

**Amani Development Organization**  
also known as  
**Amani Care**

**REPORT TO STAKEHOLDERS FOR YEAR ENDED 30 JUNE 2009**

## **Introduction**

We have pleasure in presenting our Report to Stakeholders for the year ended 30 June 2009.

## **Financial Results of Amani for the Year ended 30 June 2009**

We report on the financial accounts for Amani Development Organization ("Amani") that consist of a report comparing Actual Results to Budget for the year ended 30 June 2009, a separate report comparing actual results for 2009 with those of 2008 and our budgets for 2010 and 2011. We comment on these as follows:

### ***Income***

The gross income for the year ended 30 June 2009 was \$300,043 (2008 A\$268,284) compared with a budget of \$441,000 (2008 \$247,000). In the context of global financial problems of the past year an increase in actual income for the year of \$31,759 or 11.8% is considered to be satisfactory.

### ***Amani Vocational Training Centre – Operating Costs.***

Costs of the Vocational Training Centre increased by \$6459 or 6.8% in 2009. With the exception of the costs of transport, food, tools and equipment that have all decreased, other major costs have increased including wages, diesel and farm supplies.

### ***Amani Vocational Training Centre – Capital Costs***

The capital costs at Amani decreased by 6.7 % for the year to \$78,520 with an increase in funds being spent on Community Aid apart from Amani.

The windmill and tank at Amani were completed within budget and these now supply water daily to Makang'wa Village following the installation during the year of the pipeline (cost of \$18,159).

The work on the oil processing plant commenced during the year and will be completed in 2010 at a total cost of about \$10,000 that is well below budget.

### ***Community Aid***

With the reduction in actual income to budget, Amani was forced to curtail its spending. Never the less Community aid increased by \$46,775 from \$81,194 in 2008 to \$127,203 in 2009, an increase of 57.60 %. This increase in expenditure is almost entirely devoted to education.

Work commenced on the English Medium Primary School at Makulu that will open in 2010 with two blocks of classrooms in use rather than the three that were originally planned. The costs of the two buildings and further land preparation and farming were \$55,039 to 30 June 2009 (budget for two buildings - \$54,000) A further 10 acres of land at the school were cleared (making a total of 50 acres) and this was also sown to grain and fruit trees to support the school. Amani sold 56 bags of prime sorghum to the Government during the year from this land.

At Igondola , facilities for two separate education programs have been built and in addition a river block of land was purchased for a cost of \$300, a well was sunk on this land and fruit trees and vegetables will be planted in 2010 to support the Igondola Centre.

The purpose of this agriculture is to support the running of the school. During the year Amani also increased its investment in sponsorships of children attending Secondary School (now numbering over 100).

Work also progressed during the year on a facility for homeless children in Dodoma (Dodoma Childrens Multipurpose project) and during the year \$17,151 was expended mainly on food to support this project and in caring for the children.

As mentioned above, a pipeline was built 3 kilometres from the Amini Centre to Makang'wa for the supply of clean water to a population of 6,000 people.

## Summary of Progress during 2009

The year was a very successful one with some major goals achieved. A summary of the progress of each project is as follows:

Project No	Significant Goals	Budget 2009 \$	Total Spent 2009 \$	Work Completed in 2009 & Status (note further comments below this Table)
1	Well & Windmill Makulu	1,000	975	Completed
2	Windmill & 2 Tanks Amani Center	17,000	15,975	Completed
3	Complete 1st stage Makulu Primary school (3 buildings for class rooms at \$27,000 each)	81,000	55,039	Only 2 buildings were started during 2009.
4	Vocational Training through increasing agricultural production area.	12,000	5,225	Extended 15 acres to 100 acres at Amani Centre & 10 acres to 50 at school site.
5	Tractor-trailer & equipment. This was incorrectly allocated to Project 13 as well.	9,000		Project 5 has been cancelled.

6	Expand Nutrition Program	800	280	2 plots were relocated. Project is now complete. See notes
7	Conference Center \$18,000) & other buildings at Amani (\$30,000)	48,000	37,543	See notes
8	Igondola Children's Project -1 classroom, store room/office and tank &cistern	18,000	10,456	In process
9	Oil Seed Processing Plant	20,000	8,900	\$1,000 to complete
10	Well Moloda	37,000	-	Deferred. See Notes
11	Makang'wa Water Pipeline(\$19,000) and Water Tank in village (\$5,000)	24,000	18,159	Completed pipeline. Tank will be installed 2010
12	Water to a Community School	2,500		See note
13	Trailer for Tractor (5,000) & spring loaded tyne tiller (\$4,000)	9,000	10,877	Completed.
14	Dodma Childrens Project	20,000	17,151	Progressing satisfactorily
		<b>299,300</b>	<b>180,580</b>	

Comments on each project are as follows:

***Project 1 - Well and Windmill Makulu***

This project has now completed and is operating satisfactorily.

