

**COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024



COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2024

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COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

ORGANISATION INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2024

REGISTERED OFFICE: **COMMUNITY MOBILISATION FOR RECIPROCAL
DEVELOPMENT IN TANZANIA (CMSR-TANZANIA)**
P.O.BOX 181,
DODOMA,
TANZANIA.

AUDITOR: **AUDITMAX FINANCIAL CONSULTANCY**
Certified Public Accountants in Public Practice
P.O BOX 95921.
DAR ES SALAAM.
TANZANIA.

BANKER(S) **NBC BANK LTD**
DODOMA BRANCH,
P.O. BOX 1443
DODOMA, TANZANIA

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

REPORT OF THE ORGANISATION
FOR THE YEAR ENDED 31ST DECEMBER 2024

CMSR	Community Mobilisation for Reciprocal Development in Tanzania.
IAS	International Accounting Standards
IASB	International Accounting Standards Board
ICT	Information Communication Technology
IFRS	International Financial Reporting Standards
IPSAS	International Public Sector Accounting Standard
ISA	International Standard on Auditing
IT	Information Technology
USD	United States Dollar
TZS	Tanzanian Shilling
NBAA	National Board of Accountants and Auditors
IESBA	International Ethics Standards Board for Accountants

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

REPORT OF THE ORGANISATION
FOR THE YEAR ENDED 31 DECEMBER 2024

1.0 INTRODUCTION

The board members of **COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA (CMSR-TANZANIA)** present their report together with the audited financial statements of the Organisation for the year ended 31st December 2024.

2.0 OVERVIEW

CMSR-Tanzania is a registered non-profit-making organisation registered under the Non-Government Organisation Act, 2002 with registration number 00NGO/R1/00411 with main objectives to complement and support the efforts of the Government of Tanzania in the implementation of community development projects targeting more people living in rural areas to alleviate extreme poverty among them. It was registered at Tanzania Revenue Authority (TRA) with Tax Identification Number (TIN) 104-772-242 with effect from 29th June 2006.

3.0 INCORPORATION

The organisation is domiciled in Tanzania Mainland where it is registered under Non-Government organisation Act, 2002 in 2012.

4.0 MISSION

CMSR-TZ operates in all over the country in Tanzania Mainland, works in partnership with local and international organisations, and the Government to support the local communities especially the most-at-risk population in implementing activities to achieve poverty alleviation.

5.0 VISION

To ensure that community development activities are conducted by the entire community to guarantee ownership and sustainability.

6.0 PRINCIPAL ACTIVITIES OF THE CMSR TANZANIA

The core activities are.

- a) To undertake community development projects with the help of the local population to encourage self-sufficiency and sustainability through a participatory approach.
- b) To Increase access to clean and safe water among rural inhabitants according to the National Water Policy.
- c) To empower youths through life support skills related to entrepreneurship and reproductive health.
- d) To Sensitize, educate and raise awareness in the community about the prevention and control of epidemic health problems and other health-related problems.
- e) To Facilitate and advocate for children's rights particularly access to education, health and social services.
- f) To conduct operational research in health-related aspects for the improvement of primary health care in the community.
- g) To Support income-generating activities, especially to identified groups of women and youth in their respective rural communities.
- h) To Promote improved hygiene and sanitation services at household and institutional levels.
- i) To Support and Advocate for improved Maternal and Child Health Services.
- j) To advocate for gender equality, human rights and good governance.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

REPORT OF THE ORGANISATION
FOR THE YEAR ENDED 31ST DECEMBER 2024

- k) To educate peasants on good agronomic practices and animal husbandry to improve household nutrition at the household level.

