

**KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

AUDITORS:



D.K Wambua & Associates
Certified Public Accountants.

**KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
ANNUAL CONSOLIDATED REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

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NATIONAL EXECUTIVE COUNCIL (NEC) MEMBERS

Current year	Dr. Abidan Mwachi Muchuma	Chairman
	Dr. David Kahura Mundia	Vice Chairman
	Dr. Davji Bhimji Atellah	Secretary General
	Dr. Dennis Miskellah	Deputy Secretary General
	Dr. Mercy Nabwire	Treasurer
	Dr. Anbar Aslam Ganatra	Deputy Treasurer
	Dr. Deogracious Moses Maero	Member
	Dr. Anthony Akoto	Member
	Dr. James Maina Githinji	Member
	Dr. Charles Omondi Okumu	Member
	Dr. Denis Muriungi Mugambi	Member
	Dr. Ahmad Mkuiche Juma Hassan	Member
	Dr. Kelvin Cheruiyot Rotich	Member
	Dr. Steve Ochieng Onyango	Member
	Dr. Darwin Ambuka	Member
	Dr. Hassan Abdi Mohamed	Member

Previous year	Dr. Samuel Oroko	Chairman
	Dr. Titus Ondoro	1st Vice Chairman
	Dr. Allan Ochanji	2nd Vice Chairman
	Dr. Fredrick Ouma Oluga	Secretary General
	Dr. Mwachonda Hamisi Chibanzi	Deputy Secretary General
	Dr. Daisy Korir	Treasurer
	Dr. Evelyn Chege	Deputy Treasurer
	Dr. Wesley Ooga Oghera	Member
	Dr. Richard Mogeni	Member
	Dr. Brian Ochieng Ayara	Member
	Dr. Simon Kigonde	Member
	Dr. Dennis Miskellah	Member

Registered office

Kenya Medical Practitioners, Pharmacists and Dentists Union
Kindaruma Lane
Blue Violets Plaza
5th floor suite 506
P.O. Box 157-00202 KNH,
Nairobi
Email: nec@kmpdu.org
Website: www.kmpdu.org

Independent auditor

DK. Wambua & Associates
Certified Public Accountants
Danny's Court, 1st Flr, Suite A3
Mombasa Road
PO BOX 5957-00100
Nairobi

Principal bankers

Standard Chartered bank
PO Box 25107-00200
Nairobi, Kenya

NCBA Bank Kenya PLC
Mara and Ragati road ,Upperhill
PO Box 30437-00100
Nairobi, Kenya

**KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
REPORT OF THE NATIONAL EXECUTIVE COUNCIL (NEC) MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2021**

The National Executive Committee (NEC) Members submit their report together with the audited financial statements for the year ended 31st December 2021.

Incorporation

The Union is registered under the Labour Relations Act 2007 of the Laws of Kenya . The address of the registered office is set out on page 1.

Principal activities

The activities of the union is to unite medical practitioners, pharmacists and dentists for socio economic empowerment ,professional advancement and quality healthcare in Kenya

Results

	2021	2020
	Kshs	Kshs
The Surplus for the year	<u>7,824,684</u>	<u>37,286,787</u>


Council Members

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

Auditor

The Union's auditors, D.K. Wambua & Associates have expressed their willingness to continue in office in accordance with Labour Relations Act 2007 of the Laws of Kenya .

By order of the National Executive Council Members



.....
Secretary General


..... **2022**

**KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
STATEMENT OF NATIONAL EXECUTIVE COUNCIL MEMBERS' RESPONSIBILITY
FOR THE YEAR ENDED 31 DECEMBER 2021**

The Labour Relations Act 2007 of the Laws of Kenya requires the national executive council members to prepare financial statements for each financial year that give a true and fair view of the financial position of the union as at the end of the financial year and of its statement of performance for that year. It also requires the national executive council members to ensure that the Union maintains proper accounting records that are sufficient to show and explain the transactions of the union and disclose, with reasonable accuracy, the financial position of the union. The National Executive Council (NEC) Members are also responsible for safeguarding the assets of the Union, and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The National Executive Council (NEC) 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 Labour Relations Act 2007. 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
- iii) Making accounting estimates and judgements that are reasonable in the circumstances.

