RILEY ORTON FOUNDATION

Annual Financial Statements for financial year 2016

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ORGANIZATION INFORMATION

Board Members

Ms Evalyne Anyango – Chairman
Erick Otieno Oduor– Secretary
Sheila Akoth Ouma– Treasurer

Principal Activity

To improve the quality of life of children, young people and women living in [illegible] through the provision of quality education, affordable housing, health care and socio economic empowerment

Registration Legal Status

NGO Coordination Board Act of 1990

Registered Office
Kisumu

Auditors

Sammy Kimunguyi and Associates
P. O. Box 1514
Nairobi-Kenya

REPORT OF THE TRUSTEES

The Trustees submit their report together with the audited financial statements for the year ended 31st December 2016, which disclose the state of affairs of the organization

Incorporation

The organization is incorporated in Kenya under the Non Governmental Organizations Coordination Board Act, and is domiciled in Kenya. The address of the registered office is as set out on page 1.

Principal activities

To improve the quality of life of children, young people and women living in the slum through the provision of quality education, affordable housing, health care and socio economic empowerment

Results for the year

The results for the year is as shown on page 5 of 11

Directorate

The Directors who held office during the year and to the date of this report are set out on page 1.

Auditors

During the year, Sammy Kimunguyi & Associates were appointed as the organization's auditors and have expressed their willingness to continue in office

By order of the Board

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Secretary to the Board

Nairobi, 27th March 2017

STATEMENT OF THE BOARD OF TRUSTEES' RESPONSIBILITIES

The Non-Governmental Organizations Co-ordination Act requires the Directors of NGOs to prepare financial statements for each financial year that gives a true and fair view of the state of the organizations' as at the end of each financial year and of its operation results. It also requires them to ensure that the organization keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the organization. They are also responsible for safeguarding the assets of the respective organization.

The Directors accept the 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 and the requirements of the NGO Board Act.

The Directors are of the opinion that the financial statements give a true and fair view of the organization and of its operating results. The Directors further accepts responsibility for the maintenance of accounting records that 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 Directors to indicate that the organization will not remain a going concern for at least twelve months from the date of this statement.

Signed

Chairman X ____________

Date X 28/3/2017.

x 1514, Nairobi Kenya
skimunguyi@gmail.com

Sammy Kimunguyi & Associates
Certified Public Accountants of Kenya

REPORT OF INDEPENDENT AUDITORS TO THE MEMBERS OF RILEY ORTON FOUNDATION

1. We have audited the accounts on page 5 to 7. We obtained all the information and explanations that to the best of our knowledge and belief were necessary for the purpose of our audit to provide reasonable basis for our opinion. The financial statements are in agreement with the books of accounts.
2. **Respective Responsibility of Board of Trustees and Independent Auditors**
   Under the provisions of the NGOs Board, the Directors are responsible for the preparation of financial statements which give a true and fair view of the organization's state of affairs and its operating results. Our responsibility is to express an independent opinion of the financial statements based on our audit and report our opinion to you.

3. **Basis of Opinion**
   We conducted our audit in accordance with International Financial Reporting Standards. These standards require that we plan and perform our audit to obtain reasonable assurance that the accounts are free from material misstatements. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies and significant estimates made by the trustees, as well as an evaluation of the overall presentation of the financial statements.
4. **Opinion**
   In our opinion, proper books of accounts have been kept and the financial statements give a true and fair view of the state of affairs of the organization as at 31 December, 2016 and results of its operation for the year ended and comply with International Financial Reporting Standards.
5. **Report on Other Legal Requirements**
   As required by the NGOs Coordination Act, 1990, we report that based on our audit,
   i. We obtained all 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 accounts have been kept so far as it appears from examination of those books.
   iii. The financial statements are in agreement with the books of accounts.

SAMMY KIMUNGUYI &
ASSOCIATES
P.O. BOX ......
NAIROBI

Sammy Kimunguyi and Associates
CERTIFIED PUBLIC ACCOUNTANTS OF KENYA
27 MARCH, 2017

Riley Orton Foundation

Statement of Comprehensive Income

For the year ended 31 December 2016

	Notes	2016	2015
Income		(Kshs)	(Kshs)
Revenue	2	9,666,939	8,839,349
Expenditure	3	9,728,632	8,513,538
Deferred funds		-61,692	325,811

Riley Orton Foundation

Statement of financial position

As at 31st December 2016

ASSETS	Notes	2016	2015
Non Current Assets		**Kshs**	**Kshs**
Propert Plant and Equipment	7	11,823,529	8,585,529.95
Total Non Current Assets		11,823,529	8,585,529.95
Current assets			
Cash at bank	4	483,375.80	545,068
Total current assets		**483,375.80**	**545,068**
Total Assets		**12,306,905**	**9,130,598**
GENERAL RESERVE AND LIABILITIES			
Represented by			
Capital Fund & General Reserves	5	12,266,905	9,090,598
Current liabilities			
Accruals and other payables	6	40,000	40,000
Total Reserves and liabilities		12,306,905	9,130,598

The financial statements on pages 5 to 9 were approved for issue by the Board of Trustees on X28/3/2017 *2016 and were signed on its behalf by:*

Chairman Sign X______ **Date** 28/3/2017.