7.0 BOARD MEMBERS

The members of the board who served during the year and at the time of this report were:

SN	NAME	POSITION	QUALIFICATION	APPOINTED/RE-APPOINTED	NATIONALITY
1	Kyuza Joseph Kitundu	Board Chairman	Masters of Public Administration	04 th Jan,2024	Tanzanian
2	Josephine Kihoza Pamilla	Deputy Board Chairperson	Masters of Science in Management of Development	04 th Jan,2024	Tanzanian
3	Dr. Jacob A Chembele	Board Member	Masters of Public Health (MPH)	04 th Jan,2024	Tanzanian
4	Ms. Blandina A Paul	Board Member	Bachelor Degree in Special Education	04 th Jan,2024	Tanzanian
5	Juma Mohamed Mulika	Board Member	Masters in Administration, CPA(T), CIA	04 th Jan,2024	Tanzanian
6	Elirehema Y Swai	Board Member	Masters of Soil Science and Land Management	04 th Jan,2024	Tanzanian

8.0 CORPORATE GOVERNANCE

The Board Members are committed to the principles of good corporate governance and recognize the need to conduct the business in accordance with generally accepted best practice. In so doing the board members therefore confirm that;

- a) The board meets twice a year and whenever there is an extraordinary meeting to discuss organisational matters;
- b) They retain full and effective control over the organisation and monitor executive management;
- c) Board members accepts and exercises responsibility for strategic and policy decisions, the approval of budgets and monitoring of performance; and

They bring skills and experience from their own spheres of expertise to complement the professional experience and skills of management team.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

REPORT OF THE ORGANISATION
FOR THE YEAR ENDED 31ST DECEMBER 2024

9.0 MANAGEMENT

The management of the organisation is under board of Board members, which is being assisted by the Executive Director who also is the Board Secretary, supervises day-to-day activities in all organisation departments.

10.0 SOLVENCY

The Board members have reviewed the current financial position of the organisation and existing long and short-term borrowings. On the basis of this review, the board members are satisfied that the organisation is a solvent going concern as its short-term liabilities are fully covered by current assets. The Organisation's state of affairs as at 31st December 2024 is set out on page 11 of the financial statements.

11.0 PERFORMANCE OF THE YEAR

The results of the operations of the organisation are set out on page 12 of these financial statements.

12.0 FINANCIAL POSITION

The organisation financial position is set out on page 11 of these financial statements.

13.0 RISK MANAGEMENT AND INTERNAL CONTROL

The board accepts final responsibility for the risk management and internal control systems of the organisation. It is the task of management team to ensure that adequate internal financial and operational control system 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 organisation's asset.
- Compliance with applicable laws and regulations.
- The reliability of accounting records.
- Business sustainability under normal as well as adverse conditions; and
- Commitment and responsible behaviours towards all stakeholders.

The efficiency of any internal control system is dependent 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 absolute assurance against misstatement or losses, the organisation system is designed to provide the board with reasonable assurance that the procedures in place are operating effectively.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

REPORT OF THE ORGANISATION
FOR THE YEAR ENDED 31ST DECEMBER 2024

The board assessed the internal control systems throughout the financial year ended 31st December 2024 and is of opinion that they met accepted criteria.

14.0 POLITICAL AND CHARITABLE DONATIONS

During the period under review the organisation did not donate anything to political or charitable organisation.

15.0 EMPLOYEE WELFARE

Management/Employees Relationship

The relationship between employees and management was good. There were no unresolved complaints received by the management from the employees during the reporting period.

Employees Benefit Plan

The Organisation pays contributions to a publicly administered pension plan National Social Security Fund (NSSF) on mandatory basis which qualifies to be a defined contribution plan. During the year under review the organisation has eight employee.

16.0 GENDER PARITY

The Organisation is equal 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, tribes and religion which does not impair ability to discharge duties.

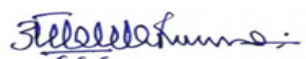
17.0 SUBSEQUENT EVENTS

There is no subsequent event that have occurred which are either to be disclosed or to be adjusted in financial statements that could materially affect the financial statements as at 31st December 2024.

