



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF AGRICULTURE
PHILIPPINE COCONUT AUTHORITY
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STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS


The Management of the **Philippine Coconut Authority (PCA)** is responsible for the preparation and fair presentation of the financial statements, including the schedules attached therein, for the years ended December 31, 2023 and 2022, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the PCA's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the PCA or to cease operations, or has no realistic alternative to do so.


The PCA Board is responsible for overseeing the PCA's financial reporting process.

The PCA Board reviews and approves the financial statements, including schedules attached therein, and submits the same to the stakeholders.

The Commission on Audit, through its authorized representative, has examined the financial statements of the PCA pursuant to Section 2, Article IX-D of the Philippine Constitution and Section 28 of the Presidential Decree No. 1445, otherwise known as the Government Auditing Code of the Philippines. The audit was conducted in accordance with the International Standards of Supreme Audit Institutions and the auditor, in its report to the PCA Board, has expressed its opinion on the fairness of presentation upon completion of such audit.


FRANCISCO P. TIU LAUREL, JR.
Secretary of the Department of Agriculture/
Ex-Officio Chairman, PCA Board


DEXTER R. BUTED
Administrator


EDUARDO F. SUAREZ
Department Manager II, Finance Department

Signed this ____ day of _____, 2024



DA-CO-CSEC-LE20240405-02092

PHILIPPINE COCONUT AUTHORITY
STATEMENTS OF FINANCIAL POSITION
As at December 31, 2023 and 2022
(In Philippine Peso)

			2022
	Note	2023	As restated
ASSETS			
Current assets			
Cash and cash equivalents	5	1,645,193,903	1,813,498,251
Receivables - net	6	998,127,525	865,349,069
Inventories	7	509,470,530	341,731,556
Other current assets	8	31,627,722	26,701,221
		3,184,419,680	3,047,280,097
Non-current assets			
Receivables - net	6	136,817,373	141,738,853
Investment property - net	10	3,636,771	4,606,062
Property, plant and equipment - net	11	851,546,194	752,722,370
Biological assets	12	259,203,913	293,402,434
Other non-current assets	13	27,388,320	26,615,796
		1,278,592,571	1,219,085,515
TOTAL ASSETS		4,463,012,251	4,266,365,612
LIABILITIES			
Current liabilities			
Financial liabilities	14	568,378,521	439,074,866
Inter-agency payables	15	304,233,694	89,700,412
Intra-agency payables	16	23,484,954	195,267,759
Trust liabilities	17	56,801,928	11,914,924
Other payables	18	43,122,958	47,827,608
		996,022,055	783,785,569
Non-current liabilities			
Provisions	19	338,710,484	282,917,870
Deferred credits/unearned income	20	5,855,091	4,911,883
		344,565,575	287,829,753
TOTAL LIABILITIES		1,340,587,630	1,071,615,322
NET ASSETS (TOTAL ASSETS LESS TOTAL LIABILITIES)		3,122,424,621	3,194,750,290
NET ASSETS/EQUITY			
Government equity	32	471,952,526	471,952,526
Accumulated surplus/(deficit)	33	2,630,617,095	2,702,942,764
Revaluation surplus	34	19,855,000	19,855,000
TOTAL NET ASSETS/EQUITY		3,122,424,621	3,194,750,290

The notes on pages 12 to 65 form part of these financial statements.

PHILIPPINE COCONUT AUTHORITY
STATEMENTS OF FINANCIAL PERFORMANCE
For the Years Ended December 31, 2023 and 2022
(In Philippine Peso)

	Note	2023	2022
REVENUE			
Service and business income	21	401,845,741	471,649,229
Gains - biological assets	22	33,785,550	139,582,482
Shares, grants and donations		1,421,000	-
		<u>437,052,291</u>	<u>611,231,711</u>
CURRENT OPERATING EXPENSES			
Personnel services	23	550,149,706	450,162,700
Maintenance and other operating expenses	24	1,034,636,380	1,325,928,979
Financial expenses	25	8,872	12,235
Non-cash expenses	26	67,493,033	89,232,893
		<u>1,652,287,991</u>	<u>1,865,336,807</u>
DEFICIT FROM CURRENT OPERATIONS		(1,215,235,700)	(1,254,105,096)
Net financial assistance/subsidy	28	1,129,525,000	2,072,572,293
Other non-operating income	29	25,036,073	22,779,679
Gain on foreign exchange	22	-	258,248
Losses	27	(102,153)	-
SURPLUS/(DEFICIT) FOR THE PERIOD		(60,776,780)	841,505,124

The notes on pages 12 to 65 form part of these financial statements.

