

REPUBLIC OF KENYA



Enhancing Accountability



REPORT



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 10 APR 2021 THURSDAY OF

TABCED BY: HON. SILVANUS OSORO, MP
MAJORITY PARTY WHIP
INZOFU MWALE

CLERK AT THE TABLE:

THE AUDITOR-GENERAL

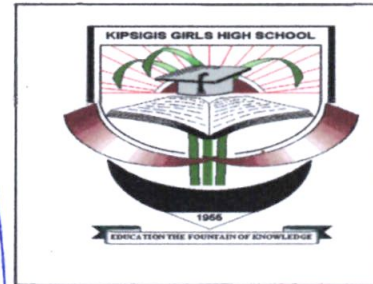
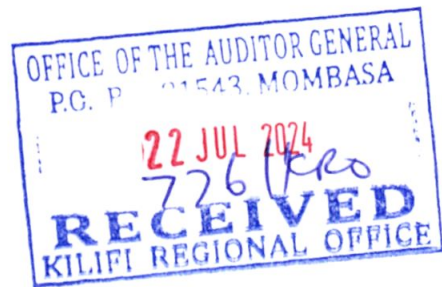
ON

KIPSIGIS GIRLS HIGH SCHOOL

**FOR THE SIX (6) MONTHS' PERIOD
ENDED 30 JUNE, 2021**

KERICHO COUNTY

Revised 30th June 2021.



KIPSIGIS GIRLS PUBLIC SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2021

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



KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2021

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KIPSIGIS GIRLS HIGH SCHOOL
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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 Kericho County, Kericho-East Sub-County.

The school was registered under registration number GP/A/7268/09 and is currently categorized as a *National* public school established, owned or operated by the Government.

The school is a boarding school and had an enrolment of 1,283 of students as at 30th June 2021. It has 6 streams and 47 teachers of which 12 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	MR.NIXON SIGEY	Chairman- Community	20th March 2019
2	MRS. JULIANA KIRUI	Secretary- Principal	20th March 2019
3	DR. TSIKHUTSI ISAACK	Member – Rep CEB	20th March 2019
4	MR. RAYMOND TONUI	Member Rep Teachers	20th March 2019
5	MRS.DOROTHY MUKIO	Member - Community	20th March 2019
6	DR. PAUL OJWANDO ODHIAMBO	Member - Community	20th March 2019
7	MRS.MARY WANJIKU	Member - Community	20th March 2019
8	REV. FRANCIS ANGWENYI	Member - Community	20th March 2019
9	ENG. JOASH KORIR	Member - Community	20th March 2019
10	DR. CAREN TANUI	Member Special Needs	20th March 2019
11	CPA.JOSEPH LANGAT	Member - Sponsor	20th March 2019
12	MRS. JANET KIMUTAI	Member - Sponsor	20th March 2019
13	HON. NAOMI WAIRIMU	Member - Sponsor	20th March 2019
14	MR. DAVID SIELE	Member Special interest group	20th March 2019
16	MR. GEOFFREY ROTICH	Member – Co-opted	20th March 2019
17	STUDENT	Students Representative	20th March 2019

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KEY SCHOOL INFORMATION AND MANAGEMENT

The function of the School Board of Management includes:

- 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 students' 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 paragraph 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

The following are the various committees of the Board established by the Board with the respective committee members:

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	i. Mr. Nixon Sigey ii. CPA. Joseph Langat iii. Mrs. Juliana Kirui iii. Mr. Charles Kirui iv. Hon. Naomi Wairimu	Chairperson Vice Chair Secretary Member Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
2	Audit Committee	i. Mrs. Janet Kimutai ii. Mr. David Siele iii. Mrs. Dorothy Mukio	Chairperson Member Secretary	1 out of 1
3	Finance, procurement and general purposes Committee	i. CPA. Joseph Langat ii. Mr. David Siele iii. Eng. Joash Korir iv. Mr. Charles Kirui v. Dr. Caren Tanui vi. Mrs. Juliana Kirui	Chairperson Secretary Member Member Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1

KIPSIGIS GIRLS HIGH SCHOOL
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4	Academic Committee	i.Mr. David Siele ii.Mr. Charles Kirui iii. Hon. Naomi Wairimu iv. Mr. Raymond Tonui	Chairperson Member Member Secretary	1 out of 1
5	Development Committee	i.Eng. Joash Korir ii.Mr. Nixon Sigey iii.Mr. Charles Kirui iv.Rev. Francis Angwenyi v. Mr. Raymond Tonui vi. Dr. Caren Tanui vii. SCDE	Chairperson Member Member Member Member Member Secretary Member	1 out of 1
6	Discipline and welfare Committee	i.Hon. Naomi Wairimu ii.Rev. Francis Angwenyi iii.Mrs. Dorothy Mukio v. Mrs. Juliana Kirui	Chairperson Secretary Member Member	1 out of 1

(d) School operation Management

For the financial year ended 30th June 2021 the School day-to-day management was under the following persons:

S/NO	Designation	Name	TSC Number
1	Chief Principal	Mrs. Christine Chumba	273045
2	Deputy Principal - Administration	Mrs. Lizzy Kirui	387063
3	Deputy Principal - Academics	Mrs. Sylvia Towett	431864
4	School Bursar	Mr. Erick Rotich	CPAK-25805

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2021

KEY SCHOOL INFORMATION AND MANAGEMENT

(e) Schools contacts

Post Office Box: 194-20200
Telephone: **0714034055**
E-mail: kipsigisgirls194@gmail
Website: www.kipsigisgirls.ac.ke
Facebook:
Twitter:

(f) School Bankers

The school operated six bank accounts in the following banks:

1. Name of Bank: Kenya Commercial Bank
Branch: Kericho
Account Number: 1107170990 (School Fund Account)
2. Name of Bank: Kenya Commercial Bank
Branch: Kericho
Account Number: 1103522132 (Operations)
3. Name of Bank: Kenya Commercial Bank
Branch: Kericho
Account Number: 1104675579 (Tuition)
4. Name of Bank: Kenya Commercial Bank
Branch: Kericho
Account Number: 1133327850 (Infrastructure)
5. Name of Bank: Kenya Commercial Bank
Branch: Kericho
Account Number: 1107171075 (Farm)
6. Name of Bank: Kenya Commercial Bank
Branch: Kericho
Account Number: 1285394593 (CDF)
7. MPESA PayBill No. 560698 attached to A/C NO:1107170990 bank account at Kenya Commercial Bank.

