

REPUBLIC OF KENYA



*Enhancing Accountability*



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	10 APR 2025 THURSDAY
TABLED BY:	HON. SILVANUS OJDRO, MP MAJORITY PARTY WHIP
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**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**ST. JOSEPH'S NYABIGENA BOYS  
HIGH SCHOOL**

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

**KISII COUNTY**

*ST. JOSEPH'S NYABIGENA BOYS HIGH SCHOOL*  
**PUBLIC SECONDARY SCHOOL**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

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*ST. JOSEPH'S NYABIGENA BOYS HIGH SCHOOL*  
**PUBLIC SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

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

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

*ST. JOSEPH'S NYABIGENA BOYS HIGH SCHOOL*  
**PUBLIC SECONDARY SCHOOL**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

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

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

The school was registered in January 1991 under registration number 45S30001125 and is currently categorized as Extra county public school established, owned or operated by the Government.

The school is a boarding school and had 1187 number of students as at 30<sup>th</sup> June 2022. It has 28 streams and 65 teachers of which 23 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	Dr. Joseph Abuya	Chairman	07/05/2022
2	Mr. Omulama G. muruka	Secretary - Principal	07/07/2022
3	Mr. Joseph Ogaro	Member	07/05/2022
4	Mrs. Elphina Bitengo	Member	07/05/2022
5	Mr. Ong'uti Zebedeo	Member	07/05/2022
6	Mrs. Beth Lumasai	Member	07/05/2022
7	Mr. Kennedy Mokuia	Member	07/05/2022
8	Mr. Joseph Onyancha	Member – Rep CEB	07/05/2022
9	Mr. Okeno Benard	Member Rep Teachers	07/05/2022
10	Mr. Kingsley Kiage	Members - Sponsor	07/05/2022
11	Fr. Timothy Ong'era	Members - Sponsor	07/05/2022
12	Mrs. Everyne Nyabonyi	Member - sponsor	07/05/2022
13	Mr. Nyarigoti Richard	Member - Community	07/05/2022
14	Mr. Philip Ochwando	Member Special Needs	07/05/2022
15	Mr. Felix Nyasaka	Rep Students	07/05/2022

**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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Dr.Joseph Abuya 2.Omulama muruka 3.Mr. Kennedy Mokuu 4. Mrs. Elphina Bitengo 5.Mr. Everlyne Nyabonyi	Chairman Membrrer Member Member	2
2	Audit Committee	1.Mr. Joseph Ogaro 2,Mr.Joseph Ogaro 3.Mr.Kennedy Mokuu 4.Mr,Omulama G.M	Chairman Membrrer Member Member	0
3	Finance,procurement and general purposes Committee	1.Joseph Ogaro 2.Mr.Joseph Onyancha 3.Mr.Kennedy Mokuu 4.Mr.Omulama G.M	Chairman Membrrer Member Member	2

4	Academic Committee	1.Mr.Kingsley Kiage 2.Mrs.Betty Lumasai 3.Mr.Zebedeo Ong'uti 4.Mr.Omulama G.M 5.Mr. Kennedy Mokua	Chairman Member Member Member Member	2
5	Development Committee	1.Philip Ochwando 2.Mr.Kennedy Mokua 3.Mr.Richard Nyarigoti 4.Mr.Omulama G.M	Chairman Member Member Member	0
6	Discipline and welfare Committee	1.Mr.Kingsley Kiage 2.Mr.Kennedy Mokua 3.Mr.Zebedeo Ong'uti 4.Mr.Omulama G.M 5.Mrs. Betty Lumasai	Chairman Member Member Member	0
7	Adhoc Committee (if any during the year)	N/A		

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Omulama George Muruka	354153
2	Deputy Principal	Joseph Nyapeni	441499
3	Deputy Principal	Tom Sosi	373890
4	School Bursar	Wilson Nyakwama	916046

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

**(e) Schools contacts**

**Post Office Box:** 833-40200, Kisii  
**Telephone:** 0722232528  
**E-mail:** st.josephnyabigena@gmail.com  
**Website:** -  
**Facebook:** NYABIGENA BOYS SECONDARY  
**Twitter:**

**(f) School Bankers**

**The following school operated 7 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)**

1. **Name of Bank:** K.C.B  
**Branch:** KISII  
**Account Number:** 1182445640/1223208877
  
2. **Name of Bank:** ABSA  
**Branch:** KISII  
**Account Number:** 0081108463
  
3. **Name of Bank:** EQUITY  
**Branch:** KISII  
**Account Number:** 0510291746862/0510291350902/0510274729787/05102970344
  
3. **MPESA Pay Bill No. 4077407 attached to kcb bank account**

**(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)**

**(g) Independent Auditors**

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

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**II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL**

