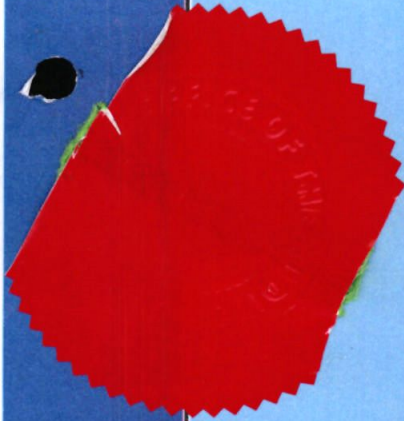


REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	10 APR 2022 THURSDAY
TABLED BY:	HON. SILVANUS OSORO, MP MAJORITY PARTY WHIP
CLERK AT THE TABLE:	INZOFU MWALE



REPORT

THE AUDITOR-GENERAL

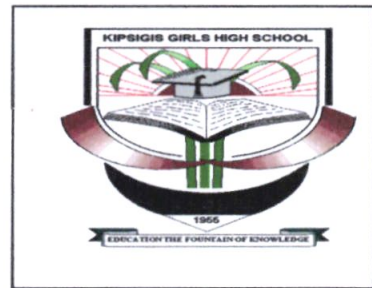
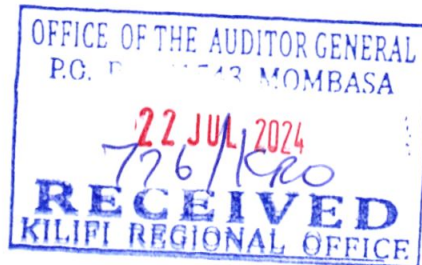
ON

KIPSIGIS GIRLS HIGH SCHOOL

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

KERICHO COUNTY

Revised 30th June 2022.



KIPSIGIS GIRLS PUBLIC SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022

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

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

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KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

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 1,477 of students as at 30th June 2022. It has 7 streams and 51 teachers of which 13 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

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

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	1 out of 1 1 out of 1 1 out of 1 1 out of 1
2	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
3	Academic Committee	i. Mr. David Siele ii. Mr. Charles Kirui iii. Hon. Naomi Wairimu iv. Mr. Raymond Tonui	Chairperson Member Member Secretary	2 out of 2
4	Development Committee	i. Eng. Joash Korir ii. Mr. Nixon Sigey iii. Mr. Charles Kirui iv. Rev. Francis Angwenyi v. Mr. Raymond Tonui	Chairperson Member Member Member Member	3 out of 3 0 out of 3 3 out of 3 3 out of 3

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

		vi. Dr. Caren Tanui vii. SCDE	Member Secretary	3 out of 3 3 out of 3 3 out of 3
5	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 2022 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
5			

(e) Schools contacts

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

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

(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

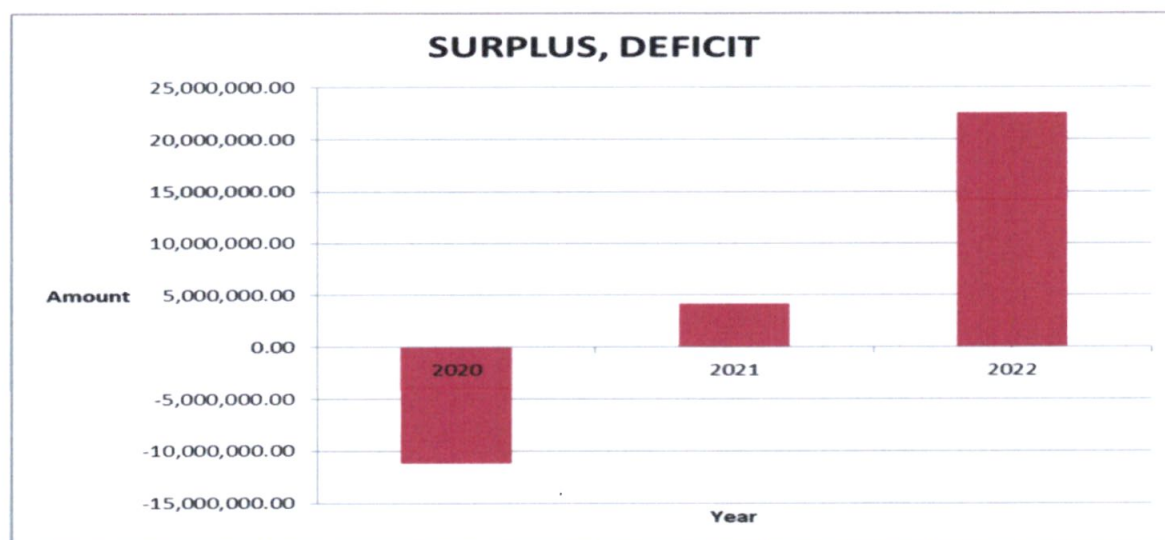
KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

II. Summary Report of Performance of The School

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

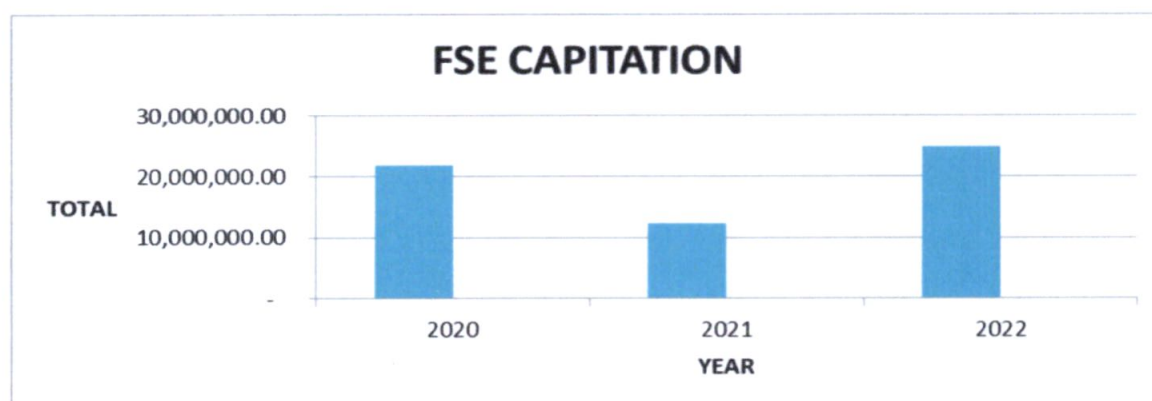
a) Financial performance:

SURPLUS	
YEAR	AMOUNT (KSH)
2020	-11,211,584.80
2021	4,219,919.75
2022	22,544,371.97



FSE CAPITATION

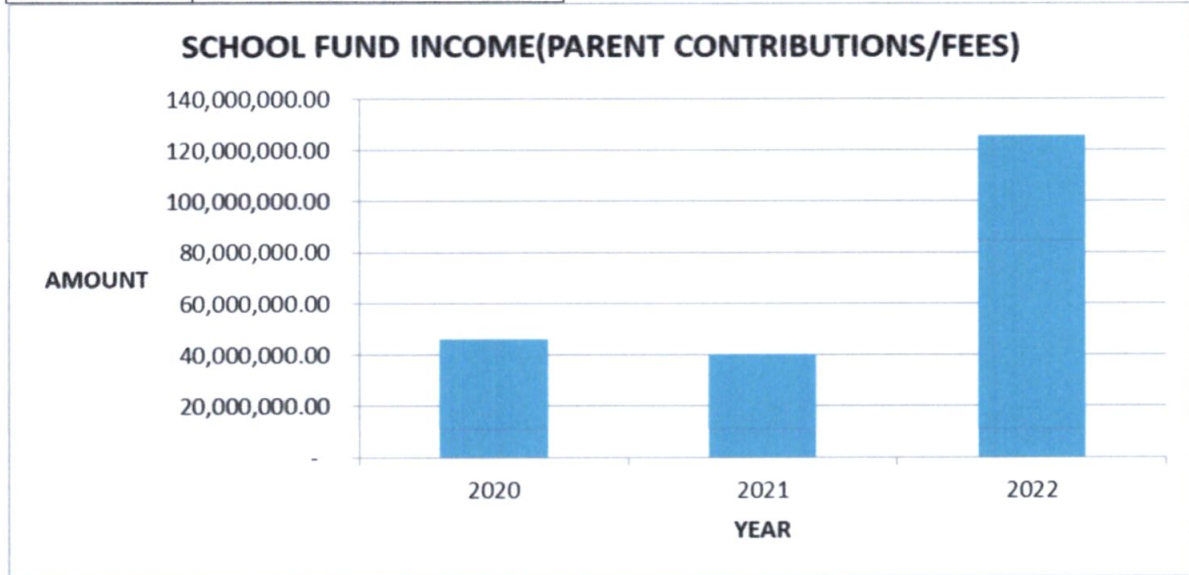
YEAR	OPERATIONS	TUITION	TOTAL
2020	19,743,285.00	2,108,440.00	21,851,725.00
2021	10,590,482.50	1,677,928.00	12,268,410.50
2022	20,264,430.55	4,594,194.40	24,858,624.95



KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

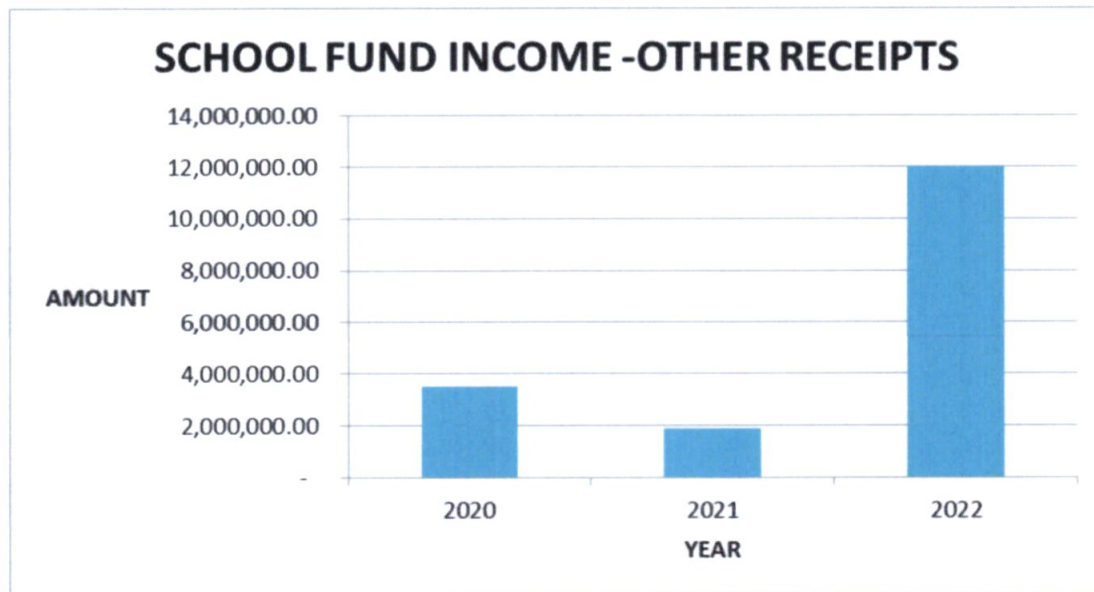
School fund income- Parents contributions/fees

YEAR	AMOUNT
2020	46,362,376.55
2021	41,403,989.10
2022	124,060,908.75



School fund income- Other receipts

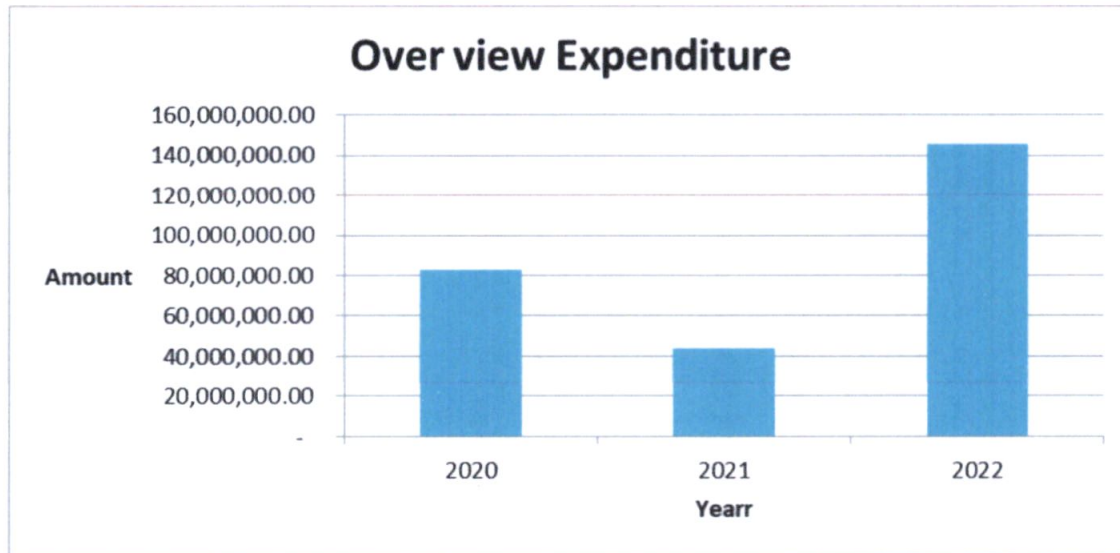
YEAR	AMOUNT
2020	3,479,617.00
2021	1,868,127.05
2022	12,034,178.15



KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

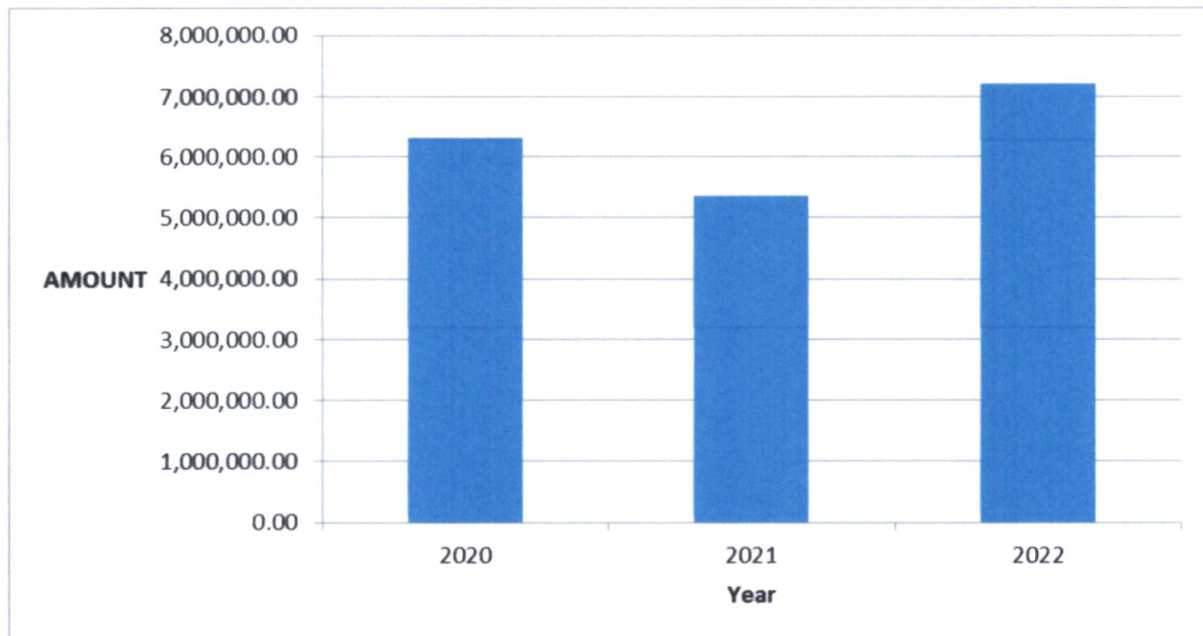
OVERVIEW EXPENDITURE

YEAR	AMONUT
2020	82,905,304.00
2021	51,320,606.90
2022	138,409,339.88



MOVEMENT OF DEBTORS

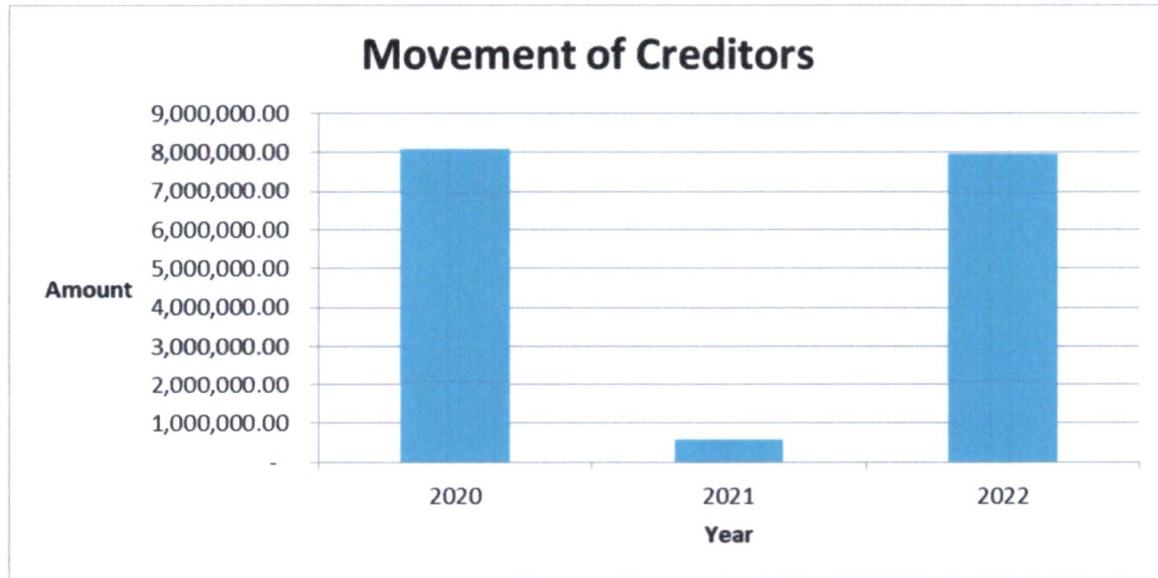
YEAR	AMOUNT
2020	6,326,458.30
2021	5,355,895.80
2022	7,217,562.80



KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

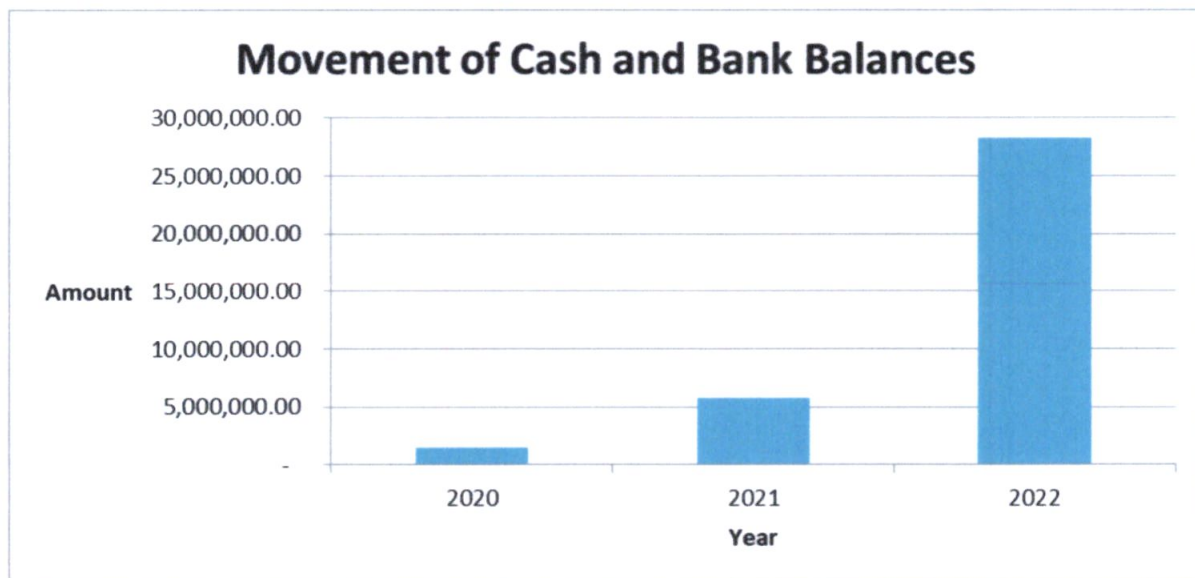
MOVEMENT OF CREDITORS

YEAR	AMOUNT
2020	8,083,654.00
2021	589,492.00
2022	7,954,567.00



MOVEMENT OF CASH & BANK BALANCES

YEAR	AMOUNT
2020	1,479,910.51
2021	5,699,830.26
2022	28,244,202.23



KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

b. Teacher Student ratio:

S/NO	SUBJECT	TEACHERS (TSC)	TEACHERS (BOM)	TOTAL TEACHERS	TOTAL STUDENTS	TEACHER STUDENT RATIO
1	ENGLISH	9	1	10	1477	147
2	KISWAHILI	11	1	12	1477	124
3	MATHS	14	6	22	1477	105
4	BIOLOGY	10	1	11	1477	134
5	PHYSICS	3	5	8	1272	159
6	CHEMISTRY	11	2	13	1477	114
7	HISTORY	5	2	7	1117	159
8	GEOGRAPHY	7	2	9	993	110
9	CRE	8	2	8	1036	129
10	HOME SCIENCE	3	0	3	355	118
11	ART & DESIGN	1	0	1	79	79
12	AGRICULTURE	3	1	4	376	94
13	COMPUTER STUDIES	1	0	1	253	284
14	FRENCH	0	1	1	108	130
108	MUSIC	1	0	1	88	141
88	BUSINESS STUDIES	4	1	5	898	180
17	SPECIAL EDUCATION	1	0	1	7	7

TOTAL NUMBER OF TEACHERS

1	TSC TEACHERS	51
2	BOM TEACHERS	13
	TOTAL	64

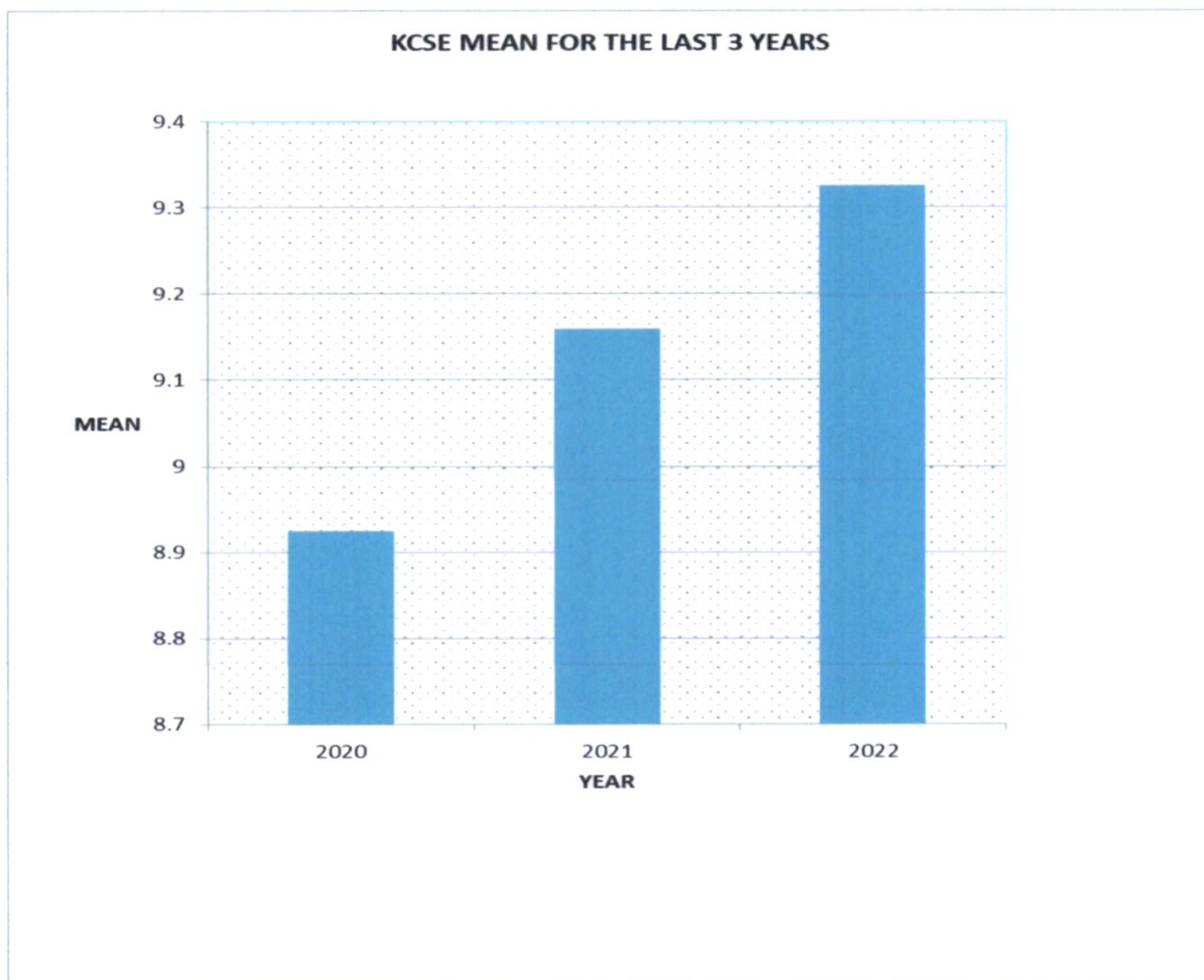
TRANSITION OF TEACHERS

1	TEACHERS RECRUITED (TSC)	3
2	TEACHERS RECRUITED (BOM)	6
3	TEACHERS TRANSFERRED	3
4	TEACHERS RETIRED	0

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

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

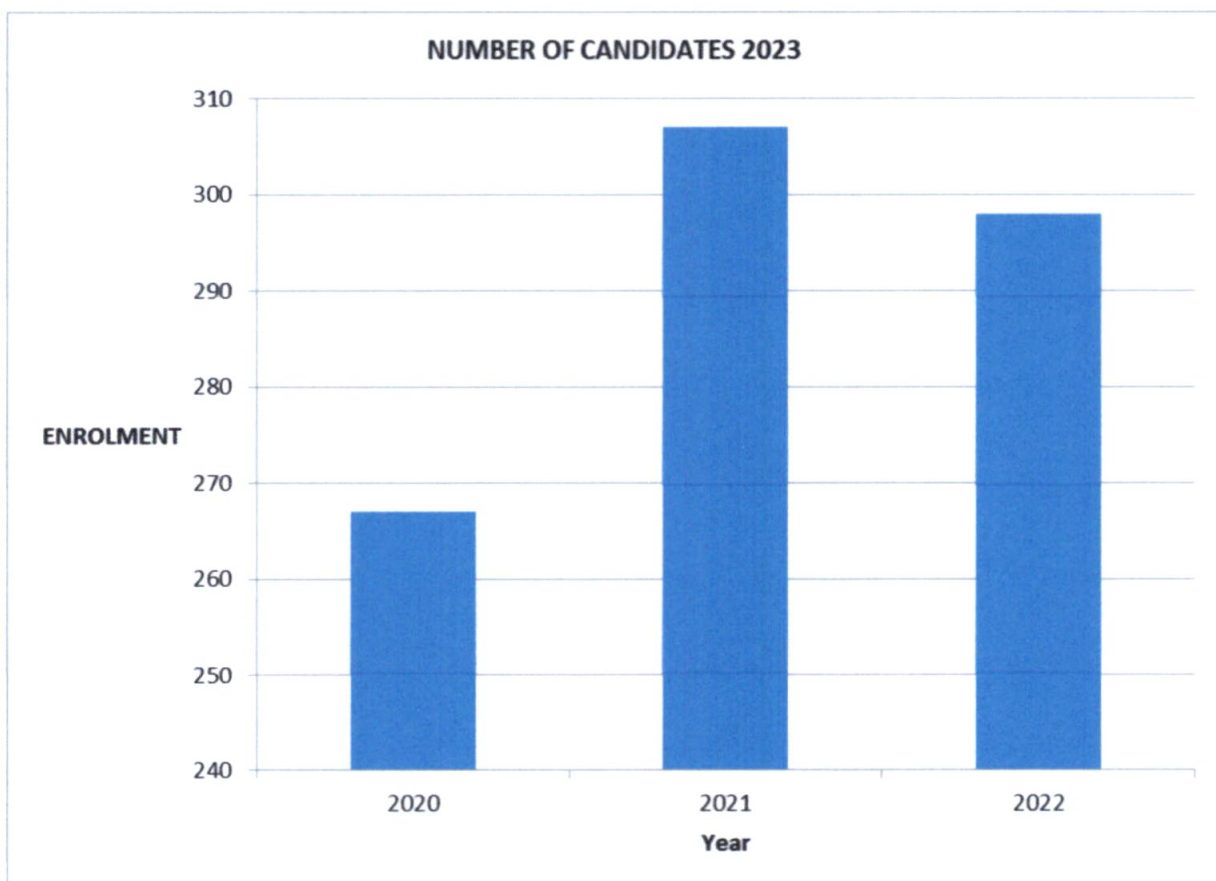
NO	YEAR	MEAN	NO.OF CANDIDATES	C+ AND ABOVE
1	2020	8.9251	267	255
2	2021	9.1596	307	293
3	2022	9.3255	298	280



KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

d. Number of Candidates in the 2022 KCSE:

NO	YEAR	NO.OF CANDIDATES
1	2020	267
2	2021	307
3	2022	298



e. Capacity of the school:

S/NO	FACILITY	ENROLMENT	CURRENT CAPACITY	SHORTFALL
1	CLASSES	1,477	26	0
2	DORMITORIES	1,477	1200	277
3	DINING HALL	1,477	1200	277
4	TOILETS	1,477	59	0
5	LABORATORIES	1,477	8	1

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

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	29,429,630.50	July 2022



School Principal

KIPSIGIS GIRLS HIGH SCHOOL
P.O Box 194-20200, KERICHU
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 Gilrs 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, 2022, 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

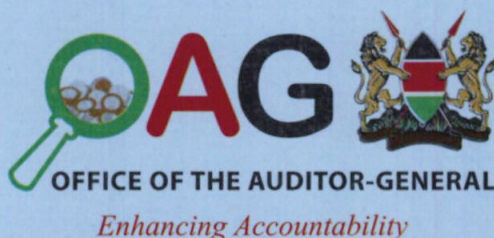
Name: Mrs. Christine Chumba
Designation: School Chief Principal & Secretary to Board of Management
Sign:
Date: 09/09/2022

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 YEAR ENDED 30 JUNE, 2022 – 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 as at 30 June, 2022 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 as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Long Outstanding Account Receivables

The statement of financial assets and financial liabilities as at 30 June, 2022 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 years with no recovery measures put in place.

In the circumstance, the recovery payables amount of Kshs.5,355,896 could not be ascertained.

2. 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.

3. Unsupported Inventory Balances

As reported in the financial year disclosure notes, the inventory balance of Kshs.1,115,071. 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 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 – Kericho County 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 16% and capitation grants for operations by 25%. Despite budgeting of Kshs.5,316,752 for tuition capitation grants, the School only received Kshs.4,594,194, resulting in a shortfall of Kshs.722,558 against the budgeted amount.

Further, the School underestimated fee collections from parents by 2% and miscellaneous income by 9%. 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	123,440,420	125,922,576	-2,482,155	-2%
