

**MAJI NA UFANISI  
(MNU)  
ANNUAL REPORT  
AND  
FINANCIAL STATEMENTS  
31 DECEMBER 2016**

**AUDITORS**

**Warren & Associates**

**Certified Public Accountants**

**P.O BOX 1496-00200-City Square**

**NAIROBI KENYA**

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<b>Members of the Board of Directors</b>	Mr. Peter Maina	: Chairperson
	Mrs. Theresa Wairimu	: Treasurer
	Mr. Edward Kairu	: Secretary
	Ms. Mary Matu	: Member
	Ms. Mary Nginyo	: Member
	Mr. Lawrence Mwangi	: Member
	Mr. Nabutola Wafula	: Member

**Registered Office**  
Methodist Ministries Centre,  
Oloitokitok Road,  
Lavington.  
P.O Box 58684 - 00200  
Nairobi, Kenya

**Auditors**  
Warren & Warren associates  
Certified Public Accountants (K)  
P.O. Box 1496 - 00200  
Nairobi, Kenya

**Bankers**  
Standard Chartered Bank Kenya  
Yaya Centre Branch,  
Nairobi.

Barclays Bank of Kenya  
Hurlingham Branch,  
Nairobi.

NIC Bank  
Junction Branch,  
Nairobi

The Directors submits their report together with audited Financial Statements for the year ended 31 December 2016 which disclose the state of affairs of the Organisation.

### 1 Incorporation

Maji na Ufanisi (MnU) is a Kenyan membership based Non-Governmental Organisation (NGO). MnU started its operations in 1998 and since then has gained expertise in building the capacity of grassroots communities and institutions to analyze and address their development concern and in particular, those dealing with water and sanitation.

MnU's vision is 'an empowered just society', and its mission is 'to improve the quality of life of the disadvantaged through participatory innovative pro-poor Water and Environmental Sanitation Solutions'. MnU implements projects under the following key programme areas: Water and sanitation access; Hygiene education and promotion; Slum upgrading initiatives; Environmental management; Community empowerment; Advocacy; Research and communication and Organisation capacity development.

MnU partners with communities, Government departments, Research institutions, Community based organisations (CBO's), Universities, schools, NGOs and other like-minded organisations to achieve its goals and objectives. Over the years, MnU has carried out activities in most urban informal settlements as well as supplementing city council efforts in public schools, particularly those adjacent to the informal settlements.

Since 2010, MnU has been hosting the civil Society Urban Development Programme (CSUDP). CSUDP is an innovative urban intervention programme that is hinged on the Embassy of Sweden (EoS) strategy (2009-2013) and (2013-2015) for cooperation with Kenya. CSUDP facilitates equitable and sustainable urban development through implementing partners (IPs) who have demonstration projects in various urban areas around Kenya.

### 3 Results

The net deficit for the year of KES (9,522,702) / 2015:KES (100,936,581) has been added to the General Fund.

### 4 Financial statements

At the date of this report, the directors were not aware of any circumstances which would have rendered the values attributed to the assets in the financial statements misleading.

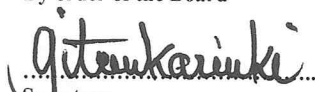
### 5 Committee members

The Directors who held office during the year and to the date of this report are set out on page 1.

### 6 Auditor

The auditor, Warren and Associates has expressed willingness to continue in office in accordance with Section 159 (2) of the Kenyan Companies Act.

By order of the Board

  
Secretary



### Statement of Directors' Responsibility

The Directors are required to prepare Financial Statements of Maji na Ufanisi (MnU), for each financial year that give a true and fair view of the financial position of the Organisation as at the end of the financial year and of its profit or loss for that year. It also requires the Directors to ensure that the Organisation maintains proper accounting records that are sufficient to show and explain the transactions of the organisation and disclose, with reasonable accuracy, the financial position of the organisation. The Directors are also responsible for safeguarding the assets of the organisation, and for taking reasonable steps for the prevention and detection of fraud and other irregularities

The Directors accepts responsibility for the preparation and presentation of these Financial Statements in accordance with International Financial Reporting Standards. The Directors also accepts responsibility for:

- i) designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements;
- ii) selecting and applying appropriate accounting policies; and
- iii) making accounting estimates and judgements that are reasonable in the circumstances.

