



Republic of the Philippines
COMMISSION ON AUDIT
Regional Office No. V
Office of the Supervising Auditor
Audit Group F
Province of Camarines Sur

AUDIT CERTIFICATE

THE BOARD OF DIRECTORS

Calabanga Water District
Calabanga, Camarines Sur

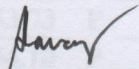
We have audited the accompanying Balance Sheet of Calabanga Water District, Calabanga, Camarines Sur as of December 31, 2009 and the related Statements of Income and Expenses and Cash Flows for the year then ended. These financial statements are the responsibility of Calabanga Water District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with laws and generally accepted auditing standards in the Philippines. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. Our audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. It also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in our Comments and Observations, the Accounts Receivable balance at year end is unreliable due to the unreconciled balance of P651,662.77 between the general and subsidiary ledger and the uncertainty to collect the long outstanding, non-current and inactive accounts totaling P585,741.39.

In our opinion, except for the effect of the aforementioned exceptions, the financial statements referred hereto present fairly, in conformity with generally accepted accounting principles, the financial position of Calabanga Water District as of December 31, 2009 and the results of its operation and its cash flows for the year then ended.

March 8, 2011

COMMISSION ON AUDIT
By: 
MAURA S. RUY
Supervising Auditor-in-Charge