***Project 2 – Windmill & 2 tanks Amani Centre***

This project has now been completed with satisfactory results.

***Project 3 – Makulu English Medium Primary School***

The village of Makulu gifted Amani 100 acres adjacent to the secondary school on which Amani undertook to build an English Medium Primary School and go into agricultural production to support the school. A further 10 acres of land at the school were cleared in 2009 (making a total of 50 acres) and this was also sown to grain and 800 fruit trees planted to support the school. Amani sold 56 bags of prime sorghum to the Government during the year from this land.

Work commenced satisfactorily during the year on building the English Medium Primary School and it is expected that the school will open in 2010 with two blocks of classrooms in use. The budgeted cost was \$81,000 for three buildings of classrooms at \$27,000 a

building but only two are being built with the third building deferred until 2010. The two buildings will be completed on budget in 2010.

Budgeted expenditure for this project in 2010 is \$ 72,000 for:

Details	2009 Cost \$	2010 Budget \$
Buildings 1 & 2	45,346	10,000
Storage shed, stump clearing, plant 400 bananas and 400 pawpaws	9693	
Build toilets, water tanks, water cisterns and sundry for Bld's 1 & 2		22,000
Fixtures , Fittings, and equipment for Buildings 1&2		10,000
Build Building 3 – Admin/classrooms		30,000
<b>TOTAL COST</b>	<b>55,039</b>	<b>72,000</b>

The plan is to open the school for classes in kindergarten and preschool in early 2010 and for separate tuition classes in a number of subjects in due course. It is intended to build an additional class block every year to allow students to progress to a higher grade and provide for an intake of new students.

#### ***Project 4 - Vocational Training Centre***

Cultivated land increased by 15 acres at this centre.

There are now 33 acres under sorghum, millet, maize, groundnuts and sunflowers, about 65 acres of vines and fruit trees and 2 acres of vegetables, a total of 100 acres at the Centre. However there are an additional 50 acres of cultivation at the Makulu School site and 9.25 acres available for cultivation at the Igondola Centre.

The vines and most of the fruit trees will not be fully productive for two or three years.

The speed of expansion will now slow because the medium term aim is to improve the financial returns from existing agriculture rather than expanding the areas under cultivation. This is in line with Amani's policy on sustainability.

#### ***Project 5 -Tractor/Cultivator***

The tractor was delivered in September 2009 and has revolutionized aspects of the operations. Work using hand implements still prevails with the tractor being used for initial soil preparation for planting, transfers of supplies at the centre and Makulu Mvumi, transport of water particularly to Igondola and for hiring to farmers.

This project has now been completed with satisfactory results.

#### ***Project 6 – Expand the size of nutrition Program***

During the year two new plots were completed to replace existing gardens. Two problems have been encountered that mean that expansion will slow in the short term:

- (a) A shortage of suitable water
- (b) Mineralization in most water that clogs the irrigation nipples.

There are promising developments to overcome the clogging problem but in the meanwhile the existing plots will be maintained but expansion will be put on hold.

Therefore we regard this development project as complete.

### ***Project 7 (a) - Conference Centre at Amani***

The proposed Conference Centre was to make a modest start in 2009 with the erection of a house that was to eventually be the conference manager's residence. However with the urgent need for education of children, this project is on hold. Work on the house that was to be occupied by a schoolteacher, Julia Bengough for two years has commenced and will be finished in 2010. Julia donated \$8,000 towards the cost but through a change of circumstances will live elsewhere. When completed, this building will be used as a guesthouse for which there is a growing need in such an isolated area.

### ***Project 7 (b) Buildings at Amani generally***

In 2009 the following capital projects were undertaken at the vocational training centre:

<b>Details</b>	<b>Cost 2009 A\$</b>	<b>Budget 2010 A\$</b>
Shed for a grain mill	12,000	7,000
New shed next to windmill	6,000	2,500
Upgraded house at main gate for security personnel	4,000	
Incidental building costs	6043	6,000
Guest house	8,000	-
Employee accommodation	1,500	4,500
<b>TOTAL</b>	<b>37,543</b>	<b>20,000</b>

### ***Project 8 - Igondola Childrens Project***

#### **Development progress**

During 2009 work commenced on the second classroom at the Centre, the teacher admin/store room, and an in-ground water cistern. These will be finished in the current year for a cost of \$1,200. This project is greatly aided by the assistance of volunteer workers from the village.

#### **Sustenance**

Amani supports a growing number of children (now over 200) with food one day a week and is funding improvements and extensions of the facilities at their meeting centre.

### **Education of Igondola children at the Centre**

Because of an unsatisfied need to educate these children, this project has now been expanded to provide schooling for the children on-site. In addition to funding the capital costs at the Centre, Amani has been sponsoring the further training of future teachers at the centre and other schools operated by Amani.

