

REPUBLIC OF KENYA

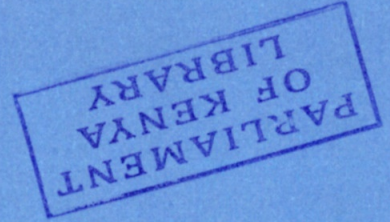


*Enhancing Accountability*

# REPORT



OF




## THE AUDITOR-GENERAL

ON

## THIKA HIGH SCHOOL

### FOR THE YEAR ENDED

### 30 JUNE, 2022

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 19 NOV 2024	DAY: TUESDAY
TABLED BY: HON. OWEN BAYA DEPUTY MAJORITY LEADER	<b>KIAMBU COUNTY</b>
CLERK-AT THE-TABLE: INZOFU MWALE	

Revised 30<sup>th</sup> June 2021.



OFFICE OF THE AUDITOR GENERAL  
UPPER EASTERN REGIONAL OFFICE - ISIOLO  
15 III 2022  
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RECEIVED  
P. O. Box 1027 - 60300, ISIOLO

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**THIKA HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30<sup>th</sup> June 2022**

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

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*THIKA HIGH SCHOOL*  
**PUBLIC SECONDARY SCHOOL**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

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**I. KEY SCHOOL INFORMATION AND MANAGEMENT****(a) Background information**

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

The school was registered in 9/1/2017 under registration number 22500300275 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 1791 number of students as at 30<sup>th</sup> June 2022. It has 8 streams in form 1, 3 and 4 and 9 streams in form 2 and 72 teachers of which 7 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	Rev. David Gathanju	Chairman	7 <sup>th</sup> March 2022
2	Julius Muraya	Secretary - Principal	7 <sup>th</sup> March 2022
3	Dr. Zipporah W. Gichuhi	Member	7 <sup>th</sup> March 2022
4	Margaret njoki Kimani	Member	7 <sup>th</sup> March 2022
5	Nderito charles Waturu	Member	7 <sup>th</sup> March 2022
6	Charity Wangari Gathambiri	Member	7 <sup>th</sup> March 2022
7	Gerald Minai Maina	Member	7 <sup>th</sup> March 2022
8	Eng. Moses Kweri Kinya	Member	7 <sup>th</sup> March 2022
9	Sifuna	Member – Rep CEB	7 <sup>th</sup> March 2022
10	Robert Kimani	Member Rep Teachers	7 <sup>th</sup> March 2022
11	Naomi Kimotho	3 Members - Sponsor	7 <sup>th</sup> March 2022
12	Samuel Wachira	Sponsor	7 <sup>th</sup> March 2022
13	Dr. George Kamau	Sponsor	7 <sup>th</sup> March 2022
14	Kamotho Waiganjo	Member - Community	7 <sup>th</sup> March 2022
15	Victor Kamau Muthoga	Member Special Needs	7 <sup>th</sup> March 2022
16	Timothy W. Chege	Co-opted member	
17	Eng. Danson Kamanu	Co-opted member	

**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

**The function of the School Board of Management include:**

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the School
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils discipline and make reports to the CEB
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- Administer and manage the resources of the School
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

**(c) Committees of the Board**

*Provide the names of the various committees of the Board established by the Board and the names of the committee members:*

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	<b>Executive Committee</b>	Rev. David Gathanju	Chairman	3 out of 3
		Naomi Kimotho	Vice Chairman	3 out of 3
		Julius Muraya	Secretary	3 out of 3
		Charity Wangari	Member	2 out of 3
		Ignatius Yambasa	P.A Chairman	1 out of 3
2	<b>Audit Committee</b>			
3	<b>Finance, procurement and general purposes Committee</b>	Eng. Danson Kamau	Chairman	2 out of 2
		Eng. Moses Kinya	Member	0 out of 2
		Samuel Wachira	Member	2 out of 2
		Charity Wangari	Member	2 out of 2
		Margaret Kimani	Member	1 out of 2
4	<b>Academic Committee</b>	Dr. Zipporah Gichuhi	Chairperson	1 out of 1
		Kamotho Waiganjo	Member	1 out of 1
		Robert Kimani	Member	1 out of 1
		Dr. Charles Waturu	Member	1 out of 1
		Naomi Kimotho	Member	0 out of 1
5	<b>Development Committee</b>			

THIKA HIGH SCHOOL  
 PUBLIC SECONDARY SCHOOL  
 Annual Report and Financial Statements  
 For the year ended 30<sup>th</sup> June 2022

