

KENYA NUTRITIONIST & DIETICIANS INSTITUTE

**AUDITED REPORT AND FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2021**

AUDITORS

**MUIRU KARANJA AND ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS
P.O. BOX 19342 00100
NAIROBI**

KENYA NUTRITIONIST & DIETICIANS INSTITUTE

"Setting the Gold Standards in Nutrition and Dietetics"

KENYA NUTRITIONIST & DIETICIANS INSTITUTE

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KENYA NUTRITIONIST & DIETICIANS INSTITUTE

INSTITUTE INFORMATION

Council Members

The following officers held office at the date of this report:

1.Dr Evayline Nkirgacha	KNDI Chairperson
2.Mr.Oscar Kambona	Member
3.Mrs Anjeline Korir	Member
4.Mrs Edna Warentho	Member
5..Dr Joy Mugambi	Member
6.Mrs Harriet Njiru	Member
7. Dr.Gordon Nguka	Member
8.Mrs.Purity Njoki Chege	Member
9 . Director General(MoH)	Member
10. Director of Nutrition Services(MoH)	Member
11. Dr David Omondi Okeyo	C.E.O(Ex officio member)

Bankers

Co-operative Bank of Kenya
Kilimani Branch
Yaya Center

Family Bank Limited
Kilimani Branch
Yaya Center

Registered Offices

KNDI Centre
Mlolongo

AUDITORS

Muiru Karanja & Associates
Certified Public Accountants
P.O Box 19324 00100

*Annual report and financial statements
For the year ended 30th June 2021*

COUNCIL MEMBERS REPORT

The Council Members submit their report together with the financial statement for the year ended 30th June 2021 which disclose the state of affairs of the Institute.

Principal Activities

- a. To register and certify all professional Nutritionists and Dieticians
- b. To register all institutions training Nutritionists and Dieticians
- c. To regulate standards and practice of the profession.

Council Members

This is as reflected on page 1

Results

This is as reflected as on Page 6

Auditors

The company's auditor, Muiro Karanja & Associates, has indicated willingness to continue in office in accordance with the Kenyan Companies Act, 2015.

Nairobi, Kenya

By order of the Council

Date 4/10/2021

Chief Executive officer

REPUBLIC OF KENYA, CAP 253B
KENYA NUTRITIONISTS AND
DIETICIANS INSTITUTE

04 OCT 2021

P. O. BOX 20436 - 00100,
NAIROBI

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

The Kenyan Public Audit requires the Council and management members to prepare financial statements for each financial year that give a true and fair view of the financial position of the Company as at the end of the financial year and of its profit or loss for that year. It also requires the directors to ensure that the Company keeps proper accounting records that: (a) show and explain the transactions of the Company; (b) disclose, with reasonable accuracy, the financial position of the Company; and (c) enable the directors to ensure that every financial statement required to be prepared complies with the requirements of the Companies Act, 2015.

The Council members accept responsibility for the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards and in the manner required by the Kenyan Companies Act, 2015. They also accept responsibility for:

- i.) designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- ii.) selecting suitable accounting policies and applying them consistently; and
- iii.) making accounting estimates and judgements that are reasonable in the circumstances.

Having made an assessment of the institute's ability to continue as a going concern, the directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the Company's ability to continue as a going concern.

financial statements does not relieve them of their responsibilities.

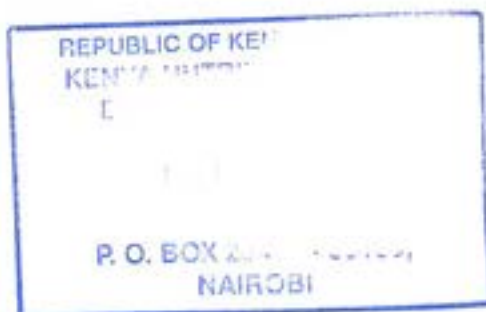
Approved by Council members on 01/10/2021 2021 and signed on its behalf by:



Chairperson



CEO



Opinion

We have audited the accompanying financial statements of Kenya Nutritionist & Dieticians Institute, set out

In our opinion the accompanying financial statements give a true and fair view of the financial position of the institute as at 30th June 2021 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Kenyan Companies Act, 2015.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities 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

Other information

The Council members are responsible for the other information. Other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Council's responsibility for the financial statements

The Council members are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of Public Audit in Kenya and for such internal control as the Council members 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 Council members are responsible for assessing the Institute'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 have no realistic alternative but to do so.