18.0 AUDITORS

The Auditors, Auditmax Financial Consultancy has expressed their willingness to continue in office and are eligible for re-appointment. A resolution proposing the re-appointment of Auditmax Financial Consultancy as auditors of the organisation will be put to the annual general meeting.

BY ORDER OF THE BOARD



EXECUTIVE DIRECTOR
20.03.2025



COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

STATEMENT OF BOARD MEMBERS RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

The Non-Governmental Organisation Act of 2002 requires the Management Team under the Head of Finance to prepare financial statements for financial year which give true and fair view of the state of affair of the organisations as at the end of financial year and of results of the organisation for that year. It also requires the Board members to ensure that the organisation keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the organisation. They are also responsible for safeguarding the assets of the organisation.

The Management Team are responsible for the preparation of financial statements that give a true and fair view in accordance with International Public Sector Accounting Standards and the requirements of the non-organisation act, 2002 and for internal controls as Board members determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Management Team under the Head of Finance accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards and in the manner required by the establishment act. The team members are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organisation and of its operating results. The organisation further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

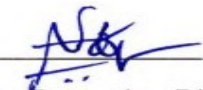
Nothing has come to the attention of the Organisation to indicate that the Organisation will not remain a going concern for at least twelve months from the date of this statement.

Approval of the financial statements

The annual financial statements of Community Mobilisation for Reciprocal Development In Tanzania (CMSR-Tanzania), as identified in the first paragraph, were approved by the board on **20.03.2025** and signed on its behalf by;



Executive Director



Deputy Executive Director



COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

DECLARATION OF HEAD OF FINANCE
FOR THE YEAR ENDED 31 DECEMBER 2024

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 Board members/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 Board members/Governing Body as under Board members Responsibility statement on an earlier page.

I **GEORGE NDEKWA** being the Head of Finance of Community Mobilisation for Reciprocal Development in Tanzania (CMSR-Tanzania) hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31st December 2024 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 Community Mobilisation for Reciprocal Development in Tanzania (CMSR-Tanzania) as on that date and that they have been prepared based on properly maintained financial records.



Signed by:

Position: FINANCIAL CONSULTANT

NBAA No: GA. 8866

Date: 20.03.2025

AUDIT REPORT ON THE FINANCIAL STATEMENTS

TO THE CHAIRMAN,
COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA.
P.O.BOX 181,
DODOMA.

Introduction

We have audited the financial statements of Community Mobilisation For Reciprocal Development In Tanzania (CMSR-Tanzania), which comprise the statement of financial position as at 31st December 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

Opinion

In our opinion, the organisation financial statements give a true and fair view of the organisation financial position of the Community Mobilisation for Reciprocal Development in Tanzania (CMSR-Tanzania) as at 31 December 2024, and financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standards and the requirements of the Non-government organisation Act, 2002

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 organisation financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the organisation in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the ethical requirements of the National Board of Accountants and Auditors (NBAA) that are relevant to our audit of the financial statements in Tanzania. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the NBAA.

Other information

The Board members are responsible for the other information. The other information comprises report of Board members but does not include the organisation financial statements and our auditor's report thereon.

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

In connection with our audit of the organisation financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the organisation 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, 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 the Board members for the financial statements

The Board members are responsible for the preparation and fair presentation of the organisation financial statements in accordance with International Public Sector Accounting Standards and the requirements of the Non-government organisation Act, 2002, and for such internal control as the Board members determine is necessary to enable the preparation of the organisation financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the organisation financial statements, the Board members are responsible for assessing the Organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board members either intend to liquidate the organisation or to cease operations, or have no realistic alternative but to do so. The Board members are responsible for overseeing the organisation's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the organisation 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 organisation financial statements.

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

- Identify and assess the risks of material misstatement of the organisation 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 the Board members.
- Conclude on the appropriateness of the Board members' 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 Organisation'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 organisation 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 Organisation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the organisation financial statements, including the disclosures, and whether the organisation financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board members 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.