6	Discipline and welfare Committee			
7	Adhoc Committee (if any during the year)			

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Julius N. Muraya	305745
2	Deputy Principal	Evanson M. Theuri	407092
3	Deputy Principal	Julius K. Ndege	349074
4	School Bursar	Virginia M. Kabunyi	

**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

**(e) Schools contacts**

Post Office Box: 7676-01000, Thika  
Telephone: 0726523706  
E-mail: thika.high@yahoo.com  
Website: N/A  
Facebook: N/A  
Twitter: N/A

**(f) School Bankers**

The following school operated 8 bank accounts in the following banks:

1. EQUITY BANK  
Account Number: 1550276139661
  
2. KCB BANK  
Account Number: 1102248975  
Infrastructure A/C No. 1283551721  
Operations A/C 1102248665  
Tuition A/C 1102248150  
Main A/C 1102237744  
Savings A/C 1101818042
  
3. CO-OP BANK  
Account Number 01129558340200
  
4. MPESA Pay Bill No. 522123 A/C No. 40131k attached to KCB bank account

**(g) Independent Auditors**

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

## II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) **Financial performance:**

*Under this section, the following information should be given:*

- *Surplus/ deficit for the year 4,490,519/=*
- *Capitation grants from the Ministry of Education for the year 30,531,473/=*
- *Ratio of capitation grant per student for the year 1:17574.*
- *A three-year overview of growth of other income(s) earned by the school.*
- *A three-year overview of growth in expenditure of the school*
- *Movement of debtors and creditors of the school over the last three years*
- *Movement of cash and bank balances over the last three years*

*Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends.*

b) **Teacher Student ratio:**

*Include the teacher to student ratio, number of teachers recruited and posted to the school within the year (2), number of teachers that were transferred/ retired during the period (2) as well as number of teachers employed by TSC (2) , and number employed by BOM. (1)*  
*Shortage: Physics = 2, Maths = 1, English = 2, B/S = 1, Geography = 1*

c) **Mean score in the 2021 KCSE:**

*Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.*

<b>YEAR</b>	<b>NO. OF UNIVERSITY TRANSITION</b>	<b>MSS</b>
2019	159	7.740
2020	224	8.340
2021	235	7.390

**d) Number of Candidates in the 2021 KCSE:**

*Tabulate the number of candidates sitting for KCSE over the last three years.*

<i>YEAR</i>	<i>NO. OF CANDIDATES</i>
2019	224
2020	265
2021	356

**e) Capacity of the school:**

*Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education.*

<i>STUDENTS</i>	<i>DORMITORIES</i>	<i>D/HALL</i>	<i>LABORATORIES</i>	<i>TOILETS</i>	
<i>POPULATION</i>				<i>STAFF</i>	<i>BOYS</i>
1791	25	1	5	28	168

f) Development projects carried out by the school:

*Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format*

	PROJECT	AMOUNT	SOURCE OF FUND
1	Dormitory construction	453,450	Infrastructure A/C (MOE)
2	Store construction	218,236	Infrastructure A/C (MOE)
3	Dining hall construction	6,217,401	Infrastructure A/C (MOE)
4	Water tower construction	1,176,445	Infrastructure A/C (MOE)
5	CBC classroom construction	862,446	Infrastructure A/C (MOE)
6	Generator	3,429,366	Parents
7	Lab construction	4,000,000	CDF Thika Town

Sign

School Principal

### III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY


Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya from time to time.

Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *Thika 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 30<sup>th</sup> June, 2022, and of the school's financial position as at that date.

**Name:** Rev. David Gathanju  
**Designation:** Chairman, School Board of Management

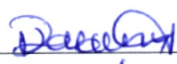
**Sign:**   
**Date:** 11/07/2024

**Name:** Julius Muraya  
**Designation:** School Principal & Secretary to Board of Management

**Sign:**   
**Date:** 10/7/2024



**Name:** Virginia M. Kabunyi  
**Designation:** Bursar/ Finance Officer

**Sign:**   
**Date:** 10/7/2024

# REPUBLIC OF KENYA

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



*Enhancing Accountability*

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

## REPORT OF THE AUDITOR-GENERAL ON THIKA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - KIAMBU COUNTY

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### PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure 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 regulation 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 Thika High School - Kiambu County set out on pages 1 to 20, which comprise of the statement of assets and liabilities as at 30 June, 2022, statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of

significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Thika High School - Kiambu 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. Inaccuracies/Variances in the Financial Statements**

The audit revealed variances between the financial statements and the ledgers as indicated below:

<b>Boarding and School Fund Payments</b>	<b>Financial Statements (Kshs.)</b>	<b>Ledger (Kshs.)</b>	<b>Variance (Kshs.)</b>
Boarding Equipment and Stores	62,587,745	59,712,498	2,875,247
Repairs and Maintenance	7,177,548	7,451,147	(273,599)
Expenses for Bus Hire	232,925	39,872	193,053
Infrastructure	17,549,787	14,811,529	2,738,258
Administration Cost	12,676,037	12,041,417	634,620
<b>Operations Payments</b>			
Personnel Emoluments	3,305,430	3,305,730	(300)
Administration Cost	6,833,768	6,829,058	4,710
Repairs and Maintenance and Improvements	1,291,769	1,513,783	(222,014)
Electricity and Water	3,472,706	3,352,992	119,714

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

### **2. Long Outstanding Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.19,839,849 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to 16,177,684 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.16,177,684 could not be confirmed.

### **3. Unsupported Operations Payments**

The statement of receipts and payments reflects payments for operations amount of Kshs.25,469,037 as disclosed in Note 6 to the financial statements. Included in this amount is Kshs.6,833,768 in respect to administration costs. However, the payments were not supported by way of purchase requisitions, local purchase orders, delivery notes and stores records.

In the circumstances, the accuracy and completeness of operations payments amounting to Kshs.6,833,768 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Thika High School Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

#### **Emphasis of Matter**

##### **Budgetary Control and Performance**

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.131,826,500 and Kshs.217,235,053, respectively, resulting to over-funding of Kshs.85,408,553 or 65% of the budget. Further, the School spent a balance of Kshs.203,970,490 against actual receipts of Kshs.217,235,053 resulting to an under-utilization of Kshs.13,264,653 or 6% of the actual receipts.

The over-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 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 and based on the audit 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. Irregular Increase of School Fees**

The statement of receipts and payments and Note 3 to the financial statements reflects school fund income – parents contributions amount of Kshs.122,595,328. However, it was noted that the Management irregularly increased school fees as outlined below contrary to Regulation 44 of the Basic Education Regulations, 2015 which provides that no public school or institution shall issue alternative fee structures other than those approved by the Cabinet Secretary.

Further, this was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that parents will only pay for school uniforms, boarding related costs as reflected in the boarding fees structure and lunch for the day scholars.

<b>FORM</b>	<b>Recommended Amount (Kshs.)</b>	<b>Charged Amount (Kshs.)</b>	<b>Variance (Kshs.)</b>
Form 2	45,000	85,623	40,623
Form 3	45,000	87,623	40,623
Form 4	45,000	92,500	47,500

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

### **2. Irregular Payments for Hosting Kenya National Examination Council (KNEC) Examiners**

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects boarding and school fund payments amounts of Kshs.182,077,290. Included in this amount is Kshs.19,490,220 in respect of KNEC hosting. However, the School only received Kshs.13,667,456 from the Kenya National Examination Council resulting in the school incurring costs amounting to Kshs.5,822,764 and which should have been incurred by the Kenya National Examination Council but were wrongly charged to the school account contrary to Regulation 31(2)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer is responsible, in particular for ensuring that all services which can be reasonably foreseen are included in the estimates and that they are within the capacity of her or his National Government entity during the financial year.

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

### **3. Lack of a Procurement Plan**

The statement of receipts and payments reflects an amount of Kshs.217,235,054 and Kshs.212,744,535 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

In the circumstances, Management was in breach of the law

### **4. Late Submission of Financial Statements for Audit**

During the year under review, Management submitted the financial statements to the Auditor-General on 28 February, 2023 instead of the statutory deadline of 30 September, 2022. This is contrary to provisions of Section 47(1) and (2) of Public Audit Act, 2015 which requires the institution to submit the financial statements to the Auditor-General within three months after the end of the financial year to which the respective accounts relate.

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

### **5. Lack of an Updated Fixed Assets Register**

The summary of fixed assets register in Annex 2 to the financial statements reflects total fixed assets balance of Kshs.21,762,480, being the historical cost of the School's assets as at 30 June, 2022.

However, the assets register provided for audit review was not up to date as it did not include all the School's fixed assets. This is contrary to Regulation 143(1) of Public Finance Management (National Government) Regulations, 2015, which states that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

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, based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

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 Board of Management**

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

In preparing the financial statements, Management is responsible for assessing the school ability 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 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, the 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.

