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REPORT

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TABLED BY:	HON. KIMANI ICHUNG'WATH MAJORITY LEADER
CLERK-AT-THE-TABLE:	INZOFU MWALE

OF

THE AUDITOR-GENERAL

ON

FLAMINGO SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2022**

NAKURU COUNTY

NATIONAL ASSEMBLY RECEIVED
08 NOV 2023
DEPUTY CLERK J.W.N
P. O. Box 41842 - 00100, NAIROBI



**FLAMINGO SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2022**

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

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

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FLAMINGO SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

I KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

Flamingo secondary school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Nakuru County, Nakuru East Sub-County

The school was registered in 3rd Aug 2017 registration number 32530000/340E/8/2017 and is currently categorized as a Sub - County public school established, owned or operated by the Government.

The school is a day school and had 1,087 number of students as at 30th June 2022 has 19 streams and 41 teachers of which 8 teachers are 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:

Ref:	Name of Board Member	Designation	Date of appointment
1.	Pro. Robert Gesimba	Chairman	14th May, 2019
2.	Mr. Aggrey A. Ndagona	Secretary- Principal	8th Sept, 2020
3.	Kennedy Onyango Abuja	Member	14th May, 2019
4.	Chiteri Arizerlly James	Member	14th May, 2019
5.	Madam Johra Said Ali	Member	14th May, 2019
6.	Madam Winnie Oyaro	Member	14th May, 2019
7.	Mr. Robert Moita	Member	14th May, 2019
8.	Mr. Henry Owidhi Jananga	Member – Rep CEB	14th May, 2019
9.	Dr. David Turuthi	Teachers- Rep	23rd Dec , 2020
	1) Winnie Akinyi Oyaro 2) Janet Chemutai Bii 3) Carolyne Kamaitha	3 Members – Sponsor	14th May , 2019
13.	Rev Benson Kingoro	Member - Community	14th May , 2019
14.	Cecilia Kimani	MemberSpecial Needs	14th May , 2019
15.	Isaac Owili Opiyo	Rep Students	4th Jan , 2021

KEYSCHOOL INFORMATION AND MANAGEMENT (Continued)

The functions of the School Board of Management include:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the School
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils discipline and make reports to the CEB
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- Administer and manage the resources of the School
- 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 para 21 and 23 of the Basic Education Act, 2013.

FLAMINGO SECONDARY SCHOOL-NAKURU
 Reports and Financial Statements For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1.	Executive Committee	• Prof. Robert Gesimba	Chairman	6 Meetings
		• Rev. Benson W. King'oro	Member	
		• Carolyne Kamaitha	Member	
		• Aggrey A. Ndagona	Member	
2.	Audit Committee	• Prof. Robert Gesimba	Chairman	2 meetings
		• Kennedy O. Abuje	Member	
		• Carolyne Kamaitha	Member	
		• Johra Ali Said	Member	
		• Dr. David G. Turuthi	Member	
3.	Finance, procurement and general purposes Committee	• Janet C. Bii	Chairperson	2 Meetings
		• Prof. Robert Gesimba	Member	
		• Kennedy O. Abuje	Member	
		• Carolyne Kamaitha	Member	
		• Dr. David G. Turuthi	Member	
4.	Academic Committee	• Johra Ali Said	Chairperson	2 meetings
		• Prof. Robert Gesimba	Member	
		• Kennedy O. Abuje	Member	
		• Carolyne Kamaitha	Member	
		• Dr. David G. Turuthi	Member	
		• Aggrey A. Ndagona	Member	
		• Rev. Benson W. Kingoro	Member	
5.	Discipline and welfare Committee	• Rev. Benson W. King'oro	Chairman	2 meeting
		• Cecilia Kimani		
		• Winnie A Oyaro		
		• Kisilar Gor		
6.	Adhoc(Infrastructure/Project Management)Committee	• Robert Moita	CHAIRMAN	2 meeting
		• Rev. Benson W. King'oro		
		• Prof. Robert Gesimba		
		• Dr. David G. Turuthi		

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	Aggrey A. Ndagona	334352
2	Deputy Principal (1)	Dr. David Turuthi	313934
	Deputy Principal (2)	Naomi Wanjohi	372024
3	School Bursar	Margaret N. Mwangi	N/A

(e) Schools contacts

Post Office Box: 10308-20100
 Telephone: 0702098900
 E-mail: flamingo.school@yahoo.com
 Website: N/A
 Facebook: N/A
 Twitter: N/A

(f) School Bankers

The following school operated 7 bank accounts in the following banks:

1. Name of Bank: Kcb
 Branch: Nakuru Kenyatta Avenue
 Account Number: SCHOOL FUND A/C NO. 1101640855
 OPERATION A/C NO. 1101670258
 INFRASTRUCTURE A/C NO. 1262040477
 SAVINGS A/C NO. 1106462122
2. Name of Bank :Nbk
 Branch: Nakuru
 Account Number: Tuition a/c No. 01025021068900
 Savings a/c No. 01242019610200
3. Name of Bank: Family Bank
 Branch: Nakuru Kenyatta Avenue
 Account Number: 0000080757
4. MPESA PayBill No. 522123 attached to KCB 1106462122 bank account

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(g) Independent Auditors

Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

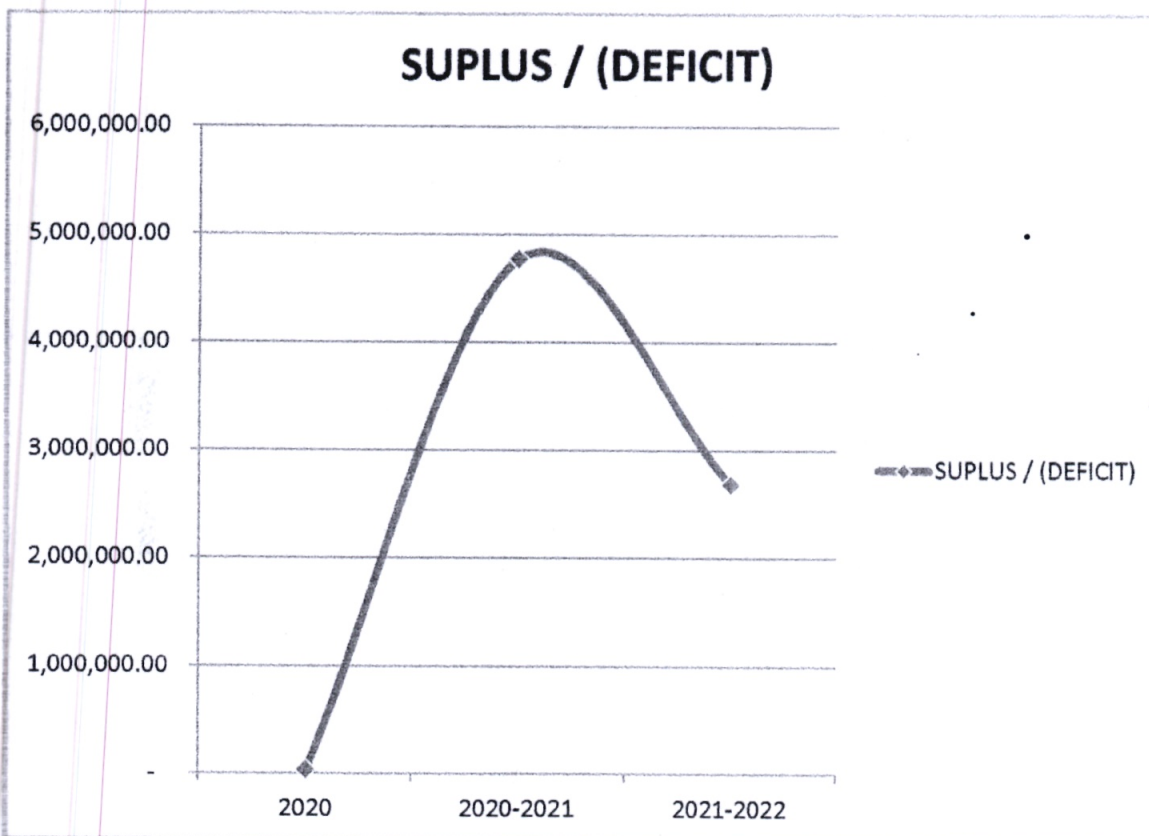
II SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) **FINANCIAL PERFORMANCE:**