We also provide the Board members with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board members, we determine those matters that were of most significance in the audit of the organisation financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

As required by the establishment act, we are also required to report to you if, in our opinion, the Organisation' Report is consistent with the financial statements, if the Organisation has kept proper accounting records, if the financial statements are in agreement with the accounting records, if we have received all the information and explanations we require for our audit, or if information specified by law regarding Organisation' remuneration and transactions with the Organisation is disclosed. In respect of the foregoing requirements, we have no matter to report.

The National Board of Accountants and Auditors (NBAA) is a Tanzanian accountancy professional body established under the Auditors and Accountants (Registration) Act No 33 of 1972, as amended by Act No 2 of 1995. It is an accountancy regulatory professional body, operating under the Ministry of Finance and Economic Affairs of Tanzania (MOFEA). The board has been issuing Technical Pronouncements with a view of improving the implementation of accounting standards in Tanzania as and when necessary. As required by the Technical Pronouncement No. 1 of 2016 all financial statements are supposed to include the Declaration by Head of Finance/Accounting indicating name of the professional accountant, signature, date signed, and the NBAA membership number of the signatory.

With the view of the above the Organisation financial statements include the declaration of the head of finance as required by the technical pronouncement hence compliance to the NBAA pronouncement No. 1 of 2016.



Signed by

CPA ALEX MAHENGE, ACPA-PP 3450

MANAGING PARTNER

For on Behalf of AUDITMAX FINANCIAL CONSULTANCY

P.O. Box 95921

Dar es Salaam

Date: 10.04.2025

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2024

STATEMENT OF FINANCIAL PERFORMANCE

	Notes	2024 TZS	2023 TZS
Revenue From Non- Exchange Transactions			
Grants Used During the year	4	1,975,975,201	974,176,809
Revenue from Exchange Transactions		-	-
Total Revenue		1,975,975,201	974,176,809
Expenses			
Project Expenses -Fund Expenditure	5	1,798,092,201	775,457,015
Volunteers Administration Costs	6	7,397,509	36,732,415
Personnel Expenses	7	104,872,568	100,095,404
Administration and Operating Expenses	8	62,447,743	58,608,391
Financial Expenses	9	939,880	1,159,119
Depreciation	3	2,225,301	2,124,464
Total Expenses		1,975,975,201	974,176,809
Other Gain/(Loss)			
Gain/(loss) on Forex Transactions	10	-	-
Gain/(loss) on Sale of Assets		-	-
Total other Gain/Loss		-	-
Surplus/(Deficit) During the year		-	-

The financial statements on pages 11 to 14 were approved for issue by the board of the Board members on **20.03.2025** and signed on its behalf by:

EXECUTIVE DIRECTOR



Date: 20.03.2025

The notes on pages 15 to 25 are an integral part of these financial statements.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024

STATEMENT OF FINANCIAL POSITION AS 31ST DECEMBER 2024

	NOTES	31.12.2024 TZS	31.12.2023 TZS
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	3	12,180,906	9,906,208
Current Assets			
Cash and Cash Equivalents	11	280,309,208	90,293,424
		280,309,208	90,293,424
TOTAL ASSETS		292,490,115	100,199,632
EQUITY AND LIABILITIES			
Reserves			
Retained Earning		(390,625)	(390,625)
Total		(390,625)	(390,625)
Current Liabilities			
Creditors & Accruals	12	9,000,000	4,500,000
Differed Donors Grants	4	285,020,740	96,090,257
Third Part funds	13	(1,140,000)	-
Total		292,880,740	100,590,257
TOTAL EQUITY AND LIABILITIES		292,490,115	100,199,632

The financial statements on pages 11 to 14 were approved for issue by the board of the Organisation on **20.03.2025** and signed on its behalf by:



EXECUTIVE DIRECTOR

Date: 20.03.2025



The notes on pages 15 to 25 are an integral part of these financial statements.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

