REPUBLIC OF KENYA

REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

MAPARASHA SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2022

KAJIADO COUNTY

Revised 30th June 2022.

HARAMBEE

MAPARASHA 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)

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I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Kajiado County, Kajiado central Sub-County

The school was registered in 13/8/2014 under registration number PU/S/2/9881/14 and is currently categorized as a *county* public school established, owned or operated by the Government.

The school is a day/boarding school and had 160 number of students as at *30th June 2022*. It has One streams and 13 teachers of which 2 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	Col kerempe sane	Chairman	August 2019
2	Mr.Joshua langat	Secretary - Principal	August 2019
3	M/s sanaipei kishil	Member	August 2019
4	Mr. William Noah	Member	August 2019
5	Mr. Leshinka lemamai	Member	August 2019
6	M/s purity Lemarpe	Member	August 2019
7	Mr.julius Melita keloi	Member	August 2019
8	Mr. malingge	Member – Rep CEB	August 2019
9	M/S Vegelina kengi kiura	Member Rep Teachers	August 2019
10	Mr. Dickson parmuseine	3 Members – Sponsor	August 2019
11	Mr. Kelvin kibori kirarian	Member – Community	August 2019
12	Mr.David tuke	MemberSpecial Needs	August 2019
13	Mr. Aiteti rapsa	Rep Students	August 2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function 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.

(c) Committees of the Board

[redacted]				
1	**Executive Committee**	**1.col kerempe sane 2.Joshua langat 3.Jackson kapei 4.William Noah 5.Purity lemarpe**	**chairman secretary member member member**	**3**
2	Audit Committee	**1.Jackson kapei 2.Thomas nkabashi 3.md. josphine koikai 4.julius keloi**	**Member Member Chair Member**	3
3	Finance,procurement and general purposes Committee	**. 1.Jackson kapei 2.Thomas nkabashi 3. josphine koikai 4.julius keloi**	**Member Member Chair Member**	
4	Academic Committee	**1.william noah 2. vegelina kiura 3. sanaipei kishil 4. leshinka lemamai**	**Chair Member Member Member**	**2**
5	Development Committee	**1.Julius keloi 2.Thomas nkabashi 3.Jackson kapei 4.David tuke**	**Member Member Member**	**3**

			Member	
6	Discipline and welfare Committee	**1.md mary saningo** **2.Dickson parmuseine** **3.kelvin kibori** **4.md maria tinina**	**Chair** **Member** **Member** **member**	**2**
7	Adhoc Committee (if any during the year)			

(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	Joshua langat	
2	Deputy Principal	Sella omotto	
3	School Bursar	Solomon panai	

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box:	143- kajiado
Telephone:	………………..
E-mail:	…………….
Website:	………………..
Facebook:	
Twitter:	

(f) School Bankers

The following school operated 4 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: KCB
   Branch: Kajiado
   Account Number: 1132685109

2. Name of Bank: KCB
   Branch: Kajiado
   Account Number: 1132685346

3. MPESA Pay Bill No. 190914attached to 1132685109 bank account.
4. Name of bank KCB
   Branch kajiado
   Account no 1169217826
5. Name of bank co-perative bank
   Branch Kajiado
   Account no 6232226940

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(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:

SURPLUS AND DEFICIT FOR THE LAST THREE YEARS

ACCOUNTS	2018	2019	2020
OPERATION ACC	132,947.7	19,889	18,091.00
SCHOOL FUND ACC	741,153	793,451.00	557,383
TUITION ACC	129,173.10	-	12,096

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

dates	2018		2019		2020	
	Operation account	Tuition account	Operation account	Tuition account	Operation account	Tuition account
jan			587,250	108,150	1,458,200	340,400
may	468,971.84	40,274.60	1,285,247.90	249,685.60	60,000	
october	717,444.00		484,809.11	97,077.40	603,450	
october			498,195.70	148,934.20		