- SURPLUS/ DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS

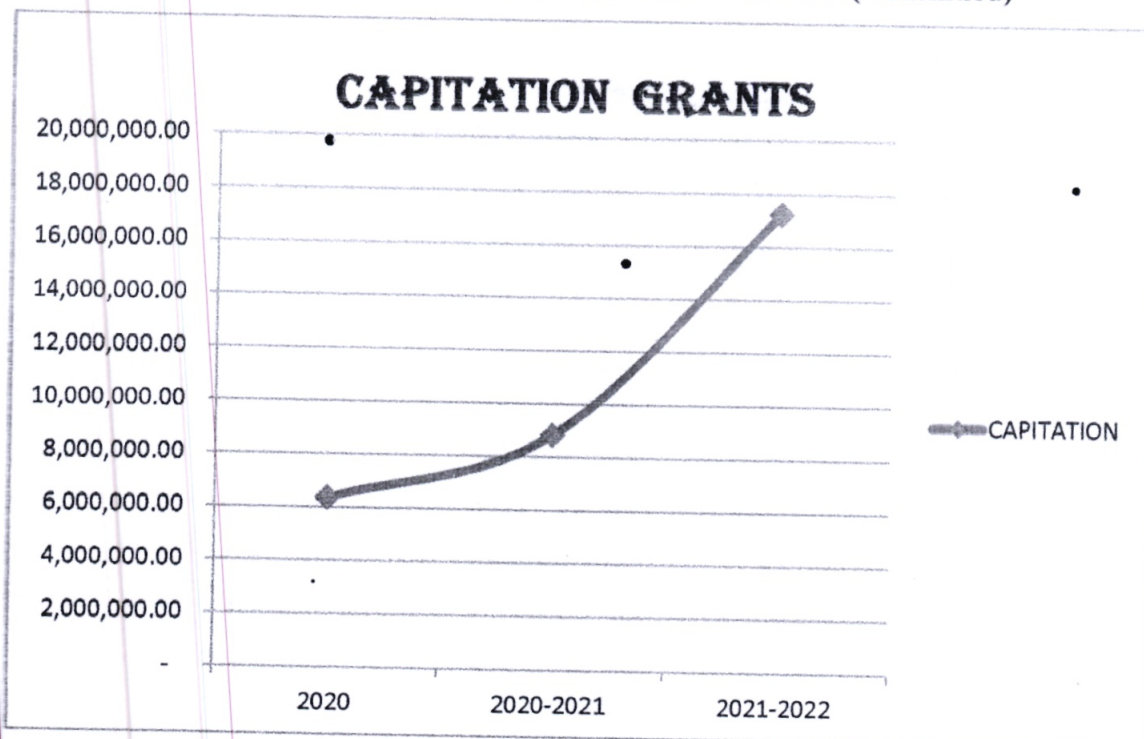
YEAR	2021- 2022	2020-2021	2020
DEFICIT/SURPLUS	2,688,168.22	4,774,459.10	39,070.00



- CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

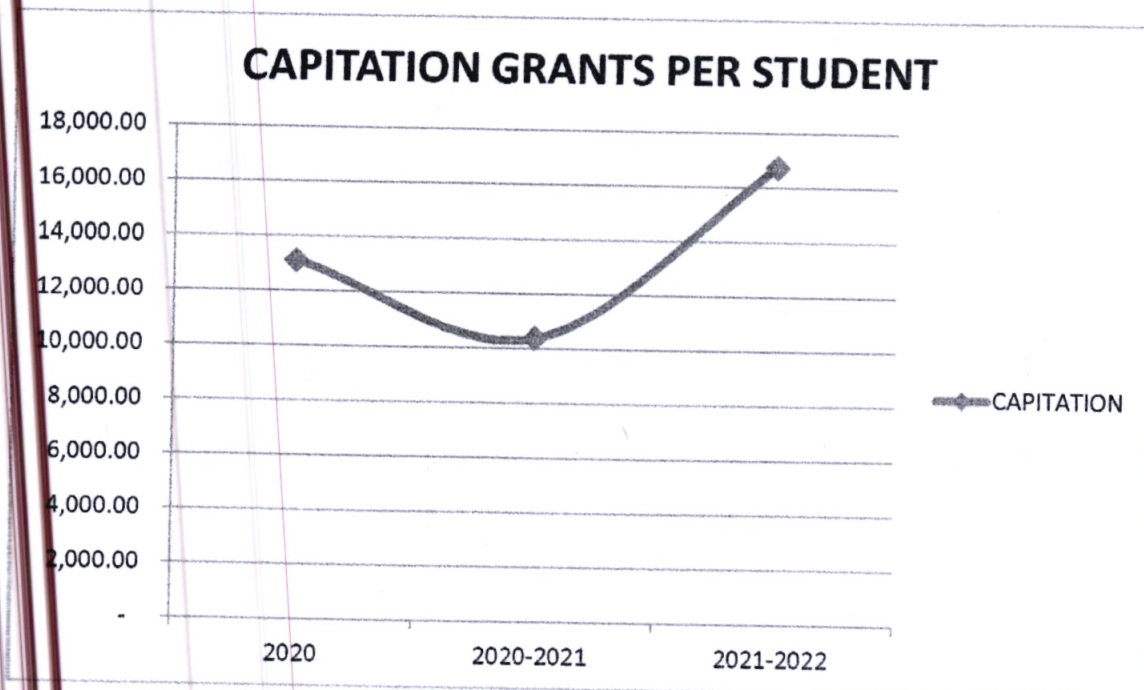
YEAR	2021-2022	2020-2021	2020
TUITION ACCOUNT	3,164,120.80	1,097,011.50	1,370,459.00
OPERATION ACCOUNT	14,097,640.00	7,735,062.85	4,992,450.00
TOTAL CAPITATION	17,261,760.80	8,832,074.35	6,362,909.00