Having made an assessment of the Organisations' ability to continue as a going concern, the Directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the Organisation's ability to continue as a going concern.

The directors acknowledges that the independent audit of the financial statements does not relieve them of their responsibilities

Approved on 28.06.2018 ..... 2018

Chairman: Peter Maina Date: 28 Jun 2018

Secretary: Gitau Karuki Date: 28.06.2018

Board Member: [Signature] Date: 28/06/2018



### **Opinion**

We have audited the accompanying financial statements of Maji na Ufanisi (MnU), set out on pages 5 to 17 which comprise Statement of financial position as at 31st December 2016, and the statement of Profit & Loss, statement of changes in Fund Balances, and statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion the accompanying financial statements give a true and fair view of the financial affairs of the organization as at 31st December 2016 and of its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Kenya, and we have fulfilled our ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other information**

The Directors are responsible for the other information. Other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Directors' responsibility for the financial statements**

The Directors are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Kenyan NGO Coordination Act, and for such internal control as the board members determine 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, the board members are responsible for assessing the organization'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 the board members either intend to liquidate the organization or to cease operations, or have no realistic alternative but to do so.

### **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 ISAs 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 ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- 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.

**Maji na Ufanisi (MnU)**  
**Annual report and financial statements**  
**For the period ended 31 December 2016**

**Report of the Independent Auditor to the members of Maji na Ufanisi (MnU)**

**Auditor's responsibilities for the audit of the financial statements (continued)**

- 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 of 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 organization'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 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 organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required 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 the auditor's report. However, future events or conditions may cause the organization to cease to continue as a going concern.

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 the audit.

**Report on other legal requirements**

As required we report to you, based on our audit, that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) in our opinion proper books of account have been kept by the society, so far as appears from our examination of those books; and
- (iii) the society's balance sheet and income statement are in agreement with the books of account.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Orwa Warren Odiambo -P/No. 2089

**Warren & Associates**  
**Certified Public Accountants**  
**P.O. Box 1496-00200**  
**Nairobi**

20/02/2018



**MAJI NA UFANISI (MnU)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2016**

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ASSETS	Note	31.12.16 K.Shs	31.12.15 K.Shs
<b>NON-CURRENT ASSETS</b>			
Property , Plant and Equipments	2	6,537,061	11,330,623
Intangible Assets	3	1,115,072	1,672,607
		<u>7,652,133</u>	<u>13,003,230</u>
<b>CURRENT ASSETS</b>			
Accounts Receivable	5	-	2,904,952
Cash and Bank Balances	4	2,669,263	12,365,508
		<u>2,669,263</u>	<u>15,270,459</u>
<b>TOTAL ASSETS</b>		<u>10,321,396</u>	<u>28,273,689</u>

**FUNDS AND LIABILITIES**

**FUNDS**

Assets Fund	7	8,500,920	13,904,217
Project Funds	7	(1,777,698)	5,580,009
General Funds	7	3,598,174	(2,057,768)
		<u>10,321,396</u>	<u>17,426,457</u>

**CURRENT LIABILITIES**


Trade Payables	6	-	3,770,501
Other Payables	6	-	7,076,731
		<u>-</u>	<u>10,847,232</u>

<b>TOTAL FUNDS AND LIABILITIES</b>		<u>10,321,396</u>	<u>28,273,689</u>
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The financial statements were approved by the Board of Directors on 28.06.2018 and signed

on its behalf by:

  
 Executive Director

  
 Chairperson





**MAJI NA UFANISI  
STATEMENT OF FINANCIAL ACTIVITY  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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	Note	DESIGNATED FUNDS K.Shs	ASSET FUNDS K.Shs	GENERAL FUND K.Shs	31.12.2016 K.Shs	31.12.2015 K.Shs
<b>GRANT INCOME</b>						
Danish Peoples' Aid		1,815,289	-	-	1,815,289	9,173,259
SIDA - MNU		-	-	-	-	35,375,157
SIDA - CSUDP		5,966,508	-	-	5,966,508	36,426,543
Rotary Club/Denver University		-	-	-	-	87,764
Unrestricted CDTF		-	-	-	-	-
CAFOD		(519,167)	-	-	(519,167)	-
Mombasa Facilities		6,987,676	-	-	6,987,676	-
Other funds		-	-	-	-	43,361
		<u>14,250,306</u>	<u>-</u>	<u>-</u>	<u>14,250,306</u>	<u>81,106,084</u>
Interest Income		-	-	24,132	24,132	49,960
Exchange Gain/loss		-	-	(10,829)	(10,829)	15,278
(Loss)/Gain on Asset Disposal		-	-	-	-	(825)
		<u>-</u>	<u>-</u>	<u>13,303</u>	<u>13,303</u>	<u>64,413</u>
<b>TOTAL INCOME</b>	<b>7</b>	<u>14,250,306</u>	<u>-</u>	<u>13,303</u>	<u>14,263,608</u>	<u>81,170,497</u>
<b>EXPENDITURE</b>						
Administrative & office expenses	13	10,530,464	-	-	10,530,464	15,349,708
Vehicle running costs	15	537,332	-	-	537,332	2,433,410
Personnel costs	16	6,571,899	-	-	6,571,899	61,110,429
Capacity building	17	3,841,073	-	-	3,841,073	8,613,544
Project supplies	18	33,000	-	-	33,000	7,657,920
Monitoring & networking	19	94,245	-	-	94,245	56,837,794
Write offs		-	-	-	-	1,716,684
Implementing partners returns	20	-	-	-	-	24,367,226
		<u>21,608,013</u>	<u>-</u>	<u>-</u>	<u>21,608,013</u>	<u>178,086,714</u>
<b>NET INCOME</b>		<u>(7,357,707)</u>	<u>-</u>	<u>13,303</u>	<u>(7,344,404)</u>	<u>(96,916,217)</u>
Depreciation	2	-	(1,620,761)	-	(1,620,761)	(3,184,059)
Armotization	3	-	(557,536)	-	(557,536)	(836,304)
		<u>-</u>	<u>(2,178,297)</u>	<u>-</u>	<u>(2,178,297)</u>	<u>(4,020,363)</u>
<b>NET MOVEMENT OF FUNDS</b>		<u>(7,357,707)</u>	<u>(2,178,297)</u>	<u>13,303</u>	<u>(9,522,702)</u>	<u>(100,936,581)</u>
<b>FUND BALANCE AS 1ST JANUARY</b>		<u>5,580,009</u>	<u>13,904,217</u>	<u>(2,057,768)</u>	<u>17,426,458</u>	<u>118,363,038</u>
<b>FUND BALANCE AS 31ST DECEMBER</b>		<u>(1,777,698)</u>	<u>11,725,920</u>	<u>(2,044,466)</u>	<u>7,903,756</u>	<u>17,426,458</u>

**MAJINA UFANISI  
STATEMENT OF CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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	Note	DESIGNATED FUNDS K.Shs	ASSET FUNDS K.Shs	GENERAL FUNDS K.Shs	TOTAL K.Shs
<b>At 1 January 2015</b>					
Income	7	112,155,749	9,452,954	(3,245,664)	118,363,038
Operating Costs	13 - 19	81,062,722	(825)	108,600	81,170,497
Transfer		(176,370,030)	-		(176,370,030)
Funds for the purchase of Fixed Assets		(2,795,980)	-	2,795,980	-
Funds for the purchase of Intangible Assets		(6,587,838)	6,587,838	-	-
Write offs during the year		(1,884,614)	1,884,614	-	-
Depreciation Charge	2	-	(3,184,059)	(1,716,684)	(1,716,684)
Armotization Charge	3	-	(836,304)	-	(836,304)
<b>At 31 DECEMBER 2015</b>		<u>5,580,009</u>	<u>13,904,217</u>	<u>(2,057,768)</u>	<u>17,426,458</u>
<b>At 1 January 2016</b>		5,580,009	13,904,217	(2,057,768)	17,426,458
Income	7	14,250,306	-	13,303	14,263,608
Operating Costs	13 - 19	(21,608,013)	-	-	(21,608,013)
Asset transfer to sister organisation			(3,225,000)		
Depreciation Charge	2	-	(1,620,761)	-	(1,620,761)
Armotization Charge	3	-	(557,536)	-	(557,536)
Prior years adjustment		-	-	5,642,640	5,642,640
<b>At 31 DECEMBER 2016</b>		<u>(1,777,698)</u>	<u>8,500,920</u>	<u>3,598,174</u>	<u>13,546,396</u>

