

**NATIONAL SECURITY COUNCIL
STATEMENT OF CASH FLOW
(REGULAR AGENCY FUND)
FOR THE YEAR ENDED DECEMBER 31, 2016**
(In Philippine Peso)

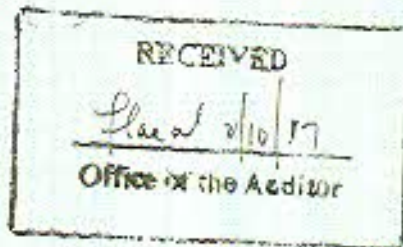


	NOTES	2016
Cash Flows From Operating Activities		
Cash Inflows		
Receipt of Notice of Cash Allocation	17	170,907,029.00
Receipt of Assistance and Subsidy from Other NGAs, LGUs and GOCCs		-
Receipt of Inter-Agency Fund Transfers		-
Other Receipts	22	151,803.87
Unused Petty Cash Fund		-
Other deferred credits		-
Refund of overpayment of Personnel Services		-
Refund of overpayment of Maintenance and Other Operating Expenses		-
Receipt of refund of cash advances	22	145,854.57
Other miscellaneous receipts	22	3,951.30
Adjustments	23	20,194.12
Total Cash Inflows		171,079,028.99
Cash Outflows		
Remittance to National Treasury	24	151,803.46
Payment of Expenses	25	29,375,009.58
Payment of personnel services	25	1,320,615.57
Payment of maintenance and other operating expenses	25	27,561,179.03
Payment of expenses pertaining to/incurred in the prior years	25	475,792.55
Liquidation of prior year's cash advances	25	17,422.43
Purchase of Inventories	26	3,067,783.61
Purchase of inventory held for consumption	26	3,067,783.61
Grant of Cash Advances	27	64,876,453.19
Advances for operating expenses	27	300,000.00
Advances for payroll	27	29,402,806.16
Advances for special purpose/time-bound undertakings	27	33,808,339.50
Advances to officers and employees	27	1,365,307.53
Prepayments	28	109,502.85
Prepaid Registration	28	40,785.00
Prepaid Insurance	28	68,717.85
Payment of Accounts Payables	29	303,595.17
Remittance of Personnel Benefit Contributions and Mandatory Deductions	30	16,063,275.37
Remittance of taxes withheld not covered by TRA		-
Remittance to GSIS/Pag-IBIG/PhilHealth	30	12,946,784.83
Remittance of other payables	30	3,116,490.54
Other Disbursements	31	974,263.00
Refund of cash advances		-
Other disbursements	31	974,263.00
Reversal of Unutilized NCA	32	37,127,425.76
Adjustments		-
Total Cash Outflows		152,047,111.99
Cash Provided by (Used in) Operating Activities		19,031,917.00
Cash Flows from Investing Activities		
Cash Inflows		
Proceed from Sale/Disposal of Property, Plant and Equipment		-

NATIONAL SECURITY COUNCIL
STATEMENT OF CASH FLOW
(REGULAR AGENCY FUND)
FOR THE YEAR ENDED DECEMBER 31, 2016
(In Philippine Peso)

	NOTES	2016
Proceed from Sale of Other Assets		-
Total Cash Inflows		<u> -</u>
Cash Outflows		
Purchase/Construction of Investment Property		-
Purchase/Construction of Property, Plant and Equipment	33	<u>19,021,885.27</u>
Purchase of machinery and equipment	33	<u>17,888,033.88</u>
Purchase of transportation equipment		-
Purchase of furniture, fixtures and books	33	28,866.07
Purchase of other property, plant and equipment	33	67,153.32
Payment for rehabilitation of property, plant and equipment	33	<u>1,037,832.00</u>
Total Cash Outflows		<u>19,021,885.27</u>
Cash Provided By (Used In) Investing Activities		<u>(19,021,885.27)</u>
 Cash Flows From Financing Activities		
Cash Inflows		
Total Cash Inflows		
Cash Outflows		
Total Cash Outflows		
Cash Provided By (Used In) Financing Activities		
Effects of Exchange Rate Changes on Cash and Cash Equivalents		
Total Cash Provided by Operating, Investing and Financing Activities		<u>10,034.75</u>
Add: Cash Balance, Beginning January 1, 2016		<u>39,968.27</u>
Cash Balance, Ending December 31, 2016		<u><u>50,000.00</u></u>

(See Accompanying Notes to Financial Statements)



NATIONAL SECURITY COUNCIL
 STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT
 (REGULAR AGENCY FUND)
 FOR THE YEAR ENDED DECEMBER 31, 2016
 (In Philippine Peso)

