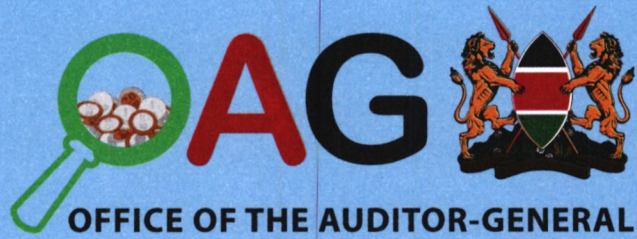


REPUBLIC OF KENYA



*Enhancing Accountability*

PARLIAMENT  
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LIBRARY

THE NATIONAL ASSEMBLY  
**REPORT** PAPERS LAIN

DATE: 30 NOV 2023 DAY: Thurs

TABLED BY: Hon. Naomi Wago, MP  
OF Deputy majority whip  
CLERK AT THE TABLE: A. Simbiko

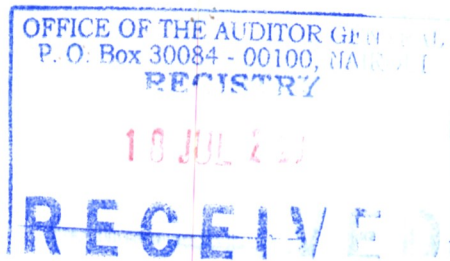
**THE AUDITOR-GENERAL**

**ON**

**ST JOHN SCHOOL, KANUNGA**

**FOR THE YEAR ENDED  
30 JUNE, 2021**

**KIAMBU COUNTY**



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



---

*ST JOHN SCHOOL, KANUNGA*

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30 JUNE 2021**

---

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

*ST JOHN SCHOOL, KANUNGA*  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**

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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, Kiambu Sub-County

The school was first registered in 1960, later re-registered to 6-streams in 01/2021 under registration number 22S00300641 and is currently categorized as an Extra County (*National, Extra County, county and Sub County*) public school established, owned by the Government and sponsored by the Catholic Church.

The school is a boarding school and had **1130** number of students as at *30 June 2021*. It has 6 streams and 46 teachers of which teachers 7 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:

<b>Ref:</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	Samson Muhoho	Chairman	2019
2	James Maina Ephraim	Secretary - Principal	2019
3	Margaret Wambui Njenga	Member	2019
4	John Kibandi Guchu	Member	2019
5	Margaret Wambuku Karanja	Member	2019
6	Margaret Wambui Njenga	Member	2019
7	Esther Wangari	Member	2019
8	Pauline Ngonyo	Member	2019
9	Janet Nyevu Mramba	Member	2019
10	Fr. Benard Ng'ang'a Kabiu	Member	2019
11	Gathu Njoroge	Member	2019
12	Peterson Mwangi	Member	2019
13	George Kibunja	Rep Students	2019

**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:*

-	-	<u>NAMES OF MEMBERS</u>	<u>DESIGNATION</u>	<u>NO OF MEETINGS</u>
1)	<b>Executive committee</b>			<b>ATTENDED</b>
		Samson Muhoho	Chairman, BOM	3
		James Mungai Karanja	Vice Chairman, BOM	3
		James Maina	Secretary, BOM/Principal	3
		Pauline Ngunyo	Member	3
		George Mwangi Mbugua	P.A. Chairman	3
2)	<b>Academic Committee</b>			
		Francis Ngugi Nganga	Academic D/Principal	1
		Margaret Karanja	Member	1
		Gathu Njoroge	Member	1
		George Mwangi Mbugua	PA Chairman	1
		James Maina	Principal	1
		John Guchu	Member	1
3)	<b>Finance, procurement and general purposes.</b>			
		<b>Samson Muhoho</b>	BOM Chairman	1
		George Mbugua	PA Chairman	1
		James Maina	Principal	1

*ST JOHN SCHOOL, KANUNGA*  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**

		Francis Ngugi Nganga	Deputy Principal	1
1		Roselyne Litaba	SCDE	1
		Margaret Njenga	Member	1
		Gathu Njoroge	Member	1
4)	<b>Discipline and welfare Committee</b>			
		Esther Wangari	Member	1
		Pauline Ngonyo	Member	1
		Peterson Mwangi	Member	1
		Margaret Karanja	Member	1
		Thomas Gitau Wagura	Deputy Principal-Admin	1
		James Maina	Principal	1
5)	<b>Audit Committee</b>			
		Pauline Ngonyo	Member	1
		John Guchu	Member	1
		George Kibunja	Member	1
6)	<b>Adhoc Committee (if any during the year)</b>			

**(d) School operation Management**

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

Ref:	Designation	Name	TSC Number
1	Principal	James Maina Ephraim	310926
2	Deputy Principal	Thomas Wagura	256143
3	Deputy Principal	Francis Ng'ang'a	333492
4	School Bursar	Samwel Nduati Mwangi	n/a

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

**(e) Schools contacts**

Post Office Box:	331-00900	
Telephone:		0202049897
E-mail:		kanunga.high@yahoo.com
Website:		<a href="https://stjohnkanunga.sc.ke">https://stjohnkanunga.sc.ke</a>
Facebook:		n/a
Twitter:		n/a

**(f) School Bankers**

The school operated the following bank accounts in the following banks;-

- |    |                 |               |
|----|-----------------|---------------|
| 1. | Name of Bank:   | Equity bank   |
|    | Branch:         | Kiambu        |
|    | Account Number: | 0640299892491 |
|    | (Main A/C)      |               |
  
- |   |                      |                    |
|---|----------------------|--------------------|
| 2 | <b>Name of Bank:</b> | <b>Equity bank</b> |
|   | Branch:              | Kiambu             |
|   | Account Number:      | 0640299892533      |
|   | (Tuition A/C)        |                    |
  
- |   |                      |                    |
|---|----------------------|--------------------|
| 3 | <b>Name of Bank:</b> | <b>Equity bank</b> |
|   | Branch:              | Kiambu             |
|   | Account Number:      | 0640299892509      |
|   | (Operation A/C)      |                    |
  
- |   |                 |               |
|---|-----------------|---------------|
| 4 | Name of Bank:   | Equity Bank   |
|   | Branch:         | Kiambu        |
|   | Account Number: | 0640199892557 |
|   | (Savings A/C)   |               |
  
- |   |   |  |
|---|---|--|
| 4 | MPESA Pay Bill No. 319450 attached to Equity bank (Main) account. |  |
|---|---|--|

*ST JOHN SCHOOL, KANUNGA*  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**

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**(g) Independent Auditors**

