



BUREAU OF CUSTOMS

MAKABAGONG ADUANA, MATATAG NA EKONOMIYA



FILE COPY

PROFESSIONALISM

INTEGRITY

ACCOUNTABILITY

February 14, 2022

ATTY. ARNEL P. BACARRA

State Auditor IV
Supervising Auditor
Office of the COA Auditor

THRU : **REBECCA Q. TUGAY**
State Auditor IV
Audit Team Leader

Dear **Auditor Bacarra:**

In compliance with COA Circular 2015-005 dated July 16, 2015 "Availability of WEB based Annual Financial Reporting System (AFRS)", respectfully submitted are the hard copies of the following reports for the year ended December 31, 2021:

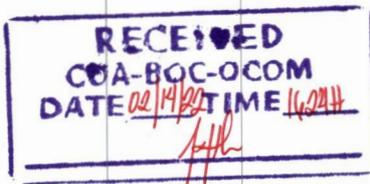
ALL FUNDS (Consolidated)

- Statement of Management Responsibility for FS
- Condensed and Detailed Statement of Financial Position
- Condensed and Detailed Statement of Financial Performance
- Statement of Cash Flows
- Statement of Changes in Net Assets (restated)
- Condensed and Detailed Statement of Financial Position (restated)
- Condensed and Detailed Statement of Financial Performance(restated)
- Statement of Cash Flows(restated)
- Statement of Comparison of Budget and Actual Amount
- Notes to Financial Statements

Thank you.

Very truly yours,

REY LEONARDO B. GUERRERO
Commissioner





BUREAU OF CUSTOMS

MAKABAGONG ADUANA, MATATAG NA EKONOMIYA



PROFESSIONALISM

INTEGRITY

ACCOUNTABILITY

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of the **Bureau of Customs (BOC)** is responsible for all information and representations contained in the accompanying Statement of Financial Position as at December 31, 2021 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 Philippine Public Sector Accounting Standards and generally accepted state accounting principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, 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.

REY LEONARDO B. GUERRERO

Head of Agency/
Authorized Representative

Date Signed

MARILOU A. CABIGON

OIC- Financial Management Office

Date Signed

CECILLE MARIE C. SORIANO

OIC, Financial Service

2/14/22
Date Signed

A Modernized and Credible Customs Administration That is Among the World's Best

South Harbor, Gate 3, Port Area, Manila 1099

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**BUREAU OF CUSTOMS
CONDENSED STATEMENT OF FINANCIAL POSITION
ALL FUNDS
AS AT DECEMBER 31,2021**

ASSETS	ACCOUNT TITLE	2021	2020
	Current Assets		
	Cash and Cash Equivalent	17,160,275,988.53	9,765,400,386.20
	Receivables	5,433,246,768.79	6,244,899,695.08
	Inventories	389,903,066.47	413,867,156.81
	Other Current Assets	36,004,969.26	26,751,495.90
	Total Current Assets	<u>23,019,430,793.05</u>	<u>16,450,918,733.99</u>
	Non Current Assets		
	Property, Plant and Equipment	4,283,617,556.27	3,952,983,248.20
	Intangible Assets	729,227,008.62	690,141,349.14
	Other Non-Current Assets	236,103,234.50	236,103,234.50
	Total Non-Current Assets	<u>5,248,947,799.39</u>	<u>4,879,227,831.84</u>
	TOTAL ASSETS	<u>28,268,378,592.44</u>	<u>21,330,146,565.83</u>
	LIABILITIES		
	Current Liabilities		
	Financial Liabilities Payables	3,631,947,462.19	2,736,020,010.17
	Inter-Agency Payables	153,325,497.35	1,830,960,218.14
	Intra-Agency Payables	-	367,805,684.52
	Trust Liabilities	10,142,343,667.64	4,714,477,543.50
	Other Payables	9,788.96	(70,860.33)
	Deferred Credits/Unearned Income	-	35,956,926.36
	Total Current Liabilities	<u>13,927,626,416.14</u>	<u>9,685,149,522.36</u>
	Non-Current Liabilities	-	-
	Total Non-Current Liabilities	<u>-</u>	<u>-</u>
	TOTAL LIABILITIES	<u>13,927,626,416.14</u>	<u>9,685,149,522.36</u>
	NET ASSETS/EQUITY		
	Accumulated Surplus/(Deficit)	14,340,752,176.30	11,644,997,043.47
	Total Net Assets/Equity	<u>14,340,752,176.30</u>	<u>11,644,997,043.47</u>
	TOTAL LIABILITIES AND NET ASSETS/EQUITY	<u>28,268,378,592.44</u>	<u>21,330,146,565.83</u>

BUREAU OF CUSTOMS
 DETAILED STATEMENT OF FINANCIAL POSITION
 ALL FUNDS
 AS AT DECEMBER 31, 2021

ASSETS	ACCOUNT TITLE	2021	2020
Current Assets			
Cash and Cash Equivalent		17,160,275,988.53	9,765,400,386.20
Cash on Hand		189,664,514.89	167,047,582.19
Cash - Collecting Officer		188,195,659.60	165,996,165.68
Petty Cash		1,468,855.29	1,051,416.51
Cash in Bank - Local Currency		924,993,794.32	1,361,302,866.76
Cash in Bank - Local Currency, Current Account		924,993,794.32	1,361,302,866.76
Cash in Bank - Local Currency, Savings Account			
Treasury/Agency Cash Accounts		16,045,617,679.32	8,237,049,937.25
Cash - Treasury/Agency Deposit, Special Account		4,321,572,550.57	3,801,010,423.61
Cash - Treasury/Agency Deposit, Trust		11,724,045,128.75	4,436,039,513.64
Receivables		5,433,246,768.79	6,244,899,695.08
Loans and Receivable Accounts		750,000.00	68,661,260.00
Accounts Receivable		750,000.00	68,661,260.00
Tax Receivable		548,054,252.82	
Inter-Agency Receivables		2,949,255,278.81	4,079,280,364.89
Due from National Government Agencies		1,542,076,130.35	1,715,828,625.77
Due from Government-Owned and/or Controlled Corporations		1,407,179,148.46	2,363,451,739.12
Intra-Agency Receivables		-	163,842,313.92
Due from Central Office		-	163,842,313.92
Due from Operating Units		-	-
Other Receivables		1,935,187,237.16	1,933,115,756.27
Receivables - Disallowances/Charges		1,902,827,606.72	1,900,695,325.72
Due from Officers and Employees		10,011,354.81	10,072,154.92
Other Receivables		22,348,275.63	22,348,275.63
Inventories		389,903,066.47	413,867,156.81
Inventory Held for Consumption		365,907,501.01	382,695,615.31
Office Supplies Inventory		10,543,520.60	12,850,493.63
Accountable Forms, Plates and Stickers Inventory		271,602,710.66	314,730,231.40
Non-Accountable Inventory		76,974,551.62	47,371,457.54
Drugs and Medicines Inventory		209,210.14	3,198,523.49
Medical, Dental and Laboratory Supplies Inventory		1,085,631.68	1,248,557.45
Fuel, Oil and Lubricants Inventory		4,534,716.27	-
Other Supplies and Materials Inventory		957,160.04	3,296,351.80
Semi-Expendable		23,995,565.46	31,171,541.50
Semi-Expendable Machinery		36,000.00	71,416.32
Semi-Expendable Office Equipment		3,303,342.89	3,432,696.19
Semi-Expendable Information and Communications Technology Equipment		1,349,945.98	2,090,322.27
Semi-Expendable Communications Equipment		21,320.00	21,320.00
Semi-Expendable Disaster Response and Rescue Equipment		1,005,773.76	1,170,150.01
Semi-Expendable Military, Police and Security Equipment		876,425.00	-
Semi-Expendable Other Equipment		98,800.00	98,800.00
Semi-Expendable Furniture and Fixtures		17,248,457.83	24,231,336.71
Semi-Expendable Books		55,500.00	55,500.00
Other Current Assets		36,004,969.26	26,751,495.90
Advances		19,338,533.30	20,277,314.13
Advances for Operating Expenses		1,554,860.30	2,122,490.75
Advances for Payroll		-	-
Advances to Special Disbursing Officer		17,783,673.00	18,154,823.38
Advances to Officers and Employees		-	-

Prepayments	14,434,671.31	4,799,586.04
Advances to Contractors	6,113,195.01	3,764,021.04
Prepaid Rent	923,438.94	-
Prepaid Registration	-	-
Prepaid Insurance	980,227.36	1,035,565.00
Prepaid Subscription	6,417,810.00	-
Other Prepayments	-	-
Deposits	2,231,764.65	1,674,595.73
Guaranty Deposits	2,231,764.65	1,674,595.73
Total Current Assets	23,019,430,793.05	16,450,918,733.99
Non Current Assets		
Property, Plant and Equipment	4,283,617,556.27	3,952,983,248.20
Land	-	-
Land		
Buildings and Other Structures	299,202,764.32	303,647,765.80
Buildings	343,836,556.81	343,836,556.81
Accumulated Depreciation - Buildings	(48,127,083.79)	(43,845,416.95)
Net Value - Buildings	295,709,473.02	299,991,139.86
Other Structures	5,444,486.98	5,444,486.98
Accumulated Depreciation - Other Structures	(1,951,195.68)	(1,787,861.04)
Net Value - Other Structures	3,493,291.30	3,656,625.94
Machinery and Equipment	3,710,195,452.04	3,356,019,197.46
Machinery	262,801,050.00	253,004,050.00
Accumulated Depreciation - Machinery	(115,881,059.08)	(88,156,111.36)
Net Value - Machinery	146,919,990.92	164,847,938.64
Office Equipment	168,941,026.46	167,133,558.05
Accumulated Depreciation - Office Equipment	(64,401,133.60)	(57,270,233.63)
Net Value - Office Equipment	104,539,892.86	109,863,324.42
Information and Communication Technology Equipment	1,357,531,096.52	1,275,234,291.24
Accumulated Depreciation - Information and Communication Technology Equipment	(663,239,014.21)	(378,966,200.06)
Net Value-Information and Communication Technology Equipment	694,292,082.31	896,268,091.18
Communication Equipment	7,118,232.95	7,118,232.95
Accumulated Depreciation - Communication Equipment	(1,408,288.38)	(1,389,095.34)
Net Value - Communication Equipment	5,709,944.57	5,729,137.61
Disaster Response and Rescue Equipment	2,995,172.44	2,870,672.44
Accumulated Depreciation - Disaster Response and Rescue Equipment	(1,330,327.53)	(1,330,327.53)
Net Value - Disaster Response and Rescue Equipment	1,664,844.91	1,540,344.91
Military, Police and Security Equipment	37,755,609.63	13,772,255.21
Accumulated Depreciation - Military, Police and Security Equipment	(7,285,431.10)	(5,744,294.86)
Net Value - Military, Police and Security Equipment	30,470,178.53	8,027,960.35
Medical Equipment	102,225.00	102,225.00
Accumulated Depreciation - Medical Equipment	(20,838.22)	(11,480.74)
Net Value - Medical Equipment	81,386.78	90,744.26
Technical and Scientific Equipment	45,292,667.98	45,292,667.98
Accumulated Depreciation - Technical and Scientific Equipment	(18,267,002.43)	(18,267,002.43)
Net Value - Technical and Scientific Equipment	27,025,665.55	27,025,665.55
Other Equipment	10,615,344,019.00	9,869,378,033.46
Accumulated Depreciation - Other Equipment	(7,915,852,553.39)	(7,726,752,042.92)
Net Value - Other Machinery and Equipment	2,699,491,465.61	2,142,625,990.54
Transportation Equipment	88,145,314.98	106,460,842.38
Motor Vehicles	122,749,390.42	123,711,390.42
Accumulated Depreciation - Motor Vehicles	(34,604,075.44)	(17,250,548.04)
Net Value - Motor Vehicles	88,145,314.98	106,460,842.38
Furniture, Fixtures and Books	162,782,256.14	163,563,673.77
Furniture and Fixtures	388,863,757.33	387,651,957.33
Accumulated Depreciation - Furniture and Fixtures	(226,204,884.35)	(224,211,666.72)
Net Value - Furniture and Fixtures	162,658,872.98	163,440,290.61
Books	2,467,663.15	2,467,663.15
Accumulated Depreciation - Books	(2,344,279.99)	(2,344,279.99)
Net Value - Books	123,383.16	123,383.16

Other Property, Plant and Equipment	3,947.50	3,947.50
Other Property, Plant and Equipment	78,950.00	78,950.00
Accumulated Depreciation - Other Property, Plant and Equipment	(75,002.50)	(75,002.50)
Net Value - Other Property, Plant and Equipment	3,947.50	3,947.50
Construction in Progress	23,287,821.29	23,287,821.29
Construction in Progress - Infrastructure Assets	-	-
Construction in Progress-Buildings and Other Structures	23,287,821.29	23,287,821.29
Intangible Assets	729,227,008.62	690,141,349.14
Intangible Assets	559,697,508.62	573,330,349.14
Computer Software	614,703,388.62	607,709,024.14
Accumulated Amortization - Computer Software	(55,005,880.00)	(34,378,675.00)
Net Value - Computer Software	559,697,508.62	573,330,349.14
Development in Progress	169,529,500.00	116,811,000.00
Development in Progress - Computer Software	169,529,500.00	116,811,000.00
Other Non-Current Assets	236,103,234.50	236,103,234.50
Other Assets	236,103,234.50	236,103,234.50
Confiscated Property/Assets	236,103,234.50	236,103,234.50
Other Assets	-	-
Total Non-Current Assets	5,248,947,799.39	4,879,227,831.84
TOTAL ASSETS	28,268,378,592.44	21,330,146,565.83
LIABILITIES		
Current Liabilities		
Financial Liabilities Payables	3,631,947,462.19	2,736,020,010.17
Accounts Payable	120,769,835.63	145,049,986.84
Due to Officers and Employees	85,612,842.57	552,355,288.56
Awards and Rewards Payable	2,225,355,814.68	857,755,814.68
Tax Refunds Payable	1,200,208,969.31	1,180,858,920.09
Inter-Agency Payables	153,325,497.35	1,830,960,218.14
Due to BIR	82,408,930.03	86,909,457.16
Due to GSIS	59,245,797.57	69,817,599.77
Due to Pag-IBIG	2,833,111.49	1,737,106.60
Due to PhilHealth	5,029,474.63	4,777,224.14
Due to NGAs	459,824.37	1,664,040,864.30
Due to GOCCs	3,348,359.26	3,677,966.17
Due to LGUs	-	-
Intra-Agency Payables	-	367,805,684.52
Due to Central Office	-	158,130,750.03
Due to Operating Units	-	209,674,934.49
Trust Liabilities	10,142,343,667.64	4,714,477,543.50
Trust Liabilities	9,977,567,819.76	4,551,131,326.05
Guaranty/Security Deposits Payable	164,775,847.88	163,346,217.45
Other Payables	9,788.96	(70,860.33)
Other Payables	9,788.96	(70,860.33)
Deferred Credits/Unearned Income	-	35,956,926.36
Other Deferred Credits	-	35,956,926.36
Total Current Liabilities	13,927,626,416.14	9,685,149,522.36
Non-Current Liabilities	-	-
Total Non-Current Liabilities	-	-
TOTAL LIABILITIES	13,927,626,416.14	9,685,149,522.36

NET ASSETS/EQUITY

Equity

Government Equity

Accumulated Surplus/(Deficit)

14,340,752,176.30 11,644,997,043.47
14,340,752,176.30 11,644,997,043.47

NET ASSETS/EQUITY

14,340,752,176.30 11,644,997,043.47

TOTAL LIABILITIES AND NET ASSETS/EQUITY

28,268,378,592.44 21,330,146,565.83

**BUREAU OF CUSTOMS
CONDENSED STATEMENT OF FINANCIAL PERFORMANCE
ALL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

