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REPORT

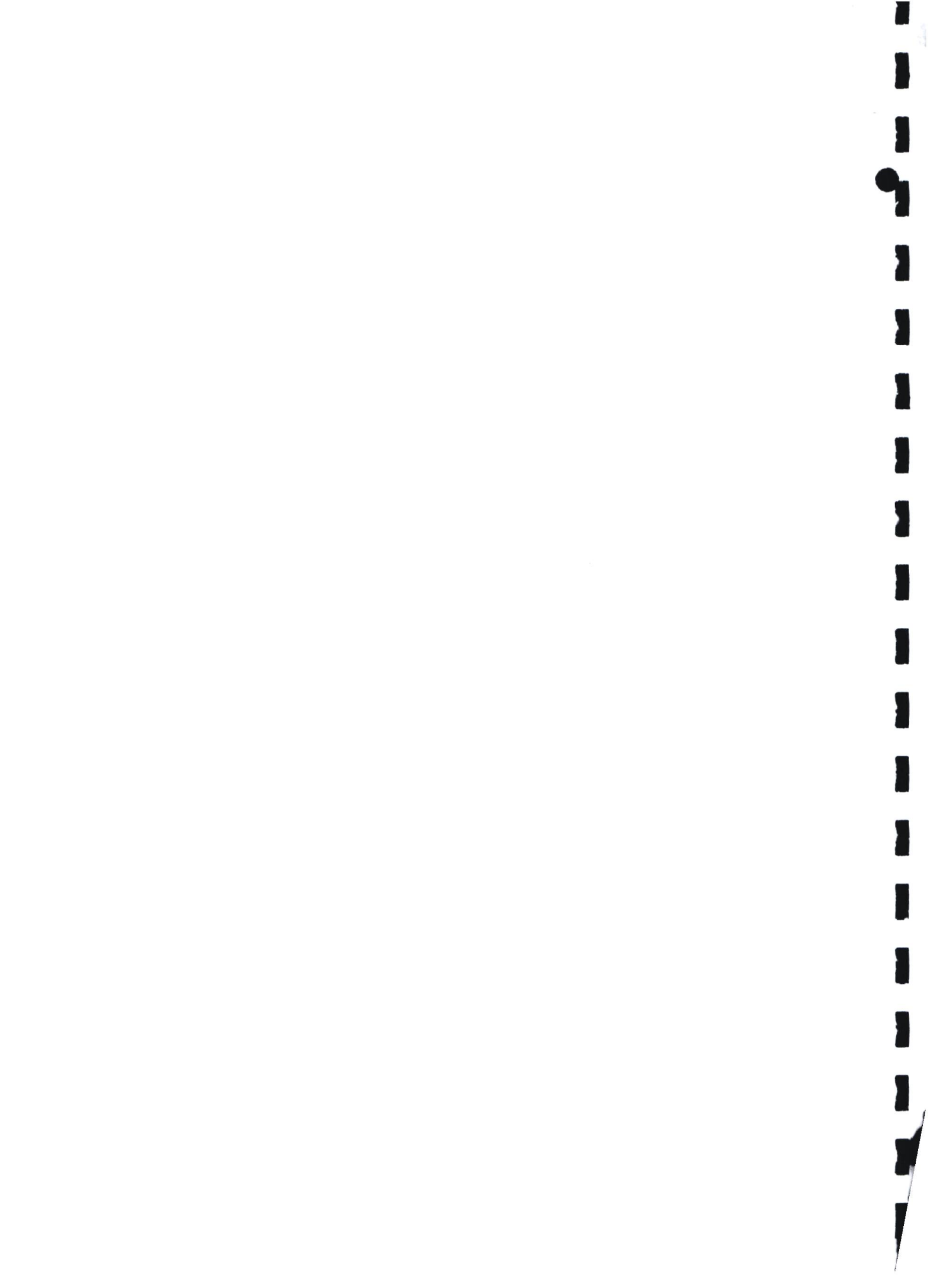
OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
UWEZO FUND OVERSIGHT BOARD**

**FOR THE TWO MONTHS
PERIOD ENDED
30 JUNE 2014**



REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON UWEZO FUND OVERSIGHT BOARD FOR THE TWO MONTHS PERIOD ENDED 30 JUNE 2014

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Uwezo Fund Oversight Board set out on pages 1 to 11, which comprise the statement of financial position as at 30 June 2014, and the statement of financial performance, statement of changes in net assets and statement of cash flows, statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 14 of the Public Audit Act, 2003. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 13 of the Public Audit Act, 2003.