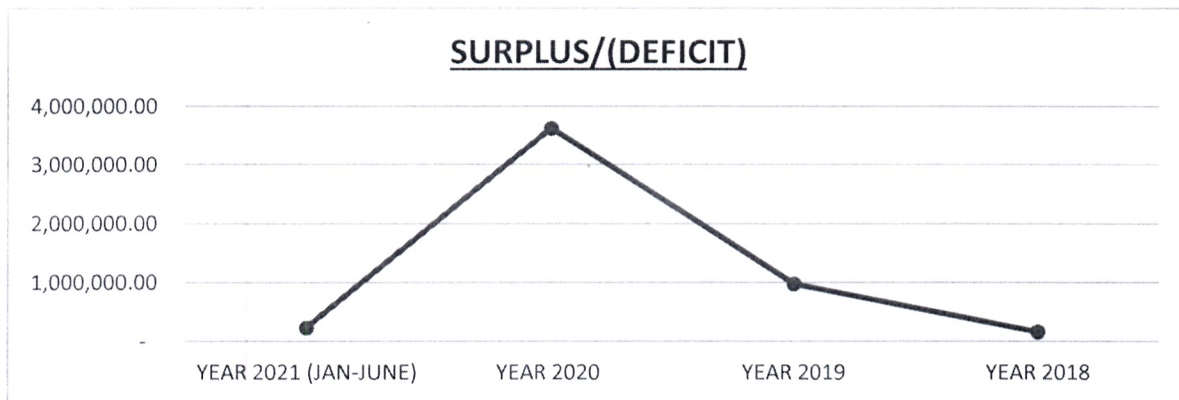
Office of the Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
Nairobi, Kenya

**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:

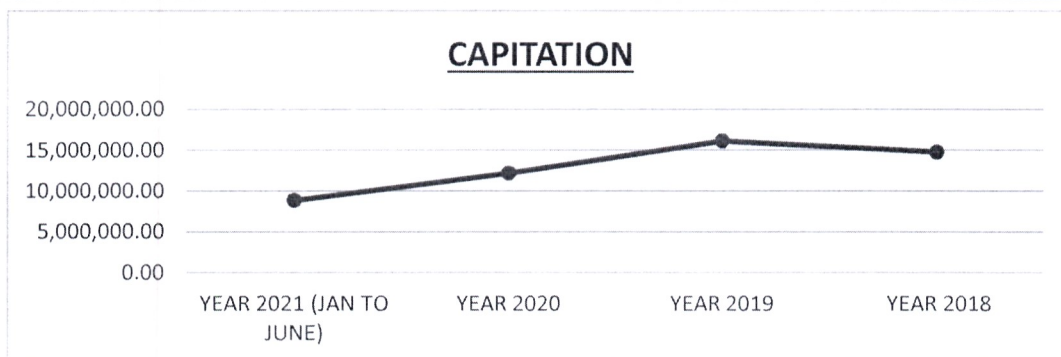
**a) Financial performance:**

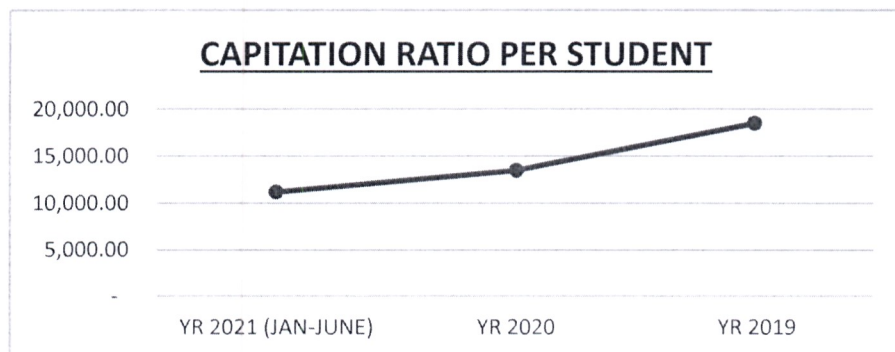
<b>SURPLUS/(DEFICIT)</b>				
<b>ITEM</b>	<b>YEAR 2021 (JAN-JUNE)</b>	<b>YEAR 2020</b>	<b>YEAR 2019</b>	<b>YEAR 2018</b>
<b>SURPLAS/(DEFICIT)</b>	235,330.94	3,627,836.69	980,133.00	165,959.21



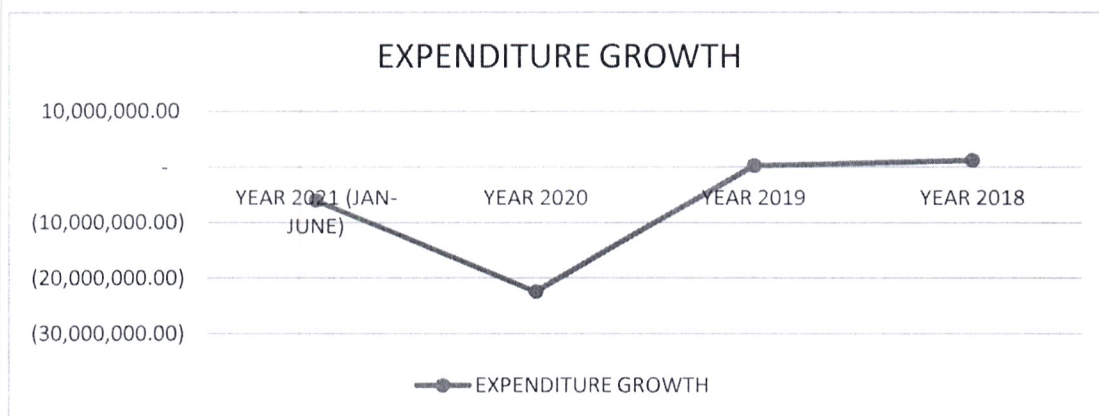
**CAPITATIONS**

	<b>YEAR 2021 (JAN TO JUNE)</b>	<b>YEAR 2020</b>	<b>YEAR 2019</b>	<b>YEAR 2018</b>
<b>CAPITATION</b>	8,885,979.25	12,235,965.00	16,178,299.35	14,832,811.93



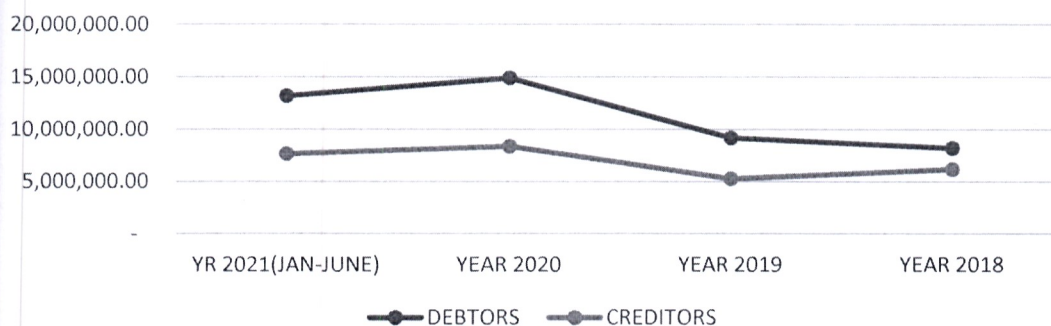


<b>GROWTH IN EXPENDITURE</b>				
	YEAR 2021 (JAN-JUNE)	YEAR 2020	YEAR 2019	YEAR 2018
EXPENDITURE	38,985,557.35	44,919,418.81	67,304,435.35	66,972,825.72
EXPENDITURE GROWTH	(5,933,861.46)	(22,385,016.54)	331,609.63	1,294,686.72
%GE GROWTH	-13%	-33%	0%	



