

REPUBLIC OF KENYA



Enhancing Accountability

REPORT
THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 04 JUN 2025

DAY:
Wednesday

TABLED
BY:

Hon. Naomi Wago, MP
Deputy Majority Whip

CLERK-AT
THE-TABLE:

Irene Nduku

OF THE AUDITOR-GENERAL

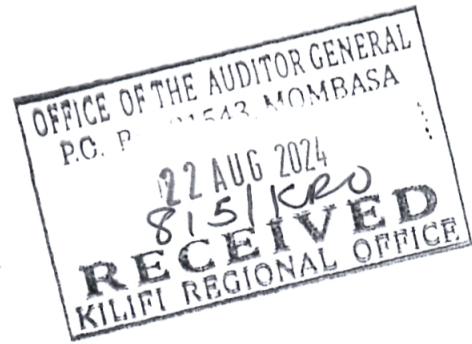
PARLIAMENT
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ON

ST. TERESA'S SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2023**

KILIFI COUNTY



ST. TERESA'S SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

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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 in Kilifi County, Chonyi Sub-County.

The school was re-registered in 08/2011 under registration number PU/S/3/5132/11 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day/boarding school and had 700 number of students as at 30th June 2023. It has 4 streams and 32 teachers of which 15 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr. Charles Kai	Chairman-Sponsor	23/08/2022
2	Ms. Josephine Ndivo	Secretary -Principal	23/08/2022
3	Mr. Mathias Chiro	Member-Special needs' Rep	23/08/2022
4	Md. Grace Tunje	Member - Sponsor	23/08/2022
5	Mr. Paul Jilani	Member - Sponsor	23/08/2022
6	Mr. Edwin Kiti	Member-Parents'Rep	23/08/2022
7	Mr. Albert Tsuma	Member-Parents'Rep	23/08/2022
8	Md. Christine Mwaka	Member - Rep CEB	23/08/2022
9	Mr. Badi Joga	Member- Teachers'Rep	23/08/2022
10	Mr. Mwanajuma Tsonje	Member-Parents'Rep	23/08/2022
11	Mr. Charles Chapa	Member – Community	23/08/2022
12	Mr. Mrima Tsuma	P.A Chairman	23/08/2022
13	Md. Agnes Lwembe	Parents'Rep	23/08/2022
14	Mr. Kennedy Tembo	C.E.B Representative	23/08/2022
15	Mr. Rongoma Shume	Member-Parents'Rep	23/08/2022
16	Mr. Josephat Mwamuye	Member-Parents'Rep	23/08/2022
17	Mr. Jeremiah Nyanje	Member Students'Rep	23/08/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

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	Executive committee	Mr. Mathias Chiro Md. Josephine Ndivo Mr. Karima Kalama Mr. Kennedy Tembo Mr. Laban Mupe Md. Grace Tunje	Chairman Secretary Member Member D/Principal Member	4 Meetings
2	Academic Committee	Mr. Mrima Tsuma Mr. Badi Joga Md. Agnes Lwembe Md. Christine Mwaka Mr. Charles Kai Mr. Josephat Mwamuye Md. Josephine Ndivo	Chairman Member Member Member Member Member Principal/Secretary	2 Meetings
3	School Infrastructure Committee	Mr. Charles Kai Mr. Mathias Chiro Mr. Laban Mupe Md. Josephine Ndivo Md. Rose Karisa	Chairman Member Secretary Member Member	4 Meetings
4	Finance, Procurement And General Purposes Committee	Mr. Mathias Chiro Md. Josephine Ndivo Mr. Karima Kalama Mr. Kennedy Tembo Md. Janet Gesare	Chairman Secretary Member Member Bursar	2 Meetings
5	Discipline and welfare Committee	Md. Mwanajuma Tsonje Mr. Edwin Kiti Mr. Albert Tsuma Mr. Charles Chapa Mr. Laban Mupe Mr. Badi Joga	Chairman Secretary	4 Meetings

(d) School operation Management

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

Ref	Designation	Name	Identification
1	Principal	Gabriel Ngao Mbaji	TSC No.356460
2	Deputy Principal	Badi Joga	TSC No.463332
3	School Bursar	Janet Gesare Ombogo	ID. 25900667