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with provisions of Section 15 of the Public Audit Act, 2003. The audit was conducted in accordance with International Standards on Auditing (ISA). Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk

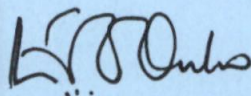
assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a reasonable basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Uwezo Fund Oversight Board as at 30 June 2014, and of its financial performance and its cash flows for the two months period then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Legal Notice No. 21 of the Public Finance Management Act 2012 and Public Finance Management (Uwezo Fund) Regulations, 2014.



Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

30 March 2015



UWEZO FUND OVERSIGHT BOARD SECRETARIAT

UWEZO FUND OVERSIGHT BOARD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2014.

Prepared in accordance with the Accrual Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

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I. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The Uwezo Fund was launched by His Excellency the President of the Republic of Kenya on 8th September 2013 and enacted through a Legal Notice No. 21 of the Public Finance Management Act, 2014, and published on 21st February, 2014. At cabinet level, the Uwezo Fund is represented by the Cabinet Secretary for Ministry of Devolution and Planning, who is responsible for the general policy and strategic direction of the Fund.

(b) Principal Activities

The Fund seeks to expand access to finances and promote women, youth and persons living with disability led enterprises at the constituency level. It also provides mentorship opportunities to enable the beneficiaries take advantage of the 30% government procurement preference through its Capacity Building Programme. Uwezo Fund, therefore, is an avenue for incubating enterprises, catalyzing innovation, promoting industry, creating employment, and growing the economy

(c) Key Management

The Uwezo Fund's day-to-day management is under the following key organs:

- The Uwezo Fund Oversight Board headed by the C.E.O.
- Constituency Uwezo Fund Management Committees.
- Finance And Accounts Manager
- Human Resource Manager
- Programmes And Coordination Manager
- Senior Internal Auditor
- Procurement Manager

(d) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2014 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Cabinet Secretary	Ms. Anne Waiguru, OGW
2.	Principal Secretary	Eng. Peter Mangiti
3.	Board Chairperson	Wanjiro Gathira
4.	Ag. C.E.O	Wilfred Buyema

(e) Fiduciary Oversight Arrangements

- i. Programmes and publicity committee
- ii. Finance and administration committee
- iii. Audit and Complaints committee

(f) Uwezo Fund Oversight Board Secretariat

P.O. Box 42009 - 00100
Lonrho House 16th Floor
Standard Street
Nairobi, KENYA.

(g) Contacts

E-mail: uwezo@yahoo.com
Website: www.uwezo.go.ke

(h) Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Co-operative Bank of Kenya
Kimathi Street
P.O. Box 7512-00200
Nairobi.





(i) Independent Auditors




Auditor General
Kenya National Audit Office
Anniversary Towers, University Way
P.O. Box 30084
G.P.O 00100
Nairobi, Kenya


(j) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya






II. THE BOARD OF DIRECTORS

	Name	Passport Size Photo	Professional/ Academic Qualifications	Experience
1	Wanjiru Gathira (Chairperson)		-Date of Birth 1966 -Global Executive Master in Business Administration (GEMBA) -Juris Doctor -B.Sc. Business Administration	-20 years
2	Wilfred Buyema (Ag. C.E.O)		- Date of Birth 1975 MA-Public Administration (MPA) Policy Management -- Major) BA -Development studies, -Diploma -Development studies	-11 years
3	Katherine Muoki		- Date of Birth -MA - Economics -BA- Economics and Business studies	21 years
4	Catherine Mootian		- Date of Birth 1986 -BHRM -Advanced certificate in BA	-5years