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

**a) Financial performance:**

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

- *Surplus/ deficit for the year and a comparison of the same for the last three years*

YEAR	2022	2021	2020
AMOUNT	(2,679,246.37)	3,862,663.15	1,529,071.52

- *Capitation grants from the Ministry of Education for the last three years*

YEAR	20212	2021	2020
OPERATION	19,730,973	30,172,056.64	21,950,586
TUITION	5,273,393.25	5,034,865.50	4,646,088.39
TOTAL	25,004,366.25	35,206,922.14	26,596,674.39

- *Ratio of capitation grant per student over the last three years*

YEAR	2022	2021	2020
CAPITATION GRANTS	25,004,366.25	35,206,922.14	26,596,674.39
ENROLMENT	1,358	1387	1284
RATIO OF CAPITATION PER STUDENT	18,412.64	25,383.51	20,713.92

- *A three-year overview of growth of other income(s) earned by the school.*

YEAR	2022	2021	2020
AMOUNT	52,322,080	75,583,190.00	59,249,664.00

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*A three-year overview of growth in expenditure of the school*

YEAR	2022	2021	2020
AMOUNT	54,859,931	72,331,951.00	64,249,664.00

- *Movement of debtors and creditors of the school over the last three years*

YEAR	2022	2021	2020
DEBTORS	43,009,884.09	47,893,431.65	28,849,495.65
CREDITORS	12,992,136	11,615,595	19,922,339.00

- *Movement of cash and bank balances over the last three years*

YEAR	2022	2021	2020
BANK	810,268.69	7,058,312.09	3,222,032.94
CASH	17,786	27,274.00	18,860.00

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

**b) Teacher Student ratio:**

1. *Teacher student ratio=1:13.24*
2. *Transferred TSC teachers;-5*
3. *TSC Teachers=40*
4. *Bom Teachers=23*

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

ENTR Y	YEAR	MS	DEV	UNIVERSITY QUAL
284	2021			
337	2020	6.5	1.35	148
304	2019	5.152	-0.7	83

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

*394 Candidates*

**e) Capacity of the school:**

**1,500 student**

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

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

<i>YEAR</i>	<i>PROJECTS</i>	<i>SOURCE FUND</i>
<i>2021-2022</i>	<i>SCIENCE LAB &amp; CBC CLASS</i>	<i>MIF</i>
<i>2021-2022</i>	<i>DORMITORY &amp; STAFFROOM</i>	<i>MIF/PARENTS</i>

*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. Joseph Nyabigena Boys High school* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30<sup>th</sup> June, 2021, and of the school's financial position as at that date.

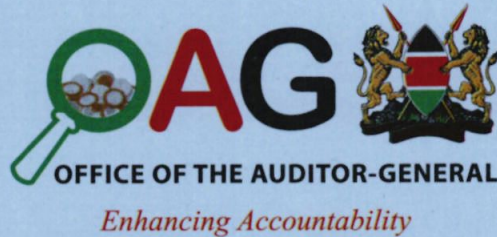
Name: JOSEPH O. OGARO  
Designation: Chairman, School Board of Management  
Sign: [Signature]  
Date: 16/07/2024

Name: .....  
Designation: School Principal & Secretary to Board of Management  
Sign: [Signature]  
Date: 16/7/2024

Name: WILSON NTAKHAMA  
Designation: Bursar/ Finance Officer  
Sign: [Signature]  
Date: 16/07/2024

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON ST. JOSEPH'S NYABIGENA BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – KISII COUNTY**

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### **PREAMBLE**

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

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

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

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

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of St. Joseph's Nyabigena Boys High School - Kisii County set out on pages 1 to 17, which comprise of the statement of assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended

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*Report of the Auditor-General on St. Joseph's Nyabigena Boys High School for the year ended 30 June, 2022 – Kisii County*

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. Joseph's Nyabigena Boys High School - Kisii County as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

## **Basis for Qualified Opinion**

### **1. Inaccuracies in Capitation Grants**

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.5,273,394 and Kshs.11,677,290 as disclosed in Notes 1 and 2 to the financial statements. Review of the NEMIS capitation disbursements made to the School against the amount received by the School revealed an amount of Kshs.16,950,684 whereas the NEMIS capitation reflects an amount of Kshs.25,914,254, resulting to an unexplained variance of Kshs.8,963,570.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations of Kshs.5,273,394 and Kshs.11,677,290 could not be confirmed.

### **2. Accounts Receivables**

#### **2.1 Unsupported Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.43,009,885 as disclosed in Note 13 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

In the circumstances, the accuracy of the account's receivables balance of Kshs.43,009,885 could not be confirmed.

#### **2.2 Long Outstanding Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.43,009,885 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.37,932,041 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.37,932,041 could not be confirmed.