### **Igondola as an Education Centre for students of the district**

In addition, when the school facilities are not in use by the Igondola children they will be used to operate tuition courses that are available for all students from all schools in the district. The early response to tuition for pre-school, grades 1 & 2 and grades 5&6 is overwhelming with 477 applications to hand.

These two separate schooling initiatives by Amani have commenced in the 2010 financial year. Classrooms will be added and new students will be accepted each year until the Centre caters for all grades from kindergarten to the end of primary school.

### **Projects to financially support the Igondola Centre**

During 2009 farming land was acquired for \$300. There is now a total of 9.25 acres of agricultural land available for development by Igondola. During the year an Oil Seed Processing Plant was built at Amani. The income from both these ventures will support the Igondola Centre.

Budgeted expenditure for Project 7 in 2010 is \$24,200 for:

<b>Details</b>	<b>Actual 2009 A\$</b>	<b>2010 Budget A\$</b>
Classrooms	4,500	9,000
Office, Storeroom	4,500	
Water tanks, water cisterns	1,456	1,200
New Toilet		6,500
New kitchen		6,500
Establish farming operations		1,000
<b>TOTAL COST</b>	<b>10,456</b>	<b>24,200</b>

### ***Project 9 -Oil Seed Processing Plant***

This will be completed in 2010 for about one half the budgeted cost. The cost reduction largely resulted from locating the plant within an existing building rather than building a new one.

### ***Project 10 –Well Moloda***

This was budgeted for 2009 subject to funding that was not obtained. It is not budgeted for construction in 2010 but efforts to obtain funding are continuing.

### **Project 11 - Makang'wa Water Pipeline**

Water is now flowing to the centre of Makang'wa village. And the project will be completed in 2010 with the building of a new (elevated) double-stand water tank.

### **Project 12 - Water to a Community School**

This will occur in 2010 when water is connected to the Makang'wa primary school at a reduced budgeted cost of \$1,000.

### **Project 13 – Trailer & Tractor Equipment**

Upon further investigation, it was decided to acquire a water tank and a spare trailer wheel instead of buying the spring loaded tyne tiller at a slightly higher unbudgeted cost .

This project has now been completed with satisfactory results.

### **Project 14 - Dodoma Childrens Multipurpose**

This is a project at the village of Mahoma Makulu (east of Dodoma) to support street children who have become homeless as a result of a variety of circumstances. The aid consists of providing food and shelter. A new building including office and storage facility budgeted to cost \$70,000 is in progress. During the year Amani contributed \$ 17,151 (last year \$21,400) mainly to provide food. The Reverend John Naumann is a Director of the Not for Profit organization that is building and operating the Centre.

## **Summary of total Projects Budget for 2010**

The detailed budgets for 2010 and 2011 are attached.

<b>Project No</b>	<b>Significant Goals</b>	<b>Detail</b>	<b>2010 Budget</b>
3	Complete 1st stage Makulu Primary school (2 buildings for class rooms at \$27,000 each)	Complete 2 buildings under construction, fit them out, build toilets water tank and cistern; construct new Building for classrooms and administration.	72,000
4	Amani Vocational Training Centre - Production	Increase area of production	2,000
7	Amani Centre Buildings	See attached notes	20,000
8	Igondola Children's Project	See attached notes	24,200

9	Oil Seed Processing Plant	See attached notes	1,000
10	Well Moloda (\$37,000)	Subject to funding	-
	Makang'wa Water Pipeline project	Erect elevated water tank at end of pipeline in Makang'wa village	4,300
11	Water to a Community School	Makang'wa Primary School	1,000
12	Dodoma Childrens Multipurpose	Mainly food and care	15,000
14	Well Chalula (\$34,800)	Subject to funding	-
15	Library Building & Tank (\$55,300)	Subject to funding	-
16	Womens Medical Unit & Tank		-
17	Makang'wa (\$14,800)	Subject to funding	-
18	Grain Mill (\$6,920)	Subject to funding	-
19	Biogas Plant (\$3,200)	Subject to funding	-
<b>TOTAL</b>			<b>139,500</b>

## Major Non-development Goals for 2010

- Open a kindergarten and preschool for orphans and needy children at the Igondola Education Centre
- Open a Tuition Course teaching the official subjects in the Tanzanian School Curriculum to students from all schools. This program has been developed in consultation with all local school and community groups to upgrade the academic standards to a level that will allow students to qualify for higher education, a task that has proved difficult in the past through existing programs.
- At 30 June 2009 Amani has sponsored the schooling costs for about 100 students in all levels of Education through to universities and tertiary colleges. It is planned to achieve a much larger number of sponsorships by offering supporters the ability to personally sponsor students including those at the Igondola Centre. A campaign will be launched in 2010 aimed at increasing sponsorships to a total of 150 by 30 June 2010.

