

# TIDBIT #12

## Master your Finance DETs Know how to properly report RFSC!

Refer to this TidBIT if you are responsible for any of the following:

- Accomplishing the MFSR DET of your EC
- Reviewing and/or approving your EC's MFSR DET before it is uploaded to the Web Portal.

Follow these guidelines in reporting your RFSC to ensure that your MFSR DET is Acknowledged by NEA the first time you submit.

### 1) DET entry for *Collection of CAR-RFSC from Consumers*

Sample Journal Entry:

Cash- General Fund    XX  
    Consumer Accounts Receivable (CAR-RFSC)    XX



Refer to the illustration below for the reporting of the transaction in the **Statement of Cash Flows (SCF) Template (inflow portion)**.

#### STATEMENT OF CASH FLOWS

| Account Name                      | Approved Budget for the Year | This Month   |
|-----------------------------------|------------------------------|--------------|
| <b>INTERNAL CASH GENERATION</b>   |                              |              |
| 1. Collection from Consumer A/R   | 0.00                         | 3,000,000.00 |
| 1.a. From Power Bills             |                              |              |
| 1.b. From RFSC                    |                              | 3,000,000.00 |
| 1.c. From Universal Charge        | 0.00                         | 0.00         |
| 1.c.1 Missionary Electrification  |                              |              |
| 1.c.2 Development Cash Injections |                              |              |

2) DET entry for *Deposit of RFSC from Cash Gen Fund to Restricted Fund – RFSC.*

Sample Journal Entry:

|                      |    |
|----------------------|----|
| Restricted Fund-RFSC | XX |
| Cash- Gen Fund       | XX |



Refer to the illustration below for the reporting of the transaction in the **Statement of Cash Flows (SCF) Template (outflow portion).**

|  |             |             |
|--|-------------|-------------|
| 2. Network Assets                          |             |             |
| 3. Non-Network Assets                      |             |             |
| <b>Total Cash for Capital Expenditures</b> | <b>0.00</b> | <b>0.00</b> |
| <b>TOTAL CASH OUTFLOW</b>                  | <b>0.00</b> | <b>0.00</b> |

|                                     |             |                     |
|-------------------------------------|-------------|---------------------|
| <b>CASH FOR SINKING FUNDS</b>       |             |                     |
| 1. RFSC                             |             | 3,000,000.00        |
| 2. Security Deposit                 |             |                     |
| 3. Separation/ Retirement           |             |                     |
| 4. Investment in Asso. Organization |             |                     |
| 5. Extraordinary Losses             |             |                     |
| 6. Subsidy Fund                     |             |                     |
| 7. Others                           |             |                     |
| <b>Total Cash for Sinking Funds</b> | <b>0.00</b> | <b>3,000,000.00</b> |
| <b>CASH AFTER SINKING FUNDS</b>     | <b>0.00</b> | <b>0.00</b>         |
| Add: Cash Balance, Beginning        |             |                     |
| <b>CASH BALANCE, END</b>            | <b>0.00</b> | <b>0.00</b>         |



Refer to the illustration below for the reporting of the **Deposit to Restricted Fund – RFSC on the Accounting of RFSC Template.**

**ACCOUNTING OF REINVESTMENT FUND FOR SUSTAINABLE CAPEX (RFSC)**

|                                  |     | <b>This Month</b>    |
|----------------------------------|-----|----------------------|
| <b>Balance, Beginning</b>        | Php | 25,000,000.00        |
| Add:                             |     |                      |
| Collections/ Deposits            |     | 3,000,000.00         |
| Transfer of Funds                |     |                      |
| Interest Income                  |     |                      |
| Adjustments                      |     |                      |
| <b>Total Funds Available</b>     |     | <b>28,000,000.00</b> |
| Less:                            |     |                      |
| Disbursements                    |     |                      |
| CAPEX charged directly to RFSC * |     |                      |
| CAPEX Loan Amortizations         |     |                      |
| NEA                              |     |                      |
| Other Financial Institutions *   |     |                      |
| Non-Financial Institutions       |     |                      |
| Others                           |     |                      |
| <b>Total Uses</b>                |     | <b>0.00</b>          |
| <b>Balance, End</b>              |     | <b>28,000,000.00</b> |

### 3) DET entry for *Payment of CAPEX related Loans and Purchase of Plant Asset chargeable to Restricted Fund – RFSC*

#### Sample Journal Entry:

|  |    |                        |
|--|----|------------------------|
| Current Portion of Long Term Loans – NEA   | XX |                        |
| Current Portion of Long Term Loans – Banks | XX |                        |
| Plant (CAPEX)                              | XX |                        |
|  |    | Restricted Fund – RFSC |
|  |    | XX                     |



Refer to the illustration below for the reporting of **Payment of CAPEX related Loans and Purchase of Plant Asset chargeable to Restricted Fund – RFSC** on the **Accounting for RFSC Template**

