


**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**


The Management of the Tourism Promotions Board (TPB) is responsible for the preparation and fair presentation of the financial statements, including the schedules attached therein, for the years ended December 31, 2021 and 2020, 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 TPB'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 TPB or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing the TPB's financial reporting process. The Board of Trustees reviews and approves the financial statements, including the schedules attached therein, and submits the same to stakeholders and other users.

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


MARIA ANTHONETTE C. VELASCO-ALLONES
Chief Operating Officer, Tourism Promotions Board
Date: 27 May 2022


MARLITO D. RODRIGUEZ
Department Manager III, Finance
Date: 27 May 2022


ASEC. HOWARD LANCE UYKING
Alternate Chairperson, Tourism Promotions Board
Date: 27 May 2022

TOURISM PROMOTIONS BOARD
STATEMENTS OF FINANCIAL POSITION

As at December 31, 2021 and 2020
(In Philippine Peso)

	Note	2021	2020 (As Restated)
ASSETS			
Current Assets			
Cash and cash equivalents	6	1,210,089,334	1,567,924,602
Other investments	7	13,550,918	5,181,871
Receivables - net	8	774,478,233	338,493,999
Inventories	9	30,642,382	71,320,387
Other current assets	10	23,196,591	14,481,181
Total Current Assets		2,051,957,458	1,997,402,040
Non-Current Assets			
Other investments	7	123,600	123,600
Property, plant and equipment - net	11	47,132,933	41,737,328
Intangible assets	12	6,467,658	2,748,275
Other non-current assets	13	877,585,277	877,585,277
Total Non-Current Assets		931,309,468	922,194,480
TOTAL ASSETS		2,983,266,926	2,919,596,520
LIABILITIES			
Current Liabilities			
Financial liabilities	14	189,338,616	251,958,737
Inter-agency payables	15	24,226,267	37,782,330
Trust liabilities	16	34,983,071	33,576,520
Other payables	17	20,955,656	7,259,136
Total Current Liabilities		269,503,610	330,576,723
Non-Current Liabilities			
Trust liabilities	16	877,585,277	877,585,277
Total Current Liabilities		877,585,277	877,585,277
TOTAL LIABILITIES		1,147,088,887	1,208,162,000
NET ASSETS (TOTAL ASSETS LESS TOTAL LIABILITIES)		1,836,178,039	1,711,434,520
NET ASSETS/EQUITY			
Accumulated surplus/(deficit)	31	1,585,052,368	1,460,386,043
Government equity	30	250,000,000	250,000,000
Unrealized gain from changes in the fair value of the financial instruments	29	1,125,671	1,048,477
TOTAL NET ASSETS/EQUITY		1,836,178,039	1,711,434,520

The notes on pages 11 to 48 form part of these financial statements.

TOURISM PROMOTIONS BOARD
STATEMENTS OF FINANCIAL PERFORMANCE
For the Years Ended December 31, 2021 and 2020
(In Philippine Peso)

	Note	2021	2020 (As Restated)
REVENUE			
Service and business income	18	9,957,329	6,692,461
TOTAL REVENUE		9,957,329	6,692,461
CURRENT OPERATING EXPENSES			
Personnel services	19	110,688,618	105,642,744
Maintenance and other operating expenses	20	435,885,277	567,985,318
Financial expenses	21	373,218	1,073,442
Non-cash expenses	22	12,872,798	22,815,770
TOTAL CURRENT OPERATING EXPENSES		559,819,911	697,517,274
SURPLUS/(DEFICIT) FROM CURRENT OPERATIONS		(549,862,582)	(690,824,813)
Other non-operating income	23	2,765,325	5,703
Gains	24	5,063,255	208
Losses	25	(2,212,300)	(4,065,219)
DEFICIT BEFORE SUBSIDY		(544,246,302)	(694,884,121)
Net assistance/subsidy	26	828,394,574	1,245,498,886
NET SURPLUS/(DEFICIT) FOR THE PERIOD		284,148,272	550,614,765

The notes on pages 11 to 48 form part of these financial statements.

