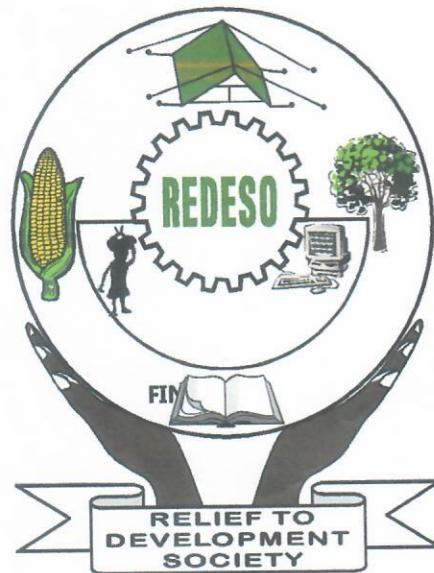


**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)  
DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**RELIEF TO DEVELOPMENT SOCIETY  
(REDESO)**



**FINANCIAL STATEMENTS FOR THE YEAR ENDING**

**31<sup>ST</sup> DECEMBER, 2022**

Audited by:  
TMC ASSOCIATES  
CERTIFIED PUBLIC ACCOUNTANTS IN PUBLIC PRACTICE  
P.O. Box 33074,  
**DAR ES SALAAM**

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)  
DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022

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**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)  
DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**GENERAL ORGANIZATION INFORMATION**

Relief to Development Society (REDESO) is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading project implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions.

**ADDRESSES**

**Head Office- Dar Es Salaam**

REDESO  
P.O. Box 2621  
Tel/Fax: +255 22 2666725  
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Kishapu -Shinyanga  
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**AUDITORS**

TMC associates  
Certified Public Accountants  
P.O. Box 33074  
Dar Es Salaam

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**REPORT OF DIRECTORS TO THE FINANCIAL STATEMENTS**

**1. INTRODUCTION**

In compliance with the Tanzania Financial Reporting Standards (TFRS) No. 1 the Directors have the pleasure to submit their fourth yearly report together with the audited financial statements for the year ended 31 December 2022, which disclose the state of affairs of Relief to Development Society (REDESO).

The Financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRSs).

**2. ESTABLISHMENT**

Relief to Development Society (REDESO) is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading project implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions.

**3. VISION STATEMENT**

A community where refugees and other vulnerable people have access to equal opportunities

**4. MISSION STATEMENT**

REDESO strives to provide relief services and promote sustainable development to vulnerable communities through capacity enhancement interventions.

**5. GOVERNANCE**

**5.1 COMPOSITION OF BOARD OF DIRECTORS**

Table: I

	NAME	POSITION	QUALIFICATION	D.O.B.	NATIONALITY
1	Mr. Senen E. Mponda	Chairman	Advocate of the High Court	19/07/1964	Tanzanian
2	Mr. Joseph A. Karwima	Vice Chairman	Quantity Surveyor	25/11/1956	Tanzanian
3	Ms. Agnes V. Lwabuti	Treasurer	Accountant	15/11/1957	Tanzanian
4	Ms. Rehema O. Shuku	Member	Pharmacist	14/06/1982	Tanzanian
5	Mr. Andrew A. Edward	Member	Advocate of the High Court	10/06/1982	Tanzanian
6	Ms. Edith R. Prosper	Member	Form Six	20/07/1969	Tanzanian
7	Mr. Abeid H. Kasaizi	Secretary/CEO	MBA-International Business	15/11/1965	Tanzanian

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

## 5.2 MEETINGS OF THE BOARD OF DIRECTORS

During the year ended 31st December 2022, the Board of Directors held **1** meeting; which was an ordinary meeting out of 3 meetings as per REDESO Constitution.

**Table: II**

Sn.	Name	Position	No. of Ordinary meeting attended
1	Mr. Senen E. Mponda	Chairperson	1
2	Mr. Joseph A. Karwima	Member	1
3	Ms. Agnes V. Lwabuti	Member	1
4	Ms. Rehema O. Shuku	Member	1
5	Mr. Andrew A. Edward	Member	1
6	Ms. Edith R. Prosper	Member	1
7	Mr. Abeid H. Kasaizi	Secretary	1

## 5.3 RESPONSIBILITIES OF THE BOARD OF DIRECTORS

The Board of Directors performed its responsibilities in accordance with the constitution. Main functions of the Board of Directors are to:

- Deliberate on the performance of prior investments and forthcoming investments;
- Review and adopt annual audit report and financial statements;
- Review past performance and set targets for the forthcoming year;
- Appoint External Auditor.

## 5.4 CESSATION OF MEMBERSHIP

Membership to the Board of Directors ceases after completion of term of **Six years** but can contest for re-election or following death or resignation of the Board member as stipulated in the constitution.

## 5.5 FIDUCIARY RESPONSIBILITY

All Board Members are considered to be independent both in character, judgment and free of relationships or circumstances, which could affect their judgment.

## 6. PRINCIPAL ACTIVITIES

- Promoting Sustainable Environmental Management Practices;
- Engaging in development initiatives that promote social and economic well - being and empowerment of communities;
- Collaborating with other stakeholders to provide relief services to victims of natural and man-made disasters; and
- Strengthening the Organization capacity for effective performance of its functions.

## 7. ATTAINMENTS IN PHYSICAL TERMS

For the reporting period REDESO undertook three projects namely

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**7.1 Safe and Sustainable Environment for Persons with Specific Needs in Refugee Camps and Host Communities in Tanzania. Funded by HELP AGE INTERNATIONAL**

**OBJECTIVES**

- i) Vulnerable refugees in two camps and host community members in Kigoma are independently using and managing civil society structures to build intergenerational cohesion resilience especially in agriculture.
- ii) Structures are in place at local and Regional level in refugee camps and host communities with improved capacity to support disaster preparedness with functioning early warning and response system.
- iii) Peaceful coexistence of refugee and host community members has been strengthened and refugee host community working group has been established in the field of peaceful existence.
- iv) Coordinated and community based protection, rehabilitation and psychosocial support structures for vulnerable refugee and members of host communities are operational in Kigoma Region.
- v) Vulnerable refugees and host community members have access to climate- adapted agricultural training and cooperative savings programs.