Movement of creditors and debtors for the last three years

	2018	2019	2020
creditors	*2,455,800.00*	*3,816,024.00*	*4,169,924.00*
debtors	*3,045,195.00*	*5,502,593.00*	*6,047,473.00*

TEACHERS STUDENT RATIO

NUMBER OF TEACHERS **13**

NUMBER OF STUDENTS **159**

RATIO 1:12.2

B.O.M. 2

T.S.C 11

SUBJECTS	ENGLISH	KISWAHILI	MATHS	HISTORY/GVN	C.R.E	GEOGRAPHY	CHEM	BIO	PHYSICS	AGRI	B/
NO OF TEACHERS	2	2	5	1	1	3	2	3	1	1	3

NO OF STUDENTS 159	DORMITORIES	DINING HALL	LABARATORY	TOILETS
NO	1	0	1	8

ANALYSIS - PER SUBJECT PERFORMANCE(PUBLIC SCHOOL)
...CENTRAL..................central..................SUB-COUNTY
NAME ; MAPARASHA SECONDARY SCHOOL

SUBJECT		ENTRY	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E
1.	ENGLISH	62	0	0	0	0	0	0	0	0	5	27	29	1
2.	KISWAHILI	62	0	0	0	0	0	0	3	0	2	27	24	6
3.	MATHS	62	0	0	0	0	0	0	0	0	0	6	9	47
4.	BIOLOGY	40	0	0	0	0	0	0	0	1	1	13	19	6
5.	PHYSICS	22	0	0	00	0	0	0	0	0	1	7	10	5
6.	CHEMESTRY	62	0	0	0	0	0	0	1	0	0	2	37	22
7.	HISTORY	48	0	0	0	12	5	8	2	8	1	10	1	1
8.	GEOG	14	0	0	0	2	4	1	1	2	2	2	0	0
9.	C.R.E	62	0	0	0	0	2	0	3	8	8	26	12	3
10.	AGRIC	18	0	0	4	7	3	1	0	1	0	2	0	0
11.	BST	44	0	0	0	0	0	0	1	4	0	15	16	8

MS 2020	MS 2019	MS 2018	MS 2017	DEV	
3.096	2.51	2.194	2.26	+0.586	

a) Development projects carried out by the school:

project	*Source of funds*	*status*	*Initial cost*	*Amount spend*	*Expected completion time*
REPAIR OF THE DORMITORY	*MOE*	*ONGOING*	*680,000*	*400,000*	*1/9/2022*

Sign

School Principal

MAPARASHA SECONDARY SCHOOL
20 APR 2026
P.O. Box 143 - ... KAJIADO

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 *MAPARASHA 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, 2021, and of the school's financial position as at that date.

Name: Julius M. Keloi
Designation: Chairman, School Board of Management
Sign: ……………………
Date: 20/04/2026

Name: Kimaiyo Julius
Designation: School Principal& Secretary to Board of Management
Sign: ……………………
Date: 20/04/2026

Name: Solomon Panai
Designation: Bursar/ Finance Officer
Sign: ……………………
Date: 20/4/26

REPUBLIC OF KENYA

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

REPUBLIC OF KENYA

OAG
OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON MAPARASHA SECONDARY SCHOOL FOR THE PERIOD ENDED 30 JUNE, 2022 - KAJIADO COUNTY

PREAMBLE

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

A. Report on 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 the 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 the Government achieves value for money and that such funds are applied for the intended purpose; and,

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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 Maparasha Secondary School set out on pages 1 to 15, which comprise of the statement of financial assets and financial 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 Maparasha Secondary School 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. Unsupported Boarding and School Fund Payments

The statement of receipts and payments reflects boarding and school fund expenditure amount of Kshs.7,880,404 as disclosed in Note 6 to the financial statements. However, the supporting schedules, were not provided for audit review.

