

REPUBLIC OF KENYA



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REPORT

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Hon. Samuel
ChepKonga, MP

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THE AUDITOR-GENERAL

ON

NYANDARUA HIGH SCHOOL

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

NYANDARUA COUNTY

Revised 30th June 2022.



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2022**

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



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**
Annual Report and Financial Statements
For the year ended 30th June 2022

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KEY SCHOOL INFORMATION AND MANAGEMENT

NYANDARUA HIGH SCHOOL

(a) Background information

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

The school was registered in 28/07/2017 under registration number 18-S-0030-0471 and is currently categorized as a **National public school** established, owned or operated by the Government.

The school is a boarding school and had **828** students as at **30th June 2022**.

It has streams 4 in form 3 and 4 and 5 streams in form 1 and 2 and 39 teachers of which 6 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. SIMON KANYINGI	Chairman	3/07/2019
2	MR. STEPHEN MUCHIRI	Secretary - Principal	3/07/2019
3	MR. JOHANNA MUIRURI	Member	3/07/2019
4	MR. JACK WAHOME	Member	3/07/2019
5	MR. KARANJA NJUGUNA	Member	3/07/2019
6	MR. JOSEPH WARUI	Member	3/07/2019
7	MR. JAMES KIHUNGI	Member	3/07/2019
8	MR. LAWRENCE KARANJA	Member – Rep CEB	3/07/2019
9	MS DIANA YATOR	Member Rep Teachers	3/07/2019
10	MS JENNIFFER KABUI	3 Members - Sponsor	3/07/2019
11	MR. PIUS NDUNGU	Member - Community	3/07/2019
12	MS CATHERINE MWASHAO	Member Special Needs	3/07/2019
13	WESLEY NJOROGE	Rep Students	3/07/2019



KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management includes:

- 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 students' 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 paragraph 21 and 23 of the Basic Education Act, 2013.

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(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Number of meetings held
1	Executive Committee	DR. SIMON KANYINGI MR. LAWRENCE KARANJA MR. JACK WAHOME MR. GS MUCHIRI MS. JENNIFER KABUI	3
2	Audit Committee	DR. SIMON KANYINGI MR. GS MUCHIRI MR. KARANJA NJUGUNA MR. JAMES KIHUNGI	2
3	Finance, procurement and general purposes Committee	DR. SIMON KANYINGI MR. LAWRENCE KARANJA MR. JACK WAHOME MR. GS MUCHIRI MS. JENNIFER KABUI MR. JAMES KIHUNGI MS. CATHERINE MWASHAO	2
4	Academic Committee	MR. LAWRENCE KARANJA MR. JACK WAHOME MR. GS MUCHIRI MR. JOHANNA MUIRURI MR. PIUS NDUNG'U MS. DIANA YATOR MS. JOYCE MUIRURI	1
5	Development Committee	DR. SIMON KANYINGI MR. JOSEPH WARUI MS. JANE WARUINGI MR. STEPHEN MUCHIRI MR. JACK WAHOME MR. LAWRENCE KARANJA MR. JAMES WAHOME	3
6	Discipline and welfare Committee	MR. NYANTIKA OMBIRO MR. STEPHEN MUCHIRI MS. JENNIFER KABUE MR. JACK WAHOME	4
7	Adhoc Committee (if any during the year)		

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(d) School operation Management

For the financial year ended 30th June 2022 the school day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	MR. STEPHEN MUCHIRI	336266
2	Deputy Principal	MS. JANE WARUINGI	372914
3	School Bursar	MS. RUTH NJORGE	ID NO 27771044

(e) Schools contacts

(a) Schools contacts

Post Office Box: 61-20303, Olkalou
Telephone: 0712684053
E-mail: nyandaruahsc@gmail.com

(b) School Bankers

The following school operated 4 bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

- Name of Bank: EQUITY BANK
Branch: OL'KALOU
Account Number: 0160293193956
Account Name: Nyandarua High School
- Name of Bank: KCB
Branch: OL'KALOU
Account Number: 1102126748
Account Name: Nyandarua Secondary - Operation
- Name of Bank: KCB
Branch: OL'KALOU
Account Number: 1102124133
Account Name: Nyandarua Secondary - Tuition
- Name of Bank: KCB
Branch: OL'KALOU
Account Number: 1260821528
Account Name: Nyandarua Secondary - Infrastructure
- MPESA Pay Bill No.4048631 attached to Equity bank account

