


REPUBLIC OF KENYA



*Enhancing Accountability*

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>		
<b>REPORT</b>	<b>DATE: 26 FEB 2025</b>	<b>DAY:</b> wed
<b>TABLED BY:</b>	Hon. Samuel chepkonga, MP	
<b>CLERK-AT THE TABLE:</b>	M. modo	

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

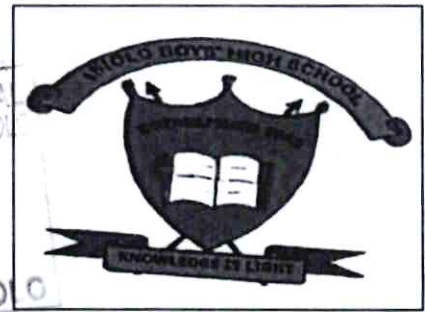
**ISIOLO BOYS SECONDARY SCHOOL  
FOR THE YEAR ENDED  
30 JUNE, 2023**

**ISIOLO COUNTY**

Revised 30<sup>th</sup> June 2023.



OFFICE OF THE AUDITOR GENERAL  
UPPER EASTERN REGIONAL OFFICE - ISIOLO  
25 JUN 2023  
RECEIVED  
P. O. Box 1027- 60300, ISIOLO



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**ISIOLO BOYS SECONDARY SCHOOL  
PUBLIC SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2023**

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

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**1. Acronyms and Glossary of Terms**

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

## 2. 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 in Isiolo County, Isiolo Sub-County.

The school was registered in 11/1992 under registration number GP/A/276/92 and is currently categorized as a Extra County, public school established, owned or operated by the Government.

The school is a day/boarding school and had 324 number of students as at 30<sup>th</sup> June 2023. It has 3 streams and 19 teachers of which 0 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	MOHAMED BORU	Chairman	MAY 2022
2	JAMES M. GITUMA	Secretary - Principal	MAY 2022
3	FR. THURANIRA	Member	MAY 2022
4	ISMAIL GALMA	Member	MAY 2022
5	FATUMA ABDULLAHI	Member	MAY 2022
6	AHMED ABDI SETT	Member	MAY 2022
7	DR. KOTILE DIDHO	Member	MAY 2022
8	BISHOP KARUNYU	Member – Rep CEB	MAY 2022
9	MONIRA MUCHAI	Member Rep Teachers	MAY 2022
10	ALFRED TINAN	3 Members - Sponsor	MAY 2022
11	ABDINASIR MOHAMED	Member - Community	MAY 2022
12	ABDIA ABDI ABKULA	Member Special Needs	MAY 2022
13	YASIN AHMED	Rep Students	MAY 2022
14	LUKIYA ATIKIYA	Sponsor	MAY 2022
15	CHARLES UMBUA	Member	MAY 2022
16	HUSSEIN GOLICHA	Member	MAY 2022
17	ABDIRIZACK QUARU	Member	MAY 2022

**The functions of the School Board of Management are to:**

- 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**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.MOHAMED BORU 2.JAMES GITUMA 3.ISMAIL GALMA 4.AHMED SETT 5.BISHOP KARUYU	CHAIRMAN PRINCIPAL PA CHAIRMAN MEMBER VICE CHAIRMAN	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
2	Audit Committee			X out of XX
3	Finance,procurement and general purposes Committee			
4	Academic Committee	1. CHAIRMAN 2. MONICA MUCHAI 3. KARUNYU 4. PRINCIPAL		2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
5	Development Committee			
6	Discipline and welfare Committee	1. MOHAMED		

		BORU		2 out of 2
		2. ISMAIL		2 out of 2
		3. BISHOP		2 out of 2
		KARUNYU		2 out of 2
		4. PRINCIPAL		2 out of 2
		5. AHMED SETT		2 out of 2
7	Adhoc Committee (if any during the year)			

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	JAMES M. GITUMA	TSC No. 436303
2	Deputy Principal	MOHAMED GODANA	TSC No. 685174
3	School Bursar	FREDRICK GATOBU	ICPAK No. BOM/ISLBS/001
4	Other (specify)		

**(e) Schools contacts**

Post Office Box: 54-60300, ISILOLO  
 Telephone: 0721 688 285  
 E-mail: [isioloboysssecondaryschool@gmail.com](mailto:isioloboysssecondaryschool@gmail.com)  
 Website:  
 Facebook:  
 Twitter:

**(f) School Bankers**

1. Name of Bank: TUITION ACCOUNT  
 Branch: EQUITY BANK LIMITED ISILOLO  
 Account Number: 041029148596
  
2. Name of Bank: OPERATION ACCOUNT  
 Branch: EQUITY BANK LIMITED ISILOLO  
 Account Number: 0410291811087
  
3. Name of Bank: SCHOOL FUND ACCOUNT  
 Branch: CONSOLIDATED BANK LIMITED ISILOLO  
 Account Number: 10111200000276
  
4. Name of Bank: INFRASTRUCTURE ACCOUNT  
 Branch: CONSOLIDATED BANK LIMITED ISILOLO  
 Account Number: 1011203000194

**(g) Independent Auditors**

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

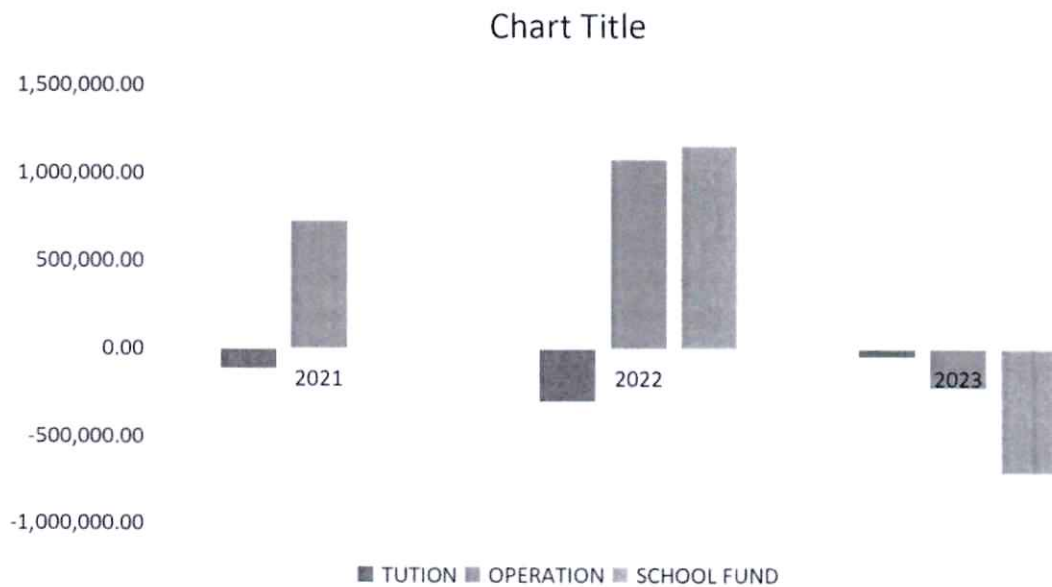
**3. Summary Report of Performance of The School**

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

**a) Financial performance:**

- Surplus/ deficit for the year and a comparison of the same for the last three years

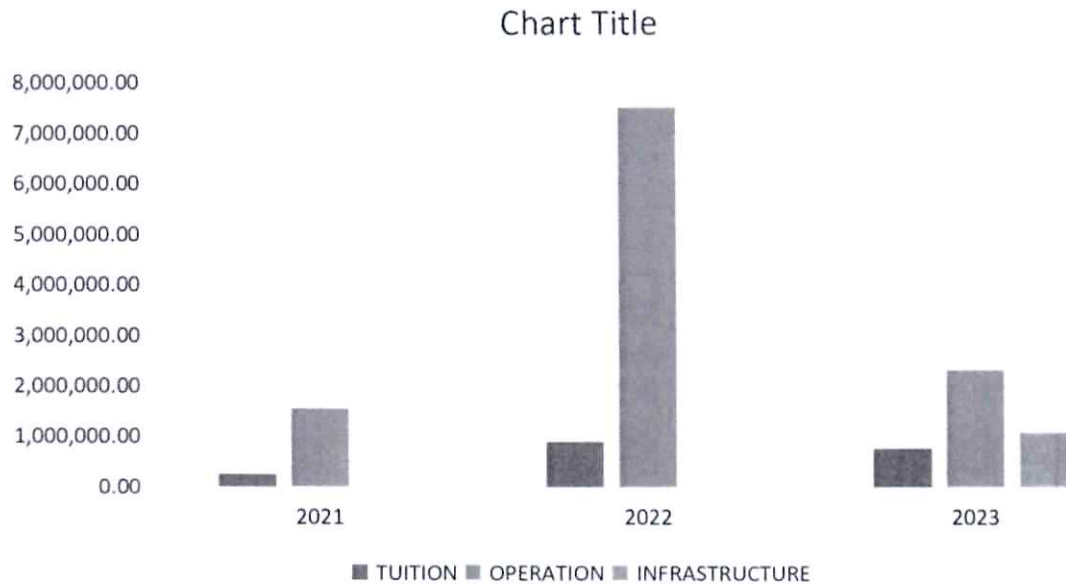
	2021	2022	2023
TUTION	(112,601)	(295,479)	(41,713)
OPERATION	724,655	1,076,603	(218,938)
SCHOOL FUND	537,983	1,155,361	(704,727)



- Capitation grants from the Ministry of Education for the last three years

	2021	2022	2023

TUITION	247,523	894,475	756,807
OPERATION	1,551,455	7,486,790	2,302,415
INFRASTRUCTURE	-	-	1,088,000



- A three-year overview of growth of other income(s) earned by the school.