ACCOUNT TITLE	2021	2020
Revenue		
Revenue	647,829,338,249.97	534,824,636,470.62
Service and Business Income	4,131,571,804.36	2,513,229,520.21
Shares, Grants and Donations	-	-
Miscellaneous Income	9,882,145.97	0.46
Total Revenue	<u>651,970,792,200.30</u>	<u>537,337,865,991.29</u>
Less: Current Operating Expenses		
Personnel Services	1,804,276,847.87	1,626,098,287.41
Maintenance and Other Operating Expenses	1,427,499,665.69	2,991,653,460.59
Financial Expenses	-	-
Non-Cash Expenses	364,741,341.30	230,334,502.71
Total Current Operating Expenses	<u>3,596,517,854.86</u>	<u>4,848,086,250.71</u>
Surplus (Deficit) from Current Operations	<u>648,374,274,345.44</u>	<u>532,489,779,740.58</u>
Net Financial Assistance/Subsidy	3,006,497,399.23	5,053,720,761.94
Sale of Asset	433,882,928.34	583,191,717.58
Surplus (Deficit) for the Period	<u><u>651,814,654,673.01</u></u>	<u><u>538,126,692,220.10</u></u>

**BUREAU OF CUSTOMS
 DETAILED STATEMENT OF FINANCIAL PERFORMANCE
 ALL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

ACCOUNT TITLE	2021	2020
Revenue		
Tax Revenue		
Tax Revenue-Goods and Services		
Import Duties	78,207,329,039.13	69,794,774,310.46
Excise Tax	161,362,867,684.89	130,690,659,569.05
Business Tax	407,494,320,932.84	333,651,452,453.89
Total Tax Revenue-Goods and Services	<u>647,064,517,656.86</u>	<u>534,136,886,333.40</u>
Tax Revenue-Others		
Documentary Stamp Tax	595,439,798.00	489,088,287.00
Tax Revenue-Fines and Penalties		
Tax Revenue - Fines and Penalties - Taxes on Goods and Services	169,380,795.11	198,661,850.22
Total Tax Revenue	<u>647,829,338,249.97</u>	<u>534,824,636,470.62</u>
Service and Business Income		
Permit Fees	14,491,250.00	15,842,000.00
Registration Fees	24,251,250.00	23,402,520.00
Clearance and Certification Fees	3,890,500.00	3,479,050.00
Legal Fees	13,619,380.00	3,013,970.00
Inspection Fees	241,181.45	57,695.40
Verification and Authentication Fees	21,597,800.00	3,065,400.00
Processing Fees	742,495,839.00	660,289,082.00
Other Service Income	2,578,567,841.19	1,475,666,438.22
Business Income		
Rent/Lease Income	1,582,244.58	1,575,261.38
Dividend Income	27,971,725.57	-
Interest Income	317,241,422.95	160,060,655.23
Fines and Penalties-Business Income	278,701,741.86	51,069,060.93
Other Business Income	106,919,627.76	115,708,387.05
Total Business Income	<u>732,416,762.72</u>	<u>328,413,364.59</u>
Total Service and Business Income	<u>4,131,571,804.36</u>	<u>2,513,229,520.21</u>
Miscellaneous Income		
Miscellaneous Income	9,882,145.97	0.46
Total Miscellaneous Income	<u>9,882,145.97</u>	<u>0.46</u>
Total Revenue	<u>651,970,792,200.30</u>	<u>537,337,865,991.29</u>
Current Operating Expenses		
Personnel Services		
Salaries and Wages		
Salaries and Wages-Regular	1,203,899,038.17	1,099,726,393.67
Salaries and Wages-Casual/Contractual	4,375,809.83	9,243,177.33
Total Salaries and Wages	<u>1,208,274,848.00</u>	<u>1,108,969,571.00</u>
Other Compensation		
Personal Economic Relief Allowance (PERA)	82,901,219.59	77,671,509.01
Representation Allowance (RA)	11,568,327.19	11,363,000.00
Transportation Allowance (TA)	10,099,193.19	9,079,500.00
Clothing/Uniform Allowance	19,703,716.00	11,065,200.00
Subsistence Allowance	16,500.00	72,780.00
Laundry Allowance	2,250.03	4,397.72
Hazard Pay	-	28,115,927.16
Overtime and Night Pay	-	3,074,801.20
Year End Bonus	98,208,825.05	91,967,663.64
Cash Gift	17,313,750.00	16,338,750.00
Mid-Year Bonus-Civilian	92,559,487.13	87,448,349.00
Other Bonuses and Allowances	17,400,000.00	32,877,000.00
Total Other Compensation	<u>349,773,268.18</u>	<u>369,078,877.73</u>

Personnel Benefit Contributions		
Retirement and Life Insurance Premiums	126,826,431.54	41,086,813.88
Pag-IBIG Contributions	3,771,297.03	3,534,981.66
PhilHealth Contributions	15,278,435.51	14,496,842.75
Employees Compensation Insurance Premiums	4,614,859.83	3,708,047.58
Total Personnel Benefit Contributions	150,491,023.91	62,826,685.87
Other Personnel Benefits		
Retirement Gratuity	-	2,011,803.85
Terminal Leave Benefits	95,325,658.07	83,046,588.25
Other Personnel Benefits	412,049.71	164,760.71
Total Other Personnel Benefits	95,737,707.78	85,223,152.81
Total Personnel Services	1,804,276,847.87	1,626,098,287.41
Maintenance and Other Operating Expenses		
Traveling Expenses		
Traveling Expenses-Local	6,895,531.08	8,479,536.62
Traveling Expenses-Foreign	-	1,379,689.94
Total Traveling Expenses	6,895,531.08	9,859,226.56
Training and Scholarship Expenses		
Training Expenses	6,853,101.54	6,938,201.37
Total Training and Scholarship Expenses	6,853,101.54	6,938,201.37
Supplies and Materials Expenses		
Office Supplies Expenses	40,623,805.72	36,099,743.68
Accountable Forms Expenses	6,543,636.00	20,106,190.81
Non-Accountable Forms Expenses	38,964,062.56	1,666,810.16
Drugs and Medicines Expenses	55,727.64	76,685.37
Medical, Dental and Laboratory Supplies Expenses	81,787.46	48,750.00
Fuel, Oil and Lubricants Expenses	22,415,328.07	15,229,001.38
Semi-Expendable Machinery and Equipment Expenses	6,460,124.16	2,658,967.77
Semi-Expendable Furniture, Fixtures and Books Expenses	15,375,523.89	5,162,032.39
Other Supplies and Materials Expenses	4,654,303.55	12,860,556.29
Total Supplies and Materials Expenses	135,174,299.05	93,908,737.85
Utility Expenses		
Water Expenses	14,851,447.20	16,993,717.28
Electricity Expenses	66,749,687.32	51,501,407.97
Total Utility Expenses	81,601,134.52	68,495,125.25
Communication Expenses		
Postage and Courier Services	3,684,496.92	2,574,926.16
Telephone Expenses	8,692,558.93	6,884,218.93
Internet Subscription Expenses	39,691,255.64	41,338,732.27
Cable, Satellite, Telegraph and Radio Expenses	63,716.00	49,175.35
Total Communication Expenses	52,132,027.49	50,847,052.71
Confidential, Intelligence and Extraordinary Expenses		
Confidential Expenses	52,125,000.00	52,125,000.00
Extraordinary and Miscellaneous Expenses	9,656,390.11	7,101,551.49
Total Confidential, Intelligence and Extraordinary Expenses	61,781,390.11	59,226,551.49
Professional Services		
Auditing Services	-	156,800.00
Other Professional Services	152,184,813.36	154,874,959.96
Total Professional Services	152,184,813.36	155,031,759.96
General Services		
Environment/Sanitary Services	1,102,778.82	762,371.22
Janitorial Services	45,458,869.75	44,302,650.06
Security Services	3,007,618.07	1,294,265.91
Other General Services	15,625,805.88	10,654,667.76
Total General Services	65,195,072.52	57,013,954.95
Repairs and Maintenance		
Repairs and Maintenance-Buildings and Other Structures	46,365,062.53	45,893,868.32
Repairs and Maintenance-Machinery and Equipment	244,625,676.75	228,255,140.33
Repairs and Maintenance-Transportation Equipment	2,961,605.40	1,571,986.42
Repairs and Maintenance-Furniture and Fixtures	196,112.00	167,915.00
Total Repairs and Maintenance	294,148,456.68	275,888,910.07

Taxes, Insurance Premiums and Other Fees		
Taxes, Duties and Licenses	109,126.68	2,172,246,652.53
Fidelity Bond Premiums	2,911,312.50	2,915,157.96
Insurance Expenses	2,264,128.78	614,823.92
Total Taxes, Insurance Premiums and Other Fees	5,284,567.96	2,175,776,634.41
Other Maintenance and Operating Expenses		
Advertising Expenses	65,155.20	188,348.00
Printing and Publication Expenses	2,891,837.34	3,168,436.00
Representation Expenses	904,630.80	-
Transportation and Delivery Expenses	1,581,540.46	1,458,746.99
Rent/Lease Expenses	27,723,770.49	7,255,640.70
Subscription Expenses	70,002,448.89	23,500,310.32
Bank Transaction Fee	126,440.84	2,165.00
Other Maintenance and Operating Expenses	462,953,447.36	3,093,658.96
Total Other Maintenance and Other Operating Expenses	566,249,271.38	38,667,305.97
Total Maintenance and Other Operating Expenses	1,427,499,665.69	2,991,653,460.59
Financial Expenses		
Financial Expenses		
Bank Charges	-	-
Total Financial Expenses	0.00	0.00
Non-Cash Expenses		
Depreciation		
Depreciation-Buildings and Other Structures	4,445,001.48	3,191,529.68
Depreciation-Machinery and Equipment	327,108,183.46	197,355,772.89
Depreciation-Transportation Equipment	10,649,184.36	443,091.47
Depreciation-Furniture, Fixtures and Books	1,911,767.00	1,841,168.67
Total Depreciation	344,114,136.30	202,831,562.71
Amortization		
Amortization-Intangible Assets	20,627,205.00	27,502,940.00
Total Non-Cash Expenses	364,741,341.30	230,334,502.71
Current Operating Expenses	3,596,517,854.86	4,848,086,250.71
Surplus (Deficit) from Current Operations	648,374,274,345.44	532,489,779,740.58
Financial Assistance/Subsidy		
Financial Assistance/Subsidy from NGAs, LGUs, GOCCs		
Subsidy from National Government	3,006,497,399.23	5,053,720,761.94
Total Financial Assistance/Subsidy from NGAs, LGUs, GOCCs	3,006,497,399.23	5,053,720,761.94
Less: Financial Assistance/Subsidy to NGAs, LGUs, GOCCs, NGOs/Pos		
Total Financial Assistance/Subsidy to NGAs, LGUs, GOCCs	-	-
Net Financial Assistance/Subsidy	3,006,497,399.23	5,053,720,761.94
Sale of Assets		
Sale of Garnished/Confiscated/Abandoned/Seized Goods and Properties	433,882,928.34	583,191,717.58
Total Sale of Assets	433,882,928.34	583,191,717.58
Surplus (Deficit) for the Period	651,814,654,673.01	538,126,692,220.10

**BUREAU OF CUSTOMS
STATEMENT OF CASH FLOWS
ALL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	2021	2020
Cash Flows From Operating Activities		
Cash Inflows		
Receipt of Notice of Cash Allocation	<u>14,062,400,484.54</u>	<u>14,060,422,630.78</u>
Receipt of Notice of Cash Allocation	3,894,745,168.00	3,323,838,325.00
Receipt of NCA for Trust and Other Receipts	10,054,414,555.00	10,559,524,976.00
Constructive Receipt of NCA for TRA	113,240,761.54	177,059,329.78
Collection of Income/Revenues	<u>652,420,721,354.18</u>	<u>537,934,898,548.57</u>
Collection of tax revenue	647,829,338,249.97	534,824,636,470.62
Collection of service and business income	4,131,571,804.36	2,513,174,856.82
Collection of other income	433,882,928.34	583,191,717.58
Receipt of prior years' income	25,928,371.51	13,895,503.55
Collection of Receivables	<u>-</u>	<u>4,664,301.52</u>
Collection of receivables from audit disallowances	-	4,664,301.52
Collection of other receivables	-	-
Receipt of Inter-Agency Fund Transfers	<u>400,000.00</u>	<u>-</u>
Receipt of funds for the implementation of projects from NGAs/LGUs/GOCCs	400,000.00	-
Receipt of Intra-Agency Fund Transfers	<u>1,768,179,711.01</u>	<u>1,756,907,020.03</u>
Receipt of funds from CO/Bureaus/ROs/OU's for implementation of programs	782,503,300.55	681,094,901.45
Receipt of funds for other intra-agency transactions	985,676,410.46	1,075,812,118.58
Trust Receipts	<u>7,146,116,116.53</u>	<u>1,478,815,971.15</u>
Collection of other trust receipts	7,146,116,116.53	1,478,815,971.15
Other Receipts	<u>13,440,396.57</u>	<u>3,314,913.89</u>
Receipt of refund of cash advances	3,558,250.60	1,257,119.53
Other miscellaneous receipts	9,882,145.97	2,057,794.36
Adjustments	<u>688,474,326,047.11</u>	<u>583,568,813,850.19</u>
Restoration of cash for cancelled/lost/stale checks/ADA	3,642,837.40	11,746,131.26
Remittance to BTr (Debit to Cash- Treasury/Agency Deposit accounts)	653,057,583,409.85	561,821,538,109.63
Reversal of unused NCA for Special Account and Trust	587,300,538.64	3,706,234.01
Other adjustments - inflow	34,825,799,261.22	21,731,823,375.29
Total Cash Inflows	<u>1,363,885,584,109.94</u>	<u>1,138,807,837,236.13</u>
	-	-
Cash Outflows		
Replenishment of negotiated MDS checks	<u>-</u>	<u>-</u>
Remittance to National Treasury	<u>657,326,616,454.77</u>	<u>537,971,063,625.50</u>
Remittance of current year's income/revenue	651,616,165,495.25	537,239,372,337.83
Remittance of prior year's income/revenue	24,237,449.75	13,919,163.55
Remittance of trust receipts	5,657,823,846.28	626,456,152.73
Remittance of refunds, overpayments and disallowances and other receipts	28,389,663.49	91,315,971.39
Payment of operating expenses	<u>2,334,695,045.52</u>	<u>2,139,900,119.74</u>
Payment of personnel services	1,416,914,279.00	1,258,304,952.79
Payment of maintenance and other operating expenses	668,486,646.58	527,791,394.86
Replenishment of Petty Cash	2,753,303.45	191,289.00
Liquidation of cash advances granted during the year	246,005,301.62	353,612,483.09
Payment of expenses pertaining to/incurred in the prior years	-	-
Liquidation of prior year's cash advances	535,514.87	-
Purchase of Inventories	<u>13,371,755.27</u>	<u>5,985,796.71</u>
Purchase of inventories for distribution	7,160,189.27	1,270,500.00
Purchase of inventories for consumption	6,211,566.00	4,715,296.71
Purchase of Semi-Expendable Machinery, Equipment, Furniture, Fixtures and	<u>2,349,466.04</u>	<u>-</u>
Purchase of Semi-Expendable, Machinery and Equipment	1,223,905.00	-
Purchase of Semi-Expendable Furniture, Fixtures and Books	1,125,561.04	-
Grant of Cash Advances (Unliquidated During the Year)	<u>17,786,773.00</u>	<u>18,154,823.38</u>
Advances for operating expenses	3,100.00	-
Advances for special purpose/time-bound undertaking	17,783,673.00	18,154,823.38
Advances to officers and employees	-	-

