

COMMUNITY SUPPORT INITIATIVES - TANZANIA  
P.O. BOX 558  
BABATI  
MANYARA - TANZANIA

AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER, 2015

AUDITORS:  
Mwema & Company  
(Certified Public Accountants)  
P.O.Box 11477  
TEL: 027 0732-978754, 0756-007917  
Uchumi House  
Sokoine Road  
Arusha - Tanzania  
East Africa  
E-mail: mwemaco@yahoo.com

COMMUNITY SUPPORT INITIATIVES TANZANIA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2015

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Improving Livelihood of Poor, Marginalized,  
and Vulnerable Communities

P.O Box 558, Babati, Manyara – Tanzania.

Tel/Mob: +255 784 649 025

Email:cositango@gmail.com

Website: [www.envaya.org/COSITA](http://www.envaya.org/COSITA)

## ORGANIZATION INFORMATION

FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2015

### Board of Directors

- 1.0 FRANCIS GEFFI
- 2.0 PASCHAL P. ONNA
- 3.0 PATRICE GWASMA
- 4.0 CHRISTINA FISOO
- 5.0 SERAPHIA GILBA
- 6.0 LEONARD T. BURRA
- 7.0 MARTIN HHANDO
- 8.0 ERNEST NZUNDA

### Registered office

#### COMMUNITY SUPPORT INITIATIVES – TANZANIA

P.O.BOX 558,  
BABATI, MANYARA, TANZANIA  
Email: cositango@gmail.com  
Website- <https://envaya.org/COSITA>

### Independent auditor

#### MWEMA & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS  
SOKOINE ROAD, UCHUMI HOUSE  
P.O.Box1147  
ARUSHA, TANZANIA  
Tel: 027-732978754 - 0756007917  
Email: mwemaco@yahoo.com

### Principal Bankers

- 1.0 NMB- BABATI BRANCH
- 2.0 EXIM –BABATI BRANCH



## REPORT OF THE BOARD OF DIRECTORS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2015

1 The Board of Directors presents the following report and the audited financial statements for the year ended 31<sup>st</sup> December, 2015.

### 2 Board of Directors:

The Directors of COSITA at the date of this report who have held office since 2010 except as otherwise stated are:

S/N	Name	Title
1.	Francis Geffi	Chairperson
2.	Paschal P. Onna	Treasurer
3.	Patrice Gwasma	Secretary
4.	Christina Fisoo	Member
5.	Seraphia Gilba	Member
6.	Leonard T. Burra	Member
7.	Ernest Nzunda	Member
8.	Martin Hhando	Member

### 3 OPERATING OFFICE

COSITA is a Community Based non-profit making organization. It was set up in the early 2010 and officially registered in December 2010 under the ministry of gender, children and community development with six specific objectives; to facilitate community access to formal education, literacy classes, children right and protection, to undertake community based livestock and agriculture development initiatives towards poverty alleviation, to support community water supply systems and good hygiene and sanitation practices, to facilitate natural resources and environmental conservation strategies, to support gender mainstreaming, women development and policy advocacy campaigns at district/community level that will bring social changes and encourage participating in the self IGA. As per the registration, the organization operating area is all over Tanzania mainland but due to scarcity of resources, only three districts (Babat, Mbulu and Hanang) have being put into priority. The organization's head office is located in Babati district and sub-offices in Mbulu and Hanang districts.

## OPERATING RESULTS FOR THE YEAR:

The operating results of COSITA for the year ended 31<sup>st</sup> December 2015 are follows:

### Activities implemented in 2015:

The principal activities implemented during 2015 were Training of community on land right conflict resolution, formation of Babati Agri-pastoralist union (BAPU), Social Accountability Monitoring Training (SAM) and project sustainability. Orientation of village and ward leaders, ward extension officers and Community Health & Community Home Based Care Providers on Mbulu Mwanzo Bora Nutrition Project. Also income generating activities training were provided which come up with formation of (SILC groups) at mbulu.

Apart from that COSITA implemented the project known as Sesame iii Value chain project where by Farmers business group were established, good agricultural practice training provided to Farmers business group, seed multiplication farms and demonstration plots for sesame product were established.

### Achievements:

Up to the time of this report, Mbulu Mwanzo Bora Nutrition project Year two was 100% completed while Mbulu Mwanzo Bora Nutrition project activities for Year Three, Pastoralists' Land right project phase three and Sesame iiiii value chain project 2015-2016 are ongoing.

Brief summary of income and expenditure during the year is as follows:

	2015 Tsh	2014 Tshs
Total Income	408,030,909.58	159,138,268.85
Total Expenditure	434,373,098.52	162,149,854.71
Surplus/(Deficit) for the Year	(26,442,188.94)	(3,011,585.86)

### Employee and employment status:

In 2015, we employed new five (5) staffs (Nutritionist, Crop officer, PP project officer, Gender and Community Development Officer and one driver). However Up to the time of this report, there is a shortage of two staff (Fund raiser and Organizational program officer) for our office to attain a full human resource capacity; hence the organization is striving to get the funds to be able to fill the shortage.

