

REPUBLIC OF KENYA



KENYA NATIONAL AUDIT OFFICE

PARLIAMENT
OF KENYA
LIBRARY

KENYA NATIONAL ASSEMBLY

10 SEP 2007

LIBRARY
MAIN BUILDING

**REPORT
OF
THE CONTROLLER
AND AUDITOR-GENERAL**

ON

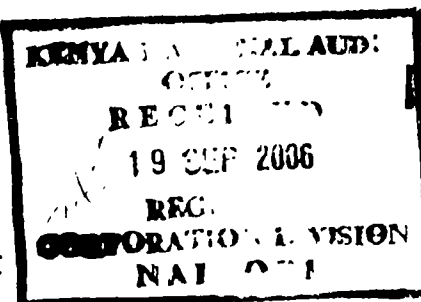
**THE FINANCIAL STATEMENTS OF
SPORTS STADIA MANAGEMENT
BOARD FOR THE YEAR ENDED 30
JUNE 2005**

(6)

SPORTS STADIA MANAGEMENT BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005

CONTENTS

	Page
Chairman's Report	2
Chief Executive Officer's Report	3-4
Board overview	5
Board Member's Report	6
Board Information	7
Statement of Board Member's Responsibilities	8



Financial Statements

Income and expenditure Accounts	9
Balance Sheet	10
Statement of changes in Equity	11
Cash Flow Statement	12
Accounting Policies	13-14
Notes to the financial statements	15-17

CHAIRMANS REPORT FOR THE YEAR 2004-5

The Board went through several changes in the course of this year. The long awaited approval for development of the organizational structure was finally granted and the Board was able, over the course of the year, to recruit the various staff as required. This year was also the start of performance contracting within the government and its agencies and the Board like the others went through various trainings to enable implementation of the same in the 2005/6 financial year. This was also a year for capacity building in setting up various policies and manuals for Board operations.

In December 2004 the Board received a presentation and subsequently approved the marketing strategy giving rise to the brand Stadia and its products, Stadia Sports, Stadia Biz and Stadia Scene. These products reflect the various services offered by the Board to its varied clientele. The Board also approved the renaming of the Hostel to Stadion Hotel once approved renovation works have been completed. The Brand and products were launched in March 2005 at an evening extravaganza held at Moi International Sports Centre.

During the year the Board received the first indication of the Chinese government's proposed rehabilitation of Moi International Sports Centre when the Chinese Vice Minister for Sports visited the facilities. Later in the year their Minister for Finance also visited the facilities and during this visit signed a memorandum of agreement with his counterpart at the Treasury.

The Permanent Secretary Ministry of Lands in response to a letter from the Board authorized the Commissioner of Lands to cancel all allocations of Moi International Sports Centre land and to reinstate the original title. Fencing work has since commenced.

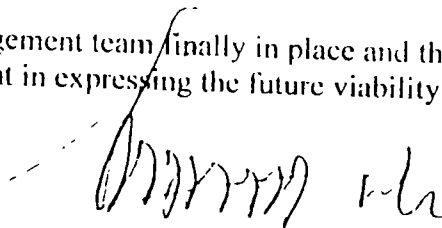
As part of its social responsibility, the Board approved support for the Garissa Desert run marathon. The Board also hosted a training workshop on turf management and brought out Mr. Frank Boahene, Head of Grounds at Fulham Football Club in the UK who conducted two well-attended sessions.

This was the year of the Olympic games and the Chief Executive was able to attend games in Athens to order to gain firsthand knowledge of their organisation. The Chairman was also able to attend the Paralympics Games that were held immediately thereafter. The Board approved the attendance of the Chief Executive and two senior staff at the Stadium Revenue summit held in Berlin in the same year.

During the year the Board met 7 times while the committees met several times, especially the Human Resource committee as it was involved in recruitment of our personnel.

With the management team finally in place and the new approved policies and strategies we are confident in expressing the future viability of the Board.

Chairman



CHIEF EXECUTIVE OFFICERS REPORT FOR FINANCIAL YEAR 2004/2005

The final report from Directorate of Personnel Management received approval from the Board, the Permanent Secretary of our parent Ministry and the State Corporations Advisory Committee. Thereafter we commenced and successfully recruited key management staff in November. Other staff recruitment was carried out beginning January 2005 and is continuing.

Once again land grabbers started allocating themselves portions of Moi International Sports Centre land adjacent the Kasarani DO's office. However, we alerted the Provincial Commissioner and the District Officer Kasarani has been instructed to keep the people off the land. We have in the meantime started the process of fencing the boundaries as shown to us by Board Land Surveyors.