Prepayments	18,401,078.54	2,988,952.31
Advances to Contractors (for Repairs and Maintenance of PPE - not capitaliz	6,955,089.70	1,408,840.02
Prepaid Rent	923,438.94	120,000.00
Prepaid Registration	-	
Prepaid Insurance	2,208,791.14	1,460,112.29
Prepaid subscription	8,313,758.76	
Other Prepayments	-	
	-	
Payment of Deposits	15,056,047.71	17,078,263.18
Payment of guaranty deposits	15,056,047.71	17,078,263.18
Payment of prior years' accounts payables for operating expenses	195,286,304.50	199,337,473.39
Payment of tax refunds payable	7,339,275,355.56	
Remittance of Personnel Benefit Contributions and Mandatory Deductions	445,378,808.78	462,247,657.44
Remittance of taxes withheld covered by TRA	113,240,761.54	177,059,329.78
Remittance of taxes withheld not covered by TRA	35,177,125.01	22,048,187.58
Remittance of employees' premium contributions and other payables to GSIS	213,937,530.60	194,499,603.32
Remittance of other personnel benefits contirbutions and mandatory deductio	49,089,783.64	34,875,592.70
Remittance of Other Payables	33,933,607.99	33,764,944.06
Release of Inter-Agency Fund Transfers	76,311,226.72	98,989,311.54
Advances to Procurement Service	29,876,696.72	56,719,371.54
Advances to other NGAs/GOCCs/LGUs for purchase of goods/services as au	46,434,530.00	42,269,940.00
Release of funds to NGAs, GOCCs, LGUs for the implementation of projects	-	-
Release of other inter-agency fund transfers	-	-
Release of intra-agency fund transfers	1,577,660,286.43	1,755,862,020.03
Release of Working Fund to foreign service posts and regional consular offic	-	-
Issuance of funding checks by HO/CO/ROs to ROs/OU	782,503,300.55	681,094,901.45
Release of funds for other intra-agency transactions	795,156,985.88	1,074,767,118.58
Other Disbursements	1,373,383,990.86	4,661,502,660.41
Disbursements from trust liabilities	1,353,239,063.68	4,637,321,339.89
Refund of excess working fund/intra-agency fund transfers	20,025,230.54	24,181,320.52
Refund of cash advances	119,696.64	-
Reversal of Unutilized NCA/NTA	217,355,343.31	454,292,707.29
Adjustments	685,279,920,535.89	589,372,902,856.86
Reversion of unused NCA	2,626,692,778.03	6,456,602,403.62
Receipt of NCA for Trust and Special Account	10,838,547,742.00	10,723,417,476.00
Closing of Cash - Treasury/Agency Deposit Regular and Special Account (by	643,994,678,141.07	533,615,410,919.35
Other adjustments - outflow	27,820,001,874.79	38,577,472,057.89
Total Cash Outflows	1,356,232,848,472.89	1,137,160,306,267.78
	-	-
Net Cash Provided by (Used in) Operating Activities	7,652,735,637.05	1,647,530,968.35
	-	-
Cash Flows from Investing Activities	-	-
	-	-
Cash Outflows	-	-
Purchase/Construction of Investment Property	-	-
Purchase/Construction of Property, Plant and Equipment	205,141,534.72	340,832,756.14
Construction of buildings and other structures	-	8,698,866.03
Purchase of machinery and equipment	203,929,734.72	303,283,385.82
Purchase of furniture, fixtures and books	1,211,800.00	5,562,683.00
Construction in progress	-	23,287,821.29
Purchase of Intangible Assets	52,718,500.00	116,811,000.00
Purchase of computer software	52,718,500.00	116,811,000.00
Total Cash Outflows	257,860,034.72	457,643,756.14
	-	-
Net Cash Provided by (Used in) Investing Activities	(257,860,034.72)	(457,643,756.14)
	-	-
Increase(Decrease) in Cash and Cash Equivalents	7,394,875,602.33	1,189,887,212.21
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash and Cash Equivalents, January 1,	9,765,400,386.20	8,575,513,173.99
Cash and Cash Equivalents, December 31	17,160,275,988.53	9,765,400,386.20

BUREAU OF CUSTOMS
STATEMENT OF CHANGES IN NET ASSETS
ALL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

PARTICULARS	2021	2020 As Restated
Balance at January 1, 2021	11,644,997,043.47	10,634,960,750.82
Add/Deduct:		
Prior Period Adjustments/Unrecorded Income and Expenses	301,423,973.14	-
Other Adjustments	(1,367,600,000.00)	-
Restated Balances	<u>10,578,821,016.61</u>	<u>10,634,960,750.82</u>
Add/Deduct:		
Changes in Net Assets/Equity for Calendar Year		
Adjustment of Net Revenue recognized directly in Net Assets/Equity		
Closing of Cash - Treasury/Agency Deposit - Regular	(643,994,678,141.07)	(533,901,333,435.37)
Closing of Cash-Constructive Income and Other Remittances	(4,067,295,650.70)	(4,125,855,357.33)
Closing of Cash-Constructive Disbursements	9,250,278.45	-
Closing of Cash - Tax Remittance Advice (BIR, BOC and BTr NG only)	-	-
Surplus/(Deficit) for the Period	651,814,654,673.01	537,971,049,058.49
Total Recognized Revenue and Expenses for the Period	<u>3,761,931,159.69</u>	<u>(56,139,734.21)</u>
Balance at December 31, 2021	<u>14,340,752,176.30</u>	<u>10,578,821,016.61</u>

**BUREAU OF CUSTOMS
CONDENSED STATEMENT OF FINANCIAL POSITION
ALL FUNDS
AS AT DECEMBER 31,2021**

ACCOUNT TITLE	<u>Note</u>	2021	2020 As Restated
ASSETS			
Current Assets			
Cash and Cash Equivalent	5	17,160,275,988.53	9,536,305,733.27
Receivables	6	5,433,246,768.79	5,941,450,946.62
Inventories	7	389,903,066.47	376,057,521.71
Other Current Assets	8	36,004,969.26	5,430,285.45
Total Current Assets		<u>23,019,430,793.05</u>	<u>15,859,244,487.05</u>
Non Current Assets			
Property, Plant and Equipment	9	4,283,617,556.27	3,768,511,993.92
Intangible Assets	10	729,227,008.62	690,141,349.14
Other Non-Current Assets	11	236,103,234.50	236,103,234.50
Total Non-Current Assets		<u>5,248,947,799.39</u>	<u>4,694,756,577.56</u>
TOTAL ASSETS		<u>28,268,378,592.44</u>	<u>20,554,001,064.61</u>
LIABILITIES			
Current Liabilities			
Financial Liabilities Payables	12.1	3,631,947,462.19	5,211,320,243.73
Inter-Agency Payables	12.2	153,325,497.35	65,608,985.05
Trust Liabilities	12.3	10,142,343,667.64	4,697,717,019.17
Other Payables	12.4	9,788.96	533,800.05
Deferred Credits/Unearned Income		-	-
Total Current Liabilities		<u>13,927,626,416.14</u>	<u>9,975,180,048.00</u>
Non-Current Liabilities			
Total Non-Current Liabilities		-	-
TOTAL LIABILITIES		<u>13,927,626,416.14</u>	<u>9,975,180,048.00</u>
NET ASSETS/EQUITY			
Accumulated Surplus/(Deficit)		14,340,752,176.30	10,578,821,016.61
Total Net Assets/Equity		<u>14,340,752,176.30</u>	<u>10,578,821,016.61</u>
TOTAL LIABILITIES AND NET ASSETS/EQUITY		<u>28,268,378,592.44</u>	<u>20,554,001,064.61</u>

**BUREAU OF CUSTOMS
DETAILED STATEMENT OF FINANCIAL POSITION
ALL FUNDS
AS AT DECEMBER 31,2021**

ACCOUNT TITLE	2021	2020 As Restated
ASSETS		
Current Assets		
Cash and Cash Equivalent	17,160,275,988.53	9,536,305,733.27
Cash on Hand	<u>189,664,514.89</u>	<u>36,779,968.27</u>
Cash - Collecting Officer	188,195,659.60	36,104,819.04
Petty Cash	1,468,855.29	675,149.23
Cash in Bank - Local Currency	<u>924,993,794.32</u>	<u>1,262,475,827.75</u>
Cash in Bank - Local Currency, Current Account	924,993,794.32	1,262,475,827.75
Cash in Bank - Local Currency, Savings Account		
Treasury/Agency Cash Accounts	<u>16,045,617,679.32</u>	<u>8,237,049,937.25</u>
Cash - Treasury/Agency Deposit, Special Account	4,321,572,550.57	3,801,010,423.61
Cash - Treasury/Agency Deposit, Trust	11,724,045,128.75	4,436,039,513.64
Receivables	<u>5,433,246,768.79</u>	<u>5,941,450,946.62</u>
Loans and Receivable Accounts	<u>750,000.00</u>	<u>750,000.00</u>
Accounts Receivable	750,000.00	750,000.00
Tax Receivable	548,054,252.82	141,747,799.05
Inter-Agency Receivables	<u>2,949,255,278.81</u>	<u>3,861,990,010.30</u>
Due from National Government Agencies	1,542,076,130.35	1,498,023,564.67
Due from Government-Owned and/or Controlled Corporations	1,407,179,148.46	2,363,966,445.63
Intra-Agency Receivables	<u>-</u>	<u>-</u>
Due from Central Office	-	-
Due from Operating Units	-	-
Other Receivables	<u>1,935,187,237.16</u>	<u>1,936,963,137.27</u>
Receivables - Disallowances/Charges	1,902,827,606.72	1,904,545,506.72
Due from Officers and Employees	10,011,354.81	10,069,354.92
Other Receivables	22,348,275.63	22,348,275.63
Inventories	<u>389,903,066.47</u>	<u>376,057,521.71</u>
Inventory Held for Consumption	<u>365,907,501.01</u>	<u>352,620,720.10</u>
Office Supplies Inventory	10,543,520.60	10,436,433.73
Accountable Forms, Plates and Stickers Inventory	271,602,710.66	296,506,721.37
Non-Accountable Inventory	76,974,551.62	43,658,349.47
Drugs and Medicines Inventory	209,210.14	794,226.92
Medical, Dental and Laboratory Supplies Inventory	1,085,631.68	550,630.00
Fuel, Oil and Lubricants Inventory	4,534,716.27	-
Other Supplies and Materials Inventory	957,160.04	674,358.61
Semi-Expendable	<u>23,995,565.46</u>	<u>23,436,801.61</u>
Semi-Expendable Machinery	36,000.00	36,000.00
Semi-Expendable Office Equipment	3,303,342.89	3,215,624.81
Semi-Expendable Information and Communications Technology Equipment	1,349,945.98	1,504,324.25
Semi-Expendable Communications Equipment	21,320.00	21,320.00
Semi-Expendable Disaster Response and Rescue Equipment	1,005,773.76	1,005,773.76
Semi-Expendable Military, Police and Security Equipment	876,425.00	160,000.00
Semi-Expendable Other Equipment	98,800.00	98,800.00
Semi-Expendable Furniture and Fixtures	17,248,457.83	17,339,458.79
Semi-Expendable Books	55,500.00	55,500.00
Other Current Assets	<u>36,004,969.26</u>	<u>5,430,285.45</u>
Advances	<u>19,338,533.30</u>	<u>2,704,568.89</u>
Advances for Operating Expenses	1,554,860.30	2,166,256.30
Advances for Payroll	-	-
Advances to Special Disbursing Officer	17,783,673.00	538,312.59
Advances to Officers and Employees	-	-

Prepayments	14,434,671.31	1,051,120.83
Advances to Contractors	6,113,195.01	15,555.83
Prepaid Rent	923,438.94	-
Prepaid Registration	-	-
Prepaid Insurance	980,227.36	1,035,565.00
Prepaid Subscription	6,417,810.00	-
Other Prepayments	-	-
Deposits	2,231,764.65	1,674,595.73
Guaranty Deposits	2,231,764.65	1,674,595.73
Total Current Assets	23,019,430,793.05	15,859,244,487.05
Non Current Assets		
Property, Plant and Equipment	4,283,617,556.27	3,768,511,993.92
Land	-	-
Land		
Buildings and Other Structures	299,202,764.32	303,647,765.80
Buildings	343,836,556.81	343,836,556.81
Accumulated Depreciation - Buildings	(48,127,083.79)	(43,845,416.95)
Net Value - Buildings	295,709,473.02	299,991,139.86
Other Structures	5,444,486.98	5,444,486.98
Accumulated Depreciation - Other Structures	(1,951,195.68)	(1,787,861.04)
Net Value - Other Structures	3,493,291.30	3,656,625.94
Machinery and Equipment	3,710,195,452.04	3,179,295,736.85
Machinery	262,801,050.00	258,979,050.00
Accumulated Depreciation - Machinery	(115,881,059.08)	(91,278,048.64)
Net Value - Machinery	146,919,990.92	167,701,001.36
Office Equipment	168,941,026.46	167,125,773.05
Accumulated Depreciation - Office Equipment	(64,401,133.60)	(58,568,497.43)
Net Value - Office Equipment	104,539,892.86	108,557,275.62
Information and Communication Technology Equipment	1,357,531,096.52	1,275,234,291.24
Accumulated Depreciation - Information and Communication Technology Equipmen	(663,239,014.21)	(557,231,964.17)
Net Value-Information and Communication Technology Equipment	694,292,082.31	718,002,327.07
Communication Equipment	7,118,232.95	7,118,232.95
Accumulated Depreciation - Communication Equipment	(1,408,288.38)	(1,389,095.34)
Net Value - Communication Equipment	5,709,944.57	5,729,137.61
Disaster Response and Rescue Equipment	2,995,172.44	2,870,672.44
Accumulated Depreciation - Disaster Response and Rescue Equipment	(1,330,327.53)	(1,330,327.53)
Net Value - Disaster Response and Rescue Equipment	1,664,844.91	1,540,344.91
Military, Police and Security Equipment	37,755,609.63	13,772,255.21
Accumulated Depreciation - Military, Police and Security Equipment	(7,285,431.10)	(5,744,294.86)
Net Value - Military, Police and Security Equipment	30,470,178.53	8,027,960.35
Medical Equipment	102,225.00	102,225.00
Accumulated Depreciation - Medical Equipment	(20,838.22)	(11,480.74)
Net Value - Medical Equipment	81,386.78	90,744.26
Technical and Scientific Equipment	45,292,667.98	45,292,667.98
Accumulated Depreciation - Technical and Scientific Equipment	(18,267,002.43)	(18,267,002.43)
Net Value - Technical and Scientific Equipment	27,025,665.55	27,025,665.55
Other Equipment	10,615,344,019.00	9,869,378,033.46
Accumulated Depreciation - Other Equipment	(7,915,852,553.39)	(7,726,756,753.34)
Net Value - Other Machinery and Equipment	2,699,491,465.61	2,142,621,280.12
Transportation Equipment	88,145,314.98	98,794,499.34
Motor Vehicles	122,749,390.42	122,749,390.42
Accumulated Depreciation - Motor Vehicles	(34,604,075.44)	(23,954,891.08)
Net Value - Motor Vehicles	88,145,314.98	98,794,499.34
Furniture, Fixtures and Books	162,782,256.14	163,482,223.14
Furniture and Fixtures	388,863,757.33	387,651,957.33
Accumulated Depreciation - Furniture and Fixtures	(226,204,884.35)	(224,293,117.35)
Net Value - Furniture and Fixtures	162,658,872.98	163,358,839.98
Books	2,467,663.15	2,467,663.15
Accumulated Depreciation - Books	(2,344,279.99)	(2,344,279.99)
Net Value - Books	123,383.16	123,383.16

