

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL


ON

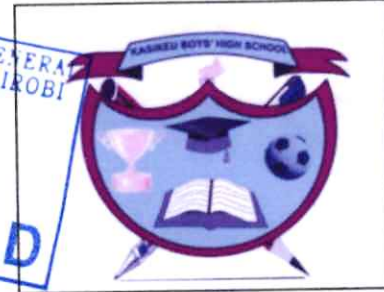
KASIKEU BOYS' HIGH SCHOOL

FOR YEAR ENDED

30 JUNE, 2023

MAKUENI COUNTY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 05 MAR 2025	DAY: <input type="text"/>
TABLED BY: <input type="text"/>	<input type="text"/>
CLERK AT THE TABLE: <input type="text"/>	<input type="text"/>



**Kasikeu Boys' High School
P.O Box 3-90132
Sultan Hamud**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023**

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

(Leave this page blank)

Table of Contents

Page

1. Acronyms and Glossary of Terms	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School	viii
4. Statement of School Management Responsibility	Xv
5. Report Of The Independent Auditors <i>(To be attached)</i>	xvi
6. Statement Of Receipts and Payments For the Year Ended 30 th June 2023	1
7. Statement of Assets and Liabilities As At 30 th June 2023	2
8. Statement of Cash Flows for the Year Ended 30 th June 2023	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2023	5
10. Significant Accounting Policies	10
11. Notes To The Financial Statements	12
12. Annexes	21

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
LTT	Local Travelling and transport
EWC	Electricity water and conservancy
Adm. Costs	Administration costs

2. Key School Information and Management

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

The school was registered in the year 1968 under registration number 17530000012 and is currently categorized as an *Extra County* public school established, owned or operated by the Government.

The school is a boarding and had 648 students as at 30th June 2023. It has 16 streams and 36 teachers of which 7 teachers are employed by the School Board of Management.

(a) 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	Dr. Boniface Wambua	Chairman	27-6-2022
2	Richard Kimayu	Secretary- Principal	27-6-2022
3	Timothy M. Musau	Member	27-6-2022
4	Ann Muthusi	Member	27-6-2022
5	Dr. Gibson Musila	Member	27-6-2022
6	Mrs. Margaret Musumbi	Member	27-6-2022
7	Christopher Ndambuki	Member	27-6-2022
8	Daniel Maundu	Member – Rep CEB	27-6-2022
9	Mr. Patrick Mativo	Member Rep Teachers	27-6-2022
10	Rev. Isaac Musina	Members - Sponsor	27-6-2022
11	Joseph Mutua Kinyao	Member - Community	27-6-2022
12	Gershon Kavingu	MemberSpecial Needs	27-6-2022
13	Prisca Makau Muli	Member	27-6-2022
14	Rose Muthiani	Member	27-6-2022
15	Lilian Bernard	Member	27-6-2022
16	Zackaria Mbuvi	Member	27-6-2022
17	Rev Benjamin Kivindyo	Member	27-6-2022

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.

(b) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Dr. Boniface Wambua 2. Rev. Isaac Musina 3. Timothy M. Musau 4. Anna Muthusi 5. Richard Kimayu	Chairman Member Member Member Secretary	3/3 3/3 3/3 3/3 3/3
2	Audit Committee	1. Anna Muthusi 2. Rev. Isaac Musina	Chairperson Member	1/1 1/1
3	Finance, procurement and general purposes Committee	1. Anna Muthusi 2. Rev. Isaac Musina	Chairperson Member	1/1 1/1
4	Academic Committee	1. Mr. Cristopher Ndambuki 2. Dr. Kinyao 6. Mrs. Prisca Makau 7. Rose Muthiani	Chairperson Vice chairperson Secretary Member Member	3/3 3/3 3/3 3/3 3/3
5	Development Committee	1. Ann Muthusi 2. Dr. Boniface	Chairperson Member	2/2 2/2

		wambua 3.Mr Zacharia Mbuvi	Member	2/2
		4. Joseph Mbugua	Secretary	2/2
		5. Richard Kimayu	Member	2/2
6	Discipline and welfare Committee	1. Mr. Cristopher Ndambuki	Chairperson	1/1
		2. Dr. Kinyao	Vice-chair	1/1
		6. Mrs. Prisca Makau	Secretary	1/1
		7. Rose Muthiani	member	1/1
7	Adhoc Committee (if any during the year)			

(c) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Richard Kimayu	TSC No. 361320
2	Deputy Principal	Joseph Mbugua	TSC No. 347554
3	School Bursar	Daniel Kiio	I.D 28150068

(d) Schools contacts

Post Office Box: 3-90132, sultan hamud
Telephone: 0710 467 770
E-mail: kasikeuboy3 @gmail.com
Website: N/A
Face book: N/A
Twitter: N/A

{e} School Bankers

1. Account Name: Tuition account
Name of Bank: Standard chartered Bank
Branch: Machakos
Account Number: 0102076245400
2. Account Name: Tuition account
Name of Bank: KCB
Branch: Emali
Account Number: 1314876856
3. Account Name: Operation account
Name of Bank: KCB
Branch: Emali
Account Number: 1107171768
4. Account Name: Infrastructure account
Name of Bank: KCB
Branch: Emali
Account Number: 1262712386
5. Account name: Boarding Account
Name of Bank: KCB
Branch: Emali
Account Number: 1108308716
MPESA Pay bill No. 522123 attached to KCB bank 38682k {LIPAKARO}

