


REPUBLIC OF KENYA



Enhancing Accountability



 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 04 MAR 2025	DAY: Tuesday
TABLED BY:	Deputy chief whip Hon. Naomi Jillo
CLERK-AT THE-TABLE:	Benson Inzaji

REPORT

OF

THE AUDITOR-GENERAL

ON

**ST. CHARLES LWANGA SECONDARY
SCHOOL**

**FOR THE EIGHTEEN (18) MONTHS PERIOD
ENDED**

30 JUNE, 2021

KITUI COUNTY

04 SEP 2024

RECEIVED



**ST. CHARLES LWANGA
PUBLIC SCHOOL**

**ANNUAL REPORT AND FINANCIAL
STATEMENTS**

**FOR EIGHTEEN (18) MONTHS PERIOD
ENDED**

30th June 2021

**ST.CHARLES LWANGA
PUBLIC SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

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**ST.CHARLES LWANGA
PUBLIC SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period ended 30th June 2021**

1. 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 Kitui County, Kitui central Sub-County.

The school was registered in **18/06/2010** under registration number **GP/A/873810** and is currently categorized as a **Etra-county**, public school established, owned or operated by the Government.

The school is a boarding school and had **1033** number of students as at 30th June 2021 . It has **5** streams and **44** teachers of which **2** 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	JOHN MUTUA	Chairman	3/5/2019
2	CHARLES KAVAI MULEE	Vice Chairman	3/5/2019
3	BENARD MALONZA	Secretary - Principal	3/5/2019
4	ANSELM KAMUTI	Member	3/5/2019
5	BETTY KIMWELE	Member	3/5/2019
6	MERCY MUTHUI	Member	3/5/2019
7	AGNES MBATHA	Member	3/5/2019
8	MARGARET THOMAS	Member	3/5/2019
9	LYNNETTE KASEE K	Member	3/5/2019
10	EVERYLYN NYAMAI	Member	3/5/2019
11	NZIVI EVANSON M	Member Rep Teachers	3/5/2019
12	FR.BENSON KATUA	Sponsor	3/5/2019
13	MUIMI PAUL MWAKI	Member Special Needs	3/5/2019
14	MULI DAVID MUTUA	Rep Students	3/5/2019

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KEY SCHOOL INFORMATION AND MANAGEMENT

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	MR.Dominic Dniel Musembi	Chair person	1 out of 1
		MR.John Mutua	Member	1 out of 1
		Mercy Muthui	Member	1 out of 1
		MR.Benard Malonza	Secretary	1 out of 1
		Margaret Thomas Katele	Member	1 out of 1
2	Audit Committee	Anselm Kamuti	Chair person	1 out of 1
		Fr.Benson Mutia	Member	1 out of 1
		Benard Malonza	Secretary	1 out of 1
		Dominic Musembi	Member	1 out of 1
3	Finance,procurement and general purposes Committee	Charles Mulee	Chair person	1 out of 1
		Dominic Musembi	Member	1 out of 1
		Benard Malonza	Secretary	1 out of 1
		Betty Kimwele	Member	1 out of 1
		Lynette Katheu	Member	1 out of 1

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PUBLIC SCHOOL
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KEY SCHOOL INFORMATION AND MANAGEMENT

4	Academic Committee	Everlyne Nyamai	Chair person	1 out of 1
		Dominic Musembi	Member	1 out of 1
		Margaret Katele	Member	1 out of 1
		Benard Malonza	Secretary	1 out of 1
		Charles Mulee	Member	1 out of 1
5	Development - Infrastructure Committee	Dominic Musembi	Chair person	1 out of 1
		Benard Malonza	Secretary	1 out of 1
		Evason Nzivi	Member	1 out of 1
		Mercy Muthui	Member	1 out of 1
6	Discipline of students &	Mercy Muthui	Chair person	1 out of 1
		Agnes Mbatha Tom	Member	1 out of 1
		Everlyne Nyamai	Member	1 out of 1
		Domic Musembi	Member	1 out of 1
		Bernard Malonza	Secretary	1 out of 1
7	Human Rights & Students Welfare committee	Paul Muimi Mwaki	Chair person	1 out of 1
		Evason Nzivi	Member	1 out of 1
		Bernard Malonza	Secretary	1 out of 1
		Everlyne Nyamai	Member	1 out of 1
		Agnes Mbatha Tom	Member	1 out of 1
		Isaac Mutua Joseph	Student	1 out of 1

(d) School operation Management

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

Ref:	Designation	NAME	TSC Number
1	Principal	BERNARD I MALONZA	380248
2	Deputy Principal	MR.ROBERT ORODHO	377077
3	School Bursar	ENOCK M MUTUA	ID 23602600

PUBLIC SCHOOL-ST.CHARLES LWANGA
Annual Report and Financial Statements
For Eighteen (18) Months period ended 30th June 2021

KEY SCHOOL INFORMATION AND MANAGEMENT

Post Office Box: P.O BOX 7-90200,KITUI
Telephone: 0743060750
E-mail: stcharles_lwanga2010@yahoo.com
Website 0

Facebook:Twiter

(f) School Bankers

school operated accounts in the following banks:

- 1 Name of Bank: NATIONAL BANK-BOARDING A/C
Branch: KITUI
Account Number: 01021051519400
- 2 Name of Bank: NATIONAL BANK-SAVING A/C
Branch: KITUI
Account Number: 01243051519400
- 3 Name of Bank: NATIONAL BANK-PQSAF A/C
Branch: KITUI
Account Number: 01248053079000
- 4 Name of Bank: NATIONAL BANK -OPERATION A/C
Branch: KITUI
Account Number: 01021051519402
- 5 Name of Bank: NATIONAL BANK -TUITION A/C
Branch: KITUI
Account Number: 01025051519400
- 6 Name of Bank: NATIONAL BANK -INFRASTRUCTURE A/C
Branch: KITUI
Account Number: 01025051519401
- 7 Name of Bank: BARCLAYS BANK
Branch: KITUI
Account Number: 0151100945
- 8 Name of Bank: KCB P.A ACCOUNT
Branch: KITUI
Account Number: 1266251634