<b>MOVEMENT OF CREDITORS &amp; DEBTORS</b>				
	YR 2021(JAN-JUNE)	YEAR 2020	YEAR 2019	YEAR 2018
DEBTORS	13,218,920.00	14,923,642.00	9,181,505.00	8,214,481.00
CREDITORS	7,640,435.00	8,358,404.00	5,274,710.60	6,183,225.00

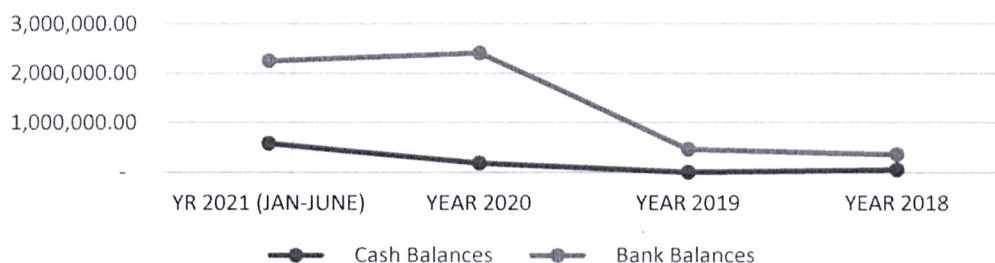
**MOVEMENT OF DEBTORS AND CREDITORS**



**MOVEMENT OF CASH & BANK BALANCES**

	YR 2021 (JAN-JUNE)	YEAR 2020	YEAR 2019	YEAR 2018
Cash Balances	585,790.55	191,607.55	7,256.65	57,863.65
Bank Balances	2,256,983.55	2,415,834.85	468,947.31	366,883.71

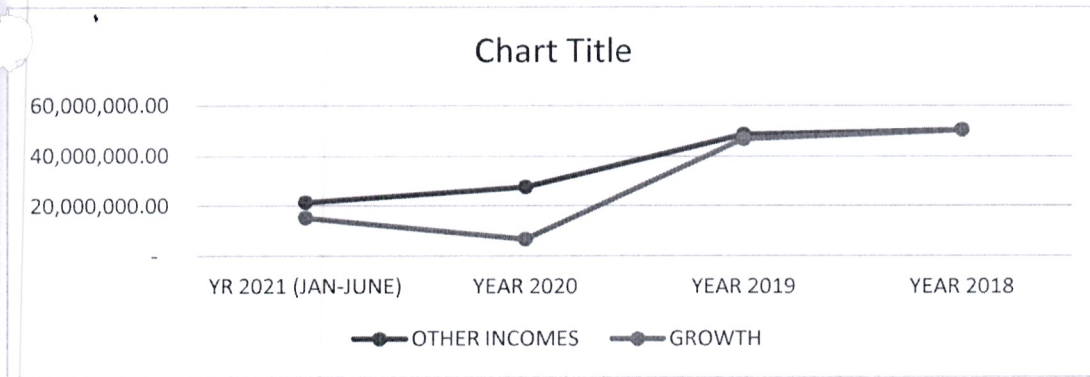
**CASH & BANK BALANCES**



**THREE YEAR OVER-VIEW OF GROWTH OF OTHER INCOMES**

	YR 2021 (JAN-JUNE)	YEAR 2020	YEAR 2019	YEAR 2018
OTHER INCOMES	21,546,066.78	27,719,235.00	48,632,845.00	50,430,090.00
GROWTH	-6,173,168.22	(20,913,610.00)	(1,797,245.00)	

**ST JOHN SCHOOL, KANUNGA**  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**



**b) Teacher Student ratio:**

**TEACHER STUDENT/RATIO BY 30 JUNE 2021**

BY DATE	POPULATION		TEACHER STUDENT RATIO
	STUDENTS	TEACHERS	
30.6.2021	1,041	42	1 to 24.7

**c) KCSE RESULTS**

YEAR	CANDIDATE ENTRIES	MEAN SCORE	DEVIATION FROM PREVIOUS YEAR	TARGET	TRANSITION TO HIGHER EDUCATION
2018	188	6.76	0.964	7.5	128
2019	179	6.402	-0.274	7.5	112
2020	184	6.929	0.527	7.5	167

**NUMBER OF CANDIDATES**

YEAR	CANDIDATE ENTRIES
2019	179
2020	184
2021	223

*ST JOHN SCHOOL, KANUNGA*  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**

<b>TEACHERS POSTED TO/RECRUITED JANUARY TO JUNE 2021</b>	
Teachers recruited by BOM	6
Teachers posted by TSC to the school	9
Intern	1
<b>Total</b>	<b>16</b>

<b>TEACHERS WHO TRANSFERRED JANUARY TO JUNE 2021</b>	
TSC teachers	4
BOM teachers	3
Intern	1
<b>Total</b>	<b>8</b>

*TEACHERS IN THE SCHOOL*

*46 Teachers were in the school.*

*4 Teachers left the school.*

*9 Teachers were posted to the school..*

Capacity of the school

<b>CAPACITY OF THE SCHOOL (POPULATION 1050)</b>	
<b>FACILITY</b>	<b>CAPACITY</b>
Dormitories	1010
Dining Hall	800
Laboratories	65 x 3 shifts =195
Classes	22
Toilets (Tuition Area)	40
Toilets (Boarding area)	32
Library	150

*ST JOHN SCHOOL, KANUNGA*  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**

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**c) Development projects carried out by the school:**

<b>ITEM</b>	<b>PROJECT STATUS</b>	<b>Initial cost</b>	<b>Amt Spent JAN-JUNE 2021</b>	<b>FUNDING</b>
Clear Consolidated financing for bus KCE (2016-2021)	Complete	948,000.00	948,000.00	Parents
Complete ground floor for Dormitory project	Complete	2,486,453.00	2,486,453.00	Parents
and construct 1st Floor with adjacent ablution	Ongoing	5,313,547.00	5,023,694.45	Parents



*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.

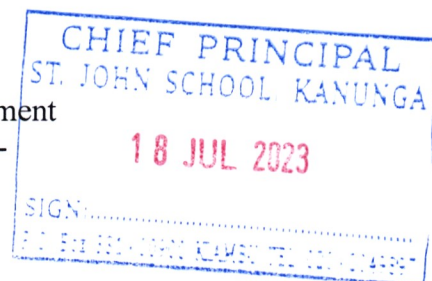
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *St. John School, Kanunga* 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, 2021, and of the school's financial position as at that date.