- A three-year overview of growth in expenditure of the school

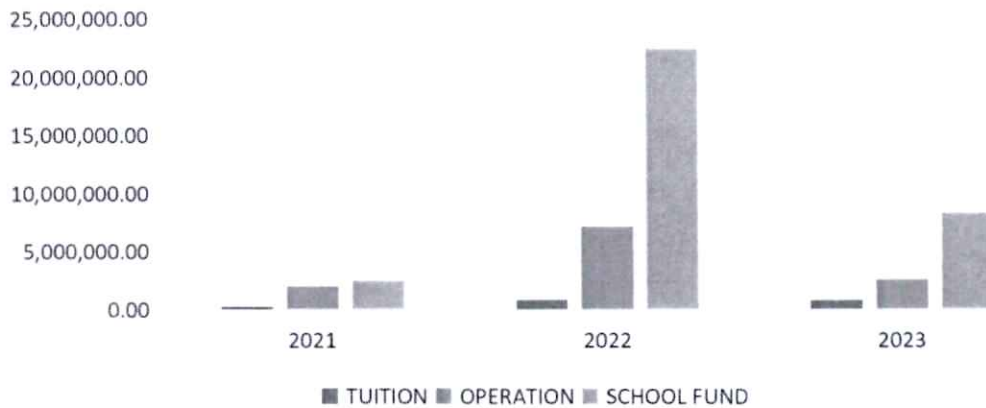
	2021	2022	2023
TUITION	249,800.00	843,430.00	798,520.00
OPERATION	1,992,850.00	7,163,881.00	2,584,353.00

*ISILOLO BOYS SECONDARY SCHOOL*

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

<i>SCHOOL FUND</i>	2,526,917.00	22,386,914.00	8,281,099
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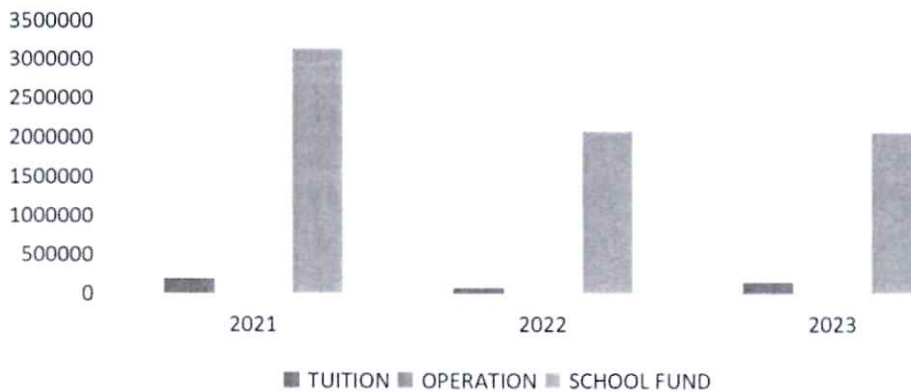
Chart Title



- *Movement creditors of the school over the last three years*

	2021	2022	2023
<i>TUITION</i>	197835.00	74558.00	144,964.00
<i>OPERATION</i>	-	-	-
<i>SCHOOL FUND</i>	3,144,522.00	2,079,824.00	2,064,047.00

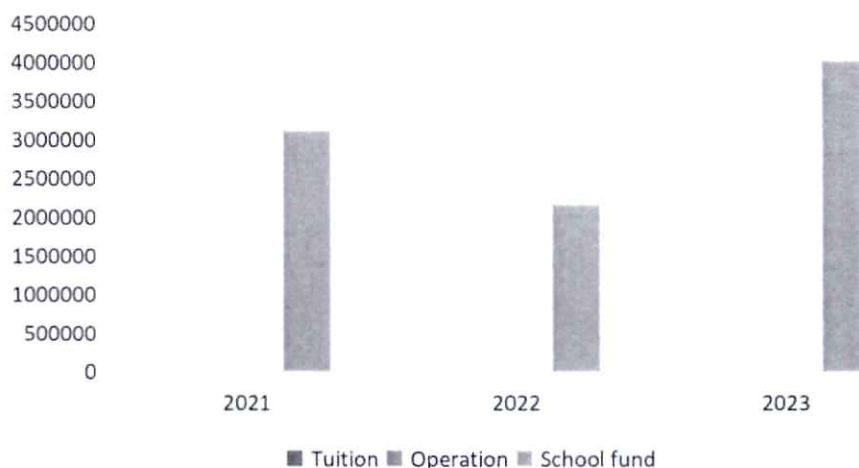
Chart Title



- *Movement of debtors of the school over the last three years*

	2021	2022	2023
Tuition	-	-	-
Operation	-	-	-
School fund	3,117,473.00	2,166,505.00	3,995,574.00

Chart Title



a) Teacher Student ratio:

	2023
TSC TEACHERS	19
BOM TEACHERS	0
STUDENTS	324

b) Mean score in the 2023 KCSE:

	2020	2021	2022
STUDENTS ENTRY	69	55	60
MEAN SCORE	4.696	3.721	4.7

c) Number of Candidates in the 2023 KCSE:

	2021	2022	2023
CANDIDATES	55	60	54

d) Capacity of the school:

	2021	2022	2023
STUDENTS ENTRY	294	311	324

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-



.....