#### ACCOUNTING OF REINVESTMENT FUND FOR SUSTAINABLE CAPEX (RFSC)

|                                  |     | This Month           |
|----------------------------------|-----|----------------------|
| <b>Balance, Beginning</b>        | Php | 25,000,000.00        |
| <b>Add:</b>                      |     |                      |
| Collections/ Deposits            |     | 3,000,000.00         |
| Transfer of Funds                |     |                      |
| Interest Income                  |     |                      |
| Adjustments                      |     |                      |
| <b>Total Funds Available</b>     |     | <b>28,000,000.00</b> |
| <b>Less:</b>                     |     |                      |
| Disbursements                    |     |                      |
| CAPEX charged directly to RFSC * |     |                      |
| CAPEX Loan Amortizations         |     |                      |
| NEA                              |     | 250,000.00           |
| Other Financial Institutions *   |     | 200,000.00           |
| Non-Financial Institutions       |     |                      |
| Others                           |     | 250,000.00           |
| <b>Total Uses</b>                |     | <b>800,000.00</b>    |
| <b>Balance, End</b>              |     | <b>27,200,000.00</b> |







Refer to the illustration below for the reporting of **RFSC** Ending Balance to the Trial Balance.

### TRIAL BALANCE

| Account Code   | Account Name                                     | per ACAM | Factor | Total Company        | District |
|----------------|--|----------|--------|----------------------|----------|
| 113-104-00-000 | Restricted Fund - Meter Deposit                  | DIRECT   |        |                      |          |
| 113-105-00-000 | Restricted Fund - Subsidy/Grants                 |          |        |                      |          |
| 113-105-10-000 | Restricted Fund - Subsidy/Grants - NEA           | DIRECT   |        |                      |          |
| 113-105-11-000 | Restricted Fund - Subsidy/Grants - DOE           | DIRECT   |        |                      |          |
| 113-105-12-000 | Restricted Fund - Subsidy/Grants - Other Sources | DIRECT   |        |                      |          |
| 113-107-00-000 | Restricted Fund - RFSC                           | DIRECT   |        | 27,200,000.00        |          |
| 113-109-00-000 | Restricted Fund - Retirement Fund                | DIRECT   |        |                      |          |
| 113-110-00-000 | Restricted Fund - Calamity Funds                 | DIRECT   |        |                      |          |
| 113-111-00-000 | Restricted Fund - Share Capital (for CDA ECs)    | DIRECT   |        |                      |          |
| 113-112-00-000 | Restricted Fund - Loan Fund                      | DIRECT   |        |                      |          |
| 113-108-00-000 | Other Restricted Fund                            | DIRECT   |        |                      |          |
|                | <b>TOTAL RESTRICTED FUND</b>                     |          |        | <b>27,200,000.00</b> |          |
| 114-000-00-000 | <b>Other Non Current Assets</b>                  |          |        |                      |          |
| 114-101-00-000 | Investment in Associations/Organizations         | DIRECT   |        |                      |          |
| 114-102-00-000 | Other Investments                                | DIRECT   |        |                      |          |
| 114-103-00-000 | Security Deposits                                |          |        |                      |          |
| 114-103-10-000 | Security Deposits - GENCO                        | DIRECT   |        |                      |          |
| 114-103-11-000 | Security Deposits - NGCP                         | DIRECT   |        |                      |          |
| 114-103-12-000 | Security Deposits - ESCROW                       | DIRECT   |        |                      |          |
| 114-103-13-000 | Security Deposits - WESM                         | DIRECT   |        |                      |          |
| 114-103-14-000 | Security Deposits - OTHERS                       | DIRECT   |        |                      |          |

Allocation Factors   Trial Balance   SOO - Output Report   SFP- Output Report   Consolidated Cash Flows   SCF   Accounting



Since ECs are required to reflect the transactions or disbursement chargeable to Restricted Fund – RFSC to the Statement of Cash Flows (SCF), ECs shall adhere the following reporting procedures.



Refer to the illustration below for the reporting of **Payment of CAPEX - related Loans and Purchase of Plant Asset chargeable) to Restricted Fund – RFSC on the Statement of Cash Flows (SCF) Template (outflow portion).**