Capitation Grant-Operations	16,198,825	12,977,681	3,221,145	25%
Miscellaneous Income	10,874,343	11,955,878	-1,081,535	-9%

In addition, it was noted that the School underspent its budget by Kshs.21,595,047, representing a 39% underrun as analyzed below, suggesting the non-implementation of anticipated programs and activities.

Components	Current Year Budget Amounts Kshs.	Current Year Actuals Kshs.	Variance Kshs.	% Variance
Expenses				
Expenditure for Tuition	5,316,752	3,958,551	1,358,202	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	21,595,046.90	39%

There was significant underfunding of the budget allocated for operations by 25%. 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. Transfer of Funds to Kenya Secondary Schools Heads Association (KESSHA)

During the audit, it was noted that the School transferred co-curricular funds totaling to Kshs.530,755 to Kenya Secondary School Heads Association a private entity that is not subject to the Public Finance Management Act, 2012 or any other public finance regulations. The funds were vired from Government Operation Capitation grants received by the School per student. KESSHA is a welfare organization that draws its membership from School Principals only.

In the circumstance, the authenticity of Kshs.530,755 that was transferred to KESSHA account could not be confirmed.

2. 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.

3. Shortfall in Number of Textbooks Delivered Compared to Enrolment

The special audit however, revealed that the number of textbooks supplied to Kipsigis Girls High School in the financial year 2021/2022 did not match the number of students enrolled in the school. It was noted that during the same year, there was an under supply of textbooks compared to the number of learners enrolled in the school.

In the circumstances, the school did not get value for money.

4. Inadequate Delivery Details of Textbooks Monetary Value

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.

5. Accuracy of Student Enrollment Data

The financial statements for the year ended 30 June, 2022 under Note 1 and 2 represents Capitation grants for tuition at Kshs.3,958,551 and operations at Kshs.17,234,583. 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 one thousand two hundred and eighty-eight (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-four (1364) students, which resulted in variance as analyzed below;

The school was under funded by Kshs.3,168,838 for the period ended 30 June, 2022.

6. 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.

7. Failure to Prepare School Improvement Plan

During the year/period under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three (3) year school improvement planning cycle, one(1) priority area in each of the four (4) key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

8. Lack of Asset Ownership Documents

The financial statement under Annex 2 indicated a summary of fixed assets register indicating a balance of Ksh.377,405,213 the asset register provided by the school's management indicated a figure of Kshs.40,050,000 as the value of land disclosed in the financial statement. Land title deeds provided for audit review showed that the school had titles for only three parcels owned making up to 8.9 ha and lacked titles for two (2) parcels of 1.92 ha.