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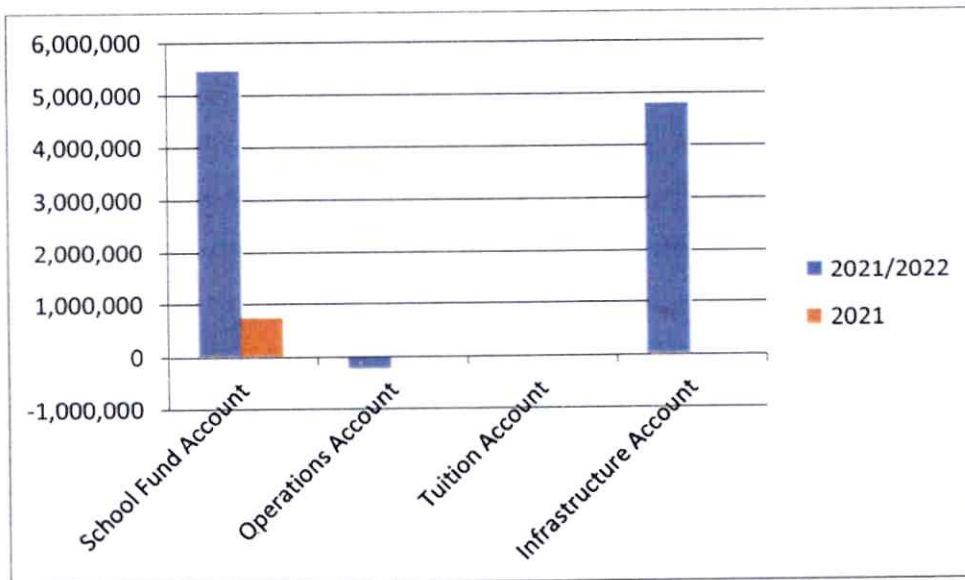
SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last two years period between 1st July 2021 to 30th June 2022 covering 12 months and 1st January 2021 to 30th June, 2021 covering a period of 6 months.

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS			
SNO	ACCOUNTS	2021 - 2022	2020 - 2021
		Kshs	Kshs
1	School Fund Account	5,441,347	728,359
2	Operations Account	(230,846)	1,094,289
3	Tuition Account	8,968	32,897
4	Infrastructure Account	4,778,449	686,060
5	Farm Account		-
	TOTAL	9,997,918	2,541,605
	Increase/Decrease	7,456,313	2,383,978