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 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**REPORT OF THE INDEPENDENT AUDITORS
TO THE COUNCIL MEMBERS OF KENYA NUTRITIONIST AND DIETICIANS INSTITUTE
FOR THE PERIOD ENDED 30TH JUNE 2021**

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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 scepticism throughout the audit. We also:

- i.) identify and assess the risks of material misstatement of the financial statements, whether due to fraud or
- ii.) obtain an understanding of internal control relevant to the audit in order to design audit procedures that
- iii.) evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates
- iv.) conclude on the appropriateness of management's use of the going concern basis of accounting and, based
- v.) evaluate the overall presentation, structure and content of the financial

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 Public Audit requirements

In our opinion the information given in the report of the Council members on page 3 is consistent with the financial statements.

[If, in reporting on the financial statements the auditor forms the opinion:

- a) *That the organization has not kept adequate accounting records; or*
 - b) *The organizations's financial statements are not in agreement with the company's accounting records;*
- the auditor shall state that opinion in this section of the report.]

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Muiru Karanja & Associates
Certified Public Accountants
Nairobi

Muiru Karanja & Associates



25/10/21
..... 2021

*Annual report and financial statements
For the year ended 30th June 2021*

STATEMENT OF COMPREHENSIVE INCOME

	Notes	2021 Kshs	2020 Kshs
REVENUE INCOME	2	74,162,322	58,622,497
TOTAL INCOME		74,162,322	58,622,497
EXPENDITURE			
REGISTRATION EXPENSES	3	282,128	1,753,850
INTERNSHIP EXPENSES	4	341,221	816,820
EXAMINATION UNIT	5	3,931,672	1,438,458
ASSURANCE & RESEARCH UNIT	6	5,126,505	2,808,650
KNDI COUNCIL	7	4,686,885	5,114,566
ADMINISTRATIVE EXPENSES	8	36,870,059	47,311,394
ATRI PLC (Busia)	9	-	537,101
DEPRECIATION	10	738,725	420,574
MEDICAL CLAIMS	11	-	-
TOTAL EXPENDITURE		51,977,195	60,201,413
SURPLUS/(DEFICIT) FOR THE YEAR		22,185,127	(1,578,917)

REPUBLIC OF KENYA, CAP 253B
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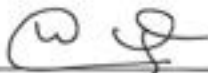
*Annual report and financial statements
For the year ended 30th June 2021*

STATEMENT OF FINANCIAL POSITION AS 30TH JUNE 2021

	Notes	2021 Kshs	2020 Kshs
Non current Assets	12	<u>61,760,532</u>	<u>41,978,849</u>
Current Assets			
Cash and Cash Equivalent	13	1,826,650	(424,990)
Accounts Receivable	14	<u>57,851,238</u>	<u>47,970,145</u>
		<u>59,677,888</u>	<u>47,545,155</u>
Total Assets		<u>121,438,420</u>	<u>89,524,004</u>
Current Liabilities			
Loan	15	18,010,360	20,520,132
Accounts Payable	16	<u>20,097,709</u>	<u>20,057,734</u>
		<u>38,108,068</u>	<u>40,577,866</u>
Funds Balance	17	<u>83,330,351</u>	<u>48,946,138</u>
		<u>83,330,351</u>	<u>48,946,138</u>
Total equity and liabilities		<u>121,438,420</u>	<u>89,524,004</u>

The Balance sheet statement was approved by the Council Members of the institute on

04 | 10 | 2021 and signed on its behalf by:-

 Chief Executive Officer

 Chairperson

REPUBLIC OF KENYA, CAP 253B
KENYA NUTRITIONISTS AND
DIETICIANS INSTITUTE

04 OCT 2021

P. O. BOX 20436 - 00100,
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KENYA NUTRITIONIST & DIETICIANS INSTITUTE

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*Annual report and financial statements
For the year ended 30th June 2021*

STATEMENT OF CASHFLOW

Operating Activities.	Notes	2021 Kshs	2020 Kshs
Cash flows from operating activities			
profit for the year		22,185,127	(1,578,917)
Adjustments for:			
Prior year adjustments		1,427,614	(1,531,297)
Revaluation		10,771,472	-
Depreciation		738,725	420,574
Changes in operating assets and liabilities			
Trade and other Payables		39,975	14,619,230
Trade receivables		(9,881,093)	(3,061,457)
Cash from operating activities		<u>25,281,819</u>	<u>8,868,134</u>
Cash flows from investing activities			
Purchase of Assets		(20,520,408)	(35,581,316)
Net cash generated from / (used in) investing activities		<u>4,761,411</u>	<u>(26,713,182)</u>
Cash flows from financing activities			
Fund Balance		-	-
Loan		(2,509,772)	19,893,272
		<u>(2,509,772)</u>	<u>19,893,272</u>
Movement in cash and cash equivalents		2,251,639	(6,819,910)
Movement in cash and cash equivalents			
Cash and cash equivalents at start of year		(424,990)	6,394,920
Increase/(decrease)		2,251,639	(6,819,910)
Cash and cash equivalents at end of year		<u>1,826,649</u>	<u>(424,990)</u>

*Annual report and financial statements**For the year ended 30th June 2021***NOTES****1. STATUS**

KNDI was established by an Act of parliament No 18 of 30th October 2007 as a body of professional Nutritionist and Dieticians with mandate to register and licence this professionals.