In the circumstances, the security of the assets could not be ascertained.

9. Failure To maintain a register of Land and Buildings

Annex 2 to the financial statements discloses a summary of fixed assets of the school. The buildings as indicated in the annex amounted to Kshs.377,405,213. Included in this amount is the value of buildings and structures of Kshs.256,336,765 and land of Kshs.40,050,000. However, the school had not maintained a register for land and buildings that records each parcel of land building with reference to the conveyance, address, area, dates of acquisition, disposal or major change in use, capital expenditure, lease hold terms, maintenance contracts and other pertinent management details.

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

10. Irregular Prequalification of Suppliers

During the year under review, management identified thirty-two (32) categories of goods and services and prequalified a number of suppliers for each category. However, it was noted that twenty-eight (28) out of thirty-two (32) categories of goods and services had fewer than three (3) suppliers, contrary to Section 106(2)(b) of the Public Procurement and Asset Disposal Act, 2015, which states that requests shall be given to as many persons as necessary to ensure effective competition and shall be given to at least three (3) persons, unless that is not possible. No justification was provided as to why the number of registered suppliers for these categories was below the threshold of the regulations.

In the circumstances, management was in breach of the law and the competitiveness of the procurement could not be ascertained.

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 matters described in the Basis for conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and 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 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

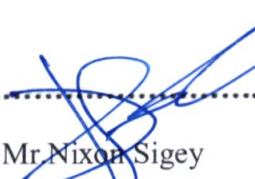
21 January, 2025

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

V. Statement of Receipts and Payments for the Period to 30th June 2022

Description of Vote Head	Note	Jul-June 2022	Jan-June 2021
		Kshs	Kshs
Receipts			
Government grants for tuition	1	4,594,194.40	1,677,928.00
Government grants for operations	2	20,264,430.55	10,590,482.50
Government Grants for infrastructure	3	-	-
School fund income- parents' contributions	4	124,060,908.75	41,403,989.10
Miscellaneous incomes	5	12,034,178.15	1,868,127.05
Total Receipts		160,953,711.85	55,540,526.65
Payments			
Tuition	6	4,835,741.00	1,512,580.00
Operations	7	13,269,877.00	5,622,762.00
Infrastructure	8	16,144,760.00	7,025,333.00
Boarding and school fund	9	104,158,961.88	37,159,931.90
Total Payments		138,409,339.88	51,320,606.90
Surplus/Deficit		<u>22,544,371.97</u>	<u>4,219,919.75</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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For the year ended 30TH June 2022

VI. Statement of Financial Assets and Financial Liabilities as at 30th June 2022

Description	Note	Jul-June 2022	Jan-June 2021
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	28,128,679.23	5,495,670.26
Cash balances	11	115,523.00	204,160.00
Short term investments	12	-	-
Total cash and cash equivalent		28,244,202.23	5,699,830.26
Account's receivables	13	7,217,562.80	5,355,895.80
Total financial assets		35,461,765.03	11,055,726.06
Financial liabilities			
Accounts payables	14	7,954,567.00	589,492.00
Net financial assets		<u>27,507,198.03</u>	<u>10,466,234.06</u>
Represented by			
Accumulated fund b/fwd	15	4,962,826.06	6,246,314.31
Surplus/deficit for the year		22,544,371.97	4,219,919.75
Net financial position		<u>27,507,198.03</u>	<u>10,466,234.06</u>

The school's financial statements were approved on 09/09/2022

and signed by:

Name: Mr. Nixon Sigey

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

Name: Mr. Erick Rotich

Chair 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
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KIPSIGIS GIRLS HIGH SCHOOL
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VII. Statement of Cash Flows for the Period Ended 30th June 2022

Description	Note	Jul-June 2022	Jan-June 2021
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	4,594,194.40	1,677,928.00
Government grants for operations	2	20,264,430.55	10,590,482.50
School fund income- Parents contributions/ fees	4	124,060,908.75	41,403,989.10
School fund income- other receipts	5	12,034,178.15	1,868,127.05
Total receipts		160,953,711.85	55,540,526.65
Payments			
Cash outflows for tuition	6	4,835,741.00	1,512,580.00
Cash outflows for operations	7	13,269,877.00	5,622,762.00
Cash outflows Boarding/lunch and school fund payments	9	104,158,961.88	37,159,931.90
Total payments		122,264,579.88	44,295,273.90
Net cash inflow/outflow from operating activities		38,689,131.97	11,245,252.75
Cash flow from investing activities			
Acquisition of assets	8	(16,144,760.00)	(7,025,333.00)
Proceeds from sale of Assets		-	
Proceeds from investments		-	
Purchase of investments		-	
Net cash inflow/outflows from investing activities		(16,144,760.00)	(7,025,333.00)
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		22,544,371.97	4,219,919.75
Cash and cash equivalent at beginning of the FY		5,699,830.26	1,479,910.51
Cash and cash equivalent at end of the FY		28,244,202.23	5,699,830.26

KIPSIGIS GIRLS HIGH SCHOOL
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VIII. Statement of Budgeted Versus Actual Amounts for the Year Ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Tuition	5,316,752.00		5,316,752.00	4,594,194.40	86%
Reference Materials					
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
<i>(2) Capitation Grant on Operations</i>					
Personnel emoluments	4,703,478	711204	5,414,682	5,603,422.00	103%
Local transport / travelling	1,688,428	255304	1,943,732.00	1,913,546.00	98%
Electricity and water	3,015,050	455,900	3,470,950.00	2,198,481.00	63%
Medical & Insurance				-	
Administration costs	2,653,244	297792	2,951,036.00	3,059,306.30	104%
Activity	1,924,500	291000	2,215,500.00	-	
GRANT (S.N.E)		202,925.25	202,925	202,925.25	100%
<i>3) FDSE for infrastructure</i>					
Repairs and maintenance	6,415,000	388000	6,803,000.00	7,286,750.00	107%

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>(4) Fees Charged on Parents</i>					
Personnel emoluments	13,611,460.00	2,058,146.00	15,669,606	14,734,816.00	94%
Repairs and maintenance	2,606,640	394,208.00	3,000,848	4,624,036.00	154%
Local transport / travelling	4,521,267	683,656.00	5,204,923	5,397,916.00	104%
Electricity and water	7,206,578	1,089,698.00	8,296,276	8,446,026.80	102%
Administration costs	6,205,872	938,378.00	7,144,250	8,353,241.00	117%
Activity	1,834,602	277,420.00	2,112,022	1,722,662.00	82%
Fee on Boarding Equipment and stores	38,555,203	2,434,050.00	40,989,253	43,606,785.05	106%
Fee on University Registration	214,900.00	211,400.00	426,300	359,506.00	84%
Fee on Uniforms	966,400.00	2,800,000.00	3,766,400	3,706,012.00	98%
P.A Charges	12,830,000	12,830,000	25,660,000	21,908,700.50	85%
Fee Arrears		11,170,542.40	11,170,542	11,201,207.40	100%
<i>5) Miscellenous Income</i>					
<i>Rent income</i>	393984		393,984	323,486.00	82%
Income From Income Generating Activities	4,316,624.00		4,316,624	5,546,957.15	129%
Income from Tenders		87,000.00	87,000.00	87,000.00	100%
Clubs		25,465.00	25,465	25,465.00	100%
<i>Income from Bus Hire</i>		26,260.00	26,260	26,260.00	100%
<i>Income from grants & donation</i>		6,025,010.00	6,025,010	6,025,010.00	100%
Total Income	118,979,982	43,653,359	162,633,341	160,953,711.85	99%