**MAJI NA UFANISI  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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	Note	31.12.16 K.Shs	31.12.15 K.Shs
<b>OPERATING ACTIVITIES</b>			
<b>Cash flows from operating activities</b>			
Net movement of funds		(9,522,702)	(100,936,581)
<b>Adjustments for:</b>			
Depreciation	2	1,620,761	3,184,059
Armotisation	3	557,536	836,304
Loss on disposal of property and equipments		-	825
<b>Operating surplus before working capital changes</b>		<u>(7,344,404)</u>	<u>(96,915,392)</u>
Increase/Decrease in accounts receivables		2,904,952	541,592
Decrease in partner balances		-	-
Increase/Decrease in trade payables and accruals		(10,847,232)	(22,858,953)
<b>Cash generated from operations</b>		<u>(15,286,685)</u>	<u>(119,232,753)</u>
Income taxes paid			-
<b>Net cash generated from operating activities</b>		<u><b>(15,286,685)</b></u>	<u><b>(119,232,753)</b></u>
<b>INVESTING ACTIVITIES</b>			
<b>Cash flows from investing activities</b>			
Purchase of property and equipments		(52,200)	(6,587,838)
Purchase of Intangible Assets		-	(1,884,614)
Proceeds on sale of property and equipments		-	49,000
unsupported balances written off		5,642,640	
<b>Net cash used in investing activities</b>		<u><b>5,590,440</b></u>	<u><b>(8,423,452)</b></u>
<b>Net increase in cash and cash equivalents</b>		<b>(9,696,245)</b>	<b>(127,656,205)</b>
<b>Cash and cash equivalents at the beginning of the year</b>		12,365,508	140,021,713
Effect of exchange rate changes			-
<b>CASH AND CASH EQUIVALENTS AT THE END OF</b>	<b>4</b>	<u><b>2,669,263</b></u>	<u><b>12,365,508</b></u>

MAJI NA UFANISI  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2016

Page 9

	Note	31.12.16 K.Shs	31.12.15 K.Shs
<b>OPERATING ACTIVITIES</b>			
<b>Cash flows from operating activities</b>			
Net movement of funds		(9,522,702)	(100,936,581)
<b>Adjustments for:</b>			
Depreciation	2	1,620,761	3,184,059
Armotisation	3	557,536	836,304
Loss on disposal of property and equipments		-	825
<b>Operating surplus before working capital changes</b>		<u>(7,344,404)</u>	<u>(96,915,392)</u>
Increase/Decrease in accounts receivables		2,904,952	541,592
Decrease in partner balances		-	-
Increase/Decrease in trade payables and accruals		(10,847,232)	(22,858,953)
<b>Cash generated from operations</b>		<u>(15,286,685)</u>	<u>(119,232,753)</u>
Income taxes paid			-
<b>Net cash generated from operating activities</b>		<u><b>(15,286,685)</b></u>	<u><b>(119,232,753)</b></u>
<b>INVESTING ACTIVITIES</b>			
<b>Cash flows from investing activities</b>			
Purchase of property and equipments		(52,200)	(6,587,838)
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<b>Net increase in cash and cash equivalents</b>		<b>(9,696,245)</b>	<b>(127,656,205)</b>
<b>Cash and cash equivalents at the beginning of the year</b>		12,365,508	140,021,713
Effect of exchange rate changes			-
<b>CASH AND CASH EQUIVALENTS AT THE END OF</b>	4	<u><b>2,669,263</b></u>	<u><b>12,365,508</b></u>



## 1 SIGNIFICANT ACCOUNTING POLICIES

The Financial Statements are prepared on a going concern basis and in compliance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board. They are presented in Kenya Shillings, which is also the functional currency

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied, unless otherwise stated.

### (a) Basis of Preparation

The financial statements are prepared in compliance with international Financial Reporting Standards (IFRSs) and are prepared under the historical cost basis of accounting.

The preparation of financial statements in conformity with International Financial Reporting Standards requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. It also requires directors to exercise judgement in the process of applying the organisation's accounting policies. Although these estimates are based on the directors' knowledge of current events and actions, actual results may differ from those estimates. Accounting policies 1(f) and 1(g) below on 'critical accounting estimates and assumptions' and 'critical accounting judgements' highlight the areas that involve a higher level of judgement, or where the estimates or assumptions used are significant to the financial statements.