The de-linking committee presented the draft Cabinet memorandum to the Minister in the course of the year. The Board was subsequently advised by the Office of the Permanent Secretary of our parent Ministry to request The Chief Secretary, Head of Civil Service, and Secretary to the Cabinet for the transfer of the Housing Estate to the Board. In this letter we highlighted the present condition of the houses indicating that with the rent collected there from the Board would renovate them and generate substantial revenue enabling the Board reduce dependence on the Exchequer.

Our facilities continue to play host to large sports and social events including National Day celebrations. The following major activities, among others, were hosted during the year

MOI INTERNATIONAL SPORTS CENTRE

Aquatic Stadium
Gymnasium

- NASA GALA
- Salvation Army
- Wheelchair Basketball
- KNUT Delegates Conference
- KANU elections
- Securicor Co.- Motor Bike training
- Kasarani 7s Rugby Tournament

Kasarani Parking Grounds
Main Stadium

NYAYO NATIONAL STADIUM

Main Stadium

- Rebecca Malope concert
- Sudan Peace agreement signing

During the year the Chairman and Chief Executive attended the Olympic and Paralympics Games in Athens during which time they were able to witness the management and organisation of these most successful Olympic games in history. The

Chief Executive and two senior management staff attended the Stadium Revenue and Turf Summit Conference in Berlin where they gathered useful ideas on revenue generation from stadia facilities and also world-class turf maintenance.

With the onset of performance contracting in Government the Board undertook various training sessions to sensitize its key management staff and to prepare them as required. This also necessitated review of the Board's strategic plan which was undertaken in the course of the year. During the year the Board's marketing plan was launched and its new brand *Stadia* launched in an extravaganza held at Moi International Sports Centre. Stadia's products Stadia Sport , Stadia Scene and Stadia Biz are slowly gaining acceptance in the market. At the same time the Board looks forward to the renovations of the renamed Stadion formerly the hostel

The delay in transfer of the housing estate and other stadium properties has impacted on revenue generation causing non-achievement of set targets. However, the Board was able to generate substantial revenue during the year.



S.A. Mwai 18/9/2006

Chief Executive Officer

SPORTS STADIA MANAGEMENT BOARD
BOARD OVERVIEW ON THE FINANCIAL
YEAR ENDED 30TH JUNE 2005

The Sports Stadia was established Vide the Sports Stadia Management Board Order 2002, Legal Notice No.180 of 2002 under the State Corporation Act Cap 446.

Our Vision Statement:

" To be the preferred Sports and Recreational Hosts in the region"

Our Mission Statement:

" To manage,develop and market sporting and recreational facilities to the satisfaction of stakeholders"

Our Corporate Values:

Sports Stadia Management Board belives in an organisation whose people strongly upholds the following corporate values

- (i) Team work
- (ii) Dedication
- (iii) Integrity
- (iv) Customer focus
- (v) Excellence

SPORTS STADIA MANAGEMENT BOARD
BOARD MEMBER S REPORT ON THE
FINANCIAL YEAR ENDED 30TH JUNE 2005

The Board Members have the pleasure in submitting their annual reports with financial statements for the year ended 30th June 2005 which disclose the state of affairs of the Board.

PRINCIPAL ACTIVITIES:

The principal activity of the Board is to manage all government owned sports facilities effectively and efficiently.

RESULTS:

Surplus for the year was Kshs. 35,111,901 (2003/2004: Kshs.31,067,634)

BOARD MEMBERS:

The present Board Members are set out on page 7

AUDITORS:

The Controller and Auditor General continue in office in accordance with Public Audit Act 2003.

BY ORDER OF THE BOARD



S.A. Mwai

18/9/2006

Chief Executive Officer

SPORTS STADIA MANAGEMENT BOARD
BOARD INFORMATION
AS AT 30TH JUNE 2005

MEMBERS OF THE BOARD:

NAME:

P. Abongo	Chairman
S A Mwai	Secretary to the Board
I Kiplagat	Director - Athletics Kenya
M Mugwe	Director - Kenya Association of Manufacturers
A Munano	Director - Ministry of Roads and Public Works
E Masinjila	Director - Ministry of Education
M C Gitari	Director - Ministry of Gender
G. Oluoch	Director - Commissioner of sports
E. Nesbitt	Director
J Okuthe	Director - Kenya National Sports council
T S Mohammed	Director
M Ahmed	Director
J muindi	Director - Attorney General
C Onchoke	Director - Ministry of Finance
W Mukuria	Director - F K E

MANAGEMENT

S A Mwai	Chief Executive Officer
K Afwando	Assistant Director, Human Resource & Administration
A Toboso	Assistant Director, Business Development
R Kigen	Assistant Director, Property Services
R Olonde	Internal Auditor
P Busienei	Chief Accountant

REGISTERED OFFICE AND PLACE OF WORK:

Moi International Sports Centre
Off Thika Road
P o Box Private Bag

KASARANI,

NAIROBI.