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)



RATIO OF CAPITATION GRANT PER STUDENT OVER THE LAST THREE YEARS

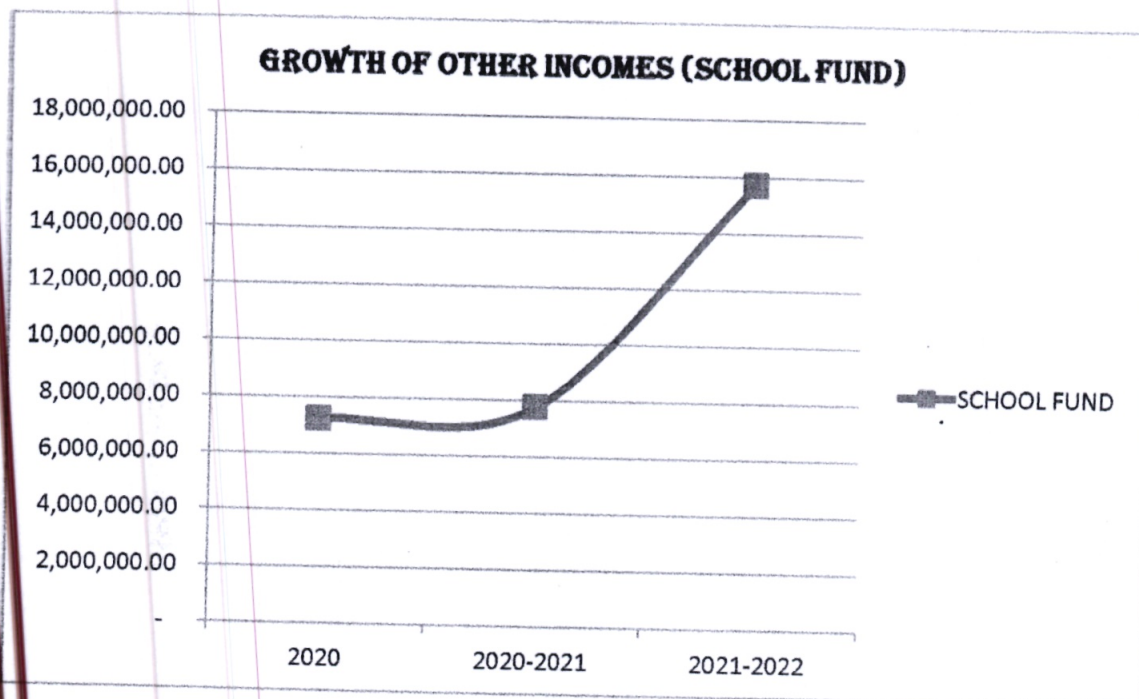
YEARS	2021-2022	2020-2021	2020
CAPITATION	17,261,760.80	8,832,074.35	6,362,909.00
<i>NO. Student enrolment</i>	1030	850	485
<i>Ratio of Capitation grant per Student</i>	1:16,743.20	1:10,393.64	1:13,130.12



FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)
- A THREE-YEAR OVERVIEW OF GROWTH OF OTHER INCOME(S) EARNED BY THE SCHOOL.

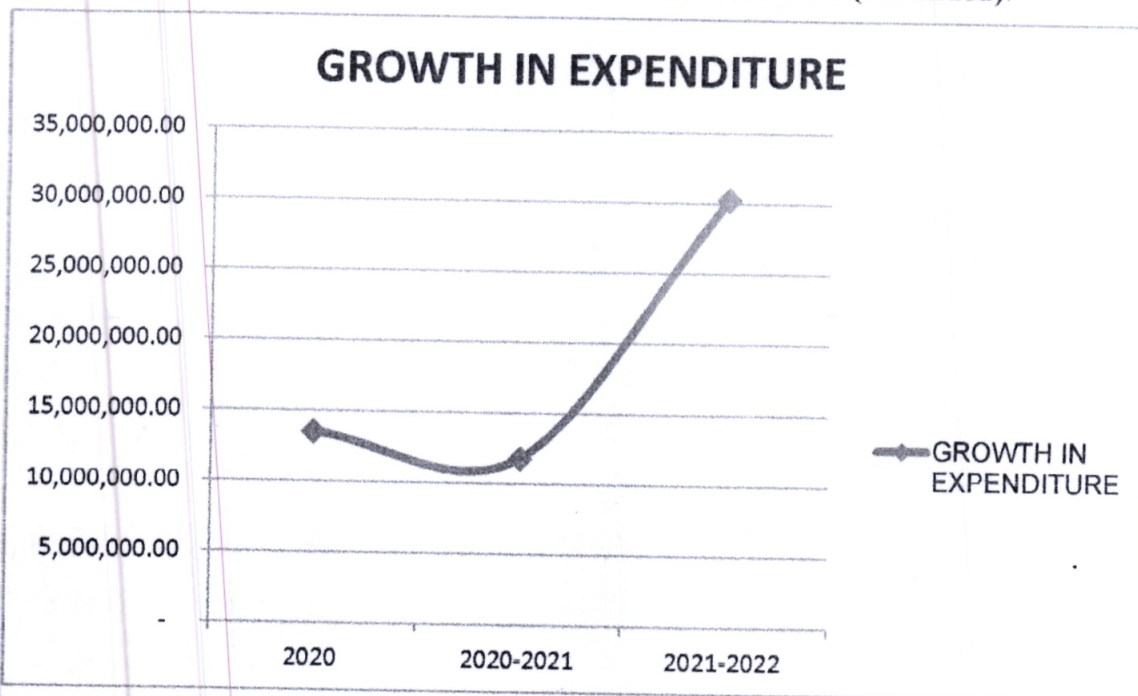
YEARS	2021-2022	2020-2021	2020
SCHOOL FUND ACCOUNT	15,696,224.00	7,713,399.00	7,068,240.00
BUS HIRE	40,000.00	61,500.00	181,400.00
TOTAL	15,736,224	7,774,899	7,249,640