### (b) Critical Accounting Estimates and Assumptions

In the process of applying the organisation's accounting policies, directors make certain estimates and assumptions about future events. In practice, the estimated and assumed result would differ from the actual results. Such estimates and assumptions, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

#### *Vehicles and Equipments*

Directors make estimates in determining the depreciation rates for vehicles and equipments. The rates used are set out in the accounting policy for vehicles and equipments.

These estimates are continually evaluated and are based on historical experience and other factors, including expectations of future that are believed to be reasonable under the prevailing circumstances.

The organisation measures its vehicles and equipments at cost.

### (c) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the organisation and the revenue can be reliably measured.

The following specific criteria must also be met before revenue is recognised:

*i) Revenue for donors grants*

Revenue is recognised on receipt.

*ii) Interest income*

It is accrued on a time basis, by reference to the principal outstanding and the interest rate applicable.

**(d) Taxation**

**Current taxation**

No tax has been provided as funds received are grants incomes that are not subject to taxation

**(e) Provisions**

Provisions are recognised where the organisation has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made. Provisions mainly relate to contingent liability.

**(f) Vehicles and Equipment and depreciation**

Vehicles and equipment are stated at cost less accumulated depreciation and any impairment losses

Items of property, plant and equipment are depreciated on the reducing balance basis to write down the cost of each asset to its residual value over its estimated useful life as follows;

Computer and IT equipment	33.3% p.a
Motor Vehicles	25.0% p.a
Office equipment	12.5% p.a
Furniture and fittings	12.5% p.a

**(g) Intangible assets**

Intangible assets are stated at cost less accumulated amortization.

**(h) Project and Designated Funds**

These funds represent unutilised funds and are available for use in subsequent periods.

**(i) Foreign Currency Transactions**

Transactions during the year in foreign currencies are translated at the rates ruling at the dates of the transaction

**(j) Retirement Benefit Costs**

The organisation operates a defined contribution retirement benefit scheme for its employees

The asset of the defined contribution scheme are held in a separate trustee administered fund, which is funded by contributions from the organisation, at a rate of 12.5% of the basic salary of each employee.

The organisation also contribute to a statutory defined contribution pension scheme, the National Social Security Fund (NSSF). Contributions are determined by local statute. The group's contribution to the above schemes are charged to the income statement in the year to which they relate.

**(k) Financial Instruments**

The organisation's principal financial instruments include trade and other receivables, cash and bank balances and trade and other receivables.

*(i) Trade and other receivables*

Trade and other receivables are carried at their original invoiced amounts less an estimate made for allowances for credit losses based on a review of all outstanding amounts, on an account by account basis, at the year end. Allowances for credit losses are written off in the year in which they are identified as irrecoverable.

A provision for impairment is made when there is objective evidence (such as the probability of insolvency or significant financial difficulties of the debtor) that the organisation will not be able to collect all of the amounts due under the original terms of the invoice.

*(ii) Cash and cash equivalents*

For the purpose of the cash flow statement, cash equivalents include short term liquid investments which are readily convertible to known amounts of cash, net of any outstanding overdrafts.

*(iii) Accounts payable*

Account payable are non interest bearing financial liabilities and are carried at amortised cost, which is measured at the fair or contractual value of the consideration to be paid in future in respect of goods and services supplied by the suppliers, whether billed to the organisation or not, less any payments made to the suppliers.

*(iii) Impairment and uncollectibility of financial assets*

The organisation assesses at each balance sheet date whether there is any objective evidence that a financial asset or group of financial assets are impaired.