5	Caren Wakoli		<ul style="list-style-type: none"> - Date of Birth 1981 -Certificate in Navigating Research Literacies -Master in International Studies -BA Mass Communication and Sociology 	-7 years
6	Jumali Yussuf		<ul style="list-style-type: none"> - Date of Birth 1986 -BA Sociology -Advance Diploma in Business Management 	-5 years
7	Onderi Ontweka		<ul style="list-style-type: none"> - Date of Birth 1957 Bachelor of Arts, Diploma in Public Financial Management (Budgeting in Public Sector) Ag. Director of Budget, The National Treasury. 	-17 years

8	James Ndwiga		<ul style="list-style-type: none"> - Date of Birth 1971 -Post graduate diploma Housing and urban development -Master in Business Administration -Diploma in organization Development -Certificate in Participatory Rural appraisal methodology for community Based planning and Resource Mobilization -BA Economics and Sociology 	
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III. MANAGEMENT TEAM

	Name	Passport Size Photo	Professional/Academic Qualifications	Area of Responsibility
1	Wilfred Buyema		- Date of Birth 1975 MA-Public Administration (MPA) Policy Management Major) BA - Development studies, Diploma - Development studies	Ag. Chief Executive Officer
2	Gad Etyang		- Date of Birth 1968 B. Arts The University Of Nairobi 1992, Higher Dip HRM, TOT, Member IHRM, Trained in Corporate Governance	Human Resource
3	Peter N. Mogire		- Date of Birth 1965 Pursuing a B.Com [Accounting] from Catholic University of Eastern Africa (CUEA) In addition he is Certified Public Accountant of Kenya [CPA-K]	Finance & Accounts
4	Wilson Aviasa		- Date of Birth 1968 B. Arts, Public Administration (UON), Diploma in Purchasing & Supplies Kenya Polytechnic University	Procurement
5	Peter Lengapiani		- Date of Birth 1981 MBA, B. Com, CPA (K)	Programmes

IV. CHAIRMAN'S STATEMENT

I am delighted to present the annual report and financial statement of the Uwezo Fund Oversight Board for the year ended 30th June, 2014. For Uwezo Fund 2013-2014 was a period when we performed a lot within a short period with outstanding result. This remarkable result within a short period with staff deployed to the board is testament to great potential that the board emphatically underscores future growth in our lending and recovery portfolios.

The board disbursed funds to constituencies amounting to Kshs. **2,748,601,383.00** during the period in readiness to loan to groups.

Uwezo Fund is an economic empowerment programme established by the government under the Ministry of Devolution and Planning. The fund aims at empowering persons with disability, women and youth to access finances through credit to promote business and enterprises at the constituency level, thereby enhancing economic growth towards the realization of Vision 2030 and the Millennium Goals.

The fund was launched by His Excellency the president of the republic of Kenya on 8th September, 2013 and enacted through a legal Notice 21 of 21st February, 2014 and public Finance Management (Uwezo Fund) Regulation, 2014.

Uwezo Fund provides Persons with disability; women and youth entrepreneurs' access to interest free loans, as well as mentorship opportunities to enable them take advantage of 30% government procurement preferences for persons with disabilities, women and youth. Beneficiary will undergo a capacity building program in order to effectively utilise the fund borrowed.


The table banking model provide savings and credit services to persons with disability, women and youth in small and Micro Entrepreneurs ventures. It is intended to be an equal opportunity credit program with beneficiaries being women, youth and persons with disability in all the forty seven counties in Kenya. By making credit accessible to them through Uwezo Fund, the government seeks to place Persons with Disability, women and youth at the centre of job creation in Kenya.

The Uwezo fund adopts the hybrid concept of table banking and revolving fund, designed to ensure that Persons with Disability, women and youth groups are able to employ availed resources for credit, while similarly promoting and sustaining a saving culture. By providing the credit and grant to table banking groups, the Uwezo Fund ensures that regular group contributions receive a boot, especially when one considers the amount of time it takes for groups to accumulate the requisite capital for onward lending.