(e) Schools contacts

Post Office Box: 1223-80108
 Telephone: 0722829678
 E-mail: stresseco@gmail.com

(f) School Bankers

Bank	Branch	Account Name	Account Number
Kenya Bank	Commercial Kilifi	Tuition	1102273414
Kenya Bank	Commercial Kilifi	Operation	1102274607
Kenya Bank	Commercial Kilifi	Infrastructure	1272008584
Kenya Bank	Commercial Kilifi	Boarding/School fund	1106571509
Kenya Bank	Commercial Kilifi	Bus Account	1179551338
Kenya Bank	Commercial Kilifi	Savings Account	1105655083
Kenya Bank	Commercial Kilifi	C.D.F Account	1109503873

(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:

Description	note	2022/2023	2021/2022
Receipts		Kshs.	Kshs.
Government grants for tuition	1	1,712,810	2,472,474
Government grants for operation	2	4,892,710	7,298,731
Government grants for infrastructure	3	2,450,000	3,586,750
Boarding and School fund	4	16,149,921	24,710,256
Miscellaneous income	5	570,021	476,750
Total Receipts		25,775,463	38,544,961
Payments			
Government grants for tuition	6	1,533,984	2,690,348
Government grants for operation	7	5,044,754	7,435,324
Government grants for infrastructure	8	4,763,103	2,925,650
Boarding and School fund	9	20,319,330	19,400,154
Total Payments		31,657,446	32,451,476
Surplus/Deficit		(5,885,708)	6,093,484
Movement of Debtors	13	25,462,350	26,708,964
Movement of Creditors		9,959,377	6,618,913

b) Teacher Student ratio:

Teacher to students' ratio	1.20
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1		
2	Number of Teachers Recruited and post to the school within the year	0
3	Number of Teachers Transferred during the year	1
4	Number of Teachers retired during the year	0
5	Number of Teachers Employed by TSC	17
6	No.of teachers employed by BOM	15
7	Subjects Allocation	
	i. Maths	7
	ii. English	3
	iii. Kiswahili	2
	iv. Chemist	8
	v. Biology	5
	vi. Physics	1
	vii. Business Studies	1
	viii. Geography	3
	ix. C. R. E	2
	x. History	2
	xiii. Agriculture	2

c) Mean score in the 2022 KCSE:

Year	No. of candidates	Mean score	Index	Students who transitioned to higher learning institutions
2020	210	3.319	+0.406 5	72
2021	198	3.106	-0.219	66
2022	165	3.726	+0.62	86

d) Capacity of the School

Facilities	Capacity	Current Users	Remarks
Classrooms	17 Classrooms	621 Students	
Laboratories	2 Labs	70 Students per	New lab required
Dormitory	4 Dorms	35 Girls 35 Boys	
Girls Toilets	12 cubes	285 Girls	
Boys Toilets	12 cubes	336 Boys	
Basketball court	1 pitch		
Dining hall	2	621	
Gents' toilets	1 cube	29 Gents	1 cube required
Ladies' toilets	1 cube	16 Ladies	1 cube required
Lockers and chairs	630 Pairs	621 Students	Minor repairs required

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
6 No. of toilets	M and I	Completed		782,556	completed
1 No. of classroom/renovation on 4 no. of classroom	M and I	Completed		2,362,291	completed
				1,613,408	completed
Dining hall	M and I	Completed			


 PRINCIPAL
 ST. TERESA'S SEC. SCHOOL
 P.O. Box 1223-80108, ELIPI

School Principal

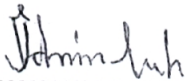
iii. Statement of School Management Responsibility

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 (PSASB) of Kenya from time to time.

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

The Board of Management of St. Teresa's Secondary School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

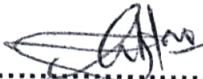
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2023, and of the school's financial position as at that date.