2. PROPERTY, PLANT AND EQUIPMENT

YEAR ENDED 31 DECEMBER 2016	Motor Vehicles K.Shs	Furniture & Fittings K.Shs	Office Equipment K.Shs	IT Equipment K.Shs	Total K.Shs
At 1 January 2016	17,270,000	5,018,536	4,657,608	8,402,316	35,348,460
Additions	-	-	-	52,200	52,200
Transfer to sister organisation	(4,300,000)	-	-	-	(4,300,000)
At 31 December 2016	<u>12,970,000</u>	<u>5,018,536</u>	<u>4,657,608</u>	<u>8,454,516</u>	<u>31,100,660</u>

Depreciation

At 1 January 2016	11,500,355	2,660,720	2,760,421	7,096,343	24,017,837
Transfer to sister organisation	(1,075,000)	-	-	-	(1,075,000)
Charge for the year	636,161	294,727	237,148	452,724	1,620,761
At 31 December 2016	<u>11,061,516</u>	<u>2,955,447</u>	<u>2,997,569</u>	<u>7,549,067</u>	<u>24,563,599</u>

NBV at 31 December 2016

	<u>1,908,484</u>	<u>2,063,089</u>	<u>1,660,039</u>	<u>905,449</u>	<u>6,537,061</u>
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YEAR ENDED 31 DECEMBER 2015	Motor Vehicles K.Shs	Furniture & Fittings K.Shs	Office Equipment K.Shs	IT Equipment K.Shs	Total K.Shs
At 1 January 2015	12,970,000	3,937,036	4,190,006	8,013,580	29,110,622
Additions	4,300,000	1,081,500	483,602	722,736	6,587,838
Disposal	-	-	(16,000)	(334,000)	(350,000)
At 31 December 2015	<u>17,270,000</u>	<u>5,018,536</u>	<u>4,657,608</u>	<u>8,402,316</u>	<u>35,348,460</u>

Depreciation

At 1 January 2015	9,577,140	2,323,889	2,498,213	6,734,711	21,133,952
Disposal	-	-	(8,819)	(291,355.28)	(300,175)
Charge for the year	1,923,215	336,831	271,027	652,987	3,184,059
At 31 December 2015	<u>11,500,355</u>	<u>2,660,720</u>	<u>2,760,421</u>	<u>7,096,343</u>	<u>24,017,837</u>

NBV 31 December 2015

	<u>5,769,645</u>	<u>2,357,816</u>	<u>1,897,187</u>	<u>1,305,973</u>	<u>11,330,623</u>
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3. INTANGIBLE ASSETS

Cost

At 1 January 2016	4,703,826
Additions	-
At 31 December 2016	<u>4,703,826</u>

Armotization

At 1 January 2016	3,031,218
Charge for the year	557,536
At 31 December 2016	<u>3,588,754</u>

Net book values

At 31 December 2016	<u>1,115,072</u>
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At 31 December 2015	<u>1,672,608</u>
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MAJI NA UFANISI  
 NOTES TO THE FINANCIAL STATEMENTS (Continued)  
 FOR THE YEAR ENDED 31 DECEMBER 2016

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	31-Dec-2016	31-Dec-2015
	K.Shs	K.Shs
<b>4. CASH AND BANK BALANCES</b>		
Cash Balances	67,426	61,513
Bank Balances	2,601,837	12,303,995
	<u>2,669,263</u>	<u>12,365,508</u>
<b>5. ACCOUNTS RECEIVABLE</b>		K.Shs
Deposits	-	1,960,590
Prepayments	-	100,195
Staff Accounts	-	-
Implementing Partners Balance		844,167
	<u>-</u>	<u>2,904,952</u>
<b>6. TRADE AND OTHER PAYABLES</b>		
Trade Payables	-	3,770,501
Other Payables	-	7,076,704
Implementing Partners Balance		27
	<u>-</u>	<u>10,847,232</u>

7. PROJECT FUNDS	01-Jan-16	Receipts	Expenses	Transfer	31/12/2016	31-Dec-15
	K.Shs	K.Shs	K.Shs	K.Shs	K.Shs	K.Shs
Christian Aid	1,496,088	-	(1,461,634)	-	34,454	1,496,088
Danish Peoples' Aid	1,369,901	1,815,289	(3,175,246)	-	9,943	1,369,901
Sister Cities	12,950	-	-	-	12,950	12,950
SIDA - MNU-104	2,726,219	-	(1,078,591)	-	1,647,628	2,726,219
SIDA - CSUDP	4,135,416	-	(2,055,357)	-	2,080,059	4,135,416
CSUDP Platform	-	5,966,508	(5,939,626)	-	26,882	-
Gitaro Self Help Group	5,397	-	-	-	5,397	5,397
Rotary Club/Denver University	88,732	-	(23,183)	-	65,549	88,732
Aspire Group	2,853	-	-	-	2,853	2,853
CAFOD	611,564	-	(114,382)	(519,167)	(21,985)	611,564
Transfer	(2,795,980)	-	-	-	(2,795,980)	(2,795,980)
Unrestricted CDTF	894,169	-	(1,780,550)	-	(886,381)	894,169
Mombasa Facilities	-	6,987,676	(6,656,100)	-	331,576	-
Other Funds	8,547,309	14,769,473	(22,284,670)	(519,167)	512,945	8,547,309
	(171,321)	-	-	-	(171,321)	(171,321)
	<b>8,375,988</b>	<b>14,769,473</b>	<b>(22,284,670)</b>	<b>(519,167)</b>	<b>341,625</b>	<b>8,375,987</b>