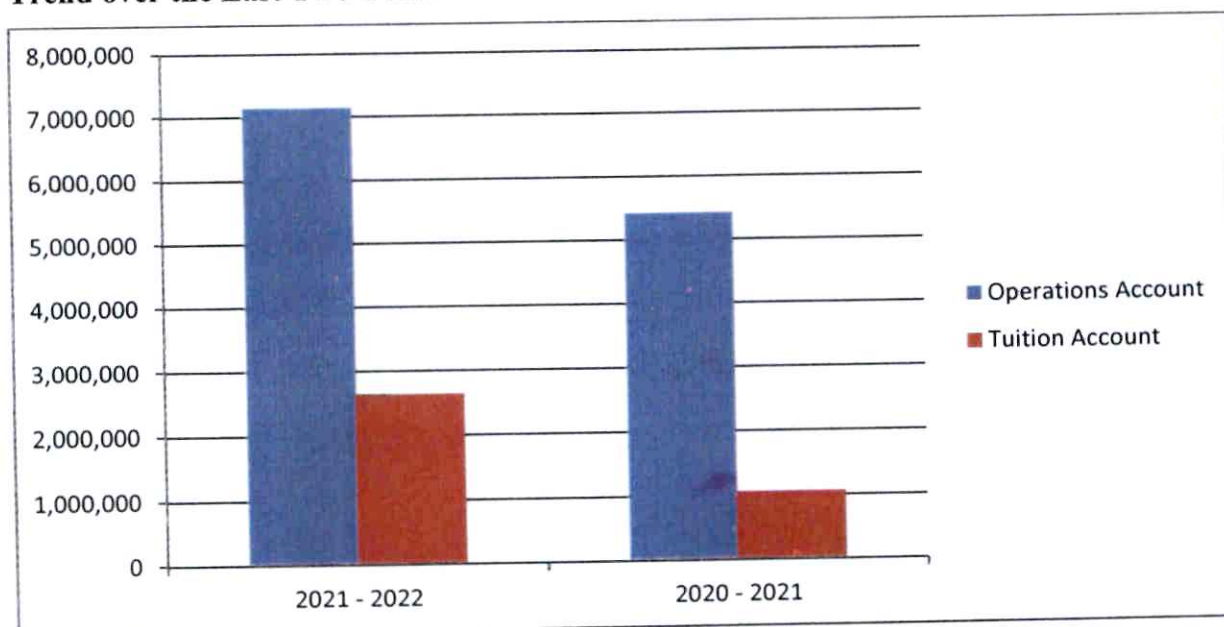


The surplus for the year 2022 increased by Kshs 7,456,313 from a surplus of Kshs 2,541,605 in the year 2021 which was attributed to non-usage of the infrastructure funds

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST TWO YEARS			
SNO	ACCOUNTS	2021 - 2022	2020 - 2021
		KSHS	
1	Operations Account	7,149,202	5,427,548
2	Tuition Account	2,637,248	1,047,557
	Total	9,786,450	6,475,105
	Increase/Decrease	3,311,345	-4,477,749
	No of Students	828	767
	Ratio of Capitation per student	1:11,819	1:8442

Trend over the Last Two Years



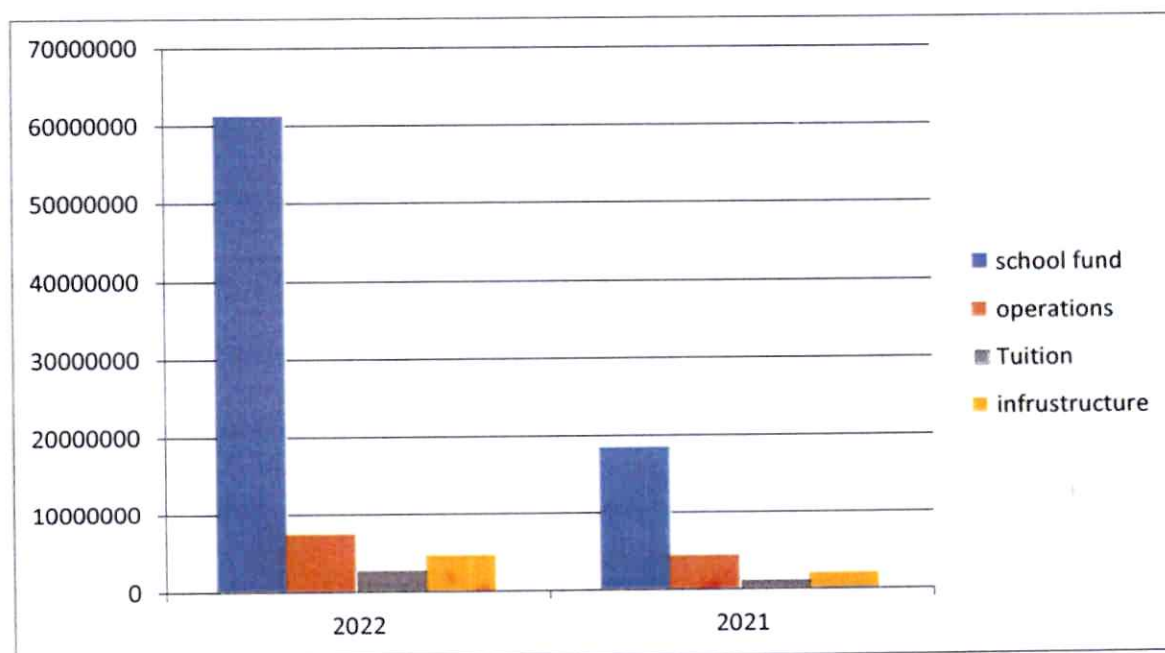
The total capitation grants for the financial year 2021/2022 was Kshs 9,786,450 As compared to Kshs 6,475,105 in the financial year 2021 representing an increase of Kshs 3,311,345
The total capitation grants for the year 2021 was Kshs 6,475,105.