STATEMENT OF CHANGES IN EQUITY

Details	Reserves Fund	Retained Earnings	Total Accumulated Fund
	TZS	TZS	TZS
Paid up capital 01.01.2024	-	(390,625)	(390,625)
Additional			-
Profit/(Loss) for the year	-	-	-
As at 31 December 2024	-	(390,625)	(390,625)

The financial statements on pages 11 to 14 were approved for issue by the board of the Organisation on **20.03.2025** and signed on its behalf by:



EXECUTIVE DIRECTOR

Date: 20.03.2025



The notes on pages 15 to 25 are an integral part of these financial statements.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

STATEMENT OF CASH FLOWS

	2024 TZS	2023 TZS
Receipts		
Fund Received from Donors	2,164,905,684	954,974,605
Fund received form CMSR-Italy	-	-
Third Part fund received	211,337,332	131,406,799
Total Fund Received	2,376,243,016	1,086,381,404
Payments		
Project Expenses -Fund Expenditure	1,798,092,201	775,457,015
Volunteers Administration Costs	7,397,509	36,732,415
Personnel Expenses	104,872,568	100,095,404
Administration and Operating Expenses	57,947,743	58,608,391
Financial Expenses	939,880	1,159,119
Third Part Grant Paid	212,477,332	145,590,399
Total Payments	2,181,727,232	1,117,642,744
Net cash flows generated from operations	194,515,784	(31,261,340)
Cash Flow from Investing Activities		
Acquisition of Fixed Assets	4,499,999	-
Net Cashflow from Investing Activities	4,499,999	-
Net Cashflow Generated	190,015,784	(31,261,340)
Cash and Cash equivalents at beginning	90,293,424	121,554,764
effects of Forex Transactions	-	-
Effects of Differed Grants adjusted		
Cash and Cash equivalents at the End	280,309,208	90,293,424

The financial statements on pages 11 to 14 were approved for issue by the board of the Organisation on **20.03.2025** and signed on its behalf by:



EXECUTIVE DIRECTOR

Date: 20.03.2025



The notes on pages 15 to 25 are an integral part of these financial statements.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
(CMSR-TANZANIA)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

STATEMENT OF FINANCIAL BUDGET FOR THE YEAR ENDED 31ST DECEMBER 2024

Project Name	Opening Balance	Total Fund Received	Total Spending	Total Remaining Budget
	TZS	TZS	TZS	TZS
AICS - Community - Based TB and HIV Integration Project at Kondoa District	2,562,927	121,879,013	123,870,129	571,811
IMaNHC - Improving Maternal and Neonatal Healthcare (AID 012519/01/1)	8,053,384	1,113,871,457	882,449,062	239,475,779
Promotion of Agriculture First - Kilimo Kwanza Project to Youth at Bahi District, Tanzania	55,518,031	322,972,426	371,786,960	6,703,497
PMHM project	-	30,123,551	29,656,700	466,851
Rulenge project	-	371,562,785	364,444,905	7,117,880
Kinyasi activities	-	5,636,428	5,650,436	(14,008)
Catholic Diocese of Dodoma	-	19,975,340	-	19,975,340
School program support for Secondary school students	3,125,000	8,270,675	9,280,000	2,115,675
SWALA project	2,753,050	803,450	3,556,500	-
Civil service for Volunteers from Italy	180,000	7,274,357	7,397,509	56,848
Third Party Fund	-	211,337,332	212,477,332	(1,140,000)
Administrative and operating expenses	18,101,032	162,536,201	175,657,699	4,979,534
Total budget	90,293,424	2,376,243,016	2,186,227,232	280,309,208

NOTES TO FINANCIAL STATEMENT

1. GENERAL INFORMATION

Community Mobilisation for Reciprocal Development in Tanzania (CMSR-Tanzania) was established in 2012 and registered under Non-government organisation act, 2002.

