0
Other Disbursements		0		0		0
Loan Repayment		0		0		0
Remittance to National Treasury		0		0		0
Debt Service (Principal Amortization)		0		0		0
Total Receipts	P	1,458,329,022.84	P	1,298,474,735.47	P	96,092,349.81

NET RECEIPTS/PAYMENTS

	P	(1,184,474,000.00)	P	(1,013,639,776.63)	P	21,292,968.52
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Republic of the Philippines
WESTERN MINDANAO STATE UNIVERSITY
Normal Road, Baliwasan, Zamboanga City 7000
Tel. No. 991 – 1771, Fax No. (062) 992 – 4238



NOTES TO FINANCIAL STATEMENTS For the year ended December 31, 2024

1. GENERAL INFORMATION/AGENCY PROFILE

The Financial Statements (FS) of Western Mindanao State University (WMSU) were authorized for issue on February 19, 2025 as shown in the Statement of Management Responsibility for Financial Statements signed by Dr. Ma. Carla A. Ochotorena, President.

The WMSU was established as a secondary school in 1904 and eventually evolved as the Zamboanga Normal School in 1918. It was converted to Zamboanga State College under Republic Act (RA) 5492 in 1969 and in June 1978 under Presidential Decree (PD) 1427, it was elevated to WMSU.

The mandate of WMSU is to serve as a flagship educational institution and increase the access to quality education to a wider number of people in a more pluralistic social, economic and cultural setting. It further advances the philosophy that education remains to be the most potent tool for change in the process of socio-economic development and shall serve as a lead institution in the promotion of the same.

In the fulfillment of its educational mandate, the WMSU is tasked with performing a four-pronged function in evolving a genuine educational framework relevant to social needs and standards: instruction, research, extension, and production or resource generation.

Instruction. The University offers curricular programs that suit the needs of the diverse sectors of society with a focus on the development potentials of industries. Currently, there are 15 Colleges with two Integrated Laboratory Schools and 14 External Campuses.

Research. The University's research function is anchored on the Commission on Higher Education's (CHED's) long-term development plan which provides that "Research in priority areas shall be pursued not only for improving educational programs but also for advancing inventions and technologies." Research continues to set the base for knowledge acquisition and application in rational decision-making and problem solving.

Extension. The primary goal of extension is to reach out to people and communities who normally cannot avail themselves of the services of the formal educational system. It largely involves the formulation and administration of diversified technical, educational, and community development services that are mostly concentrated in depressed areas.

Production/ Resource Generation. The performance of the University's production function complements the concern of developing and utilizing the maximum potential of both its human and capital resources. It basically rests on the enhancement of the output potential of units to provide a sustainable source of income to finance its many educational and social concerns. This is to aid in unburdening the government of the bloating costs of subsidies in the operations of state-run Colleges and Universities.

WMSU's registered office is located at Normal Road, Baliwasan, Zamboanga City.

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The FS of the University have been prepared in accordance with and comply with the International Public Sector Accounting Standards (IPSAS) issued by the Commission on Audit (COA) per COA Resolution No. 2014-003 dated January 24, 2014.

The FS have been prepared on the basis of historical cost, unless stated otherwise. Moreover, the Statement of Cash flows is prepared using the direct method. These financial statements and notes are presented in Philippine Pesos and all values are presented in absolute amounts.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Accounting

The FS are prepared on accrual basis in accordance with the IPSAS. These are presented by fund, categorized as General Fund (GF), Special Trust fund (STF) and Income Generating Projects (IGP).

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 assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets, as appropriate.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognized on the trade date, i.e., the date that the University commits to purchase or sell the asset.

The Agency's financial assets include cash and receivables.

Subsequent Measurement

The subsequent measurement of financial assets depends on their classification.

Loans and 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 the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

Derecognition

The University derecognizes a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when:

- The rights to receive cash flows from the asset have expired or is waived; and
- The University has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party, and either: a) the University has transferred substantially all risks and rewards of the asset; or b) the University has neither transferred nor retained substantially all risks and rewards of the asset but has transferred control of the asset.

Impairment of Financial Assets

The University assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (an incurred "loss" event) and that loss event has an impact on the estimated future cash flows of the financial assets can be reliably estimated.

Evidence of impairment may include the following indicators:

- The debtors or a group of debtors are experiencing significant financial difficulty;
- Default or delinquency in interest or principal payments;
- The probability that debtors will enter bankruptcy or other financial reorganization; and
- Observable data indicates a measurable decrease in estimated future cash flows (e.g. changes in arrears or economic conditions that correlate with defaults).

Financial Assets Carried at Amortized Cost

For financial assets carried at amortized cost, the University first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. If the University determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be, recognized are not included in a collective assessment of impairment.

Impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, excluding future expected credit losses that have not yet been incurred. The present value of the estimated future cash flows is discounted at the financial asset's original effective interest rate.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognized in surplus or deficit. The allowance account is adjusted for any increase or decrease in the estimated impairment loss in the subsequent year after the impairment is recognized. If a write-off is later recovered, the recovery is credited to finance costs in surplus or deficit.

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

All financial liabilities are recognized initially at fair value. The University's financial liabilities include accounts payable, inter-agency payables, intra-agency payables, deferred credits and other payables.

Subsequent Measurement

The subsequent measurement of financial liabilities depends on their classification.

Financial liabilities at fair value through surplus or deficit

Financial liabilities at fair value through surplus or deficit include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through surplus or deficit.

Derecognition

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

When an existing liability is replaced by another from the same creditor on substantially different terms, or the terms of an existing liability are substantially modified, such as exchange or modification, is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in surplus or deficit.

3.3 Cash and Cash Equivalents

Cash and cash equivalents comprise of cash on hand and cash in bank. For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short-term deposits, net of outstanding bank overdrafts.

3.4 Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions, the cost of the inventory is its fair value at the date of acquisition. The cost of ending inventory of office supplies and materials, and other inventory items are computed using the weighted average cost method.

After initial recognition, inventory is measured at the lower of cost of net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Net realizable value is the estimated selling price in the ordinary course of operations, less estimated costs of completion and estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operation of the University.

3.5 Property, Plant and Equipment (PPE)

Recognition

An item is recognized as 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 will flow to the entity; and
- The cost or fair value of the item can be measured reliably.

Measurement at Recognition

An item recognized as PPE is measured at cost.

A PPE acquired through a 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 costs are its fair value at recognition date.

Cost includes the following:

- Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates; and
- 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 PPE are stated at cost less accumulated depreciation and impairment losses.

When significant parts of PPE are required to be replaced at intervals, the University 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 repairs and maintenance costs are recognized as expense in surplus or deficit as incurred.

Depreciation

Each part of an item of the PPE 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.

Estimated Useful Life

The University uses the Schedule of Estimated Useful Life of PPE by classification prepared by the Commission on Audit (COA).

The University 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 to its recoverable service amount if the asset's carrying amount is greater than its estimated recoverable service amount.

Derecognition

The University derecognizes items of the PPE and/ or any significant part of an asset upon disposal or when no future economic benefits or service potential are expected from its continuing use. Gains or losses arising from derecognition, 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.

3.6 Leases

WMSU as a Lessor

Operating Lease

Leases in which the University does not transfer substantially all the risk and benefits of ownership of an asset are classified as operating leases.

Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognized over the lease term.

Rent received from an operating lease is recognized as income on a straight-line basis over the lease term. Contingent rents are recognized as revenue in the period in which they are earned.

The depreciation policy for PPE is applied to similar assets leased by the entity.

WMSU as a Lessee

Operating Lease

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the University. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

3.7 Intangible Assets

Recognition and Measurement

Intangible assets are recognized when the items are identifiable non-monetary assets without physical substance; it is probable that the expected future economic benefits or service potential attributable to the assets will flow to the entity; and the cost or fair value of the assets can be measured reliably.

Intangible assets acquired separately are initially recognized at cost. If payment for an intangible asset is deferred beyond normal credit terms, its cost is the cash price equivalent. The difference between this amount and the total payments is recognized as interest expense over the period of credit unless it is capitalized in accordance with the capitalization treatment permitted in IPSAS 5, Borrowing Costs.

Subsequent Expenditure on an Acquired In-process Research and Development Project

Subsequent expenditure on an in-process research or development project acquired separately and recognized as an intangible asset is:

- Recognized as an expense when incurred if it is research expenditure;
- Recognized as an expense when incurred if it is development expenditure that does not satisfy the criteria for recognition as an intangible asset; and
- Added to the carrying amount of the acquired in-process research or development project if it is development expenditure that satisfies the recognition criteria for intangible assets.

Intangible Assets Acquired through Non-Exchange Transactions

The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date they are acquired.

Internally Generated Intangible Assets

Internally generated intangible assets, excluding capitalized development costs, are not capitalized, and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred.

