

**KENYA DRYLANDS EDUCATION FUND (KDEF)**



**Annual Report and Financial Statements**

**For the Financial year ended 31<sup>st</sup> December 2021**

**Muthui & Company Certified  
Public Accountants of (K) Lonak  
Business Centre**

**P.O. BOX 696-00517**

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## ORGANISATION INFORMATION

### BOARD OF DIRECTORS

1. Timothy Kinyua Kirema-	Chairperson
2. Sarah Hadden-	Treasurer
3. Ahmed Omar Ahmed-	Secretary
4. Kim Kowenko	Member
5. Bimal Patel	Member

### REGISTERED OFFICE

Kenya Drylands Education Fund  
P.O. Box 1882-10400  
Nanyuki.

### AUDITORS

Muthui & Company  
Certified Public Accountants of Kenya  
P.O. Box 696-00517  
Nairobi.

### PRINCIPAL BANKERS

1. Barclays Bank Limited  
Nanyuki Branch  
P.O Box  
Nanyuki.

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**Report of the Board of Directors**

The Board of Directors submit their report together with the audited financial statements for the year ended 31<sup>st</sup> December 2021, which disclosed the state of affairs of the Organisation.

**Registration**

Kenya Drylands Education Fund (KDEF) is a Charitable Organisation incorporated in Kenya under the Non-Governmental Organisation Co-ordination Act of Kenya.

**Principal Activity**

The principal activity of the Organisation is to carry out Charitable Activities Directed towards fostering prosperity with dignity for the marginalized residents of Northern Kenya and other arid lands so that they have access to skills, knowledge and resources needed to improve their own lives and the conditions of their communities, thereby promoting peace and stability throughout the region.

**Results**

	<b>2021</b>	<b>2020</b>
	<b>KShs</b>	<b>KShs</b>
Income	120,629,047	65,253,094
Total Expenses	(120,629,047)	(65,253,094)
<b>Surplus/(Deficit) for the year</b>	-	-

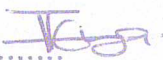
**Board of Directors**

The Board of Directors who held office during the year and to the date of this report is listed on page 2.

**Auditor**

The organisation auditors, **Muthui & Company CPA (K)** has indicated willingness to continue in office in accordance with public Benefits Act of 2013.

**By order of the Board**

TIMOTHY KINYUA   
Board Member

Date 30/03/2022

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**Statements of Board of Directors' Responsibilities**

The Act requires the Board of Directors to prepare financial statements, which give a true and fair view of the state of affairs of the Organisation for the Period ended **31st December 2021** and of its operating results for that period. It also requires the directors to ensure the Organisation keeps proper accounting records, which disclose, with reasonable accuracy, the financial position of the Organisation. The Board of Directors are also responsible for safeguarding the assets of the Organisation.

The Board of Directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates, in conformity with International Financial Reporting Standards and the requirements of the NGOs Act. 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 Organisation and of its operating results.

The Board of 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 Board to indicate that the Organisation will not remain a going concern for at least the next twelve months from the date of this statement.

TIMOTHY KINYUA  
Board Member

Date 30/03/2022

Ahmed Omar  
Board Member

Date 30/03/2022

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**Report of the Independent Auditors  
To The Members of Kenya Drylands Education Fund (KDEF)**

**Opinion**

We have audited the accompanying financial statements of **Kenya Drylands Education Fund (KDEF)**, set out on pages 7 to 23, which comprise of the balance sheet as at **31st December 2021**, the income and expenditure and the statement of comprehensive income, changes in equity and cash flows for the year, and notes, including summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Organisation as at **31st December 2021** and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Non-Governmental Organisation Co-ordination Act of Kenya.

**Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described as Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organisation 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 Board of 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, other than that prescribed by the Non-Governmental Organisation Co-ordination Act of Kenya as set below.

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 the other information; we are required to report that fact. We have nothing to report in this regard.

**Director's Responsibility for the financial statements**

The Board of Directors are responsible for the preparation and fair presentation of the financial statements, that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Non-Governmental Organisation Co-ordination Act of Kenya, and for such internal control as the Directors 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 Directors are responsible for assessing the Organisation'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 Directors either intend to liquidate the Organisation or to cease operations, or have no realistic alternative but to do so.