Other Property, Plant and Equipment	3,947.50	3,947.50
Other Property, Plant and Equipment	78,950.00	78,950.00
Accumulated Depreciation - Other Property, Plant and Equipment	(75,002.50)	(75,002.50)
Net Value - Other Property, Plant and Equipment	3,947.50	3,947.50
Construction in Progress	23,287,821.29	23,287,821.29
Construction in Progress - Infrastructure Assets	-	-
Construction in Progress-Buildings and Other Structures	23,287,821.29	23,287,821.29
Intangible Assets	729,227,008.62	690,141,349.14
Intangible Assets	559,697,508.62	573,330,349.14
Computer Software	614,703,388.62	607,709,024.14
Accumulated Amortization - Computer Software	(55,005,880.00)	(34,378,675.00)
Net Value - Computer Software	559,697,508.62	573,330,349.14
Development in Progress	169,529,500.00	116,811,000.00
Development in Progress - Computer Software	169,529,500.00	116,811,000.00
Other Non-Current Assets	236,103,234.50	236,103,234.50
Other Assets	236,103,234.50	236,103,234.50
Confiscated Property/Assets	236,103,234.50	236,103,234.50
Other Assets	-	-
Total Non-Current Assets	5,248,947,799.39	4,694,756,577.56
TOTAL ASSETS	28,268,378,592.44	20,554,001,064.61
LIABILITIES		
Current Liabilities		
Financial Liabilities Payables	3,631,947,462.19	5,211,320,243.73
Accounts Payable	120,769,835.63	210,362,239.58
Due to Officers and Employees	85,612,842.57	96,786,254.46
Awards and Rewards Payable	2,225,355,814.68	2,225,355,814.68
Tax Refunds Payable	1,200,208,969.31	2,678,815,935.01
Inter-Agency Payables	153,325,497.35	65,608,985.05
Due to BIR	82,408,930.03	1,478,896.42
Due to GSIS	59,245,797.57	55,051,539.29
Due to Pag-IBIG	2,833,111.49	915,356.59
Due to PhilHealth	5,029,474.63	4,370,983.23
Due to NGAs	459,824.37	40,839.00
Due to GOCCs	3,348,359.26	3,751,370.52
Due to LGUs	-	-
Intra-Agency Payables	-	-
Due to Central Office	-	-
Due to Operating Units	-	-
Trust Liabilities	10,142,343,667.64	4,697,717,019.17
Trust Liabilities	9,977,567,819.76	4,551,131,326.05
Guaranty/Security Deposits Payable	164,775,847.88	146,585,693.12
Other Payables	9,788.96	533,800.05
Other Payables	9,788.96	533,800.05
Deferred Credits/Unearned Income	-	-
Other Deferred Credits	-	-
Total Current Liabilities	13,927,626,416.14	9,975,180,048.00
Non-Current Liabilities	-	-
Total Non-Current Liabilities	-	-
TOTAL LIABILITIES	13,927,626,416.14	9,975,180,048.00

NET ASSETS/EQUITY

Equity

Government Equity

Accumulated Surplus/(Deficit)

14,340,752,176.30 10,578,821,016.61
14,340,752,176.30 10,578,821,016.61

NET ASSETS/EQUITY

14,340,752,176.30 10,578,821,016.61

TOTAL LIABILITIES AND NET ASSETS/EQUITY

28,268,378,592.44 20,554,001,064.61

0.00

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**BUREAU OF CUSTOMS
CONDENSED STATEMENT OF FINANCIAL PERFORMANCE
ALL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

ACCOUNT TITLE	<u>Note</u>	2021	2020 As Restated
Revenue			
Revenue	13	647,829,338,249.97	535,069,575,561.84
Service and Business Income	14	4,131,571,804.36	2,539,152,866.72
Miscellaneous Income	15	9,882,145.97	0.46
Total Revenue		<u>651,970,792,200.30</u>	<u>537,608,728,429.02</u>
Less: Current Operating Expenses			
Personnel Services	16.1	1,804,276,847.87	1,705,632,307.45
Maintenance and Other Operating Expenses	16.2	1,427,499,665.69	3,330,355,465.22
Non-Cash Expenses	17	364,741,341.30	259,256,737.73
Total Current Operating Expenses		<u>3,596,517,854.86</u>	<u>5,295,244,510.40</u>
Surplus (Deficit) from Current Operations		<u>648,374,274,345.44</u>	<u>532,313,483,918.62</u>
Net Financial Assistance/Subsidy	18	3,006,497,399.23	5,074,373,422.29
Sale of Asset	19	433,882,928.34	583,191,717.58
Surplus (Deficit) for the Period		<u>651,814,654,673.01</u>	<u>537,971,049,058.49</u>

BUREAU OF CUSTOMS
 DETAILED STATEMENT OF FINANCIAL PERFORMANCE
 ALL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021

ACCOUNT TITLE	2021	2020 As Restated
Revenue		
Tax Revenue		
Tax Revenue-Goods and Services		
Import Duties	78,207,329,039.13	70,027,012,935.66
Excise Tax	161,362,867,684.89	130,703,360,035.07
Business Tax	407,494,320,932.84	333,651,452,453.89
Total Tax Revenue-Goods and Services	<u>647,064,517,656.86</u>	<u>534,381,825,424.62</u>
Tax Revenue-Others		
Documentary Stamp Tax	595,439,798.00	489,088,287.00
Tax Revenue-Fines and Penalties		
Tax Revenue - Fines and Penalties - Taxes on Goods and Services	169,380,795.11	198,661,850.22
Total Tax Revenue	<u>647,829,338,249.97</u>	<u>535,069,575,561.84</u>
Service and Business Income		
Permit Fees	14,491,250.00	15,842,000.00
Registration Fees	24,251,250.00	23,402,520.00
Clearance and Certification Fees	3,890,500.00	3,479,050.00
Legal Fees	13,619,380.00	3,013,970.00
Inspection Fees	241,181.45	57,695.40
Verification and Authentication Fees	21,597,800.00	3,065,400.00
Processing Fees	742,495,839.00	660,289,082.00
Other Service Income	2,578,567,841.19	1,475,666,438.22
Business Income		
Rent/Lease Income	1,582,244.58	1,575,261.38
Dividend Income	27,971,725.57	-
Interest Income	317,241,422.95	160,575,361.74
Fines and Penalties-Business Income	278,701,741.86	51,069,060.93
Other Business Income	106,919,627.76	141,117,027.05
Total Business Income	<u>732,416,762.72</u>	<u>354,336,711.10</u>
Total Service and Business Income	<u>4,131,571,804.36</u>	<u>2,539,152,866.72</u>
Miscellaneous Income		
Miscellaneous Income	9,882,145.97	0.46
Total Miscellaneous Income	<u>9,882,145.97</u>	<u>0.46</u>
Total Revenue	<u>651,970,792,200.30</u>	<u>537,608,728,429.02</u>
Current Operating Expenses		
Personnel Services		
Salaries and Wages		
Salaries and Wages-Regular	1,203,899,038.17	1,114,704,127.40
Salaries and Wages-Casual/Contractual	4,375,809.83	4,501,061.33
Total Salaries and Wages	<u>1,208,274,848.00</u>	<u>1,119,205,188.73</u>
Other Compensation		
Personal Economic Relief Allowance (PERA)	82,901,219.59	78,230,815.05
Representation Allowance (RA)	11,568,327.19	11,776,000.00
Transportation Allowance (TA)	10,099,193.19	9,476,000.00
Clothing/Uniform Allowance	19,703,716.00	19,736,332.00
Subsistence Allowance	16,500.00	76,230.00
Laundry Allowance	2,250.03	9,413.63
Hazard Pay	-	39,063,927.16
Overtime and Night Pay	-	3,074,801.20
Year End Bonus	98,208,825.05	93,111,898.44
Cash Gift	17,313,750.00	16,443,296.10
Mid-Year Bonus-Civilian	92,559,487.13	87,496,682.00
Other Bonuses and Allowances	17,400,000.00	44,189,456.00
Total Other Compensation	<u>349,773,268.18</u>	<u>402,684,851.58</u>

Personnel Benefit Contributions		
Retirement and Life Insurance Premiums	126,826,431.54	41,800,348.55
Pag-IBIG Contributions	3,771,297.03	3,622,681.66
PhilHealth Contributions	15,278,435.51	15,278,692.95
Employees Compensation Insurance Premiums	4,614,859.83	3,933,547.58
Total Personnel Benefit Contributions	150,491,023.91	64,635,270.74
Other Personnel Benefits		
Retirement Gratuity	-	2,011,803.85
Terminal Leave Benefits	95,325,658.07	84,805,670.49
Other Personnel Benefits	412,049.71	32,289,522.06
Total Other Personnel Benefits	95,737,707.78	119,106,996.40
Total Personnel Services	1,804,276,847.87	1,705,632,307.45
Maintenance and Other Operating Expenses		
Traveling Expenses		
Traveling Expenses-Local	6,895,531.08	8,649,111.32
Traveling Expenses-Foreign	-	1,379,689.94
Total Traveling Expenses	6,895,531.08	10,028,801.26
Training and Scholarship Expenses		
Training Expenses	6,853,101.54	13,838,461.37
Total Training and Scholarship Expenses	6,853,101.54	13,838,461.37
Supplies and Materials Expenses		
Office Supplies Expenses	40,623,805.72	42,554,242.70
Accountable Forms Expenses	6,543,636.00	39,150,593.82
Non-Accountable Forms Expenses	38,964,062.56	5,379,918.23
Drugs and Medicines Expenses	55,727.64	76,685.37
Medical, Dental and Laboratory Supplies Expenses	81,787.46	48,750.00
Fuel, Oil and Lubricants Expenses	22,415,328.07	16,737,570.70
Semi-Expendable Machinery and Equipment Expenses	6,460,124.16	3,922,787.77
Semi-Expendable Furniture, Fixtures and Books Expenses	15,375,523.89	10,728,340.64
Other Supplies and Materials Expenses	4,654,303.55	14,938,365.22
Total Supplies and Materials Expenses	135,174,299.05	133,537,254.45
Utility Expenses		
Water Expenses	14,851,447.20	18,182,640.00
Electricity Expenses	66,749,687.32	54,602,673.16
Total Utility Expenses	81,601,134.52	72,785,313.16
Communication Expenses		
Postage and Courier Services	3,684,496.92	2,835,105.08
Telephone Expenses	8,692,558.93	7,678,292.01
Internet Subscription Expenses	39,691,255.64	44,921,326.94
Cable, Satellite, Telegraph and Radio Expenses	63,716.00	49,951.35
Total Communication Expenses	52,132,027.49	55,484,675.38
Confidential, Intelligence and Extraordinary Expenses		
Confidential Expenses	52,125,000.00	69,500,000.00
Extraordinary and Miscellaneous Expenses	9,656,390.11	8,614,587.67
Total Confidential, Intelligence and Extraordinary Expenses	61,781,390.11	78,114,587.67
Professional Services		
Auditing Services	-	156,800.00
Other Professional Services	152,184,813.36	172,652,401.62
Total Professional Services	152,184,813.36	172,809,201.62
General Services		
Environment/Sanitary Services	1,102,778.82	859,871.22
Janitorial Services	45,458,869.75	45,250,703.58
Security Services	3,007,618.07	1,566,095.65
Other General Services	15,625,805.88	12,550,713.28
Total General Services	65,195,072.52	60,227,383.73
Repairs and Maintenance		
Repairs and Maintenance-Buildings and Other Structures	46,365,062.53	62,435,380.97
Repairs and Maintenance-Machinery and Equipment	244,625,676.75	228,488,011.08
Repairs and Maintenance-Transportation Equipment	2,961,605.40	1,735,207.27
Repairs and Maintenance-Furniture and Fixtures	196,112.00	168,915.00
Total Repairs and Maintenance	294,148,456.68	292,827,514.32

Taxes, Insurance Premiums and Other Fees		
Taxes, Duties and Licenses	109,126.68	2,172,246,652.53
Fidelity Bond Premiums	2,911,312.50	3,183,727.96
Insurance Expenses	2,264,128.78	614,823.92
Total Taxes, Insurance Premiums and Other Fees	5,284,567.96	2,176,045,204.41
Other Maintenance and Operating Expenses		
Advertising Expenses	65,155.20	300,156.00
Printing and Publication Expenses	2,891,837.34	3,822,900.80
Representation Expenses	904,630.80	-
Transportation and Delivery Expenses	1,581,540.46	1,564,410.24
Rent/Lease Expenses	27,723,770.49	10,876,656.49
Subscription Expenses	70,002,448.89	23,582,623.32
Bank Transaction Fee	126,440.84	3,965.00
Other Maintenance and Operating Expenses	462,953,447.36	224,506,356.00
Total Other Maintenance and Other Operating Expenses	566,249,271.38	264,657,067.85
Total Maintenance and Other Operating Expenses	1,427,499,665.69	3,330,355,465.22
Non-Cash Expenses		
Depreciation		
Depreciation-Buildings and Other Structures	4,445,001.48	3,191,529.68
Depreciation-Machinery and Equipment	327,108,183.46	219,002,625.04
Depreciation-Transportation Equipment	10,649,184.36	7,637,023.71
Depreciation-Furniture, Fixtures and Books	1,911,767.00	1,922,619.30
Total Depreciation	344,114,136.30	231,753,797.73
Amortization		
Amortization-Intangible Assets	20,627,205.00	27,502,940.00
Total Non-Cash Expenses	364,741,341.30	259,256,737.73
Current Operating Expenses	3,596,517,854.86	5,295,244,510.40
Surplus (Deficit) from Current Operations	648,374,274,345.44	532,313,483,918.62
Financial Assistance/Subsidy		
Financial Assistance/Subsidy from NGAs, LGUs, GOCCs		
Subsidy from National Government	3,006,497,399.23	5,074,373,422.29
Total Financial Assistance/Subsidy from NGAs, LGUs, GOCCs	3,006,497,399.23	5,074,373,422.29
Less: Financial Assistance/Subsidy to NGAs, LGUs, GOCCs, NGOs/Pos		
Total Financial Assistance/Subsidy to NGAs, LGUs, GOCCs	-	-
Net Financial Assistance/Subsidy	3,006,497,399.23	5,074,373,422.29
Sale of Assets		
Sale of Garnished/Confiscated/Abandoned/Seized Goods and Properties	433,882,928.34	583,191,717.58
Total Sale of Assets	433,882,928.34	583,191,717.58
Surplus (Deficit) for the Period	651,814,654,673.01	537,971,049,058.49

**BUREAU OF CUSTOMS
STATEMENT OF CASH FLOWS
ALL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	2021	2020 As Restated
Cash Flows From Operating Activities		
Cash Inflows		
Receipt of Notice of Cash Allocation	14,062,400,484.54	14,060,422,630.78
Receipt of Notice of Cash Allocation	3,894,745,168.00	3,323,838,325.00
Receipt of NCA for Trust and Other Receipts	10,054,414,555.00	10,559,524,976.00
Constructive Receipt of NCA for TRA	113,240,761.54	177,059,329.78
Collection of Income/Revenues	652,395,307,689.18	538,091,411,326.18
Collection of tax revenue	647,829,338,249.97	534,824,636,470.62
Collection of service and business income	4,131,571,804.36	2,538,588,521.82
Collection of other income	433,882,928.34	583,191,717.58
Receipt of prior years' income	514,706.51	144,994,616.16
Collection of Receivables	-	4,664,301.52
Collection of receivables from audit disallowances	-	4,664,301.52
Collection of other receivables	-	-
Receipt of Inter-Agency Fund Transfers	400,000.00	-
Receipt of funds for the implementation of projects from NGAs/LGUs/GOCCs	400,000.00	-
Receipt of Intra-Agency Fund Transfers	1,768,179,711.01	1,756,907,020.03
Receipt of funds from CO/Bureaus/ROs/OU for implementation of programs	782,503,300.55	681,094,901.45
Receipt of funds for other intra-agency transactions	985,676,410.46	1,075,812,118.58
Trust Receipts	7,146,116,116.53	1,478,815,971.15
Collection of other trust receipts	7,146,116,116.53	1,478,815,971.15
Other Receipts	13,437,762.32	3,317,548.14
Receipt of refund of cash advances	3,555,616.35	1,259,753.78
Other miscellaneous receipts	9,882,145.97	2,057,794.36
Adjustments	688,340,024,588.74	583,572,016,195.95
Restoration of cash for cancelled/lost/stale checks/ADA	3,642,837.40	11,746,131.26
Remittance to BTr (Debit to Cash- Treasury/Agency Deposit accounts)	652,926,484,297.24	561,821,538,109.63
Reversal of unused NCA for Special Account and Trust	587,300,538.64	3,706,234.01
Other adjustments - inflow	34,822,596,915.46	21,735,025,721.05
Total Cash Inflows	1,363,725,866,352.32	1,138,967,554,993.75
Cash Outflows	-	-
Replenishment of negotiated MDS checks	-	-
Remittance to National Treasury	657,040,686,127.46	538,256,993,952.81
Remittance of current year's income/revenue	651,354,466,672.94	537,525,302,665.14
Remittance of prior year's income/revenue	5,944.75	13,919,163.55
Remittance of trust receipts	5,657,823,846.28	626,456,152.73
Remittance of refunds, overpayments and disallowances and other receipts	28,389,663.49	91,315,971.39
Payment of operating expenses	2,246,586,893.13	2,228,008,272.13
Payment of personnel services	1,365,442,598.68	1,309,776,633.11
Payment of maintenance and other operating expenses	632,256,441.79	564,021,599.65
Replenishment of Petty Cash	2,753,303.45	191,289.00
Liquidation of cash advances granted during the year	246,005,301.62	353,612,483.09
Payment of expenses pertaining to/incurred in the prior years	-	-
Liquidation of prior year's cash advances	129,247.59	406,267.28
Purchase of Inventories	13,371,755.27	5,985,796.71
Purchase of inventories for distribution	7,160,189.27	1,270,500.00
Purchase of inventories for consumption	6,211,566.00	4,715,296.71
Purchase of Semi-Expendable Machinery, Equipment, Furniture, Fixtures and	2,349,466.04	-
Purchase of Semi-Expendable, Machinery and Equipment	1,223,905.00	-
Purchase of Semi-Expendable Furniture, Fixtures and Books	1,125,561.04	-
Grant of Cash Advances (Unliquidated During the Year)	17,786,773.00	18,154,823.38
Advances for operating expenses	3,100.00	-
Advances for special purpose/time-bound undertaking	17,783,673.00	18,154,823.38