.....
Name: Charles Kai

Designation: Chairman, School Board of Management

Date: 21/08/24



.....
Name: Gabriel Njau

Designation: School Principal & Secretary to Board of Management

Date: 21/08/24



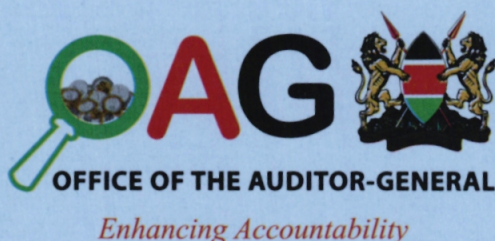
.....
Name: Janet Gesat

Designation: Bursar/ Finance Officer

Date: 21/08/24

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. TERESA'S SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - KILIFI COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for 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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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. Teresa's Secondary School – Kilifi County set out on pages 1 to 19, which comprise of the Statement of financial assets and financial liabilities as at 30 June, 2023 statement of receipts and payments, statement of cash flows, statement of budgeted versus actual amounts for the years 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, 2010 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 the St. Teresa's Secondary School as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Parents Contribution and Other Receipts

The statement of receipts and payments reflects school fund income - parents contribution and other receipts amount of Kshs.16,149,921 and Kshs.570,021 respectively as disclosed in Note 4 and 5 to the financial statements. However, schedule supporting the amount was not provided for audit review.

In the circumstances, the accuracy and completeness of School fund income - other receipts and parents' contributions amounting of Kshs.16,719,942 could not be confirmed.

2. Unsupported Payments

The statement of receipts and payments as disclosed in Note 6 to the financial statements reflects an amount of Kshs.5,044,754 and Kshs.20,319,331 in respect of payments for operations and payments for boarding and school fund respectively. However, examination of payment vouchers amounting to Kshs.1,277,180 revealed that Management made payments without proper supporting documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes, and certificate of payments.

In the circumstances, the accuracy and completeness of the operations payments and payments for boarding and school fund amounting to Kshs.1,277,180 could not be confirmed.

3. Unsupported Cash and Cash Equivalentents

The statement of financial assets and financial liabilities reflects cash and cash equivalentents balance of Kshs.3,097,721 as disclosed in Notes 10 and 11 to the financial

statements. Included in this balance are saving account and parents' association development dormant bank account balances of Kshs.3,973 and Kshs.691 respectively. However, the bank balances were not supported by cash books and bank reconciliation statements. Further the board of survey report for cash in hand balance of Kshs.78,493 was not provided for audit review.

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.3,097,721 could not be confirmed.

4. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.25,462,350 as disclosed in Note 13 to the financial statements. However, supporting schedules, detailed aging analysis and issued invoices were not provided for audit review. Further, significant accounting policies on accounts receivables as disclosed in Note 13 is silent on the treatment of the students' fees balances which is the major source of income for the school.

In the circumstances, the accuracy, completeness and existence of the receivables balance of Kshs.25,462,350 could not be confirmed.

5. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.9,932,753 as disclosed in Note 14 of the financial statements. Included in the balance is trade creditors amount of Kshs.9,630,931. However, supporting schedule provided for audit review reflects a balance of Kshs.6,057,302 leading to unexplained variance of Kshs.3,573,629.

In the circumstances, the accuracy and completeness of accounts payable amounting to Kshs.9,932,753 could not be confirmed.

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

Emphasis of Matter

1. Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.30,063,600 and Kshs.25,775,463 respectively, resulting to an under-funding of Kshs.4,288,139 or 14% of the budget. However, the School spent an amount of Kshs.31,661,172 against actual receipts of Kshs.25,775,463 resulting to an over-expenditure of Kshs.5,885,709 or 23% of actual receipts.

The underfunding may have affected the planned activities and impacted negatively on service delivery. Further, the over-expenditure may lead to pending bills.

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.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution of Kenya, 2010, and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects operations payments amount of Kshs.5,044,754 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.501,600 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.501,600 could not be confirmed.

2. Irregular Transfer of Infrastructure Funds from the Operations Account

The statement of receipts and payments reflects operations grants amount of Kshs.4,892,711 as disclosed in Note 2 to the financial statements from the Ministry of

Education credited in the operations bank account. Included in the amount is Kshs.2,450,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only Kshs.1,311,000 was transferred to infrastructure account, leaving a balance of Kshs.1,139,000. This was contrary to the Ministry of Education Circular Ref. No:MOE.HQS/3/13/3, dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds to be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

3. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,712,810 and Kshs.4,892,711, respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, NEMIS reported a total number of two thousand four hundred fifty (2,450) students while the enrolment records provided by the School indicated a total number of two thousand four hundred fifty (2,796) students, resulting to an unexplained variance of three hundred forty-six (346) students. As a result of the variances, the School was over funded by an amount of Kshs.1,224,702.