(g) Independent Auditors

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

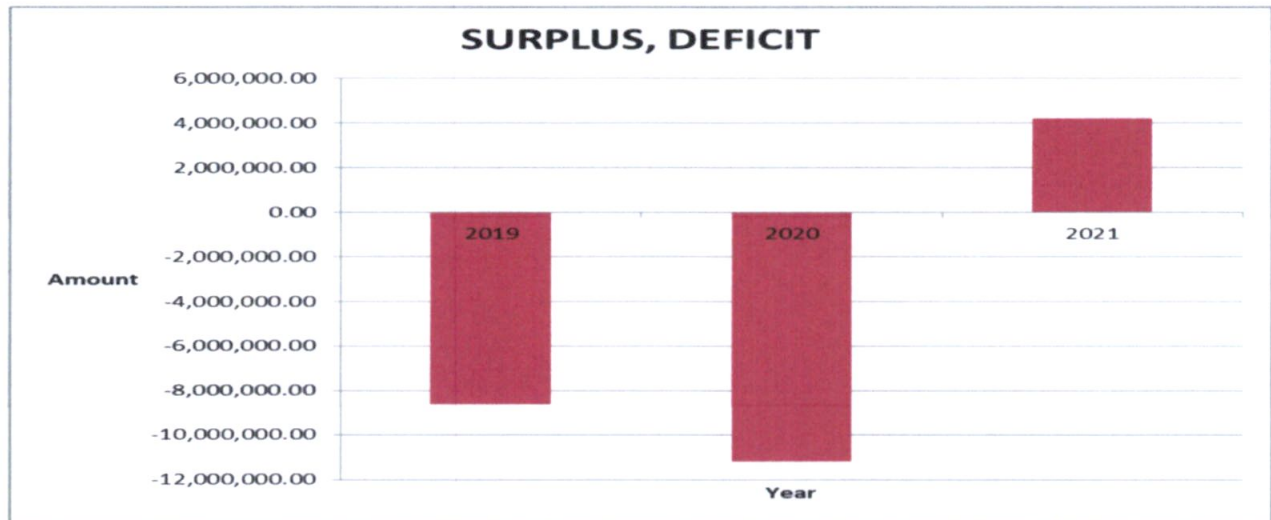
KIPSIGIS GIRLS HIGH SCHOOL
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For the year ended 30TH June 2021

II. Summary Report of Performance of the School

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

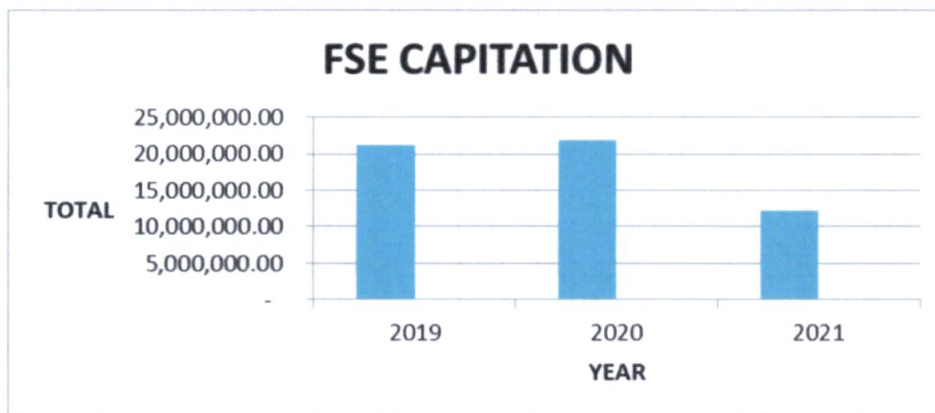
a) Financial performance:

YEAR	AMOUNT
2019	- 8,606,077.80
2020	- 11,211,584.80
2021	4,219,919.25



FSE CAPITATION

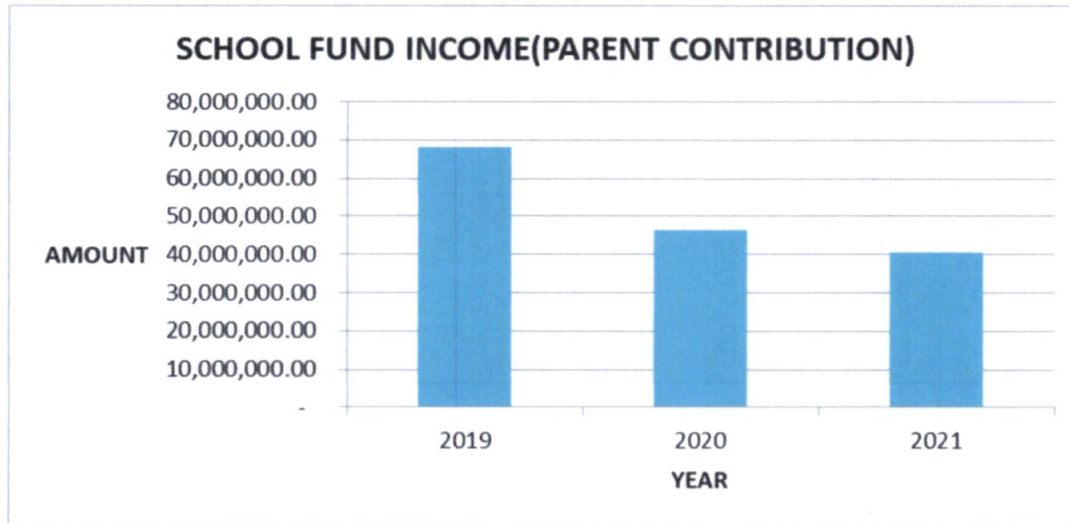
YEAR	OPERATIONS	TUITION	TOTAL
2019	17,488,024.90	3,698,157.30	21,186,182.20
2020	19,743,285.00	2,108,440.00	21,851,725.00
2021	10,590,482.50	1,677,928.00	12,268,410.50



KIPSIGIS GIRLS HIGH SCHOOL
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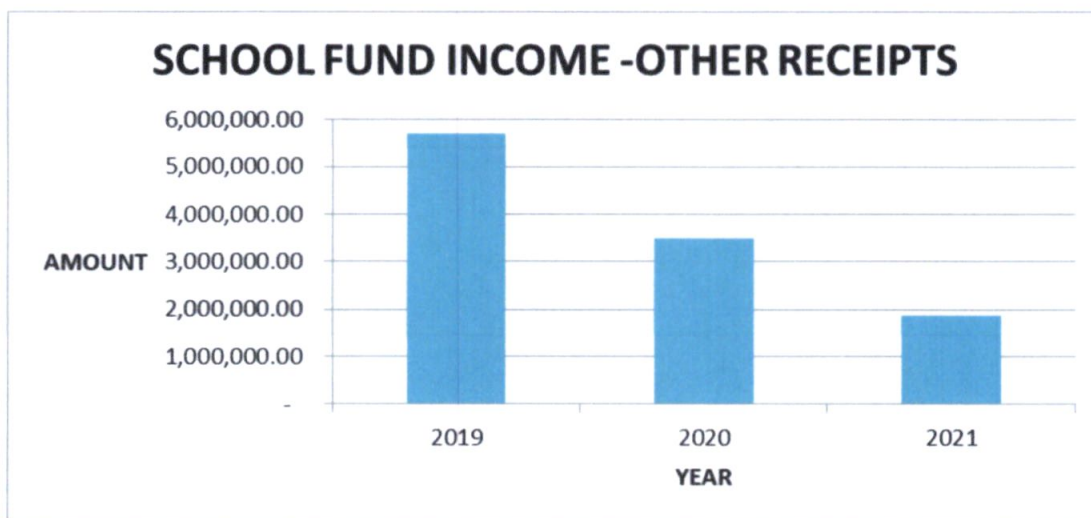
School fund income- parents contributions/fees