**Name:** Samson Muhoho  
**Designation:** Chairman, School Board of Management  
**Sign:** \_\_\_\_\_  
**Date:** 15-07-23

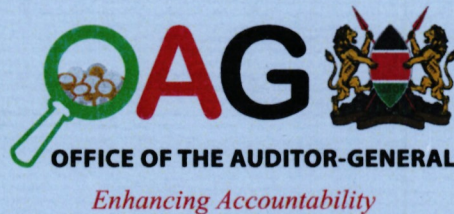
**Name:** James Maina Ephraim  
**Designation:** School Principal & Secretary to Board of Management  
**Sign:** \_\_\_\_\_  
**Date:** 18/7/2023



**Name:** Samwel Nduati Mwangi  
**Designation:** Bursar  
**Sign:** \_\_\_\_\_  
**Date:** 18/07/2023

# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
E-mail: 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 ST JOHN SCHOOL, KANUNGA FOR THE YEAR ENDED 30 JUNE, 2021 – KIAMBU COUNTY**

---

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

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

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

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

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Qualified Opinion**

I have audited the accompanying financial statements of St John School, Kanunga – Kiambu County set out on pages 15 to 42, which comprise of the statement of financial assets and liabilities as at 30 June, 2021, and the statement of receipts and payments,

statement of cash flows and statement of budgeted verses 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 matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the St John School, Kanunga – Kiambu County as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act, 2012 and the basic Education Act, 2013.

## **Basis for Qualified Opinion**

### **1.0 Misclassification of Cash and Cash Equivalents Balance**

The statement of financial assets and liabilities reflects cash and cash equivalents balance of Kshs.2,842,774. This is made up of bank balances of Kshs.2,256,984 and cash in hand of Kshs.585,790 respectively. However, review of documents provided for audit, revealed that an amount of Kshs.500,000 relating to unrepresented cheques was misclassified as cash in hand.

In the circumstances, the completeness and accuracy of cash and cash equivalent balance could not be confirmed.

### **2.0 Accounts Payables Balance**

The statement of financial assets and liabilities reflects accounts payable of Kshs.1,375,532 as disclosed in Note 12 to the financial statements. However, supporting documents reflect a balance of Kshs.9,022,734 resulting in unreconciled variance of Kshs.7,647,202. Further, accounts payable balance include creditors under caution money of Kshs.511,933 and pocket money of Kshs.37,275 whose analysis were not provided for audit.

In addition, Annex 1 to the financial statements reflects analysis of pending accounts payable balance representing suppliers of goods and services of Kshs.7,640,435. However, the casted amount between contract amount and amount paid to date is Kshs.22,459,762. The resultant variance of Kshs.14,819,327 has not been reconciled.

In the circumstances, the accuracy and completeness of the account payables balance could not be confirmed.

### **3.0 Inaccuracy in Accounts Receivables Balance**

The statement of financial assets and liabilities reflects accounts receivables balance of Kshs.343,006 as disclosed in Note 11 to the financial statements. However, supporting records provided for audit revealed a balance of Kshs.13,561,926 resulting in unreconciled variance of Kshs.13,218,920.

In the circumstances, the completeness and accuracy of account receivables balance could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St John School, Kanunga 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.

#### **Key Audit Matters**

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

#### **Other Matter**

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

The statement of budgeted versus actual amounts reflects budgeted receipts of Kshs.36,999,639 and actual receipts of Kshs.39,220,888 resulting to overfunding of Kshs.2,221,249 or 6% of the budget. Similarly, the School expended Kshs.38,985,557 against an approved budget of Kshs.36,999,639 resulting in an overutilization of Kshs.1,985,918 or 5% of the budget.

The overfunding is an indication of poor projection in budgeting processes.

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

#### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters 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**

### **1.0 Non-Compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements**

The Public Sector Accounting Standards Board (PSASB) Guidelines on Implementation of International Public Sector Accounting Standards (IPSAS) by Secondary Schools in Kenya of 20 August, 2021 requires the first financial statements after adoption of IPSAS to be presented for eighteen (18) months from 1 January, 2020 to 30 June, 2021 with comparatives being for twelve (12) months from 1 January, 2019 to 30 December, 2019. Further, a disclosure note ought to have been included in the financial statements that the reason for preparing for longer period is due to the adoption of IPSAS for school and the change from calendar year to government fiscal year. In addition, a disclosure note should be made in the financial statements that the comparative information may not be comparable due to the longer period covered by the current financial period. The following anomalies were noted in the financial statements presented for audit;

- i. The annual report and financial statements cover only one year for financial year 2020-2021 with comparative balances for financial year 2019-2020. Therefore, the financial statements have not been prepared for eighteen-months (18) as prescribed the Public Sector Accounting Standards Board (PSASB).
- ii. No disclosure was made on the change in the preparation of financial statements from calendar year to government fiscal year or on the lack of comparability due to longer period covered by the current financial period.
- iii. Expected completion time for the projects disclosed under development projects carried out by the school has not been indicated; and
- iv. Biological assets disclosed in the financial statements do not contain market value/cost

In the circumstances, Management was in breach of the Public Sector Accounting Standards Board guidelines.

### **2.0 Lack of Approved Procurement Plan**

Review of the annual procurement plan provided for audit review revealed that there was no evidence of approval of the procurement plan by the Board of Management. This is contrary to Section 53(2) and (5) of the Public Procurement and Asset Disposal Act, 2015 which requires entities to have in place procurement and asset disposal plans that are

based on indicative or approved budgets which shall be integrated with the applicable budget process.

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

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 3000 and 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### Conclusion

As required by Section 7(1) (a) of the Public Audit Act, 2015, and 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

#### 1.0 Lack of Inventory and Stock Taking Report

Note 4 to the financial statements, under other important disclosure Notes reflects stock balance at the end of the year as Kshs.2,499,272. However, the management did not provide stock take report as at 30 June, 2021 contrary to Section162(2) of the Public Procurement and Asset Disposal Act, 2015 which requires the Head of Procurement Function to arrange for occasional visits of inspection to the stores, at least quarterly in each calendar year, and conduct quarterly and annual inventory and stock-taking in order to ensure compliance with all respective governing laws and submit the report to the Accounting Officer.

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

#### 2.0 Incomplete Fixed Asset Register

Review of the annual report and financial statements for the period under review revealed that the school fixed asset register was incomplete. The attached appendices were not comprehensive, and the assets listed had no corresponding value. This is contrary to Section 143(1) of Public Finance Management (National Government) Regulations, 2015 prescribes 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.