The Board of Management is responsible for overseeing the School 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 controls 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 controls 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 controls 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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**

**23 October, 2024**

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V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30<sup>TH</sup> JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	JAN - JUNE 2021
			Kshs
<b>RECEIPTS</b>			
Capitation grants for tuition	1	5,666,846	2,028,459
Capitation grants for operations	2	24,864,627	13,137,785
School Fund Income- Parents' Contributions	3	122,595,328	34,778,755
School Fund Income- Other receipts	4	64,108,252	11,663,360
Proceeds from borrowings			
<b>TOTAL RECEIPTS</b>		<b>217,235,054</b>	<b>61,608,360</b>
<b>PAYMENTS</b>			
Payments for Tuition	5	5,198,208	3,402,653
Payments for operations	6	25,469,037	7,705,181
Boarding and school fund payments	7	182,077,290	53,410,048
<b>TOTAL PAYMENTS</b>		<b>212,744,535</b>	<b>64,517,882</b>
<b>SURPLUS/DEFICIT</b>		<b>4,490,519</b>	<b>(2,909,523)</b>

The school financial statements were approved on \_\_\_\_\_ 2022 and signed by:

Sign: 

Name: Rev David Gathanju

Chair BOM

Date 11/07/2024

Sign: 

Name: Julius Muraya

School Principal/  
Secretary to BOM

Date 10/7/2024

Sign: 

Name: Virginia Kabunyi

Bursar/  
Finance Officer

Date 10/7/2024

**VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30<sup>TH</sup> JUNE 2022**

	Note	2021-2022	2,021
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	8	16,324,763	7,915,622
Cash Balances	9	486	6,815
Short term Investment	10	-	-
<b>Total Cash and Cash Equivalents</b>		<b>16,325,249</b>	<b>7,922,437</b>
Account's receivables	11	19,839,849	20,374,427
<b>TOTAL FINANCIAL ASSETS</b>		<b>36,165,098</b>	<b>28,296,864</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable	12	14,564,323	11,186,608
<b>NET FINANCIAL SSETS</b>		<b>21,600,775</b>	<b>17,110,256</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	17,110,256	20,019,779
Surplus/Defict for the year		4,490,519	(2,909,523)
<b>NET FINANCIAL POSITION</b>		<b>21,600,775</b>	<b>17,110,256</b>

The School's financial statements were approved on \_\_\_\_\_ 2022 and signed by:

**Name:** Rev. David Gathanju  
 Chairman, BoM

**Sign:** 

**Date:** 11/07/2024

**Name:** Julius Mutaya  
 School Principal/Secretary  
 to BoM

**Sign:** 

**Date:** 10/7/2024



**Name:** Virginia Muthoni  
 Bursar/Finance

**Sign:** 

**Date:** 10/7/2024

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE 2022

		2021- 2022	2,021
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Capitation grants for tuition		5,666,846	2,028,459
Capitation grants for operations		24,864,627	13,137,786
School fund income- Parents contributions		176,907,943	48,101,259
School fund income- other receipts		27,887,584	9,979,284
<b>Total receipts</b>		<b>235,327,000</b>	<b>73,246,788</b>
<b>Payments</b>			
Payments for Tuition		5,682,601	1,992,932
Payments for operations		16,541,059	7,062,551
Boarding and school fund payments		195,772,551	56,331,522
		<b>217,996,211</b>	<b>65,387,005</b>
<b>Net cash flow from operating activities</b>		<b>17,330,789,82</b>	<b>7,859,784</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		(8,927,978)	(642,630)
Proceeds from investments		-	-
<b>Net cash flows from Investing Activities</b>		<b>(8,927,978)</b>	<b>(642,630)</b>
<b>NET CASHFLOW FROM BORROWING ACTIVITIES</b>			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>8,402,812</b>	<b>7,217,154</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	10	<b>7,922,437</b>	<b>705,284</b>
<b>Cash and cash equivalent at END of the year</b>		<b>16,325,249</b>	<b>7,922,437</b>

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

VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022

Receipt/Expense Item	Original Budget	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b		c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
<i>(1) CAPITATION GRANT ON TUITION</i>							
Textbooks and reference materials	1,000,000	-	-	1,000,000	-	1,000,000	0%
Exercise books	2,000,000			2,000,000	2,000,000	-	100%
Laboratory equipment	3,300,000			3,300,000	3,000,000	300,000	91%
Internal exams	330,000			330,000	300,000	30,000	91%
Teaching / learning materials	500,000			500,000	366,846	133,154	73%
Chalks/white board markers	300,000			300,000		300,000	0%
Teachers guides				-		-	
<i>(2) CAPITATION GRANT ON OPERATIONS</i>							
Personnel emoluments	5,180,135			5,180,135	7,010,444	(1,830,309)	135%
Repairs and maintenance	1,134,000			1,134,000	2,626,500	(1,492,500)	232%
Local transport / travelling	2,525,000			2,525,000	3,000,000	(475,000)	119%
Electricity and water	3,620,000			3,620,000	4,000,000	(380,000)	111%
Medical	500,000			500,000	345,400	154,600	69%