{f} 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

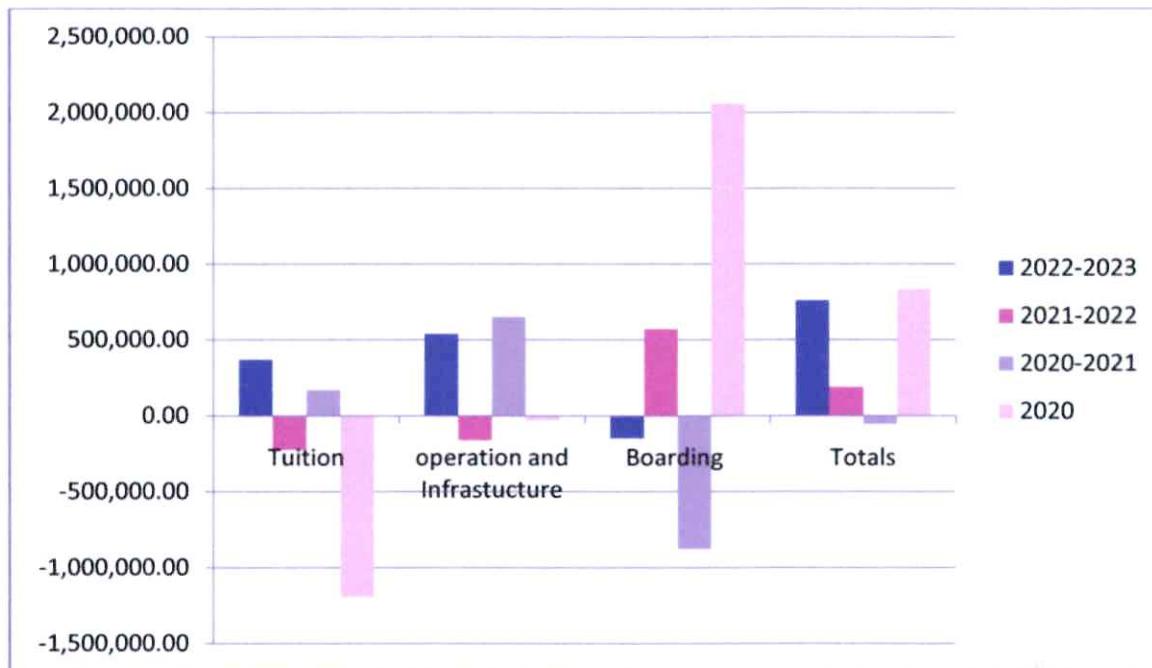
The following is a summary report of the performance of the school against the set performance

A} Financial performance:

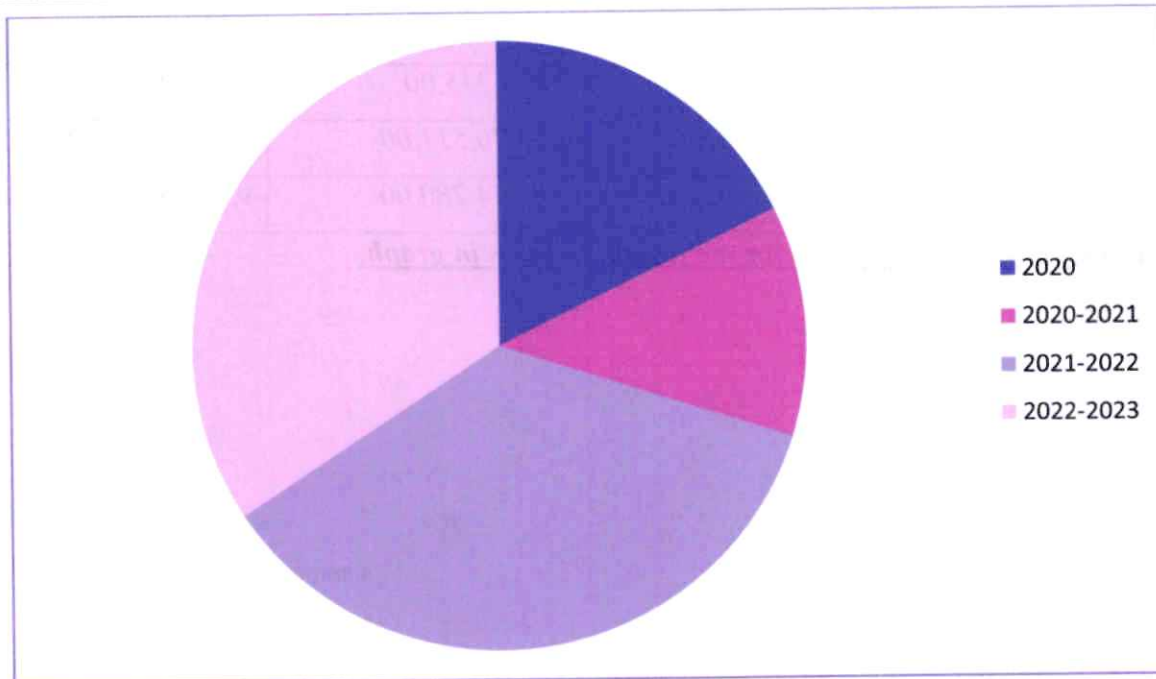
ij Surplus/ Deficit for the year and a comparison of the same for the last three years.

Account	2022-2023	2021-2022	2020/2021	2020
Tuition	368,690.00	-223,524.00	169,439.00	{1,192,914.80}
Operation & infrastructure	540,106.00	-161,374.00	652,548.00	{30,439.55}
Boarding	-147,958.00	573,417.00	-877,480.00	2,060,698.00
Total	760,838.00	188,519.00	-55,493.00	837,343.65

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



A three year overview of growth of Boarding account income earned by the school in pie chart.