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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL			
SNO	ACCOUNTS	2021 - 2022	2020 - 2021
		Kshs	Kshs
1	School Fund Account	61,143,648	18,458,944
2	Operations Account	7,380,048	4,333,259
3	Tuition Account	2,628,280	1,014,660
4	Infrastructure Account	4,598,551	1,998,440
5	Farm Account	-	-
	Total	75,750,527	25,805,303
	Increase/Decrease	49,945,224	-17,429,818

Trend over the Last two Years



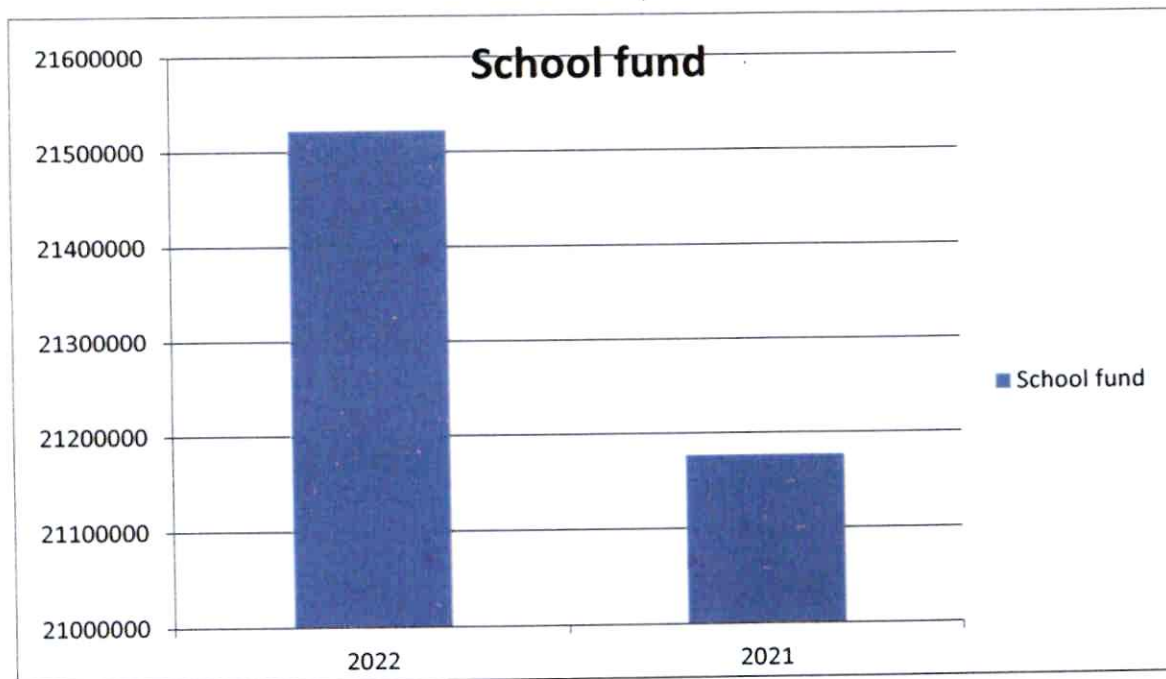
In the financial year 2021/2022 shows an increase of growth in expenditure which has resulted from the previous year covering a period of 6 months when the school adopted IPSAS as the new reporting system.

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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

MOVEMENT OF DEBTORS OF THE SCHOOL			
SNO	ACCOUNTS	2021 - 2022	2020 - 2021
1	School Fund Account	KSHS	KSHS
a	Debtors	21,533,684	21,177,156
	Total	21,533,684	21,177,156
	Increase/Decrease	356,684	-968,308

