Strengthening Health Systems
Empowering Communities since 1976

ANNUAL REPORT

2022

CULION FOUNDATION, INC.

G/F Norfil Building, 16 Mother Ignacia Avenue
corner Roces Avenue, Quezon City 1103

www.culionfoundation.org

VISION

A BETTER QUALITY OF LIFE FOR FILIPINOS WHO ENJOY THE HIGHEST LEVELS OF HEALTH AND HUMAN DEVELOPMENT.

TO HELP BUILD THE COUNTRY'S CAPACITY TO DEAL WITH VARIOUS CHALLENGES TO HUMAN DEVELOPMENT, PRIMARILY THE PREVENTION AND CONTROL OF COMMUNICABLE DISEASES AND OTHER HEALTH PROBLEMS.

MISSION

CONTENTS

CULION FOUNDATION, INC.
G/F Norfil Building, 16 Mother Ignacia Avenue
corner Roces Avenue, Quezon City 1103
www.culionfoundation.org

MESSAGE FROM THE CHAIRMAN

Ramon A. Pedrosa
Chairman

Fellow Trustees. Friends.

I would like to congratulate the trustees and staff of the Foundation for a sterling performance in 2022. As President Alberto Lim has stated in its report, we went beyond expectations.

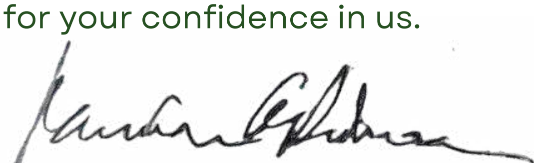
MESSAGE FROM THE CHAIRMAN

We founded the Foundation in 1976 mainly to help patients affected by leprosy and their families in Culion, at that time the world's biggest colony for such patients. As early as then, we wanted to end the disease and the suffering it caused by finding the cure. Toward this end, we supported research studies and trials, which eventually led to the discovery of the Multi-Drug Treatment, which has become the standard regimen until now. With the discovery of the cure, we have moved to other provinces where the disease remained prevalent; we also moved into other infectious diseases notably filariasis and tuberculosis.

As the first Executive Director, I am delighted by what I see and optimistic that we will grow to be of help to the sick and the underprivileged through our programs to promote public health in light of new challenges in the environment and so-called social determinants of disease. I appreciate that we are now moving into the greater arena of building resilient health systems.

> "Through your dedication, hard work, and commitment, you have successfully brought the Foundation to its **46th Year**

I reiterate my felicitations and wish you all the best as we move closer to our 50th year. Thank you to our supporters for your confidence in us.



RAMON A. PEDROSA

MESSAGE FROM THE PRESIDENT

Alberto A. Lim

President

“ As I reflect on the achievements of the Foundation in 2022, I am deeply grateful for the dedication and resilience of our staff, stakeholders, partners, and beneficiaries in advancing our mandate as a non-stock, non-profit, and public health-oriented NGO.

MESSAGE FROM THE PRESIDENT

The past years posed seemingly daunting challenges, yet it underscored the crucial role of collective action. We encountered obstacles that tested our resolve, but with every challenge emerged opportunities for growth and impactful change. Our response was grounded on leveraging our technical expertise, resources, and partnerships to address infectious diseases, environmental conservation, and support for small enterprises.

Through various projects, we reached:

143,804 individuals

composed of women, children, fisherfolk, youth, market vendors, tricycle drivers, microentrepreneurs, and officials from various local government units (LGUs)

Our initiatives in expanding the delivery of tuberculosis (TB) services to the underserved and the most vulnerable sectors in the country made significant strides in enhancing case detection. Our maternal and child health project allowed us to support pregnant women and children to access essential vitamins. Our environmental programs facilitated the reforestation of mangroves in the coastal communities of Coron and Culion. We empowered and capacitated fisherfolks, women, children, and indigenous people in sustainable fishing and in caring for the environment. Our community development program assisted small enterprises to rise and shrug off the negative impacts of the pandemic.

We also forged new partnerships and strengthened existing ones, recognizing that only by working together can we tackle complex health challenges. This also aligns with the One Health perspective that requires multisectoral collaboration at its core. Our collaborations with the World Health Organization, Philippine Business for Social Progress ACCESS TB Project, United Nations Office for Project Services (UNOPS), USAID – Path Foundation, Vitamin Angels Foundation, and GCash allowed us to amplify our impact, expand our reach, and deliver timely solutions to underserved communities. None of these accomplishments would have been possible without the generosity and support of our donors, stakeholders, volunteers, and advocates. Their dedication fuels our work and inspires us to reach higher and dream bigger.

Looking ahead, we remain committed to our mission of helping build the country's capacity to deal with various challenges to human development. We continuously adapt to evolving health landscapes and initiate the integration of our health projects with the environment and community development in recognition of the crucial role of social determinants of health to the well-being of the people. We also harness innovations in our health program and advocate for policies that prioritize public health and environmental consciousness through our active involvement in committees and technical working groups of the various national government agencies and the municipal development councils of Coron and Culion.

> Together, we will continue to make strides towards a world where health is a fundamental right for all – where Universal Health Care is made possible. In this regard, I am pleased to report the accomplishments and milestones of the Foundation in the year 2022.

ALBERTO A. LIM

THE PRESIDENT'S REPORT

Alberto A. Lim
President

In 2022, Culion Foundation, Inc. (CFI) operated within the context of the New Normal set by the Philippine government. The organization continues to recalibrate its thrusts and operations around the pillars of recovery, adaptation, and resiliency.

CFI also zeroed in on strengthening its health and environmental programs, supporting small business enterprises, and sustaining its mainstay community development program in the Calamianes.

Complementary to its recalibrated approach, the Foundation continued to use its three planning pillars, namely: partnerships and collaborations; focus on managing existing projects; and innovation to enhance its responsiveness, strengthen its reputation, and build its resiliency.

The Foundation continued to grow despite the challenges the COVID-19 pandemic has brought. The organization navigated the sea of challenges including the unprecedented changes in the political and economic landscape through the able leadership of its Board of Trustees as well as its staff who went the extra mile in order to deliver what was expected of them.

Additionally, the support to the growth of the organization cannot be understated especially from the donors who entrusted the organization with significant financial and technical support and grants. The overwhelming reception from our partners and project beneficiaries who were with CFI all throughout made CFI thrive in 2022.

As planned, the Foundation established new strategic alliances with the Philippine Society of Public Health Physicians (PSPHP) and the Alliance for Improved Health Outcomes (AIHO). This further strengthens our public health programs and services.

Furthermore, we maintained partnerships, linkages and strategic alliances with the following groups: Association of Foundations, Caucus of Development NGOs, Calamianes Resilience Network, Zero Extreme Poverty of the Catholic Bishops Conference of the Philippines, Philippine Coalition Against Tuberculosis, and Technical Working Groups of the National Leprosy Control Program and Neglected Tropical Diseases.

CFI successfully implemented twelve (12) projects spanning health such as tuberculosis and leprosy, environment such as fisheries conservation and restoration of coastal areas, and support for small enterprises. These projects reached and positively impacted 143,804 individuals composed of women, children, fisherfolk, youth, market vendors, tricycle drivers, microentrepreneurs, and officials from various local government units (LGUs).

12

projects spanning health, environment, and community development

816%

196 patients in Calapan

196%

258 patients in Pagadian

87%

434 patients in Zamboanga City

Prototyping of Provision of Outsourced TB Clinic for Private Hospitals in the Philippines

In terms of health projects, the "Prototyping of Provision of Outsourced TB Clinic for Private Hospitals in the Philippines" project achieved its goal of engaging the private sector to contribute to diagnosing and treating TB patients. In particular, it assisted private hospitals become DOTS-providing hospitals by providing the logistics and human resources they would otherwise not have; and to satisfy patients' preference for a private facility at a public health cost. In two of the three sites, the project exceeded its targets Specifically, in Calapan, the project achieved 816 % (196 patients) of its target for the number of patients referred and treated to a private TB-DOTS clinic; in Pagadian, the project achieved 196 % (258 patients) of its targets. In Zamboanga City, the project reached 87 % (434 patients) of its target because of delays brought about by the COVID-19 pandemic. This innovative project was supported by the United Nations Office for Project Services in partnership with StopTB.

TB Active Case Finding

121%

104,956 high-risk individuals for TB screened out of 86,532 target

For the TB Active Case Finding, a project supported by the ACCESS TB Project of Philippine Business for Social Progress, our target for the year 2022 was surpassed by 121 %. The Foundation was able to screen 104,956 high-risk individuals for TB out of the target which was 86,532.

BHW Reference Manual and Facilitator's Guide

In addition, the Foundation led the development of the Barangay Health Workers (BHWs) Reference Manual and Facilitator's Guide. This was a CFI-led initiative to aid DOH and LGUs in the provision of standard primary care training to BHWs and enhance their competencies. This project was supported by the World Health Organization (WHO) and we pilot-tested the manual in Western Samar, Paranaque, and Valenzuela. The Department of Health endorsed the BHW Reference Manual and Facilitator's Guide to the Technical Education, and Skills Development Authority (TESDA) Technological Institutions (TTIs) and accredited Private Technological Institutions (PTIs) serve as a reference for training regulation (TR) for Barangay Health Services National Certificate II.

Vitamin Supplementation

In partnership with Vitamin Angels, our Foundation provided Vitamin A supplements to 3,701 mothers and children for the year 2022.

3,701

mothers and children provided with Vitamin A

Community-Based Interventions to Reduce COVID-19 Transmission in Urban Poor Communities

The Foundation also partnered with the World Health Organization and Korea Foundation International Healthcare (KOFIH) in collaboration with the Department of Health to provide technical assistance to selected local government units (LGUs) in the National Capital Region. The four-month project aimed to improve the health of the urban communities and protect them from adverse outcomes of COVID-19. The project was able to engage two highly urbanized cities, namely, Valenzuela and Paranaque. In particular, **ninety-eight (98) members of the community** participated in the project consultations and workshops wherein **fourteen (14) focus group discussions** were conducted. The project also carried out community and school outreach activities and distributed collaterals such as **18 mobile sound systems, 645 water jugs, 12 gallons of alcohol, and 100,000 face masks**. Moreover, **45 LGU officials** were engaged in the project.