AUDITORS:

Controller and Auditor General
P o Box 30084,

NAIROBI

BANKERS:

Standard Chartered Bank Kenya Ltd
P o Box 32866-00600


NAIROBI

SPORTS STADIA MANAGEMENT BOARD
STATEMENT OF BOARD MEMBERS RESPONSIBILITY ON
THE REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 TH JUNE 2005

State Corporation Act requires the Board Members to prepare financial statements for each financial year that gives a true and fair view of the state of affairs of the Board as at the end of the financial year and of the Income and Expenditure Account for the year then ended. It also requires the Board Members to ensure that the Board keeps proper accounting records that disclose, with reasonable accuracy, at any time, the financial position of the Board.

The Board Members accept the responsibility for the 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. The Board Members are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Board and its operating activities. The Board Members further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal control.

Nothing has come to the attention of the Board Members to indicate that the Board will not remain a going concern for at least twelve months from the time of this statement.


- Chairman

 18/9/2004
Chief executive Officer



KENYA NATIONAL AUDIT OFFICE

REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE FINANCIAL STATEMENTS OF SPORTS STADIA MANAGEMENT BOARD FOR THE YEAR ENDED 30 JUNE 2005

I have audited the financial statements of Sports Stadia Management Board for the year ended 30 June 2005 in accordance with the provisions of 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. The financial statements are in agreement with the books of account.

Respective Responsibilities of the Board members and the Controller and Auditor General

As set out in the statement of Board members responsibilities, the members are responsible for the preparation of financial statements which show a true and fair view of the Board's state of affairs and its operating results. My responsibility is to express an independent opinion on the financial statements based on my audit.

Basis of Opinion

The audit was conducted in accordance with the International Standards on Auditing. Those standards require that the audit be planned and performed with a view to obtaining reasonable assurance that the financial statements are free from material misstatement. An audit includes an assessment, on a test basis of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of accounting policies used and significant estimates made by the Board as well as an evaluation of the overall presentation of the financial statements. I believe the audit provides a reasonable basis for my opinion.

1. Late Submission of Financial Statements for Audit

Section 13(1) of the Public Audit Act 2003 requires a state corporation to submit its accounts for audit within three months after the end of the financial year to which the accounts relate or such longer period of time as the National Assembly may by resolution extend after the end of the financial year. The Board's financial statements for the year ended 30 June 2005 were submitted on 19 September 2006 or one year after the due date. As far as I am aware, there was no resolution by the National Assembly to extend the submission

date and the Sports Stadia Management Board was, therefore, in breach of the law.

2. Property Plant and Equipment

The balance sheet as at 30 June, 2005 reflects Kshs.12,668,468.16 under Motor Vehicles, Plant and Equipments and described as non-current assets. The balance however does not include property, plant and equipment in the Country's various sports facilities and which, according to the management, are yet to be transferred to the Board. The facilities are Kasarani Stadium, Nyayo Stadium, Embu and Ruringu stadium. In addition the Board's Motor-Vehicle registration number GKQ 710 and Tractor Reg. No. GKQ 581 had no log books and their ownership could not be confirmed. In view of the foregoing the balance sheet Motor Vehicles, Plant and Equipments balance of Kshs.12,668,468 could not be confirmed as fairly stated.

3. Debtors

The debtors balance of Kshs.25,085,732.60 as at 30 June 2005 includes staff imprests of Kshs.10,215,824. According to information seen, the amount is held by an officer of the parent ministry who had been seconded to the board. The Board has not indicated any action being taken to have the imprest accounted for. In the circumstances, it was not possible to confirm the recoverability of the imprest for Kshs.10,215,824.