Recognition of an Expense

Expenditure on an intangible item is recognized as an expense when it is incurred unless it forms part of the cost of an intangible asset that meets the recognition criteria of an intangible asset.

Subsequent Measurement

The useful life of intangible assets is assessed as either finite or indefinite. Intangible assets with a finite life are amortized over their useful life. The straight-line method is adopted in the amortization of the expected pattern of consumption of the expected future economic benefits or service potential.

An intangible asset with an indefinite useful life is not be amortized.

Intangible assets with an indefinite useful life or an intangible asset not yet available for use are assessed for impairment whenever there is an indication that the asset may be impaired.

Research and Development Costs

The University expenses research costs as incurred. Development costs on an individual project were recognized as intangible assets when the University can demonstrate:

- The technical feasibility of completing the asset so that the asset will be available for use or sale;
- Its intention to complete and its ability to use or sell the asset;
- How the asset will generate future economic benefits or service potential;
- The availability of resources to complete the asset; and
- The ability to measure reliably the expenditure during development.

3.8 Provisions

Provisions are recognized when the University has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the University expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Provisions were reviewed at each reporting date, and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation, the provisions are reversed.

Contingent Liabilities

The University does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

Contingent Assets

The University does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the University in the notes to the financial statements.

Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

3.9 Changes in Accounting Policies and Estimates

The effects of changes in accounting policy are recognized retrospectively. However, if retrospective applications are not practicable, these are recognized prospectively.

The effects of changes in accounting estimates are recognized prospectively by including them in surplus or deficit.

Material prior period errors are corrected retrospectively in the first set of FS authorized for issue after discovery by:

- Restating the comparative amounts for prior periods presented in which the error occurred; or
- If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities, and net assets/ equity for the earliest prior period presented.

3.10 Revenue from Non-Exchange Transactions

Recognition and Measurement of Assets from Non-Exchange Transactions

An inflow of resources from a non-exchange transaction, other than services in kind that meet the definition of an asset are recognized if the following criteria are met:

- It is probable that the future economic benefit or service potential associated with the asset will flow to the University; and
- The fair value of the asset can be measured reliably.

An asset acquired through a non-exchange transaction is initially measured at its fair value at the date of acquisition.

Recognition Revenue from Non-Exchange Transactions

Inflow of resources from a non-exchange transaction recognized as an asset is recognized as revenue, except to the extent that a liability is also recognized in respect of the same inflow.

As the University satisfies a present obligation recognized as a liability in respect of an inflow of resources from a non-exchange transaction recognized as an asset, it reduces the carrying amount of the liability recognized and recognize an amount of revenue equal to that reduction.

Measurement of Revenue from Non-Exchange Transactions

Revenue from non-exchange transactions is measured at the amount of the increase in net assets recognized by the entity, unless a corresponding liability is recognized.

Measurement of Liabilities on Initial Recognition from Non-Exchange Transactions

The amount recognized as a liability in a non-exchange transaction is the best estimate of the amount required to settle the present obligation at the reporting date.

Gifts and Donations

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

Goods in-kind are recognized as assets when the goods are received, or there is a binding arrangement to receive the goods. If goods in-kind are received without conditions attached, revenue is recognized immediately. If conditions are attached, a liability is recognized, which is reduced and revenue recognized as the conditions are satisfied.

On initial recognition, gifts and donations, including goods in-kind, are 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 is ascertained by reference to quoted prices in an active and liquid market.

Transfers

The University recognizes an asset in respect of transfers when the transferred resources meet the definition of an asset and satisfy the criteria for recognition as an asset, except those arising from services in-kind.

Transfers from Other Government Agencies

Revenues from non-exchange transactions with other government entities and the related assets are measured at fair value and recognized upon obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the University and can be measured reliably.

3.11 Revenue from Exchange Transactions

Revenue from exchange transactions is measured at the fair value of the consideration received or receivable.

Rendering of Services

The University recognizes revenue from tuition and other school fees of students on a semestral basis as authorized by the Board of Regents (BOR). Revenue from tuition fees is recorded on accrual basis while all other school fees are recorded on a cash basis.

Sale of goods

Revenue from the sale of goods from the Garment Shoppe, University Press and Food Service, are 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 University.

Rental Income

Rental income arising from operating leases on properties is accounted for on a straight-line basis over the lease terms and included in revenue.

3.12 Budget Information

The budget for the GF was approved by legislative action on December 20, 2023, through the General Appropriations Act (GAA) RA No. 11975. The budget for the STF and IGP was approved by the WMSU BOR on December 16, 2022 per BOR Resolution No. 141, s. 2022, and subsequently revised on February 22, 2023 per BOR Resolution No. 29, s. 2023.

The annual budget of the University, as reflected in the Program of Receipts and Expenditures (PRE), is prepared on an accrual basis. All projected income and expenditures for the calendar year are presented based on the determined needs of the colleges and administrative units relative to priority programs and projects set by oversight government agencies and the BOR.

A separate Statement of Comparison of Budget and Actual Amounts (SCBAA) was prepared since the budget and the financial statements were not prepared on a comparable basis. The SCBAA was presented, showing the original and final budget and the actual amounts on a comparable basis to the budget. Explanatory comments are provided in the notes to the annual financial statements.

3.13 Impairment of Non-Financial Assets

Impairment of Cash-Generating Assets

At each reporting date, the University assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the University estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

Where the carrying amount of an asset or the cash-generating unit (CGU) exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

For assets, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such an indication exists, the University estimates the asset's or cash-generating unit's recoverable amount.

A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would

have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in surplus or deficit.

Impairment of Non-Cash-Generating Assets

The University assesses at each reporting date whether there is an indication that a non-cash-generating asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the University estimates the asset's recoverable service amount. An asset's recoverable service amount is the higher of the non-cash-generating asset's fair value less costs to sell and its value in use.

Where the carrying amount of an asset exceeds its recoverable service amount, the asset is considered impaired and is written down to its recoverable service amount. The University classifies assets as cash-generating assets when those assets are held with the primary objective generating a commercial return. Therefore, non-cash-generating assets would be those assets from which the University does not intend (as its primary objective) to realize a commercial return.

3.14 Employee Benefits

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

The University recognizes the undiscounted amount of short-term employee benefits when these benefits, such as salaries, wages, bonuses, allowance, etc., as an expense unless capitalized, and as a liability after deducting the amount paid.

Expenses are also recognized for accumulating compensated absences when these are paid, commuted and paid as terminal leave benefits. Unused entitlements that have accumulated at the reporting date are not recognized as expenses. Non-accumulating compensated absences, like special leave privileges, are not recognized.

3.15 Measurement Uncertainty

The preparation of the University's FS in conformity with the IPSAS requires Management to make adjustments, estimates and assumptions that affect the reported amount of assets and liabilities, and the disclosure of contingent assets and liabilities, at the date of the FS and the reported amounts of revenues and expenses during the period. Items requiring the use of significant estimates include the useful life of capital assets, and impairment of assets.

Estimates were based on the best information available at the time of preparation of the FS and were reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these FS. Actual results could differ from these estimates.

3.16 Events after Reporting Date

Events occurring after the reporting date that are material to the FS are disclosed.

4. CASH AND CASH EQUIVALENTS

ACCOUNTS		2024 (P)	2023 (P)
Cash on Hand		178,213.27	177,013.27
Cash - Collecting Officer		1,200.00	0
Petty Cash		177,013.27	177,013.27
Cash in Bank, Local Currency, Current Account		242,406,646.00	314,896,857.54
Cash in Bank, Local Currency, Current Account - Land Bank of the Philippines (LBP)		242,406,646.00	314,873,373.99
Cash in Bank, Local Currency, Current Account - Philippine National Bank (PNB)		0	23,483.55
Treasury/Agency Cash Accounts		978,347.82	0
Cash-Treasury/Agency Deposit, Regular		978,347.82	0
Cash Equivalents		0	242,887.41
Time Deposits - Local Currency – Philippine Veterans Bank (PVB)		0	242,887.41
Total Cash and Cash Equivalents		243,563,207.09	315,316,758.22

Petty cash fund balances are maintained for the continued operation of the Western Mindanao Agriculture and Aquatic Resources Research and Development Consortium (WESMAARRDEC) and the Philippine Council for Agriculture, Aquatic, and Natural Resources Research Development (PCAARRD) funded research projects, as well the Auxiliary Services and STF.

Cash in Bank - Local Currency, Current Account consists of collections of tuition and miscellaneous income as authorized under Republic Act (RA) No. 8292. The total balance under STF and IGP in the amount of ₱242,406,646.00 includes payable to various creditors, officers and employees, Due to Bureau of Internal Revenue (BIR), Philippine Health Insurance Corporation (PhilHealth) and Home Development Mutual Fund (HDMF). The balance represents Cash for reprogramming to fund unpaid honoraria to faculty members and wages of part-time lecturers and Capital Outlay projects for Financial Year (FY) 2024.

