

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 31st December, 2014

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 31st December, 2014 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
28th March, 2015



Mr. Michael M. Kimeu
Secretary
28th March, 2015

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 on concern for at least the next twelve months from the date of this statement.

CHAIRPERSON..... TEDDY W. MUTUKU for

MEMBER..... MICHAEL M. MUTUKU [Signature]

DATE..... 28/03/2015



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 31st December, 2014 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

28TH MARCH, 2015

JITEGEMEE CHILDRENS PROGRAM

BALANCE SHEET AS AT 31ST DECEMBER, 2014

<u>FIXED ASSETS</u>	<u>Notes</u>	<u>2014</u> <u>Kshs.</u>	<u>2013</u> <u>Kshs.</u>
<u>NON CURRENT ASSETS</u>			
At cost less depreciation	2.	19,991,473	11,041,199
<u>CURRENT ASSETS</u>			
Cash in hand		12,840	-
Staff advances		-	48,287
Barclays Bank Account No. 1012192		47,133	6,871
Barclays Bank Account No.1164340		93,369	634,664
<u>Total Current Assets</u>		<u>153,342</u>	<u>689,822</u>
<u>TOTAL ASSETS</u>		<u>20,144,815</u>	<u>11,731,021</u>
<u>FINANCED BY:</u>			
<u>CURRENT LIABILITIES</u>			
Accrued Audit fees		35,000	30,000
Creditors		-	82,967
<u>Total Current Liabilities</u>		<u>35,000</u>	<u>112,967</u>
<u>ACCUMULATED FUNDS ACCOUNT</u>	3.	20,109,815	11,618,054
<u>TOTAL FUNDS AVAILABLE</u>		<u>20,144,815</u>	<u>11,731,021</u>

TERRY W. MUTUKU for

CHAIRPERSON

Mr MICHAEL M. KIMELI

HON. SECRETARY

DATE

28/03/2015



JITEGEMEE CHILDRENS PROGRAM
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED ON 31ST DECEMBER, 2014

<u>INCOME</u>	2014	2013
	<u>Kshs.</u>	<u>Kshs.</u>
Grants received from sponsors	15,977,736	12,726,728
Interest on Savings Account – Barclays Bank	8,654	6,663
<u>TOTAL INCOME FOR THE YEAR</u>	<u>15,986,390</u>	<u>12,733,391</u>
<u>LESS: OPERATING EXPENSES</u>		
Office expenses	314,258	138,936
Phone	16,800	19,000
Rent	240,000	240,000
Salary – Director Kenya	630,910	577,910
Honoraria	995,030	1,129,822
Professional development	142,600	137,835
Transportation	123,500	87,672
Government fees / statutory deductions	254,085	180,184
Bank fees / charges	32,459	28,439
Books	306,000	102,000
Shoes	104,940	135,000
Uniforms	170,805	209,453
Feeding program	744,730	400,756
Recreation	115,000	37,950
Exam. Fees	15,950	9,950
Tuition Fees	102,800	32,800
Teaching fees	1,605,191	1,234,819
Upkeep College and Secondary	330,900	456,627
Vocational Fees	286,020	211,260
Attachments	550,850	219,500
Trade materials	55,800	44,460
Food / Family assistance	65,500	15,500
Health care	229,050	129,380
Emergency	1,500	17,560
Audit fees	35,000	30,000
Depreciation (Note 2)	24,951	30,220
<u>TOTAL EXPENSES</u>	<u>7,494,629</u>	<u>5,857,033</u>
<u>NET SURPLUS OF INCOME OVER EXPENDITURE</u>	<u>8,491,761</u>	<u>6,876,358</u>

**JITEGEMEE CHILDRENS PROGRAM
NOTES TO THE ACCOUNTS FOR THE YEAR
ENDED ON 31ST DECEMBER, 2014**

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	33½
Equipment and Machinery	12 ½ %	Temporary structures	20%
Furniture and fittings	12 ½%		

2. FIXED ASSETS DEPRECIATION SCHEDULE.

ASSETS TYPE	W.D.V	ADDITIONS (DISPOSALS)	TOTALS	DEPRECIATION		W.D.V
	1.1.2014			Rate	Amount	31.12.2014
	Kshs.					%
Furniture and Fittings	46,413	-	46,413	12 ½	5,802	40,611
Office Library	10,714	-	10,714	33 ½	3,589	7,125
Loose Tools	7,897	-	7,897	12 ½	987	6,910
Electronic Equipment	2,077	-	2,077	40	831	1,246
Temporary Kitchen	4,357	-	4,357	20	871	3,486
LAND Mks./Block 11/670	2,468,000	-	2,468,000	-	-	2,468,000
Building (W.I.P)	8,398,760	8,975,234	17,373,994	-	-	17,373,994
Water Tank	94,473	-	94,473	12 ½	11,809	82,664
Water Pump	8,499	-	8,499	12 ½	1,062	7,437
TOTALS	11,041,190	8,975,234	20,016,424	-	24,951	19,991,473

3. ACCUMULATED PROGRAM FUNDS

Opening balance brought forward

Add: surplus of Income over expenditure for the year

BALANCE CARRIED

	2014	2013
	<u>Kshs.</u>	<u>Kshs.</u>
Opening balance brought forward	11,618,054	4,741,696
Add: surplus of Income over expenditure for the year	8,491,761	6,876,358
BALANCE CARRIED	20,109,815	11,618,054

JITEGEMEE CHILDREN'S PROGRAM

SOURCES AND APPLICATION OF FUNDS STATEMENT

FOR THE YEAR ENDED ON 31ST DECEMBER, 2014

	2014 <u>Kshs.</u>	2013 <u>kshs.</u>
<u>SOURCES OF FUNDS (INFLOW)</u>		
Net operating surplus	8,491,761	6,876,358
Depreciation	24,951	30,220
<u>TOTAL FUND SOURCES</u>	<u>8,516,712</u>	<u>6,906,578</u>
<u>APPLICATION OF FUNDS (OUTFLOW)</u>		
Purchase of fixed assets	8,975,234	7,605,481
<u>TOTAL APPLICATION OF FUNDS</u>	<u>8,975,234</u>	<u>7,605,481</u>
<u>SURPLUS FUNDS</u>	<u>(458,522)</u>	<u>(698,903)</u>
<u>MOVEMENT IN FUND ITEMS</u>		
Increase/(Decrease) in Cash and Bank balances	(488,202)	(686,540)
Increase/ (Decrease) in Debtors	(48,287)	10,604
Decrease/Increase) in Creditors	77,967	(22,967)
<u>NET CHANGES IN FUND ITEMS</u>	<u>(458,522)</u>	<u>(698,903)</u>