Installation of TB Programs in Communities/Groups

Through the Project of the PBSP, CFI has tapped as the lead implementer in conceptualizing and modeling a program for installing TB systems in the workplace, both in the formal and informal sectors. The demonstration project is presently being implemented in the so-called Big Three regions targeted by the NTP, namely, National Capital Region, Region IV-A or CALABARZON, and Region III.

70

cluster groups underwent capacity-building wokshops

In 2022, the Foundation formed 70 cluster groups composed of tricycle, operators, drivers' associations (TODAs), market vendors, indigenous groups, and other informal community groups overshot the target of 60 cluster groups engaged. The capacity-building workshops for all 70 cluster groups with the exception of 2 groups were completed in 2022.

Community-Based Drowning Project

In collaboration with the Department of Health – Center for Health and Development Region VI and funded by the World Health Organization, the Foundation provided technical assistance to selected sites in the Province of Iloilo through our "Community-based Drowning Prevention" project.

Specifically, the project trained 40 community volunteers on first aid/basic life support. The project conducted lectures in schools on drowning prevention benefiting 40 pupils and parents. To enhance community awareness, the project also distributed 2000 hand fans as IEC materials. It likewise repaired 45 community dug-wells with 225 households as its beneficiaries and installed a 35-meter fence benefiting 100 families.

40
trained community volunteers

40
pupils and parents received lecture

2000
distributed IEC materials

45
repaired community dug-wells

35
meter fence installed

Management of Impairments and Disabilities Arising from Leprosy and Lymphatic Filariasis

467%

215 new cases detected out of 46 target

Since 2011, CFI has been contracted by the World Health Organization (WHO) to increase case finding and contact tracing in leprosy by training and mentoring health workers. Activities were conducted in the Basilan/Sulu/Tawi-Tawi (Basulta), Eastern Visayas, Central Visayas, and Northern Luzon regions. In the last project done in Northern Luzon, the project achieved 467 % of its target by detecting 215 new cases, a four-fold increase from the target of 46 new cases set by the WHO/DOH. Specifically, the project found 109 new cases in Zamboanga del Norte with 1 exhibiting disability, 57 cases in Northern Leyte with 2 disabilities, and 49 in Iloilo with 3 disabilities. Technology transfer to regions not covered by the project was done by inviting their leprosy coordinators to the training sessions.

215
new cases detected in Zamboanga del Norte

57
new cases detected in Northern Leyte

49
new cases detected in Iloilo

Environmental Projects

In terms of our environmental projects, we successfully implemented the FishRight project – a USAID-funded endeavour that primarily aimed to promote biodiversity through sustainable fisheries. Specifically, CFI facilitated the engagement of the communities in the Municipalities of Culion and Coron to improve fishery management and compliance with regulatory policies so as to reduce the threats to marine biodiversity. The project was able to train 66 eco-warriors and community leaders. The project conducted an assessment of three (3) marine protected areas and carried out socio-economic assessment in 6 barangay sites with 300 respondents. The data consolidation from the Community Watch System was also done in 5 barangays.

The Foundation contributed to the restoration of coastal areas of Coron and Culion, Palawan through the GCash-supported GForest project. This project aims to contribute to restoring mangrove forests in fifteen (15) barangays. As of November 2022, the Foundation was able to plant 75,000 mangrove seedlings out of the 70,500 target and benefited 102 beneficiaries

In continuation of the FishRight project, the SEApherd project was rolled out in September 2022. In a span of three (3) months, the Foundation was able to develop infographics detailing best practices for sustainable fishing.

66 trained eco-warriors
3 assessed marine protected areas

75,000 planted mangrove seedlings

THE PRESIDENT'S REPORT

With the Philippines gradually recovering from the negative and far-reaching impacts of the COVID-19 pandemic, the health system facing substantial challenges in governance, financing, human health resources, and other relevant concerns such as the devolution of health services to the local level, implementation of Universal Health Care, and the confluence of the impacts of climate change to health and environment, the Culion Foundation, Inc. (CFI) remains steadfast in its commitment to delivering quality service to the Filipino people. It continuously strengthens its various programs on health, environment, and community development while demonstrating adaptability in embracing the new challenges accompanying a highly competitive world.

> ***CFI remains steadfast in its commitment to delivering quality service to the Filipino people***
>
> **"**

OPERATIONS REPORT

The *Operations Report* consists of the following:

1. **Project Development and Implementation**
2. **Resource Mobilization**
3. **Linkages and Networking**

PROJECT DEVELOPMENT AND IMPLEMENTATION

In 2022, we implemented TWELVE (12) projects in the areas of health, nutrition, environment, and support to small microenterprises. Meanwhile, the following four projects were completed in 2022:

- Outsourced TB DOTS Services
- Revision of Barangay Health Workers Manual
- Vitamin Supplementation for Mothers
- Urban Health Project in Parañaque and Valenzuela

The foundation is also proud to report that it not only achieved all of its project and financial targets for the year 2022, but even surpassed some of its targets.

PROJECT DEVELOPMENT AND IMPLEMENTATION

FISH-RIGHT PROJECT

The Fish-Right Project is in its 4th year of implementation in 2022 in the Calamianes Island Group and is funded by the USAID through the Path Foundation Philippines, Inc. The project covers two municipalities, namely Coron and Culion in Palawan. With the end goal to strengthen the local government partners and stakeholders in managing fisheries resources, the project focuses on strategic fishery management activities.

Areas of Coverage

Coron and Culion, Palawan

OBJECTIVES

1. Scale-up Management Effectiveness of fisheries coastal resources based on stakeholder agreements;
2. Improve the Policy Environment that enables participatory and equitable governance system, for resilient and ecosystem-based fisheries management; and
3. Enhance participation and leadership of resource users and stakeholders for coastal and marine biodiversity conservation and ecosystem-based fisheries management.

BENEFICIARIES

YOUTH	WOMEN	FISHERFOLKS	LGU OFFICIALS/ CHAMPION OF CHANGE
172 M 174 F	283	172 M	66 M 18 F

PROJECT DEVELOPMENT AND IMPLEMENTATION

PROTOTYPING OF PROVISION OF OUTSOURCED TB CLINIC FOR PRIVATE HOSPITALS

The “Prototyping of Provision of Outsourced TB Clinic for Private Hospitals” is a Stop TB-funded project awarded in the Philippines through Culion Foundation, Inc. This project aimed to enable three private hospitals to become DOTS-providing facilities by setting up for them their DOTS Clinics at no cost to them (hence, outsourced). This strategy hoped to overcome one challenge of private hospitals in participating in the National TB Control Program, which is lack of facilities. The foundation ensured that the clinics were according to the DOG standards and safety health protocol This was made possible with the support from Stop TB Partnership, the Department of Health, and the Provincial Health Office.

OBJECTIVE

Provide free TB treatment services for patients

BENEFICIARIES

600 TB patients, especially the poor patients

Areas of Coverage

Calapan, Oriental Mindoro

Pagadian City, Zamboangadel Sur

Zamboanga City

PROJECT DEVELOPMENT AND IMPLEMENTATION

GCASH (GFOREST) COMMUNITY-BASED MANGROVE REHABILITATION PROJECT

CFI implemented a mangrove rehabilitation project in Culion, Palawas as part of environmental protection and marine preservation. The project is supported by GCash through its Gforest Project. The target is to plant 125,000 mangrove seedlings in 50 hectares in two years.

OBJECTIVE

To plant 125,000 mangrove tree seedlings in two years

Areas of Coverage

Coron and Culion, Palawan

BENEFICIARIES

CULION

WOMEN/ YOUTH/ FISHERFOLKS

42 M
60 F

CORON

WOMEN/ YOUTH/ FISHERFOLKS

42 M
60 F

PROJECT DEVELOPMENT AND IMPLEMENTATION

ASSISTANCE TO SMALL ENTERPRISE DEVELOPMENT PROJECT (ASEDP)

The foundation has resolved to be an active participant in creating an enabling environment that would make possible for small business enterprises to have access to credit. This initiative was born out of the CFI's community experience wherein many micro and small business enterprises in Culion have potential to graduate to higher level operations but are unable to make the most of such potential due to lack of capital.

Areas of Coverage

Coron and Culion, Palawan

OBJECTIVES

1. To provide target beneficiaries with accessible credit services for their livelihood activities and business enterprises
2. To enhance the capacity of target beneficiaries in maximizing the full potential of their business ventures to expand operations and generate income
3. To contribute to the transformation of the foundation into a financially self-sustaining organization.

BENEFICIARIES

MICRO-ENTREPRENEURS

25 M **88** F

PROJECT DEVELOPMENT AND IMPLEMENTATION

VITAMIN SUPPLEMENTATION

Vitamin Angels is an non-stock and non-profit partner organization of the foundation in providing Vitamin A for kids, pregnant, and lactating mothers. They sponsor the vitamin supplementation. The vitamin distribution was through Rural Health Units of Coron and Culion, Palawan. Aside from VitaminA, they also provide albendazole and multivitamins.

OBJECTIVE

To distribute Vitamin A to pregnant mothers and children

F

Areas of Coverage

Coron and Culion, Palawan

BENEFICIARIES

PREGNANT WOMEN
CHILDREN AGES 5 Y.O. AND BELOW

964 M ***2,737*** F

PROJECT DEVELOPMENT AND IMPLEMENTATION

INSTALLATION OF TB PROGRAMS IN COMMUNITIES/GROUPS

Philippine Business for Social Progress engaged the services of Culion Foundation, Inc. to identify twenty (20) cluster groups for each of the three (3) major regions of the Philippines – National Capital Region, Central Luzon, and CALABARZON – in order to educate, train , empower, and capacitate them regarding Tuberculosis, including its detection, its diagnosis, its treatment, its intervention, and TB-related matters after treatment and intervention thereby improving and making TB treatment more accessible.