Trend over the Last two Years



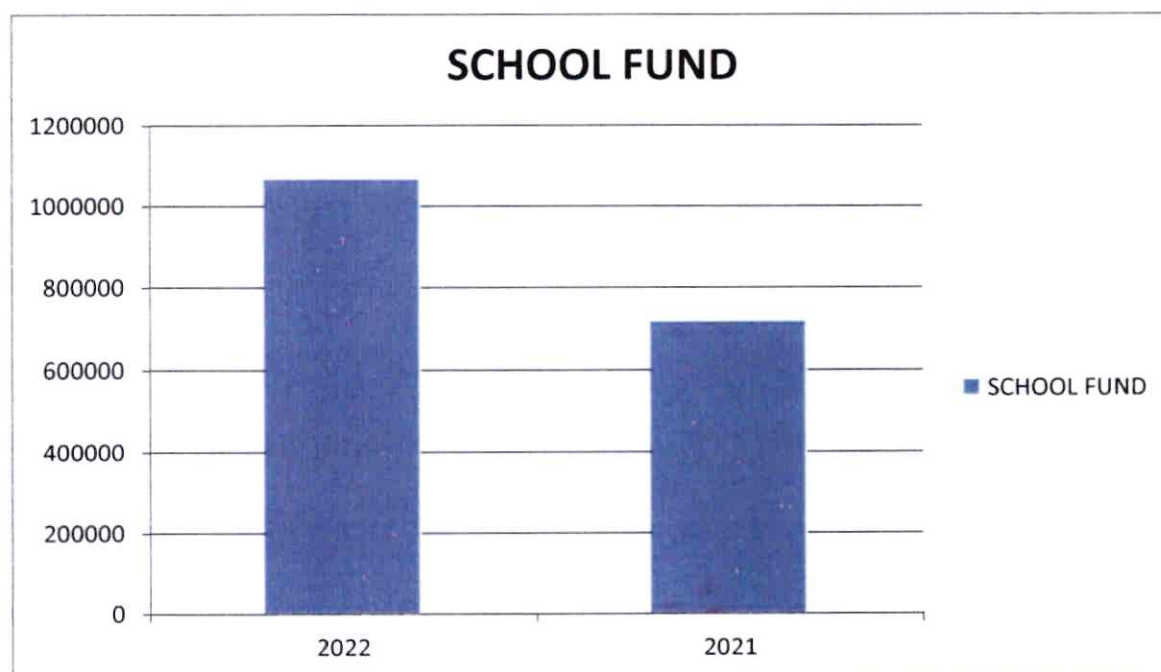
Total debtors as at 30th June 2022 increased by 356,528 to Kshs 21,533,684 compared to Kshs 21,177,156 as at the end of the financial year June 2021. The main contributor to the increase in total debtors is the students having more fees balances.

**NYANDARUA HIGH SCHOOL
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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

MOVEMENT OF CREDITORS OF THE SCHOOL			
SNO	ACCOUNTS	2021 - 2022	2020 - 2021
1	School Fund Account	KSHS	KSHS
a	Creditors	1,064,901	716,210
	Total	1,064,901	716,210
	Increase/Decrease	348,691	391,711

MOVEMENT OF CREDITORS OF THE SCHOOL



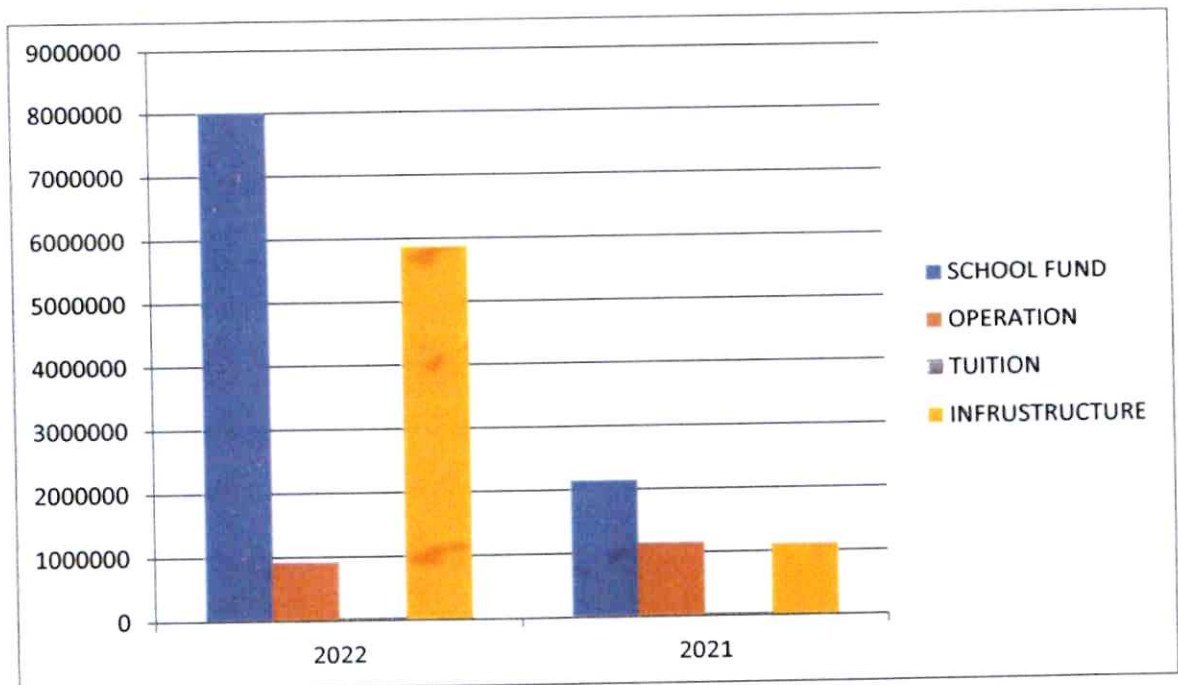
Total creditors as at 30th June 2022 increased by Kshs348,691 compared to Kshs 716,210 as at the end of the financial year June 2021. The main contributors to the increase in total creditors are trade and other payables (prepaid fees).