Other major accounts included in Cash in Bank-Local Currency Account are funds under the following:

Fund	Amount (P)	Particular
STF	106,619,907.38	Balance of the University's Special Trust Fund.
SHS VP - WMSU Main	4,078,721.80	Consists of billings to DepEd for the Senior High School (SHS) Voucher Program (VP).
Provident fund	1,579,932.48	Represents deposit under Other Payables for Government and Personal Share of WMSU Personnel.
Garment Shoppe	18,245,939.30	Balance intended for purchase of materials for uniforms and toga, as well as supplies and materials for operation.
Computer Laboratory	1,392,183.27	Balance is intended for purchase of computers and upgrading of laboratory equipment and software.
CHED-Higher Education Development Fund (HEDF)	17,712,236.62	Fund transfer for the implementation of various CHED projects including the Tertiary Education Subsidy (TES) for the Students Grants-in-Aid Program for Poverty Alleviation (SGP-PA) grantees.
CHED-Fin Assistance	336,940.92	Fund transfer for the implementation of CHED Student Assistance Fund for Education (SAFE) Loan and Scholarship Program.

Fund	Amount (P)	Particular
PCAARRD	14,356,906.69	Fund transfers intended for the implementation of PCAARRD-funded projects.
University Press (UPRESS)	11,987,734.10	Balance intended for the production cost of the UPRESS.
University Dormitory and Food Service (UDFS) (Auxiliary Revolving Fund)	3,200,293.81	Balance intended for the production cost of the University Food Service Center.
Various Agency Transfer Fund	36,234,137.56	Fund transfers for the project implementation of various government agencies such as Information and Communications Technology Office (ICTO), Department of Agriculture, Department of Education, Department of Science and Technology (DOST)-PCAARRD,
0180 Trust Liability	10,318,284.39	Balances recorded as Other Payables representing payments made by students for payment of undergraduate thesis, graduate school comprehensive examination and suppliers' bidder's bond.
Agri-Rev Fund	1,430,279.92	Balance intended for the expenses of the Agri-Revolving Fund of the College of Agriculture, an income generating project of the University.
BTR	626.25	Dormant account, for verification.
Old-New	62,766.72	Dormant account, for verification.
Project Rise/DOST Project Must	8,515,261.18	Fund transfers intended for the implementation of DOST-funded projects under Project Rise.
Review Class	2,144,473.35	Balance intended for the expenses of the Center for Continuing Education (CCE), the training arm of the University.
RLE	909.26	Dormant account, for verification.
WESMAARRDEC	4,189,099.30	Fund transfers intended for the implementation of DOST-funded projects of the Western Mindanao Agriculture, Aquatic and Natural Resources Research and Development Consortium (WESMAARRDEC).
670	11.70	Dormant account, for verification.
Total	242,406,646.00	

5. RECEIVABLES

ACCOUNTS		2024 (P)	2023 (P)
Loans and Receivable Accounts		51,388,881.49	3,525,013.28
Accounts Receivables		68,207,673.87	20,343,805.66
Allowance for Impairment - Accounts Receivables		18,972,860.88	18,972,860.88
Net Value-Accounts Receivable		49,234,812.99	1,370,944.78
Loans Receivables - Others		2,154,068.50	2,154,068.50
Allowance for Impairment - Loans Receivables - Others		0	0
Net Value-Loan Receivables		2,154,068.50	2,154,068.50
Inter-Agency Receivables		9,783,146.76	9,783,146.76
Due from National Government Agencies (NGAs)		9,768,564.26	9,768,564.26
Due from Local Government Units (LGUs)		14,582.50	14,582.50
Other Receivables		1,329,342.81	1,565,457.05
Receivables - Disallowance Charges		1,218,250.09	1,225,164.33
Other Receivables		1,128,988.23	1,358,188.23
Allowance for Impairment - Other		1,017,895.51	1,017,895.51

ACCOUNTS		2024 (P)	2023 (P)
Receivables			
Net Value		111,092.72	340,292.72
Total Receivables		62,501,371.06	14,873,617.09

Accounts Receivables represent the: (a) unpaid tuition and other school fees of students in the Graduate Programs and College of Law not covered by RA No. 10931 of the Universal Access to Quality Tertiary Education Act.

Aging of Receivables – All Funds As of December 31, 2024									
Account Title	Total (P)	Current Year Balance (P)	Current		Prior year Bal. (P)	Past Due			
			Less than 91 Days (P)	91-365 Days (P)		Over 1 year to 2 years (P)	Over 2 years (P)	Over 3 years (P)	
Total	62,501,371.06	47,863,868.21	46,778,207.47	1,085,660.74	14,637,502.85	9,522,676.90	508,753.44	4,606,072.51	
Loans and Receivables	51,388,881.49	47,863,868.21	46,778,207.47	1,085,660.74	3,525,013.28	0	508,753.44	3,016,259.84	
Accounts Receivable	49,234,812.99	47,863,868.21	46,778,207.47	1,085,660.74	1,370,944.78	0	508,753.44	862,191.34	
Loans Receivable- Others	2,154,068.50	0	0	0	2,154,068.50	0	0	2,154,068.50	
Inter-Agency Receivables	9,783,146.76	0	0	0	9,783,146.76	9,522,676.90	0	260,469.86	
Due from National Government Agencies (NGAs)	9,768,564.26	0	0	0	9,768,564.26	9,522,676.90	0	245,887.36	
Due from Local Government Units (LGUs)	14,582.50	0	0	0	14,582.50	0	0	14,582.50	
Other Receivables	1,329,342.81	0	0	0	1,329,342.81	0	0	1,329,342.81	
Receivable- Disallowance/ Charges	1,218,250.09	0	0	0	1,218,250.09	0	0	1,218,250.09	
Other Receivables	111,092.72	0	0	0	111,092.72	0	0	111,092.72	

Loans Receivables represent outstanding loans granted to students under the CHED Student Financial Assistance Program (STUFAP).

The Due from LGUs represents old accounts which were being carried forward. Most of these are receivables from National and Local Government Agencies which are no longer in existence - like Philippine Coconut Producers Federation, Inc. (CocoFed) and Philippine Veterans Affairs Office (PVAO). Management will look into the possibility of requesting for the write-off of these receivables since the validity of these accounts is doubtful.

The Due from NGAs represents the amount: (a) Beginning balance of ₱245,887.36; (b) Billed to Department of Education (DepEd) Senior High School (SHS) representing tuition and other school fees for the SY 2021-2022 of SHS students covered by Free Higher Education amounting to ₱4,040,000.00; (c) the unpaid amount of the billing covering the free higher education amounting to ₱5,482,676.90;

The account Receivables-Disallowances/Charges represents the amount due from Officers and Employees representing teacher's underload per Certificate of Settlements and Balances (CSB) No. 99-001-101(96), which are still under appeal with COA, Regional Office.

6. INVENTORIES

ACCOUNTS	2024 (P)	2023 (P)
Inventory Held for Sale	4,446,800.00	4,266,800.00
Merchandise Inventory	4,446,800.00	4,266,800.00
Inventory Held for Manufacturing	4,592,277.73	2,525,667.73
Raw Materials Inventory	4,592,277.73	2,525,667.73
Inventory Held for Consumption	4,774,404.00	1,554,358.89
Office Supplies Inventory	1,605,571.20	257,538.30
Accountable Forms, Plates and Stickers Inventory	958,528.00	304,028.00
Drugs and Medicines Inventory	685,252.00	550,697.00
Medical, Dental and Laboratory Supplies Inventory	300,961.46	300,961.46
Other Supplies and Materials Inventory	1,224,091.34	141,134.13
TOTAL	13,813,481.73	8,346,826.62

Merchandise Inventory and Raw Materials Inventory accounts consist of inventories of Garment Shoppe in the production of school uniforms and other products. The cost of direct labor has not yet been recognized as part of the cost of the inventory, as the determination of the basis for allocation of cost to each unit of items produced is still being evaluated by the Office of the Auxiliary Services.

Office Supplies Inventory consists of stocks available at the Supply Office stockroom for distribution to the different colleges and administrative units upon request. Accountable Forms, Plates and Stickers Inventory are used by the Cashier's office while Drugs and Medicine Inventory consists of inventories for use and consumption of the University Health Service Center. Medical, Dental and Laboratory Supplies Inventory are inventories consumed by the laboratories of the different colleges of the University. Other Supplies and Materials Inventory consists of inventories that do not fall under the aforementioned categories, such as cleaning materials and supplies for repair.