YEAR	AMOUNT
2019	68,101,804.00
2020	46,362,376.55
2021	41,403,989.10



School fund income- other receipts

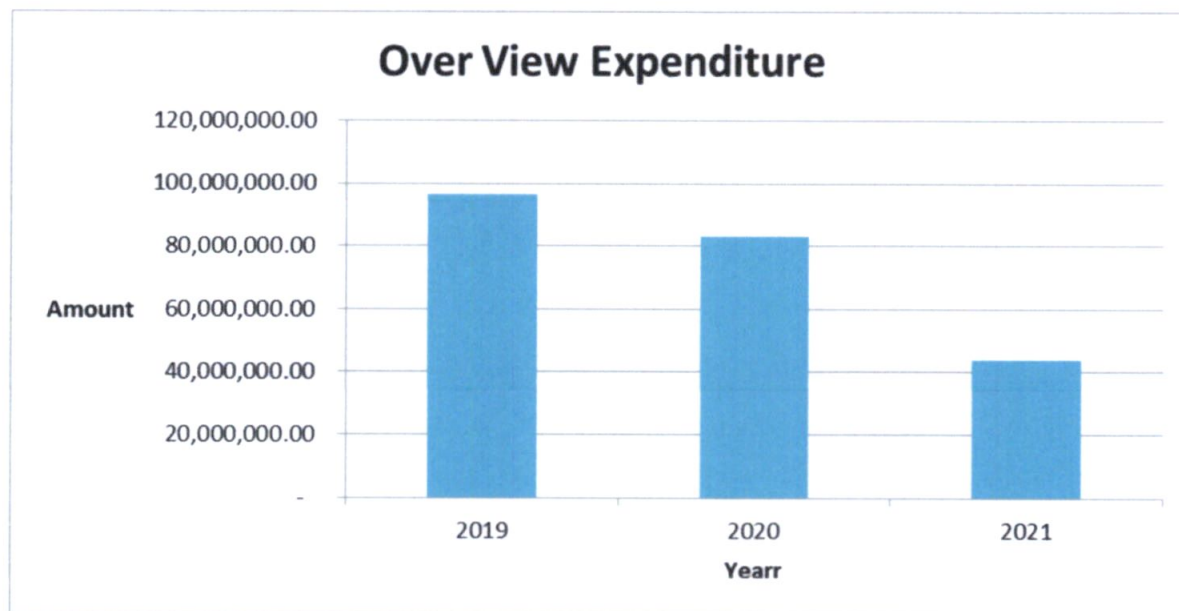
YEAR	AMOUNT
2019	5,711,739.00
2020	3,479,617.00
2021	1,868,127.05



KIPSIGIS GIRLS HIGH SCHOOL
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For the year ended 30TH June 2021

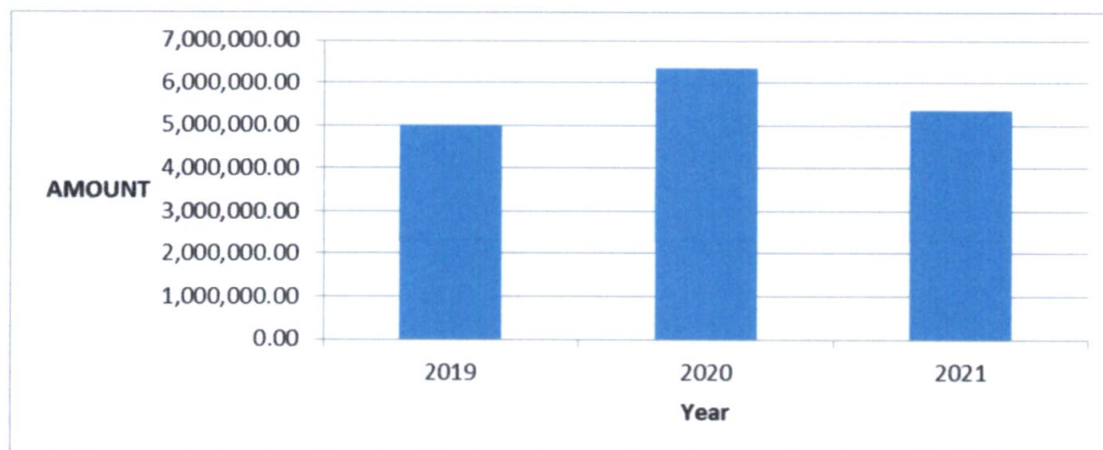
OVERVIEW EXPENDITURE

YEAR	AMONUT
2019	96,478,747.20
2020	82,905,304.00
2021	51,320,606.90



MOVEMENT OF DEBTORS

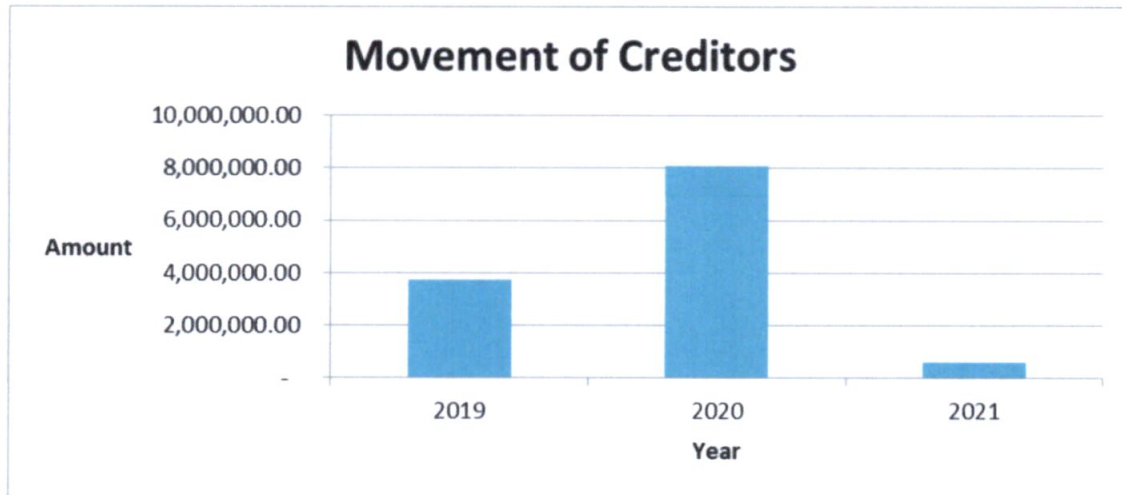
YEAR	AMOUNT
2019	4,997,381.00
2020	6,326,458.30
2021	5,355,895.80



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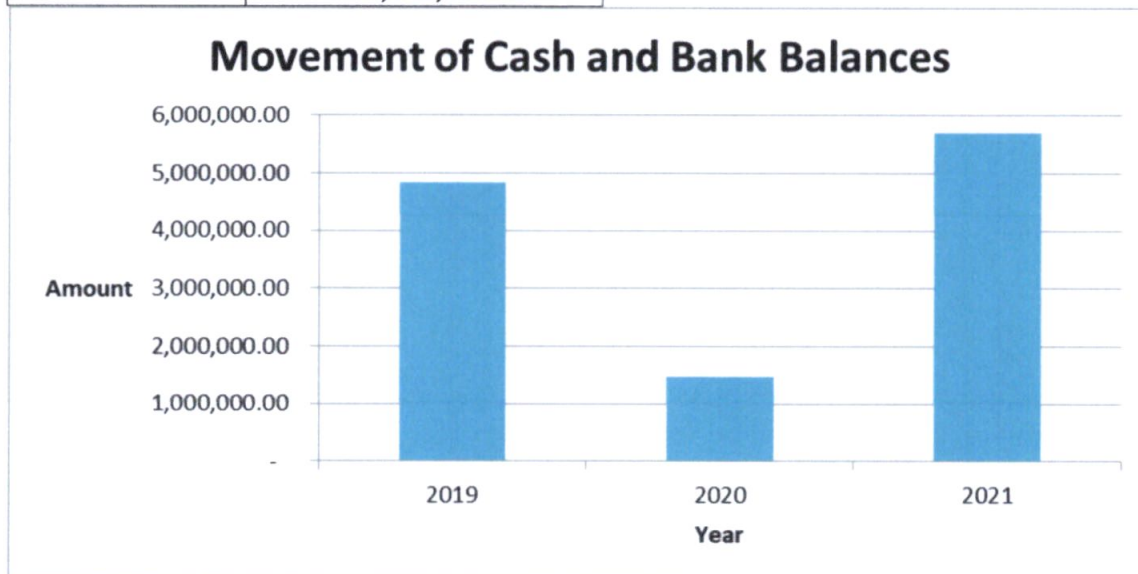
MOVEMENT OF CREDITORS