In the circumstances, underfunding of the school may have affected service delivery to the students.

4. Deficit in Supply of Books

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed three hundred and thirty-four (334) books for each of four (4) different types of text books, supplied to the school. The school had an enrollment of three hundred and seventy-seven (377) students who required to use the books. Further, Kenya Institute of Curriculum Development supplied one hundred and eighty-seven (187) textbooks each of four (4) remaining types of text books against the three hundred and seventy-seven (377) student enrolment resulting to a total deficit of nine hundred and thirty-two (932) textbooks.

In the circumstances, value for money for the nine hundred and thirty-two (932) books which were not supplied could not be confirmed. Failure to supply adequate books also affects effective learning.

5. Inadequate Need Assessment Guiding Distribution of Textbooks

During the year under review, it was noted that there was no evidence of instructional need assessment that provided basis for determining the number and subject of instructional material needed by the school. In addition, there was no evidence of St. Teresa's girls having set up a School Instructional Materials Selection Committee (SIMSC) that does annual needs assessment of the text books urgently needed by the

school that will guide Ministry of Education through Kenya Institute of Curriculum Development (KICD) on the distribution of textbooks to the school.

In the circumstances, the School may not have received value for money for the books supplied.

6. Failure to Prepare School Improvement Plan

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

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

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, except for the effect on 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 governance were not effective.

Basis for Conclusion

1. Lack of Fixed Asset Register

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.80,473,600. Review of list of assets provided for audit reflects fixed assets which includes land, buildings and structures, office equipment, other machinery equipment, intangible assets, motor vehicles, furniture and fittings, ICT equipment, tools and apparatus and textbooks. However, Management did not maintain an asset register as required by Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, it was not possible to confirm proper custody, control and use of the School's assets.

2. Lack of Adequate Facilities in the Institution

During the year under review, it was observed that the school did not have kitchen, dining hall, library and adequate dormitories, outdoor playing facilities and equipment, classrooms, laboratories and there were no provisions for persons with disabilities, contrary to Regulation 64 of Basic Education Regulation, 2015.

In the circumstances, inadequate facilities in the institution affected the planned activities and may have impacted negatively on service delivery to the students.

3. Lack of Internal Audit Function and Audit Committee

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which states that, the internal audit unit of a National Government entity is to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

The audit was conducted in accordance with ISSAIs 2315 and 2330. The standards require that I plan and perform the audit to obtain assurance about whether 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 (Modified cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's 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 close 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

following the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the school's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 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 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 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.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

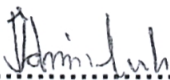
Nairobi

31 December, 2024

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

Description Of Vote Head	Note	2022/2023	2021/2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,712,810	2,472,474
Government grants for operations	2	4,892,711	10,885,481
Government Grants for infrastructure	3	2,450,000	0
School fund income- parents' contributions	4	16,149,921	24,710,256
Miscellaneous incomes	5	570,021	476,750
Total Receipts		25,775,463	38,544,961
Payments			
Tuition	6	1,533,984	2,690,348
Operations	7	5,044,754	10,360,974
Infrastructure	8	4,763,103	2,741,100
Boarding and school fund	9	20,319,331	16,659,054
Total Payments		31,661,172	32,451,476
Surplus/Deficit		(5,885,709)	6,093,485

The school financial statements were approved on 21/08/2024 and signed by:



Name: Charles Kai

Chair BOM

Date: 21/08/24



Name: Gabriel Mbari

School Principal/ Secretary to

BOM

Date: 21/08/24



Name: Janet Gesarf

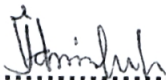
Bursar/ Finance Officer

Date: 21/08/24

Vi. Statement of Assets and Liabilities as at 30th June 2023

Description	Note	2022/2023	2021/2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	3,019,228	4,394,977
Cash balances	11	78,493	1,375
Short term investments	12	-	-
Total cash and cash equivalent		<u>3,097,721</u>	<u>4,396,352</u>
Account's receivables	13	25,462,350	26,708,964
TOTAL FINANCIAL ASSETS		28,560,072	31,105,316
Financial liabilities			
Accounts payables	14	(9,932,753)	6,592,288
NET FINANCIAL ASSETS		18,627,318	24,513,028
Represented by			
Accumulated fund b/fwd.	15	24,513,028	18,419,543
Surplus/deficit for the year		(5,885,709)	6,093,485
Net financial position		18,627,319	24,513,028