Advances to officers and employees	-	-
Prepayments	<u>18,401,078.54</u>	<u>2,988,952.31</u>
Advances to Contractors (for Repairs and Maintenance of PPE - not capitaliz	6,955,089.70	1,408,840.02
Prepaid Rent	923,438.94	120,000.00
Prepaid Registration	-	-
Prepaid Insurance	2,208,791.14	1,460,112.29
Prepaid subscription	8,313,758.76	-
Other Prepayments	-	-
Payment of Deposits	<u>15,056,047.71</u>	<u>17,078,263.18</u>
Payment of guaranty deposits	15,056,047.71	17,078,263.18
Payment of prior years' accounts payables for operating expenses	188,424,189.17	206,199,588.72
Payment of tax refunds payable	7,339,275,355.56	4,113,367,679.04
Remittance of Personnel Benefit Contributions and Mandatory Deductions	<u>445,378,808.78</u>	<u>462,247,657.44</u>
Remittance of taxes withheld covered by TRA	113,240,761.54	177,059,329.78
Remittance of taxes withheld not covered by TRA	35,177,125.01	22,048,187.58
Remittance of employees' premium contributions and other payables to GSIS	213,937,530.60	194,499,603.32
Remittance of other personnel benefits contributions and mandatory deductio	49,089,783.64	34,875,592.70
Remittance of Other Payables	33,933,607.99	33,764,944.06
Release of Inter-Agency Fund Transfers	<u>76,311,226.72</u>	<u>98,989,311.54</u>
Advances to Procurement Service	29,876,696.72	56,719,371.54
Advances to other NGAs/GOCCs/LGUs for purchase of goods/services as a	46,434,530.00	42,269,940.00
Release of funds to NGAs, GOCCs, LGUs for the implementation of projects	-	-
Release of other inter-agency fund transfers	-	-
Release of intra-agency fund transfers	<u>1,577,660,286.43</u>	<u>1,755,862,020.03</u>
Release of Working Fund to foreign service posts and regional consular offic	-	-
Issuance of funding checks by HO/CO/ROs to ROs/OU	782,503,300.55	681,094,901.45
Release of funds for other intra-agency transactions	795,156,985.88	1,074,767,118.58
Other Disbursements	<u>1,373,383,757.15</u>	<u>548,135,215.08</u>
Disbursements from trust liabilities	1,353,239,063.68	523,953,660.85
Refund of excess working fund/intra-agency fund transfers	20,024,996.83	24,181,554.23
Refund of cash advances	119,696.64	-
Reversal of Unutilized NCA/NTA	217,355,343.31	454,292,707.29
Adjustments	<u>685,272,008,954.08</u>	<u>589,380,814,438.67</u>
Reversion of unused NCA	2,626,692,778.03	6,456,602,403.62
Receipt of NCA for Trust and Special Account	10,838,547,742.00	10,723,417,476.00
Closing of Cash - Treasury/Agency Deposit Regular and Special Account (by	643,994,678,141.07	533,615,410,919.35
Other adjustments - outflow	27,812,090,292.98	38,585,383,639.70
Total Cash Outflows	<u>1,355,844,036,062.34</u>	<u>1,137,549,118,678.33</u>
Net Cash Provided by (Used in) Operating Activities	<u>7,881,830,289.98</u>	<u>1,418,436,315.42</u>
Cash Flows from Investing Activities	-	-
Cash Outflows	-	-
Purchase/Construction of Investment Property	-	-
Purchase/Construction of Property, Plant and Equipment	<u>205,141,534.72</u>	<u>340,832,756.14</u>
Construction of buildings and other structures	-	8,698,866.03
Purchase of machinery and equipment	203,929,734.72	303,283,385.82
Purchase of furniture, fixtures and books	1,211,800.00	5,562,683.00
Construction in progress	-	23,287,821.29
Purchase of Intangible Assets	<u>52,718,500.00</u>	<u>116,811,000.00</u>
Purchase of computer software	52,718,500.00	116,811,000.00
Total Cash Outflows	<u>257,860,034.72</u>	<u>457,643,756.14</u>
Net Cash Provided by (Used in) Investing Activities	<u>(257,860,034.72)</u>	<u>(457,643,756.14)</u>
Increase(Decrease) in Cash and Cash Equivalents	<u>7,623,970,255.26</u>	<u>960,792,559.28</u>
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash and Cash Equivalents, January 1,	<u>9,536,305,733.27</u>	<u>8,575,513,173.99</u>
Cash and Cash Equivalents, December 31	<u>17,160,275,988.53</u>	<u>9,536,305,733.27</u>

BUREAU OF CUSTOMS
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT
ALL FUNDS
For the Year Ended December 31, 2021

PARTICULARS	Budgeted Amount		Actual Amounts on Comparable Basis	Difference Final Budget and Actual	
	Original	Final			
	Notes				
RECEIPTS					
Tax Revenue	13	619,513,000,000.00	619,513,000,000.00	647,829,338,249.97	(28,316,338,249.97)
Services and Business Income	14	5,656,715,000.00	5,656,715,000.00	4,131,571,804.36	1,525,143,195.64
Miscellaneous Income	15			9,882,145.97	(9,882,145.97)
Others	19	1,162,761,000.00	1,162,761,000.00	433,882,928.34	728,878,071.66
Total Receipts		626,332,476,000.00	626,332,476,000.00	652,404,675,128.64	(26,072,199,128.64)
PAYMENTS					
Personnel Services	20	1,552,770,000.00	1,917,675,164.25	1,826,392,293.00	91,282,871.25
Maintenance and Other Operating Expenses	20	1,504,677,895.72	1,084,830,068.47	1,042,662,857.35	42,167,211.12
Capital Outlay	20	118,568,000.00	877,471,360.00	60,311,132.32	817,160,227.68
Total Payments		3,176,015,895.72	3,879,976,592.72	2,929,366,282.67	950,610,310.05
NET RECEIPTS/PAYMENTS		623,156,460,104.28	622,452,499,407.28	649,475,308,845.97	(27,022,809,438.69)

BUREAU OF CUSTOMS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. General Information/Agency Profile

The financial statements of Bureau of Customs (BOC) were authorized for issue on February 14, 2022 as shown in the Statement of Management Responsibility for Financial Statements signed by Rey Leonardo B. Guerrero, Commissioner, Bureau of Customs.

The BOC is an agency created on February 6, 1902 upon the passage of Act No. 355. It was reorganized on July 1, 1947 by virtue of Executive Order (EO) No. 94 and Republic Act (RA) No. 51. It also underwent re-organization when the Ministry of Finance, now Department of Finance was reorganized under EO No. 127 dated January 30, 1987.

The BOC operates primarily by means of the supervision of import and export operations, starting from the discharge of imported goods, storage, documentation, examination and appraisal, collections of duties and taxes, cargo movement, and export of products. Its service, also in part, meets the demands of airline passengers. The primary clients as well as beneficiaries are the importers, exporters and brokers who, through their day-to-day transactions with the Bureau have to pay the corresponding duties and taxes levied on their cargoes and spend time and effort to have such cargoes cleared from Customs custody. The BOC provides them with assistance in bringing their goods in and out of the country.

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

The financial statements have been prepared in accordance with and comply with the Government Accounting Manual (GAM) and the Revised Chart of Accounts per Commission on Audit (COA) Circular 2020-001 dated January 8, 2020 and complies with the Philippine Public Sector Accounting Standards (PPSAS) per COA Resolution No. 2014-003 dated January 24, 2014, renamed International Public Sector Accounting Standards (IPSAS) under COA Resolution No. 2020-001 dated January 9, 2020.

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

3. Summary of Significant Accounting Policies

3.1 Basis of accounting

The financial statements are prepared on an accrual basis in accordance with the IPSAS.

3.2 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash in bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts.

Petty Cash Fund (PCF) account is maintained under the Imprest System. All replenishments are directly charged to the expense account. The PCF is used for emergency purchases and not to purchase regular inventory items for stock.

3.3 Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

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

3.4 Property, Plant and Equipment

Recognition

An item is recognized as property, plant, and equipment (PPE) if it meets the characteristics and recognition criteria as a PPE.

The characteristics of PPE are as follows:

- tangible items;
- are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- are expected to be used during more than one reporting period.

An item of PPE is recognized as an asset if:

- it is probable that future economic benefits or service potential associated with the item 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 property, plant, and equipment is measured at cost.

A PPE acquired through non-exchange transaction is measured at its fair value as at the date of acquisition.

The cost of the PPE is the cash price equivalent or, for PPE acquired through non-exchange transaction its cost is its fair value as at recognition date.

Cost includes the following:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- expenditure that is directly attributable to the acquisition of the items; and
- initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired, or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Measurement After Recognition

After recognition, all PPE are stated at cost less accumulated depreciation and impairment losses.

When significant parts of property, plant and equipment are required to be replaced at intervals, the BOC recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major repair/replacement is done, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized as expense in surplus or deficit as incurred.

Depreciation

Each part of an item of 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 starts on the succeeding month.

Depreciation Method

The straight-line method of depreciation is adopted.

Estimated Useful Life

The BOC uses the Schedule on the Estimated Useful Life of PPE by classification in accordance with COA Circular No. 2003-007 dated December 11, 2003.

Effective January 1, 2015, the residual value will be adjusted to at least five percent (5%) of the cost of the PPE. The corresponding depreciation will be adjusted accordingly.

Impairment

An asset's carrying amount is written down to its recoverable amount, or recoverable service amount, if the asset's carrying amount is greater than its estimated recoverable service amount.

Derecognition

The BOC derecognizes items of PPE and/or any significant part of an asset upon disposal or when no future economic benefits or service potential is expected from its continuing use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the surplus or deficit when the asset is derecognized.

3.5 Provisions

Provisions are recognized when the BOC 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 BOC 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 are 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 BOC 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 BOC 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 BOC 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.

3.6 Changes in accounting policies and estimates

The BOC recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

The BOC recognizes the effects of changes in accounting estimates prospectively by including in surplus or deficit.

The BOC correct material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:

- Restating the comparative amounts for prior period(s) 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.

3.7 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 meets the definition of an asset are recognized as an asset if the following criteria are met:

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

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

Recognition Revenue from Non-Exchange Transactions

An 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 BOC 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.

Taxes

Taxes and the related fines and penalties are recognized when collected or when these are measurable and legally collectible. The related refunds, including those that are measurable and legally collectible, are deducted from the recognized tax revenue.

Fees and fines not related to taxes

The BOC recognizes revenues from fees and fines, except those related to taxes, when earned and the asset recognition criteria are met. Deferred income is recognized instead of revenue if there is a related condition attached that would give rise to a liability to repay the amount.

Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the entity and the fair value of the asset can be measured reliably.

Gifts and Donations

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

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 BOC 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.

Services in-Kind

Services in-kind are not recognized as asset and revenue considering the complexity of the determination of and recognition of asset and revenue and the eventual recognition of expenses.

Transfers from other government entities

Revenues from non-exchange transactions with other government entities and the related assets are measured at fair value and recognized on 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 BOC and can be measured reliably.

3.8 Revenue from Exchange transactions

Measurement of Revenue

Revenue shall be measured at the fair value of the consideration received or receivable.

Rendering of Services

The BOC recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labor hours incurred to date as a percentage of total estimated labor hours.

Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

Sale of Goods

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

Interest Income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

Dividends

Dividends or similar distributions are recognized when the BOC's right to receive payments is established.

Rental Income

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

Royalties

Royalties are recognized as they are earned in accordance with the substance of the relevant agreement.

3.9 Budget Information

The annual budget is prepared on a cash basis and is published in the government website.

As a result of the adoption of the cash basis for budgeting purposes, a separate Statement of Comparison of Budget and Actual Amounts is presented showing the basis, timing or entity differences. Explanatory comments are provided in the notes to the annual financial statements; first, the reason for overall growth or decline in the budget are stated, followed by details of overspending or underspending on line items.

3.10 Employee benefits

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

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

The BOC recognizes expenses for accumulating compensated absences when these are paid (commuted or paid as terminal leave benefits). Unused entitlements that has accumulated at the reporting date are not recognized as expense. Non-accumulating compensated absences, like special leave privileges, are not recognized.

4. Prior Period Adjustments

Prior year adjustments and unrecorded revenue and expenses were recorded during the year. Affected balances due to the restatement are presented below:

4.1 Asset and Liability

Account	CY 2020 Balances	Restatement	CY 2020 Balances (As Restated)
Cash and Cash Equivalent	9,765,400,386.20	(229,094,652.93)	9,536,305,733.27
Receivables	6,244,899,695.08	(303,448,748.46)	5,941,450,946.62
Inventories	413,867,156.81	(37,809,635.10)	376,057,521.71
Other Current Assets	26,751,495.90	(21,321,210.45)	5,430,285.45
Property, Plant and Equipment	3,952,983,248.20	(184,471,254.28)	3,768,511,993.92
Intangible Assets	690,141,349.14	-	690,141,349.14
Other Non-Current Assets	236,103,234.50	-	236,103,234.50
Total Assets	21,330,146,565.83	(776,145,501.22)	20,554,001,064.61
Financial Liabilities Payables	2,736,020,010.17	2,475,300,233.56	5,211,320,243.73
Inter-Agency Payables	1,830,960,218.14	(1,765,351,233.09)	65,608,985.05
Intra-Agency Payables	367,805,684.52	(367,805,684.52)	-
Trust Liabilities	4,714,477,543.50	(16,760,524.33)	4,697,717,019.17
Other Payables	(70,860.33)	604,660.38	533,800.05
Deferred Credits/Unearned Income	35,956,926.36	(35,956,926.36)	-
Total Liabilities	9,685,149,522.36	290,030,525.64	9,975,180,048.00
Accumulated Surplus/(Deficit)	11,644,997,043.47	(1,066,176,026.86)	10,578,821,016.61
Total Assets- Total Liabilities	11,644,997,043.47	(1,066,176,026.86)	10,578,821,016.61

4.2 Revenue and Expense

Account Title	CY 2020 Balances	Restatement	CY 2020 Balances (As Restated)
Import Duties	69,794,774,310.46	232,238,625.20	70,027,012,935.66
Excise Tax	130,690,659,569.05	12,700,466.02	130,703,360,035.07
Business Tax	333,651,452,453.89	-	333,651,452,453.89
Documentary Stamp Tax	489,088,287.00	-	489,088,287.00
Tax Revenue-Fines and Penalties-Taxes on Goods and Services	198,661,850.22	-	198,661,850.22
Permit Fees	15,842,000.00	-	15,842,000.00
Registration Fees	23,402,520.00	-	23,402,520.00
Clearance and Certification Fees	3,479,050.00	-	3,479,050.00
Legal Fees	3,013,970.00	-	3,013,970.00
Inspection Fees	57,695.40	-	57,695.40
Verification and Authentication Fees	3,065,400.00	-	3,065,400.00
Processing Fees	660,289,082.00	-	660,289,082.00
Other Service Income	1,475,666,438.22	-	1,475,666,438.22
Rent/Lease Income	1,575,261.38	-	1,575,261.38
Interest Income	160,060,655.23	514,706.51	160,575,361.74
Fines and Penalties-Business Income	51,069,060.93	-	51,069,060.93
Other Business Income	115,708,387.05	25,408,640.00	141,117,027.05
Subsidy from National Government	5,053,720,761.94	20,652,660.35	5,074,373,422.29
Sale of Garnished/Confiscated/Abandoned/Seized Goods and Properties	583,191,717.58	-	583,191,717.58
Miscellaneous Income	0.46	-	0.46
Total Revenue	542,974,778,470.81	291,515,098.08	543,266,293,568.89
Salaries and Wages-Regular	1,099,726,393.67	14,977,733.73	1,114,704,127.40
Salaries and Wages-Casual/Contractual	9,243,177.33	(4,742,116.00)	4,501,061.33

