

January 14, 2023

Item No.: 03
Date: 07 MAR 2023

BANGGUNIANG PANKALAWIGAN
CAPOOCAN
MAYOR
Divine 2/20/23
PROVINCIAL OFFICE
PROVINCE OF LEYTE

Hon. LEONARDO M. JAVIER JR.
Provincial Vice-Governor
Leyte, Province

Dear Vice- Governor. Javier Jr.:

In response to the notice of Vice Mayor Carolino for call for accreditation, kindly be informed that **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE (LEDOTRANSCO)** office address of **ZONE IV B LEMON, CAPOOCAN, LEYTE.**

Would Like to Seek Accreditation by The Sangguniang Bayan of Capoocan, Leyte.

In support of this application are the following administrative requirements:

1. Duly accomplished Application form for Accreditation;
2. Duly approved board resolution signifying intention for accreditation for the purpose of representation in the local special body;
3. Certificate of registration issued by the [SEC, CDA, DOLE, DHSUD/HLURB] or existing valid Certificate of Accreditation Issued by the CDA or certification issued by the NCIP;
4. List Of Current Officers;
5. Cy 2021 Minutes of The Annual Meeting;
6. Cy 2021 Annual Accomplishment Report; And
7. Cy 2021 Financial Statements

Thankyou.

Sincerely,

EDMUND D. CERO

Printed Name and Signature

Position: CHAIRMAN

APPLICATION FORM FOR ACCREDITATION

NAME OF ORGANIZATION: LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE (LEDOTRANSCO)

ADDRESS: ZONE IV B, LEMON, CAPOOCAN, LEYTE

CONTACT NO. 09175590677 EMAIL ADDRESS: LEDOTRANSCO@GMAIL.COM

DATE ORGANIZED: JANUARY 08, 2018

Sector/s represented:

- FISHERFOLK
- FARMERS
- LANDLESS RURAL WORK
- URBAN POOR
- INDIGENEOUS PEOPLE
- FORMAL LABOR AND MIGRANT WORKERS
- WORKERS IN THE NORMAL SECTOR
- WOMEN
- YOUTH AND STUDENTS
- SENIOR CITIZENS
- PERSONS WITH DISSABILITIES
- COOPERATIVES
- NON- GOVERNMENT ORGANIZATIONS
- OTHER PEOPLE'S ORGANIZATIONS: _____

PURPOSES/ OBJECTIVES: SERVICE TO THE COMMUNITY

SERVICES THAT THE ORGANIZATION PROVIDES OR CAN PARTICIPATE IN: TRANSPORT SERVICE

REGISTERING AGENCY:

DATE REGISTERED: JANUARY 08, 2018

- SECURITIES AND EXCHANGE COMMISSION (SEC)
- COOPERATIVE DEVELOPMENT AUTHORITY (CDA)
- DEPARTMENT OF LABOR AND EMPLOYMENT (DOLE)
- DEPARTMENT OF HUMAN SETTLEMENTS AND URBAN DEVELOPMENTS (DHSUD), FORMERLY THE HOUSING AND LAND USE REGULATORY BOARD (HLURB)
- NATIONAL COMMISSION ON INDIGENOUS PEOPLES (NCIP)

ACCREDITING AGENCY:

- COMMISSION ON POPULATION AND DEVELOPMENT (POPCOM)
- DEPARTMENT OF AGRICULTURE (DA)
- DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH)
- DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT (DSWD)
- DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT (DILG)
- DEPARTMENT OF LABOR AND EMPLOYMENT (DOLE)

- NATIONAL COMMISSION FOR CULTURE AND THE ARTS (NCCA)
- PRESIDENTIAL COMMISSION FOR THE URBAN POOR (PCUP)
- PHILIPPINE DRUG ENFORCEMENT AGENCY (PDEA)
- OTHERS (specify): CDA, DOTR, OTC, LTFRB, LTO

ORGANIZATIONAL LEVEL:

- BARANGAY- LEVEL, COVERAGE

REGION VIII

- CHAPTER

- AFFILIATE OF A LARGER ORGANIZATION (IDENTIFY ORGANIZATION):

N/A

- OTHERS (specify):

Projects implemented in the [PROVINCE/CITY/MUHNICIPALITY] OF [NAME OF LGU]

Year	Project	Cost	Financing Source / Scheme	Beneficiaries	Status	
					completed	ongoing
N/A	N/A	N/A	N/A	N/A		

DEPENDING ON YOUR ORGANIZATION'S TECHNICAL AREA OF EXPERTIES AND SCOPE OF ACTIVITY, WHICH LOCAL SPECIAL BODY ARE YOU MOST CAPABLE TO BE A MEMBER OF?

- LOCAL DEVELOPMENT COUNCIL
- LOCAL HEALTH BOARD
- LOCAL SCHOOL BOARD
- LOCAL PEACE AND ORDER COUNCIL

WE HEREBY CERTIFY TO THE CORRECTNESS OF THE ABOVE INFORMATION.


EDMUND D. CERO
 CHAIRMAN


LIZA TABLATE
 SECRETARY


ROGELIO NAVAL
MANAGER

16 FEB 2023

SUBSCRIBE AND SWORN TO before me this _____ day of _____, 202_ in TACLOBAN CITY,
affiant exhibiting to me his/her _____ with valid identification no. _____ issued on
_____ at _____.

Doc no. 407
Page no. 83
Book no. XXVII
Series of 2023



ATTY. EDWIN B. JOMADIO
Notary Public
Notarial Com. No. 2023-01-02
Until December 31, 2024
PTR No. 8329738/01-04-2023/Tacloban City
IBP NO. 188197/12-14-2022/Tacloban City
ROA 39792; TIN 136-321-877
TACLOBAN CITY



Republic of the Philippines
Department of Transportation
OFFICE OF TRANSPORTATION COOPERATIVES
5th Flr., Ben-Lor Building, 1184 Quezon Avenue,
Brgy. Paligsahan, Quezon City 1103

Accreditation No. 2018 – 093

This

Certificate of Accreditation

is being issued to


**Lemon Drivers and Operators Transport Cooperative
(LEDOTRANSCO)**

Zone IV-B, Brgy. Lemon, Capocan, Leyte

This Office hereby approves the application of aforementioned transport cooperative for accreditation pursuant to the decision made by the OTC Board during its meeting held on 27 September 2018 after having satisfactory complied with the requirements under and in accordance with the provisions of Executive Order No. 898, Republic Act 9520 and its revised implementing rules and regulations of 2015 and CDA-OTC Joint Implementing Guidelines on the Organization and Registration of Public Transport Cooperatives and is hereby issued this Certificate of Accreditation.

As such, the above-named Cooperative shall be entitled to all assistance, rights and privileges extended to all transport cooperatives by DOTr-OTC falling under their jurisdiction pursuant to Executive Order No. 898.

In testimony whereof, I have hereunto set my hand and affixed the OTC seal this 27th day of September 2018 at Quezon City.


MEDEL H. AFALLA
Officer-in-Charge
Office of the Chairperson





REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF TRANSPORTATION
OFFICE OF TRANSPORTATION COOPERATIVES

25 November 2021

THE BOARD OF DIRECTORS
Lemon Drivers and Operators Transport Cooperative
Zone Iv-B, Brgy. Lemon, Capocan, Leyte

GENTLEMEN:

Please be informed that your compliance for Full Accreditation with this Office was presented to the OTC Board in its meeting held on 25 November 2021. After thorough discussion and its implication to the PUV Modernization Program and Omnibus Franchising Guidelines, the OTC Board granted *Full Accreditation* to your cooperative.