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**Auditor's Responsibilities for 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, if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

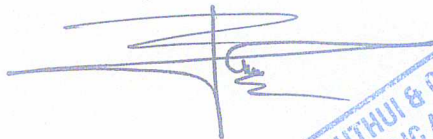
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from 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 the effectiveness of the Organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 the events or conditions that may cast significant doubt on the Organisation'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 date of the auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, 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 the internal control that we identify during our audit.

**Report on matters prescribed by the Non-Governmental Organisation Co-ordination Act of Kenya**

In our opinion, the Confirmation given in the report of the Board of Directors on page 2 is consistent with the financial statements

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA John Githinji Muthui, Member R/No. 9375 & P/No. 1973.



Muthui & Company

Certified Public Accountants of Kenya

Nairobi.



Date..... 30/03/2022 .....

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Statement of Comprehensive Income

		2021	2020
	Notes	KShs	KShs
Income	2	120,629,047	65,253,094
<b>EXPENSES</b>			
Project Expenses	3 (a)	115,340,090	62,423,895
Administration Expenses	3 (b)	5,288,957	2,829,199
<b>Total Expenses</b>		<b>120,629,047</b>	<b>65,253,094</b>
Surplus/(Deficit) for the year		-	-



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**Statement of Financial Position**

<b>ASSETS</b>		<b>2021</b>	<b>2020</b>
	<b>Notes</b>	<b>KShs</b>	<b>KShs</b>
<b>Non-Current Assets</b>			
Property, Plant & Equipment	4	28,116,108	5,519,965
Work-In-Progress	5	6,580,238	-
<b>Non-Current Assets</b>		<b>34,696,346</b>	<b>5,519,965</b>
<b>Current Assets</b>			
Accounts Receivable	6	9,992	9,992
Cash and Bank Balances	7	13,873,242	4,742,723
<b>Total Current assets</b>		<b>13,883,234</b>	<b>4,752,715</b>
<b>Total Assets</b>		<b>48,579,580</b>	<b>10,272,680</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
Deferred Donor Fund Balance	8	11,188,718	4,435,484
Capital Asset Fund	9	34,696,346	5,519,965
<b>Total Equity</b>		<b>45,885,064</b>	<b>9,955,449</b>
<b>Liabilities</b>			
Related party transaction	10	-	200
Accounts Payable	11	2,694,516	317,031
<b>Total Liabilities</b>		<b>2,694,516</b>	<b>317,231</b>
<b>Total Equity &amp; Liabilities</b>		<b>48,579,580</b>	<b>10,272,680</b>

The financial statement were approved by the Board of Directors on 30/3/2022 and signed on its behalf by:

TIMOTHY KINYUA  
Board Member

Ahmed Omar  
Board Member

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Statement of Changes in Equity

	Deferred Donor Fund balance KShs	Capital Asset Fund KShs	Total KShs
<b>Year 2021</b>			
Balance as at 01.01.2021	4,435,484	5,519,965	9,955,449
Transfer to Income	(4,435,484)	-	(4,435,484)
Movement	-	34,073,096	34,073,096
Deferred Donor Fund to next financial year	11,188,718	-	11,188,718
Impairment of capital reserve	-	(4,896,715)	(4,896,715)
<b>Balance As at 31.12.2021</b>	<b>11,188,718</b>	<b>34,696,346</b>	<b>45,885,064</b>
<b>Year 2020</b>			
Balance as at 01.01.2020	1,662,018	7,845,564	9,507,582
Transfer to Income	(1,662,018)	-	(1,662,018)
Movement	-	223,048	223,048
Deferred Donor Fund to next financial year	4,435,484	-	4,435,484
Impairment of capital reserve	-	(2,548,647)	(2,548,647)
<b>Balance As at 31.12.2020</b>	<b>4,435,484</b>	<b>5,519,965</b>	<b>9,955,449</b>