A THREE-YEAR OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL

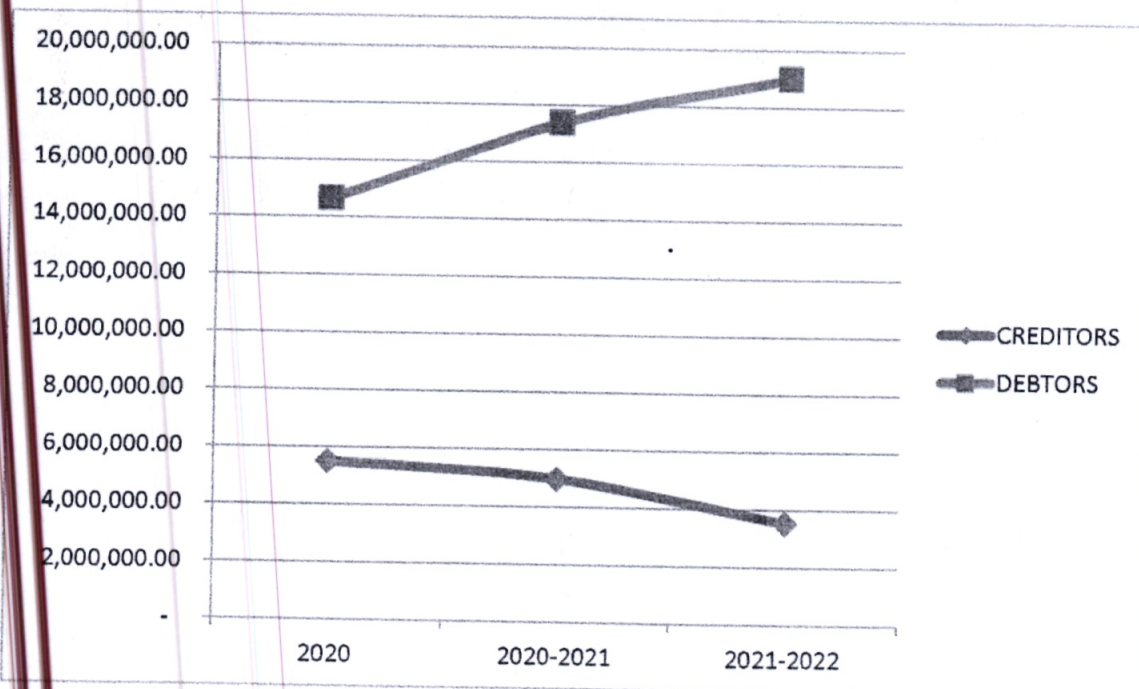
YEARS	2021-2022	2020-2021	2020
TUITION ACCOUNT	4,029,849.00	1,985,691.00	2,317,765.00
OPERATION ACCOUNT	12,651,785.00	3,591,932.30	3,530,524.00
LUNCH PROGRAMME	13,628,182.58	6,254,890.95	7,725,190.00
GROWTH IN EXPENDITURE IN KSHS.	30,309,816.58	11,832,514.25	13,573,479.00

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued).



MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS

YEARS	2021-2022	2020-2021	2020
CREDITORS	3,550,159.00	4,986,839.00	5,516,068.70
DEBTORS	19,005,744.70	17,396,699.70	14,653,100.70



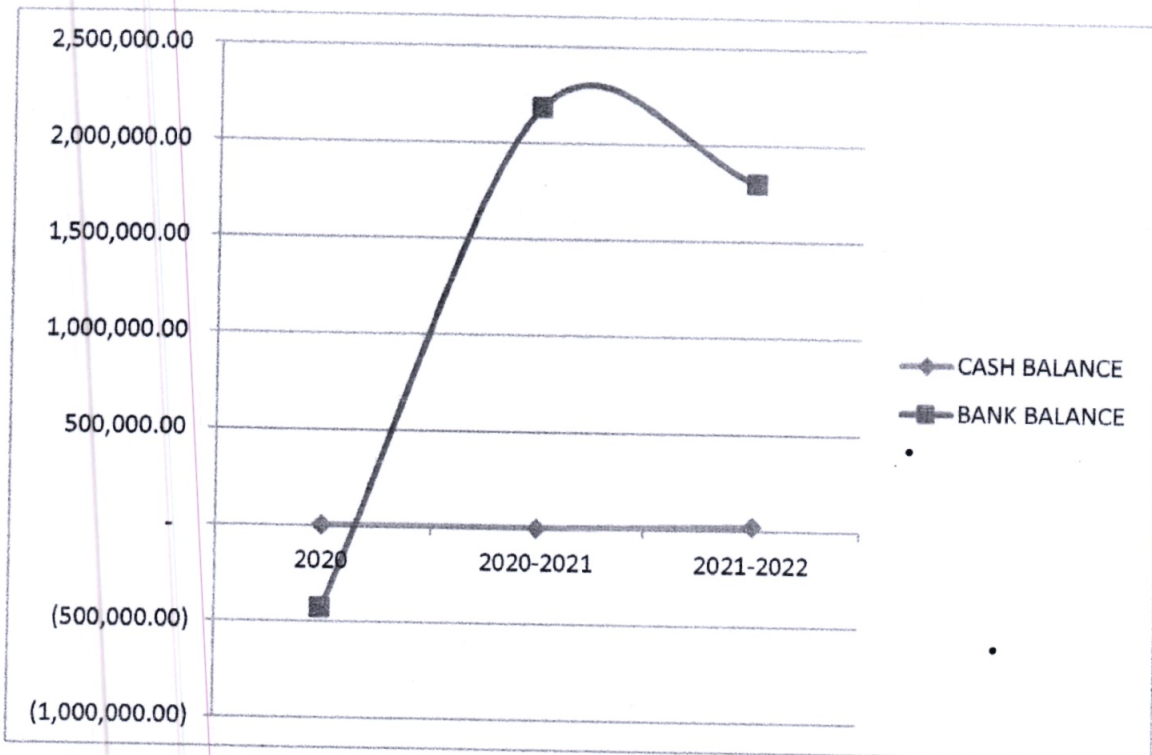
FLAMINGO SECONDARY SCHOOL-NAKURU

Reports and Financial Statements For the year ended 30th June 2022

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

MOVEMENT OF CASH AND BANK BALANCES OVER THE LAST THREE YEARS

YEARS	2021-2022	2020-2021	2020
BANK BALANCE	1,802,535.54	2,189,405.32	(425,818.78)
CASH BALANCE	32,875.00	3,562.00	3,702.00
TOTAL	1,835,410.54	2,192,967.32	(422,116.78)



FLAMINGO SECONDARY SCHOOL-NAKURUReports and Financial Statements For the year ended 30th June 2022**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)****b) TEACHER STUDENT RATIO:**

		Shortage
Teacher to student ratio (1087 Students)		
1. ENGLISH / Literature	- 6	
2. KISWAHILI / History	- 1	
3. MATHS/ Business	- 1	
4. CHEMISTRY/ MATHS	- 2	
5. PHYSICS/ Maths	- 4	
6. GEOGRAPHY/ BST	- 1	
7. HISTORY/ CRE	- 4	
8. AGRICULTURE / BUSINESS STUDIES	- 1	
9. KISWAHILI / CRE	- 4	
10. MATHS / BIOLOGY	- 1	
11. HOME SCIENCE /BIOLOGY	- 1	
12. PHYSICS /BIOLOGY	- 3	
13. MATHS / GEOGRAPHY	- 1	
14. BIO/ AGRICULTURE	- 3	
No. of teacher of recruited during the year	- 2	
No. of teachers that transferred or retired	- 0	
No of teachers employed under BOM	- 8	
No. of teachers employed by TSC	- 33	

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

a) MEAN SCORE IN THE KCSE AND IN 2019 - 2021

<i>KCSE YEAR</i>	<i>NO. OF CANDIDATE</i>	<i>SCHOOL SET MEAN</i>	<i>MEAN SCORE</i>	<i>DEVIATION</i>	<i>No. students taken to Higher learning</i>	<i>Comments /compare to school set mean</i>
2021	198	3.50	3.3387	+0.339	77	Drop
2020	150	4.00	3.000	-0.357	59	Drop
2019	140	4.50	3.357	+0.303	51	Drop

a) NUMBER OF CANDIDATES

<i>YEAR</i>	<i>NO. OF CANDIDATE</i>
2021	198
2020	150
2019	140

b) CAPACITY OF THE SCHOOL:

<i>Facility</i>	<i>Available no. of Facilities</i>	<i>Shortage / Required</i>
Toilets : - Boys	19 doors	7 Doors
- Girls	9 doors	
Kitchen	1	
Dining Hall	1	
Laboratories	4	
Library	1	
Classrooms	23	
Administration Block	1	
Hall	1	

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

DEVELOPMENT PROJECTS CARRIED OUT BY THE SCHOOL:

Project	Source of Funds	Status
Construction of 16 door toilets	Ministry of Education (MI)	Completed
Renovation of Administration block (Re-roofing, Painting and replacement of administration toilet.)	Ministry of Education (MI)	Completed.
Renovation of 3 classrooms (Re-roofing, and painting)	Ministry of Education (MI)	Completed

Aggrey Asess ndgo ws



16/07/2024

Sign

School Principal

PRINCIPAL
 FLAMINGO SECONDARY SCHOOL
 P. O. Box 10308, NAKURU
 TEL 0702098900
 DATE:SIGN:.....

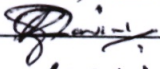
III STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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 so prepared to be 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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of **Flamingo Secondary 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 the school's transactions during the financial year ended 30th June, 2022, and of the school's financial position as at that date.

Name: PROF. ROBERT GESIMBA
Designation: Chairman, School Board of Management.
Sign: 
Date: 16.7.24

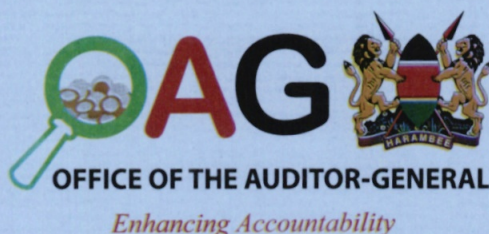
PRINCIPAL
FLAMINGO SECONDARY SCHOOL
P. O. Box 10308, NAKURU
TEL 0702098900
DATE: SIGN:

Name: MR. AGGREY AGESA DAGONA
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 16/07/2024

BURSAR
FLAMINGO SECONDARY SCHOOL
P. O. Box 10308, NAKURU
TEL 0702098900
DATE: SIGN:

Name: MARGARET NDUTA MACHARIA
Designation: Bursar/ Finance Officer
Sign: 
Date: 16/7/24

REPUBLIC OF KENYA



Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke

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

REPORT OF THE AUDITOR-GENERAL ON FLAMINGO SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - NAKURU COUNTY

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 the 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, risk management environment and 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 Flamingo Secondary School - Nakuru County set out on pages 17 to 33, which comprise of the statement of financial

Report of the Auditor-General on Flamingo Secondary School for the year ended 30 June, 2022 - Nakuru County

assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows, and 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 the 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 Flamingo Secondary School 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of receipts and payments compared to ledgers/support schedules revealed variances in respect of five (5) items as follows: -

Item	Statement of Receipts and Payments (Kshs)	Ledgers (Kshs)	Variance (Kshs)
Capitation for Tuition	3,164,121	3,155,838	8,283
Capitation for Operations	14,097,640	13,763,473	334,167
School Fund Income - Other Receipts	15,736,224	13,292,024	2,444,200
Boarding and School Fund Payments	13,628,183	12,291,113	1,337,070
Payments for Operations	12,651,785	16,141,781	3,489,996

Further, the opening amount for boarding and school fund payments in the statement of receipts and payments of Kshs.6,254,891 varies with the amounts in the Note 7 of Kshs.6,154,891, resulting to an unexplained variance of Kshs.100,000.

In the circumstances, the accuracy and completeness of the financial statements for the year ended 30 June, 2022 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.19,005,745. Included in this amount is student debtors of Kshs.18,632,140 as disclosed in Note 11 to the financial statements. This amount is made up of student fee balances of Kshs.16,229,940 which have been outstanding for

over two (2) years and Management did not provide debtors listing and aging analysis. In addition, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the existence, accuracy, completeness and recoverability of the accounts receivables balance of Kshs.18,632,140 could not be confirmed.

3. Unsupported Cash Balances

The statement of financial assets and financial liabilities reflects a balance of Kshs.32,875 against cash in hand as disclosed in Notes 9 to the financial statements. However, Management did not provide a board of survey report to support the balances.

In the circumstances, the accuracy and completeness of Kshs.32,875 in respect of cash in hand balance could be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Flamingo Secondary 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.

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 procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the 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. Late Submission of Financial Statements to the Auditor-General

During the year under review, the School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2022 but the financial statements were submitted on 02 May, 2024. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

In the circumstances, Management was in breach of the law.

2. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information as required in the format prescribed by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. Incorrect numbering on summary report of performance.
- ii. The statement of receipts and payments title on page 17 does not indicate the year.
- iii. The statement of financial assets and financial liabilities on page 18 does not indicate the year.
- iv. Annex 2 on Summary of fixed assets register is blank.
- v. Note 11 is repeated and therefore all the subsequent Notes are wrongly numbered.

In the circumstances, Management did not comply with the presentation format prescribed by the Public Sector Accounting Standard Board.

3. Transfer of Funds to Kenya Secondary Schools Heads Association

The audit noted that the School transferred co-curricular funds totalling Kshs.521,800 to Kenya Secondary School Heads Association (KESSHA), a private welfare organization that draws its membership from school principals and is not subject to PFM Act, 2012 or any other public finance regulations. KESSHA is not defined in Government funding and there is no assurance that it has implemented effective, efficient and transparent financial management and internal control systems to manage the co-curricular funds transferred by the School.

In the circumstances, the value for money from the transfer of Kshs.521,800 could not be confirmed.

4. Lack of a Prequalified List of Suppliers

Review of the procurement procedures for the period under review revealed that the School did not have a prequalified list of suppliers as per the provisions of Section 57(1) of the Public Procurement and Asset Disposal Act, 2015 which requires the head of the procurement function of a procuring entity to maintain and update lists of registered suppliers, contractors and consultants in the categories of goods, works or services according to its procurement needs.

In the circumstances, Management was in breach of the law.

5. Failure to Prepare an Annual Procurement plan

During the year under review, the School did not prepare a procurement plan as required by Regulation 40(1) of the Public Procurement and Asset Disposal Regulations, 2020.

In the circumstances, Management was in breach of the law.

