

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*



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REPORT

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BY:

Hon. MACHIA WAGU  
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HAILE HUSSEIN

OF

THE AUDITOR-GENERAL

ON

PARLIAMENT  
OF KENYA  
LIBRARY

CHIANDA HIGH SCHOOL

FOR THE YEAR ENDED  
30 JUNE, 2022

SIAYA COUNTY

OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
REGISTRY

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**CHIANDA HIGH SCHOOL**

**PUBLIC SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30TH JUNE 2022**

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**Prepared in accordance with Cash Basis of Accounting Method under the  
International Public Sector Accounting Standards (IPSAS)**

**CHIANDA HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30th June 2022**

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**1. ACRONYMS AND GLOSSARY OF TERMS**

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education

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**2 KEY SCHOOL INFORMATION AND MANAGEMENT**

**(a). Background information**

**Chianga High School** is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in **Siaya County**, Siaya Sub-County.

The school was registered in **23/11/09** under registration number **GA/A/7676/09** and is currently categorized as a National, Public school, established, owned or operated by the Government

The school is a boarding school and has **1646** students as at 30th June 2022. It has **7** streams and **57** teachers of which **24** is employed by the School Board of Management.

**(b). School Board of Management - Board Members**

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

<b>Ref.</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	Dr.Zablon Okolla	Chairman	20th September 2018
2	Hezron Oyolla	Secretary/Principal	20th September 2018
3	Joshua Ochido	Member	20th September 2018
4	Prof. James Otumba	Member	20th September 2018
5	Joseph Kwaka	Member	20th September 2018
6	Cosmas Ambila	Member	20th September 2018
7	Jane Akinyi Otieno	Member	20th September 2018
8	Dr.Yogo Moses Otiende	Member - Rep CEB	20th September 2018
9	Ambrose Ogol	Member - Rep Teachers	20th September 2018
10	Roselida Awando	Member - Rep Sponsor	20th September 2018
11	Edwin Ogolla	Member - Community	20th September 2018
12	Jenipher M. Otombo	Member - Special needs	20th September 2018
		Rep Students	

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**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

**The function of the School Board of Management include:**

- 1 Promote the best interest of the school and ensure its development
- 2 Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013.
- 3 Ensure and assure the provision of proper and adequate facilities of the school
- 4 Manage the school's affairs in accordance with the rules and regulations governing occupational safety and health.
- 5 Advise the County Education Board on the staffing needs of th school
- 6 Determine cases of pupils discipline and make reports to the CEB
- 7 Prepare comprehensive termly report on all arears on its mandate and submit the report to the CEB
- 8 Administer and manage the resources of the school
- 9 Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1)(a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule paragraph 21 and 23 of the Basic Education Act, 2013.

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**Committees of the Board**

<b>Ref.</b>	<b>Name of Committee</b>	<b>Names of Members</b>	<b>Designation</b>	<b>Number of meetings attended during the years</b>
<b>1</b>	<b>Executive Committee</b>	Dr. Kennedy Ogolla	Chairman	21
		Hezron Oyolla	Secretary	21
		Rose Awando	Member	21
		Godfrey Odhiambo	Member	21
		Gordon Oyieke	Member	21
<b>2</b>	<b>Audit Committee</b>	Rose Awando	Chairman	N/A
		Malachi Okatch	member	
		William Messo Molla	Member	
		Jectone Akoth	Member	
<b>3</b>	<b>Finance, Procurement and general purposes committee</b>	Godfrey Odegi	Chairman	5
		Jane Oyieko	Member	5
		Daniel Oreng'	Member	5
		Rose Awando	Member	5
		Gordon Oyieke	Member	5

**CHIANDA HIGH SCHOOL  
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**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

<b>4</b>	<b>Academic Committee</b>	Mr. Molla Messo	Chairman	7
		Dr. Charles Oyaya	Member	7
		Ms. Rose Okiah	Member	7
		Mrs. Jane Oyieko	Member	7
		Ms. Irene Ohass	Member	7
		Dr. Hezron Oyolla	Member	7
<b>5</b>	<b>Development Committee</b>	Mr. Dan Orenge	Chairman	29
		Mr. Gordon Oyieke	Member	29
		Mr. Nehemiah Ochieng	Member	29
		Dr. Kennedy Ogolla	Member	29
		Dr. Hezron Oyolla	Member	29
		Mr. Joseph Kwaka	Member	29
<b>6</b>	<b>Discipline and Welfare Committee</b>	Mr. Joseph Kwaka	Chairman	3
		Mr. Gordon Oyieke	Member	3
		Ms. Rose Okiah	Member	3
		Prof. Otumba Ouko	Member	3
		Mr. Malachi Okach	Member	3
<b>7</b>	<b>Adhoc Committee (If any during the year)</b>	Daniel Orenge		1
		Ms. Rose Okiah		1
		Joseph Kwaka		1

**(d) School Operation Management**

For the financial year ended 30th June 2022 the school day-to-day management was under the following persons:

<b>Ref.</b>	<b>Designation</b>	<b>Name</b>	<b>TSC Number</b>
1	Principal	Hezron Barkey Oyolla	303977
2	Deputy Principal	Nehemiah Ochieng	376769
3	Bursar	Jael Owino	N/A

**CHIANDA HIGH SCHOOL  
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**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

€. School contacts	0714-932451
Post Office Box	: 14 - 40604, Ragengni.
Telephone	: 0714-932451
E-mail	: <a href="mailto:chiandahighschool16@gmail.com">chiandahighschool16@gmail.com</a> <a href="mailto:schoolchiandahigh@yahoo.com">schoolchiandahigh@yahoo.com</a>
Website	: <a href="http://www.chiandahighschool.ac.ke">www.chiandahighschool.ac.ke</a>
Facebook	: N/A
Twitter	: N/A

**(f) School Bankers**

The school operated the following 7 bank accounts:

- 1 Name of Bank : Kenya Commercial Bank - Tuition A/c  
Branch : Bondo  
Account Number: 1107048613
- 2 Name of Bank : Kenya Commercial Bank - Operations A/c  
Branch : Bondo  
Account Number: 1107055563
- 3 Name of Bank : Kenya Commercial Bank - Infrastructure A/c  
Branch : Bondo  
Account Number: 1237867452
- 4 Name of Bank : Kenya Commercial Bank - School Fund A/c  
Branch : Bondo  
Account Number: 1106978668
- 5 Name of Bank : National Bank of Kenya - School Funds A/c  
Branch : Kisumu  
Account Number : 01021023550800
- 6 Name of Bank : Kenya Commercial Bank - Savings A/c  
Branch : Bondo  
Account Number : 1106365275
- 7 Name of Bank : Equity Bank - CDF  
Branch : Bondo