2. BASIS OF PREPARATION

The financial statements are prepared under the historical cost convention and in accordance with international public sectors Accounting standards, specifically first-time adoption of accrual basis IPSAS

The financial statements have been prepared on the historical cost basis and, incorporate the principal accounting policies as here below. They are presented in Tanzanian shillings.

The accounting policies are consistent with those of the previous year.

(a) Property Plant and Equipment

- The cost of an item of property, plant and Equipment is recognized as an asset when it is probable that future economic benefits associated with the item flow to the organisation; and
- The cost of the item can be measured reliably.

Property, Plant and Equipment is initially measured at cost.

Property, Plant and Equipment is stated at cost less accumulated depreciation and accumulated impairment. Depreciation is calculated in the straight-line method to write off the cost of each asset, to their residual value over its estimated useful life as follows.

- | | |
|--------------------------|-------|
| • Office Equipment | 12.5% |
| • Furniture and Fittings | 12.5% |
| • IT Equipment | 37.5% |
| • Motor Vehicle | 25.0% |

(b) intangible Assets

An intangible asset is recognized when:

- It is probable that the expected future economic benefits that are attributed to the asset will flow to the entity, and;
- The cost of the asset can be measured reliably.

Intangible assets are initially measured at cost.

The intangible assets are carried at cost less any accumulated amortization and any impairment loss. Amortization is provided to write down the intangible assets, on a straight-line basis, to their residue values as per(a) above on IT Equipment.

(c) Financial Instruments

CMSR-Tanzania employees are members of state-owned pension scheme, the National Social Security Fund (NSSF). The organisation contributes to the scheme 10% of gross salary for each employee, and employees contribute 10%. The Organisation's contributions to the fund are charged to the statement of comprehensive income in the year to which they relate.

(d) Provisions and Contingencies

Provisions are recognized when:

- The organisation 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.

The amount of provision is the present value of the expenditure expected to be required to settle the obligation.

(e) Revenue

Project revenue is recognized on an annual basis when the funds are utilized or become due to CMSR-Tanzania.

(f) Operating Lease-Rented premises

Lease Agreements that do not transfer substantially all risks and rewards of ownership to the organisation as the lessee are classified as operating leases. CMSR-Tanzania operates in operating lease. Rental payable under operating leases is charged to profit or loss on a straight-line basis over the term of the lease.

(g) Cash and cash equivalent

For the purpose of statement of cash flow, cash and cash equivalents comprises cash in hand and cash at bank.

(h) Impairment of Assets

An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

Assets that have indefinite useful life are not subject to amortization and are tested annually for impairment and whenever events or changes in circumstance indicate that

Carrying amount may not be revocable. Assets that are subject to amortization are tested for impairment whenever events or changes in circumstance indicate that the carrying amount may not be revocable.

(i) Foreign currency Translation

a) Functional and presentation

Items included in the financial statements of the CMSR-TANZANIA are measured using Tanzanian-shillings (TZS), which is the currency of the primary economic environment in which the-Alliance operates.

b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the standard exchange rate. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income and expenditure statement.

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
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NOTE 3: NON-CURRENT ASSETS

Cost / Valuation	37.5% Computers & Accessories	12.5% Furniture & Fittings	12.5% Tools and Equipment	25% Vehicles	Total
	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>
Balance as at 01.01.2024	6,060,000	10,340,000	3,750,000	9,879,415	30,029,415
Additions			4,499,999		4,499,999
Disposal / Written off	-	-	-		-
Balance as at 31.12.2024	<u>6,060,000</u>	<u>10,340,000</u>	<u>8,249,999</u>	<u>9,879,415</u>	<u>34,529,415</u>
Depreciation					
Balance as at 01.01.2024	5,241,061	4,934,463	1,826,591	8,121,092	20,123,207
Charge for the Year	307,102	675,692	802,926	439,581	2,225,301
Asset Written / Off					-
Balance as at 31.12.2024	<u>5,548,163</u>	<u>5,610,155</u>	<u>2,629,517</u>	<u>8,560,673</u>	<u>22,348,508</u>
Net Book Value					
As at 31.12.2024	<u>511,837</u>	<u>4,729,845</u>	<u>5,620,482</u>	<u>1,318,743</u>	<u>12,180,906</u>
As at 31.12.2023	<u>818,939</u>	<u>5,405,537</u>	<u>1,923,409</u>	<u>1,758,324</u>	<u>9,906,208</u>