OBJECTIVE

Provide free TB treatment services for patients

Areas of Coverage

NCR
REGION III
REGION IV-A

BENEFICIARIES

NCR	REGION III	REGION IV
20	20	31
CLUSTER GROUPS ENGAGED	CLUSTER GROUPS ENGAGED	CLUSTER GROUPS ENGAGED

PROJECT DEVELOPMENT AND IMPLEMENTATION

COMMUNITY-BASED INTERVENTIONS TO REDUCE COVID-19 TRANSMISSION IN URBAN POOR COMMUNITIES IN VALENZUELA CITY AND PARAÑAQUE CITY

Engaging local communities is generally important to delivering high-quality, people centered health care, and to building resilient and inclusive systems for development. There are several reasons to involve slum communities. First, community engagement helps to develop initiatives and solutions that are relevant to the unique characteristics, assets, and constraints of each slum. Second, communities are proximate to and can best identify their diverse and evolving needs in the face of the pandemic. The voice and support of communities help to map, prioritize, and address needs in the context of each slum. Third, building trust with communities can improve their adoption of and compliance with services (and minimum health standards). Fourth, involving communities can enable solutions to be sustained and scaled.

OBJECTIVES

1. Support communities living with endemic COVID-19 through implementing risk-based approaches.
2. Strengthen and capacitate the establishment of model Barangay Health Centers fit for the new normal.
3. Support the preparedness of schools for face-to-face learning in the context of the new normal.
4. Promote multisectoral actions in addressing social determinants of health of urban poor populations.

Areas of Coverage

Parañaque and Valenzuela

PROJECT DEVELOPMENT AND IMPLEMENTATION

COMMUNITY-BASED INTERVENTIONS TO REDUCE COVID-19 TRANSMISSION IN URBAN POOR COMMUNITIES IN VALENZUELA CITY AND PARAÑAQUE CITY

BENEFICIARIES

Support the preparedness of schools for face-to-face learning in the context of the new normal

MEN/WOMEN, YOUTH, SENIOR CITIZEN

25,000 M
25,000 F

Support the development of health-promoting behaviors activities and share contextualized information

MEN/WOMEN, YOUTH, SENIOR CITIZEN

12,000 M
13,000 F

Conduct engagement activities with leaders and decision-makes at the city and community levels in Valenzuela or Parañaque to secure support and cooperation for the project

MEN/WOMEN, YOUTH, SENIOR CITIZEN

15 M
30 F

PROJECT DEVELOPMENT AND IMPLEMENTATION

COMMUNITY-BASED DROWNING PREVENTION INITIATIVES IN WESTERN VISAYAS (REGION VI)

This drowning initiative project was the first project ventured by the foundation outside of health. However, as an NGO into a health promotion, CFI entered into a partnership contract with the WHO to reduce deaths due to drowning. Health promotion initiatives seek to influence multisectoral action and key behavioral outcomes on practicing safety measures for drowning prevention. To support DOH efforts at the national level, WHO facilitated the development of a national health promotion action framework and playbook on drowning prevention to guide national and community-based actions on drowning prevention.

At the subnational (regional) level in Western Visayas Region, WHO worked with the Department of Health Center of Health Development in Western Visayas (CHD-6) and a non-government organization (Culion Foundation), and supported the implementation of community-based drowning initiatives in two municipalities (Batad and Dumangas) and one city (Iloilo City). Local officials and communities were engaged, and local drowning prevention action plans for 2022-2024 were developed.

Drowning prevention initiatives focused on protecting children and promoting against alcohol use (identified as a risk factor for drowning) among adults.

OBJECTIVE

To provide an opportunity to address the issue and document the effectiveness of preventive community-based interventions, which can be scaled up as appropriate for better impact in addressing the issue of drowning.

Areas of Coverage

Municipality of Batad

Municipality of Dumangas

Iloilo City

PROJECT DEVELOPMENT AND IMPLEMENTATION

COMMUNITY-BASED DROWNING PREVENTION INITIATIVES IN WESTERN VISAYAS (REGION VI)

BENEFICIARIES

Implementation of the local action plan on drowning prevention, including community-based barrier interventions

Installation of Door Barriers

MEN/WOMEN, CHILDREN AND YOUTH

5,000 M
6,000 F

Dug well repairs, installation of concrete, culvert pie, cover and paintings

Installation of the Steel Matting Fencing - Brgy. Cubay (dike area), 100 households are protected in this site

Warning IEC signages - Eight (8) Signages were installed	Drowning Prevention Information Dissemination Activity	Basic Life Support Training (Batad and Dumangas)
MEN/WOMEN **5,000** M **6,000** F	*MEN/WOMEN/ YOUTH AND CHILDREN* **515** M **630** F	*MEN/WOMEN* **25** M **35** F

PROJECT DEVELOPMENT AND IMPLEMENTATION

MANAGEMENT OF IMPAIRMENTS AND DISABILITIES ARISING FROM LEPROSY AND LYMPHATIC FILARIASIS

There is strong evidence that leprosy post-exposure prophylaxis can reduce incidence and thereby can prevent transmission of the infection by about 50-60% in two years. (Leprosy post-exposure prophylaxis (LPEP) programme: study protocol for evaluating the feasibility and impact on case detection rates of contact tracing and single dose rifampicin/ https://bmjopen.bmj.com/content/6/11/e013633). Recent field studies have demonstrated that chemoprophylaxis with Single Dose Rifampicin (SDR) is safe and operationally feasible. PEP can be integrated in the routine case finding activities of the leprosy program towards attaining the goal of "Zero leprosy" in the country.

OBJECTIVES

The Technical Assistance to Enhance the Strategy in the Management of Impairments and Disabilities Arising from Leprosy and Lymphatic Filariasis aims to improve the management of acute and chronic complications, including the prevention and rehabilitation in leprosy and lymphatic filariasis. The following activities were initiated:

1. Identification of information gaps in surveillance and disability management of leprosy using the 2018-2019 Prevalence Survey on Leprosy;
2. Conduct of training of local health workers in the three pilot sites for the integrated approach of Active Case Finding (ACF) on both leprosy and LF;
3. Conduct of ACF using the MLEC, LEARNS, and PVS methods including disability case finding;
4. Conduct pre-exposure prophylaxis among household contacts of persons with leprosy in the provinces of Iloilo (Region 6); Northern Leyte (Region 8) and Zamboanga Del Norte (Region 9).

PROJECT DEVELOPMENT AND IMPLEMENTATION

MANAGEMENT OF IMPAIRMENTS AND DISABILITIES ARISING FROM LEPROSY AND LYMPHATIC FILARIASIS

Areas of Coverage

Iloilo (R6)

Leyte (R8)

Zamboanga Del Norte (R9)

BENEFICIARIES

Leprosy Index Cases Seen, Number of household contacts screen, new cases seen, and for SDR

MEN/WOMEN, YOUTH, SENIOR CITIZEN

325 M
535 F

Active Contact Tracing

MEN/WOMEN, YOUTH, SENIOR CITIZEN

325 M
535 F

Lymphatic Filariasis Disability case finding

MEN/WOMEN, YOUTH, SENIOR CITIZEN

40 M
50 F

PROJECT DEVELOPMENT AND IMPLEMENTATION

REVISION OF BARANGAY HEALTH WORKERS REFERENCE MANUAL AND DEVELOPMENT OF ONLINE TECHNICAL ASSISTANCE FOR THE REVISION OF BARANGAY HEALTH WORKERS (BHW) REFERENCE MANUAL AND DEVELOPMENT OF ONLINE TRAINING MODULES

The goal of this project was to develop training manuals and online modules that will enhance the capacities of the BHWs to achieve the Philippine health system goals towards universal health coverage with the following specific objectives:

Similar to the first WHO project grant, this research project will last in 5 months, beginning August in 2021 to December 31, 2021. But this was extended until May of 2022.

OBJECTIVE

Develop an updated BHW training manual for DOH that is aligned with the recent health reform strategies

Areas of Coverage

Western Samar, Parañaque, and Valenzuela

BENEFICIARIES

Pilot testing of the 2022 DOH BHW Manual

600 BHWs

RESOURCE MOBILIZATION

9 proposals worth **63M**

In pursuit of our objectives and the sustenance of our operation, we continue to engage in resource mobilization activities. By actively engaging with potential donors and leveraging partnerships, we aim to secure the necessary funding and support critical for implementing our projects effectively and sustainably.

We prepared nine (9) proposals worth Php 63 M in the areas of health and environment. Of these, four (4) have been approved, four (4) are under development, and one (1) proposal is awaiting the Call for Proposal which was released in January 2023.

LINKAGES AND NETWORKING

The Foundation continues to strengthen its strategic alliances with the relevant partners and stakeholders. It has actively participated in the activities of the Association of Foundations (AF), the Philippine Coalition Against Tuberculosis (PhilCAT), the Technical Working Group for Leprosy of the Department of Health, and the Area-Based Standards Network of the Department of Social Welfare and Development. Moreover, the Palawan Team has an active involvement with the municipal development councils of Coron and Culion. Having a seat in the local development council means a strong platform to advocate social development and transformative causes and to influence local policies and priorities for the advancement of the lives of the community.

As part of expanding its strategic alliances, the Foundation supported the 4th Philippine Society of Public Health Physicians (PSPHP) Annual Public Health Convention to establish networks with some of the leading public health professionals in the country.

GOVERNANCE

Guided by the principles of transparency, accountability, and efficiency,

our governance framework remains robust

We adhere to regulatory mandates and best practices, fostering a culture of integrity and responsibility within the organization.