### Challenges:

- Insufficient fund budgets to implement community projects and organization support costs (low staff salaries, capital support costs and project costs)
- Short – termed financial support does not guarantee maximum operationality of the organization when compared to long – termed support.
- Lack and poor socio – economic services and low levels of income per capita hinders community contributions to some projects in villages and membership subscription fee.



#### Future Plans

- Continue implementing the existing projects
- Conduct monitoring and evaluation of previously implemented projects for the purpose of observing the changes desired (impacts) and learning for corrective action in the future.
- Fundraising based on calls for proposals, income generating activities and potential funders.
- Board of Directors and Management Team capacity building through trainings and short courses on fundraising and governance.
- Recruitment of qualified staff whenever there is opportunity to do so to ensure organization strength, effectiveness and sustainability.
- Networking and linkages to various umbrella organizations that COSITA is a member such as MACSNET, TENMET, TECDEN, PANITA etc. and other consultants for the sake of ensuring COSITA credibility.
- Continued mobilizing members to contribute for annual fees.

#### AUDITORS:

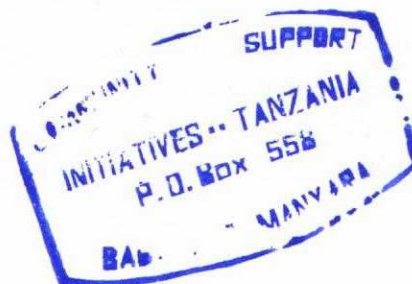
MWEMA & COMPANY Auditors was appointed auditors of COSITA for the year ended 31<sup>st</sup> December 2015 and have expressed their willingness to continue in office for 2016.

#### BY ORDER OF THE BOARD

  
.....  
BOARD CHAIRPERSON

  
.....  
BOARD SECRETARY

Date..... 8/3/2016 .....





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## STATEMENT OF DIRECTORS RESPONSIBILITIES FOR THE YEAR EDNED 31<sup>ST</sup> DECEMBER 2015

The Registrar of Societies act requires the directors to prepare financial statements for each financial year that 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 surplus / (deficit ) for that year. It also requires the directors to ensure that the Organization maintains proper accounting records that disclose with reasonable accuracy, the financial position of the Organization. The directors are also responsible for safeguarding the assets of the Organization.

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

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

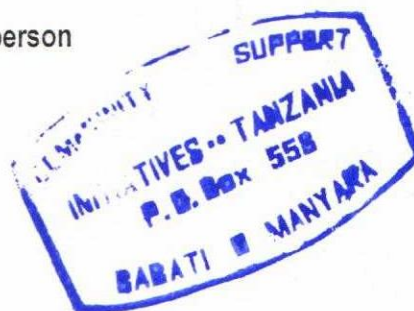
The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Organization as at 31<sup>st</sup> December 2015 and of its Surplus/ (Deficit) for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium sized Entities and the requirements of the Tanzanian Companies/Societies Acts.

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 ..... And signed on its behalf by:

.....  


Board Chairperson





# MWEMA & COMPANY

## (CERTIFIED PUBLIC ACCOUNTANTS)

Our Ref. No. MC/AUD/COSITA/1/2016

### Report of Independent Auditor

The Chairperson  
The Board of Directors  
Community Support Initiatives Tanzania  
P.O. Box 558  
BABATI – MANYARA

### AUDIT REPORT TO THE FINANCIAL STATEMENTS OF COMMUNITY SUPPORT INITIATIVES TANZANIA FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2015

We have examined the Statement of Financial Position of Community Support Initiatives Tanzania and the related Income Statement and Cash-Flow Statement for the year ended 31<sup>st</sup> December, 2015 prepared based on the accounting policies set out on page 11 -20

#### RESPECTIVE RESPONSIBILITIES OF THE MANAGEMENT AND THE INDEPENDENT AUDITOR

##### *Management's Responsibility*

The management 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 control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

##### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

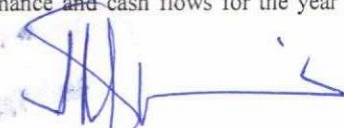
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

##### **Opinion**

In our opinion, the above-referred financial statements give a true and fair view of the state of affairs of Community Support Initiatives Tanzania as at 31<sup>st</sup> December, 2015 and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.