In the circumstances, the accuracy and completeness of boarding and school fund expenditure amount of Kshs.7,880,404 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.3,357,455 as disclosed in Note 9 to the financial statements. However, the supporting schedules and invoices issued were not provided for audit review.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.3,357,455 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Maparasha Secondary School Management in accordance with ISSAI 130 on the 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

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects budgeted and actual receipt amounts on comparable basis of Kshs.7,620,000 and Kshs.6,096,789 respectively, resulting to an under-funding of Kshs.1,523,211 or 20% of the budget. However, the School spent Kshs.6,038,642 against actual receipts of Kshs.6,096,789 resulting to under-utilization of Kshs.58,147 or 1% of actual receipts. The under-funding affected the planned activities and may have impacted negatively on service delivery to the public.

Further, there were no explanatory notes for deviations of 10% and above on the components in the statement of budgeted versus actual amounts while items not budgeted were included in the statement.

My opinion is not modified in respect to this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Management is responsible for the other information set out on page ii to xi which comprises of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of 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

The financial statements for the year ended 30 June, 2022 was received on 19 September, 2025, three (3) years after the statutory date of 30 September, 2022. This was contrary to Regulation 101(4) of the Public Finance Management (National Government) Regulations, 2015 that states that an Accounting Officer shall prepare and submit financial statements within three months after the closure of financial year. Late submission of financial report adversely affects the Office of the Auditor- General in meeting the statutory timelines.

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

2. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an Approved School Improvement Plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 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 effect of 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. Inactive Board of Management

Review of the board records revealed that a seventeen (17) members' School Board was constituted on 30 August, 2019. However, the appointment of the Board members was not supported by letters of appointments while Board meeting attendance register as evidence that the Board held any meeting during the year under review was not provided for audit review.

In the circumstances, existence of effective mechanisms on oversight of School activities could not be confirmed.

2. Lack of Internal Audit Function and Audit Committee

During the year under review, the school operated without an Audit Committee as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), Regulation, 2015, to oversee the work of internal audit by discussing their reports and ensuring the recommendations are implemented by the Management. As a result, there was no internal oversight on management operations.

In the circumstances, the existence of an effective oversight mechanisms 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 the 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 governance.
In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to Going- concern and using the Going concern -basis of accounting unless Management is aware of the intention 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 comply 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/. This description forms part of my auditor's report.

FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 May, 2026

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	582,212.40	219,665.25
Capitation grants for operations	2	2,251,574	1,365,731.10
School Fund Income- Parents' Contributions	3	8,152,857	5,413,704
TOTAL RECEIPTS		**10,986,643.00**	**6,999,100.35**
PAYMENTS			
Payments for Tuition	4	584,552	260,768.00
Payments for operations	5	2,186,112.00	1,299,318.00
Boarding and school fund payments	6	7,880,404.00	4,134,402.35
TOTAL PAYMENTS		**10,651,068.00**	**5,734845.70**
SURPLUS/DEFICIT		**335,575.00**	**1,304,612**

The school financial statements were approved on 30TH JUNE 2022 and signed by:

Sign:
Name Julius M. Keloi
Chair BOM
Date 20/04/2026

Sign
Name KIMATHI JULIUS
School Principal/ Secretary to BOM
Date 20/4/22

Sign
Name SOLOMON PAPAI
Bursar/ Finance Officer
Date 20/4/26

VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

	Note	2021-2022 Kshs	2020-2021 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	7	1,241,313.35	1,273,500.85
Cash Balances	8	344,755.00	5,708.00
Total Cash and cash equivalent		**1,586,068.35**	**1,279,208.85**
Account's receivables	9	3,357,455	2,663,622
TOTAL FINANCIAL ASSETS		**4,943,523.35**	**3,942,830.85**
FINANCIAL LIABILITIES			
Accounts Payables	10	-2,737,127	(2,378,869)
NET FINANCIAL ASSETS		**2,206,396.35**	**1,563,961.85**
REPRESENTED BY			
Accumulated Fund b/fwd	**11**	1,870,821.35	259,349.85
Surplus/Deficit for the year		335,575.00	1,304,612
NET FINANCIAL POSSITION		**2,206,396.35**	**1,563,961.85**

The School's financial statements were approved on 30TH JUNE 2022 and signed by:

Name: Julius M. Keloi
Chairman, BoM
Sign:
Date: 20/04/2026

Name: Kimathi JULIUS
School Principal/Secretary to BoM
Sign:
Date: 20/4/2026

Name: SOLOMON PANKI
Bursar/Finance
Sign:
Date: 20/4/26

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

		2021/2022	2020/202 Kshs
Receipts for operating income			
Capitation grants for tuition	1	582,212.40	219,665.25
Capitation grants for operations	2	2,251,574	1,365,731.10
School fund income- Parents contributions/ fees	3	8,152,857	5,413,704
Total receipts		**10,986,643.00**	**6,999,100.35**
Payments			
Payments for Tuition		584,552	260,768
Payments for operations		2,186,112.00	1,299,318.
Boarding and school fund payments		7,880,404.00	4,134,402.35
Total payments		**10,651,068.00**	**5,734,845.70**
Net cash flow from operating activities		**335,575.00**	**1,304,612**
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets		(28,715.20)	(1,458,903)
Proceeds from investments			
Purchase of investments			
Net cash flows from Investing Activities		(28,715.20)	(1,458,903)
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
NET INCREASE IN CASH AND CASH EQUIVALENTS		**306,859.80**	**(154,291)**
Cash and cash equivalent at BEGINNING of the year		**1,279,208.55**	**1,433,499.55**
Cash and cash equivalent at END of the year		**1,586,068.35**	**1,279,208.55**

The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools' should therefore adopt the direct method of cashflow as recommended by PSASB.

VIII. 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	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Teaching / Learning Materials	650,000.00		650,000.00	583,112.40	90%
(2) Capitation Grant on Operations					
Personnel Emoluments	350,000.00		350,000.00	315,991.00	90%
Repairs And Maintenance	360,000.00		360,000.00	352,600.00	98%
Local Transport / Travelling	40,000.00		40,000.00	38,754.00	97%
Electricity And Water	40,000.00		40,000.00	38,754.00	97%
Medical	80,000.00		80,000.00	61,125.00	76%
Administration Costs	40,000.00		40,000.00	38,754.00	97%
Activity	60,000.00		60,000.00	57,240.00	95%
3) FDSE for infrastructure					
Maintenance &Improvement MoE	750,000.00		750,000.00	352,600.00	47%
(4) Fees Charged on Parents					
Personnel Emoluments	735,000.00		735,000.00	102,370.00	14%
Repairs And Maintenance	300,000.00		300,000.00	114,470.00	38%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	250,500.00		250,500.00	116,000.00	46%
Electricity And Water	465,000.00		465,000.00	758,291.00	163%
Administration Costs	300,000.00		300,000.00	32,487.00	11%
Activity	75,000.00		75,000.00		0%
Fee On Boarding Equipment and Stores	3,124,500.00		3,124,500.00	3,134,241.00	100%
5) Miscellaneous Income					
Total Income	**7,620,000.00**		**7,620,000.00**	**6,096,789.40**	**80%**
(6) Expenditure For Tuition					
Teaching / Learning Materials	650,000.00		650,000.00	584,552.00	90%
(7) Expenditure For Operations			-		
Personnel Emoluments	350,000.00	-	350,000.00	916,450.00	262%
Repairs, Maintenance & Improvements	360,000.00	-	360,000.00	177,500.00	49%
Local Transport / Travelling	40,000.00	-	40,000.00	-	0%
Electricity, Water and Conservancy	40,000.00	-	40,000.00	40,000.00	100%
Administration Costs	80,000.00	-	80,000.00	161,890.00	202%
Activity Expenses	40,000.00	-	40,000.00	-	0%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
	60,000.00		60,000.00		0%
(8) Expenditure For infrastructure					
Purchase of furniture	750,000.00		750,000.00	590,000.00	79%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	735,000.00		735,000.00	632,630.00	86%
Repairs, Maintenance and Improvements	300,000.00		300,000.00	185,530.00	62%
Local Transport / Travelling	250,500.00		250,500.00	185,530.00	74%
Electricity, Water and Conservancy	465,000.00		465,000.00	134,000.00	29%
Administration Costs	300,000.00		300,000.00	258,440.00	86%
Activity	75,000.00		75,000.00	84,500.00	113%
Fee On Boarding Equipment and Stores	3,124,500.00		3,124,500.00	2,087,620.00	67%
TOTAL EXPENDITURE	**7,620,000.00**		**7,620,000.00**	**6,038,642.00**	**79%**