We were able to comply with regulatory requirements, particularly the Securities and Exchange Commission, Bureau of Internal Revenue, and Department of Social Welfare and Development. However, following a recent monitoring visit by the DSWD, it was concluded that most of our health-focused projects fall outside their purview. Consequently, we find it necessary to explore another accrediting agency, unless we consider amending our BIR Articles of Incorporation to underscore social development as our primary focus. Our PCNC certification also remains valid until 2024.

To fill up the remaining vacancy on the Board, the Management continues to search for another trustee who has expertise in marine sciences.

CFI also started planning the migration from a server-based accounting system to a Cloud-based accounting system to meet the challenges of the times.

2023 WORK PLAN

Building Back Better Toward a Healthy Philippines

The 2023 Workplan is framed within the context of the New Normal set by the National Government as the country recovers from the Covid-19 pandemic. In light of the vision and mission of the Foundation, this means aligning itself with the new approach to health care mandated by the Universal Health Care Act (RA 11223, 2019) Among others, the Act emphasizes:

- Health promotion and disease prevention
- Preventive Medicine and Access to Primary Health Care
- Addressing social, economic and environmental determinants of disease
- Strengthening and building resilient health systems as a proactive measure to overcome future pandemics

THEME

The theme for this year is "Building Back Better Toward a Healthy Philippines

GOAL

To assist at least 100,000 Filipinos improve their lives through health, education, economic, and environmental programs.

FOCUS

The focus for 2023 will be on:

1. Implementation and expansion of existing health, education, economic, and environment programs programmatically and geographically.
2. Expansion of strategic alliances
3. Resource mobilization for projects for the next three years (2023-2026)
4. Staff development
5. Strategic planning for 2023-2026 that will strengthen the integration of its health, education, economic, and environmental programs
6. Strengthening of the image as a holistic-approach public health-oriented NGO

The programs and projects will support the U.N.'s and the country's Sustainable Development Goals (SDG) 1 (No Poverty), 2 (Zero Hunger), 3 (Good Health and Well-Being), 4 (Quality Education), 5 (Gender Equality), 6 (Clean Water and Sanitation), 8 (Decent Work and Economic Growth), 10 (Reduced Inequalities), 13 (Climate Action), 14 (Life Below Water), 15 (Life on Land), and 17 (Partnerships for the Goals).

OBJECTIVES

1. To implement programs that improve the morbidity/mortality conditions of infectious diseases particularly TB, leprosy, and filariasis.
2. To implement educational and demonstration projects on health promotion and disease prevention
3. To assist vulnerable groups to access PhilHealth benefits
4. To implement environment projects using the reef-to-sea approach

CONCLUSION

As we navigate the complexities of the post-pandemic landscape, the Culion Foundation, Inc. remains steadfast in its mission to serve the Filipino people. We envision a future where our collective efforts, resilience, and adaptability will contribute to a healthier, more sustainable, and prosperous Philippines and where the dream of Universal Health Care for all Filipinos is realized. We extend our gratitude to all our stakeholders for their invaluable support and look forward to the continued journey of making a lasting difference in the lives of those we serve.

TREASURER'S REPORT

Gil T. Salazar
Treasurer

"Financially,

Culion Foundation, Inc. (CFI) did very well again in 2022. The revenues amounting to P78.1M is 1.3 times of the previous year (126% of the budget).

The project expenses of P61.6M is 1.31 times of the previous year (116% of the budget). The net general and administrative expenses of P4.4M increased by 1.5% only 76% of the budget). The general and admin expenses charged to projects is P3.46M, which is up by 7% compared to the previous year. The surplus amounting to P11.3M is 1.33 times of the previous year (345% of the budget).

STRONGER FINANCIAL HEALTH IN 2022

Assets rose by

24%

to

P80.6M

The total fund balance is 21% higher compared to the previous year amounting to P70M. The gross administrative expenses only 10% and 12% of revenues and expenses, respectively, (down from 13% & 15% in 2021), which are way below the 30% regulatory threshold. The core administrative expenses charged to externally-funded projects rose to 44% of total from 41% in 2021 (budget of 26%).

Improvements in Other Metrics/Areas

Aside from expected unqualified opinion from SGV,

- BIR approved the new cloud-based accounting system
- Audit issues/recommendations in 2022 satisfactorily addressed
- Small enterprise program's profitability improved by 41%, despite a 1% decrease in repayment rate to 96%
- Operating cost ratio increased to 23% from 22% (standard 25%)
- Operating self-sufficiency ratio increased to 143% from 136% (standard 100%)
- Total loan releases increased to P16.95M from P12.32M

SGV
Building a better working world

SyCip Gorres Velayo & Co.
6760 Ayala Avenue
1226 Makati City
Philippines

Tel: (632) 8891 0307
Fax: (632) 8819 0872
ey.com/ph

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
Culion Foundation, Inc.
Norfil Building, No.16
Mother Ignacio Avenue
corner Roces Avenue, Quezon City

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of Culion Foundation, Inc. (a nonstock, nonprofit organization; the Foundation), which comprise the statements of assets, liabilities and fund balances as at December 31, 2022 and 2021, and the statements of revenues and expenses, statements of changes in fund balances and statements of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the assets, liabilities and fund balances of the Foundation as at December 31, 2022 and 2021, and its revenues and expenses and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standard for Small Entities (PFRS for Small Entities).

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation 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 our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 PFRS for Small Entities, 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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 Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation 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.

We 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.

SGV
Building a better working world

Report on the Supplementary Information Required Under Revenue Regulations 34-2020 and 15-2010

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under Revenue Regulations 34-2020 and 15-2010 in Note 16 to 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 the management of Culion Foundation, Inc. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.

Ma. Genalin Q. Arevalo

Ma. Genalin Q. Arevalo
Partner
CPA Certificate No. 108517
Tax Identification No. 224-024-926
BOA/PRC Reg. No. 0001, August 25, 2021, valid until April 15, 2024
SEC Partner Accreditation No. 108517-SEC (Group A)
Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions
SEC Firm Accreditation No. 0001-SEC (Group A)
Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions
BIR Accreditation No. 08-001998-123-2023, January 25, 2023, valid until January 24, 2026
PTR No. 9369773, January 3, 2023, Makati City

March 29, 2023

BIR - RR7A, QUEZON CITY
RDO 39 - SOUTH Q.C.
RECEIVED
APR 19 2023
JULIUS ALVIN Q. BUNAYOG
Collection Section

CULION FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)

STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCES

	Endowment Fund	Operating Fund	Current Projects	ASEDP	Elimination (Note 13)	2022 Total	2021 Total
ASSETS							
Current Assets							
Cash (Note 3)	₱14,570,053	(₱8,094,679)	₱2,722,853	₱2,341,048	₱–	₱11,539,275	₱14,367,178
Project advances (Note 4)	–	–	–	12,600,531	–	12,600,531	11,051,178
Receivables (Note 5)	1,277,148	8,983,793	25,421,327	3,666,178	(14,802,737)	24,545,709	8,284,014
Funds handled by investment managers (Note 6)	24,243,064	–	–	–	–	24,243,064	23,948,619
Investment in bonds (Note 7)	7,250,000	–	–	–	–	7,250,000	6,950,000
Total Current Assets	47,340,265	889,114	28,144,180	18,607,757	(14,802,737)	80,178,579	64,600,989
Noncurrent Assets							
Office equipment (Note 8)	–	90,381	–	143,736	–	234,117	307,667
Security deposits - noncurrent portion (Note 9)	–	168,380	–	–	–	168,380	153,680
Total Noncurrent Assets	–	258,761	–	143,736	–	402,497	461,347
TOTAL ASSETS	₱47,340,265	₱1,147,875	₱28,144,180	₱18,751,493	(₱14,802,737)	₱80,581,076	₱65,062,336

(Forward)

BIR - RR7A, QUEZON CITY
RDO 39 - SOUTH Q.C.
RECEIVED
APR 19 2023
JULIUS ALVIN B. BUNAYOG
Collection Section

CULION FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)

SCHEDULE OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 2022

Donor/Receipts	Address	Date	Amount
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	November 29, 2022	₱8,436,355
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	October 28, 2022	8,361,168
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	May 30, 2022	6,349,052
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	March 10, 2022	6,061,567
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	July 28, 2022	5,129,995
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	August 31, 2022	4,769,004
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	May 31, 2022	3,231,453
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	March 31, 2022	2,964,609
United Nations Office for Project Services	Global Health Campus Chemin du Pommier 40, 1218 Grand-Saconnex, Geneva, Switzerland	January 31, 2022	2,911,528
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	December 22, 2022	2,155,500
United Nations Office for Project Services	Global Health Campus Chemin du Pommier 40, 1218 Grand-Saconnex, Geneva, Switzerland	December 31, 2022	1,975,791
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	September 30, 2022	1,846,051
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 22, 2022	1,750,409

(Forward)

Donor/Receipts	Address	Date	Amount
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	June 30, 2022	₱1,733,037
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	September 30, 2022	1,616,625
BPI Foundation, Inc.	2nd Floor, BPI Buendia Center, Makati City	July 25, 2022	1,500,000
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 22, 2022	1,349,150
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	October 21, 2022	1,349,150
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 31, 2022	(1,349,150)
G-XCHANGE, INC	8F W Global Center, 30th Street cor. 9th Avenue, Bonifacio Global City	March 11, 2022	1,310,000
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	December 22, 2022	1,286,118
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	November 18, 2022	1,077,750
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 31, 2022	(980,468)
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	June 30, 2022	902,000
G-XCHANGE, INC	8F W Global Center, 30th Street cor. 9th Avenue, Bonifacio Global City	June 30, 2022	810,000
G-XCHANGE, INC	8F W Global Center, 30th Street cor. 9th Avenue, Bonifacio Global City	December 22, 2022	780,000
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	August 31, 2022	676,500
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 31, 2022	675,500
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	February 11, 2022	510,086
Philippine Business for Social Progress	Unit 1, 7th Floor, Citynet Central, 1550, Sultan Street, Barangay Highway Hills, Mandaluyong City	November 18, 2022	479,280
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	November 18, 2022	437,602
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	February 11, 2022	370,328
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	December 31, 2022	321,296
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	June 30, 2022	295,400
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	November 18, 2022	295,400
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	July 28, 2022	289,606

