

TOURISM PROMOTIONS BOARD
COMPARATIVE CONDENSED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022 and 2021
(In Philippine Peso)

	2022						2021 (RESTATED)					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
ASSETS												
CURRENT ASSETS												
Cash and Cash Equivalents	1,334,556,083	250,000,000	196,153,191	789,157,476	99,204,575	40,841	1,209,862,469	250,000,000	189,711,249	675,901,322	94,243,996	5,902
Other Investments	16,734,939	-	-	-	19,334,374	(2,599,435)	13,550,918	-	-	-	7,599,020	5,951,898
Receivables - net	650,481,274	-	100,437,663	711,285,249	8,256,707	-	544,976,393	-	99,380,932	592,347,673	7,112,782	-
Inventories	7,359,855	-	-	7,359,855	-	-	23,514,471	-	-	23,514,471	-	-
Other Current Assets	36,160,139	-	-	35,767,836	37,509	354,794	21,802,828	-	-	20,810,876	6,011	985,941
TOTAL CURRENT ASSETS	2,045,292,290	250,000,000	296,590,854	1,543,570,416	126,833,165	(2,203,800)	1,813,707,079	250,000,000	289,092,181	1,312,574,342	108,961,809	6,943,741
NON-CURRENT ASSETS												
Other Investments	123,600	-	-	123,600	-	-	123,600	-	-	123,600	-	-
Property, Plant and Equipment - net	42,257,841	-	-	42,257,841	-	-	45,011,070	-	-	45,011,070	-	-
Intangible Assets	11,473,872	-	-	3,637,162	7,836,710	-	6,467,658	-	-	2,748,275	3,719,383	-
Other Non-Current Assets	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
TOTAL NON-CURRENT ASSETS	931,440,590	-	-	46,018,603	7,836,710	877,585,277	929,187,605	-	-	47,882,945	3,719,383	877,585,277
TOTAL ASSETS	2,976,732,880	250,000,000	296,590,854	1,589,589,019	134,669,875	875,381,477	2,742,894,684	250,000,000	289,092,181	1,360,457,287	112,681,192	884,529,018
LIABILITIES												
CURRENT LIABILITIES												
Financial Liabilities	119,757,291	-	-	119,737,291	20,000	-	175,836,356	-	-	175,836,356	-	-
Inter-Agency Payables	218,051,646	-	198,143,719	19,419,051	488,876	-	217,778,429	-	197,969,204	19,576,764	232,461	-
Intra-Agency Payables	-	-	55,896,829	105,726,351	7,850,165	25,000	-	-	47,442,640	104,669,619	1,727,735	25,000
Trust Liabilities	34,137,403	-	34,044,277	93,126	-	-	34,983,071	-	34,786,621	196,450	-	-
Other Payables	23,652,016	-	8,140,800	9,638,263	3,173,961	2,698,992	20,955,656	-	8,707,300	10,166,347	26,928	2,055,081
TOTAL CURRENT LIABILITIES	395,598,356	-	296,225,625	254,614,082	11,533,002	2,723,992	449,553,512	-	288,905,765	310,445,536	1,987,124	2,080,081
NON-CURRENT LIABILITIES												
Trust Liabilities	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
TOTAL NON-CURRENT LIABILITIES	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
TOTAL LIABILITIES	1,273,183,633	-	296,225,625	254,614,082	11,533,002	880,309,269	1,327,138,789	-	288,905,765	310,445,536	1,987,124	879,665,358
NET ASSETS/ EQUITY												
Accumulated Surplus/ Deficit	1,465,839,988	-	365,229	1,334,974,937	123,255,999	7,243,823	1,164,630,224	-	186,416	1,050,011,751	110,685,992	3,746,065
Government Equity	250,000,000	250,000,000	-	-	-	-	250,000,000	250,000,000	-	-	-	-
Unrealized Gain/ Loss	(12,290,741)	-	-	-	(119,126)	(12,171,615)	1,125,671	-	-	-	8,076	1,117,595
TOTAL NET ASSETS/EQUITY	1,703,549,247	250,000,000	365,229	1,334,974,937	123,136,873	(4,927,792)	1,415,755,895	250,000,000	186,416	1,050,011,751	110,694,068	4,863,660
TOTAL LIABILITIES AND EQUITY	2,976,732,880	250,000,000	296,590,854	1,589,589,019	134,669,875	875,381,477	2,742,894,684	250,000,000	289,092,181	1,360,457,287	112,681,192	884,529,018

TOURISM PROMOTIONS BOARD
COMPARATIVE DETAILED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022 and 2021
(In Philippine Peso)

	2022						2021 (RESTATED)					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
ASSETS												
CURRENT ASSETS												
Cash and Cash Equivalents	1,334,556,083	250,000,000	196,153,191	789,157,476	99,204,575	40,841	1,209,862,469	250,000,000	189,711,249	675,901,322	94,243,996	5,902
Cash On Hand	154,466	-	-	137,630	16,836	-	120,000	-	-	120,000	-	-
Cash-Collecting Officer	34,466	-	-	17,630	16,836	-	-	-	-	-	-	-
Petty Cash Fund	120,000	-	-	120,000	-	-	120,000	-	120,000	-	-	-
Treasury/Agency Cash Accounts	-	-	-	-	-	-	-	-	-	-	-	-
Cash-Modified Disbursement System (MDS), R	-	-	-	-	-	-	-	-	-	-	-	-
Cash In Bank - Local Currency	1,229,470,283	250,000,000	196,148,727	703,162,095	80,118,620	40,841	1,117,635,325	250,000,000	189,707,167	597,922,174	80,000,082	5,902
Cash in Bank - Current Account	446,148,727	250,000,000	196,148,727	-	-	-	439,707,167	250,000,000	189,707,167	-	-	-
Cash In Bank-Local Currency,Current Account	783,321,556	-	-	703,162,095	80,118,620	40,841	677,928,158	-	-	597,922,174	80,000,082	5,902
Cash In Bank - Foreign Currency	104,931,334	-	4,464	85,857,751	19,069,119	-	92,107,144	-	4,082	77,859,148	14,243,914	-
Cash In Bank - Savings Dollar Account	104,931,334	-	4,464	85,857,751	19,069,119	-	92,107,144	-	4,082	77,859,148	14,243,914	-
Other Investments	16,734,939	-	-	-	19,334,374	(2,599,435)	13,550,918	-	-	-	7,599,020	5,951,898
Financial Assets at Fair Value through Other Compreh	16,734,939	-	-	-	19,334,374	(2,599,435)	13,550,918	-	-	-	7,599,020	5,951,898
Available for Sale Securities	16,734,939	-	-	-	19,334,374	(2,599,435)	13,550,918	-	-	-	7,599,020	5,951,898
Financial Assets Designated at Fair V	-	-	-	-	-	-	-	-	-	-	-	-
Receivables - net	650,481,274	-	100,437,663	711,285,249	8,256,707	-	544,976,393	-	99,380,932	592,347,673	7,112,782	-
Loans and Receivable Accounts	-	-	-	-	-	-	-	-	-	-	-	-
Interest Receivables	-	-	-	-	-	-	-	-	-	-	-	-
Inter-Agency Receivables	649,622,985	-	-	649,622,985	-	-	544,118,109	-	-	544,118,109	-	-
Due from National Government Agencies	533,008,284	-	-	533,008,284	-	-	449,645,126	-	-	449,645,126	-	-
Allowance for Impairment-Due from Natic	(21,617,964)	-	-	(21,617,964)	-	-	(21,373,890)	-	-	(21,373,890)	-	-
Net Value	511,390,320	-	-	511,390,320	-	-	428,271,236	-	-	428,271,236	-	-
Due from Local Government Unit	115,613,875	-	-	115,613,875	-	-	110,063,072	-	-	110,063,072	-	-
Allowance for Impairment-Due from Loca	(3,574,371)	-	-	(3,574,371)	-	-	(428,140)	-	-	(428,140)	-	-
Net Value	112,039,504	-	-	112,039,504	-	-	109,634,932	-	-	109,634,932	-	-
Due from Government Owned/Controlled Corp.	26,547,631	-	-	26,547,631	-	-	11,368,530	-	-	11,368,530	-	-
Allowance for Impairment-Due from Govt	(354,470)	-	-	(354,470)	-	-	(5,156,589)	-	-	(5,156,589)	-	-
Net Value	26,193,161	-	-	26,193,161	-	-	6,211,941	-	-	6,211,941	-	-
Intra-Agency Receivables	-	-	100,437,663	60,803,975	8,256,707	-	-	-	99,380,932	47,371,280	7,112,782	-
Due from Other Funds	-	-	100,437,663	60,803,975	8,256,707	-	-	-	99,380,932	47,371,280	7,112,782	-
Other Receivables	858,289	-	-	858,289	-	-	858,284	-	-	858,284	-	-
Due from Officers and Employees	176,056	-	-	176,056	-	-	176,056	-	-	176,056	-	-
Allowance for Impairment-Due from Offic	(8,803)	-	-	(8,803)	-	-	(8,803)	-	-	(8,803)	-	-
Net Value	167,253	-	-	167,253	-	-	167,253	-	-	167,253	-	-
Other Receivables	727,406	-	-	727,406	-	-	727,401	-	-	727,401	-	-
Allowance for Impairment- Other Receiva	(36,370)	-	-	(36,370)	-	-	(36,370)	-	-	(36,370)	-	-
Net Value	691,036	-	-	691,036	-	-	691,031	-	-	691,031	-	-
Less: Allowance for Impairment-Accounts Receivable	-	-	-	-	-	-	-	-	-	-	-	-
Inventories	7,359,855	-	-	7,359,855	-	-	23,514,471	-	-	23,514,471	-	-
Office Supplies Inventory	3,165,304	-	-	3,165,304	-	-	2,655,422	-	-	2,655,422	-	-
Other Supplies and Materials Inventory	4,194,551	-	-	4,194,551	-	-	20,859,049	-	-	20,859,049	-	-
Semi-Expendable Office Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Semi-Expendable Furnitures & Fixtures	-	-	-	-	-	-	-	-	-	-	-	-
Other Current Assets	36,160,139	-	-	35,767,836	37,509	354,794	21,802,828	-	-	20,810,876	6,011	985,941
Advances	7,576,332	-	-	7,576,332	-	-	1,644,776	-	-	1,644,776	-	-
Advances to Special Disbursing Officer	6,121,942	-	-	6,121,942	-	-	331,379	-	-	331,379	-	-
Advances to Officers and Employees	1,454,390	-	-	1,454,390	-	-	1,313,397	-	-	1,313,397	-	-

	2022						2021 (RESTATED)					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
Prepayments	25,577,990	-	-	25,185,687	37,509	354,794	17,160,660	-	-	16,168,708	6,011	985,941
Prepaid Rent	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid Insurance	465,488	-	-	465,488	-	-	73,957	-	-	73,957	-	-
Other Prepayments	25,112,502	-	-	24,720,199	37,509	354,794	17,086,703	-	-	16,094,751	6,011	985,941
Deposits	3,005,817	-	-	3,005,817	-	-	2,997,392	-	-	2,997,392	-	-
Guaranty Deposits	3,005,817	-	-	3,005,817	-	-	2,997,392	-	-	2,997,392	-	-
TOTAL CURRENT ASSETS	2,045,292,290	250,000,000	296,590,854	1,543,570,416	126,833,165	(2,203,800)	1,813,707,079	250,000,000	289,092,181	1,312,574,342	108,961,809	6,943,741
NON-CURRENT ASSETS												
Investments	123,600	-	-	123,600	-	-	123,600	-	-	123,600	-	-
Investments in Stocks	123,600	-	-	123,600	-	-	123,600	-	-	123,600	-	-
Other Investments	-	-	-	-	-	-	-	-	-	-	-	-
Property, Plant and Equipment - net	42,257,841	-	-	42,257,841	-	-	45,011,070	-	-	45,011,070	-	-
Buildings and Other Structures	12,953,935	-	-	12,953,935	-	-	13,415,253	-	-	13,415,253	-	-
Buildings	23,989,753	-	-	23,989,753	-	-	23,989,753	-	-	23,989,753	-	-
Less: Accumulated Depreciation - Buildings	(11,076,818)	-	-	(11,076,818)	-	-	(10,620,000)	-	-	(10,620,000)	-	-
Net Value	12,912,935	-	-	12,912,935	-	-	13,369,753	-	-	13,369,753	-	-
Other Structures	50,000	-	-	50,000	-	-	50,000	-	-	50,000	-	-
Less: Accum. Depreciation - Other Structures	(9,000)	-	-	(9,000)	-	-	(4,500)	-	-	(4,500)	-	-
Net Value	41,000	-	-	41,000	-	-	45,500	-	-	45,500	-	-
Machinery and Equipment	17,461,873	-	-	17,461,873	-	-	16,881,973	-	-	16,881,973	-	-
Office Equipment	5,170,362	-	-	5,170,362	-	-	5,139,977	-	-	5,139,977	-	-
Less: Accumulated Depreciation - Office Equipme	(4,031,160)	-	-	(4,031,160)	-	-	(3,680,782)	-	-	(3,680,782)	-	-
Net Value	1,139,202	-	-	1,139,202	-	-	1,459,195	-	-	1,459,195	-	-
Information and Communication Technology Equip	46,723,151	-	-	46,723,151	-	-	43,218,115	-	-	43,218,115	-	-
Less: Accumulated Depreciation - IT Equipment	(31,150,319)	-	-	(31,150,319)	-	-	(27,823,676)	-	-	(27,823,676)	-	-
Net Value	15,572,832	-	-	15,572,832	-	-	15,394,439	-	-	15,394,439	-	-
Other Machinery and Equipment	1,063,390	-	-	1,063,390	-	-	283,390	-	-	283,390	-	-
Less: Accumulated Depreciation - Other Machiner	(313,551)	-	-	(313,551)	-	-	(255,051)	-	-	(255,051)	-	-
Net Value	749,839	-	-	749,839	-	-	28,339	-	-	28,339	-	-
Furniture, Fixture and Books	389,067	-	-	389,067	-	-	642,894	-	-	642,894	-	-
Furniture & Fixtures	954,243	-	-	954,243	-	-	954,243	-	-	954,243	-	-
Less: Accumulated Depreciation - Furniture & Fixt	(565,176)	-	-	(565,176)	-	-	(311,349)	-	-	(311,349)	-	-
Net Value	389,067	-	-	389,067	-	-	642,894	-	-	642,894	-	-
Books	-	-	-	-	-	-	-	-	-	-	-	-
Less: Accumulated Depreciation - Books	-	-	-	-	-	-	-	-	-	-	-	-
Net Value	-	-	-	-	-	-	-	-	-	-	-	-
Transportation Equipment	10,421,151	-	-	10,421,151	-	-	13,075,950	-	-	13,075,950	-	-
Motor Vehicles	18,955,748	-	-	18,955,748	-	-	23,555,652	-	-	23,555,652	-	-
Less: Accumulated Depreciation - Motor Vehicles	(8,534,597)	-	-	(8,534,597)	-	-	(10,479,702)	-	-	(10,479,702)	-	-
Net Value	10,421,151	-	-	10,421,151	-	-	13,075,950	-	-	13,075,950	-	-
Leased Assets Improvements	1,031,815	-	-	1,031,815	-	-	995,000	-	-	995,000	-	-
Leased Assets Improvements, Buildings	1,062,000	-	-	1,062,000	-	-	995,000	-	-	995,000	-	-
Less: Accum. Depreciation - Leased Assets Imp	(30,185)	-	-	(30,185)	-	-	-	-	-	-	-	-
Net Value	1,031,815	-	-	1,031,815	-	-	995,000	-	-	995,000	-	-
Intangible Assets	11,473,872	-	-	3,637,162	7,836,710	-	6,467,658	-	-	2,748,275	3,719,383	-
Computer Software	11,473,872	-	-	3,637,162	7,836,710	-	6,467,658	-	-	2,748,275	3,719,383	-
Other Non-Current Assets	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
Other Assets	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
Restricted Fund	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	931,440,590	-	-	46,018,603	7,836,710	877,585,277	929,187,605	-	-	47,882,945	3,719,383	877,585,277
TOTAL ASSETS	2,976,732,880	250,000,000	296,590,854	1,589,589,019	134,669,875	875,381,477	2,742,894,684	250,000,000	289,092,181	1,360,457,287	112,681,192	884,529,018