4. Cash and Bank Balances

Bank reconciliation statements were not being prepared on a timely basis and were not being reviewed by a responsible official different from the preparer. The bank reconciliation statement as at 30 June 2005 in respect of Standard Chartered Bank Accounts reflects deposits totalling Kshs.100,884,249.40 but not reflected in cashbook, receipts in cash book of Kshs.33,173,073 but not in bank statement and cheques cancelled in cashbook but which appear as unpresented cheques in bank statement of Kshs.3,690,001.25. Further, an amount of Kshs.10,016,850 being Nyayo National Stadium receipts were omitted from the figure of cash and bank balances. The completeness and accuracy of cash and bank balances of Kshs.27,962,843.15 could not therefore be confirmed.

5. Stock Inventory

Although stock take was carried out at the end of the financial year, a listing of stock items, certificate and a report on the exercise were not produced for audit verification. Further, the stock cards were not initialed by the officers who carried out the stock take. There was also no way of telling whether stock from all locations is included in the final stock figure. Consequently I am not able to confirm the completeness and accuracy of the balance sheet stocks figure of Kshs.2,628,958.39 as at 30 June 2005.



Opinion

Except for the reservations set out in the preceding paragraphs, in my opinion, proper books of accounts have been kept and the financial statements give a true and fair view of the state of affairs of the Board as at 30 June 2005, and of its surplus and cashflows for the year then ended and comply with the Sports Stadia Management Board Order, 2002.


P.N. KOMORA
CONTROLLER AND AUDITOR GENERAL

Nairobi

14 March 2007

INCOME	Notes:	2004/2005 Kshs.	2003/2004 Kshs.
Grants			
Rent	2	60,577,591.00	52,800,000.00
Hire of facilities		2,966,650.00	2,467,196.00
Hostel fees		15,855,447.90	11,725,180.40
Gate takings		24,613,102.65	3,546,741.00
Hospitality suites	14	1,745,696.00	198,681.00
Advertising		60,000.00	-
Miscellaneous Income		4,480,000.00	1,997,500.00
Sale of tender documents		1,556,827.15	85,100.00
Direct credits	3	433,000.00	40,000.00
		33,839,123.60	11,605,064.80
TOTAL INCOME:		140,127,438.30	64,483,403.20
EXPENDITURE:			
Salaries & Wages		20,486,339.50	4,890,372.00
Medical Expenses		597,567.80	42,567.00
Leave allowance		60,000.00	-
Meetings, conf. & direc. allow.		3,068,432.80	4,970,482.25
Training		470,600.00	1,018,355.00
Official Entertainment		1,082,611.70	405,077.00
Casual Worker		3,108,497.00	1,298,175.00
Transport Operating		2,280,990.05	1,489,111.90
Local Travel		1,979,869.40	1,681,857.75
Travel Abroad		1,302,178.85	3,805,908.00
Postage		19,244.00	17,997.00
Telephone & Internet		2,868,521.80	1,838,614.20
Marketing		456,095.80	113,709.45
Stationery, Photoc. & Printing		1,140,676.32	741,447.75
Advertising		3,867,518.85	763,578.60
Contracted Services		2,755,988.20	920,320.00
Motor Vehicle Insurance		366,805.00	474,597.00
General Insurance		618,630.00	1,190,771.00
Electricity		13,702,849.60	5,045,435.25
Water & conservancy		8,345,638.25	3,046,033.25
Office Cleaning & Materials		292,620.85	401,480.65
Fungicid. Sprays & Chemicals		1,441,869.30	989,493.60
Security Services		4,423,958.80	2,327,756.85
Uniforms		504,181.00	189,666.80
Food Purchases		6,181,162.45	1,462,950.70
Gas & fuel		1,642,018.00	1,150,950.55
Hostel Expenses		2,128,255.90	1,241,637.75
Computer Expenses		286,904.20	543,085.85
Office Refurbishment		-	1,380,891.80
Maint. Plant & Equipment		721,712.00	325,316.10
Building & Staff Facilities		19,257,876.49	6,423,532.30
Gate collections Refunds	14	877,085.00	611,881.00
Miscellaneous Expenses		836,224.20	250,811.35
Bank Charges		127,887.55	50,819.60
Depreciation	4	3,715,726.16	2,293,164.13
TOTAL EXPENDITURE:		111,018,630.62	63,397,828.43
SURPLUS (DEFICIT):		39,111,907.48	31,067,632.77