These efforts, coupled with a robust capacity building and mentorship framework will propel the expected impacts into perpetuity and spur culture of saving.

The Board is on a sound footing. Since the board is in the process of executing its activities as spelled out in the annual line up. I am confident that this state of service delivery is in the right track to the successful implementation of the Board's mandate in order to make meaningful contribution to national objectives.

Finally, I thank my fellow Board members for giving me support in providing guidance and leadership to the Board. The management and staff who are deployed to the board have worked tirelessly and I commend them generously on behalf of the Board.


Wanjiru Gathira
(Chairperson)

UWEZO FUND OVERSIGHT BOARD
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2014

V. REPORT OF THE CHIEF EXECUTIVE OFFICER

It is a great honour to present the financial results by the Uwezo Fund Oversight Board. Certainly the annual report and financial statement as at 30th June, 2014 are an indication of a success for last three months in operation. I am indeed delighted to be part of the team that delivered such impressive result within a short time.

The board is focused and aligned to its objective of the fund to make sure the mandates of the fund are met. To expand access to finances in promotion of youth and women and people with disability businesses and enterprises at the constituency level for economic growth towards the realization of the goals of Vision 2030. To generate gainful self-employment for the youth, women and people with disability. To model an alternative framework in funding community driven development.

The board disbursed funds to constituencies amounting to Kshs. **2,748,601,383.00** during the period in readiness to loan to groups. Beneficiary will undergo a capacity building program in order to effectively utilise the fund borrowed.

As a way forward to sustained financing we will continue with growth and recovery strategies. Our focus will be to see that we minimise defaulters and remain vigilant to those groups that benefited from the loans.

Once again I need to appreciate the impressive performance for the year ended 30th June 2014. It would have not been made possible without the continued commitment and dedication of management and staff who are deployed to Uwezo Board. Thus, I thank them for their loyalty and hard work.

I want to thank the Board for their good counsel; timely guidance and decision making that enabled us to deliver good results within a short period.

Wilfred Buyema
Ag. Chief Executive Officer

VII. STATEMENT ON CORPORATE SOCIAL RESPONSIBILITY

In order to attain a human face, most corporate organizations worldwide plough back to the organization some of their accrued profits. Even organizations which are not for profit such as Uwezo Fund we have taken the cue from those corporations to engage in Corporate Social Responsibility (CSR).

From a community perceptive, CSR can help build healthy societies, promote the rule of law, and secure community support.

As a Public Institution, the Fund has to act in the broad interest of the society and support on -going and new development initiatives.

Being a good corporate citizen includes listening to, understanding and responding to stakeholders about their needs regarding the Funds policies and operations.

The Fund relationship with stakeholders is of utmost importance because they define what it means to create value.

The Fund has recognised that it has to integrate its operations to meet the expectations of its stakeholders and maintain a good rapport with them. The Fund has enhanced its reputation thereby creating great public goodwill from Kenyans.

CSR is about building relationships with customers, attracting and retaining talented staff, managing risks and assuring reputation.

It is worth noting that in the coming years, the Fund will operate a CSR programme whose main beneficiaries have to be defined.

VIII. REPORT OF THE DIRECTORS

The Directors have submitted their report together with the financial statements for the year ended June 30, 2014 which show the state of the Uwezo Fund affairs.

Principal activities

The principal activities of the Fund are to expand access to finances and promote women, youth and persons living with disability led enterprises at the constituency level. It also provides mentorship opportunities to enable the beneficiaries take advantage of the 30% government procurement preference through its Capacity Building Programme. Uwezo Fund, therefore, is an avenue for incubating enterprises, catalysing innovation, promoting industry, creating employment, and growing the economy.

Results

The results of the entity for the year ended June 30, 2014 are set out on page 1 to 11.

