

## COMMUNITY SUPPORT INITIATIVES -TANZANIA



*"Fighting Poverty Building Economy/  
Piga Vita Umaskini Jenga Uchumi"*

### AUDITED FINANCIAL STATEMENTS FOR PERIOD

1ST JANUARY 2022 TO 31ST DECEMBER 2022



**AE CONSULTING  
SERVICES**

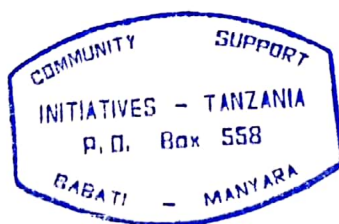
Certified Public Accountants

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**GOVERNANCE REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER 2022**

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## Abbreviations

COSITA..... Community Support Initiatives-Tanzania

CDS.....COSITA Development Support

TZS .....Tanzanian Shillings

TRA.....Tanzania Revenue Authority

COMMUNITY SUPPORT INITIATIVES -TANZANIA (COSITA)

ORGANIZATION INFORMATION FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2022

REGISTERED OFFICE :

BABATI MANYARA, TANZANIA.  
Email:cositango@gmail.com  
P.O.BOX 558  
BABATI MANYARA, TANZANIA.

BANKERS

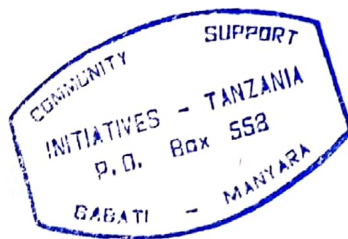
:

CRDB BANK  
BABATI BRANCH

NMB BANK  
BABATI BRANCH

COMPANY AUDITORS :

AE CONSULTING SERVICES  
CERTIFIED PUBLIC  
ACCOUNTANTS AND  
AUDITORS  
KANISA ROAD/NEAR THEM  
VALLEY HOUSE NO 15.  
P.O.BOX 14533  
ARUSHA  
EMAIL:[aeconsult2003@gmail.com](mailto:aeconsult2003@gmail.com)





**GOVERNANCE REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER 2022**

Community Support Initiatives Tanzania (COSITA) is a local non-governmental organization registered under NGO Act, 2002 in the year 2010 to operate in Tanzania Mainland. The organization started as an idea from a group of people with common purpose mainly to serve poor, marginalized and vulnerable communities confronted by lack/shortage of clean and safe water, land degradation/natural resource destruction, child right abuse, gender inequality/inequity, and food insecurity.

COSITA is a membership-based organization where the Annual General Meeting is a supreme organ in the decision-making level, followed by the Board of Directors and finally the management team which undertakes the daily implementation of the organization duties.

The head office of the organization is located in Babati Township - the head quarter of Manyara region and sub-offices in the nearby districts and regions.

**Vision:**

Community is getting better living standards by accessing high quality social services sustainably.

**Mission**

To contribute to the improvement of the quality of life for community through ensuring their involvement in; development projects, gender balance, social accountability and Sustainable resource management

**Core Values:-** Teamwork, Equality, Ethics, Dignity and Integrity (TEEDI).

**Goal /strategic objectives**

To improve the quality of life for Pastoralists, Smallholder farmers, hunter-gatherers and other low income communities by contributing to the development opportunities towards poverty alleviation.

## OPERATING RESULTS FOR THE YEAR:

### Main Activities/program areas

#### Major activities implemented during the year were:

- Quality of learning assessments for grade 2-4 learners to test the ability to read, write and calculate simple arithmetic in 4 primary schools of Nkaiti ward.
- Purchases of 1500 reference/supplementary books and mobile libraries and disseminated to the 4 selected schools
- Training to 12 teachers (RRR teachers, Head Teachers, academic teachers), 4 Youth volunteers, 1 quality assurance and 1 Ward Education Officer for working on the improvement of literacy skills for pupils including conducting remedial classes
- Meetings (one meeting per quarter 2,3 and 4) on raising awareness about home-based learning activities to 200 parents of Nkaiti ward and child rights to education.
- Capacity strengthening training to 36 members of school committees and 9 Ward & Village leaders, 2 FBL and 2 Traditional leaders on children rights to education as per the policies/laws and development agendas as well as defining their roles and responsibilities in enforcing the laws towards child rights to education.
- Stakeholders dialogue sessions with 9 ward & village leaders, 36 school committees' members, 4 faith/traditional/influential leaders, 1 Ward EO and 12 teachers on the retention of pupils to schools /reducing dropouts and putting retention strategies in place for follow ups by project staff
- Training on managing puberty and adolescent risk practices for Sigino and Kwaang'w secondary school girls' students.
- Launching and orientation of NM-ECDP in Manyara region
- Facilitate Manyara regional quarterly review meeting on NM-ECDP implementation
- Regular monitoring and follow ups well conducted for the activities of the previously implemented projects that are already phased out.

