

KENYA DRYLANDS EDUCATION FUND (KDEF)

Annual Report and Financial Statements

For the Financial year ended 31st December 2021

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

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Kenya Drylands Education Fund(KDEF)
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ORGANISATION INFORMATION

BOARD OF DIRECTORS

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

REGISTERED OFFICE

KDEF Office
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 **31st 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

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

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

.....
Board Member

Date

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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.

.....
Board Member

Date.....

.....
Board Member

Date.....

For the Financial year ended 31st December 2021

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 6 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 in 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 concerns 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.

For the Financial year ended 31st December 2022

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 all material misstatements. 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:

- 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 for our opinion. The risk of not detecting a material misstatement resulting from error is small, but involves judgement, because, intentional omissions, misrepresentations or the exercise 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 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 entity's conclusion that it can 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 the 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 Gathugi Muthui, Member R/No. 9375 & P/No. 1973.

Muthui & Company

Date.....

Certified Public Accountants of Kenya

Nairobi.

Kenya Drylands Education Fund(KDEF)
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Statement of Comprehensive Income

		2021	2020
	Notes	KShs	KShs
Income	2	120,629,047	63,253,094
EXPENSES			
Project Expenses	3 (a)	113,540,090	61,421,895
Administration Expenses	3 (b)	3,248,957	2,829,199
Total Expenses		120,629,047	63,253,094
Surplus/(Deficit) for the year		-	-

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For the Financial year ended 31st December 2022

Statement of Financial Position

ASSETS		2021	2020
	Notes	KShn	KShn
Non-Current Assets			
Property, Plant & Equipment	6	28,554,030	5,157,963
Work In Progress	7	6,501,730	
Non-Current Assets		35,055,760	5,157,963
Current Assets			
Accounts Receivable	8	4,932	9,302
Cash and Bank Balances	9	13,873,282	8,782,723
Total Current assets		13,878,214	8,792,025
Total Assets		48,933,974	13,949,988
EQUITY & LIABILITIES			
Equity			
Deferred Donor Fund Balance	4	11,148,718	8,815,484
Capital Asset Fund	5	34,636,346	5,132,963
Total Equity		45,785,064	13,948,447
Liabilities			
Related party transaction	10		(34)
Accounts Payable	11	2,694,516	517,031
Total Liabilities		2,694,516	517,231
Total Equity & Liabilities		48,479,580	14,465,678

The financial statement were approved by the Board of Directors on2023
and signed on its behalf by:

.....
Board Member

.....
Board Member

Kenya Drylands Education Fund(KDEF)
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For the Financial year ended at December 2020

Statement of Changes in Equity

	Deferred Donor Fund Balance	Capital Asset Fund	Total
	KShs	KShs	KShs
Year 2021			
Balance as at 01.01.2021	4,435,464	5,519,965	9,955,449
Transfer to Income	(4,435,464)		(4,435,464)
Movement		54,073,096	54,073,096
Deferred Donor Fund to next financial year	11,540,714		11,540,714
Impairment of capital reserve		(4,896,717)	(4,896,717)
Balance As at 31.12.2021	11,540,714	54,696,348	66,237,062
Year 2020			
Balance as at 01.01.2020	3,862,034	7,443,564	11,305,598
Transfer to Income	(3,862,034)		(3,862,034)
Movement		2,233,949	2,233,949
Deferred Donor Fund to next financial year	4,435,464		4,435,464
Impairment of capital reserve		(2,548,647)	(2,548,647)
Balance As at 31.12.2020	4,435,464	5,519,965	9,955,449

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Statement of Cash Flow

	2021 KShs	2020 KShs
Cash Flow from Operating Activities		
Surplus/Deficit for the period	1,130,719	2,618,421
Adjustments:		
Deferred project fund	6,713,234	2,773,466
Impairment of capital Reserve	1,406,713	(2,348,647)
Depreciation	1,406,713	2,348,647
Cash Flow from Operating Activities Before Adjustments	6,713,234	2,773,466
Working Capital Changes		
Decrease/(Increase) in Accounts Receivable		(5)
Increase/(Decrease) in Payables	2,377,485	(133,079)
Cash Flow from Operating Activities	9,130,719	2,618,421
Taxation		
Net Cash Flow from Operating Activities	9,130,719	2,618,421
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(27,492,858)	(223,048)
Work In Progress	(6,580,236)	
Net Cash Flow from Investing Activities	(34,073,096)	(223,048)
Cash Flow from Financing Activities		
Capital Asset Reserve	34,073,096	223,048
Directors Current Account	(200)	(44,581)
Net Cash Flow from Financing Activities	34,072,896	(218,533)
Net Cash & Cash Equivalents	9,130,519	2,176,839
Cash & Cash Equivalents at the Beginning	4,742,723	2,565,884
Cash & Cash Equivalents at the End of the year	13,873,242	4,742,723

For the Financial year ended 31st December 2022

1. ACCOUNTING POLICIES

a) Basis of preparation

The financial statements are prepared to conform 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 accounted into the functional currency, Kenya Shillings, using the exchange rates prevailing at the date 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 conversions 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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Notes to the financial statements Cont.