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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
(6) Expenditure For Tuition					
Tuition	6,934,892	-	6,934,892	4,835,741.00	70%
Exercise Books					
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	-	-	-	-	-
Chalks	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
(7) Expenditure For Operations					
Personnel emoluments	5,414,682		5,414,682	8,068,479.00	149%
Administration Cost	2,653,244		2,653,244	1,892,897.00	71%
Maintenance & improvements	6,803,000.00		6,803,000	7,286,750.00	107%
Local transport / travelling	1,688,428		1,688,428	474,244.00	28%
Electricity and water	3,015,050		3,015,050	2,829,717.00	94%
Activity Expenses	2,215,500		2,215,500	-	
Grant (S.N.E)	28,724,796		28,724,796	-	
Bank Charges		4,540.00	4,540.00	4,540.00	100%
(8) Expenditure For infrastructure					
Acquisition of Assets Tower tank		1,835,010.00	1,835,010.00	1,835,010.00	100.0%
Construction of Dormitory		7,023,000.00	7,023,000.00	7,023,000.00	100.0%
(9) Expenditure For school fund/lunch/boarding					

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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
Personnel emoluments	13,611,460.00	2,058,146.00	15,669,606	5,119,152.00	33%
Fee on Boarding Equipment and Stores	38,555,203	2,434,050.00	40,989,253	48,228,789.00	118%
Electricity & water	7,206,578	1,089,698.00	8,296,276	6,538,407.00	79%
Local transport / travelling	4,521,267	683,656.00	5,204,923	5,418,073.00	104%
Maintenance & Improvements	2,606,640	394,208.00	3,000,848	851,720.00	28%
Administration costs	6,205,872	938,378.00	7,144,250	9,406,302.88	132%
Activity	1,834,602	277,420.00	2,112,022	1,476,614.00	70%
Income from Tenders		72,500.00	72,500	72,500.00	100%
Uniforms	966,400.00	2,800,000.00	3,766,400	4,171,600.00	111%
Expenses on Income Generating Activities		4,298,014	4,298,014	4,993,910.00	116%
P.A Charges	12,830,000	12,830,000	25,660,000	17,336,113.00	68%
Rent		372,300.00	372,300	372,300.00	100%
Bank Charges		4,681.00	4,681	4,681.00	100%
Tender		156,500.00	156,500	156,500.00	100%
KCSE Examination		12,300.00	12,300	12,300.00	100%
Totals	145,787,614	37,284,401	183,072,015	138,409,339.88	76%

KIPSIGIS GIRLS HIGH SCHOOL
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[Provide below a commentary on significant underutilization (below 90% of utilization) and any 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.*

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

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 rounded 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 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.

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
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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 2022.

KIPSIGIS GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30TH June 2022

X. Notes to the Financial Statements

1 Government Grants for Tuition

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Text books		66,757.00
Exercise books	1,653,665.00	636,479.00
Laboratory equipments and apparatus	2,113,695.00	707,925.00
Teaching/learning materials	413,416.40	22,252.00
chalks	124,028.00	13,362.00
Internal exams	289,390.00	231,153.00
Total	4,594,194.40	1,677,928.00

2 Government Grants for Operations

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Personnel Emoluments	5,603,422.00	3,173,846.00
Repairs And Maintenance	7,286,750.00	4,832,750.00
Local Transport / Travelling	1,913,546.00	740,055.00
Electricity And Water	2,198,481.00	1,068,046.00
Medical and Insurance	-	
Administration Costs	3,059,306.30	740,055.50
Activity	-	
Grant (S.N.E)	202,925.25	
GRANT (S.N.E)		35,730.00
BOM TEACHERS		
Total	20,264,430.55	10,590,482.50

3 Government Grants for infrastructure

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
	-	-
Total	-	-

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4 School Fund Income -Parents Contribution/Fees

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Personnel emoluments	14,734,816.00	5,453,896.00
Repairs and maintenance	4,624,036.00	647,183.00
Local transport / travelling	5,397,916.00	1,709,952.00
Electricity and water	8,446,026.80	3,503,330.05
Administration costs	8,353,241.00	1,887,806.00
Activity	1,722,662.00	337,897.00
Fee on Boarding Equipment and stores	43,606,785.05	12,670,080.55
Fee on University Registration	359,506.00	7,700.00
Fee on Uniforms	3,706,012.00	636,436.00
P.A Charges	21,908,700.50	13,579,146.00
Fee Arrears	11,201,207.40	970,562.50
Total	124,060,908.75	41,403,989.10

5 Miscellaneous Incomes

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Rent Income	323,486.00	188,565.00
Income From Income Generating Activities	5,546,957.15	1,054,062.05
Income from Tenders	87,000.00	124,000.00
Clubs	25,465.00	1,500.00
Income from Bus Hire	26,260.00	-
Income from grants and donations*	6,025,010.00	500,000.00
Total	12,034,178.15	1,868,127.05

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Notes to the Financial Statements (continued)

6 Tuition

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Text books		-
Exercise books	2,106,640.00	-
Laboratory equipments and apparatus	1,957,172.00	-
Teaching/learning materials	82,300.00	12,500.00
chalks	-	-
Internal exams	87,500.00	278,000.00
Reference books	10,000.00	16,000.00
Bank charges	2,637.00	-
Creditors	589,492.00	1,206,080
Total	4,835,741.00	1,512,580.00

7 Operations

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Personal Emoluments	8,068,479.00	3,277,278.00
Administration Cost	1,892,897.00	764,857.00
Repairs and maintenance & improvements	-	-
Local transport / travelling	474,244.00	-
Electricity and water	2,829,717.00	499,831.00
Medical & Insurance Cost	-	-
Activity Expenses	-	-
BOM TEACHERS	-	-
Grant (S.N.E)		10,000.00
Bank Charges	4,540.00	-
Creditors		1,070,796
Total	13,269,877.00	5,622,762.00

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Notes to the Financial Statements (continued)

8 Infrastructure

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Acquisition of Assets Tower tank	1,835,010.00	
Construction of dormitory -New Dormitory	14,309,750.00	7,025,333.00
Construction of classrooms -New Tuition Block	-	-
Total	16,144,760.00	7,025,333.00