### Achievements

#### Major achievements during the year were;

- The advocacy on building of school dormitory at Sigino Sec School has worked because the girls' dormitory was completely constructed and boys' dormitory is under completion.



GOVERNANCE REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER 2022

- Girls' students from Sigino and Kwaang'w are witnessing the ways they have managed puberty and adolescent risky practices after getting awareness from COSITA.
- NM-ECDP well launched with guest of honor RC- Manyara Hon. Charles Makongoro Nyerere
- District level implementers well oriented on NM-ECDP for implementation process.
- Regional work plan well developed for implementation process.
- Selection of district level focal persons for coordinating NM-ECDP and reporting to region, CSOs review meeting well aligned with NM-ECD programme/Work plan at regional level
- First Manyara regional review meeting well conducted under the chairperson of RAS Ms Karolina Mthapula
- COSITA team in collaboration with RS made field visit to the district level for capacitating district level focal person for proper reporting of NM-ECDP implementation
- 115 (58%) Numbers of pupils out of 198 with 3Rs challenges have been able to overcome the challenges.
- About 360 reference/supplementary books bought and distributed to 4 project school
- About 4 mobile libraries disseminated to the 4 project schools.
- About 200 parents are aware and make conducive environment for pupils home based studies
- Provision of school feeding program in Kakoi Primary school as a result of improved capacity of school committees and Ward & village leaders including ensuring pupils early enrolment, retention and getting right studies in all project schools in Nkaiti Ward.

**Challenges**

- Inadequate fund to cover personnel cost led to shortage of key staffs
- Inadequate working facilities
- Some of the available working facilities have run very old and some outdated fashion

## Solutions

- Sensitizing more members pay subscription fee and also aggressive work on own income generating activities so as to rise own income for sustainability.
- Continue capacity building of members of the board and management especially on the resource mobilization, control and management of the organization resources.
- More fundraising from different sources for projects and working facilities.

## Report of the Board Members

Members of the Board who were governing for the year ending 31st December 2022 were:

Name	Representation	M/F	Qualification
Christina Fisoo	Chairperson	F	Bachelor
Josephine Geje	Treasurer	F	Diploma
Martin Hhando	Member	M	Form Four
Bernadetha Tembo	Member	F	Masters
Baraka Andrea	Member	M	Bachelor
Patrice Gwasma	Secretary	M	Masters

The directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error. They also accept responsibility for

- Designing implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements.
- Selecting and applying appropriate accounting policies; and
- Making accounting estimate and judgments that are reasonable in the circumstance.

The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Organization as at 31<sup>st</sup> December 2022 and of its Surplus/ (Deficit) for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium sized Entities and the requirements of the Tanzanian Companies/Societies Act.

Nothing has come to the attention of the directors indicate that the Organization will not remain going concern for at least twelve months from the date of this statement.

Approved by the Board of directors on 05/04/2023 and signed on its behalf by  
..... Board Chairperson





**Donors/Partners**

Donors/partners for the year ending 31st December 2022 were:

**Grants from:**

- WOMEN'S ECONOMY AND GENDER SUPPORT (WEGS)
- GRASSROOTS Nest FOR INNOVATION (GRiC)
- TRAFFIC INTERNATIONAL EAST AFRICA (TRAFFIC)
- LEGAL SERVICES FACILITY (LSF)
- PELUM TANZANIA
- PASTORAL WOMEN COUNCIL (PWC)
- TANZANIA EARLY CHILDHOOD DEVELOPMENT NETWORK (TECDEN)