In this regard, your cooperative is entitled to all assistance, rights and privileges extended to all transport cooperatives by DOTr-OTC falling under their jurisdiction and mandate.

Very truly yours,


ENGR. EUGENE M. PABUALAN
Officer-in-Charge
Office of the Chairperson

OD: POAS/CSG/CBM/JSA



OFFICE OF THE PRESIDENT
COOPERATIVE DEVELOPMENT AUTHORITY

Registration No: 9520-108000000041621

CERTIFICATE OF REGISTRATION

TO ALL WHOM THESE PRESENTS MAY COME, GREETINGS:

This is to certify that

**Lemon Drivers and Operators Transport Cooperative
(LEDOTRANSCO)**

Name of Coop

80201841621

CIN

with address at zone IV-B, Brgy. Lemon, Capooacan, Leyte. has presented and filed with the Authority its Articles of Cooperation and By-laws duly signed and acknowledged for its organization in accordance with the provisions of Republic Act 9520. This certifies further that the said Articles of Cooperation and By-laws have complied with the provisions of the said Republic Act 9520 and its Implementing Rules and Regulations.

By virtue of the powers and duties vested upon me by law, the above named cooperative is hereby registered with the Cooperative Development Authority and shall continue to enjoy the rights and privileges in accordance with Republic Act 9520 and all other laws appurtenant thereto unless this Certificate is suspended or cancelled for cause.

Given in Quezon City, Philippines, this 8th day of January, 2018.




ORLANDO R. RAVANERA, CSEE, CEO VI
Chairman 

**LIST OF CURRENT OFFICERS OF THE
LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE (LEDOTRANSCO)**

As of
NOVEMBER 26, 2022

NAME	POSITION
EDMUND CERO	PRESIDENT
SAMUEL, BACTOL	VICE PRESIDENT
LIZA, TABLATE	SECRETARY
IDA MERILYN, KELLY	TREASURER
RENE, YAON	AUDITOR
NECIA, NEDRUDA	HEAD, HEALTH COMMITTEE
SAMUEL, BACTOL	HEAD, EDUCATION COMMITTEE
ROBERTO, BERSALES	HEAD, ENVIRONMENT COMMITTEE
CEDRICK, LACSAMANA	HEAD, INFRASTRUCTURE AND SAFETY COMMITTEE
	MEMBER

LEMON DRIVERS AN OPERATOR'S TRANSPORT COOPERATIVE (LEDOTRANSCO)

Activity: _____ N/A _____
Participant: _____
Date And Time: _____
Expectations For the Activity: _____
General Objective: _____
Specific Objectives:
• _____
• _____

AGENDA:

1. AGENDA 1
2. AGENDA 2
3. AGENDA 3
4. AGENDA 4

Prepared by:



LIZA TABLATE
SECRETARY-GENERAL


Noted by:


EDMUND D. CERO
CHAIRPERSON

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE (LEDOTRANSCO)

<u>Name Of Program/Project/ Activity/</u>	<u>OBJECTIVE/S</u>	<u>DURATION/DATE</u>	<u>STATUS</u>		<u>BUDGET</u>	<u>REMARKS</u>
			<u>Completed</u>	<u>Ongoing</u>		
N/A	N/A	N/A	N/A	N/A	N/A	N/A

PREPARED BY:

LIZA TABLATE
 SECRETARY- GENERAL

NOTED BY:

EDMUND D. CERO
 CHAIRMAN

Lemon Drivers And Operators Transport Cooperative (EDOTRANSCO)

FINANCIAL STATEMENT CY 2021

INFLOW (Income)		
Source	AMOUNT	REMARKS
Donor 1	NONE	NONE
Donor 2	NONE	NONE
Monthly dues/ membership Fees	300	56,700
Income generating project 1	500	3,877
Income generating project 2	NONE	NONE
Total	800	NONE
OUTFLOW (EXPENSES)		
PARTICULARS	AMOUNT	REMARKS
PROJECT 1(GARAGE)		
PROJECT 2	NONE	NONE
Meeting Expenses	578	578
Office Supplies	29,845	29,845
Logistics/ Transportation	57,126	57,126
Administrative And Personnel	138, 513	138,513
TOTAL	226,062	226,062
TOTAL FUND BALANCE (total inflow- total outflow)	226,862	226, 862

Noted by:



EDMUND D. CERO
CHAIRMAN



SAMUEL BACTOL
VICE CHAIRMAN



LIZA TABLATE
SECRETARY- GENERAL



IDA MERILYN C. KELLY
TREASURER



DIOSCORO LIGUTAN
AUDITOR

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE

COOPERATIVE DEVELOPMENT AUTHORITY REGISTRATION NO. 9520-
1080000000041621

ZONE IV-B BARANGAY LEMON, CAPOOCAN, LEYTE, PHILIPPINES

AUDITED FINANCIAL STATEMENTS

FOR YEARS ENDED DECEMBER 31, 2021 AND 2020

DEPARTMENTS REQUIRING THIS DOCUMENT:

- A) BUREAU OF INTERNAL REVENUE
- B) COOPERATIVE DEVELOPMENT AUTHORITY

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M.J. ABAO
Accounting and Auditing Services

MARK JOSEPH U. ABAO

Certified Public Accountant

2nd Floor Cadelina Building, Rizal Street, Ormoc City, Leyte

Mobile No.: 0995-493-3428

Email address: markjosephabao@yahoo.com

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT
TO ACCOMPANY INCOME TAX RETURN**

**TO THE GENERAL ASSEMBLY
THRU THE BOARD OF DIRECTORS
LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
Zone IV-B, Barangay Lemon, Capocan, Leyte, Philippines**

I have audited the financial statements of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** for the calendar year ended December 31, 2021, on which I have rendered the attached report dated February 08, 2022.

In compliance with Section 8-A, Revenue Regulations V-20, I am stating the following:

1. That the taxes paid or accrued by the above taxpayer for the year ended December 31, 2021 is shown in the notes to financial statements.
2. That I am not related by consanguinity or affinity to the management and members of the Board of Directors;
3. That I, as the External Auditor of M.J. Abao Accounting and Auditing Services, or my staff, have no financial interest to the cooperative or any family relationships with its management.


MARK JOSEPH U. ABAO, CPA

License No.: 164613 valid until August 13, 2024

Tax Identification Number (TIN): 466-184-869-000

BIR AN: 14-000047-1-2020 valid until November 15, 2023

BOA Accreditation No.: 9048 valid until August 13, 2023

CDA Accreditation No.: 1573 valid until January 24, 2024

PTR No.: 7053769; January 4, 2022; Ormoc City, Leyte, Philippines

February 08, 2022

Ormoc City, Leyte, Philippines

CERTIFICATE OF TAXPAYER COMPLIANCE

I have examined the financial statements of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** for the year ended December 31, 2021 on which I have rendered an independent auditor's report dated February 08, 2022.

In compliance with Revenue Regulations No. 3-90, I have also examined the following tax returns of the cooperative:

- A. Annual income tax return for the taxable year.

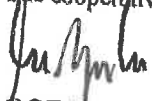
This tax return is the responsibility of the management of the **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE**. My responsibility is to express an opinion on this tax return based on my examination.