Particulars	Notes	Budgeted Amount		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
		Original	Final		
RECEIPTS					
Receipt of Inter Agency Fund Transfer				-	-
Other Receipts	34	-	-	151,803.46	(151,803.46)
		-	-	-	-
		-	-	151,803.46	(151,803.46)
PAYMENTS					
Personnel Services	35	46,424,000.00	55,416,557.00	43,323,853.99	12,092,703.01
Maintenance and Other Operating Expenses	36	51,029,000.00	71,029,000.00	68,070,222.02	2,958,777.98
Capital Outlay	33	46,203,000.00	46,203,000.00	19,021,885.27	27,181,114.73
Other Disbursement					
Remittance to National Treasury	24			151,803.46	(151,803.46)
Reversion of Unused NCA	32			37,147,425.76	(37,147,425.76)
		143,656,000.00	172,648,557.00	167,715,190.50	4,933,366.50
NET RECEIPTS / PAYMENTS		(143,656,000.00)	(172,648,557.00)	(167,563,387.04)	(5,085,169.96)

NATIONAL SECURITY SERVICE
STATEMENT OF CASH FLOW
(REGULAR AGENCY FUND)
FOR THE YEAR ENDING DECEMBER 31, 2016
(in Philippine Peso)

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	NOTES	2016	2015
Cash Flows From Operating Activities			
Cash Inflows			
Receipt of Notice of Cash Allocation		170,907,029.00	177,026,572.00
Receipt of Notice of Cash Allocation	17	170,907,029.00	117,026,572.00
Collection of Income/Revenues		-	-
Receipt of Assistance and Subsidy from Other NGAs, LGUs and GOCCs		-	2,053,725.00
Receipt of Inter-Agency Fund Transfers		-	2,053,725.00
Other Receipts		171,800.87	171,286.31
Unused Perry Cash Fund		-	6,104.02
Refund of overpayment of Maintenance and Other Operating Expenses		-	1,995.72
Receipt of refund of cash advances	22	145,854.57	75,093.73
Other miscellaneous receipts	22	5,951.30	71,603.34
Adjustments	23	20,194.12	653,654.42
Total Cash Inflows		171,079,028.99	119,880,298.23
Cash Outflows			
Remittance to National Treasury	24	151,803.46	73,925.44
Payment of Expenses		29,379,009.78	36,049,610.23
Payment of personnel services	25	1,320,615.57	1,456,497.53
Payment of maintenance and other operating expenses	25	27,564,179.03	20,693,589.76
Payment of expenses pertaining to incurred in the prior years	25	475,792.55	9,720,555.89
Liquidation of prior years cash advances	25	17,422.44	173,967.94
Purchase of Inventories		3,067,783.61	1,893,380.37
Purchase of inventory held for consumption	26	3,067,783.61	1,893,380.37
Grant of Cash Advances		64,876,453.19	40,918,058.35
Advances for operating expenses	27	300,000.00	303,800.00
Advances for payroll	27	29,402,806.16	27,310,040.30
Advances for special purpose/time-bound undertakings	27	33,808,339.50	12,199,329.90
Advances to officers and employees	27	1,365,307.53	1,104,918.16
Prepayments		109,502.85	119,644.51
Prepaid Registration	28	40,785.00	50,625.00
Prepaid Insurance	28	68,717.85	69,019.51
Payment of Accounts Payables	29	301,595.17	347,496.72
Remittance of Personnel Benefit Contributions and Mandatory Deductions		16,063,275.37	14,897,372.04
Remittance of taxes withheld not covered by TRA		-	251,882.26
Remittance to GSIS/Pag-IBIG/PhilHealth	30	12,946,734.03	12,713,092.64
Remittance of other payables	30	3,116,490.34	2,429,598.14
Other Disbursements		974,263.00	954,838.00
Refund of cash advances		-	-
Other disbursements	31	974,263.00	954,838.00
Reversal of Unutilized NCA	32	37,127,425.76	-
Adjustments		-	653,654.42
Total Cash Outflows		152,047,111.99	95,908,010.09
Cash Provided by (Used in) Operating Activities		19,031,917.00	23,980,288.14
Cash Flows from Investing Activities			
Cash Inflows			
Proceed from Sale/Disposal of Property, Plant and Equipment		-	-
Proceed from Sale of Other Assets		-	-
Total Cash Inflows		-	-
Cash Outflows			
Purchase/Construction of Investment Property		-	-
Purchase/Construction of Property, Plant and Equipment		19,021,885.27	25,792,132.97
Purchase of machinery and equipment	33	17,888,033.88	23,004,726.77
Purchase of transportation equipment		-	347,277.77
Purchase of furniture, fixtures and books	33	28,866.07	-
Purchase of other property, plant and equipment	33	67,153.32	224,999.88
Payment for rehabilitation of property, plant and equipment	33	1,037,832.00	2,215,128.55