	2022						2021 (RESTATED)					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
LIABILITIES												
CURRENT LIABILITIES												
Financial Liabilities	119,757,291	-	-	119,737,291	20,000	-	175,836,356	-	-	175,836,356	-	-
Payables	119,580,025	-	-	119,560,025	20,000	-	175,718,498	-	-	175,718,498	-	-
Accounts Payable	105,674,616	-	-	105,654,616	20,000	-	165,768,648	-	-	165,768,648	-	-
Due to Officers & Employees	13,905,409	-	-	13,905,409	-	-	9,949,850	-	-	9,949,850	-	-
Tax Refunds Payable	177,266	-	-	177,266	-	-	117,858	-	-	117,858	-	-
Tax Refunds Payable	177,266	-	-	177,266	-	-	117,858	-	-	117,858	-	-
Inter-Agency Payables	218,051,646	-	198,143,719	19,419,051	488,876	-	217,778,429	-	197,969,204	19,576,764	232,461	-
Due to BIR	15,576,798	-	298,506	14,789,416	488,876	-	16,925,850	-	123,991	16,569,398	232,461	-
Due to GSIS	3,433,501	-	-	3,433,501	-	-	1,868,766	-	-	1,868,766	-	-
Due to PAG-IBIG	948,355	-	-	948,355	-	-	942,630	-	-	942,630	-	-
Due to PHILHEALTH	247,779	-	-	247,779	-	-	195,970	-	-	195,970	-	-
Due to Other NGAs	196,853,363	-	196,853,363	-	-	-	196,853,363	-	196,853,363	-	-	-
Due to Other GOCC	991,850	-	991,850	-	-	-	991,850	-	991,850	-	-	-
Intra-Agency Payables	-	-	55,896,829	105,726,351	7,850,165	25,000	-	-	47,442,640	104,669,619	1,727,735	25,000
Due to Other Funds	-	-	55,896,829	105,726,351	7,850,165	25,000	-	-	47,442,640	104,669,619	1,727,735	25,000
Trust Liabilities	34,137,403	-	34,044,277	93,126	-	-	34,983,071	-	34,786,621	196,450	-	-
Trust Liabilities	93,126	-	-	93,126	-	-	146,700	-	-	146,700	-	-
Guaranty / Security Deposits Payable	34,044,277	-	34,044,277	-	-	-	34,836,371	-	34,786,621	49,750	-	-
Other Payables	23,652,016	-	8,140,800	9,638,263	3,173,961	2,698,992	20,955,656	-	8,707,300	10,166,347	26,928	2,055,081
Undistributed Collections	19,083,526	-	7,557,828	8,395,642	3,130,056	-	17,055,855	-	8,119,348	8,936,507	-	-
Other Payables	4,568,490	-	582,972	1,242,621	43,905	2,698,992	3,899,801	-	587,952	1,229,840	26,928	2,055,081
TOTAL CURRENT LIABILITIES	395,598,356	-	296,225,625	254,614,082	11,533,002	2,723,992	449,553,512	-	288,905,765	310,445,536	1,987,124	2,080,081
NON-CURRENT LIABILITIES												
Trust Liabilities	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
Trust Liabilities	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
TOTAL NON-CURRENT LIABILITIES	877,585,277	-	-	-	-	877,585,277	877,585,277	-	-	-	-	877,585,277
TOTAL LIABILITIES	1,273,183,633	-	296,225,625	254,614,082	11,533,002	880,309,269	1,327,138,789	-	288,905,765	310,445,536	1,987,124	879,665,358
NET ASSETS/EQUITY	1,703,549,247	250,000,000	365,229	1,334,974,937	123,136,873	(4,927,792)	1,415,755,895	250,000,000	186,416	1,050,011,751	110,694,068	4,863,660
Accumulated Surplus/ Deficit	1,465,839,988	-	365,229	1,334,974,937	123,255,999	7,243,823	1,164,630,224	-	186,416	1,050,011,751	110,685,992	3,746,065
Government Equity	250,000,000	250,000,000	-	-	-	-	250,000,000	250,000,000	-	-	-	-
Unrealized Gain/ (Loss)	(12,290,741)	-	-	-	(119,126)	(12,171,615)	1,125,671	-	-	-	8,076	1,117,595
Unrealized Gain/(Loss) from Changes in	(12,290,741)	-	-	-	(119,126)	(12,171,615)	1,125,671	-	-	-	8,076	1,117,595
TOTAL NET ASSETS/EQUITY	1,703,549,247	250,000,000	365,229	1,334,974,937	123,136,873	(4,927,792)	1,415,755,895	250,000,000	186,416	1,050,011,751	110,694,068	4,863,660
TOTAL LIABILITIES AND EQUITY	2,976,732,880	250,000,000	296,590,854	1,589,589,019	134,669,875	875,381,477	2,742,894,684	250,000,000	289,092,181	1,360,457,287	112,681,192	884,529,018

TOURISM PROMOTIONS BOARD
COMPARATIVE CONDENSED STATEMENT OF FINANCIAL PERFORMANCE
For the Year Ended December 31, 2022 and 2021
(In Philippine Peso)

	2022					2021 (RESTATED)						
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
REVENUE												
Service and business income	17,415,866	-	178,431	334,525	1,765,684	15,137,226	9,967,179	-	186,416	593,430	5,416,268	3,771,065
TOTAL REVENUE	17,415,866	-	178,431	334,525	1,765,684	15,137,226	9,967,179	-	186,416	593,430	5,416,268	3,771,065
LESS: CURRENT OPERATING EXPENSES												
Personnel services	144,371,988	-	-	144,371,988	-	-	110,452,789	-	-	110,452,789	-	-
Maintenance and other operating expenses	856,804,641	-	-	856,589,641	215,000	-	654,416,323	-	-	654,416,323	-	-
Financial expenses	345,461	-	-	345,461	-	-	373,945	-	-	373,945	-	-
Non-cash expenses	10,432,480	-	-	8,182,480	2,250,000	-	12,872,798	-	-	12,872,798	-	-
TOTAL CURRENT OPERATING COSTS	1,011,954,570	-	-	1,009,489,570	2,465,000	-	778,115,855	-	-	778,115,855	-	-
SURPLUS/(DEFICIT) FROM CURRENT OPERATION:	(994,538,704)	-	178,431	(1,009,155,045)	(699,316)	15,137,226	(768,148,676)	-	186,416	(777,522,425)	5,416,268	3,771,065
Other non-operating income	1,413,718	-	-	1,413,718	-	-	2,765,325	-	-	2,765,325	-	-
Gains	10,150,328	-	382	8,520,091	1,629,855	-	5,063,255	-	-	4,275,186	788,069	-
Losses	(382,261)	-	-	(382,261)	-	-	(2,212,300)	-	-	(2,191,706)	(20,594)	-
DEFICIT BEFORE SUBSIDY	(983,356,919)	-	178,813	(999,603,497)	930,539	15,137,226	(762,532,396)	-	186,416	(772,673,620)	6,183,743	3,771,065
Net assistance/subsidy	1,284,566,683	-	-	1,284,566,683	-	-	828,394,574	-	-	828,394,574	-	-
NET SURPLUS/(DEFICIT) FOR THE PERIOD	301,209,764	-	178,813	284,963,186	930,539	15,137,226	65,862,178	-	186,416	55,720,954	6,183,743	3,771,065

TOURISM PROMOTIONS BOARD
COMPARATIVE DETAILED STATEMENT OF FINANCIAL PERFORMANCE
For the Years Ended December 31, 2022 and 2021
(In Philippine Peso)

	2022					2021 (RESTATED)						
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
REVENUES												
Service and Business Income												
Service Income												
Registration Fees	439,495	-	-	-	439,495	-	-	-	-	-	-	-
Total Service Income	439,495	-	-	-	439,495	-	-	-	-	-	-	-
Business Income												
Interest Income	15,878,346	-	178,431	285,293	277,396	15,137,226	8,043,599	-	186,416	284,607	3,801,511	3,771,065
Other Business Income	1,036,925	-	-	-	1,036,925	-	1,614,757	-	-	-	1,614,757	-
Fines and Penalties	61,100	-	-	49,232	11,868	-	308,823	-	308,823	-	-	-
Total Business Income	16,976,371	-	178,431	334,525	1,326,189	15,137,226	9,967,179	-	186,416	593,430	5,416,268	3,771,065
Total Service and Business Income	17,415,866	-	178,431	334,525	1,765,684	15,137,226	9,967,179	-	186,416	593,430	5,416,268	3,771,065
TOTAL REVENUE	17,415,866	-	178,431	334,525	1,765,684	15,137,226	9,967,179	-	186,416	593,430	5,416,268	3,771,065
LESS: CURRENT OPERATING EXPENSES												
PERSONNEL SERVICES												
Salaries and Wages												
Salaries & Wages - Regular	81,284,009	-	-	81,284,009	-	-	64,404,864	-	-	64,404,864	-	-
Total Salaries and Wages	81,284,009	-	-	81,284,009	-	-	64,404,864	-	-	64,404,864	-	-
Other Compensation												
Personnel Economic Relief Allowance	2,737,239	-	-	2,737,239	-	-	2,600,510	-	-	2,600,510	-	-
Representation Allowance	2,247,750	-	-	2,247,750	-	-	2,055,435	-	-	2,055,435	-	-
Transportation Allowance	1,532,625	-	-	1,532,625	-	-	2,044,875	-	-	2,044,875	-	-
Clothing Allowance	696,000	-	-	696,000	-	-	642,000	-	-	642,000	-	-
Productivity Incentive Allowance	551,500	-	-	551,500	-	-	535,500	-	-	535,500	-	-
Honoraria	848,653	-	-	848,653	-	-	-	-	-	-	-	-
Hazard Duty Pay - Civilian	-	-	-	-	-	-	405,500	-	-	405,500	-	-
Overtime and Night Pay	1,549,459	-	-	1,549,459	-	-	963,785	-	-	963,785	-	-
Cash Gift	554,000	-	-	554,000	-	-	537,500	-	-	537,500	-	-
Year End Bonus	6,498,223	-	-	6,498,223	-	-	6,305,413	-	-	6,305,413	-	-
Mid-Year Bonus	6,818,004	-	-	6,818,004	-	-	4,929,860	-	-	4,929,860	-	-
Other Bonuses and Allowances	14,570,105	-	-	14,570,105	-	-	12,670,417	-	-	12,670,417	-	-
Total Other Compensation	38,603,558	-	-	38,603,558	-	-	33,690,795	-	-	33,690,795	-	-
Personnel Benefit Contributions												
Life & Retirement Insurance Contribution	9,757,985	-	-	9,757,985	-	-	7,531,422	-	-	7,531,422	-	-
PAG-IBIG Contributions	145,700	-	-	145,700	-	-	132,100	-	-	132,100	-	-
PHILHEALTH Contributions	1,433,556	-	-	1,433,556	-	-	762,722	-	-	762,722	-	-
Employees Compensation Insurance Premiums	135,500	-	-	135,500	-	-	129,700	-	-	129,700	-	-
Total Personnel Benefit Contributions	11,472,741	-	-	11,472,741	-	-	8,555,944	-	-	8,555,944	-	-
Other Personnel Benefits												
Terminal Leave Benefits	8,047,862	-	-	8,047,862	-	-	1,662,549	-	-	1,662,549	-	-
Other Personnel Benefits	4,024,818	-	-	4,024,818	-	-	2,128,637	-	-	2,128,637	-	-
Loyalty Award-Civilian	939,000	-	-	939,000	-	-	10,000	-	-	10,000	-	-
Total Other Personnel Benefits	13,011,680	-	-	13,011,680	-	-	3,801,186	-	-	3,801,186	-	-
TOTAL PERSONNEL EXPENSES	144,371,988	-	-	144,371,988	-	-	110,452,789	-	-	110,452,789	-	-
MAINTENANCE AND OTHER OPERATING COSTS												
Marketing and Promotional Expenses												
Advertising, Promotional and Marketing Expenses	719,552,067	-	-	719,552,067	-	-	557,110,476	-	-	557,110,476	-	-
Total Marketing and Promotional Expenses	719,552,067	-	-	719,552,067	-	-	557,110,476	-	-	557,110,476	-	-
Travelling Expenses												
Travelling Expenses - Local	2,605,012	-	-	2,605,012	-	-	3,005,111	-	-	3,005,111	-	-
Travelling Expenses - Foreign	19,698,190	-	-	19,698,190	-	-	1,185,944	-	-	1,185,944	-	-
Total Travelling Expenses	22,303,202	-	-	22,303,202	-	-	4,191,055	-	-	4,191,055	-	-
Training Expenses												
Training Expenses	1,317,210	-	-	1,317,210	-	-	5,263,137	-	-	5,263,137	-	-