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Statement of Cash Flow

	2021	2020
	KShs	KShs
<b>Cash Flow from Operating Activities</b>		
Surplus/Deficit for the period	-	-
<b>Adjustments:</b>		
Deferred project fund	6,753,234	2,773,466
Impairment of capital Reserve	(4,896,715)	(2,548,647)
Depreciation	4,896,715	2,548,647
<b>Cash Flow from Operating Activities Before Adjustments</b>	<b>6,753,234</b>	<b>2,773,466</b>
<b>Working Capital Changes</b>		
Decrease/(Increase) in Accounts Receivables	-	(6)
Increase/(Decrease) in Payables	2,377,485	(155,039)
<b>Cash Flow from Operating Activities</b>	<b>9,130,719</b>	<b>2,618,421</b>
<b>Taxation</b>		
<b>Net Cash Flow from Operating Activities</b>	<b>9,130,719</b>	<b>2,618,421</b>
<b>Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(27,492,858)	(223,048)
Work-In-Progress	(6,580,238)	-
<b>Net Cash Flow from Investing Activities</b>	<b>(34,073,096)</b>	<b>(223,048)</b>
<b>Cash Flow from Financing Activities</b>		
Capital Asset Reserve	34,073,096	223,048
Directors Current Account	(200)	(441,581)
<b>Net Cash Flow from Financing Activities</b>	<b>34,072,896</b>	<b>(218,533)</b>
<b>Net Cash &amp; Cash Equivalents</b>	<b>9,130,519</b>	<b>2,176,839</b>
<b>Cash &amp; Cash Equivalents at the Beginning</b>	<b>4,742,723</b>	<b>2,565,884</b>
<b>Cash &amp; Cash Equivalents at the End of the year</b>	<b>13,873,242</b>	<b>4,742,723</b>

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**1. ACCOUNTING POLICIES**

**a) Basis of preparation**

The financial statements are prepared in accordance with and comply with International Financial Reporting Standards (IFRS) under the historical cost convention.

**b) Revenue recognition**

Donations are recognized when received

**c) Translation of foreign currencies**

Transactions in foreign currencies during the year are converted into the functional currency, Kenya shillings, using the exchange rates prevailing at the dates of the transaction. Assets and liabilities at the Statement of Financial Position date which are expressed in foreign currency are translated into Kenya Shillings at the rate of exchange at ruling date. The resulting differences from conversion and translation are dealt with in the Statement of Comprehensive income in the year in which they arise.

**d) Property and equipment**

All categories of property, plant and equipment are recorded at cost and only assets whose value is equal or exceed KShs 40,000 is capitalised.

Subsequent costs are included in the asset's carrying amount or recognized as separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Organisation and the cost can be measured reliably. All other repairs and maintenance are charged to the Statement of Comprehensive Income account during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation are credited to a revaluation surplus reserve account. Decreases that offset previous increases of the same asset are charged against the revaluation surplus; all other decreases are charged to the Statement of Comprehensive Income account. Each year the difference between depreciation charged based on the revalued carrying amount of the asset (the depreciation charged to the Statement of Comprehensive Income account) and depreciation based on the asset's original cost is transferred from the revaluation surplus to retained earnings.

**i) Depreciation**

Depreciation on assets is calculated using reducing balance method to write down their cost or revalued amounts to their residual values over their estimated useful lives using the following rates:

Computers	30%
Motor Vehicles	25%
Furniture & fittings	12.50%
Equipment & Tools	12.50%
Buildings	10%

**Notes to the financial statements Cont.**

**ii) Impairment**

Assets are periodically reviewed for impairment. Where the carrying amount of an asset is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount

**iii) Gain/loss on disposals**

Gains and losses on disposals of assets are determined by reference to their carrying amount and are taken into account in determining the surplus (deficit) for the year.

**e) Receivables**

Receivables are stated at nominal value, less provision for any amounts expected to be irrecoverable. Receivables not collectible are written off against the related provision. Subsequent recoveries of amounts previously written off are credited to the Statement of Comprehensive Income account in the year of recovery.

**f) Payables**

Payables are stated at nominal value, less provisions for any amounts expected not to be payable

**g) Cash and Cash equivalents**

For the purpose of the statements of cash flow, cash and cash equivalents comprise in cash in hand and at bank and deposits held at call with banks.

**h) Employee benefits**

**h (1) Retirement benefit obligations**

Kenya Drylands Education Fund (KDEF) contributes to a statutory defined contribution pension scheme, the National Social Security Fund. The contributions are determined by Kenya statute. Kenya Drylands Education Fund (KDEF) contributions to the above scheme are charged to the Statement of Comprehensive Income in the year to which they relate.