6. Irregular Use of Low-Value Procurement Method

The statement of receipts and payments reflects boarding and school fund payments of Kshs.13,628,183 which includes Kshs.2,394,112 utilized to purchase the various items listed below through low-value method of procurement:

Description	Date	P.V No.	Amount (Kshs)
Various Admin Payments	31/07/2021	497	163,120
Various Admin Payments	31/07/2021	496	105,110
Supply of Lockers	21/08/2021	523	270,000
Payment of School Supplies	05/08/2021	447	178,450
Payment of Various Supplies	16/08/2021	506	169,687
Supply of Meat	16/08/2021	499	150,000
Supply of Meat	22/10/2021	582	223,260
Payment of School Supplies	08/11/2021	598	313,704
Supply of Meat	28/01/2022	15	282,150
Payment of Various Supplies	18/01/2022	6	188,226
Supply of Cereals	25/01/2022	7	155,870
Supply of Cereals	30/04/2022	813	194,535
			2,394,112

This was contrary to the Second Schedule of the Public Procurement and Asset Disposal Regulations, 2020 which sets a ceiling of Kshs.50,000 for low-value procurement.

In the circumstances, Management was in breach of the law.

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 comply, 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 THE 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 governance were not effective.

Basis for Conclusion

1. Weak Controls in Inventory and Stores Management

The approved financial reporting template for secondary schools requires a school to disclose its inventories at the close of the financial year under other important disclosures. However, the disclosure made by Flamingo Secondary School was incomplete since it did not indicate the value of the inventories as required by the template. Further, the School did not maintain records of stock movement and also conduct a stock take at the close of the year.

In the circumstances, the weak controls over inventory may lead to losses and wastage.

2. Failure to Constitute an Audit committee

The School has not constituted an audit committee as required by Section 61(2) of the Basic Education Act, 2013 which requires board of management of an institution of basic education to establish an audit committee.

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee.

3. Lack of Ownership Documents and Non-Disclosure of Fixed Assets

Review of list of assets provided for audit revealed that the fixed assets include land, buildings and structures, office equipment, furniture and fittings, ICT equipment, tools and apparatus and textbooks. However, the following anomalies were noted;

- i. Assets had not been valued or disclosed in Annex 2 - Summary of Fixed Assets Register.
- ii. Management did not maintain a fixed assets register in the prescribed format and the assets were not coded or tagged for ease of identification and tracking of the assets.
- iii. Further, records provided for audit indicated that the School owns two (2) acres piece of land. As at the time of audit, in the month of June, 2024, the title deeds had not been obtained.

In the circumstances, the valuation, safe custody and ownership of the fixed 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.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements 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 control 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 the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgment 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 or 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 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 Oathungu, CBS
AUDITOR-GENERAL

Nairobi

04 September, 2024

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

IV STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 20.....

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	3,164,120.80	1,097,011.50
Capitation grants for operations	2	14,097,640.00	7,735,062.85
School Fund Income- Parents' Contributions	3	0	-
School Fund Income- Other receipts	4	15,736,224.00	7,774,899.00
Proceeds from borrowings			
TOTAL RECEIPTS		32,997,984.80	16,606,973.35
PAYMENTS			
Payments for Tuition	5	4,029,849.00	1,985,691.00
Payments for operations	6	12,651,785.00	3,591,932.30
Boarding and school fund payments	7	13,628,182.58	6,254,890.95
TOTAL PAYMENTS		30,309,816.58	11,832,514.25
SURPLUS/DEFICIT		2,688,168.22	4,774,459.10

The school financial statements were approved on 30TH June 20..... and signed by:

PROF. ROBERT GESIMBA

MR. AGGREY AGESA DAGONA MARGARET MACHARIA

Chairman, B.O.M.

School Principal/
Secretary to BOM

Bursar/
Finance Officer

Sign: _____

Sign: _____

Sign: _____

Date: _____

Date: _____

Date: _____

PRINCIPAL
 FLAMINGO SECONDARY SCHOOL
 P. O. Box 10308, NAKURU
 TEL 0702098900
 DATE:.....SIGN:.....

BURSAR
 FLAMINGO SECONDARY SCHOOL
 P. O. Box 10308, NAKURU
 TEL 0702098900
 DATE:.....SIGN:.....

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

V. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 20.....

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,802,535.54	2,189,405.32
Cash Balances	9	32,875.00	3,562.00
Short term Investment	10	-	-
Total Cash and cash equivalent		1,835,410.54	2,192,967.32
Account's receivables	11	19,005,744.70	17,396,699.70
TOTAL FINANCIAL ASSETS		20,841,155.24	19,589,667.02
FINANCIAL LIABILITIES			
Accounts Payables	12	(3,550,159.00)	(4,986,839.00)
NET FINANCIAL ASSETS		<u>17,290,996.24</u>	<u>14,602,828.02</u>
REPRESENTED BY			
Accumulated Fund b/fwd	13	14,602,828.02	9,828,368.92
Surplus/Deficit for the year		2,688,168.22	4,774,459.10
NET FINANCIAL POSSITION		<u>17,290,996.24</u>	<u>14,602,828.02</u>

The school financial statements were approved on 30th June 20..... and signed by:

PROF. ROBERT GESIMBA

MR. AGGREY AGESA DAGONA MARGARET MACHARIA

Chairman, B.O.M.

School Principal/
Secretary to BOM

Bursar/
Finance Officer

Sign: _____

Sign: _____

Sign: _____

Date: _____

6/07/2024

Date: _____

16/07/2024

Date: _____

16/07/2024

PRINCIPAL
 FLAMINGO SECONDARY SCHOOL
 P. O. Box 10308, NAKURU
 TEL 0702098900
 DATE:.....SIGN:.....

BURSAR
 FLAMINGO SECONDARY SCHOOL
 P. O. Box 10308, NAKURU
 TEL 0702098900
 DATE:.....SIGN:.....

FLAMINGO SECONDARY SCHOOL-NAKURU

Reports and Financial Statements For the year ended 30th June 2022

VI STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021- 2022	2020 - 2021
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	3,164,120.80	1,097,011.50
Capitation grants for operations	2	14,097,640.00	7,735,062.85
School fund income- Parents contributions/ fees	3	-	-
School fund income- other receipts	4	15,736,224.00	7,774,899.00
Total receipts		32,997,984.80	16,606,973.35
Payments			
Payments for Tuition		4,029,849.00	1,985,691.00
Payments for operations		8,932,775.00	3,151,152.30
Boarding and school fund payments		13,628,182.58	6,254,890.95
		26,590,806.58	11,391,734.25
		6,407,178.22	5,215,239.10
Adjusted for:			
Changes in Receivables		(1,609,045)	(1,630,145.30)
Changes in Payables		(1,436,680)	(529,229.70)
Accruals to cash Adjustments			-
		(3,045,725)	(2,159,375.00)
Net cash flow from operating activities		3,361,453	3,055,864
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			-
Acquisition of Assets		(3,719,010)	(440,780.00)
Proceeds from investments			-
Net cash flows from Investing Activities		(3,719,010)	(440,780.00)
NET CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans			-
Repayment of principal borrowings			-
Net cash flows from Investing Activities			-
NET INCREASE IN CASH AND CASH EQUIVALENT		(357,556.78)	2,615,084.10
Cash and cash equivalent at BEGINNING of the year	10	2,192,967.32	(422,116.78)
Cash and cash equivalent at END of the year		1,835,410.54	2,192,967.32

