

**JITEGEMEE CHILDREN'S PROGRAM**  
**PROGRAM INFORMATION**

**MANAGEMENT BOARD**

- |                         |   |                  |
|-------------------------|---|------------------|
| 1. Mrs. Terry W. Mutuku | - | Chairperson      |
| 2. Dr. Peter N. Nduulu  | - | Vice Chairperson |
| 3. Mr. Michael M. Kimeu | - | Secretary        |
| 4. Mr. Rasto Omollo     | - | Treasurer        |
| 5. Mrs. Benedicta Musau | - | Member           |

**ADDRESS** : P.O BOX 1100 - 90100  
MACHAKOS

**COUNTRY OFFICE** : MACHAKOS MUNICIPALITY  
IN THE REPUBLIC OF KENYA.

**BANKERS** : BARCLAYS BANK  
MACHAKOS BRANCH

**AUDITORS** : KAMILI & COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS (K)  
P.O. BOX 1512  
90100 - MACHAKOS.

**JITEGEMEE CHILDREN'S PROGRAM**  
**MANAGEMENT BOARD'S REPORT**

The management submit their report and audited accounts for the year ended on  
31<sup>st</sup> December, 2015

**PRINCIPAL ACTIVITY**

The principal activity of the program is to empower street and destitute children in Machakos through education and skill development with the aim of attaining sustainable access to basic livelihood securities.

**RESULTS FOR THE YEAR**

The results for the year ended on 31<sup>st</sup> December, 2015 are shown on page 5 to 6

**MANAGEMENT BOARD**

The Board of management who served during the year are as set out on page one

Mrs. Terry W. Mutuku  
Chairperson  
26<sup>th</sup> March, 2016



Mr. Michael M. Kimeu  
Secretary  
26<sup>th</sup> March, 2016

**JITEGEMEE CHILDREN'S PROGRAM**  
**STATEMENT OF MANAGEMENT RESPONSIBILITIES**

The modern public business ethics requires the Board of management to prepare financial statement for each financial period which give a true and fair view of the state of affairs of the program as at end of financial period and of the operating results of the program for the period. It also requires the Board to ensure that the program keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the program. They are also responsible for safeguarding the assets of the program.

The board accept responsibility for the financial statement, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates, in conformity with generally accepted accounting practices. The Board further accept responsibility for the maintenance of the accounting records which may be relied upon in the preparation of the financial statements as well as adequate system of internal control.

Nothing has come to the attention of the Board to indicate that the program will not remain a going concern for at least the next twelve months from the date of this statement.

CHAIRPERSON.....TERRY KI. MUTUKU.....

MEMBER.....Mr Michael M. Mutuku [Signature].....

DATE.....24/03/2016.....



**JITEGEMEE CHILDREN'S PROGRAM**  
**AUDITORS REPORT**

We have audited the financial statements set out on pages 5 to 6 which have been prepared on the basis of the accounting policies set out in note 1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and to provide a reasonable basis for our opinion. The accounts are in agreement with the books of accounts.

The Board Members are responsible for the preparation of accounts, which give a true and fair view of the state of affairs of the program and its operating results. Our responsibility is to express an independent opinion of the accounts based on our audit and to report our opinion to you.

In common with many organizations of similar size and organization, the program system of control is depended upon the close involvement of the Board of management, where independent confirmation of the completeness of the accounting records were not available. We have accepted assurances from the Board that all program's transactions have been reflected in the records.

We conducted audit in accordance with International Auditing Standards. Those standards require that we plan and perform an audit to obtain reasonable assurance about whether the accounts are free from material misstatements. An audit includes an examination, on a test basis of evidence supporting the amounts and disclosure in the accounts.

It also includes an assessment of the accounting policies used and significant estimates made by the management, as well as an evaluation of the overall presentation of the accounts. We believe that our audit provides a reasonable basis of our opinion.

In our opinion, proper books of accounts have been kept and the accounts give a true and fair view of the state of affairs of the program as at 31<sup>st</sup> December, 2015 and of its Surplus for the year then ended in accordance with International Accounting Standards and comply with the constitution of the Program.