**Employees**

We have the following employees as at 31<sup>st</sup> December 2022


Name	Position	M/F
Patrice Gwasma	Executive Director	M
Regina Amandi	Accountant	F
Mary Sulle	Cashier	F
Agustino Balohho	Project Officer	M
Paulo John	Programs Officer	M
Labu Dawi	Project Officer	M

### Results for the year

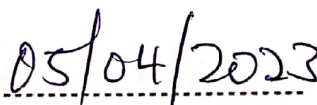
The performance of the organization for the year is set out on page 14 of these financial statements

### Auditors:

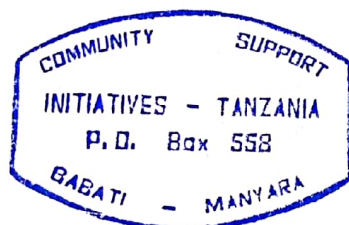
AE consulting services were appointed auditors for the financial year ending 31st December 2022, and they have expressed their willingness to continue in office and are eligible for re-appointment.



COSITA- Executive Director



Date



## DECLARATION OF THE FINANCIAL MANAGER

The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance responsible for the preparation of financial statements of the entity concerned.

It is the duty of a Professional Accountant to assist the Board of Directors to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Board of Directors as under Directors Responsibility statement on an earlier page.

I CPA \_\_\_\_\_ being Financial Manager here by acknowledge my responsibility of ensuring that financial statements for the year ended 31<sup>st</sup> December 2019 have been prepared in compliance with applicable accounting standards and statutory requirements.

I thus confirm that the financial statements give a true and fair view position of COMMUNITY SUPPORT INITIATIVES -TANZANIA as on that date and that they have been prepared based on properly maintained financial records.

Signed by: .....

Position: Financial Manager

NBAA Membership .....

Date .....





## **AE CONSULTING SERVICES**

Certified Public Accountants

### **REPORT OF THE INDEPENDENT AUDITORS**

#### *To the Members of the Board of COMMUNITY SUPPORT INITIATIVES-TANZANIA*

##### **Opinion**

We have audited the financial statements of COMMUNITY SUPPORT INITIATIVES-TANZANIA, which comprise the statement of financial position as at 31<sup>st</sup> December 2022, and the statement of comprehensive income, and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Organisation as at 31<sup>st</sup> December, 2022 and of the results and cash flows for the year then ended in accordance with the International Financial Reporting Standards and comply with the Company's Act, CAP 212.

##### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibility under those standards are further described in the Auditor's Responsibilities for the audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the requirements that are relevant to our audit in Tanzania, and we have fulfilled our other responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

##### **Responsibilities of the Directors and Those Charged with Governance for the Financial Statements**

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.



## AE CONSULTING SERVICES

Certified Public Accountants

### REPORT OF THE INDEPENDENT AUDITORS (Continued)

#### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

#### Report on other legal and regulatory requirements

This report, including the opinion, has been prepared for, and only for, the Company's members as a body corporate in accordance with the Tanzanian Companies Act, 2002 and for no other purposes. As required by the Tanzanian Companies Act, 2002, we report to you, based on our audit, that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (ii) In our opinion, proper books of account have been kept by the Company, so far as appears from our examination of those books;
- (iii) The Company's balance sheet and income statement are in agreement with the books of account.

Peter Robert Urrio

Partner, AE Consulting Services - Arusha Office

Certified Public Accountant



Date: 11<sup>th</sup> April 2023



**COMMUNITY SUPPORT INITIATIVES-TANZANIA**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 31ST DECEMBER 2022**

INCOME	Note	2022 TZS	2021 TZS
Income from donors	2	66,729,755	60,061,475
Members contribution		218,268	1,907,179
<b>Total Income</b>		<b>66,948,023</b>	<b>61,968,654</b>
<b>EXPENDITURE</b>			
PERSONEL COST	3	15,522,550	4,171,198
GENERAL & ADMINISTRATION COST	4	17,047,973	29,507,456
PROJECT ACTIVITIES	5	34,377,500	28,290,000
<b>TOTAL EXPENDITURE</b>		<b>66,948,023</b>	<b>61,968,654</b>