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Knec hosting					13,667,456	(13,667,456)	
income for school canteen	500,000			500,000	514,615	-	
Income from sale of tenders	150,000			150,000	141,000	(141,000)	
Students id cards					282,600		
Infrastructure(development)	12,800,000			12,800,000	15,922,961		
Students uniform					22,591,190		
PA funds(motivation)	6,968,000			6,968,000	6,504,970		
Students mattress					2,721,800		
<b>TOTAL INCOME</b>	<b>131,826,500</b>	<b>-</b>	<b>-</b>	<b>131,826,500</b>	<b>217,235,053</b>	<b>-49,670,417</b>	
<b>(1) EXPENDITURE FOR TUITION</b>							
Textbooks and reference materials	1,000,000			1,000,000	651,042	348,958	65%
Exercise books	2,000,000			2,000,000	1,355,100	644,900	68%
Laboratory equipment	3,300,000			3,300,000	3,038,506	261,494	92%
Internal exams	330,000			330,000	-	330,000	-
Teaching / learning materials	500,000			500,000	152,720	347,280	31%
Chalks/ white board markers	300,000			300,000	-	300,000	-
Teachers guides	-			-	-	-	-
Other Payments				-	840	(840)	

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<b>(2) EXPENDITURE FOR OPERATIONS</b>						-	
Personnel emoluments	5,180,135			5,180,135	3,305,430	1,874,705	0%
Repairs and maintenance	1,134,000			1,134,000	1,291,769	(157,769)	0%
Local transport / travelling	2,525,000			2,525,000	995,303	1,677,559	0%
Electricity and water	3,620,000			3,620,000	3,472,706	147,294	0%
Medical	500,000			500,000	354,803	145,197	0%
Administration costs	2,587,965			2,587,965	6,833,768	(4,245,803)	0%
Activity	1,811,600			1,811,600	278,200	1,533,400	0%
Infrastructure grant				-	4,234,000	(4,234,000)	
Insurance					-		
Rrent expenses					8,480		
Gratuity				-	-	-	-
SMASSE				-	-	-	-

<b>(3) EXPENDITURE FOR SCHOOL FUND</b>							
Personnel emoluments	13,691,300			13,691,300	15,612,612	(1,921,312)	114%
Repairs and maintenance	4,200,000			4,200,000	7,177,548	(2,977,548)	171%
Local transport / travelling	2,970,000			2,970,000	4,079,467	(657,944)	122%
Electricity and water	5,240,000			5,240,000	8,288,708	(3,048,708)	158%
Medical	900,000			900,000	1,058,066	(158,066)	118%
Administration costs	11,300,000			11,300,000	12,676,037	(1,376,037)	0%
Activity	2,170,000			2,170,000	1,629,287	540,713	0%
Boarding Equipment and Stores	52,428,500			52,428,500	62,587,745	(10,159,245)	0%

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Rent expenses	500,000			500,000	232,925	(232,925)	0%
Farm expenses	240,000			240,000	145,550	(145,550)	0%
Exam fee	35,200			35,200	35,200	(35,200)	0%
Learning materials					476,839	(476,839)	0%
Expenses for Bus Hire	80,000			80,000	39,872	(39,872)	0%
Fee for hire of ground and equipment						-	0%
Knec hosting					19,490,220	(19,490,220)	0%
School canteen expenses	500,000			500,000	188,800		
Tender expenses	100,000			100,000	75,472	(75,472)	0%
Students id cards	273,600			273,600	278,100		
Infrastructure(development)	13,600,000			13,600,000	17,549,787		
Students uniform	23,114,900			23,114,900	21,941,555		
PA funds(motivation)	6,968,000			6,968,000	6,910,300		99.2%
Students mattress	2,280,000			2,280,000	1,603,200		
	<b>133,568,500</b>			<b>133,568,500</b>	<b>203,970,490</b>		<b>159%</b>

*[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]*

## IX. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

### 1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

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

### 2. Recognition of receipts and payments

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

### 3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

### 4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

## SIGNIFICANT ACCOUNTING POLICIES (Continued)

### 5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

### 6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

### 7. Non-current assets

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the school fixed asset register a summary of which is provided as a memorandum to these financial statements.

