

GATOTO INTERGRATED DEVELOPMENT PROGRAM  
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2013

**BALANCE SHEET  
AND  
FINANCIAL STATEMENTS**

GATHURA NDUATI AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS  
P.O BOX 8252 - 00300  
TELL: 0203555003  
NAIROBI

**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
REPORT OF THE MANAGEMENT COMMITTEE  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2013**

The management committee has the pleasure to submit their report together with the audited financial statements for the year ended 31<sup>st</sup> December 2013.

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 **GATOTO INTERGRATED  
DEVELOPMENT PROGRAM**

**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 7 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 31<sup>st</sup> December, 2013 and of the results for the year then ended, in accordance with the International Financial Reporting Standards.

**GATHURA NDUATI & COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS**

NAIROBI ... 15<sup>th</sup> April 2014.



**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
BALANCE SHEET  
AS AT 31ST DECEMBER 2013**

		2013	2012
		<u>KSHS.</u>	<u>KSHS.</u>
<b>FIXED ASSETS</b>	NOTE 2	<u>55,134,589</u>	<u>55,188,531</u>
<b><u>CURRENT ASSET:</u></b>			
Bank balances		2,874,543	3,202,173
Cash balance		3,215	819
Loan and Advances		<u>189,200</u>	<u>187,900</u>
<b>TOTAL CURRENT ASSETS</b>		<b>3,066,958</b>	<b>3,390,892</b>
<b><u>CURRENT LIABILITIES:</u></b>			
Provision for Audit fees		100,000	100,000
Bank overdraft		4,100	4,100
		<u>104,100</u>	<u>104,100</u>
<b>NET CURRENT ASSETS</b>		<b><u>2,962,858</u></b>	<b><u>3,286,792</u></b>
<b>TOTAL NET ASSETS</b>		<b><u>58,097,447</u></b>	<b><u>58,475,323</u></b>
<b><u>FINANCED BY:</u></b>			
Capital Account		58,097,447	58,475,323
<b>CAPITAL EMPLOYED</b>		<b><u>58,097,447</u></b>	<b><u>58,475,323</u></b>

These accounts were approved  
on 15th Mar 2014 and signed by:

  
..... Manager



**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31ST DECEMBER 2013**

	<u>2013</u>	<u>2012</u>
	<u>KSHS</u>	<u>KSHS</u>
<b><u>RECEIPTS</u></b>		
Balance brought forward	3,202,992	3,239,913
Parents contribution (Primary school)	724,275	685,695
Parents contribution (Secondary school)	<u>43,000</u>	<u>147,351</u>
	<b>3,970,267</b>	<b>4,072,959</b>
<b><u>DONATIONS</u></b>		
Iris O' Brien Foundation	11,125,000	7,977,516
Tejchev'e Foundation	6,022,758	7,914,787
The Good Cause	2,516,797	3,022,025
Suas Educational Development	3,405,000	6,151,480
Suas Alumni	---	477,000
Amani students	3,000	---
Childslife international	40,000	---
Philip Stogdon	---	19,000
Team Trade Mania	216,000	---
David Sharpe and David Moffitt	18,000	---
Exchange Rate Gains	33,740	80,356
Kenya Irish Society	---	90,000
Anonymus Donor	375,435	---
Mr Cluzel Micheal Sascha	149,460	---
Reconnaissance Management Inc	407,740	---
Jaguar(Charles kanyi)	30,000	37,000
Direct Debit	457,800	---
Elizabeth Baldwin	8,000	---
Gatoto Choir (fundraising)	---	150,762
Bidico Enterprises	10,000	---
Chuma Fabricators	16,040	---
Tile Centre	5,000	---
Paola Vaughan	316,000	21,960
RAJT Trust	667,800	---
David W. Fawcett	33,646	---
Jeniffer Brass	147,000	20,000
Sale of Tanks	---	6,000
Lyonn - Germany	---	251,050



William Fitz Gerald	---	8,000
Tom Lyons	---	54,540
Wes Hill	1,640	---
Imaging solution	89,400	---
Walter A. Hollas	<u>463,670</u>	<u>175,000</u>
<b>TOTAL INCOME</b>	<b>30,529,193</b>	<b>30,529,435</b>