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	2021	2020
	KShs	KShs
<b>2 Grant &amp; Donations</b>		
<b>2i Project Income</b>		
Kenya Dry Lands Education Fund-(KDEF)	102,059,400	14,729,766
Vibrant Village Foundation	20,426,166	21,425,511
Drusic	-	8,377,537
Path	-	19,247,810
Ross Foundation	-	1,697,289
<b>Deferred Project Income</b>		
Project funds from closed project-KDEF	4,435,484	1,662,018
Deferred Donor Fund to next financial year	(11,188,718)	(4,435,484)
<b>Total Project Income</b>	<b>115,732,332</b>	<b>62,704,447</b>

	Opening Balance	Donation Received	Expenses For The Period	Inter-Project Transfers	Deferred Program Funds for the Next Financial Year
	KShs	KShs	KShs	KShs	KShs
<b>2ii Deferred Project Fund</b>					
<b>Year 2021</b>					
KDEF Program	1,832,365	102,059,400	(93,409,910)	1,463,527	11,945,382
Vibrant Village Foundation	1,515,263	20,426,166	(21,930,180)	-	11,249
Drusic	885,674	-	-	(885,674)	-
Path	479,078	-	-	(479,078)	-
Ross Foundation	98,775	-	-	(98,775)	-
Exchange Loss	(376,282)	-	(392,242)	-	(768,524)
Interest Income	611	-	-	-	611
<b>Totals</b>	<b>4,435,484</b>	<b>122,485,566</b>	<b>(115,732,331)</b>	<b>-</b>	<b>11,188,718</b>
<b>Year 2020</b>					
KDEF Program	1,118,611	14,729,766	14,016,012	-	1,832,365
Vibrant Village Foundation	638,526	21,425,511	20,548,774	-	1,515,263
Drusic	-	8,377,537	7,491,863	-	885,674
Path	-	19,247,810	18,768,732	-	479,078
Ross Foundation	-	1,697,289	1,598,514	-	98,775
Exchange Loss	(95,730)	-	280,552	-	(376,282)
Interest Income	611	-	-	-	611
<b>Balance As at 31/12/2020</b>	<b>1,662,018</b>	<b>65,477,913</b>	<b>62,704,447</b>	<b>-</b>	<b>4,435,484</b>

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	2021	2020
	KShs	KShs
<b>2iii Other Income</b>		
Impairment of capital Reserve	4,896,715	2,548,647
<b>Total Other Income</b>	<b>4,896,715</b>	<b>2,548,647</b>
<b>Total Income</b>	<b>120,629,047</b>	<b>65,253,094</b>
<b>3 a) Project Expenses</b>		
KDEF Project Expenses 3(i)	93,409,910	14,016,012
Vibrant Village Foundation Project Expenses 3(ii)	21,930,180	20,548,774
Drunsic Project Expenses 3(iii)	-	7,491,863
Path Project Expenses 3(iv)	-	18,768,732
Ross Foundation 3(v)	-	1,598,514
<b>Total Project Expenses</b>	<b>115,340,090</b>	<b>62,423,895</b>
<b>3 b) Administration Expenses</b>		
Exchange Loss	392,242	280,552
Amortized/Depreciation	4,896,715	2,548,647
<b>Total Other Expenses</b>	<b>5,288,957</b>	<b>2,829,199</b>

Notes to the financial statements Cont.

<b>PROJECT REPORTS</b>		
3(i) KDEF Program	2021	2020
KDEF Program Grant	KShs	KShs
Opening Balance	1,832,365	1,118,611
Transfer from Path Program	479,078	-
Transfer from Drunsic Program	885,674	-
Transfer from Ross Foundation Program	98,775	-
Grant Received From Vibrant Village Foundation Program	102,059,400	14,729,766
<b>Fund Available For the Program</b>	<b>105,355,292</b>	<b>15,848,377</b>
<b>KDEF Program Expenses</b>		
Bank charges	54,616	18,920
Casual Wages	585,460	171,265
Staff Insurance	391,646	-
KDEF Centre-Ngurunit	32,839,203	102,560
KDEF Students Centre (Korr)	-	1,961,109
Science building Cavallera Girls	-	546,285
Menstrual Hygiene Products	1,229,000	849,750
Mentorship Program	264,000	-
Office Rent	75,000	180,000
Office Internet	40,400	38,108
Office Supplies & expenditure	131,143	26,541
Staff Airtime	128,000	750
Stationeries, Printing & Copying	170,368	50,395
Fundraising Gifts	90,270	-
Government Co-ordination Meeting	62,240	-
Launch of 2021 Scholarship Events	483,600	-
Donor Hosting	872,419	-
Office Cleaning	-	2,340
Penalties & Interests	55,761	-
Salaries & Wages	6,192,599	3,937,183
Repairs & Maintenance	8,000	-
School fees Sponsorship New	5,652,615	1,465,045
School fees Sponsorship Old	6,414,480	1,621,698
College Program	1,055,000	-
Staff Field Expenses - general and admin expenses	532,855	969,343
Electricity	164,150	-
Water Bill	15,500	-
Vehicle Fuel	1,367,216	224,835
Vehicle Insurance	277,157	146,243
Vehicle Service and Repairs	881,104	718,739