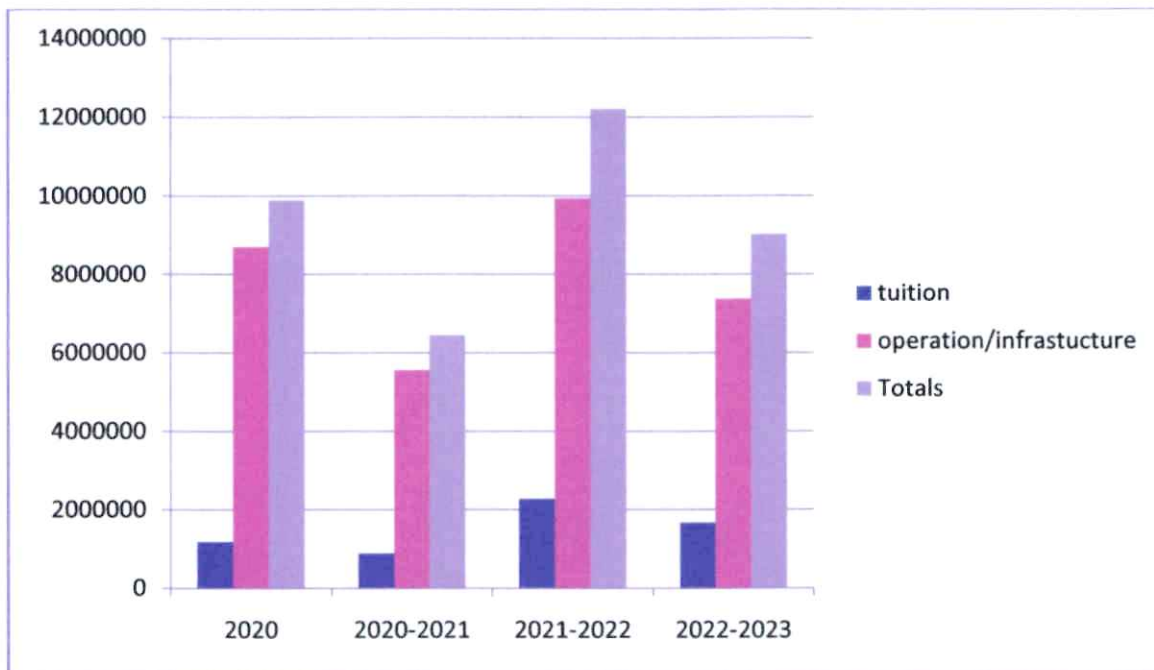
fy} A three years Overview of growth in Expenditure of the School.

Account	2022-2023	2021-2022	2020-2021	2020
Tuition	1,296,090.00	2,494,035.00	716,771.00	2,376,914.80
Operation/infrastructure	6,825,445.00	10,094,945.00	4,903,423.00	8,737,339.55
Boarding	35,094,229.00	35,873,116.00	13,328,163.00	16,016,150.00
Totals	43,215,764.00	48,462,096.00	18,948,357.00	27,130,404.35

iii} Capitation grants from the MOE for the last three years.

<i>Year</i>	<i>Operation & infrastructure account .</i>	<i>Tuition account.</i>	<i>Totals Amount{ksh}</i>
<i>2020</i>	<i>8,706,900.00</i>	<i>1,184,000.00</i>	<i>9,890,900.00</i>
<i>2020-2021</i>	<i>5,555,971.55</i>	<i>886,215.00</i>	<i>6,442,186.55</i>
<i>2021-2022</i>	<i>9,933,571.00</i>	<i>2,270,511.00</i>	<i>12,204,082.00</i>
<i>2022-2023</i>	<i>7,365,551.00</i>	<i>1,664,780.00</i>	<i>9,030,331.00</i>

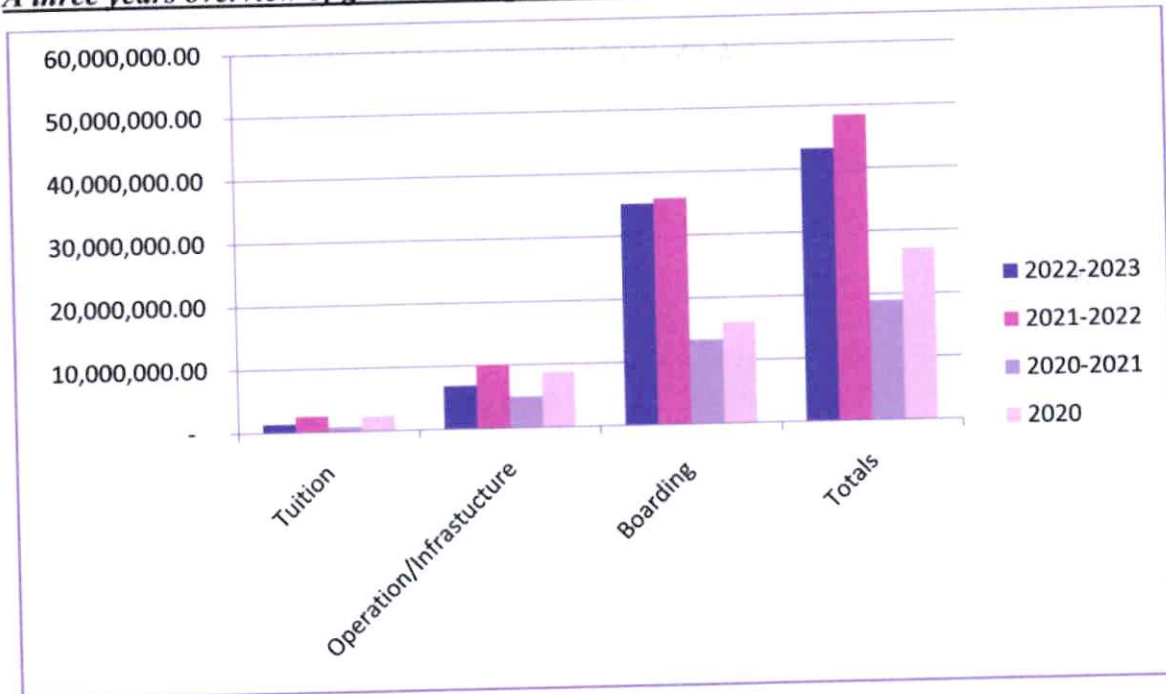
Capitation grants from the MOE for the last three years in graph.



