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Report of the
Auditor-General (Corporations)
on the Accounts of the Registration
of Accountants Board
for the Year Ended
30th June, 2001

REPORT OF THE AUDITOR GENERAL (CORPORATIONS) ON THE ACCOUNTS OF
THE REGISTRATION OF ACCOUNTANTS BOARD FOR THE YEAR ENDED 30 JUNE
2001

KENYA NATIONAL ASSEMBLY
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REGISTRATION OF ACCOUNTANTS BOARD

ACCOUNTS

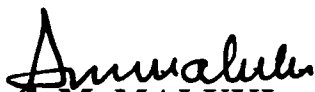
FOR THE YEAR ENDED 30 JUNE 2001

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**REPORT OF THE AUDITOR GENERAL (CORPORATIONS) ON
THE ACCOUNTS OF THE REGISTRATION OF
ACCOUNTANTS BOARD FOR THE YEAR ENDED 30 JUNE 2001**

I have examined the Accounts of the Registration of Accountants Board for the year ended 30 June 2001 in accordance with the provisions of Section 29 (2) of the Exchequer and Audit Act (Cap 412). I have obtained all the information and explanations required for the purpose of the audit. Proper books of account have been kept and the Accounts are in agreement therewith.

In my opinion, the Accounts, when read together with the Notes thereon, present a true and fair view of the financial state of affairs of the Board as at 30 June 2001 and of its deficit and cash flows for the year ended on that date.



S. M. MALUKI

AUDITOR GENERAL (CORPORATIONS)

27 May 2002

REGISTRATION OF ACCOUNTANTS BOARD

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2001

	<u>NOTE</u>	<u>2001</u> <u>KSHS</u>	<u>2000</u> <u>KSHS</u>
Income	1	1,146,259	1,113,100
Expenditure	10	<u>1,342,593</u>	<u>1,122,746</u>
Deficit from operations		(196,334)	(9,646)
Finance Income	2	<u>139,702</u>	<u>297,207</u>
Net Deficit	7	<u>(56,632)</u>	<u>287,561</u>

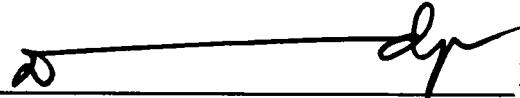
REGISTRATION OF ACCOUNTANTS BOARD


BALANCE SHEET

AS AT 30 JUNE 2001

	<u>NOTE</u>	<u>2001</u> <u>KSHS</u>	<u>2000</u> <u>KSHS</u>
FIXED ASSETS	3	<u>67,036</u>	<u>6,147</u>
CURRENT ASSETS			
Inventories		43,335	54,232
Receivables	4	399,750	745,215
Interest accrued on treasury bills		4,051	3,460
Cash and Cash equivalents	5	<u>2,265,902</u>	<u>1,752,659</u>
		<u>2,713,038</u>	<u>2,555,566</u>
CURRENT LIABILITIES			
Payables	6	379,659	110,066
		<u>379,659</u>	<u>110,066</u>
NET CURRENT ASSETS		<u>2,333,379</u>	<u>2,445,500</u>
		<u>2,400,415</u>	<u>2,451,647</u>
FINANCED BY:-			
GENERAL FUND	7	<u>2,400,415</u>	<u>2,451,647</u>
		<u>2,400,415</u>	<u>2,451,647</u>

The Accounts on pages ^{one}two to seven were approved by the Board on **Thursday, 25th October, 2001** and signed on its behalf by: -


_____] CHAIRMAN


_____] BOARD MEMBER/REGISTRAR

REGISTRATION OF ACCOUNTANTS BOARD

CASHFLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2001

		2001	2000
		<u>KSHS</u>	<u>KSHS</u>
Operating Activities	Note		
Cash generated from/(used in) operations	9	<u>294,260</u>	<u>(399,005)</u>
Financing Activities			
Grant-in-Aid-GOK		152,000	152,000
		<u>152,000</u>	<u>152,000</u>
Net cash from financing activities		<u>152,000</u>	<u>152,000</u>
Investing Activities			
Acquisition of fixed assets		(72,719)	-
Interest		<u>139,702</u>	<u>297,207</u>
Net cash from investing activities		<u>66,983</u>	<u>297,207</u>
Increase in cash and cash equivalents		513,243	50,202
Movement in cash and cash equivalents			
As at 1st July		1,752,659	1,702,457
Increase in cash and cash equivalents		<u>513,243</u>	<u>50,202</u>
As at 30th June 2001		<u>2,265,902</u>	<u>1,752,659</u>

REGISTRATION OF ACCOUNTANTS BOARD

ACCOUNTING POLICIES

FOR THE YEAR ENDED 30 JUNE 2001

a) BASIS OF PREPARATION

The Accounts have been prepared in accordance with and comply with International Accounting Standards.

b) INCOME

This comprises of Practising and Registration fees received and Grant in Aid received from the Government of Kenya.

c) STOCKS

Stocks, which consist of unused stamps and stationery, have been valued at cost.

d) DEPRECIATION

Depreciation on Furniture & Equipment has been provided on red reducing balance method at the rate of 15%.

e) CASH AND CASH EQUIVALENTS

For the purpose of Cash flow statement, Cash and Cash equivalents comprise Cash at Bank and 91 days Treasury Bills.