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	2021	2020
	KShs	KShs
<b>3(i) KDEF Program Fund Total Expenses Cont.</b>		
School Feeding Program	362,250	-
Global Handwashing	-	227,813
Media Publicity Expenses	10,500	50,000
Insurance - General	-	227,053
Equipping Dormitories	2,491,387	-
Enrollment Drive	323,900	-
School Infrastructure Projects	21,208,301	-
Marketing Expenses	-	201,500
Bore Holes	354,751	-
Water Projects	4,796,019	202,923
Audit Fee	75,000	75,615
Consultancy-Accounting	20,000	-
NGO Filing charges	2,000	-
Capital Expenditure: Vehicle Purchase	3,642,000	-
Capital Expenditure: Computers	90,000	-
<b>KDEF Program Fund Total Expenses</b>	<b>93,409,910</b>	<b>14,016,012</b>
<b>KDEF Program Fund Balance</b>	<b>11,945,382</b>	<b>1,832,365</b>

Notes to the financial statements Cont.

	2021 KShs	2020 KShs
<b>3(ii) Vibrant Village Foundation Program</b>		
Opening Balance	1,515,263	638,526
Grant Received From Vibrant Village Foundation Program	20,426,166	21,425,511
<b>Fund Available For the Program</b>	<b>21,941,429</b>	<b>22,064,037</b>
<b>Vibrant Village Foundation Project Expenses</b>		
Bank charges	19,457	40,938
Insurance – General	-	229,173
Consultancy	78,750	-
Casual Wages	90,000	-
Staff Insurance	167,848	-
Office Rent	75,000	-
Office Internet	40,400	44,698
Office Supplies & expenditure	131,143	64,224
Staff Airtime	-	1,750
Stationeries, Printing & Copying	113,579	50,565
Office-Cleaning	-	5,460
Repair & Maintenance	8,000	-
Salaries & Wages	3,276,580	4,143,090
Staff Field Expenses - general and admin expenses	481,229	1,293,056
Electricity	70,350	-
Water Bill	3,500	-
Vehicle Fuel	1,367,216	496,038
Vehicle Insurance	184,771	236,767
Vehicle Service and Repairs	588,570	1,149,320
Community Action & Dialogue	-	351,700
Marketing Expenses	-	18,650
Enrollment Drive	323,900	-
Equipping Dormitories	250,000	-
School Infrastructure Project	8,827,615	-
Lekuchula Rock Catchment	-	-
Ndonyo Wasin Water System	-	-
Water Project	5,322,022	202,923
Audit Fees	75,000	76,435
Preparedness, Awareness, Sensitization & Response	-	1,399,483
Global Handwashing	-	1,181,560
Covid-19 Preparedness, Awareness, Sensitization & Response: CHVs Payments	403,750	454,400
Rehabilitation of classes	-	270,093
Solar powered Boreholes: Civicon Borehole	-	615,469

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Notes to the financial statements Cont.

	2021	2020
	KShs	KShs
<b>3(ii) Vibrant Village Project Expenses Cont.</b>		
Solar powered Boreholes: Arge Borehole	-	162,895
Lekuchula Primary (Uniform supply)	-	90,000
Office Rent	-	180,000
Capital Expenditure: Computer	-	118,540
Capital Expenditure: Furniture	-	82,128
Capital Expenditure: Generator	-	22,380
KDEF Students Centre(Korr)	-	9,995
Media Publicity Expenses	31,500	50,000
Community Mobilization	-	475,000
Construction of Classes (Illaut & Loruko)	-	260,790
Faith Primary School-Fencing, School Dormitory and Teachers Housing	-	750,000
Lmot Toilet	-	795,093
Lmot Toilet Rock Catchment	-	2,019,242
Lmot Lmoti Store	-	375,000
School Feeding Program	-	281,420
Loruko Water System & Latrine	-	250,000
Nairabala Borehole	-	2,300,500
<b>Total Vibrant Village Foundation Project Expenses</b>	<b>21,930,180</b>	<b>20,548,774</b>
<b>Vibrant Village Fund Balance</b>	<b>11,250</b>	<b>1,515,263</b>

Notes to the financial statements Cont.