### **3. Unsupported Payables**

The statement of financial assets and financial liabilities reflects payables balance of Kshs.12,989,579 as disclosed in Note 14 to the financial statements. However, the detailed schedules and payment plan were not provided for audit.

In the circumstances, the accuracy and completeness of trade payables balance of Kshs.12,989,579 could not be confirmed.

### **4. Inaccuracies of Disclosures in the Summary Report of Performance of the School**

The summary report of performance of the School discloses a deficit of Kshs.2,679,246 under the surplus/deficit for the year section while the statement of receipts and payments reflects a corresponding deficit of Kshs.6,257,531 resulting to unexplained variance of Kshs.3,578,285. The section on three (3) year overview of growth of other incomes earned by the School reflects receipts totalling Kshs.52,322,080 while the statement of receipts and payments reflects receipts totalling Kshs.75,517,807 resulting to unexplained variance of Kshs.23,195,727. During the same period, a three (3) year growth of expenditure of the School reflects payments totalling Kshs.54,859,931 while the statement of receipts and payments reflects payments totalling Kshs.75,517,807 resulting to unexplained variance of Kshs.20,657,876. In addition, the movement of debtors and creditors of the School over the last three (3) years reflects creditors balances of Kshs.12,992,136 and Kshs.11,615,595 as at 30 June, 2022 and 2021 respectively while the statement of financial assets and liabilities reflects corresponding balances of Kshs.12,989,579 and Kshs.35,867,050 respectively resulting to unexplained variances of Kshs.2,557 and Kshs.21,251,455 respectively.

In the circumstances, the accuracy and completeness of the summary report on performance of the School could not be confirmed.

### **5. Inaccurate Statement of Assets and Liabilities**

The statement of financial asset and financial liabilities reflects accumulated fund balance brought forward of Kshs.37,105,892 while the comparative net financial position balance was Kshs.19,111,968 resulting to unexplained variance of Kshs.17,993,924.

In the circumstances, the accuracy and completeness of the statement of assets and liabilities could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St. Joseph's Nyabigena Boys High School 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 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.

## **Emphasis of Matter**

### **Budgetary Control and Performance**

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.108,693,375 and Kshs.75,053,953 respectively, resulting to an under-funding of Kshs.37,652,287 or 35% of the budget. However, the School spent a balance of Kshs.82,546,594 against actual receipts of Kshs.75,053,953, resulting to an over-utilization of Kshs.7,492,641 or 10% of actual receipts.

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

My opinion is not modified in respect of this matter.

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Over/Under Funding of Capitation Grants**

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.5,273,394 and Kshs.11,677,290 respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand three hundred and seventy two (1,372) students in July, 2021 and one thousand six hundred and sixteen (1,616) students between October, 2021 to April, 2022 while the enrolment records provided by the School indicated a total number of one thousand one hundred and eighty one (1,181) between July to October, 2021 and seven hundred and seventy three (773) between January to April, 2022, resulting to an unexplained variance of one hundred and ninety one (191) and eight hundred and forty three (843) students respectively. As a result of the variances, the School was over funded by an amount of Kshs.8,376,923.

In the circumstances, the over-funding of the School may have affected service delivery to the other schools which did not receive capitation for students and value for money could not be confirmed.

## **2. Excess Supply of Books**

During the year 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 two thousand and nine (2,009) books to the School while only one thousand nine hundred and twenty-four (1,924) books were issued to the students, resulting to an unexplained excess text books of eighty-five (85) books in the School store.

In the circumstances, value for money on the excess eighty-five (85) text books could not be confirmed.

## **3. Long Outstanding Payables**

The statement of financial assets and financial liabilities and as disclosed in Note 14 to the financial statements reflects payables balance of Kshs.12,989,579. However, included in the balance are trade payables balance of Kshs.11,992,136 which had been outstanding for more than two (2) years. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates.

In the circumstances, the School Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

## **4. Failure to/Late Transfer of Infrastructure Funds from Operations Bank Account**

The statement of receipts and payments reflects operations grants amount of Kshs.11,677,290 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.8,076,000 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.6,784,000 was transferred to infrastructure account, leaving a balance of Kshs.1,292,000 as at 30 June, 2022. Further, an amount of Kshs.1,616,000 was transferred on 6 June, 2022 or forty-five (45) days of receipt. 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 should 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.

## **5. Delayed Completion of Construction of a Dining Hall and Dormitory Project**

Review of documents revealed that Management awarded a tender to a local firm for construction of a dormitory and dining hall at a contract price of Kshs.70,000,000 during the month of May, 2024 which was to be implemented in three (3) phases. Physical verification done in July, 2024 revealed that phases one (1) and two (2) are complete and are in use. However, the contract document and engineer certified completed works

document were not provided for audit. Further, information on amount paid and remaining works was not provided for audit.