(g) Independent Auditors

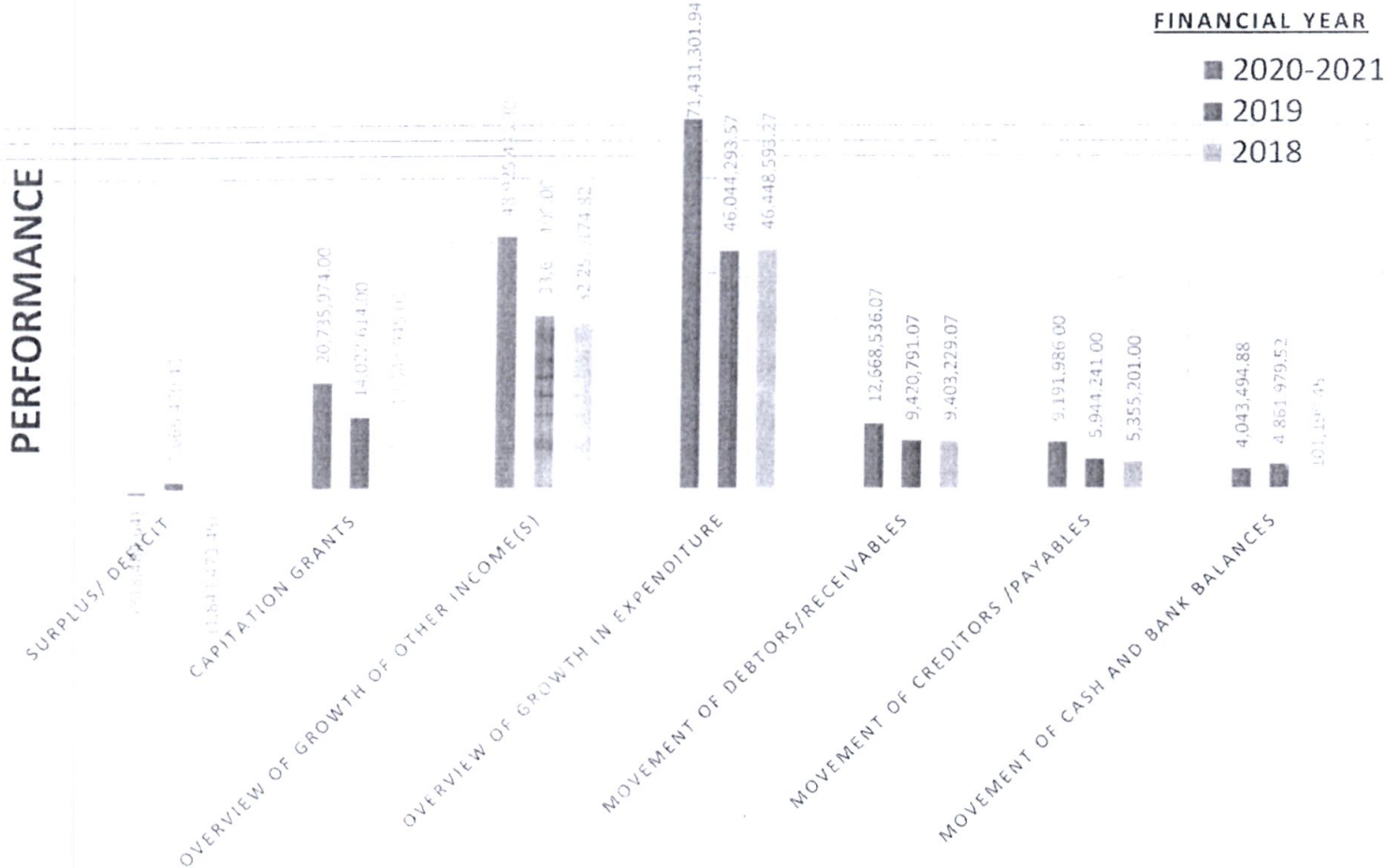
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi,Kenya

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

The following is a table summary report of the performance of the school

Financial performance:	2020-2021	2019	2018
Surplus/ deficit	(818,484.64)	1,666,420.43	(1,843,473.45)
Capitation grants	20,735,974.00	14,022,614.00	12,347,945.00
Overview of growth of other income(s)	48,925,443.30	33,684,100.00	32,257,174.82
Overview of growth in expenditure	71,431,301.94	46,044,293.57	46,448,593.27
Movement of debtors/Receivables	12,668,536.07	9,420,791.07	9,403,229.07
Movement of creditors /Payables	9,191,986.00	5,944,241.00	5,355,201.00
Movement of cash and bank balances	4,043,494.88	4,861,979.52	101,199.45
Ratio of capitation grant per student over the last three years	20,073.55	21,827.34	15,358.14

GRAPH FOR SCHOOL FINANCIAL PERFORMANCE REPORT



**ST. CHARLES LWANGA
PUBLIC SCHOOL**

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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:

	2020-2021	2019	2018
b) Teacher Student ratio:			
The teacher to student ratio	1:23	1:38	1:34
Number of teachers recruited and posted to the school within the year	21	0	0
Number of teachers that were transferred/ retired during the period	6	0	0
Number of teachers employed by TSC	44	23	23
Number of teachers employed by BOM.	2	15	11
Number of teachers the school has for each subject in order to indicate shortage/ allocation of resources			
SUBJECTS	NO.of Teachers		
MATHS	16	5	9
ENGLISH	9	4	6
KISWAHILI	8	4	8
CHEMISTRY	11	5	7
PHYSICS	8	4	6
BIOLOGY	6	3	7
HISTORY	5	3	4
CRE	7	3	5
AGRICULTURE	2	2	3
BUSINESS STUDIES	7	3	5
GEOGRAPHY	7	5	6
COMPUTER STUDIES	2	1	2
FRENCH	2	1	1
c) Mean score in the 2021 KCSE:			
performance of the school for each over the last three years			
Number of students that have since transitioned to institutions of higher learning	114	141	129
Mean score	8.95	8.35	7.71
comment on improvement or otherwise as compared to the school's set score.			
d) Number of Candidates in the 2021 KCSE:			
Number of candidates sitting for KCSE over the last three years.	221	160	174
e) Capacity of the school:			
Number of students in the school	1033	950	804
Dormitories	12	12	12
Dinning hall,	1	1	1
laboratories,	4	4	4
Toilets	5	5	5
Land with legal ownership	4.6ha	4.6ha	4.6ha
	With Title Deed	With Title Deed	With Title Deed
Other amenities.			

ST. CHARLES LWANGA

PUBLIC SCHOOL

Annual Report and Financial Statements

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f) Development projects carried out by the school:

Project	Source of fund	Initial cost (Ksh)	Amount spent (Ksh)	Year	Expected Completion Time
Construction of Dormitory	MOE-FDSE		213,848	2020	Jun-22
			6,638,325	2021	Jun-22

Sign



School Principal

**ST. CHARLES LWANGA
PUBLIC SCHOOL
Annual Report and Financial Statements
For Eighteen (18) Months Period ended 30th June 2021**


3. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

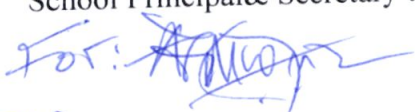
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant 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.Charles Lwanga sec.sch 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, 2021, and of the school's financial position as at that date.

Name: JOHN MUTUA
Designation: Chairman, School Board of Management
Sign: For: 
Date: 4/9/2024

Name: BERNARD I MALONZA
Designation: School Principal & Secretary to Board of Management
Sign: For: 
Date: 28/8/2024

Name: ENOCK M MUTUA
Designation: Bursar/ Finance Officer
Sign: 
Date: 28/8/2024

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

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON ST. CHARLES LWANGA SECONDARY SCHOOL FOR THE EIGHTEEN (18) MONTHS PERIOD ENDED 30 JUNE, 2021 - KITUI 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and 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. Charles Lwanga Secondary School - Kitui County set out on pages 11 to 28, which comprise of the statement of financial assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts

Report of the Auditor-General on St. Charles Lwanga Secondary School for the Eighteen (18) months period ended 30 June, 2021 - Kitui County

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. Charles Lwanga Secondary School - Kitui County as at 30 June, 2021 and its financial performance and its cash flows for the eighteen months period 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 the Financial Statements

The financial statements reflected the following inaccuracies:

1.1 Variances between the Statement of Receipts and Payments and the Cashbook Balances

Component	Financial statements (Kshs)	Cashbook (Kshs)	Variance (Kshs)
Capitation Grants on Operations	19,047,509	7,814,176	11,233,333
Expenditure on Tuition	2,604,303	1,117,237	1,487,066
Other Income	9,791,237	3,175,512	6,615,725
Boarding and School Fund Payments	47,719,461	21,382,184	26,337,277

1.2 Variances in Balances Between the Statement of Budgeted Versus Actual Amounts and Receipts and Payments

Comparison of the budget and actual amounts on comparable basis and the statement of receipts and payments revealed the following unreconciled variances:

Item	Statement of Budget and Actual Amounts (Kshs)	Statement of Receipts and Payments (Kshs)	Variance (Kshs)
Capitation Grant on Operations	10,318,969	19,047,509	8,728,540
Parents Contribution/School Fees	17,221,789	39,134,206	21,912,417

Item	Statement of Budget and Actual Amounts (Kshs)	Statement of Receipts and Payments (Kshs)	Variance (Kshs)
Expenditure for Tuition	1,117,237	2,604,303	1,487,066
Expenditure on Operations	11,486,077	21,107,538	9,621,461
Expenditure for School Fund	17,168,817	47,719,461	30,550,644

Further, the statement of receipts and payments reflects total receipts and payments amounts of Kshs.70,612,817 and Kshs.71,431,301 while the statement of budgeted versus actual amounts reflects total receipts and total payments of Kshs.28,705,298 and Kshs.29,772,131 resulting in unexplained variances of Kshs.41,907,521 and Kshs.41,659,170 respectively.

In the circumstances, the accuracy and completeness of the two (2) financial statements for the eighteen (18) months period ended 30 June, 2021 could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.4,043,494 as disclosed in Notes 8 and 9 to the financial statements. However, the following anomalies were noted in the cash and cash equivalents balances,

- i. Bank reconciliations for the following bank accounts were either missing or not prepared namely, School Fund Account-, Saving Account-, Infrastructure-, PQSAF Account-, PA Account-, Project Account- and Account-.
- ii. The School had a dormant account in a commercial bank at Kitui with a balance of Kshs.52,295 for the last three (3) financial years.
- iii. Cash in hand for Infrastructure bank account as at 30 June, 2021 had a negative balance of (Kshs.1,208) which was not supported by a Board of Survey report.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.4,043,494 as at 30 June, 2021 could not be confirmed.

3. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects long outstanding students' receivables balance of Kshs.12,668,536 as disclosed in Note 11 to the financial statements. However, included in the balance are receivables of Kshs.6,097,132 fees arrears outstanding for over two (2) years. In addition, significant accounting policies on accounts receivables as disclosed in Note 11 is silent on the treatment of students' fees balances which is a major source of income for the School.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.12,668,536 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the St. Charles Lwanga 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

Budgetary Control and Performance

The statement of budget and actual amounts reflects final revenue budget and actual on comparable basis of Kshs.28,805,788 and Kshs.28,705,298 respectively, resulting to under-collection of Kshs.100,490 of the approved budget. However, the Schools spent a balance of Kshs.29,772,131 against the actual receipts of Kshs.28,705,298 resulting to over-utilization of Kshs.1,066,883 of the actual receipts. In addition, the School's budget was not balanced.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Transfer Infrastructure Funds from Operation Bank Accounts to Infrastructure Accounts

The statement of receipts and payments reflects operations grant amount of Kshs.19,047,509 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the balance is an amount of Kshs.3,562,500 meant for Maintenance and Improvement Fund (M&IF) Infrastructure

which was to be transferred to the School infrastructure account. However, Management transferred only Kshs.1,325,000 leaving a balance of Kshs.2,237,500 as at 30 June, 2021. This was contrary to Ministry of Education Circular Ref.No: MOE.HQS/3/13/3 of 16 June, 2021, which states that infrastructure grants as well as maintenance and improvement funds 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.

2. Irregular Tender Award for Construction of Dormitory Building

The School entered into a contract with a local contractor for construction of a storey dormitory building vide tender number SCL/01/2020. However, review of the procurement process revealed the following anomalies;

- i. There were no signed evaluators individual score sheets to show the individual rating resulting from the evaluation of the bidders.
- ii. The evaluation report was not signed by all the evaluators.
- iii. The preliminary evaluation report revealed that the bidder who was awarded the tender had failed at the preliminary evaluation stage as the bid did not meet the preliminary mandatory requirement, criteria S/No. MR7 that states that the bidder MUST submit an original and one copy of tender document properly book bound and all pages paginated in the format 1,2,3,4. The bidder however proceeded to the technical and financial stage of evaluation and was awarded the contract. The contractor was not the lowest evaluated bidder casting doubt on the efficiency and openness of the procurement process.
- iv. The contract document signed by both the procurement entity and the contractor did not specify the contract period.

In the circumstances, the process did not promote efficiency and accountability value for money on the project and funds spent could not confirmed.

3. Presentation and Disclosures in the Financial Statements

Review of the financial statements for the 18 months period ended 30 June, 2021 revealed the following anomalies on presentation and disclosures contrary to the reporting format prescribed by the Public Sector Accounting Standards Board (PSASB).

- i. No disclosure was made on the change in the preparation of the financial statements from calendar year to government fiscal year.
- ii. The table of contents omitted the Acronyms, abbreviations and glossary which should be disclosed as number one (1).
- iii. The numbering of the pages in the first section giving the entity's information should be in italics and then actual –numbering of pages from numbers 1 should start after independent audit report page.

In the circumstances, the financial statements did not comply with the International Public Sector Accounting Standards (IPSAS).

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 4 September, 2024 instead of the statutory deadline of 30 September, 2021. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on the 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. Ineffectiveness in Management of Text books

Review on management of textbooks in the School revealed the following weaknesses:

- i. There were no proper internal control systems for the receipt and issue of texts books. It was therefore not possible to trace the textbooks received by the School and those that may have been lost, stolen or damaged.
- ii. There was no proper custody and care of textbooks. Books at the library were not kept in good condition or arranged for ease of identification. This exposed the textbooks to risk of damage or even theft.
- iii. The School had not put in place mechanisms to prevent loss, theft or misuse of textbooks.

In the circumstances, effectiveness of the internal controls in management of text books and weaknesses to prevent losses could not be confirmed.

2. Lack of Ownership Documents and Updated Asset Register

Annex 2 to the financial statements reflects summary of fixed assets register with Nil balance as at 30 June, 2021. However, no balances were disclosed by the Management for the School assets.

In the circumstances, the ownership and safe custody of the fixed assets 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 controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease its 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 comply 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 controls 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 controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

18 November, 2024

**ST. CHARLES LWANGA
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5. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	2020-2021	2019
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	2,639,865.00	2,425,182.00
Capitation grants for operations	2	19,047,509.00	11,601,432.00
School Fund Income- Parents' Contributions	3	39,134,206.00	31,824,670.00
School Fund Income- Other receipts	4	9,791,237.30	1,859,430.00
Proceeds from borrowings		-	-
TOTAL RECEIPTS		70,612,817.30	47,710,714.00
PAYMENTS			
Payments for Tuition	5	2,604,303.00	2,404,790.00
Payments for operations	6	21,107,538.00	7,622,546.00
Boarding and school fund payments	7	47,719,460.94	36,016,957.57
TOTAL PAYMENTS		71,431,301.94	46,044,293.57
SURPLUS/DEFICIT		(818,484.64)	1,666,420.43

The school financial statements were approved on _____ and signed by: _____

Sign: 

Sign: 

Sign: 

Name: MULILA N.M.
Chair BOM

Name: Mwiza A.K.
School principal/Secretary to BOM

Name: Enoch M. Mutua
Bursar

Date: 4/9/24

Date: 28/8/2020

Date: 28/8/2020

**ST. CHARLES LWANGA
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6. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	2020-2021	2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	4,039,958.88	4,861,904.52
Cash Balances	9	3,536.00	75.00
Short term Investment	10	-	-
Total Cash and cash equivalent		4,043,494.88	4,861,979.52
Account's receivables	11	12,668,536.07	9,420,791.07
TOTAL FINANCIAL ASSETS		16,712,030.95	14,282,770.59
FINANCIAL LIABILITIES			
Accounts Payables	12	9,191,986.00	5,944,241.00
NET FINANCIAL ASSETS		7,520,044.95	8,338,529.59
REPRESENTED BY			
Accumulated Fund b/fwd	13	8,338,529.59	6,672,109.16
Surplus/Deficit for the year		(818,484.64)	1,666,420.43
NET FINANCIAL POSITION		7,520,044.95	8,338,529.59

Name: MULICA N.M.