3 (iii) Drunsic Program	2021	2020
	KShs	KShs
<b>Drunsic Program Income</b>		
Opening Balance	885,674	-
Transfer to KDEF Program	(885,674)	-
Grant Received From Drunsic Program	-	8,377,537
<b>Fund Available For the Program</b>	-	8,377,537
 <b>Drunsic Program Expenses</b>		
Students Phones	-	520,300
Construction of Classes (Illaut & Loruko)	-	1,189,460
Faith Primary School Dormitory	-	225,475
Faith Primary School -Endline Event	-	591,921
Guram Primary School-Dormitory	-	1,000,000
Students Food Aid &Phones	-	1,620,707
Water Tanks	-	2,344,000
<b>Total Drunsic Project Expenses</b>	-	7,491,863
 <b>Drunsic Program Fund Balance</b>	-	885,674

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	2021	2020
	KShs	KShs
<b>3(iv) Path Program</b>		
Opening Balance	479,078	-
Transfer to KDEF Program	(479,078)	-
Grant Received From Path Program	-	19,247,810
<b>Fund Available For the Program</b>	-	<b>19,247,810</b>
<b>Path Program Expenses</b>		
Fuel	-	497,683
Covid-19 Preparedness, Awareness, Sensitization & Response	-	277,000
Global Handwashing	-	273,691
Food Distribution	-	4,978,140
Civicon Borehole	-	1,790,783
Arge Borehole	-	306,295
Faith Primary School-Sanitization Block & shower Room	-	786,365
Faith Primary School Teachers Housing	-	1,700,000
Gatab School	-	60,000
Gorle Rock & Lolowuro Wells catchment(Repair)	-	70,000
Itungu Catchment	-	198,000
KDEF Centre-Ngurunit	-	300,000
KDEF Students Centre(Korr)	-	434,580
Lekuchula Teachers Quaters	-	1,000,000
Lmot Toilet	-	156,000
Lmoti Kitchen	-	105,000
Loruko Latrine	-	120,000
Loruko Water System	-	164,850
Mpang ECD	-	1,150,000
Nairabala Borehole	-	1,168,665
Nairabala ECD	-	1,700,000
Community Mobilization	-	100,000
Rehabilitation of classes at Soito & Lmoti	-	352,680
School Enrollment and Retention Project	-	265,000
Students Food Aid &Phones	-	264,000
Rock catchment Soito Nanyuko	-	550,000
<b>Total Path Project Expenses</b>	-	<b>18,768,732</b>
<b>Path Program Fund Balance</b>	-	<b>479,078</b>

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Notes to the financial statements Cont.

3(v) Ross Foundation	2021	2020
Ross Foundation Grant	KShs	KShs
Opening Balance	98,775	-
Transfer to KDEF Program	(98,775)	
Grant Received From Ross Foundation	-	1,697,289
<b>Fund Available For the Program</b>	<b>-</b>	<b>1,697,289</b>
<b>Ross Foundation Program Expenses</b>		
Consultancy	-	387,250
Salaries & Wages	-	672,000
Staff Field Expenses - general and admin expenses	-	148,714
Fuel	-	121,200
County Government Training	-	185,000
Staff Training	-	84,350
<b>Total Ross Foundation Project Expenses</b>	<b>-</b>	<b>1,598,514</b>
<b>Ross Foundation Fund Balance</b>	<b>-</b>	<b>98,775</b>

Notes to the financial statements Cont.