### 8. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *school's* budget was approved by the School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

### 9. Comparative figures

Where necessary comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

### 10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2022.

**X. NOTES TO THE FINANCIAL STATEMENTS**

**1 CAPITATION GRANT FOR TUITION**

		2021-2022	jan-june2021
		Kshs	Kshs
Textbooks and reference materials		-	700,000
Exercise books		2,000,000	1,000,000
Laboratory equipment		3,000,000	-
Internal exams		300,000	-
Teaching / learning materials		366,846	-
Chalks		-	-
Exams and assessment		-	328,459
Library reference		-	-
<b>Total</b>		<b>5,666,846</b>	<b>2,028,459</b>

**2 CAPITATION GRANT FOR OPERATIONS**

		2021-2022	Jan-June 2021
		Kshs	Kshs
Personnel emoluments		4,010,444	2,800,000
Repairs and maintenance		1,300,000	-
Local transport / travelling		1,000,000	800,000
Electricity and water		4,500,000	1,900,000
Infrastruture		6,860,500	5,451,500
Medical/insurance		345,400	95,785
Administration costs		6,787,283	2,000,000
Rent		61,000	90,500
Other voteheads		-	-
Activity		-	-
<b>Total</b>		<b>24,864,627</b>	<b>13,137,785</b>

### 3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

		2021-2022	Jan-June 2021
		Kshs	Kshs
Personnel emoluments		18,902,365	4,430,840
Bording equipment and stores		69,098,541	22,596,284
Repairs and maintenance		5,515,892	1,466,037
Local transport / travelling		3,736,298	1,090,144
Electricity and water		6,802,355	1,131,629
Administration costs		14,935,719	3,456,084
Medical		994,055	1,000
Activity		2,610,103	606,737
<b>Total</b>		<b>122,595,328</b>	<b>34,778,755</b>

### 4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

		2021-2022	Jan-june2021
		Kshs	Kshs
Rent income		1,303,500	585,300
Income from farming activities		298,360	94,620
kneec hosting		13,667,456	3,958,900
Income from sale of tender forms		141,000	55,000
Income from Bus and grounds Hire		134,000	44,000
Income from school canteen		514,615	265,100
student ID cards		282,600	1,200
exam fee		24,000	
mattrees		2,721,800	12,100
infrastructure		15,922,961	3,583,131
uniform		22,591,190	
learning materials		1,800	
motivation		6,504,970	3,064,009
<b>Total</b>		<b>64,108,252</b>	<b>11,663,360</b>

(Include an explanation on the kind and source of grants/ donations received by the school.)

5 PAYMENTS FOR TUITION

		2021-2022	jan-june2021
		Kshs	Kshs
Textbooks and reference materials		651,042	46,308
Exercise books		1,355,100	1,764,100
Laboratory equipment		3,038,506	922,715
Internal exams			185,600
Teaching / learning materials		152,720	483,450
Chalks			-
Exams and assessment			-
Teachers guides			-
Administration Costs			-
Bank Charges		840	480
<b>Total</b>		<b>5,198,208</b>	<b>3,402,653</b>

6 PAYMENTS FOR OPERATIONS

		2021-2022	jan-june2021
		Kshs	Kshs
Personnel emoluments		3,305,430	4,176,130
Service Gratuity			-
Administration Cost		6,833,768	1,428,812
Repairs and maintenance & improvements		1,291,769	274,316
Local transport / travelling		995,303	75,884
Electricity and water		347,206	815,835
rent expenses		8,480	
Medical		354,803	33,364
Activity Expenses		278,200	257,000
Insurance		-	-
borehole			-
Bank Charges		600	1,210
Acquisition of Assets		8,927,978	642,630
<b>TOTAL</b>		<b>25,469,037</b>	<b>7,705,181</b>

7 BOARDING AND SCHOOL FUND PAYMENTS

		2021-2022	jan-june2021
		Kshs	Kshs
Personnel emoluments		15,612,612	6,293,113
Bording equipment and stores		62,587,745	23,689,415
Repairs and maintenance		7,177,548	2,217,660
Local transport / travelling		4,079,467	1,003,070
Electricity and water		8,288,708	2,851,710
Administration costs		12,676,037	3,468,316
Activity		1,629,287	74,030
medical		1,058,066	255,794
Insurance		-	-
House rent expenses		232,925	487,185
School Farm		145,550	58,500
learning materials		476,839	272,420
canteen		188,800	350,000
expenses for Bus Hire		39,872	1,000
Student Id cards		278,100	-
infrastructure		17,549,787	2,797,145
kneec hosting		19,490,220	7,166,291
exam		35,200	-
tender expenses		75,472	-
mattress		1,603,200	-
uniform		21,941,555	
Motivation		6,910,300	2,424,400
<b>TOTAL</b>		<b>182,077,290</b>	<b>53,410,049</b>