**Surplus(Deficit) for the year**

Approved and signed on behalf by:

COSITA Accountant ..... *[Signature]* Date... 5/4/2023  
Executive Director..... *[Signature]* Date... 5/4/2023  
Board Chairperson..... *[Signature]* Date... 5/4/2023





COMMUNITY SUPPORT INITIATIVES-TANZANIA  
STATEMENT OF FINANCIAL POSITION AS AT 31ST DEC 2022

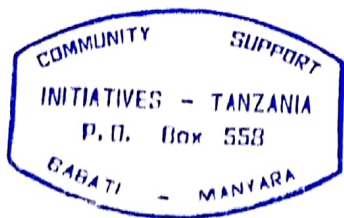
Non-current Asset	Note	2022 TZS	2021 TZS
Fixed Asset	11	3,534,752	6,111,946
<b>Total Fixed Asset</b>		<b>3,534,752</b>	<b>6,111,946</b>
<b>Current Assets</b>			
Account receivable	10	600,000	-
Cash at Bank and in Hand	6	106,911,113	4,461,124
<b>Total Current Asset</b>		<b>107,511,113</b>	<b>4,461,124</b>
<b>Total ASSETS</b>		<b>111,045,865</b>	<b>10,573,070</b>
<b>Equity and Liabilities</b>			
Fund Balance Assets	9	3,534,752	6,111,946
<b>Current Liabilities</b>			
Deferred fund payable	7	105,516,512	3,871,124
Other current liabilities	8	1,994,600	590,000
<b>Total current Liabilities</b>		<b>107,511,113</b>	<b>4,461,124</b>
<b>Total Equity and Liabilities</b>		<b>111,045,865</b>	<b>10,573,070</b>

Approved and signed on behalf by:

COSITA Accountant.....*AKB*.....Date.....5/4/2023

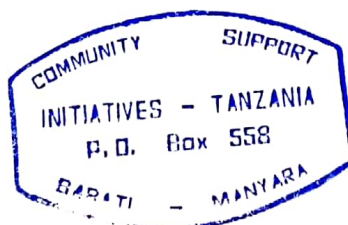
Executive Director.....*PKB*.....Date.....5/4/2023

Board Chairperson.....*AKB*.....Date.....05/04/2023



**COMMUNITY SUPPORT INITIATIVES-TANZANIA**  
**STATEMENT OF CASHFLOWS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2022**

<b>Cash flow From operating Activities</b>	<b>2022</b>	<b>2021</b>
	<b>TZS</b>	<b>TZS</b>
Surplus(Deficit) for the year	-	-
Prior Year Adjustment	-	-
Depreciation	-	-
Cash flow before changes in W/Capital	-	-
<b>Changes in Working Capital</b>		
(increase)/Decrease in Debtors	(600,000)	-
(increase)/Decrease in Creditors	103,049,989	(50,976,875)
(increase)/Decrease in W/Capital	102,449,989	(50,976,875)
<b>Cash flow From Operating Activities</b>	<b>102,449,989</b>	<b>(50,976,875)</b>
<b>Cash flow from investing Activities</b>		
Acquisition of fixed assets		
Sale of asset		
<b>Total Cash flow From Investing Activities</b>	<b>-</b>	<b>-</b>
<b>Cash flow from Financing activities</b>		
Increase/Decrease in Non-Current Liabilities	-	-
<b>Net Cash flow from Financing activities</b>	<b>-</b>	<b>-</b>
<b>Net changes in Cash &amp; Cash equivalent</b>	<b>102,449,989</b>	<b>(50,976,875)</b>
Cash and cash equivalent as at the beginning	4,461,124	55,437,999
<b>CASH AND CASH EQUIVALENT AT YEAR END</b>	<b>106,911,113</b>	<b>4,461,124</b>



**Notes**

**NOTE 1. Significant Accounting Policies**

**a. Basis of Preparation**

The financial statements have been prepared on a modified cash basis of accounting. Modified Cash basis of accounting applies some form of accrual basis on certain transactions and account balance and some cash basis on the others.

**b. Receipts/Income**

This comprises cash received from donors. The receipts or income is recognized when cash is actually received from donors. Amount not spent at year end is differed and shown as a deferred fund balance in the statement of income and expenditure.