NATIONAL SECURITY COUNCIL
STATEMENT OF CASH FLOW
(REGULAR AGENCY FUNDS)
FOR THE YEAR ENDED DECEMBER 31, 2016
(In Philippine Peso)

	2016	2015
Investments	-	-
Grant of Loans	-	-
Total Cash Outflows	<u>19,021,885.27</u>	<u>25,792,132.97</u>
Cash Provided By (Used In) Investing Activities	<u>(19,021,885.27)</u>	<u>(25,792,132.97)</u>
Cash Flows From Financing Activities		
Cash Inflows	-	-
Total Cash Inflows	<u>-</u>	<u>-</u>
Cash Outflows	-	-
Total Cash Outflows	<u>-</u>	<u>-</u>
Cash Provided By (Used In) Financing Activities	<u>-</u>	<u>-</u>
Effects of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Total Cash Provided by Operating, Investing and Financing Activities	10,031.73	(1,811,844.83)
Add: Cash Balance, Beginning January 1, 2016	<u>39,568.27</u>	<u>1,851,813.10</u>
Cash Balance, Ending December 31, 2016	<u>49,600.00</u>	<u>99,968.27</u>

(See Accompanying Notes to Financial Statements)

NATIONAL SECURITY COUNCIL
STATEMENT OF CHANGES IN NET ASSETS / EQUITY
(REGULAR AGENCY FUND)
FOR THE YEAR ENDED DECEMBER 31, 2016
 (In Philippine Peso)

	<u>Note</u>	<u>Amount</u>
Balance at January 1, 2016		80,052,242.81
Prior Period Adjustment	4	(105,801.24)
Other Adjustments	19	6,372,228.30
Restated Balance		<u>86,318,669.87</u>
Changes in Net Asset / Equity for Calendar Year 2016		
Surplus for the Period		<u>26,503,965.14</u>
Total Recognized Revenue and Expenses for the Period		112,822,635.01
Others	20	<u>(1,374,525.79)</u>
Balance at December 31, 2016		<u><u>111,448,109.22</u></u>

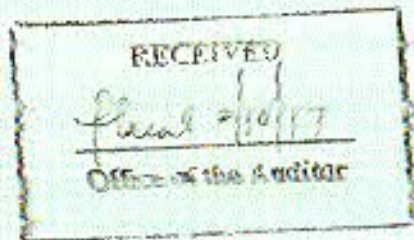
(See Accompanying Notes to Financial Statements)



NATIONAL SECURITY COUNCIL
STATEMENT OF CHANGES IN NET ASSETS / EQUITY
(REGULAR AGENCY FUND)
FOR THE YEAR ENDED DECEMBER 31, 2016
(in Philippine Peso)

	<u>NOTES</u>	<u>2016</u>	<u>2015</u>
Balance at January 1, 2016		80,052,242.81	94,092,811.70
Prior Period Adjustment	4	(105,801.24)	(35,045,888.78)
Other Adjustments	19	6,372,228.30	3,474,902.36
Restated Balance		<u>86,318,669.87</u>	<u>62,521,825.28</u>
Changes in Net Asset / Equity for Calendar Year 2016			
Surplus for the Period		<u>26,503,965.14</u>	<u>18,862,059.63</u>
Total Recognized Revenue and Expenses for the Period		<u>112,822,635.01</u>	<u>81,383,884.91</u>
Others	20	(1,374,525.79)	(1,331,642.10)
Balance at December 31, 2016		<u><u>111,448,109.22</u></u>	<u><u>80,052,242.81</u></u>

(See accompanying Notes to Financial Statements)



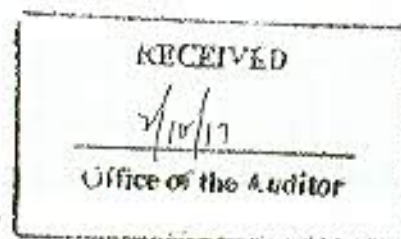
**NATIONAL SECURITY COUNCIL
STATEMENT OF CASH FLOW
(REGULAR AGENCY FUND)
FOR THE YEAR ENDED DECEMBER 31, 2016
(In Philippine Peso)**