*Expenses on income generating activities\*\* should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.*

**8 BANK ACCOUNTS**

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	jan-june2021
		Kshs	Kshs
Tuition Account	1102248150	26,482	42,236
Operations Account	1102248665	4,724,986	134,818
School Fund Account/Boarding	1102248975	10,562,581	2,543,276
Savings Account	1101818042	897,633	387,633
Saving van Account			-
Income generating activities Account			-
Infrastructural Account	1283551721	113,082	4,807,660
<b>Total</b>		<b>16,324,763</b>	<b>7,915,622</b>

**9 CASH IN HAND**

Description		2021-2022	jan-june2021
		Kshs	Kshs
Tuition Account		-	-
Operation Account		180	180
School Fund account		306	6,635
<b>Total</b>		<b>486</b>	<b>6,815</b>

**10 SHORT TERM INVESTMENTS**

Description		2021-2022	jan-june2021
		Kshs	Kshs
Cooperative shares		-	-
Treasury Bills		-	-
Fixed deposit		-	-
Equity stock		-	-
Other investments		-	-
<b>Total</b>		<b>-</b>	<b>-</b>

**11 ACCOUNTS RECEIVABLE**

Description	2021-2022	jan-june2021
	Kshs	Kshs
Fees arrears	19,810,649	20,374,427
Rent arrears	29,200	-
Salary advances	-	-
Imprest	-	-
<b>Total</b>	<b>19,839,849</b>	<b>20,374,427</b>

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

Description	2021-2022	jan-june2021
	Kshs	Kshs
Fees arrears for current year	3,632,965	2,268,730
Fees arrears for the previous year		1,386,738
Fees arrears for prior periods (over two years)	16,177,684	16,718,959
Rent arrears for current year	29,200	-
imprests		-
<b>Total</b>	<b>19,839,849</b>	<b>20,374,427</b>

**12 ACCOUNTS PAYABLE**

Description	2021-2022	jan-june2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	9,526,508	6,835,557
Prepaid fees	4,418,731	3,582,675
Caution money	570,039	707,539
Bursary	49,045	40,837
Pocket money	-	20,000
<b>Total</b>	<b>14,564,323</b>	<b>11,186,608</b>

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

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Description		2021-2022	jan-june2021
		Kshs	Kshs
Trade creditors for current year		9,526,508	6,835,557
Trade creditors for the previous year		-	-
Trade creditors for prior periods (over two years)		-	-
Prepaid fees for current year		4,418,731	3,582,675
Caution money 2019 and before		570,039	707,539
Bursary		490,45	400,837
Pocket money		0	20,000
<b>Total</b>		<b>14,564,323</b>	<b>11,186,608</b>

**13 FUND BALANCE BROUGHT FORWARD**

Description		2021-2022	jan-june2021
		Kshs	Kshs
Bank balances		16,324,763	7,915,622
Cash balances		486	6,815
Short Term Investments			-
Receivables		19,839,849	20,374,427
Payables		(14,564,323)	(11,186,608)
<b>Total</b>		<b>21,600,775</b>	<b>17,110,257</b>

**Other important disclosure notes**

IPSAS 1 encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

**14 Non-current Liabilities Summary**

Description		2021-2022	jan-june2021
		Kshs	Kshs
Bank loan(s)		-	-
Outstanding Leases		-	-
Hire purchase		-	-
Gratuity and leave provision		-	-
<b>Total</b>		<b>-</b>	<b>-</b>

## 15 Biological assets

Description	Numbers	2021-2022	jan-june2021
		Kshs	Kshs
Cattle		4	100,000
Goats		-	-
Trees		-	-
Coffee or tea plantation		-	-
Poultry		-	-
<b>Total</b>		<b>4</b>	<b>100,000</b>

## 16 Borrowings

Description		2021-2022	jan-june2021
		KShs	KShs
<b>a) Borrowings</b>			
Borrowing at beginning of the year		-	-
Borrowings during the year		-	-
Repayments of during the year		-	-
<b>Balance at end of the year</b>		<b>-</b>	<b>-</b>

## Other important disclosure notes

## 17 Stock/ Inventory

Description		2021-2022	jan-june2021
		KShs	KShs
<b>Stock/Inventory</b>			
Stock/ inventory at beginning of the year		2,536,083	-
Stock/ inventory purchased during the year		-	-
Stock/ inventory issued during the year		-	-
<b>Balance at end of the year</b>		<b>3,987,043</b>	<b>2,536,083</b>