PHILIPPINE COCONUT AUTHORITY
STATEMENTS OF CHANGES IN NET ASSETS/EQUITY
For the Years Ended December 31, 2023 and 2022
(In Philippine Peso)

	Government equity Note 32	Accumulated surplus/ (deficit) Note 33	Revaluation surplus Note 34	Total
BALANCE AT JANUARY 1, 2022	471,952,526	2,008,219,755	19,855,000	2,500,027,281
CHANGES IN NET ASSETS/EQUITY FOR CY 2022				
Add/(Deduct):				
Surplus for the period	-	841,505,124	-	841,505,124
Adjustments due to:				
Change in accounting policy	-	(20,118,830)	-	(20,118,830)
Prior period errors	-	(17,015,396)	-	(17,015,396)
Adjustment of net revenue recognized directly in net assets/equity	-	(109,647,889)	-	(109,647,889)
RESTATED BALANCE AT DECEMBER 31, 2022	471,952,526	2,702,942,764	19,855,000	3,194,750,290
CHANGES IN NET ASSETS/EQUITY FOR CY 2023				
Add/(Deduct):				
Deficit for the period	-	(60,776,780)	-	(60,776,780)
Adjustment of net revenue recognized directly in net assets/equity	-	(11,548,889)	-	(11,548,889)
BALANCE AT DECEMBER 31, 2023	471,952,526	2,630,617,085	19,855,000	3,122,424,621

The notes on pages 12 to 65 form part of these financial statements.

PHILIPPINE COCONUT AUTHORITY
STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2023 and 2022
(In Philippine Peso)

	Note	2023	2022 As restated
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash inflows			
Receipt of assistance/subsidy from national government	28	1,129,525,000	2,072,572,293
Receipt of trust receipts - Coconut Farmers and Industry Trust Fund (CFITF)		1,250,000,000	755,000,000
Receipt of inter-agency fund transfers		261,653,948	240,931,280
Collection of income/revenues		438,842,951	476,633,827
Receipt of intra-agency fund transfers		101,963,533	68,589,855
Trust receipts		58,718,437	60,868,068
Other receipts		44,376,404	26,596,515
Collection of receivables		26,612,990	15,887,479
Adjustments		90,505,889	68,972,916
		3,402,199,152	3,786,052,233
Cash outflows			
Payment of expenses		1,898,099,161	1,400,300,565
Reversal of unutilized trust receipts - CFITF		687,180,214	688,695,457
Purchase of inventories		182,360,087	49,219,531
Remittance of personnel benefit contributions mandatory deductions		176,858,954	147,786,220
Release of inter-agency fund transfers		99,650,006	322,486,332
Grant of cash advances		82,819,836	150,810,807
Payment of accounts payable		71,979,173	172,851,168
Release of intra-agency fund transfers		21,910,263	181,463,833
Refund of deposits		3,705,401	4,655,213
Prepayments		891,974	2,049,199
Remittance to national treasury		384,002	-
Grant of financial assistance/subsidy/contribution		227,168	-
Purchase of consumable biological assets		-	1,479,594
Other disbursements		30,297,990	46,441,026
Adjustments		231,578,746	172,250,426
		3,487,942,975	3,340,489,371
Net cash provided by/(used in) operating activities		(85,743,823)	445,562,862
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash inflows			
Proceeds from sale/disposal of property, plant and equipment (PPE)		441,245	19,601
Receipt of interest income earned		571,455	208,422
		1,012,700	228,023
Cash outflows			
Purchase/construction of PPE		83,573,225	36,735,151
		83,573,225	36,735,151
Net cash used in investing activities		(82,560,525)	(36,507,128)
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(168,304,348)	409,055,734
Effects of exchange rate changes on cash and cash equivalents		-	258,248
CASH AND CASH EQUIVALENTS, JANUARY 1		1,813,498,251	1,404,184,269
CASH AND CASH EQUIVALENTS, DECEMBER 31	5	1,645,193,903	1,813,498,251

The notes on pages 12 to 65 form part of these financial statements.