FLAMINGO SECONDARY SCHOOL

 Reports and Financial Statements For the year ended 30th June 2022

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

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials						
Exercise books	900,000.00	0.00	900,000.00	829,820.00	70,180.00	92.2%
Laboratory equipment	835,200.00	0.00	835,200.00	664,250.00	170,950.00	79.5%
Internal exams	1,193,720.00	0.00	1,193,720.00	1,269,750.00	(76,030.00)	106.4%
Teaching / learning materials	783,000.00	0.00	783,000.00	286,420.00	496,580.00	36.6%
Chalks	168,300.00	0.00	168,300.00	113,880.80	54,419.20	67.7%
Exams and assessment						
Teachers guides						
SUB- TOTAL – Tuition	3,880,220.00	0.0	3,880,220.00	3,164,120.80	716,099.20	81.5%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	3,149,420.00	0.00	3,149,420	4,177,889.90	(1,028,469.90)	132.7%
Repairs and maintenance	900,000.00	0.00	900,000	0	900,000.00	0.00%
Local transport / travelling	2,388,020.00	0.00	2,388,020	1,596,803.00	791,217.00	66.9%
Electricity and water	1,927,220.00	0.00	1,927,220	1,520,129.00	407,091.00	78.9%
Medical	0			197,360.40	(197,360.40)	0%
Administration costs	1,610,015.00	0.00	1,610,015	1,628,707.70	(18,692.70)	101.2%
Activity	1,459,220.00	0.00	1,459,220		1,459,220.00	0.00%
Gratuity	0					
MI ACCOUNT	4,339,220.00	0.00	4,339,220	4,976,750.00	(637,530.00)	114.7%
Total income Operation	15,773,115.00	0.0	15,773,115.00	14,097,640.00	1,675,475.00	89.4%

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
(3) FEES CHARGED ON PARENTS						
Personnel emoluments						
Repairs and maintenance						
Local transport / travelling						
Electricity and water						
Medical						
Administration costs						
Activity						
SMASSE						
Fee on Boarding Equipment and Stores						
OTHER INCOME						
Lunch programme	13,975,330.00	0.00	13,975,330.00	15,696,224.00	(1,720,894.00)	112.3%
Rent income						
Income from farming activities						
Insurance compensation						
Income from Posho mill						
Income from Bus Hire				40,000.00	(40,000.00)	0%
Fee for hire of ground and equipment						
Interest income						
Income from any other investment						
TOTAL INCOME	13,975,330.00	0.00	13,975,330.00	15,736,224.00	(1,720,894.00)	112%
GRAND TOTAL (INCOME)	33,628,665.00	0.00	33,628,665.00	32,997,984.80	670,680.20	98.1%
(1) EXPENDITURE FOR TUITION						
Textbooks and reference materials						
Exercise books	846,080.00	0.00	846,080.00	750,000.00	96,080.00	88.6%
Laboratory equipment	877,198.00	0.00	877,198.00	1,234,346.00	(357,148.00)	140.7%

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Internal exams	1,354,500.00	0.00	1,354,500	603,800.00	750,700.00	44.6%
Teaching / learning materials	792,000.00	0.00	792,000	1,441,703.00	(649,703.00)	182%
Chalks	168,000.00	0.00	168,000		168,000.00	0%
Exams and assessment						
Teachers guides						
Administration costs						
Bank Charges						
SUB-TOTAL Tuition	4,037,778.00	0.00	4,037,778.00	4,029,849.00	7,929.00	99.8%
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	3,091,104.00	0.00	3,091,104	3,247,452.00	156,348.00	105.1%
Repairs, maintenance& improvements	999,500.00	0.00	999,500.00	933,960.00	(65,540.00)	93.4%
Local transport / travelling	2,388,000.00	0.00	2,388,000	901,840.00	(1,486,160.00)	37.8%
Electricity, water and conservancy	1,918,000.00	0.00	1,918,000	347,483.00	(1,570,517.00)	18.1%
Medical				3,100.00	3,100.00	0.00%
Administration costs						
Activity Expenses	1,459,220.00	0.00	1,459,220	1,077,329.00	(381,891.00)	73.8%
Gratuity						
SMASSE						
Bank Charges				56,632.00	56,632.00	0%
Acquisition of Assets						
MI Project	4,339,220.00	0.00	4,339,220	3,719,010.00	(620,210.00)	85.7%
Sub- Total Operation	15,963,351.00	0.00	15,963,351.00	12,651,785.00	(3,311,566.00)	79.3%
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance and improvements	-	-	-	-	-	-

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical Expenses	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch programme	14,238,220.00	0.00	14,238,220.00	13,564,182.58	674,037.42	95.3%
Boarding Equipment and Stores						
Bus Expense				64,000.00	(64,000.00)	0.00%
Expenditure for Income Generating Activity						
Insurance costs	-	-	-	-	-	-
Other expenses on investments	-	-	-	-	-	-
Rent Expenses	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-	-
Sub- Total Lunch	14,238,220.00	0.00	14,238,220.00	13,628,182.58	610,037.42	95.7%
GRAND TOTAL (EXPENSES)	34,239,349.00	0.00	34,239,349.00	30,309,816.58	(2,693,599.58)	88.5%

Comments on significant under- utilization and over-Utilization on vote heads

- i. Underutilization of vote heads was caused by commitments to pay creditors and in adequate funds.
- ii. Overutilization of vote heads occurred due to significant increase in prices of items.
- iii. Rain water harvesting lead to under utilization of the vote head

FLAMINGO SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

VIII. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out 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 of 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 of accounting has been supplemented with accounting for; a) receivables that include imprest, salary advances and other receivables and b) payables that include 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 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 the 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 the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value 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 subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

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 financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to 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 retentions held on behalf of third parties have been recognized as accounts payables. 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 disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from 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 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 School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

9. Comparative figures

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

10. Subsequent events

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

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

IX. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	829,820.00	405,000.00
Laboratory equipment	664,250.00	209,860.00
Internal exams	1,269,750.00	150,000.00
Teaching / learning materials	286,420.00	332,151.50
Chalks	113,880.80	-
Exams and assessment		-
Teachers guides		-
Total	3,164,120.80	1,097,011.50

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	4,177,889.90	2,468,584.00
Repairs and maintenance	4,976,750.00	3,244,250.00
Local transport / travelling	1,596,803.00	559,415.00
Electricity and water	1,520,129.00	730,246.00
Medical	197,360.40	-
Administration costs	1,628,707.70	732,567.85
Activity		-
Total	14,097,640.00	7,735,062.85

3 PARENTS CONTRIBUTION/FEEES - SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Total		

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	15,696,224.00	7,713,399.00
Rent income		-
Income from farming activities		-
Insurance compensation		-
Income from Posho mill		-
Income from Bus Hire	40,000.00	61,500.00
Fee for hire of ground and equipment		-
Income from grants and donations* ●		-
Interest income		-
Dividends income		-
Total	15,736,224.00	7,774,899.00