f) COMPARATIVES

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

REGISTRATION OF ACCOUNTANTS BOARD

NOTES TO THE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2001

	2001	2000
	<u>KSHS</u>	<u>KSHS</u>
1. INCOME		
Fees Note 8	960,900	931,100
Grant-in-Aid - GOK	152,000	152,000
Miscellaneous	33,359	30,000
	<u>1,146,259</u>	<u>1,113,100</u>
2. FINANCE INCOME		
Interest	139,702	297,207
	<u>139,702</u>	<u>297,207</u>
3. FIXED ASSETS		
Furniture & Equipment	2001	2000
	<u>KSHS</u>	<u>KSHS</u>
COST		
As at 1.7.2000	64,013	64,013
Additions	72,719	-
As at 30.6.2001	<u>136,732</u>	<u>64,013</u>
DEPRECIATION		
As at 1.7.2000	57,866	56,781
Charge for the year	11,830	1,085
As at 30.6.2001	<u>69,696</u>	<u>57,866</u>
NET BOOK VALUE		
As at 30.6.2001	<u>67,036</u>	<u>6,147</u>
As at 30.6.2000	<u>6,147</u>	<u>7,232</u>

REGISTRATION OF ACCOUNTANTS BOARD

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2001

	2001	2000
	<u>KSHS</u>	<u>KSHS</u>
4. ACCOUNTS RECEIVABLE		
From operations	28,800	214,600
Others	370,950	530,615
	<u>399,750</u>	<u>745,215</u>
5. CASH AND CASH EQUIVALENTS		
Treasury Bills		
* 91 days @ average rate of 12.032%	1,023,333	1,023,761
Cash in Bank		
Current Account	178,804	(2,373,637)
Savings Account	1,063,765	3,102,535
	<u>2,265,902</u>	<u>1,752,659</u>

* These comprise the amount placed with Central Bank of Kenya through National Bank of Kenya Ltd.

6. ACCOUNTS PAYABLE

From operations	138,000	13,000
Others	241,659	97,066
	<u>379,659</u>	<u>110,066</u>

7. GENERAL FUND ACCOUNT

Balance Brought Forward	2,451,647	2,164,086
Prior year adjustment	5,400	-
Add: (Deficit) / Surplus	(56,632)	287,561
Balance Carried Forward	<u>2,400,415</u>	<u>2,451,647</u>

Prior year adjustment relates to an accrual for previous year being reversed.

8. FEES

Fees have been received and included in the Accounts as follows:-

Practising	194,000	186,000
Registration	596,500	561,000
Authority to Practice Renewal	104,400	126,100
Foreign Accountancy Qualifications pre-registration	66,000	58,000
	<u>960,900</u>	<u>931,100</u>

REGISTRATION OF ACCOUNTANTS BOARD**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 30 JUNE 2001**

	2001	2000
	<u>KSHS</u>	<u>KSHS</u>
9. CASH GENERATED FROM OPERATIONS		
(Deficit) / Surplus for the year	(56,632)	287,561
Adjustment for: -		
Depreciation	11,830	1,085
Grant in Aid	(152,000)	(152,000)
Interest	(139,702)	(297,207)
Prior year adjustment	5,400	-
Changes in working capital		
Inventories	10,897	3,334
Accrued interest	(591)	1,162
Accounts receivables	345,465	(242,954)
Accounts payable	269,593	14
Cash generated from/ (used in) operations	<u>294,260</u>	<u>(399,005)</u>
10. EXPENDITURE		
Printing & Stationery	160,266	70,400
Salaries & Staff Benefits	806,257	619,677
Members' Allowances & Honoraria	263,945	266,500
Transport	5,685	5,035
Postage	10,785	45,958
Board Refreshments	15,241	12,664
Audit fees	35,000	50,000
Bank Charges	17,754	24,539
Depreciation	11,830	1,085
Miscellaneous Expenses	8,030	18,179
Secretarial Services	7,800	2,700
Insurance	-	6,009
	<u>1,342,593</u>	<u>1,122,746</u>

11. SALARIES AND STAFF BENEFITS

The expenses relating to salaries and staff benefits have been apportioned between Registration of Accountants Board (RAB) and Registration of Certified Public Secretaries Board (RCPSB), in the ratio of 3426:1580 respectively based on applications received by the respective Boards as at the end of the financial year. (2000 ratio of 3068:1488).

REGISTRATION OF ACCOUNTANTS BOARD

CREDITORS & ACCRUALS SCHEDULE

AS AT 30 JUNE 2001

BROUGHT FORWARD

KSHS

Permanent Secretary - Min. of P.W. & H.	700.00
Remittance - ICPAK	13,000.00
Professional Trade Licence fees	125,000.00
Shared cost on equipment - RCPSK	72,719.00
	<hr/>
	211,419.00
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ACCRUALS

KSHS

Service Charge	1998 / 1999	5,400.00
Cumulative leave days in lieu	2000 / 2001	73,273.80
Honoraria fee	2000 / 2001	20,000.00
Pension scheme	1997	19,965.90
Audit fees	1999 / 2000	20,000.00
	2000 / 2001	35,000.00
		<hr/>
		173,639.70
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REGISTRATION OF ACCOUNTANTS BOARD

DEBTORS SCHEDULE

AS AT 30 JUNE 2001

	<u>KSHS</u>	<u>KSHS</u>
Key Deposit		15.00
Staff Advances		
J.D. Mwandoo	2,000.00	
P.M. Nzola	1,500.00	
G. Kituri	1,250.00	
P.O. Awendo	7,000.00	11,750.00
Staff Pension Scheme		72,428.00
Shared Salaries & Staff Benefits for the year		163,260.70
Withholding Tax B/f	116,740.40	
Withholding Tax during the Year	6,757.00	123,497.40
R/D Cheques		
Authority to Practice		
J.S. Rungu	2,000	
S.K. Chege	3,600	
F.S. Munyao	12,200	
W.S. Eshirama	2,000	
Practising fees		
S.N. Mugo	4,000	
Professional trade licence fees		
W.S. Eshirama	5,000.00	28,800.00
		<u>399,751.10</u>

