

# **GATOTO INTEGRATED DEVELOPMENT PROGRAM**

**P.O. BOX 78066 - 00507  
NAIROBI**

## **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2016**

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**WAMBUGU GITHAIGA & ASSOCIATES  
CERTIFIED PUBLIC ACCOUNTANTS & SECRETARIES  
P.O. BOX 57939  
00200 - CITY SQUARE  
Tel: 0722486882**

# GATOTO INTEGRATED DEVELOPMENT PROGRAM

## STATEMENT OF MANAGEMENT RESPONSIBILITIES

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 Program. The Management of the program 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
- d) Making estimates that are reasonable and prudent.

The Management of the Program is responsible for keeping proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the Program and to ensure that the accounts comply with International Financial Reporting Standards..

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

BY THE ORDER OF THE BOARD

Manager.....



Date: 25<sup>th</sup> / 03 / 2017



# GATOTO INTEGRATED DEVELOPMENT PROGRAM

## REPORT OF THE AUDITORS TO THE MEMBERS

### 1. AUDIT SCOPE

We have audited the Financial Statements set out on pages 3 to 8 which have been prepared on the basis of the accounting policies set out on page 9. 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 and to provide a reasonable basis for our opinion. The financial statements of the Program are in agreement with the books of accounts.

### 2. RESPECTIVE RESPONSIBILITIES OF THE PROGRAM MANAGEMENT AND THE AUDITORS

The Management of the Program is responsible for the preparation of financial statements, which gives a true and fair view of the Program's State of affairs and its operating results. Our responsibility as auditors is to express an independent opinion on the Financial Statements based on our audit and to report our opinion to you.

### 3. BASIS OF OUR OPINION

We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance that the accounts are free from material misstatements. An audit includes examining, on test basis evidence supporting the amounts and disclosures in the Financial Statements. It also includes an assessment of your accounting policies and significant estimates made by the Management, as well as an evaluation of the overall presentation of the Financial Statements. We believe that our audit provides a reasonable basis of our opinion.

### 4. OPINION

In our opinion, proper books of account have been kept by the Management of the Program 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 Program's state of affairs as at 31<sup>st</sup> December, 2016 and of its Surplus/(Deficit) for the year ended on that date in accordance with International Financial Reporting Standards.



**WAMBUGU GITHAIGA & ASSOCIATES**  
**CERTIFIED PUBLIC ACCOUNTANTS & SECRETARIES**

**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
STATEMENT OF FNANCIAL POSITION  
AS AT 31ST DECEMBER, 2016**

		2016 <u>KSHS.</u>	2015 <u>KSHS.</u>
<b>FIXED ASSETS</b>	NOTE 2	<u>61,480,179</u>	<u>55,227,463</u>
<b><u>CURRENT ASSETS:</u></b>			
Bank balances		2,946,824	4,582,519
Cash balance		251	163
Loan and Advances		---	63,590
<b>TOTAL CURRENT ASSETS</b>		<u>2,947,075</u>	<u>4,646,272</u>
<b><u>CURRENT LIABILITIES:</u></b>			
Provision for Audit fees		120,000	120,000
Pension due		<u>2,302,291</u>	---
		<u>2,422,291</u>	<u>120,000</u>
<b>NET CURRENT ASSETS</b>		<u>524,784</u>	<u>4,526,272</u>
<b>TOTAL NET ASSETS</b>		<u>62,004,963</u>	<u>59,753,735</u>
<b><u>FINANCED BY:</u></b>			
Capital Account		62,004,963	59,753,735
<b>CAPITAL EMPLOYED</b>		<u>62,004,963</u>	<u>59,753,735</u>

These accounts were approved  
on 25<sup>TH</sup> March 2017 and signed by:

.....  ..... Manager



**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31ST DECEMBER, 2016**

	<b>2016</b>	<b>2015</b>
	<b><u>KSHS</u></b>	<b><u>KSHS</u></b>
<b><u>RECEIPTS</u></b>		
Balance brought forward	4,582,682	3,139,807
Parents contribution	<u>1,062,590</u>	<u>1,580,945</u>
	<b>5,645,272</b>	<b>4,720,752</b>
<b><u>DONATIONS</u></b>		
Iris O' Brien Foundation	8,668,733	8,733,150
Ivan Drukier Waintrob Rua Bahia	2,231,526	---
The Good Cause	1,429,344	1,513,440
Suas Educational Development	545,000	1,317,140
Porting Access	436,752	219,870
Irish Embassy	23,600	540,000
Childslife international	---	172,000
Stichting Dioraphte	4,815,000	---
American Friends of Gatoto	14,505,500	7,820,000
World Food Program	1,074,520	462,000
Suas Alumni	---	250,000
Kenya Irish Society	---	97,500
Anonymus Donor	1,375,000	---
Eanna Mc Hugh	---	1,300,000
Willow Wheelers	---	184,000
Reconnaissance Management Inc	---	337,622
Jaguar(Charles kanyi)	40,000	40,000
Direct Debit	190,750	160,000
Livia	131,000	---
Paul Anthony Flanagan Repp	---	114,407
Mark Kinsella	---	10,000
Ministry of Education	---	250,042
Paola Vaughan	---	50,710
RAJT Trust	---	499,365
Holly Bantleman	---	15,000
Joseph Gabriel Vaughan	71,060	393,000
Kenya Power and Lighting	130,901	---
Katy Peterson	10,000	---

Karen country club	100,000	100,000
Catholic international	220,000	300,000
Barbara Charlson	---	20,000
Brian Harding	---	15,000
Walter A. Hollas	505,000	575,000
Kenton College Trust	250,000	31,750
Alex Hamilton	310,286	---
Maeve Glavey	4,000	---
Pro Seed Darbyins Brook(RAJT Trust)	534,690	---
Richard Mc Canthy	5,475	---
Ryan Hannah	60,000	---
Sale of Gate	10,000	---
Sale of old iron sheets	14,500	---
Sabastian Oddi	19,640	---
Chase Bank	---	100,000
Israel Embassy	43,500	---
Arianna	8,500	---
Barbara Robin Steentrup	10,500	---
Bernadette Kearney	29,900	---
Cathal, Sharon Eamon	<u>10,950</u>	---
<b>TOTAL INCOME</b>	<b>43,460,899</b>	<b>30,341,748</b>

#### **PAYMENTS**

Post primary sponsorship	8,352,076	7,342,554
Salaries and wages	10,304,438	9,098,691
Education Supplies	1,560,403	1,172,420
Extra Curriculum Activities	1,235,160	1,008,230
Food Program	2,928,930	1,380,209
Training and Development	579,500	197,150
E-mail and internet	79,572	72,390
Nssf employer's contribution	80,400	78,200
Pension employer's contribution	3,794,004	16,800
Examination fees	338,106	320,689
Needy families	570,667	557,710
Telephone and postages	378,914	387,740
Photocopier and printing expenses	125,299	82,699
Electricity and water	582,900	436,270
Medical	493,879	442,719

Bank Charges	89,949	49,468
Repairs & Maintenance/upkeep	1,023,323	698,635
Mama Joy Junior Academy	150,000	220,000
Hospitality	61,670	51,500
Legal fees	126,200	17,050
Auditing fees and provision	240,000	240,000
Fundraising	1,385,883	515,100
Transport	299,870	248,740
First aid	50,371	40,608
Contingency	935,672	529,176
Green house expenses	128,000	---
Fumigation	---	24,000
Hire of motor vehicle	301,760	321,138
Depreciation	430,043	377,232
<b>TOTAL PAYMENTS</b>	<b><u>36,626,989</u></b>	<b><u>25,927,118</u></b>
<b>Surplus(Deficit) carried forward</b>	<b><u>6,833,910</u></b>	<b><u>4,414,630</u></b>
Less balance b/f	(4,582,682)	(3,139,807)
<b>Net surplus(deficit) for the year</b>	<b>2,251,228</b>	<b>1,274,823</b>