**KEY ACHIEVEMENT**

- I) 8 Districts councils has disaster preparedness and response plans.
- II) 69 intergeneration groups, 1975 group members established and gained knowledge established and gained knowledge on community vision towards addressing common challenge using internal community capacities and resources with a minimum external support for sustainability of established common dreams and projects.
- III) 32 (local civil structures humanitarian/development agencies private business and companies) participated in coordination and complementarity meetings to discuss and develop mutual understanding of addressing common challenges such as weak peaceful coexistence in the camps and host community.
- IV) About 30 adaptive and resilient related technologies suitable for PSN identified about 10 are supported by the project to 10 community based saving group with 200 members.
- V) Psychosocial support structures in six districts have been strengthened to reduce the case of SGVB by establishing and strengthening referral pathways mechanism that are cohesive to children, adolescents and women.

**7.2 Environmental Conservation in Nyarugusu Refugee Camp and Kasulu District. Funded by International Rescue Committee (IRC)**

**PROJECT OBJECTIVES**

-To mitigate climate related risks in Nyarugusu Camp and Selected Villages in the Kasulu District

**ACTIVITIES IRC PROJECT**

- i) Imparting skills to environmental school club to raise seedlings
- ii) Training ToT to promote fabrication and use of fuel efficient stoves.
- iii) To enhance and support environment and natural resource committees to protect and conserve the village forestry reserve through bee keeping intervention.
- iv) Producing of informational Educational Communicating (IEC) materials

**KEY ACHIEVEMENT**

Practical skills and knowledge on environmental protection and conservation and sustainable were imparted to 154 beneficiaries (66M ,88F) beneficiaries through training on promotion, fabrication and use of fuel-efficient stoves, tree seedling raising, beekeeping intervention and awareness raising. The beekeeping intervention and the skills taught to task forces building fuel-efficient stoves are anticipated to boost community welfare and income levels while also giving young people and environmental and natural resource committees job opportunities.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**7.3 Assistance to Refugees and Asylum seekers in Camps and Urban areas  
Funded by UNHCR**

**Project Objectives:**

- i. Population has sufficient access to cooking energy.
- ii. Natural resources and shared environment better protected.
- iii. Population has sufficient basic and domestic items.
- iv. Population has optimal access to education.
- v. Protection environment strengthened.
- vi. Operations management, coordination and support strengthened and optimized.

**7.3.1 Place of Implementation: Dar es Salaam as well as Kibondo, Kakonko and Kasulu**

**Dar es Salaam Site**

For the reporting period, the following achievements were registered for urban site:

**A. Medical Services**

- 252 Poc (147 Male,105 Female) of which 133 were PoC referred from Camps for medical services. (Patients 72, Caretakers 58, dependants 3) where 46 were POCs with protection concerns (High Profile 7,EVEs 36,Regular 3) and 73 on -transit POCs.
- Medical referral 127 from camps (70 Male ,57 Female) accompanied by 58 caretakers and 3 dependents

**B. Social counseling**

- 252 Poc (147 Male,105 Female) of which 133 were PoC referred from Camps for medical services. (Patients 72, Caretakers 58, dependants 3) where 46 were POCs with protection concerns (High Profile 7,EVEs 36,Regular 3) and 73 on -transit POCs.
- Unconditional cash assistance (CBI) to 252 POC (153 households) to support for their basic needs. These include 153 Poc from camps,46 urban based poc and 73 on transit Poc.
- Accommodation facilitated to 212 Pocs (Poc from the camp) 133, on transit Poc 73 and Poc with protection concern 6)
- Poc in urban were provided with NFI including domestic utensils to 133 PoC refereed from camp (68Male ,65Female) sanitary pad to 40 women and girl at reproductive age, bar soap 106 POC (83 Male ,23 Female). Hand sanitizer to 102 POC

**C. Self - reliance support/Lifelong learning skills**

- Facilitated Vocational Training to 9 youth (6Male ,3Female) at VETA Chang'ombe in the fields of graphic design, masonry, vocal music installation and sound, CCTV camera installation, electronics, track mechanics, and electrical engineering.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)  
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**D. Prevention of sexual Exploitation and Abuse**

- 17 REDESO staff was trained in Prevention of sexual Exploitation and abuse.

**Kakonko, Kibondo & Kasulu site**

For the period under report, the following were achieved:

**A. Environmental Conservation**

Total of 56,761 tree seedlings raised (ND BDI 28,380, NY BDI&CDI 28,381)

100 acres planted (ND BDI 50, NY BDI& CDI 50)

Post planting management & woodlots 1570acres (ND BDI 490, NY BDI& CDI 679, Mtendeli 401 acres)

Regular patrol 368 facilitated (ND BDI 229, NY BDI &CDI 139 and 1 joint patrol.

Home visits to 22,166 households (ND BDI 12,264, NY BDI&CDI 6994, Kibondo Host 1,171 and Kasulu Host Community 1,737)

Awareness creation meeting on Environment & Energy total of 211 conducted (ND 128BDI, NY BDI&CDI 75, Kibondo Host Comm 4 and Kasulu Host Comm 4)

**A. Energy Solutions**

- 472 Charcoal Briquette procured under centralized approach (ND BDI 268 MT, NY BDI&CDI 204 MT)
- 640 set of manual pressing machine were distributed to 640 trained Poc (320 BDI NDT, NY BDI &CDI 320)
- 25.5 Metric tons of binding material were procured (14.5 Metric ton BDI NDT, NY BDI&CDI 11 Metric ton)
- 4961 Fuel efficient stove were fabricated (ND BDI 800, NY BDI &CDI 962, Kibondo Host Community 1,677 Kasulu Host Community 1,522)

**B. Promotion of Alternative**

REDESO procured 9257 CBM of firewood where by 8425 CBM were for PSN (Nduta 1,081meter cubic, Nyaru 7,344 meter cubic) and 832CBM were for institutions like Hospital, Police and departure center.

Additionally, REDESO procured 1029.1 Metric ton of Char Powder (570.7 BDI *ND*, *NY 458.4 MT BDI&CDI*)

**C. Soil erosion control, land restoration and River protection**

- Installed 57 Cubic Meters of Check dams (ND BDI 15 Cubic Meter, NY BDI &CDI 19 Cubic Meter, Mtendeli 23 Cubic Meter.
- Constructed 167 C.Meter of Gabion Constructed (ND BDI 72 C.Meter , NY BDI&CDI 80 C.Meter, Mtendeli 15 Cubic Meter

**8. GOING CONCERN**

The Directors believe that the organization has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the organization is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new materials changes that may adversely impact the organization. The directors are also not aware of any materials non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the organization



**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDES0)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

## **9. RISK MANAGEMENT AND INTERNAL CONTROL**

The Board accepts final responsibility for the risk management and internal control systems of the Organization. It is the task of management to ensure that adequate internal financial and operation control systems are developed and maintained on an ongoing basis in order to provide reasonable assurance regarding:

- The effectiveness and efficiency of operations;
- The safeguarding of the Organization's assets;
- Compliance with applicable laws and regulations;
- The reliability of accounting records;
- Business sustainability under normal as well as adverse conditions; and
- Responsible behaviors towards all stakeholders.