In the circumstances, the regularity and value for money to be realized from the expenditure of Kshs.70,000,000 could not be confirmed.

## **6. Breach of Tenure of the Board of Management**

The financial statements under key school information and Management and as per records provided for audit revealed that the School had fifteen (15) Board members appointed on 7 July, 2022. However, two (2) Members of the Board of Management had served for more than two (2) terms having been appointed on 15 January, 2008. This is contrary to the Regulation 39(2) of the Basic Education Regulation, 2015 which states that a Board of Management appointed under this regulation shall remain in office for a term of three (3) years, which shall be renewable for one (1) further term.

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

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

During the year under review, Management submitted the financial statements to the Auditor-General on 16 November, 2022 instead of the statutory deadline of 30 September, 2022. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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 EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

### **Basis for Conclusion**

#### **1. Lack of Effectiveness in the Management of Text Books**

Review of the text book management in the School revealed the following:

### **1.1 Inadequate Need Assessment Guiding Distribution of Textbooks to Schools**

The audit revealed that during the financial year 2021/2022, there was no evidence of instructional needs assessment that provided basis for determining the number and subject of instructional material needed by the school. In addition, there was no evidence that School Instructional Materials Selection Committee (SIMSC) was set up.

### **1.2 Lack of Disclosure on of Textbooks Monetary Value**

The audit revealed that the textbooks delivered by publishers did not indicate monetary value making it difficult for schools to quantify the value of its text books in stock. As a result, the value of the books remains unknown to the Management of schools.

### **1.3 Inadequate Mechanisms to Manage Loss of Textbooks**

The audit revealed that Management had not put in place adequate measures to prevent and recover the lost text books. The inadequate control measures noted included failure to use security systems. As a result, out of the three thousand three hundred and seventy-six (3,376) text books that were received, one thousand and ninety-six (1,096) textbooks could not be accounted for.

In the circumstances, the effectiveness of management of text books could not be confirmed.

## **2. Irregularities in Human Resource Management**

Review of personnel documents provided revealed that the Management had employed twenty-three (23) non-teaching staff on permanent and pensionable terms. However, the School lacked a comprehensive Human Resource Policy detailing on the management of the staffing arrangements. Further, the personnel files had incomplete information including staff annual leave entitlements, leave taken, and pending leave days.

In the circumstances, the effectiveness of the internal control system in respect to personnel could not be confirmed.

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

### **Responsibilities of Management and those Charged with Governance**

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

In preparing the financial statements, Management is responsible for assessing the School's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

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

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

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

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in

which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

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

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

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

**Nairobi**

**28 January, 2025**

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

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>RECEIPTS</b>			
Capitation grants for tuition	1	5,273,393.63	4,539,239.25
Capitation grants for operations	2	11,677,290.00	27,470,713.00
Capitation grants for infrastructutre	3	8,053,683.00	11,476,000.00
School Fund Income- Parents' Contributions	4	4,628,989.00	26,278,222.00
School Fund Income- Other receipts	5	45,884,452.00	49,356,968.00
Proceeds from borrowings			
<b>TOTAL RECEIPTS</b>		<b>75,517,807.00</b>	<b>119,121,142.25</b>
<b>PAYMENTS</b>			
Payments for Tuition	6	7,156,696.00	4,144,363.00
Payments for operations	7	11,091,787.00	26,642,278.00
Payments for infrastructure	8	9,438,180.00	12,139,887.00
Boarding and school fund payments	9	54,088,675.00	72,331,951.00
<b>TOTAL PAYMENTS</b>		<b>81,775,338.00</b>	<b>115,258,479.00</b>
<b>SURPLUS/DEFICIT</b>		<b>(6,257,531.00)</b>	<b>3,862,663.15</b>

The school financial statements were approved on 16/07/2024 and signed by:

Name: JOSEPH O. OGARA

Chairman, BoM

Sign: [Signature]

Date: 16/07/2024

Name

School Principal/Secretary to BoM

Sign: [Signature]

Date: 16/07/2024

Name: WILSON NJAKWAMIA

Bursar/Finance

Sign: [Signature]

Date: 16/07/2024

ST. JOSEPH'S NYABIGENA BOYS HIGH SCHOOL  
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VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30<sup>TH</sup> JUNE 2022