Further, Annex 2 to the financial statements, reflects four parcels of land identified as land 1,2,3 and 4 respectively. However, land 1 was a donation from the Catholic Church in 1960 but whose title deed was not availed for audit.

In the circumstances, the effectiveness of internal controls over management of assets could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 2315 and 2330. The standard requires 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 (Accrual Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall Governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to the 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, and ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

## **Auditor-General's Responsibilities for The Audit**

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal 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 the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

  
**CPA Nancy Gathungu, CBS**  
**AUDITOR-GENERAL**

**Nairobi**


**09 October, 2023**


ST JOHN SCHOOL, KANUNGA  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**


**IV. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 JUNE 2021**

DESCRIPTION OF VOTE HEAD	Note	2020 - 2021	2019 - 2020
			Kshs
<b>RECEIPTS</b>			
Capitation grants for tuition	1	1,222,068.25	1,596,340.00
Capitation grants for operations	2	7,663,911.00	10,294,825.00
School Fund Income- Parents' Contributions	3	8,788,842.26	10,260,860.50
School Fund Income- Other receipts	4	21,546,066.78	26,395,230.00
Proceeds from borrowings			
<b>TOTAL RECEIPTS</b>		<b>39,220,888.29</b>	<b>48,547,255.50</b>
<b>PAYMENTS</b>			
Payments for Tuition	5	736,205.00	2,140,315.20
Payments for operations	6	8,063,641.00	11,157,581.20
Boarding and school fund payments	7	30,185,711.35	31,621,522.41
<b>TOTAL PAYMENTS</b>		<b>38,985,557.35</b>	<b>44,919,418.81</b>
<b>SURPLUS/DEFICIT</b>		<b>235,330.94</b>	<b>3,627,836.69</b>

The school financial statements were approved on 18/07 2023 and signed by:

Sign:   
 Name: James M. Muthitu  
 Chair BOM  
 Date: 18-07-23

Sign:   
 Name: James Muthitu  
 School Principal/  
 Secretary to BOM  
 Date: 18/7/23

Sign:   
 Name: S. M. Wangi  
 Bursar/  
 Finance Officer  
 Date: 18/07/2023

CHIEF PRINCIPAL  
 ST. JOHN SCHOOL, KANUNGA  
 15 8 JUL 2023  
 SIGN:.....  
 P.O. Box 301-10940 KIAMBU TEL: 020-304997

ST JOHN SCHOOL, KANUNGA  
 Annual Report and Financial Statements  
 For the year ended 30 June 2021

VI) STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30  
 JUNE 2021

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	8	2,256,983.55	2,138,756.55
Cash Balances	9	585,790.55	191,607.75
Short term Investment	10	-	277,078.30
<b>Total Cash and Cash Equivalents</b>		<b>2,842,774.10</b>	<b>2,607,442.60</b>
Account's receivables	11	343,006.00	700,000.00
<b>TOTAL FINANCIAL ASSETS</b>		<b>3,185,780.10</b>	<b>3,307,442.60</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable	12	1,375,532.00	1,732,525.00
<b>NET FINANCIAL SSETS</b>		<b>1,810,248.10</b>	<b>1,574,917.60</b>
<b>REPRESENTED BY</b>		<b><u>1,810,248.10</u></b>	<b><u>1,574,917.60</u></b>
Fund balance b/fwd 1st July	13	1,574,917.60	1,574,917.60
Surplus/Defict for the year		235,330.94	
<b>NET FINANCIAL POSITION</b>		<b>1,810,248.54</b>	<b>1,574,917.60</b>

ST JOHN SCHOOL, KANUNGA  
Annual Report and Financial Statements  
For the year ended 30 June 2021

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The School's financial statements were approved on 17/07 2023 and signed by:

Name: Samson Muhoho  
Chairman, BOM

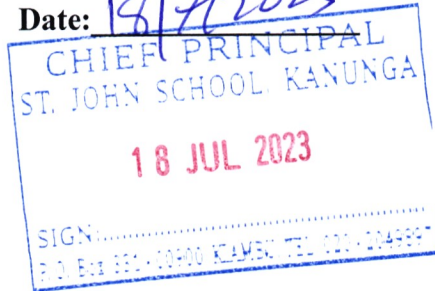
Sign: [Signature]

Date: 18-07-23

Name: James Maina  
Ephraim  
Principal/Secretary to BOM

Sign: [Signature]

Date: 18/7/2023



Samwel N Mwangi  
Bursar

Sign: [Signature]

Date: 17/07/2023

ST JOHN SCHOOL, KANUNGA  
**Annual Report and Financial Statements**  
**For the year ended 30 June 2021**

**V. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2021**

		<b>2020 - 2021</b>	<b>2019 - 2020</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>Receipts from operating activities</b>			
Capitation grants for tuition	1	1,222,068.25	1,596,340.00
Capitation grants for operations	2	7,663,911.00	10,294,825.00
School fund income- Parents contributions/ fees	3	8,788,842.26	10,260,860.50
School fund income- other receipts	4	21,546,066.78	26,395,230.00
<b>Total receipts</b>		<b>39,220,888.29</b>	<b>48,547,255.50</b>
<b>Payments</b>			
Payments for Tuition	5	736,205.00	2,140,315.20
Payments for operations	6	8,063,641.00	11,157,581.20
Boarding and school fund payments	7	30,185,711.35	31,621,522.41
<b>Total payments</b>		<b>38,985,557.35</b>	<b>44,919,418.81</b>
<b>Net cash flow from operating activities</b>		<b>235,330.94</b>	<b>3,627,836.69</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets			-
Acquisition of Assets		-	-
Proceeds from investments			-
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>NET CASHFLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash flows from Financing Activities</b>			
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>235,330.94</b>	
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>2,607,442.60</b>	
<b>Cash and cash equivalent at END of the year</b>		<b>2,842,773.54</b>	<b>2,607,442.60</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.*



**ST JOHN SCHOOL, KANUNGA**  
**Reports and Financial Statements**  
**For the year ended 30 June 2021**

**VI. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2021**

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 %
<b>RECEIPTS</b>						
<b>(1) CAPITATION GRANT ON TUITION</b>						
Text books						
Exercise books		-	-		-	
Laboratory equipments and apparatus						
Teaching/learning materials	1,177,405.00		1,177,405.00	1,222,068.25	(44,663)	103.8%
chalks						
Internal exams						
Reference books						
<b>SUB-TOTAL FOR TUITION ACCOUNT RECEIPTS</b>	<b>1,177,405.00</b>	<b>-</b>	<b>1,177,405.00</b>	<b>1,222,068.25</b>	<b>(44,663.25)</b>	
<b>(2) CAPITATION GRANT ON OPERATIONS</b>						
Personnel emoluments			3,651,484.00			81.4%