YEAR	AMOUNT
2019	3,733,727.00
2020	8,083,654.00
2021	589,492.00



MOVEMENT OF CASH & BANK BALANCES

YEAR	AMOUNT
2019	4,834,360.81
2020	1,479,910.51
2021	5,699,830.26



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b) Teacher Student ratio:

S/NO	SUBJECT	TEACHERS (TSC)	TEACHERS (BOM)	TOTAL TEACHERS	TOTAL STUDENTS	TEACHER STUDENT RATIO
1	ENGLISH	9	1	10	1283	128
2	KISWAHILI	11	1	12	1283	128
3	MATHS	14	6	18	1283	71
4	BIOLOGY	10	1	11	1283	116
5	PHYSICS	3	5	8	1283	160
6	CHEMISTRY	11	2	13	1283	98
7	HISTORY	5	2	7	924	132
8	GEOGRAPHY	7	2	9	789	87
9	CRE	8	2	10	961	96
10	HOME SCIENCE	3	0	3	395	131
11	ART & DESIGN	1	0	1	97	97
12	AGRICULTURE	3	1	4	366	91
13	COMPUTER STUDIES	1	0	1	194	194
14	FRENCH	0	1	1	122	122
15	MUSIC	1	0	1	56	56
16	BUSINESS STUDIES	4	1	5	784	156
17	SPECIAL EDUCATION	1	0	1	7	7

TOTAL NUMBER OF TEACHERS

1	TSC TEACHERS	47
2	BOM TEACHERS	12
	TOTAL	59

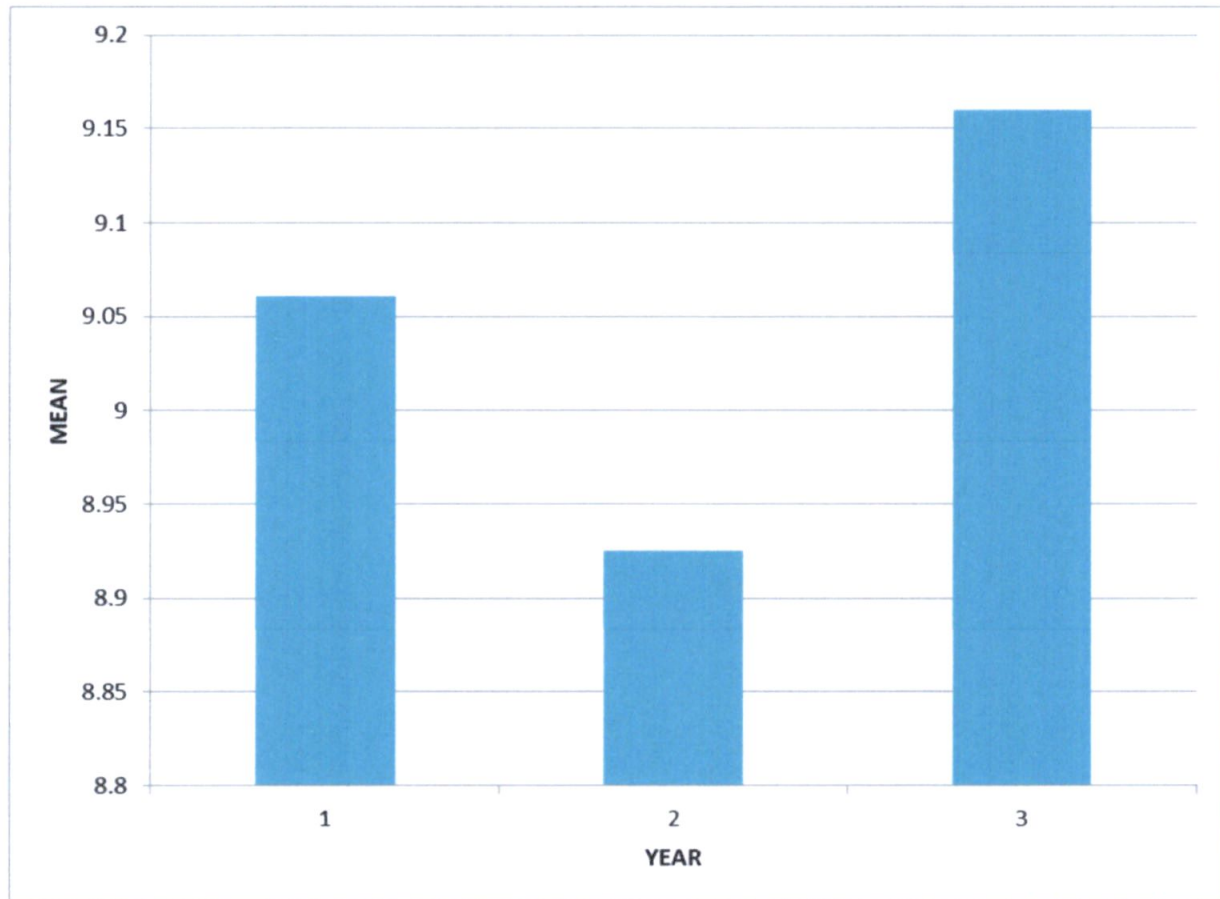
TRANSITION OF TEACHERS

1	TEACHERS RECRUITED (TSC)	4
2	TEACHERS RECRUITED (BOM)	3
3	TEACHERS TRANSFERRED	2
4	TEACHERS RETIRED	0

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For the year ended *30TH June 2021*