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NOTE

4

The Organisation Adopt the Preparation of Financial Statement on Accrual IPSAS, As requirements of IPSAS we have re-worked and Establish Assets and Liabilities Retrospectively. Through that Effect Differed Grants have reworked as follows: -

	2024 TZS	2023 TZS
At Start	96,090,257	115,292,461
Donor Grants Received During the Year	2,164,905,684	954,974,605
Donor Grants Used during the Year	1,975,975,201	974,176,809
At the end	285,020,740	96,090,257
DIFFERED INCOME FROM DONORS RECONCILIATION		
Differed Income as per accounts	285,020,740	96,090,257
Less: Grants Received but not Allocated		
PPE-Unallocated	12,180,906	9,906,208
Less: Loss on Disposal	390,625	390,625
Rent Prepayment Unallocated	-	-
Third Part Fund Unallocated	(1,140,000)	-
Unallocated Expenses		
Adjusted Received Grants but Not Allocated	271,309,208	85,793,424
Add: Allocated But not Paid	9,000,000	4,500,000
Cash & cash equivalent at the end	280,309,208	90,293,424

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NOTE 4 CONTINUED	2024	2023
FUND RECEIVED FROM DONORS	TZS	TZS
CMSR -Italy (Administration Costs)	162,536,201	168,698,556
CMSR -Italy (Civil Servant Costs)	7,274,357	36,912,415
CMSR -Italy (Swala Programme)	803,450	3,545,739
Extension of Water Supply Services For Domestic Use at Mkondai Village	-	43,699,500
AICS - Community - Based TB and HIV Integration Project at Kondo District	121,879,013	369,763,246
Promotion of Agriculture First - Kilimo Kwanza Project to Youth at Bahi District, Tanzania	322,972,426	267,427,551
IMaNHC - Improving Maternal and Neonatal Healthcare (AID 012519/01/1)	1,113,871,457	54,129,400
Promotion of Menstrual Hygiene Management (PMHM)	30,123,551	-
Rulenge project	371,562,785	-
Kinyasi activities	5,636,428	-
Catholic Diocese of Dodoma	19,975,340	-
Private Donation (Supporting Secondary School Students - School fees)	8,270,675	10,798,197
Sub - Total	2,164,905,684	954,974,605

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NOTE 5

	2024 TZS	2023 TZS
PROJECT EXPENSES-FUND EXPENDITURE		
CMSR-Italy (SWALA Programme)	3,556,500	3,235,739
CMSR -Italy (Volunteers Costs)	7,397,509	
Extension of Water Supply Services For Domestic Use at Mkondai Village	-	25,268,000
AICS - Community - Based TB and HIV Integration Project at Kondo District (AID012349 01 2)	123,870,129	370,800,319
Promotion of Agriculture First - Kilimo Kwanza Project to Youth at Bahi District, Tanzania	371,786,960	317,670,268
Private Donation(Supporting Secondary School Students - School fees)	9,280,000	12,406,673
COVID 19	-	-
Kinyasi Project (Improvement of water system)	5,650,436	
Rulenge Project	364,444,905	
Catholic Diocese of Dodoma	-	-
Promotion of Menstrual Hygiene Management (PMHM)	29,656,700	-
IMaNHC - Improving Maternal and Neonatal Healthcare (AID 012519/01/1)	882,449,062	46,076,016
Sub - Total	1,798,092,201	775,457,015

NOTE

6	Civil Servants Services		
	Accommodation and meal expenses	420,000	3,483,000
	Work and Residential permits and Special Permits	5,250,000	32,225,000
	Other Civil Servant Costs	1,727,509	1,024,415
		7,397,509	36,732,415