The University has yet to conduct a physical inventory count for its various inventory accounts. As a result, balances of Inventories and their corresponding expense accounts as subject to adjustments as of year-end.

7. OTHER CURRENT ASSETS

ACCOUNTS		2024 (P)	2023 (P)
Advances		3,182,899.62	2,082,390.85
Advances for Payroll		446,214.00	11,748.00
Advances to Special Disbursing Officer		799,205.53	503,843.27
Advances to Officers and Employees		1,937,480.09	1,566,799.58
Prepayments		6,905,789.36	16,360,529.11
Advances to Contractors		2,913,288.55	9,443,876.97
Prepaid Insurance		3,584,697.31	6,508,848.64
Other Prepayments		407,803.50	407,803.50
Total Other Current Assets		10,088,688.98	18,442,919.96

The Advances for Payroll includes unliquidated cash advances of two Special Disbursing Officers (SDOs) at the end of the month of December 2024 as shown in the following table:

Fund	Amount		Remarks
	SDO A (P)	SDO B (P)	
Fund 101	344,500.00	0	Honoraria
STF	98,014.00	0	Honoraria
GARMENT	1,000.00	0	Payment of honorarium and incentives.
PCAARRD	0.00	2,700.00	Payment of honorarium.
TOTAL	443,514.00	2,700.00	

Advances to Special Disbursing Officer represent cash advances granted to employees to cover up expenses of the official activities. Details of which are as follows:

Payee	Fund	Particulars	Amount (P)
A	VATF	For the various activities of the DOST GIA funded research project titled: "Challenges of Growth of Micro and Small Entrepreneurs (MSE) in Zamboanga City Amidst Pandemic"	43,425.00
B	VATF	For food materials for the Tabang Migasa Project	52,725.40
C	STF	For representation, supplies and materials and travel expenses needed for the said project.	27,000.00
D	VATF	For the Halal Summit	19.38
E	STF	For MASTS GAME2024 in Pagadian	141,180.00
F	STF	For the production of Hostel Christmas goodies.	103,995.40
G	VATF	For DOST funded research project	30,000.00
H	VATF	For the conduct of ZAMBASULTA Forum on building peace and climate resilience.	1,000.00
I	WESMAARRDEC	To defray expenses during the Technology Business Forum and Regional Science and Technology Week (RSTW)	40,000.00
J	WESMAARRDEC	To defray expenses during the Regional Symposium for Research and Development Highlights (RSRDH), 2nd General Assembly and 37th anniversary of WESMAARRDEC	183,500.00
K	F101	For travelling expenses, supplies and other materials for research	12,685.00
L	F101	For Representation, and traveling expenses for research	14,150.00
M	STF	For purchase of various ingredients, materials and tokens for the incoming board meeting	149,525.35
TOTAL			799,205.53

Advances to Officers and Employees represent cash advances granted to employees for travel. Details of which are as follows:

Fund	Amount (P)	Remarks
GF101	311,701.44	Payment of travel allowances of the employees
STF	1,625,778.65	Payment of travel allowances of the employees.
Total	1,937,480.09	

The Advances to Contractors represents payment of 15 percent mobilization to contractors of various infrastructure projects of the University, details of which are as follows:

PARTICULARS	AMOUNT (P)
Construction of School Building Component for the Infrastructure and Smart Campus Development, Operationalization on Face-to-Face Classes and Upgrading Procurement of Equipment	34,123.85
Construction of the Technopreneurship Development Center Building	2,112,420.90
Repair of Perimeter Fence at WMSU Campus A and B	389,652.39
Repair and Renovation of RESEL Building	242,488.49
Interior Renovation of Administration Building	291,479.42
Construction of the University Registrar Building of WMSU	87,565.53
Upgrading of the R and D of the Facilities of the DOST-PCAARRD WMSU Agri-Aqua Technology Business Incubator	71,270.37
For verification	(315,712.40)
TOTAL	2,913,288.55

Prepaid Insurance consists of payments made to GSIS for the insurance of the University's vehicles, radios, and buildings. These prepayments were amortized monthly and adjustments were made to reflect the proper amount of prepaid insurance at the end of the year.

PARTICULARS	AMOUNT (P)
Nissan Bus - SFK 292	956.97
Honda Motorcycle - SL 7752	209.39
Honda Motorcycle - SL 7753	397.83
Toyota Hiace Commuter Van (White) - SKF 714	1,964.60
Isuzu Alterra White - SLE255	2,165.66
Toyota Grandia - Z6K500	12,253.51
Toyota Hiace Van - SKD430	4,485.89
Rosa Bus - SHL550	5,563.11
FOTON GRATOUR – 090101	7,403.10
ASIA STAR – 131201	29,470.75
MITSUBISHI LANCER - SJF 301	3,627.80
MOTORCYCLE CGX RED	1,772.85
MOTORCYCLE CGX BLACK	1,772.85
35 units firearms for the year 2024-2025	11,726.36
Handheld Radios	30,376.82
Various Buildings	3,470,549.79
Total Prepaid Insurance	3,584,697.29

8. PROPERTY, PLANT AND EQUIPMENT

PPE	LAND (P)	OTHER LAND IMPROVEMENTS (P)	INFRASTRUCTURE ASSETS (P)	BUILDING AND OTHER STRUCTURES (P)	MACHINERY AND EQUIPMENT (P)	TRANSPORTATION EQUIPMENT (P)	FURNITURES, FIXTURES AND BOOKS (P)	OTHER PROPERTY, PLANT AND EQUIPMENT (P)	CIP- INFRASTRUCTURE ASSETS (P)	CIP- LAND IMPROVEMENT (P)	CIP- BLDG. AND OTHER STRUCTURES (P)	TOTAL (P)
Carrying Amount- January 1, 2024	7,926,900.00	2,243,729.52	78,703,666.14	277,969,102.04	40,307,392.89	5,673,492.78	663,283.45	442,132.40	1,271,431.60	0	114,019,272.39	529,210,403.21
Addition	0.00	0.00	2,814,000.00	58,764,281.01	43,164,785.10	12,361,098.00	112,800.00	0	0	0	45,811,029.12	163,027,993.23
Total	7,926,900.00	2,243,729.52	81,517,666.14	336,733,383.05	83,472,177.99	18,034,590.78	766,083.45	442,132.40	1,271,431.60	0	159,830,301.51	692,238,396.44
Disposals	0	0	0	0	0	0	0	0	0	0	0	0
Depreciation	0	(89,713.92)	(11,612,283.36)	(14,152,158.99)	(8,468,031.52)	(1,603,788.58)	(69,727.08)	(19,760.04)	0	0	0	(36,015,463.49)
Adjustments	0	(44,851.62)	(3,718,279.79)	(5,852,151.59)	(3,502,134.24)	(150,140.40)	(71,494.01)	(178,800.05)	0	0	(62,037,809.19)	(75,555,660.89)
Carrying Amount- December 31, 2024	7,926,900.00	2,109,163.98	66,187,102.99	316,729,072.47	71,502,012.23	16,280,661.80	624,862.36	243,572.31	1,271,431.60	0	97,792,492.32	580,667,272.06
Gross Cost (Asset Account Balance Per Financial Statement of Position)	7,926,900.00	7,984,242.29	153,687,756.52	515,378,372.25	137,133,725.51	32,463,905.42	2,847,946.00	1,944,324.00	1,271,431.60	0	97,792,492.32	958,431,095.91
Depreciation	0	5,875,078.31	87,500,653.53	198,649,299.78	65,631,713.28	16,183,243.62	2,223,083.64	1,700,751.69	0	0	0	377,763,823.85
Carrying Amount- December 31, 2024	7,926,900.00	2,109,163.98	66,187,102.99	316,729,072.47	71,502,012.23	16,280,661.80	624,862.36	243,572.31	1,271,431.60	0	97,792,492.32	580,667,272.06

WMSU Main Campus consists of Lot 1 and 2 with 5.71 and 2.21 hectares (has.), respectively, located at Baliwasan, Zamboanga City.

Other campuses outside main campus are as follows:

Total Area (has.)	Current Utilization	Location
20.11	WMSU Agriculture San Ramon, Zamboanga City	San Ramon, Zamboanga City
1.227	Experimental Forest by WMSU College of Forestry	Barangay La-Paz, Zamboanga City
50	Experimental Forest by WMSU College of Forestry	Barangay Cayamcam, Municipality of Tungawan, Sibugay Province, Zamboanga del Sur
Approximately 3660 sq m.	External Campus Academic	WMSU-Malangas External Studies Unit (ESU) Malangas, Sibugay Province, Zamboanga del Sur

The Buildings account consists of the main building and various structures located in the campuses of Baliwasan and San Ramon, Zamboanga City.