Chairman, BoM

Sign: 

Date: 24/9/20

Name: Mwambi AK

School principal/secretary to BoM

Sign: 

Date: 28/8/2020

Name: Enoch Titum

Bursar/Finance officer

Sign: 

Date: 28/8/2020

T. CHARLES LWANGA

PUBLIC SCHOOL

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for Eighteen (18) Months Period ended 30th June 2021

7. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

		2020-2021	2019
		Kshs	Kshs
CASHFLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Capitation grants for tuition	1	2,639,865.00	2,425,182.00
Capitation grants for operations	2	19,047,509.00	11,601,432.00
School fund income- Parents contributions/ fees	3	39,134,206.00	31,824,670.00
School fund income- other receipts	4	9,791,237.30	1,859,430.00
Total receipts		70,612,817.30	47,710,714.00
Payments			
Payments for Tuition		2,604,303.00	2,404,790.00
Payments for operations		21,107,538.00	7,622,546.00
Boarding and school fund payments		47,719,460.94	36,016,957.57
Total payments		71,431,301.94	46,044,293.57
Net cash flow from operating activities		(818,484.64)	1,666,420.43
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets-Construction of dormitory		(6,638,325.00)	(213,848.00)
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from Investing Activities		(6,638,325.00)	(213,848.00)
CASHFLOW FROM BORROWING/FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		(818,484.64)	1,666,420.43
Cash and cash equivalent at BEGINNING of the year		4,861,979.52	3,195,559.09
Cash and cash equivalent at END of the year		4,043,494.88	4,861,979.52

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

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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
(1) EXPENDITURE FOR TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Teaching / learning materials	1,126,537.5	-	1,126,537.5	1,117,237.00	9,300.5	99.17%
Administration costs	-	-	-	-	-	-
TOTAL	1,126,537.50	-	1,126,537.50	1,117,237.00	9,300.50	99.17%
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance & improvements	4,031,000.0	-	4,031,000.0	4,030,590.0	410.0	99.99%
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical & Insurance	82,117.0	-	82,117.0	82,117.0	-	100.00%
Administration costs	-	-	-	-	-	-
Activity Expenses	16,000.0	-	16,000.0	16,000.0	-	100.00%
Other vote heads	7,359,500.0	-	7,359,500.0	7,357,370.0	2,130.0	99.97%
TOTAL	11,488,617.00	-	11,488,617.00	11,486,077.00	2,540.00	99.98%

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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
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance and improvements	1,239,500.00	-	1,239,500.0	1,128,135.0	111,365.0	91.02%
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical Expenses	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
Othervoteheads	4,709,775.00	-	4,709,775.0	4,709,244.0	531.0	99.99%
Income generating Activities	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch programme	-	-	-	-	-	-
Boarding Equipment and Stores	10,232,538.00	-	10,232,538.0	10,203,303.0	29,235.0	99.71%
TOTALS	16,181,813.00	-	16,181,813.00	17,168,817.00	(987,004.00)	106.10%

ST.CHARLES LWANGA

PUBLIC SCHOOL

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8. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021

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
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Teaching / learning materials	1,165,537.5	-	1,165,537.5	1,164,540.0	997.5	99.91%
Chalks	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides	-	-	-	-	-	-
TOTAL	1,165,537.50	-	1,165,537.50	1,164,540.00	997.50	99.91%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
Personnel emoluments	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Repairs and maintenance	3,105,000.0	-	3,105,000.0	3,104,000.0	1,000.0	99.97%
Local transport / travelling	-	-	-	-	-	-
Electricity and water	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Activity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
Othervoteheads	7,215,500.0	-	7,215,500.0	7,214,969.0	531.0	99.99%
TOTAL	10,320,500.00	-	10,320,500.00	10,318,969.00	1,531.00	99.99%

ST. CHARLES LWANGA

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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
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	-	-	-	-	-	-
Repairs and maintenance	705,500.0	-	705,500.0	704,958.0	542.0	99.92%
Local transport / travelling	-	-	-	-	-	-
Electricity and water	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Othervoteheads	4,799,775.0	-	4,799,775.0	4,799,723.0	52.0	100.00%
Administration costs	-	-	-	-	-	-
Activity	87,938.0	-	87,938.0	87,769.0	169.0	99.81%
SMASSE	-	-	-	-	-	-
Fee on Boarding Equipment and Stores	11,726,538.0	-	11,726,538.0	11,629,339.0	97,199.0	99.17%
OTHER INCOME						
Rent income	-	-	-	-	-	-
Income from farming activities	-	-	-	-	-	-
Insurance compensation	-	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Bus Hire	-	-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Income from any other investment	-	-	-	-	-	-
TOTAL INCOME	17,319,751.0	-	17,319,751.0	17,221,789.0	97,962.0	99.43%

PUBLIC SCHOOL-ST CHARLES LWANGA
Reports and Financial Statements
For Eighteen (18) Months Period ended 30th June 2021

9. 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.

PUBLIC SCHOOL-ST CHARLES LWANGA
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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 30th June 2021.