**PAYMENTS**

Post primary sponsorship	8,909,188	8,469,823
Salaries and wages	9,236,553	8,419,303
Education Supplies	1,060,543	1,057,777
Extra Curriculum Activities	1,262,151	1,230,993
Food Program	1,146,549	1,235,639
Training and Development	280,496	682,963
E-mail and internet	71,050	71,200
Nssf employer's contribution	84,400	50,400
Pension employer's contribution	18,600	18,600
Examination fees	335,084	292,945
Needy families	551,345	536,640
Telephone and postages	378,605	367,485
Photocopier and printing expenses	112,766	128,705
Electricity and water	463,679	534,619
HIV & Aids Medical costs & Support	431,783	421,096
Bank Charges	62,080	77,357
Repairs & Maintenance/upkeep	755,505	729,222
Mama Joy Junior Academy	320,000	320,000
Hospitality	60,144	55,804
Legal fees	25,000	60,000
Auditing fees and provision	200,000	208,000
Fundraising	723,600	969,250
Transport	288,530	261,142
Medical / First aid	36,205	48,159
Bad debts written off	---	29,200
Green house expenses	50,855	---
Fumigation	16,000	---
Hire of motor vehicle	378,388	291,945
Depreciation	444,978	522,978
<b>TOTAL PAYMENTS</b>	<b><u>27,704,077</u></b>	<b><u>27,091,245</u></b>
<b>Surplus(Deficit) carried forward</b>	<b><u>2,825,116</u></b>	<b><u>3,438,190</u></b>
Less balance b/f	(3,202,992)	(3,239,913)
<b>Net surplus(deficit) for the year</b>	<b>(377,876)</b>	<b>198,277</b>

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**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
CAPITAL ACCOUNT  
AS AT 31ST DECEMBER 2013**

	<b>2013</b>	<b>2012</b>
	<b><u>KSHS</u></b>	<b><u>KSHS</u></b>
Balance brought forward	58,475,323	58,277,046
Retained earnings		
Net surplus for the year	<u>(377,876)</u>	<u>198,277</u>
<b>Balance carried forward</b>	<b><u>58,097,447</u></b>	<b><u>58,475,323</u></b>

**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 2013**

	<b>2013</b>	<b>2012</b>
	<b><u>KSHS</u></b>	<b><u>KSHS</u></b>
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Surplus/Deficit for the year	(377,876)	198,277
Adjustment for:-		
Depreciation	444,978	522,978
Depreciation on disposal	---	(46,211)
<b>OPERATING PROFIT/LOSS BEFORE WORKING CAPITAL CHANGES</b>	<b>67,102</b>	<b>675,044</b>
<b><u>WORKING CAPITAL CHANGES</u></b>		
Receivables & Prepayments	(1,300)	21,634
Capital account	---	---
Payables & accruals	---	---
<b>CASH GENERATED FROM OPERATIONS</b>	<b>65,802</b>	<b>696,678</b>
<b><u>CASHFLOWS FROM INVESTING ACTIVITIES.</u></b>		
Purchase of fixed assets	(391,036)	(873,599)
Disposal on fixed assets	---	140,000
<b>NET INCREASE/DECREASE IN CASH EQUV'</b>	<b>(325,234)</b>	<b>(36,921)</b>
Cash and cash equivalents at the beginning of the yr	<u>3,198,892</u>	<u>3,235,813</u>
<b>Cash and cash equivalents at the end of yr</b>	<b><u>2,873,658</u></b>	<b><u>3,198,892</u></b>



**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2013**

**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>
01/01/2013	51,864,393	244,200	3,560,650	1,459,851	925,000	58,054,094
Additions	391,036	---	---	---	---	391,036
	<u>52,255,429</u>	<u>244,200</u>	<u>3,560,650</u>	<u>1,459,851</u>	<u>925,000</u>	<u>58,445,130</u>
<b>DEPRECIATION:</b>						
01/01/2013	---	112,674	1,651,815	344,425	756,649	2,865,563
Charge for the yr.	---	16,441	238,604	139,428	50,505	444,978
	---	<u>129,115</u>	<u>1,890,419</u>	<u>483,853</u>	<u>807,154</u>	<u>3,310,541</u>
<b>NET BOOK VALUE:</b>						
<u>31/12/2013</u>	<u>52,255,429</u>	<u>115,085</u>	<u>1,670,231</u>	<u>975,998</u>	<u>117,846</u>	<u>55,134,589</u>
<u>31/12/2012</u>	<u>51,864,393</u>	<u>131,526</u>	<u>1,908,835</u>	<u>1,115,426</u>	<u>168,351</u>	<u>55,188,531</u>

**ADDITIONAL ASSETS DURING THE YEAR.**

- (i) Classrooms renovation kshs. 154,320/=
- (ii) Ground leveling kshs. 236,716/=
- TOTAL KSHS. 391,036**