
NEW ROUTES FOUNDATION

AUDIT REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31.03.2022

NEW ROUTES FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31.03.2022

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**NEW ROUTES FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31.03.2022**

ORGANISATIONAL INFORMATION

Directorate:	Storm Lindenberg	Chairperson
	Phylis Amukowa	Treasurer
	Sophie Lindenberg	Secretary
	Alfred Otieno	Member
	Patricia Farrelly	Member

Registered Office: New Routes Foundation
P.O Box 6586-30100,
Eldoret.
Kenya:

Principal Banker: **Co-operative Bank, Kenya Ltd**
ELDORET BRANCH
P.O Box 2948- 30100
Eldoret.

Auditors. R.K & Associates
Certified Public Accountants CPA (K)
Kirem Arcade 2nd Floor, Rm 15
Ronald Ngala Street
P.O. Box 3008-30100
ELDORET

STATEMENT OF DIRECTORS REPORT.

The directors submit their report together with audited financial statements for the year ended 31st March 2022 which discloses the state of affairs of the organization

Registration

The organization is registered as a Non-Governmental Organization under section 10 of NGOs Co-ordination Act and is domiciled in Kenya.

Principal Objective

The main purpose of the organization is to Equip, empower and encourage students to reach their full potential.

Results

The results for the period is shown on page 5

Directorate

The members who held office during the year and to the date of this report are set out on Page 1

Auditor

The organization’s auditor, R.K& Associates CPA (K) have expressed the willingness to continue in office

By order of the board

Chairperson.....

Date.....

STATEMENTS OF DIRECTORS' RESPONSIBILITY

The Act governing Non-Governmental Organization (**NGO**) requires that it is prudent for the management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the organization as at the end of the financial year and of its operating results, the organization keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the organization. They are also responsible of safeguarding the assets of the organization.

The management accepts responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards (I.F.R.S) and in the manner required by the Act. The management team is of the opinion that the financial statements give a true and fair view of the financial affairs of the organization and of its operating results. The team further accepts 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 management team to indicate that the organization will not remain a going concern for at least the next twelve months from the date of this statement.

Approved by the Officials on2022 and signed on behalf by:

.....
Chairperson

.....
Treasurer



REPORT OF THE INDEPENDENT AUDITOR TO THE DIRECTORS OF NEW ROUTES FOUNDATION.

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the state of financial affairs of the organization as at 31st March 2022 and of its income and expenditure statements for the year then ended, in accordance with International Financial reporting standards.

We have audited the accompanying financial statements set out on page 5 to 7 which comprise statement of financial position Income & expenditure for the year then ended Statement of Cash flow for the year then ended and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements.

The management team is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors Responsibility

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 judgment, 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 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 internal control. An audit also includes evaluating the appropriateness of accounting policies used and the presentation of the financial statements.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our audit.

Report on other legal requirement

- i. As required by the Kenyan Law we report to you, based on our audit, that
We have obtained all information and explanations which to the best of our knowledge and believe were necessary for the purpose of our audit.
- ii. In our opinion proper books of accounts have been kept by the organisation, so far as it appears from our examination of those books; and
- iii. The Organization's Statement of financial position, Income and Expenditure Statement and statement of cash flow are in agreement with the books of account.

The engagement partner responsible for the Audit resulting in this Independent Auditors report is CPA Bor Abraham-P/NO 2492

R.K & Associates

DATE:

NEW ROUTES FOUNDATION

STATEMENT OF INCOME & EXPENDITURE

FOR THE YEAR ENDED 31.03.2022

		31.03.2022 Kshs	31.03.2021 Kshs
<u>Donation</u>	<u>Note</u>		
Donation & Grants	5	2,376,516	327,143
		2,376,516	327,143
Expenses			
Operation Cost	6	1,083,265	66,716
Staff Cost	7	423,360	76,209
Programme Cost	8	836,134	6,309
Depreciation	2	-	-
Total Operating Expenses		2,342,759	149,234
Operating Surplus For the period		33,757	177,909
Less Assets Acquired	2	(34,800)	(174,616)
Net surplus brought forward		3,293	-
Net Surplus for the period c/f		2,250	3,293

NEW ROUTES FOUNDATION

STATEMENT OF FINANCIAL POSITION AS AT 31.03.2022

	NOTES	31.03.2022 Kshs	31.03.2021 Kshs
NON CURRENT ASSETS			
Fixed Assets	2	209,416	174,616
Total Non Current Assets		209,416	174,616
CURRENT ASSETS			
Cash at Bank	3	2,250	3,293
Total Current Assets		2,250	3,293
<u>LESS: CURRENT LIABILITIES</u>			
Payables & Accruals		-	-
Total Current Liabilities		-	-
NET CURRENT ASSET		2,250	3,293
TOTAL		211,666	177,909
<u>FINANCED BY</u>			
Donor fund	4	211,666	177,909
TOTAL EQUITY & LIABILITIES		211,666	177,909