SPORTS STADIA MANAGEMENT BOARD
BALANCE SHEET
AS AT 30.06.05

ASSETS:	Notes	2004/2005	2003/2004
Non-Current Assets		<u>Kshs</u>	<u>Kshs</u>
Motor Vehicles, Plant and Equipments	4	<u>12,668,468.16</u>	<u>12,583,061.72</u>
Current Assets:			
Stocks	5	2,628,958.39	-
Debtors	6	25,085,732.60	3,874,985.00
Cash & Bank Balance	8	<u>27,962,843.15</u>	<u>17,159,881.70</u>
		<u>55,677,534.14</u>	<u>21,034,866.70</u>
Total Assets		68,346,002.30	33,617,928.42
EQUITY AND LIABILITIES:			
Equity:			
Accumulated Funds	9	<u>66,179,536.25</u>	<u>31,067,634.77</u>
Current Liabilities:			
Creditors	11	2,166,466.05	2,550,293.65
Total Equity and Liabilities		68,346,002.30	33,617,928.42

The financial statements were approved by the Board Members on 18/9/06 and signed on its behalf by:

Chairman

Chief Executive Officer

[Handwritten signature]
18/9/2006

SPORTS STADIA MANAGEMENT BOARD
 STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 30TH JUNE 2005

	Notes	Designated Funds Kshs	Capital Reserves Kshs	Accumulated Funds Kshs	Total (Kshs.)
Year ended 30 th June 2004					
At start of the year		-	-	-	-
Prior year adjustment		-	-	-	-
Surplus for the year	9	-	-	31,067,634.77	31,067,634.77
Received in the year	2	52,800,000.00	-	-	52,800,000.00
At the end of the year		52,800,000.00		31,067,634.77	83,867,634.77
Year ended 30 th June 2005					
At start of the year	2	52,800,000.00	-	31,067,634.77	83,867,634.77
Prior year adjustment		-	-	-	-
Surplus for the year		-	-	35,111,901.48	35,111,901.48
Received in the year	2	60,577,591.00	-	-	60,577,591.00
At end of the year		113,377,591.00		66,179,536.25	179,557,127.25

SPORTS STADIA MANAGEMENT BOARD
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2005

		2004/2005	2003/2004
	Notes	(Kshs.)	(Kshs.)
Cash flow from operating activities			
Surplus for the year		35,111,901.48	31,067,634.77
Adjustments for:			
Depreciation for the year	4	<u>3,715,726.16</u>	<u>2,293,164.13</u>
Operating surplus before working capital changes		38,827,627.64	33,360,798.90
(Increase)/Decrease in Debtors	6	(21,210,747.60)	(3,874,985.00)
Increase/(Decrease) in creditors	10	<u>(383,827.60)</u>	<u>2,550,293.65</u>
Net Cash flow from operating activities		17,233,052.44	32,036,107.55
Cash flow from investing activities			
Purchase of fixed assets	4	<u>(3,798,332.60)</u>	<u>(14,876,225.85)</u>
Net Cash flow from investing activities		(3,798,332.60)	(14,876,225.85)
Cash flow from financing activities			
G O.K grants received	2	<u>60,577,591.00</u>	<u>52,800,000.00</u>
Net Cash flow from financing activities		60,577,591.00	52,800,000.00
Net decrease in cash equivalents		10,802,961.45	17,159,881.70
Cash and cash equivalents at the start of the year		17,159,881.70	-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	8	27,982,843.16	17,159,881.70

SPORTS STADIA MANAGEMENT BOARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005

Accounting Policies

The Principal accounting policies adopted in the preparation of the financial statements are set out below:

(a) **Basis of preparation**

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

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

(b) **Income Recognition**

(i) Income is recognized when it is earned.

(ii) Government Grants are recognized on time basis contained in the approved national budget for each fiscal year.

(c) **Translation of Foreign Currencies**

Translation in foreign currencies during the year is converted into Kenya shillings at rates ruling at the transaction dates.

(d) **Property, Plant and Equipments**

Property, plant and equipment is stated at historical cost less accumulated depreciation. Depreciation is calculated on straight-line basis to write down the cost of each asset to their residual values over their estimated useful life as follows:

(i)	Motor Vehicles	25%
(ii)	Plant & Equipment	37.5%
(iii)	Office Equipment & Computers	30%
(iv)	Furniture	12.50%
(v)	Buildings	2%

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

SPORTS STADIUM MANAGEMENT BOARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005

Gains and losses on disposal of equipment, furniture and fittings are determined by reference to their carrying amount and are taken into account in determining the surplus/deficit for the year.

(e) Inventories

Inventories are stated at lower of cost and net realizable value. Net realizable value is the estimate of the selling price in ordinary course of business, less the selling price.

(f) Cash and Cash equivalent

For purposes of the cash flow statements, cash and cash equivalents comprise cash in hand, deposits at the bank and 91 day treasury bills.