**School Principal**

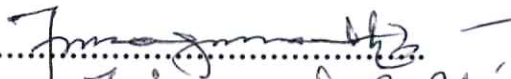
### 3. Statement of School Management Responsibility


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 (PSASB) 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 ISILOLO BOYS 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 30<sup>th</sup> June, 2023, and of the school's financial position as at that date.

  
.....  
**Name:** Mohamed B. Ali  
**Designation:** Chairman, School Board of Management  
**Date:** 23/7/2024

  
.....  
**Name:** JAMES M. MUTUMA  
**Designation:** School Principal & Secretary to Board of Management  
**Date:** 23/7/2024

  
.....  
**Name:** Frederick Carrison  
**Designation:** Bursar/ Finance Officer  
**Date:** 23/7/2024.

# REPUBLIC OF KENYA

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Email: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

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

## REPORT OF THE AUDITOR-GENERAL ON ISIOLO BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - ISIOLO COUNTY

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### PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal control, 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 Isiolo Boys Secondary School - Isiolo County set out on pages 1 to 21, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory

information in accordance with 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 Isiolo Boys Secondary School – Isiolo County as at 30 June, 2023, 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**

Review of financial statements submitted for audit revealed the following inaccuracies;

- (i) The statement of receipts and payments reflects payments for tuition of Kshs.943,484 as disclosed in Note 6 to the financial statements. Included in the amount is Kshs.938,564 in respect of teaching/learning materials. However, review of supporting documents revealed expenditure of Kshs.793,600 resulting in unreconciled variance of Kshs.144,964.
- (ii) Review of the statement of cashflows revealed variances between amounts reflected in the statement of receipts and payments and amounts in the statement of cashflow as detailed below.

<b>Financial statement component</b>	<b>Balance as per Statement of Receipts and Payments (Kshs)</b>	<b>Balance as per Statement of Cash flows (Kshs)</b>	<b>Variances (Kshs)</b>
School Funds Income- Parents Contributions	11,423,570	7,576,372	3,847,198
Payment for Tuition	943,484	798,520	144,964
Boarding and School Fund Payment	9,858,913	8,281,099	1,577,814
Payment for Operations	2,571,953	2,584,353	12,400

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

## **2. Long Outstanding Accounts Receivable**

The statement of assets and liabilities reflects accounts receivable balance of Kshs.34,602,428 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, included in the balance are receivables amounting to Kshs.30,586,854 which had been outstanding for more than one year.

In the circumstances, the completeness, accuracy and recoverability of the receivables balance of Kshs.34,602,428 could not be confirmed.

## **3. Unsupported Boarding and School Fund Payments**

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.9,858,913 as disclosed in Note 9 to the financial statements. However, examination of payment vouchers amounting to Kshs.649,745 revealed that Management made payments without proper support documents such as requisitions, local purchase orders, delivery notes, inspection and acceptance reports, goods received notes and certificate of payments.

In the circumstances, the validity of boarding and school funds payments amounting to Kshs.649,745 could not be confirmed

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Isiolo Boys 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 verses actual amounts reflects budgeted receipts of Kshs.16,871,580 against actual receipts of Kshs.15,570,492 resulting to an under-funding of Kshs.1,301,088 or 8% of the approved budget. However, the school spent Kshs.13,504,560 against actual receipts of Kshs.15,570,792 resulting in under-expenditure of Kshs.2,066,232 or 13% of the actual receipts. Further, the total income and total expenditure have not been reflected in the statement of budgeted verses actual amounts.

The under-funding and under expenditure is an indication that some activities and projects in the annual work plan may not have been implemented by the school.

My opinion is not modified in respect of this matter.

## **Key Audit Matters**

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

## **Other Matter**

### **Unresolved Prior Year Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters discussed in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources, 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. 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.

#### **2. Long Outstanding Staff Dues**

The statement of assets and liabilities reflect accounts payable balance of Kshs.11,106,438 as disclosed in Note 14 to the financial statements. However, the balance includes an amount of Kshs.4,917,548 in respect of outstanding staff dues that had been outstanding for more than three (3) years.

In the circumstances, unpaid staff dues may attract court cases and penalties due to non-payment.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance

about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **Lack of Land Ownership Documents**

Annex 2 to the financial statements reflects summary of fixed asset register balance of Kshs.192,980,000 in respect of fixed assets which includes land with a balance of Kshs.100,000,000. However, land ownership documents were not provided for audit.