iv} A three year Overview of growth of Boarding account income earned by the school

<i>Year</i>	<i>Amount {ksh}</i>
<i>2020</i>	<i>18,076,848.00</i>
<i>2020-2021 {6months}</i>	<i>12,450,683.00</i>
<i>2021-2022</i>	<i>36,446,533.00</i>
<i>2022-2023</i>	<i>34,946,271.00</i>

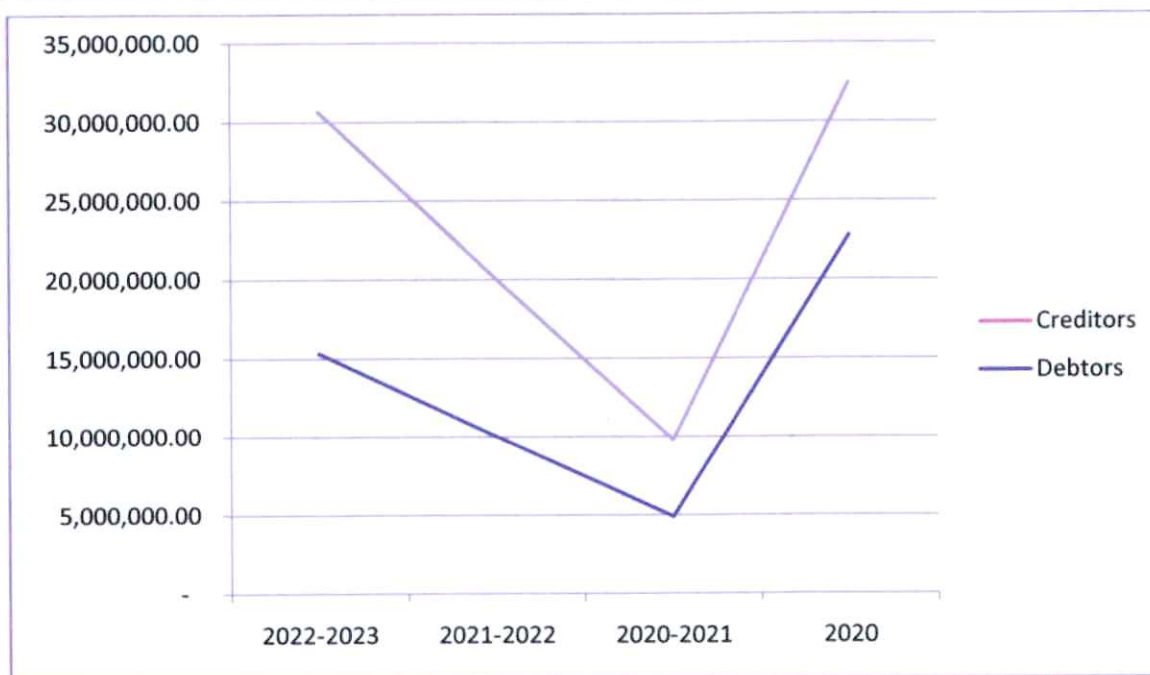
A three years overview of growth in expenditure of the school in bar graph.



{vi} Movement of Debtors and Creditors of the School over the last three years.

Year	Debtors	Creditors
2020	22,789,539.95	9,669,519.00
2020-2021	4,894,984.00	4,894,984.00
2021-2022	10,025,246.00	10,025,246.00
2022-2023	15,331,769.00	15,331,769.00

Movement of Debtors And Creditors of the School over the last three years in line graph.



B]. Teacher Student ratio:

<i>Teachers employed by Bom</i>	<i>Teachers employed by TSC</i>	<i>Intern teachers</i>	<i>Retired/ transferred</i>	<i>Totals teachers</i>	<i>Total students</i>	<i>Teachers student ratio</i>	<i>Shortage /allocation of resource</i>
7	29	0	2	36	648	1:18	8

C]. Mean score of the School from 2020-2022 KCSE:

YEAR	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	NO. OF CAND.	MEAN	MEAN
2020	0	0	7	10	15	32	49	30	20	5	2	0	0	0	170	6.1588	C
2021	0	0	0	6	6	9	24	44	38	33	3	0	4	0	167	4.8221	C-
2022	0	0	0	3	9	7	35	31	18	6	0	0	0	0	109	5.5321	C

D]. Capacity of the school:

No. Of students	Science laboratories	Computer laboratories	Classes	Toilets	Dining hall	Dormitories	Bathrooms
648	2	1	16	32	1	7	49

E]

Amenities	Ratio per student
Science Laboratories	1: 324
Classes	1: 40
Toilets	1: 20
Dining Hall	1: 648
Dormitories	1: 93

F] Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Water installation	MOE	Active		583,320.00	2022-2023

Sign:.....

Date:

Name: *Richard Kimayu*

School Principal

4. Statement of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements 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 keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *KASIKEU BOYS' 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, 2023, and of the school's financial position as at that date.