4	Property Plant & Equipment	Building	Vehicles beyond 3.5 Tonnes	Computer & Printers	Motor Vehicle	Furniture & Fittings	Tools & Equipment	Total
	Cost/Valuation	KShs	KShs	KShs	KShs	KShs	KShs	KShs
	10%	37.50%	30%	25%	12.50%	12.50%		
	Balance as at 01.01.2021	-	5,701,200	250,775	4,125,000	285,624	22,380	10,384,979
	Transfer	-	(379,000)	-	379,000	-	-	-
	Addition/Valuation	21,476,720	-	90,000	3,642,000	2,209,138	75,000	27,492,858
	<b>Balance as at 31.12.2021</b>	<b>21,476,720</b>	<b>5,322,200</b>	<b>340,775</b>	<b>8,146,000</b>	<b>2,494,762</b>	<b>97,380</b>	<b>37,877,837</b>
	Balance as at 01.01.2020	-	5,701,200	132,235	4,125,000	203,496	-	10,161,931
	Addition/Valuation	-	-	118,540	-	82,128	22,380	223,048
	<b>Balance as at 31.12.2020</b>	<b>-</b>	<b>5,701,200</b>	<b>250,775</b>	<b>4,125,000</b>	<b>285,624</b>	<b>22,380</b>	<b>10,384,979</b>
	<b>Depreciation</b>							
	Balance as at 01.01.2021	-	2,917,411	91,431	1,804,688	48,686	2,798	4,865,014
	Transfer	-	(193,941)	-	193,941	-	-	-
	Charge for the Year	2,147,672	829,068	74,803	1,527,590	305,759	11,823	4,896,715
	<b>Balance as at 31.12.2021</b>	<b>2,147,672</b>	<b>3,552,538</b>	<b>166,234</b>	<b>3,526,219</b>	<b>354,445</b>	<b>14,621</b>	<b>9,761,729</b>
	Balance as at 01.01.2020	-	1,247,138	23,141	1,031,250	14,838	-	2,316,367
	Charge for the Year	-	1,670,273	68,290	773,438	33,848	2,798	2,548,647
	<b>Balance as at 31.12.2020</b>	<b>-</b>	<b>2,917,411</b>	<b>91,431</b>	<b>1,804,688</b>	<b>48,686</b>	<b>2,798</b>	<b>4,865,014</b>
	<b>Net Book Value</b>							
	Balance as at 31.12.2021	19,329,048	1,769,662	174,541	4,619,781	2,140,317	82,759	28,116,108
	Balance as at 31.12.2020	-	2,783,789	159,344	2,320,312	236,937	19,583	5,519,965

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	2021 KShs	2020 KShs
<b>5 Work-In-Progress</b>		
Balance C/F	-	-
KDEF Centre B	6,580,238	-
<b>Balance C/F</b>	<b>6,580,238</b>	-
<b>6 Accounts Receivable</b>		
Advance Tax Asset	9,992	9,992
<b>Total Accounts Receivable</b>	<b>9,992</b>	<b>9,992</b>
<b>7 Cash and Bank Balances</b>		
KDEF Barclays USD	8,654,131	52,820
KDEF Barclays KES	5,219,111	4,689,903
<b>Total Cash and Bank Balances</b>	<b>13,873,242</b>	<b>4,742,723</b>
<b>9 Deferred Donor Fund Balance</b>		
Balance C/F	4,435,484	1,662,018
Fund Balance Transfer to Income Account	(4,435,484)	(1,662,018)
Deferred project fund To Next Year	11,188,718	4,435,484
<b>Balance C/D</b>	<b>11,188,718</b>	<b>4,435,484</b>
<b>10 Capital Asset Fund</b>		
Balance C/F	5,519,965	7,845,564
Movement	34,073,096	223,048
Impairment of Capital Asset Fund	(4,896,715)	(2,548,647)
<b>Balance C/D</b>	<b>34,696,346</b>	<b>5,519,965</b>
<b>11 Related Party Transactions</b>		
Balance C/F	-	-
Movement	-	200
<b>Balance C/D</b>	-	<b>200</b>
<b>12 Trade and Other Payables</b>		
Accounts Payable	2,024,980	-
Payroll liabilities: NHIF	12,550	7,400
Payroll liabilities: NSSF	30,240	12,720
Payroll liabilities: PAYE	193,272	144,393
Payroll liabilities: Staff Welfare	53,000	-
Payroll liabilities: Staff Net salaries	173,282	7
Accrued Audit Fee	152,500	152,500
Accrued Penalties & Interests	54,681	-
Other Payables	11	11
<b>Total Trade and Other Payables</b>	<b>2,694,516</b>	<b>317,031</b>