	Note	2021-2022 Kshs	2020-2021 Kshs
<b>FINANCIAL ASSETS</b>			
Cash and Cash Equivalents			
Bank Balances	10	810,268.69	7,058,312.09
Cash Balances	11	17,786.00	27,274.00
Short term Investment	12	-	-
Total Cash and cash equivalent		828,055	7,085,586.09
Account's receivables	13	43,009,885.00	47,893,431.65
<b>TOTAL FINANCIAL ASSETS</b>		<b>43,837,940.00</b>	<b>54,979,017.74</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payables	14	12,989,579.00	35,867,050.00
<b>NET FINANCIAL ASSETS</b>		<b>30,848,361.00</b>	<b>19,111,967.74</b>
<b>REPRESENTED BY</b>			
Accumulated Fund b/fwd	15	37,105,892.00	15,249,305.00
Surplus/Deficit for the year		(6,257,531.00)	3,862,663.15
<b>NET FINANCIAL POSSITION</b>		<b>30,848,361.00</b>	<b>19,111,968.15</b>

The School's financial statements were approved on 16/07/2024 and signed by:

Name: JOSEPH O. OGARA

Chairman, BoM

Sign: [Signature]

Date: 16/07/2024

Name

School Principal/Secretary to BoM

Sign: [Signature]

Date: 16/07/2024

Name: WILSON NYAKWEMA

Bursar/Finance

Sign: [Signature]

Date: 16/07/2024

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

		2021-2022	2020-2021
		Kshs	Kshs
<b>Receipts for operating income</b>			
Capitation grants for tuition	1	5,273,394.00	4,539,239.25
Capitation grants for operations	2	11,677,290.00	27,470,713.00
Capitation grants for Infrastructure	3	8,053,683.00	11,476,000.00
School fund income- Parents contributions/ fees	4	4,628,989.00	26,278,222.00
School fund income- other receipts	5	45,884,452.00	49,356,968.00
<b>Total receipts</b>		<b>75,517,807.00</b>	<b>119,121,142.25</b>
<b>Payments</b>			
Payments for Tuition	6	7,156,696.00	4,144,363.00
Payments for operations	7	11,091,787.00	26,642,278.10
Payments for Infrastructure	8	9,438,180.00	12,139,887.00
Boarding and school fund payments	9	54,088,675.00	72,331,951.00.00
<b>Total payments</b>		<b>81,775,338.00</b>	<b>115,258,479.10.00</b>
<b>Net cash flow from operating activities</b>		<b>(6,257,531.00)</b>	<b>3,862,663.15</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
<b>Net cash flows from Investing Activities</b>		<b>(6,257,531.00)</b>	<b>3,862,663.15</b>
<b>CASHFLOW FROM BORROWING ACTIVITIES</b>			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
<b>Net cash flow from financing activities</b>		<b>(6,257,531.00)</b>	<b>3,862,663.15</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>7,085,586.09</b>	<b>3,222,922.94</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>828,055.00</b>	<b>7,085,586.09</b>

The School's financial statements were approved on 16/07/2024 and signed by:

Name: JOSEPH O. OGALO  
 Chairman, BoM

Sign: [Signature]  
 Date: 16/07/2024

Name: [Signature]  
 School Principal/Secretary to BoM

Sign: [Signature]  
 Date: 16/07/24

Name: WILSON NJAKWANA  
 Bursar/Finance

Sign: [Signature]  
 Date: 16.07.2024

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

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
<b>RECEIPTS</b>						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Textbooks and reference materials	2,648,940	-	2,648,940	-	2,648,940	0%
Exercise books	1,608,180	-	1,608,180	-	1,608,180	0%
Laboratory equipment	1,422,960	-	1,422,960	-	1,422,960	0%
Internal exams	104,370	-	104,370	-	104,370	0%
Teaching / learning materials	945,210	-	945,210	1,808,639.25	(863,429.25)	191.34%
Teachers guides	314,580	-	314,580	-	314,580	0%
<b>SUB-TOTAL</b>	<b>7,044,240</b>	<b>-</b>	<b>7,044,240</b>	<b>1,808,639.25</b>	<b>5,235,600.75</b>	<b>25.67%</b>
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
Personnel emoluments	8,459,850	-	8,459,850	-	8,459,850	0%
Repairs and maintenance	2,772,420	-	2,772,420	8,053,683	(5,281,263)	290.49%
Local transport	2,694,510	-	2,694,510	-	2,694,510	0%
Electricity and water	4,631,970	-	4,631,970	-	4,631,970	-
Medical	2,938,530	-	2,938,530	-	2,938,530	0%
Administration costs	2,358,000	-	2,358,000	-	2,358,000	-
Activity	1,846,320	-	1,846,320	-	1,846,320	0%
OTHERS (ADMIN, LTT, EWC & PE)	-	-	-	11,677,290	(11,677,290)	0%
<b>TOTAL</b>	<b>25,701,600</b>	<b>-</b>	<b>25,701,600</b>	<b>19,730,973</b>	<b>5,970,627</b>	<b>79.60%</b>
<i>(3) FEES CHARGED ON PARENTS</i>						
Personnel emoluments	6,510,000	-	6,510,000	-	6,510,000	0%
Repairs and maintenance	2,800,000	-	2,800,000	3,724,481	(924,481)	133.01%
Local transport / travelling	2,730,000	-	2,730,000	-	2,730,000	0%
Electricity and water	10,290,000	-	10,290,000	-	10,290,000	0%
Medical	-	-	-	818,188	(818,188)	0%
Administration costs	7,560,000	-	7,560,000	-	7,560,000	0%
Activity	350,000	-	350,000	829,408	(479,408)	236.97%
Others	-	-	-	15,710,170	(15,710,170)	0%
Fee on Boarding Equipment and Stores	46,719,400	-	46,719,400	29,049,772	17,669,628	62.17%