NOTES TO THE FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED 31 DECEMBER 2016

MANU ADMINISTRATIVE & OFFICE EXPENSES	CSUDP -		Project	CAFOD	CSUDP		DPA	Facilities	Sisters cities	Unrestricted CDTF	Christian Aid	TOTAL	TOTAL
	103	104			Platform	Kshs							
Rent	2,040,672	-	-	-	1,076,016	676,657	233,148	-	-	-	-	3,793,345	4,741,344
Electricity bill	-	14,910	-	-	16,260	42,628	1,209,549	21,580	-	39,566	-	368,092	-
Petty cash expenses	-	140,067	-	-	63,900	-	-	306,501	-	64,382	-	1,720,499	-
Utilities	-	-	-	-	-	-	62,662	-	-	-	-	63,900	765,568
Water bill	-	-	-	-	-	-	-	-	-	-	-	-	62,662
Telephone	-	-	-	-	-	6,200	-	73,950	-	-	-	80,150	427,693
Internet Access	-	92,800	-	-	75,400	121,300	-	402,808	-	46,400	-	738,708	1,020,220
Stationery	-	-	-	-	-	-	-	-	-	-	-	-	241,025
Printing	-	-	-	-	-	-	-	-	-	-	-	-	241,025
Repairs and Maintenance	-	-	-	105,370	-	-	-	15,000	-	-	-	133,170	1,172,000
Software maintenance & Licenses	-	-	-	-	-	-	-	-	12,800	-	281,967	281,967	1,172,000
Audit Fees	-	-	-	-	-	-	-	-	-	-	-	-	841,857
Board Meeting & AGM Expenses	-	-	-	-	-	-	-	-	-	69,876	-	69,876	316,718
News papers, Postage & Deliveries	-	-	-	-	-	-	-	-	-	-	-	-	113,300
Office Hospitality	-	-	-	-	-	-	-	-	-	-	-	-	923,471
Bank Charges	14,685	15,235	9,012	-	2,421	3,772	11,554	10,383	20,664	-	-	87,727	203,778
Wages for Casual staff	-	35,494	-	-	76,200	-	159,700	-	195,217	-	70,988	537,599	518,224
Other Administration cost	-	-	-	-	27,345	-	-	-	-	-	-	27,345	134,862
Computer Related Services	-	748,280	-	-	-	-	-	-	-	-	-	748,280	2,514,672
Subscriptions and Registrations	-	-	-	-	-	-	-	-	-	-	-	-	12,000
Security	-	-	-	-	-	-	46,400	-	-	-	-	46,400	-
Office Supplies	-	-	-	-	-	-	853,721	-	-	-	-	853,721	-
Garbage collection	-	-	-	-	-	-	74,830	-	-	-	-	74,830	-
Donations	-	-	-	-	-	-	10,000	-	-	-	-	10,000	-
Fuel -Generator	-	-	-	-	-	-	8,000	-	-	-	-	8,000	-
Cleaning	-	-	-	-	-	-	1,500,850	-	-	-	-	1,500,850	-
<b>9 CAPITAL</b>	<b>2,055,357</b>	<b>1,046,786</b>	<b>114,382</b>	<b>1,337,542</b>	<b>850,557</b>	<b>4,170,414</b>	<b>23,183</b>	<b>1,105,596</b>	<b>503,303</b>	<b>11,207,121</b>	<b>15,349,708</b>		
Computer Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>10 VEHICLE RUNNING COSTS</b>													
Fuel & Lubes	-	-	-	-	-	-	-	43,403	-	-	-	43,403	712,963
Maintenance & repair	-	-	-	-	-	90,586	-	-	-	-	-	90,586	627,018
Licences and Insurance	-	-	-	-	-	102,861	-	130,861	-	-	-	233,722	229,427
Parking, Car Wash & tracking	-	-	-	-	-	27,840	-	-	-	-	-	27,840	122,405
Travelling costs (vehicle hire)	-	-	-	-	-	22,260	-	61,190	-	58,331	-	141,781	741,597
<b>11 PERSONNEL COSTS</b>													
Staff Salaries & Benefits	-	-	-	-	-	2,306,600	-	-	-	-	-	2,306,600	56,776,143
Medical	-	-	-	-	1,867,474	-	88,500	-	-	-	-	1,867,474	4,334,286
Staff allowances & Perdiem	-	-	-	-	22,210	31,615	-	242,760	-	-	-	296,585	-
Travelling costs (Air tickets)	-	-	-	-	-	-	-	56,480	-	-	-	56,480	-
Travelling costs (Accommodation)	-	-	-	-	1,000,000	-	-	56,260	-	900,000	-	1,956,260	-
Professional & Consultancy fee	-	-	-	-	2,889,684	31,615	2,395,100	355,500	900,000	-	-	6,571,899	61,110,429
	<b>2,055,357</b>	<b>1,046,786</b>	<b>114,382</b>	<b>4,227,226</b>	<b>1,035,133</b>	<b>6,656,100</b>	<b>23,183</b>	<b>1,696,550</b>	<b>1,461,634</b>	<b>18,316,351.52</b>	<b>78,893,547</b>		