Sign : 

Name: **DR. Boniface Wambua**

Designation: Chairman, School Board of Management

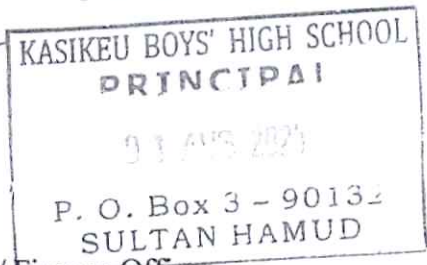
Date: 1/8/2024

Sign : 

Name: **Richard Kimayu**

Designation: School Principal & Secretary to Board of Management

Date: 1/8/2024



Sign : 

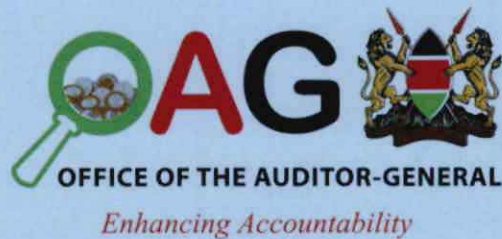
Name: **Daniel Kiio**

Designation: Bursar/ Finance Officer

Date: 1/8/2024

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 KASIKEU BOYS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - MAKUENI 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kasikeu Boys' Secondary School – Makueni County set out on pages 1 to 21, which comprise of the statement of financial assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the

Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the statement of financial assets and financial liabilities of Kasikeu Boys' Secondary School – Makueni 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. Unsupported Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.15,331,769 as disclosed in Note 11 to the financial statements. However, the supporting schedules, detailed ageing analysis and issued invoices were not provided for audit for receivables totalling Kshs.8,732,506 and which have been outstanding for over two (2) years. Further, significant accounting policies on accounts receivables as disclosed in Note 11 is silent on the treatment of student's fee balances which is a major source of income for the school.

In the circumstances, the accuracy, completeness, and recoverability of the accounts receivables balance of Kshs.15,331,769 could not be confirmed.

2. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.1,664,780 and Kshs.6,758,551 as disclosed in Note 1 and 2 to the financial statements. Review of documents related to the School's enrolment data revealed that there were discrepancies between the students' data in the National Education Management Information System (NEMIS) and School records relating to the enrolment of students. In July 2022, NEMIS reported a total of four hundred and ninety-four (494) students in school while the records from the physical class registers had seven hundred and twenty-eight (728) students resulting in a variance of seven (234) students. Further, in April 2023, NEMIS reported a total of six hundred and four (604) students while the records from physical class registers had six hundred and forty-eight (648) students resulting in a variance of eight (44) students.

In the circumstances, under-funding of the school may have affected service delivery to the students.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Kasikeu 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 comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.44,017,626 against actual receipts of Kshs.43,976,602 resulting to an under-collection of Kshs.41,024 or 1% of the budget. However, the School spent Kshs.43,215,764 against actual receipts of Kshs.43,976,602 resulting to under -utilization of Kshs.760,838 or 2 % of actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of previous years, 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 and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Report 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statements of receipts and payments reflects payments for operations amount of Kshs.6,242,125 as disclosed in Note 7 to the financial statements which includes transfers of Kshs.1,036,050 to Kenya Secondary Schools Heads Association (KESSHA).

KESSHA is a welfare organization that is not recognized by the Public Finance Management Act, 2012 and draws its membership from School principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,036,050 could not be confirmed.

2. Failure to Transfer Funds from the Operations Account to Infrastructure Account

The statement of receipts and payments reflects capitation grants for operations receipts amount of Kshs.6,758,551 which includes Kshs.1,841,000 that was not transferred to the infrastructure account as required by the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021.

In the circumstances, Management was in breach of the Ministry guidelines

3. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 2 April, 2024 instead of the statutory deadline of 30 September 2023. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2023 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

4. Non – compliance with Public Sector Accounting Standards Board

Review of the financial statements revealed that Annex 1 to the financial statements on analysis of pending accounts payables do not have the comparative outstanding balances (2022) and Annex 2 to the financial statements on summary of fixed assets register did not reflect the date the assets were purchased as required by the template issued by the Public Sector Accounting Standards Board.

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

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

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and 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 governance were not effective.

Basis for Conclusion

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary fixed assets register balance of Kshs.146,170,000 as at 30 June 2023 in respect of fixed assets which includes land with a balance of Kshs.25,100,000 and buildings and structures valued at Kshs.105,000,000. However, the value of buildings and structures decreased to Kshs.105,000,000 from the previous year balance of Kshs.106,000,000. Further, Management only provided an allotment letter as proof of ownership of the parcels of land and the School is yet to obtain the title deeds.

In the circumstances, the ownership, valuation and fair statement of the School's assets as at 30 June, 2023 could not be confirmed.

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

Responsibilities of Management and those Charged with Governance.

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

In preparing the financial statements, Management is responsible for assessing the Schools 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 its operations.