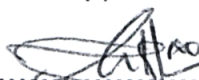
The school's financial statements were approved on 21/08/2024 and signed by:



Name: Charles Kai

Chair BOM

Date: 21/08/24



Name: Gabriel Mbaï
School Principal/ Secretary to

BOM

Date: 21/08/24



Name: Janet Gerath

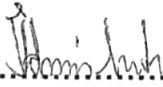
Bursar/ Finance Officer

Date: 21/08/24

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

Description	Note	2022/2023	2021/2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,712,810	2,472,474
Government grants for operations	2	4,892,711	10,885,481
Government grants for infrastructure	3	2,450,000	0
School fund income- parents contributions/ fees	4	16,149,921	24,710,256
Other income	5	570,021	476,750
Total receipts		25,775,463	38,544,961
Payments			
Cash outflows for tuition	6	1,533,984	2,690,348
Cash outflows for operations	7	5,044,754	10,360,974
Cash outflows Boarding/lunch and school fund payments	8	20,319,331	16,659,054
Infrastructure	9	4,763,103	2,741,100
Total payments		31,661,172	32,451,476
Net cash inflow/outflow from operating activities		5,885,709	6,093,485
Cash flow from investing activities			
Proceeds from sale of Assets			
Maintenance &Improvement of funds			
Proceeds from investments			
Purchase of investments			
Acquisition of Assets			
Payments from investing activities			
Net cash flows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		5,885,709	6,093,485
Cash and cash equivalent at beginning of the FY		13,330,384	7,236,899
Cash and cash equivalent at end of the FY		19,216,093	13,330,384


The school's financial statements were approved on 21/08/24 2024 and signed by:



Name: Charles Kai

Chair BOM

Date: 21/08/24



Name: Gabriel Njorai

School Principal/ Secretary to
BOM

Date: 21/08/24



Name: Janet Gesare

Bursar/ Finance Officer

Date: 21/08/24

VIII. Statement of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	-	-			
Exercise Books	1,351,700	-	1,351,700	798,125	59%
Laboratory Equipment	618,800	-	618,800	365,378	59%
Internal Exams	133,700	-	133,700	78,945	59%
Teaching / Learning Materials	274,400	-	274,400	162,023	59%
Chalks	-		0	308,339	
(2) Capitation Grant on Operations					
Personnel Emoluments	4,010,120	-	4,010,120	3,794,798	95%
Repairs And Maintenance					
Local Transport / Travelling	728,200	-	728,200	252,656	35%
Electricity And Water	838,021	-	838,021	216,989	26%
Medical	455,000	-	455,000	131,200	29%
Administration Costs	1,003,659	-	1,003,659	156,179	16%
Activity	1,050,000	-	1,050,000	340,887	32%
3) FDSE for infrastructure					
Maintenance & Improvement M0E	3,500,000	-	3,500,000	2,450,000	70%
(4) Fees Charged on Parents					
Personnel Emoluments	1,002,000	-	1,002,000	1,002,000	100%

ST. TERESA'S SECONDARY SCHOOL
Annual Report and Financial Statements for the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Repairs And Maintenance	420,000	-	420,000	420,000	100%
Local Transport / Travelling	526,100	-	526,100	556,100	106%
Electricity And Water	556,000	-	556,000	575,921	104%
B.O.M salaries	3,850,000	-	3,850,000	3,850,000	100%
Administration Costs	366,600	-	366,600	366,600	100%
Activity	105,000	-	105,000	105,000	100%
Fee On Boarding Equipment and Stores/Lunch	9,274,300	-	9,274,300	9,274,300	100%
5) Miscellaneous Income					
Income From Farming Activities					
Income From Bus Hire				370,008	
Fee For Hire of Ground and Equipment				164,813	
Tender fee				26,000	
Student IDs				9,200	
Total Income	30,063,600		30,063,600	25,775,463	86%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books	1,351,700	-120,000	1,351,700	491,231	40%