	2022					2021 (RESTATED)						
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
Utility Expenses												
Water Expenses	117,668	-	-	117,668	-	-	101,099	-	-	101,099	-	-
Electricity Expenses	2,343,270	-	-	2,343,270	-	-	1,995,658	-	-	1,995,658	-	-
Total Utility Expenses	2,460,938	-	-	2,460,938	-	-	2,096,757	-	-	2,096,757	-	-
Supplies and Materials Expenses												
Office Supplies Expenses	4,648,779	-	-	4,648,779	-	-	3,355,866	-	-	3,355,866	-	-
Drug and Medicines Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Fuel, Oil & Lubricants Expenses	2,133,152	-	-	2,133,152	-	-	1,217,741	-	-	1,217,741	-	-
Semi-Expendable Office Equipment Expense	215,000	-	-	-	215,000	-	71,570	-	-	71,570	-	-
Semi-Expendable Information and Communications Expense	407,000	-	-	407,000	-	-	16,700	-	-	16,700	-	-
Semi-Expendable Other Machinery & Equipment Expense	3,000	-	-	3,000	-	-	44,464	-	-	44,464	-	-
Semi-Expendable Furniture and Fixtures	168,291	-	-	168,291	-	-	318,089	-	-	318,089	-	-
Semi-Expendable Books	-	-	-	-	-	-	-	-	-	-	-	-
Other Supplies Expenses	17,377,753	-	-	17,377,753	-	-	2,474,593	-	-	2,474,593	-	-
Total Supplies and Material Expenses	24,952,975	-	-	24,737,975	215,000	-	7,499,023	-	-	7,499,023	-	-
Communication Expenses												
Telephone Expenses	1,658,679	-	-	1,658,679	-	-	1,879,894	-	-	1,879,894	-	-
Internet Expenses	3,269,538	-	-	3,269,538	-	-	2,832,987	-	-	2,832,987	-	-
Total Communication Expenses	4,928,217	-	-	4,928,217	-	-	4,712,881	-	-	4,712,881	-	-
Professional Services												
Legal Services	-	-	-	-	-	-	-	-	-	-	-	-
Auditing Services	2,790,809	-	-	2,790,809	-	-	3,949,362	-	-	3,949,362	-	-
Consultancy Services	1,128,500	-	-	1,128,500	-	-	3,608,540	-	-	3,608,540	-	-
Other Professional Services	20,409,396	-	-	20,409,396	-	-	19,269,717	-	-	19,269,717	-	-
Total Professional Services	24,328,705	-	-	24,328,705	-	-	26,827,619	-	-	26,827,619	-	-
Awards, Rewards, and Prizes Expenses												
Award/ Rewards Expenses	-	-	-	-	-	-	120,000	-	-	120,000	-	-
Prizes	-	-	-	-	-	-	73,500	-	-	73,500	-	-
Total Awards, Rewards, and Prizes Expenses	-	-	-	-	-	-	193,500	-	-	193,500	-	-
General Services												
Janitorial Services	4,669,052	-	-	4,669,052	-	-	3,931,202	-	-	3,931,202	-	-
Security Services	5,904,288	-	-	5,904,288	-	-	5,935,702	-	-	5,935,702	-	-
Total General Services	10,573,340	-	-	10,573,340	-	-	9,866,904	-	-	9,866,904	-	-
Repairs & Maintenance												
Repairs & Maintenance - Buildings and Other Structure	142,314	-	-	142,314	-	-	475,976	-	-	475,976	-	-
Repairs & Maintenance - Machinery and Equipment	475,359	-	-	475,359	-	-	429,989	-	-	429,989	-	-
Repairs & Maintenance - Land Transportation Equipment	768,595	-	-	768,595	-	-	1,246,843	-	-	1,246,843	-	-
Repairs & Maintenance - Furniture and Fixtures	1,702,619	-	-	1,702,619	-	-	335,410	-	-	335,410	-	-
Total Repairs and Maintenance	3,088,887	-	-	3,088,887	-	-	2,488,218	-	-	2,488,218	-	-
Confidential, Intelligence and Extraordinary Expenses												
Extraordinary and Miscellaneous Expenses	838,770	-	-	838,770	-	-	544,564	-	-	544,564	-	-
Total Confidential, Intelligence and Extraordinary Expenses	838,770	-	-	838,770	-	-	544,564	-	-	544,564	-	-
Taxes, Duties and Licenses												
Taxes, Duties & Licenses	374,197	-	-	374,197	-	-	408,138	-	-	408,138	-	-
Fidelity Bond Premium	617,690	-	-	617,690	-	-	417,214	-	-	417,214	-	-
Insurance Expenses	1,818,297	-	-	1,818,297	-	-	2,241,127	-	-	2,241,127	-	-
Total Taxes, Duties and Licenses	2,810,184	-	-	2,810,184	-	-	3,066,479	-	-	3,066,479	-	-
Other Maintenance and Operating Expenses												
Printing and Binding Expenses	-	-	-	-	-	-	76,000	-	-	76,000	-	-
Representation Expenses	2,361,283	-	-	2,361,283	-	-	1,110,589	-	-	1,110,589	-	-
Transportation and Delivery Expense	667,424	-	-	667,424	-	-	4,330,803	-	-	4,330,803	-	-
Rent Expenses	9,042,866	-	-	9,042,866	-	-	8,781,592	-	-	8,781,592	-	-
Membership Dues & Contribution to Organizations	1,819,617	-	-	1,819,617	-	-	1,823,046	-	-	1,823,046	-	-
Postage and Courier Services	5,629,666	-	-	5,629,666	-	-	3,108,584	-	-	3,108,584	-	-
Subscription Expenses	17,452,664	-	-	17,452,664	-	-	5,241,595	-	-	5,241,595	-	-
Donations	290,244	-	-	290,244	-	-	-	-	-	-	-	-
Board Members/Directors Allowances & Other Benefits	115,000	-	-	115,000	-	-	251,000	-	-	251,000	-	-
Other Maintenance and Operating Expenses	2,271,382	-	-	2,271,382	-	-	5,832,501	-	-	5,832,501	-	-
Total Other Maintenance and Operating Expenses	39,650,146	-	-	39,650,146	-	-	30,555,710	-	-	30,555,710	-	-
TOTAL MAINTENANCE AND OTHER OPERATING COST	856,804,641	-	-	856,589,641	215,000	-	654,416,323	-	-	654,416,323	-	-

	2022						2021 (RESTATED)					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
FINANCIAL EXPENSES												
Bank Charges	345,461	-	-	345,461	-	-	373,945	-	-	373,945	-	-
Total Financial Expenses	345,461	-	-	345,461	-	-	373,945	-	-	373,945	-	-
NON-CASH EXPENSES												
Depreciation Expense - Building & Structures	461,319	-	-	461,319	-	-	461,768	-	-	461,768	-	-
Depreciation Expense - Machinery and Equipment	5,548,069	-	-	5,548,069	-	-	5,801,527	-	-	5,801,527	-	-
Depreciation Expense - Land Transport Eqpt.	1,889,080	-	-	1,889,080	-	-	1,511,344	-	-	1,511,344	-	-
Depreciation Expense - Furniture, Fixtures & Books	253,827	-	-	253,827	-	-	151,115	-	-	151,115	-	-
Depreciation Expense - Leased Assets Improvements,	30,185	-	-	30,185	-	-	-	-	-	-	-	-
Impairment Loss - Intangible Assets, Computer Softwa	2,250,000	-	-	-	2,250,000	-	-	-	-	-	-	-
Impairment Loss - Loans and Receivables	-	-	-	-	-	-	4,947,044	-	-	4,947,044	-	-
Total Non-Cash Expenses	10,432,480	-	-	8,182,480	2,250,000	-	12,872,798	-	-	12,872,798	-	-
TOTAL CURRENT OPERATING COSTS	1,011,954,570	-	-	1,009,489,570	2,465,000	-	778,115,855	-	-	778,115,855	-	-
SURPLUS/(DEFICIT) FROM CURRENT OPERATIONS	(994,538,704)	-	178,431	(1,009,155,045)	(699,316)	15,137,226	(768,148,676)	-	186,416	(777,522,425)	5,416,268	3,771,065
Other Non-Operating Income												
Reversal of Impairment Loss	1,411,815	-	-	1,411,815	-	-	2,763,422	-	-	2,763,422	-	-
Miscellaneous Income	1,903	-	-	1,903	-	-	1,903	-	-	1,903	-	-
Total Other Non-Operating Income	1,413,718	-	-	1,413,718	-	-	2,765,325	-	-	2,765,325	-	-
Gains												
Gain on Foreign Exchange	9,885,265	-	382	8,255,028	1,629,855	-	5,046,029	-	-	4,257,960	788,069	-
Gain on Sale of Property, Plant and Equipment	265,063	-	-	265,063	-	-	17,226	-	-	17,226	-	-
Total Gains	10,150,328	-	382	8,520,091	1,629,855	-	5,063,255	-	-	4,275,186	788,069	-
Losses												
Loss on Foreign Exchange	(225,626)	-	-	(225,626)	-	-	(2,074,759)	-	-	(2,054,165)	(20,594)	-
Loss on Sale of Property, Plant and Equipment	(156,635)	-	-	(156,635)	-	-	(137,541)	-	-	(137,541)	-	-
Total Other Non-Operating Income	(382,261)	-	-	(382,261)	-	-	(2,212,300)	-	-	(2,191,706)	(20,594)	-
DEFICIT BEFORE SUBSIDY	(983,356,919)	-	178,813	(999,603,497)	930,539	15,137,226	(762,532,396)	-	186,416	(772,673,620)	6,183,743	3,771,065
FINANCIAL ASSISTANCE/SUBSIDY												
Subsidy Income from National Government	1,284,566,683	-	-	1,284,566,683	-	-	828,394,574	-	-	828,394,574	-	-
Subsidy from Other National Government Agencies	-	-	-	-	-	-	-	-	-	-	-	-
Net assistance/ subsidy	1,284,566,683	-	-	1,284,566,683	-	-	828,394,574	-	-	828,394,574	-	-
NET SURPLUS/(DEFICIT) FOR THE PERIOD	301,209,764	-	178,813	284,963,186	930,539	15,137,226	65,862,178	-	186,416	55,720,954	6,183,743	3,771,065

TOURISM PROMOTIONS BOARD
COMPARATIVE CONDENSED STATEMENT OF CHANGES IN EQUITY
As at December 31, 2022 and 2021
(In Philippine Peso)

	2022						2021 (RESTATED)					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
GOVERNMENT EQUITY	250,000,000	250,000,000	-	-	-	-	250,000,000	250,000,000	-	-	-	-
ACCUMULATED SURPLUS/ DEFICIT												
Beginning Balance, January 1	1,164,630,224	-	186,416	1,050,011,751	110,685,992	3,746,065	1,258,249,993	-	-	1,153,772,744	104,502,249	(25,000)
Surplus/(Deficit) for the period	301,209,764	-	178,813	284,963,186	930,539	15,137,226	65,862,178	-	186,416	55,720,954	6,183,743	3,771,065
Other adjustments	-	-	-	-	11,639,468	(11,639,468)	(159,481,947)	-	-	(159,481,947)	-	-
Ending Balance, December 31	1,465,839,988	-	365,229	1,334,974,937	123,255,999	7,243,823	1,164,630,224	-	186,416	1,050,011,751	110,685,992	3,746,065
UNREALIZED GAIN/ LOSS												
Beginning Balance, January 1	1,125,671				8,076	1,117,595	1,125,671				8,076	1,117,595
Other adjustments	(13,416,412)				(127,202)	(13,289,210)	-				-	-
Ending Balance, December 31	(12,290,741)				(119,126)	(12,171,615)	1,125,671				8,076	1,117,595
TOTAL NET ASSETS/ EQUITY	1,703,549,247	250,000,000	365,229	1,334,974,937	123,136,873	(4,927,792)	1,415,755,895	250,000,000	186,416	1,050,011,751	110,694,068	4,863,660

TOURISM PROMOTIONS BOARD
COMPARATIVE DETAILED STATEMENTS OF CHANGES IN NET ASSETS/EQUITY
For the Years Ended December 31, 2022 and 2021
(In Philippine Peso)

	ALL FUNDS				GENERAL FUND			TRUST LIABILITY ACCOUNT		SPECIAL ACCOUNT IN THE GENERAL FUND		CORPORATE INCOME			TRUST FUND		
	Accumulated surplus Note 31	Government equity Note 30	Unrealized gain from changes in the fair value of the financial instruments Note 29	Total	Accumulated surplus	Government equity	Total	Accumulated surplus	Total	Accumulated surplus	Total	Accumulated surplus	Unrealized gain from changes in the fair value of the financial instruments	Total	Accumulated surplus	Unrealized gain from changes in the fair value of the financial instruments	Total
BALANCE AT JANUARY 1, 2021	1,460,386,043	250,000,000	1,048,477	1,711,434,520	-	250,000,000	250,000,000	-	-	1,355,908,794	1,355,908,794	104,502,249	-	104,502,249	(25,000)	1,048,477	1,023,477
ADJUSTMENTS:																	
Add/(Deduct):																	
Change in accounting policies	(2,310,976)	-	-	(2,310,976.00)	-	-	-	-	-	(2,310,976)	(2,310,976)	-	-	-	-	-	-
Prior year's adjustments	(199,825,074)	-	-	(199,825,074)	-	-	-	-	-	(199,825,074)	(199,825,074)	-	-	-	-	-	-
Other adjustments	-	-	77,194	77,194	-	-	-	-	-	-	-	-	-	-	-	-	-
RESTATED BALANCE AT JANUARY 1, 2021	1,258,249,993	250,000,000	1,125,671	1,509,375,664	-	250,000,000	250,000,000	-	-	1,153,772,744	1,153,772,744	104,502,249	8,076	104,510,325	(25,000)	1,117,595	1,092,595
Changes in Net Assets/Equity for CY 2021																	
Add/(Deduct):																	
Surplus/(Deficit) for the period, as previously stated	284,148,272	-	-	284,148,272	-	-	-	186,416	186,416	274,007,048	274,007,048	6,183,743	-	6,183,743	3,771,065	-	3,771,065
Prior year's adjustments	(218,286,094)	-	-	(218,286,094)	-	-	-	-	-	(218,286,094)	(218,286,094)	-	-	-	-	-	-
Surplus/(Deficit) for the period, as restated	65,862,178	-	-	65,862,178	-	-	-	186,416	186,416	55,720,954	55,720,954	6,183,743	-	6,183,743	3,771,065	-	3,771,065
Other adjustments	(159,481,947)	-	-	(159,481,947)	-	-	-	-	-	(159,481,947)	(159,481,947)	-	-	-	-	-	-
RESTATED BALANCE AT DECEMBER 31, 2021	1,164,630,224	250,000,000	1,125,671	1,415,755,895	-	250,000,000	250,000,000	186,416	186,416	1,050,011,751	1,050,011,751	110,685,992	8,076	110,694,068	3,746,065	1,117,595	4,863,660
Changes in Net Assets/Equity for CY 2022																	
Add/(Deduct):																	
Surplus/(Deficit) for the period	301,209,764	-	-	301,209,764	-	-	-	178,813	178,813	284,963,186	284,963,186	930,539	-	930,539	15,137,226	-	15,137,226
Other adjustments	-	-	(13,416,412)	(13,416,412)	-	-	-	-	-	-	-	11,639,468	(127,202)	11,512,266	(11,639,468)	(13,289,210)	(24,928,678)
BALANCE AT DECEMBER 31, 2022	1,465,839,988	250,000,000	(12,290,741)	1,703,549,247	-	250,000,000	250,000,000	365,229	365,229	1,334,974,937	1,334,974,937	123,255,999	(119,126)	123,136,873	7,243,823	(12,171,615)	(4,927,792)