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

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

Those charged with governance are responsible for overseeing the Schools 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal 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 policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

21 November, 2024

6. Statement of Receipts and Payments for the Year Ended 30th June 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,664,780.00	2,270,511.00
Government grants for operations	2	6,758,551.00	8,700,571.00
Government Grants for infrastructure	3	607,000.00	1,233,000.00
School fund income- parents' contributions	4	34,646,271.00	36,248,533.00
Miscellaneous incomes	5	300,000.00	198,000.00
Total Receipts		43,976,602.00	48,650,615.00
Payments			
Tuition	6	1,296,090.00	2,494,035.00
Operations	7	6,242,125.00	10,094,945.00
Infrastructure	8	583,320.00	
Boarding and school fund	9	35,094,229.00	35,873,116.00
Total Payments		43,215,764.00	48,462,096.00
Surplus/Deficit		760,838.00	188,519.00

The school financial statements were approved on 1/8/2024 and signed by:



Name: Dr. Benifile Klambar

Chair BOM

Date: 1/8/2024



Name: MR. RICHARD KINLAYU
School Principal/ Secretary to
BOM

Date: 1/8/2024



Name: MR. Dawel KIU
Bursar/ Finance Officer

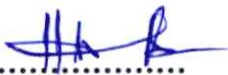
Date: 1/8/2024




7. Statement of Assets and Liabilities as At 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	2,134,986.00	1,374,150.00
Cash balances	11	34.00	32.00
Short term investments	12	0	0
Total cash and cash equivalent		2,135,020.00	1,374,182.00
Accounts receivables	13	15,331,769.00	10,025,246.00
Total financial assets		17,466,789.00	1,374,182.00
Financial liabilities			
Accounts payables	14	15,331,769.00	10,025,246.00
Net financial assets		2,135,020.00	1,374,182.00
Represented by			
Accumulated fund b/fwd	15	1,374,182.00	1,185,663.00
Surplus/deficit for the year		760,838.00	188,519.00
		0	
Net financial position		2,135,020.00	1,374,182.00

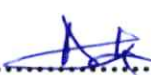
The school's financial statements were approved on 1/8/24 and signed by:

Sign: 
 Name: Dr. Boniface Wambua

Chair BOM
 Date: 1/8/2024

Sign: 
 Name: Richard Kimayu
 School Principal/ Secretary to BOM

Date: 1/8/2024

Sign: 
 Name: Daniel Kiio
 Bursar/ Finance Officer

Date: 1/8/2024


KASIKEU BOYS' HIGH SCHOOL
 PRINCIPAL
 01 AUG 2024
 P. O. Box 3 - 90132
 SULTAN HAMUD


8. Statement of Cash Flows for the Year Ended 30th June 2023


Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,664,780.00	2,270,511.00
Government grants for operations	2	6,758,551.00	8,700,571.00
Government grants for infrastructure	4	607,000.00	1,233,000.00
School fund income- parents contributions/ fees	5	34,646,271.00	36,248,533.00
Other income	5	300,000.00	198,000.00
Total receipts		43,976,602.00	48,650,615.00
Payments			
Cash outflows for tuition	6	1,296,090.00	2,494,035.00
Cash outflows for operations	7	6,825,445.00	10,094,945.00
Cash outflows Boarding/ school fund payments	8	35,094,229.00	35,873,116.00
Total payments		43,215,764.00	48,462,096.00
Net cash inflow/outflow from operating activities		760,838.00	188,519.00
Cash flow from investing activities			
Acquisition of assets		0	0
Proceeds from sale of Assets		0	0
Proceeds from investments		0	0
Purchase of investments		0	0
Net cash inflow/outflows from investing activities		0	0
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0	0
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities		0	0
Net increase/decrease in cash and cash equivalents		760,838.00	188,519.00
Cash and cash equivalent at beginning of the 2022-2023		1,374,182.00	1,185,663.00
Cash and cash equivalent at end of the 2022-2023		2,135,020.00	1,374,182.00

Annual Report and Financial Statements For the year ended 30th June 2023

The school's financial statements were approved on 1/8/24 and signed by:


.....
Name: **Dr Wambui**
Chair BOM
Date: 1/8/24


.....
Name: **Kimani**
School Principal/ Secretary to
BOM
Date: 1/8/2024


.....
Name: **DANIEL KIRO**
Bursar/ Finance Officer
Date: 1/8/2024



9. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30th 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
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,830,352.00	0	2,830,352.00	1,664,780.00	59%
Exams And Assessment					
(2) Capitation Grant on Operations					
Other Vote heads { Ewc, P.E, Adm. Costs<T }	6,420,200.00	0	6,420,200.00	6,255,814.00	97%
Repairs And Maintenance					
Local Transport / Travelling					
Electricity And Water					
Medical	510,884.00	0	510,884.00	134,700.00	26%
Administration Costs					
Activity	1,024,500.00	0	1,024,500.00	368,037.00	36%
Gratuity					

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
3) FDSE for infrastructure					
Maintenance & Improvement MoE	3,415,000.00	0	3,415,000.00	607,000.00	18%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	2,682,075.00	0	2,682,075.00	2,786,494.00	103%
Repairs And Maintenance	1,280,800.00	0	1,280,800.00	1,557,105.00	122%
Local Transport / Travelling	1,058,815.00	0	1,058,815.00	943,977.00	89%
Electricity And Water	3,133,525.00	0	3,133,525.00	3,853,056.00	121%
Medical					
Administration Costs	1,893,570.00	0	1,893,570.00	1,872,333.00	98%
Activity	208,375.00	0	208,375.00	197,249.00	95%
SMASSE					
Fee On Boarding Equipment and Stores	19,559,530.00	0	19,559,530.00	23,436,057.00	118%
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					
Income From Posho Mill					

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
Income From Bus Hire				260,000.00	
Fee For Hire of Ground and Equipment					
Other Income-tenders				40,000.00	
Income From Any Other Investment					
Total Income	44,017,626.00	0	44,017,626.00	43,976,602.00	99%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,830,352.00	0	2,830,352.00	1,280,000.00	45%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges				16,090.00	
(7) Expenditure For Operations					
Other Vote heads { P.e, Ewc, LTT & Adm. costs	6,420,200.00	0	6,420,200.00	5,556,055.00	87%
Repairs, Maintenance & Improvements					
Local Transport / Travelling					