My examination of the above-mentioned return was made in accordance with the standards as defined in Statements of Auditing Standards of the Philippines (SASP) No. 11 which require that I plan and perform my examination to obtain reasonable assurance that the tax returns are free of material misstatement. My examination includes examining, on a test basis, evidence supporting the amounts in the tax return.

In my opinion, with regard to the income tax return mentioned above of the **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE**, nothing came to my attention that caused me to believe that the items of income, deductions and exemptions reflected in the Cooperative's annual income tax return are not substantially in accordance with existing provisions of the National Internal Revenue Code, rules and regulations.

Furthermore, in compliance with Revenue Regulations No. V-20 and the Bookkeeping Regulations, I am stating the following:

1. The Cooperative is exempted from percentage and income tax.
2. I am not related by consanguinity or affinity within the third civil degree of relationship to the principal officers of the cooperative.
3. The cooperative has no pending outstanding tax assessments.


MARK JOSEPH U. ABAO, CPA

License No.: 164613 valid until August 13, 2024

Tax Identification Number (TIN): 466-184-869-000

BIR AN: 14-000047-1-2020 valid until November 15, 2023

BOA Accreditation No.: 9048 valid until August 13, 2023

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February 08, 2022

Ormoc City, Leyte, Philippines

STATEMENT OF REPRESENTATION

TO THE COOPERATIVE DEVELOPMENT AUTHORITY:

In connection with my examination of the financial statements of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** for the year ended December 31, 2021, which are to be submitted to the Cooperative Development Authority, I hereby represent the following:

1. That I am in the active practice of the accounting profession and duly registered with the Board of Accountancy (BOA);
2. That said financial statements are presented in conformity with Philippine Financial Reporting Framework for Cooperatives in all cases where I shall express an unqualified opinion; except that in case of any departure from such principles, I shall indicate the nature of departure, the effects thereof, and the reasons why compliance with the principles would result in a misleading statement, if such is a fact;
3. That I shall fully meet the requirements of independence as provided under the Code of Professional Ethics for CPAs;
4. That in the conduct of the audit, I shall comply with the Philippine Standards on Auditing promulgated by the Auditing Standards and Assurance Council (AASC) of the Philippines; in case of any departure from such standards or any limitation in the scope of my examination, I shall indicate the nature of the departure and the extent of the limitation, the reasons therefore, and the effects thereof on the expression of my opinion or which may necessitate the negation of the expression of an opinion;
5. That I shall comply with applicable rules and regulations of the Cooperative Development Authority in the preparation and submission of financial statements; and
6. That relative to the expression of my opinion on the said financial statements, I shall not commit any act discreditable to the profession as provided under the Code of Professional Ethics for CPAs.

As a CPA engaged in public practice, I make these representations in my individual capacity.



MARK JOSEPH U. ABAO, CPA

License No.: 164613 valid until August 13, 2024

Tax Identification Number (TIN): 466-184-869-000

BIR AN: 14-000047-1-2020 valid until November 15, 2023

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PTR No.: 7053769; January 4, 2022; Ormoc City, Leyte, Philippines

February 08, 2022
Ormoc City, Leyte, Philippines


**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR ANNUAL INCOME TAX RETURN**

The Management of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** is responsible for all information and representations contained in the **Annual Income Tax Return** for the year ended **December 31, 2021**. Management is likewise responsible for all information and representations contained in the financial statements accompanying the **Annual Income Tax Return** (or **Annual Information Return**) covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any and all other tax returns.

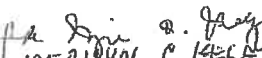
In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2021 and the accompanying **Annual Income Tax Return** are in accordance with the books and records of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** complete and correct in all material respects. Management likewise affirms that:

- a) the **Annual Income Tax Return** has been prepared in accordance with the provisions of the **National Internal Revenue Code**, as amended, and pertinent tax regulations and other issuances of the **Department of Finance** and the **Bureau of Internal Revenue**;
- b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the company's books and records in accordance with the requirements of **Revenue Regulations No. 8-2007** and other relevant issuances;
- c) the **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** has filed all applicable tax returns, reports and statements required to be filed under **Philippine tax laws** for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.


Signature over printed name:


Edmund D. Cerio
Chairman of the Board

Signature over printed name:


Ma. Liza R. Lopez
Treasurer

Signature over printed name:


EPHANIO D. LLURAGA
General Manager

Signed this 08th day of February, 2022.

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


The management of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** 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 misstatement, whether due to fraud or error.

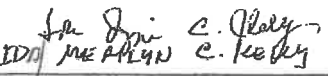
In preparing the financial statements, management is responsible for assessing the Cooperative's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Cooperative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

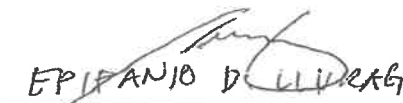
The Board of Directors is responsible for overseeing the Cooperative's financial reporting process.

The Board of Directors reviews and approves the financial statements including the schedules attached therein, and submits the same to the general assembly.

MARK JOSEPH U. ABAO, the independent auditor appointed by the general assembly for the year 2021, has audited the financial statements of the cooperative in accordance with Philippine Standards on Auditing and the Standard Audit System for Cooperatives and in its report to the general assembly, has expressed its opinion on the fairness of presentation upon completion of such audit.

Signature over printed name: 
Edmundo D. Cerro
Chairman of the Board

Signature over printed name: 
Edna M. Allyn C. Kerby
Treasurer

Signature over printed name: 
Epifanio D. Ullera
General Manager

Signed this 08th day of February, 2022.

INDEPENDENT AUDITOR'S REPORT

The Board of Directors and Members
LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
Zone IV-B, Barangay Lemon, Capocan, Leyte, Philippines

Opinion

I have audited the financial statements of **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE**, which comprise the statements of financial condition as at December 31, 2021 and 2020, and the statements of operations, statements of changes in equity and statements of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial condition of the **LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE** as at December 31, 2021 and 2020, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Framework for Cooperatives.

Basis for Opinion

I have conducted my audit in accordance with Philippine Standards on Auditing (PSAs) and the Standard Audit System for Cooperative (SASC). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Cooperative in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to my audit of the financial statements in the Philippines, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Philippine Financial Reporting Framework for Cooperatives and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Cooperative'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 Cooperative or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Cooperative's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Cooperative's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Cooperative's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate to modify my opinion, my conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Cooperative to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on the Supplementary Information Required under Revenue Regulations 15-2010

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on taxes and licenses fees on the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of management. The information has been subjected to the auditing procedures applied in my audit of the basic financial statements. In my opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



MARK JOSEPH U. ABAO, CPA

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February 08, 2022
Ormoc City, Leyte, Philippines

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
 Zone IV-B, Barangay Lemon, Capocan, Leyte, Philippines

STATEMENTS OF FINANCIAL CONDITION
 As of December 31, 2021 and 2020
 (Amounts in Philippine Pesos)

	Notes	2021	2020
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents			
Loans and Receivables (Net)	5	820,435	919,054
Other Current Assets	6	105,115	115
Total Current Assets	7	2,974	-
		928,524	919,169
NON-CURRENT ASSETS			
Property, Plant and Equipment (net)	8	203,961	208,211
Other Non-Current Assets	9	70,000	70,000
Total Non-Current Assets		273,961	278,211
TOTAL ASSETS		1,202,485	1,197,379
LIABILITIES AND EQUITY			
LIABILITIES			
Current Liabilities			
Other Current Liabilities			
Accounts Payable- Non Trade	10	260,490	208,200
Interest on Share Capital Payable	11	611,654	416,291
Patronage Refund Payable	12	2,585	2,585
Total Current Liabilities	13	2,585	2,585
TOTAL LIABILITIES		877,314	629,662
		877,314	629,662
EQUITY			
Share Capital	14	472,280	646,480
Statutory Funds:			
Reserve Fund			
Cooperative Education and Training Fund	15	(151,256)	(82,210)
Community Development Fund	15	1,724	1,724
Optional Fund	15	517	517
Total Statutory Funds	15	1,206	1,206
		(147,809)	(78,763)
TOTAL EQUITY		325,171	567,717
TOTAL LIABILITIES AND EQUITY		1,202,485	1,197,379

See Accompanying Notes to Financial Statements.