(Forward)

Donor/Receipts	Address	Date	Amount
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 31, 2022	(₱278,607)
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	September 30, 2022	204,079
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	October 19, 2022	183,581
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	November 24, 2022	180,195
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	May 30, 2022	154,097
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	May 30, 2022	149,686
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	September 30, 2022	146,106
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	October 19, 2022	139,063
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	December 31, 2022	(117,305)
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	September 30, 2022	111,985
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	September 30, 2022	109,079
Past It Forward	3F King's Court, Pasong Tamo corner Dela Rosa, Avenue, Makati City	January 31, 2022	87,752
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	April 29, 2022	(79,215)
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	December 31, 2022	(70,897)
World Health Organization	Block 3510, Jalan Teknodrat 6, Cyberjaya, 63000, Selngor, Malaysia	January 31, 2022	(60,142)
USAID-Path Foundation Philippines, Inc.	22/F Unit 2205, Cityland Condominium 10, Tower 2, 154 H.V. Dela Costa Street, Salcedo Village, Makati City 1227, Philippines	January 31, 2022	30,724
G-XCHANGE, INC	8F W Global Center, 30th Street cor. 9th Avenue, Bonifacio Global City	December 31, 2022	(26,569)
TOTAL			**₱72,541,304**

CULION FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)
SCHEDULE OF EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022

Project Undertaken	Beneficiary	Project description	Project Status	Cost
TB Active Case Finding	Potential Tuberculosis patients in Regions 4A, 4B, 5 and NCR.	To conduct active TB case finding activities among potential TB patients in Regions 4A, 4B, 5 and NCR.	Ongoing	₱38,415,414
Administrative Overhead	Core CFI Personnel	General administration operating cost	Ongoing	4,948,212
STOP TB	All person affected by TB in Calapan, Zamboanga and Pagadian	Prototyping of Provision of Outsourced TB Clinic for Private Hospitals in the Philippines	Completed	4,689,207
TB in the Workplace	20 Cluster Groups in the National Capital Region, Central Luzon, and CALABARZON wherein to Install TB-Related Programs.	To install 20 Cluster Groups of TB-Related Programs among organized groups and communities within the three major regions namely, National Capital Region, Central Luzon, and CALABARZON.	Ongoing	4,152,192
Assistance to Small Enterprise Development	Culion and Coron Palawan	To provide fund advances for the various projects administered by the Foundation to promote, support and finance other specific livelihood or income generating ventures in agriculture, fishing, utility services and/or cottage industries of its beneficiaries pursuant to RA No. 8425, the Social Reform and Poverty Alleviation Act.	Ongoing	2,907,816
Mangrove Reforestation in Culion, Palawan	Culion, Palawan	To plant 125,000 mangrove tree seedlings in Culion, Palawan	Ongoing	2,873,431
Fish Right Program	Culion and Coron Municipalities in Calamian Island Group Marine Key Biodiversity Area (CIG MKBA)	To facilitate engagement of the communities in the Municipalities of Culion and Coron to improve management effectiveness and compliance so as to reduce the threats to marine biodiversity.	Ongoing	2,379,471
Urban Health Project	Valenzuela and Paranaque LGUs	To provide technical assistance for the implementation of the urban health project in selected LGUs in Valenzuela and Paranaque.	Completed	2,222,362

(Forward)

Project Undertaken	Beneficiary	Project description	Project Status	Cost
Community-based Drowning Prevention	Western Visayas (Region 6)	To provide technical assistance in the implementation of community-based drowning prevention initiatives in Western Visayas.	Ongoing	₱1,231,846
Management of impairment and disabilities arising from Leprosy and Lymphatic Filariasis	Leprosy patients in Reg 6, 8, & 9	To Enhance the Strategy in the Management of Impairments and Disabilities Arising from Leprosy and Lymphatic Filariasis.	Ongoing	1,207,542
Project Development and Monitoring	Core CFI Personnel involved in project proposal development.	All related expenditures in the development of project proposals.	Ongoing	603,244
Revision of Barangay Health Worker's Reference Manual	Barangay Health Workers	To support the revision of barangay health worker's reference manual and development of online training modules	Ongoing	567,490
Pro-active Leprosy/Public Health projects	Department of Health/Culion Health	Assistance to Leprosy advocacy and Stop TB Clinics	Completed	416,636
Past It Forward-Distribution of School Supplies	Culion, Palawan	One time support for School Supplies	Completed	87,752
Modified Leprosy Elimination Campaign	PHOs, MHOs, and Leprosy patients	To support the leprosy elimination and control program through leprosy alert response network system (LEARNS) and modified leprosy elimination campaign (MLEC) and post-exposure prophylaxis (PEP).	Completed	50,293
TOTAL				**₱66,752,908**

Alberto A. Lim
President
G/F Norfil Building,
No. 16, Mother Ignacia Ave.
cor. Roces Ave., Quezon City
Contact number: (02) 829-3623

Eugenio M. Caccam Jr.
Executive Director
G/F Norfil Building,
No. 16, Mother Ignacia Ave.
cor. Roces Ave., Quezon City
Contact number: (02) 829-3623

Project Office:
Culion Foundation, Inc.
G/F Norfil Building,
No. 16, Mother Ignacia Ave.
cor. Roces Ave., Quezon City
Contact number: (02) 829-3623

CULION FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)

STATEMENTS OF REVENUES AND EXPENSES

	Endowment Fund	Operating Fund	Current Projects	ASEDP	2022 Total	2021 Total
REVENUES						
Grants and donations	₱–	₱1,500,000	₱71,041,304	₱–	₱72,541,304	₱54,365,553
Interest income (Notes 3, 4, and 6)	1,252,655	7,776	–	3,741,488	5,001,919	4,338,319
Processing fees and others	–	25,734	–	402,801	428,535	1,200,370
Foreign exchange gain	–	125,071	–	–	125,071	–
	1,252,655	1,658,581	71,041,304	4,144,289	78,096,829	59,904,242
EXPENSES						
Programs and projects (Note 15):						
Direct project costs:						
Active TB Case-Finding (ACF)	–	–	38,415,414	–	38,415,414	28,574,905
Prototyping of Provision of Outsourced TB Clinic for Private Hospitals (W8 TB)	–	–	4,689,207	–	4,689,207	9,875,670
TB in the Workplace (TBP)	–	–	4,152,192	–	4,152,192	–
Mangrove Reforestation in Culion & Coron, Palawan (GFOREST)	–	–	2,873,431	–	2,873,431	–
Fish Right Expenses	–	–	2,379,471	–	2,379,471	2,921,934
Urban Health Project (UHP)	–	–	2,222,362	–	2,222,362	–
Community-Based Drowning Prevention (DP)	–	–	1,231,846	–	1,231,846	–
Management of impairment & Disabilities Arising from Leprosy & Lymphatic Filariasis (MID)	–	–	1,207,542	–	1,207,542	–
Revision of Barangay Health Worker's Reference Manual (BHW Manual)	–	–	567,490	–	567,490	335,503
Pro-active Leprosy/Public Health projects (LP)	–	–	416,636	–	416,636	–
PIF-School Supplies	–	–	87,752	–	87,752	14,072
Leprosy Elimination and Control Program (LEARNS)	–	–	50,293	–	50,293	1,426,423
Clinical Practice Guidelines and Medicines (CPG & Medicine)	–	–	–	–	–	1,440,000
Indirect project costs	–	–	–	2,907,816	2,907,816	2,512,058
General and administrative expenses (Note 12)	–	4,795,636	–	–	4,795,636	4,286,594
Other expenses						
Decline in market value of funds held by investment managers (Note 6)	755,820	–	–	–	755,820	–
	755,820	4,795,636	58,293,636	2,907,816	66,752,908	51,387,159
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	₱496,835	(₱3,137,055)	₱12,747,668	₱1,236,473	₱11,343,921	₱8,517,083

See accompanying Notes to Financial Statements.

BIR - RR7A, QUEZON CITY
RDO 39 - SOUTH Q.C.
RECEIVED
APR 19 2023
JULIUS ALVIN U. BUNAYOG
Collection Section

CULION FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)

STATEMENTS OF CHANGES IN FUND BALANCES
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	Endowment Fund	Operating Fund	Current Projects	ASEDP	Total
Balances at January 1, 2021	₱41,954,913	(₱2,322,656)	₱297,863	₱9,233,357	₱49,163,477
Fund transfers during the year (Note 14)	(1,699,825)	170	1,699,655	–	–
Excess (deficiency) of revenues over expenses	1,888,547	(2,523,189)	8,277,046	874,679	8,517,083
Balances at December 31, 2021	42,143,635	(4,845,675)	10,274,564	10,108,036	57,680,560
Fund transfers during the year	4,277,045	6,588,837	(10,274,564)	400,001	991,319
Excess (deficiency) of revenues over expenses	496,835	(3,137,055)	12,747,668	1,236,473	11,343,921
Balances at December 31, 2022	**₱46,917,515**	**(₱1,393,893)**	**₱12,747,668**	**₱11,744,510**	**₱70,015,800**

See accompanying Notes to Financial Statements.