## Annual Report and Financial Statements

For the year ended 30 June 2021

	3,651,484.00			2,972,042.00	679,442	-
Repairs and maintenance	3,150,000.00		3,150,000.00	3,754,500.00	(604,500)	119.2%
Local transport / travelling	406,672.00		406,672.00	49,155.00	357,517	12.1%
Electricity and water	406,672.00		406,672.00	549,155.00	(142,483)	135.0%
Medical	338,944.80		338,944.80	-	338,945	0.0%
Administration costs	460,003.00		460,003.00	339,059.00	120,944	73.7%
Activity Fund	58,696.00		58,696.00	-	58,696	0.0%
				-	-	
<b>SUBTOTAL FOR OPERATION ACCOUNT RECEIPT</b>	<b>8,472,471.80</b>	<b>-</b>	<b>8,472,471.80</b>	<b>7,663,911.00</b>	<b>808,560.80</b>	
					-	
<b>(3) FEES CHARGED ON PARENTS</b>					-	
Personnel emoluments	4,379,100.00		4,379,100.00	3,964,274.26	414,826	90.5%
Repairs and maintenance	443,920.00		443,920.00	339,926.00	103,994	76.6%
Local transport / travelling	289,264.00		289,264.00	849,272.00	(560,008)	293.6%
Electricity and water	201,912.00		201,912.00	638,315.00	(436,403)	316.1%
Medical	479,324.00		479,324.00	539,375.00	(60,051)	112.5%
Administration costs	157,520.00		157,520.00	1,408,746.00	(1,251,226)	894.3%

## Annual Report and Financial Statements

For the year ended 30 June 2021

Activity	1,150,132.00		1,150,132.00	1,048,934.00	101,198	91.2%
SMASSE					-	#DIV/0!
<b>SUBTOTAL FOR FEES CHARGED ON PARENTS</b>	<b>7,101,172.00</b>	<b>-</b>	<b>7,101,172.00</b>	<b>8,788,842.26</b>	<b>(1,687,670.26)</b>	
<b>OTHER INCOME</b>						
Fee on Boarding Equipment and Stores	10,193,736.00		10,193,736.00	11,159,571.78	(965,836)	109.5%
<b>PA-SES</b>						
<i>Canteen</i>	2,000,000.00		2,000,000.00	1,919,065.00	80,935	96.0%
<i>Uniform</i>	1,800,000.00		1,800,000.00	1,847,430.00	(47,430)	102.6%
<i>Damages</i>	70,000.00		70,000.00	71,266.00	(1,266)	101.8%
<b>Fee on Boarding Equipment and Stores</b>						
<i>House rent</i>	326,230.00		326,230.00	326,230.00	-	100.0%
<i>School farm</i>	102,220.00		102,220.00	102,220.00	-	100.0%
<b>PA-SES</b>	<b>1,375,204.00</b>		<b>1,375,204.00</b>	<b>1,566,916.00</b>	<b>(191,712)</b>	<b>113.9%</b>



## Annual Report and Financial Statements

For the year ended 30 June 2021

<b>PAYMENTS FOR OPERATIONS</b>										
Personal Emoluments	3,651,484.00	-	3,651,484.00	-	2,956,828.00	-	694,656			81%
Service Gratuity										
Administration Cost	460,003.00	-	460,003.00	-	7,210.00		(452,793)			2%
Repairs and maintenance & improvements	3,150,000.00	-	3,150,000.00	-	4,142,695.00		992,695			132%
Local transport / travelling	406,672.00	-	406,672.00	-	100.00		(406,572)			0%
Electricity and water	406,672.00	-	406,672.00	-	766,808.00		360,136			189%
Medical	338,944.80	-	-	-	-		-			#DIV/0!
Activity Expenses	58,696.00	-	58,696.00	-	190,000.00		131,304			324%
SMASSE	-	-	-	-	-					
Insurance Cost	-	-	-	-	-					
Bank Charges										
Acquisition of Assets										
	<b>8,472,471.80</b>	<b>-</b>	<b>8,133,527.00</b>	<b>-</b>	<b>8,063,641.00</b>		<b>1,319,426.00</b>			<b>99%</b>
<b>BOARDING AND SCHOOL FUND PAYMENTS</b>										
BES	10,193,736.00	-	10,193,736.00	-	8,840,032.00		1,353,704.00			87%
RMI	443,920.00		443,920.00		4,424,081.50		(3,980,161.50)			997%
EWC	201,912.00		201,912.00		723,237.00		(521,325.00)			358%

## Annual Report and Financial Statements

For the year ended 30 June 2021

LT&T	289,264.00		289,264.00	1,050,695.00	(761,431.00)	363%
ACTIVITY	1,150,132.00		1,150,132.00	371,629.00	778,503.00	32%
ADMIN COSTS	157,520.00		157,520.00	629,898.40	(472,378.40)	400%
Personal emolument	4,379,100.00	-	4,379,100.00	3,128,270.00	1,250,830.00	71%
Medical	479,324.00		479,324.00	184,335.00	294,989.00	38%
Canteen	2,000,000.00	-	2,000,000.00	1,446,386.00		
House rent	326,230.00	-	326,230.00	106,880.00		
School farm	102,220.00	-	102,220.00	169,860.00	(67,640)	60%
PA SES	1,375,204.00	-	1,375,204.00	1,413,920.00	(38,716)	103%
Bank charges	-		-			
Expenses on Income Generating Activities	-		-			
Fee on Boarding Equipment and Stores						
Uniform	1,800,000.00		1,800,000.00	186,340.00		
PA DEV FUND	4,381,200.00		4,381,200.00	7,510,147.45	(3,128,947)	171%
Loan Principal repayment	-		-			
Loan Interest repayment	-		-			
Damages	70,000.00		70,000.00		70,000	

**ST JOHN SCHOOL, KANUNGA**

**Annual Report and Financial Statements**

**For the year ended 30 June 2021**

<b>SUB-TOTAL FOR PAYMENTS OF BOARDING AND SCHOOL FUND ACCOUNT</b>	<b>27,349,762.00</b>	<b>-</b>	<b>27,349,762.00</b>	<b>30,185,711.35</b>	<b>(5,222,573.35)</b>	<b>110%</b>
<b>TOTAL PAYMENTS</b>	<b>36,999,638.80</b>	<b>-</b>	<b>36,660,694.00</b>	<b>38,985,557.35</b>	<b>(4,639,352.35)</b>	<b>106.3%</b>

## **VII. 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 2021.

ST JOHN SCHOOL, KANUNGA  
**Annual Report and Financial Statements**  
For the year ended 30 June 2021