In the circumstances, the ownership of the land 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 control, 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 control 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 control 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 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control 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 control 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 School policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control 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 Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**29 November, 2024**

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*Report of the Auditor-General on Isiolo Boys Secondary School for the year ended 30 June, 2023 - Isiolo County*

5. Statement Of Receipts and Payments For the Year Ended 30<sup>th</sup> June 2023

Description Of Vote Head	Note	2022/2023	2021/2022
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	756,807	894,475
Government grants for operations	2	2,302,415	4,055,690
Government Grants for infrastructure	3	1,088,000	
School fund income- parents' contributions	4	11,423,570	10,920,901
Miscellaneous incomes	5	-	-
<b>Total Receipts</b>		<b>15,570,792</b>	<b>15,871,067</b>
<b>Payments</b>			
Tuition	6	943,484.00	1,189,954.00
Operations	7	2,571,953.00	2,979,087.00
Infrastructure	8	130,210.00	
Boarding and school fund	9	9,858,913	9,765,540.00
<b>Total Payments</b>		<b>13,504,560</b>	<b>13,934,581.00</b>
<b>Surplus/Deficit</b>		<b>2,066,232</b>	<b>1,936,486</b>

The school financial statements were approved on 23/7/2024 and signed by:



Name: Mohamed B. Ali

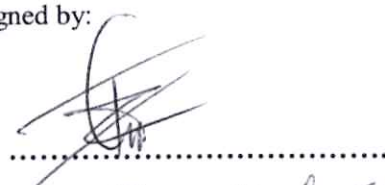
Chair BOM

Date: 23/7/2024



Name: James M. Lagum  
School Principal/ Secretary to  
BOM

Date: 23/7/2024



Name: Fredrick Cirogi  
Bursar/ Finance Officer

Date: 23/7/2024

ISIOLO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

6. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2023

Description	Note	2022/2023 Kshs	2021/2022 Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	291,589	271,772
Cash balances	11	78.00	90,483.00
Short term investments	12	-	-
<b>Total cash and cash equivalent</b>		<b>291,667</b>	<b>362,255</b>
Account's receivables	13	34,602,428.70	30,625,455
<b>Total financial assets</b>		<b>34,894,096</b>	<b>30,987,710</b>
<b>Financial liabilities</b>			
Accounts payables	14	11,106,439	9,266,285.00
<b>Net financial assets</b>		<b>23,787,658</b>	<b>21,721,425</b>
<b>Represented by</b>			
Accumulated fund b/fwd	15	21,721,425	19,784,940
Surplus/deficit for the year		2,066,232	1,936,486
<b>Net financial position</b>		<b>23,787,657</b>	<b>21,721,425</b>

The school's financial statements were approved on ~~23/7/2024~~ 2023 and signed by:

.....  
 Name: Mohamed Ali  
 Chair BOM  
 Date: 23/7/2024

.....  
 Name: JAMES M. LIJUMA  
 School Principal/ Secretary to  
 BOM  
 Date: 23/7/2024

.....  
 Name: FREDRICK CHATUBEN  
 Bursar/ Finance Officer  
 Date: 23/7/2024

7. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2023

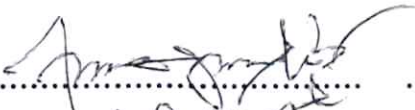
Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition		756,807	894,475
Government grants for operations		2,302,415	7,486,790
Government grants for infrastructure		1,088,000.00	-
School fund income- parents contributions/ fees		7,576,372.00	14,474,762.00
Other income		-	-
<b>Total receipts</b>		<b>11,723,594</b>	<b>22,876,028</b>
<b>Payments</b>			
Cash outflows for tuition		798,520.00	843,430.00
Cash outflows for operations		2,584,353.00	7,163,881.00
Cash outflows Boarding/lunch and school fund payments		8,281,099	14,379,603.00
<b>Total payments</b>		<b>11,663,972</b>	<b>22,386,914.00</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>59,622</b>	<b>489,114</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		130,210.00	3,530,060.00
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
<b>Net cash inflow/outflows from investing activities</b>		<b>(70,588)</b>	<b>-</b>
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
<b>Net cash inflow/outflow from financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/decrease in cash and cash equivalents</b>		<b>(70,588)</b>	<b>136,108</b>
Cash and cash equivalent at beginning of the FY		362,255	226,148
<b>Cash and cash equivalent at end of the FY</b>		<b>291,667</b>	<b>362,255</b>

*ISILO BOYS SECONDARY SCHOOL*

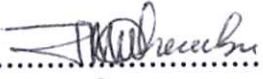
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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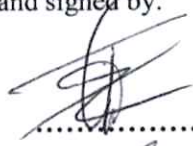
The school's financial statements were approved on 23/7/2024 2023 and signed by:

  
.....  
Name: *W. M. M. M. M. M.*

**Chair BOM**  
Date: *23/7/2024*

  
.....  
Name: *JAMES M. KIRUMA*

**School Principal/ Secretary to BOM**  
Date: *23/7/2024*

  
.....  
Name: *FREDRICK CHATUBU*

**Bursar/ Finance Officer**  
Date: *23/7/2024*

8. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30<sup>th</sup> June 2023

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
<b>Receipts</b>					
<b>(1) Capitation Grant on Tuition</b>					
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	1,326,080.00	-	1,326,080.00	756,807.00	57%
Exams And Assessment	-	-	-	-	-
Subtotal	1,326,080.00	-	1,326,080.00	756,807.00	57%
<b>(2) Capitation Grant on Operations</b>					
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	1,600,000.00	-	1,600,000.00	1,088,000.00	68%
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	57,500.00	-	57,500.00	57,400	100%
Administration Costs	-	-	-	-	-
Activity	480,000.00	-	480,000.00	151,525.00	31.5%
Gratuity	-	-	-	-	-
Other votes	3,008,000.00	-	3,008,000.00	2,093,490.00	69.5%