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
 Zone IV-B, Barangay Lemon, Capoocan, Leyte, Philippines

STATEMENTS OF OPERATIONS

For the years ended December 31, 2021 and 2020

(Amounts in Philippine Pesos)

	Notes	2021	2020
REVENUE FROM BUSINESS OPERATIONS:			
Membership Fee			
Other Income		3,877	70,000
TOTAL INCOME	16	65,590	80,657
LESS OPERATING EXPENSES			
Administrative Cost			
TOTAL OPERATING EXPENSES	17	138,513	241,485
NET SURPLUS		(69,046)	(90,828)
DISTRIBUTED AS FOLLOWS:			
Reserve Fund (50%)		(69,046)	(90,828)
Cooperative Education and Training Fund (10%)		-	-
Community Development Fund (3%)		-	-
Optional Fund (7%)		-	-
Interest on Share Capital		-	-
Patronage Refund		-	-
NET SURPLUS AS DISTRIBUTED		(69,046)	(90,828)

See Accompanying Notes to Financial Statements

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
 Zone IV-B, Barangay Lemon, Capoocan, Leyte, Philippines

STATEMENTS OF CHANGES IN EQUITY
 For the years ended December 31, 2021 and 2020
 (Amounts in Philippine Pesos)

	Notes	2021	2020
SHARE CAPITAL			
Authorized 4,992 common shares at Php 100 par value			
Balance at beginning of year			
Add: Receipts from Payment of Subscription		646,480	670,800
Total		9,900	-
Adjustments/ Withdrawals		656,380	670,800
Balance at end of year	14	(183,400)	(24,320)
		472,980	646,480
STATUTORY FUNDS			
Reserve Fund			
Balance at beginning of year			
Add: Allocation from Net Surplus		(82,210)	8,618
Total		(69,046)	(90,828)
Expenditures/adjustments		(151,256)	(82,210)
Balance at end of year	15	-	-
		(151,256)	(82,210)
Cooperative Education and Training Fund			
Balance at beginning of year			
Add: Allocation from Net Surplus		1,724	1,724
Total		-	-
Expenditures/adjustments		1,724	1,724
Balance at end of year	15	-	-
		1,724	1,724
Community Development Fund			
Balance at beginning of year			
Add: Allocation from Net Surplus		517	517
Total		-	-
Expenditures/ adjustments		517	517
Balance at end of year	15	-	-
		517	517
Optional Fund			
Balance at beginning of year			
Add: Allocation from Net Surplus		1,206	1,206
Total		-	-
Expenditures/ adjustments		1,206	1,206
Balance at end of year	15	-	-
		1,206	1,206
TOTAL STATUTORY FUNDS		(147,809)	(78,763)
TOTAL EQUITY		325,171	567,717

See Accompanying Notes to Financial Statements.

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
 Zone IV-B, Barangay Lemon, Capoocan, Leyte, Philippines

STATEMENTS OF CASH FLOWS
 For the years ended December 31, 2021 and 2020
 (Amounts in Philippine Pesos)

	Notes	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Surplus			
Adjustments to reconcile net surplus to net cash provided by operating activities		(69,046)	(90,828)
Depreciation	8	4,249	4,249
<i>Operating Income before Working Capital Changes</i>			
Changes in Assets			
(Increase) Decrease in:			
Loans and Receivables	6	(105,000)	-
Other Non-Current Assets	7	(2,974)	-
Changes in Liabilities			
Increase (Decrease) in:			
Other Current Liabilities	10	52,290	(30,800)
Accounts Payable- Non Trade	11	195,363	59,099
Payment of Interest on Share Capital		-	-
Payment of Patronage Refund		-	-
Net cash provided by (used in) operating activities		74,882	(58,279)
CASH FLOWS FROM INVESTING ACTIVITIES			
Increase of Leaschold Improvement		-	-
Net cash provided by (used in) investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Net Changes in Share Capital	14	(173,500)	(24,320)
Utilizations of Statutory Funds		-	-
Net cash provided by (used in) financing activities		(173,500)	(24,320)
NET INCREASE IN CASH AND CASH EQUIVALENTS		919,053	1,001,653
ADD: CASH AND CASH EQUIVALENTS, JANUARY 1			
CASH AND CASH EQUIVALENTS, DECEMBER 31		820,435	919,054

See Accompanying Notes to Financial Statements

LEMON DRIVERS AND OPERATORS TRANSPORT COOPERATIVE
Zone IV-B, Barangay Lemon, Capocan, Leyte, Philippines

NOTES TO FINANCIAL STATEMENTS
As of December 31, 2021
(Amounts in Philippine Pesos)

1. GENERAL INFORMATION

The Lemon Drivers and Operators Transport Cooperative (LEDOTRANSCO) referred hereinafter as "Cooperative" was registered as a cooperative pursuant to the provisions of R.A. 9520 per Registration No. 9520-108000000041621 and registered with the Bureau of Internal Revenue on January 08, 2018. The cooperative was issued Certificate of Registration No. 9520-108000000041621 and CIN 80201841621.

The Cooperative's principal office is located at Zone IV-B, Barangay Lemon, Capocan Leyte, Philippines.

The Cooperative was created for the purpose of helping the quality of life of its members and thereby contribute to inclusive growth, enterprise development and employment by way of providing credit facilities to its members. The success of the cooperative can be traced from the commitment of its officers and cooperation of its active members who belong to the basic sector and low income group.

The members of the cooperative have rights to the properties which is in proportion to their respective shares in the cooperative. Each share shall earn only limited interest, the maximum rates of which are fixed from time to time by the cooperative regulating agency, the Cooperative Development Authority and the Constitution of the Philippines, all embodied in the Republic Act 9520 or the Cooperative Code of the Philippines.

The financial statements of the cooperative as of December 31, 2021, were authorized for issue by its board of directors on February 08, 2022.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

To facilitate the understanding of the financial statements, the more significant accounting policies and practices of the Cooperative are summarized as follows:

2.1 Basis of Preparation of Financial Statements

The Cooperative's financial statements have been prepared on a historical cost basis in accordance with the Philippine Financial Reporting Framework for Cooperatives.

2.1.1 Functional Currency

Items included in the financial statements of the cooperative are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to the Cooperative. The financial statements are presented in Philippine Peso which is the Cooperative's functional and presentation currency, and all values are rounded to the nearest peso except when otherwise indicated.

2.2 Statement of Compliance

The financial statements were prepared in accordance with the Philippine Financial Reporting Framework For Cooperatives, which became effective for annual reporting periods beginning on or before January 1, 2016, and in adherence to the cooperative laws, issued policies, rules and regulations and cooperative principles and practices whenever applicable.