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**3 SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL**

The following is a summary report of the performance of the school against the set performance evaluation criteria:

**(a) Financial Performance**

	<b>2021-2022</b>	<b>2021</b>	<b>2020</b>
<b>Surplus/Deficit</b>	1,364,039.85	9,125,269.05	8,652,440.67
<b>Capitation grants from MOE</b>			
Tuition	5,394,454.40	1,363,727.25	2,473,022.00
Operations	14,801,113.80	8,435,389.75	10,669,750.00
Infrastructure	8,457,160.00	3,207,500.00	5,344,000.00
<b>Total Capitation Grants received</b>	<b>28,652,728.20</b>	<b>13,006,617.00</b>	<b>18,486,772.00</b>
<b>Other Funds Received</b>			
School Fund	85,318,627.00	24,395,260.80	49,974,278.12
<b>Total Other Funds Received</b>	<b>85,318,627.00</b>	<b>24,395,260.80</b>	<b>49,974,278.12</b>
<b>Total Funds received</b>	<b>113,971,355.20</b>	<b>37,401,877.80</b>	<b>68,461,050.12</b>
<b>Ratio of Capitation grants/student</b>			
<b>Sudent enrolment</b>	1646	1628	1430
Tuition	3,277.3	837.7	1,729.4
Operations	8,992.2	5,181.4	7,461.4
Infrastructure	5,138.0	1,970.2	3,737.1
School Fund	51,833.9	14,984.8	34,947.0
<b>Movement of Debtors</b>	33,077,664.65	32,848,537.65	32,113,463.65
<b>Movement of Creditors</b>	16,870,527.43	14,589,950.43	19,367,229.23
<b>Movement of Cash Balances</b>	11,874.00	3,567.00	4,552.00
<b>Movement of Bank Balances</b>	11,045,668.24	7,638,485.39	4,024,584.14

**CHIANDA HIGH SCHOOL  
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**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)**

**(b) Teacher Student Ratio**

	No. of Teachers
<b>Teacher student ratio</b>	57:1646
No. of teachers posted to the school during the year	2
No. of teachers transferred/retired during the year	0
No. of teachers employed by TSC during the year	2
No. of teachers employed by BOM during the year	5
<b>Teachers per Subject:</b>	
English	8
Kiswahili	5
Mathematics	19
Biology	9
Physics	5
Chemistry	9
History	8
CRE	6
Geography	5
Agriculture	6
Home Science	4
Business Studies	1
Computer Studies	1

**© Mean Score in the 2020 KCSE**

YEAR	ENT	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	MEAN GRADE
2019	308	0	4	17	38	40	63	70	29	29	11	1	0	0	0	6.6954
2020	287	0	19	33	42	47	52	50	10	10	0	0	0	0	0	7.5505
2021	298	0	3	25	37	44	52	64	44	26	3	0	0	0	0	6.8759

**UNIVERSITY TRANSITION DATA**

YEAR	NO. OF STUDENTS THAT MET UNIVERSITY REQUIRMENT	NO. OF ACTUAL CANDIDATES WHO SAT FOR KCSE	PERCENTAGE
2019	162	308	52.60%
2020	193	287	67.25%
2021	161	298	54.02%

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**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)**

**(d) Number of candidates in the 2022 KCSE**

<b>Year</b>	<b>No. of candidates</b>
2022	0
2021	298
2020	287

**Capacity of the school**

	<b>Number</b>
Student population	1646
Dormitories	13
Classrooms	24
Toilets	54
Bathrooms	3
Library	1
Computer Lab	1
Dining Hall	1
Laboratories	3

**(f) Development projects carried out by the school**

The following development projects were undertaken in year 2022

<b>Project</b>	<b>Source of funds</b>	<b>Status</b>
Double storey dorm phase 2	MOE & Parents (MIF)	Ongoing
Science Labs & 6 classrooms	Parents & Income generating	Ongoing
Open Halls 1 & 2	Parents & Income generating	Ongoing

Sign.....

**School Principal**

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**4 STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY**


Section 81 (1) of the Public Finance Management Act, 2012 requires that at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81(3) requires the financial statements be prepared in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya from time to time.

Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure and assets of the institution.


The Board of Management of **Chianda High School** accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of school's transactions during the financial year ended 30th June, 2022 and of the school's financial position as at that date.

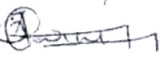
**Name** : Dr. Zablon Okolla  
**Designation:** Chairman, School Board of Management

**Sign** :   
**Date** : 16th June, 2024

**Name** : Mr. Hezron Barkey Oyolla  
**Designation:** School Principal & Secretary to Board of Management

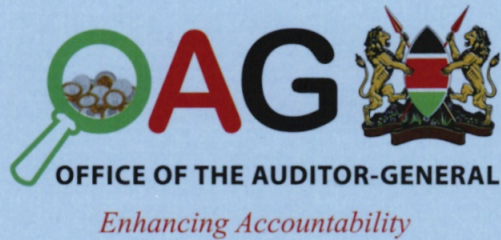
**Sign** :   
**Date** : 16th June, 2024

**Name** : Jael Awino  
**Designation:** Bursar

**Sign** :   
**Date** : 16th June, 2024

# REPUBLIC OF KENYA

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Website: www.oagkenya.go.ke



HEADQUARTERS  
Anniversary Towers  
Monrovia Street  
P.O Box 30084-00100  
NAIROBI

## REPORT OF THE AUDITOR - GENERAL ON CHIANDA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022-SIAYA COUNTY

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### PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of Chianda High School-Siaya County set out on pages 1 to 16, which comprise of the statement of assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows

and the statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Chianda High School–Siaya County as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Financial Statements**

The statement of receipts and payments reflects total receipts and payments balances of Kshs.113,971,355 and Kshs.112,607,315, respectively. However, the statement of budgeted versus actual amounts reflects actual receipts and payments of Kshs.106,630,490 and Kshs.70,993,779 resulting to unexplained variance of Kshs.7,340,865 and Kshs.41,613,536, respectively.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

#### **2. Inaccuracies in the School Fund Income-Parents Contributions**

The statement of receipts and payments reflects an amount of Kshs.49,032,085 and as disclosed in Note 3 to the financial statements in respect of school fund income- parents' contributions. However, the School management information system reflects a balance of Kshs.61,158,575 resulting to an unexplained variance of Kshs.12,126,490.