Having made an assessment of the Union's ability to continue as a going concern, the National Executive Council (NEC) Members are not aware of any material uncertainties related to events or conditions that may cast doubt upon the Union's ability to continue as a going concern.

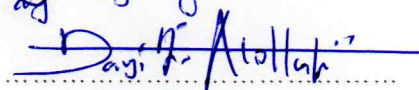
The National Executive Council (NEC) Members acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the National Executive Council (NEC) Members on 1/10/2022 2022 and signed on its behalf by:


Chairman


.....

Secretary General


.....

Treasurer


.....

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION**Report of the Independent Auditors to the Members Kenya Medical Practitioners, Pharmacists and Dentists Union
For the Year Ended 31 December 2021****Opinion**

We have audited the accompanying financial statements of Kenya Medical Practitioners, Pharmacists and Dentists Union which comprise the statement of financial position as at 31 December 2021 and the statements of financial performance, changes in accumulated funds and cash flows for the year then ended, and notes, including a summary of significant accounting policies.

In our opinion subject to the matters referred to in the key audit matters paragraph and their potential effects, the accompanying financial statements presents fairly the financial position of the union as at 31 December 2021 and of its financial performance and cash flows for the year then ended in accordance with international Financial Reporting Standards and the Labour Relations Act 2007.

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 Auditors responsibilities for the audit of financial statements section of our report. We are independent of the Union in accordance with the IESBA code together with the ethical requirements that are relevant to our audit of the financial statements in Kenya, and we have fulfilled our ethical responsibilities in accordance with these requirements and the IESBA code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters during the year

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon, and do not provide a separate opinion.

i.	Subscriptions receivables growth rate and exposure to debtors uncollectability risk	How our Audit Addressed Matter
	Accuracy in determining actual income and debtors (members contributions and non remittances) as well as maintaining accurate current assets (debtors balances) record is an area the union needs to address in relation to accuracy and reliable budgeting as well as collectable dues/contributions.	We calculated the growth of contribution receivables where we noticed that the debtors grew by 34,390,655 from 45,954,481 to 80,345,135. We evaluated the year 2021 receivables where we observed that the union's total contributions amounting to 159,611,572, the paid up contributions were 125,220,917 leaving unpaid balance of 34,390,655. We observed that the unpaid up contributions were equal to the growth in receivables. This trend was almost similar replicated from previous years. Based on our work, we noted there is a need to come up with improved collection methods as well as devise a way of treating the uncollected contributions to avoid inflating revenue as well as over estimating assets with uncollectible funds. We have provided advisory on the matter.
ii.	Branches (some) unexplained expenditure & need for capacity building	How our Audit Addressed Matter
	The branch operations form a key part in financial records since branch expenditures are decentralised. There is a risk exposure where the branches do not conform to the reporting template of the head office since it is the head office which does the final reporting. Where the branch office holders lack sufficient financial records knowledge, errors are likely to occur.	We audited branch records using similar standards we used when auditing main office. We observed tha some branches especially the ones which had no administrator had incomplete records. We engaged with branch representatives who were are able to make confirmations and clarifications as was necessary. Based in our work and findings, we noted and advised that there is a need to have branch administrators in each branch, as well as training was needed at the branch level for all officials to improve financial record keeping. This will clear the issue of unexplained expenses or cash balances overspending.

Other information

The National Executive Council (NEC) is responsible for other information. Other information comprises the information included in the annual report, but does not include the financial statements and our auditors report there on.

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

National Executive Council (NEC) Member's responsibility for the Financial statements

The National Executive Council (NEC) Member 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 the Labour Relations Act 2007, and for such internal control as the National Executive Council (NEC) Member determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the audit of 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.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism 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 organizations'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 organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are 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 society 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

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 legal requirements

As required by the Labour Relations Act 2007, we report to you based on our audit that:

- i) we have obtained most of the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) In our opinion, proper books of account have been kept by the organization, so far as appears from our examination of those books; and
- iii) The Organization's balance sheet and income and expenditure account are in agreement with the books of accounts .