The efficiency of any internal control system is depended on the strict observance of prescribed measures. There is always a risk of non-compliance of such measures by staff. Whilst no system, of internal control can provide reasonable assurance that the procedures in place are operating effectively, the Board assessed the internal control systems throughout the year ended December 31<sup>st</sup> 2022 and is of the opinion that they met accepted criteria.

## **10. STATEMENT OF BOARD MEMBERS' RESPONSIBILITY**

The Board Members are responsible to ensure that **REDES0** prepares a report that gives a true and fair view of the operating results of the organization under the Non-Governmental Organization Act No. 24 of 2002.

The Board Members confirm that suitable accounting principles have been used and applied consistently; reasonable and prudent judgments and estimates have been made in the preparation of the project report. The Board Members also, confirm that applicable accounting standards have been followed and the financial statement has been prepared on a going concern basis. The Board Members are responsible to ensure that **REDES0** keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the project.

They are also, responsible for safeguarding the assets of **REDES0** and taking reasonable steps for prevention and detection of frauds, errors and other irregularities. The Board Members are also responsible for maintenance of adequate systems of internal

## **11. EMPLOYEE'S WELFARE**

Management and staff relationships have been cordial throughout the year under review. There were no unresolved conflicts with the existing members of staff.

### **11.1 Board - Employee Relationship**

A healthy relationship continues to exist between members of the Board and the employee. Employee complaints raised during the year were resolved mainly through the use of consultative meetings involving the Board and the employee. As a result, there were no unresolved complaints received by the Board from the employee during the financial year 2022.

The company believes on equally employment opportunities to all and as at 31 December 2022 **REDES0** operations were well managed. **REDES0** ensures that the best available person is appointed to any given position, free from discrimination of any kind and without regarding factors like, marital status, tribe, religion or disability.

### **11.2 Training**

**REDES0** supported its employee to attend various professional trainings and workshops conducted by professional bodies like NBAA and PSPTB as part of the capacity building and skills development towards enhancing their professional competences.

### **11.3 Health and Safety**

Effective health, safety and health risk management is a priority for the company. The NGO's management safety system delivers a safe working environment by continuous and effectively assessing the working environment.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)  
DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**11.4 Financial Assistance to Employees**

During the financial year ended 31 December 2022 REDESO grant financial assistance such as loans to its employees through the Workers Association known as REDESO WATUMISHI SACCOS (REWASA).

**12. PERSONS WITH DISABILITIES**

The organization does not discriminate disabled persons. Disabled persons are recruited for those vacancies that they are able to fill. All necessary assistance is availed to them.

**13. GENDER PARITY**

REDESO is an equally opportunity employer. It gives equal access to employment opportunities and ensures that the best available person is appointed to any given position free from discrimination of any kind and without regard to factors like gender, marital status, tribe, religion and disability that does not impair ability to discharge duties. As at 31 December 2022 REDESO had the following distribution of employees by gender:

Gender	2022		2021	
	Number	%	Number	%
Male	66	78.5	71	78
Female	18	21.5	20	22
Total	84	100	91	100

**14. SOLVENCY**

The Board of Directors confirms that applicable accounting policies and standards have been observed and applied in the preparation of these Financial Statements. The Board of Directors confirms that company has adequate resources to meet current and future obligations.

**15. ENVIRONMENTAL CONSERVATION**

In order to conserve the environment, the company is keen to ensure that all kind of wastes generated are safely disposed of.

**16. ANTI CORRUPTION INITIATIVES**

The company maintains transparency in conducting its business and observes good governance principles and it also implements appropriate anti-corruption measures.

**17. CORPORATE GOVERNANCE**

REDESO is committed to the highest standards of corporate governance. Its governance structure is flexible enough to adopt changes in the internal and external environment. The NGO adheres to global standards and practices of good corporate governance.

**18. CORPORATE SOCIAL RESPONSIBILITIES**

REDESO is committed in making tangible impact to the local and national communities. The Board of Directors believes in creating a better world for the NGO, Tanzanian citizens, staff families and neighboring countries.

During 2021 and 2022 no donations were made.

**19. FIGHT AGAINST HIV AND AIDS**

The company recognizes the seriousness of the HIV and AIDS epidemic and its negative impacts on the capacity to realize the National Agenda on making Tanzania free from the epidemic. REDESO has adopted the National HIV and AIDS Policy and prepared its HIV and AIDS strategies, which aims at raising HIV and AIDS awareness among its employees.

**20. COMPLIANCE WITH THE LAWS AND REGULATIONS**

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

In performing the NGO's activities stipulated in its constitution the Board of Directors ensures that the company complies with various laws and regulations having impact on NGO's operations.

**21. SERIOUS PREJUDICIAL MATTERS**

During the year ended 31<sup>st</sup> December, 2022, there were no any prejudicial matters to report as required by the Tanzania Financial Reporting Standards No. 1- Directors' Report.

**22. EVENTS AFTER REPORTING PERIOD**

There were no material events, adjusting or non-adjusting, which have occurred between the reporting date and the date when Financial Statements are authorized for issue by the Board of Directors.

**23. ACCOUNTING POLICIES**

The company adopted International Financial Reporting Standards (IFRSs) as it is basis of financial reporting framework. A summary of the key accounting policies has been provided in the financial statements and were consistently applied during the year under review.

**24. IMPACT AND RESPONSES TO COVID-19 PANDEMIC**

During the year Covid -19 pandemic did not adversely affect the company's operations.

Generally, the company responded positively to the Government's strategies of combating the Covid-19 pandemic through insisting its employees and stakeholders to wear face masks, hand washing and using hand sanitizer and conducting meetings on line.

**25. STATEMENT OF COMPLIANCE**


The Board of Directors Report has been prepared in full compliance with requirements of the Tanzania Financial Reporting Standards No.1-Directors' Report.

**26. AUDITORS y**

TMC Associates was appointed auditors of the organizational financial statements for the year ended December 31, 2022. They have expressed their willingness to continue in office and are eligible for re-appointment.

The financial statements set out on pages 16 to 33, which have been prepared on the going concern basis, were approved by the board of directors on 14/04/2023 and were signed on its behalf by:

By Order of the Board

  
\_\_\_\_\_  
Director

14/04/2023  
\_\_\_\_\_  
Date



**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)  
DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**DECLARATION OF THE HEAD OF FINANCE/ACCOUNTING OF RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA**

The National Board of Accountants and Auditors (NBAA), according to the power conferred under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned. It is the duty of a Professional Accountant to assist the Board of Directors/Governing Body/Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Board of Directors/Governing Body as under Directors Responsibility statement on an earlier page.