Construction in Progress Account represents infrastructure projects of the University under different stages of completion. Among the major ongoing projects are as follows:

NO	PROJECTS	FUND	AMOUNT (P) (in thousand)	REMARKS
1	Construction of School Building Component for the Infrastructure and Smart Campus Development, Operationalization of Face-to-Face Classes and Upgrading Procurement of Equipment	101	4,515,722.47	Ongoing
2	Construction of the Technopreneurship Development Center Building	101	19,514,745.34	On-going
3	Repair of Perimeter Fence at WMSU Campus A and B	STF	2,208,030.24	On-going
4	Repair and Renovation of RESEL Building	STF	1,374,101.43	On-going
5	Interior Renovation of Administration Building	STF	485,799.04	On-going
6	Adjacent or Contiguous Interior Renovation of Administration Building	STF	189,993.02	On-going
7	Construction of the University Registrar Building of WMSU	STF	11,587,839.65	On-going
8	Renovation of the Nursing Simulation Laboratory and Support Facility	STF	7,614,666.26	On-going
9	Upgrading of the R and D Facilities of the DOST-PCAARRD WMSU Agri-Aqua Technology Business Incubator	PCAARRD	4,276,221.64	On-going
10	Enhancement of Native Chicken Processing Facility	VATF	906,289.13	On-going
11	Enhancement of Artificial Insemination for ZamPen Native Chicken Research and Development Center	VATF	1,727,341.91	On-going
12	Enhancement and Upgrading of WMSU-CA Breeding Facilities for the Conservation	VATF	2,992,007.86	On-going

NO	PROJECTS	FUND	AMOUNT (P) (in thousand)	REMARKS
	and Sustainable Production of Quality ZAMPEN Native Chicken			
13	Construction of AL FRESCO for UFSC	UDFS	919,551.13	On-going

9. LIVESTOCKS HELD FOR CONSUMPTION/SALE/DISTRIBUTION

Particular	Quantity	Cost per Head (P)	Total (P)	Breeding stocks (P)	Livestocks (P)	Livestocks head for Consumption Sale/Distribution (P)
Carabao						
Carabull	1	35,000.00	35,000.00	0	0	1 35,000.00
Carabull	4	30,000.00	120,000.00	0	0	4 120,000.00
Carabul. Jr	0	25,000.00	0	0	0	0
Caracow	6	25,000.00	150,000.00	25,000.00	125,000.00	0
Caracow	0	35,000.00	0	0	0	0
Caracow	0	25,000.00	0	0	0	0
Heifer	3	20,000.00	60,000.00	60,000.00	0	0
Yearling(M)	0	13,000.00	0	0	0	0
Suckling (M)	1	10,000.00	10,000.00	10,000.00	0	0
Suckling (M)	1	20,000.00	20,000.00	20,000.00	0	0
Suckling (F)	0	10,000.00	0	0	0	0
Cattle						
Cow	5	25,000.00	125,000.00	50,000.00	75,000.00	0
JR. BULL	0	20,000.00	0	0	0	0
JR. BULL	1	20,000.00	20,000.00	20,000.00	0	0
Heifer	2	32,000.00	64,000.00	64,000.00	0	0
yearling (F)	1	10,000.00	10,000.00	10,000.00	0	0
yearling (F)	2	15,000.00	30,000.00	30,000.00	0	0
yearling (M)	1	10,000.00	10,000.00	10,000.00	0	0
Suckling (M)	1	5,000.00	5,000.00	5,000.00	0	0
Suckling (M)	2	8,000.00	16,000.00	16,000.00	0	0
Suckling (F)	1	8,000.00	8,000.00	8,000.00	0	0
Goat						
Buck	1	3,000.00	3,000.00	3,000.00	0	0
Buck	1	3,000.00	3,000.00	0	0	1 3,000.00
Doe	0	2,200.00	0	0	0	0
Doe	1	2,500.00	2,500.00	0	0	1 2,500.00
Doe	7	3,500.00	24,500.00	24,500.00	0	0
Doeling(F)	3	2,000.00	6,000.00	6,000.00	0	0
Buckling(M)	1	2,000.00	2,000.00	2,000.00	0	0
KID (F)	1	1,000.00	1,000.00	1,000.00	0	0
KID (M)	1	1,000.00	1,000.00	1,000.00	0	0
Total	48		726,000.00	365,500.00	200,000.00	160,500.00

10. INTANGIBLE ASSETS

ACCOUNTS			2024 (P)	2023 (P)
Intangible Assets				
Computer Software			307,800.00	0
Development in Progress – Computer Software			4,984,200.00	0
Total Intangible Assets			5,292,000.00	0

Development in Progress - Computer Software pertains to the Human Resource Information System (HRIS) that is currently in development with percentage of completion as of report date at 98 per cent.

11. OTHER NON-CURRENT ASSETS

Other non-current assets amounting to ₱17,804,063.22 as of CY 2024 and CY 2023 consists of PPE which are fully depreciated and subject to or waiting for disposal.

12. FINANCIAL LIABILITIES

ACCOUNTS	2024 (P)	2023 (P)
Payables		
Accounts Payables	84,860,004.51	43,493,411.54
Due to Officers and Employees	13,597,244.03	24,767,084.59
Total Financial Liabilities	98,457,248.54	68,260,496.13

Accounts Payable consists of amounts payable to external creditors including payables to supplier of equipment and contractors for implementation of infrastructure projects in the University that are still in various stages of completion. Details are as follows:

Payee	General Fund (P)	Trust Fund (P)	Total (P)
Various Payee	59,242,342.51	25,617,662.00	84,860,004.51

Due to Officers and Employees consists of amounts payable to internal creditors including the payment of salaries, Proportional Vacation Pay (PVP), wages to part-time lecturers, and stipends for scholars. Details are as follows:

Particulars	GF (P)	Various Fund (P)
Cash Advance of SDO A	10,550.00	50,378.19
Cash Advance of SDO B	431,030.90	732,076.76
Various Advances	8,442,420.42	3,930,787.76
Total Due to Officers and Employees	8,884,001.32	4,713,242.71

13. INTER-AGENCY PAYABLES

ACCOUNTS	2024 (P)	2023 (P)
Due to BIR	711,855.70	3,370,714.02
Due to GSIS	7,757,634.54	5,832,407.86
Due to PAG-IBIG	1,635,806.38	2,490,130.93
Due to PhilHealth	934,981.94	1,891,574.74
Due to NGAs	151,127,711.51	177,353,732.54
Total Inter-Agency Payables	162,167,990.07	190,938,560.09

The Due to BIR, GSIS, PhilHealth, and PAG-IBIG are outstanding contributions and loan amortization as of year-end are to be remitted in the succeeding month.

The Due to NGAs are fund transfers from other agencies are deposited to WMSU for the implementation of various special projects. The balances as of December 31, 2024 include beginning balances from previous years for on-going projects, as well as the current year's receipts for the implementation of new projects.

14. TRUST LIABILITIES

ACCOUNT	2024 (P)	2023 (P)
Trust Liabilities		
Guaranty / Security Deposits Payable	16,796,550.76	15,493,261.92

Trust Liabilities represents bid securities and performance bonds of suppliers participating in the procurement activities of the University.

15. OTHER PAYABLES

This account consists of retention fees withheld from suppliers and contractors as required by RA No. 9184, as well as contributions to the WMSU Faculty Union and Administrative Personnel Association which were deducted from the monthly salary of employees that are still to be remitted.

ACCOUNTS	2024 (P)	2023 (P)
PVB	65,059.06	65,059.06
PPSTA	141,180.64	137,302.64
COOP	1,381,340.64	1,240,782.07
Provident Fund	1,506,902.96	1,515,827.97
Comprehensive exam/ Thesis/ Clinical Paper	6,471,119.32	5,288,849.03
CSC-LSP	79,821.38	79,821.38
Various/ Others	19,218,722.53	20,948,125.29
Withholding tax -Old account	1,855,512.00	1,855,512.00
Payables-miscellaneous	258,437.52	258,437.52
PASUC	(0.09)	(0.09)
Suspension and Disallowances	116,018.96	116,018.96
Travel	0.00	100.00
Tuition	2,094.98	(306.00)
Unallocated Difference	98,799.49	98,799.49
Other Payables - SSS	319,531.79	156,631.79
Other Payables - CHED/stipend	35,547,150.79	33,096,982.97
Other Payables - to be deposited to BTR	114,533.66	114,533.66
Other Payables - APA Union Dues	(1,311,177.46)	(1,235,278.79)
Other Payables - Faculty Union Dues	(359,558.38)	(374,638.38)
Other Payables - Tax remittance	(76,660.33)	62,676.56
Balance	65,428,829.46	63,425,237.13

16. SERVICE AND BUSINESS INCOME

ACCOUNTS	2024 (P)	2023 (P)
Service Income	92,631,896.51	50,612,912.98
Registration Fees	454,668.00	493,710.00
Clearance and Certification Fees	3,596,702.00	3,650,370.00
Other Service Income	88,580,526.51	46,468,832.98
Business Income	123,288,383.87	130,963,225.86
School Fees	88,175,017.71	105,499,517.36
Affiliation Fees	6,970,105.00	4,678,455.00
Rent / Lease Income	3,971,756.15	903,373.06
Dividend Income	1,660.83	603.00
Interest Income	165,071.21	84,618.83
Other Business Income	24,004,772.97	19,796,658.61
TOTAL REVENUE	215,920,280.38	181,576,138.84

Income from Tuition Fees are recognized on an accrual basis every semester, while all other income accounts are recognized on a cash basis.