2.3 Summary of Significant Accounting Policies

Cash and Cash Equivalents

Cash includes cash on hand and in banks. Cash equivalents are short-term, highly liquid investments that are held to meet cash commitments rather than for investment or other purposes. An investment qualifies as a cash equivalent only when it has a short maturity of, say, three months from date of acquisition.

Financial Assets

Financial assets are recognized in the Cooperative's financial statements when the Cooperative becomes a party to the contractual provisions of the instrument. Transaction costs are included in the initial measurement of all financial assets.

The Cooperative derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire; or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Cooperative neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Cooperative recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. The Cooperative's financial assets include cash, trade and other receivables, financial assets at fair value through profit or loss, financial assets at fair value through equity and financial assets at cost, and financial assets at amortized cost.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The carrying amount of the asset shall be reduced either directly or through the use of an allowance account. The amount of the loss shall be recognized in profit or loss.

Loans receivable are classified as current and non-current or past due accounts. These are further sub-classified as regular loan receivable and special loan receivable. Interest income on these loans are recognized when earned and collected.

Accounts receivables of Consumer Services Department are classified as current assets. They are subsequently measured at cost less allowance for probable losses.

Accounts Receivable - non trade refers to receivables other than trade receivables. They are measured at cost less impairment.

Allowance for probable losses

Allowance for probable losses is maintained at a level considered adequate to provide for potential losses on loans and other resources. The allowance is increased by provision charged to operations and reduced by net write-offs and reversals. The level of allowance is set up at the higher of the amount determined based on management's evaluation of potential losses after consideration of prevailing and anticipated economic conditions, and the required allowance by the Cooperative Development Authority based on its Portfolio-at-risk.

Other Current Assets

Other Current assets consist of prepaid expenses, advances to officers and employees, unused supplies, assets acquired in settlement of loans and the like. Prepaid expenses are payments made in advance. Advances to officers and employees are duly approved cash advances for official business to officers, employees and members subject to liquidation in accordance with the policy of the cooperative. Unused supplies refers to cost of supplies on hand. Assets acquired in settlement of loans refers to assets acquired in settlement of loans and receivables through foreclosure. They are all measured at cost less impairment.

Property, Plant and Equipment

Property, plant and equipment are carried at cost less accumulated depreciation, amortization and impairment in value.

Expenditures incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are normally charged to income in the period the costs are incurred. In situations where it can be clearly demonstrated that the expenditures have resulted in an increase in the future economic benefits expected to be obtained from the use of an item of property, plant and equipment beyond its originally assessed standard of performance, the expenditures are capitalized as additional costs of property, plant and equipment.

When assets are retired or otherwise disposed of, the cost and the related accumulated depreciation, amortization and impairment loss, if any, are removed from the accounts and any resulting gain or loss is credited or charged to current operations.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets which range from 1-50 years.

Fully depreciated assets are retained in the accounts until they are disposed, and no further charge for depreciation is made in respect to those assets. Any gain resulting from their disposal is included in the statement of operations for the period.

Impairment of Nonfinancial Assets

Impairment of Property, Plant and Equipment

Property, plant and equipment are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If any such indication exists and where the carrying amount of an asset exceeds its recoverable amount, the asset or cash-generating unit is written down to its recoverable amount. The estimated recoverable amount is the higher of an asset's net selling price and value in use. The net selling price is the amount obtainable from the sale of an asset in an arm's length transaction less the costs of disposals while value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. Impairment losses are recognized in the statements of operations.

Recovery and impairment losses recognized in prior years are recorded when there is indication that the impairment losses recognized for the asset no longer exist or have decreased. The recovery is recorded in the consolidated statements of operations. However, the increased carrying amount of an asset due to a recovery of an impairment loss is recognized to the extent that it does not exceed the carrying amount that would have been determined (net of depletion, depreciation and amortization) had no impairment loss been recognized for the asset in prior years.

Financial Liabilities

Financial liabilities are recognized in the Cooperative's financial statements when the Cooperative becomes a party to the contractual provisions of the instrument. Transaction costs are included in the initial measurement of all financial liabilities.

Financial liabilities are derecognized by the Cooperative when the obligation under the liability is discharged, cancelled, or expired.

Accruals

Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts due to employees and cooperative members.

Interest on Share Capital Payable

Interest on Share Capital Payable is the liability of the cooperative to its members for interest on share capital, which can be determined only at the end of every reporting period.

Patronage Refund Payable

Patronage Refund Payable is the liability of the cooperative to its members-patrons for patronage refund, which can be determined only at the end of every accounting period.

Statutory Funds

Statutory Funds are mandated by Sections 86 and 87 of the RA 9520, otherwise known as the Cooperative Code of the Philippines, to be set up by the Cooperative. They are as follows:

- a. Reserve Fund;
- b. Education and Training Fund;
- c. Optional Fund;
- d. Community Development Fund

Share Capital

Share capital include common as well as preferred shares. They are classified as Equity and are carried at cost, which is deemed as the fair value of these shares.

Revenue Recognition

To safeguard the interest of the cooperative, revenue recognition is as follows:

Interest income, penalties and income from other sources - It is recognized as the income is earned and collected.

Service and membership fees - It is recognized when the loans are granted and corresponding charges were deducted from loan proceeds and when members are accepted as such in the Cooperative and paid such fees.

Sales - It is recognized as the income is earned. Accounts Receivable is set up for collection.

Revenues from Service Operations - It is recognized when income is earned and collected from its members/non-member patrons.

Cost and Expenses

Cost and expenses, not directly attributable to capitalizable assets or projects, are recognized and charged to operations as incurred.

Leases

Cooperative as Lessee

Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Operating lease payments are recognized as an expense in the statement of operations on a straight-line basis over the lease term or based on the payment terms of the lease contracts when the total contract price is undeterminable or rental fee is subject to variable factor such as percentage of revenue.

Events after Balance Sheet Date

The Company identifies subsequent events as events that occurred after the balance sheet date but before the date when the financial statements were authorized for issue. Any subsequent events that provide additional information about the Cooperative's financial position at the balance sheet date are reflected in the financial statements. Non-adjusting subsequent events are disclosed in the notes to the financial statements when material.

3. MANAGEMENT'S SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

3.1 Judgments

The preparation of the Cooperative's financial statements in conformity with Philippine Financial Reporting Framework For Cooperatives requires management to make estimates and assumptions that affect the amounts reported in the Cooperative's financial statements and accompanying notes. The estimates and assumptions used in the Cooperative's financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of the Cooperative's financial statements. Actual results could differ from such estimates, judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.2 Estimates

In the application of the Cooperative's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following represents a summary of the significant estimates and judgments and related impact and associated risks in the Cooperative's financial statements.

Estimated Useful Lives of Property, Plant and Equipment

The Cooperative estimates the useful lives of property, plant and equipment based on the period over which the property, plant and equipment are expected to be available for use. The estimated useful lives of the property, plant and equipment are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the property, plant and equipment. In addition, the estimation of the useful lives of property, plant and equipment is based on the collective assessment of industry practice, internal technical evaluation and experience with similar assets. It is possible, however, that future financial performance could be materially affected by changes in the estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances.

A reduction in the estimated useful lives of the property, plant and equipment would increase the recorded expenses and decrease the noncurrent assets.

Depreciation is computed on a straight-line method over the estimated useful lives of the assets as follows:

Leushold Improvements	-50 years
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The foregoing estimated useful lives and depreciation method are reviewed from time to time to ensure that these are consistent with the expected economic benefits of the property, plant and equipment.