	<u>NOTES</u>	<u>2016</u>
Cash Flows From Operating Activities		
Cash Inflows		
Receipt of Notice of Cash Allocation	17	170,907,029.00
Receipt of Inter-Agency Fund Transfers		-
Other Receipts	22	151,805.87
Adjustments	23	20,194.12
Total Cash Inflows		<u>171,079,028.99</u>
Cash Outflows		
Remittance to National Treasury	24	151,803.46
Payment of Expenses	25	29,375,009.58
Purchase of Inventories	26	3,067,783.61
Grant of Cash Advances	27	64,876,453.19
Prepayments	28	109,502.85
Payment of Accounts Payable	29	301,595.17
Remittance of Personnel Benefit Contributions and Mandatory Deductions	30	16,063,275.37
Other Disbursements	31	974,263.00
Reversal of Utilized NCA	32	37,127,425.76
Adjustments		-
Total Cash Outflows		<u>152,047,111.99</u>
Cash Provided by (Used in) Operating Activities		<u>19,031,917.00</u>
Cash Flows from Investing Activities		
Cash Inflows		
Proceed from Sale/Disposal of Property, Plant and Equipment		-
Proceed from Sale of Other Assets		-
Total Cash Inflows		<u>-</u>
Cash Outflows		
Purchase/Construction of Property, Plant and Equipment	33	19,021,885.27
Total Cash Outflows		<u>19,021,885.27</u>
Cash Provided By (Used In) Investing Activities		<u>(19,021,885.27)</u>
Cash Flows From Financing Activities		
Cash Inflows		
-		-
Cash Outflows		
-		-
Total Cash Outflows		<u>-</u>
Cash Provided By (Used In) Financing Activities		<u>-</u>
Effects of Exchange Rate Changes on Cash and Cash Equivalents		-
Total Cash Provided by Operating, Investing and Financing Activities		10,031.73
Add: Cash Balance, Beginning January 1, 2016		39,968.27
Cash Balance, Ending December 31, 2016		<u>50,000.00</u>

(See Accompanying Notes to Financial Statements)

**NATIONAL SECURITY COUNCIL
STATEMENT OF CASH FLOW
(REGULAR AGENCY FUND)
FOR THE YEAR ENDED DECEMBER 31, 2016
(In Philippine Peso)**



	NOTES	2016	2015
Cash Flows From Operating Activities			
Cash Inflows			
Receipt of Notice of Cash Allocation	17	170,907,029.00	117,026,522.00
Receipt of Inter-Agency Fund Transfers		-	2,053,725.00
Other Receipts	22	151,805.87	154,396.81
Adjustments	23	20,194.12	653,654.42
Total Cash Inflows		<u>171,079,028.99</u>	<u>119,888,298.23</u>
Cash Outflows			
Remittance to National Treasury	24	151,803.46	73,925.44
Payment of Expenses	25	29,375,009.58	36,049,610.23
Purchase of Inventories	26	3,067,783.61	1,893,380.37
Grant of Cash Advances	27	64,876,453.19	40,918,088.36
Prepayments	28	109,502.85	119,644.51
Payment of Accounts Payable	29	301,595.17	347,496.72
Remittance of Personnel Benefit Contributions and Mandatory Deductions	30	16,063,275.37	14,897,372.04
Other Disbursements	31	974,263.00	954,838.00
Reversal of Unutilized NCA	32	37,127,425.76	-
Adjustments		-	653,654.42
Total Cash Outflows		<u>152,047,111.99</u>	<u>95,908,010.09</u>
Cash Provided by (Used in) Operating Activities		<u>19,031,917.00</u>	<u>23,980,288.14</u>
Cash Flows from Investing Activities			
Cash Inflows			
Proceed from Sale/Disposal of Property, Plant and Equipment		-	-
Proceed from Sale of Other Assets		-	-
Total Cash Inflows		<u>-</u>	<u>-</u>
Cash Outflows			
Purchase/Construction of Property, Plant and Equipment	33	19,021,885.27	25,792,132.97
Total Cash Outflows		<u>19,021,885.27</u>	<u>25,792,132.97</u>
Cash Provided By (Used In) Investing Activities		<u>(19,021,885.27)</u>	<u>(25,792,132.97)</u>
Cash Flows From Financing Activities			
Cash Inflows			
-		-	-
Cash Outflows			
-		-	-
Total Cash Outflows		<u>-</u>	<u>-</u>
Cash Provided By (Used In) Financing Activities		<u>-</u>	<u>-</u>
Effects of Exchange Rate Changes on Cash and Cash Equivalents		-	-
Total Cash Provided by Operating, Investing and Financing Activities		10,031.73	(1,811,844.83)
Add: Cash Balance, Beginning January 1, 2016		39,968.27	1,851,813.10
Cash Balance, Ending December 31, 2016		<u>50,000.00</u>	<u>39,968.27</u>