i. *Some fees expected from the parents contribution was not received thus underutilization in some of the vote heads.*

ii. *The government capitation was also not fully received as budgeted.*

IX. 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 2021.

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022 Kshs	2020-2021 Kshs	
Laboratory equipment		105,775.25	
Teaching / learning materials	582,212.40	50,000.00	
Chalks		8,000.00	
Exams and assessment		55,890.00	
Total	**582,212.40**	**219,665.25**	

2 CAPITATION GRANT FOR OPERATIONS

Description	2021-2022 Kshs	2020-2021 Kshs
Personnel emoluments	69,058.00	228,280.00
Repairs and maintenance	469,813.20	424,058.00
Electricity and water	100,000.00	183,109.10
Administration costs	82,500.00	369,564.00
Other votehead	1,530,202.90	-
Total	**2,251,574.10**	**1,365,731.10**

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2021-2022 Kshs	2020-2021 Kshs
Personnel emoluments	313,883.00	195,087
Repairs and maintenance	242,910.00	129,327
Local transport / travelling	67,674.00	36,044
Electricity and water	477,610.00	265,578
Administration costs	191,230.00	197,414
Activity	16,788.00	-
B.E.S	6,842,761.50	1,443,449.3
Total	**8,152,856.50**	**5,413,704**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 PAYMENTS FOR TUITION

	2021-2022 Kshs	2020-2021 Kshs
Exercise books		29,340
Laboratory equipment		50,170
Teaching / learning materials	579,980.00	10,520
Exams and assessment		170,000
Bank Charges	4,572.00	738
Total	**584,552.00**	**260,768**

5 PAYMENTS FOR OPERATIONS

	2021-2022 Kshs	2020-2021 Kshs
Personnel emoluments	718,640.00	332,440
Administration Cost	199,262.00	255,609
Repairs and maintenance & improvements	265,550.00	464,700
Local transport / travelling	3,000.00	111,589
Electricity and water	106,760.00	27,000
Farm a/c	1,500.00	
INFRASTRACURE DEV	863,000.00	215,000
Activity expenses		10,600
Boarding a/c	28,400.00	
TOTAL	**2,186,112.00**	**1,299,318**

6 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022 Kshs	2020-2021 Kshs
Personnel emoluments	555,240.00	332,440
Activity	9,350.00	-
Repairs and maintenance & Improvements	376,334.00	32,000
Local transport / travelling	160,000.00	30,700
Electricity and water	56,660.00	34,300
Administration costs	817,480.00	255,442.70
Fee on Boarding Equipment and Stores	5,783,924.00	784,451
Kessha		49,300
Tuition account	101,616.00	6,575
Development		51,000
Bursary		158,630
Prepayments		15,000
NHIF	19,800.00	
TOTAL	**7,880,404.00**	**4,134,402**

7 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account		900.45	2,340.05
Operations Account		914.90	1,023,048
School Fund Account/Boarding		350,652.00	248,112.00
Infrastructural Account		888,846.00	
Total		**1,241,313.35**	**1,273,500.00**

8 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Operation Account	198,750.00	
School Fund account	146,005.00	5,708
Total	**344,755.00**	**5,708**

9 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	3,357,455	2,633,622
Total	**3,357,455**	**2,633,622**

[Include an ageing of the fees / non fees arrears below]

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	1,359,010	2,633,622
Fees arrears for the previous year	1,998,445	
Total	**3,357,455**	**2,633,622**