**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)

THIKA HIGH SCHOOL  
 PUBLIC SECONDARY SCHOOL  
 Annual Report and Financial Statements  
 For the year ended 30<sup>th</sup> June 2022

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Supply of goods</b>						
1. Kenafric Bakery	125027					
2. Arentos Enterprise	203000					
3. Top cows Dairies	695825					
4. Roba Jirmo	695825					
5. Investwise Enterprises	651847					
6. Helen Nduta	149280					
7. Golden Palm	545500					
8. Ravidio Holdings	2100000					
9. Bianca Wambui	111600					
10. Proto Energy	289362					
11. Salama Steel	48000					
12. Labogen supplies	463560					
13. Bemwa stationers	1355100					
14. Pengu Traders	450000					
14. Son Njoki Enterprises	21000					
15. Imara Enterprises	165570					
16. Kamwako Limited	37902					
17. Paramount Agencies	17200					
18. Mwako unique Enterprises	7221					
19. Aster Health	12570					
<b>Supply of services</b>						
1 Amoswell Networking	120400					
2. Rentokil Initial	8919					
3. Paa Security Guards	38800					
<b>Grand total</b>	<b>9,526,508</b>					
<b>Grand Total</b>				<b>9,526,508</b>		

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 20xx
Land 1						
Land 2						
Buildings and structures						
Motor vehicles – KBZ 889 D	2014		13,614,680.00			13,614,680.00
- KAY 415 V	2007		4,147,300.00			4,147,300.00
- KCP 264K	2018		4,000,500.12			4,000,500.12
Office equipment, furniture and fittings						
ICT Equipment, and Other ICT Assets						
Tools and apparatus						
Textbooks						
Other Machinery and Equipment						
Heritage and cultural assets						
Intangible assets- soft ware						
<b>Total</b>						

(The School should ensure that a detailed fixed assets register is maintained).

**STOCK BALANCES AS AT 30TH JUNE 2022**

<b>S.NO</b>	<b>ITEMS</b>	<b>QUANTITY</b>	<b>UNIT PRICE</b>	<b>TOTAL PRICE</b>
1	YELLOW BEANS	28 BAGS	15000	420000
2	DRY MAIZE	6 BAGS	6000	36000
3	COOKING OIL	74 BCKTS	4500	333000
4	MAIZE FLOUR	193 BALES	2800	540400
5	GREEN GRAMS	18 BAGS	13000	234000
6	PRESTIGE	28 CTNS	3900	109200
7	RICE	192 BAGS	3200	614400
8	SUGAR	23 BAGS	7000	161000
9	SALT	20 BALES	900	18000
10	TEA LEAVES	194 KG	550	106700
	<b>TOTAL</b>			<b>2572700</b>

**STOCK BALANCES AS AT 30TH JUNE 2022**

S.NO	ITEMS	QUANTITY	UNIT PRICE	TOTAL PRICE
1	BIC PENS	1345 PCS	13	17485
2	EX. BOOK SQUARED	19 GROSS	19440	369360
3	EX. BOOKS RULED	17 GROSS	19440	330480
4	PHOTOCOPYING PAPERS	25 REAMS	700	17500
5	GRAPH BOOKS	16 GROSS	6750	108000
6	GRAPH PAPERS	25 REAMS	600	15000
7	WHITEBOARD CATRIDGES	11 PCS	150	1650
8	WHITEBOARD PENS	200 PCS	15	3000
9	FOOLSCAPS	27 REAMS	500	13500
10	PRINTER INK	27 PCS	6000	162000
11	PRINTER MASTER	27 PCS	6900	186300
12	TONER 30 A	6 PCS	9000	54000
13	TONER 83A	6 PCS	8000	48000
14	TONER 17A	1 PC	8000	8000
15	MANILA PAPERS	94 PCS	20	1880
16	SPRING FILES	27 PCS	70	1890
17	STAPLE PINS	10 PKTS	450	4500
18	652 HP CATRIDGE	6 PCS	1600	9600
19	652 CATRIDGE COLOR	7 PCS	1800	12600
20	KT4105 TONER	1 PC	8000	8000
21	RUBBER BANDS	13 PKTS	150	1950
22	TISSUE PAPERS	96 PCS	38	3648
23	PHOTOCOPY TONER	4 PCS	8000	32000
24	CLASS REGISTERS	50 PCS	80	4000
	<b>TOTAL</b>			<b>1414343</b>