The engagement partner responsible for the audit resulting in this independent auditors report was CPA Dennis Wambua Kimanzi, Practicing Certificate number P/1675

D K Wambua & Associates
Certified Public Accountants
Nairobi, Kenya

D. K. WAMBUA & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS
P. O. Box 5957 - 00100
NAIROBI

10/11/

2022

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME & EXPENDITURE


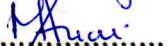

	Note	2021 Kshs	2020 Kshs
Members Contribution	2 (a) and 4	159,611,572	159,205,190
Branch Expenses	7	(25,924,579)	(41,678,649)
National Office Remuneration	6	(37,940,000)	(67,898,500)
		<u>95,746,993</u>	<u>49,628,041</u>
Other income			
Grants & Sponsorships	5	9,841,810	19,937,467
Grant Expenses		(19,137,222)	(605,000)
		<u>(9,295,412)</u>	<u>19,332,467</u>
Operating Expenses;			
Employment expenses	Appendix I (1)	(11,025,863)	(9,959,081)
Administrative expenses	Appendix I (2)	(21,763,034)	(12,566,270)
Union Operations expenses	Appendix I (3)	(45,838,000)	(9,148,370)
		<u>(78,626,897)</u>	<u>(31,673,721)</u>
Surplus/(Deficit) for year	8	<u>7,824,684</u>	<u>37,286,787</u>

The significant accounting policies on pages 10 to 12 and the notes on pages 12 to 15 form an integral part of these financial statements.

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

Assets	Note	2021 Kshs	2020 Kshs
Non current assets			
Property, plant and equipment	9	758,878	454,685
		<u>758,878</u>	<u>454,685</u>
Current assets			
Trade receivables and prepayments	10	82,872,076	48,431,422
Cash and bank balances	11	6,150,001	66,056,976
		<u>89,022,077</u>	<u>114,488,397</u>
Total assets		<u>89,780,957</u>	<u>114,943,082</u>
Accumulated Fund & Liabilities			
Accumulated Fund	12	49,600,027	42,218,157
		<u>49,600,027</u>	<u>42,218,157</u>
Current liabilities			
Trade payables and Accruals	13	40,180,929	72,724,925
		<u>40,180,929</u>	<u>72,724,925</u>
Total Accumulated Fund & Liabilities		<u>89,780,957</u>	<u>114,943,082</u>

The financial statements on pages 6 to 15 were approved for issue by the board of Trustees on 14/11/2022 and were signed on their behalf by:

Chairman 	Date <u>14/11/2022</u>
Treasurer 	Date <u>14/11/2022</u>
Secretary General 	Date <u>14/11/2022</u>

The significant accounting policies on pages 10 to 12 and the notes on pages 12 to 15 form an integral part of these financial statements.

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
STATEMENT OF ACCUMULATED FUND

Year ended 31 December 2021

	<u>ACCUMULATED FUND</u>	<u>TOTAL</u>
	<u>Kshs</u>	<u>Kshs</u>
As at 01/01/2021	42,218,157	42,218,157
Surplus for the year	7,824,684	7,824,684
Staff imprest written off	(493,538)	(493,538)
Prior year adjustment	50,724	50,724
As at 31/12/2021	<u>49,600,027</u>	<u>49,600,027</u>

Year ended 31 December 2020

	<u>ACCUMULATED FUND</u>	<u>TOTAL</u>
	<u>Kshs</u>	<u>Kshs</u>
As at 01/01/2020	4,326,370	4,326,370
(Deficit) for the year	37,891,787	37,891,787
As at 31/12/2020	<u>42,218,157</u>	<u>42,218,157</u>