IX. STATEMENT OF DIRECTORS' RESPONSIBILITIES

Section 81 of the Public Finance Management Act, 2012 and section 11(e) of the Public Finance Management (UWEZO FUND) Regulations, 2014, require the Directors to prepare financial statements in respect of entities, which give a true and fair view of the state of affairs of the Fund at the end of the financial year/period and the operating results of the Fund for that year/period. The Directors are also required to ensure that the fund keeps proper accounting records which disclose with reasonable accuracy the financial position of the fund. The Directors are also responsible for safeguarding the assets of the fund.

The Directors are responsible for the preparation and presentation of the fund's financial statements, which give a true and fair view of the state of affairs of the fund for and as at the end of the financial year ended on June 30, 2014. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Directors accept responsibility for the fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards (IFRS), and in the manner required by the PFM Act and the State Corporations Act. The Directors are of the opinion that the fund's financial statements give a true and fair view of the state of fund's transactions during the financial year ended June 30, 2014, and of the fund's financial position as at 30th June, 2014. The Directors further confirm the completeness of the accounting records maintained for the fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

Nothing has come to the attention of the Directors to indicate that the Uwezo Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Uwezo Fund's financial statements were approved by the Board on 30/SEP/ 2014 and signed on its behalf by:

JAMES ADWIGA
[Signature]
Director

Catherine Mookian
[Signature]
Director

Caren Wako
[Signature]
Director

X. REPORT OF THE INDEPENDENT AUDITORS ON THE UWEZO FUND

XII. STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE, 2014

		Note 2013-2014 Kshs
Assets		
Current assets		
Cash and cash equivalents	7	5,802,635,861
Accounts Receivable	8	7,206,050
		<u>5,809,841,911</u>
Non-current assets		
Property, Plant And Equipment	9	15,520,767
		<u>15,520,767</u>
Total assets		<u><u>5,825,362,678</u></u>
Liabilities		
Current liabilities		
Accounts Payable	10	463,468
		<u>463,468</u>
Non-current liabilities		
		<u>463,468</u>
Total liabilities		<u><u>463,468</u></u>
Net assets		
G.O.K. Loan Grants- Capital Fund Reserves	11	5,354,400,000-
Accumulated surplus		470,499,210
Total net assets and liabilities		<u><u>5,825,362,678</u></u>

The Financial Statements set out on pages 1 to 11 were signed on behalf of the Board of Directors by:

Ag. C.E.O

Date.....30/9/14.....

Chairman of the Board

W. Mathira

Date.....30/9/2014.....

**XIII. STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30TH JUNE,2014**

**Attributable to the owners of the controlling
entity**

	Self- insurance reserve	Reserves Capital replacement development reserve	Housing reserve	Accumulated surplus	Minority interest	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Balance as at 30 JUNE 2012	-	-	-	-	-	-
Surplus/(deficit) for the period	-	-	-	-	-	-
Transfers to/from accumulated surplus	-	-	-	-	-	-
Balance as at 30 JUNE 2013	-	-	-	-	-	-
Surplus for the period	-	-	-	470,499,210	-	470,499,210
Transfers to/from accumulated surplus	-	-	-	-	-	-
Balance as at 30 JUNE 2014	-	-	-	470,499,210	-	470,499,210

**XIV. STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE,2014**

	Notes	2013-2014 Kshs
Cash flows from operating activities		
Receipts		
G.O.K Grants	3	476,781,358
Public contributions and donations	4	226,000
		477,007,358
Payments		
Imprest Issued	8	7,206,050
Communications and Maintenance	5	130,571
Domestic travel, subsistence and other transport costs	5	1,553,907
Printing ,Advertisement and information services	5	886,637
Training, Sensitization and Capacity Building	5	236,000
Hospitality supplies and services	5	1,239,157
Office and General Supplies	5	311,717
Purchase of fuel oil and lubricants	5	519,000
Other operating costs	5	566,639
Finance costs	6	15,045
Routine maintenance of motor vehicle	5	3,500
Refurbishment of Building	5	301,952
		12,970,176
Net Cash flows from operating activities		464,037,182
Cash flows from investing activities		
Property plant and equipment purchased	9	-15,801,321
Net cash flows used in investing activities		(15,801,321)
Cash flows from financing activities		
G. O. K. Grants for Loan	11	5,354,400,000
Net cash flows used in financing activities	11	5,354,400,000
Net increase/(decrease) in cash and cash equivalents		5,802,635,861
Cash and Cash Equivalents at 1 JULY		-
Cash and cash equivalents at 30 JUNE	7	5,802,635,861

V. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference
	2013-2014	2013-2014	2013-2014	2013-2014	2013-2014
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs
G.O.K Grants	6,000,000,000	-	6,000,000,000	5,831,181,357	168,818,642
Total income	6,000,000,000	-	6,000,000,000	5,831,181,357	168,818,642
Expenses					
Basic salaries- Permanent employees	7,366,920	-	7,366,920		7,366,920
Basic wages-Temporary employees	1,053,270	-	1,053,270		1,053,270
Personal allowances paid as part of salaries	10,216,128	-	10,216,128		10,216,128
Government pension and retirement benefits	2,200,000	-	2,200,000		2,200,000
Employers contribution to NSSF	51,000	-	51,000		51,000
Utilities supplies and services	250,000	-	250,000		250,000
Communication supplies and services	1,500,000	-	1,500,000	140,023	1,359,976
Domestic travel, subsistence & other transport costs	16,700,000	-	16,700,000	1,553,907	15,146,907
Printing advertising and information services	5,700,000	-	5,700,000	886,637	4,813,363
Rentals of produced assets	4,200,000		4,200,000		4,200,000
Training and capacity building	465,600,000	-	465,600,000	236,000	465,364,000
Hospitality supplies and	7,000,000	-	7,000,000	1,640,593	5,359,407

services					
Insurance costs	3,600,000	-	3,600,000		3,600,000
Office and general supplies services	2,052,682	-	2,052,682	348,096	1,704,586
Fuel oil and lubricants	1,000,000	-	1,000,000	519,000	481,000
Other operating costs	1,545,000	-	1,545,000	597,885	947,114
Routine maintenance	400,000	-	400,000	3,500	396,500
Refurbishment of buildings	2,700,000	-	2,700,000	301,952	2,398,048
Purchase of vehicles & other transport equipment	8,500,000	-	8,500,000	6,200,000	2,300,000
Purchase of office furniture and general equipment	12,225,000	-	12,225,000	8,104,520	4,120,479
Purchase of specialized plant equipment & machinery	3,000,000	-	3,000,000	1,486,800	1,503,200
Facilitation of CUFMCs	88,740,000	-	88,740,000		88,740,000
Development funds to groups	5,354,400,000		5,354,400,000	2,922,579,975	2,431,820,025
Total expenditure	6,000,000,000	-	6,000,000,000	2,944,608,889	3,055,391,110
Surplus for the period	-	-	-	2,886,572,467	(2,886,572,467)

NOTES TO THE FINANCIAL STATEMENTS

1. Statement of compliance and basis of preparation – IPSAS 1

The entity's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the entity.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

2. Summary of significant accounting policies

a) Revenue recognition

Revenue from non-exchange transactions – IPSAS 23

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

b) Budget information – IPSAS 24

The annual budget is prepared on the accrual basis, that is, all planned costs and income are presented in a single statement to determine the needs of the entity. As a result of the adoption of the accrual basis for budgeting purposes, there are no basis, timing or entity differences that would require reconciliation between the actual comparable amounts and the amounts presented as a separate additional financial statement in the statement of comparison of budget and actual amounts.

c) Property, plant and equipment – IPSAS 17

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

d) Changes in accounting policies and estimates – IPSAS 3

The Entity recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

UWEZO FUND OVERSIGHT BOARD

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2014

e) Subsequent events – IPSAS 14

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2014.

3. Government grants

The board has prepared the financial statement based on grants received from the Ministry of Devolution and Planning as stated below.