In the circumstances, the accuracy and completeness of school fund income -parents' contributions balance could not be confirmed.

#### **3. Long Outstanding Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.33,077,664. However, receivables balance of Kshs.30,793,148 or 93% of the total accounts receivables was outstanding for over one (1) year. The recoverability of the accounts receivables balance could not be confirmed.

In the circumstances, the fair value of the accounts receivables balance could not be confirmed.

#### **4. Long Outstanding Accounts Payables**

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.16,870,527 in respect of trade creditors and non-trade creditors. Included in the amount is trade creditors balance of Kshs.1,423,832 as disclosed Note 13 which

was not supported by the creditors ledger, invoices, delivery notes, local purchase orders (LPO) issues and receipts vouchers. Further, trade creditors balance amounting to Kshs.1,423,832 or 8% was outstanding for over one (1) year.

In the circumstances, the accuracy and completeness of the accounts payables balance could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Chianda High School Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Emphasis of Matter**

#### **Unauthorised Expenditure**

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.74,901,750 and Kshs.106,630,490 respectively resulting to over-funding of Kshs.31,728,740 or 42% of the budget. However, the School spent amount of Kshs.70,993,779 against actual receipts of Kshs.106,630,490 resulting to an under-utilization of Kshs.35,636,711 or 50% of the actual receipts.

The under-utilization affected the planned activities and may have impacted negatively on service delivery to the public. The source of the over-funding was not confirmed.

My opinion is not modified in respect of this matter.

#### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

#### **Other Matter**

#### **Unresolved Prior Year Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2022.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

#### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness

and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

## **Basis for Conclusion**

### **1. Non-Compliance with the Public Sector Accounting Standards Board**

Review of the financial statements revealed that Annex 2 to the financial statements on summary of fixed assets register did not reflect dates when assets were purchased as required by the Public Sector Accounting Standards Board (PSASB) reporting template.

Further, review of the financial statements revealed that the values in the financial statements are not rounded off to the nearest Kenya Shillings as required by the PSASB.

In the circumstances, Management did not comply with the PSASB reporting template requirements.

### **2. Failure to Prepare School Improvement Plan**

During the year under review, Management did not develop School Improvement Plan to be used to measure the School's improvement activities, keep the School in focus in achieving the school target, prioritization of School needs, ensuring prudent utilization of resources and to improve accountability. This was contrary to Section 2.2.1 of the Operational Manual for Utilization of Learner Capitation, Grant and Other School Funds which requires a school to develop improvement plan which is a road map for changes that a school needs to improve the school environment and learning outcomes.

In the circumstances, Management was in breach of the Operational Manual.

### **3. Failure to Reconcile Student Enrollment Data**

Review of student's records provided for audit revealed unexplained variance in student numbers between National Education Management Information System (NEMIS) and School registers resulting to under disbursement on both capitation grants for tuition and operation fees of Kshs.3,357,023 as analyzed below:

<b>Month</b>	<b>No. of Students Per NEMIS</b>	<b>No. of Students as Per Register</b>	<b>Capitation Grant per Student (Kshs)</b>	<b>Total Expected Capitation per School Register (Kshs)</b>	<b>Actual Capitation Received (Kshs)</b>	<b>Capitation not Received (Kshs)</b>
July 2021- Operations	1,114	1,646	4,500	7,407,000	5,013,000	2,394,000
Tuition	1,114	1,646	730	1,201,580	813,220	388,360
Oct. 2021 - Operations	1,533	1,646	3,554	5,849,390	5,447,822	401,568
Tuition	1,533	1,646	700	1,152,200	1,073,100	79,100



Month	No. of Students Per NEMIS	No. of Students as Per Register	Capitation Grant per Student (Kshs)	Total Expected Capitation per School Register (Kshs)	Actual Capitation Received (Kshs)	Capitation not Received (Kshs)
Jan. 2022-Operations	1,628	1,646	2,074	3,413,310	3,375,983	37,327
Tuition	1,628	1,646	478	786,788	778,184	8,604
April 2022-Operations	1,634	1,646	2,955	4,863,601	4,828,143	35,458
Tuition	1,634	1,646	1,051	1,729,287	1,716,680	12,607
<b>Total</b>						<b>3,357,023</b>

Management explained that the difference was due to non-registration of students in the NEMIS register due to slowness of the Ministry in updating the data. This was contrary to the Ministry of Education Circular No. MOE.HQ/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners to be registered in NEMIS and the Principals to ensure their records are accurate.

In the circumstances, Management was in breach of the Circular and the underfunding of the School may have affected service delivery to the students.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

### Basis for Conclusion

#### 1. Lack of an Audit Committee

During the year under review, the School operated without an Audit Committee. This is contrary to Section 61(2) of the Basic Education Act, 2013 which requires the Board of Management to establish Finance, Procurement and General Purposes Committee,

Academic Standards, Quality and Environment Committee, Ethics and Integrity Committee, Audit Committee and Human Rights and Student Welfare Committee.

In the circumstances, the existence of effective internal controls and governance mechanisms could not be confirmed.