2 Grant & Donations	2021	2020
2i Project Income	KShs	KShs
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
Deferred Project Income		
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)
Total Project Income	115,732,332	62,704,447

Deferred Project Fund	Opening Balance	Donation Received	Expenses For The Period	Inter-Project Transfers	Deferred Program Funds for the Next Financial Year
Year 2021	KShs	KShs	KShs	KShs	KShs
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
Totals	4,435,484	122,485,566	(115,732,331)	-	11,188,718
Year 2020					
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
Balance As at 31/12/2020	1,662,018	65,477,913	62,704,447	-	4,435,484

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Notes to the financial statements Cont.

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

Notes to the financial statements Cont.

PROJECT REPORTS		
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
Fund Available For the Program	105,355,292	15,848,377
KDEF Program Expenses		
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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Notes to the financial statements Cont.

	2021	2020
	KShs	KShs
3(i) KDEF Program Fund Total Expenses Cont.		
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	-
KDEF Program Fund Total Expenses	93,409,910	14,016,012
 KDEF Program Fund Balance	 11,945,382	 1,832,365

Notes to the financial statements Cont.

	2021 KShs	2020 KShs
3(ii) Vibrant Village Foundation Program		
Opening Balance	1,515,263	638,526
Grant Received From Vibrant Village Foundation Program	20,426,166	21,425,511
Fund Available For the Program	21,941,429	22,064,037
Vibrant Village Foundation Project Expenses		
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

Notes to the financial statements Cont.

	2021	2020
	KShs	KShs
3(ii) Vibrant Village Project Expenses Cont.		
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
Total Vibrant Village Foundation Project Expenses	21,930,180	20,548,774
		-
Vibrant Village Fund Balance	11,250	1,515,263

Notes to the financial statements Cont.

3 (iii) Drunsic Program	2021	2020
	KShs	KShs
Drunsic Program Income		
Opening Balance	885,674	-
Transfer to KDEF Program	(885,674)	-
Grant Received From Drunsic Program	-	8,377,537
Fund Available For the Program	-	8,377,537
 Drunsic Program Expenses		
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
Total Drunsic Project Expenses	-	7,491,863
 Drunsic Program Fund Balance	-	885,674

Notes to the financial statements Cont.

	2021	2020
	KShs	KShs
3(iv) Path Program		
Opening Balance	479,078	-
Transfer to KDEF Program	(479,078)	-
Grant Received From Path Program	-	19,247,810
Fund Available For the Program	-	19,247,810
 Path Program Expenses		
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
Total Path Project Expenses	-	18,768,732
 Path Program Fund Balance	-	479,078

Kenya Drylands Education Fund(KDEF)
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Notes to the financial statements Cont.

3(v) Ross Foundation	2021	2020
	KShs	KShs
Ross Foundation Grant		
Opening Balance	98,775	-
Transfer to KDEF Program	(98,775)	
Grant Received From Ross Foundation	-	1,697,289
Fund Available For the Program	-	1,697,289
 Ross Foundation Program Expenses		
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
Total Ross Foundation Project Expenses	-	1,598,514
 Ross Foundation Fund Balance	-	98,775

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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
Balance as at 31.12.2021	21,476,720	5,322,200	340,775	8,146,000	2,494,762	97,380	37,877,837
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
Balance as at 31.12.2020	-	5,701,200	250,775	4,125,000	285,624	22,380	10,384,979
Depreciation							
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
Balance as at 31.12.2021	2,147,672	3,552,538	166,234	3,526,219	354,445	14,621	9,761,729
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
Balance as at 31.12.2020	-	2,917,411	91,431	1,804,688	48,686	2,798	4,865,014
Net Book Value							
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

Notes to the financial statements Cont.

	2021 KShs	2020 KShs
5 Work-In-Progress		
Balance C/F	-	-
KDEF Centre B	6,580,238	-
Balance C/F	6,580,238	-
6 Accounts Receivable		
Advance Tax Asset	9,992	9,992
Total Accounts Receivable	9,992	9,992
7 Cash and Bank Balances		
KDEF Barclays USD	8,654,131	52,820
KDEF Barclays KES	5,219,111	4,689,903
Total Cash and Bank Balances	13,873,242	4,742,723
9 Deferred Donor Fund Balance		
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
Balance C/D	11,188,718	4,435,484
10 Capital Asset Fund		
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)
Balance C/D	34,696,346	5,519,965
11 Related Party Transactions		
Balance C/F	-	-
Movement	-	200
Balance C/D	-	200
12 Trade and Other Payables		
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
Total Trade and Other Payables	2,694,516	317,031