Cost of sales related to income generating projects amounted to ₱7,431,556.73 and ₱4,276,502.73 in CY 2024 and CY 2023, respectively. This was previously presented as deduction from the total Service and Business Income but has been presented as a separate line item in the Statement of Financial Performance for the year ended December 31, 2024 as Direct Cost.

17. PERSONNEL SERVICES

ACCOUNTS	Reference	2024 (P)	2023 (P)
Salaries and Wages	17.1	497,920,507.92	441,203,712.40
Other Compensation	17.2	150,895,166.94	160,882,984.28
Personnel Benefit Contributions	17.4	74,139,292.91	61,541,898.14
Other Personnel Benefits	17.5	47,397,832.49	25,804,481.12
Total Personnel Services		770,352,800.26	689,433,075.94

17.1 Salaries and Wages

ACCOUNTS	2024 (P)	2023 (P)
Salaries and Wages		
Salaries and Wages - Regular	494,882,475.38	439,800,526.56
Salaries and Wages - Casual /Contractual	3,038,032.54	1,403,185.84
Total Salaries and Wages	497,920,507.92	441,203,712.40

17.2 Other Compensation

ACCOUNTS	2024 (P)	2023 (P)
Other Compensation		
Personnel Economic Relief Allowance (PERA)	19,868,721.80	18,917,162.39
Representation Allowance (RA)	2,015,500.00	1,592,188.64
Transportation Allowance (TA)	1,993,936.00	1,616,863.63
Clothing/ Uniform Allowance	5,543,000.00	4,601,490.09
Subsistence Allowance	33,119.31	37,232.96
Laundry Allowance	5,125.00	5,750.00
Honoraria	25,881,117.44	31,383,375.70
Hazard Pay	318,671.25	337,157.72
Longevity Pay	3,635.27	26,166.29
Overtime and Night Pay	2,134,226.85	3,213,739.91
Year End Bonus	43,858,918.30	71,600,606.95
Cash Gift	4,134,250.00	3,980,500.00
Mid-Year Bonus	40,685,945.72	0
Other Bonuses and Allowances	4,419,000.00	23,570,750.00
Total Other Compensation	150,895,166.94	160,882,984.28

Other Bonuses and Allowances include payments of the Performance Enhancement Incentive (PEI), Service Recognition Incentive (SRI) and Collective Negotiation Agreement (CNA) bonuses for unionized employees and faculty.

17.3 Employee Future Benefits

WMSU and its employees contribute to the GSIS in accordance with RA No. 8291. The GSIS administers the plan, including payment of pension benefits to employees to whom the act applies.

17.4 Personnel Benefit Contributions

ACCOUNTS	2024 (P)	2023 (P)
Personnel Benefit Contributions		
Retirement and Life Insurance Premiums	59,433,744.41	51,639,124.61
PAG-IBIG Contributions	2,013,703.64	1,003,186.88
PhilHealth Contributions	11,686,713.86	7,858,447.25
Employees Compensation Insurance Premiums	1,005,131.00	1,041,139.40
Total Personnel Benefit Contribution	74,139,292.91	61,541,898.14

17.5 Other Personnel Benefits

ACCOUNTS	2024 (P)	2023 (P)
Other Personnel Benefits		
Terminal Leave Benefits	10,810,332.49	7,187,481.12
Other Personnel Benefits	36,587,500.00	18,617,000.00
Total Other Personnel Benefits	47,397,832.49	25,804,481.12

Other Personnel Benefits pertain to the amount of loyalty awards to employees for their years of service at the University.

18. MAINTENANCE AND OTHER OPERATING EXPENSES

ACCOUNTS	Reference	2024 (P)	2023 (P)
Traveling Expenses	18.1	11,570,890.86	12,303,866.55
Training and Scholarship Expenses	18.2	7,578,413.96	5,220,958.50
Supplies and Materials Expenses	18.3	20,106,293.07	29,878,588.98
Utility Expenses	18.4	24,202,412.09	26,077,178.92
Communication Expenses	18.5	10,080,626.35	11,462,655.15
Awards/Rewards, Prizes and Indemnities	18.6	2,204,820.00	2,167,718.00
Confidential, Intelligence and Extraordinary Expenses	18.7	150,000.00	110,000.00
Professional Services	18.8	55,275,580.17	52,336,684.90
General Services	18.9	71,098,111.59	72,215,651.84
Repairs and Maintenance	18.10	2,547,054.65	2,181,178.64
Taxes, Insurance Premiums and Other Fees	18.11	1,640,532.34	4,794,024.56
Labor and Wages	18.12	7,737,603.63	7,473,460.56
Other Maintenance and Other Operating Expenses	18.13	23,402,775.32	24,672,750.48
Total Maintenance and Other Operating Expenses		237,595,114.03	250,894,717.08

18.1 Traveling Expenses

ACCOUNTS	2024 (P)	2023 (P)
Traveling Expenses		
Traveling Expenses-Local	10,775,368.38	10,837,812.96
Traveling Expenses-Foreign	795,522.48	1,466,053.59
Total Traveling Expenses	11,570,890.86	12,303,866.55

18.2 Training and Scholarship Expenses

ACCOUNTS	2024 (P)	2023 (P)
Training and Scholarship Expenses		
Training Expenses	5,189,852.40	4,412,347.58
Scholarship Grants / Expenses	2,388,561.56	808,610.92
Total Training and Scholarship Expenses	7,578,413.96	5,220,958.50

18.3 Supplies and Materials Expenses

ACCOUNTS	2024 (P)	2023 (P)
Supplies and Material Expenses		
Office Supplies Expenses	528,966.38	1,527,976.99
Accountable Forms Expenses	3,000.00	1,200,631.62
Non-Accountable Forms Expenses	0	2,219.50
Food Supplies Expenses	1,296,168.85	6,221,508.08
Drugs and Medicines Expenses	103,342.30	224,220.50
Medical, Dental and Laboratory Supplies Expenses	189,735.00	481,919.51
Fuel, Oil and Lubricants Expenses	1,389,764.36	1,721,544.98
Textbooks and Instructional Materials Expenses	58,800.00	22,138.75
Semi-Expendable Machinery and Equipment Expenses	10,463,288.50	5,240,263.60
Semi-Expendable Furniture, Fixtures and Books Expense	1,782,620.50	5,394,745.00
Other Supplies and Materials Expenses	4,290,607.18	7,841,420.45
Total Supplies and Material Expenses	20,106,293.07	29,878,588.98

18.4 Utility Expenses

ACCOUNTS	2024 (P)	2023 (P)
Utility Expenses		
Water Expenses	451,659.79	970,916.14
Electricity Expenses	23,750,752.30	25,106,262.78
Total Utility Expenses	24,202,412.09	26,077,178.92

18.5 Communication Expenses

ACCOUNTS	2024 (P)	2023 (P)
Communication Expenses		
Postage and Courier Expenses	90,204.67	75,620.90
Telephone Expenses	1,929,454.35	2,919,834.13
Internet Subscription Expenses	8,060,987.33	8,467,200.12
Total Communication Expenses	10,080,626.35	11,462,655.15

18.6 Awards/ Rewards, Prizes and Indemnities

ACCOUNTS	2024 (P)	2023 (P)
Awards/Rewards, Prizes and Indemnities		
Awards/Rewards Expenses	1,905,820.00	1,703,618.00
Prizes	299,000.00	464,100.00
Total Awards/Rewards, Prizes and Indemnities	2,204,820.00	2,167,718.00

18.7 Confidential, Intelligence and Extraordinary Expenses

ACCOUNTS	2024 (P)	2023 (P)
Confidential, Intelligence and Extraordinary Expenses		
Extraordinary and Miscellaneous Expenses	150,000.00	110,000.00
Total Confidential, Intelligence and Extraordinary Expenses	150,000.00	110,000.00

18.8 Professional Services

ACCOUNTS	2024 (P)	2023 (P)
Professional Services		
Other Professional Services	55,275,580.17	52,336,684.90
Total Professional Services	55,275,580.17	52,336,684.90

This account consists of payments of wages to part-time lecturers at the colleges.