**VIII. NOTES TO THE FINANCIAL STATEMENTS**

<b>1 CAPITATION GRANT FOR TUITION</b>			
			-
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
Text books			
Exercise books		0.00	
Laboratory equipments and apparatus		0.00	
Teaching/learning materials		1,222,068.25	1,596,340.00
chalks		0.00	
Internal exams		0.00	
Reference books			
<b>Total</b>		<b>1,222,068.25</b>	<b>1,596,340.00</b>
<b>2 CAPITATION GRANT FOR OPERATIONS</b>			
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
Personnel emoluments		2,972,042.00	3,943,400.00
Repairs and maintenance		3,754,500.00	3,918,000.00
Local transport / travelling		49,155.00	723,240.00
Electricity and water		549,155.00	796,560.00
Medical			172,400.00
Administration costs		339,059.00	741,225.00
Insurance			-
Activity		0.00	344,800.00
<b>Total</b>		<b>7,663,911.00</b>	<b>10,294,825.00</b>
<b>3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT</b>			
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
Personnel emoluments		3,964,274.26	3,977,571.00
Repairs and maintenance		339,926.00	1,586,549.00
Local transport / travelling		849,272.00	741,530.00
Electricity and water		638,315.00	1,416,595.00
Medical		539,375.00	469,372.00

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	Administration costs	1,408,746.00	1,063,462.50
	Activity	1,048,934.00	1,005,781.00
	<b>Total</b>	<b>8,788,842.26</b>	<b>10,260,860.50</b>
<b>4</b>	<b>OTHER RECEIPTS – SCHOOL FUND ACCOUNT</b>		
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	<b>Fee on Boarding Equipment and Stores</b>	11,159,571.78	12,663,410.00
	<b>Canteen</b>	1,919,065.00	160,693.00
	<b>House rent</b>	326,230.00	228,800.00
	<b>School farm</b>	102,220.00	663,898.00
	<b>PA-SES</b>	1,566,916.00	537,717.00
	<b>Losses/Damages</b>	71,266.00	118,637.00
	<b>Interest income</b>	0.00	-
	<b>PA-DEV FUND</b>	4,553,368.00	5,859,261.00
	<b>Uniform</b>	1,847,430.00	6,162,814.00
		0.00	-
	<b>Total</b>	<b>21,546,066.78</b>	<b>26,395,230.00</b>
<b>5</b>	<b>PAYMENTS FOR TUITION</b>		
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Text books		-
	Exercise books	0.00	-
	Laboratory equipments and apparatus	0.00	-
	Teaching/learning materials	0.00	2,140,315.20
	chalks		-
	Internal exams		-
	Reference books		-
	Bank charges	480.00	-
	SES	735,725.00	-
			-
	<b>Total</b>	<b>736,205.00</b>	<b>2,140,315.20</b>
<b>6</b>	<b>PAYMENTS FOR OPERATIONS</b>		
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Personal Emoluments	2,956,828.00	3,943,400.00

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	Service Gratuity		-
	Administration Cost	7,210.00	880,267.00
	Repairs and maintenance & improvements	4,142,695.00	3,448,452.70
	Local transport / travelling	100.00	723,200.00
	Electricity and water	766,808.00	953,328.50
	Medical		523,833.00
	Activity Expenses	190,000.00	685,100.00
	SMASSE	0.00	-
	Insurance Cost	0.00	-
	Bank Charges	0.00	-
	Acquisition of Assets	0.00	-
	<b>TOTAL</b>	<b>8,063,641.00</b>	<b>11,157,581.20</b>
<b>7</b>	<b>BOARDING AND SCHOOL FUND PAYMENTS</b>		
		<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	BES	8,840,032.00	9,798,332.00
	RMI	4,424,081.50	2,557,261.50
	EWC	723,237.00	791,488.00
	LT@T	1,050,695.00	490,278.00
	ACTIVITY	371,629.00	751,240.00
	ADMIN COSTS	629,898.40	855,829.91
	Personal emolument	3,128,270.00	2,851,428.00
	Medical	184,335.00	297,924.00
	Canteen	1,446,386.00	61,000.00
	House rent	106,880.00	264,610.00

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	School farm	169,860.00	296,171.00
	PA SES	1,413,920.00	507,263.00
	Bank charges		-
	Expenses on Income Generating Activities		-
	Fee on Boarding Equipment and Stores	0.00	-
	Uniform	186,340.00	6,409,642.00
	PA DEV FUND	7,510,147.45	5,689,055.00
	Loan Principal repayment	0.00	-
	Loan Interest repayment	0.00	-
	Acquisition of Assets	0.00	-
	<b>TOTAL</b>	<b>30,185,711.35</b>	<b>31,621,522.41</b>
			-
	<i>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.</i>		-
<b>8</b>	<b>BANK ACCOUNTS</b>		
	<b>Name of Bank, Account No. &amp; currency</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Tuition Account	592,925.20	507,061.95
	Operations Account	496,701.03	892,369.48
	School Fund Account/Boarding	749,384.02	518,360.12
	Savings Account	417,973.30	277,078.30
	Income generating activities Account	0.00	-
	Infrastructural Account	0.00	-
	Gratuity Account		220,965.00
	Farm Account	0.00	-
	<b>Total</b>	<b>2,256,983.55</b>	<b>2,415,834.85</b>
<b>9</b>	<b>CASH IN HAND</b>		

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	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Tuition Account		
	Operation Account		
	School Fund account	585,790.55	191,607.55
	<b>Total</b>	<b>585,790.55</b>	<b>191,607.55</b>
<b>10</b>	<b>SHORT TERM INVESTMENTS</b>		
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Cooperative shares	-	-
	Treasury Bills	-	-
	Fixed deposit	-	-
	Equity stock	-	-
	Other investments		-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>11</b>	<b>ACCOUNTS RECEIVABLE</b>		
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Fees arrears		
	Other non-fees receivables		
	Salary advances	29,000.00	-
	Imprest	314,006.00	-
	<b>Total</b>	<b>343,006.00</b>	<b>-</b>
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Fees arrears for current year	1,665,545.00	6,187,928.00
	Fees arrears for the previous year		

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		2,817,661.00	859,869.00
	Fees arrears for prior periods (over two years)	8,735,714.00	7,875,845.00
	<b>Total</b>	<b>13,218,920.00</b>	<b>14,923,642.00</b>
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Non Fees arrears for current year		
	Non Fees arrears received during the year	700,000.00	
	Non Fees arrears for the previous year	700,000.00	
	Non Fees arrears for prior periods (over two years)		
	<b>Total</b>	-	-
<b>12</b>	<b>ACCOUNTS PAYABLE</b>		
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Trade creditors (See ageing below and appendix 1)		
	Prepaid fees	806,231.00	1,689,317.00
	Clubs and Societies	20,093.00	41,340.00
	Caution Money	511,933.00	511,933.00
	Gratuity		
	Pocket Money	37,275.00	96,641.00
	<b>Total</b>	<b>1,375,532.00</b>	<b>2,339,231.00</b>
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Trade creditors for current year	4,724,793.00	7,519,624.00
	Trade creditors for the previous year	2,893,492.00	838,780.00
	Trade creditors for prior periods (over two years)	22,150.00	-
	<b>Total</b>	<b>7,640,435.00</b>	<b>8,358,404.00</b>

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<b>13</b>	<b>FUND BALANCE BROUGHT FORWARD</b>		
	<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
		<b>Kshs</b>	<b>Kshs</b>
	Bank balances	2,256,983.55	2,415,834.85
	Cash balances	585,790.55	191,607.55
	Short Term Investments		
	Receivables	343,006.00	-
	Payables	1,375,532.00	2,339,231.00
	<b>Total</b>	<b>1,810,248.10</b>	<b>268,211.40</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.

