

**CULTURE INFORMATION AND PASTORALIST  
DEVELOPMENT (CIPAD)  
P.O BOX 302 - 60700  
MOYALE**

**THE FINANCIAL REPORT FOR THE PERIOD OF  
YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**

**AUDITORS:-**

SILA & ASSOCIATES,  
CERTIFIED PUBLIC ACCOUNTANTS (K)  
P.O. BOX 2436, [TEL:- 0722 302 021](tel:0722302021)  
EMAIL: [ptrcksila@yahoo.com](mailto:ptrcksila@yahoo.com)  
**MACHAKOS.**

# **CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)**

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## **FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**

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# **CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)**

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## **FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**

### **GENERAL INFORMATION**

**NAME** : CULTURE INFORMATION AND PASTORALIST  
DEVELOPMENT (CIPAD) – OBBITU CHILDREN  
HOME – SOLOLO

**ADDRESS** : P.O. BOX 302 – 60700  
**MOYALE**

**OFFICIALS** : MR. GALAMA DABASSO - CHAIRMAN  
MR. GUFU DUBA - TREASURER  
MR.GABRIEL G. GUFU - SECRETARY

**PHYSICAL ADDRESS/  
LOCATION** : SOLOLO, MOYALE.

**OBJECTIVE** : PROVISION OF PARENTAL CARE,  
ACCOMMODATION, EDUCATION, HEALTH CARE,  
NUTRITION & CLOTHING TO ORPHANS AGED  
BETWEEN 2 AND 12 YEARS. CURRENTLY 23  
RESIDENTIAL, AND 306 ON HOME-BASED  
SUPPORT.

**BANKERS** : KENYA COMMERCIAL BANK  
P.O. BOX 191 – 60700  
**MOYALE**

**AUDITORS** : SILA & ASSOCIATES,  
CERTIFIED PUBLIC ACCOUNTANT (K)  
P.O. BOX 2436, TEL: 0722 302 021  
EMAIL: [ptrcksila@yahoo.com](mailto:ptrcksila@yahoo.com)  
**MACHAKOS**

# CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

## FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021

### STATEMENT OF MANAGEMENT COMMITTEE'S RESPONSIBILITIES

The International Financial Reporting Standard requires the directors to prepare financial statements for each financial year that gives a true and fair view of the state of affairs of the organization at the end of the financial year and its operating results for that year. It also requires the directors to ensure the organization maintains proper accounting records which disclose, with reasonable accuracy the financial position of the organization. The directors are also responsible for safeguarding the assets of the organization.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organization as at 31<sup>st</sup> December 2021 and of its operating results for the year then ended. The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

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

Approved by the board on 16<sup>th</sup> February, 2022 signed on its behalf by:-

..... Chairman Name: Galma Dabasso  
Signature

..... Treasurer Name: Gufu Duba  
Signature

..... Secretary Name: Gabriel .G. Gufu  
Signature

**SILA & ASSOCIATES**  
**CERTIFIED PUBLIC ACCOUNTANT (K)**

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**AUDIT REPORT OF CULTURE INFORMATION AND PASTORALIST  
DEVELOPMENT (CIPAD) FINANCIAL REPORT FOR YEAR ENDED 31<sup>ST</sup>  
DECEMBER, 2021**

**INTRODUCTION AND GENERAL INFORMATION**

We have been instructed by Mr. Gabriel G. Guyo, on behalf of the Board of Culture Information and Pastoralist Development (CIPAD), located at Sololo, in Moyale District to carry out audit on the financial records of position and operations results and cash flows of the children's home for the year ending on 31<sup>st</sup> December, 2021, covered in pages 4 to 9.

We have examined the financial report prepared by the Home which includes, funds donations and expenditure statements for the period and financial position as at 31<sup>st</sup> December, 2021.

The report is mainly prepared on cash-in and cash-out basis, although there were no material accrued expenses or prepayments.

We obtained all the information and explanations which we considered necessary for our audit and to provide a reasonable basis for our opinion. The provided receipt of funds and expenditure records do tie with the recorded receipts and expenditures on the report.

**RESPECTIVE RESPONSIBILITIES OF THE BOARD AND THE AUDITORS**

The Board is responsible for the preparation of the financial report, which gives a true and fair view of the operation's transactions during the period. Our responsibility is to express an independent opinion on the financial report based on our audit and to report our opinion in line with the applicable International Standards on Auditing (ISAS).