18.9 General Services

ACCOUNTS	2024 (P)	2023 (P)
General Services		
Janitorial Services	10,933,806.46	616,676.94
Security Services	15,958,695.61	13,917,798.91
Other General Services	44,205,609.52	57,681,175.99
Total General Services	71,098,111.59	72,215,651.84

18.10 Repairs and Maintenance

ACCOUNTS	2024 (P)	2023 (P)
Repairs and Maintenance		
Repairs and Maintenance-Buildings and Other Structure	1,482,988.00	706,382.30
Repairs and Maintenance-Machinery and Equipment	401,038.29	496,418.00
Repairs and Maintenance-Transportation Equipment	490,967.70	489,888.19
Repairs and Maintenance-Other PPE	172,060.66	488,490.15
Total Repairs and Maintenance Expenses	2,547,054.65	2,181,178.64

18.11 Taxes, Insurance Premiums and Other Fees

ACCOUNTS	2024 (P)	2023 (P)
Taxes, Insurance Premiums and Other fees		
Taxes, Duties and Licenses	533,769.33	97,876.92
Fidelity Bond Premiums	619,286.25	545,261.25
Insurance Expenses	487,476.76	4,150,886.39
Total Taxes, Insurance Premiums and Other Fees	1,640,532.34	4,794,024.56

18.12 Labor and Wages

ACCOUNT	2024 (P)	2023 (P)
Labor and Wages		
Labor and Wages	7,737,603.63	7,473,460.56

This account includes payment of wages to student assistants, laborers hired in the conduct of research projects, and encoders during the enrollment period, among others.

18.13 Other Maintenance and Operating Expenses

ACCOUNTS	2024 (P)	2023 (P)
Other Maintenance and Operating Expenses		
Advertising, Promotional and Marketing Expenses	70,000.00	0
Printing and Binding Expenses	6,006,954.26	5,710,628.24
Representation Expenses	7,298,180.45	6,859,208.10
Transportation and Delivery Expenses	171,492.95	207,113.37
Rent / Lease Expenses	2,631,737.15	1,226,000.00
Membership Dues and Contributions to Organizations	384,070.35	1,666,732.24
Subscription Expenses	2,215,586.81	2,419,642.08
Other Maintenance and Operating Expenses	4,624,753.35	6,583,426.45
Total Other Maintenance and Operating Expenses	23,402,775.32	24,672,750.48

19. FINANCIAL EXPENSES

ACCOUNT	2024 (P)	2023 (P)
Financial Expenses		
Bank Charges – Loans/Borrowings	0	2,367.00
Total Financial Expenses	0	2,367.00

This account represents bank charges for the purchase of checks for the Current Accounts of the University.

20. NON-CASH EXPENSES

ACCOUNTS	2024 (P)	2023 (P)
Non-Cash Expenses		
Depreciation-Land Improvements	89,713.92	103,175.80
Depreciation-Infrastructure Asset	11,634,560.86	11,260,770.88
Depreciation-Buildings and Other Structures	14,152,159.07	15,815,368.89
Depreciation-Machinery and Equipment	8,504,868.91	6,928,115.39
Depreciation-Transportation Equipment	1,603,788.58	909,392.16
Depreciation-Furniture, Fixture and Books	69,727.08	91,387.32
Depreciation-Other Property, Plant and Equipment	19,760.04	74,276.29
Total Non-Cash Expenses	36,074,578.46	35,182,486.73

21. ASSISTANCE/SUBSIDY FROM

Subsidy from the National Government	2024 (P)	2023 (P)
NCA Received	937,615,814.00	865,464,245.00
Less:		
Reversal of lapsed NCA	629.26	18,332,668.61
Cancelled Checks	1,686,117.79	0
Transfer of funds to STF related to FHE billing	106,020,415.00	100,519,479.55
Refund to BTr	0	1,221,665.46
Add:		
Adjustments in journal entries	22,325.80	1,560.19
Total NCA	829,930,977.75	745,391,991.57
Add:		
BIR Tax Remittance Advice (TRA)	59,836,068.71	47,002,488.78
Grand Total- SING	889,767,046.46	792,394,480.35
Less: Subsidies -Others	(6,237,205.04)	(2,870,970.65)
Net Financial Assistance/Subsidy	883,529,841.42	789,523,509.70

This account represents Subsidy from the National Government pursuant to the General Appropriations Act, Republic Act (RA) No. 11975.

The Notice of Cash Allocation (NCA) received for the year 2024 are shown in the following table.

Date	Particulars	Comprehensive Release (P)	Other Releases		Total (P)
			Monetization (P)	TLB (SPECIFIC BUDGET OF NGA) (P)	
1/2/2024	NCA-ROIX-20-0000002	144,433,000.00	0	0	144,433,000.00
2/2/2024	NCA-ROIX-24-0001284	0	0	184,814.00	184,814.00
3/21/2024	NCA-ROIX-24-0003508	199,658,000.00	0	0	199,658,000.00
5/7/2024	NCA-ROIX-24-0005447	1,300,000.00	0	0	1,300,000.00
6/3/2024	NCA-ROIX-24-0006735	34,559,000.00	0	0	34,559,000.00
6/24/2024	NCA-ROIX-24-0008114	145,879,000.00	0	0	345,918,000.00
7/4/2024	NCA-ROIX-24-0008930	3,000,000.00	0	0	3,000,000.00
7/22/2024	NCA-ROIX-24-0009631	48,513,000.00	0	0	48,513,000.00
7/22/2024	NCA-ROIX-24-0009635	8,000,000.00	0	0	8,000,000.00
7/31/2024	NCA-ROIX-24-0010084	16,549,000.00	0	0	26,473,000.00
8/20/2024	NCA-ROIX-24-0011378	20,426,000.00	0	0	28,409,000.00
09/17/2024	NCA-ROIX-24-0013173	1,900,000.00	0	0	1,900,000.00
10/1/2024	NCA-ROIX-24-0013872	3,700,000.00	0	0	3,700,000.00
10/1/2024	NCA-ROIX-24-0013895	5,230,000.00	0	0	5,230,000.00
11/19/2024	NCA-ROIX-24-0016111	19,987,000.00	0	0	19,987,000.00
11/21/2024	NCA-ROIX-24-0016356	66,351,000.00	0	0	66,351,000.00
TOTAL NCA-Received		937,431,000.00	0	184,814.00	937,615,814.00

22. CASH INFLOWS

Cash Flows from Operating Activities		2024 (P)	2023 (P)
Receipt of Notice of Cash Allocation			
Receipt of Notice of Cash Allocation		937,615,814.00	865,464,245.00
Collection of Income/Revenues			
Collection of service and business income		95,080,246.72	79,017,892.31
Collection of Receivables			
Collection of loans and receivables		74,336,845.00	0
Collection of receivables from audit disallowances		6,914.24	5,564.00
Receipt of Inter-Agency Fund Transfers			
Receipt of funds for the implementation of projects from NGAs/LGUs/GOCCs		72,623,678.00	238,436,843.33
Other Receipts			
Unused Petty Cash Fund		430,898.44	672,973.00
Refund of overpayment of Personnel Services		26,312.41	63,528.85
Refund of overpayment of Maintenance and Other Operating Expenses		110,178.15	1,000.00
Receipt of refund of cash advances		2,479,246.38	2,353,312.44
Receipt of refund of guaranty deposits		72,220.00	135,803.75
Other miscellaneous receipts		42,124,999.04	40,897,368.11
Adjustments			
Restoration of cash for cancelled/lost/ stale checks/ADA		4,948,424.45	3,890,861.44
Total Cash Inflows		1,229,855,776.83	1,230,939,492.23

Receipts of Inter-Agency Fund Transfers include funds received from the Commission on Higher Education (CHED) for the implementation of the Tertiary Education Subsidy (TES).