## Achievements in 2009

During the past year the funds that were raised by the Foundation has been used as follows:

- At a time when hunger and drought is turning into yet another famine Amani has grown, purchased and distributed food to needy individuals normally in return for work at the Amani Vocational Training Centre. In addition it has help feed over two hundred orphans at the Igondola Education Centre;
- Continued to operate the vocational training centre to demonstrate more effective agricultural, nursery and building techniques, to encourage "self help" in growing various food products and to grow food products for distribution;

- Opened two schools:
  - (a) Kindergrtten and pre-school at the Igondola Education Centre for orphans and underprivileged children; and
  - (b) A school situated at Igondola that tutors pupils of other schools in the district in the basic courses such as English, Mathematics and science with the objective of raising the academic level to enable students to qualify for further education including tertiary education;
- Commenced construction of an English Medium primary school at Mvumi Makulu. The local people donated land for the school and the adjacent farm. Development of the farm to sustain the school's operations and provision of sweet well-water have now been completed and construction of the school is under way. It will initially consist of two buildings and will open in 2010. Amani is also sponsoring the further education of Tanzanians who will teach at the school
- Assisted the village of Moumi, 50 kilometres to the south, to partly construct a large two classroom building including a teachers office. If funding allows, this building will be completed in 2010. This is the village's first school!!
- Sponsored over 100 disadvantaged and gifted children to attend local schools and receive higher education at colleges and universities;
- Provided books, computers and other materials to local schools;
- Connected fresh clean water from the Amani Center to the centre of Makang' wa village. In all, eight villages with tens of thousands of people, rely all year round on clean water that has been funded/provided by Amani;
- Continued its support to schools, a group of single mothers and a group of Aids Victims through a Nutrition Program that provides water, irrigation equipment and know how to enable these groups to grow their own nutritious vegetables;
- Expanded the buildings at the Igonola Education Center in partnership with a local parish to provide shelter and education for over two hundred orphans or homeless children as a result of malaria, cholera and Aids. It also acquired 4.25 acres of river front land to be developed as a fruit farm to support the Igondola Centre;
- Provide emergency relief normally in return for work;
- Improving the health of the local communities;
- Established an Oil-seed processing plant at the Amani Centre for the extraction of sun-flower oil for sale. There is a need for this plant that will also encourage the growth of local sunflower growing as a cash crop. The proceeds are dedicated to support the Igondola Centre.
- Developed a tree nursery at Amani Centre, trained four local men in the collection and propagation of local tree varieties and assisted with the establishment of two local tree nurseries at Mvumi Mission and Mvumi Makulu.

- Major extensions of agriculture so that there are now more than 150 acres under sorghum, millet, maize, groundnuts and sunflowers, vines and fruit trees and vegetables; and
- Continued to work with the Project Committee of the Dodoma Childrens Multipurpose Project on the physical and social care of the street children/orphans and the building of a Care Centre.

## Steps towards Sustainability

Sustainability of Amani operations were furthered during the year by the following actions:

- Continued support of the Tanzanian Government that declared Amani as a role model for all NGO's, officially recognised it as a Vocational Training Centre and provided it with gifts of vines, fruit trees and technical support in grape growing/viticulture;
- Continued support from the local community leaders who have endorsed all Amani's programs and philosophy, gifted it 530 acres to create for the Amani Vocational Training Centre and 100 acres of land for the English Medium Primary School .
- A total acceptance and willingness of the community to work for any benefits that they personally receive such as food, water, medicine or education:
- A willingness of the locals to volunteer their labour for community projects such as building a water pipeline from Amani to Makang'wa Village;
- Amani operates with eight separate divisions and each is headed by indigenous villagers;
- Amani has identified future leaders in the event that Rev John Naumann was unable to continue;
- Amani is supporting the tertiary education of future leaders and sponsors over 100 secondary students and is building schools;

Steps taken to help sustain future funding include:

- A tax deduction for donations of \$2 or more in Australia;
- A constant broadening of the donor base.
- Satisfaction by donors in Australia and the USA that our Foundations have low costs (no more than 3%), that they can be sure that the money will be spent for the purposes provided and that every dollar donated has a multiplier affect and will go a long way to help our people in Tanzania where there is a subsistence economy and average wages are only \$15-\$20 per week;
- Satisfaction by donors in knowing that where there were emergency handouts of food to the aged, sick and orphans in the famine of 2007, the official government figures state that Amani saved the lives of thirty people in one village alone and we believe the total lives saved were circa one hundred and ten over the total program that year in all villages.

## General

We express our appreciation of the support provided during the past year by the Tanzanian Government, many community groups around the world and many caring individuals. In particular we thank the Amani USA Foundation and the Hearts for Africa Foundation in Australia for their dedicated work raising funds for Amani.



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