NEW ROUTES FOUNDATION

STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31.03.2022

	31.03.2022	31.03.2021
	Kshs	Kshs
<u>Cash flows from operating Activities</u>		
<u>and Changes in working capital</u>		
Net surplus for the year	33,757	177,909
Add none cash items		
Depreciation	-	-
Cash flow from operating activities	33,757	177,909
<u>Changes in working Capital</u>		
(Increase)/Decrease in receivables & prepayments	-	-
Increase/(Decrease) in payables & accruals	-	-
Cash flow from changes in working capital	-	-
<u>Cash flows from Investing activities</u>		
Fixed Assets	(34,800)	(174,616)
	(34,800)	(174,616)
<u>Cash flows from financing activities</u>		
Donor fund	-	-
Changes in cash and cash Equivalents	(1,043)	3,293
Cash and cash Equivalents at the start of the year	3,293	-
Cash and cash Equivalents at the end of the year	2,250	3,293

NEW ROUTES FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31.03.2022

1 PRINCIPAL ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these 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 presented in Kenya Shillings and are prepared under the historical cost convention.

The preparation of financial statements in conformity with generally accepted accounting principles require the use of estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets at the date of the financial statements and the reported amounts of the revenue and expenses during the reporting period. Although these estimates are based on the foundation's best knowledge of current events and actions, actual results ultimately may differ from these estimates.

(b) Income

Incomes represents the receipts from donation and gifts during the year from friends and well wishers

c) Non Current Assets and depreciation

Properties & Equipment are stated at the cost less accumulated depreciation. Depreciation of fixed assets is on the reducing balance basis calculated at annual rates estimated to write down the assets over the term of their useful lives to a nominal value. The rates used are as follows:-

	Rate %
	Per annum
Furniture & Equipment	10%
Computer & Printer	25%
Phone	25%

d) Grants and Donations

Grants and Donations are realised in the income and expenditure accounts on receipt basis. Grants received in foreign currencies are converted to Kenya shillings.

e) Foreign currency transactions

Foreign currency transactions are accounted for at the exchange rates prevailing at the transaction date.

NEW ROUTES FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31.03.2022

2 NON CURRENT ASSETS SCHEDULE FOR THE YEAR TO 31.03.2022

	Computer & Accessories	Office Printer & Accessories	QuickBooks Software	Office Phone	Furnitures & Fittings	TOTAL
	25%	25%	0%	10%	10%	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Cost as at 01.04.2021	80,383	21,830	20,000	12,499	39,904	174,616
Additions In the year	-	-	-	-	34,800	34,800
TOTALS	80,383	21,830	20,000	12,499	74,704	209,416
Acc Depreciation as at 01.04.2021						-
Depreciation Charge For the year	-	-	-	-	-	-
N.B.V						
AS AT 31.03.2022	80,383	21,830	20,000	12,499	74,704	209,416

NEW ROUTES FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31.03.2022

	2022	2021
	Kshs	Kshs
3 CASH & CASH BALANCES		
Co-Operative Bank Account	2,250	3,293
Mpesa Cash Account	-	-
	<u>2,250</u>	<u>3,293</u>
4 Donor fund		
Bal Brought forward	177,909	-
Net Surplus for the year	<u>33,757</u>	<u>177,909</u>
Balance Carried forward	<u>211,666</u>	<u>177,909</u>
5 Donation & Grants		
Fund Raising Events	-	6,370
Gifts & Donation	27,250	1,000
New Routes UK. Grant	<u>2,349,266</u>	<u>319,773</u>
	<u>2,376,516</u>	<u>327,143</u>