**ISILO BOYS SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Kshs	e=d/c % Kshs
Subtotal	5,145,500.00	-	5,145,500.00	-	-
<b>3) FDSE for infrastructure</b>					
Maintenance & Improvement MoE	1,600,000.00	-	1,600,000.00	-	8%
M&J parents' contribution	440,000.00	-	440,000.00	199,500.00	45.3%
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
Subtotal	2,040,000.00	-	2,040,000.00	-	-
<b>(4) Fees Charged on Parents</b>					
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	110,000.00	-	110,000.00	136,510.00	124.10%
SMASSE	-	-	-	-	-
Other votes	2,567,400.00	-	2,567,400.00	2,164,921.00	84.3%
Fee On Boarding Equipment and Stores	5,682,600.00	-	5,682,600.00	8,922,339.00	157.5%
Subtotal	8,360,000.00	-	8,360,000.00	-	-
<b>5) Miscellenous Income</b>					
Loans / Borrowing	-	-	-	-	-

ISIOLO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

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
Rent income	-	-	-	-	-
Income From Farming Activities	-	-	-	-	-
Insurance Compensation	-	-	-	-	-
Income From Posho Mill	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-
Fee For Hire of Ground and Equipment	-	-	-	-	-
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
Subtotal	-	-	-	-	-
<b>Grand Total Income</b>					
<b>(6) Expenditure For Tuition</b>					
Textbooks	-	-	-	-	-
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	1,326,080.00	-	1,326,080.00	938,564.00	70.7%
Chalks	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Bank Charges	-	-	-	-	-

ISILO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

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
Subtotal	1,326,080.00	-	1,326,080.00	-	-
<b>(7) Expenditure For Operations</b>					
Personnel Emoluments	-	-	-	-	-
Repairs, Maintenance & Improvements	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	-	-
Medical	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity Expenses	480,000.00	-	480,000.00	90,000.00	18.75%
Gratuity	-	-	-	-	-
SMASSE	-	-	-	-	-
Other votes	3,008,000.00	-	3,008,000.00	2,481,953.00	82.5%
<b>Subtotal</b>	<b>3,488,000.00</b>	<b>-</b>	<b>3,488,000.00</b>	<b>-</b>	<b>-</b>
<b>(8) Expenditure For infrastructure</b>					
Construction of classrooms	1,600,000.00	-	1,600,000.00	-	0%
Construction of LAB	-	-	-	-	-
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
Subtotal	1,600,000.00	-	1,600,000.00	-	-

ISIOLO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

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
<b>(9) Expenditure For school fund/lunch/boarding</b>					
Personnel Emoluments	-	-	-	-	-
Repairs, Maintenance and Improvements	440,000.00	-	440,000.00	240,155.00	54.5%
Local Transport / Travelling	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	-	-
Medical Expenses	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	110,000.00	-	110,000.00	21,8205	198.3%
Gratuity	-	-	-	-	-
Other votes	2,567,400.00	-	256,400.00	4,107,855.00	160%
Lunch Programme	-	-	-	-	-
Boarding Equipment and Stores	5,682,600.00	-	5,682,600.00	5,2445,97.00	92.29%
Expenditure For Income Generating Activity	-	-	-	-	-
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Subtotal	8,690,000.00	-	8,690,000.00	9,570,657.00	110%

*ISIOLO BOYS SECONDARY SCHOOL*

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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<b>Receipt/Expenses Item</b>	<b>Original Budget</b>	<b>Adjustments</b>	<b>Final Budget</b>	<b>Actual On Comparable Basis</b>	<b>% Of Utilization</b>
	<b>a</b>	<b>b</b>	<b>c=a+b</b>	<b>d</b>	<b>e=d/c %</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Grand Totals</b>					

- i. Prices of commodities went up some up to 100% higher than the budgeted prices.