G.O.K. Grants	KShs
G.O.K. Grants- Administrations	35,509,383
G.O.K. Grants- Capacity building	441,271,975
Total	476,781,358

4. Donations from other Public institutions

Receipt From Kenya Industrial Estate-[KIE]	226,000
Total	226,000

5. Use of Goods and services

Communications and Maintenance	140,024
Domestic travel, subsistence and other transport costs	1,553,907
Printing ,Advertisement and information services	886,637
Training, Sensitization and Capacity Building	236,000
Hospitality supplies and services	1,640,593
Office and General Supplies Service	348,096
Fuel, Oil and Lubricants	519,000
Other Operating costs	582,840
Routine Maintenance of Motor Vehicles	3,500
Refurbishment Of Buildings	301,952
Total	6,212,549

6. Finance Cost

	KShs
Bank charges	15,045
Total	15,045

7. Cash and Bank Balances

	KShs
Bank Balance – co-operative bank	131,418,494
Bank balance - Central Bank of Kenya	2,748,601,383

UWEZO FUND OVERSIGHT BOARD
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2014

Bank Balance -Constituencies Fund	2,922,579,975
Cash Balance	36,009
Total	5,802,635,861

8. Accounts Receivable: Temporary imprest listing

	KShs
Empolyee adavances	592,050
Gad Etyang	355,000
Peter Lengapian	114,000
Yvonne Ndunge willy	2,097,500
Peter Lengapian	3,897,500
Peter Lengapian	150,000
Abdiwahab Mohamed	7,206,050
Total	7,206,050

9. Property Plant And Equipment

Property, plant & equipment and depreciation Property, plant and equipment is stated at cost or valuation less accumulated depreciation. Depreciation is provided to write-off the cost of the fixed assets in use on a straight – line basis over the expected useful life’s of the assets concerned. The annual rates for this purpose are:-

Motor Vehicles - **25.00%**

Office Equipment - **12.50%**

Furniture - **12.50%**

Fixtures & Fittings - **12.50%**

Computers - **33.33%**

PROPERTY, PLANT AND EQUIPMENT

DETAILS	Motor Vehicle KShs	Office Equipment KShs	Office Furniture & Fittings KShs	Computer Equipment & Software KShs	Total KShs.
COST / VALUATION AS At 1 JULY 2013	-	-			
ADDITIONS (PURCHASES-JUNE 2014)	6,200,000	1,496,800	5,144,941	2,959,580	15,801,321
LESS: DISPOSAL / WRITE OFF	-	0	0	0	0
AS AT 30 JUNE 2014	6,200,000	1,496,800	5,144,941	2,959,580	15,801,321
DEPRECIATIONS					
AT 1 JULY 2013	0	0	0	0	0
CHARGE FOR THE YEAR	129,167	15,592	53,593	82,202	280,554
LESS: ON DISPOSALS	0	0	0	0	0
NET BOOK VALUE	6,070,833	1,481,208	5,091,348	2,877,378	15,520,767
AT 30 JUNE 2014	6,070,833	1,481,208	5,091,348	2,877,378	15,520,767
AT 30 JUNE 2013	0	0	0	0	0

10. Accounts Payable & Accruals	KShs
Commissioner of income tax	353,400
Conference caterers	24,036
One way cleaning	16,200
Tin Tin restaurant	24,000
Multimedia university	9,453
Beatrice Manyara	36,379
Total	463,468

11. Development Funds to Groups	KShs
Uwezo Fund	6,000,000,000
Less:	
3% Administration Funds (3% of 6b)	180,000,000
8% Capacity Building (8% of 97% of 6b)	465,600,000
	645,600,000
Loans to the Groups- CAPITAL FUND	5,354,400,000

12. There were no expenditures on staff for the two months of operation May and June, 2014 since all the Staff were deployed from various Ministries. The Ministries continued paying them for their salaries since pay structure were being prepared for approval. The budgeted expenditure for staff cost amounted to **Kshs.20,887,318.00** and remained unspent.



Ag. Chief Executive Officer

Date.....30/9/14.....



Chairman of the Board

Date.....30/9/2014.....