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
STATEMENT OF CASH FLOWS

	Note	<u>2021</u> Kshs	<u>2020</u> Kshs
Cash flows from operating activities			
Surplus/(Deficit) for the year		7,824,684	37,891,787
Adjustments for:			
Depreciation of property, plant and equipment	9	222,806	151,788
Changes in working capital			
Trade and other receivables	10	(34,440,655)	(24,777,515)
Trade and other payables	13	(32,543,996)	30,066,157
<i>Cash generated from operations</i>		<u>(58,937,160)</u>	<u>43,332,217</u>
Cash flows from investing activities			
Purchases of equipment	9	(527,000)	-
<i>Net cash (used in) investing activities</i>		<u>(527,000)</u>	<u>-</u>
Increase in cash and cash equivalents		<u>(59,464,160)</u>	<u>43,332,217</u>
Cash and cash equivalents at start of year	11	66,056,975	22,724,758
Prior year Adjustments		(442,814)	-
Cash and cash equivalents at end of year	11	<u>6,150,001</u>	<u>66,056,975</u>

The significant accounting policies on pages 10 to 12 and the notes on pages 12 to 15 form an integral part of these financial statements.

NOTES

1. General Information

Kenya Medical Practitioners, Pharmacists and Dentists Union is incorporated in Labour Relations Act 2007. The Main activities of the union is to unite doctors for socio economic empowerment, professional advancement and quality healthcare in Kenya

2. Basis of preparation and summary of significant accounting policies

These financial statements have been prepared on a going concern basis and in compliance with the International Financial Reporting Standard by the International Accounting Standards Board. They are presented in Kenya Shillings (Kshs), rounded to the nearest thousand. The measurement basis used is the historical cost basis except where otherwise stated in the accounting policies below.

a) *Revenue recognition*

Revenue from Members contribution, sponsorship, donation and recognised on accrual basis. Revenue is measured at the fair value of the consideration received or receivable, net of discounts and sales-related taxes collected on behalf of the government of Kenya. Interest income is accounted.

b) *Income tax*

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year, determined in accordance with the Income Tax Act (Cap 470).

Deferred income tax is recognised on differences between the carrying amounts of assets and liabilities in the financial statements and their corresponding tax bases (known as temporary differences). Deferred tax liabilities are recognised for all temporary differences that are expected to increase taxable profit in the future. Deferred tax assets are recognised for all temporary differences that are expected to reduce taxable profit in the future and any unused tax losses or unused tax credits. Deferred tax assets are measured at the highest amount that, on the basis of current or estimated future taxable profit, is more likely than not to be recovered.

The net carrying amount of deferred tax assets is reviewed at each reporting date and is adjusted to reflect the current assessment of future taxable profits. Any adjustments are recognised in profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the taxable profit (tax loss) of the periods in which it expects the deferred tax asset to be realised or the deferred tax liability to be settled, on the basis of tax rates that have been enacted or substantively enacted by the end of the reporting period.

c) *Translation of foreign currencies*

All transactions in foreign currencies are initially recorded in Kenya Shillings, using the spot rate at the date of the transaction. Foreign currency monetary items at the statement of financial position date are translated using the closing rate. All exchange differences arising on settlement or translation are recognised in profit or loss.

d) *Financial assets*

Trade and other receivables are initially recognised at the transaction price. Most sales are made on the basis of normal credit terms, and the receivables do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

NOTES (CONTINUED)

2. Basis of preparation and summary of significant accounting policies (continued)

e) *Property, plant and equipment, including investment property*

Items of property, plant and equipment, including investment property, are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the reducing balance method. The following annual rates are used for the depreciation of property, plant and equipment:

	Rate
Computers	25.00%
Furniture and fittings	10.00%

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

On disposal, the difference between the net disposal proceeds and the carrying amount of the item sold is recognised in profit or loss.

f) *Intangible assets*

Intangible assets are purchased computer software that is stated at cost less accumulated depreciation and any accumulated impairment losses. It is amortised over its estimated life of five years using the reducing balance method. If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new expectations.

g) *Financial liabilities*

Financial liabilities are initially recognised at the transaction price (including transaction costs). Trade payables are obligations on the basis of normal credit terms and do not bear interest. Interest bearing liabilities are subsequently measured at amortised cost using the effective interest method.

h) *Employee benefits - post-employment benefits*

The liability for post-employment benefit obligations relates to terminal gratuities. All full-time staff, excluding Trustees, are covered by the programme. Employees who resign or retire after completing at least five years of service are entitled to fifteen days pay for each completed year of service. The union does not fund this obligation in advance.