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<i>OTHER INCOME</i>						
Rent income	-	-	-	-	-	-
Income from farming activities	-	-	-	306,322	(306,322)	-
Insurance compensation	--	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Tender	-	-	-	75,000	(75,000)	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Sub-total	76,959,400	-	76,959,400	50,513,341	26,446,059	65.63%
<b>TOTAL INCOME</b>	<b>108,788,540</b>	<b>-</b>	<b>108,693,375</b>	<b>72,053,953</b>	<b>37,652,286.75</b>	<b>66.23%</b>
<i>(1) EXPENDITURE FOR TUITION</i>						
Textbooks and reference materials	2,648,940	-	2,648,940	-	2,648,940	0%
Laboratory equipment	1,422,960	-	1,422,960	1,503,886	(80,926)	105.68%
Exercise books	1,608,180	-	1,608,180	2,705,760	(1,097,580)	168.24%
Internal exams	104,370	-	104,370	-	104,370	0%
Teaching / learning materials	945,210	-	945,210	2,944,290	(427,036)	311.49%
Chalks	-	-	-	-	-	0%
Exams and assessment	-	-	-	-	-	0%
Teachers guides	314,580	-	314,580	-	-	0%
Administration costs	-	-	-	-	-	0%
Bank Charges	-	-	-	2,760	(2,760)	0%
Sub-total	7,044,240	-	7,044,240	7,156,696	(427,036)	101.59%
<i>(2) EXPENDITURE FOR OPERATIONS</i>						
Personnel emoluments	8,459,850	-	8,459,850	375,908	8,083,942	4.44%
Local transport	2,694,510	-	2,694,510	310,530	2,383,980	11.52%
Electricity and water	4,631,970	-	4,631,970	1,315,720	3,316,250	28.40%
Administration costs	2,358,000	-	2,358,000	7,832,531	(5,474,531)	332.16%
Repairs, maintenance & improvements	2,772,420	-	2,772,420	9,438,180	(6,665,760)	340.43%
Medical	2,938,530	-	2,938,530	817,935	2,120,595	27.83%
Activity Expenses	1,846,320	-	1,846,320	439,163	1,407,157	23.78%
OTHERS	-	-	-	-	-	-
<b>SUB-TOTAL</b>	<b>25,701,600</b>	<b>-</b>	<b>25,701,600</b>	<b>20,529,967</b>	<b>5,171,633</b>	<b>82.83%</b>
<i>(3) EXPENDITURE FOR SCHOOL FUND</i>						
Personnel emoluments	6,510,000	-	6,510,000	10,187,226	(3,677,226)	156.48%
Repairs, maintenance and improvements	2,800,000	-	2,800,000	4,645,778	(1,845,778)	165.92%
Local transport / travelling	2,730,000	-	2,730,000	804,756	1,925,244	29.47%
Electricity, water and conservancy	10,290,000	-	10,290,000	2,325,957	7,964,043	22.60%
Medical Expenses	-	-	-	--	-	-

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Administration costs	7,560,000	-	7,560,000	9,480,938	(1,920,938)	125.40%
Activity	350,000	-	350,000	713,789	(363,789)	203.93%
Gratuity				-		0%
Uniforms						0%
Boarding Equipment and Stores	46,719,400	-	46,719,400	25,651,977	21,067,423	54.90%
Expenditure for Income Generating Activity						-
Bus hire						0%
Refund				306,322	(306,322)	0%
Rent Expenses						0%
Farm						0%
P.A				743,188	(743,188)	0%
Loan Principal Repayment						0%
Sub-total	76,959,400		76,959,400	54,859,931	22,099,469	71.28%
<b>GRAND-TOTALS</b>	<b>109,705,240</b>		<b>109,705,2</b>	<b>82,546,594</b>	<b>26,115,066</b>	<b>75.87%</b>

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

- i. *The underutilization of some vote heads is due to the inter-borrowings of the vote heads*
- ii. *The overutilization of some vote heads is due to the increase of price of some commodities during the year and inter-borrowings.*