c) KCSE MEAN SCORES FOR THE LAST 3 YEARS 2020, 2021 AND 2022

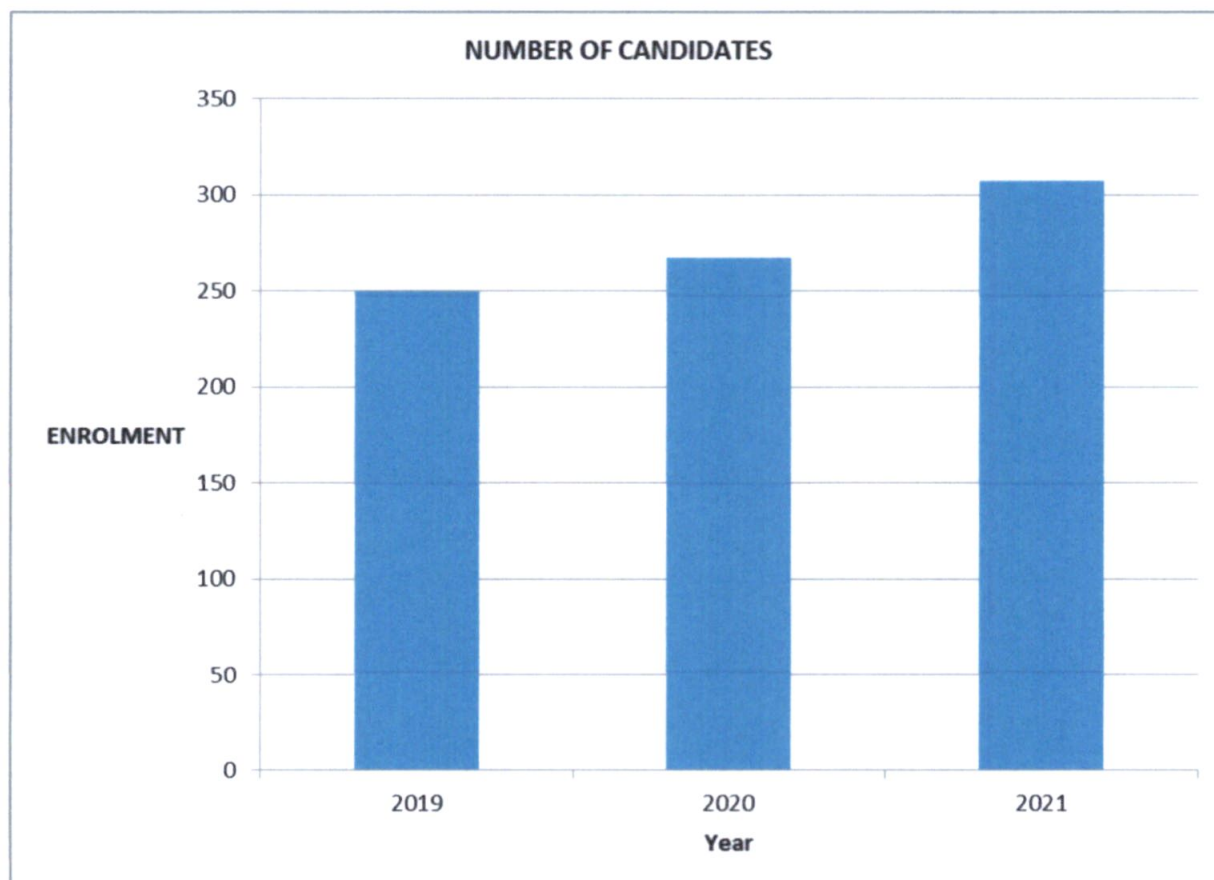
NO	YEAR	MEAN	C+ AND ABOVE
1	2019	9.0608	227
2	2020	8.9251	255
3	2021	9.1596	293



KIPSIGIS GIRLS HIGH SCHOOL
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d) Number of Candidates in the 2021 KCSE:

NO	YEAR	NO.OF CANDIDATES
1	2019	250
2	2020	267
3	2021	307



e) Capacity of the school:

S/NO	FACILITY	ENROLMENT	CURRENT CAPACITY	SHORTFALL
1	CLASSES	1,283	25	0
2	<i>DORMITORIES</i>	1,283	1200	83
3	<i>DINING HALL</i>	1,283	1200	83
4	<i>TOILETS</i>	1,283	49	3
5	<i>LABORATORIES</i>	1,283	8	0

KIPSIGIS GIRLS HIGH SCHOOL
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f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dormitory Project	-M.O.E -Parents	On-going	29,478,860.00	15,194,158.00	December 2021

Aminda

School Principal

KIPSIGIS GIRLS HIGH SCHOOL
P.O Box 194-20200, KERICHO
TEL. 0714 034 055
Email. kipsigisgirls194@gmail.com

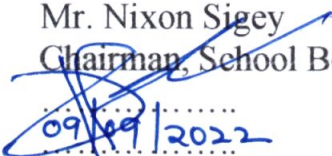
III. Statement of School Management Responsibility


Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year to prepare financial statements in respect of Kipsigis Girls High 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 **Kipsigis Girls High School** accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.

Name: Mr. Nixon Sigey
Designation: Chairman, School Board of Management
Sign: 
Date: 09/09/2022

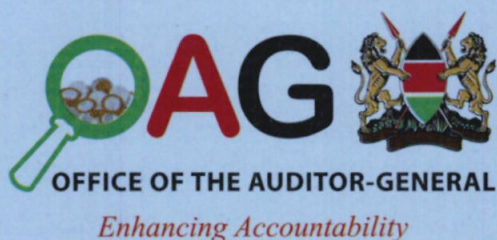
Name: Mrs. Christine Chumba
Designation: School Chief Principal & Secretary to Board of Management
Sign: 
Date: 09/09/2022

Name: Mr. Erick Rotich
Designation: Bursar/ Finance Officer
Sign: 
Date: 09/09/2022



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KIPSIGIS GIRLS HIGH SCHOOL FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2021 – KERICHO COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kipsigis Girls High School – Kericho County set out on pages 1 to 20, which comprise the statement of assets and liabilities for the six (6) months period ended 30 June, 2021 and the statement of receipts

and payments, statement of cash flows and Summary 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 Kipsigis Girls High School – Kericho County liabilities for the six (6) months period ended 30 June, 2021 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. Non-Compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements

The financial statements presented for audit relate to six (6) months period ending 30 June, 2021, however the headings and other performance information in the statements indicate a period of twelve months contrary the format prescribed and published by the Public Sector Accounting Standards Board (PSASB).

In the circumstances, Management was in breach of the PSASB guidelines.

2. Long Outstanding Account Receivables

The statement of financial assets and financial liabilities for the six (6) months period ended 30 June, 2021 and as disclosed under Note 13 to the financial statements reflects accounts receivables figure of Kshs.5,355,896. The balance is in respect of school fees arrears which has been long outstanding for more than three (3) years with no recovery measures put in place.

In the circumstance, the recovery receivables amount of Kshs.5,355,895.80 could not be ascertained.

3. Understated Summary of Fixed asset register

The financial statement under Annex 2 indicated a summary of fixed assets register indicating a balance of Kshs.382,676,935. The asset register provided by the school's management indicated a figure of Kshs.7,260,000 there were no supporting documents such as the acquisition invoices. Supporting documents such as the motor vehicle files indicated that the cost of the motor vehicles was understated.

In the circumstances, the School assets are at risk of wastage, theft, damages and their actual value cannot be confirmed.

4. Unsupported Inventory Balances

As reported in the financial year disclosure notes, the inventory balance of Kshs.1,115,071.40. However, the balance was not supported with stock certificates, board of survey reports or ledgers confirming the balance.

In the circumstances, the accuracy, existence of stocks and completeness of the inventories balance of Kshs.1,115,071.40 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kipsigis Girls High School Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The analysis of budgeted Vs. actual amounts for the fiscal year under audit highlighted underfunding of capitation grants for tuition, amounting to 43% and cumulative underfunding of total receipts by 14%. Despite budgeting of Kshs.5,664,848 for tuition capitation grants, the School only received Kshs.3,958,551, resulting in a shortfall of Kshs.1,706,298 against the budgeted amount.

Further, the School underestimated fee collections from parents by 11%. The variances have been tabulated below.

Revenue Component	Current Year Budget Amounts Kshs.	Current Year Actuals Amounts Received Kshs.	Variance Kshs.	% Variance
Fees Charged on Parents	44,794,711	40,433,260	4,361,450	11%
Capitation Grant-Operations	8,311,080	5,757,732	2,553,348	44%
Miscellaneous Income	2,586,820	1,868,127	718,693	38%

In addition, it was noted that the School exceeded its budget by Kshs.12,012,381 representing a 39% overrun as analyzed below, suggesting the implementation of unanticipated programs and activities.