TOURISM PROMOTIONS BOARD
COMPARATIVE CONDENSED STATEMENTS OF CASH FLOWS
As at December 31, 2022 and 2021
(In Philippine Peso)

	2022						2021					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
CASH FLOWS FROM OPERATING ACTIVITIES												
Cash inflows												
Collection of Revenue	2,116,999	-	178,431	344,533	1,559,096	34,939	2,473,826	-	186,415	593,430	1,688,079	5,902
Receipt of Assistance/Subsidy	1,284,566,683	-	-	1,284,566,683	-	-	828,394,574	-	-	828,394,574	-	-
Receipt of Intra-Agency Fund Transfers	-	-	8,858,321	663,240	6,378,845	-	-	-	43,325,630	104,613,086	1,889,694	-
Trust Receipts	1,783,868	-	1,783,868	-	-	-	2,226,333	-	2,176,583	49,750	-	-
Other Receipts	107,377,944	-	-	107,377,944	-	-	51,627,910	-	-	51,627,910	-	-
Total cash inflows	1,395,845,494	-	10,820,620	1,392,952,400	7,937,941	34,939	884,722,643	-	45,688,628	985,278,750	3,577,773	5,902
Adjustments	82,548,453	-	(561,519)	79,959,916	3,150,056	-	22,057,598	-	8,119,348	13,938,250	-	-
Adjusted Cash Inflows	1,478,393,947	-	10,259,101	1,472,912,316	11,087,997	34,939	906,780,241	-	53,807,976	999,217,000	3,577,773	5,902
Cash outflows												
Payment of Expenses	524,181,161	-	-	523,966,161	215,000	-	279,857,370	-	-	279,857,370	-	-
Purchase of Inventories	3,199,771	-	-	3,199,771	-	-	2,252,138	-	-	2,252,138	-	-
Grant of Cash Advance	31,887,183	-	-	31,887,183	-	-	5,014,165	-	-	5,014,165	-	-
Payment of Accounts Payable	444,625,255	-	459,416	444,165,839	-	-	236,456,920	-	-	236,343,120	113,800	-
Payment of tax refunds payable	232,142	-	-	232,142	-	-	-	-	-	-	-	-
Prepayments	257,339	-	-	257,339	-	-	9,416,454	-	-	9,416,454	-	-
Remittance of Personnel Benefit Contributions and Mandatory Deductions	46,493,522	-	-	46,493,522	-	-	21,480,824	-	-	21,480,824	-	-
Release of Inter-Agency Fund Transfers	297,008,015	-	-	297,008,015	-	-	423,539,577	-	-	423,539,577	-	-
Release of Intra-Agency Fund Transfers	-	-	1,075,732	13,649,728	1,174,946	-	-	-	99,385,932	43,455,381	6,987,097	-
Other Disbursements	2,598,369	-	2,282,393	315,976	-	-	116,259,945	-	16,294,064	99,556,183	409,698	-
Total cash outflows	1,350,482,757	-	3,817,541	1,361,175,676	1,389,946	-	1,094,277,393	-	115,679,996	1,120,915,212	7,510,595	-
Adjustments	-	-	-	-	-	-	159,481,947	-	-	159,481,947	-	-
Adjusted Cash Outflows	1,350,482,757	-	3,817,541	1,361,175,676	1,389,946	-	1,253,759,340	-	115,679,996	1,280,397,159	7,510,595	-
Net cash provided by (used in) operating activities	127,911,190	-	6,441,560	111,736,640	9,698,051	34,939	(346,979,099)	-	(61,872,020)	(281,180,159)	(3,932,822)	5,902
CASH FLOWS FROM INVESTING ACTIVITIES												
Cash inflow	793,619	-	-	793,619	-	-	84,701	-	-	84,701	-	-
Proceeds from Sale/Disposal of Property, Plant and Equipment	793,619	-	-	793,619	-	-	84,701	-	-	84,701	-	-
Proceeds from matured investments	-	-	-	-	-	-	-	-	-	-	-	-
Total cash inflow	793,619	-	-	793,619	-	-	84,701	-	-	84,701	-	-
Cash outflow												
Purchase/acquisition of property, plant and equipn	6,414,619	-	-	6,414,619	-	-	10,074,675	-	-	10,074,675	-	-
Purchase of Intangible Assets	7,256,214	-	-	888,887	6,367,327	-	3,719,383	-	-	-	3,719,383	-
Total cash outflow	13,670,833	-	-	7,303,506	6,367,327	-	13,794,058	-	-	10,074,675	3,719,383	-
Net cash provided by (used in) investing activities	(12,877,214)	-	-	(6,509,887)	(6,367,327)	-	(13,709,357)	-	-	(9,989,974)	(3,719,383)	-
Net increase (decrease) in cash and cash equivalents	115,033,976	-	6,441,560	105,226,753	3,330,724	34,939	(360,688,456)	-	(61,872,020)	(291,170,133)	(7,652,205)	5,902
Effects of Exchange Rate Changes on Cash and Cash Equivalents	9,659,638	-	382	8,029,401	1,629,855	-	2,626,323	-	-	1,858,848	767,475	-
Cash and cash equivalents, January 1	1,209,862,469	250,000,000	189,711,249	675,901,322	94,243,996	5,902	1,567,924,602	250,000,000	251,583,269	965,212,607	101,128,726	-
Cash and cash equivalents, December 31	1,334,556,083	250,000,000	196,153,191	789,157,476	99,204,575	40,841	1,209,862,469	250,000,000	189,711,249	675,901,322	94,243,996	5,902

The notes on pages 11 to 48 form part of these financial statements.

TOURISM PROMOTIONS BOARD
COMPARATIVE DETAILED STATEMENTS OF CASH FLOWS
As at December 31, 2022 and 2021
(In Philippine Peso)

	2022						2021					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
	1	2	3	4	5	6	1	2	3	4	5	6
CASH FLOWS FROM OPERATING ACTIVITIES												
Cash inflows												
Collection of Revenue	2,116,999	-	178,431	344,533	1,559,096	34,939	2,473,826	-	186,415	593,430	1,688,079	5,902
Collection of service and business income	2,107,149	-	178,431	334,683	1,559,096	34,939	2,463,976	-	186,415	583,580	1,688,079	5,902
Receipt of prior-year income	9,850	-	-	9,850	-	-	9,850	-	-	9,850	-	-
Receipt of Assistance/Subsidy	1,284,566,683	-	-	1,284,566,683	-	-	828,394,574	-	-	828,394,574	-	-
Subsidy from National Government Agencies	1,284,566,683	-	-	1,284,566,683	-	-	828,394,574	-	-	828,394,574	-	-
Receipt of Intra-Agency Fund Transfers	-	-	8,858,321	663,240	6,378,845	-	-	-	43,325,630	104,613,086	1,889,694	-
Due to Other Funds	-	-	8,858,321	663,240	6,378,845	-	-	-	43,325,630	104,613,086	1,889,694	-
Trust Receipts	1,783,868	-	1,783,868	-	-	-	2,226,333	-	2,176,583	49,750	-	-
Receipt of guaranty/security deposits	940,584	-	940,584	-	-	-	1,508,269	-	1,458,519	49,750	-	-
Other trust receipts	843,284	-	843,284	-	-	-	718,064	-	718,064	-	-	-
Other Receipts	107,377,944	-	-	107,377,944	-	-	51,627,910	-	-	51,627,910	-	-
Refund of Fund Transfers	100,745,534	-	-	100,745,534	-	-	19,948,007	-	-	19,948,007	-	-
Receipt of refund of overpayment of personnel services	45,082	-	-	45,082	-	-	-	-	-	-	-	-
Receipt of refund of overpayment of maintenance and other operating expenses	60,067	-	-	60,067	-	-	30,399,746	-	-	30,399,746	-	-
Refund from cash advances of officers and employees	6,525,357	-	-	6,525,357	-	-	1,278,253	-	-	1,278,253	-	-
Miscellaneous Receipts	1,904	-	-	1,904	-	-	1,904	-	-	1,904	-	-
Total cash inflows	1,395,845,494	-	10,820,620	1,392,952,400	7,937,941	34,939	884,722,643	-	45,688,628	985,278,750	3,577,773	5,902
Adjustments	82,548,453	-	(561,519)	79,959,916	3,150,056	-	22,057,598	-	8,119,348	13,938,250	-	-
Restoration of cash for cancelled/lost/stale checks/ADA	79,973,298	-	-	79,973,298	-	-	691,154	-	-	691,154	-	-
Restoration of cash for unreleased checks	547,483	-	-	527,483	20,000	-	315,976	-	-	315,976	-	-
Other adjustments-Inflow	2,027,672	-	(561,519)	(540,865)	3,130,056	-	21,050,468	-	8,119,348	12,931,120	-	-
Adjusted Cash Inflows	1,478,393,947	-	10,259,101	1,472,912,316	11,087,997	34,939	906,780,241	-	53,807,976	999,217,000	3,577,773	5,902
Cash outflows												
Payment of Expenses	524,181,161	-	-	523,966,161	215,000	-	279,857,370	-	-	279,857,370	-	-
Personal services	93,548,975	-	-	93,548,975	-	-	80,451,172	-	-	80,451,172	-	-
Maintenance and other operating expenses	430,632,186	-	-	430,417,186	215,000	-	199,406,198	-	-	199,406,198	-	-
Purchase of Inventories	3,199,771	-	-	3,199,771	-	-	2,252,138	-	-	2,252,138	-	-
Purchase of Inventories for distribution and consumption	3,046,608	-	-	3,046,608	-	-	1,953,779	-	-	1,953,779	-	-
Purchase of Semi-Expendable	153,163	-	-	153,163	-	-	298,359	-	-	298,359	-	-
Grant of Cash Advance	31,887,183	-	-	31,887,183	-	-	5,014,165	-	-	5,014,165	-	-
Advances for operating expenses	-	-	-	-	-	-	-	-	-	-	-	-
Advances for special purpose/time-bound undertakings	31,887,183	-	-	31,887,183	-	-	5,014,165	-	-	5,014,165	-	-
Payment of Accounts Payable	444,625,255	-	459,416	444,165,839	-	-	236,220,205	-	-	236,343,120	113,800	-
Payment of Obligations	444,625,255	-	459,416	444,165,839	-	-	236,220,205	-	-	236,343,120	113,800	-
Payment of tax refunds payable	232,142	-	-	232,142	-	-	-	-	-	-	-	-
Payment of tax refunds payable	232,142	-	-	232,142	-	-	-	-	-	-	-	-
Prepayments	257,339	-	-	257,339	-	-	9,416,454	-	-	9,416,454	-	-
Prepaid Insurance	126,792	-	-	126,792	-	-	-	-	-	-	-	-
Other Prepayments	130,547	-	-	130,547	-	-	9,416,454	-	-	9,416,454	-	-

	2022						2021					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
Remittance of Personnel Benefit												
Contributions and Mandatory Deductions	46,493,522	-	-	46,493,522	-	-	21,480,824	-	-	21,480,824	-	-
Remittance of taxes withheld	23,176,764	-	-	23,176,764	-	-	9,366,695	-	-	9,366,695	-	-
Remittance to GSIS/Pag-IBIG/PhilHealth/SSS	21,451,671	-	-	21,451,671	-	-	10,626,425	-	-	10,626,425	-	-
Remittance of other payables	1,865,087	-	-	1,865,087	-	-	1,487,704	-	-	1,487,704	-	-
Release of Inter-Agency Fund Transfers	297,008,015	-	-	297,008,015	-	-	423,539,577	-	-	423,539,577	-	-
Release of funds to NGAs, GOCCs, LGUs for the implementation of projects	297,008,015	-	-	297,008,015	-	-	313,039,899	-	-	313,039,899	-	-
GOCCS	-	-	-	-	-	-	46,471,250	-	-	46,471,250	-	-
Local Government Unit	-	-	-	-	-	-	64,028,428	-	-	64,028,428	-	-
Release of Intra-Agency Fund Transfers	-	-	1,075,732	13,649,728	1,174,946	-	-	-	99,385,932	43,455,381	6,987,097	-
Due from Other Funds	-	-	1,075,732	13,649,728	1,174,946	-	-	-	99,385,932	43,455,381	6,987,097	-
Other Disbursements	2,598,369	-	2,282,393	315,976	-	-	116,259,945	-	16,294,064	99,556,183	409,698	-
Disbursements from inter-agency fund transfers	-	-	-	-	-	-	774,380	-	774,010	370	-	-
Refund of guaranty/security deposits	1,682,927	-	1,682,927	-	-	-	478,297	-	478,297	-	-	-
Refund of registration fee	-	-	-	-	-	-	409,698	-	-	-	409,698	-
Refund of income tax withheld	-	-	-	-	-	-	114,284	-	-	114,284	-	-
Disbursement from trust liabilities	599,466	-	599,466	-	-	-	-	-	-	-	-	-
Reversing entry for unreleased checks in previous year	315,976	-	-	315,976	-	-	99,441,529	-	-	99,441,529	-	-
Prior Year Adjustments	-	-	-	-	-	-	15,041,757	-	15,041,757	-	-	-
Total cash outflows	1,350,482,757	-	3,817,541	1,361,175,676	1,389,946	-	1,094,040,678	-	115,679,996	1,120,915,212	7,510,595	-
Adjustments	-	-	-	-	-	-	159,481,947	-	-	159,481,947	-	-
Other adjustments-Outflow	-	-	-	-	-	-	159,481,947	-	-	159,481,947	-	-
Adjusted Cash Outflows	1,350,482,757	-	3,817,541	1,361,175,676	1,389,946	-	1,253,522,625	-	115,679,996	1,280,397,159	7,510,595	-
Net cash provided by (used in) operating activities	127,911,190	-	6,441,560	111,736,640	9,698,051	34,939	(346,742,384)	-	(61,872,020)	(281,180,159)	(3,932,822)	5,902
CASH FLOWS FROM INVESTING ACTIVITIES												
Cash inflow	793,619	-	-	793,619	-	-	84,701	-	-	84,701	-	-
and Equipment	793,619	-	-	793,619	-	-	84,701	-	-	84,701	-	-
Receipt of Interest Earned	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds from matured investments	-	-	-	-	-	-	-	-	-	-	-	-
Total cash inflow	793,619	-	-	793,619	-	-	84,701	-	-	84,701	-	-
Cash outflow												
Purchase/acquisition of property, plant and equipment	6,414,619.00	-	-	6,414,619	-	-	10,074,675.00	-	-	10,074,675.00	-	-
Construction of buildings and other structures	-	-	-	-	-	-	50,000	-	-	50,000	-	-
Purchase of machinery and equipment	6,347,619	-	-	6,347,619	-	-	2,369,875	-	-	2,369,875	-	-
Purchase of transportation equipment	-	-	-	-	-	-	6,659,800	-	-	6,659,800	-	-
Purchase of furniture, fixtures and books	-	-	-	-	-	-	-	-	-	-	-	-
Construction of leasehold improvements	67,000	-	-	67,000	-	-	995,000	-	-	995,000	-	-
Purchase of Intangible Assets	7,256,214	-	-	888,887	6,367,327	-	3,719,383	-	-	-	3,719,383	-
Purchase of Computer Software	7,256,214	-	-	888,887	6,367,327	-	-	-	-	-	-	-
Total cash outflow	13,670,833	-	-	7,303,506	6,367,327	-	13,794,058	-	-	10,074,675	3,719,383	-