BIR - RR7A, QUEZON CITY
RDO 39 - SOUTH Q.C.
RECEIVED
APR 19 2023
JULIUS ALVIN B. BUNAYOG

CULION FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)

STATEMENTS OF CASH FLOWS

	Years Ended December 31	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenues over expenses	**₱11,343,921**	₱8,517,083
Adjustments for:		
Interest income (Notes 3, 4 and 6)	**(5,001,919)**	(4,338,319)
Decline in market value of funds held by investment managers (Note 6)	**755,820**	–
Retirement benefit expense (Note 11)	**720,216**	784,289
Depreciation (Note 8)	**131,825**	124,308
Unrealized foreign exchange gain	**(125,071)**	–
Operating income before working capital changes	**7,824,792**	5,087,361
Decrease (increase) in:		
Project advances	**(1,549,353)**	(396,461)
Receivables	**(15,270,376)**	(7,266,909)
Increase (decrease) in accrued expenses and other payables	**2,515,155**	(2,953,642)
Net cash used in operations	**(6,479,782)**	(5,529,650)
Benefits paid	**(51,871)**	(921,826)
Interest received	**7,522**	2,917
Net cash flows used in operating activities	**(6,524,131)**	(6,448,559)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	**4,994,397**	4,335,402
Proceeds from (additions in) funds handled by investment managers	**(1,050,265)**	3,693,222
Proceeds from (additions in) investment in bonds	**(300,000)**	4,409,278
Additions to office equipment (Note 8)	**(62,329)**	(151,113)
Payments for deposit for office rental	**(14,700)**	–
Proceeds from disposal of office equipment	**4,054**	–
Net cash flows from investing activities	**3,571,157**	12,286,789
NET INCREASE (DECREASE) IN CASH	**(2,952,974)**	5,838,230
EFFECT OF EXCHANGE RATE CHANGES ON CASH	**125,071**	–
CASH AT BEGINNING OF YEAR	**14,367,178**	8,528,948
CASH AT END OF YEAR	**₱11,539,275**	₱14,367,178

See accompanying Notes to Financial Statements.

BIR – RR7A, QUEZON CITY
RDO 39 – SOUTH Q.C.
RECEIVED
APR 19 2023
JULIUS ALVIN B. BUNAYOG
Collection Section

1. Corporate Information

Culion Foundation, Inc. (the Foundation) was incorporated on June 9, 1976 as a nonstock, nonprofit organization under the laws of the Philippines. It was established primarily to engage in and support research and development work on the prevention and cure of leprosy and other communicable and infectious diseases as well as to promote the social and economic development, rehabilitation and well-being of hansenites and their dependents.

On September 26, 2008, the Philippine Securities and Exchange Commission (SEC) approved the Foundation's amendment of its Articles of Incorporation (AOI) to include in its purpose engaging in and operating a pharmaceuticals and medical supplies project to complement its programs, projects and activities in the elimination of leprosy and other communicable and infectious diseases, as well as to generate revenues for the continuous operation of these programs, projects and services, including other socio-economic development undertakings in selected communities. It also included in its purpose the promotion, support and financing of other specific livelihood/income-generating ventures in agriculture, fishing, utility services and/or cottage industries of its beneficiaries.

Further on October 11, 2019, the SEC approved the amendment of its AOI to include its purpose in assisting in the improvement of the quality of life of the patients, their families, and their communities in general, a crucial factor in regaining their well-being.

Under Section 30 (e) of RA No. 8424 entitled "An Act Amending the National Internal Revenue Code, As Amended, and For Other Purposes", income from activities conducted in pursuit of the objectives for which the Foundation was established is exempt from income tax. However, any income on any of its properties, real or personal, or from any activity conducted for profit regardless of the disposition of such income, is subject to income tax.

The Foundation under its Bureau of Internal Revenue (BIR) Certificate of Registration No. 040-2020 dated February 21, 2020 is duly accredited by the Philippine Council for NGO Certification (PCNC). Under its BIR Certificate of Registration, the donation/s received by the Foundation shall entitle the donor/s full or limited deduction pursuant to Section 34 (H) (1) or (2), and exemption from donor's tax deduction pursuant to Section 101 (A) (3) of the RA No. 8424, subject to the representation and commitments set forth in the application for accreditation filed with the PCNC and provisions of applicable rules and regulations of the BIR. On December 11, 2019, PCNC awarded the Certificate of Accreditation to the Foundation which is valid for a period of five (5) years.

On December 23, 2014, the Foundation renewed its registration with the BIR as a donee foundation. The Certificate of Registration is valid until September 22, 2017, subject to extension until August 7, 2019 upon presentation of renewed Certification of Registration from the Department of Social Welfare and Development (DSWD). The renewed DSWD Certificate of Registration was received on December 20, 2017. As required by PCNC, the true copy of the DSWD certification was submitted in April 2018 for the extension of the Foundation's registration with the BIR as a donee foundation. On January 8, 2021, the DSWD issued a Certificate of License to Operate to the Foundation which is valid for three (3) years.

The Foundation renewed its tax exemption ruling in compliance with Revenue Memorandum Order (RMO) No. 20 – 2013 issued by the Bureau of Internal Revenue (BIR) on July 22, 2013, as amended by RMO No. 28-2013 on October 29, 2013. On November 11, 2021, the BIR had issued the Certificate of Tax Exemption to the Foundation valid for three (3) years from the date of issuance.

The registered office of the Foundation is at Norfil Building, No. 16, Mother Ignacia Avenue corner Roces Avenue, Quezon City.

The financial statements of the Foundation as of and for the years ended December 31, 2022 and 2021 were approved and authorized for issue by the Executive Committee as authorized by the BOT on March 29, 2023.

2. Summary of Significant Accounting Policies

Basis of Preparation

The financial statements of the Foundation have been prepared in accordance with the PFRS for Small Entities (the 'Framework') as approved by the Financial Reporting Standards Council, Board of Accountancy, and Securities and Exchange Commission (SEC). The financial statements have been prepared on a historical cost basis and are presented in Philippine Peso (₱), which is the Foundation's functional currency.

Financial Instruments

The Foundation's basic financial instruments consist of cash, project advances, receivables, funds held by investment managers, investment in bonds, and accrued expenses and other payables.

Initial measurement

On initial recognition, a debt financial instrument is measured at transaction price (including transaction costs), unless the arrangement is in effect a financing transaction. In this case, it is measured at present value of the future payments discounted using a market rate of interest for a similar debt instrument.

Subsequent measurement

The Foundation's debt financial instruments are subsequently measured at amortized cost using the effective interest method.

The Foundation's investments in shares shall be carried at cost less impairment, unless the investment in shares are traded in an active market, which shall be measured at the lower of cost or fair value, with changes in fair value recognized in profit or loss. For shares traded in an active market, the best evidence of fair value is the quoted price for those shares in that active market.

Impairment of financial instruments measured at amortized cost

At each reporting date, the Foundation assesses whether there is objective evidence of impairment on any financial assets that are measured at amortized cost. When there is any objective evidence of impairment, an impairment loss is recognized immediately in profit or loss.

The impairment loss is the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.

Derecognition of Financial Assets
An entity derecognizes a financial asset only when the contractual rights to the cash flows from the assets have expired or are settled, or the entity has transferred to another party substantially all the risks and rewards of ownership relating to the financial asset.

Derecognition of Financial Liabilities
Financial liabilities are derecognized only when these are extinguished – that is, when the obligation is discharged, canceled or has expired.

Cash
Cash includes cash on hand and in banks.

Project Advances and Receivables
Project advances and receivables are recognized initially at transaction price. They are subsequently measured at amortized cost using the effective interest method. A provision for impairment of project advances and receivables is established when there is objective evidence that the Foundation will not be able to collect all amounts due according to the original terms of these receivables.

Security Deposit
Security deposits represent cash advances to lessors relating to operating leases, which will be refundable at the end of the lease term. The deposits are measured at present value at the time of payment and periodically reviewed for impairment. The deposits will be received by the Foundation at the end of the lease term. Security deposits that are expected to be realized within twelve months after reporting date are classified as current assets. Otherwise, these are classified as noncurrent.

Office Equipment
Office equipment is carried at cost less accumulated depreciation and any impairment in value, if any.

The initial cost of office equipment comprises its purchase price and other directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditures incurred after the office equipment have been put into operation, such as repairs and maintenance and overhaul costs, are normally changed to expense in the period in which 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 office equipment beyond its originally assessed standard of performance, the expenditures are capitalized as additional costs of office and equipment. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets which is three to five years.

The estimated useful lives and the depreciation method are reviewed periodically to ensure that the periods and method of depreciation are consistent with the expected pattern of economic benefits from items of office equipment.

When office equipment are retired or otherwise disposed of, their cost, accumulated depreciation and any allowance for impairment in value are eliminated from the accounts and any gain or loss resulting from their disposal is included in the statement of revenues and expenses.

Fully depreciated assets are retained as office equipment until these are no longer in use.

Impairment of Nonfinancial Assets

The Foundation's nonfinancial assets comprise office equipment. These nonfinancial assets are reviewed for impairment whenever events or changes in circumstances indicate the carrying values may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the asset or cash-generating units are written down to its recoverable amount. The estimated recoverable amount is the higher amount of an asset's fair value less costs to sell and value in use. The fair value less costs to sell is the amount obtainable from the sale of an asset in an arm's length transaction less the costs of disposal 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 statement of revenues and expenses.

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

Accrued Expenses and Other Payables

Accrued expenses and other payables are recognized in the statement of assets, liabilities and fund balances when it is probable that an outflow of resources embodying economic benefits will result from the settlement of a present obligation and the amount at which the settlement will take place can be measured reliably. Trade and other payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method.

Fund Balances

Fund balances represent the cumulative balance of excess or deficiency of revenues over expenses. Accordingly, all financial transactions have been recorded and reported by fund group, as follows:

- "Unrestricted fund" represents the portion of expendable funds available for support of the Foundation's operations.
- "Restricted fund" represents the amount set aside by the Foundation's management for special projects and other contingencies.

Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Foundation and the amount of revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Grants and Donations

Grants and donations are recognized when the right to receive such has been established.

Interest Income

Interest income is recognized as it accrues taking into account the effective yield of the asset.

Other Income

Other income is recognized when earned.

Expenses
Expenses are decreases in economic benefits during the accounting period in the form of outflows or depletion of assets or incurrence of liabilities that result in decreases in fund balance. Expenses are recognized as incurred following the accrual basis of accounting.