TOURISM PROMOTIONS BOARD
STATEMENTS OF CHANGES IN NET ASSETS/EQUITY
For the Years Ended December 31, 2021 and 2020
(In Philippine Peso)

	Accumulated surplus Note 31	Government equity Note 30	Unrealized gain from changes in the fair value of the financial instruments Note 29	Total
BALANCE AT JANUARY 1, 2020	1,117,938,729	250,000,000	-	1,367,938,729
ADJUSTMENTS:				
Add/(Deduct):				
Change in accounting policies	-	-	-	-
Prior year's adjustments	181,736,696	-	-	181,736,696
Other adjustments	-	-	-	-
RESTATED BALANCE AT JANUARY 1, 2020	1,299,675,425	250,000,000	-	1,549,675,425
Changes in Net Assets/Equity for CY 2020				
Add/(Deduct):				
Surplus/(Deficit) for the period, as previously stated	615,921,049	-	-	615,921,049
Prior year's adjustments	(65,306,284)	-	-	(65,306,284)
Surplus/(Deficit) for the period, as restated	550,614,765	-	-	550,614,765
Other Adjustments	(389,904,147)	-	1,048,477	(388,855,670)
RESTATED BALANCE AT DECEMBER 31, 2020	1,460,386,043	250,000,000	1,048,477	1,711,434,520
Changes in Net Assets/Equity for CY 2021				
Add/(Deduct):				
Surplus/(Deficit) for the period	284,148,272	-	-	284,148,272
Other adjustments	(159,481,947)	-	77,194	(159,404,753)
BALANCE AT DECEMBER 31, 2021	1,585,052,368	250,000,000	1,125,671	1,836,178,039

The notes on pages 11 to 48 form part of these financial statements.

TOURISM PROMOTIONS BOARD
STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2021 and 2020
(In Philippine Peso)

	Note	2021	2020 (As Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash inflows			
Collection of revenue		2,463,976	3,028,018
Receipt of assistance/subsidy		828,394,574	1,245,498,886
Trust receipts		2,226,333	717,619
Other receipts		51,627,910	36,787,066
Total cash inflows		884,712,793	1,286,031,589
Adjustments		22,057,598	108,469,680
Adjustment Cash Inflows		906,770,391	1,394,501,269
Cash outflows			
Payment of expenses		279,857,370	254,024,636
Purchase of inventory		2,252,138	21,702,208
Grant of cash advance		5,014,165	5,729,556
Prepayments		9,416,454	6,897,772
Payment of accounts payable		236,220,205	394,819,563
Remittance of personnel benefit contributions and mandatory deductions		21,480,824	30,759,314
Release of inter-agency fund transfers		423,539,577	525,977,973
Other disbursements		116,259,945	102,195,668
Total cash outflows		1,094,040,678	1,342,106,690
Adjustments		159,481,947	389,904,147
Adjustment Cash Outflows		1,253,522,625	1,732,010,837
Net cash provided by (used in) operating activities		(346,752,234)	(337,509,568)
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash inflow			
Proceeds from sale/disposal of property, plant and equipment		84,701	36,350
Proceeds from matured investments		-	205,775,037
Total cash inflow		84,701	205,811,387
Cash outflow			
Purchase/construction of property, plant and equipment		10,074,675	3,904,990
Purchase of intangible assets		3,719,383	470,000
Total cash outflow		13,794,058	4,374,990
Net cash provided by (used in) investing activities		(13,709,357)	201,436,397
Net increase (decrease) in cash and cash equivalents		(360,461,591)	(136,073,171)
Effects of exchange rate changes on cash and cash equivalents		2,626,323	(3,936,823)
Cash and cash equivalents, January 1		1,567,924,602	1,707,934,596
Cash and cash equivalents, December 31	6	1,210,089,334	1,567,924,602

The notes on pages 11 to 48 form part of these financial statements.

TOURISM PROMOTIONS BOARD
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
For the Year Ended December 31, 2021
(In Philippine Peso)

	Budgeted Amount		Actual Amounts on Comparable Basis	Difference Final Budget vs. Actual
	Original	Final		
	Note 31			
RECEIPTS				
Service and business income	39,759,000	39,759,000	9,957,329	29,801,671
Assistance and subsidy	1,741,720,000	1,741,720,000	1,741,720,000	-
Other non-operating income	-	-	1,903	(1,903)
Others	-	-	51,627,910	(51,627,910)
Total receipts	1,781,479,000	1,781,479,000	1,803,307,142	(21,828,142)
PAYMENTS				
Personnel services	151,002,000	146,295,000	103,156,199	43,138,801
Maintenance and other operating expenses	1,595,152,000	1,578,725,000	618,834,472	959,890,528
Capital outlay	35,325,000	35,325,000	12,749,058	22,575,942
Total payments	1,781,479,000	1,760,345,000	734,739,729	1,025,605,271
NET RECEIPTS/(PAYMENTS)	-	21,134,000	1,068,567,413	(1,047,433,413)

The notes on pages 11 to 48 form part of these financial statements.