



Laguna Lake Development Authority

STATEMENT OF INCOME AND EXPENSES

For the Year ended December 31, 2009

With comparative figures for the Year ended December 31, 2009)

	2009	2008
REVENUE FROM OPERATIONS		
Permits and Licenses	P 126,492,733.06	P 91,947,313.92
Service Income	39,468,266.93	47,274,108.89
Business Income	5,478,903.37	4,858,451.41
Other Income	Note 19 27,194,016.37	44,747,680.61
Total Revenues	198,633,919.73	188,827,554.83
OPERATING EXPENSES		
Personal services	73,328,186.91	69,203,632.62
Maintenance and other operating expenses	68,022,955.53	100,869,434.84
Financial expenses		
Bank Charges	21,244.21	26,016.66
Other financial charges	41,588.86	55,071.30
Total expenses	141,413,975.51	170,154,155.42
Net Income Before Tax	57,219,944.22	18,673,399.41
LESS: Corporate Tax	12,977,301.64	4,870,289.25
NET INCOME	P 44,242,642.58	P 13,803,110.16

(See accompanying Notes to Financial Statements)

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Republic of the Philippines
COMMISSION ON AUDIT
Regional Office No. IV
Audit Group M- Rizal Province
Antipolo City

AUDIT CERTIFICATE

THE BOARD OF DIRECTORS

Laguna Lake Development Authority
Club Manila East Compd., Km 24, Manila East Road
Brgy. San Juan, Taytay, Rizal

Pursuant to Section 2, Article IX-D of the Philippine Constitution and pertinent provision of Presidential Decree No. 1445, we have audited the accompanying Balance Sheet of the Laguna Lake Development Authority as of December 31, 2009 and the related Statements of Income and Expenses and Cash Flows for the year then ended. These Financial statements are the responsibility of the Laguna Lake Development Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with the generally accepted state auditing standards. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement/s. Our audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making these risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Our audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

The correctness of Accounts Receivable balance could not be ascertained due to the existence of abnormal accounts totaling to ₱2,779,646.12 for subsidiary ledger balances of ninety six accounts. Further, the property and equipment account balance of ₱71,104,508.70 did not reconcile with the physical inventory report. No other alternative audit procedures can be performed to prove the validity and correctness of the balances of the said accounts.

The Receivables-Disallowances/Charges account balance is understated by ₱9,091,062.00 due to non-recording and/or error in recording of audit disallowances/charges that have become final and executory and the refunds/payments made. The unliquidated cash advances granted for the purposes that have already been served overstated the Cash account and understated the Expense account balance by ₱3,260,360.81.


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LEVY S. CHUA
Division Chief III, Finance

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary on the matters discussed in the preceding paragraphs, the financial statements referred to above present fairly, in all materials respect, the financial position of Laguna Lake Development Authority as of December 31, 2009 and the results of its operations and cash flows for the year then ended in conformity with generally accepted accounting principles.

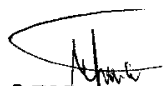
COMMISSION ON AUDIT

By:


BIENVENIDA P. CACATIAN
Supervising Auditor

March 3, 2010

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LEVY S. CHUA
Division Chief III, Finance



Republic of the Philippines
LAGUNA LAKE DEVELOPMENT AUTHORITY

Club Manila East Compd., Km 24, Manila East Rd.

Brgy. San Juan, Baybay, Rizal

Tel . 286-61-19, 286-61-21

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

The management of **LAGUNA LAKE DEVELOPMENT AUTHORITY** is responsible for all information and representations contained in the accompanying **Balance Sheet** as of December 31, 2009 and the related **Statements of Income and Expenses** and **Cash Flow** for the year then ended. The financial statements have been prepared in conformity with generally accepted state accounting principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

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

LEVY S. CHUA

Division Chief III - Finance Division

EDGARDO C. MANDA

General Manager

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LEVY S. CHUA

Division Chief III, Finance



LAGUNA LAKE DEVELOPMENT AUTHORITY
BALANCE SHEET

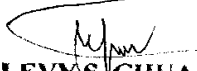
December 31, 2009

(With Comparative Figures as of December 31, 2008)

		2009		2008
ASSETS				
Current Assets				
Cash and Cash Equivalents	(Note 3) P	32,225,335.17	P	48,482,799.33
Receivables	(Note 4)	254,468,740.40		249,724,701.00
Inventories	(Note 5)	3,344,409.37		3,388,374.48
Prepayments	(Note 6)	-302,088.64		49,055.00
Other current assets	(Note 7)	2,344,831.30		2,109,842.30
Total current assets		292,081,227.60		303,754,772.11
Non-Current Assets				
Investments	(Note 8)	277,478,844.36		214,832,272.57
Property and equipment	(Note 9)	170,028,296.79		176,814,435.72
LESS: Accum. Depreciation		98,923,788.09		114,195,317.49
Property and equipment (Net)		71,104,508.70		62,619,118.23
Total non-current assets		348,583,353.06		277,451,390.80
Total Assets	P	640,664,580.66	P	581,206,162.91
LIABILITIES AND EQUITY				
Current Liabilities				
Accounts payable	(Note 10) P	29,572,136.28	P	29,669,310.39
Inter-agency payables	(Note 12)	28,563,484.70		21,627,268.56
Deferred credits	(Note 13)	33,719,461.75		70,341,044.48
Other current liabilities	(Note 14)	7,545,717.38		3,854,822.12
Total current liabilities		99,400,800.11		125,492,445.55
Non-Current Liabilities				
Long-term liabilities	(Note 15)	1,526,687.27		1,526,687.27
Total non-current liabilities		1,526,687.27		1,526,687.27
Total liabilities		100,927,487.38		127,019,132.82
Equity				
Capital stock	(Note 16)	387,141,800.00		387,141,800.00
Restricted capital		26,179,813.89		25,469,142.16
Retained earnings	(Note 18)	126,415,479.39		41,576,087.93
Total equity		539,737,093.28		454,187,030.09
	P	640,664,580.66	P	581,206,162.91

(See accompanying Notes to Financial Statements)

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LEVYS. CHUA
Division Chief III, Finance