**c. Property and Equipment**

Property and equipment are initially recognized at cost. Buildings are subsequently measured at fair value, based on valuations by independent valuers, less depreciation. Increases in the carrying amount arising on revaluation are credited in the revaluation reserve. Decreases that offset previous increases of the same asset are charged against the revaluation reserve; all other decreases are charged to the profit and loss account. Each year the difference between depreciation based on the revalued carrying amount of the assets (the depreciation charged to the profit and loss account) and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

**d. Depreciation**

Land is not depreciated; however, one of the fundamental principles of the land policy that has been incorporated in the Land Act, 1999 is that when one is assessing compensation of the land, one of the factors to consider is the market value of the land/real property.



Notes (continued)

Depreciation on other property, plant and equipment is provided for on declining balance method to write off the cost of each assets to its value over its estimated useful life as follows:

Computers and printers 12.5%

Motor vehicle 25%

Furniture and fittings 12.5%

**e. Expenditure**

Expenditure is charged on an accrual basis.

**f. Inventories**

All purchases of programme materials are expensed in the income and expenditure statement at the time of purchase.

**g. Foreign Currency translation**

The income and expenditure statement is presented in Tanzania Shillings and USD. Funds so received from donors are translated to Tanzania Shillings at the rate ruling on the date disbursement is received.

**h. Capital Expenditure**

Office equipment are expensed in the period to which are purchased.

# COMMUNITY SUPPORT INITIATIVES-TANZANIA

## NOTE 2: INCOME

	2022	2021
	TZS	TZS
Income for Donors	66,729,755	60,061,475
Members Contribution	218,268	1,907,179
	66,948,023	61,968,654

## NOTE 3: PERSONEL COST

salary	14,046,200	4,171,198
sdl	-	-
wcf	71,730	-
Nssf	1,404,620	-
	15,522,550	4,171,198

## NOTE 4 ADMINISTRATION COST

Office Cost & stationary	1,096,700	4,950,999
Perdiem	3,321,493	23,966,457
Auditing fee	590,000	590,000
Cosita day expense	1,000,000	-
Donation & contribution	100,000	-
Monitoring & evaluation	2,180,000	-
Rent	6,130,000	-
Communication expense	240,000	-
Gratuity	1,404,580	-
Water & electricity	517,500	-
Bank charges	467,700	-
	17,047,973	29,507,456

## NOTE 5 PROJECT ACTIVITIES

Gender Issues	-	-
Education	835,200	-
Project Activities	33,542,300	28,290,000
	34,377,500	28,290,000

## NOTE 6

CASH & CASH EQUIVALENT	106,911,113	4,461,124
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## NOTE 7

Deferred fund payable	105,516,512	3,871,124
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## NOTE 8

### Other current liabilities

Gratuity payable	1,404,600	
Audit fee payable	590,000	590,000
Total	1,994,600	590,000

## NOTE 9

Fund balance	3,534,752	6,111,946
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## NOTE 10

Account receivable		
Advance	600,000	-



# COMMUNITY SUPPORT INITIATIVES-TANZANIA

## 11 PROPERTY PLANT&EQIPMENT

	LAND &BUILDINGS	COMPUTERS:	FUNITURE & FITTINGS	VEHICLE	TOTAL
	TZS	TZS	TZS	TZS	TZS
COST					
AS AT 01.01.2022	2,896,000	13,137,562	9,515,000	19,000,000	44,548,562
ADDITION	-	-	-	-	-
DISPOSAL					
AS AT 31.12.2022	2,896,000	13,137,562	9,515,000	19,000,000	44,548,562
DEPRECIATION		12.50%	12.50%	25%	
AS AT 01.01.2022	-	10,856,617	8,580,000	18,999,999	38,436,616
Charge for the		1,642,195.25	934,999.00	-	2,577,194
year					
Disposal accumulated					
depreciation					
AS AT 31.12.2022		12,498,812	9,514,999	18,999,999	41,013,810
NET CARRYING AMOUNT					
AS AT 31.12.2022	2,896,000	638,750	1	1	3,534,752
AS AT 31.12.2021	2,896,000	2,280,945	935,000	1	6,111,946