The organisation's obligations, both vested and unvested, to pay terminal gratuities to employees are recognised based on employees' service up to the statement of financial position date and their salaries at that date.

The Union and its employees also contribute to the National Social Security Fund (NSSF), a national defined contribution scheme. Contributions are determined by local statute and the union's contributions are charged to profit or loss in the year to which they relate.

NOTES (CONTINUED)

3. Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the statement of financial position date, that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year.

a) Equipment

Critical estimates are made by Trustees in determining the useful lives and residual values to equipment based on the intended use of the assets and the economic lives of those assets. Subsequent changes in circumstances such as technological advances or prospective utilisation of the assets concerned could result in the actual useful lives or residual values differing from initial estimates.

4 Members Contributions	2021	2020
	Kshs	Kshs
Remittance paid up	125,220,917	135,087,555
Remittance unpaid up	34,390,655	24,117,635
	<u>159,611,572</u>	<u>159,205,190</u>
5 Other Income	Kshs	Kshs
Sponsorships	0.00	405,000
Grants	9,841,810	19,532,467
	<u>9,841,810</u>	<u>19,937,467</u>
6 (a) National Office Remuneration	Kshs	Kshs
National Office Remuneration	37,940,000	67,293,500
	<u>37,940,000</u>	<u>67,898,500</u>
(b) Grant Expenses		
Grant Expenses	19,137,222	605,000
	<u>19,137,222</u>	<u>605,000</u>
7 Branch Expenses Allocation	Kshs	Kshs
Branch Cash Allocation Expenses	23,440,696	40,960,149
Branch Expenses paid directly by head office	2,483,883	718,500
	<u>25,924,579</u>	<u>41,678,649</u>
8 Surplus / Deficit for the Year		
The following items have been recognised as expenses (income) in determining surplus/(Deficit) for the year:-		
Depreciation of property, plant and equipment	222,806	151,788
Auditor's remuneration for National office & Branches	724,580	724,580
Staff costs (Appendix I)	11,025,863	9,959,081
	<u>11,025,863</u>	<u>9,959,081</u>

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
NOTES (CONTINUED)

9 Property, plant and equipment

Year ended 31 December 2021

	Computers & Printers	Furniture & Fittings	Total
Cost			
As at 1 January 2021	712,250	417,210	1,129,460
Additions	527,000	-	527,000
As at 31 December 2021	<u>1,239,250</u>	<u>417,210</u>	<u>1,656,460</u>
Depreciation			
As at 1 January 2021	408,333	266,442	674,776
Charge for the year	207,729	15,077	222,806
As at 31 December 2021	<u>616,063</u>	<u>281,519</u>	<u>897,582</u>
Net Book value			
As at 31 December 2021	<u><u>623,187</u></u>	<u><u>135,691</u></u>	<u><u>758,878</u></u>

Year ended 31 December 2020

	Computers & Printers	Furniture & Fittings	Total
Cost			
As at 1 January 2020	712,250	417,210	1,129,460
Additions	-	-	-
As at 31 December 2020	<u>712,250</u>	<u>417,210</u>	<u>1,129,460</u>
Depreciation			
As at 1 January 2020	278,083	244,904	522,988
Charge for the year	130,250	21,538	151,788
As at 31 December 2020	<u>408,333</u>	<u>266,442</u>	<u>674,776</u>
Net Book value			
As at 31 December 2020	<u><u>303,917</u></u>	<u><u>150,768</u></u>	<u><u>454,684</u></u>

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Page 14

NOTES (CONTINUED)