## IX. SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

### 2. Recognition of receipts and payments

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

### 3. In-kind contributions

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

### 4. Cash and cash equivalents

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

**5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

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

**X. NOTES TO THE FINANCIAL STATEMENTS**

**1 CAPITATION GRANT FOR TUITION**

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	-	-
Laboratory equipment	-	-
Internal exams	-	-
Teaching / learning materials	5,273,393.63	4,539,239.25
FSE GRANTS 2018	-	-
Exams and assessment	-	-
Ref/ library	-	-
Teachers guides	-	-
<b>Total</b>	<b>5,273,393.63</b>	<b>4,539,239.25</b>

**2 CAPITATION GRANT FOR OPERATIONS**

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	8,053,683.00
Local transport / travelling	-	-
BOM salary	-	1,080,000.00
Economic stimulus	-	1,500,000.00
Others (LTT,EWC,ADMIN & P.E)	11,677,290	15,950,830.00
Electricity and water	-	-
Medical	-	295,400
Administration costs	-	-
Activity	-	590,800.00
<b>Total</b>	<b>11,677,290.00</b>	<b>27,470,713.00</b>

**3 CAPITATION GRANT FOR INFRASTRUCTURE**

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	2021-2022	2020-2021
	Kshs	Kshs
Maintenance & Improvement	8,053,683.00	11,476,000.00
Transitional Infrastructure grants	-	-
Economic stimulus grants	-	-
Other (specify)	-	-
<b>Total</b>	<b>8,053,683.00</b>	<b>11,476,000.00</b>

**4 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT**

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	-	5,891,761.00
Repairs and maintenance	3,724,581.00	2,848,284.00.00
Local transport / travelling	-	1,939,542.00
Electricity and water	-	9,510,189.00
Tender fee	75,000.00	-
Administration costs	-	5,743,227.00
Activity	829,408.00	345,219.00
<b>Total</b>	<b>4,628,989.00</b>	<b>26,278,222.00</b>

**5 OTHER RECEIPTS – SCHOOL FUND ACCOUNT**

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	29,124,772.00	49,304,968.00
Rent income	-	-
Income from farming activities	306,322	-
Others( p.e,admin,ewc & ltt)	15,710,170.00	-
Income from Posho mill	-	-
Income from Bus Hire	-	-
Fee for hire of ground and equipment	-	-
Income from tender	-	52,000.00
P.A	743,188	-
Dividends income	-	-
<b>Total</b>	<b>45,884,452.00</b>	<b>49,356,968.00</b>

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**6 PAYMENTS FOR TUITION**

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	2,705,760.00	1,432,000.00
Laboratory equipment	1,503,886.00	1,629,303.00
Internal exams	-	-
Teaching / learning materials	2,944,290.00	1,080,600.00
Chalks	-	-
Exams and assessment	-	-
Teachers guides	-	-
Administration Costs	-	-
Bank Charges	2,760.00	2,460.00.00
<b>Total</b>	<b>7,156,696.00</b>	<b>4,144,363.00</b>

**7 PAYMENTS FOR OPERATIONS**

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	375,908.00	1,612,320.00
Service Gratuity	-	-
Administration Cost	7,832,531.10	5,870,138.10
Repairs and maintenance & improvements	-	5,172,000.00
Local transport / travelling	310,530.00	813,842.00
Electricity and water	1,315,720.00	1,916,965.00
Medical & Insurance cost	817,935.00	2,590,213.00
Activity Expenses	439,163.00	8,516,800.00
OTHERS(P.E,LTT,EWC & ADMIN)	-	8,150,000.00
Bank Charges	-	-
<b>TOTAL</b>	<b>11,091,787.00</b>	<b>26,642,278.10</b>

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**8 PAYMENTS FOR INFRASTRUCTURE**

	2021-2022	2020-2021
	Kshs	Kshs
Construction of science laboratory	9,438,180.00	12,139,887.00
Construction of dormitory	-	-
Repairs and maintenance & Improvements	-	-
<b>TOTAL</b>	<b>9,438,180.00</b>	<b>12,139,887.00</b>

**9 BOARDING AND SCHOOL FUND PAYMENTS**

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	10,187,226.00	11,931,821.00
Service Gratuity	-	-
Repairs and maintenance & Improvements	4,645,778.00	1,792,993.00
Local transport / travelling	804,756.00	867,415.00
Electricity and water	2,325,957.00	1,706,053.00
Medical Expenses	-	-
Administration costs	8,709,682.00	6,413,376.00
Lunch Programme	-	-
Bank Charges	-	-
Expenses on Income Generating Activities	713,789.00	728,065.00
Fee on Boarding Equipment and Stores	25,651,977.00	41,853,110.00
Farm	-	3,440.00
Bus hire	-	10,000.00
Uniforms	-	6,609,664.00
Fee Refund	306,322.00	416,014.000
P.A	743,188.00	-
<b>TOTAL</b>	<b>54,088,675.00</b>	<b>72,331,951.00</b>