9 Boarding and School Fund

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Personnel emoluments	5,119,152.00	2,873,165.00
Fee on Boarding Equipment and Stores	48,228,789.00	16,669,992.00
Electricity and water	6,538,407.00	1,205,777.00
Local transport / travelling	5,418,073.00	1,140,999.00
Maintenance & Improvements	851,720.00	-
Administration costs	9,406,302.88	2,950,137.00
Activity	1,476,614.00	15,500.00
Income from Tenders	72,500.00	90,200.00
Uniform Fees	4,171,600.00	263,300.00
Expenses On Income Generating Activities**	4,993,910.00	1,357,095.90
P.A Charges	17,336,113.00	5,236,980.00
Rent Expenses	372,300.00	-
Bank Charges	4,681.00	-
Fee on University Registration	156,500.00	139,500.00
KCSE Examination	12,300.00	
Creditors		5,217,286
Total	104,158,961.88	37,159,931.90

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Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	Jul-June 2022	Jan-June 2021
	Active/Dormant		Kshs	Kshs
Tuition Account			3,010.90	244,557.50
Operations Account			412,911.94	684,568.39
School Fund Account/Boarding			10,541,963.78	2,609,659.91
CDF Account			1,717,684.00	500,000.00
Infrastructural Account			15,010,009.20	1,610,518.20
Income generating activities Account			443,099.41	(153,633.74)
Total			28,128,679.23	5,495,670.26

11 Cash In Hand

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Notes and Coins	115,523.00	204,160.00
Total	115,523.00	204,160.00

12 Short Term Investments

Description	Jul-June 2022	Jan-June 2021
	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	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Fees Arrears	7,217,562.80	5,355,895.80
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	
Imprest (list/schedule attached)	-	
Rent arrears(list/schedule attached)	-	
Total	7,217,562.80	5,355,895.80

13 b Ageing Analysis of Accounts Receivable

Description	Jul-June 2022		Jan-June 2021	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,892,332.00	26.2%	-	0%
Between 1- 2 years	-	0%	1,490,173.50	
Between 2-3 years	1,480,508.50	20.5%	729,808.00	27.8
Over 3 years	3,844,722.30	53.3%	3,135,914.30	77.2
Total (should tie to note 13 a)	7,217,562.80	100%	5,355,895.80	100%

14 Accounts Payable

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	7,954,567.00	589,492.00
Prepaid Fees	-	
Retention Monies	-	
Unpaid salaries and statutory deductions	-	
Caution money	-	
Total	7,954,567.00	589,492.00

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Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	Jul-June 2022		Jan-June 2021	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	7,954,567.00	100%	589,492.00	
Between 1- 2 years	-	-		
Between 2-3 years	-	-		
Over 3 years	-	-		
Total (should tie to note 14)	7,954,567.00	100%	589,492.00	

15 Fund Balance Brought Forward

Description	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Bank Balances	5,495,670.26	1,474,187.51
Cash Balances	204,160.00	5,723.00
Short Term Investments	-	-
Receivables	7,217,562.80	5,355,895.80
Payables	(7,954,567.00)	(589,492.00)
Total	4,962,826.06	6,246,314.31

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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	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Total	-	-

17 Biological assets

Description	Numbers	Jul-June 2022	Jan-June 2021
		Kshs	Kshs
Cattle		1,880,000.00	1,870,0000
Goats		-	-
Trees		1,162,500.00	1,222,500
Tea Plantation		5,658,800.00	5,658,800.00
Poultry		-	-
Total		8,701,300.00	8,751,300.00

18 Borrowings

Description	Jul-June 2022	Jan-June 2021
	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	Jul-June 2022	Jan-June 2021
	Kshs	Kshs
Rice	6,344.00	34,404.00
Sugar	1,204.00	130,032.00
Maize	193,822.00	433,182.00
Beans	101,111.00	326,290.00
Cooking Oil	46,305.00	112,500.00
Baking Flour	47,000	32,900.00
Tea leaves	24,300.00	16,000.00
Farm Produce	22,677.20	29,763.40
Total	442,763.20	1,115,071.40

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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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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	
Construction Of Buildings						
1.	-					
Sub-Total						
2. Supply Of Goods - School Fund A/C						
CHERONO BETTY				105,813.00		
GLEAR ENTERPRISE LIMITED				72,520.00		
HYGIENIC BUTCHERY				737,200.00		
IRENE CHEPKORIR KITUR				198,205.00		
KARAMU ENTERPRISES				77,000.00		
KERICHO BOOKSELLERS & STATIONERS				17,130.00		
MIRIAM CHEPNGETICH				198,471.00		
NETAI AGRO LTD				127,245.00		
ROLINKS WOODS WORKSHOP				160,695.00		
RESQUARE ELECTRICALS				167,895.00		
MUTAI HARDWARE STORES LTD				553,461.00		

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
GOKUL GENERAL SUPPLIES LTD				59,950.00		
SHAJANAND HARDWARE KENYA LTD				360,760.00		
SITO SECURITY AND INVESTIGATIONS SERVICES LTD				156,600.00		
OKONDA SAUL NAIVAS LIMITED				10,000.00 32,220.00		
LELGO KIPKIRUI				206,394.00		
TEALANDS CHEMISTS LIMITED				116,218.00		
KENYA POWER AND LIGHTING COMPANY				300,000.00		
SANDRIVER COMPUTERS & STATIONERY				1,295,225.00		
BETTY CHERONO				64,350.00		
CHELANGAT EDITH				128,400.00		
Supply Of Goods - Operations A/C						
BRITAM GENERAL INSURANCE COMPANY LTD				11,012.00		
KENYA POWER AND LIGHTING COMPANY				205,095.00		
SANDRIVER COMPUTERS & STATIONERY				485,660.00		
COPY CAT LIMITED				89,320.00		
Supply Of Goods - IGA A/C						
KANAP PRODUCTS				197,850.00		
KERICHO WHOLESALERS LTD				640,750.00		

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
TULWET FARMERS AGROVET				33,490.00		
Supply Of Goods - Tuition A/C						
GUACA STATIONERS LIMITED				851,602.00		
KERICHO BOOKSELLERS & STATIONERS				31,000.00		
MBUNI SCHOOL SUPPLIES				11,576.00		
REMO CHEMICALS AND LAB EQUIPMENT				251,460.00		
Sub-Total				7,954,567.00		
Supply Of Services						
3.				-		
Sub-Total						
Grand Total				<u>7,954,567.00</u>		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land	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	646,000	0	21,187,500
Textbooks	20,277,770.00	4,483,080.00	0	24,760,850.00
ICT Equipment	4,057,000.00	0	0	4,057,000.00
Tools And Apparatus	4,058,558.00	688,702.00	0	4,747,260.00
Other Machinery And Equipment	8,867,450.00	947,300.00	800	9,813,950.00
Intangible Assets- Soft Ware	490,588.00	0	0	490,588.00
Biological Assets	8,861,300.00	10,000	170,000	8,701,300.00
Total	<u>370,800,931.00</u>	<u>6,775,082.00</u>	<u>170,800.00</u>	<u>377,405,213.00</u>