10 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	2,378,869.00	2,378,869
Prepaid fees	358,258.00	
Total	**2,737,127.00**	**2,378,869**

[Include an ageing of the creditor's arrears below]

Description	2021-2022 Kshs	2020-2021 Kshs
Trade creditors for current year		2,378,869
Trade creditors for the previous year	2,378,869	
Total	**2,378,869**	**2,378,869**

11 FUND BALANCE BROUGHT FORWARD

Description	2021-2022 Kshs	2020-2021 Kshs
Bank balances	1,273,500.85	1,279,208.85
Cash balances	5,708.00	0
Receivables	2,663,622.00	1,359,010
Payables	(2,378,869.00)	2,378,869
Total	**1,870,821.35**	**259,349.85**

Other important disclosure notes

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.

12 Biological assets

Description	Numbers	2021-2022 Kshs	2020-2021 Kshs
Trees		4,500	4,500
Total		**4,500**	**4,500**

Other important disclosure notes

13 Stock/ Inventory

Description	2021-2022 KShs	2020-2021 KShs
Stock/ inventory at beginning of the year	Maize 310kgs Sugar 150kgs Unga 45kgs Rice 50kgs Beans 270kgs Cooking oil 20litres Exercise books 200	Maize 1800kgs Sugar 20kgs Unga 0 Rice 1kg Beans 1700kgs Cooking oil 10litres Exercise books 120
Stock/ inventory purchased during the year	Rice 2031kgs Sugar 1216kgs Unga 4650kgs Cooking oil 449litre Maize 4320kgs Beans 4200kgs Exercise books 2200	Rice 700kgs Sugar 800kgs Unga 720kgs Cooking oil 163litres Maize - Beans – Exercise-
Stock/ inventory issued during the year	Rice 1769kgs Sugar 1008kgs Unga 3503kgs Cooking oil 374litres Maize 4219kgs Beans 4010kgs Exercise books 1900	Rice 651kgs Sugar 670kgs Unga 675kgs Cooking oil 153litres Maize 1490kgs Beans 1430kgs Exercise-120
Balance at end of the year	**Maize 410kgs Sugar 358kgs Unga 795kgs Rice 312kgs Beans 580kgs Cooking oil 115litres Exercise books 500**	**Maize 310kgs Sugar 150kgs Unga 45kgs Rice 50kgs Beans 270kgs Cooking oil 20litres Exercise 0**

14 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)*

20/4/26

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2021-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply of goods						
1. GELKY LAB CHEMICALS	350,170	1/7/2021	50,170	300,000		
2. NAITENGENISHO BOOKSHOP	229,340	1/7/2021	29,340	200,000		
3. BRENJO MERCHANDIZING	253,269	1/7/2021	100,000	153,269		
4. LEWET STORES	1,921,850	1/7/2021	400,000	1,521,850		
5. NALOKANA INVESTMENT	145,050	1/7/2021	100,000	45,050		
6. JOYCE TANCHU	88,150	1/7/2021	50,000	38,150		
7. ELFAITH SUPPLY	149,625	1/7/2021	100,000	49,625		
8. FAITH KILUKEI	100,000	1/7/2021	29,075	70,925		
Grand Total	**3,137,454**		**829,510**	**2,307,944**		

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land 1						
Land 2						
Buildings and structures		MAPARASHA	8,000,000.00			8,000,000.00
Motor vehicles			0			0
Office equipment, furniture and fittings		MAPARASHA	500,000.00	28,715.20		528,715.20
ICT Equipment, and Other ICT Assets		MAPARASHA	450,000.00			450,000.00
Tools and apparatus		MAPARASHA	100,000.00			100,000.00
Textbooks		MAPARASHA	300,000.00			300,000.00
Other Machinery and Equipment		MAPARASHA	500,000.00			500,000.00
Heritage and cultural assets		MAPARASHA	100,000.00			100,000.00
Intangible assets- soft ware		MAPARASHA	200,000.00			200,000.00
Total			**10,150,000.00**			**10,178,715.20**