**I CPA PHILLIBERT MUJANJABI** being Project Financial Controller of **RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA** hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31/12/2022 have been prepared in compliance with applicable accounting standards and statutory requirements. I thus confirm that the financial statements give a true and fair view position of **RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA** as on that date and that they have been prepared based on properly maintained financial records.

Signed by: *Phillibert Mujanjab*

Position: Project Financial Controller

NBAA Membership No.: GA 9796

Date: 14/04/2023





# TMC ASSOCIATES

**Certified Public Accountants. Auditors. Tax Consultants**

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Chairman,  
REDESO Board of Directors,  
P.O. Box 2621,  
Dar Es Salaam,  
TANZANIA.

## REPORT OF THE AUDIT OF FINANCIAL STATEMENTS

### Unmodified Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of **RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA** as of 31<sup>st</sup> December, 2022, and of its financial performance and his cash flows for the year ended in all material respects, in accordance with the International Financial Reporting Standards (IFRSs).

We have audited the financial statements of **RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA** which comprise the statement of financial position as at 31<sup>st</sup> December, 2022 and the statements of comprehensive income and cash flows for the year ended and notes to the financial statements.

### 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 NGO in accordance with the international Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other information

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 on the other information that we obtained prior to the date of this auditor's report, 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.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (IPSAS), and for such internal controls as management determines 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, management is responsible for assessing the NGO'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 management either intends to liquidate the NGO or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the NGO's financial reporting process.

### 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



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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 judgment 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 organisation'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 NGO'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 our auditor's report. However, future events or conditions may cause the NGO 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the NGO to express an opinion on the financial statements. We are responsible for the direction, supervision, and performance of the NGO audit. We remain solely responsible for our audit opinion. 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 AND REGULATORY REQUIREMENTS

This report is made solely to the members, as a body, in accordance with the Non-Governmental Organization Act, 2002. Our audit work has been undertaken so that we might state to the members' those matters we are required to state to them in our auditor's report pursuant to the Act and our letter of engagement and for no other purposes.

We report to you, based on our audit, that:

- We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purpose of our audit.
  - The Organization Report is consistent with the financial statements.
  - Information specified by law regarding director remuneration and transactions with the organization is disclosed; and
- The Organization's statement of financial position and statement of financial performance and other are in agreement with the books of account

**TMC ASSOCIATES (Certified Public Accountants)**

**M. NSHANGEKI – (FCPA 678)  
MANAGING PARTNER**

Date: 15th April, 2023



**MIKE NSHANGEKI (FCPA 678)  
TMC ASSOCIATES  
P. O. Box 33074  
DAR ES SALAAM - TANZANIA**

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**STATEMENTS OF FINANCIAL POSITION FOR THE YEAR ENDED 31/12/2022**

ASSETS	NOTE	31.12.2022	31.12.2021
<b>Non current assets</b>		<b>TZS</b>	<b>TZS</b>
Property, plant and equipment	3	282,486,644	311,731,438
Investment	4	1,250,000	1,250,000
<b>Total Non Current Assets</b>		<b>283,736,644</b>	<b>312,981,438</b>
<b>Current assets</b>			
Bank Balances	5	98,217,440	83,297,160
Rental Debtors	6	127,361,380	140,901,585
<b>Total current assets</b>		<b>225,578,820</b>	<b>224,198,746</b>
<b>TOTAL ASSETS</b>		<b>509,315,464</b>	<b>537,180,184</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Equity and Reserves</b>			
Capital Fund	7	282,486,644	311,731,438
Accumulated Fund		214,429,465	187,325,499
<b>Total equity</b>		<b>496,916,109</b>	<b>499,056,937</b>
<b>Current liabilities</b>			
Trade and other Payables	8	12,399,355	38,123,246
<b>Total current liabilities</b>		<b>12,399,355</b>	<b>38,123,246</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>509,315,464</b>	<b>537,180,184</b>

These financial statements were approved by the Board of Directors for issue on 14/04/2023 and were signed on their behalf by:

- 1) Name: ABELD KAGAZI Title: CEO Signature: 
- 2) Name: AGNES.V. LWABUI Title: S.F.M. Signature: 

The notes on pages 22 to 33 form part of these financial statements, Independent auditors' report on page 14 to 15.



**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2022**

	NOTE	31/12/2022	31/12/2021
<b>GRANTS RECEIVED</b>	-	<b>TZS</b>	<b>TZS</b>
Assistance to refugees and asylum seekers in Camps and urban areas	11	2,983,523,260	3,291,424,608
Safe and Sustainable Environment for PSN in Refugee & Host community	12	619,490,205	-
Environmental conservation in Nyarugusu refugee Camp & Kasulu DC	13	23,148,284	-
Gender equity and economic empowerment for women and youth		-	125,285,622
Disaster Risk Reduction in great lakes region -Kishapu		-	456,926,797
Disaster Risk Reduction in great lakes region -Kibondo		-	318,256,979
OHK5		-	40,532,249
Little sun Foundation		-	23,217,131
<b>NET GRANTS RECEIVED</b>		<b>3,626,161,749</b>	<b>4,255,643,385</b>
<b>SPENT GRANTS</b>			
Assistance to refugees and asylum seekers in Camps and urban areas	11	2,979,139,313	3,291,424,608
Safe and Sustainable Environment for PSN in Refugee & Host community	12	619,490,205	-
Environmental conservation in Nyarugusu refugee Camp & Kasulu DC	13	23,132,877	-
OHK5		-	40,532,249
Little sun foundation		-	23,217,131
Pressing Machine		-	29,350,000
Gender equity and economic empowerment for women and youth		-	125,285,622
Disaster Risk Reduction in great lakes region -Kishapu		-	456,926,797
Disaster Risk Reduction in great lakes region -Kibondo		-	318,256,979
Refund IRC		15,407	
Refund UNHCR		4,383,948	-
<b>TOTAL SPENT GRANTS</b>		<b>3,626,161,749</b>	<b>3,384,523,987</b>



**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

Statement of Income and Expenditure continues from previous page

SURPLUS/DEFICIT	<b>A</b>		-	-
<b>OTHER INCOME</b>				
Local income sources		10a	40,818,587	26,091,562
<b>OTHER EXPENDITURE</b>				
REDESO local expenses		10b	40,818,587	25,790,512
<b>SULPLUS/DEFICITY FOR THE YEAR</b>				
	<b>B</b>		-	301,050
<b>NET SUPLUS FOR THE YEAR</b>				
	<b>A&amp; B</b>		-	301,050