(See Accompanying Notes to Financial Statements)

NATIONAL SECURITY COUNCIL
STATEMENT OF FINANCIAL POSITION
(REGULAR AGENCY FUND)
AS OF DECEMBER 31, 2016
(In Philippine Peso)



	<u>NOTES</u>	<u>2016</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents		50,000.00
Cash on Hand		50,000.00
Petty Cash	5	50,000.00
Receivables		45,746.77
Inter-Agency Receivables		19,806.77
Advances to Officers and Employees	6	19,806.77
Other Receivables		25,940.00
Other Receivables	6	25,940.00
Inventories		478,915.45
Inventory Held for Consumption		478,915.45
Office Supplies Inventory	7	478,915.45
Other Assets		24,021,805.93
Advances		20,000,000.00
Advances to Special Disbursing Officer	8	20,000,000.00
Prepayments		4,021,805.93
Advances to Contractors	8	3,953,794.66
Prepaid Registration	8	20,989.17
Prepaid Insurance	8	47,022.10
Total Current Assets		24,596,468.15
Non - Current Assets		
Property, Plant and Equipment		95,036,250.12
Buildings and Other Structures	9	10,410,000.00
Buildings		15,000,000.00
<i>Accumulated Depreciation - Buildings</i>		(4,590,000.00)
<i>Net Value</i>		10,410,000.00
Machinery and Equipment	9	72,409,795.46
Office Equipment		3,229,474.78
<i>Accumulated Depreciation - Office Equipment</i>		(2,305,620.59)
<i>Net Value</i>		923,804.19
Information and Communication Technology Equipment		26,481,156.17
<i>Accumulated Depreciation - Information and Communication Technology Equipment</i>		(11,695,557.12)
<i>Net Value</i>		14,785,599.05
Communication Equipment		75,142,471.94
<i>Accumulated Depreciation - Communication Equipment</i>		(18,442,079.72)
<i>Net Value</i>		56,700,392.22
Transportation Equipment	9	9,433,187.51
Motor Vehicles		18,711,718.00
<i>Accumulated Depreciation - Motor Vehicles</i>		(9,278,530.49)
<i>Net Value</i>		9,433,187.51
Furniture, Fixtures and Books	9	843,835.71
Furniture and Fixtures		3,253,433.15
<i>Accumulated Depreciation - Furniture and Fixtures</i>		(2,435,450.29)
<i>Net Value</i>		817,982.86
Books		254,908.84
<i>Accumulated Depreciation - Books</i>		(229,055.99)

NATIONAL SECURITY COUNCIL
STATEMENT OF FINANCIAL POSITION
(REGULAR AGENCY FUND)
AS OF DECEMBER 31, 2016
(In Philippine Peso)

	NOTES	2016
<i>Net Value</i>		25,852.85
Other Property, Plant and Equipment	9	1,939,431.44
Other Property, Plant and Equipment		5,593,235.28
<i>Accumulated Depreciation - Other Property, Plant and Equipment</i>		(3,653,803.84)
<i>Net Value</i>		1,939,431.44
Total Non-Current Assets		95,036,250.12
TOTAL ASSETS		119,632,718.27
LIABILITIES AND NET ASSETS/EQUITY		
Liabilities		
Current Liabilities		
Financial Liabilities		
Payables		8,184,609.05
Accounts Payable	10	3,503,236.49
Inter-Agency Payables		1,749,464.06
Inter-Agency Payables		1,749,464.06
Due to BIR	11	1,673,927.72
Due to Pag-IBIG	11	50,473.84
Due to PhilHealth	11	25,062.50
Trust Liabilities		146,471.72
Trust Liabilities	12	146,471.72
Other Payables	13	2,785,436.78
Total Current Liabilities		8,184,609.05
Non-Current Liabilities		-
Total Liabilities		8,184,609.05
Net Assets/Equity		
Equity		111,448,109.22
Accumulated Surplus/(Deficit)		111,448,109.22
Total Net Assets/Equity		111,448,109.22
TOTAL LIABILITIES AND NET ASSETS/EQUITY		119,632,718.27

(See Accompanying Notes to Financial Statements)