Account Title	CY 2020 Balances	Restatement	CY 2020 Balances (As Restated)
Personal Economic Relief Allowance (PERA)	77,671,509.01	559,306.04	78,230,815.05
Representation Allowance (RA)	11,363,000.00	413,000.00	11,776,000.00
Transportation Allowance (TA)	9,079,500.00	396,500.00	9,476,000.00
Clothing/Uniform Allowance	11,065,200.00	8,671,132.00	19,736,332.00
Subsistence Allowance	72,780.00	3,450.00	76,230.00
Laundry Allowance	4,397.72	5,015.91	9,413.63
Hazard Pay	28,115,927.16	10,948,000.00	39,063,927.16
Overtime and Night Pay	3,074,801.20	-	3,074,801.20
Year-End Bonus	91,967,663.64	1,144,234.80	93,111,898.44
Cash Gift	16,338,750.00	104,546.10	16,443,296.10
Mid-Year Bonus	87,448,349.00	48,333.00	87,496,682.00
Other Bonuses and Allowances	32,877,000.00	11,312,456.00	44,189,456.00
Retirement and Life Insurance Premiums	41,086,813.88	713,534.67	41,800,348.55
Pag-IBIG Contributions	3,534,981.66	87,700.00	3,622,681.66
PhilHealth Contributions	14,496,842.75	781,850.20	15,278,692.95
Employees Compensation Insurance Premiums	3,708,047.58	225,500.00	3,933,547.58
Retirement Gratuity	2,011,803.85	-	2,011,803.85
Terminal Leave Benefits	83,046,588.25	1,759,082.24	84,805,670.49
Other Personnel Benefits	164,760.71	32,124,761.35	32,289,522.06
Traveling Expenses-Local	8,479,536.62	169,574.70	8,649,111.32
Traveling Expenses-Foreign	1,379,689.94	-	1,379,689.94
Training Expenses	6,938,201.37	6,900,260.00	13,838,461.37
Office Supplies Expenses	36,099,743.68	6,454,499.02	42,554,242.70
Accountable Forms Expenses	20,106,190.81	19,044,403.01	39,150,593.82
Non-Accountable Forms Expenses	1,666,810.16	3,713,108.07	5,379,918.23
Drugs and Medicines Expenses	76,685.37	-	76,685.37
Medical, Dental and Laboratory Supplies Expenses	48,750.00	-	48,750.00

Account Title	CY 2020 Balances	Restatement	CY 2020 Balances (As Restated)
Fuel, Oil and Lubricants Expenses	15,229,001.38	1,508,569.32	16,737,570.70
Semi-Expendable Machinery and Equipment Expenses	2,658,967.77	1,263,820.00	3,922,787.77
Semi-Expendable Furniture, Fixtures and Books Expenses	5,162,032.39	5,566,308.25	10,728,340.64
Other Supplies and Materials Expenses	12,860,556.29	2,077,808.93	14,938,365.22
Water Expenses	16,993,717.28	1,188,922.72	18,182,640.00
Electricity Expenses	51,501,407.97	3,101,265.19	54,602,673.16
Postage and Courier Services	2,574,926.16	260,178.92	2,835,105.08
Telephone Expenses	6,884,218.93	794,073.08	7,678,292.01
Internet Subscription Expenses	41,338,732.27	3,582,594.67	44,921,326.94
Cable, Satellite, Telegraph and Radio Expenses	49,175.35	776.00	49,951.35
Confidential Expenses	52,125,000.00	17,375,000.00	69,500,000.00
Extraordinary and Miscellaneous Expenses	7,101,551.49	1,513,036.18	8,614,587.67
Auditing Services	156,800.00	-	156,800.00
Other Professional Services	154,874,959.96	17,777,441.66	172,652,401.62
Environment/Sanitary Services	762,371.22	97,500.00	859,871.22
Janitorial Services	44,302,650.06	948,053.52	45,250,703.58
Security Services	1,294,265.91	271,829.74	1,566,095.65
Other General Services	10,654,667.76	1,896,045.52	12,550,713.28
Repairs and Maintenance-Buildings and Other Structures	45,893,868.32	16,541,512.65	62,435,380.97
Repairs and Maintenance-Machinery and Equipment	228,255,140.33	232,870.75	228,488,011.08
Repairs and Maintenance-Transportation Equipment	1,571,986.42	163,220.85	1,735,207.27
Repairs and Maintenance-Furniture and Fixtures	167,915.00	1,000.00	168,915.00
Taxes, Duties and Licenses	2,172,246,652.53	-	2,172,246,652.53
Fidelity Bond Premiums	2,915,157.96	268,570.00	3,183,727.96
Insurance Expenses	614,823.92	-	614,823.92
Advertising, Promotional and Marketing Expenses	188,348.00	111,808.00	300,156.00
Printing and Publication Expenses	3,168,436.00	654,464.80	3,822,900.80

Account Title	CY 2020 Balances	Restatement	CY 2020 Balances (As Restated)
Transportation and Delivery Expenses	1,458,746.99	105,663.25	1,564,410.24
Rent/Lease Expenses	7,255,640.70	3,621,015.79	10,876,656.49
Subscription Expenses	23,500,310.32	82,313.00	23,582,623.32
Bank Transaction Fee	2,165.00	1,800.00	3,965.00
Other Maintenance and Operating Expenses	3,093,658.96	221,412,697.04	224,506,356.00
Depreciation-Buildings and Other Structures	3,191,529.68	-	3,191,529.68
Depreciation-Machinery and Equipment	197,355,772.89	21,646,852.15	219,002,625.04
Depreciation-Transportation Equipment	443,091.47	7,193,932.24	7,637,023.71
Depreciation-Furniture, Fixtures and Books	1,841,168.67	81,450.63	1,922,619.30
Amortization-Intangible Assets	27,502,940.00	-	27,502,940.00
Total Expense	4,848,086,250.71	447,158,259.69	5,295,244,510.40
Surplus (Deficit) for the Period	538,126,692,220.10	(155,643,161.61)	537,971,049,058.49

5. Cash and Cash Equivalents

Account	2021	2020 (As restated)
<i>Cash on Hand</i>	₱ 189,664,514.89	₱ 36,779,968.27
<i>Cash in Bank - Local Currency</i>	924,993,794.32	1,262,475,827.75
<i>Treasury/Agency Cash Accounts</i>	16,045,617,679.32	8,237,049,937.25
Total	₱ 17,160,275,988.53	₱ 9,536,305,733.27

Cash on Hand includes *Cash – Collecting Officer and Petty Cash*. *Cash Collecting Officer* is used to recognize the amount of collections with the Collecting Officers while the *Petty Cash* is used to recognize the amount granted to duly designated Petty Cash Custodian for payment of authorized petty or miscellaneous expenses which cannot be conveniently paid through checks.

Cash in Bank - Local Currency is used to recognize the release of funds to various ports/sub-ports for the implementation of programs and projects. The account is credited upon liquidation of fund transfers to ports and sub-ports thru submission of Reports of Checks Issued and Report of Disbursements. It also includes collections of Trust Liabilities deposited in banks maintained by the Bureau.

The BOC *Payroll Fund* account was discontinued effective August 2018 upon the recommendation of BTR. The remaining balance of P 24,814,171.94 as of December 31, 2021 was reverted to the Bureau of the Treasury Account on January 5, 2021.

Treasury/Agency Cash Accounts includes *Cash - Treasury/Agency Deposit, Special Account and Cash - Treasury/Agency Deposit, Trust* which are used to recognize the amount of collections remitted to the BTr under the Special Account in the General Fund which refers to Container Security Fees (CSF) and Super Green Lane (SGL) and the amount of trust receipts/collections and trust funds remitted to the BTr respectively. The account is credited to recognize receipt of Notice of Cash Allocation (NCA).

6. Receivables

Account	2021	2020
		(As restated)
<i>Loans and Receivable Accounts</i>	548,804,252.82	142,497,799.05
<i>Inter-Agency Receivables</i>	2,949,255,278.81	3,861,990,010.30
<i>Other Receivables</i>	1,935,187,237.16	1,936,963,137.27
Total	5,433,246,768.79	5,941,450,946.62

6.1 Loans and Receivable Accounts

Account	2021		2020	
			(As Restated)	
	Current	Non-Current	Current	Non-Current
<i>Accounts Receivable</i>	0.00	750,000.00	0.00	750,000.00
<i>Tax Receivable</i>	406,306,453.77	141,747,799.05	100,739,512.59	41,008,286.46
Total				

Accounts Receivable consist of returned checks on June 25, 2003 issued by Fully Filipino Enterprises in the amount of ₱750,000.00. This receivable was referred to Internal Inquiry Prosecution Division (IIPD) by former Deputy Commissioner Maria Editha Tan upon the recommendation of the Chief, Revenue Accounting Division, to determine the person liable, if any, for the uncollected revenues. Unfortunately, Ms. Aurellado, former Collecting Officer of Port of La Union, who can shed light for this case died. Her clearance is still on hold.

Tax Receivable is used to recognize the receivable brought by the uncollected unpaid duties and taxes arising from Post Modification of SAD (PMS)

6.2 Inter-Agency Receivables

Account	2021		2020 (As Restated)	
	Current	Non-Current	Current	Non-Current
<i>Due from NGA</i>	596,710,885.46	945,365,244.89		1,498,023,564.67
<i>Due from GOCCs</i>		1,407,179,148.46		2,363,966,445.63
Total				

The *Due from the National Government Agency* includes fund transfer to Procurement Service-Department of Budget and Management (PS-DBM) and National Printing Office and Others amounting to ₱850,279,562.78 and ₱8,856,960.00 and ₱682,939,607.57, respectively.

The *Due from Government-Owned and/or Controlled Corporations* represents transfer to Philippine International Trading Corp. in the amount of ₱1,407,179,148.46 pertaining to unliquidated funds transferred as procurement agent of the Bureau to facilitate the purchase of various goods, services and infrastructure projects

6.3 Other Receivables

Account	2021		2020 (As Restated)	
	Current	Non-Current	Current	Non-Current
<i>Receivables</i>		1,902,827,606.72		1,904,545,506.72
<i>Disallowances/Charges</i>				
<i>Due from Officers and Employees</i>		10,011,354.81		10,069,354.92
<i>Other Receivables</i>		22,348,275.63		22,348,275.63
Total	₱ 0.00	₱ 1,935,187,237.16	₱ 0.00	₱ 1,936,963,137.27

Receivables Disallowance/Charges is used to recognize the amount of disallowances/charges in audit due from public/private individuals/entities which have become final and executory.

Both the *Other Receivables* and *Due from Officers and Employees* accounts are for request of write off. Beginning balance of accounts have been unmoving since CY 2002.

Other Receivables include accounts which are already over three years and request for write-off is being prepared/awaiting submission of documents broken down as follows:

Particulars	Amount
Claims for Dishonored Checks (2002 and prior years)	₱ 7,668,681.20
Customs Management Committee (1973)	1,397,877.13
Balances from 2002 and prior years	13,241,717.30
Payment of Honoraria	40,000.00
Total	₱ 22,348,275.63

7. Inventories

Inventories consist of the following:

Account	2021	2020
		(As Restated)
<i>Inventory Held for Consumption</i>	365,907,501.01	352,620,720.10
<i>Office Supplies Inventory</i>	10,543,520.60	10,436,433.73
<i>Accountable Forms, Plates and Stickers Inventory</i>	271,602,710.66	296,506,721.37
<i>Non-Accountable Forms Inventory</i>	76,974,551.62	43,658,349.47
<i>Drugs and Medicines Inventory</i>	209,210.14	794,226.92
<i>Medical, Dental and Laboratory Supplies Inventory</i>	1,085,631.68	550,630.00
<i>Fuel, Oil and Lubricants Inventory</i>	4,534,716.27	0.00
<i>Other Supplies and Materials Inventory</i>	957,160.04	674,358.61
<i>Semi Expendable Machinery and Equipment</i>	23,995,565.46	23,436,801.61
<i>Semi Expendable Machinery</i>	36,000.00	36,000.00
<i>Semi-Expandable Office Equipment</i>	3,303,342.89	3,215,624.81
<i>Semi-Expandable Information and Communications Technology Equipment</i>	1,349,945.98	1,504,324.25
<i>Semi-Expandable Communications Equipment</i>	21,320.00	21,320.00
<i>Semi-Expandable Disaster Response and Rescue Equipment</i>	1,005,773.76	1,005,773.76
<i>Semi-Expandable Military, Police and Security Equipment</i>	876,425.00	160,000.00
<i>Semi-Expandable Other Equipment</i>	98,800.00	98,800.00
<i>Semi-Expandable Furniture and Fixtures</i>	17,248,457.83	17,339,458.79
<i>Semi-Expandable Books</i>	55,500.00	55,500.00
Total	389,903,066.47	376,057,521.71

Accountable Forms, Plates and Stickers consists of Form 38A (BCOR) and 51 (OR).

Non-Accountable Forms Inventory are forms issued to accountable officers for sale, i.e.: Form A - Certificate of Origin; Import Entry Declaration; NAIA Gate Pass, Form 177 Informal Import Declaration entry.

8. Other Current Assets

Other Current Assets consist of the following:

Account	2021		2020	
	Current	Non-Current	Current	Non-Current
<i>Advances</i>	17,783,673.00	1,554,860.30	538,312.59	2,166,256.30
<i>Prepayments</i>	14,434,671.31	0.00	0.00	1,051,120.83
<i>Deposits</i>	557,168.92	1,674,595.73	0.00	1,674,595.73
Total	32,775,513.23	3,229,456.03	538,312.59	4,891,972.86

8.1 *Advances* includes *Advances for Operating Expenses, Advances for Payroll, Advances to Officers and Employees and Advances to Special Disbursing Officers* which includes unliquidated Confidential Fund for the fourth Quarter of Calendar Year (CY) 2020.

Account	2021	2020 (As Restated)
<i>Advances for Operating Expenses</i>	1,554,860.30	2,166,256.30
<i>Advances to Special Disbursing Officer</i>	17,783,673.00	538,312.59
Total	19,338,533.30	2,704,568.89

8.2 *Prepayments* account includes *Advances to Contractors, Prepaid Rent, Prepaid Insurance, Prepaid Subscription and Other Prepayments.*

Account	2021	2020 (As Restated)
<i>Advances to Contractors</i>	6,113,195.01	15,555.83
<i>Prepaid Rent</i>	923,438.94	0.00
<i>Prepaid Insurance</i>	980,227.36	1,035,565.00
<i>Prepaid Subscription</i>	6,417,810.00	0.00
Total	14,434,671.31	1,051,120.83

8.3 *Deposits* are refundable deposits from Meralco and others.