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
Electricity, Water and Conservancy					
Medical	510,884.00	0	510,884.00		
Administration Costs					
Activity Expenses	1,024,500.00	0	1,024,500.00	686,070.00	70%
Gratuity					
SMASSE					
(8) Expenditure For infrastructure					
Water Installation	3,415,000.00	0	3,415,000.00	583,320.00	17%
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	2,682,075.00	0	2,682,075.00	4,035,705.00	150%
Repairs, Maintenance and Improvements	1,280,800.00	0	1,280,800.00	2,510,735.00	196%
Local Transport / Travelling	1,058,815.00	0	1,058,815.00	1,338,205.00	126%
Electricity, Water and Conservancy	3,133,525.00	0	3,133,525.00	1,629,280.00	52%
Medical Expenses					

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
Administration Costs	1,893,570.00	0	1,893,570.00	1,528,283.00	80%
Activity	208,375.00	0	208,375.00	1,320,255.00	633%
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	19,559,530.00	0	19,559,530.00	22,534,711.00	115%
Expenditure For Income Generating Activity				197,055.00	
Insurance Costs					
Other Expenses On Investments					
Rent Expenses					
Bank Charges					
Loan Interest Repayment					
Loan Principal Repayment					
Acquisition Of Assets					
Totals	44,017,626.00	0	44,017,626.00	43,215,764.00	98%

10. Significant Accounting Policies

The principle 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, imp rest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

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

2. Recognition of receipts and payments

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

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, imp rests 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 2023.

11. Notes to the Financial Statements**1 Government Grants for Tuition**

Description	2022-2023	2022-2021
	Kshs	Kshs
Reference Materials	0	0
Exercise Books	0	0
Laboratory Equipment	0	0
Internal Exams	0	0
Teaching / Learning Materials	1,664,780.00	2,270,511.80
Others (<i>specify</i>)*	0	0
Total	1,664,780.00	2,270,511.80

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	0	3,616,760.00
Repairs And Maintenance	0	0
Local Transport / Travelling	0	459,600.00
Electricity And Water	0	1,232,100.00
Medical	134,700.00	136,600.00
Administration Costs	0	3,255,511.00
Activity	368,037.00	0
Other Vote Heads (Ewe, pe, adm. Costs & Lt)	6,255,814.00	0
Total	6,758,551.00	8,700,571.00

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance &Improvement	607,000.00	1,233,000.00
Transition infrastructure grants	0	0
Administration Block	0	0
Economic stimulus grants	0	0
Other <i>(specify)</i> (NGCDF and County govt.	0	0
Total	607,000.00	1,233,000.00

4 School Fund Income -Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	2,786,494.00	3,354,789.00
Repairs and maintenance	1,557,105.00	1,619,915.00
Local transport / travelling	943,977.00	1,239,632.00
Electricity and water	3,853,056.00	3,459,544.00
Medical	0	0
Administration costs	1,872,333.00	2,206,605.00
Activity	197,249.00	298,777.00
Fee on Boarding Equipment and stores	23,436,057.00	24,069,271.00
PA Levies	0	0
Others	0	0
Total	34,646,271.00	36,248,533.00

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	0	0
Income From Farming Activities	0	0
Income From Posho Mill	0	0
Income From Bus Hire	260,000.00	198,000.00
Fee For Hire of Ground and Equipment	0	0
Other Income <i>(tenders)*</i>	40,000.00	0
Total	300,000.00	198,000.00

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	0	0
Textbooks	0	0
Reference materials	0	0
Laboratory Equipment	0	0
Teaching / Learning Materials	1,280,000.00	2,473,225.00
Exams And Assessment	0	0
Teachers Guides	0	0
Bank Charges	16,090.00	20,810.00
Others (<i>specify</i>)	0	0
Total	1,296,090.00	2,494,035.00

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	0	2,591,895.00
Service Gratuity	0	0
Administration Cost	0	4,882,855.00
Repairs And Maintenance & Improvements	0	1,149,110.00
Local Transport / Travelling	0	677,300.00
Electricity And Water	0	493,350.00
Medical	0	0
Activity Expenses	686,070.00	300,435.00
Insurance Cost	0	0
Others (p.e, ewc, adm.costs & Lt}	5,556,055.00	0
Total	6,242,125.00	10,094,945.00

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	0	0
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of furniture	0	0
Purchase of equipment	0	0
Purchase of apparatus	0	0
Drilling of boreholes	0	0
Others (Water Installation)	583,320.00	0
Total	583,320.00	0

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	4,035,705.00	4,057,505.00
Service Gratuity	0	0
Repairs And Maintenance & Improvements	2,510,735.00	1,442,918.00
Local Transport / Travelling	1,338,205.00	578,981.00
Electricity And Water	1,629,280.00	2,920,103.00
Activity Expenses	1,320,255.00	333,680.00
Administration Costs	1,528,283.00	2,204,242.00
Lunch Program me	0	0
Bank Charges	0	0
Expenses On Income Generating Activities-bus hire	197,055.00	0
Fee On Boarding Equipment and Stores	22,534,711.00	24,335,687.00
Rent Expenses	0	0
Insurance Cost (Life Property)	0	0
Loan Principal Repayment	0	0
Loan Interest Repayment	0	0
Acquisition Of Assets	0	0
Others (specify)	0	0
Total	35,094,229.00	35,873,116.00

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	Closed	0102076245400	0	19,608.00
Tuition Account	Active	1314876856	388,299.00	-
Operation Account	Active	1107171768	588,062.00	3,459.00
School Fund Account/Boarding	Active	1108308716	493,597.00	641,557.00
Savings Account			0	0
Parent Association Development Account			0	0
Income Generating Activities Account			0	0
Infrastructural Account	Active	1262712386	665,028.00	709,526.00
Total			2,134,986.00	1,374,150.00