The Institute is also mandated to regulate standards and practice of the profession.

2. ACCOUNTING POLICIES**a. Accounting Basis**

The accounts are prepared under the historical cost convention.

b. Revenue recognition

Revenues are from members fee and subscription, Training inst, private practice, indexing & renewal fees.

c. Translation of foreign currencies

Transactions in foreign currencies during the period are converted into Kenya shillings at rates ruling at the transaction dates. Assets and liabilities at the balance sheet date which are exposed in foreign currencies are translated into Kenya shillings at rates ruling at that date. The resulting differences from conversion and translation are dealt with in the income and expenditure account in the year in which they arise.

d. Taxation

The institute by virtue of the nature of its operation is exempted from income taxes.

e. Expenditure

Expenditure is recognised when payments are made. Accruals are made at year end for outstanding liabilities.

f. Cash and cash equivalents

For the purpose of the cashflow statement cash and cash equivalents comprise cash in hand and cash at bank.

g. Comparatives

Where necessary comparatives figures have been adjusted to conform to changes in presentation in the current year.

h) Depreciation

Depreciation is charged on non-current assets using reducing balance method applying rates designed to write them off over their estimated useful lives. The following rates have been applied.

Assets	Rates
Furniture & Fittings	12.5%
Computer	30.0%

*Annual report and financial statements
For the year ended 30th June 2021*

	2021 Kshs	2020 Kshs
2. INCOME SUMMARY		
Membership & subscriptions arrears	14,204,070	3,061,457
Conference & CPDs	793,851	-
Research grants	8,557,271	
Registration	6,745,452	
Indexing	11,855,190	45,939,699
Renewal fees	4,547,190	
Training institutions	5,158,321	10,014,830
Private practice	392,360	
Interest	116,818	-
Donations	-	-
Leadership Training	295,714	-
Upgrade on Core Cluster	21,496,085	-
Refunds	-	(393,490)
TOTAL INCOME	74,162,322	58,622,497
3. REGISTRATION EXPENSES		
Index Cards Printing	256,628	228,414
Reg Cert Printing	-	148,133
License Printing	-	1,360,503
Data Cleaning & Input	25,500	16,800
	282,128	1,753,850
4. INTERNSHIP EXPENSES		
Intern Orientation	234,900	60,400
Intern Assessment	25,500	756,420
Intern Competency bldg	69,571	-
Certificate & Name Tags	11,250	-
	341,221	816,820
5. EXAMINATION UNIT		
Exam Setting & Moderation	55,500	239,750
Exam Administration	780,653	668,200
Exam Marking & Grading	191,500	530,508
Special Upgrading Exam	2,904,019	-
	3,931,672	1,438,458
6. ASSURANCE & RESEARCH UNIT		
Site Inspection	757,500	2,304,350
Annual Conf, Jnl & Rsch	3,995,605	164,800
Curriculum Review	157,400	119,500
RRI/MOH	76,000	220,000
Leadership Training	140,000	-
	5,126,505	2,808,650

7. KNDI COUNCIL

Statutory Council Meetings	1,212,000	295,000
Special Council Meetings	478,200	344,750
Statutory Accreditation Meetings	518,500	329,401
Statutory Disciplinary	352,177	-
Advocacy, Lobbying & Com	68,000	-
License Award Ceremony/AGM	79,558	2,199,250
Wrkshp, Smnr & Tchncl	526,500	619,000
Statutory Fin Audt & HR	117,000	491,025
AGM/SGM	222,550	-
Council Chair Office Exp	1,112,400	836,140
	<u>4,686,885</u>	<u>5,114,566</u>