NOTE

7	Personnel expenses		
	Salaries & Wages	90,473,653	91,326,012
	Workers contribution	477,871	417,590
	Pension Contribution	13,921,044	8,351,801
		104,872,568	100,095,404

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	2024 TZS	2023 TZS
NOTE		
8 Administration Expenses		
Office Rent Expenses	16,142,400	16,142,400
Telephone Service Expenses	612,000	890,000
Internet Service Expenses	1,560,000	1,150,000
Fuel Expenses	5,692,000	5,047,000
Stationaries & Photocopy	4,785,000	4,300,400
Electricity Expenses	1,370,000	1,280,000
Vehicle Maintenance & Services	14,940,269	14,250,000
Insurance	354,000	354,000
Audit Fees	9,000,000	4,500,000
General Expenses	7,992,074	10,694,591
	62,447,743	58,608,391
NOTE		
9 Financial Expenses		
Bank Charges Foreign Currency	76,500	147,119
Bank Charges Local Accounts	863,380	1,012,000
	939,880	1,159,119
NOTE		
10 Other Gain/(Loss)		
This Include Foreign Current Translation Cost as results from fluctuation of exchange Rate in forex market, the result of this during the year were as follows		
Gain/(loss) on Forex Transactions	-	-
	-	-
NOTE		
11 CASH AND CASH EQUIVALENTS		
The Balance Includes The Money Held by Organisation as 31st December 2024. Cash and Cash Equivalents at the end of the year were as follows		
NBC Euro Account	241,448,750	813,290
NBC TZS Account	36,560,458	89,443,813
NMB TZS Account	-	36,321
Cash in Hand	2,300,000	-
Total	280,309,208	90,293,424
NOTE		
12 CREDITORS AND ACCRUALS		
Audit Fees	9,000,000	4,500,000
	9,000,000	4,500,000

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NOTE

13 THIRD PARTY FUND

During the Year the Organisation Receive Fund from Donors on behalf of other Parts, the organisation distributes the same to the concerned Part, the Third-Party Funds Transactions and Balance at the end were as follows

Opening Balance	-	14,183,600
Received During the Year	-	-
Lumuma Health Centre	138,105,117	94,669,134
Auxiliary Bishop Kibozi	690,000	-
Private individuals	51,480,600	19,124,313
Area D House	19,761,615	5,671,817
Kondoa Orphanage Centre	-	11,941,536
Condolences to CMSR Staff	1,300,000	-
Total Fund Received	211,337,332	131,406,799
Total Third-Party Fund	211,337,332	145,590,399
Distribution During the year		
Lumuma Health Centre	138,105,117	108,852,734
Auxiliary Bishop Kibozi	690,000	-
Area D House	20,901,615	5,671,817
ST Gemma Hospital	-	-
Private individuals	51,480,600	19,124,313
Kondoa Orphanage Centre	-	11,941,536
Condolences to CMSR Staff	1,300,000	-
Total Distribution	212,477,332	145,590,399
Third Party Fund at the end	(1,140,000)	-

NOTE

14 EVENTS AFTER THE REPORTING DATE

There were no conditions after the reporting date that had material impact to financial statements

NOTE

15 COMPARATIVE FIGURES

Previous year's figures have been grouped where necessary to enhance comparability with current year's figure.

NOTE

16 TAXATION

COMMUNITY MOBILISATION FOR RECIPROCAL DEVELOPMENT IN TANZANIA
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The organisation is exempt from income tax on its grant. However, the organisation is required to obtain Charitable Certificate and Status from Commissioner General of TRA

**NOTE
17** **COMPARATIVE INFORMATION**

Where necessary, previous year figures have been re-arranged whenever considered necessary in order to make them comparable with current year's presentation.

**NOTE
18** **CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS**

The Board members confirmed that there were not aware of any commitments by the organisation as at the date of this report