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	34.00	32.00
Total	34.00	32.00

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

Notes to the Financial Statements (continued)

13 {a}Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	15,331,769.00	10,025,246.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imp rest (list/schedule attached)		
Rent arrears(list/schedule attached)		
Total	15,331,769.00	10,025,246.00

13{ b} Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	5,475,731.00	35%	1,123,532.00	11%
Between 1- 2 years	1,123,532.00	7%	884,555.00	9%
Between 2-3 years	884,555.00	5%		%
Over 3 years	7,847,951.00	53%	8,017,159.00	80%
Total (should tie to note 13 a)	15,331,769.00	100%	10,025,246.00	100%

14 {a}Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	15,331,769.00	10,025,246.00
Prepaid Fees	0	0
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Caution money	0	0
Other payables (<i>specify</i>)	0	0
Total	15,331,769.00	10,025,246.00

Notes to the Financial Statements (continued)

14 [b] Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	15,331,769.00	100%	10,025,246.00	100%
Between 1- 2 years		0%		0%
Between 2-3 years		0%		0%
Over 3 years		0%		0%
Total (should tie to note 14)	15,331,769.00	100%	10,025,248.00	100%

15. Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	1,374,150.00	1,184,844.00
Cash Balances	32.00	819.00
Short Term Investments	0	0
Receivables	10,025,246.00	4,894,984.00
Payables	10,025,246.00	4,894,984.00
Total	1,374,182.00	1,185,663.00

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	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Others (specify)	0	0
Total	0	0

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	6	280,000.00	250,000.00
Goats	0	0	0
Trees	320	1,600,000.00	1,500,000.00
Coffee Or Tea Plantation	0	0	0
Poultry	0	0	0
Others (specify)	0	0	0
Total	326	1,880,000.00	1,750,000.00

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	0	0
Balance at the end of the year	0	0

Other important disclosure notes

19 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	207,800.00	12,136.00
Lab consumables	134,200.00	0
Farm produce	0	0
Medication	0	0
Construction Materials	0	0
Others (specify)	0	0
	342,000.00	12,136.00

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:	Timeframe:
1	Unsupported accounts receivables	Supported current year accounts receivable.	Not Resolved	Continues
2	Transfer of funds to Kenya secondary schools Heads Association.	KESSHA is a heads association which sponsors some co-curriculum activities and organizes heads workshops and conferences which are handled by TSC and MOE officials to discuss education matters.	Not resolved	continues
3	Inaccuracies in enrolment data.	Some students were not registered due to lack of birth certificate.	Resolved	Immediately.
4	Failure to transfer funds from	We shall act as per ministry of education	Not resolved	Continues

Ref No.	Issue / Observations from Auditor	Management comments	Status:	Timeframe:
	operation account to infrastructure account	directive even though the funding is not enough.		

Sign _____
Date 11/8/2023
Principal _____
KASIKEU BOYS' HIGH SCHOOL
PRINCIPAL
P. O. Box 3 - 90132
SULTAN HAMUD

12. 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 Comparative 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-totals						
Supply of Goods						
4. All Shopping Complex		1.7.2022		5,849,100.00		
5. Richindetos Enterprises		1.7.2022		362,300.00		
6. Lexymak Enterprises		1.7.2022		64,000.00		
6. Dpl Festive		1.7.2022		986,135.00		
7. Danstar Enterprises		1.7.2022		1,228,550.00		
8. David Nthuku Kawai		1.7.2022		377,925.00		
9. Knats SHG		1.7.2022		112,000.00		
10. Logik Supplies		1.7.2022		1,434,207.00		
11. Jerex Sport		1.7.2022		299,000.00		
12. Tom White Enterprises		1.7.2022		48,000.00		
13. Githumuhi Enterprises		1.7.2022		50,000.00		
14. Jimpower Bd Trading Ltd		1.7.2022		454,450.00		
15. Jantosh Supplies		1.7.2022		84,000.00		
16. Comnetie Agencies		1.7.2022		387,200.00		
17. Copy cat		1.7.2022		353,800.00		
18. Boolean Bookshop & Computer services		1.7.2022		528,170.00		
19. Comdat Technology		1.7.2022		44,500.00		

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022-2023	Outstanding Balance Comparative 2021-2022	Comments
20. Bahatim Printers				68,839.00		
21. Stekah Enterprises				395,743.00		
Sub-Total				13,127,919.00		
Supply Of Services						
22. B.O.M June salaries				511,525.00		
23. Retired NTS Gratuity				831,825.00		
24. Business Park Enterprises {welding}				53,000.00		
25. Hilvic General limited {boiler repairs}				136,000.00		
26. Matheka Nzyimi { sub-dam digging}				23,000.00		
27. Mutisya the painter {school Painting}				125,000.00		
28. Jimpower BD trading Limited {student ID}				80,700.00		
29. Southern Sun Millers{ milling services}				442,800.00		
Sub-Total				2,203,850.00		
Grand Total				15,331,769.00		

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER.

Asset class	Date purchased	Location	Number b/f 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Number c/f 30 th June 2023
Land 1		kasikeu	25 ha			25,100,000.00
Land 2						
Buildings and structures			45 structures			105,000,000.00
Motor vehicles			1 bus			1,920,000.00
Office equipment, furniture and fittings			114			1,700,000.00
ICT Equipment, and Other ICT Assets			69			1,460,000.00
Tools and apparatus { laboratory }			5636			7,200,000.00
Textbooks			6700			3,350,000.00
Other Machinery and Equipment-Generator			2			200,000.00
Heritage and cultural assets						
Intangible assets- soft ware			2			240,000.00
Total						146,170,000.00