8. ADMINISTRATIVE EXPENSES

Rent	-	3,435,115
Postage & Mailing	51,806	73,933
Service charge	2,898	-
Post Office Box Rentals	10,100	9,450
Legal Fees & Related Ex	1,001,100	926,900
Media & Publicity Exp	1,217,707	387,970
Salary	23,383,329	22,620,768
MV Expenses	244,835	174,600
MV & Asset Insurance	-	97,562
Group Medical Insurance	352,770	1,905,132
GLA/GPA/WIBA	-	361,266
Newspapers & Magazines	-	12,000
Office Expenses	1,271,239	1,295,377
Telephone	134,936	145,715
Electricity	146,464	214,082
Printing Branding & Pro	690,350	562,639
Staff Training & C Bld	-	33,500
Internet, Web Hosting	594,144	315,675
Audit Fees	100,000	304,000
Office Safety	2,000	-
Benovalent fund	-	40,000
CSR	102,630	110,000
International Travels	-	71,850
Mgt & Staff Mtngs	604,500	193,000
Gratuity	2,595,584	7,146,767
Council/Secretariat	-	113,750
Salary Advance	100,000	570,000
Transport Facilitation	357,039	616,580
Staff Parties Retreat &	116,000	-
Bank Charges	149,463	294,154
External technical	189,400	800,000
Refunds	123,500	-
Repair & Maintenance	326,500	43,300
Security	398,005	356,500
Cheque Bal to Bank	-	271,202
Overtime Claim	39,000	157,500
Staff bonus	-	569,902
Staff Expenses	-	435,500
Interest Charged	2,564,760	2,645,705
	<u>36,870,059</u>	<u>47,311,394</u>

9. ATRI PLC (Busia)

Board Meetings	-	212,750
Electricity	-	62,651
Newspapers & Magazines	-	38,117
Office Expenses	-	45,630
Transport Facilitations	-	66,350
Field preparations	-	24,920
Fumigations	-	750
Repairs & Maintenance	-	49,690
Internship unit	-	17,743
Staff Seminars & SH Mt	-	-
Telephone & Airtime	-	18,500
	<u>-</u>	<u>537,101</u>

10. DEPRECIATION

738,725	420,574
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11. MEDICAL CLAIMS

-	-
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TOTAL

<u>51,977,195</u>	<u>60,201,413</u>
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*Annual report and financial statements
For the year ended 30th June 2021*

NOTES

12. NON CURRENT ASSETS

	Land & Buildings Kshs	Motor Vehicle Kshs	Furniture & Fittings Kshs	Computer & Equipments Kshs	Total Kshs
Cost	40,331,316	1,700,000	1,553,146	1,004,282	44,588,744
Addition	17,821,101	-	2,265,307	434,000	20,520,408
30.06.21	<u>58,152,417</u>	<u>1,700,000</u>	<u>3,818,453</u>	<u>1,438,282</u>	<u>65,109,152</u>
Depreciation					
01..07.21	-	982,813	792,920	834,163	2,609,895
for the year		179,297	378,192	181,236	738,725
	<u>-</u>	<u>1,162,109</u>	<u>1,171,111</u>	<u>1,015,399</u>	<u>3,348,620</u>
N.B.V					
30.06.21	58,152,417	537,891	2,647,342	422,883	61,760,532
30.06.20	<u>40,331,316</u>	<u>717,188</u>	<u>760,226</u>	<u>170,119</u>	<u>41,978,849</u>

13. CASH AND CASH EQUIVALENT

	2021 KSHS	2020 KSHS
Co-operative bank	685,924	(70,317)
Family Bank	10,046	(354,673)
Family Projects Account	1,130,679	-
	<u>1,826,650</u>	<u>(424,990)</u>

14. TRADE AND OTHER RECEIVABLES

Receivables	57,487,538	47,687,645
Staff Advances	81,200	-
Rent Deposit	282,500	282,500
	<u>57,851,238</u>	<u>47,970,145</u>

15. LOAN

Loan Account 046AFFL173340002	-	198,249
Loan Account 046MMRL192620001	18,010,360	20,321,883
	<u>18,010,360</u>	<u>20,520,132</u>

16. TRADE AND OTHER PAYABLES

Accruals	-	569,902
Trade payables	20,097,708	19,487,832
	<u>20,097,708</u>	<u>20,057,734</u>

*Annual report and financial statements**For the year ended 30th June 2021*

NOTES

17. FUND BALANCES	2021 Kshs	2020 Kshs
Balance brought forward	48,946,138	50,525,055
Revaluation Reserve	10,771,472	-
Prior Year Adjustments	1,427,614	-
Balance Surplus for the year	22,185,127	(1,578,917)
	<u>83,330,351</u>	<u>48,946,138</u>

18. CURRENCY

The accounts are reported in Kenya Shillings.

19. REGISTRATION

The Institute is established as Kenya Nutritionists and Dieticians Institute by an Act of parliament , and is domiciled in Kenya