**BASIS OF OPINION**

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial report is free of material misstatement. An audit includes examining on test basis, evidence supporting the amounts in the financial report. It also includes assessing the accounting principles used and significant estimates made by the Board as well as evaluating the overall financial report presentation. We believe that our audit provides a reasonable basis for our opinion.

**OPINION**

In our opinion the financial report give a true and fair view of the financial position of the Home as at 31<sup>st</sup> December, 2021 and financial performance for the year then ended in accordance with International Financial Reporting Standards.

The engagement partner responsible for the audit resulting in this Independent auditor's report is CPA – Patrick M. Sila P/NO. 1317.

**SILA & ASSOCIATES**  
**CERTIFIED PUBLIC ACCOUNTANTS (K)**

**Machakos, Kenya**  
**16<sup>th</sup> February, 2022**

# CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

## FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021 STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021.

	<u>2021</u>	<u>2020</u>
	<u>KSHS</u>	<u>KSHS</u>
<b><u>INCOME</u></b>		
Donations for operations	15,879,151.00	15,018,339.00
Deferred income	<u>1,068,919.00</u>	<u>1,320,532.00</u>
	<b><u>16,948,070.00</u></b>	<b><u>16,338,871.00</u></b>
<b><u>EXPENSES</u></b>		
<b><u>Home Based Care:-</u></b>		
-Food	3,000,000.00	2,978,000.00
-Education	1,294,712.00	987,242.00
-Shelters Constructions & pavements	559,910.00	1,686,080.00
- Pit latrine	42,150.00	537,280.00
- Mosquito nets	360,840.00	55,200.00
-Clothes	337,000.00	154,000.00
-Mattresses	143,600.00	-
-Welfare programs	810,000.00	639,000.00
<b><u>Obbitu Children's Home Expenses</u></b>		
- Food	1,070,765.00	1,087,415.00
- Firewood	140,250.00	225,000.00
- Clothing and other items (23)	184,570.00	261,830.00
- Education:-		
-Uniforms (23)	23,200.00	20,300.00
-Stationery (23)	22,940.00	14,230.00
-Others - pocket money	-	39,300.00
-School Fees (23)	15,740.00	69,000.00
- Water	12,000.00	-
-Drugs	12,550.00	10,380.00
Medical expenses	1,266,000.00	1,133,000.00
Salaries & Other related expenses	4,781,817.00	4,282,246.00
NSSF	224,640.00	224,640.00
Repair and Maintenance	547,384.00	235,204.00
Management Committee Expenses (OVC)	26,500.00	5,500.00
Administrative Expense	282,337.00	311,529.00
Audit Expenses	100,000.00	100,000.00
Contingencies	606,700.00	96,545.00
Depreciation	<u>1,068,919.00</u>	<u>1,320,532.00</u>
	<b><u>16,934,524.00</u></b>	<b><u>16,473,453.00</u></b>
<b><u>Surplus / (Deficit) for the year</u></b>	<b><u>13,546.00</u></b>	<b><u>(134,582.00)</u></b>

# CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

**FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**  
**STATEMENT OF FINANCIAL POSITION AS AT 31<sup>ST</sup> DECEMBER, 2021**

	<u>NOTES</u>	<u>2021</u> <u>KSHS</u>	<u>2020</u> <u>KSHS</u>
<b>A. <u>PROPERTY, PLANT &amp; EQUIPMENT</u></b>			
Sundry Assets	2	<u>21,644,627.00</u>	<u>22,652,546.00</u>
<b>B. <u>CURRENT ASSETS:</u></b>			
Cash at hand		10,288.00	66,364.00
Cash at Bank		336,683.00	163,361.00
Stores & unused material		<u>16,300.00</u>	<u>120,000.00</u>
		<b><u>363,271.00</u></b>	<b><u>349,725.00</u></b>
<b>C. <u>CURRENT LIABILITIES</u></b>			
Audit fee & other creditors		80,000.00	80,000.00
NSSF for December		-	-
PAYE for December		-	-
		<b><u>80,000.00</u></b>	<b><u>80,000.00</u></b>
<b>D. <u>NET WORKING CAPITAL (B-C)</u></b>		<b><u>283,271.00</u></b>	<b><u>269,725.00</u></b>
<b>TOTAL CAPITAL EMPLOYED (D+A)</b>		<b><u>21,927,898.00</u></b>	<b><u>22,922,271.00</u></b>
<b><u>FINANCED BY:-</u></b>			
<b><u>LIABILITIES</u></b>			
Donations - International Donors	4	21,429,055.00	22,436,974.00
Donation - Community		2,000,000.00	2,000,000.00
Surplus / (Deficit) to date	5	<u>(1,501,157.00)</u>	<u>(1,514,703.00)</u>
<b>TOTAL LIABILITIES</b>		<b><u>21,927,898.00</u></b>	<b><u>22,922,271.00</u></b>