	<u>2021</u> <u>Kshs</u>	<u>2020</u> <u>Kshs</u>
10 Trade and other receivables		
Remittance / Members Receivables	80,345,135	45,954,481
Deposits	664,941	304,941
Staff Receivables	152,000	622,000
Doctors Welfare	1,710,000	1,550,000
Prepaid Expenses	-	-
Totals	<u><u>82,872,076</u></u>	<u><u>48,431,422</u></u>
11 Cash and Bank balances		
Standard Chartered bank	(11,586,433)	3,111,972
NCBA Bank Kenya PLC	14,494,334	59,232,250
Cash in hand	109,854	213,469
Imprest Allocation		
:Central Branch	179,007	166,043
:Coast Branch	386,008	0
:Lower Eastern Branch	152,313	94,337
:Nairobi Branch	384,486	1,828,761
:North Eastern Branch	694,381	450,689
:North Rift Branch	252,567	780,047
:Nyanza Branch	281,778	8,965
:South Rift Branch	491,239	3,001
:Upper Eastern Branch	233,425	42,781
:Western Branch	77,042	124,661
Totals	<u>3,132,246</u>	<u>3,499,285</u>
Totals	<u><u>6,150,001</u></u>	<u><u>66,056,976</u></u>
12 Accumulated Fund		
As at 1st January	42,218,157	4,326,370
Net(Deficit)/ Surplus for the year	7,824,684	37,891,787
As at 31st December	<u><u>50,042,841</u></u>	<u><u>42,218,157</u></u>

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
NOTES (CONTINUED)

	<u>2021</u>	<u>2020</u>
	<u>Kshs</u>	<u>Kshs</u>
13 Trade and other payables		
National Office Operations		
	2019	
	326,491	30,614,425
	2018	-
	2014	2,550,000
	1,550,000	2,550,000
Other Payables		
Accrued Leave and Payroll:NEC Annual Leave Allowances	11,760,000	11,760,000
Accrued Audit	724,578	879,665
Accrued Leave and Payroll:PAYE	-	-
Annual Gratuity:NEC Annual Gratuity	23,520,000	23,520,000
Accrued Leave and Payroll:Secretariat Annual Leave allowance	-	1,075,187
Annual Gratuity:Secretariat Annual Gratuity	1,516,360	1,542,148
MTRH CBA negotiations	331,000	331,000
National CBA negotiation	452,500	452,500
	<u>40,180,929</u>	<u>72,724,925</u>

14 Contingent liabilities

There were no contingent liabilities as at 31 December 2021

15 Currency

The accounts are presented in Kenya Shillings (Kshs).

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021
SCHEDULE OF OPERATING EXPENDITURE

Appendix I

	2021	2020
	Kshs	Kshs
1 Employment expenses		
Salaries and wages	9,398,869	7,141,746
Staff Gratuity	1,166,994	2,617,335
Staff Welfare	460,000	200,000
	<u>11,025,863</u>	<u>9,959,081</u>
2 Administration expenses		
Audit fees (National and Branches)	724,580	724,580
Consultancy	219,600	2,008,000
Bank and Mpesa charges	271,365	131,618
Advertising and marketing	-	59,344
Sponsorship	50,000	150,000
Electricity and water	30,977	35,500
Legal fees	9,740,021	2,803,010
Printing and stationery	1,109,990	846,435
Telephone and postage	375,550	313,410
Computer expenses	77,858	84,100
Benevolences Expenses	6,600,000	3,400,000
Depreciation	222,806	151,788
Office rent and parking	1,342,718	1,492,764
Medical Expenses	85,598	64,314
Repairs and maintenance	33,400	25,880
Debt Collection	200,000	-
General office expenses	678,571	275,527
	<u>21,763,034</u>	<u>12,566,270</u>
3 Union Operations (Meetings, Conferences, Travel and Related expenses)		
Election Expenses	10,378,550	-
Medical Camps	-	131,726
Meetings and Conferences		
ADC	8,950,640.00	-
NAC	4,231,158.00	1,224,695
NEC	2,625,399.00	2,985,487
HR	-	312,900
FAC	-	532,610
CBA	978,715.00	173,276
IEC Elections	195,000.00	-
Operations Kitty Activities	4,180,000.00	557,500
Local & Foreign Conferences	4,078,550.00	-
Air transport	3,176,134.00	-
Road Transport	1,845,000.00	-
Other Meetings	2,995,636.00	1,780,894
Total Meetings and conferences	33,256,232	7,567,362
Advocacy and Awareness	2,203,218	1,449,282
	<u>45,838,000</u>	<u>9,148,370</u>

