

CS / 5000

PARLIAMENTARIANS
SACCO SOCIETY LTD.



Annual Accounts
&
Balance Sheet

For The Year Ended
31st December, 2001

REGISTERED OFFICE : CS / 5000-PARLIAMENTARIANS
SACCO SOCIETY LIMITED,
PARLIAMENT ROAD
PARLIAMENT BUILDINGS,
P. O. BOX 44809,
NAIROBI.

BANKERS : CO-OPERATIVE BANK OF KENYA,
CO-OP HOUSE BRANCH,
P. O. BOX 67881,
NAIROBI.

AUDITORS : M/S OBWOCHA AND ASSOCIATES CO,
CERTIFIED PUBLIC ACCOUNTANTS (K)
HEAD OFFICE
GATEHOUSE BUILDING, 2ND FLOOR,
P. O. BOX 2176,
TELEPHONE (037) 44125.
NAKURU.

CS / 5000 PARLIAMENTARIANS SACCO SOCIETY LTD

STATISTICAL INFORMATION AS AT 31ST DECEMBER, 2001

	31.12.2001	31.12.2000
MEMBERSHIP	158	153
Share Capital and Deposits	92,665,773.00	51,163,964.00
Entrance Fees	44,200.00	40,700.00
Loans to Members	78,568,915.15	44,874,612.00
Statutory Reserve Fund	1,353,066.35	1,199,127.90
Appropriation Account	104,082.50	86,962.05
Current Assets	102,105,134.85	57,293,541.10
Currents Liabilities	7,952,613.00	4,817,457.15
TURNOVER	9,777,460.80	5,273,240.90
SURPLUS	615,753.90	367,717.30

MANAGEMENT COMMITTEE

- | | | | |
|-----|-----------------------------------|---|---------------------------|
| 1. | The Hon. John B. Munyasia, MP. | - | Chairman |
| 2. | The Hon. Joshua O. Ojodeh, MP. | - | Vice Chairman |
| 3. | The Hon. Peter N. Ndwiga, MP. | - | Secretary |
| 4. | The Hon. David Mwiraria, MP. | - | Treasurer |
| 5. | The Hon. Winston.O. Ayoki, MP. | - | Member |
| 6. | The Hon. Sammy Leshore, MP. | - | Member |
| 7. | The Hon Tony Ndilinge, MP. (Late) | - | Member (1.1.2001-13.9.01) |
| 8. | The Hon. J. Mutua Katuku, MP. | - | Member |
| 9. | The Hon. Raphael B. Wanjala, MP | - | Member |
| 10. | The Hon. Eric T. Morogo, MP | - | Member (1.10.01-31.12.01) |

CS / 5000 PARLIAMENTARIANS SACCO SOCIETY LTD

AUDITORS REPORT TO MEMBERS FOR THE YEAR ENDED 31ST DECEMBER, 2001.

We have audited the financial statements set out on pages 4 to 15 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 believe were necessary for the purpose of our audit and provide a reasonable basis for our opinion. The financial statements of the Society are in agreement with the books of account.

RESPONSIBILITY

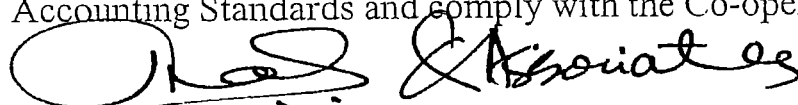
The Society is responsible for the preparation of the financial statements which give a true and fair view of the state of affairs of the Society. Our responsibility is to express an independent opinion on the financial statements based on our audit and report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with International Standards on auditing. Those Standards require that we plan and perform the audit so as to obtain reasonable assurance about whether the financial Statements are free of material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes an assesment of the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

OPINION

In our opinion proper books of account have been kept and the financial statements give a true and fair view of the financial position of the society as of December 31, 2001 and of its profit and cashflow for the year then ended in accordance with International Accounting Standards and comply with the Co-operatives Societies Act, Cap 490.