Impairment of Non-financial Assets

The Cooperative is required to perform an impairment review when certain impairment indicators are present. Purchase accounting requires extensive use of accounting estimates and judgment to allocate the purchase price to the fair market values of the assets and liabilities.

Determining the fair value of property, plant and equipment, which require the determination of future cash flows expected to be generated from the continued use and ultimate disposition of such assets, requires the Cooperative to make estimates and assumptions that can materially affect the financial statements. Future events could cause the Cooperative to conclude that property, plant and equipment and other long-lived assets are impaired. Any resulting impairment loss could have a material adverse impact on the Cooperative's financial condition and results of operations.

The preparation of the estimated future cash flows involves significant judgment and estimations. While the Cooperative believes that its assumptions are appropriate and reasonable, significant changes in these assumptions may materially affect the Cooperative's assessment of recoverable values and may lead to future additional impairment charges.

Revenue recognition

The Cooperative's revenue recognition policies require the use of estimates and assumptions that may affect the reported amounts of revenues and receivables. Differences between the amounts initially recognized and actual settlements are taken up in the accounts upon reconciliation. However, there is no assurance that such use of estimates may not result to material adjustments in future periods.

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Cooperative and the amount of revenue can be measured reliably. Revenues from transactions of the Cooperative are recognized on a modified accrual basis.

4. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Cooperative is exposed to credit, liquidity, and other risks that arise in the normal course of its business. Its risk and control framework includes a focus on minimizing negative effects on the Cooperative's financial performance due to unpredictability of financial markets that drives the risks.

Credit Risk

Credit risk refers to the risk of inability to service a debt and the potential loss arising from default of a borrower. The Cooperative has no significant concentration of credit risk. It has policies and procedures regarding its loan portfolio. Status of receivables are being monitored and reviewed regularly.

Liquidity Risk

Liquidity risk is the risk that the Cooperative will not be able to meet its financial obligations as they fall due. The Cooperative is not exposed to liquidity risk even if it has deposit liabilities because it has been maintaining sufficient cash to address obligations and payables. Liquidity position is being monitored and evaluated regularly by the Board through continuously monitoring forecasts and actual cash flows.

Interest Rate Risk

The primary source of the Cooperative's interest risk relates to cash and cash equivalents.

The Cooperative's management believes that any 10% change in interest rate risk will not have any material impact on the financial statements.

5. CASH AND CASH EQUIVALENTS

This account consists of the following:

	2021	2020
Cash on Hand		
Cash in Bank- Development Bank of the Philippines	-	-
Total Cash and Cash Equivalents	820,435	919,054
	820,435	919,054

6. LOANS AND RECEIVABLES (Net)

This account consists of the following:

	2021	2020
Receivables:		
Receivable to Lessor- Current		
Member- Past Due	105,000	-
Sub-Total	115	115
	105,115	115
Less:		
Allowance for Probable Losses on Receivable	-	-
Loans Receivable, Net	105,115	115

This loans and receivables amounting to 115 pesos pertains to uncollected 2019 balances to one of the members of cooperative while the receivable to lessor amounting to 105,000 pesos pertains to advance rental payment which are cancelled in 2021 and collectible from lessor.

7. OTHER CURRENT ASSETS

This account consists of the following:

	2021	2020
Prepaid Insurance		
Total Other Current Assets	2,974	-
	2,974	-

This prepaid insurance pertains to surety bond of cooperative from June 22, 2021 to June 22, 2022.

8. PROPERTY, PLANT, AND EQUIPMENT

This consists mainly of the following:

	Acquisition Cost, beginning	2021		Acquisition Cost, ending
		Net Additions (Disposals)/	Transfers	
Leasehold Improvements	212,460	-	-	212,460
Total Cost	212,460	-	-	212,460

	Accumulated Depreciation, Beg	2021		Accumulated Depreciation, End
		Depreciation and Adjustments		
Leasehold Improvements	4,249	4,249		8,498
Total Accumulated Depreciation	4,249	4,249		8,498

	Acquisition Costs	2021		Net Book Value
		Accumulated Depreciation		
Leasehold Improvements	212,460	8,498		203,961
Net Book Value of PPE	212,460	8,498		203,961

	Acquisition Cost, beginning	2020		Acquisition Cost, ending
		Net Additions (Disposals)/	Transfers	
Leasehold Improvements	212,460	-	-	212,460
Total Cost	212,460	-	-	212,460

	Accumulated Depreciation, Beg	2020		Accumulated Depreciation, End
		Depreciation and Adjustments		
Leasehold Improvements	-	4,249		4,249
Total Accumulated Depreciation	-	4,249		4,249

	Acquisition Costs	2020		Net Book Value
		Accumulated Depreciation		
Leasehold Improvements	212,460	4,249		208,211
Net Book Value of PPE	212,460	4,249		208,211

9. OTHER NON-CURRENT ASSETS

This account consists of the following:

	2021	2020
Rental Security Deposit	70,000	70,000
Total Other Non- Current Assets	70,000	70,000

10. OTHER CURRENT LIABILITIES

This account consists of the following:

	2021	2020
Security Deposit for Loan Financial Capability		
Cash Advances Payable to Members	100,000	100,000
Department of Education Fund for Rental Payment	108,200	108,200
Total Other Current Liabilities	52,290	-
	260,490	208,200

This account pertains to deposit from members of cooperative for the compliance of requirements for bank loan while the Department of Education Fund amounting to 52,900 pesos pertains to rental payment of vehicle service which was deposited in the DPB Bank of Lemon Drivers and Operators Transport Cooperative.

11. ACCOUNTS PAYABLE- NON TRADE

This account consists of the following:

	2021	2020
Accounts Payable- Non Trade		
Total Accounts Payable- Non Trade	611,654	416,291
	611,654	416,291

This accounts payable- non trade pertains to payable obligation by cooperative to Mrs. Kelly, Treasurer of Lemon Drivers and Operators Transport Cooperative.

12. INTEREST ON SHARE CAPITAL PAYABLE

This account consists of the following:

	2021	2020
Beginning Balance		
Prior year's adjustment	2,585	2,585
Distributions for the year	-	-
Total before allocation	-	-
Allocation for the year	2,585	2,585
Ending Balance	-	-
	2,585	2,585

13. PATRONAGE REFUND PAYABLE

This account consists of the following:

	2021	2020
Beginning Balance		
Prior year's adjustment	2,585	2,585
Distributions for the year	-	-
Total before allocation	-	-
Allocation for the year	2,585	2,585
Ending Balance	-	-
	2,585	2,585

14. SHARE CAPITAL

This account consists of the following:

Common Shares

	2021	2020
Authorized 4,992 shares at Php 100 par value		
Balance at beginning of year	646,480	670,800
Add: Receipts from Payment of Subscription	9,900	-
Less: Adjustment/ Withdrawals	(183,400)	(24,320)
Total Paid-up Common Share Capital	472,980	646,480
TOTAL SHARE CAPITAL	472,980	646,480

15. STATUTORY FUNDS

ALLOCATION AND DISTRIBUTION OF NET SURPLUS

The Cooperative's constitution and by-laws explicitly provides that its net surplus at the end of the fiscal year shall be distributed in the following manner:

- a. Reserve Fund - fifty percent (50%) shall be set aside for the reserve fund. The reserve fund shall be used for the stability of the cooperative and to meet net losses in its operation.
- b. Educational and Training Fund - ten percent (10%) for the education and training fund. Half of the amount transferred to the education and training fund annually under this subscription may be spent by the cooperative for education and training and other purposes; while the other half shall be credited to the Cooperative education and training fund of the apex organization of which the cooperative is a member.
- c. Optional Fund - This is seven percent (7%) of the cooperative's net surplus.
- d. Community Development Fund - This is computed at three percent (3%) of the cooperative's net surplus.
- e. Interest on Share Capital and Patronage Refunds - After deduction of the statutory accounts, any remaining net surplus shall be distributed to the cooperative's members in the form of interest not to exceed the normal rate of return on investments and patronage refunds. Interest on Share Capital shall be allocated in proportion to the individual members' average share monthly, while patronage refund is divided according to their individual patronage; i.e., volume of loans availed.