	2022						2021					
	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND	ALL FUNDS	GENERAL FUND	TRUST LIABILITY ACCOUNT	SAGF	CORPORATE INCOME	TRUST FUND
Net cash provided by (used in) investing activities	(12,877,214)	-	-	(6,509,887)	(6,367,327)	-	(13,709,357)	-	-	(9,989,974)	(3,719,383)	-
Net increase (decrease) in cash and cash equivalents	115,033,976	-	6,441,560	105,226,753	3,330,724	34,939	(360,688,456)	-	(61,872,020)	(291,170,133)	(7,652,205)	5,902
Effects of Exchange Rate Changes on Cash and Cash Equivalents	9,659,638	-	382	8,029,401	1,629,855	-	2,626,323	-	-	1,858,848	767,475	-
Cash and cash equivalents, January 1	1,209,862,469	250,000,000	189,711,249	675,901,322	94,243,996	5,902	1,567,924,602	250,000,000	251,583,269	965,212,607	101,128,726	-
Cash and cash equivalents, December 31	1,334,556,083	250,000,000	196,153,191	789,157,476	99,204,575	40,841	1,209,862,469	250,000,000	189,711,249	675,901,322	94,243,996	5,902

TOURISM PROMOTIONS BOARD
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
For the Years Ended December 31, 2022 and 2021

Particulars	ALL FUNDS		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
	Budgeted Amounts			
	Original	Final		
RECEIPTS				
Service and Business Income	49,035,000	49,035,000	17,415,866	31,619,134
Assistance and Subsidy	1,725,517,000	1,725,517,000	1,725,517,000	-
Other Non-Operating Income			1,904	(1,904)
Other Non-Operating Receipts			107,270,891	(107,270,891)
Refund of Cash Advances			6,525,357	
Others			100,745,534	
Total Receipts	1,774,552,000	1,774,552,000	1,850,205,661	(75,653,661)
PAYMENTS				
Personnel Services	150,000,000	150,000,000	143,721,414	6,278,586
Maintenance and Other Operating Expenses	1,599,220,000	1,599,096,000	1,274,012,477	325,083,523
Capital Outlay	25,332,000	25,257,000	22,645,970	2,611,030
Total Disbursements	1,774,552,000	1,774,353,000	1,440,379,861	333,973,139
NET RECEIPTS/(PAYMENTS)	-	199,000	409,825,800	(409,626,800)

TOURISM PROMOTIONS BOARD
NOTES TO FINANCIAL STATEMENTS
(All amounts in Philippine Peso, unless otherwise stated)

1. GENERAL INFORMATION

The Tourism Promotions Board (TPB), a Government-Owned and Controlled Corporation (GOCC) and an attached agency of the Department of Tourism (DOT), was created by virtue of Republic Act (RA) No. 9593, otherwise known as the "Tourism Act of 2009" and its Implementing Rules and Regulations (IRR) provided for the reorganization of the Philippine Convention and Visitors Corporation (PCVC). The Tourism Board under Resolution No. 16, series of 2010, also confirmed during its June 21, 2010 meeting, the reorganization of the PCVC into the TPB.

TPB is responsible for marketing and promoting the Philippines domestically and internationally as a major global tourism destination, highlighting its uniqueness and assisting the development of its tourism products and services, with the end in view of increasing tourist arrivals and tourism investments; marketing the Philippines as a major Meetings, Incentives, Conventions, and Exhibitions (MICE) destination; attracting, promoting, facilitating and servicing large scale events, international fairs and conventions, congresses, sports competitions, expositions and the like; ensuring the regular local and international advertisement of the country's major tourism destinations and other tourism products, including Tourism Economic Zones (TEZs); and providing incentives to travel agencies, tour operators, wholesalers, and investors abroad capable of drawing a sizeable number of tourists and tourism investments to the country.

The TPB shall have all the general powers of a corporation as provided under the Corporation Code. In addition, it shall have the following functions:

- (a) Organize the Philippine TPB (PTPB) in a manner most efficient and economical for the conduct of its business and the implementation of its mandate;
- (b) Develop and implement a plan to market the Philippines as a premier tourist destination;
- (c) Direct and coordinate the resources and efforts of the government and the private sector in the tourism and allied fields for the full realization of the tourism marketing plans and programs;
- (d) Develop and promote the Philippines as a center for international meetings, incentive programs, conventions, exhibitions, sports and wellness, medical tourism and other special events;
- (e) Engage in the business of tourism and perform acts in consonance therewith, such as, but not limited to, creating subsidiaries in support of its marketing functions in

partnership with the private sector; as well as attending conventions and other events abroad in representation of the country, encouraging sales promotions and advertising, and implementing programs and projects with the objective of promoting the country and enticing tourists to visit its tourism destinations and to enjoy its tourism products;

- (f) Contract loans, indebtedness and credit, and issue commercial papers and bonds, in any local or convertible foreign currency from international financial institutions, foreign government entities, and local or foreign private commercial banks or similar institutions under terms and conditions prescribed by law, rules and regulations;
- (g) Execute any deed of guarantee, mortgage, pledge, trust or assignment of any property for the purpose of financing the programs and projects deemed vital for the early attainment of its goals and objectives, subject to the provisions of the Constitution [Article VII, Section 20 and Article XII, Section 2, paragraphs (4) and (5)];
- (h) Receive donations, grants, bequests and assistance of all kinds from local and foreign governments and private sectors and utilize the same;
- (i) Extend loans through government banks and financial assistance for manpower training, heritage preservation, infrastructure development and other programs of the Department;
- (j) Obtain the services of local and foreign consultants and enter into contracts locally and abroad in the performance of its functions; and
- (k) Perform all other powers and functions of a corporation.

The agency's office is located at Fourth Floor, Legaspi Towers 300, Roxas Boulevard corner Vito Cruz, Manila.

The financial statements of the TPB was authorized for issue on _____, as shown in the Statement of Management's Responsibility for Financial Statements signed by Department of Tourism Secretary Maria Esperanza Christina Garcia Frasco, representing the Chairperson of the Board of Trustees.

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

2.1 Statement of Compliance with International Public Sector Accounting Standards (IPSASs)

The financial statements have been prepared in compliance with IPSASs, formerly the Philippine Public Sector Accounting Standards (PPSASs), prescribed for adoption by the Commission on Audit (COA) in COA Resolution No. 2014-003 dated January 24, 2014. The PPSASs was renamed to IPSASs per COA Resolution No. 2020-01 dated January 9, 2020.

The financial statements are prepared by fund cluster in compliance with the requirements of COA Circular No. 2016-006.

The accounting policies have been consistently applied throughout the year presented.

2.2 Preparation of Financial Statements

The TPB's financial statements have been prepared under the historical cost unless stated otherwise. The Statement of Cash Flows is prepared using the direct method.

The financial statements are presented in the Philippine Peso, the TPB's functional and presentation currency, and amounts are rounded off to the nearest peso unless otherwise stated.

The preparation of financial statements in compliance with the adopted IPSASs requires the use of certain accounting estimates. It also requires the entity to exercise judgment in applying the entity's accounting policies.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Accounting

The TPB's financial statements are prepared on an accrual basis in accordance with the IPSASs.

3.2 Financial Instruments

a. Financial assets

i. Initial recognition and measurement

Financial assets within the scope of IPSAS 29 *Financial Instruments: Recognition and Measurement* are classified as financial assets at fair value through surplus or deficit, held-to-maturity investments, loans, and receivables or available-for-sale financial assets, as appropriate. The TPB determines the classification of its financial assets at initial recognition.

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

The TPB's financial assets include cash and cash equivalents, receivables from employees and other agencies, and investments.

ii. Subsequent measurement

The subsequent measurement of financial assets depends on their classification.

1. Financial assets at fair value through surplus or deficit

Financial assets at fair value through surplus or deficit include financial assets held for trading and financial assets designated upon initial recognition at fair value through surplus or deficit. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets at fair value through surplus or deficit are carried in the Statement of Financial Position at fair value with changes in fair value recognized in surplus or deficit.

2. Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

3. Held-to-maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the TPB has the positive intention and ability to hold it to maturity.

Held-to-maturity investments, which consist of special contingency fund deposited at a government short-term high-yield savings account, are initially measured at the principal amount and adjusted for any interest income that accrues therefrom. Upon maturity of a high-yield savings account, the principal amount plus the interest are redeposited for another term.

iii. Derecognition

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

1. the contractual rights to the cash flows from the financial asset expired or waived; and
2. the TPB has transferred its contractual rights to receive the cash flows of the financial assets, or retains the contractual rights to receive the cash flows of the financial assets but assumes a contractual obligation to pay the cash flows to one or more recipients in an arrangement that meets the conditions set forth in IPSAS 29 *Financial Instruments: Recognition and Measurement*; and either the entity has:
 - transferred substantially all the risks and rewards of ownership of the financial asset, or
 - neither transferred nor retained substantially all the risks and rewards of ownership of the financial asset, but has transferred the control of the asset

iv. Impairment of financial assets

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

Evidence of impairment may include the following indicators:

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

v. Financial assets carried at amortized cost

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

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The present value of the estimated future cash flows is discounted at the financial asset's original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognized in surplus or deficit. Receivables together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral has been realized or transferred to TPB. If in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognized, the previously recognized impairment loss is increased or reduced by adjusting the allowance account. The request for the write-off of accounts is based on the guidelines prescribed in COA Circular No. 2016-005 dated

December 19, 2016. If a future write-off is later recovered, the recovery is credited in surplus and deficit.

The estimated allowance for impairment loss on a given period is computed following a certain percentage determined based on the experience of Management on the collectability of loans and receivables, as follows:

<u>Age of Accounts</u>	<u>Percentage</u>
1– 60 days	- 1%
61-180 Days	- 2%
181 days to 1 year	- 3%
More than 1 year	- 5%

b. Financial liabilities

i. Initial recognition and measurement

Financial liabilities within the scope of IPSAS 29 are classified as financial liabilities at fair value through surplus or deficit, or loans and borrowings, as appropriate. The entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

The TPB's financial liabilities include payables to suppliers, employees, and other contractors, inter-agency payables, and trust liabilities such as guarantee deposits and retention fees.

ii. Subsequent measurement

The measurement of financial liabilities depends on their classification.

1. Financial liabilities at fair value through surplus or deficit -

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

Financial liabilities are classified as held for trading if they are acquired for the purpose of selling in the near term.

This category includes derivative financial instruments that are not designated as hedging instruments in hedge relationships as defined by IPSAS 29.

Gains or losses on liabilities held for trading are recognized in surplus or deficit.

2. Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses

are recognized in surplus or deficit when the liabilities are derecognized as well through the effective interest method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

iii. Derecognition

A financial liability is derecognized when the obligation under the liability expires or is discharged or canceled.

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

c. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

d. Fair value of financial instruments

The fair value of financial instruments that are traded in active markets at each reporting date is determined by reference to quoted market prices or dealer price quotations (bid price for long positions and ask price for short positions), without any deduction for transaction costs.

3.3 Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash in bank, high-yield savings account with an original maturity of three months, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Dollar collections are translated into the local currency based on the Bangko Sentral ng Pilipinas daily rate.

3.4 Inventories

Inventory is measured at cost upon initial recognition. After initial recognition, inventory is measured at the lower of cost and net realizable value.

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

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

3.5 Property, Plant, and Equipment

a. 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:

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

An item of PPE is recognized as an asset if:

- i. it is probable that future economic benefits or service potential associated with the item will flow to the entity;
- ii. the cost or fair value of the item can be measured reliably; and
- iii. the cost is at least P50,000.

b. Measurement at recognition

An item recognized as PPE is measured at cost.

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

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

Cost includes the following:

- i. Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- ii. Expenditure that is directly attributable to the acquisition of the items; and
- iii. 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.

c. Measurement after recognition

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

When significant parts of PPE are required to be replaced at intervals, the TPB 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 PPE as a replacement if the recognition criteria are satisfied.

All other repair and maintenance costs are recognized as expenses in surplus or deficit as incurred.

d. 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 an expense unless it is included in the cost of another asset.

i. 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.

Depreciation starts in the second month from the date of acquisition.

ii. Depreciation method

The straight-line method of depreciation is adopted unless another method is more appropriate for TPB's operation.

iii. Estimated useful life

The TPB uses the life span of PPE prescribed by COA in determining the specific estimated useful life for each asset based on its experience, as follows:

Buildings	- 30 years
Motor vehicles	- 10 years
Furniture and fixtures	- 10 years
Office equipment	- 5 years
Information, communication, and technology equipment	- 5 years
Other property, plant and equipment	- 5 years

iv. Residual value

The TPB uses a residual value equivalent to at least ten percent (10%) of the cost of the PPE.

e. 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 amount or recoverable service amount.

f. Derecognition

The TPB 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 the 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.

3.6 Intangible Assets

a. Recognition and measurement

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

Intangible assets acquired separately are initially recognized at cost.

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

b. Recognition of an expense

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

c. Subsequent measurement

The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with a finite life are amortized over their useful lives.

The straight-line method is adopted in the amortization of the expected pattern of consumption of the expected future economic benefits or service potential.

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

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

The amortization period and the amortization method, for an intangible asset with a finite useful life, are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on an intangible asset with a finite life is recognized in surplus or deficit as the expense category that is consistent with the nature of the intangible asset.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the surplus or deficit when the asset is derecognized.

3.7 Provisions, Contingent Liabilities, and Contingent Assets

a. Provisions

Provisions are recognized when the TPB 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 TPB 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.

b. Contingent liabilities

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

c. Contingent assets

The TPB 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 TPB in the notes to 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.

3.8 Changes in Accounting Policies and Estimates

The TPB 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 TPB recognizes the effects of changes in accounting estimates prospectively through surplus or deficit.

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

- Restating the comparative amounts for the 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.

3.9 Foreign Currency Transactions

Transactions in foreign currencies are initially recognized by applying the spot exchange rate between the functional currency and the foreign currency at the transaction date.

At each reporting date:

- a. Foreign currency monetary items are translated using the closing rate;
- b. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction; and
- c. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

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

3.10 Revenue from Non-Exchange Transactions

a. 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 is 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.

b. Recognition of 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 TPB 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 recognizes an amount of revenue equal to that reduction.

c. 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.

d. 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.

e. Gifts and donations

The TPB 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 is 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 is 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 values are ascertained by reference to quoted prices in an active and liquid market.

f. Transfers

The TPB 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.

g. Services in-kind

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

h. Transfers from other government entities

Revenue 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 TPB and can be measured reliably.