P.O BOX 1512

90100 - MACHAKOS

26<sup>TH</sup> MARCH, 2016

JITEGEMEE CHILDRENS PROGRAM

BALANCE SHEET AS AT 31<sup>ST</sup> DECEMBER, 2015

		<u>2015</u>	<u>2014</u>
<u>FIXED ASSETS</u>	<u>Notes</u>	<u>Kshs.</u>	<u>Kshs.</u>
<u>NON CURRENT ASSETS</u>			
At cost less depreciation	2.	23,965,189	19,991,473
<u>CURRENT ASSETS</u>			
Cash in hand		57,090	12,840
Barclays Bank Account No. 1012192		19,534	47,133
Barclays Bank Account No.1164340		1,955,925	93,369
<u>Total Current Assets</u>		<u>2,032,549</u>	<u>153,342</u>
<u>TOTAL ASSETS</u>		<u>25,997,738</u>	<u>20,144,815</u>
<u>FINANCED BY:</u>			
<u>CURRENT LIABILITIES</u>			
Accrued Audit fees		70,000	35,000
Creditors		-	
<u>Total Current Liabilities</u>		<u>70,000</u>	<u>35,000</u>
<u>ACCUMULATED FUNDS ACCOUNT</u>	3.	<u>25,927,738</u>	<u>20,109,815</u>
<u>TOTAL FUNDS AVAILABLE</u>		<u>25,997,738</u>	<u>20,144,815</u>

TEBET W. MUTUKU

CHAIRPERSON

Mr Michael M. KIMEU [Signature]

HON. SECRETARY

DATE

26/03/2016

**ITEGEMEE CHILDRENS PROGRAM**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED ON 31<sup>ST</sup> DECEMBER 2015**

<b><u>INCOME</u></b>	<b>2015</b>	<b>2014</b>
	<b><u>Kshs.</u></b>	<b><u>Kshs.</u></b>
Grants received from sponsors	15,709,568	15,977,736
Computer fees income	39,500	-
Interest on Savings Account – Barclays Bank	17,988	8,654
<b><u>TOTAL INCOME FOR THE YEAR</u></b>	<b><u>15,767,056</u></b>	<b><u>15,986,390</u></b>
<b><u>LESS: OPERATING EXPENSES</u></b>		
Office expenses	456,626	314,258
Phone	19,600	16,800
Rent	150,000	240,000
Salary – Director Kenya	747,168	630,910
Honoraria	1,210,147	995,030
Professional development	165,000	142,600
Transportation	150,300	123,500
Government fees / statutory deductions	320,504	254,085
Bank fees / charges	39,856	32,459
Books	204,549	306,000
Shoes	120,930	104,940
Uniforms	280,325	170,805
Feeding program	908,204	744,730
Recreation	71,730	115,000
Exam. Fees	135,250	15,950
Tuition Fees	165,000	102,800
Teaching fees	1,506,391	1,605,191
Upkeep College and Secondary	888,003	330,900
Staff welfare and medical expenses	55,683	-
Vocational Fees	546,784	286,020
Attachments	172,000	550,850
Trade materials	193,520	55,800
Food / Family assistance	62,410	65,500
Health care	396,093	229,050
Consultancy fees ( computer lab)	623,000	-
Emergency	14,500	1,500
Audit fees	35,000	35,000
Depreciation (Note 2)	310,560	24,951
<b><u>TOTAL EXPENSES</u></b>	<b><u>9,949,133</u></b>	<b><u>7,494,629</u></b>
<b><u>NET SURPLUS OF INCOME OVER EXPENDITURE</u></b>	<b><u>5,817,923</u></b>	<b><u>8,491,761</u></b>

**JITEGEMEE CHILDRENS PROGRAM**  
**NOTES TO THE ACCOUNTS FOR THE YEAR**  
**ENDED ON 31<sup>ST</sup> DECEMBER, 2015**

**1. ACCOUNTING POLICIES**

**a) Basis of Accounting:**

The financial statements are prepared under the historical cost convention and are in compliance with international financial standards.