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**1 Non-current Liabilities Summary**

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank loan(s)	xxx	xxx
Outstanding Leases	xxx	xxx
Hire purchase	xxx	xxx
Gratuity and leave provision	xxx	xxx
<b>Total</b>	<b>xxxx</b>	<b>xxx</b>

**2 Biological assets**

Description	Numbers	2022-2021	2019-2020
		Kshs	Kshs
Cattle	6	100,000.00	600,000.00
Goats		xxx	xxx
Trees	110	5000.00	550,000.00
Coffee or tea plantation		xxx	Xxx
Poultry		xxx	xxx
<b>Total</b>		<b>xxx</b>	<b>1,150,000.00</b>

**3 Borrowings**

Description	2020-2021	2019-2020
	KShs	KShs
<b>a) Borrowings</b>		
Borrowing at beginning of the year	xxx	xxx
Borrowings during the year	xxx	xxx
Repayments of during the year	(xxx)	(xxx)
<b>Balance at end of the year</b>	<b>xxx</b>	<b>xxx</b>

**Other important disclosure notes**

**4 Stock/ Inventory**

	2020-2021	2019-2020
	Ksh	Ksh
Stock/ inventory at beginning of the year	3,000,000.00	
Stock/ inventory purchased during the year	25,039,182.00	
Stock/ inventory issued during the year	25,539,910.00	
<b>Balance at end of the year</b>	<b>2,499,272.00</b>	3,000,000.00

**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.

<b>Ref No.</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>

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**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

<b>CREDITORS AS AT 30th JUNE 2021</b>						
<b>NO</b>	<b>Supplier</b>	<b>CONTRACT AMOUNT</b>	<b>Date Contracted</b>	<b>Amount Paid to-date</b>	<b>Outstanding Balance</b>	<b>Remarks</b>
<b>i)</b>	<b>Construction of Buildings</b>					
-	GILTECH FABRICATORS LIMITED	375,000.00	01-01-2021	Nil	375,000.00	Cabbage cutter
-	PEMP SERVICES	75,000.00	01-01-2021	Nil	75,000.00	
-	Peter Kamau	644,150.00	01-01-2021	415,190.00	40,650.00	
-	KAMINDI SELFRIDGES LTD	894,135.00	01-01-2021	425,310.00	27,930.00	Assorted items
-	Samar Energy	787,800.00	01-01-2021	460,000.00	327,800.00	Kitchen MIF works
-	KARABAI INVESTMENTS	2,235,800.00	01-01-2021	1,091,000.00	687,800.00	
-	RUIRU TIMBER	910,800.00	01-01-2021	381,760.00	119,890.00	
-	Three Rings General hardware	5,425,425.00	01-01-2021	3,194,890.00	290,435.00	
-	<b>Subtotal</b>				<b>1,944,505.00</b>	
<b>ii)</b>	<b>Supply of Goods</b>					
-	KESAJO DISTRIBUTORS	2,482,500.00	18-12-2020	1,140,000.00	886,900.00	Cereals
-	KUGERIA ENTERPRISES	2,354,160.00	01-01-2021	590,210.00	372,160.00	Beef
-	SAWAB PLUS ENTERPRISES	4,608,000.00	18-12-2020	2,140,300.00	273,200.00	Rice, Sugar, Cooking fat,
-	NJERICA GROCERIES	1,902,000.00	11-12-2020	658,899.00	257,963.00	Vegetables and fruits
-	GREENFIELD MILLERS	1,124,800.00	16-12-2020	365,000.00	175,200.00	2021 maize flour
-	GITHUNGURI DAIRY FARMERS LTD	1,891,890.00	18-12-2020	439,500.00	101,750.00	MILK
-	WEAVER BIRD GARMENTS	5,179,000.00	18-12-2020	793,530.00	1,004,690.00	Uniforms
-	PRIMEHOOD SUPPLIES	405,700.00	01/02/2020	230,800.00	174,900.00	Games Equipments
-	LANES ENTERPRISES	1,561,100.00	01-01-2019	517,000.00	1,044,100.00	2020 furniture
-	CINDY STATIONERS	2,169,895.00	01-01-2019	1,839,895.00	330,000.00	2020/21 stationaries

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-	GOLDEN PALM DISTRIBUTORS	602,200.00	01-01-2020	402,000.00	200,000.00	2020 cooking fat
-	PRIMEHOOD SUPPLIES	257,900.00	01-01-2020	-	257,900.00	Games Equipments
-	DIGITEK GRAPHICS & DESIGNS	289,100.00	01-01-2020	189,500.00	99,600.00	Catridges
-	BETCO COMMERCIAL SERVICES	111,558.00	01-01-2020	53,760.00	57,798.00	lab chemicals
-	MWANYOMA INVESTMENT	965,882.00	01-01-2020	322,959.00	51,534.00	Vegetables 2020
-	TUBA ENTERPRISES	671,890.00	01-01-2019	649,740.00	22,150.00	2019 lab chemicals
-	JAMAK OFFICE SUPPLIER	436,450.00	01-01-2021	-	131,550.00	
-	KANHA LAB SUPPLIES	398,870.00	01-01-2021	-	184,535.00	
-	<b>Subtotal</b>				<b>5,625,930.00</b>	
iii)	<b>Supply of Services</b>					
-	AYUS SOLUTIONS	70,000.00	01-01-2019	-	70,000.00	Bell system
-	<b>Subtotal</b>				<b>70,000.00</b>	
	<b>GRAND TOTAL</b>	<b>38,831,005.00</b>		<b>16,301,243.00</b>	<b>7,640,435.00</b>	

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**ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER**

<u>ASSET CLASS</u>	<u>DATE PURCHASED</u>	<u>Location</u>	<u>HISTORICAL COST</u>	<u>ADDITIONS IN THE YR</u>	<u>DISPOSAL IN THE YR</u>	<u>HISTORICAL COST</u>
land-1	Donation-around 1960	Boma Road				
Land 2	May 1995	Boma Road				
land 3	March 2002					
Land 4	March 2002					
Motor Vehicles						
KCE 839D	JAN 2016					
KAV 271 E	2005					
KAJ 792 S	1998					
Buildings and structures						
Admin Block						-
Lab Block						-
Library Block						-
Form 2 Block						-
Form 3 block						-
Form 4 Block						-
Old Main upper Block						-
Form 1 Block						-