The financial statements on page 4-9 were authorized for issues by the Board of management on 16<sup>th</sup> February, 2022 and signed on its behalf by:-

Chairman _____	Treasurer _____	Secretary _____
Name: Galma Dabasso.	Name: Gufu Duba.	Name: Gabriel G. Guyo.

## CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

### CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD) FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021 STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31<sup>ST</sup> DECEMBER, 2021

	<u>NOTES</u>	<u>2021</u> <u>KSHS.</u>	<u>2020</u> <u>KSHS.</u>
<b>Cash flows from operating activities</b>			
Donations for current operations	3	15,879,151.00	15,018,339.00
Payments to employees and supplies –page (15,152,921.00)		4	<u>(15,865,605.00)</u>
		<b>13,546.00</b>	<b>(134,582.00)</b>
Increase / (decrease) in operating assets		-	-
(Increase) /decrease receivables		-	-
Increase / (decrease) in payables		-	(38,983.00)
(Increase) /decrease in stores		<u>103,700.00</u>	<u>43,546.00</u>
<b>Net cash from operating activities</b>		<b><u>117,246.00</u></b>	<b><u>(522,147.00)</u></b>
<b>Cash flows from (to) investing activities</b>			
Donation for non –current assets	2 & 3	<u>(61,000.00)</u>	<u>(2,239,094.00)</u>
		<b><u>(61,000.00)</u></b>	
<b><u>(2,239,094.00)</u></b>			
<b>Cash flows from (to) investing activities</b>			
Acquisition of non –current assets	3 & 4	61,000.00	2,239,094.00
		<b><u>61,000.00</u></b>	<b><u>2,239,094.00</u></b>
<b>Net increase/ decreases in cash and cash equivalent</b>		<b>117,246.00</b>	<b>(130,019.00)</b>
Cash and cash equivalent at the beginning of the year		<u>229,725.00</u>	<u>359,744.00</u>
<b>Cash and cash equivalent as at 31.12. 2021</b>		<b><u>346,971.00</u></b>	<b><u>229,725.00</u></b>



# CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

## FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING 31<sup>ST</sup> DECEMBER, 2021

### 1. SIGNIFICANT ACCOUNTING POLICIES:-

**a) Accounting period**

The organization prepares its accounts each year ending 31<sup>st</sup> December.

**b) Basis of accounting:-**

The organization prepares its accounts based on historical cost convention, modified to include the revaluation of certain assets should this become necessary.

**c) Property, plant & Equipment and depreciation:-**

Property and equipment are stated at cost less accumulated depreciation.

Depreciation is calculated at annual rates estimated to write off each asset over the term of its useful life.

The basis and rates at which depreciation has been calculated are shown here below:-

<u>Particulars</u>	<u>Rate</u>	<u>Basis</u>
Land	Nil	N/A
Buildings	2.5%	Straight Line Method
Motor Vehicle & Cycle	25%	Reducing Balance Method
Computers	25%	Reducing Balance Method
Machinery & Equipment	10%	Reducing Balance Method
Furniture & Fitting	10%	Reducing Balance Method
Green House	20%	Straight Line Method
Mechanical Bay	2.5%	Straight Line Method
Water project	10%	Reducing Balance Method

# **CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)**

## **FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**

*(Notes to the financial statements for the year ending 31<sup>st</sup> December, 2021 cont.)*