5 PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials		-
Exercise books	750,000.00	929,206.00
Laboratory equipment	1,234,346.00	200,000.00
Internal exams	603,800.00	-
Teaching / learning materials	1,441,703.00	771,765.00
Chalks		-
Exams and assessment		84,600.00
Teachers guides		-
Administration Costs		-
Bank Charges		120.00
Total	4,029,849.00	1,985,691.00

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	3,247,452.00	1,374,856.00
Service Gratuity	0	-
Administration Cost	2,364,979.00	903,142.00
Repairs and maintenance & improvements	933,960.00	125,435.00
Local transport / travelling	901,840.00	422,921.00
Electricity and water	347,483.00	112,182.30
Medical	3,100.00	-
Activity Expenses	1,077,329.00	211,860.00
SMASSE	0.0	-
Insurance Cost	0.0	-
Bank Charges	56,632.00	756.00
Acquisition of Assets	3,719,010.00	440,780.00
TOTAL	12,651,785.00	3,591,932.30

7 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments		-
Service Gratuity		-
Repairs and maintenance & Improvements		-
Local transport / travelling		-
Electricity and water		-
Medical Expenses		-
Administration costs		-
Lunch Programme	13,564,182.58	6,139,390.95
Bank Charges	0	-
Expenses on Income Generating Activities	0	15,500.00
Fee on Boarding Equipment and Stores	0	-
Rent Expenses	0	-
Bus / Hall hire expenses	64,000.00	
Insurance Cost (Life Property)		-
Loan Principal repayment		-
Loan Interest repayment		-
Acquisition of Assets		-
TOTAL	13,628,182.58	6,154,890.95

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	01025021068900	(261,385.75)	(64,616.55)
Operations Account	1101670258	(363,184.55)	(290,726.55)
School Fund Account/Boarding	1101640855	52,505.25	180,142.25
Savings Account	01242019610200	137,836.59	90,654.17
Infrastructural Account	1262040477	2,236,764.00	2,273,952.00
Total		1,802,535.54	2,189,405.32

9 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account	0	-
Operation Account	30,220.00	2,243.00
School Fund account	2,655.00	1,319.00
Total	32,875.00	3,562.00

10 SHORT TERM INVESTMENTS

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	18,632,139.70	17,373,599.70
Other non-fees receivables	0	-
Salary advances	0	-
Imprest	373,605.00	23,100.00
Total	19,005,744.70	17,396,699.70

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	2,402,200.00	3,329,349.00
Fees arrears received during the year	(1,143,660.00)	
Fees arrears for the previous year	5,724,349.00	2,395,000.00
Fees arrears for prior periods (over two years)	11,649,250.70	11,649,250.70
Total	18,632,139.70	17,373,599.70

11 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	2,654,369.00	4,242,409.00
Prepaid fees	895,790.00	744,430.00
Retention monies		-
Total	3,550,159.00	4,986,839.00

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	2,644,369.00	1,687,342.00
Trade creditors paid during the year	(4,232,409.00)	
Trade creditors for the previous year	3,980,800.00	2,293,458.00
Trade creditors for prior periods (over two years)	261,609.00	261,609.00
Total	2,654,369.00	4,242,409.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	2,189,405.32	(425,818.78)
Cash balances	3,562.00	3,702.00
Receivables	17,396,699.70	15,766,554.40
Payables	(4,986,839.00)	(5,516,068.70)
Total	14,602,828.02	9,828,368.92

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Other important disclosure notes

13 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

14 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees	106Pcs	-	-
Coffee or tea plantation		-	-
Poultry		-	-
Total		-	-

15 Borrowings

Description	2021-2022	2020-2021
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

15 Stock/ Inventory

Description	2021-2022	2020-2021
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year	-	-
Stock/ inventory purchased during the year	-	-
Stock/ inventory issued during the year	-	-
Balance at end of the year	-	-

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17 Progress On Follow Up Of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

Aggrey Aggrey Ndago wa



16/07/2024

Sign and Date
Principal

PRINCIPAL
 FLAMINGO SECONDARY SCHOOL
 P. O. Box 10308, NAKURU
 TEL 0702098900
 DATE: SIGN:

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2022	Comments
	a	b	c	d=a-c	
	Kshs	Kshs	Kshs	Kshs	
LIST ATTACHED					
Construction of buildings					
1. Bidga Enterprises	332,650.00	30 th June 2021		332,650.00	
Sub - Total	332,650.00			332,650.00	
Supply of goods					
2. Silas Groceries	86,880.00	30 th June 2021		86,880.00	
3. Sophia N Kamau	52,200.00	30 th June 2021		52,200.00	
4. Grand Mosop	24,300.00	30 th June 2021		24,300.00	
5. Philip Cheptumo	208,560.00	30 th June 2021		208,560.00	
6. Isaac Nderitu	39,740.00	30 th June 2021		39,740.00	
7. Disfil Office	14,500.00	30 th June 2021		14,500.00	
8. Master Detergents	14,600.00	30 th June 2021		14,600.00	
9. Twilight Furniture	560,000.00	30 th June 2021		560,000.00	
10. Marithioni	102,680.00	30 th June 2021		102,680.00	
11. Eneo Bookshop	210,753.00	30 th June 2021		210,753.00	
12. Remo Stationers	441,506.00	30 th June 2021		441,506.00	
13. Tee Aakach Galasky	556,000.00	30 th June 2021		556,000.00	
14. Olive Pinnacle	10,000.00	30 th June 2021		10,000.00	
Sub-Total	2,321,719.00			2,321,719.00	
Supply of services					

FLAMINGO SECONDARY SCHOOL-NAKURU**Reports and Financial Statements For the year ended 30th June 2022**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2022	Comments
15.					
GRAND TOTAL	2,654,369.00			2,654,369.00	

FLAMINGO SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Land 1- 3Acres		BONDENI	-	-	-	-
Land 2	-	-	-	-	-	-
Buildings and structures – 1. 23 class rooms 2. 4 laboratories 3. 1 dining hall 4. 1 kitchen 5. 2 ablution block 6. 1 Administration block 7. 4 stores 8. 3 office block		FLAMINGO SEC SCHOOL				
Motor vehicles- 1 bus		FLAMINGO SEC SCHOOL				
Office equipment, furniture and fittings 1. 1200 lockers& chairs 2. 20 dining tables 3. 30 laboratory tables 4. 60 office desk 5. 100 form 6. 180 stools 7. 10 cabinets 8. 5 shelves 9. 80 office chairs		FLAMINGO SEC SCHOOL				

FLAMINGO SECONDARY SCHOOL-NAKURU
Reports and Financial Statements For the year ended 30th June 2022

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
ICT Equipment, and Other ICT Assets						
1. 16 computer		FLAMINGO SEC SCHOOL				
2. 5 printers						
3. 1 photocopier						
4. 2 photo printers						
Tools and apparatus		FLAMINGO SEC SCHOOL				
1. Lab tool / apparatus – 7458 pcs						
Textbooks – 18,693 pcs		FLAMINGO SEC SCHOOL				
Other Machinery and Equipment						
Heritage and cultural assets						
Intangible assets- soft ware		FLAMINGO SEC SCHOOL				
1. SHACCS/ZERAKI						
Total						