NEW ROUTES FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31.03.2022

	2022	2021
	Kshs	Kshs
6 Operation Cost		
Bank Service & Charges	44,968	4,210
Domain Renewal	-	8,714
Office Expenses	19,032	30,555
Office Stamp	-	2,000
Stationery Cost	14,062	4,097
Printing Cost	18,840	10,284
Repairs & Maintainance	34,030	2,660
Telephone Expense	3,000	1,300
Transport & Travel Cost	133,684	2,896
Audit Fees	29,000	-
Accomodation Expenses	29,577	-
Allowances	106,500	-
Water and Electricity bills	42,110	-
Fund Raising Expenses	16,030	-
Medical Expenses	17,870	-
Rent & Rates	420,129	-
Refreshments	112,177	-
Internet Expenses	42,256	-
	1,083,265	66,716
7 Staff Cost		
Paye as you Earn Cost (PAYE)	27,835	2,560
National Hospital Insurance Fund (NHIF)	15,880	2,700
National Social Security Fund (NSSF)	25,920	5,946
Staff Net Salary	328,635	65,003
Staff Bonus	24,970	-
Staff Expenses	120	-
	423,360	76,209
8 Programme Cost		
Student Items Purchase Cost	500,542	6,309
Shower Head	1,500	-
University Application fee	13,362	-
University fees	320,730	-
	836,134	6,309

NEW ROUTES FOUNDATION

**STATEMENT OF RECEIPT & PAYMENTS
ACCOUNTABILITY STATEMENT**

	2022	2021
	Kshs	Kshs
9 Capital Purchase		
Opening Balance	161	-
Gifts & Donation	1,839	-
NRUK Grant	38,750	133,984
Total Income	40,589	133,984
Expense		
Capital Purchase	5,095	116,973
Office Desk	34,800	12,000
Office Expense	575	4,850
Mpesa transaction	280	-
Total Expenses	40,750	133,823
Surplus C/f	-	161
10 Operational		
Opening Balance	2,237	-
Gifts & Donation	10,445	-
NRUK Grant	394,794	109,026
Total Income	405,239	109,026
Expenses		
Bank Service & Charges	16,394	3,490
Domain Renewal	-	8,714
Office Stamp	-	2,000
Stationery Cost	3,768	4,097
Office Expense	3,020	25,705
Printing	10,710	10,284
Quickbooks	-	20,000
Repairs & Maintainance	23,680	2,660
Telephone Expense	2,000	7,000
Transport & Travel Cost	19,075	1,300
Student Item Purchase Cost	11,854	2,896
Capital Purchase	-	18,643
Accomodation	29,577	-
Audit fees	29,000	-
Electricity & Water bills	25,002	-
Fundraising Expense	13,630	-
Stock Purchase	2,400	-
Internet Expenses	31,256	-
Rent Expenses	160,000	-
Refreshments	24,774	-
Kra	600	-
Total Expenses	406,740	106,789
Surplus C/f	736	2,237

NEW ROUTES FOUNDATION

**STATEMENT OF RECEIPT & PAYMENTS
ACCOUNTABILITY STATEMENT**

	2022	2021
	Kshs	Kshs
11 Programme		
Opening Balance	895	
Gifts & Donation	6,738	6,370
NRUK Grant	1,475,032	1,000
Total Income	1,481,770	7,370
Expenses		
Bank Service & Charges	22,334	166
Student Item Purchase Cost	463,962	6,309
Allowance	106,500	-
Water & Electricity bill	17,108	-
Medical Expenses	17,870	-
Office Expenses	6,265	-
NHIF	4,500	-
Telephone Expenses	1,000	-
Repairs & Maintainance	10,350	-
Rent Expenses	260,129	-
Refreshment	86,398	-
Printing & Stationery	18,424	-
Other Fees	9,172	-
Transport	113,561	-
University Application Fee	13,362	-
University Fee	320,730	-
Internet Expenses	11,000	-
Total Expenses	1,482,665	6,475
Surplus C/f	-	895

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STATEMENT OF RECEIPT & PAYMENTS ACCOUNTABILITY STATEMENT

	2022 Kshs	2021 Kshs
12 Staff		
Opening Balance	-	-
Grants	422,556	76,763
Total Income	422,556	76,763
Expenses		
Bank Service & Charges	4,476	554
Paye as you Earn Cost (PAYE)	27,235	2,560
National Hospital Insurance Fund (NHIF)	11,200	2,700
National Social Security Fund (NSSF)	25,920	5,946
Staff Net Salary	328,635	65,003
Staff bonus	24,970	-
Staff Expense	120	-
Total Expenses	422,556	76,763
Surplus C/f	-	-
13 Miscellaneous		
Surplus/Deficit B/f	-	-
Gifts & Donation	8,228	-
NRUK Grant	18,134	-
Total Income	26,362	-
Expenses		
Bank Service & Charges	1,484	-
Student Item Purchase Cost	19,631	-
Shower head	1,500	-
Transport	1,048	-
National Hospital Insurance Fund (NHIF)	180	-
Refreshments	1,005	-
Total Expenses	24,848	-
Surplus C/f	1,514	-