**NYANDARUA HIGH SCHOOL
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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

MOVEMENT OF CASH AND BANK BALANCES			
SNO	ACCOUNTS	2021 - 2022	2020 - 2021
		KSHS	KSHS
1	School Fund Account	8,041,145	2,607,635
2	Operations Account	911,021	1,141,867
3	Tuition Account	48,380	39,412
4	Infrastructure Account	5,882,863	1,104,414
	Total	14,883,409	4,893,328
	Increase/Decrease	10,465,103	3,901,960

Trend over the Last two Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

b) Teacher Student ratio:

Between the month of June 2021 and June 2022, the status of the teaching staff is as follows:

There are 33 teachers posted by the Teachers Service Commission and 6 recruited by the Board of Management. We are grateful that 2 teachers have been posted to school

. Although the teacher student ratio lies at 1: 20. We have a shortage of 6 teachers from the given CBE. This is due to subject specialization in Form 3 and Form 4

c) Mean score in the year 2020 and 2021 KCSE:

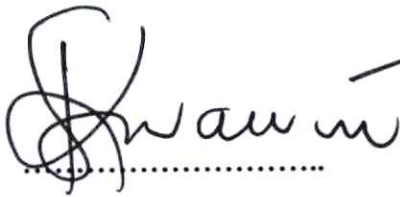
YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2021	186	8.941	168	90.32	8.9	Positive deviation of 0.0665 in mean grade. The least grade was a D (1) Out of 186, 185 qualified for middle level colleges and university.
2020	163	8.288	132	81.0	8.7	Positive deviation of 0.704 in mean grade. The least grade was a D+ (2) out of 163 all qualified for middle level colleges and university.



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

d) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1	Construction of a new boys dormitory	2019-2022	WIP	15,169,131	TIG, Maintenance & Improvement



Dr, Simon Kanyingi
Chair,
Board of Management

Nyandarua High School

Date: 15/7/2024



Stephen Muchiri (Mr)
Secretary,
Board of Management
/Principal

Nyandarua High School

Date: 15/2/2024



Ruth Njoroge (Ms)
Finance Officer

Nyandarua High School

Date: 15/7/2024

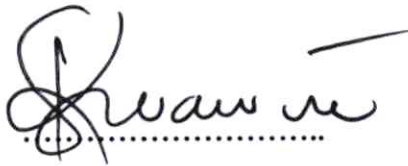
STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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 that the Board of Management of a public institution of basic education keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of **Nyandarua 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 30th June, 2022, and of the school's financial position as at that date.







Dr. Simon Kanyingi

Stephen Muchiri (Mr)

Ruth Njoroge (Ms)

**Chair,
Board of Management**

**Secretary,
Board of Management
/Principal**

Finance Officer

Nyandarua High School

Nyandarua High School

Nyandarua High School

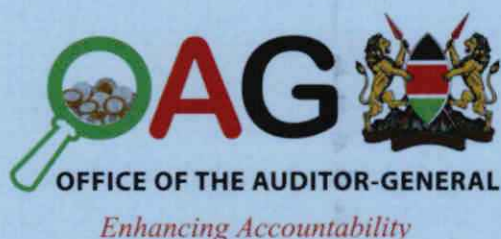
Date: 15/7/2024

Date: 15/7/2024

Date: 15/7/2024



REPUBLIC OF KENYA



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

REPORT OF THE AUDITOR-GENERAL ON NYANDARUA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - NYANDARUA 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 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 Nyandarua High School - Nyandarua County set out on pages 1 to 15, which comprise of the statement of financial

assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows, statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nyandarua High School - Nyandarua 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 (Accrual Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.21,533,684 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, included in the balance are receivables amounting to Kshs.18,955,314 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.18,955,314 could not be confirmed.

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.2,637,248 and Kshs.7,149,202 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, the National Education Management Information System (NEMIS) reported a total number of six hundred and fifty-five (655) students while the enrolment records provided by the School indicated a total number of seven hundred and two (702) students, resulting to an unexplained variance of forty-seven (47) students. As a result of the variances, the School was underfunded by an amount of Kshs.1,198,001.