SPORTS STADIA MANAGEMENT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005

1 PRINCIPAL ACTIVITY:

The principal activity of the board is to manage all government owned sports facilities effectively and efficiently.

2 GOVERNMENT GRANTS:

The grants received during the financial year were not designated for capital development and was mainly utilized for routine operations of the board.

2004/5	2003/4
Kshs.	Kshs.
60,577,591.00	52,800,000.00

3 DIRECT CREDITS

This constitutes deposits (mainly cheques) which were directly banked without being receipted. A supporting schedule of this amount is given together with other schedules.

Kshs.
33,839,123.60

4 FIXED ASSETS:

The fixed assets only includes those purchased by the board from the time of its inception to the end of the financial year and doesn't include Land & Buildings which is yet to be officially transferred from the government to the board.

	Land & Buildings	Motor Vehicles	Plant & Equipment	Office Equipment	Furniture	Total
<u>COST</u>	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
At 1st July 2004	-	9,635,773.95	2,230,776.30	1,525,246.30	1,484,429.30	14,876,225.85
Additions	-	-	435,343.20	1,560,285.00	1,805,504.40	3,801,132.60
At June 2005	-	9,635,773.95	2,666,119.50	3,085,531.30	3,289,933.70	18,677,368.45

DEPRECIATION:

At 1st July 2004	-	1,472,768.32	613,281.40	224,917.60	82,196.91	2,293,164.13
Charge for the yr.	-	2,040,751.41	763,068.56	622,872.77	289,033.42	3,715,726.16
Prior yr. adjust.	-	-	-	-	-	-
At June 2005	-	3,513,519.73	1,276,349.96	847,790.27	371,230.33	6,008,890.29

NET BK. VALUE:

At 30th June 2005	-	6,122,254.22	1,389,769.54	2,237,741.03	2,918,703.37	12,668,488.16
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At 30th June 2004	-	8,163,005.63	1,717,494.90	1,300,328.80	1,402,232.39	12,583,061.72
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SPORTS STADIA MANAGEMENT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

5 STOCKS:

Stock valuation is on cost basis and comprises of:

Details	Kshs.
Electricals & Hardware	1,515,354.11
Stationery	416,143.98
Food	123,477.50
Hostel utilities	573,982.80
	<u>2,628,958.39</u>

6 DEBTORS:

Details	2004/2005	2003/2004
	Kshs.	Kshs.
Accounts receivables	13,794,060.05	2,367,235.00
Dishonoured Cheques	919,749.85	30,000.00
Staff imprest	10,371,922.70	1,477,750.00
	<u>25,085,732.60</u>	<u>3,874,985.00</u>

7 UNCREDITED AMOUNTS

This constitutes our deposits to the bank which had not been reflected in the bank statements by the end of the year.

A supporting schedule of this amount is given together with other schedules.

Kshs.
29,766,291.00

8 CASH & BANK BALANCE:

Details	Kshs.
Std.Bank Main Account	(2,301,002.35)
Std.Bank Fund Account	497,554.50
Uncredited Amounts	29,766,291.00
	<u>27,962,843.15</u>

9 ACCUMULATED FUNDS:

This comprises of accumulated surplus/deficit over the years .

	2004/2005	2003/2004
	Kshs.	Kshs.
At the start of the year	31,067,634.77	-
Surplus for the year	35,111,901.48	31,067,634.77
At the end of the year	<u>66,179,536.25</u>	<u>31,067,634.77</u>

SPORTS STADIA MANAGEMENT BOARD
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30TH JUNE 2005

10 CREDITORS:

There were no accruals and only sundry creditors remained outstanding to the value of Kshs.2,166,466.05
 A supporting schedule of this amount is given together with other schedules.

Details	2004/2005 Kshs.	2003/2004 Kshs.
Sundry creditors	<u>2,166,466.05</u>	<u>2,550,293.65</u>
	<u>2,166,466.05</u>	<u>2,550,293.65</u>

11 TAXATION:

The Board is Non-Profit making organization hence exempt from Income Tax

12 INCORPORATION:

The Board was is incorporated in Kenya under the State Corporation Act Cap.446

13 CURRENCY:

The financial statements are presented in Kenya Shillings (Kshs.)

14 GATE TAKINGS & GATE COLLECTION REFUNDS:

The proportion of Gate Collection Refunds to Gate Takings is higher because most of the weekend collections were banked directly (e.g. via securicor) hence constitute Part of the direct credits.