

**USAWA KWA WOTE PARTY**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2023**



USAWA KWA WOTE PARTY  
REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 JUNE 2023

CORPORATE GOVERNANCE STATEMENT

Usawa Kwa Wote Political Party is committed to operates in accordance with the best practice in political integrity, ethics and maintaining the highest standards of financial reporting and corporate governance.

The National Executive Committee of Usawa Kwa Wote Political Party is responsible for the Governance of the party and is accoutable to the members for ensuring that the party complies with the law and higheststandards of political ethics and corporate Governance. Accordingly, the party officials attach very high importance to the generally accepted corporate governance practice.

The party has defined procedures and financial controls to ensure the reporting and accurate accounting information.

The party will continue to focus its attention on maintaining the highest standards of Corporate Governance and best ethics in operation

Signed on behalf of Usawa Kwa Wote Party.



.....  
Nathan Mbugua Karugu

Secretary General.

Date.....

12<sup>th</sup> sept 2023 .



### **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 assurance, but is not 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

### **Auditor's responsibilities for the audit of the financial statements (continued)**

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **Report on other matters prescribed by the Kenyan Political Parties act, 2011**

In our opinion the information given in the report of the directors on page 2 is consistent with the financial statements.

*The engagement partner responsible for the audit resulting in this independent auditor's report was CPA Joel Munyao 2729*

**Joel Munyao and Associates**

**Certified Public Accountants**

Nairobi

**JOEL MUNYAO & ASSOCIATES**  
**CERTIFIED PUBLIC ACCOUNTANTS (K)**  
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*Joel Munyao's Associates*





**USAWA KWA WOTE PARTY**  
**ANNUAL REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**STATEMENT OF FINANCIAL PERFORMANCE**  
**FOR THE YEAR ENDED 30 JUNE 2023**

| <b>Revenue from non-exchange transactions</b> | <b>Notes</b> | <b>2023-2022</b> | <b>2022-2021</b> |
|---|--------------|------------------|------------------|
|   |              |                  |                  |
| Members Fees and Support                      | 8            | 6,423,000        | 4,766,880        |
|   |              |                  | 40,497           |
|   |              |                  |                  |
| Total Revenue                                 |              | 6,423,000        | 4,807,377        |
|   |              |                  |                  |
| <b>Expenses</b>                               |              |                  |                  |
|   |              |                  |                  |
| Employee Costs                                | 3            | (985,005)        | (544,637)        |
| Administration Costs                          | 4            | (5,322,555)      | (2,985,921)      |
| Public Forums, Rallies and Meeting            | 5            | (300,000)        | (272,401)        |
| Promotions and Publications                   | 6            | 0                | (1,518,935)      |
| Finance Costs                                 | 7            | (28,054)         | (27,133)         |
|   |              |                  |                  |
| Total Expenses                                |              | (6,635,614)      | (5,349,027)      |
|   |              |                  |                  |
| Surplus/Deficit For The Year                  |              | (212,614)        | (541,650)        |

The notes set out on Pages to and addendum attached form an integral part of these financial statements

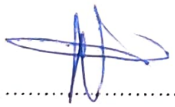


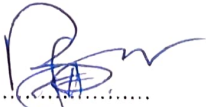
**USAWA KWA WOTE PARTY**  
**ANNUAL REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2023**


**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 2023**

|                                     | Notes | 2023-2022        | 2022-2021      |
|-------------------------------------|-------|------------------|----------------|
| <b>ASSETS</b>                       |       |                  |                |
| Non Current Assets                  |       |                  |                |
| Property Plant and Equipment        | 7     | 2,005,253        | 71,582         |
| Current Assets                      |       |                  |                |
| Trade and Other Receivables         | 10    | 35,200           | 21,834         |
| Cash and Cash Equivalent            | 9     | 140,759          | 754,202        |
|                                     |       | 175,959          | 776,036        |
| <b>TOTAL ASSETS</b>                 |       | <b>2,181,212</b> | <b>847,618</b> |
| <b>EQUITY AND LIABILITIES</b>       |       |                  |                |
| Capital and Reserves                |       |                  |                |
| Retained Earnings                   |       | 509,956          | 722,570        |
| Liabilities                         |       |                  |                |
| Current Liabilities                 | 11    | 1,671,256        | 125,048        |
| <b>TOTAL EQUITY AND LIABILITIES</b> |       | <b>2,181,212</b> | <b>847,618</b> |

The Financial Statements set out on these pages were signed on behalf of National Executive Committee by:

  
 Secretary General

  
 National Treasurer  
 Vice Chairperson

  
 National Treasurer  
 Executive Director



**USAWA KWA WOTE PARTY**  
**ANNUAL REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2023**

|                                | <b>Retained<br/>Earnings</b> | <b>Total</b>       |
|--------------------------------|------------------------------|--------------------|
| <b>Year ended 30 June 2023</b> | <b><u>Kshs</u></b>           | <b><u>Kshs</u></b> |
| <b>At 1st July 2022</b>        | 722,570                      | 722,570            |
|                                |                              |                    |
| Surplus/Deficit for the year   | (212,614)                    | (212,614)          |
|                                |                              |                    |
| <b>At 30 June 2023</b>         | 509,956                      | 509,956            |
|                                |                              |                    |
| <b>At 1st July 2021</b>        | 1,264,220                    | 1,264,220          |
|                                |                              |                    |
| Surplus/Deficit for the year   | (541,650)                    | (541,650)          |
|                                |                              |                    |
| <b>At 30 June 2022</b>         | 722,570                      | 722,570            |



USAWA KWA WOTE PARTY  
ANNUAL REPORTS AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2023

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 2023

|  |   |  | 2023             | 2022             |
|--|---|--|------------------|------------------|
|  |   |  |                  |                  |
|  | Deficit for the year                                      |  | (212,614)        | (541,650)        |
|  | Adjustments for   |  |                  |                  |
|  | Depreciation of Property Plant and Equipment              |  | 354,209          |                  |
|  |   |  |                  |                  |
|  | <b>Operating deficit before Working Capital</b>           |  | <b>141,595</b>   |                  |
|  |   |  |                  |                  |
|  | <b>Working Capital Changes</b>                            |  |                  |                  |
|  |   |  |                  |                  |
|  | Decrease/Increase in Trade and other Payables             |  | (13,366)         |                  |
|  | Decrease/Increase in Payables                             |  | 1,546,208        |                  |
|  |   |  |                  |                  |
|  | <b>Cash flows from operating activities</b>               |  | <b>1,674,437</b> | <b>(411,288)</b> |
|  |   |  |                  |                  |
|  | <b>Net Cash from Operating Activities</b>                 |  |                  |                  |
|  |   |  |                  |                  |
|  | <b>Cash flows from Investing Activities</b>               |  |                  |                  |
|  | Purchase of Property, Plant and Equipment                 |  | (2,287,880)      | (67,450)         |
|  |   |  |                  |                  |
|  | <b>Total Cash Movement for the Year</b>                   |  | <b>(613,443)</b> | <b>(478,738)</b> |
|  |   |  |                  |                  |
|  | <b>Cash and cash equivalents at beginning of the year</b> |  | <b>754,202</b>   | <b>1,232,940</b> |
|  |   |  |                  |                  |
|  | <b>Cash and cash equivalents at 31st December</b>         |  | <b>140,759</b>   | <b>754,202</b>   |
|  |   |  |                  |                  |

