

GATOTO INTERGRATED DEVELOPMENT PROGRAM
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2012

**BALANCE SHEET
AND
FINANCIAL STATEMENTS**

GATHURA NDUATI AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
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NAIROBI

**GATOTO INTERGRATED DEVELOPMENT PROGRAM
REPORT OF THE MANAGEMENT COMMITTEE
FOR THE YEAR ENDED 31ST DECEMBER 2012**

The management committee has the pleasure to submit their report together with the audited financial statements for the year ended 31st December 2012.

The management committee is responsible for the preparation of financial statements for each financial year, which gives a true and fair view of the state of affairs of the society. The management committee is also responsible for;

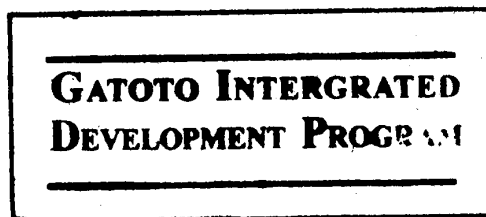
- (a) Maintenance of accounting records, which can be relied upon in preparation of annual financial statements, which comply with applicable accounting standards.
- (b) Selection of suitable accounting policies and applying them consistently.
- (c) Maintaining adequate system of internal control for prevention and detection of fraud and other irregularities and safeguarding the assets of the society and making estimates that are reasonable and prudent.

The management committee is responsible for keeping proper accounting records, which disclose with reasonable accuracy, at any time the financial position of the society.

BY ORDER OF THE COMMITTEE



MANAGER.



**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF GATOTO INTERGRATED
DEVELOPMENT PROGRAM**

1. We have audited the financial statements set out on page 3 to 8 which have been prepared on the basis of accounting policies set out in note 1 to the accounts. We obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and to provide a reasonable basis of our opinion. The financial statements are in agreement with the books of account.

2. **RESPECTIVE RESPONSIBILITIES OF THE MANAGEMENT COMMITTEE AND THE AUDITORS**

The management committee is responsible for the preparation of financial statements, which give a true and fair view of the society state of affairs and its operating results. Our responsibility is to express an independent opinion on the financial statements based on our audit and reports our opinion to you.

3. **BASIS OF OPINION**

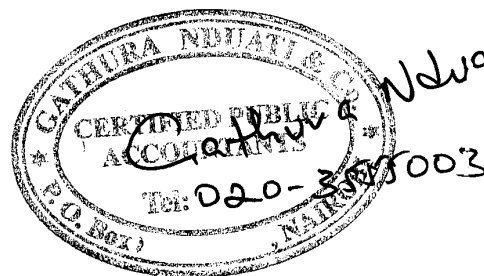
We conducted our audit in accordance with the International auditing Standards. Those standards require that we plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatements. An audit includes the examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of accounting policies used and significant estimates made by management committee, as well as evaluation of the overall presentation of the financial statements.

4. **OPINION**

In our opinion, proper books of account have been kept, and the financial statements, which are in agreement therewith as read together with the notes to the accounts, give a true and fair view of the society financial affairs as at 31st December, 2012 and of the results for the year then ended, in accordance with the International Financial Reporting Standards.

**GATHURA NDUATI & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS**


NAIROBI *25th March* 2013.