In the circumstances, the accuracy and completeness of capitation grants for tuition and capitation grants for operations amounting to Kshs.2,637,248 and Kshs.7,149,202 respectively could not be confirmed.

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

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.62,137,960 and Kshs.85,748,445 respectively, resulting to an over-funding of Kshs.23,610,485 or 38% of the budget. However, the school spent a balance of Kshs.75,750,527 against actual receipts of Kshs.85,748,445 resulting to an under-utilization of Kshs.9,997,918 or 13% of actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2022

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, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.61,143,648 as disclosed in Note 9 to the financial statements. Included in expenditure is the administration costs of Kshs.7,371,177 which further includes an amount of Kshs.797,223 transferred to Kenya Secondary School Heads Association

(KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.797,223 could not be confirmed.

2. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.19,163,450 as disclosed in Notes 1, 2 and 5 to the financial statements. However, comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2021/2022, NEMIS reflected 655 students while records from the County Director of Education had 702 students, resulting to an underfunding of the School by an amount of Kshs.1,198,001. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

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

3. 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 3,392 number of books to the school while only 2,904 books were issued to the students, resulting to an unexplained excess textbook of 488 books in the school store. Further, some books issued in the financial year 2020/2021 of unknown value were still lying in the store as they were no longer in use.

In the circumstances, value for money realized on the excess textbooks could not be confirmed.

4. Failure to Prepare School Improvement Plan

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

In the circumstances, Management was in breach of Ministry of Education Operation Manual.

5. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.7,149,202 which was received from the Ministry of Education and credited in the operations bank account as disclosed in Note 2 to the financial statements. Included in the amount is Kshs.3,279,453 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.832,500 was transferred to infrastructure account, leaving a balance of Kshs.2,446,953 as at 30 June, 2022.

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 Ministry of Education Circular

6. Late Submission of Financial Statements to the Auditor-General

The financial statements for the year 2021/2022 were submitted on 7 March 2024 to the Auditor-General and not on the statutory date of 30 September 2022. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements to be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

The audit was conducted in accordance with 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 are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Effectiveness in Controls, Risk Management and Governance, 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.

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.70,644,008 in respect of fixed assets which includes land with a balance of Kshs.54,000,000. However, land ownership documents were not provided for audit.

In the circumstances, the ownership and safe custody of the fixed assets could not be confirmed.

Basis for Conclusion

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to the sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 noncompliance. 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 School's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty

exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the school to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


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

Nairobi

24 September, 2024

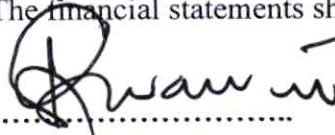


**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021(6months)
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	2,637,248	1,047,557
Capitation grants for operations	2	7,149,202	5,427,548
School Fund Income- Parents' Contributions	3	65,515,574	18,722,903
Other receipts	4	642,421	464,400
Infrastructure	5	9,377,000	2,684,500
Farm	6	427,000	-
TOTAL RECEIPTS		85,748,445	28,346,908
PAYMENTS			
Payments for Tuition	7	2,628,280	1,014,660
Payments for Operations	8	7,380,048	4,333,259
Boarding and school fund payments	9	61,143,648	18,458,944
Payments for Infrastructure	10	4,598,551	1,998,440
TOTAL PAYMENTS		75,750,527	25,805,303
SURPLUS/DEFICIT		9,997,918	2,541,605

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The report covers the 12 months for the period ended 30th June 2022 and accompanying comparatives cover the six months period ended 30th June 2021.

The financial statements should be read in conjunction with the accompanying notes.

Dr. Simon Kanyingi **Stephen Muchiri (Mr)** **Ruth Njoroge (Ms)**

Chair, **Secretary,** **Finance Officer**
Board of Management **Board of Management** **Finance Officer**
/Principal

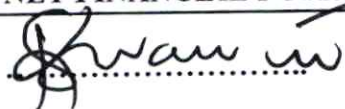
Nyandarua High School **Nyandarua High School** **Nyandarua High School**