3.11 Revenue from Exchange Transactions

a. Measurement of revenue

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

b. Rendering of services

TPB recognizes revenue from the rendering of services by full completion or the outcome of the transaction can be measured reliably.

c. 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.

d. Dividends

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

3.12 Budget Information

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

A separate Statement of Comparison of Budget and Actual Amounts (SCBAA) is prepared since the budget and the financial statements are not prepared on a comparable basis. The SCBAA is presented showing the original and final budget and the actual amounts on a comparable basis to the budget. Explanatory comments are provided in *Note 31*.

3.13 Related Parties

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

Members of key management and the members of the TPB Board are regarded as related parties.

3.14 Employee Benefits

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

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

3.15 Measurement Uncertainty

The preparation of financial statements in conformity with IPSASs requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of the revenue and expenses during the period. Items requiring the use of significant estimates include the useful life of a capital asset, estimated employee benefits, impairment of assets, etc.

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

4. PRIOR PERIOD ADJUSTMENTS

4.1 Due to Change in Accounting Policies

In accordance with COA Circular No. 2022-004 date May 31, 2022, the P50,000.00 capitalization threshold for PPE wa applied. A total of P2,310,976 were reclassified and booked as adjustment in th prior year financial statements that were reported for a change in accounting policy in *Note 30*.

4.2 Due to Prior Period Errors

Prior period errors consist of unrecorded advertising, marketing and promotional expenses, accrued expenses, depreciation, and other correction of errors in the financial statements. Details were provided in *Note 30*.

5. RISK MANAGEMENT OBJECTIVES AND POLICIES

The TPB is exposed to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Interest/Market risks
- Operational risk

This note presents information about the TPB's exposure to each of the above risks, the TPB objectives, policies and processes for measuring and managing risk, and the Corporation's management of capital.

5.1 Risk Management Framework

The TPB Board has overall responsibility for the establishment and oversight of TPB's risk management framework. The Board is expected to establish and institute adequate control mechanisms for good governance in TPB. The minimum internal control mechanisms for the Board's oversight responsibility include but shall not be limited to:

1. Formulation and adoption of organization and procedural controls through an effective management information system and risk management reporting system.
2. Appropriation of remedial measures when a conflict of interest situation may arise.
3. Institute adequate selection, appointment, and retention policies and procedures for qualified and competent Management.
4. Ensure the development and review of personnel and human resource policies of the Agency, compensation plan, and management succession plan as may be provided.

In view of the foregoing and in accordance with the Governance Commission for Government-Owned or Controlled Corporations (GCG) Memorandum Circular No. 2012-07 (Code of Corporate Governance and Section 17 of TPB Manual of Corporate Governance), the Board has created the TPB's Executive Committee, Governance Committee, Audit Committee, and Risk Management Committee where each committee is composed of three (3) board members and one (1) executive or manager knowledgeable in audit, accounting, and finance while the Executive Committee is headed by the Chief Operating Officer (COO), the Deputy COOs, and all Department Managers as members.

The Risk Management Committee is specifically responsible for the following:

1. Perform oversight risk management functions specifically in the areas of:
 - a. Management of financial liquidity, solvency and viability, organizational and operational stability and sustainability, legal, reputational, and other risks.
 - b. Crisis management includes receiving from Senior Management periodic information on risk exposures and risk management activities.
2. Develop the Risk Management Policy and ensure that the risk management processes and compliances are embedded throughout the operations of TPB, especially at the Board and Management levels.
3. Provide reports and updates on key risk management issues as well as ad hoc reports and evaluations on investment proposals.

Generally, the maximum risk exposure of financial assets and financial liabilities is the carrying amount of the financial assets and financial liabilities as shown in the Statements of Financial Position, as summarized below.

	Note	2022	2021 (As Restated)
Financial assets			
Cash and cash equivalents	6	1,334,556,083	1,209,862,469
Other investments	7	16,734,939	13,550,918
Receivables – net	8	650,481,274	544,976,393
		2,001,772,296	1,768,389,780

Financial liabilities

Financial liabilities	14	119,757,291	175,836,356
Inter-agency payables	15	218,051,646	217,778,429
Trust liabilities	16	34,137,403	34,983,071
		371,946,340	428,597,856

5.2 Credit Risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the TPB. The TPB has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral or security deposit where appropriate as a means of mitigating the risk of financial loss from defaults. The TPB defines counterparties as having similar characteristics if they are related entities.

Also, the TPB manages its credit risk by depositing its cash with the Land Bank of the Philippines (LBP), an authorized government depository bank. Further, TPB ensures timely liquidation of cash advances/accountabilities.

The carrying amount of financial assets recognized in the financial statements represent the TPB's maximum exposure to credit risk.

a. Credit risk exposure

The following table shows the gross maximum exposure to credit risk of the TPB as of the years ended December 31, 2022, and 2021, without considering the effects of credit risk mitigation techniques.

	Note	2022	2021 (As Restated)
Financial assets			
Cash and cash equivalents	6	1,334,556,083	1,209,862,469
Other investments	7	16,734,939	13,550,918
Receivables – net*	8	650,481,274	544,976,393
		2,001,772,296	1,768,389,780

*Receivables at net of allowance for impairment amounting to P25,891,977 and P27,003,792 for the years ended December 31, 2022, and 2021, respectively.

b. Management of credit risk

The management of credit risk is covered by the Risk Remedial and Management Committee. The Finance Department and Cash Unit of the Agency are in charge of controlling, monitoring, and collecting payments of all its receivables due from employees, foreign offices, and clientele. Receivables from employees consist of cash advances for project implementations and travel allowances. The status of outstanding receivables is summarized quarterly in a schedule and is submitted to the COA. Should there be no payments received, the Accounting Division follows up either through phone calls or demand letters for collection until settled. Failure of employees and foreign offices to liquidate and refund the balances, if any, would result in the withholding of salaries and future remittances.

c. Settlement risk

The TPB's activities may give rise to risk at the time of settlement of transactions and trades. Settlement risk is the risk of loss due to the failure of a company to honor its obligations to deliver cash, securities, or other assets as contractually agreed.

For certain types of transactions, the TPB mitigates this risk by ensuring that an obligation is settled only when both parties have fulfilled their contractual deliverables.

d. Risk concentration of the maximum exposure to credit risk

Concentrations arise when a number of counterparties are engaged in similar business activities or activities in the same geographic region or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions, concentrations indicate the relative sensitivity of the TPB's performance to developments affecting a particular industry or geographical location. Such credit risk concentrations, if not properly managed, may cause significant losses that could threaten the TPB's financial strength and undermine public confidence.

e. Aging analysis

An aging analysis of the TPB's receivables as of the year ended December 31, 2022, is disclosed in Note 8.3.

f. Impairment assessment

The TPB recognizes impairment losses based on the results of the specific/individual and collective assessment of its credit exposures. Impairment has taken place when there is a presence of known difficulties in the servicing of cash flows by counterparties, infringement of the original terms of the contract has happened, or when there is an inability to pay principal or interest overdue beyond a certain threshold. These and the other factors constitute observable events and/or data that meet the definition of objective evidence of impairment.

The two methodologies applied by the TPB in assessing and measuring impairment include (1) specific/individual assessment; and (2) collective assessment. Under specific/individual assessment, the TPB assesses each individual significant credit exposure for any objective evidence of impairment, and where such evidence exists, accordingly calculates the required impairment.

Among the items and factors considered by the TPB when assessing and measuring specific impairment allowances are: (a) the timing of the expected cash flows; (b) the projected receipts or expected cash flows; (c) the going concern of the counterparty's business; (d) the ability of the counterparty to repay its obligations during financial crises; (e) the availability of other sources of financial support; and (f) the existing realizable value of the collateral. The impairment allowances, if any, are evaluated as the need arises, in view of favorable or unfavorable developments.

With regard to the collective assessment of impairment, allowances are assessed collectively for losses on receivables that are not individually significant and for individually significant receivables when there is no apparent or objective evidence of individual impairment.

A particular portfolio is reviewed on a periodic basis, in order to determine its corresponding appropriate allowances. The collective assessment evaluates and estimates the impairment of the portfolio in its entirety even though there is no objective evidence of impairment on an individual assessment.

Impairment losses are estimated by taking into consideration the following deterministic information: (a) historical losses/write-offs; (b) losses that are likely to occur but have not yet occurred; and (c) the expected receipts and recoveries once impaired.

5.3 **Liquidity Risk**

Liquidity risk is the risk that the TPB might encounter difficulty in meeting obligations from its financial liabilities.

a. **Management of liquidity risk**

The TPB’s approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and, stressed conditions, without incurring unacceptable losses or risking damage to the TPB’s reputation.

The TPB maintains a portfolio of short-term liquid assets, largely made up of short-term liquid investment securities, loans, and advances to TPB and other facilities, to ensure that sufficient liquidity is maintained within the TPB as a whole.

b. **Exposure to liquidity risk**

The liquidity risk is the adverse situation when the TPB encounters difficulty in meeting unconditionally the settlement of its obligations at maturity. Prudent liquidity management requires that liquidity risks are identified, measured, monitored, and controlled in a comprehensive and timely manner. Liquidity management is a major component of the corporate-wide risk management system. Liquidity planning takes into consideration various possible changes in economic, market, political, regulatory, and other external factors that may affect the liquidity position of TPB.

The liquidity management policy of the TPB is conservative in maintaining optimal liquid cash funds to ensure the capability to adequately finance its mandated activities and other operational requirements at all times. The TPB’s funding requirements are generally met through any or a combination of financial modes allowed by law that would give the most advantageous results. Senior Management is actively involved in the Executive Committee headed by the Chief Operating Officer (COO) with the Deputy COOs for Marketing and Corporate Affairs and Managers of all departments.

The table below summarizes the maturity profile of the TPB’s financial liabilities as at December 31, 2022.

As at December 31, 2022	Within 1 Year	Over 1 – 5 Years		Over 5 Years	Total
Financial liabilities	119,757,291				119,757,291
Inter-agency payables	218,051,646				218,051,646
Trust liabilities	34,137,403	877,585,277			911,722,680
Other payables	23,652,016				23,652,016
Total	395,598,356	877,585,277			1,273,183,633

5.4 **Market Risks**

Market risk is the risk that changes in the market prices, such as interest rate, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's issuer's credit standing) will affect the TPB's income, liquidity or the value of its holdings of financial assets. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on risk.

Management of market risk

The management of interest rate risk against interest gap limits is supplemented by monitoring the sensitivity of the TPB's financial assets and liabilities to various standard and non-standard interest rate scenarios.

5.5 Operational Risks

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the TPB's processes, personnel, technology, and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior. Operational risks arise from all of the TPB's operations and are faced by all business entities.

The TPB's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the TPB's reputation with overall cost-effectiveness and to avoid control procedures that restrict initiative and creativity.

The primary responsibility for the development and implementation of control to address operational risk is assigned to Senior Management within each business unit. This responsibility is supported by the development of overall standards for the management of operational risk in the following areas:

- Requirement for appropriate segregation of duties, including the independent authorization of transaction
- Requirement for the reconciliation and monitoring of transactions
- Compliance with regulatory and other legal requirements
- Documentation of controls and procedures
- Requirements for the periodic assessment of operational risk faced, and the adequacy of control and procedures to address the risk identified
- Requirements for the reporting of operational losses and proposed remedial action
- Development of contingency plans
- Training and professional development
- Ethical and business standards
- Risk mitigation, including insurance where this is effective

Compliance with corporate standards/processes is supported by a program of periodic reviews undertaken by Internal Audit or the Quality Management System (QMS) Team Auditors. The results of Internal Audit reviews are discussed with the Management, with summaries to the Audit Committee and Senior Management.

6. CASH AND CASH EQUIVALENTS

This account consists of the following:

	2022	2021 (As Restated)
Cash in bank	1,334,401,617	1,209,742,469
Cash on hand	154,466	120,000
	1,334,556,083	1,209,862,469

The Cash in bank account includes the: (a) Special Account in the General Fund; (b) Special Contingency Fund; (c) Trust Liability Accounts Fund; and (d) Foreign Currency – Savings Dollar Account converted at P56.120 closing rate.

7. INVESTMENTS

This account consists of the following:

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Available for Sale Securities	16,734,939		16,734,939	13,550,918		13,550,918
Investments in Stocks		123,600	123,600		123,600	123,600
	16,734,939	123,600	16,858,539	13,550,918	123,600	13,674,518

7.1 Financial Assets at Fair Value through Other Comprehensive Income

This account consists of earnings from TPB Trust Fund with the Land Bank of the Philippines invested in financial securities at fair value through other comprehensive income.

7.2 Investment in stocks

This account pertains to the investment in securities of service enterprises that represents the agency's preferred shares of stocks with Philippine Long Distance Telephone, Inc. (PLDT) as subscriber's investment for telephone lines as required by Presidential Decree No. 217.

7.3 Other Investments

This account represents the portion of the TPB Trust Fund with the Land Bank of the Philippines, consisting of investments in financial securities that do not fall under the classification of Financial Assets at Fair Value through Other Comprehensive Income.

8. RECEIVABLES

This account consists of the following:

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Inter-agency receivables						
Due from National Government Agencies	533,008,284		533,008,284	449,645,126		449,645,126
Less: Allowance for Impairment-Due from National Government Agencies	(21,617,964)		(21,617,964)	(21,373,890)		(21,373,890)
Net Value	511,390,320		511,390,320	428,271,236		428,271,236
Due from Local Government Unit	115,613,875		115,613,875	110,063,072		110,063,072
Less: Allowance for Impairment-Due from Local Government Units	(3,574,371)		(3,574,371)	(428,140)		(428,140)
Net Value	112,039,504		112,039,504	109,634,932		109,634,932
Due from Government Owned/Controlled Corp.	26,547,631		26,547,631	11,368,530		11,368,530
Less: Allowance for Impairment-Due from Government-Owned or Controlled Corporations	(354,470)		(354,470)	(5,156,589)		(5,156,589)
Net Value	26,193,161		26,193,161	6,211,941		6,211,941
Sub-total –Inter-agency receivables, net	649,622,985	-	649,622,985	544,118,109	-	544,118,109
Other receivables						
Due from officers and employees	176,056	-	176,056	176,056	-	176,056
Less: Allowance for Impairment-Due from Officers and Employees	(8,803)		(8,803)	(8,803)		(8,802)
Net Value	167,253		167,253	167,254		167,254
Other receivables	727,406	-	727,406	727,401	-	727,401
Less: Allowance for Impairment-Other Receivables	(36,370)		(36,370)	(36,370)		(36,370)
Net Value	691,036		691,036	691,031		691,031
Sub-total –Other Receivables, net	858,289	-	858,289	858,284	-	858,284
Total Receivables, net	650,481,274	-	650,481,274	544,976,393	-	544,976,393

8.1 Inter-agency receivables

8.1.1 Due from national government agencies (NGAs)

Due from NGAs account consists of fund remittances to local and foreign DOT offices for the implementation of various events or projects. The liquidation period for local and foreign fund transfers is 60 days.