16. OTHER INCOME

	2021	2020
Monthly Dues	56,700	42,000
Processing Fee	4,000	-
Income from Fines	-	400
Cash Received for Consolidation	4,000	-
Interest Income on Bank Deposit	890	1,757
Contributions- Mayor's Permit	-	36,500
Total Other Income	65,590	80,657

17. ADMINISTRATIVE COST

	2021	2020
Registration	-	1,520
Travel and Transportation	-	53,679
Secretary's Allowances	57,126	6,000
Notarial/ Legal/ Professional Fees	-	-
Office Supplies	15,500	-
Permits and Licenses	29,845	4,291
Rent	25,577	44,963
Representation	2,000	122,208
Insurance Expense	-	4,080
Interest Expense	2,974	-
Surcharge and Interest Expense	178	-
Miscellaneous Expense	578	-
Depreciation Expense	486	495
Total Administrative Cost	4,249	4,249
	138,513	241,485

18. RELATED PARTY TRANSACTIONS

In the ordinary course of its operations, the Cooperative has, as its related party, the members of its key management personnel. PAS 24 defines key management personnel as those persons having authority and responsibility for planning, directing, and controlling activities of an entity, either directly or indirectly and include directors (executives or otherwise) of that entity.

19. EVENTS AFTER BALANCE SHEET DATE

There were no events after balance sheet date that would require a disclosure or adjustment on the financial statements.

20. COMMITMENTS AND CONTINGENCIES

There were no significant commitments and contingencies involving the Cooperative as of Balance Sheet date.

21. GOING CONCERN

There were no going concern issues that have to be disclosed involving the Cooperative as of Balance Sheet date.

22. RECLASSIFICATION

No certain accounts in 2020 were reclassified to conform with the 2021 presentation of financial statements.

23. SUPPLEMENTARY INFORMATION REQUIRED AS PER BIR RR 15-2010

The following information on taxes, duties and license fees paid or accrued during the taxable year is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements.

A. OUTPUT VAT

2021	VATABLE	ZERO RATED	EXEMPT	TOTAL
TOTAL REVENUES	-	-	69,467	69,467
OUTPUT VAT RATE	12%	0%	-	-
TOTAL OUTPUT VAT	-	-	-	-

The Cooperative is exempt from Value Added Tax, by virtue of the implementing rules and regulations of RA 9520, which states that Cooperatives that transact members only shall be exempt from both income tax and value added tax.

B. INPUT VAT:

The Cooperative, being exempted from Value Added Tax, does not claim Input Taxes and records its input taxes as part of the cost of goods or services purchased.

ANNUAL REPORT

Period Cover 2021**INSTRUCTION:**

This report is one of the requirements for the issuance of Certificate of Good Standing (CGS) to Transport Service Cooperatives (TSCs) and so to avoid possible inconvenience on your part, it is strongly advised that you carefully fill-up and give appropriate answers or information to all entry items in the spaces provided for the purpose. No blank or unanswered item/s shall be allowed hence incomplete, insufficient or not answered item/s in this report may cause the denial of receipt of the same and possible return of the document to you for completion and/or rectification. Write "Not Applicable or N/A" to those requested information items that do not apply to you and "NONE" to that information you currently do not have or put "ON PROCESS" to that requested information that you are still processing.

This Report is divided into seven (7) clustered parts to include, Item I – Basic/Primary Information, Item II – Membership, Item III – Units and Franchise, Item IV –, Item V – Financial & Business Aspect, Item VI – Capacity/Capability Building Program and Item VII – Other Related Information.

I. BASIC/PRIMARY INFORMATIONNAME OF TC (IN FULL): Lemon Drivers and Operators Transport Cooperative (LEDOTRANSCO)BUSINESS ADDRESS: Zone IV B Lemon, Capocan, LeyteOFFICIAL EMAIL ADDRESS (REQUIRED): ledotransco@gmail.comOFFICIAL CONTACT NO.: 09175590677 CONTACT PERSON: EDMUND D. CERO- ChairmanOTC ACCREDITATION NO. (RA9520): 2018-093 DATE ACCREDITED: 27 Sept.2018CDA REGISTRATION NO. (RA9520): 9520-1080000000041621 DATE REGISTERED: January 8, 2018COMMON BOND OF MEMBERSHIP: ResidentialMEMBERSHIP FEE PER BY LAWS: 500phpSSS EMPLOYER REGISTRATION NUMBER: ON PROCESSNO. OF SSS ENROLLED EMPLOYEES: NONEPAGIBIG EMPLOYER REGISTRATION NUMBER: ON PROCESSNO. OF PAGIBIG ENROLLED EMPLOYEES: NONEPHILHEALTH EMPLOYER REGISTRATION NUMBER: ON PROCESSNO. OF PHILHEALTH ENROLLED EMPLOYEES: NONEBIR TIN NUMBER: 713-916-095-000**II. MEMBERSHIP**

Type/Status	NUMBER OF MEMBERS					
	2019		2020		2021	
Sex	M	F	M	F	M	F
Drivers						
Member – Operator	11	4	50	4	50	4
Allied Workers (Terminal Operation Officer, Liasson Officer, Dispatcher, Safety Officer, Mechanic, Helper, Conductor, PAO, Inventory Custodian etc.)						
Other						
TOTAL	15		54		54	

Notes:

1. Driver-Operator and Unit-Operator refers to Member - Operator
2. In case there is a decrease in membership, please explain the reason for the decrease.

STATUS OF EMPLOYMENT					
(Indicate only those employees with salary and/or allowance)					
Type of Employee	Probationary		Regular		
	Sex	M	F	M	F
Drivers					
Allied Workers (Terminal Operation Officer, Liason Officer, Dispatcher, Safety Officer, Mechanic, Helper, Conductor, PAO, Inventory Custodian etc.)					
TOTAL					

From the total number of members, how many are:

	Special Type/Status	2018	2019	2020
1	Persons with Disability (PWDs)	0	0	0
2	Senior Citizens	3	3	3
	TOTAL	3	3	3

III. UNITS AND FRANCHISE

(Indicates only those units with franchise)

Mode/Type of Unit	2019		2020		2021	
	No. of Cooperatively Owned Units	No. of Individually Owned Units	No. of Cooperatively Owned Units	No. of Individually Owned Units	No. of Cooperatively Owned Units	No. of Individually Owned Units
PUJ (Traditional)	0	1	0	1	0	1
PUV Class 1 (Modernized)						
PUV Class 2 (Modernized)						
UV Express (Traditional)		25		25		25
PUV Class 3 (Modernized)						
PUV Class 4 (Modernized)						
Tourist						
Taxi						
Multicab/Filcab		8		8		8
Mini Bus						
Bus		3		3		3
Tricycle / MCH						
Truck						
Banca						
Shuttle Service						
TOTAL	0	37	0	37	0	37

Franchise

Type of Unit	No. of Units	Route	LTFRB Case No.	Consolidated/ Individual	Expiry Date
MULTICAB/FILCAB	5	Kananga- Ormoc VV	2019-0014	consolidated	3/31/23
MULTICAB/FILCAB	2	Carigara-Kananga VV	2019-0020	consolidated	3/31/23
MULTICAB/FILCAB	2	Carigara – Leyte2x VV	2019 - 0012	consolidated	3/31/23
PUB	3	Ormoc – Calubian VV	2021 - 0051	consolidated	2/21/27
UVE	19	Tacloban-Lemon-Ormoc	2019 - 0044	consolidated	3/31/23
UVE	2	Ormoc - Palompon	2019 - 0015	consolidated	3/31/23
UVE	4	Ormoc - Naval	2019 - 0074	consolidated	3/31/23
TOTAL	37				

Note: If there is a decrease in the total number of units, please explain the reason for the decrease.
THERE IS NO DECREASE IN THE TOTAL NUMBER OF UNITS.