Components	Current Year Budget Amounts Kshs.	Current Year Actuals Kshs.	Variance Kshs.	% Variance
Expenses				
Expenditure for Tuition	5,316,752	3,958,550.5	1,358,201.50	34%
Expenditure for Operations	14,868,673	5,757,732	9,110,941	158%
Boarding for School Fund	47,370,275	40,433,260.6	4,188,890	17%
Infrastructure	9,021,640	4,832,750	4,188,890	87%
Total Expenditure	76,577,340	54,982,293	21,595,047	39%

There was significant underfunding of the budget allocated for operations and infrastructure by 158% and 87%, respectively. No explanations were provided for these variances.

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.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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. Lack of Mandatory Board Committees

The School's Board of Management had not established mandatory committees that is, discipline, ethics and integrity committee, audit committee and human rights and student welfare committee contrary to Section 61(2) of the Basic Education Act, 2013.

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

2. Excess Number of Textbooks Delivered Compared to Enrolment

The audit revealed that the number of textbooks supplied to Kipsigis Girls High School – Kericho County in the financial year 2020/2021 did not match the number of students

enrolled in the school. In the year under review, the supply of textbooks exceeded number of learners enrolled.

In the circumstances, there was no value for money for books supplied.

3. Inadequate Delivery Details of Textbooks

The audit conducted in the month of May 2024 revealed that the textbooks delivered by publishers did not indicate monetary value making it difficult for schools to quantify the monetary value of its text books stock delivered in various financial years. As a result, the value of the books remains unknown to the management of the schools in the period of audit.

In the circumstances, the value of text books held by schools cannot be confirmed.

4. Accuracy of Student Enrollment Data

The financial statements liabilities for the six (6) months period ended 30 June, 2021 under Note 1 and 2 represents capitation grants for tuition at Kshs.1,677,928 and operations at Kshs.10,590,482.5. Examination of documents provided for audit revealed that there were discrepancies between the data in the County Director of Education (CDE), National Education Management Information System (NEMIS) and School records relating to the enrolment of students.

During the financial year 2020/2021, the NEMIS reported a total number of 1288 of students while the records from the enrolment record provided by the Kipsigis Girls High School indicated a total of one thousand three hundred and sixty-five (1364) students, which resulted in variance as analyzed below:

Month	Capitation per Student	No. of Students per NEMIS	No. of Students as per Register	Variance
February 2021	3,971	1288	1364	(301,815)
April 2021	3508	1286	1364	(273,585)
				(575,400)

The school was under/over funded by Kshs.575,400 for the period ended 30 June, 2021.

5. Lack of a Board Work Plan

During the year under review, management did not provide Board calendar and annual work plan for audit review. This is contrary to Section 1.9 of Chapter 1 of Mwongozo code of governance for state corporations issued in January, 2015 which requires Board members to ensure development of an annual Board Work Plan.

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

6. Lack a School Improvement Plan

During the year under review, the School did not prepare a school improvement plan as required by Section 2.2. of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds.

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

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

REPORT ON 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 Approved ICT Policy

Review of the school ICT environment revealed that there was no formal approved ICT policy in place. Further, the School does not have a data security and disaster recovery plan in place. In addition, Management did not provide an ICT organization structure for audit review.

In the circumstances, the security and reliability of the School's data including the management information system 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 control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal 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 (1) 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 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 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

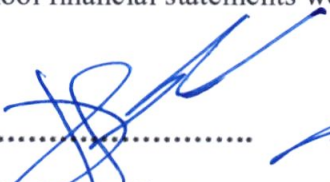
20 January, 2025

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2021

V. Statement of Receipts and Payments for the Period to 30th June 2021


Description of Vote Head	Note	Jan-June 2021	Jan-Dec 2020
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,677,928.00	2,108,440.00
Government grants for operations	2	10,590,482.50	19,743,285.00
Government Grants for infrastructure	3	-	-
School fund income- parents' contributions	4	41,403,989.10	46,362,376.55
Miscellaneous incomes	5	1,868,127.05	3,479,617.65
Total Receipts		55,540,526.65	71,693,719.20
Payments			
Tuition	6	1,512,580.00	3,311,577.00
Operations	7	5,622,762.00	11,072,656.00
Infrastructure	8	7,025,333.00	8,168,825.00
Boarding and school fund	9	37,159,931.90	60,352,246.00
Total Payments		51,320,606.90	82,905,304.00
Surplus/Deficit		<u>4,219,919.75</u>	<u>(11,211,584.80)</u>

The school financial statements were approved on 09/09/2022 and signed by:



 Name: Mr. Nixon Sigey

Chair BOM

Date: 09/09/2022


 Name: Mrs. Christine Chumba
 School Principal/ Secretary to
 BOM

Date: 09/09/2022


 Name: Mr. Erick Rotich

Bursar/ Finance Officer

Date: 09/09/2022

KIPSIGIS GIRLS HIGH SCHOOL
 P.O Box 194-20200, KERICHO
 TEL. 0714 034 055
 Email. kipsigisgirls194@gmail.com

KIPSIGIS GIRLS HIGH SCHOOL
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VI. Statement of Financial Assets and Financial Liabilities as at 30th June 2021

Description	Note	Jan-June 2021	Jan-Dec 2020
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	5,495,670.26	1,474,187.51
Cash balances	11	204,160.00	5,723.00
Short term investments	12	-	-
Total cash and cash equivalent		5,699,830.26	1,479,910.51
Account's receivables	13	5,355,895.80	6,326,458.30
Total financial assets		11,055,726.06	7,806,368.81
Financial liabilities			
Accounts payables	14	589,492.00	8,083,654
Net financial assets		<u>10,466,234.06</u>	<u>(277,285.19)</u>
Represented by			
Accumulated fund b/fwd	15	6,246,314.31	10,934,299.61
Surplus/deficit for the year		4,219,919.75	(11,211,584.80)
Net financial position		<u>10,466,234.06</u>	<u>(277,285.19)</u>
			-

The school's financial statements were approved on 09/09/2022 and signed by:

.....
Name: Mr. Nixon Sigey **Name:** Mrs. Christine Chumba **Name:** Mr. Erick Rotich
Chair BOM **School Principal/ Secretary to BOM** **Bursar/ Finance Officer**
Date: 09/09/2022 **Date:** 09/09/2022 **Date:** 09/09/2022

KIPSIGIS GIRLS HIGH SCHOOL
P.o Box 194-20200, KERICHO
TEL.0714 034 055
Email.kipsigisgirls194@gmail.com

KIPSIGIS GIRLS HIGH SCHOOL
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VII. Statement of Cash Flows for the Period Ended 30th June 2021

Description	Note	Jan-June 2021	Jan-Dec 2020
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,677,928.00	2,108,440.00
Government grants for operations	2	10,590,482.50	19,743,285.00
School fund income- Parents contributions/ fees	4	41,403,989.10	49,270,373.05
School fund income- other receipts	5	1,868,127.05	3,479,617.65
Total receipts		55,540,526.65	74,601,715.70
Payments			
Cash outflows for tuition	6	1,512,580.00	2,042,385.00
Cash outflows for operations	7	5,622,762.00	9,999,226.00
Cash outflows Boarding/lunch and school fund payments	9	37,159,931.90	57,705,900.00
Total payments		44,295,273.90	69,747,511.00
Net cash inflow/outflow from operating activities		11,245,252.75	4,854,204.70
Cash flow from investing activities			
Acquisition of assets	8	(7,025,333.00)	(8,171,459.00)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(7,025,333.00)	(8,171,459.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		4,219,919.75	(3,317,254.30)
Cash and cash equivalent at beginning of the FY		1,479,910.51	4,797,164.81
Cash and cash equivalent at end of the FY		5,699,830.26	1,479,910.51