ST. TERESA'S SECONDARY SCHOOL
Annual Report and Financial Statements for the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Laboratory Equipment	618,800		618,800	184,790	30%
Internal Exams	133,700		133,700	-	
Teaching / Learning Materials	274,400	570,000	274,400	856,475	101%
Chalks					
Bank charges				1,488	
(7) Expenditure For Operations					
Personnel Emoluments	4,010,120		4,010,120	3,392,925	85%
Repairs, Maintenance & Improvements					
Local Transport / Travelling	728,200		728,200	225,900	31%
Electricity, Water and Conservancy	838,021		838,021	194,010	23%
Medical	455,000		455,000	34,140	8%
Administration Costs	1,003,659		1,003,659	139,640	14%
Activity Expenses	1,050,000		1,050,000	1,055,685	101%
Bank charges				2,454	
(8) Expenditure For infrastructure					
Construction of classrooms	2,000,000		2,000,000	2,362,291	118%
Construction of Toilets	-		-	782,556	
Construction of kitchen/dining hall	1,500,000		1,500,000	1,613,408	108%
Bank charges				4,848	

ST. TERESA'S SECONDARY SCHOOL
Annual Report and Financial Statements for the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1,002,000	-	1,002,000	1,244,280	124%
Repairs, Maintenance and Improvements	420,000	-	420,000	575,995	137%
Local Transport / Travelling	526,100	-	526,100	839,715	160%
Electricity, Water and Conservancy	556,000	-	556,000	871,960	157%
B.O.M Salaries	3,850,000	-500,000	3,850,000	3,371,940	101%
Administration Costs	366,600	-	366,600	1,979,972	540%
Activity	105,000	-	105,000	510,281	486%
Boarding Equipment and Stores/Lunch	9,274,300	500,000	9,274,300	10,502,311	107%
Expenditure For Income Generating Activity-bus				326,093	
Medical expenses				12,550	
Bank charges				23,714	
Fee refund				14,770	
Tender expense				25,000	
Student ID expense				20,750	
Totals	30,063,600	450,000	30,063,600	31,661,172	104%

- i. Over expenditure was caused by change of market prices in the economy.
- ii. Some students were left out by the NEMIS because of age and failure to be release by their former schools.

ix. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

The school recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the school. In addition, the school recognises all expenses when the event occurs, and the related cash has actually been paid out by the school. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

3. In-kind contributions

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

4. Cash and cash equivalents

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

For the purposes of these financial statements, impress and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. Accounts receivables also include school fees billed to parents for services rendered but not paid. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

5. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

6. 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.

7. 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.

8. Comparative figures

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

9. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

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

Description	2022/2023	2021/2022
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	798,125	1,406,094
Laboratory Equipment	365,378	479,905
Internal Exams	78,945	358,761
Teaching / Learning Materials	162,023	142,414
Chalk	308,339	85,300
Total	1,712,810	2,472,474

2 Government Grants for Operations

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	3,794,798	3,920,307
Repairs And Maintenance	-	3,586,750
Local Transport / Travelling	252,657	902,904
Electricity And Water	216,989	855,170
Medical	131,200	0
Administration Costs	156,180	1,620,350
Activity	340,887	0
Total	4,892,711	10,885,481

3 Government Grants for infrastructure

Description	2022/2023	2021/2022
	Kshs	Kshs
Maintenance & Improvement	2,450,000	3,586,750
Transition infrastructure grants	-	-
Administration Block	-	-
Total	2,450,000	3,586,750

4 School Fund Income - Parents Contribution/Fees

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel emoluments	1,002,000	880,491
Repairs and maintenance	420,000	603,948
Local transport / travelling	556,100	722,569
Electricity and water	575,921	1,246,599
B.O.M Salaries	3,850,000	6,020,648
Administration costs	366,600	1,045,952
Activity	105,000	139,731
Fee on Boarding Equipment and stores	9,274,300	14,050,318
Total	16,149,921	24,710,256

5 Miscellaneous Incomes

Description	2022/2023	2021/2022
	Kshs	Kshs
Rent income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Interest income	-	-
Income From Bus Hire	370,008	334,000
Fee For Hire of Ground and Equipment	164,813	-
Income From Grants and Donations	-	-
Tender fees	26,000	38,000
KNEC fees for repeaters	-	11,750
Students IDs	9,200	93,000