ST.CHARLES LWANGA**PUBLIC SCHOOL****Annual Report and Financial Statements****For Eighteen (18) Months Period ended 30th June 2021****11. NOTES TO THE FINANCIAL STATEMENTS****1 CAPITATION GRANT FOR TUITION**

	2020-2021	2019
	Kshs	Kshs
Textbooks	-	-
Exercise books	-	-
Laboratory Equipments	-	-
Teaching/learning materials	2,639,865.00	1,681,094.00
Chalks	-	-
Internal exams	-	-
Reference materials	-	744,088.00
SMASSE	-	-
Bank charges	-	-
Total	2,639,865.00	2,425,182.00

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019
	Kshs	Kshs
Personnel emoluments	-	32,001.0
Repairs and maintenance	3,104,000.00	16,000.00
Local transport / travelling	-	-
Electricity and water	-	-
Medical	159,400.00	367,100.00
Boarding Account	945,000.00	-
Activity	318,800.00	870,738.00
Other voteheads	10,408,409.00	5,796,934.00
Insurance	-	245,659.0
MOE Bom	480,000.00	-
Infrastructure	3,625,500.00	4,269,000.0
House Rent	6,400.00	4,000.0
Total	19,047,509.00	11,601,432.0

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019
	Kshs	Kshs
Personnel emoluments	-	3,819,000.00
Repairs and maintenance	1,420,497.00	1,608,000.00
Local transport / travelling	-	1,125,600.00
Electricity and water	-	3,939,600.00
Activity	160,737.00	201,000.00
Fee on Boarding Equipment and Stores	26,207,603.00	21,131,470.00
Other voteheads	11,345,369.00	-
Total	39,134,206.00	31,824,670.00

**ST.CHARLES LWANGA
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NOTES TO THE FINANCIAL STATEMENTS

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021	2019
	Kshs	Kshs
Rent income	308,730.00	278,030.00
Income from farming activities	-	-
Transfer frpm infrastructure account	2,829,494.00	-
Salary advance	57,502.00	-
Fees refund	-	-
Income from Bus Hire	2,000.00	-
Fee for hire of ground and equipment	-	-
Income from grants and donations*(-CDF Bursary)	115,004.00	-
Interest income	-	-
Income from grants and donations	55,000.00	-
PTA	1,447,334.00	-
PQASF	4,455,825.30	1,487,400.00
Prepaid fee	320,946.00	-
Pocket Money	158,652.00	-
Tender fee	1,000.00	94,000.00
Income generating activities-Shool farm	39,750.00	-
Total	9,791,237.30	1,859,430.00

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

5 PAYMENTS FOR TUITION

	2020-2021	2019
	Kshs	Kshs
Textbooks	-	-
Exercise books	-	-
Laboratory Equipments	-	-
Teaching/learning materials	2,579,303.00	2,404,790.00
Chalks	-	-
Internal exams	-	-
Reference materials	25,000.00	-
Bank charges	-	-
Administration costs	-	-
Total	2,604,303.00	2,404,790.00

**ST. CHARLES LWANGA
PUBLIC SCHOOL**
Annual Report and Financial Statements
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2020-2021	2019
	Kshs	Kshs
Personnel emoluments	-	2,408,297.00
Administration Cost	120.00	140,503.00
Repairs and maintenance & improvements	875,000.00	24,000.00
Local transport / travelling	7,500.00	47,800.00
Electricity and water	-	175,527.00
Medical	131,775.00	268,495.00
Activity Expenses	1,077,600.00	840,670.00
Insurance Cost	142,586.00	233,350.00
Acquisition of Assets-Construction of dormitory	6,638,325.00	213,848.00
BES	805,915.00	-
Other voteheads *	11,428,717.00	3,270,056.00
TOTAL	21,107,538.00	7,622,546.00

7 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2019
	Kshs	Kshs
Personnel emoluments	-	3,387,573.00
Repairs and maintenance & Improvements	1,012,607.00	1,861,387.00
Local transport / travelling	-	1,164,580.00
Electricity and water	-	4,197,388.00
Medical Expenses	-	-
Administration costs	-	-
Boarding Equipment and Stores	27,408,090.00	21,530,356.00
Uniform	-	-
Rent Expenses	15,000.00	109,500.00
School farm	-	-
Pocket Money	24,650.00	-
Bus hire	25,000.00	-
Caution refund	1,000.00	-
Activity Expenses	272,260.00	130,700.00
Advance	-	-
Fees refund	1,810,398.00	835,091.00
PQASF	2,885,100.00	2,777,882.57
Tender	-	22,500.00
Other voteheads	14,265,355.94	-
TOTAL	47,719,460.94	36,016,957.57

**ST. CHARLES LWANGA
PUBLIC SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2020-2021	2019
		Kshs	Kshs
Tuition Account	01025051519400	57,859.00	22,297.00
Operations Account	01021051519402	110,184.00	34,595.00
School Fund Account/Boarding-NBK	01021051519400	454,208.00	31,060.00
School Fund Account/Boarding-Barclays	0151100945	52,298.45	52,298.45
Savings Account	01243051519400	2,696.06	646,376.00
P.A Account-KCB	1266251634	273,636.00	-
PQSAF Account	01248053079000	44,123.37	21,722.07
Infrastructural Account	01025051519401	3,044,954.00	4,053,556.00
Total		4,039,958.88	4,861,904.52

9 CASH IN HAND

Description	2020-2021	2019
	Kshs	Kshs
Tuition Account	-	-
Operation Account	1,097.00	(22.00)
School Fund account	2,439.00	97.00
Infrastructural Account	-	-
Total	3,536.00	75.00