The notes on pages 22 to 33 form part of these financial statements, Independent auditors' report on page 14 to 15.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2022**

PARTICULARS	Capital Fund	Accumulated Fund	Total Equity
	TZS	TZS	TZS
<b>Opening Balance 01.01.2021</b>	404,581,633	145,109,149	549,690,782
Consolidation Adjustment	(60,379,738)	41,915,300	(18,464,438)
Depreciation for the year	(32,470,457)	-	(32,470,457)
Net Income/(Loss) for the year		301,050	301,050
<b>Closing balance 31.12.2021</b>	311,731,438	187,325,499	499,056,937
<b>Opening Balance 01.01.2022</b>	311,731,438	187,325,499	499,056,937
Consolidation Adjustment /PICS	-	27,103,966	27,103,966
Depreciation for the year	(29,244,794)	-	(29,244,794)
Net Income/(Loss) for the year	-	-	-
<b>Closing Balance as at 31.12.2022</b>	<b>282,486,644</b>	<b>214,429,465</b>	<b>496,916,109</b>

The notes on pages 22 to 33 form part of these financial statements, Independent auditors' report on page 14 to 15.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2022**

INDIRECT METHOD	31.12.2022	31.12.2022
CASH FLOWS FROM OPERATING ACTIVITIES	TZS	TZS
Surplus / (Deficit ) for the year	-	301,050
<b>Cash flow before movement in working capital</b>	-	301,050
Movement in working capital		
Increase/decrease in trade and other receivables	13,540,204.79	(12,459,796)
Increase/ decrease in payables	<b>(25,723,891)</b>	<b>(207,316,549)</b>
Increase/ decrease in payables		-
<b>Net Cash flow from operating activities A</b>	<b>(12,183,686)</b>	<b>(219,475,295)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of fixed asset	-	-
Disposal of fixed asset	-	-
<b>Net Cash from Investing activities B</b>	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Transfer to/from consolidation adjustment	27,103,966	(18,464,437)
<b>Net cash flows from investing activities C</b>	<b>27,103,966</b>	<b>(18,464,437)</b>
<b>Cash and cash equivalents during the year A+B+C</b>	<b>14,920,280</b>	<b>(237,939,733)</b>
Cash and cash equivalents at the beginning of the year	83,297,161	321,236,893
<b>Cash and cash equivalents at the end of the year</b>	<b>98,217,440</b>	<b>83,297,161</b>

The notes on pages 22 to 33 form part of these financial statements, Independent auditors' report on page 14 to 15.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**STATEMENT OF BUDGET VS ACTUAL FOR THE YEAR ENDED 31 DECEMBER 2022**

Details	Budget Jan - Dec 2022	Actual Jan-Dec 2022	Over Budget	% of Budget
<b>GRANTS RECEIVED</b>	<b>TZS</b>	<b>TZS</b>		
Assistance to refugees and asylum seekers in Camps and urban areas	2,983,523,260	2,983,523,260	-	0
Safe and Sustainable Environment for PSN in Refugee & Host community	619,490,205	619,490,205	-	0%
Environmental conservation in Nyarugusu refugee Camp & Kasulu DC	23,148,284	23,148,284	0	(0.00)
<b>NET GRANTS RECEIVED</b>	<b>3,626,161,749</b>	<b>3,626,161,749</b>	0	(0.00)
<b>SPENT GRANTS</b>				
Assistance to refugees and asylum seekers in Camps and urban areas	2,983,523,260	2,979,139,313	4,383,948	0%
Safe and Sustainable Environment for PSN in Refugee & Host community	619,490,205	619,490,205	-	0%
Environmental conservation in Nyarugusu refugee Camp & Kasulu DC	23,148,284	23,132,877	15407	0%
<b>TOTAL SPENT GRANTS</b>	<b>3,626,146,342</b>	<b>3,621,762,395</b>	4,399,355	0%
Surplus Refunded ToDONORS		<b>4,383,948</b>		

The notes on pages 22 to 33 form part of these financial statements, Independent auditors' report on page 14 to 15.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

*NOTES TO THE FINANCIAL STATEMENTS*

**1. Reporting Entity**

Relief to Development Society (REDESO) is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading project implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions

**Mandate**

Relief to Development Society (REDESO) is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading project implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions

**2. Basis of Preparation**

These financial statements have been prepared on accrual basis under the historical cost, unless otherwise stated, and in accordance with the International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Tanzanian Shillings (TZS)

**Going concern**

The financial statements have been prepared on going concern basis which assumes that the organization will continue in operational existence for the foreseeable future.

**Statement of compliance**

The annual financial statements have been prepared in accordance with and comply with the International Public Sector Accounting Standards (IPSAS) and the requirement of Non-Governmental Organization Act, 2002 (revised 2005).

**Changes In Accounting Policy and Disclosures**

REDESO adopted the International Public Sector Accounting Standards (IPSAS) to replace the International Financial Reporting Standards (IFRS). IPSAS is more appropriate financial reporting framework to the organization standards and interpretations as reflected to pronouncement issued by NBAA. Adopted financial reporting framework had no impact to the financial performance or financial position of the organization during the year under reporting.

The accounting policies adopted are consistent with those of the previous financial year. Standards that are issued but not yet effective and those which are effective for accounting period beginning on or after 01st January 2022 are listed below:

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

*NOTES TO THE FINANCIAL STATEMENTS CTD*

- IPSAS 41 – Financial Instruments – Effective from 1st January 2022, with early adoption encouraged.
- IPSAS 42 – Social Benefits – Effective date from 1st January 2022, with early adoption encouraged.

New and amended standards and interpretations that became effective during the year did not have any impact on the accounting policies, financial position or performance of the organization.

**Summary of Significant Accounting Policies**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated.

**a) Revenue recognition**

The Organization's revenue comprises of grants revenue from donors.

**Revenue from non-exchange transactions**

**Grants**

Grant receipts represents funds received from various donors to meet projects operating expenditures. General grants receipts are recognized when revenue received. Grants for implementation of contractual project activities is recognized to the extent that the project related expenses are incurred. Contributions received but not yet utilized are deferred and included in liabilities. The deferred grant revenue amounts recorded in the statement of financial position represent the amount of grant revenue received but not utilized by the reporting date.

- Grant revenue used to acquire property and equipment is referred as capital grant. The capital grants are amortized on a systematic basis to match the depreciation or amortization charge on the assets.
- All grants income except those in form of income tax benefits are measured at the fair value of the asset received or receivable.