### **2. PROPERTY, PLANT AND EQUIPMENT**

<b>FIXED ASSETS</b>	<b>LAND KSHS.</b>	<b>BUILDING KSHS.</b>	<b>MOTOR VEHICLE &amp;CYCLE KSHS.</b>	<b>COMPUTERS KSHS.</b>	<b>MACHINERY EQUIPMENT KSHS.</b>	<b>FURNITURE &amp; FITTINGS KSHS.</b>	<b>GREEN HOUSE KSHS</b>	<b>MECHANI CAL BAY KSHS.</b>	<b>WATER PROJECTS KSHS.</b>	<b>TOTALS KSHS.</b>
<b><u>COST/VALUATION</u></b>										
Bal. B/f. on 1.1.2020	2,000,000.00	17,874,627.00	1,214,000.00	746,700.00	4,522,465.00	1,500,000.00	5,469,270.00	970,520.00	1,211,500.00	35,509,082.00
Additions	-	-	-	-	-	139,114.00	-	-	2,099,980.00	2,239,094.00
Disposals	-	-	-	-	-	-	-	-	-	-
Bal. B/f. on 1.1.2021	2,000,000.00	17,874,627.00	1,214,000.00	746,700.00	4,522,465.00	1,639,114.00	5,469,270.00	970,520.00	3,311,480.00	37,748,176.00
Additions	-	-	-	-	-	61,000.00	-	-	-	61,000.00
Disposals	-	-	-	-	-	-	-	-	-	-
Bal. C/f on 31.12.2021	2,000,000.00	17,874,627.00	1,214,000.00	746,700.00	4,522,465.00	1,700,114.00	5,469,270.00	970,520.00	3,311,480.00	37,809,176.00
<b><u>DEPRECIATION</u></b>										
Bal. B/f. on 1.1.2020	-	3,185,423.00	1,018,377.00	594,234.00	2,166,472.00	984,587.00	5,469,270.00	72,789.00	283,946.00	13,775,098.00
Disposals	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	446,866.00	48,906.00	45,740.00	294,499.00	81,816.00	-	24,263.00	378,442.00	1,320,532.00
Bal. B/f. on 1.1.2021	-	3,632,289.00	1,067,283.00	639,974.00	2,460,971.00	1,066,403.00	5,469,270.00	97,052.00	662,388.00	15,095,630.00
Disposals	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	446,866.00	36,679.00	26,682.00	206,149.00	63,371.00	-	24,263.00	264,909.00	1,068,919.00
Bal. C/f. on 31.12.2021	-	4,079,155.00	1,103,962.00	666,656.00	2,667,120.00	1,129,774.00	5,469,270.00	121,315.00	927,297.00	16,164,549.00
<b><u>NET BOOK VALUE</u></b>										
Bal. as at 31.12.2020	2,000,000.00	14,242,338.00	146,717.00	106,726.00	2,061,494.00	572,711.00	-	873,468.00	2,649,092.00	22,652,546.00
Bal. as at 31.12.2021	2,000,000.00	13,795,472.00	110,038.00	80,044.00	1,855,345.00	570,340.00	-	849,205.00	2,384,183.00	21,644,627.00

**Note:** Additions: Metallic beds for Obbitu children kshs. 61,000.00

# CULTURE INFORMATION AND PASTORALIST DEVELOPMENT (CIPAD)

## FINANCIAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021

*(Notes to the financial statements for the year ending 31<sup>st</sup> December, 2021 cont.)*

NOTE: During the year, Additions are:-

Metallic beds	<u>61,000.00</u>	<u>61,000.00</u>
		<u>61,000.00</u>

### 3. DONATIONS DURING THE YEAR

	<u>Kshs.</u>	<u>Transferred To</u>
Donations for Operations	15,879,151.00	Income & Expenditure Statement
Donations for Capital expenditure (see note 2)	<u>61,000.00</u>	Donation – Liabilities
	<u>15,940,151.00</u>	

### 4. DONATION – LIABILITIES (INTERNATIONAL DONORS)

	<u>2021</u> <u>KSHS.</u>	<u>2020</u> <u>KSHS.</u>
Donation B/F	22,436,974.00	21,518,412.00
Donation for the year (Note 3)	<u>61,000.00</u>	<u>2,239,094.00</u>
<b>Total</b>	<b>22,497,974.00</b>	<b>23,575,506.00</b>
Less- Deferred Income (note 2) (Year's Depr.)	<u>(1,068,919.00)</u>	<u>(1,320,532.00)</u>
	<u>21,429,055.00</u>	<u>22,436,974.00</u>

### 5. SURPLUS / (DEFICIT)

	<u>2021</u> <u>KSHS</u>	<u>2020</u> <u>KSHS</u>
Balance B/F	(1,514,703.00)	(1,380,121.00)
Surplus/ (deficit) for the year	<u>13,546.00</u>	<u>(134,582.00)</u>
Balance C/F	<u>(1,501,157.00)</u>	<u>(1,514,703.00)</u>