KENYA MEDICAL PRACTITIONERS, PHARMACISTS AND DENTISTS UNION											Appendix II	
SUPPLEMENTARY INFORMATION												
FOR THE YEAR ENDED 31 DECEMBER 2021												
SCHEDULE OF OPERATING EXPENDITURE												
	Coast Branch Kshs.	Central Kshs.	Lower eastern Kshs.	Nairobi Kshs.	North eastern Kshs.	North Rift Kshs.	Nyanza Kshs.	South rift Kshs.	Upper Eastern Kshs.	Western Kshs.	Total Kshs.	
Balance Brought forward	3,972	166,043	94,337	1,828,361	450,689	452,057	8,965	3,001	42,781	124,661	3,174,868	
Branch Allocations	2,240,497	3,624,886	1,164,560	4,590,036	426,244	3,084,753	2,334,819	3,464,583	1,016,141	1,494,177	23,440,696	
Other Deposits	-	30,000	-	301,000	60,000	200,000	-	188,000	-	-	779,000	
TOTAL OPERATING CASH	2,244,469	3,820,929	1,258,897	6,719,397	936,933	3,736,810	2,343,784	3,655,584	1,058,922	1,618,838	27,394,564	
EXPENDITURE												
1 Meetings and Conferences	1,034,975	733,390	529,843	2,304,338	100,000	1,101,993	712,500	799,470	30,000	273,000	7,619,509	
Branch Executive Committee	340,000	2,805,000	-	3,602,500	185,000	2,107,000	933,000	1,751,155	597,000	1,180,000	13,500,655	
Administration Expenses	336,324	270,655	589,000	403,755	-	500,732	137,000	484,445	160,000	140,000	3,021,911	
Personel Expenses	-	-	-	330,000	-	-	-	-	-	-	330,000	
Bank Charges	8,007	11,478	8,299	14,132	360	4,940	4,020	20,993	462	7,800	80,491	
TOTAL EXPENDITURE	1,719,306	3,820,523	1,127,142	6,654,725	285,360	3,714,665	1,786,520	3,056,063	787,462	1,600,800	24,552,565	
Surplus (Cash Balance)	525,163	407	131,755	64,673	651,573	22,145	557,264	599,521	271,460	18,038	2,841,998	
Represented by:												
Other assets	199,620	-	-	-	-	-	-	-	-	-	199,620	
Bank	24,855	407	33,132	75,927	651,573	22,145	96,527	330,421	156,460	18,038	1,409,485	
Non cash expenses	-	-	-	(11,255)	-	-	-	-	-	-	(11,255)	
Unpaid monthly Allowances	-	-	-	-	-	-	-	242,000	-	-	242,000	
Accrued Expenses	-	-	-	-	-	-	-	27,100	-	-	27,100	
5 Unexplained Difference	224,475	407	33,132	64,673	651,573	22,145	96,527	599,521	156,460	18,038	1,866,950	
	300,688	-	98,623	0	-	-	460,737	-	115,000	-	975,048	
Reconciliation												
Pending cash disbursement (December)	361,153	178,601	119,181	308,559	42,808	230,422	185,251	160,818	76,965	59,004	1,866,950	
Bank balance	24,855	407	33,132	75,927	651,573	22,145	96,527	330,421	156,460	18,038	1,409,485	
	386,008	179,008	152,313	384,486	694,381	252,567	281,778	491,239	233,425	77,042	3,300,000	
Book balance	386,008	179,007	152,313	384,486	694,381	252,567	281,778	491,239	233,425	77,042	3,300,000	