OBWOCHA & ASSOCIATES CO,
CERTIFIED PUBLIC ACCOUNTANTS (K)
NAIROBI. 27th May, 2002

SC/ 5000 PARLIAMENTARIANS SACCO SOCIETY LTD.
BALANCE SHEET AS AT 31ST DECEMBER, 2001

	NOTES	KSHS	2001 KSHS	2000 KSHS.
FIXED ASSETS	2		-	70.00
INVESTMENTS	3		14,600.00	14,600.00
CURRENT ASSETS			14,600.00	14,670.00
Sundry debtors	4	600,777.00		700,777.00
Loans to members	12	78,568,915.15		44,874,612.00
Cash and bank Balances	5	22,717,070.00		3,108,841.50
Other Debtors (National Assembly)	14	95,680.00		8,549,631.60
Debtors (int. receivable accrued)		63,013.70		-
Insurance prepayment.		59,679.00		59,679.00
		102,105,134.85		57,293,541.10
CURRENT LIABILITIES:				
Interest on membership deposits @ 7.7 %	13	7,200,000.00		3,500,000.00
Audit and Supervision Fees & other provisions	9	65,710.00		40,350.00
Bank Current Account		-		699,443.15
Provision for taxation and Honorarium	10	401,184.00		297,917.00
Sundry Creditors	6	285,719.00		279,747.00
		7,952,613.00		4,817,457.15
Net Current Assets			94,152,521.85	52,476,083.95
Net Assets			94,167,121.85	52,490,753.95
FINANCED BY :-				
An undetermined number of kshs. 20/= share capital & membership deposits.	7 & 13		92,665,773.00	51,163,964.00
Appropriation Account	11		104,082.50	86,962.05
Entrance Fees			44,200.00	40,700.00
Statutory Resrve Fund	8		1,353,066.35	1,199,127.90
			94,167,121.85	52,490,753.95

These Financial Statements were approved by the Management Committee on 24th MAY 2002

Chairman [Signature]

Treasurer [Signature]

Hon. Secretary [Signature]

Member [Signature]

SC/ 5000 PARLIAMENTARIANS SACCO. SOCIETY LTD
CASHFLOW STATEMENT FOR THE YEAR ENDED 31-12-2001

	2001 KSHS.	2000 KSHS.
Cash inflow (outflow) from operations (NOTE 16)	577,312.90	-161,663.30
ADJUSTMENTS FOR :		
Depreciation	70.00	10.00
Provision for Honoraria	-	120,000.00
Provision for Tax	-	112,917.00
Statutory Reserve Fund	-	91,926.30
Bad debts written off	100,000.00	100,000.00
Provision for tax (1999)	-	744.00
Operating Surplus (deficit) before working capital changes.	677,382.90	263,939.00
ADD CASH INFLOW.	1,354,765.80	
Increase / (Decrease) in entrance fee	3,500.00	4,000.00
Increase / (decrease) in share capital	41,501,809.00	23,540,679.60
Increase / (Decrease) of creditors	3,726,332.00	1,625,355.00
Increase / (Decrease) in Debtors	8,390,937.90	-4,848,543.70
	53,622,648.90	20,321,490.90
LESS CASH OUT-FLOW		
Tax paid	112,917.00	9,650.00
Honoraria paid	120,000.00	100,000.00
Increase / (Decrease) in Loans	33,694,303.15	17,916,116.10
Tax consultancy paid	65,000.00	-
	33,992,220.15	18,025,766.10
Increase / (Decrease) in cash and cash equivalents.	20,307,671.65	2,559,661.80
Cash at Bank	22,717,070.00	3,108,841.50
Current Account	-	699,443.15
	22,717,070.00	2,409,398.35
As at 1st January	-2,409,398.35	150,263.45
	20,307,671.65	2,559,661.80

SC/ 5000 PARLIAMENTARIANS SACCO SOCIETY LTD

NOTES AND OBSERVATIONS ON THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2001.

1. SAVINGS (SHARES AND DEPOSITS)

The Honourable members shares and deposits have been combined totalling Kshs. 92, 665,773.00 during the year.

