

## COMMUNITY SUPPORT INITIATIVES -TANZANIA



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

### AUDITED FINANCIAL STATEMENTS FOR PERIOD

1ST JANUARY 2023 TO 31ST DECEMBER 2023



**AE CONSULTING  
SERVICES**

Certified Public Accountants

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COMMUNITY SUPPORT INITIATIVES -TANZANIA (COSITA)

GOVERNANCE REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER 2023

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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 2023

REGISTERED OFFICE :

BABATI MANAYARA, 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 2023**

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 1200reference/supplementary books and chalks, marker pens and disseminated to the 4 selected schools
- Painting and drawings of 3Rs classes (one classroom per 4 projects)
- Regional review meetings
- Councils NMECDP disseminations at each councils level
- Engaging local radios for NMECDP messages dissemination to the communities that surrounding local radio coverage.
- Engagement meeting (stakeholder's dialogue on women access and use of agricultural products) with 5LGA officers from the selected departments.
- Capacitate building session for 360 women in groups of VSLAs and VICOBA from 6 project villages on agribusiness, agro product and value addition and market linkages
- To develop IEC materials with mindset - change messages and disseminate to communities.
- Sensitization workshop in 6 villages for existing groups (VICOBA).
- Workshop for women groups in 6 churches and 6 mosques situated in kwakuchinja wildlife corridor.
- To conduct 3 days capacity building session to 20 members of women land right forums (WLRFs),8 members of ward tribunals,28 members of village land councils on village land act 5, 1999 and advocacy skills for their rights to own land and other properties.
- Dialogue with stakeholders on childhood development and child rights at Sigino and Kwaang'w secondary school.
- 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;

- Increased literacy and numerical proficiency among pupils evidenced by improved standardized test scores

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- Implementation of innovative teaching methodologies and resource that cater to diverse learning styles and abilities.
- Women who are in VICOBA and house of worship were capable of disseminating project messages to all other women, youth, men and general community around the Kwakuchinja Corrido.
- Diminishing illegal hunting incidences and consumption of illegal wild meat in the project villages.
- Regional National Malt sectoral early childhood development program (NMECDP) review meeting was successfully conducted at regional level and chaired by Halfan Masukira on behalf of RAS.
- A total number of 29 M 16 F 13 participate attend the event at regional Commission Conference hall.
- Each council focal person provides a short presentation on the status of the NMECDP implementation at council level.
- Girls' students from Sigino and Kwaang'w are witnessing the ways they have managed puberty and adolescent risky practices after getting awareness from COSITA.
- 74% of women in project village's access and use of agricultural products contributed by CO - ownership at household level.

#### 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
- Delay of funds reimbursement led to postponement of some activities implementation something that hampered timely achievement of some of the project objectives



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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.
- Early disbursement of the fund to facilitate project activities within required implementation period

Report of the Board Members

Members of the Board who were governing for the year ending 31st December 2023 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 2023 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 27/3/2024 and signed on its behalf by  
..... Board Chairperson





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GOVERNANCE REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED  
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**Donors/Partners**

Donors/partners for the year ending 31st December 2023 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 2023

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
Rozina Julius	Volunteers	F

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31<sup>ST</sup> DECEMBER 2023

Results for the year

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

Auditors:

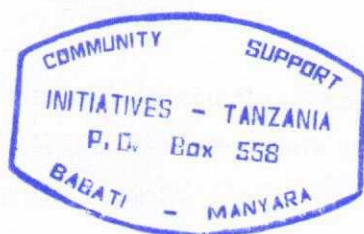
AE consulting services were appointed auditors for the financial year ending 31st December 2023, and they have expressed their willingness to continue in office and are eligible for re-appointment.



COSITA- Executive Director

27/3/2024

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 2023, 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, 2023 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.





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### 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 Urio

Partner, AE Consulting Services - Arusha Office

Certified Public Accountant



Date: 23rd April 2024

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31ST DECEMBER 2023**

INCOME	Note	2023 TZS	2022 TZS
Income from donors	2	263,862,976	66,729,755
Members contribution		3,282,956	218,268
<b>Total Income</b>		<b>267,145,932</b>	<b>66,948,023</b>
<b>EXPENDITURE</b>			
PERSONEL COST	3	70,450,380	15,522,550
GENERAL & ADMINISTRATION COST	4	34,672,452	17,047,973
PROJECT ACTIVITIES	5	162,023,100	34,377,500
<b>TOTAL EXPENDITURE</b>		<b>267,145,932</b>	<b>66,948,023</b>
<b>Surplus(Deficit) for the year</b>			

Approved and signed on behalf of the Board by:

COSITA Accountant.....*[Signature]* 27/3/2024  
Date

Executive Director.....*[Signature]* 27/3/2024  
Date

Board Chairperson.....*[Signature]* 27/3/2024  
Date





COMMUNITY SUPPORT INITIATIVES-TANZANIA  
STATEMENT OF FINANCIAL POSITION AS AT 31ST DEC 2023

Non-current Asset	Note	2023 TZS	2022 TZS
Fixed Asset	11	21,983,658	5,670,853
<b>Total Fixed Asset</b>		<b>21,983,658</b>	<b>5,670,853</b>
<b>Current Assets</b>			
Account receivable	10		600,000
Cash at Bank and in Hand	6	12,304,064	106,911,113
<b>Total Current Asset</b>		<b>12,304,064</b>	<b>107,511,113</b>
<b>Total ASSETS</b>		<b>34,287,723</b>	<b>113,181,965</b>
<b>Equity and Liabilities</b>			
Fund Balance Assets	9	21,983,658 18,448,906	3,534,752
<b>Current Liabilities</b>			
Deffered fund payable	7	11,304,064	105,516,512
Other current liabilities	8	1,000,000	1,994,600
<b>Total current Liabilities</b>		<b>12,304,064</b>	<b>107,511,113</b>
<b>Total Equity and Liabilities</b>		<b>34,287,723</b>	<b>111,045,865</b>

Approved and signed on behalf of the Board by:

COSITA Accountant.....*[Signature]* Date 27/3/2024  
 Executive Director.....*[Signature]* Date 27/3/2024  
 Board Chairperson.....*[Signature]* Date 27/3/2024



**COMMUNITY SUPPORT INITIATIVES-TANZANIA**  
**STATEMENT OF CASHFLOWS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2023**

<b>Cash flow From operating Activities</b>	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
Surplus(Deficit) for the year	-	-
Prior Year Adjustment	-	-
Depreciation	-	-
<b>Cashflow before changes in W/Capital</b>	<b>-</b>	<b>-</b>
<b>Changes in Working Capital</b>		
(increase)/Decrease in Debtors	600,000	(600,000)
(increase)/Decrease in Creditors	(95,207,048)	103,049,989
<b>(increase)/Decrease in W/Capital</b>	<b>(94,607,048)</b>	<b>102,449,989</b>
<b>Cashflow From Opearting Activities</b>	<b>(94,607,048)</b>	<b>102,449,989</b>
<b>Cashflow from investing Activities</b>		
Acquistion of fixed assets	(18,890,000)	
Sale of asset		
<b>Total Cashflow From Investing Activities</b>	<b>(18,890,000)</b>	<b>-</b>
<b>Cash flow from Financing activities</b>		
increase/Decrease in capital funds	18,890,000	
Increase/Decrease in Non-Current Liabilities		-
<b>Net Cash flow from Financing activities</b>	<b>18,890,000</b>	
<b>Net changes in Cash &amp; Cash equivalent</b>	<b>(94,607,048)</b>	<b>102,449,989</b>
Cash and cash equivalent as at the beginning	106,911,113	4,461,124
<b>CASH AND CASH EQUIVALENT AT YEAR END</b>	<b>12,304,064</b>	<b>106,911,113</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**

	2023	2022
	TZS	TZS
Income for Donors	263,862,976	66,729,755
Members Contribution	3,282,956	218,268
	267,145,932	66,948,023

**NOTE 3: PERSONEL COST**

salary	63,756,000	14,046,200
sdl		-
wcf	318,780	71,730
Nssf	6,375,600	1,404,620
	70,450,380	15,522,550

**NOTE 4 ADMINISTRATION COST**

Office Cost&staionary	1,557,515	1,096,700
Perdiem		3,321,493
Auditing fee	1,000,000	590,000
Cosita day expense		1,000,000
Donation & contribution		100,000
Mornitoring&evaluation	14,437,000	2,180,000
Rent	8,863,000	6,130,000
Communication expense	720,000	240,000
Gratuity	6,375,600	1,404,580
Water&electricity	650,098	517,500
Bank charges	1,069,239	467,700
	34,672,452	17,047,973

**NOTE 5 PROJECT ACTIVITIES**

Gender Issues		-
Education	2,282,000	835,200
Project Activities	159,741,100	33,542,300
	162,023,100	34,377,500

**NOTE 6**

CASH& CASH EQUIVALENT	12,304,064	106,911,113
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**NOTE 7**

Deffered fund payable	11,304,064	105,516,512
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**NOTE 8**

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

**NOTE 9**

Fund balance	21,983,658	3,534,752
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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
COST	TZS	TZS	TZS	TZS	TZS
AS AT 01.01.2023	2,896,000	13,137,562	9,515,000	19,000,000	44,548,562
ADDITION	16,000,000	2,130,000	760,000	-	18,890,000
DISPOSAL				-	-
AS AT 31.12.2023	18,896,000	15,267,562	10,275,000	19,000,000	63,438,562
DEPRECIATION		12.50%	12.50%	25%	
AS AT 01.01.2023	-	12,498,812	9,514,999	18,999,999	41,013,810
Charge for the year		346,093.75	95,000.00	-	441,094
Disposal accumulated depreciation		-	-	-	-
AS AT 31.12.2023		12,844,906	9,609,999	18,999,999	41,454,904
NET CARRYING AMOUNT					
AS AT 31.12.2023	18,896,000	2,422,656	665,001	1	21,983,658
AS AT 31.12.2022	2,896,000	638,750	1	1	3,534,752