ARUSHA - TANZANIA  
14<sup>th</sup> April, 2016

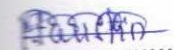
  
JOHN P. MAJO PP  
MWEMA & COMPANY  
(CERTIFIED PUBLIC ACCOUNTANTS)





**COMMUNITY SUPPORT INITIATIVES - TANZANIA (COSITA)**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 31ST DECEMBER 2015**

Income	Note	2015	2014
Remittances			34,906,759.97
BABATI LAND RIGHT	2	49,514,500.00	121,549,640.00
MBULU MWANZO BORA	2	182,717,880.00	
SESAME III	2	165,595,459.15	-
QWIN CONTRIBUTION	3	10,203,070.60	2,681,868.88
<b>Total Income</b>		<b>408,030,909.75</b>	<b>156,456,399.97</b>
Expenditure		408,030,909.75	
BABATI LAND RIGHT	11	46,317,000.00	34,906,759.97
MBULU MWANZO BORA	12	239,685,688.54	122,760,460.86
COSITA OFFICE SUPPORT (CDS/CGS)A/900	13	3,346,592.30	4,482,633.88
COSITA OFFICE SUPPORT (CDS/CGS) ACC/399	14	25,767.00	-
SESAME III		145,098,050.68	-
<b>Total Expenditure</b>		<b>434,473,098.52</b>	<b>162,149,854.71</b>
<b>Surplus (deficit) for the year</b>		<b>(26,442,188.77)</b>	<b>(5,693,454.74)</b>



COSITA Accountant

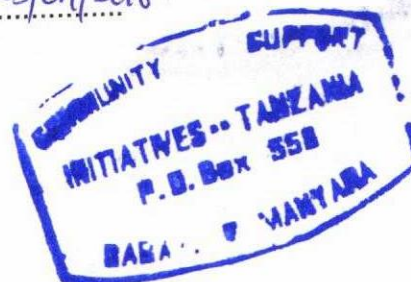


COSITA Executive Director

Date 23/04/2016



COSITA Board Chairperson



**COMMUNITY SUPPORT INITIATIVES - TANZANIA (COSITA)**

**STATEMENT OF FINANCIAL POSITION AS AT 31/12/2015**

		2015 Tshs	2014 Tshs
<b>Non - Current Assets</b>	<b>Note</b>		
Property, Plant and Equipment	9	9,221,000.00	8,012,125.00
<b>Current Assets</b>			
Imprests	4	4,565,000.00	75,000.00
Staff Advances	5	2,200,000.00	680,000.00
Cash at Bank	6	27,921,642.37	60,373,831.14
<b>Total current Assets</b>		<b>34,686,642.37</b>	<b>61,128,831.14</b>
<b>Total Assets</b>		<b>43,907,642.37</b>	<b>69,140,956.14</b>
<b>Equity</b>			
Fund balance Assets		9,221,000.00	8,012,125.00
<b>Accumulated Fund</b>			
Designated Fund	7	26,261,179.07	59,534,079.14
General Fund	8	8,425,463.30	1,594,752.00
<b>Total Equity</b>		<b>34,686,642.37</b>	<b>61,128,831.14</b>
<b>Current Liabilities</b>			
Sundry Creditors		-	-
Sundry Deposits		-	-
<b>Total Equity and Liabilities</b>		<b>43,907,642.37</b>	<b>69,140,956.14</b>

  
COSITA Accountant

  
COSITA Executive Director

  
COSITA Board Chairperson

Date... 23/04/2016





## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2015

(in Tanzania Shillings)


	CGS FUNDS EXIM	NMB	CARE-PP FUND	AFRKARE FUND	FARM A AFRICA FUNDS	TOTAL
Balance						
At 1st January, 2015	1,569,984.80	24,767.00	-	59,534,079.14	-	61,128,830.94
Income Received	10,202,070.43	1,000.00	49,514,500.00	182,717,880.00	165,595,459.15	408,030,909.58
Expenditure	3,346,591.93	25,767.00	46,317,000.00	239,685,688.54	145,098,050.68	434,473,098.15
Balance						
At 31st December, 2015	8,425,463.30	-	3,197,500.00	2,566,270.60	20,497,408.47	34,686,642.37



**COMMUNITY SUPPORT INITIATIVES - TANZANIA (COSITA)**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2015**

	2015	2014
	Tshs	Tshs
Cash flow from Operating Activities		
Surplus (Deficit) for the year	(26,442,188.77)	3,011,585.00
Prior year Adjustment		
Cash flow before changes in W/Capital	(26,442,188.77)	3,011,585.00
Changes in working Capital		0.00
(Increase)/ Decrease in Stocks		
(Increase)/ Decrease in Debtors	(6,010,000.00)	3,495,000.00
Increase/ (Decrease in Creditors)	0.00	0.00
(Increase)/ Decrease in W/Capital	(6,010,000.00)	3,495,000.00
Cash flow from operating activities	(32,452,188.77)	6,506,585.00
Cash flow investing activities		
Acquisition of fixed assets	0.00	
Sale of assets	0.00	0.00
Total Cash flow from investing activities	0.00	0.00
Cash flow from financing activities		
Increase/ (Decrease) of designed funds		
Increase/ (Decrease) in cash & cash equiv.	(32,452,188.77)	483,414.14
Add: Cash and cash equivalent at year beginning	60,373,831.14	59,890,417.00
<b>CASH &amp; CASH EQUIVALENT AT YEAR END</b>	<b>27,921,642.37</b>	<b>60,373,831.14</b>

  
 .....  
 COSITA Accountant

  
 .....  
 COSITA Executive Director  
 Date... 23/04/2016

  
 .....  
 COSITA Board Chairp