## **2. Lack of a Fixed Assets Register**

Management did not maintain a fixed asset register indicating the assets name, cost, depreciation, net book value, location, serial/tag number and current condition/status

In the circumstances, the ownership and custody of the School assets could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the 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 my 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable 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 School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

I also provide Management with a statement that I 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 my independence and where applicable, related safeguards.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

25 September, 2024

**CHIANDA HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
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**6 STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022**

DESCRIPTION OF VOTE HEADS	Note	2021-2022	2020-2021
<b>RECEIPTS</b>		<b>Kshs</b>	<b>Kshs</b>
Capitation grants for tuition	1	5,394,454.40	1,363,727.25
Capitation grants for operations	2	14,801,113.80	8,435,389.75
School Fund Income - Parents' contribution	3	49,032,085.00	12,859,323.50
School Fund Income - Other Receipts	4	36,286,542.00	11,535,937.30
Infrastructure - Other Receipts	5	8,457,160.00	3,207,500.00
<b>TOTAL RECEIPTS</b>		<b>113,971,355.20</b>	<b>37,401,877.80</b>
<b>PAYMENTS</b>			
Payments for Tuition	6	4,993,644.00	169,636.00
Payment for Operation	7	13,679,820.75	4,727,337.25
Boarding and School Fund Payments	8	80,509,518.00	19,844,776.50
Payments for Infrastructure	9	13,424,332.60	3,534,859.00
<b>TOTAL PAYMENTS</b>		<b>112,607,315.35</b>	<b>28,276,608.75</b>
<b>SURPLUS</b>		<b>1,364,039.85</b>	<b>9,125,269.05</b>

The school financial statements were approved on \_\_\_\_\_ 2022 and signed by:

Name: DR. KENNEDY OGOLLAH  
Chairman BOM

Sign:.....

Date: 16th June, 2024

Name: HEZRON B. OYOLLA  
Principal/Secretary BOM

Sign:.....

Date: 16th June, 2024

Name: Jael Akoth Owino  
Bursar

Sign:.....

Date: 16th June, 2024

**CHIANDA HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
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**7 STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT  
30TH JUNE 2022**

DESCRIPTION OF VOTE HEADS	Note	2021-2022	2020-2021
<b>FINANCIAL ASSETS</b>		<b>Kshs</b>	<b>Kshs</b>
<b>Cash and Cash Equivalents</b>			
Bank Balances	10	11,045,668.24	7,638,485.39
Cash Balances	11	11,874.00	3,567.00
<b>Total Cash and Cash Equivalents</b>		<b>11,057,542.24</b>	<b>7,642,052.39</b>
Accounts Receivables	12	33,077,664.65	32,848,537.65
<b>TOTAL FINANCIAL ASSETS</b>		<b>44,135,206.89</b>	<b>40,490,590.04</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payables	13	16,870,527.43	14,589,950.43
<b>NET FINANCIAL ASSETS</b>		<b>27,264,679.46</b>	<b>25,900,639.61</b>
<b>REPRESENTED BY</b>			
Accumulated Fund b/f	14	25,900,639.61	16,775,370.56
Surplus for the year		1,364,039.85	9,125,269.05
<b>NET FINANCIAL POSITION</b>		<b>27,264,679.46</b>	<b>25,900,639.61</b>

The school financial statements were approved on \_\_\_\_\_ 2022 and signed by:

Name: DR. KENNEDY OGOLLAH  
Chairman BOM

Sign:.....

Date: 16th June, 2024

Name: HEZRON B. OYOLLA  
Principal/Secretary BOM

Sign:.....

Date: 16th June, 2024

Name: Jael Akoth Owino  
Bursar

Sign:.....

Date: 16th June, 2024

**CHIANDA HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
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**8 STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022**

Description	Note	2021-2022 Kshs	2020-2021 Kshs
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>			
<b>Receipts for operating income</b>			
Capitation grants for tuition	1	5,394,454.40	1,363,727.25
Capitation grants for operations	2	14,801,113.80	8,435,389.75
School fund income - Parents' contributions/fees	3	49,032,085.00	12,859,323.50
School fund income - other receipts	4	36,286,542.00	11,535,937.30
Infrastructure - Other Receipts	5	8,457,160.00	3,207,500.00
<b>Total Receipts</b>		<b>113,971,355.20</b>	<b>37,401,877.80</b>
<b>Payments</b>			
Payments for tuition	7	4,993,644.00	169,636.00
Payments for operations	8	13,679,820.75	4,727,337.25
Payments for boarding and school fund	9	80,509,518.00	19,844,776.50
Payments for Infrastructure	10	13,424,332.60	3,534,859.00
Increase in receivables	14	229,127.00	735,074.00
Decrease in payables	15	(2,280,577.00)	4,777,278.80
<b>Total Payments</b>		<b>110,555,865.35</b>	<b>33,788,961.55</b>
<b>Net Cashflow from Operating Activities</b>		<b>3,415,489.85</b>	<b>3,612,916.25</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of assets		-	-
Acquisition of assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
<b>Net Cashflow from Investing Activities</b>		<b>3,415,489.85</b>	<b>3,612,916.25</b>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings/loans		-	-
Repayment of principal borrowings		-	-
<b>Net cashflow from Financing Activities</b>		<b>3,415,489.85</b>	<b>3,612,916.25</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>3,415,489.85</b>	<b>3,612,916.25</b>
Cash and Cash Equivalents at the beginning of the year		7,642,052.39	4,029,136.14
Cash and Cash Equivalents at the end of the year		11,057,542.24	7,642,052.39

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**9 STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR  
ENDED 30TH JUNE 2022**

Receipts/Expenses Item	Original Budget	Adjustments	Final Budget	Actual	Budget Utilization	% of
					Difference	Utilization
	a	b	c	d	e = c - d	f = d/c %
RECEIPTS	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>(1) CAPITATION GRANT ON TUITION</b>						
Text books & Reference Mats & T/Guides	-		-	-	-	-
Exercise Books	696,800.00		696,800.00	1,716,800.00	(1,020,000.00)	246.38
Laboratory equipment	795,400.00		795,400.00	383,700.00	411,700.00	48.24
Internal Exams	540,000.00		540,000.00	140,640.00	399,360.00	26.04
Teaching/Learning materials	540,000.00		540,000.00	2,886,878.40	(2,346,878.40)	534.61
Other Learning Materials	696,800.00		696,800.00	42,036.00	654,764.00	6.03
			-	-	-	-
<b>(2) CAPITATION ON OPERATIONS</b>						
Personal emoluments	2,250,000.00		2,250,000.00	4,434,969.60	(2,184,969.60)	197.11
Repairs and maintenance/Dev	785,000.00		785,000.00	-	785,000.00	-
Local transport & traveling	926,900.00		926,900.00	1,432,450.00	(505,550.00)	154.54
Electricity and water	998,000.00		998,000.00	2,953,255.00	(1,955,255.00)	295.92
Medical & Insurance	256,750.00		256,750.00	-	256,750.00	-
Administration costs	987,000.00		987,000.00	5,490,239.20	(4,503,239.20)	556.26
Activity	356,500.00		356,500.00	-	-	-
SMASSE	344,000.00		344,000.00	-	344,000.00	-
Infrastructure/MIF	12,040,000.00		12,040,000.00	8,457,160.00	3,207,500.00	70.24
<b>Sub totals c/f</b>	<b>22,213,150.00</b>		<b>22,213,150.00</b>	<b>27,938,128.20</b>	<b>(6,456,818.20)</b>	<b>2,135.37</b>