Notes to the Financial Statements (continued)

6 Tuition payments

Description	2022/2023	2021/2022
	Kshs	Kshs
Exercise Books	491,231	1,433,900
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	184,790	624,485
Teaching / Learning Materials	856,475	193,962
Exams And Assessment	-	-
Internal Exams	-	395,820
Teachers Guides	-	-
Bank Charges	1,488	2,681
chalk	-	39,500
Others (<i>specify</i>)	-	-
Total	1,533,984	2,690,348

7 Operations payments

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	3,392,925	3,777,103
Service Gratuity	-	0
Administration Cost	139,640.00	1,479,445
Repairs And Maintenance & Improvements	-	0
Local Transport / Travelling	225,900	629,162
Electricity And Water	194,010	558,870
Medical	34,140	23,050
Activity Expenses	1,055,685	955,350
Insurance Cost	-	-
Bank charges	2,454	-
Others (<i>specify</i>)	-	12,344
Total	5,044,754	10,360,974

Notes to the Financial Statements (continued)**8 Infrastructure**

Description	2022/2023	2021/2022
	Kshs	Kshs
Construction of Classrooms	2,362,291	2,741,100
Construction of Toilets	782,556	-
Construction of Kitchen/Dinning Hall	1,613,408	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Bank charges	4,848	-
Total	4,763,103	2,741,100

9 Boarding and School Fund

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	1,244,280	8,590,605
Repairs And Maintenance & Improvements	575,995	1,052,239
Local Transport / Travelling	839,715	4,046,353
Electricity And Water	871,960	186,295
Medical Expenses	12,550	657,530
Activity expense	510,281	672,635
Administration Costs	1,979,971	57,900
BOM teachers' salary	3,371,940	32,500
Bank Charges	23,714	775,835
Expenses On income Generating Activities-Bus hire	326,093	996
Fee On Boarding Equipment, Stores and Lunch	10,502,311	390,090
Fees refund	14,770	54,000
Tender expense	25,000	0
Students id	20,750	142,076
Total	20,319,331	16,659,054

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022/2023	2021/2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1102273414	518,537	49,370
Operations Account	Active	1102274607	1,302,696	234,149
School Fund Account/Boarding	Active	1106571509	1,007,936	646,011
Savings Account	Dormant	1105135152	3,973	3973
Parent Association Development Account	Dormant		691	691
Bus account	Active	1179551338	132,731	84,090
Infrastructural Account	Active	1272008584	52,665	3,376,692
Total			3,019,228	4,394,977

11 Cash in Hand

Description	2022/2023	2021/2022
	Kshs	Kshs
Notes and Coins		
Operations	630	1,070
School fund account	77,863	305
Total	78,493	1,375

12 Short Term Investments

Description	2022/2023	2021/2022
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-

ST. TERESA'S SECONDARY SCHOOL

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Other Investments	-	-
Total	-	-

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022/2023	2021/2022
	Kshs	Kshs
Fees Arrears	25,417,206	26,680,715
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	45,145	-
Rent arrears (list/schedule attached)	-	28,250
Total	25,462,351	26,708,965

13 b Ageing Analysis of Accounts Receivable

Description	2022/2023		2021/2022	
	Kshs	% of the total	Kshs	% of the total
Less than 1 year	1,129,475	5%	5,735,937	22%
Between 1- 2 years	3,342,953	13%	7,295,424	28%
Between 2-3 years	7,128,408	28%	7,834,432	29%
Over 3 years	13,816,369	54%	5,814,921	21%
Total (should tie to note 13 a)	25,417,205	100%	26,680,714	100%

14 Accounts Payable

Description	2022/2023	2021/2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	9,630,931	6,321,467
Prepaid Fees	174,416	270,821
Retention Monies	127,006	-
Unpaid salaries and statutory deductions	-	-

ST. TERESA'S SECONDARY SCHOOL

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

Caution money	-	-
Total	9,932,753	6,592,288

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022/2023		2021/2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	5,893,471	62%	6,321,466	100%
Between 1- 2 years	3,764,484	38%	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (should tie to note 14)	9,657,955	100%	6,321,466	100%