**b) Recognition of expenditure**

Expenditure in respect of goods and services is generally recognized in the statement of performance at the time when they are incurred.

**c) Translation of Foreign Currencies**

Transactions denominated in foreign currencies during the period are converted to Tanzania shillings at rates ruling at the transaction dates. Assets and liabilities at the reporting date, which are expressed in foreign currencies, are translated into Tanzania shillings at rates ruling at that date (closing rate).

**d) Property, Plant and Equipment**

In the REDESO financial records and financial statements, fixed assets acquired are initially capitalized and depreciated through the capital fund over their expected useful lives using the straight-line method.

Gains and losses on disposal of property and equipment are determined by reference to their carrying amount and are considered in determining the surplus or deficit.

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the receipts and payments statement in the year the item is derecognized.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

*NOTES TO THE FINANCIAL STATEMENTS CTD*

Depreciation of fixed assets	Rate
The following are the rates for depreciation of fixed assets:	
Land and buildings	4%
Office furniture	12.5%
Office machinery and equipment	12.5%
Motor vehicles	12.5%
Motor cycles	25%
Working equipment	12.5%

**e) Impairment of Assets**

At each reporting date, the organization assesses whether there is any indication that any asset (Property, plant and equipment intangible assets or goodwill) may be impaired. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount. If the carrying amount is lower it is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit or loss.

**f) Trade and other receivables**

Trade and other receivables are carried at the original invoice amount less the provision made for the impairment of these receivables. Such impairment of trade and other receivables is established if there is objective evidence that the organization will not be able to collect all amounts due according to the original terms of the receivables.

**g) Cash and Bank**

Cash and cash equivalents shall comprise cash at hand and deposits held at call with banks. Bank overdrafts, if any, are to be reported under current liabilities.

**h) Trade and other Payables**

Trade and other payables are carried at the fair value of the consideration paid in future for the goods or services that have been received or supplied or invoiced or formally agreed with the supplier.

**i) Provision and Contingencies**

Provisions are recognized when the organization has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the obligation.

**j) Income Tax**

Income tax is recognized as an expense and included in the statement of comprehensive income. Current taxation for current and prior periods is, to the extent unpaid, recognized as a tax payable in the statement of financial position. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognized as a tax receivable in the statement of financial position. Current taxation liabilities and current taxation assets are measured at the amount expected to be paid to/ (recovered from) the tax authorities, using the tax rates and tax legislation that have been enacted or substantively enacted at the reporting date.

**k) Budget information**

The annual budget is prepared on the accrual basis, that is, all planned costs and revenue are presented in a single statement to determine the needs of the organization. As a result of the adoption of the accrual basis for

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

budgeting purposes, there are no basis or timing differences that would require reconciliation between the actual comparable amounts and the amounts presented as a separate additional financial statement in the statement of comparison of budget and actual amounts. Explanatory comments are provided in the notes to the annual financial statements; first, the reasons for overall growth or decline in the budget are stated, followed by details of overspending or under-spending online items. These budget figures are those approved by governing board at the beginning of and during the year following a period of consultation with the public.

**l) Significant Accounting judgments, Estimates and Assumptions**

The preparation of the organization's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date.

However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

**m) Judgments**

In the process of applying the organization's accounting policies, management has made the following judgment which has the most significant effect on the amounts recognized in the financial statements:



**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDES)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**NOTE: 2 NEW STANDARDS AND INTERPRETATIONS**

**TECHNICAL PRONOUNCEMENT NO 3 OF 2020 REQUIREMENT FOR NGOs AND ASSOCIATIONS TO APPLY INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS (IPSASs)**

The Accountants and Auditors (Registration) Act Cap.286 [R.E 2002] empowers NBAA to issue accounting and auditing standards and guidelines as appropriate and ensure compliance with those standards and guidelines by its members and other stakeholders.

The main objectives of issuing standards and guidelines is to make sure that adequate accounting and related records are properly maintained and that high professional standards are adhered to in the performance of the accounting/auditing function and promoting uniformity of financial reporting and provision of useful information to the users of financial statements.

The current financial reporting standards which are in use in Tanzania are: International Financial Reporting Standards (IFRSs), International Public Sector Accounting Standards (IPSASs), IFRS for SMEs and Financial Reporting Standards for Micro Entities (FRSME).

The Technical Pronouncement No.1 of 2015 and its related subsequent Technical Pronouncement No. 1 of 2018 on the scope of applicability of IFRSs, IPSASs, IFRS for SMEs and FRSME in Tanzania revealed that IPSASs are designed to apply to public sector entities with all of the following characteristics:

- a. Are responsible for delivery of services to benefit the public/or to redistribute income and wealth.
- b. Mainly finance their activities, directly or indirectly by means of taxes or transfer from other level of government, social contribution, debt or fees.
- c. Do not have capital providers that are seeking a return on their investment or a return of their investment; and
- d. Do not have a primary objective to profit.

The Non-Governmental Organizations Act 2002 and the Societies Act, (CAP. 337) have gone through major amendments under the Written Laws Miscellaneous No.3 Act of 2019 regarding registrations and operations of these entities. The amended law requires a high degree of adherence to the principles of financial transparency, good governance and accountability in the provision of public services.

In light of the above and the need for NGOs and Associations to have a common financial reporting framework in the country, the NBAA Governing Board at its 182<sup>nd</sup> meeting held on 22<sup>nd</sup> June, 2020 approved the applicability of IPSASs by NGO's and Associations in Tanzania. Therefore, all NGOs and Associations are be required to use IPSASs in preparation of their general purpose financial statements from the effective date of this pronouncement.

This Technical Pronouncement will became effective for reporting periods beginning on or after 1st July, 2021.