|  | B                   | C                  | D                       | F            | G                               | H    |
|--|---------------------|--------------------|-------------------------|--------------|---------------------------------|------|
| <b>CASH FOR DEBT SERVICE</b>               |                     |                    |                         |              |                                 |      |
| 1. NEA                                     |                     |                    | 250,000.00              |              |                                 |      |
| 2. Banks                                   |                     |                    | 200,000.00              |              |                                 |      |
| 3. Other Financial Institutions            |                     |                    |                         |              |                                 |      |
| 4. Power Suppliers                         |                     |                    |                         |              |                                 |      |
| 5. Accounts Payable - Others               |                     |                    |                         |              |                                 |      |
| <b>Total Cash for Debt Service</b>         |                     | <b>0.00</b>        | <b>450,000.00</b>       |              |                                 |      |
| <b>CASH FOR OTHER USES</b>                 |                     |                    |                         |              |                                 |      |
| 1. Universal Charge                        |                     | <b>0.00</b>        | <b>0.00</b>             |              |                                 |      |
| 1.c.1 Missionary Electrification           |                     |                    |                         |              |                                 |      |
| 1.c.2 RE Developers Cash Incentives        |                     |                    |                         |              |                                 |      |
| 1.c.3 Environmental Charge                 |                     |                    |                         |              |                                 |      |
| 1.c.4 Stranded Contract Costs              |                     |                    |                         |              |                                 |      |
| 1.c.5 NPC Stranded Debt                    |                     |                    |                         |              |                                 |      |
| 1.c.6 Others                               |                     |                    |                         |              |                                 |      |
| 2. FIT ALL                                 |                     |                    |                         |              |                                 |      |
| 3. VAT                                     |                     |                    |                         |              |                                 |      |
| 4. Other Taxes                             |                     |                    |                         |              |                                 |      |
| 5. Refunds                                 |                     |                    |                         |              |                                 |      |
| 6. Others                                  |                     |                    |                         |              |                                 |      |
| <b>Total Cash for Other Uses</b>           |                     | <b>0.00</b>        | <b>0.00</b>             |              |                                 |      |
| <b>CASH FOR CAPITAL EXPENDITURES</b>       |                     |                    |                         |              |                                 |      |
| 1. Network Assets (Subsidy)                |                     |                    |                         |              |                                 |      |
| 2. Network Assets                          |                     |                    | 350,000.00              |              |                                 |      |
| 3. Non-Network Assets                      |                     |                    |                         |              |                                 |      |
| <b>Total Cash for Capital Expenditures</b> |                     | <b>0.00</b>        | <b>350,000.00</b>       |              |                                 |      |
| <b>TOTAL CASH OUTFLOW</b>                  |                     | <b>0.00</b>        | <b>800,000.00</b>       |              |                                 |      |
| <b>CASH FOR SINKING FUNDS</b>              |                     |                    |                         |              |                                 |      |
| 1. RFSC                                    |                     |                    |                         | 3,000,000.00 |                                 |      |
| 2. Security Deposit                        |                     |                    |                         |              |                                 |      |
| ...  | SOO - Output Report | SFP- Output Report | Consolidated Cash Flows | SCF          | Accounting of Universal Charges | SCAR |



Refer to the illustration below for the reporting of **inflow counterpart of Payment of CAPEX Related Loans and Purchase of Asset chargeable to Restricted Fund – RFSC on the Statement of Cash Flows (SCF) Template (inflow portion).**

|  |             |                     |
|--|-------------|---------------------|
| 1.e. From VAT                                |             |                     |
| 1.f. Other Taxes                             |             |                     |
| 2. Other Revenue                             | 0.00        | 0.00                |
| 2.a. Reconnection & Other Fees               |             |                     |
| 2.b. Interest Income                         |             |                     |
| 2.c. Others                                  |             |                     |
| 3. Loans                                     | 0.00        | 0.00                |
| 3.a. Loans from NEA                          |             |                     |
| 3.b. Loans from Banks                        |             |                     |
| 3.c. Loans from Other Financial Institutions |             |                     |
| 3.d. Loans from Other Sources                |             |                     |
| 4. Subsidy                                   |             |                     |
| 5. Proceeds from CDA Share Capital           |             |                     |
| 6. Transfer of Funds                         |             | 800,000.00          |
| 7. Other Receipts                            |             |                     |
| <b>TOTAL CASH INFLOW</b>                     | <b>0.00</b> | <b>3,800,000.00</b> |

| CASH FOR OPERATIONS                |      |      |
|------------------------------------|------|------|
| 1. Cost of Power                   |      |      |
| 2. Non-Power Cost                  | 0.00 | 0.00 |
| 2.a. Salaries & Wages              |      |      |
| 2.b. SSS/PHIC/ECC/HDMF             |      |      |
| 2.c. Employee Benefits             |      |      |
| 2.d. Utilities                     |      |      |
| 2.e. Office Materials & Supplies   |      |      |
| 2.f. Travel                        |      |      |
| 2.g. Transportation                |      |      |
| 2.h. Repairs & Maintenance         |      |      |
| 2.i. Directors' Per Diems          |      |      |
| 2.j. Allowances/Representation     |      |      |
| 2.k. Outside Professional Services |      |      |

... SOO - Output Report SFP - Output Report Consolidated Cash Flows SCF Accounting of Universal Charges SCAR



This reporting procedure shall also be applicable to other disbursement of Restricted Funds that are required to be presented on the SCF report.

With these, Cash Ending Balance in the SCF report will only contain Cash and Cash Equivalent consistent with the Guidelines in Accomplishing the MFSR DET for ECs.

### Still having trouble with the MFSR DET?

- For faster resolution, report your DET concerns to NEA BIT Support via **OTRS**.
- You may also contact the hotline **09992200319**.
- Note that NEA BIT Support operation is from **8:00 AM – 5:00 PM, Mon – Sat**.