Operating Leases
Operating leases represent those leases under which substantially all the risks and rewards of ownership of the leased assets remain with the lessor. Lease payments under operating leases are recognized as expense when incurred.

Retirement Benefit Obligation
The Foundation is yet to establish a formal retirement plan for its employees. Thus, the Foundation's retirement benefit obligation is measured using the accrual approach based on the minimum retirement benefits required under Republic Act (RA) No. 7671, otherwise known as *The Retirement Pay Law*. Accrual approach is applied by calculating the expected liability as at reporting date using the current salary of the entitled employees and the employees' years of service, without consideration of future changes in salary rates and service periods.

Provisions
Provisions are recognized when the Foundation has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects the current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as an interest expense.

Where the Foundation expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statements of revenues and expenses, net of any reimbursement.

Contingencies
Contingent liabilities are not recognized in the financial statements. These are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the financial statements but are disclosed when an inflow of economic benefits is probable.

Events After the Reporting Period
Post year-end events that provide additional information about the Foundation's position at the reporting date (adjusting events) are reflected in the financial statements. Post year-end events that are not adjusting events are disclosed in the notes to the financial statements when material.

3. Cash

	2022	2021
Cash on hand	**₱2,269,400**	₱858,980
Cash in banks	**9,269,875**	13,508,198
	₱11,539,275	₱14,367,178

Cash in banks earn interest at the prevailing bank deposit rates. Interest income earned amounted to ₱7,522 and ₱2,917 in 2022 and 2021, respectively.

4. Project Advances

	2022	2021
Project advances	**₱13,086,439**	₱11,601,754
Less allowance for impairment losses	**485,908**	550,576
	₱12,600,531	₱11,051,178

Project advances refer to the funds advanced for the various projects administered by the Foundation to promote, support and finance other specific livelihood or income generating ventures in agriculture, fishing, utility services and/or cottage industries of its beneficiaries pursuant to RA No. 8425, *the Social Reform and Poverty Alleviation Act*. Project advances are unsecured and interest-bearing and are collectible within one year.

Movements in the allowance for impairment losses recognized on project advances are as follows:

	2022	2021
Balances at beginning of year	**₱550,576**	₱638,622
Write-off	**(64,668)**	(88,046)
Balances at end of year	**₱485,908**	₱550,576

Interest income earned from project advances amounted to ₱3,741,202 and ₱2,807,808 in 2022 and 2021, respectively.

5. Receivables

	2022	2021
Receivables from Philippine Business for Social Progress, Inc. (PBSP)	**₱20,239,141**	₱7,279,503
Receivable from United Nations Office for Project Services (UNOPS)	**1,975,791**	–
Receivable from World Health Organization (WHO)	**1,445,440**	315,439
Receivables from officers and employees	**408,694**	289,277
Receivables from Path Foundation Philippines, Inc.	**321,296**	160,925
Others (Note 6)	**155,347**	238,870
	₱24,545,709	₱8,284,014

Receivables from PBSP, UNOPS, WHO, and Path Foundation Philippines, Inc. are non-interest bearing and are collectible within one year. Receivables from WHO arise from two projects, Management of Impairments and Disabilities Arising from Leprosy and Lymphatic Filariasis and Urban Health projects amounting to ₱769,940 and ₱675,500, respectively.

Receivables from officers and employees are cash advances made to the employees subject to liquidation. These are non-interest bearing and are collectible within one year.

Other receivables pertain to receivables from fund managers for the remaining proceeds of the redemption of shares (see Note 6).

6. Funds Handled by Investment Managers

To maximize the utilization of its available funds, the Foundation engaged the services of Bank of the Philippine Islands (BPI), Amalgamated Investment Bancorporation (AIB), AB Capital Securities and Development Bank of the Philippines (DBP) to act as its investment managers and fund administrators.

The investment manager is authorized, under certain conditions and for an agreed fee, to purchase and sell securities for the account and risk of the Foundation.

As reported by AIB, AB Capital Securities, Inc., BPI and DBP, the funds consist of the following:

	2022	2021
Investments in:		
Marketable equity securities	**₱22,040,581**	₱18,775,129
Government securities	**2,201,089**	2,500,000
Deposits in bank	–	2,665,749
Interest receivable	**1,394**	7,741
	₱24,243,064	₱23,948,619

Income from investments earned amounted to ₱1,253,195 and ₱1,527,594 in 2022 and 2021, respectively.

Decline in market value of funds held by investment managers pertain to the fair value decrease of marketable equity securities amounting to ₱755,820 and nil in 2022 and 2021, respectively.

7. Investment in Bonds

The investment in bonds which have a carrying amount of ₱7,250,000 and ₱6,950,000 as of December 31, 2022 and 2021, respectively, have different maturity dates and coupon rates ranging from 3.8% to 7.8%. These can be redeemed anytime by the Foundation as the need arises, which makes the investment demandable and due at any time. The Foundation intends to redeem these bonds anytime for their operating needs. As such, the investment in bonds are classified as a current asset in the statement of assets, liabilities and fund balances.

8. Office Equipment

	2022	2021
Cost:		
Balances at beginning of year	**₱710,244**	₱559,131
Additions	**62,329**	151,113
Disposal	**(93,358)**	–
Balances at end of year	**679,215**	710,244
Accumulated depreciation:		
Balances at beginning of year	**402,577**	278,269
Depreciation	**131,825**	124,308
Disposal	**(89,304)**	–
Balances at end of year	**445,098**	402,577
Net book values	**₱234,117**	₱307,667

Depreciation of office equipment related to projects were recorded under programs and projects amounting to ₱49,264 and ₱22,809 in 2022 and 2021, respectively.

9. Security Deposits

The Foundation's security deposits amounting to ₱168,380 and ₱153,680 as of December 31, 2022 and 2021, respectively, will be reimbursed at the end of the lease term. The security deposit is classified as a noncurrent asset in the statement of financial position since it is not expected to be collected within 12 months from the reporting date.

This security deposit is related to the two-year lease contract with Norfil Foundation, Inc. for the office space which commenced on December 1, 2017 and is renewable every year. The rent expense in relation to this lease amounted to ₱300,000 and ₱319,050 in 2022 and 2021, respectively (see Note 12).

10. Accrued Expenses and Other Payables

	2022	2021
Accrued medical expenses	**₱5,685,513**	₱–
Deposit arising from project advances (Note 4)	**728,565**	742,415
Accrued expenses	**668,414**	578,110
Deferred support	**493,377**	3,285,301
Due to employees	**457,759**	622,455
Payable to National Leprosy Control Program (NLCP) – Department of Health (DOH)	**–**	290,192
	₱8,033,628	₱5,518,473

Accrued medical expenses pertains to the accrual for the billings from the X-ray providers of the Foundation. Accrued medical expenses are non-interest bearing and are generally settled within a year

Deferred support pertains to the grants from WHO (BHW Manual and Community-based Drowning Prevention Initiative in Western Visayas), G-Xchange, Inc. (Mangrove Reforestation in Culion and Coron, Palawan) and PATH Foundation Philippines, Inc. (Fish Right) in excess of the total costs incurred by the aforementioned projects, which shall be utilized in the following period.

Accrued expenses include accrual for rent and utilities, salaries of employees, statutory payables and other government liabilities, among others. Accrued expenses are generally settled within a year.

Due to employees are reimbursable by the Foundation for the expenses shouldered by the employees for the Foundation. Due to employees are non-interest bearing and are generally settled within a year.

Payable to NLCP – DOH pertains to excess collections from registration fees of participants of the 20th International Leprosy Congress to be remitted to NLCP - DOH. This were utilized by NLCP-DOH to develop a standard "Clinical Practice Guidelines" and provide medicines during "Kilatis Kutis" project of DOH.

11. Retirement Benefit Obligation

The Foundation recognized the amount of retirement benefits for its qualified employees following the minimum requirement benefit required by RA No. 7641, *Retirement Pay Law*, using accrual approach.
The movement in the account during the years ended December 31 are as follows:

	2022	2021
At January 1	**₱1,863,303**	₱2,000,840
Retirement benefit expense (Note 12)	**720,216**	784,289
Payment	**(51,871)**	(921,826)
At December 31	**₱2,531,648**	₱1,863,303

12. General and Administrative Expenses

	2022	2021
Personnel expenses (see Note 11)	**₱2,871,256**	₱2,775,275
Fund generation	**603,244**	453,413
Meeting expenses	**348,536**	225,777
Office and equipment rental (Note 9)	**300,000**	319,050
Repairs and maintenance	**128,731**	78,341
Transportation and travel	**93,560**	74,243
Depreciation (see Note 8)	**82,561**	101,499
Communication	**76,893**	37,607
Utilities	**59,980**	10,720
Taxes and licenses	**35,600**	31,758
Entertainment, amusement and recreation	**15,488**	400
Development cost and trainings	**–**	18,184
Others	**179,787**	160,327
	₱4,795,636	₱4,286,594

Fund generation expenses are assistance to the victims of typhoon and project and administrative personnel costs which are not covered by funding donors.

Others include subscription fees, supplies expense, professional fees and other incidental expenses incurred by the Foundation.

13. Intra-fund Account

The Foundation utilizes its funds by lending the extra funds of one division to another division for the support of existing and current projects. The transaction will result in an intra-fund receivable for the lender and an intra-fund payable for the borrower.

The following table describes the intra-fund receivable and payable between the Foundation's divisions:

	2022		2021	
	Receivable	**Payable**	Receivable	Payable
Current project	**₱4,790,871**	**₱14,099,513**	₱6,228,597	₱6,791,114
Operating fund	**8,890,066**	**377,415**	1,618,615	1,581,317
Endowment fund	**1,121,800**	**415,809**	900,000	374,781
	₱14,802,737	**₱14,802,737**	₱8,747,212	₱8,747,212

14. Fund Balance

On May 12, 2011, the BOT approved the restriction of its endowment fund to be used for special projects and other future contingencies.