**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. Accounts receivables also include school fees billed to parents for services rendered but not paid. 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. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

**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 30<sup>th</sup> June 2023.

10. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	756,807	894,475
Others (specify)*	-	-
<b>Total</b>	<b>756,807</b>	<b>894,475</b>

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Repairs And Maintenance	-	717,000.00
Local Transport / Travelling	-	-
Electricity And Water	57,400.00	-
Medical	-	-
Administration Costs	-	-
Activity	151,525.00	-
Other Vote Heads (specify)*	2,093,490	3,338,690
<b>Total</b>	<b>2,302,415</b>	<b>4,055,690</b>

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	1,088,000.00	455,440
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
<b>Total</b>	<b>1,088,000.00</b>	<b>-</b>

ISIOLO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	199,800.00	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	136,510.00	-
Fee on Boarding Equipment and stores	8,922,339.00	7,560,491.00
PA Levies*	-	-
Others (specify)	2,164,921.00	-
<b>Total</b>	<b>11,423,570.00</b>	<b>7,560,491.00</b>

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

ISILO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	-	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	938,564.00	1,188,274.00
Exams / Assessment	-	-
Teachers Guides	-	-
Bank Charges	4,920.00	1,680.00
Others ( <i>specify</i> )	-	-
<b>Total</b>	<b>943,484.00</b>	<b>1,189,954.00</b>

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Administration Cost	-	-
Repairs And Maintenance & Improvements	-	95,835.00
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical	-	-
Activity Expenses	90,000.00	20,500.00
Insurance Cost	-	353,006.00
Others Votes	2,481,953.00	2,509,746.00
<b>Total</b>	<b>2,571,953.00</b>	<b>2,979,087.00</b>

ISILOLO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Notes to the Financial Statements (continued)

**8 Infrastructure**

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	-	-
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify) Repairs	130,210.00	-
<b>Total</b>	<b>130,210.00</b>	<b>-</b>

**9 Boarding And School Fund**

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Repairs And Maintenance & Improvements	240,155.00	774,790.00
Local Transport / Travelling	-	-
Electricity And Water	-	-
Exam assessment	-	196,300
Administration Costs	-	-
Lunch Programme	-	-
Bank Charges S/A	48,101	-
Expenses On Income Generating Activities**	218,205.00	153,200
Fee On Boarding Equipment and Stores	5,244,597.00	3,659,454.00
Rent Expenses	-	-
Insurance Cost ( <i>Life Property</i> )	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	-	-
Others Votes	4,107,855	4,981,796
<b>Total</b>	<b>9,858,912.80</b>	<b>9,765,540.00</b>

ISILOLO BOYS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account			10,888	52,602
Operations Account			257,413	11,321
School Fund Account/Boarding			22,283	158,504
Savings Account			-	48,101
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account			1,004.00	1,244.00
<b>Total</b>			<b>291,589</b>	<b>271,772</b>

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	78.00	90,483.00
<b>Total</b>	<b>78.00</b>	<b>90,483.00</b>

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	34,582,428.70	30,605,455
<b>Other Non-Fees Receivables</b>		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	20,000.0	20,000
Rent arrears (list/schedule attached)	-	-
<b>Total</b>	<b>34,602,428.70</b>	<b>30,625,455</b>

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,995,574.00	11%	2,166,505.00	7.08%
Between 1- 2 years	2,147,905.00	6%	3,018,201.00	9.90%
Between 2-3 years	3,018,201.00	80%	25,420,748.70	8.30%
Over 3 years	25,420,748.70	73%	-	%
<b>Total (should tie to note 13 a)</b>	<b>34,582,428.70</b>	<b>100%</b>	<b>30,605,454.70</b>	<b>100%</b>

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	10,566,917	8,815,079.00
Prepaid Fees	451,206.00	451,206.00
Retention Monies	-	-
Unpaid salaries and statutory deductions (PAYE & NSSF)	88,316.00	-
Caution money	-	-
Other payables ( <i>specify</i> )	-	-
<b>Total</b>	<b>11,106,438.55</b>	<b>9,266,285.00</b>

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,209,011.55	20.90%	869,849.00	9.86%
Between 1- 2 years	412,675.00	3.90%	2,154,382.00	24.44%
Between 2-3 years	2,154,382.00	20.39%	5,790,848.00	65.7%
Over 3 years	5,790,848.00	54.81%	-	%
<b>Total (should tie to note 14)</b>	<b>10,566,916.55</b>	<b>100%</b>	<b>8,815,079.00</b>	<b>100%</b>

15 Fund Balance Brought Forward

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Balances	291,589.00		271,772.00	
Cash Balances	78.00		90,483.00	
Short Term Investments	-		-	
Receivables	34,602,428.70		30,625,454.70	
Payables	11,106,439.00		9,266,285.00	
<b>Total</b>	<b>23,787,657</b>		<b>21,721,425</b>	

*ISIOLO BOYS SECONDARY SCHOOL*

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**Other important disclosure notes**

IPSAS Cash Standard 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.

