



Republic of the Philippines
Office of the President

PHILIPPINE CHARITY SWEEPSTAKES OFFICE

Sun Plaza Building, 1507 Shaw Boulevard corner Princeton St., Mandaluyong City 1152
www.pcsso.gov.ph



BAGONG PILIPINAS

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The Management of the Philippine Charity Sweepstakes Office (PCSO) 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 PCSO'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 PCSO or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the PCSO's financial reporting process.

The Board of Directors reviews and approves the financial statements, including the schedules attached therein, and submits the same to the stake holders and other uses.

The Commission on Audit has examined the financial statements of the PCSO in accordance with the international Standards of Supreme Audit Institutions, and in its report to the Board of Directors, has expressed its opinion on the fairness of presentation upon completion of such audit.


MELQUIADES AYPA ROBLES

General Manager

Date: 14 February 2024


MA. CRISTINA J. GREGORIO

Manager

Accounting and Budget Department

Date: Feb. 13, 2024


ATTY. LAURO A. PATIAG

AGM for Management Services Sector

Date: Feb. 14, 2024

PHILIPPINE CHARITY SWEEPSTAKES OFFICE
STATEMENT OF FINANCIAL POSITION
(ALL FUNDS)

As at December 31, 2023 and 2022
(In Philippine Peso)

	Notes	2023	2022 (As Restated)
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	P 20,382,429,275	P 20,342,765,415
Other investments	6	5,969,306,875	2,642,745,021
Receivables	7	5,200,542,311	5,951,922,646
Inventories	8	85,068,392	132,689,075
Other current assets	9	83,083,199	70,001,101
Total Current Assets		31,720,430,052	29,140,123,258
NON-CURRENT ASSETS			
Financial assets	10	2,736,980,793	2,928,093,119
Investment property	11	278,139,242	278,363,825
Property, plant and equipment - net	12	6,343,017,879	1,012,395,564
Intangible assets	13	104,861,939	162,913,321
Deferred tax assets	15.1	758,005,433	562,526,717
Other non-current assets	14	8,647,567,547	7,503,756,159
Total Non-Current Assets		18,868,572,833	12,448,048,705
TOTAL ASSETS		50,589,002,885	41,588,171,963
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Financial liabilities	16	10,124,668,071	8,132,437,880
Inter-agency payables	17	1,299,923,588	2,257,367,647
Intra-agency payables		51,784	51,784
Provision	18	1,175,193,876	584,302,828
Other current liabilities	19	3,881,380,045	4,081,546,765
Total Current Liabilities		16,481,217,364	15,055,706,904
NON-CURRENT LIABILITIES			
Financial liabilities	16	5,263,604,298	-
Deferred credits	20	168,213,967	151,865,968
Trust liabilities	21	8,377,024,573	7,422,801,481
Provision	18	281,491,814	241,189,540
Total Non-Current Liabilities		14,090,334,652	7,815,856,989
TOTAL LIABILITIES		30,571,552,016	22,871,563,893
Retained earnings		20,012,679,658	18,725,366,504
Other comprehensive income/(loss)		4,771,211	(8,758,434)
EQUITY	22	20,017,450,869	18,716,608,070
TOTAL LIABILITIES AND EQUITY		P 50,589,002,885	P 41,588,171,963

The notes on pages 10 to 100 form part of these Financial Statements

PHILIPPINE CHARITY SWEEPSTAKES OFFICE
STATEMENTS OF COMPREHENSIVE INCOME
(ALL FUNDS)
For the Years Ended December 31, 2023 and 2022
(In Philippine Peso)

	Notes	2023	2022 (As Restated)
Income			
Service and business income		62,005,291,857	57,735,208,520
Gains		30,054,072	52,571,133
Other non-operating income		8,850,717	9,327,856
Total Income	23	62,044,196,646	57,797,107,509
Operating Expenses			
Personal services expenses		1,100,383,361	1,084,909,317
Maintenance and other operating expenses		49,049,312,229	42,734,068,132
Financial expenses		84,720,939	13,028,224
Non-cash expenses		1,359,833,991	2,152,718,616
Total Operating Expenses	24	51,594,250,520	45,984,724,289
Profit / (Loss) before tax		10,449,946,126	11,812,383,220
Income tax expense / benefit	15.1	1,597,654,845	1,840,816,383
Income tax expense / benefit - deferred	15.1	(195,478,716)	(498,279,991)
Profit / (Loss) After Tax		9,047,769,997	10,469,846,828
Financial Assistance/Subsidy/Contribution	24	5,221,056,543	6,142,401,580
NET INCOME / (LOSS)		3,826,713,454	4,327,445,248
Other comprehensive income/(loss)		13,529,645	(13,807,232)
TOTAL COMPREHENSIVE INCOME		3,840,243,099	4,313,638,016

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PHILIPPINE CHARITY SWEEPSTAKES OFFICE
STATEMENT OF CHANGES IN EQUITY
(ALL FUNDS)
For the Years Ended December 31, 2023 and 2022
(In Philippine Peso)