**CHIANDA HIGH SCHOOL  
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**STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR  
ENDED 30TH JUNE 2022 (Continued)**

<b>(3) FEES CHARGED ON PARENTS</b>	<b>a</b>	<b>b</b>	<b>c</b>	<b>d</b>	<b>e = c - d</b>	<b>f = d/c %</b>
<b>Sub totals b/f</b>	<b>22,213,150.00</b>	<b>-</b>	<b>22,213,150.00</b>	<b>27,938,128.20</b>	<b>(6,456,818.20)</b>	<b>2,135.37</b>
Personal Emoluments	4,315,000.00		4,315,000.00	13,245,877.50	(8,930,877.50)	306.97
Repairs and Maintenance	3,250,000.00		3,250,000.00	5,110,096.00	(1,860,096.00)	157.23
Local transport & traveling	924,000.00		924,000.00	3,125,772.50	(2,201,772.50)	338.29
Electricity and water	895,000.00		895,000.00	5,680,245.00	(4,785,245.00)	634.66
Medical & Insurance	3,440,000.00		3,440,000.00	6,965,685.00	1,698,286.00	202.49
Administration costs	597,000.00		597,000.00	6,965,685.00	1,698,286.00	1,166.78
Activity	3,440,000.00		3,440,000.00	1,312,459.00	261,524.00	38.15
Boarding quipment and Stores/Lunch	35,827,600.00		35,827,600.00	36,286,542.00	(458,942.00)	101.28
						-
<b>TOTAL INCOME</b>	<b>74,901,750.00</b>	<b>-</b>	<b>74,901,750.00</b>	<b>106,630,490.20</b>	<b>(21,035,655.20)</b>	<b>5,081.24</b>
<b>(1) EXPENDITURE FOR TUITION</b>						
Text books and reference materials	-		-	-	-	-
Exercise books	695,400.00		695,400.00	2,109,752.00	1,414,352.00	303.39
Laboratory equipment	643,500.00		643,500.00	1,022,745.00	379,245.00	158.93
Internal exams	525,000.00		525,000.00	41,000.00	484,000.00	7.81
Teaching/Learning materials	530,000.00		530,000.00	1,749,224.00	(1,219,224.00)	330.04
Other Learning Materials	654,000.00		654,000.00	-	654,000.00	-
Exams and Assessments	221,000.00		221,000.00	-	221,000.00	-
Bank charges					-	-
<b>(2) EXPENDITURE FOR OPERATION</b>						
Personal Emoluments	2,125,000.00		2,125,000.00	4,305,953.75	(2,180,953.75)	800.17
Repairs and Maintenance	775,000.00		775,000.00	-	775,000.00	1,600.35
<b>Sub totals c/f</b>	<b>6,168,900.00</b>		<b>6,168,900.00</b>	<b>9,228,674.75</b>	<b>(3,059,774.75)</b>	<b>3,200.69</b>

**CHIANDA HIGH SCHOOL  
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**STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR  
ENDED 30TH JUNE 2022 (Continued)**

<b>(3) FEES CHARGED ON PARENTS</b>	<b>a</b>	<b>b</b>	<b>c</b>	<b>d</b>	<b>e = c - d</b>	<b>f = d/c %</b>
<b>Sub totals b/f</b>	<b>22,213,150.00</b>	<b>-</b>	<b>22,213,150.00</b>	<b>27,938,128.20</b>	<b>(6,456,818.20)</b>	<b>2,135.37</b>
Personal Emoluments	4,315,000.00		4,315,000.00	13,245,877.50	(8,930,877.50)	306.97
Repairs and Maintenance	3,250,000.00		3,250,000.00	5,110,096.00	(1,860,096.00)	157.23
Local transport & traveling	924,000.00		924,000.00	3,125,772.50	(2,201,772.50)	338.29
Electricity and water	895,000.00		895,000.00	5,680,245.00	(4,785,245.00)	634.66
Medical & Insurance	3,440,000.00		3,440,000.00	6,965,685.00	1,698,286.00	202.49
Administration costs	597,000.00		597,000.00	6,965,685.00	1,698,286.00	1,166.78
Activity	3,440,000.00		3,440,000.00	1,312,459.00	261,524.00	38.15
Boarding quipment and Stores/Lunch	35,827,600.00		35,827,600.00	36,286,542.00	(458,942.00)	101.28
						-
<b>TOTAL INCOME</b>	<b>74,901,750.00</b>	<b>-</b>	<b>74,901,750.00</b>	<b>106,630,490.20</b>	<b>(21,035,655.20)</b>	<b>5,081.24</b>
<b>(1) EXPENDITURE FOR TUITION</b>						
Text books and reference materials	-		-	-	-	-
Exercise books	695,400.00		695,400.00	2,109,752.00	1,414,352.00	303.39
Laboratory equipment	643,500.00		643,500.00	1,022,745.00	379,245.00	158.93
Internal exams	525,000.00		525,000.00	41,000.00	484,000.00	7.81
Teaching/Learning materials	530,000.00		530,000.00	1,749,224.00	(1,219,224.00)	330.04
Other Learning Materials	654,000.00		654,000.00	-	654,000.00	-
Exams and Assessments	221,000.00		221,000.00	-	221,000.00	-
Bank charges					-	-
<b>(2) EXPENDITURE FOR OPERATION</b>						
Personal Emoluments	2,125,000.00		2,125,000.00	4,305,953.75	(2,180,953.75)	800.17
Repairs and Maintenance	775,000.00		775,000.00	-	775,000.00	1,600.35
<b>Sub totals c/f</b>	<b>6,168,900.00</b>		<b>6,168,900.00</b>	<b>9,228,674.75</b>	<b>(3,059,774.75)</b>	<b>3,200.69</b>

**CHIANDA HIGH SCHOOL  
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**STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR  
ENDED 30TH JUNE 2022 (Continued)**