IV. GOVERNANCE

AQUISITION OF CERTIFICATE OF GOOD STANDING (CGS)

2021			2022		
CGS No.	Date Issued	Expiration Date	CGS No.	Date Issued	Expiration Date
2021-0397	6-3-21	6-30-2022	2022-0581	11-16-2022	6-30-2023

LIST OF OFFICERS

	Name	Term of Office (Example: 2019-2020)	Mobile No.	E-Mail Address
BOARD OF DIRECTORS				
Chairperson:	EDMUNDO CERO	2022-2024	09975420323	ledotransco@gmail.com
Vice-Chairperson:	SAMUEL BACTOL	2022-2024	09274473910	ledotransco@gmail.com
Directors:				
	EPIFANIO LLURAG	2022-2024	09367960689	ledotransco@gmail.com
	JERLO GERANGCO	2021-2023	09617065341	ledotransco@gmail.com
	JAIME DALDE	2021-2023	09505942200	ledotransco@gmail.com
General Manager:	ROGELIO NAVAL	2018-2023	09267755450	ledotransco@gmail.com
Board Secretary:	LIZA TABLATE	2018-2023	09277892306	ledotransco@gmail.com
Bookkeeper:	BEJEAN LLURAG	2022-2024	09051002939	ledotransco@gmail.com
Treasurer:	IDA MERILYN C. KELLY	2018-2023	09175590677	ledotransco@gmail.com
Fleet Manager:	NONE	NONE	NONE	NONE
Terminal Operation Officer:	NONE	NONE	NONE	NONE
Safety Officer:	NONE	NONE	NONE	NONE
GAD COMMITTEE				
Chairperson:	EDUARDO CLEMENTE	2022-2023	09296977879	ledotransco@gmail.com
Secretary:	JELLY BASALLAJE	2022-2023	09058246628	ledotransco@gmail.com
Member:	JAYLOSIE BERJA	2022-2023	09976822933	ledotransco@gmail.com

Notes: If the list of officers is not complete, please provide an explanation.

THE COOPERATIVE IS NOT YET CAPABLE OF HIRING THE TERMINAL MANAGER, FLEET MANAGER, AND SAFETY OFFICER.

V. FINANCIAL AND BUSINESS ASPECT

FINANCIAL ASPECT

	2019	2020	2021
Current Assets	1,001,768	919,169	928,524
Fixed Assets	282,460	278,211	273,961
Total Assets	1,284,228	1,197,379	1,202,485

Members Equity	670,800	646,480	472,980
Net Surplus/Loss	17,236	(90,828)	(69,046)

CAPITALIZATION

	2019	2020	2021
Initial Authorized Capital Stock	499,200	499,200	499,200
Present Authorized Capital Stock	499,200	499,200	499,200
Subscribed Capital (Per By-laws)	124,800	124,800	124,800
Paid-up Capital (Present)	670,800	646,480	472,980
Capital Buildup Program Scheme (Please refer to the By-laws of the cooperative)	500 (PER MONTH)	500 (PER MONTH)	500 (PER MONTH)

DISTRIBUTION OF NET SURPLUS

	2019	2020	2021
General Reserve Fund	8,618		
Education & Training Program	1,724		
Community Development Fund	517		
Optional Fund	1,206		
Patronage Refund/ Distribution of Dividends	2,585		
Others (INTEREST ON SHARE CAPITAL)	2,585		
TOTAL	17,236	(90,828)	(69,046)

Notes:

1. If there is no increase in members' equity, please explain the reason why there is no increase and attach the cooperative plan on how to increase the members' equity.
ECONOMIC IMPACT OF COVID- 19 PANDEMIC
2. In case there is net loss, please provide an explanation for the net loss and attach the cooperative plan on how to ascend to their losses.
ECONOMIC IMPACT OF COVID-19 PANDEMIC

According to Section IV, Article 46 of the Philippine Cooperative Code of 2008 (RA9520):

"In the absence of any provision in the bylaws fixing their compensation, the directors shall not receive any compensation except for reasonable per diems: Provided however, that the directors and officers shall not be entitled to any per diem when, in the preceding calendar year, the cooperative reported a net loss or had a dividend rate less than the official inflation rate for the same year"

GRANTS/DONATION RECEIVED

Date Acquired	Amount	Source	Status/Remarks
NONE			

SCHOLARSHIP PROGRAM

Program	Course Taken	TC Scholar Beneficiary
TESDA Tsuper Iskolar	NONE	
DTI/BSMED/GO NEGOSYO	NONE	
Other(s) pls. specify:		

LOANS AVAILABLE

Financing Institution/s	Date Acquired	Amount of Loan	Source	Utilization	Status/Remarks
DBP	NONE				
LBP	NONE				
Other	NONE				

EXISTING BUSINESS OF THE COOPERATIVE

Nature of Business	Starting Capital	Capital to Date	Years of Existence	Status
NONE				

PROPOSED BUSINESS OF THE COOPERATIVE

1. CONSTRUCTION LEMON TERMINAL ONGOING
2. PUT- UP PETRON STATION
3. TERMINAL FOOD COUNTER
4. AUTO SUPPLIES

VI. CAPACITY/CAPABILITY BUILDING PROGRAM**A. COOPERATIVE EDUCATION AND TRANSPORT OPERATIONS SEMINAR (CETOS) MONITORING**

	2019	2020	2021
With CETOS	15	17	17
Without CETOS	0	37	37
TOTAL	15	54	54

B. OTHER TRAININGS/SEMINARS CONDUCTED/ATTENDED BY THE COOPERATIVE

Title of Trainings/Seminars	Date	No. of Participants
Fleet Management Seminar	NONE	NONE
Financial Management Seminar	NONE	NONE
Cooperative Management & Good Governance	6/9/2022	1
Leadership & Values Orientation	NONE	NONE
Labor Laws	NONE	NONE
Other(s)	NONE	NONE

VII. OTHER RELATED INFORMATION**AMENDMENTS (IF ANY)**

Articles of Cooperation:

NONE

Please attach copy of amended Articles of Cooperation

By-Laws:

NONE

Note: Please attach copy of amended By-Laws

AWARDS/CITATIONS/RECOGNITIONS RECEIVED (IF ANY)

Awarding Body:

NONE

Nature:

Prepared by:

Noted by:

LIZA TABLATE
SECRETARY

EDMUND CERO
CHAIRPERSON