10 SHORT TERM INVESTMENTS

Description	2020-2021	2019
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2020-2021	2019
	Kshs	Kshs
Fees arrears	12,668,536.07	9,403,229.07
Other non-fees receivables	-	-
Salary advances	-	17,562.00
Imprest	-	-
Total	12,668,536.07	9,420,791.07

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

Description	2020-2021	2019
	Kshs	Kshs
Fees arrears for current year	3,385,526.00	3,185,878.00
Fees arrears for the previous year	3,185,878.00	2,551,845.00
Fees arrears for prior periods (over two years)	6,097,132.07	3,665,506.07
Total	12,668,536.07	9,403,229.07

12 ACCOUNTS PAYABLE

Description	2020-2021	2019
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	9,191,986.00	5,944,241.00
Prepaid fees	-	-
Caution Money	-	-
Total	9,191,986.00	5,944,241.00

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

Description	2020-2021	2019
	Kshs	Kshs
Trade creditors for current year	9,191,986.00	5,696,466.00
Trade creditors for the previous year	-	247,775.00
Trade creditors for prior periods (over two years)	-	-
Total	9,191,986.00	5,944,241.00

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)
13 FUND BALANCE BROUGHT FORWARD**

Description	2020-2021	2019
	Kshs	Kshs
Bank balances	4,861,904.52	3,193,361.09
Cash balances	75.00	2,198.00
Receivables	9,420,791.07	3,724,325.07
Payables	5,944,241.00	247,775.00
Total	8,338,529.59	6,672,109.16

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- i) The reason for preparing financial statements for longer period is due to the adoption of IPSAS for school and the change from calendar year to government fiscal year.
The comparative information may not be comparable due to longer period covered by the current financial period
- ii) IPSAS 1 encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

14 Non-current Liabilities Summary

Description					2020-2021	2019
					Kshs	Kshs
Bank loan(s)	N/A				-	-
Outstanding Leases	N/A				-	-
Hire purchase	N/A				-	-
Gratuity and leave provision	N/A				-	-
Total						-

15 Biological assets

Description	Numbers	Opening Balance in Units	Increase during the year	Disposals during the year	At the end of the year	2020-2021	2019
						Kshs	Kshs
Cattle	-	0	0	0	0	-	-
Goats	-	0	0	0	0	-	-
Trees	-	0	0	0	0	-	-
Coffee or tea	-	0	0	0	0	-	-
Pigs & Donkeys	-	0	0	0	0	-	-
Poultry		0	0	0	0	-	
Total						-	-

16 Borrowings

Description					2020-2021	2019
					Kshs	Kshs
a) Borrowings						
Borrowing at beginning of the	N/A				-	-
Borrowings during the year	N/A				-	-
Repayments of during the year	N/A				-	-
Balance at end of the year	N/A				-	-

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Other important disclosure notes

17 Stock/ Inventory

Description	2020-2021	2019
	KShs	KShs
Stock/ inventory at beginning of the year	1,247,276.00	289,998.00
Stock/ inventory purchased during the year	12,840,086.00	1,504,448.00
Stock/ inventory issued during the year	(13,098,417.00)	(547,170.00)
Balance at end of the year	988,945.00	1,247,276.00

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18 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)

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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 2021	Outstanding Balance 2019	comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
	-			-	-	
Sub-Total	-			-	-	
Umoja mwingi petrol	35,000.00	2019	-	-	35,000.00	
Bititec systems	159,500.00	2019	-	-	159,500.00	
ngiluni merchants	10,000.00	2019	-	-	10,000.00	
Christine m mavuti	6,000.00	2019	-	-	6,000.00	
Stephen m kakai	38,150.00	2019	-	-	38,150.00	
Empire fix ventures	465,715.00	2019	-	-	465,715.00	
CDOK lenten compaign	105,628.00	2019	-	-	105,628.00	
Hemmssoft solutions	65,000.00	2019	-	-	65,000.00	
Masterpiece hardware	3,300.00	2019	-	-	3,300.00	
Carlos Chemical	127,500.00	2019	-	-	127,500.00	
Kitui corner brothers	28,000.00	2019	-	-	28,000.00	
Skyte investments	15,000.00	2019	-	-	15,000.00	
Wrma	5,396.00	2019	-	-	5,396.00	
Jankiles ltd	239,880.00	2019	-	-	239,880.00	
daughter of jesus	21,000.00	2019	-	-	21,000.00	
At your service	17,150.00	2019	-	-	17,150.00	
gasp	15,000.00	2019	-	-	15,000.00	
mukesh technical	162,500.00	2019	-	-	162,500.00	
Erick munene Quantai	20,000.00	2019	-	-	20,000.00	
creditors		2018			247,775.00	
Alii Hard ware	19,500.00	2019	-	19,500.00	-	
Lucia Kamanthe	15,150.00	2020	-	15,150.00	-	
Mucklin general enterprises	40,000.00	2020	-	40,000.00	-	
Piters Enterprises	398,500.00	2020	-	398,500.00	-	
Zommbe Wood furniture	440,000.00	2020 & 2019	-	440,000.00	32,050.00	
Dlp Festive	327,520.00	2020 & 2019	327,520.00	-	618,412.00	
Mckena Ventures	196,365.00	2020	196,365.00	-	-	
St Columbas	245,000.00	2020	-	245,000.00	-	
Peter Mulei & Sons Ltd	503,382.00	2020 & 2019	503,382.00	-	633,862.00	
Jemijor Enterprises	118,700.00	2020	40,000.00	78,700.00	-	
Reuverline	97,130.00	2020	77,430.00	19,700.00	-	
Jane Muthoki	223,895.00	2020	223,855.00	40.00	-	
St.Charles Lwanga Canteen	132,844.00	2020 & 2019	132,264.00	580.00	102,287.00	
Cathmol Enterprises	124,300.00	2020 & 2019	124,300.00	-	210,700.00	
David Musyimi	161,700.00	2020 & 2019	58,100.00	103,600.00	98,696.00	
Rosamu General Supplies	140,000.00	2020 & 2019	140,000.00	-	251,500.00	
Jocajo Enterprises	8,700.00	2020 & 2019	-	8,700.00	31,229.00	
Jadmwa Enterprises	130,940.00	2020	130,940.00	-	-	
Ngomango Enterprises	20,750.00	2020	20,750.00	-	-	
Manzi meu butchery	115,880.00	2020	115,880.00	-	-	
Kyandani Investment	16,000.00	2020	16,000.00	-	-	
Zombe Wood furniture	217,960.00	2020 & 2019	217,960.00	-	133,500.00	
Emjay Wakie Enterprises	81,000.00	2020 & 2019	81,000.00	-	46,000.00	
Zombe wood furniture	61,210.00	2021		61,210.00	-	
Jadmwa Enterprises	403,320.00	2021		403,320.00	-	
Rosamu Gen Supplies	521,700.00	2021		521,700.00	-	
lofre supplies solutions	53,000.00	2021	-	53,000.00	-	
Snow pharmacy	90,990.00	2021		90,990.00	-	
Dfl festive	359,813.00	2021		359,813.00	-	
Reuverline Investment	203,220.00	2021		203,220.00	-	