Secretary Sign X______ **Date** 28/3/2017.

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Riley Orton Foundation

Statement of Cash flows

For the year ended 31 December 2016

	Note:	2016 Kshs	2015 Kshs
Cash flow from operating activities			
Deferred funds for the year		(61,692)	325,811
Net cash flow before working capital change		**(61,692)**	**325,811**
Changes in working capital			
Increase in payables	6	0	40,000
Net cash flow from operating activities		**(61,692)**	**365,811**
Net cash flow from investing activities			
Purchase of property plant and equipments		3,534,450.00	6,004,038.00
Net cash increase during the year		**(61,692)**	**365,811**
Cash and cash equivalent at the start of the year		545,068	179,257
Cash and cash equivalent at the end of th	4	483,376	545,068

Riley Orton Foundation

For the year ended 31st December 2016

NOTES TO THE FINANCIAL STATEMENTS

1 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 compliance with International Financial Reporting Standards under the historical cost convention, and are presented in the functional currency, Kenya Shillings (Ksh).

The preparation of financial statements in conformity with International Financial Reporting Standards requires the use of estimates and assumptions. It also requires management to exercise its judgement in the process of applying the accounting policies adopted by the organization. Although such estimates and assumptions are based on the directors' best knowledge of the information available, actual results may differ from those estimates .

b) Revenue recognition

Revenue represent the fair value of consideration received from donors and are stated at actual amount received.

c) Taxation

The organization is tax exempt under the Income Tax Act of Kenya.

d) Cash and cash equivalents

e) Comparatives

Comparative figures have been provided as required by International Financial Reporting Standards (IFR

Riley Orton Foundation

Financial statements

For the year ended 31December 2015

Notes to the financial statements

		2016 Ksh	2015 Ksh
2	**Revenue -(Schedule1)**		
	Contribution from Parents	69,220	39,318
	Donations from John Freeman	118,411	290,956
	Grants from Mama Hope Organizat	3,867,931	5,995,239
	Donations from Lifepoint Church	670,250	428,000
	Hidden charitable organization	357,229	-
	Global giving organization	2,086,113	-
	Gates of hope	685,518	-
	Sunflower foundation	344,631	-
	Tailoured for Education Foundatio	566,000	-
	Deep Mission Organization	899,450	-
	Other donations	2,187	2,085,836
	Total income	**9,666,939**	**8,839,349**
3	**Payments**		
1	Purchase of Land	405,000.00	256,000.00
2	Construction of Building	3,023,450.00	5,748,038.00
3	Purchase of vehicle	106,000.00	0
	Capital Assets	**3,534,450.00**	**6,004,038.00**
4	Green house and Farming expenses	1,486,525.00	187,510.00
5	Electricity expenses	2,000	12,000.00
6	Communication costs	5,000.00	86,720.00
7	General supplies and other running ex	**1,333,025.00**	500,110.00
8	Transport costs	165,550.00	40,000
9	Wages and allowances	2,029,400.00	809,080.00
10	Bank charges	31,057	28,577.00
11	Food and Sanitary expenses	702,585.00	805,503.00
12	Audit fee	40,000	40,000
13	Other expenses	102,589	0
14	Depreciation	296,450.75	0
	Non Capital Assets	6,194,181.75	2,509,500.00
	Total	**9,728,632**	**8,513,538**
4	Cash at hand	0	5
	Cash at Bank	483,375.80	545,063.20
		483,375.80	**545,068**
5	**Capital Fund & Reserves**		
	Balance brought forward	9,090,598	154,257
	Deferred funds for the year	-61,692	325,811
	Investment in Capital Assets	3,534,450.00	8,927,082
	Less : Depreciation	296,450.75	341,552
	End year Adjustments	0	25,000
		12,266,905	**9,090,598**
6	Book keeping and audit fee payable	**40,000**	**40,000**

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Riley Orton Foundation
Annual Report and Financial statements
Property, Plant and Equipment