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**10. BANK ACCOUNTS**

Name of Bank, Account No. & currency	Bank Account Number	2021-2022 Kshs	2020-2021 Kshs
Tuition Account	0510291350902	46,618.67	541,360
Operations Account	0510291746862	3,209.67	1,357,081
School Fund Account/Boarding-1	1182445640	5,037.61	944,271
Savings Account	1223208877	91,575.00	91,575
School fund account -2	0081108463	10,672.00	123,468
CDF	0510297035444	638,000.00	13,218
Infrastructural Account	0510274729787	15,156.35	3,987,336
<b>Total</b>		<b>810,268.69</b>	<b>7,058,309</b>

**11 CASH IN HAND**

Description	2021-2022 Kshs	2020-2021 Kshs
Tuition Account	-	-
Operation Account	3,827.00	574.00
School Fund account	13,959.00	26,700.00
<b>Total</b>	<b>17,786.00</b>	<b>27,274.00</b>

**12 SHORT TERM INVESTMENTS**

Description	2021-2022 Kshs	2020-2021 Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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13 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	43,009,884.65	47,893,431.65
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
<b>Total</b>	<b>43,009,884.65</b>	<b>47,893,431.65</b>

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	5,077,844.00	10,788,914.00
Fees arrears for the previous year	8,864,206.00	17,864,206.00
Fees arrears for prior periods (over two years)	29,228,790.65	19,240,311.65
<b>Total</b>	<b>43,009,884.65</b>	<b>47,893,431.65</b>

14 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	11,992,136.00	28,729,826.00
Prepaid fees	997,443.00	7,137,224
Retention monies	-	-
<b>Total</b>	<b>12,989,579.00</b>	<b>35,867,050.00</b>

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	6,936,335.00	6,771,275.00
Trade creditors for the previous year	4,383,316.00	8,007,651.00
Trade creditors for prior periods (over two years)	672,485.00	13,950,900.00
<b>Total</b>	<b>11,992,136.00</b>	<b>28,729,826.00</b>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	810,269.00	3,222,032.94
Cash balances	17,786.00	18,860.00
Short Term Investments	-	-
Receivables	47,893,432.00	28,849,495.00
Payables	(11,615,595.00)	(21,451,411.00)
<b>Total</b>	<b>37,105,892</b>	<b>10,638,976.94</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.

16 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

17 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle		160,000.00	160,000.00
Goats		-	-
Trees		200,000.00	200,000.00
Coffee or tea plantation		-	-
Poultry		-	-
<b>Total</b>		<b>360,000.00</b>	<b>360,000.00</b>

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**18 Borrowings**

Description	2021-2022 KShs	2020-2021 KShs
<b>a) Borrowings</b>		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

**Other important disclosure notes**

**19 Stock/ Inventory**

Description	2021-2022 KShs	2020-2021 KShs
<b>b) Borrowings</b>		
Stock/ inventory at beginning of the year	-	-
Stock/ inventory purchased during the year	-	-
Stock/ inventory issued during the year	-	-
Balance at end of the year	-	-



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

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction of buildings</b>						
1.						
2.						
3.						
Sub-Total						
<b>Supply of goods</b>						
4.						
5.						
6.						
Sub-Total						
<b>Supply of services</b>						
7.						
8.						
9.						
Sub-Total						
<b>Grand Total</b>						

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

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 30 <sup>th</sup> June 20xx
Land 1		Bogetenga	31,050,000	-	-	31,050,000
Land 2		Bogetenga	14,750,000	-	-	14,750,000
Buildings and structures	Bal as at 01.01.2019	School compound	150,500,000	-	-	150,500,000
Motor vehicles	Bal as at 01.01.2019	School compound	9,750,000	-	-	9,750,000
Office equipment, furniture and fittings	Bal as at 01.01.2019	Administrative & departmental	43,200,000	-	-	43,200,000
ICT Equipment. and Other ICT Assets	Bal as at 01.01.2019	ICT & OFFICE	46,250,000	-	-	46,250,000
Tools and apparatus	Bal as at 01.01.2019	Lab/store	25,000,000	-	-	25,000,000

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Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Co (Kshs) 30 <sup>th</sup> June
Textbooks	Bal as at 01.01.2019	Library	47,000,000	-	-	47,000
Other Machinery and Equipment	Bal as at 01.01.2019	School compound	35,000,000	-	-	35,000
Heritage and cultural assets	Bal as at 01.01.2019	Music room	2,500,000	-	-	2,500
Intangible assets- soft ware	Bal as at 01.01.2019	School compound	1,500,000	-	-	1,500
<b>Total</b>			<b>406,500,000</b>	-	-	<b>406,500</b>