This account also includes receivables from the Department of Foreign Affairs (DFA) and the DOT amounting to P4,200,000 each representing unpaid annual contributions from other government agencies represented in the PCVC-Board of Trustees covering the period 1988 - 2008 at P200,000 per annum as provided for under Section 14.1 of Executive Order No. 120-A dated July 20, 1978.

Receivables from these two (2) agencies were not accrued since 2009. An allowance for bad debts for these was never provided. The Board of Directors approved the writing off of the receivables from DOT and the DFA but still needs the submission of approved budgets of these two (2) agencies to prove that there were no appropriations provided for the annual contributions, as advised by the COA Resident Auditor. Once the documents required are complied with, the request for write-off shall be forwarded to the COA.

8.1.2 Due from local government units (LGUs)

Due from LGUs account represents financial assistance to LGUs for the response to the COVID-19 pandemic and for the implementation of various events such as, among others, the promotional and/or informational signage at tourism sites in Baguio City and the Municipalities of Badian and Lucban; and the project for the Bike Capital of the Philippines and Safe Cultural Eco-Tourism Destination in Iloilo City.

8.1.3 Due from government-owned or controlled corporations (GOCCs)

Due from GOCCs account represents the share of the Tourism Infrastructure and Enterprise Zone Authority (TIEZA), formerly the Philippine Tourism Authority (PTA) in the ASTA World Congress/other miscellaneous receivables. Also included is the fund transfer to the Philippine Children's Medical Center for the provision of RT-PCR tests to domestic tourists and fund transfers to Duty Free Philippines Corporation and Clark Development Corporation for the implementation of tourism projects.

8.2 Other receivables

8.2.1 Due from officers and employees

Due from officers and employees account refers to receivables from employees' disallowances, personal calls, overpayments of salary, and overtime pay.

8.2.2 Other receivables

Other receivables account represents over-payment made to various suppliers.

8.3 Aging analysis of receivables as at December 31, 2022

	Not Past Due	Past Due		Total
		< 30 days	> 60 days	
Inter-agency receivables:				
Due from NGAs	37,822,294	78,783,984	416,402,006	533,008,284
Due from LGUs	10,700,000	4,165,000	100,748,875	115,613,875
Due from GOCCs	23,731,000	-	2,816,631	26,547,631
Sub - total – Inter-agency receivables	72,253,294	82,948,984	519,967,512	675,169,790
Other receivables:				
Due from officers and employees	-	-	176,056	176,056
Other receivables	-	-	727,406	727,406
Sub- total – Other receivables	-	-	903,462	903,462
Less: Allowance for impairment	(722,533)	(1,658,980)	(23,210,465)	(25,591,978)
Total Receivables, net	71,530,761	81,290,004	497,660,509	650,481,274

9. INVENTORIES

	2022		2021 (As Restated)	
	Inventories carried at lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventories carried at lower of cost and net realizable value	Inventories carried at fair value less cost to sell
Office supplies inventory				
Carrying amount, January 1	2,655,422	-	3,454,473	-
Additions/acquisitions during the year	4,221,896	-	2,226,457	-
Expensed during the year except write-down	(3,712,014)	-	(3,025,508)	-
Carrying amount, December 31	3,165,304	-	2,655,422	-
Other supplies and material inventory				
Carrying amount, January 1	20,859,049	-	67,865,914	-
Additions/acquisitions during the year	4,300,030	-	93,068	-
Expensed during the year except write-down	(20,964,528)	-	(34,967,257)	-
Other Adjustments	-	-	(12,132,676)	-
Carrying amount, December 31	4,194,551	-	20,859,049	-
Semi-expendable inventory				
Carrying amount, January 1	-	-	-	-
Additions/acquisitions during the year	734,315	-	440,700	-
Expensed during the year except write-down	(734,315)	-	(440,700)	-
Carrying amount, December 31	-	-	-	-
	7,359,855	-	23,514,471	-

Inventories are measured at cost upon initial recognition and are recognized as an expense when issued for consumption in the ordinary course of operation of the TPB.

10. OTHER CURRENT ASSETS

This account consists of the following:

	2022			Current	Non-current	Total
	Current	Non-current	Total			
Advances:						
Advances to special disbursing officer	6,121,942	-	6,121,942	331,379	-	331,379
Advances to officers and employees	1,454,390	-	1,454,390	1,313,397	-	1,313,397
Sub- total – Advances	7,576,332	-	7,576,332	1,644,776	-	1,644,776
Prepayments:						
Prepaid insurance	465,488	-	465,488	73,957	-	73,957
Other prepayments	25,112,502	-	25,112,502	17,086,703	-	17,086,703
Sub- total – Prepayments	25,577,990	-	25,577,990	17,160,660	-	17,160,660
Deposits:						
Guaranty deposits	3,005,817	-	3,005,817	2,997,392	-	2,997,392
Sub- total – Deposits	3,005,817	-	3,005,817	2,997,392	-	2,997,392
Total	36,160,139	-	36,160,139	21,802,828	-	21,802,828

Prepaid insurance pertains to the unexpired portion as of December 31, 2022 of Government Service Insurance System (GSIS) insurance premiums paid for vehicles.

Other prepayments pertain to the consumable deposit to the Department of Budget and Management (DBM) - Procurement Service relative to the procurement of office supplies and air ticket requirements per the Government Fares Agreement with Philippine Airlines and Cebu Pacific.

Guaranty Deposits represent the lease deposits for the rented office premises of TPB.

10.1 Aging of advances as at December 31, 2022

	Not Past	Past Due		Total
	Due	< 30 days	> 60 days	
Advances to special disbursing officer	5,484,945	-	636,997	6,121,942
Advances to officers and employees	1,030,422	71,893	352,075	1,454,390
	6,515,367	71,893	989,072	7,576,332

11. PROPERTY, PLANT, AND EQUIPMENT

This account consists of the following:

As at December 31, 2021 (Restated)

	Buildings and other structures	Office equipment	Info. & Com. tech. & equipment	Other machinery & equipment	Furniture & fixtures	Books	Motor vehicles	Leased Assets Improvem ents, Buildings	Total
Carrying amount, January 1, 2021	13,841,009	2,200,403	16,379,754	165,784	1,216,439	6,445	7,927,494		41,737,328
Additions/Acquisitions	50,000	505,075	5,362,409				6,659,800	995,000	13,572,284
Total	13,891,009	2,705,478	21,742,163	165,784	1,216,439	6,445	14,587,294	995,000	55,309,612
Disposals	-	-96,039	-151,691	-3,285	-	-	-	-	-251,015
Depreciation	-461,768	-705,997	-5,077,858	-17,672	-151,115	-	-1,511,344	-	-7,925,754
Adjustment-	-13,988	-444,247	-1,118,175	-116,488	-422,430	-6,445	-	-	-2,121,773
Carrying amount, December 31, 2021	13,415,253	1,459,195	15,394,439	28,339	642,894	-	13,075,950	995,000	45,011,070
Gross cost	24,039,753	5,139,977	43,218,115	283,390	954,243	-	23,555,652	995,000	98,186,130
Less: Accumulated depreciation	-10,624,500	-3,680,782	-27,823,676	-255,051	-311,349	-	-10,479,702	-	-53,175,060
Carrying amount, December 31, 2021	13,415,253	1,459,195	15,394,439	28,339	642,894	-	13,075,950	995,000	45,011,070

As at December 31, 2022

	Buildings and other structures	Office equipment	Info. & Com. tech. & equipment	Other machinery & equipment	Furniture & fixtures	Books	Motor vehicles	Leased Assets Improvem ents, Buildings	Total
Carrying amount, January 1, 2022	13,415,253	1,459,195	15,394,439	28,339	642,894	-	13,075,950	995,000	45,011,070
Additions/Acquisitions		169,755	5,398,050	780,000				67,000	6,414,805
Total	13,415,253	1,628,950	20,792,489	808,339	642,894	-	13,075,950	1,062,000	51,425,875
Disposals	-	(9,500)	(210,336)		-	-	(765,719)		(985,555)
Depreciation	(461,318)	(480,248)	(5,009,321)	(58,500)	(253,827)	-	(1,889,080)	(30,185)	(8,182,479)
Adjustment-	-	-	-	-	-	-	-	-	-
Carrying amount, December 31, 2022	12,953,935	1,139,202	15,572,832	749,839	389,067	-	10,421,151	1,031,815	42,257,841
Gross cost	24,039,753	5,170,362	46,723,151	1,063,390	954,243	-	18,955,748	1,062,000	97,968,647
Less: Accumulated depreciation	(11,085,818)	(4,031,160)	(31,150,319)	(313,551)	(565,176)	-	(8,534,597)	(30,185)	(55,710,806)
Carrying amount, December 31, 2022	12,953,935	1,139,202	15,572,832	749,839	389,067	-	10,421,151	1,031,815	42,257,841

All acquired assets in CY 2022 are paid as of December 31, 2022.

12. INTANGIBLE ASSETS

	2022	2021 (As Restated)
Carrying amount, January 1	6,467,658	2,748,275
Additions – acquisition	7,256,214	3,719,383
Adjustments	(2,250,000)	-
Carrying amount, December 31	11,473,872	6,467,658

The additions in the account pertains to the acquisition of computer software for procurement and human resources. The adjustment represents the discontinued procurement of computer software for human resources. Thirty (30) percent of the total contract price has already been paid.

Intangible assets are recognized and measured initially at cost. Subsequent measurement is at cost less any accumulated amortization and any accumulated impairment loss. Amortization shall start when the asset is available for use, in the location and condition necessary for the asset to be capable of operating in the manner intended by the Management.

13. OTHER NON-CURRENT ASSETS

This account consists of the following:

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Restricted fund	-	877,585,277	877,585,277	-	877,585,277	877,585,277
	-	877,585,277	877,585,277	-	877,585,277	877,585,277

This account consists of the proceeds from the sale of Hilaga Property received from TIEZA. In compliance with Section 54 of RA No. 9593, *otherwise known as the Tourism Act of 2009*, a Tourism Promotions Trust was established for the said proceeds and thereafter invested with the LBP. Investment earnings from the said Trust Fund shall be available to finance the activities of TPB.

14. FINANCIAL LIABILITIES

This account consists of the following:

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Payables	119,580,025	-	119,580,025	175,718,498	-	175,718,498
Tax refunds payable	177,266	-	177,266	117,858	-	117,858
	119,757,291	-	119,757,291	175,836,356	-	175,836,356

14.1 Payables

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Accounts payable	105,674,616	-	105,674,616	165,768,648	-	165,768,648
Due to officers and employees	13,905,409	-	13,905,409	9,949,850	-	9,949,850
	119,580,025	-	119,580,025	175,718,498	-	175,718,498

14.1.1 Accounts payable

The Accounts Payable account represents outstanding unpaid obligations to suppliers and contractors for the implementation of promotional and marketing projects.

14.1.2 Due to officers and employees

The Due to Officers and Employees account represents unpaid salaries and allowances, terminal leave, and separation incentive packages of the retired employees.

14.2 Tax refunds payable

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Tax refunds payable	177,266	-	177,266	117,858	-	117,858
	177,266	-	177,266	117,858	-	117,858

Tax Refunds Payable refers to over withheld taxes from employees during the year and balance of unclaimed tax refunds of employees who have already separated from service.

14.3 Aging of financial liabilities as at December 31, 2022

	< 30 days	< 90 days	<360 days	> 360 days	Total
Accounts payable	103,397,414	506,483	690,122	1,080,597	105,674,616
Due to officers and employees	10,478,950	-	-	3,426,459	13,905,409
Tax refunds payable	177,266	-	-	-	177,266
	114,053,630	506,483	690,122	4,507,056	119,757,291

15. INTER-AGENCY PAYABLES

This account consists of the following:

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Due to BIR	15,576,798	-	15,576,798	16,925,850	-	16,925,850
Due to GSIS	3,433,501	-	3,433,501	1,868,766	-	1,868,766
Due to Pag-IBIG	948,355	-	948,355	942,630	-	942,630
Due to PhilHealth	247,779	-	247,779	195,970	-	195,970
Due to Other NGAs	196,853,363	-	196,853,363	196,853,363	-	196,853,363
Due to GOCC	991,850	-	991,850	991,850	-	991,850
	218,051,646	-	218,051,646	217,778,429	-	217,778,429

Advances received for the implementation of various tourism promotional/marketing projects and advertising campaign programs of the Department of Tourism and TIEZA comprise Due to Other NGAs and Due to GOCCs, respectively.

16. TRUST LIABILITIES

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Trust liabilities	93,126	877,585,277	877,678,403	146,700	877,585,277	877,731,977
Guaranty/security deposits payable	34,044,277	-	34,044,277	34,836,371	-	34,836,371
	34,137,403	877,585,277	911,722,680	34,983,071	877,585,277	912,568,348

The current portion and non-current portions of the Trust Liabilities consist of the payable to Employees' Provident Fund and the proceeds from the sale of Hilaga Property, respectively.

Guaranty/Security Deposits Payable account represents the receipts from service providers/suppliers to guarantee their performance to be refunded upon full delivery of service and termination/completion of the contract.

17. OTHER PAYABLES

	2022			2021 (As Restated)		
	Current	Non-current	Total	Current	Non-current	Total
Undistributed collections	19,083,526	-	19,083,526	17,055,855	-	17,055,855
Other payables	4,568,490	-	4,568,490	3,899,801	-	3,899,801
	23,652,016	-	23,652,016	20,955,656	-	20,955,656

The Undistributed Collections account represents direct deposits which source and nature are yet to be determined, whereas Other Payables account consists of collections from bid documents, insular insurance fee, and mobile loans deducted from the payroll of regular employees.

18. REVENUES

This line item consists of the following:

	2022	2021 (As Restated)
Service income:		
Registration fees	439,495	-
Total service income	439,495	-
Business income:		
Other business income	1,036,925	1,614,757
Interest income	15,878,346	8,043,599
Fines and penalties	61,100	308,823
Total business income	16,976,371	9,967,179
	17,415,866	9,967,179

The interest income derived from investing activities amounts to P 15,360,453 and P7,515,112 for CYs 2022 and 2021, respectively.