VIII. Statement of Budgeted Versus Actual Amounts for the Year Ended 30th June 2021

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					
<i>(1) Capitation Grant on Tuition</i>					
Tuition	5,664,848.00	-	5,664,848.00	1,677,928.00	30%
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	2,351,739.00	-	2,351,739.00	3,173,846.00	135%
Local Transport / Travelling	844,214.00		844,214.00	740,055.00	88%
Electricity And Water	1,507,525.00	-	1,507,525.00	1,068,046.00	71%
Medical	1,283,000.00	-	1,283,000.00		0%
Administration Costs	1,326,622.00	-	1,326,622.00	740,055.50	56%
Activity	962,250.00		962,250.00		0%
Grant (S.N.E)		35,730.00	35,730.00	35,730.00	100%
<i>3) FDSE for infrastructure</i>					
Repairs And Maintenance	3,207,500.00	-	3,207,500.00	4,832,750.00	151%

KIPSIGIS GIRLS HIGH SCHOOL
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For the year ended *30TH June 2021*

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
<i>(4) Fees Charged on Parents</i>					
Personnel Emoluments	6,805,730.00	-	6,805,730.00	5,453,896.00	80%
Repairs And Maintenance	1,303,320.00	-	1,303,320.00	647,183.00	50%
Local Transport / Travelling	2,260,633.50	-	2,260,633.50	1,709,952.00	76%
Electricity And Water	3,603,289.00	-	3,603,289.00	3,503,330.05	97%
Administration Costs	3,102,936.00	-	3,102,936.00	1,887,806.00	61%
Activity	917,301.00	-	917,301.00	337,897.00	37%
Fee On Boarding Equipment and Stores	19,277,601.50	-	19,277,601.50	12,670,080.55	66%
Fee on University Registration	14,700.00	-	14,700.00	7,700.00	52%
Fee on Uniforms	992,000.00	-	992,000.00	636,436.00	64%
P.A Charges	6,415,000.00	-	6,415,000.00	13,579,146.00	212%
<i>5) Miscellenous Income</i>					
Rent income	196,992.00	-	196,992.00	188,565.00	96%
Income From Farming Activities	1,764,328.00	-	1,764,328.00	1,054,062.05	60%
Income from Tenders	-	124,000.00	124,000.00	124,000.00	100%
Clubs	-	1,500.00	1,500.00	1,500.00	100%
Income from grants and donations*	-	500,000.00	500,000.00	500,000.00	100%
Fee arrears		970,562.50	970,562.50	970,562.50	100%
Total Income	<u>63,801,529.00</u>	<u>1,631,792.50</u>	<u>65,433,321.50</u>	<u>55,540,526.65</u>	85%

KIPSIGIS GIRLS HIGH SCHOOL
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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
<i>(6) Expenditure For Tuition</i>					
Tuition	5,316,752		5,316,752	306,500.00	6%
Textbooks	-	-	-	-	-
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	-	-	-	-	-
Chalks	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
Teachers Guides	-	--	-	-	-
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	4,703,478	-	4,703,478	3,277,278.00	70%
Administration Costs	6,415,000	-	6,415,000	764,857.00	12%
Repairs, Maintenance & Improvements	1,688,428	-	1,688,428	-	-
Local Transport / Travelling	3,015,050	-	3,015,050	-	-
Electricity, Water and Conservancy	2,566,000	-	2,566,000	499,831.00	19%
Medical & Insurance	2,653,244	-	2,653,244	-	-
Activity Expenses	1,924,500	-	1,924,500	-	-
Grant (S.N.E)		10,000.00	10,000.00	10,000.00	100%
<i>(8) Expenditure For infrastructure</i>					
Construction of Dormitory	9,021,640	-	9,021,640.00	7,025,333.00	78.5%

KIPSIGIS GIRLS HIGH SCHOOL
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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
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel emoluments	6,805,673	-	6,805,673	2,873,165.00	42%
Fee on Boarding Equipment and Stores	21,152,837	-	21,152,837	16,669,992.00	79%
Electricity & water	3,602,664	-	3,602,664	1,205,777.00	33%
Local transport / travelling	2,260,004	--	2,260,004	1,140,999.00	50%
Maintenance & Improvements	1,283,000	-	1,283,000	-	0%
Administration costs	3,102,935	-	3,102,935	2,950,137.00	95%
Activity	917,345	-	917,345	15,500.00	2%
Income from Tenders		90,200	90,200	90,200.00	100%
Uniforms	992,000.00	-	992,000	263,300.00	27%
Expenses on Income Generating Activities	1,549,007	-	1,549,007	1,357,095.90	88%
P.A Charges	6,415,000.00	-	6,415,000	5,236,980.00	82%
Fee on University Registration	186,900.00	-	186,900.00	139,500.00	75%
Creditors		8,083,654.00	8,083,654.00	7,494,162.00	93%
Totals	<u>85,571,457</u>	<u>8,183,854.00</u>	<u>93,755,311.00</u>	<u>51,320,606.90</u>	55%

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
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[Provided below is commentary on significant of underutilization (below 90% of utilization) and overutilization above 100%]

- i. *The School received fewer funds against the budgeted in Tuition Account. This resulted in underutilization of fund receipts.*
- ii. *The School also was under funded in operation account which resulted in underutilization of fund receipts in the respective vote heads.*
- iii. *There was growth of enrolment during the year under review hence increase in payment of fees by the parents which resulted in overutilization of fund receipts.*
- iv. *The School was under funded in Tuition account which resulted in underutilization of funds in terms of meeting its obligation.*
- v. *There was also under funding in Operations account which resulted in underutilization of funds in terms of meeting its obligation.*
- vi. *There was growth of enrolment during the year under review hence increase in payment of fees by the parents which resulted in overutilization of fund payments.*

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 school fees from parents, 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 to the nearest Kenya Shilling cents (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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
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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.

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 30th June 2021.

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
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X. Notes to the Financial Statements

1 Government Grants for Tuition

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Text books	66,757.00	105,358.00
Exercise books	636,479.00	842,860.00
Laboratory equipments and apparatus	707,925.00	632,145.00
Teaching/learning materials	22,252.00	316,072.00
chalks	13,362.00	64,505.00
Internal exams	231,153.00	147,500.00
Total	1,677,928.00	2,108,440.00

2 Government Grants for Operations

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Personnel Emoluments	3,173,846.00	4,614,980.00
Repairs And Maintenance	4,832,750.00	5,201,000.00
Local Transport / Travelling	740,055.00	776,374.00
Electricity And Water	1,068,046.00	1,571,685.00
Medical and Insurance		227,800.00
Administration Costs	740,055.50	984,386.00
Activity		455,600.00
Grant (S.N.E)		5,000,000.00
GRANT (S.N.E)	35,730.00	71,460.00
BOM TEACHERS		840,000.00
Total	10,590,482.50	19,743,285.00

3 Government Grants for infrastructure

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
	-	-
Total	-	-

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4 School Fund Income -Parents Contribution/Fees