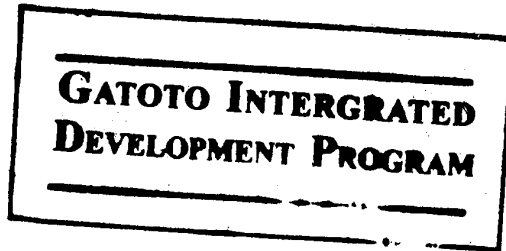


**GATOTO INTERGRATED DEVELOPMENT PROGRAM
BALANCE SHEET
AS AT 31ST DECEMBER 2012**

		2012	2011
		<u>KSHS.</u>	<u>KSHS.</u>
FIXED ASSETS	NOTE 2	<u>55,188,531</u>	<u>54,931,699</u>
 <u>CURRENT ASSET:</u>			
Bank balances		3,202,173	3,238,782
Cash balance		819	1,131
Loan and Advances		<u>187,900</u>	<u>209,534</u>
TOTAL CURRENT ASSETS		3,390,892	3,449,447
 <u>CURRENT LIABILITIES:</u>			
Provision for Audit fees		100,000	100,000
Bank overdraft		<u>4,100</u>	<u>4,100</u>
		104,100	104,100
NET CURRENT ASSETS		<u>3,286,792</u>	<u>3,345,347</u>
 TOTAL NET ASSETS		 <u>58,475,323</u>	 <u>58,277,046</u>
 <u>FINANCED BY:</u>			
Capital Account		58,475,323	58,277,046
CAPITAL EMPLOYED		<u>58,475,323</u>	<u>58,277,046</u>

These accounts were approved
on 25/10/2013 2013 and signed by:

 Manager



**GATOTO INTERGRATED DEVELOPMENT PROGRAM
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	2012	2011
	<u>KSHS</u>	<u>KSHS</u>
<u>RECEIPTS</u>		
Balance brought forward	3,239,913	7,794,880
Parents contribution (Primary school)	685,695	469,664
Parents contribution (Secondary school)	<u>147,351</u>	---
	4,072,959	8,264,544
<u>DONATIONS</u>		
O' Brien Foundation	7,977,516	8,984,050
Tejchev'e Foundation	7,914,787	2,921,000
The Good Cause	3,022,025	2,822,104
Suas Educational Development	6,151,480	1,120,550
Suas Allumni	477,000	
Ministry Of Education	---	544,700
Paola Vaughan (Suas Education Development)	---	378,880
Philip Stogdon	19,000	158,000
Team Trade Mania	---	153,840
Bead Sales	---	122,850
Exchange Rate Gains	80,356	107,014
Kenya Irish Society	90,000	100,000
Stuart Kerr	---	86,203
Alex Hamilton	---	70,000
Jaguar(Charles kanyi)	37,000	35,000
Christopher Queenan	---	34,000
Colm Raffery-Pension Scheme	---	30,000
Gatoto Choir (fundraising)	150,762	---
Alison Hollas	---	23,100
Paola Vaughan	21,960	15,600
Gerald Broorsen	---	2,000
Bank interest	---	17
Jeniffer Brass	20,000	---
Sale of Tanks	6,000	---
Lynn - Germany	251,050	---
William Fitz Gerald	8,000	---
Tom Lyons	54,540	---
Walter A. Hollas	<u>175,000</u>	---
TOTAL INCOME	30,529,435	25,973,452

PAYMENTS

Post primary sponsorship	8,469,823	6,516,250
Salaries and wages	8,437,903	5,856,564
Education Supplies	1,057,777	1,186,367
Extra Curriculum Activities	1,230,993	1,103,800
Food Program	1,235,639	1,086,622
Training and Development	682,963	718,044
Contingency	---	625,150
E-mail and internet	71,200	69,500
Nssf employer's contribution	50,400	52,000
Examination fees	292,945	240,260
Family support	536,640	407,986
Telephone and postages	367,485	221,151
Photocopier and printing expenses	128,705	74,782
Electricity and water	534,619	502,438
HIV & Aids Medical costs & Support	421,096	290,879
Bank Charges	77,357	77,271
Repairs & Maintenance/upkeep	729,222	552,831
Mama joy junior Academy	320,000	320,000
Entertainment	55,804	53,880
Legal fees	60,000	57,000
Auditing fees and provision	208,000	100,000
Fundraising	969,250	---
Transport	261,142	291,970
Medical / First aid	48,159	21,710
Bad debts written off	29,200	---
Bead making	---	131,420
Exchange loss	---	151,294
Allumni meetings	---	52,500
Official trip	---	227,000
Hire of motor vehicle	291,945	---
Depreciation	<u>522,978</u>	<u>516,968</u>
TOTAL PAYMENTS	<u>27,091,245</u>	<u>21,505,637</u>
Surplus(Deficit) carried forward	<u>3,438,190</u>	<u>4,467,815</u>
Less balance b/f	(3,239,913)	---
Net surplus(deficit) for the year	198,277	4,467,815