Account	2021	2020 (As Restated)
<i>Guaranty Deposits</i>	2,231,764.65	1,674,595.73

9. Property, Plant and Equipment

Property, Plant and Equipment account is composed of the following:

Particulars	Buildings and Other Structures	Machinery and Equipment	Transportation Equipment	Furniture, Fixtures and Books	Construction in Progress	Other Property, Plant and Equipment	Total
Carrying Amount, Jan 1, 2021 (restated)	P303,647,765.80	P3,179,295,736.85	P98,794,499.34	P163,482,223.14	P23,287,821.29	P3,947.50	P3,768,511,993.92
Adjustment due to restatement		176,723,460.61	7,666,343.04	81,450.63			184,471,254.28
Additions/Acquisitions		864,085,113.65		1,211,800.00			865,296,913.65
Total	303,647,765.80	106,460,842.38	106,460,842.38	164,775,473.77	P23,287,821.29	3,947.50	4,818,280,161.85
Adjustments		(94,324.97)	(472,410.80)				(566,735.77)
Disposals							-
Depreciation	(4,445,001.48)	(509,814,534.10)	(17,843,116.60)	(1,993,217.63)			(534,095,869.81)
Impairment Loss	-	-	-	-	-	-	-
Carrying Amount, December 31, 2021	P299,202,764.32	P3,710,195,452.04	P88,145,314.98	P162,782,256.14	P23,287,821.29	P3,947.50	P4,283,617,556.27
Gross Cost	349,281,043.79	12,497,881,099.98	122,749,390.42	391,331,420.48	23,287,821.29	78,950.00	13,384,609,725.96
Less Accumulated Depreciation	50,078,279.47	8,787,685,647.94	34,604,075.44	228,549,164.34		75,002.50	9,100,992,169.69
Allowance for Impairment							
Carrying Amount, December 31, 2021	P299,202,764.32	P3,710,195,452.04	P88,145,314.98	P162,782,256.14	P23,287,821.29	P3,947.50	P4,283,617,556.27

Particulars	Buildings and Other Structures	Machinery and Equipment	Transportation Equipment	Furniture, Fixtures and Books	Construction in Progress	Other Property, Plant and Equipment	Total
Carrying Amount, Jan 1, 2020 (restated)	P221,640,277.18	P3,026,342,644.92	P34,901,917.85	P159,842,640.92	P580,923,104.09	P3,947.50	P4,023,654,532.46
Adjustment due to restatement	25,894,438.95	(766,601,290.16)	(7,945,070.30)		74,338,636.80		(674,313,284.71)
Additions/Acquisitions	28,621,018.30	1,359,060,817.13	79,947,086.30	5,562,683.00	23,287,821.29		1,496,479,426.02
Total	276,155,734.43	3,618,802,171.89	106,903,933.85	165,405,323.92	678,549,562.18	3,947.50	4,845,820,673.77
Adjustments	32,143,454.41	(55,007,785.00)			(655,261,740.89)		(678,126,071.48)
Disposals		(4,367.70)	(962,000.00)	(481.48)			(966,849.18)
Depreciation	(4,651,423.04)	(384,494,282.34)	(7,147,434.51)	(1,922,619.30)			(398,215,759.19)
Impairment Loss	-	-	-	-	-	-	-
Carrying Amount, December 31, 2020	P303,647,765.80	P3,179,295,736.85	P98,794,499.34	P163,482,223.14	P23,287,821.29	P3,947.50	P3,768,511,993.92
Gross Cost	349,281,043.79	11,639,873,201.33	122,749,390.42	390,119,620.48	23,287,821.29	78,950.00	12,525,390,027.31
Less Accumulated Depreciation	45,633,277.99	8,460,577,464.48	23,954,891.08	226,637,397.34		75,002.50	8,756,878,033.39
Allowance for Impairment							
Carrying Amount, December 31, 2020	P303,647,765.80	P3,179,295,736.85	P98,794,499.34	P163,482,223.14	P23,287,821.29	P3,947.50	P3,768,511,993.92

9.1 The increase in Accumulated Depreciation is due the recording of prior year's Depreciation Expenses.

9.2 The Accounting Division is still in process of reconciling the *PPE* accounts; hence, various ports and sub-ports are required to submit their Inventory of PPE.

10. Intangible Assets

Intangible assets consist of the BOC E- Manifest System, Formal Entry System and Selectivity and Warehousing System paid to Unisys Philippines. It also includes payment for Cyber Security Enhancement and Maintenance of E2M (Electronic to Mobile).

Account	2021	2020 (As Restated)
<i>Computer Software</i>	614,703,388.62	607,709,024.14
<i>Accumulated Amortization - Computer Software</i>	(55,005,880.00)	(34,378,675.00)
<i>Development in Progress- Computer Software</i>	169,529,500.00	116,811,000.00
Total	729,227,008.62	690,141,349.14

11. Other Non-Current Assets

Other Non-Current Assets consist of *Other Assets* and *Contingent Assets*.

11.1 Other Assets

Account	2021	2020 (As Restated)
<i>Confiscated Property/Assets</i>	236,103,234.50	236,103,234.50

Confiscated Property/Assets account is used to recognize appraised value of Roumeliotes Jewelry Collection.

11.2 Contingent Assets

Contingent Assets consist of abandoned and seized cargoes in the process of auction and Due and Demandable bonds awaiting the decision of courts and Insurance Commission.

11.2.1 Data on Overstaying Containers at the following Ports

	PORT	No. of Overstaying Container	
		2021	2020
POM		293	1,020
MICP		480	1,322
Batangas		62	96
Subic		64	33
Cebu		115	272
Davao		22	123
Cagayan de Oro		100	76
Total		1,136	2,942

11.2.1 Outstanding Due and Demandable Bonds per Port

PORT	Outstanding Due and Demandable Bonds	
	2021	2020
POM	4,032,141,471.03	4,308,675,001.64
MICP	2,126,329,906.14	1,766,815,186.03
NAIA	521,591,786.87	519,831,786.87
Batangas	111,061,823.50	177,530,648.50
Cebu	0.00	363,436,107.64
San Fernando	4,226,433.00	4,226,433.00
Subic	0.00	48,168,436.98
Total	6,795,351,420.54	7,188,683,600.66

12. Current Liabilities

Current Liabilities consist of the following:

Account	2021	2020 (As Restated)
<i>Financial Liabilities</i>	3,631,947,462.19	5,211,320,243.73
<i>Inter-Agency Payables</i>	153,325,497.35	65,608,985.05

<i>Trust Liabilities</i>	10,142,343,667.64	4,697,717,019.17
<i>Other Payables</i>	9,788.96	533,800.05
Total	13,927,626,416.14	9,975,180,048.00

12.1 Financial Liabilities

This account consists of the following:

Account	2021	2020 (As Restated)
<i>Accounts Payable</i>	120,769,835.63	210,362,239.58
<i>Due to Officers and Employees</i>	85,612,842.57	96,786,254.46
<i>Awards and Rewards Payable</i>	2,225,355,814.68	2,225,355,814.68
<i>Tax Refunds Payable</i>	1,200,208,969.31	2,678,815,935.01
Total	3,631,947,462.19	5,211,320,243.73

Accounts Payable consist of payables to various suppliers with valid claims as at December 31, 2021.

Due to Officers and Employees is used to recognize incurrence of liability to officers and employees for salaries, benefits.

Awards and Rewards Payable is used for the set-up *Informers Reward Payable* to identified importers. For CY 2021, a total amount of ₱1,367,600,000.00 was recorded to set-up the payment of the Rewards and Incentives of BOC employees for hitting the CY 2018 Collection Target.

Tax Refund Payable is used to recognize amount refundable to taxpayers for excess amount paid/withheld.

12.2 Inter-Agency Payables

This account consists of the following:

Account	2021	2020 (As Restated)
<i>Due to BIR</i>	82,408,930.03	1,478,896.42
<i>Due to GSIS</i>	59,245,797.57	55,051,539.29
<i>Due to Pag-IBIG</i>	2,833,111.49	915,356.59
<i>Due to PhilHealth</i>	5,029,474.63	4,370,983.23
<i>Due to NGAs</i>	459,824.37	40,839.00
<i>Due to GOCCs</i>	3,348,359.26	3,751,370.52
Total	153,325,497.35	65,608,985.05

Due to BIR consists of taxes withheld from compensation of BOC personnel and payment to suppliers which was remitted on January 2020

Due to GSIS is used to recognize the withholding of employees' premium payments and other payables for remittance to the Government Service Insurance System

(GSIS). Balance are for preparation of Agency Remittance Advice (ARA). This also consists of prior year balances which are on process of reconciliation.

Due to Pag-IBIG pertains to withheld employees' premium payments and other payables for remittance to the Home Development Mutual Fund (HDMF)

Due to Philhealth represents the employees' premium payments and other payables for remittance to the Home Development Mutual Fund (HDMF)

Due to NGA is used to recognize the receipt of funds for delivery of goods/services as authorized by law, fund transfers from NGAs, other than the BIR, for implementation of specific programs or projects subject to liquidation and other inter-agency transactions.

Due to GOCCs represents the amount deducted from the salary of personnel for remittance to National Home Mortgage Finance Corporation (NHMFC) and the Landbank of the Philippines (LBP)

12.3 Trust Liabilities

This account consists of the following:

Account	2021	2020 (As Restated)
<i>Trust Liabilities</i>	9,977,567,819.76	4,551,131,326.05
<i>Guaranty/Security Deposits Payable</i>	164,775,847.88	146,585,693.12
Total	10,142,343,667.64	4,697,717,019.17

12.3.1 *Trust Liabilities* pertains to the receipt of amount held in trust for specific purpose. This includes the following:

Account	2021	2020 (As Restated)
<i>Cash Bond</i>	924,320,216.78	₱ 1,292,882,193.53
<i>Auction</i>	1,597,820,284.15	1,513,309,246.58
<i>Confiscated Currencies</i>	57,116,510.79	57,116,510.79
<i>Extra Services</i>	186,492,684.65	121,620,233.65
<i>Bid Docs</i>	16,637,490.16	16,136,390.16
<i>Remuneration</i>	49,353.64	49,353.64
<i>Informer's Reward</i>	620,930,800.62	584,516,761.69
<i>Provision on Safeguard Duties</i>	5,728,912,469.80	668,545,208.25
<i>Fuel Marking Fee</i>	813,930,843.49	270,683,462.08
<i>Negotiated Sale</i>	5,128,400.00	43,200.00
<i>Others</i>		26,228,765.68
Total	₱ 9,977,567,819.76	₱ 4,551,131,326.05

12.3.2 *Guaranty/Security Deposits Payable* represents the retention money from contractors. Retention money is released upon compliance of the requirements per COA Circular 2012-1.

12.4 Other Payables

The *Other Payables* includes payables to BOC Provident Fund Inc, BOC- Employees Association, Inc, Samahang Nagkakaisang Pulis Aduana Inc, Private Insurances, Health Maintenance Organization, banks and others. The Accounting Division is on the process of analyzing prior year transactions to determine causes of the negative balance and eventually prepare adjusting entries to correct the balance of the account.

Account	2021	2020 (As Restated)
<i>Other Payables- BOCPFI-Contributions</i>	(2,592,759.34)	(2,523,191.26)
<i>Other Payables- BOCPFI-Loan</i>	690,775.54	800,364.92
<i>Other Payables- BOCEA</i>	(920,407.05)	(87,066.25)
<i>Other Payables- TSNPA</i>	329,921.73	327,375.43
<i>Other Payables- Private Insurance</i>	(3,825,522.65)	(3,855,212.45)
<i>Other Payables- HMO</i>	(2,125,203.27)	(2,296,984.19)
<i>Other Payables- Banks</i>	(930,180.87)	(2,165,365.85)
<i>Other Payables- Cooperative</i>	2,003,056.38	3,136,951.43
<i>Other Payables- Interest</i>	156,647.14	(29,033.08)
<i>Other Payables- Others</i>	7,223,461.35	7,225,961.35
Total	9,788.96	533,800.05

13. Tax Revenue

Tax Revenue consist of the following income remitted to the Bureau of the Treasury (BTr).

Account	2021	2020 (As Restated)
<i>Tax Revenue - Goods and Services</i>	₱ 647,064,517,656.86	₱ 534,381,825,424.62
<i>Import Duties</i>	78,207,329,039.13	70,027,012,935.66
<i>Excise Tax</i>	161,362,867,684.89	130,703,360,035.07
<i>Business Tax</i>	407,494,320,932.84	333,651,452,453.89
<i>Tax Revenue – Others</i>	595,439,798.00	489,088,287.00
<i>Documentary Stamp Tax</i>	595,439,798.00	489,088,287.00
<i>Tax Revenue - Fines and Penalties</i>	169,380,795.11	198,661,850.22
<i>Tax Revenue - Fines and Penalties - Taxes on Goods and Services</i>	169,380,795.11	198,661,850.22
Total	₱ 647,829,338,249.97	₱ 535,069,575,561.84

The BOC's positive revenue collection performance is attributed to the improved valuation and intensified collection efforts of all the ports, gradual improvement of importation volume and the government's effort in ensuring unhampered movement of goods domestically and internationally considering the pandemic situation.

14. Service and Business Income

Service and Business Income consist of the following:

Account	2021	2020 (As Restated)
Service Income	₱ 3,399,155,041.64	₱ 2,184,816,155.62
Permit Fees	14,491,250.00	15,842,000.00
Registration Fees	24,251,250.00	23,402,520.00
Clearance and Certification Fees	3,890,500.00	3,479,050.00
Legal Fees	13,619,380.00	3,013,970.00
Inspection Fees	241,181.45	57,695.40
Verification and Authentication Fees	21,597,800.00	3,065,400.00
Processing Fees	742,495,839.00	660,289,082.00
Other Service Income	2,578,567,841.19	1,475,666,438.22
Business Income	732,416,762.72	354,336,711.10
Rent/Lease Income	1,582,244.58	1,575,261.38
Dividend Income	27,971,725.57	-
Interest Income	317,241,422.95	160,575,361.74
Fines and Penalties - Business Income	278,701,741.86	51,069,060.93
Other Business Income	106,919,627.76	141,117,027.05
Total	₱ 4,131,571,804.36	₱ 2,539,152,866.72

All revenues collected were covered by a Customs Administrative Order (CAO) and Customs Memorandum Order (CMO) as its legal basis based on the new Customs Modernization and Tariff Act.

Legal Fees is anchored under CAO 2-2001 regarding Protest Cases.

Rent/Lease Income generated thru the rental from Globe Satellite, Offices of Land Bank of the Philippines and Philippine National Bank.

Dividend Income consists of the Royalty payments remitted by importers to its suppliers abroad which are treated as adjustment to the transaction value as provided under Section 701 (e) of the CMTA.

For the Regular Agency Books, *Other Service Income* pertains to revenue generated from the collections of Container Security Fee (CSF) and Super Green Lane (SGL) while *Other Business Income* pertains to the Sale of Non-Accountable Forms.

15. Non-Operating Income

Non-Operating Income represents *Miscellaneous Income*.

Account	2021	2020 (As Restated)
<i>Miscellaneous Income</i>	₱ 9,882,145.97	₱ 0.46

Miscellaneous Income is composed of the Liquidated Damages received from Astrophysics (₱8,527,146.00), PITC (₱1,348,501.56) and EMKM Construction Supplies (₱331.00)

The remaining balance of ₱6,167.41 pertains to other miscellaneous receipts by the Bureau.