In 2021, the management has transferred funds which amounted to ₱1.7 million from Endowment Fund to Current Projects and Operating Fund amounting to ₱1.7 million and ₱170, respectively, which were duly approved by the BOT.

In 2022, the management has transferred funds which amounted to ₱10.3 million from Current Projects to Endowment Fund, Operating Fund and ASEDP amounting to ₱4.3 million, ₱6.6 million and ₱0.4 million, respectively, which were duly approved by the BOT.

In March 2023, the BOT approved the fund balance transfer from the excess funds from Current Project in 2022 amounting to ₱12,474,668 to Endowment Fund and Operating Fund amounting to ₱11,353,775 and ₱1,393,893, respectively.

15. Programs and Projects

As of December 31, 2022, the Foundation implemented the following projects:

New Projects in 2022

Urban Health Project (UHP)

The Foundation partnered with the World Health Organization and Korea Foundation International Healthcare (KOFIH) in collaboration with the Department of Health to provide technical assistance for the implementation of the Urban Health Project in selected Local Government Unit sites specifically in Valenzuela and Paranaque in the National Capital Region.

The four months project aims to improve the health of the urban communities in these two cities and protect them from adverse outcomes of COVID-19. The Foundation incurred project costs amounting to ₱2,222,362 in 2022. The project is already completed as of 2022.

Community-Based Drowning Prevention (DP)

In collaboration with the Department of Health Center of Health Development (Region 6), the Foundation provided technical assistance in the implementation of Community-Based Drowning Prevention Initiatives in the Western Visayas to be funded by the World Health Organization. The Foundation incurred project costs amounting to ₱1,231,846 in 2022.

Management of impairment & Disabilities Arising from Leprosy & Lymphatic Filariasis (MID)

The Foundation entered into an agreement for performance of work with the World Health Organization to support the project entitled "Enhance the Strategy in the Management of Impairments and Disabilities Arising from Leprosy and Lymphatic Filariasis in Iloilo, Northern Leyte, and Zamboanga Del Norte". The Foundation incurred project costs amounting to ₱1,207,542 in 2022.

Mangrove Reforestation in Culion & Coron, Palawan (GFOREST)

The Foundation entered into a Memorandum of Agreement with G-XCHANGE, INC. for the restoration of mangrove forests in Culion and Coron, Palawan.

The project deliverable is to plant 250,000 mangrove tree seedlings in Culion and Coron, Palawan and the project life shall be until 31 December 2024. The Foundation incurred project costs amounting to ₱2,873,431 in 2022.

Pro-active Leprosy/Public Health Projects (LP)

The Foundation entered into a Project Agreement with Rizal Dermatology Services, Training and Research, Inc to support its education, advocacy and research work on leprosy. The project aims to produce audio-visual material for off-line and Facebook live viewing, conduct Randomized Control Trial and Cross-Sectional Research Study and produce communication collaterals.

The Foundation also supported the continuity of the operation of the TB DOTS Clinics in Zamboanga, Pagadian and Calapan while looking for other funding source.

The Foundation incurred projects costs amounting to ₱416,636 in 2022.

Installation of TB Programs in Communities/Groups (TBP)

The Foundation engaged with Philippine Business for Social Progress (PBSP) to implement the PBSP Advancing Client Centered Care and Expanding Sustainable Services for TB (ACCESS) Project, funded by The Global Fund to Fight Aids, Tuberculosis and Malaria.

The objective of the project is to educate, train, empower and capacitate 60 cluster groups of micro, small and medium enterprises in the three major regions in the Philippines – National Capital Region, Central Luzon and CALABARZON. The Foundation incurred project costs amounting to ₱4,152,192 in 2022.

Projects in 2022 and 2021

Active TB Case-Finding (ACF)

The Foundation engaged with Philippine Business for Social Progress (PBSP) to implement the PBSP Advancing Client Centered Care and Expanding Sustainable Services for TB (ACCESS) Project, funded by The Global Fund to Fight Aids, Tuberculosis and Malaria.

The objective of the project is to conduct active TB case finding activities among potential TB patients in Regions 4A, 4B, and 5. The Foundation incurred project costs amounting to ₱38,415,414 and ₱28,574,905 in 2022 and 2021, respectively.

Leprosy Elimination and Control Program (LEARNS)

The Foundation entered into an Agreement for Performance of Work with the World Health Organization to conduct the Leprosy Elimination and Control Program through Leprosy Alert Response Network System (LEARNS) and Modified Leprosy Elimination Campaign (MLEC) and Post-Exposure Prophylaxis (PEP). The Foundation incurred project costs amounting to ₱50,293 and ₱1,426,423 in 2022 and 2021, respectively. The project is already completed as of 2022.

Revision of Barangay Health Worker's (BHW) Reference Manual and Development of Online Training Modules

The Foundation entered into an Agreement for Performance of Work with the World Health Organization to support the revision of the Barangay Health Worker's (BHW) Reference Manual and to develop online training modules. The Foundation incurred project costs amounting to ₱567,490 and ₱335,503 in 2022 and 2021, respectively.

Prototyping of Provision of Outsourced TB Clinic for Private Hospitals in the Philippines (W8 TB)

The Foundation, in partnership with United Nations Office for Project Services, implemented a project entitled, "Prototyping of Provision of Outsourced TB Clinic for Private Hospitals in the Philippines".

The objective of the project is to provide funding to partners for testing innovative approaches and technologies aimed at increasing the number of people diagnosed and treated for tuberculosis, decreasing the time to appropriate treatment and improving treatment success rates. The Foundation incurred project costs amounting to ₱4,689,207 and ₱9,875,670 in 2022 and 2021, respectively. The project is already completed in 2022.

Clinical Practice Guidelines and Medicines (CPG & Medicine)

The Foundation, in partnership with Healthcare Practice and Policy Management, Inc. (HPPM), support the "Development of Clinical Practice Guidelines for Leprosy Project" of the National Leprosy Control Program (NLCP) of the Department of Health. The NLCP has selected the HPPM to develop the said Guidelines based on its expertise and experience. The Foundation incurred project costs amounting to nil and ₱1,440,000 in 2022 and 2021, respectively. The project is already completed in 2022.

Assistance to Small Enterprise Development

This project was administered by the Foundation to promote, support and finance other specific livelihood or income generating ventures in agriculture, fishing, utility services and/or cottage industries of its beneficiaries pursuant to RA No. 8425, *the Social Reform and Poverty Alleviation Act*. The Foundation incurred project costs amounting to ₱2,907,816 and ₱2,444,091 in 2022 and 2021, respectively. These expenses were recorded under indirect project costs and general and administrative expenses in the statement of revenues and expenses.

Fish Right Project

The Foundation, in partnership with USAID-Path Foundation Philippines, Inc., implemented a project entitled, "Fish Right Project".

The objective of the project is to facilitate engagement of the communities in the Municipalities of Culion and Coron to improve management effectiveness and compliance so as to reduce the threats to marine biodiversity. The Foundation incurred project costs amounting to ₱2,379,471 and ₱2,921,934 in 2022 and 2021, respectively.

Distribution of PIF-School Supplies

This project was administered by the Foundation in partnership with Consuelo Zobel Alger Foundation to distribute school supplies in Culion, Palawan. The Foundation incurred project costs amounting to ₱87,750 and ₱14,072 in 2022 and 2021, respectively. The project is already complete in 2022.

16. Supplementary Information Required Under Revenue Regulations (RR) 34-2020 and 15-2010

Disclosures Required by RR 34-2020

On December 18, 2020, the Bureau of Internal Revenue (BIR) issued RR 34-2020 which requires the filing and submission of BIR Form 1709 (RPT Form) for the following:

a. Large taxpayers;
b. Taxpayers enjoying tax incentives;
c. Taxpayers reporting net operating losses for the current taxable year and the immediately preceding two consecutive taxable years
d. A related party which has transactions with (a), (b), and (c).

The Foundation did not meet the conditions required by RR 34-2020, therefore, it is not required to submit BIR Form 1709 (RPT Form).

Disclosures Required by RR 15-2010

In compliance with the requirements set forth by RR 15-2010, hereunder are the information on taxes and licenses fees paid or accrued during the taxable year 2022:

a. Value Added Tax

Under Section 30 (e) of RA No. 8424, the Foundation is not engaged in the sale of goods or services in the course of a business pursuit, thus no revenue derived shall be subject to 12% VAT.

b. Other taxes and licenses are as follows:

Local:	
Business permit fees	₱9,632
License fees	22,000
Others	3,468
National	
BIR annual registration fee	500
Total	₱35,600

c. The amount of withholding taxes paid/accrued for the year amounted to:

Withholding taxes on compensation and benefits	₱792,935
Expanded withholding taxes	915,178
	₱1,708,113

OUR BOARD OF TRUSTEES

RAMON A. PEDROSA
Chairman

ALBERTO A. LIM
President

GIL T. SALAZAR
Treasurer

ALEJANDRO A. AQUINO
Trustee

TEODORO J. HERBOSA, M.D.
Trustee

LALAINE M. JOYAS
Trustee

MA. YOLANDA V. ONG
Trustee

CARLO IRWIN A. PANELO, M.D.
Trustee

MARIA AURORA F. TOLENTINO
Trustee

ATTY. ANTHONY CHARLEMAGNE C. YU
Trustee

ATTY. REGINALDO L. HERNANDEZ
Corporate Secretary

OUR TEAM

EUGENIO M. CACCAM, JR.
Executive Director

JOSELITO A. LAVARIAS
Finance Manager

MS. MARLA URIZZA
HR Manager

REGINALD ALAIN SANTOS
Executive Assistant

EMERALD S. AMURAO
Senior Accountant

DOLINA N. TABLA
Palawan - Area Coordinator

JOHN JEFFERSON BESA
Health Project Consultant

NOLI D. LLAVAN
Project Lead