Jane Muthoki	292,330.00	2021 & 2019		292,330.00	778,295.00
Great Yatta Merchants	22,850.00	2021 & 2019		22,850.00	60,000.00
Peter Mulei & sons ltd	1,028,247.00	2021		1,028,247.00	-
Matheka Electrical	109,620.00	2021		109,620.00	-
Gaston Kenya Ltd	28,826.00	2021 & 2019		28,826.00	28,826.00
Cana General	30,000.00	2021		30,000.00	-
Muthaka Technologies	10,000.00	2021		10,000.00	-
Trick Charles	39,110.00	2021		39,110.00	-
Sombe wood furniture	197,750.00	2021		197,750.00	-
Lecchem Enterprises	91,215.00	2021		91,215.00	-
Petlaw market ventures	30,000.00	2021		30,000.00	-
St.charles Lwanga canteen	26,820.00	2021		26,820.00	-
Caliweh	40,000.00	2021		40,000.00	-
Samson Kithongo Kithome	15,850.00	2021		15,850.00	-
Smartscore ltd	38,800.00	2021		38,800.00	-
Nairobi sports house	130,000.00	2,019		-	130,000.00
New orleans stores	260,620.00	2,019		-	260,620.00
Moshangu Enterprises	50,000.00	2,019		-	50,000.00
Orient sports	325,700	2020	325,700.00	-	-
Justiel Ltd	26,800	2020 & 2019	-	26,800.00	69,830.00
Stephen M Mbindyo	4,650	2020 & 2019	-	4,650.00	26,900.00
Gaston Kenya Ltd	28,826	2020	-	28,826.00	-
Great Yatta Merchants	39,225	2020	39,225.00	-	-
Stevemalon Resolutions	96,900	2020	-	96,900.00	-
Copycat Ltd	176,928	2020	-	176,928.00	-
Wrma	8,247	2020	-	8,247.00	-
Great Yatta Merchants	35,200.00	2021		35,200.00	-
Kalsyan Enterprises	86,000.00	2021		86,000.00	-
sanaa Busmix ventures	54,800.00	2021		54,800.00	-
Stevemalon Resolutions		2019		-	141,400.00
Emumu Investments		2019		-	123,540.00
Tsunamitec	450,000	2020	256,128.00	193,872.00	-
Copycat Ltd	278,400.00	2020	120,000.00	158,400.00	-
Rectitude company Ltd	91,900.00	2020	91,900.00	-	-
Great Yatta Merchants	64,170.00	2020	64,170.00	-	-
Eastlab Ltd	221,261.00	2020 & 2019	206,461.00	14,800.00	324,100.00
Eastlab Ltd	317,040.00	2021	-	317,040.00	-
Copy cat Ltd	180,032.00	2021	-	180,032.00	-
Tsunamitec Supplies Ltd	53,856.00	2021	-	53,856.00	-
				-	-
Sub-Total	10,847,424.00		3,509,330.00	6,897,474.00	5,939,241.00
Supply of services					
Conloop Technologies	56,000.00	2021		56,000.00	-
Moshangu Enterprises	16,500.00	2020 & 2019	16,500.00	-	-
Non-Teaching staff salaries	1,258,244.00	2020	138,988.00	1,119,256.00	-
Gaston Kenya Ltd	96,946.00	2020	96,946.00	-	-
Lofre Suplies solutions	31,000.00	2020 & 2019	31,000.00	-	5,000.00
Non-Teaching staff salaries	1,258,244.00	2021	138,988.00	1,119,256.00	-
	-			-	-
Sub-Total	2,716,934.00		422,422.00	2,294,512.00	5,000.00
Grand Total	13,564,358.00		3,931,752.00	9,191,986.00	5,944,241.00

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Units	Historical Cost b/f (Kshs) 1 st July 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1			4.6 hac				-
Land 2			19				-
Buildings and structures			1				-
Motor vehicles-School bus			2178				-
Office equipment, furniture and fittings			1633				-
ICT Equipment, and Other ICT Assets			4559				-
Tools and apparatus			10515				-
Textbooks			10				-
Other Machinery and Equipment							-
Heritage and cultural assets			4				-
Intangible assets- software							-
Total							-

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