NOTES TO THE FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED 31 DECEMBER 2016

12 CAPACITY BUILDING

	SIDA CSUDP - 103	SIDA MINU- 104	CAFOD	CSUDP Platform	DPA	Facilities	Sisters cities	Unrestricted CDTF	Christian Aid	TOTAL	TOTAL
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Community Training	-	-	-	769,385	-	-	-	-	-	769,385	6,043,239
Community Capacity Building	-	-	-	943,015	2,128,673	-	-	-	-	3,071,688	494,690
Board Training	-	-	-	-	-	-	-	-	-	-	176,950
Institutional Development	-	-	-	-	-	-	-	-	-	-	570,000
Community Meetings	-	-	-	-	-	-	-	-	-	-	58,000
Baseline Survey and Mapping	-	-	-	-	-	-	-	-	-	-	1,111,600
Exchange Visits	-	-	-	-	-	-	-	-	-	-	159,065
	-	-	-	1,712,400	2,128,673	-	-	-	-	3,841,073	8,613,544

13 PROJECT SUPPLIES

Water pump installation-	-	-	-	-	-	-	-	33,000	-	33,000	-
Sanitation Block	-	-	-	-	-	-	-	33,000	-	33,000	7,657,920
	-	-	-	-	-	-	-	-	-	-	7,657,920

14 MONITORING AND NETWORKING

Networking	-	-	-	-	-	-	-	-	-	-	36,882,309
Consultancy	-	-	-	-	-	-	-	-	-	-	19,659,595
International Forums	-	-	-	-	-	-	-	-	-	-	295,890
Monitoring	-	31,805	-	-	11,440	-	-	51,000	-	94,245	-
	-	31,805	-	-	11,440	-	-	51,000	-	94,245	56,837,794

15 IMPLEMENTING PARTNERS RETURNS

Haki Jamii	-	-	-	-	-	-	-	-	-	-	5,433,722
NACHU	-	-	-	-	-	-	-	-	-	-	4,410,380
Ummande Trust	-	-	-	-	-	-	-	-	-	-	-
Pamolja Trust	-	-	-	-	-	-	-	-	-	-	5,629,070
Sarakasi	-	-	-	-	-	-	-	-	-	-	2,166,800
K-Rep	-	-	-	-	-	-	-	-	-	-	3,625,529
Uwezo	-	-	-	-	-	-	-	-	-	-	3,101,725
	-	31,805	-	1,712,400	2,140,113	-	-	84,000	-	3,968,318	24,367,226
	2,055,357	1,078,591	114,382	5,939,626	3,175,246	6,656,100	23,183	1,780,550	1,461,634	22,284,670	176,370,030