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**NOTE 3: NON-CURRENT ASSETS SCHEDULE**

Particulars	Land and buildings	Office Furniture	Office Machinery and equipment	Motor Vehicles	Motor Cycles	Working Equipment	Total
	TZS	TZS	TZS	TZS	TZS	TZS	TZS
Cost as at 01.01.2022	686,704,669	40,018,164	66,922,770	114,417,570	35,233,000	15,000,000	958,296,173
Additions/(deletions)	-	-	-	-	-	-	-
Cost as at 31.12.2022 (A)	686,704,669	40,018,164	66,922,770	114,417,570	35,233,000	15,000,000	958,296,173
Depreciation as at 01.01.2022	376,749,838	38,241,558	66,922,770	114,417,570	35,233,000	15,000,000	646,564,736
Charge for the year	27,468,186.76	1,776,607	-	-	-	-	29,244,794
Depreciation as at 31.12.2022 (B)	404,218,025	40,018,165	66,922,770	114,417,570	35,233,000	15,000,000	675,809,530
NBV AS AT 31.12.2022 (A-B)	282,486,644	-	-	-	-	-	282,486,644
NBV AS AT 31.12.2021	309,954,831	1,776,607	-	-	-	-	311,731,438

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

NOTE 4:	<b>INVESTMENT</b>	31/12/2022		31/12/2021
	This consists of 5,000 shares of TZS 250/=in NICO	1,250,000		1,250,000

NOTE 5:	<b>BANK BALANCES</b>	31/12/2022		31/12/2021
	CRDB Holland house (OXFAM)TZS	23,972.29		179,214.78
	NBC Corporate branch (HELPAGE )	100,000		-
	NBC Corporate branch (UNHCR) Urban	24,747,291.79		18,116,563.31
	CRDB Shinyanga Branch (OXFAM)	89,601		4,691,424
	NMB Kibondo (HELPAGE)	198,504.82		102,330
	NMB Kibondo(UNHCR)	3,637,241.26		908,464.60
	DTB DSM Rent account	793,024.33		6,298,192.17
	NMB DSM-General Account	24,724,744.90		24,587,913.08
	REDESO Education Account-Kibondo	158,718.58		218,379.09
	NMB-Kasulu	88,974.17		27,994,086.81
	CRDB Holland house (Little Sun Foundation) Dollar	43,655,366.48		200,592.64
	<b>TOTAL</b>	<b>98,217,440</b>		<b>83,297,161</b>

NOTE 6:	<b>RENT RECEIVABLE</b>	31/12/2022		31/12/2021
	KEPOCO	58,695,496		58,695,496
	Tanzania Multi consult	13,070,312		13,070,312
	Galaxy project	2,152,261.74		5,152,262
	TMCA	7,522,549		10,522,549
	KUYELA	9,925,661.62		24,790,892.31
	DESIGN	18,950,072.40		12,184,293.72
	AVOTICK LTD	2,152,261.74		5,152,262
	CLASSIC	150,324.74		150,325
	KAMU	14,742,441		11,183,193
	<b>TOTAL</b>	<b>127,361,380.24</b>		<b>140,901,585.03</b>

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

Note 7	CAPITAL FUND	31/12/2022	31/12/2021
	Balance as at 31.12.	311,731,438	344,201,895
	Prior year adjustment	-	
	Less: Depreciation	(29,244,794)	(32,470,457)
	Balance as at 31.12.	<b>282,486,644</b>	<b>311,731,438</b>

Note 8	ACCOUNTS PAYABLES	31/12/2022	31/12/2021
	Audit fee payables	8,000,000	12,694,000
	Contractual Commitments (Note 9)	4,399,355	25,429,246
	<b>TOTAL</b>	<b>12,399,355</b>	<b>38,123,246</b>

Note 9	Unspent Grants	31/12/2022	31/12/2021
	DRR-Kishapu	-	4,478,395.34
	Gender & Equity Empowerment	-	3,425
	NBC Corporate branch (UNHCR) Urban	4,383,948	20,539,336
	NMB Kibondo (OXFAM)-DRR Kibondo	-	
	Environmental Conservation Project	15,407	-
	OHK 5	-	207,497
	Little sun FOUNDATION	-	200,593
	<b>TOTAL</b>	<b>4,399,355</b>	<b>25,429,246</b>

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

Note 10  
(a)

LOCAL INCOME	31/12/2022	31/12/2021
AVOTIC Limited rent	4,379,289	3,352,055
CLASSIC rent	4,379,289	3,927,656
GALAX rent	4,379,289	3,352,055
DESIGN CONCERN	6,765,779	6,765,779
KUYELA rent	5,134,769	5,134,769
KAMU rent	3,559,248	3,559,248
Other incomes PICS	12,220,925	
<b>Total</b>	<b>40,818,587</b>	<b>3,559,248</b>

Note 10  
(b)

REDESO Local expenses	31/12/2022	31/12/2021
Audit fees and expense	8,000,000	12,694,000
Bank charges	340,934	334,562
Board meeting expenses	1,400,000	
Membership fees & seminars	800,000	567,500
staff travel	450,000	1,050,000
Administration costs	25,077,653	3,685,000
Registration fees	-	2,640,000
Funeral expenses	1,000,000	700,000
Air ticket	1,150,000	1,426,450
Fuel for vehicle & generator	-	330,000
Staff travel allowances	1,600,000	-
Overseas / local staff travel	-	2,363,000
Medical expense support	1,000,000	
<b>Total</b>	<b>40,818,587</b>	<b>25,790,512</b>

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**NOTE 11: ASSISTANCE TO REFUGEES AND ASYLUM SEEKERS**

Details	Jan-Dec 2022	Budget	\$Over Budget	% of Budget
<b>Income</b>	-	-		
<b>Note 11. Assistance to refugees &amp; asylum</b>				
OA8: Wellbeing and basic needs	310,652,500	310,652,500	-	100%
OA8: Wellbeing and basic needs	7,873,000	7,873,000	-	100%
OA10: Health-Health-lives	318,501,597.86	318,501,597.86	-	100%
EA17: System-System and process	407,706,363.49	407,706,363.49	-	100%
OA8: Wellbeing and basic needs	324,213,394.81	324,213,394.81	-	100%
OA9: Housing-Sustainable housing and Settlement	144,353,202	144,353,202	-	100%
EA17: System-System and process	444,054,592.16	444,054,592.16	-	100%
OA7: Community-Community engagement & women empowerment	149,512,198.2	149,512,198.2	-	100%
OA8: Wellbeing and basic needs	404,106,751.31	404,106,751.31	-	100%
OA9: Housing-Sustainable housing and Settlement	100,263,029.50	100,263,029.50	-	100%
EA17: System-System and process	372,286,630.94	372,286,630.94	-	100%
Total assistant to refugee & asylum	2,983,523,260.27	2,983,523,260.27	-	100%
Unspent grant	(4,383,947.66)	-	-	-
Total unspent	(4,383,947.66)	-	-	-
<b>Net Total Income</b>	<b>2,979,139,312.61</b>	<b>2,983,523,260.27</b>	<b>(4,383,947.66)</b>	<b>100%</b>