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Personnel emoluments	5,453,896.00	4,084,537.00
Repairs and maintenance	647,183.00	1,926,741.00
Local transport / travelling	1,709,952.00	1,611,763.00
Electricity and water	3,503,330.05	5,670,161.50
Medical and Insurance	-	-
Administration costs	1,887,806.00	3,781,455.00
Activity	337,897.00	675,509.00
Fee on Boarding Equipment and stores	12,670,080.55	27,624,065.05
Fee on University Registration	7,700.00	172,200.00
Fee on Uniforms	636,436.00	777,932.00
P.A Charges	13,579,146.00	38,013.00
Fee Arrears	970,562.50	-
Total	41,403,989.10	46,362,376.55

5 Miscellaneous Incomes

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Rent Income	188,565.00	63,392.00
Income From Income Generating Activities	1,054,062.05	1,914,225.65
Income from KICOSCA	-	1,492,000.00
Income from Tenders	124,000.00	10,000.00
Clubs	1,500.00	-
	-	-
Income from Bus Hire	-	-
Income from grants and donations*	500,000.00	-
Total	1,868,127.05	3,479,617.65

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Notes to the Financial Statements (continued)

6 Tuition

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Text books	-	-
Exercise books	-	2,349,095.00
Laboratory equipments and apparatus	-	613,807.00
Teaching/learning materials	12,500.00	29,185.00
chalks	-	2,750.00
Internal exams	278,000.00	306,500.00
Reference books	16,000.00	10,000.00
Bank charges	-	240.00
Creditors	1,206,080	
Total	1,512,580.00	3,311,577.00

7 Operations

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Personal Emoluments	3,277,278.00	4,641,439.00
Administration Cost	764,857.00	1,385,555.00
Repairs and maintenance & improvements	-	424,050.00
Local transport / travelling	-	156,210.00
Electricity and water	499,831.00	2,607,471.00
Medical & Insurance Cost	-	356,882.00
Activity Expenses	-	627,415.00
BOM TEACHERS	-	840,000.00
Grant (S.N.E)	10,000.00	31,000.00
Bank Charges	-	2,634.00
Creditors	1,070,796	
Total	5,622,762.00	11,072,656.00

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Notes to the Financial Statements (continued)

8 Infrastructure

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Acquisition of Assets Tower tank	-	-
Construction of dormitory -New Dormitory	7,025,333.00	8,168,825.00
Construction of classrooms -New Tuition Block	-	-
Total	7,025,333.00	8,168,825.00

9 Boarding And School Fund

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Personnel emoluments	2,873,165.00	6,135,411.00
Fee on Boarding Equipment and Stores	16,669,992.00	33,982,922.00
Electricity and water	1,205,777.00	3,350,017.00
Local transport / travelling	1,140,999.00	1,525,294.00
Maintenance & Improvements	-	2,138,352.00
Administration costs	2,950,137.00	2,785,202.00
Activity	15,500.00	1,462,697.00
Income from KICOSCA	-	1,229,290.00
Income from Tenders	90,200.00	8,000.00
Uniform Fees	263,300.00	1,128,700.00
Expenses On Income Generating Activities**	1,357,095.90	2,450,648.00
P.A Charges	5,236,980.00	4,054,100.00
Rent Expenses	-	98,955.00
Bank Charges	-	2,658.00
Fee on University Registration	139,500.00	-
Creditors	5,217,286	-
Total	37,159,931.90	60,352,246.00

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Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	Jan-June 2021	Jan-Dec 2020
	Active/Dormant		Kshs	Kshs
Tuition Account			244,557.50	79,209.50
Operations Account			684,568.39	228,847.89
School Fund Account/Boarding			2,609,659.91	(1,044,937.29)
CDF Account			500,000.00	
Infrastructural Account			1,610,518.20	2,123,851.20
Farm Account			(153,633.74)	87,216.21
Total			5,495,670.26	1,474,187.51

11 Cash In Hand

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Notes and Coins	204,160.00	5,723.00
Total	204,160.00	5,723.00

12 Short Term Investments

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

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Notes to the Financial Statements (continued)

13 a Accounts Receivable

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Fees Arrears	5,355,895.80	6,326,458.30
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears(list/schedule attached)	-	-
Total	5,355,895.80	6,326,458.30

13 b Ageing Analysis of Accounts Receivable

Description	Jan-June 2021		Jan-Dec 2020	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	0%		
Between 1- 2 years	1,490,173.50	27.8%	1,490,173.50	27.6%
Between 2-3 years	729,808.00	13.6%	847,261.50	13.4%
Over 3 years	3,135,914.30	58.6%	3,989,023.30	59.0%
Total (should tie to note 13 a)	5,355,895.80	100%	6,326,458.30	100%

14 Accounts Payable

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	589,492.00	8,083,654.00
Prepaid Fees	-	-
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Total	589,492.00	8,083,654.00

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Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	Jan-June 2021		Jan-Dec 2020	
	<i>Kshs</i>		<i>Kshs</i>	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	589,492.00	100%	8,083,654.00	100%
Between 1- 2 years		-		
Between 2-3 years		-		
Over 3 years		-		
Total (should tie to note 14)	589,492.00	100%	8,083,654.00	100%

15 Fund Balance Brought Forward

Description	Jan-June 2021	Jan-Dec 2020
	<i>Kshs</i>	<i>Kshs</i>
Bank Balances	1,474,187.51	1,474,187.51
Cash Balances	5,723.00	5,723.00
Short Term Investments	-	
Receivables	5,355,895.80	6,326,458.30
Payables	(589,492.00)	(8,083,654.00)
Total	6,246,314.31	-277,285.19

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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	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Total	-	-

17 Biological assets

Description	Numbers	Jan-June 2021	Jan-Dec 2020
		Kshs	Kshs
Cattle		1,870,0000	1,870,0000
Goats			
Trees		1,222,500	1,222,500
Tea Plantation		5,658,800.00	5,658,800.00
Poultry			
Total		8,751,300	8,751,300

18 Borrowings

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at the end of the year	-	-

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Other important disclosure notes

19 Stock/ Inventory

Description	Jan-June 2021	Jan-Dec 2020
	Kshs	Kshs
Rice	34,404.00	235,000
Sugar	130,032.00	210,000
Maize	433182.00	132,000
Beans	326,290.00	126,000
Cooking Oil	112,500.00	60,000
Baking Flour	32,900.00	225,000
Tea leaves	16,000.00	-
Farm Produce	29,763.40	32,975.75
Total	1,115,071.40	1,020,975.75

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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)

Sign and Date
Principal

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XI. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
1. Construction Of Buildings						
1.	-					
Sub-Total						
2. Supply Of Goods						
1.MBUNI SCHOOL SUPPLIES				589,492.00		
Sub-Total						
3. Supply Of Services						
Sub-Total						
Grand Total				<u>589,492.00</u>		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st Jan.2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2021
Land	40,050,000.00	0	0	40,050,000.00
Buildings And Structures	256,336,765.00	0	0	256,336,765.00
Motor Vehicles	7,260,000.00	0	0	7,260,000.00
Office Equipment, Furniture And Fittings	20,541,500	0	0	20,541,500
Textbooks	20,277,770.00	0	0	20,277,770.00
ICT Equipment	4,057,000.00	0	0	4,057,000.00
Tools And Apparatus	4,058,558.00	0	0	4,058,558.00
Other Machinery And Equipment	8,867,450.00	0	0	8,867,450.00
Intangible Assets- Soft Ware	490,588.00	0	0	490,588.00
Biological Assets	8,861,300.00	0	0	8,861,300.00
Total	<u>370,800,931.00</u>	0	0	<u>370,800,931.00</u>