15 Fund Balance Brought Forward

Description	2022/2023		2021/2022	
	Kshs		Kshs	
Bank Balances	3,019,228		3,561,230	
Cash Balances	78,493		6,376	
Short Term Investments	-		-	
Receivables	25,462,351		29,919,363	
Payables	(9,932,753)		(15,067,431)	
Total	18,627,319		18,419,542	

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	2022/2023	2021/2022
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees		-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Total		-	-

18 Borrowings

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

Other important disclosure notes

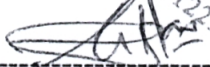
19 Stock/ Inventory

Description	2022/2023	2021/2022
	Kshs	Kshs
Food stuffs	60,700	
Lab consumables	70,000	
Farm produce	-	
Medication	2,500	
Construction Materials	-	
	133,200	

20 Progress on Follow up of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

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


 Sign and Date 21/08/2023
 Principal

NB: The accounts are being audited by the auditor General for the first time and the above recommendations may not apply.

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XI. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022/2023	Outstanding Balance Comparative 2021/2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.				-		
2.						
3.						
Sub-Total						
Supply Of Goods						
4. Utubora Traders	1,562,580			1,562,580		To be paid
5. Mwaremac Investments	-			48,825		To be paid
6. Idzame Investments	-			40,400		To be paid
7. Jembe Mwembekati Butchery	8,100			126,570		To be paid
8. Kaoyeni Dairy Farm	55,550			82,220		To be paid
9. Mahoza Mwasambu	-			142,000		To be paid
10. Mwanainchi Bakers & Confectioners Ltd	52,300			294,700		To be paid
11. Kilifi New Face Enterprises	792,406			751,555		To be paid
12. Lake Parm Agencies				672,975		To be paid
13. Hilkath Ventures	132,500			593,000		To be paid
14. Laboquips Suppliers	134,630			830,870		To be paid
15. Zabach Enterprises	-			350,000		To be paid
16. Kansbag Ltd	135,000			147,100		To be paid

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17. Azania Sports House	90,250		160,750		To be paid
18. Gallant Video Productions	-		449,000		To be paid
19. Laiv Agencies	-		150,000		To be paid
20. Preshsons	1,161,500		1,161,500	-	To be paid
21. Kuluhirani Green Grocers	226,070		226,070	-	To be paid
22. Shume Meat And Fish	203,500		203,500	-	To be paid
23. Farji Bakers Ltd	202,800		202,800	-	To be paid
24. Shume Empire	45,300		45,300	-	To be paid
25. Marida Solutions	63,300		63,300	-	To be paid
26. Pekele Uniforms	38,950		38,950	-	To be paid
27. Bengi Tailoring	23,800		23,800	-	To be paid
28. Bedeche Investment	21,050		21,050	-	To be paid
29. Cosmos Mungoya	28,150		28,150	-	To be paid
30. Rove Versatile	30,000		30,000	-	To be paid
31. Teachers At Large	87,000		87,000	-	To be paid
32. Takaungu Stationers	108,356		108,356	-	To be paid
Sub-Total	-		-	-	To be paid
Supply Of Services	-		-	-	To be paid
33. Khob Tech Systems	13,500		13,500	-	To be paid
34. Salcom Investments	165,000		165,000	-	To be paid
35. Supermaid Enterprises	40,000		40,000	-	To be paid
36. Kplc	1,790		1,790	-	To be paid
37. Kimawasco	9,155		9,155	-	To be paid
38. Salaries	624,765		759,165		To be paid
Sub-Total			9,630,931		
Grand Total			9,630,931		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land 1	506,650			506,000
Land 2	1,235,500			1,235,000
Buildings And Structures	52,265,000	9,825,500		62,090,500
Motor vehicle	3,700,000			3,330,000
Office Equipment, Furniture And Fittings	7,223,000	765,000		7,988,000
ICT Equipment	946,000	456,000		1,402,000
Tools And Apparatus	535,000			535,000
Text Books	2,050,000	545,000		2,595,000
Other Machinery and Equipment	642,100			642,100
Heritage And Cultural Assets	0			0
Intangible Assets- Soft Ware	150,000			150,000
Total	69,253,250	11,591,500		80,473,600