2. HONORARIUM.

Honorarium of Kenya shillings one hundred twenty thousand (120,000/=) was paid to the committee during the year under review. The society has done well during the year, subsequently a provision of kshs. (250,000/=) has been made in the Accounts (year 2001), payable to the committee.

3. BOOKEEPING AND ACCOUNTANCY.

The cash Book for savings Account and current should be written separately for ease reconciliation. We had to put up extra accountancy work to trace the current account differences during the year . Which we did.

4. MEMBERS LOANS.

A few cases were noticed where members loans are far in excess of their shares. Life of the current parliament ends at the end of the year. The Society must ensure that shares and loans breakeven (must be equal) at the end of the calender year to avoid any future losses from non- electable members.

5. GENERAL.

The society's performance,during the year improved tremendously as can be seen from the size of profits and Interest payments to members. The society is encouraged to continue investing in Treasury Bills.

C/S 5000 PARLIAMENTARIANS SACCO SOCIETY LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2001.

1. ACCOUNTING POLICIES.

The Financial Statements are prepared under the historical cost convention.

DEPRECIATION.

Depreciation is charged on Net Book Value of Fixed Assets at the following rates. These rates are designed to write off the estimated useful life of the assets.

Land	Nil
Office Equipment	12.5 %

2. FIXED ASSETS

	N.B.V AS AT 1-1-2001 KSHS.	DEPRECIATION CHARGE FOR THE YEAR KSHS.	N.B.V AS AT 31-12-2001 KSHS.
Calculator	70.00	70.00	NIL

3. INVESTMENTS

	<u>2001</u> <u>Kshs.</u>	<u>2000</u> <u>kshs.</u>
Shares in KUSCCO	14,500.00	14,500.00
Shares in Co-op Bank	100.00	100.00
	-----	-----
	<u>14,600.00</u>	<u>14,600.00</u>
	=====	=====

4. SUNDRY DEBTORS

	<u>2001</u> <u>Kshs.</u>	<u>2000</u> <u>kshs.</u>
As per Schedule One	<u>600,777.00</u>	<u>700,777.00</u>

CS / 5000 PARLIAMENTARIANS SACCO SOCIETY LTD

NOTE 4 (SCHEDULE : 1)

DEBTORS EX - MEMBERS AS AT 31ST DECEMBER, 2001

NO.	NAME	AMOUNTS KSHS.
1.	Hon. Tom Obondo	177,363.00
2.	Hon. Katana Ndzai	30,247.00
3.	Hon. George Ndotto	127,281.00
4.	Hon. Arale Ahmed	103,755.00
5.	Hon. Otieno Kopiyo	106,404.00
6.	Hon. Boaz Kaino	14,619.00
7.	Hon. Saulo Busolo	15,818.00
8.	Hon. A.M. Sheikh	25,290.00

		600,777.00

WRITE OFFS (BAD DEBTS) :-

1.	Hon. Katana Ndzai	61,601.00
2.	Hon. B. Magwaga	38,399.00

		100,000.00

CS / 5000 PARLIAMENTARIANS SACCO SOCIETY

5. BANK AND CASH BALANCES :-

	<u>2001</u> <u>kshs.</u>	<u>2000</u> <u>kshs.</u>
Bank current A/C (Co-op Bank)	11,810,055.40	-
Treasury Bills	7,298,505.00	-
Fixed Deposits	3,500,000.00	1,000,000.00
Bank Savings Account	108,300.00	2,106,976.90
Petty cash (Imprest)	209.60	1,864.60
	-----	-----
Total	22,717,070.00	3,108,841.50
	=====	=====