	Land	Buildings	Motor vehicle	Total
	0.0%	2.5%	25.0%	
	KSHS.	KSHS.	KSHS.	KSHS.
COST				
As at 1.1.2014	859,000	1,414,044	650,000	2,273,044
Additions for the period	256,000	5,748,038	-	6,004,038
Disposals	-	-	-	-
Balance ast at 31.12.1015	**1,115,000**	**7,162,082**	**650,000**	**8,927,082**
Additions -2016	405,000	3,023,450	106,000	3,534,450
Disposals	-	-	-	-
Balance ast at 31.12.1016	**1,520,000**	**10,185,532**	**756,000**	**12,461,532**
				-
DEPRECIATION				
As at 1.1.2015	-	-	-	-
Charge for the year	-	179,052	162,500	341,552
Disposal	-	-	-	-
Balance as at 31.12.2015	-	**179,052**	**162,500**	**341,552**
Charge for-2016	-	174,576	121,875	296,451
Disposal	-	-	-	-
Balance as at 31.12.2016	-	**353,628**	**284,375**	**638,003**
				-
N.B.V				
As At 31.12.2015	**1,115,000**	**6,983,030**	**487,500**	**8,585,530**
As At 31.12.2016	**1,520,000**	**9,831,904**	**268,500**	**11,823,529**

APPENDIX I- INCOME SCHEDULE

DATE	SOURCE	DESCRIPTION	AMOUNT KES
29/01/2016	Barclays bank of kenya	Interest	219.40
29/02/2016	Barclays bank of kenya	Interest	105.55
31/03/2016	Barclays bank of kenya	Interest	539.60
29/04/2016	Barclays bank of kenya	Interest	466.25
31/05/2016	Barclays bank of kenya	Interest	37.00
30/06/2016	Barclays bank of kenya	Interest	92.85
29/07/2016	Barclays bank of kenya	Interest	117.90
31/08/2016	Barclays bank of kenya	Interest	167.95
30/09/2016	Barclays bank of kenya	Interest	40.35
24/11/2016	Barclays bank of kenya	Interest	400.00
		Interest	**2,186.85**
14/11/2016	Beryl Awino Ojiambo	Parents contributions	4,000.00
8/11/2016	Caroline Achieng	Parents contributions	3,900.00
29/11/2016	Caroline Achieng	Parents contributions	200.00
8/12/2016	Caroline Achieng	Parents contributions	700.00
29/11/2016	Cash deposit	Parents contributions	5,200.00
7/12/2016	Cash deposit	Parents contributions	1,000.00
9/12/2016	Cash deposit	Parents contributions	3,000.00
15/12/2016	Cash deposit	Parents contributions	3,000.00
23/12/2016	Cash deposit	Parents contributions	2,200.00
28/12/2016	Cash deposit	Parents contributions	2,200.00
13/12/2016	Chairman	Parents contributions	3,720.00
18/01/2016	Jane Awuor	Parents contributions	2,000.00
15/01/2016	Cynthia Auma	Parents contributions	500.00
21/12/2016	kate Debra ochieng	Parents contributions	2,000.00
30/11/2016	Laura Akinyi	Parents contributions	5,000.00
18/11/2016	Trizer Atieno	Parents contributions	1,000.00
22/02/1016	Erick Oduor	Parents contributions	12,000.00
8/12/2016	Trizer Atieno	Parents contributions	2,200.00
23/12/2016	Trizer Atieno	Parents contributions	2,000.00
23/11/2016	Gloria Atieno	Parents contributions	1,000.00
7/12/2016	Vera atieno	Parents contributions	3,000.00
31/10/2016	Merceline Mwajuma	Parents contributions	1,000.00
2/12/2016	Merceline Mwajuma	Parents contributions	2,200.00
8/11/2016	Parent	Parents contributions	3,200.00
14/11/2016	Parent	Parents contributions	2,000.00
25/11/2016	Parent	Parents contributions	1,000.00
		Parents contributions	**69,220.00**
23/02/2016	Deeper Missions Org USA	Grant	899,450.00
15/09/2016	Gates of Hope Foundation	Grant	685,518.00
29/03/2016	Global Giving Org	Grant	1,679,110.00
28/07/2016	Global Giving Org	Grant	121,979.55
23/12/2016	Global Giving Org	Grant	109,646.25
2/2/2016	Global Giving Org	Grant	175,377.95
2/12/2016	Hilden Charitable Trust	Grant	357,228.60

10/11/2016	John Freeman	Grant	87,563.00
11/11/2016	John Freeman	Grant	30,848.00
8/1/2016	Lifepoint Church USA	Grant	670,250.00
22/01/2016	Mama Hope Org USA	Grant	238,060.00
9/3/2016	Mama Hope Org USA	Grant	241,454.40
10/3/2016	Mama Hope Org USA	Grant	916,360.00
3/5/2016	Mama Hope Org USA	Grant	340,930.50
1/7/2016	Mama Hope Org USA	Grant	367,046.00
5/7/2016	Mama Hope Org USA	Grant	60,500.00
24/08/2016	Mama Hope Org USA	Grant	753,387.00
25/08/2016	Mama Hope Org USA	Grant	276,843.40
2/11/2016	Mama Hope Org USA	Grant	103,075.00
21/12/2016	Mama Hope Org USA	Grant	570,275.00
10/6/2016	Sunflower Foundation Org ,	Grant	344,631.00
6/10/2016	Tailored For Education	Grant	566,000.00
		Grant income	**9,595,533.65**
		TOTAL	**9,666,940.50**