<b>EXPENSES</b>				
<b>Note 11B. Assistance to refugees &amp; asylum</b>				
OA8: Wellbeing and basic needs	304,292,819.03	310,652,500	(6,359,680.97)	98%
OA8: Wellbeing and basic needs	7,773,000	7,873,000	(100,000)	99%
OA10: Health-Health-lives	327,857,207.62	318,501,597.86	9,355,609.76	103%
EA17: System-System and process	404,660,386.24	407,706,363.49	(3,045,977.25)	99%
OA8: Wellbeing and basic needs	321,488,434.05	324,213,394.81	(2,724,960.76)	99%
OA9: Housing-Sustainable housing and Settlement	143,540,099.99	144,353,202	(813,102.01)	99%
EA17: System-System and process	451,484,059.43	444,054,592.16	7,429,467.27	102%
OA7: Community-Community engagement & women empowerment	146,833,800.08	149,512,198.2	(2,678,398.12)	98%
OA8: Wellbeing and basic needs	410,094,690.09	404,106,751.31	5,987,938.78	101%
OA9: Housing-Sustainable housing and Settlement	107,408,744	100,263,029.50	7,145,714.50	107%
EA17: System-System and process	353,706,072.08	372,286,630.94	(18,580,558.86)	95%

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

<b>Total expenses</b>	2,979,139,312.61	2,983,523,260.27	(4,383,947.66)	100%
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**NOTE12:**  
**Safe and Sustainable Environment for PSN in Refugee & Host Community**

	Jan-Dec 2022	Budget	Over Budget	% of Budget
<b>Income</b>				
Safe and Sustainable Environment for PSN in Refugee camp& Host Communities				
Total Income	619,490,205	619,490,205	-	100%
Note 12: Unspent grants	619,490,205	619,490,205	-	
Total note: Unspent grants			-	100%
Total Income	619,490,205	619,490,205	-	100%
<b>Expenses</b>				
R1.1 Training Community Outreach team & humanitarian	13,958,431.98	13,958,431.98	-	100%
R1.3 Training to government district on Disaster preparedness	48,371,698	48,371,698	-	100%
R1.4 Training of Local &Regional structures on protection	99,407,924	99,407,924	-	100%
R1.5 Undertake quarterly coordination & Complementary meeting	1,532,000	1,532,000	-	100%
R3.3 Training Community based protection actor	15,564,999.99	15,564,999.99	-	100%
R4.1.2&3 Initial follow up training of youth & Older people	139,337,892	139,337,892	-	100%
R4:2.1 Community level awareness campaign on Intergenerational	6,230,000	6,230,000	-	100%
R4:2.2 Facilitate community Dialogues on International day	13,709,000	13,709,000	-	100%
R5:1 Conduct market survey for potential climate adaptive	2,510,000	2,510,000	-	100%
R5:5 Establish community based cooperative saving scheme	12,518,500	12,518,500	-	100%
R6: Monitoring and Evaluation	22,206,120	22,206,120	-	100%
R7:Travel Cost	23,665,450.85	23,665,450.85	-	100%
R8:Staff Cost	181,964,660.86	181,964,660.86	-	100%
R9:Admin Cost	38,513,527.32	38,513,527.32	-	100%
Total Note :12	619,490,205	619,490,205	-	100%
Total Expense	619,490,205	619,490,205	-	100%

<b>Note 13: Environmental Conservation Project</b>				
<b>Income</b>				
Environmental Conservation	23,148,284.15	23,148,284.15		100%
Un spent grants	(15,407.15)			
Total Income	23,132,877	23,148,284.15	(15,407.15)	100%

**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

Expense				
IRC01:Facilitate one School club in natural resources mgt by training	9,386,777	9,386,777		100%
IRC02 Enhancing and supporting 3 CBOs	5,091,100	5,091,100	-	100%
IRC03Producing Information Education and Communication	2,200,000	2,200,000	-	100%
IRC04Strengthening protection and Conservation	5,715,000	5,715,000		100%
IRC05 Monitoring and followup on tree nurseries and fabrication of limed cement	740,000	755,407.15		98%
Total Expenses	23,132,877	23,148,284.15	-	100%

**Note 14: Explanation of Variances**

**The variances on two projects are explained as follows:**

Project 1: Environmental conservation in Nyarugusu refugee Camp & Kasulu DC TZS 15,407 and  
 Project 2: Assistance to refugees and asylum seekers in Camps and urban areas TZS 4,383,948  
 Were unspent grants subsequently refunded to the respective donors.

The variances to **project 1** resulted from increase in price of fabrication of fuel efficient stoves therefore resulted to decrease the number of Targeted Fuel Efficient stoves which resulted to savings since the saved amount was not enough to fabricate FES hence unspent grants.

The variances to **project 2** resulted from Medical Referral POC who were referred from the camps to Referral Hospitals for treatment most of their cases were different in terms of cost than the budgeted cost as result there were unspent amount to that budget lines, also another Variances resulted from staff who resigned their employment contracts and the replacement of the Vacant position took some time as recruitment processes and procedures were to be followed, this resulted to Unpaid monthly salary for some position hence unspent grants.



**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

Expense				
IRC01:Facilitate one School club in natural resources mgt by training	9,386,777	9,386,777		100%
IRC02 Enhancing and supporting 3 CBOs	5,091,100	5,091,100	-	100%
IRC03Producing Information Education and Communication	2,200,000	2,200,000	-	100%
IRC04Strengthening protection and Conservation	5,715,000	5,715,000		100%
IRC05 Monitoring and followup on tree nurseries and fabrication of limed cement	740,000	755,407.15		98%
Total Expenses	23,132,877	23,148,284.15	-	100%

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**RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)**  
**DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022**

**Annex 1: CONTRACTUAL COMMITMENT**

Particulars	31/12/2022	31/12/2021
DRR-Kishapu	-	4,478,395.34
Gender & Equity Empowerment	-	3,424.66
NBC Corporate branch (UNHCR) Urban	4,383,947.66	20,539,336
Environmental Conservation Project	15,407.15	-
Safe and Sustainable Environment for PSN in Refugee Camp and Host Community	-	-
OHK 5	-	207,497.40
Little sun FOUNDATION	-	200,592.64
<b>TOTAL</b>	4,399,354.81	25,429,246.04

**ANNEX 2. PARTNER INTEGRITY CAPACITY SUPPORT**

Particulars	31/12/2022
Audit fees TMC associates –(year 2021)	12,694,000
Board meeting expenses	3,052,800
Fuel for vehicle	4,382,844
Air tickets	6,172,000
Administration Costs	80,870,561.82
DSA to staff for local travel	6,032,000
Tax	1,246,127
Security service cost	5,199,500
NGO Registration & other fees	4,178,110.85
Professional Seminars & fees	3,470,000
<b>Total</b>	<b>127,297,943.67</b>