**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 2016**

	<u>2016</u>	<u>2015</u>
	<u>KSHS</u>	<u>KSHS</u>
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Surplus/Deficit for the year	2,251,228	1,274,823
Adjustment for:-		
Depreciation	430,043	377,232
<b>OPERATING PROFIT/LOSS BEFORE WORKING CAPITAL CHANGES</b>	<b>2,681,271</b>	<b>1,652,055</b>
<b><u>WORKING CAPITAL CHANGES</u></b>		
Receivables & Prepayments	63,590	(34,080)
Capital account	---	---
Payables & accruals	2,302,291	---
<b>CASH GENERATED FROM OPERATIONS</b>	<b>5,047,152</b>	<b>1,617,975</b>
<b><u>CASHFLOWS FROM INVESTING ACTIVITIES.</u></b>		
Purchase of fixed assets	(6,682,759)	(171,000)
Disposal on fixed assets	---	---
<b>NET INCREASE/DECREASE IN CASH EQUV'</b>	<b>(1,635,607)</b>	<b>1,446,975</b>
Cash and cash equivalents at the beginning of the yr	<u>4,582,682</u>	<u>3,135,707</u>
<b>Cash and cash equivalents at the end of yr</b>	<b><u>2,947,075</u></b>	<b><u>4,582,682</u></b>



**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
STATEMENT OF CHANGES IN EQUITY  
AS AT 31ST DECEMBER, 2016**

	<b><u>2016</u></b> <b><u>KSHS</u></b>	<b><u>2015</u></b> <b><u>KSHS</u></b>
Balance brought forward	59,753,735	58,478,912
Retained earnings		
Net surplus for the year	<u>2,251,228</u>	<u>1,274,823</u>
<b>Balance carried forward</b>	<b><u>62,004,963</u></b>	<b><u>59,753,735</u></b>

**GATOTO INTERGRATED DEVELOPMENT PROGRAM  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2016**

**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:**

<u>AT COST</u>	<u>LAND &amp; BUILDING KSHS.</u>	<u>WATER TANKS KSHS.</u>	<u>FURNITURE &amp; FITTINGS KSHS.</u>	<u>O. MACHINES &amp; EQUIPMENT KSHS.</u>	<u>COMPUTERS KSHS.</u>	<u>TOTAL KSHS.</u>
01/01/2016	52,620,429	244,200	3,935,650	1,459,851	1,096,000	59,356,130
Additions	6,137,559	113,400	431,800	---	---	6,682,759
	<b>58,757,988</b>	<b>357,600</b>	<b>4,367,450</b>	<b>1,459,851</b>	<b>1,096,000</b>	<b>66,038,889</b>

**DEPRECIATION:**

01/01/2016	---	156,088	2,369,770	712,603	890,206	4,128,667
Charge for the yr.	---	25,189	249,710	93,406	61,738	430,043
	---	<b>181,277</b>	<b>2,619,480</b>	<b>806,009</b>	<b>951,944</b>	<b>4,558,710</b>

**NET BOOK VALUE:**

<b>31/12/2016</b>	<b>58,757,988</b>	<b>176,323</b>	<b>1,747,970</b>	<b>653,842</b>	<b>144,056</b>	<b>61,480,179</b>
<b>31/12/2015</b>	<b>52,620,429</b>	<b>88,112</b>	<b>1,565,880</b>	<b>747,248</b>	<b>205,794</b>	<b>55,227,463</b>

**BREAK DOWN OF ADDITIONAL ASSETS DURING THE YEAR.**

- (i) Bridge construction kshs. 80,000/=
- (ii) Desks kshs. 431,800/=
- (iii) Drainage construction kshs 4,512,647/=
- (iv) Fence and gate kshs. 539,022
- (v) Gazebo Renovation kshs. 71,060
- (vi) Hall construction kshs.880,030
- (vii) Road repairs kshs. 54,800
- (viii) Water tank kshs. 113,400