6. CREDITORS

(Ex - Hon. Members)	285,719.00	279,747.00
	=====	=====

NOTE: 6
CS/5000 PARLIAMENTARIANS SACCO SOCIETY LTD.
CREDITORS - EX-MEMBERS AS AT 31ST DECEMBER, 2001

NO.	NAMES	AMOUNTS (KSHS.)
1	Hon. J. Phogisio	1,000.00
2	Hon. Waruru Kanja	11,000.00
3	Hon. R. Tanui	6,400.00
4	Hon. Jaramogi Oginga Odinga (Late)	12,711.00
5	Hon. N.N. Maiyani (Late)	6,188.00
6	Hon. Mwangi Gichuki	4,493.00
7	Hon. Noor N. Ogle	3,265.00
8	Hon. Eric K. Bomett	11,161.00
9	Hon. Thuo Francis	20,959.00
10	Hon. Ali Bidu (late)	10,573.00
11	Hon. E. Lotino	5,626.00
12	Hon. Philip Rotino	3,000.00
13	Hon. Bishop Allan Njeru	3,498.00
14	Hon. Prof. Rashid Mzee	3,670.00
15	Hon. J. K. Ichara	12,868.00
16	Hon. Yuda Komora	29,011.00
17	Hon. Mrs. Nyiva Mwendwa	9,420.00
18	Hon. Boy Juma Boy	8,170.00
19	Hon. Kennedy Kiliku	9,155.00
20	Hon. J. Jilo Falana	4,971.00
21	Hon. Chris K. Kamuyu	5,710.00
22	Hon. Dalmas Otieno	6,927.00
23	Hon. James Dennis Akumu	1,523.00
24	Hon. Dr. Valentine O. Opere	4,838.00
25	Hon. J.R. Oyondi Lwali	3,155.00
26	Hon. Ramogi Ochieng' Oneko	7,538.00
27	Hon. John A. Mumba	6,533.00
28	Hon. Abu Mohamed	3,645.00
29	Hon. L. G. Sagini (Late)	31,711.00
30	Hon. D. Munene Kairo (Late)	37,000.00
	Total	285,719.00

C/S PARLIAMENTARIANS SACCO SOCIETY LTD.

7. SHARE CAPITAL AND MEMBERSHIP DEPOSITS

This consists of undetermined number of Kshs. 20/= fully and partly paid shares and membership deposits totalling **Kshs. 92,665,773.00** as per schedule.

8. STATUTORY RESERVE FUND

	2001 KSHS.	2000 KSHS.
Balance B/Forward	1,199,127.90	2,107,198.60
Add:- 25% Statutory Reserve Fund (25% x 620,823.90)	153,938.45	91,929.30
Balance C/Forward.	1,353,066.35	1,199,127.90

9. AUDIT AND SUPERVISION FEES

	2001 KSHS.	2000 KSHS.
Audit Fees	32,000.00	20,000.00
Binding and Printing Expenses	14,550.00	14,550.00
	46,550.00	34,550.00
Accountancy Charges	10,000.00	-
VAT (18% x 32,000.00)	5,760.00	3,600.00
Supervision Fees (10% x 32,000.00)	3,200.00	2,000.00
Recoverable Expenses.	200.00	200.00
	65,710.00	40,350.00
Donations	-	5,000.00
	65,710.00	45,350.00

10. PROVISIONS

	2001 KSHS.	2000 KSHS.
Provision for Honorarium	250,000.00	120,000.00
Provision for Taxation	151,184.00	112,917.00
Tax arrears Consultancy	-	65,000.00
Total	401,184.00	297,917.00

11. APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 2001

	2001 KSHS.	2000 KSHS.
Balance B/Forward	86,962.05	248,626.35
Add:- Reversal of Audit Fees	-	2,000.00
Indivisible Interest W/Back.	13,489.00	-
	<u>100,451.05</u>	<u>250,625.35</u>
Less:- Dividends Paid - 1999	-	(195,442.00)
Co-operative Bank suspense - w/off	-	(10,248.00)
Tax Paid - 1999	-	744.00
Prior Years Adjustments	(57,000.00)	-
	<u>43,451.05</u>	<u>44,091.05</u>
Add:- Surplus for the year	615,753.90	367,717.05
Less:- 25% SRF	(153,953.45)	(91,929.30)
Provision for Honorarium	(250,000.00)	(120,000.00)
Provision for Taxation	(151,184.00)	(112,917.00)
	<u>104,082.50</u>	<u>86,962.05</u>
Distribution Balance C/F	<u>104,082.50</u>	<u>86,962.05</u>