<b>(2) EXPENDITURE FOR OPERATION ACTIVITIES</b>						
	<b>a</b>	<b>b</b>	<b>c</b>	<b>d</b>	<b>e = c - d</b>	<b>f = d/c %</b>
<b>Sub totals b/f</b>	<b>6,168,900.00</b>		<b>6,168,900.00</b>	<b>9,228,674.75</b>	<b>-3059774.75</b>	<b>3200.69</b>
Local transport & traveling	887,500.00		887,500.00	310,426.00	577,074.00	-
Electricity and water	825,000.00		825,000.00	1,475,998.00	(650,998.00)	-
Medical	245,000.00		245,000.00	-	-	-
Administration costs	845,000.00		845,000.00	7,007,203.00	(6,162,203.00)	829.25
Activity	355,000.00		355,000.00	-	355,000.00	-
Gratuity	344,000.00		344,000.00	580,240.00	(236,240.00)	-
SMASSE	168,150.00		168,150.00	-	168,150.00	-
Infrastructure	6,604,950.00		6,604,950.00	13,424,332.60	(6,819,382.60)	203.25
<b>(3) EXPENDITURE FOR SCHOOL FUND</b>						
Personal emoluments	4,225,000.00		4,225,000.00	-	4,225,000.00	-
Repairs and maintenance	2,250,000.00		2,250,000.00	-	2,250,000.00	-
Local Transport and traveling	920,000.00		920,000.00	-	920,000.00	-
Electricity and water	995,000.00		995,000.00	-	995,000.00	-
Medical and Insurance	3,440,000.00		3,440,000.00	-	3,440,000.00	-
Administration costs	555,000.00		555,000.00	-	555,000.00	-
Activity	3,440,000.00		3,440,000.00	-	3,440,000.00	-
Gratuity	-		-	-	-	-
Lunch Programme/BES	35,827,600.00		35,827,600.00	38,966,905.00	(3,139,305.00)	108.76
School farm	-		-	-	-	-
Bus Hire	-		-	-	-	-
Uniform	-		-	-	-	-
<b>TOTAL EXPENDITURE</b>	<b>68,096,100.00</b>		<b>68,096,100.00</b>	<b>70,993,779.35</b>	<b>(3,142,679.35)</b>	<b>4,341.96</b>

**CHIANDA HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
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For the year ended 30th June 2022**

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**10 SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of these financial statements are set out here below;

**1 Statement of compliance and basis of preparation**

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting, under the cash basis accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis accounting has been supplemented with accounting for; (a) receivables and advances includes imprest, salary, and other receivables, and (b) payables that includes deposits and retentions and payables from operations.

The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the school and all values are rounded off to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

**2 Recognition of receipts and payments**

the school recognises all receipts from various sources when the event occurs and the related cash has actually been received by the school. In addition, the school recognises all expenses when the event occurs and the related cash has actually been paid out by the school

**3 In-kind contributions**

In-kind contributions are donations that are made to the school in form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personal services. Where the financial value received for in-kind can be reliably determined, the school includes such values in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise the contribution is not recorded.

**4 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subjected to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year

**CHIANDA HIGH SCHOOL  
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**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**5 Accounts Receivable**

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the receivables financial year are treated as receivables. This is in recognition of the government practice where imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement of the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

**6 Accounts Payable**

For the purposes of these financial statements deposits and other retentions held on behalf of third parties have been recognized as accounts payable. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by national government ministries and agencies. Other liabilities including pending bills are included in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from the contracted goods or services during the year or in past years.

**7 Non Current Assets**

Non current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the school's fixed asset register, a summary of which is provided as a memorandum to these financial statements.

**8 Budget**

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The school's budget was approved by the Board of Management. A comparison of the actual performance against the comparable budget of the financial year under review has been included in the financial statements.

**9 Comparative figures**

Where necessary comparative figures for the previous year have been amended or reconfigured to conform to the required changes in presentation

**10 Subsequent events**

There have been no event subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

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**1 CAPITATION GRANT FOR TUITION**

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	1,716,800.00	285,140.00
Laboratory equipment	383,700.00	64,125.00
Library/Reference materials	224,400.00	215,627.50
Internal exams	140,640.00	230,962.00
Teaching/learning materials	2,886,878.40	513,699.75
Chalks	42,036.00	54,173.00
SMASSE	-	-
<b>Total</b>	<b>5,394,454.40</b>	<b>1,363,727.25</b>

**2 CAPITATION GRANT FOR OPERATIONS**

Description	2021-2022	2020-2021
	Kshs	Kshs
Personal emoluments	4,434,969.60	497,700.00
Repair, Maintenance & Improvement	-	6,802,933.75
Local transport and traveling	1,432,450.00	355,500.00
Electricity and water	2,953,255.00	352,656.00
Medical & Insurance	-	-
Administration costs	5,490,239.20	426,600.00
Activity	163,400.00	-
EDU Afya	326,800.00	-
<b>Total</b>	<b>14,801,113.80</b>	<b>8,435,389.75</b>

**3 SCHOOL FUND INCOME-PARENTS CONTRIBUTIONS**

Description	2021-2022	2020-2021
	Kshs	Kshs
Personal emoluments	13,245,877.50	2,866,710.50
Repairs and maintenance	5,110,096.00	1,907,061.00
Local transport and traveling	3,125,772.50	785,292.20
Electricity and water	5,680,245.00	2,472,095.00
Administration costs	6,965,685.00	1,698,286.00
Activity	1,312,459.00	261,524.00
Development	12,974,480.00	2,868,354.80
Farm	155,290.00	-

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**4 SCHOOL FUND INCOME - OTHER RECEIPTS**

Description	2021-2022	2020-2021
	Kshs	Kshs
Boarding Equipments & Stor	36,286,542.00	11,535,937.30
<b>Total</b>	<b>36,286,542.00</b>	<b>11,535,937.30</b>

**5 INFRASTRUCTURE - OTHER RECEIPTS**

Description	2021-2022	2020-2021
	Kshs	Kshs
RMI Infrastructure	8,457,160.00	3,207,500.00
	-	-
<b>Total</b>	<b>8,457,160.00</b>	<b>3,207,500.00</b>