		Cumulative Changes in Fair Value of Investments (Note 22)		Retained Earnings/(Deficit) (Note 22)		TOTAL
BALANCE AT JANUARY 1, 2022	P	5,048,798	P	17,209,236,086	P	17,214,284,884
CHANGES IN EQUITY FOR 2022						
Add/(Deduct):						
Payment of dividends				-		-
Forfeitures				-		-
Transfer to charity fund				-		-
Dividends payable				(2,811,314,830)		(2,811,314,830)
Comprehensive income		(13,807,232)		4,300,170,588		4,286,363,356
Prior year's adjustments				27,274,660		27,274,660
				-		-
RESTATED BALANCE AT DECEMBER 31, 2022	P	<u>(8,758,434)</u>	P	<u>18,725,366,504</u>	P	<u>18,716,608,070</u>
CHANGES IN EQUITY FOR 2023						
Add/(Deduct):						
Payment of dividends				-		-
Forfeitures				-		-
Transfer to charity fund				-		-
Dividends payable				(2,539,400,300)		(2,539,400,300)
Comprehensive income		13,529,645		3,826,713,454		3,840,243,099
BALANCE AT DECEMBER 31, 2023	P	<u>4,771,211</u>	P	<u>20,012,679,658</u>	P	<u>20,017,450,869</u>

The notes on pages 10 to 100 form part of these Financial Statements

PHILIPPINE CHARITY SWEEPSTAKES OFFICE
STATEMENT OF CASH FLOWS
(ALL FUNDS)
For the Years Ended December 31, 2023 and 2022
(In Philippine Peso)

	Notes	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Inflows			
Sales	P	28,131,156,848	P 21,053,465,899
Share from small town lottery / bingo milyonaryo / peryanan		-	2,018,340
STL agent - remittances		14,913,948,975	14,614,358,524
Share from scratch tickets		125,051,053	139,134,666
Interest income		49,269,467	16,420,447
Miscellaneous income		17,919,136	10,367,131
Other service income		129,294,537	112,664,058
Application / Filing / Processing Fees		21,874,150	7,679,500
Inspection / Installation Fee		4,127,964	14,863,723
Fines and penalties		29,636,916	7,496,214
Collection of accounts receivable		1,172,209	10,949,334
Miscellaneous receivables / Cash collections		38,122,491	23,439,751
Cash bond / Performance bond / Bidder's bond		1,223,164,565	1,132,992,195
Guaranty deposits		-	4,600,506
Cash collection (For payment of employee's loans/GSIS, Pag-ibig, Philhealth, etc.)		482,976	621,047
Cash collection (For provident fund, Seu dues, etc)		-	95,107,035
Fund transfer to / From other branches / Office of the department manager (Region)		9,039,025	64,416,123
Fund transfer to home office		5,230,035,841	4,596,443,784
Total Cash Inflows		49,924,295,953	41,909,044,277
Cash Outflows			
Prize fund expenses		10,238,085,215	4,476,227,154
Maintenance and other operating expenses		1,749,750,629	1,395,691,842
Payments made to bureau of internal revenue		15,314,617,502	13,969,404,947
Charity fund expenses		5,753,924,379	6,146,842,791
Personal services expenses		977,273,782	1,114,486,481
Inventories - office supplies, thermal rolls and betslips, etc.		314,186,163	175,941,510
Payment of liabilities		1,886,650,550	1,875,609,663
Cash advance / Due from officers and employees		412,428,107	188,348,588
Payments made to GSIS, Pag-ibig, Philhealth, etc.		68,585,729	35,522,755
Prepayments		152,807,844	5,579,303
Refund of cash bond/ Performance bond/Bidder's bond		1,167,807,314	963,181,411
Payment of other liabilities		251,870,102	560,284,549
Fund transfer to / from other branches/ Office of the department manager (Region)		68,192,126	61,824,434
Fund transfer to home office		5,195,272,671	4,661,400,010
Total Cash Outflows		43,561,250,113	35,630,345,438
Net Cash Provided by/(Used in) Operating Activities		6,373,045,840	6,278,698,839
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash Inflows			
Maturity of investment in bond		200,000,000	-
Termination of investments		160,710,735	314,365,324
Reversal of acquired intangible asset		-	149,995,000
Disposal of assets		19,680	23,184
Total Cash Inflows		360,730,415	464,383,508
Cash Outflows			
Investment and other marketable securities		3,266,771,548	420,113,982
Other assets		-	2,662
Purchase of equipment		148,481,941	4,402,633
Purchase of IT equipment		55,025,478	251,925,526
Purchase of motor vehicle		83,415,929	19,500,000
Purchase of furniture and fixtures		2,157,410	1,036,716
Purchase of medical dental / hospital equipment		254,400,000	99,478,500
Purchase of other machinery and equipment		199,920,000	921,876
Purchase of communication equipment		-	27,800
Purchase of intangible asset		9,000,000	149,995,000
Construction of office building		6,656,630	11,082,202
Purchase of other property, plant and equipment		219,259	943,600
Leasehold improvement / Renovation		2,282,986	2,835,058
Total Cash Outflows		4,028,331,181	962,266,655
Net Cash Provided by/(Used in) Investing Activities		(3,667,600,766)	(497,882,047)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash Outflows			
Principal payment of finance lease		-	-
Payment of dividend		2,665,781,214	1,568,102,891
Total Cash Outflows		2,665,781,214	1,568,102,891
Net Cash Provided by/(Used in) Financing Activities		(2,665,781,214)	(1,568,102,891)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		39,663,860	4,212,713,901
CASH AND CASH EQUIVALENTS, JANUARY 1		20,342,765,415	16,130,051,514
CASH AND CASH EQUIVALENT, DECEMBER 31	6 P	20,382,429,275	P 20,342,765,415

The notes on pages 10 to 100 form part of these Financial Statements