**b) Revenue Recognition:**

Revenue represents amount of grants received during that particular year.

**c) Foreign currencies**

Assets and liabilities denominated in foreign currencies at the period end are translated at the rates of exchange ruling at the balance sheet date. Transactions during the period are translated at the dates of the transaction. Gains or losses on exchange are dealt with in the income statement.

**d) Creditors and accruals**

Trade payables are stated at their normal value.

**e) Depreciation of Fixed Assets**

Fixed Assets depreciation is calculated using the reducing balance method at the following rates:-

<u>Assets</u>	<u>Rate</u>	<u>Assets</u>	<u>Rate</u>
Land	NIL	Electronic equipments	40%
Water Tank	12 ½ %	Office library	33 ½ %
Equipment and Machinery	12 ½ %	Temporary structures	20%
Furniture and fittings	12 ½ %		

**2. FIXED ASSETS DEPRECIATION SCHEDULE.**

ASSETS TYPE	W.D.V 1.1.2015 Kshs.	ADDITIONS (DISPOSALS) Kshs.	TOTALS Kshs.	DEPRECIATION		W.D.V 31.12.2015 Kshs.
				Rate	Amount	
				%	Kshs.	
Furniture and Fittings	40,611	201,000	241,611	12 ½	30,201	211,410
Office Library	7,125	-	7,125	33 ½	2,387	4,738
Loose Tools	6,910	-	6,910	12 ½	864	6,046
Office Equipment	1,246	453,500	454,746	40	181,898	272,848
Temporary Kitchen	3,486	-	3,486	20	697	2,789
Computers	-	277,500	277,500	30	83,250	194,250
LAND Mks./Block 11/670	2,468,000	-	2,468,000	-	-	2,468,000
Building (W.I.P)	17,373,994	3,352,276	20,726,270	-	-	20,726,270
Water Tank	82,664	-	82,664	12 ½	10,333	72,331
Water Pump	7,437	-	7,437	12 ½	930	6,507
<b>TOTALS</b>	<b>19,991,473</b>	<b>4,284,276</b>	<b>24,275,749</b>	<b>-</b>	<b>310,560</b>	<b>23,965,189</b>

**3. ACCUMULATED PROGRAM FUNDS**

Opening balance brought forward

Add: surplus of Income over expenditure for the year

**BALANCE CARRIED FORWARD**

	2015 Kshs.	2014 Kshs.
Opening balance brought forward	20,109,815	11,618,054
Add: surplus of Income over expenditure for the year	5,817,923	8,491,761
<b>BALANCE CARRIED FORWARD</b>	<b>25,927,738</b>	<b>20,109,815</b>

**JITEGEMEE CHILDREN'S PROGRAM**

**SOURCES AND APPLICATION OF FUNDS STATEMENT**

**FOR THE YEAR ENDED ON 31<sup>ST</sup> DECEMBER, 2015**

	<u>2015</u> <u>Kshs.</u>	<u>2014</u> <u>kshs.</u>
<b><u>SOURCES OF FUNDS (INFLOW)</u></b>		
Net operating surplus	5,817,923	8,491,761
Depreciation	310,560	24,951
<b><u>TOTAL FUND SOURCES</u></b>	<u>6,128,483</u>	<u>8,516,712</u>
<b><u>APPLICATION OF FUNDS (OUTFLOW)</u></b>		
Purchase of fixed assets	4,284,276	8,975,234
<b><u>TOTAL APPLICATION OF FUNDS</u></b>	<u>4,284,276</u>	<u>8,975,234</u>
<b><u>SURPLUS FUNDS</u></b>	<u>1,844,207</u>	<u>(458,522)</u>
<b><u>MOVEMENT IN FUND ITEMS</u></b>		
Increase/(Decrease) in Cash and Bank balances	1,879,207	(488,202)
Increase/ (Decrease) in Debtors	-	(48,287)
Decrease/(Increase) in Creditors	(35,000)	77,967
<b><u>NET CHANGES IN FUND ITEMS</u></b>	<u>1,844,207</u>	<u>(458,522)</u>