12. COMPARATIVE PERCENTAGES AS PERCENTAGE OF TURNOVER

	2001	2000
Financial Expenses	13.82%	18.54%
Administrative Expenses	2.70%	2.79%
Other Expenses	3.50%	5.32%
Net Surplus	79.99%	73.34%

13. INTEREST ON MEMBERSHIP DEPOSITS

	2001 KSHS.	2000 KSHS.
7.77% x Kshs. 92,665,773.00	= <u>7,200,000.00</u> (7.77%)	<u>3,500,000.00</u> (6.64%)

14. OTHER DEBTORS

Kenya National Assembly Cheque for Shares, Loans and Interest erroneously deducted during the month of October, 2001 totalling **Kshs. 95,680.00.**

15. TAXATION

Investment Income

KSHS.

Interest on Treasury Bills	327,727.00
Interest on fixed Deposits	228,391.10
Interest From Bank (Savings)	36,762.80

	592,880.90
	=====
Taxation @ $\frac{85}{100} \times \frac{30}{100} \times 592,880/90$	151,184.00

Provision for Tax	151,184.00
	=====

CS/5000 PARLIAMENTARIANS SACCO SOCIETY LTD.
(SURPLUS AND LOSS ACCOUNT)
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR
ENDED 31ST DECEMBER, 2001

INCOME	2001 KSHS.	2000 KSHS.
Interest on Members Loans	* 9,184,579.90	5,160,624.05
Interest on Treasury bills	327,727.00	-
Interest on Fixed Deposits	228,391.10	94,396.90
Interest from Bank (savings)	36,762.80	18,219.95
	9,777,460.80	5,273,240.90
EXPENDITURE:-		
<u>ADMINISTRATION EXPENSES</u>		
Printing and Stationery	45,421.00	33,632.90
Salaries and Wages	205,000.00	110,000.00
Postage and Telephone	13,130.00	3,400.00
	263,551.00	147,032.90
<u>COMMITTEE EXPENSES:-</u>		
Committee Sitting Expenses	107,400.00	61,100.00
Committee Subsistence Expenses	89,620.00	39,600.00
Committee Recess (Disturbance Expenses)	145,000.00	180,000.00
	342,020.00	280,700.00
<u>FINANCIAL EXPENSES:-</u>		
Interest on Deposits @ 7.77%	7,200,000.00	3,500,000.00
Bank Charges	220,710.90	277,115.70
Depreciation	70.00	10.00
Bad Debts W/Off	100,000.00	100,000.00
V.A.T @ 18%	5,760.00	3,600.00
Audit Fees	32,000.00	20,000.00
Binding and Printing Expenses	14,550.00	14,550.00
Supervision Fees	3,200.00	2,000.00
Recoverable Expenses	200.00	200.00
Tax Arrears - Consultancy / Accountancy Fees	10,000.00	65,000.00
AGM Expenses	40,000.00	30,500.00
Sundries - (DIVS Expenses)	15,500.00	12,000.00
Donations	15,000.00	5,000.00
Insurance Premium (Loans)	899,145.00	447,815.00
	8,556,135.90	4,477,790.00
Total Expenditure	9,161,706.90	4,905,523.60
Net Surplus to Appropriation A/C	615,753.90	367,717.30

C/S PARLIAMENTARIANS SACCO SOCIETY LTD

**NOTE 13: SUMMARY
SHARES / DEPOSITS AND LOANS AS AT 31ST DECEMBER, 2002**

Pages	Shares/ Deposits	Loans
Page 16	18,283,480.00	16,753,627.65
Page 17	26,851,943.00	20,871,359.00
Page 18	23,465,550.00	25,406,201.70
Page 19	24,064,800.00	15,538,226.80
Grand Totals	92,665,773.00	78,569,415.15