**6 PAYMENTS FOR TUITION**

Description	2021-2022	2020-2021
	Kshs	Kshs
Text books	-	-
Exercise books	2,109,752.00	168,400.00
Laboratory equipment	1,022,745.00	-
Teaching/Learning materials	1,749,224.00	-
Ref & Library Materials	41,000.00	-
Bank charges	4,123.00	1,236.00
Internal Exams	52,000.00	-
Chalk	14,800.00	
<b>Total</b>	<b>4,993,644.00</b>	<b>169,636.00</b>

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**7 PAYMENT FOR OPERATION**

Description	2021-2022	2020-2021
	Kshs	Kshs
Personal emoluments	4,305,953.75	1,467,624.25
Local transport and traveling	310,426.00	228,770.00
Electricity and water	1,475,998.00	413,880.00
Administration costs	7,007,203.00	1,913,506.00
Activity	-	305,310.00
Repairs Maintenance & Improven	580,240.00	398,247.00
Other Voteheads	-	-
<b>Total</b>	<b>13,679,820.75</b>	<b>4,727,337.25</b>

**8 BOARDING AND SCHOOL FUND PAYMENTS**

Description	2021-2022	2020-2021
	Kshs	Kshs
BES/Lunch programme	38,966,905.00	9,640,348.00
Personal Emoluments	9,168,341.75	3,460,496.50
Repairs and Maintenance	4,672,746.00	761,345.00
Local Transport and Travelling	822,702.00	405,435.00
Electricity Water & Conservancy	2,651,627.00	1,132,903.00
Administration costs	7,258,239.00	2,018,139.00
Development	15,223,482.25	2,426,110.00
Rent	24,000.00	-
Activity	202,825.00	-
Farm	85,015.00	-
Uniform	1,300,000.00	-
Fees Refunds	133,635.00	-
<b>Total</b>	<b>80,509,518.00</b>	<b>19,844,776.50</b>

**9 PAYMENTS FOR-INFRASTRUCTURE**

Name of Bank Account	2021-2022	2020-2021
	Kshs	Kshs
MIF/Infrastructure	13,420,671.60	3,534,243.00
Bank charges/Contingencies	3,661.00	616.00
<b>Total</b>	<b>13,424,332.60</b>	<b>3,534,859.00</b>



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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**10 BANK ACCOUNTS**

<b>Name of</b>	<b>Bank Account</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Number</b>	<b>Kshs</b>	<b>Kshs</b>
Tuition Account		196,678.61	84,168.21
Operations Account		742,001.47	2,721,587.42
School Fund Account		4,209,588.76	2,677,047.76
Infrastructure Account		5,897,399.40	2,155,682.00
<b>Total</b>		<b>11,045,668.24</b>	<b>7,638,485.39</b>

**11 CASH IN HAND**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Tuition Account	-	-
Operation Account	5,358.00	860.00
School Fund Account	5,996.00	2,637.00
Infrastructure Account	520.00	70.00
<b>Total</b>	<b>11,874.00</b>	<b>3,567.00</b>

**12 ACCOUNTS RECEIVABLE**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Fees Arrears (see ageing below)	30,793,148.00	30,803,810.00
Other non-fees receivables (see ageing below)	2,284,516.65	2,044,727.65
<b>Total</b>	<b>33,077,664.65</b>	<b>32,848,537.65</b>

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**ACCOUNTS RECEIVABLE AGEING**

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for 2020 - School Fund	15,387,438.00	15,398,100.00
Fees arrears for 2019 b/f -School fund	15,405,710.00	15,405,710.00
Fees arrears for 2018 b/f	-	-
<b>Total</b>	<b>30,793,148.00</b>	<b>30,803,810.00</b>
<b>Other non-fees receivables</b>		
Sundry debtors - operations	640,722.00	640,722.00
Savings account No. 1237867452 b/f - School f	694.00	694.00
Savings account No. 2123550800 b/f - School f	485,063.00	485,063.00
Savings account No. 0298823386 b/f - School f	524,389.00	524,389.00
Savings account No. 1106365275 b/f - School f	299,507.65	299,507.65
Fees refunds -school fund	24,552.00	24,552.00
Covid - operations	53,800.00	53,800.00
Rent - School fund	16,000.00	16,000.00
R/D Cheque	239,789.00	-
<b>Total</b>	<b>2,284,516.65</b>	<b>2,044,727.65</b>

**13 ACCOUNTS PAYABLE**

3a	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (see ageing below & annex 1)	1,423,832.00	7,290,351.00
Other creditors (see ageing below)	15,446,695.43	7,299,599.43
<b>Total</b>	<b>16,870,527.43</b>	<b>14,589,950.43</b>

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**AGEING OF CREDITORS**

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for 2020 b/f - Tuition a/c	800,518.00	1,088,818.00
Trade creditors for 2019 b/f - Tuition a/c	202,400.00	202,400.00
Trade creditors for 2020 b/f - School fund a/c	-	4,005,093.00
Trade creditors for 2019 b/f - School fund a/c	420,914.00	1,994,040.00
<b>Total</b>	<b>1,423,832.00</b>	<b>7,290,351.00</b>
<b>Other Creditors</b>		
Creditors -Tuition	491,625.00	491,625.00
Farm - School fund 2020	35,788.00	35,788.00
Prepayments 2020 -School fund	8,701,791.85	4,420,521.85
Barkery - school fund	413,112.58	413,112.58
Maintenance & Improvements	1,938,552.00	1,938,552.00
Savings Account - School fund	3,865,826.00	-
<b>Total</b>	<b>15,446,695.43</b>	<b>7,299,599.43</b>

**14 ACCUMULATED FUND BALANCE BROUGHT FORWARD**

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	7,638,485.39	4,024,584.14
Cash balances	3,567.00	4,552.00
Receivables	32,848,537.65	32,113,463.65
Payables	14,589,950.43	19,367,229.23
<b>Total</b>	<b>25,900,639.61</b>	<b>16,775,370.56</b>

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**OTHER IMPORTANT DISCLOSURES**

IPSAS 1 encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non-financial assets and liabilities.