16. Current Operating Expenses

Current Operating expenses consist of the following:

Account	2021	2020 (As Restated)
<i>Personnel Services</i>	1,804,276,847.87	1,705,632,307.45
<i>Maintenance and Other Operating Expenses</i>	1,427,499,665.69	3,330,355,465.22
<i>Non-Cash Expenses</i>	364,741,341.30	259,256,737.73
Total	3,596,517,854.86	5,295,244,510.40

16.1 Personnel Services

Personnel Services consist of the following as shown below:

Account	2021	2020 (As Restated)
<i>Salaries and Wages</i>	₱ 1,208,274,848.00	₱ 1,119,205,188.73
<i>Other Compensation</i>	349,773,268.18	402,684,851.58
<i>Personnel Benefit Contributions</i>	150,491,023.91	64,635,270.74
<i>Other Personnel Benefits</i>	95,737,707.78	119,106,996.40
Total	₱ 1,804,276,847.87	₱ 1,705,632,307.45

16.1.1 Salaries and Wages

Account	2021	2020 (As Restated)
<i>Salaries and Wages – Regular</i>	₱ 1,203,899,038.17	₱ 1,114,704,127.40
<i>Salaries and Wages - Casual/Contractual</i>	4,375,809.83	4,501,061.33
Total	₱ 1,208,274,848.00	₱ 1,119,205,188.73

The BOC has a total of 3,508 filed plantilla of personnel as at December 31, 2021. The increase was due to hiring of 92 new employees and promotion of 245 personnel as well as the implementation of the Salary Standardization Law (SSL) Level V in CY 2021

16.1.2 Other Compensation

Account	2021	2020 (As Restated)
<i>Personal Economic Relief Allowance (PERA)</i>	₱ 82,901,219.59	₱ 78,230,815.05
<i>Representation Allowance (RA)</i>	11,568,327.19	11,776,000.00

Account	2021	2020 (As Restated)
<i>Transportation Allowance (TA)</i>	10,099,193.19	9,476,000.00
<i>Clothing/Uniform Allowance</i>	19,703,716.00	19,736,332.00
<i>Subsistence Allowance</i>	16,500.00	76,230.00
<i>Laundry Allowance</i>	2,250.03	9,413.63
<i>Hazard Pay</i>		39,063,927.16
<i>Overtime and Night Pay</i>		3,074,801.20
<i>Year End Bonus</i>	98,208,825.05	93,111,898.44
<i>Cash Gift</i>	17,313,750.00	16,443,296.10
<i>Mid-Year Bonus Civilian</i>	92,559,487.13	87,496,682.00
<i>Other Bonuses and Allowances</i>	17,400,000.00	44,189,456.00
Total	₱ 349,773,268.18	₱ 402,684,851.58

16.1.3 Personnel Benefit Contributions

Account	2021	2020 (As Restated)
<i>Retirement and Life Insurance Premiums</i>	₱ 126,826,431.54	₱ 41,800,348.55
<i>Pag-IBIG Contributions</i>	3,771,297.03	3,622,681.66
<i>PhilHealth Contributions</i>	15,278,435.51	15,278,692.95
<i>Employees Compensation Insurance Premiums</i>	4,614,859.83	3,933,547.58
Total	₱ 150,491,023.91	₱ 64,635,270.74

Retirement and Life Insurance Premiums pertains to the remittances made to the GSIS for Life & Retirement Premium Government's share and other payables.

Pag-IBIG Contributions represents remittances to the Home Development Mutual Fund and PAG-IBIG premiums pertaining to government share.

PhilHealth Contributions represents payment of PhilHealth premium for government share.

Employees Compensation Insurance Premiums refers to the remittances made to recognize the government's share in premium contributions to the Employees' Compensation Commission.

16.1.4 Other Personnel Benefit

Account	2021	2020 (As Restated)
<i>Retirement Gratuity</i>		₱ 2,011,803.85
<i>Terminal Leave Benefits</i>	₱ 95,325,658.07	84,805,670.49
<i>Other Personnel Benefits</i>	412,049.71	32,289,522.06
Total	₱ 95,737,707.78	₱ 119,106,996.40

For CY 2021, no payment was made for *Retirement Gratuity* because no retirement claim was filed at BOC

Decrease in *Other Personnel Benefits* can be attributed to the grant of Service Recognition Incentive (SRI) under Administrative Order No. 45 series of 2021

which was not disbursed in the current year due to compliance on some requirements of the DBM. Hence, disbursement was made on January 2022.

16.2 Maintenance and Other Operating Expenses

Maintenance and Other Operating expenses consist of the following:

Account	2021	2020 (As Restated)
<i>Traveling Expenses</i>	₱ 6,895,531.08	₱ 10,028,801.26
<i>Training Expenses</i>	6,853,101.54	13,838,461.37
<i>Supplies and Materials Expenses</i>	135,174,299.05	133,537,254.45
<i>Utility Expenses</i>	81,601,134.52	72,785,313.16
<i>Communication Expenses</i>	52,132,027.49	55,484,675.38
<i>Confidential, Intelligence and Extraordinary Expenses</i>	61,781,390.11	78,114,587.67
<i>Professional Services</i>	152,184,813.36	172,809,201.62
<i>General Services</i>	65,195,072.52	60,227,383.73
<i>Repairs and Maintenance</i>	294,148,456.68	292,827,514.32
<i>Taxes, Insurance Premiums and Other Fees</i>	5,284,567.96	2,176,045,204.41
<i>Other Maintenance and Operating Expenses</i>	566,249,271.38	264,654,902.85
Total	₱ 1,427,499,665.69	₱ 3,330,355,465.22

16.2.1 Traveling Expenses

Account	2021	2020 (As Restated)
<i>Traveling Expenses – Local</i>	₱ 6,895,531.08	₱ 8,649,111.32
<i>Traveling Expenses – Foreign</i>		1,379,689.94
Total	₱ 6,895,531.08	₱ 10,028,801.26

Traveling Expenses - Local includes airfare, travel per diems and other related travelling expenses of BOC Officials and Employees on official business to attend various activities within the country for the period January to December 2020 per EO No. 77.

Traveling Expenses - Foreign includes airfare, pre-travel allowance, accommodation and daily subsistence allowance of BOC Officials and employees for their attendance to international conferences/seminars/membership/ representing Philippines in international customs organizations for CY 2020.

Decrease in *Travelling Expenses* was due to the travel restrictions brought by the pandemic.

16.2.2 Training and Scholarship Expenses

Training Expenses pertains to payment in BOC conduct of in-house trainings/workshop to fully equipped employees in the conduct of their duties

and responsibilities. This also includes a three-month course for newly hired employees. The decrease in the *Training Expense* is mainly caused by COVID-19 restrictions. Most of the training and seminars are done through various online platforms like Zoom and MS Teams.

16.2.3 Supplies and Materials Expenses

Account	2021	2020 (As Restated)
<i>Office Supplies Expenses</i>	P 40,623,805.72	P 42,554,242.70
<i>Accountable Forms Expenses</i>	6,543,636.00	39,150,593.82
<i>Non-Accountable Forms Expenses</i>	38,964,062.56	5,379,918.23
<i>Drugs and Medicines Expenses</i>	55,727.64	76,685.37
<i>Medical, Dental and Laboratory Supplies Expenses</i>	81,787.46	48,750.00
<i>Fuel, Oil and Lubricants Expenses</i>	22,415,328.07	16,737,570.70
<i>Semi Expendable Machinery and Equipment Expenses</i>	6,460,124.16	3,922,787.77
<i>Semi Expendable Furniture, Fixtures and Books Expenses</i>	15,375,523.89	10,728,340.64
<i>Other Supplies and Materials Expenses</i>	4,654,303.55	14,938,365.22
Total	P 135,174,299.05	P 133,537,254.45

Decrease in the *Accountable Forms Expenses* and increase in the *Non-Accountable Forms Expenses* is due to the compliance made on previous audit recommendations. Hence, only Form 38-A and 51 (OR) will be recognized as Accountable Forms Expenses upon issuance to Ports. All other forms without face value will be outright expense upon issuance and are recorded under Non- Accountable Forms Expenses.

16.2.4 Utility Expenses

Account	2021	2020 (As Restated)
Water Expenses	14,851,447.20	18,182,640.00
Electricity Expenses	66,749,687.32	54,602,673.16
Total	P 81,601,134.52	P 72,785,313.16

Water Expenses are payments made to Maynilad Water Services, Inc. for the water consumption at the OCOM and Groups (IAG, RCMG, AOCG, IG, EG, MISTG, PCAG) . It also includes payment of various Collection Districts and sub-ports for water services.

Electricity Expenses are payments made to MERALCO for the electricity consumption at the OCOM and Groups. It also includes payment to Electric Companies at the Collection Districts and sub-ports for their power services.

16.2.5 Communication Expenses

Account	2021	2020 (As Restated)
<i>Postage and Courier Services</i>	₱ 3,684,496.92	₱ 2,835,105.08
<i>Telephone Expenses</i>	8,692,558.93	7,678,292.01
<i>Internet Subscription Expenses</i>	39,691,255.64	44,921,326.94
<i>Cable, Satellite, Telegraph and Radio Expenses</i>	63,716.00	49,951.35
Total	₱ 52,132,027.49	₱ 55,484,675.38

Postage and Courier Services represents payment made to the Philippine Postal Corporation, for mailing services of various communications, door-to-door delivery of the BOC.

Telephone Expenses are payments made to the Philippine Long Distance Telephone Company for current charges of BOC Telephone (Landlines) lines. These also include Mobile Allowances given to authorized personnel.

Internet Subscription Expenses are payments made to Globe Telecommunications, Inc. and Smart Communications for the Wireless Internet Service with Wifi Technology for use of BOC and for wireless internet subscription of BOC OCOM and Field Offices.

16.2.6 Confidential, Intelligence and Extraordinary Expenses

Account	2021	2020 (As Restated)
<i>Confidential Expenses</i>	₱52,125,000.00	₱69,500,000.00
<i>Extraordinary and Miscellaneous Expenses (EME)</i>	9,656,390.11	8,614,587.67
Total	₱61,781,390.11	₱78,114,587.67

Confidential Expenses are payment for expenses related to surveillance activities that are intended to support the mandate or operations of the Bureau.

Extraordinary and Miscellaneous Expenses pertains to the annual extraordinary expenses of BOC officials based on the General Provisions of the General Appropriations Act and letter from the DBM. This also includes payment for expenses incidental to the performance of official functions, such as: meetings, seminars and conferences.

16.2.7 Professional Services

Account	2021	2020 (As Restated)
<i>Auditing Services</i>	-	₱ 156,800.00
<i>Other Professional Services</i>	₱ 152,184,813.36	172,652,401.62
Total	₱ 152,184,813.36	₱ 172,809,201.62

Auditing Services are payment made for the Onsite Audit, Audit Planning and Report, and Annual Accreditation Fee ISO 9001:2015 and travel expense incurred by BOC Officials to conduct Internal Quality Audit.

Other Professional Services pertains to payment to consultants for special projects and services contracted thru Contract of Services plus their 5% premium and Gratuity.

16.2.8 General Services

Account	2021	2020 (As Restated)
<i>Environment/Sanitary Services</i>	P 1,102,778.82	P 859,871.22
<i>Janitorial Services</i>	45,458,869.75	45,250,703.58
<i>Security Services</i>	3,007,618.07	1,566,095.65
<i>Other General Services</i>	15,625,805.88	12,550,713.28
Total	P 65,195,072.52	P 60,227,383.73

Environment/Sanitary Services are payments for the Disinfection of BOC offices and facilities, general pest control services and garbage fees.

Janitorial Services are payment made to Alert General Services for janitorial services rendered at BOC OCOM, POM, Manila International Container Port and Ninoy Aquino International Airport including Ports/sub-ports payment of their utility worker.

Security Services are expenses for the payment of security services provided to various ports.

Other General Services are expenses for payment of consultants, stripping/stuffing costs in the examination of goods and hauling services for confiscated goods.

16.2.9 Repairs and Maintenance

Account	2021	2020 (As Restated)
<i>Repairs and Maintenance - Buildings and Other Structures</i>	P 46,365,062.53	P 62,435,380.97
<i>Repairs and Maintenance - Machinery and Equipment</i>	244,625,676.75	228,488,011.08
<i>Repairs and Maintenance - Transportation Equipment</i>	2,961,605.40	1,735,207.27
<i>Repairs and Maintenance - Furniture and Fixtures</i>	196,112.00	168,915.00
Total	P 294,148,456.68	P 292,827,514.32

Repairs and Maintenance - Machinery and Equipment includes maintenance contract payment to NUCHTECH under Fund 151.

16.2.10 Taxes, Insurance Premiums and Other Fees

Account	2021	2020 (As Restated)
Taxes, Duties and Licenses	₱109,126.68	₱2,172,246,652.53
Fidelity Bond Premiums	2,911,312.50	3,183,727.96
Insurance Expenses	2,264,128.78	614,823.92
Total	₱ 5,284,567.96	₱ 2,176,045,204.41

These expenditures pertain to payment of licenses, vehicle registration, bond premiums for accountable officers and GSIS premiums for insurable assets.

₱ 2,172,107,491.00 of the decrease in the *Taxes of Duties and Licenses* due to the payment made on CY 2020 for the outstanding tax obligation for CY 2009 and 2015 to the BIR per resolution of the Fiscal Incentives Review Board (FIRB).

16.2.11 Other Maintenance and Operating Expenses

Account	2021	2020 (As Restated)
Advertising Expenses	₱ 65,155.20	₱300,156.00
Printing and Publication Expenses	2,891,837.34	3,822,900.80
Representation Expenses	904,630.80	-
Transportation and Delivery Expenses	1,581,540.46	1,564,410.24
Rent/Lease Expenses	27,723,770.49	10,876,656.49
Subscription Expenses	70,002,448.89	23,582,623.32
Bank Transaction Fee	126,440.84	1,800.00
Other Maintenance and Operating Expenses (MOOE)	462,953,447.36	224,506,356.00
Total	₱ 566,249,271.38	₱ 264,654,902.85

Advertising Expenses pertains to the media relations to build positive image of the Bureau which includes printing of annual reports, publications, newsletter and other media coverage.

Printing and Publication Expenses consists of the costs of printing and binding of manuscripts/documents, forms, manuals, brochures, pamphlets, and the like.

Representation Expense pertains to expenses incurred for official meetings/conferences and other official functions.

Increase in the *Rent/Lease Expenses* is due to the payment made to Port Net Logistics, Inc. for the Lease of Warehouse.

Subscription Expenses pertains to BOC subscription to index prices for reference value pertaining to rice, steel, motor vehicles and other commodities. A total amount of ₱47,368,998.93 is due to the recording of delivery receipt from DBM-PS for the Subscription of Microsoft Azure Monetary Commitment, Office 365 Enterprise User and Power BI Pro

Other MOOE are payments for various reimbursements like meals during cascading seminars and expenses on several occasions in the Bureau . for Cy 2021, delivery receipts from DBM-PS on payments related to the Fuel Marking Program amounts to ₱456,232,455.62.

17. Non-Cash Expenses

Non-cash expenses consist of the following accounts:

Account	2021	2020 (As Restated)
<i>Depreciation - Buildings and Other Structures</i>	₱ 4,445,001.48	₱ 3,191,529.68
<i>Depreciation - Machinery and Equipment</i>	327,108,183.46	219,002,625.04
<i>Depreciation - Transportation Equipment</i>	10,649,184.36	7,637,023.71
<i>Depreciation - Furniture, Fixtures and Books</i>	1,911,767.00	1,922,619.30
<i>Amortization-Intangible Assets</i>	20,627,205.00	27,502,940.00
Total	₱ 364,741,341.30	₱ 259,256,737.73

All *PPE* accounts were provided depreciation except *PPE*'s for prior years that are still for verification.

18. Net Financial Assistance/Subsidy

Account	2021	2020 (As Restated)
<i>Subsidy from National Government</i>	₱3,006,497,399.23	₱ 5,074,373,422.29
<i>Less: Financial Assistance/Subsidy to NGAs, LGUs, GOCCs</i>	0.00	0.00
Net Financial Assistance/Subsidy	₱ 3,006,497,399.23	₱ 5,074,373,422.29

19. Non-Operating Income/Gain

Account	2021	2020 (As Restated)
<i>Sale of Garnished/ Confiscated/ Abandoned/ Seized Goods and Properties</i>	₱ 433,882,928.34	₱ 583,191,717.58
Total	₱ 433,882,928.34	₱ 583,191,717.58

The *Non-Operating Income/Gain* refers to increased effort to collect lawful revenues thru the non-traditional source like public auction of confiscated goods.

20. Statement of Comparison of Budget and Actual Amount Payments

The Original Budgeted amount refers to the authorized appropriations of the Bureau as reflected in the General Appropriations Act while the Final Budgeted amount pertains to

Appropriations Fiscal Year (FY) 2021 and Special Allotment and Release Order releases FY 2021. The Actual Amount on Comparable Basis refers to the current year disbursements based on the Statement of Appropriations, Allotments, Obligations and Disbursements and Balances. The difference between the Final Budgeted Amount and Actual disbursements represents the unobligated and unpaid obligations for the current year, as shown below.

Particulars	2021	2020
Personnel Services	₱ 91,282,871.25	₱ 89,818,613.00
MOOE	42,167,211.12	175,580,392.00
Capital Outlay	817,160,227.68	561,930,650.00
Total	₱ 950,610,310.05	₱ 827,329,655.00