**GATOTO INTERGRATED DEVELOPMENT PROGRAM
CAPITAL ACCOUNT
AS AT 31ST DECEMBER 2012**

	2012	2011
	<u>KSHS</u>	<u>KSHS</u>
Balance brought forward	58,277,046	61,421,146
Retained earnings	---	(7,611,915)
Net surplus for the year	<u>198,277</u>	<u>4,467,815</u>
Balance carried forward	<u>58,475,323</u>	<u>58,277,046</u>

**GATOTO INTERGRATED DEVELOPMENT PROGRAM
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	2012	2011
	<u>KSHS</u>	<u>KSHS</u>
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Surplus/Deficit for the year	198,277	4,467,815
Adjustment for:-		
Depreciation	522,978	516,968
Depreciation on disposal	(46,211)	---
OPERATING PROFIT/LOSS BEFORE WORKING CAPITAL CHANGES	675,044	4,984,783
<u>WORKING CAPITAL CHANGES</u>		
Receivables & Prepayments	21,634	53,884
Capital account	---	(7,611,915)
Payables & accruals	---	---
CASH GENERATED FROM OPERATIONS	696,678	(2,573,248)
<u>CASHFLOWS FROM INVESTING ACTIVITIES.</u>		
Purchase of fixed assets	(873,599)	(1,985,819)
Disposal on fixed assets	140,000	---
NET INCREASE/DECREASE IN CASH EQUV'	(36,921)	(4,559,067)
Cash and cash equivalents at the beginning of the yr	<u>3,235,813</u>	<u>7,794,880</u>
Cash and cash equivalents at the end of yr	<u>3,198,892</u>	<u>3,235,813</u>

**GATOTO INTERGRATED DEVELOPMENT PROGRAM
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

1. ACCOUNTING POLICIES:

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention.

(b) Turnover.

Turnover comprises receipts from donors and a very small percentage from school fees received from parents during the year.

(c) Depreciation.

Depreciation of fixed Assets is calculated on the reducing balance so as to write off the cost of the Assets concerned over their expected useful lives.

The rates used were:

- (i) Furniture & Fittings - 12.5%
- (ii) Office machines & Equipment - 12.5 %
- (iii) Water tanks - 12.5%
- (iv) Computers - 30%

2. FIXED ASSETS SCHEDULE:

	LAND & BUILDING	WATER TANKS	FURNITURE & FITTINGS	O. MACHINES & EQUIPMENT	COMPUTERS	TOTAL
<u>AT COST</u>	<u>KSHS.</u>	<u>KSHS.</u>	<u>KSHS.</u>	<u>KSHS.</u>	<u>KSHS.</u>	<u>KSHS.</u>
01/01/2012	51,793,929	384,200	3,493,250	724,116	925,000	57,320,495
Disposal	---	(140,000)	---	---	---	(140,000)
Additions	70,464	---	67,400	735,735	---	873,599
	51,864,393	244,200	3,560,650	1,459,851	925,000	58,054,094
DEPRECIATION:						
01/01/2012	---	140,095	1,379,124	185,078	684,499	2,388,796
Disposal	---	(46,211)	---	---	---	(46,211)
Charge for the yr.	---	18,790	272,691	159,347	72,150	522,978
	---	112,674	1,651,815	344,425	756,649	2,865,563
NET BOOK VALUE:						
31/12/2012	51,864,393	131,526	1,908,835	1,115,426	168,351	55,188,531
31/12/2011	51,793,929	244,105	2,114,126	539,038	240,501	54,931,699

NB: Two tanks bought in 2009 with an initial cost of ksh 70,000/= each busted and hence the need for disposal in the records. The remains were disposed for ksh 6,000/= and reflected in the accounts as extra ordinary income.

ADDITIONAL ASSETS DURING THE YEAR.

(i) Transformer	kshs. 500,000/=
(ii) Furniture & fittings	kshs. 67,400/=
(iii) Ground leveling	kshs. 70,464/=
(iv) Playground equipment	kshs. <u>235,735/=</u>
TOTAL	KSHS. <u>873,599</u>