**15 Non- current Liabilities Summary**

Description	2021-2022	2020-2021
Kshs	Kshs	Kshs
Gratuity and leave provisions	-	-
<b>Total</b>	-	-

**16 Biological Assets**

Description	2021-2022	2020-2021
	Kshs	Kshs
Cattle	9.00	15.00
Goats	-	3.00
Trees	-	
Poultry	-	
pigs	20.00	
Sheep		20.00
Rabbit		10.00
<b>Total</b>	<b>9.00</b>	<b>18.00</b>

**17 Borrowings**

Description	2021-2022	2020-2021
	Kshs	Kshs
Borrowings at the beginning of the year	-	-
Borrowings during the year		
Repayments during the year		
<b>Balance at the end of the year</b>	<b>-</b>	<b>-</b>

**18 Stock/Inventory**

Description	2021-2022	2020-2021
	Kshs	Kshs
Stock/inventory at the beginning of the year	-	-
Stock/inventory purchased during the year		
Stock/inventory at the end of the year		
<b>Total</b>	<b>-</b>	<b>-</b>

**19 Creditors**

Description	2021-2022	2020-2021
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**OTHER IMPORTANT DISCLOSURES (Continued)**

**20 DEBTORS 2021**

Description	2021	2020
	Kshs	Kshs
Fee arrears 2021 (See Annex 3)	4,874,783.00	-
Prepayments 2021 (See Annex 3)	-	-
	-	-
<b>Total</b>	<b>4,874,783.00</b>	<b>-</b>

**21 PROGRESS ON FOLLOW UP ON AUDITOR RECOMMENDATIONS**

Ref. No.	Issue/Observation from Auditor	Management comment	Status: (Resolved/ Not Resolved)	Timeframe: Date to be Resolved
1				
2				
3				
4				
5				

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**12. ANNEXES**

**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

		Original Amount	Date Contracted	Amount paid to date	Outstanding Balance 2021 d=a-c	Outstanding Balance 2019	
Supplier of Goods or Services		a Kshs	b Kshs	c Kshs	d=a-c Kshs	Kshs	Comments
<b>Construction of buildings</b>							
MAGGY INVEST		145,000.00	2021/2022	-	145,000.00		
Sub Total					145,000.00	0	
<b>Supply of Goods (Tuition)</b>							
1 MANINGI ENTERPRISES		1,156,000.00	2021/2022	-	1,156,000.00		
2							
3							
Sub Total					1,156,000.00		
<b>Supply of Services (School Fund)</b>							
1 MAGGY INVESTMENT		1,386,000.00		-	1,386,000.00		
2 EVERYNE OMONDI		490,000.00		-	490,000.00		
3 MAMA WATOTO		964,000.00		350,000.00	614,000.00		
4 KAMAMA VERA INV		884,000.00		741,000.00	143,000.00		
5 SAMSON ACHOK		200,000.00		21,000.00	179,000.00		
6 SAMSON ACHOK		61,000.00		-	61,000.00		
7 CHARLES MONYE		20,000.00		-	20,000.00		
8 HEZBON OMONDI		344,000.00		-	344,000.00		
9 DICKSON OWINO		272,800.00		-	272,800.00		
10 JUDITH ADHIAMBO		60,864.00		-	60,864.00		
11 SELINE AMOLLO		28,500.00		-	28,500.00		
12 JANE ADHIAMBO		16,960.00		-	16,960.00		
13 LOYCE AUMA VICTOR		29,200.00		-	29,200.00		
14 NYESIE J.S ENTER		71,000.00		-	71,000.00		
15 CHIANDA T. CANTEEN		101,640.00		-	101,640.00		
16 CHIANDA T. CANTEEN		130,515.00		-	130,515.00		
17 DEGPAH INVESTMENT		590,000.00		390,000.00	200,000.00		
18 PAMELA FARM ENTER		1,080,000.00		680,000.00	400,000.00		
19 CAPE OFFICE ENTER		550,000.00		450,000.00	100,000.00		
20 MANINGI ENTER		82,350.00		-	82,350.00		
21 FIRECOM SOLUTIONS		18,600.00		-	18,600.00		
22 UNITED SCALES		22,500.00		-	22,500.00		
23 DAVID KASERA		67,600.00		-	67,600.00		
24 SUNSHINE AUTOMOBILES		213,680.00		-	213,680.00		
Sub Total					5,053,209.00		
<b>Supply of Services (Operations)</b>							
1 MANTONE INVESTMENT		217,400.00		-	217,400.00		
2 MANTONE INVESTMENT		167,634.00		-	167,634.00		
3 MANTONE INVESTMENT		16,000.00		-	16,000.00		
4 JARED OTIENO OSORO		152,950.00		100,000.00	52,950.00		
5 OPTION ONE ENTER		195,000.00		95,000.00	100,000.00		
6 COPY CAT LTD		156,310.00		-	156,310.00		
7 CHEMOXALIC ENTER		231,700.00		-	231,700.00		
8 BLACK BERRY ENTER		156,200.00		-	156,200.00		
9 CHIANDA SUPA DUKA		4,500.00		-	4,500.00		
10 KISCEN ENTER		513,181.00		-	513,181.00		
11 SHACAGE COMP SERV		407500		-	407,500.00		
Sub Total					2,023,375.00		
<b>Grand Total</b>					<b>8,377,584.00</b>		

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**ANNEX 2 - SUMMARY OF FIXED ASSET REGISTER**

<b>Asset Class</b>	<b>Date Purchased</b>	<b>Location</b>	<b>Historical cost b/f Kshs</b>	<b>Additions in the year Kshs</b>	<b>Disposals during the year Kshs</b>	<b>Historical cost c/f Kshs</b>
Land	22/11/2022	chianda				
Buildings and structures		chianda				
Office equipment, furniture and fittings		chianda				
ICT equipment and other ICT assets		chianda				
Tools and apparatus		chianda				
Textbooks		chianda				
Other machinery and equipment		chianda				
Heritage and cultural assets		chianda				
Intangible assets - software		chianda				
<b>Total</b>						

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**ANNEX 3 - SUMMARY OF FEES ARREARS AS AT 30TH JUNE 2022**

<b>CLASS</b>	<b>AMOUNT</b>
FORM ONE	3,852,530.00
FORM TWO	2,938,835.00
FORM THREE	3,219,600.00
FORM FOUR	3,723,460.00
<b>TOTAL</b>	<b>13,734,425.00</b>

**PREPAYMENTS AS AT 30TH JUNE 2022**

	<b>NAME</b>	<b>FORM</b>	<b>RECEIPT NO.</b>	<b>AMOUNT</b>
1				
2				
3				
4				
5				
6				
7				
8				
9				
10				
				-