19. PERSONNEL SERVICES

This line item consists of:

	2022	2021 (As Restated)
Salaries and wages	81,284,009	64,404,864
Other compensation	38,603,558	33,690,795
Personnel benefit contributions	11,472,741	8,555,944
Other personnel benefits	13,011,680	3,801,186
	144,371,988	110,452,789

19.1 Salaries and wages

	2022	2021 (As Restated)
Salaries and wages – regular	81,284,009	64,404,864
	81,284,009	64,404,864

19.2 Other compensation

	2022	2021 (As Restated)
Personnel economic relief allowance	2,737,239	2,600,510
Representation allowance	2,247,750	2,055,435
Transportation allowance	1,532,625	2,044,875
Clothing/uniform allowance	696,000	642,000
Productivity incentive allowance	551,500	535,500
Honoraria	848,653	-
Hazard duty pay - civilian	-	405,500
Overtime and night pay	1,549,459	963,785
Cash gift	554,000	537,500
Year-end bonus	6,498,223	6,305,413
Mid-year bonus	6,818,004	4,929,860
Other bonuses and allowances	14,570,105	12,670,417
	38,603,558	33,690,795

19.3 Personnel benefit contributions

	2022	2021 (As Restated)
Retirement and life insurance premiums	9,757,985	7,531,422
Pag-IBIG contributions	145,700	132,100
PhilHealth contributions	1,433,556	762,722
Employees compensation insurance premiums	135,500	129,700
	11,472,741	8,555,944

19.4 Other personnel benefits

	2022	2021 (As Restated)
Terminal leave benefits	8,047,862	1,662,549
Other personnel benefits	4,024,818	2,128,637
Incentive and loyalty award	939,000	10,000
	13,011,680	3,801,186

19.5 Employees future benefits

The permanent employees of the TPB contribute to the GSIS in accordance with the RA No. 8291. The GSIS administers the plan, including payment of pension benefits to employees to whom the Act applies. Social insurance (life and retirement) benefits are mandatory-defined contribution plans fixed at nine (9) percent of the basic salaries of regular government employees. Total contributions to GSIS for CY 2022 amounted to P17,064,234, broken down as follows: employees' share – P7,310,339 and government share – P9,753,895

20. MAINTENANCE AND OTHER OPERATING EXPENSES

This line item consists of:

	2022	2021 (As Restated)
Traveling expenses	22,303,202	4,191,055
Training and scholarship expenses	1,317,210	5,263,137
Supplies and materials expenses	24,952,975	7,499,023
Utility expenses	2,460,938	2,096,757
Communication expenses	4,928,217	4,712,881
Confidential, intelligence and extraordinary expenses	838,770	544,564
Professional services	24,328,705	26,827,619
Awards, Rewards, and Prizes	-	193,500
General services	10,573,340	9,866,904
Repairs and maintenance	3,088,887	2,488,218
Taxes, insurance premiums and other fees	2,810,184	3,066,479
Other maintenance and operating expenses	759,202,213	587,666,186
	856,804,641	654,416,323

20.1 Traveling expenses

	2022	2021 (As Restated)
Traveling expenses-local	2,605,012	3,005,111
Traveling expenses-foreign	19,698,190	1,185,944
	22,303,202	4,191,055

20.2 Training and scholarship expenses

	2022	2021 (As Restated)
Training expenses	1,317,210	5,263,137
	1,317,210	5,263,137

20.3 Supplies and materials expenses

	2022	2021 (As Restated)
Office Supplies Expenses	4,648,779	3,355,866
Fuel, Oil & Lubricants Expenses	2,133,152	1,217,741
Semi-Expendable Office Equipment Expense	215,000	71,570
Semi-Expendable Information and Communications Technology Equipment Expenses	407,000	16,700
Semi-Expendable Other Machinery & Equipment Expenses	3,000	44,464
Semi-Expendable Furniture and Fixtures	168,291	318,089
Other Supplies Expense	17,377,753	2,474,593
	24,952,975	7,499,023

20.4 Utility expenses

	2022	2021 (As Restated)
Water expenses	117,668	101,099
Electricity expenses	2,343,270	1,995,658
	2,460,938	2,096,757

20.5 Communication expenses

	2022	2021 (As Restated)
Telephone expenses	1,658,679	1,879,894
Internet subscription expenses	3,269,538	2,832,987
	4,928,217	4,712,881

20.6 Confidential, intelligence, and extraordinary expenses

	2022	2021 (As Restated)
Extraordinary and miscellaneous expenses	838,770	544,564
	838,770	544,564

20.7 Professional services

	2022	2021 (As Restated)
Auditing services	2,790,809	3,949,362
Consultancy services	1,128,500	3,608,540
Other professional services	20,409,396	19,269,717
	24,328,705	26,827,619

Other professional services pertains to the compensation of job order personnel.

20.8 Awards, Rewards, and Prizes

	2022	2021 (As Restated)
Award/ Rewards Expenses	-	120,000
Prizes	-	73,500
	-	193,500

20.9 General services

	2022	2021 (As Restated)
Security services	4,669,052	3,931,202
Janitorial services	5,904,288	5,935,702
	10,573,340	9,866,904

20.10 Repairs and maintenance

	2021	2021 (As Restated)
Repairs and maintenance-buildings and other structures	142,314	475,976
Repairs and maintenance-machinery and equipment	475,359	429,989
Repairs and maintenance-transportation equipment	768,595	1,246,843
Repairs and maintenance-furniture and fixtures	1,702,619	335,410
	3,088,887	2,488,218

20.11 Taxes, insurance premiums and other fees

	2022	2021 (As Restated)
Taxes, duties and licenses	374,197	408,138
Insurance expenses	617,690	417,214
Fidelity bond premiums	1,818,297	2,241,127
	2,810,184	3,066,479

20.12 Other maintenance and operating expenses

	2022	2021 (As Restated)
Advertising, promotional and marketing expenses	719,552,067	557,110,476
Printing and publication expenses	-	76,000
Representation expenses	2,361,283	1,110,589
Transportation and delivery expenses	667,424	4,330,803
Rent/lease expenses	9,042,866	8,781,592
Membership dues and contributions to organizations	1,819,617	1,823,046
Postage and courier services	5,629,666	3,108,584
Subscription expenses	17,452,664	5,241,595
Donations	290,244	
Board of Directors allowance and other benefits	115,000	251,000
Other maintenance and operating expenses	2,271,382	5,832,501
	759,202,213	587,666,186

The Advertising, promotional and marketing expenses pertains to the expenses incurred for the implementation of tourism programs, projects and or events.

21. FINANCIAL EXPENSES

	2022	2021 (As Restated)
Bank charges	345,461	373,945
	345,461	373,945

22. NON-CASH EXPENSES

This account consists of the following:

	2022	2021 (As Restated)
Depreciation-buildings and other structures	461,319	461,768
Depreciation-machinery and equipment	5,548,069	5,801,527
Depreciation-transportation equipment	1,889,080	1,511,344
Depreciation-furniture, fixtures and books	253,827	151,115
Depreciation-other leased assets improvements, buildings	30,185	-
Impairment loss-loans and receivables	-	4,947,044
Impairment loss- intangible assets, computer software	2,250,000	-
	10,432,480	12,872,798

23. OTHER NON-OPERATING INCOME

	2022	2021 (As Restated)
Reversal of Impairment Loss	1,411,815	2,763,422
Miscellaneous income	1,903	1,903
	1,413,718	2,765,325

24. GAINS

This line item consists of the following:

	2022	2021 (As Restated)
Gain on foreign exchange (FOREX)	9,885,265	5,046,029
Gain on Sale of Property, Plant, and Equipment	265,063	17,226
	10,150,328	5,063,255

25. LOSSES

This line item consists of the following:

	2022	2021 (As Restated)
Loss on foreign exchange (FOREX)	225,626	2,074,759
Loss on sale of property, plant, and equipment	156,635	137,541
	382,261	2,212,300

26. ASSISTANCE/SUBSIDY

	2022	2021 (As Restated)
Subsidy income from SAGF	1,284,566,683	828,394,574
	1,284,566,683	828,394,574

The subsidy income from SAGF consists of subsidy from Special Account in the General Fund (SAGF) – Philippine Amusement and Gaming Corporation (PAGCOR), seaports and airports. The total subsidy income from SAGF received in the CY 2021 is P1,725,517,000. Out of the total subsidy received in CY 2022, P440,950,317 was reverted to the Bureau of the Treasury (BTr).

27. RECONCILIATION OF NET CASH FLOWS FROM OPERATING ACTIVITIES TO SURPLUS/(DEFICIT)

	2022	2021
Surplus for the year	301,209,764	66,068,857
Depreciation	8,182,480	7,925,754
Impairment loss – loans and receivables (net of reversal of impairment loss)	(1,411,815)	2,183,622
Impairment loss – Intangible assets	2,250,000	
Losses	382,261	2,212,300
Gains	(10,150,328)	(5,063,255)
Return of SAGF funds to National Treasury		(159,481,947)
Interest earned categorized as investing activity	(15,360,453)	(7,515,112)
Prior period adjustments	-	(205,068,451)
(Increase) Decrease in receivables less impairment losses recognized	(105,504,881)	(206,482,394)
(Increase) Decrease in inventories	16,154,616	47,805,916
(Increase) Decrease in other assets less adjustment due to disposal	(14,357,311)	(7,321,647)
Increase (Decrease) in financial liabilities less unpaid PPE acquisition and prior year expenses adjusted in 2022	(55,607,052)	(77,341,912)
Increase (Decrease) in inter-agency payables	273,217	179,996,099
Increase (Decrease) in trust liabilities	(845,668)	1,406,551
Increase (Decrease) in other payables	2,696,360	13,696,520
Net cash flows from operating activities	127,911,190	(346,979,099)

28. RELATED PARTY TRANSACTIONS

28.1 Related party transactions

The TPB does not have dealings with related parties involving the transfer of resources and obligations.

28.2 Key management personnel

The key management personnel of the TPB are the Chief Operating Officer (COO), the Deputy Chief Operating Officers for Corporate Affairs and Marketing and Promotions, and the executives/managers of all departments. The TPB Board consists of the Chairman, the COO as Vice Chairman, and the six (6) board members representing TIEZA, the Department of Foreign

Affairs (DFA), DTI, the Department of Transportation (DOTr), and two from the Private Sectors, all are appointed by the President of the Philippines.

28.3 Key management personnel compensation

The Chairman and the members of the TPB Board receive per diems for every board meeting attended. The following is the aggregate remuneration for the COO, inclusive of the remuneration pay of officers who are/were permanently appointed and acted as COO throughout CY 2022 and are/were part of the organization's structure/plantilla and on a full-time basis:

	Aggregate remuneration
Salaries and wages	550,397
Other compensation	206,699
Total	757,096

COO Maria Margarita Montemayor Nograles assumed the role of Head of the Agency on 04 October 2022.

29. UNREALIZED GAIN/(LOSS)

This account represents the unrealized loss on changes in fair market value on the investments managed by the Land Bank of the Philippines.

30. GOVERNMENT EQUITY

This account consists of the P250 million authorized capital which is fully subscribed by the National Government as provided in RA No. 9593 (Tourism Act of 2009).

30.1 Capital Management

The primary objective of the TPB's capital management is to ensure that the resources of the Agency are geared towards the attainment of its mandate and the implementation of its objectives through the programs to be undertaken for the promotion of the Philippines domestically and internationally.

The total government equity of P250 million is currently deposited in TPB's LBP current account.

TPB sources its funds from the share in the annual remittances of PAGCOR, ports, and income of DFPC, as provided in RA No. 9593. TPB manages its net assets/equity by establishing controls in disbursements and collection of fees and other sources of revenue. TPB monitors the status of its projects and regularly reports the utilization and disbursements of its funds.

31. ACCUMULATED SURPLUS

	Amount
Accumulated surplus, January 1, 2021 (As Restated)	1,460,386,043
Adjustment to change in accounting policy:	
Over-recording of depreciation expenses	(2,310,976)
Adjustments due to prior period errors:	
Over-recorded advertising, promotional and marketing expenses for CYs 2016, 2019 and 2020	(192,853,873)
Unrecorded other supplies and materials expenses CY 2018	(7,260,280)
Unrecorded travelling expenses – foreign CY 2017	(140,993)
Unrecorded other bonuses and allowances CY 2019	(535,580)
Unrecorded auditing services	965,652
Accumulated Surplus, January 1, 2021 (As Restated)	1,258,249,993
Surplus/(Deficit) for 2021, as previously stated	284,148,272
Adjustments due to prior period errors:	
Unrecorded interest income	9,850
Over-recording of transportation allowance	11,250
Over-recording of salaries and wages	211,806
Over-recording of overtime pay	12,773
Over-recording other maintenance and operating expenses	2,220
Unrecorded advertising, promotional and marketing expenses	(218,873,041)
Over-recording of office supplies expenses	132,369
Unrecorded auditing services	206,679
Reversion of Cash – Treasury, Special Account	(159,481,947)
Accumulated Surplus, December 31, 2021 (As restated)	1,164,630,224
Surplus for 2022	301,209,764
Accumulated Surplus, December 31, 2022	1,465,839,988

32. BUDGET INFORMATION IN FINANCIAL STATEMENTS

The *original budget* reflected in the SCBAA for December 31, 2022, is the proposed Corporate Operating Budget (COB) for the year 2022 submitted to the Department of Budget and Management (DBM) for review/evaluation, while the *final budget* is the amount as approved by DBM on 09 December 2021. The proposed/original COB is prepared considering: (a) the Agency's various programs, projects, and activities in pursuance of its mandate; (b) the projected revenues and other sources of income to finance and support these programs; (c) actual expenses in previous years; and (d) effects of inflation.

During the year, the Agency received a subsidy from the Special Account in the General Fund in the amount of P1,725,517,000.

Changes between the original and final budget are due to the following:

- a. Reduction in the level of budget for Maintenance and Other Operating Expenses is based on the prior year's performance on budget utilization except for financial expenses, accrued expenses, and those items covered by contracts which are recommended as proposed, and Extraordinary and Miscellaneous Expenses (EME) which are computed based on prescribed rates by the GCG.

- b. Reduction in the level of budget for Capital Outlay is based on the implementation-readiness of the projects and activities under the respective CO items which are expected to be completed within the year as certified by the TPB.

33. SUPPLEMENTARY INFORMATION REQUIRED BY THE BUREAU OF INTERNAL REVENUE

32.1 Revenue Regulation (RR) No. 15-2010

TPB has been regularly withholding taxes due from salaries and other benefits of its employees as well as on goods and services purchased. The amounts of taxes withheld and remitted to the BIR are as follows:

	Amount withheld	Amount remitted
On compensation	17,179,323	17,179,323
Expanded creditable income tax	125,275	125,275
VAT from suppliers and contractor/other percentage taxes	29,230,372	29,230,372
Total	46,534,970	46,534,970

As provided in the National Internal Revenue Code (NIRC) of 1997, as amended, and Section 57 of RA No. 9593, TPB is exempt from payment of corporate income tax.

34. COMPLIANCE WITH GOVERNMENT SERVICE INSURANCE SYSTEM (GSIS) LAW, RA NO. 8291

TPB has been regularly deducting premiums from its employees and remitting the total amount withheld as well as the government share to the GSIS. The employees' and employer's shares remitted to GSIS for CYs 2022 and 2021 were as follows:

	2022	2021
Employees' share	7,310,339	5,445,649
Employer's share	9,753,895	7,239,820
	17,064,234	12,685,469