**16 Non-current Liabilities Summary**

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
<b>Total</b>	-	-

**17 Biological assets**

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	7 each 65,000	455,000	420,000
Goats	-	-	-
Trees	320 each 1,000	320,000	306,000
Coffee Or Tea Plantation	-	-	-
Poultry	-	-	-
Others (specify)	-	-	-
<b>Total</b>	-	775,000	726,000

**18 Borrowings**

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

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**Other important disclosure notes**

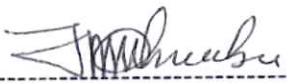
**19 Stock/ Inventory**

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	284,550.00	-
Lab consumables	220,000.00	558,140
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify) Stationeries	49,500.00	-
<b>Total</b>	<b>554,050.00</b>	<b>558,140.00</b>

**20 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)

  
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 Sign and Date 23/7/2024  
 Principal

ISIOLO BOYS SECONDARY SCHOOL

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11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022-2023	Outstanding Balance 2022-2021	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Supply Of Goods</b>						
4. EDMWEGI GENERAL SUPPLY	900,000.00	10/2/2016	-	900,000.00	900,000.00	
5. SALESO KIAMBI	906,190.00	1/7/2019	-	906,190.00	906,190.00	
6. HARRIET NGAUTANI	307,009.00	1/7/2022	99,429.00	207,580.00	307,009.0	
7. MOHANSONS ENTERPRICES	111,550.00	12/5/2019	-	111,550.00	111,550.00	
8. BARETU CO. LTD	72,500.00	10/2/2016	37,635.00	34,865.00	72,500.00	
9. JOSEPH KIBORU	37,600.00	10/2/2016	-	37,600.00	37,600.00	
10. SAID JENEBY	125,000.00	7/7/2022	-	125,000.00	-	
11. JOSAMWA MILK	101,840.00	11/6/2018	8,840.00	93,000.00	101,840.00	
12. BETTY K. MBURUGU	23,120.00	1/10/2019	-	23,120.00	23,120.00	

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022-2023	Outstanding Balance 2022-2021	Comments
13. REGIONAL BOOKSSTATIONERS	229,924.00	1/7/2022	127,960.00	101,964.00	229,924.00	
14. WELINGTON ENTERPRISES	137,650.00	15/11/2020	-	137,650.00	137,600.00	
15. JENERUS KANAIRI	142,600.00	1/7/2022	22,783.00	142,600.00	98,600.00	
16. MINDS COMPUTER	243,977.00	1/2/2021	91,987.00	101,860.00	60,500.00	
17. IWASCO	289,893.55	1/7/2021	-	689,893.55	990,843.00	
18. MWALIMU ENGINEERING	174,060.00	1/7/2022	-	174,060.00	-	
19. NAOMI NJERI	80,000.00	1/7/2022	-	80,000.00	-	
20. DIVINE BUTCHERY	169,150.00	1/7/2022	-	169,150.00	-	
21. CAROLINE NKIROTE	87,000.00	1/7/2022	-	87,000.00	-	
22. ALI TOWBA (JAMISO)	124,900.00	11/10/2022	-	124,900.00	-	
23. SAVER WHOLESALERS	44,930.00	20/4/2023	-	44,930.00	-	
24. FIRE CHIEF	82,350.00	20/4/2023	-	82,350.00	-	
25. ROBICAN	43,000.00	1/7/2022	-	43,000.00	-	
26. COUNTY CEREALS	12,000.00	1/7/2022	-	12,000.00	-	
27. EXPAN ENTERPRISES	60,000.00	1/7/2022	-	60,000.00	-	
28. DAVID ENTERPRISES	7,000.00	6/6/2023	-	7,000.00	-	
29. POSTAL CO.OPERATION	15,450.00	1/7/2022	-	15,450.00	-	
30. WOMEN OF FAITH	12,000.00	20/8/2022	-	12,000.00	-	
31. MUGAINE(K) LTD	144,000.00	1/4/2023	-	144,000.00	-	
<b>Sub-Total</b>						

**ISILO BOYS SECONDARY SCHOOL**  
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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022-2023	Outstanding Balance 2022-2021	Comments
<b>Supply Of Services</b>						
32. STAFF SALARIES	2,333,509.00			3,314,315.00	2118715.00	
33. SERVICE GRATUITY	2,584,039.00			2,584,039.00	-	
34. PREPAID FEES.				451,206.00		
35. NSSF/NHIF				88,216.00		
<b>Sub-Total</b>						
<b>Grand Total</b>	<b>9,044,414</b>			<b>11,106,438.55</b>	<b>9,440,265</b>	

**Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2023
Land	100,000,000.00	-	-	100,000,000.00
Buildings And Structures	80,000,000.00	-	-	80,000,000.00
Motor Vehicles	2,700,000.00	-	-	2,700,000.00
Office Equipment, Furniture And Fittings	1,500,000.00	-	-	1,500,000.00
Textbooks	2,500,000.00	-	-	2,500,000.00
ICT Equipment	1,200,000.00	-	-	1,200,000.00
Tools And Apparatus	3,000,000.00	-	-	3,000,000.00
Other Machinery And Equipment	1,200,000.00	-	-	1,200,000.00
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	80,000.00	-	-	80,000.00

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<b>Asset Class</b>	<b>Historical Cost b/f (Kshs) 1<sup>st</sup> July 2022</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost c/f (Kshs) 30<sup>th</sup> June 2023</b>
<b>Total</b>	<b>192,180,000.00</b>	<b>-</b>	<b>-</b>	<b>192,180,000.00</b>