23. REMITTANCE TO NATIONAL TREASURY

	2024 (P)	2023 (P)
Remittance to National Treasury	269,850.79	96,980,735.01

24. PAYMENT OF EXPENSES

Payment of Expenses	2024 (P)	2023 (P)
Payment of personnel services	450,253,999.53	576,086,353.79
Payment of maintenance and other operating expenses	271,809,527.87	206,737,109.30
Payment of financial expenses	0	2,367.00
Total Payment of Expenses	722,063,527.40	782,825,830.09

25. PURCHASE OF INVENTORIES

Purchase of Inventories	2024 (P)	2023 (P)
Purchase of inventory held for consumption	6,227,525.92	235,933.00
Purchase of raw materials inventory	774,639.30	1,175,150.00
Total Purchase of Inventories	7,002,165.22	1,411,083.00

26. GRANT OF CASH ADVANCES

Grant of Cash Advances	2024 (P)	2023 (P)
Advances for operating expenses	430,898.44	450,000.00
Advances for payroll	18,903,465.71	17,258,623.72
Advances for special purpose/time-bound undertakings	12,044,522.00	5,920,264.98
Advances to officers and employees	13,958,097.42	11,958,316.83
Total Grant of Cash Advances	45,336,983.57	35,587,205.53

27. PREPAYMENTS

Prepayments	2024 (P)	2023 (P)
Prepaid Insurance	4,025,146.84	152,022.29
Other Prepayments	0	15,749.50
Total Prepayments	4,025,146.84	167,771.79

28. REFUND OF DEPOSITS

Refund of Deposits	2024 (P)	2023 (P)
Payment of guaranty deposits	4,974,979.89	927,566.82
Total Refund of Deposits	4,974,979.89	927,566.82

29. PAYMENT OF ACCOUNTS PAYABLE

Payment of Accounts Payable	2024 (P)	2023 (P)
Payment of Accounts Payable	128,162,973.19	92,781,300.45
Total Payment of Accounts Payable	128,162,973.19	92,781,300.45

30. REMITTANCE OF PERSONNEL BENEFIT CONTRIBUTIONS AND MANDATORY DEDUCTIONS

Personnel Benefit Contributions and Mandatory Deductions	2024 (P)	2023 (P)
Remittance to GSIS/Pag-IBIG/PhilHealth	216,990,501.97	17,069,629.12
Remittance of Other Payables	83,105,889.81	29,893,580.57

Personnel Benefit Contributions and Mandatory Deductions	2024 (P)	2023 (P)
Total Remittance of Personnel Benefit Contributions and Mandatory Deductions	300,096,391.78	46,963,209.69

31. RELEASE OF INTER-AGENCY FUND TRANSFERS

Particulars	2024 (P)	2023 (P)
Release of funds to NGAs, GOCCs, LGUs for the implementation of projects	67,081,448.25	194,557,844.30
Total Release of Inter-Agency Fund Transfers	67,081,448.25	194,557,844.30

32. OTHER DISBURSEMENTS

Other Disbursements	2024 (P)	2023 (P)
Refund of Cash Advances	0	1,771,571.67
Other Disbursements	158,893.68	39,399.35
Total Other Disbursements	158,893.68	1,810,971.02

33. REVERSAL OF UNUTILIZED NCA

Particulars	2024 (P)	2023 (P)
Reversal of Unutilized NCA	629.26	18,332,668.61
Total Reversal of Unutilized NCA	629.26	18,332,668.61

Reversion of unused NCA represents amounts of NCA lapsed during the quarter due to delay in progress billings of ongoing infrastructure projects.

34. ADJUSTMENTS

Adjustments	2024 (P)	2023 (P)
Other Adjustments – Outflow	4,050.00	41,272.48
Total Adjustments	4,050.00	41,272.48

This amount is attributable to refunds of students of their stipend in March 2024 that otherwise do not fall under the other classifications of cash outflows.

35. NET CASH FROM OPERATING ACTIVITIES

Cash Flows from Operating Activities	2024 (P)	2023 (P)
Cash Inflows	1,229,855,776.83	1,230,939,492.23
Cash Outflows	1,279,177,039.87	1,272,387,458.79
Net Cash Provided by (Used in) Operating Activities	(49,321,263.04)	(41,447,966.56)

36. PURCHASE/ CONSTRUCTION OF PPE

Purchase of PPE	2024 (P)	2023 (P)
Purchase of machinery and equipment	4,543,907.14	1,160,951.00
Purchase of transportation equipment	9,251,914.28	0
Construction in Progress	7,559,386.78	68,733,937.41
Purchase of other PPE	0	945,074.19
Advances to contractors	1,077,079.89	11,381,876.93
Total Purchase of PPE	22,432,288.09	82,221,839.53

37. COMPARISON OF BUDGET AND ACTUAL AMOUNT

The University adopts the same basis of accounting for the preparation of budget proposals and financial statements. The approved budget also reflects the same period from January to December 31, 2024 to that reported in the other FS.

37.1 General Fund 101

The original budget was approved on the basis of FY 2024 GAA (RA 11975) on December 23, 2023. The difference between the Original and Final Budgeted amount is attributable to the unreleased allotment and other releases by the Department of Budget and Management (DBM) through Special Allotment Release Order (SARO), the details of which are shown in the following table.

SUMMARY OF ALLOTMENT RECEIVED FY 2024		
Authorized Appropriation		
GAA RA 11975		₱ 1,119,790,000.00
Automatic Appropriation (RLIP)		50,384,000.00
Add: GAA Continuing RA 11936		20,157,807.63
Less:		
For Later Release		301,997,000.00
Infrastructure Projects transferred to the Department of Public Works and Highways (DPWH)		125,000,000.00
Total Comprehensive release		₱ 976,986,178.63
Add: Additional release through SARO		250,304,969.00
Total Allotment Received		₱ 1,013,639,776.63

Summary of Other Releases through SARO			
Date	SARO No.	Particulars	Amount (₱)
02/02/2024	SARO-ROIX-24-0000208	Higher Education Program - Provision of Higher Education Services - Personnel Services	₱184,814.00
05/07/2024	SARO-ROIX-24-0002613	Locally-Funded Project(s) - Tulong Dunong Program	1,300,000.00
07/04/2024	SARO-ROIX-24-0005165	Higher Education Program - Locally Funded Projects - Maintenance and Other Operating Expense	3,000,000.00
7/22/2024	SARO-ROIX-24-0005898	Locally-Funded Projects - Free Higher Education	48,513,585.00
7/22/2024	SARO-ROIX-24-0005899	Higher Education Program - Locally Funded Projects - Maintenance and Other Operating Expense	8,000,000.00
7/31/2024	SARO-ROIX-24-0006112	General Administration and Support - Administration of Personnel Benefits - Personnel Services	25,743,002.00
7/31/2024	SARO-ROIX-24-0006113	Higher Education Program - Provision of Higher Education Services - Personnel Services	2,191,847.00
8/20/2024	SARO-ROIX-24-0007343	Personnel Services Requirements	27,564,184.00
8/20/2024	SARO-ROIX-24-0007344	Personnel Services Requirements	2,535,674.00
9/17/2024	SARO-ROIX-24-0014788	Higher Education Program - Locally Funded Projects - Maintenance and Other Operating Expense	2,000,000.00

Summary of Other Releases through SARO			
Date	SARO No.	Particulars	Amount (P)
10/01/2024	SARO-ROIX-24-0016004	Higher Education Program - Locally Funded Projects - Maintenance and Other Operating Expense	3,700,830.00
10/01/2024	SARO-ROIX-24-0016231	Higher Education Program - Locally Funded Projects - Maintenance and Other Operating Expense	5,230,500.00
11/21/2024	SARO-ROIX-24-0018056	General Administration and Support - General Management and Supervision - Personnel Services	67,587,369.00
11/21/2024	SARO-ROIX-24-0018057	General Administration and Support - General Management and Supervision - Personnel Services	4,177,079.00
12/06/2024	SARO-ROIX-24-0018687	Higher Education Program - Locally Funded Project(s) - Free Higher Education	48,576,085.00
TOTAL			250,304,969.00

37.2 Special Trust Fund and Income Generating Projects

The budget for the STF and IGP was approved by the WMSU Board of Regents (BOR) on December 19, 2023 per BOR Resolution No. 150, s. 2023, and subsequently revised on March 6, 2024 per BOR Resolution No. 24, s. 2024.

38. NATURE AND EXTENT OF PRIOR PERIOD ERRORS

These amounts represent entries made affecting the beginning balance of the Accumulated Surplus/(Deficit) account, details of which are as follows:

Particulars	Debit/(Credit) (P)
Refund of Overpayments	292,050.00
Correcting Entries	43,741.92
Adjusting Entries for Accounts Payable	(8,955,684.21)
Adjusting Entries for Depreciation	(10,182,446.60)
Liquidation of Cash Advances	(577,613.05)
Adjusting Entries for PPE Accounts	(0.01)
Adjusting Entries for Inventory Accounts	0.00
Cancelled/State checks	855,735.19
Other Adjustments/ Reversal of Accounts	(5,024,895.93)
Prior Period Adjustments/Unrecorded Income and Expenses	(23,549,112.69)

39. RELATED PARTIES

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

Members of key management are regarded as related parties and comprise the members of the BOR of the University, composed of the Chairman, the Vice-Chair, Representatives for the Committee on Higher, Technical and Vocational Education and the Private Sector, Directors of the National Economic Development Authority IX, the Department of Science and Technology IX and the CHED IX, and Presidents of the University Faculty Union, the Alumni Association and the University Student Council.