Date: 15/7/2024 **Date: 15/7/2024** **Date: 15/7/2024**

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

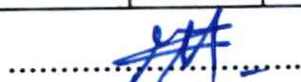
	Note	2021-2022	2020 – 2021(6months)
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	11	14,860,456	4,418,306
Cash Balances	12	22,953	475,022
Total Cash and cash equivalent		14,883,409	4,893,328
Account's receivables	13	21,533,684	21,177,156
TOTAL FINANCIAL ASSETS		36,417,093	26,070,484
FINANCIAL LIABILITIES			
Accounts Payables	14	1,064,901	716,210
NET FINANCIAL ASSETS		<u>35,352,192</u>	<u>25,354,274</u>
REPRESENTED BY			
Accumulated Fund b/fwd	15	25,354,274	22,812,669
Surplus/Deficit for the year		9,997,918	2,541,605
NET FINANCIAL POSITION		<u>35,352,192</u>	<u>25,354,274</u>



Dr. Simon Kanyingi
Chair,
Board of Management

Nyandarua High School

Date: 15/7/2024



Stephen Muchiri (Mr)
Secretary,
Board of Management
/Principal

Nyandarua High School

Date: 15/7/2024



Ruth Njoroge (Ms)
Finance Officer

Nyandarua High School

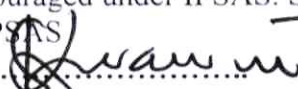
Date: 15/7/2024

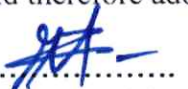
**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

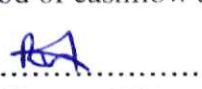
STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

	Notes	2021-2022	2020-2021 (6months)
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	2,637,248	1,047,557
Capitation grants for operations	2	7,149,202	5,427,548
School fund income- Parents contributions/ fees	3	65,934,737	20,082,922
School fund income- other receipts	4	642,421	464,400
Infrastructure	5	9,377,000	2,684,500
Farm	6	-	-
Total receipts		85,740,608	29,706,927
Payments			
Payments for Tuition	7	2,628,280	1,014,660
Payments for Operations	8	7,380,048	4,333,259
Boarding and school fund payments	9	61,143,648	18,458,944
Payments for Infrastructure		-	-
Payment for Farm		-	-
Total payments		71,151,976	23,806,863
Net cash flow from operating activities		14,588,632	5,900,064
Adjusted for			
Changes in Accounts Receivables		-	-
Changes in Accounts Payable		-	-
Accrual to cash adjustments		-	-
Net cash flow from operating activities		-	-
CASHFLOW FROM INVESTING ACTIVITIES			
Decrease in Bus Project		-	-
Decrease in Investment		-	-
Decrease in Livestock		-	-
Decrease in Farm		-	-
Net cash flows from Investing Activities		(4,598,551)	(1,998,440)
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		9,990,081	3,901,624
Cash and cash equivalent at BEGINNING of the year		4,893,328	991,704
Cash and cash equivalent at END of the year		14,883,409	4,893,328

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 PSAS


Dr. Simon Kanyingi
Chair,
Board of Management


Stephen Muchiri (Mr)
Secretary,
Board of Management
/Principal


Ruth Njoroge (Ms)
Finance Officer

Nyandarua High School

Nyandarua High School

Nyandarua High School

Date: 15/7/2024

Date: 15/7/2024

Date: 15/7/2024

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH 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	Kshs	
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise Books		-	-	-	-	
Lab. Equipment	0	-	-	-	-	
T/L Materials	3,929,440	-	3,929,440	2,637,248	1,292,192	67%
Internal Exam	0	-	-	-	-	0
Ref/Lib (Textbooks)	0	-	-	-	-	0
SMASSE	0	-	-	-	-	0
SUB-TOTAL	3,929,440	-	3,929,440	2,637,248	1,292,192	67%
(2) CAPITATION GRANT ON OPERATIONS						
Local, Transport & Travelling	717,500	-	717,500	459,373	258,127	64%
Electricity, Water & Conservancy	2,607,600	-	2,607,600	2,942,372	-334,772	113%
Activity (i)	1,029,920	-	1,029,920	-	1,029,920	0
Medical/Insurance	1,639,180	-	1,639,180	158,400	1,480,780	10%
Personal Emoluments	2,643,680	-	2,643,680	2,879,289	-235,609	109%
Administration Costs	1,556,360	-	1,556,360	709,768	846,592	46%
SUB-TOTAL	10,194,240	-	10,194,240	7,149,202	3,045,038	70%
(3)INFRASTRUCTURE						
MAINTENANCE & IMPROVEMENT	4,100,000		4,100,000	9,377,000	-5,277,000	229%
SUBTOTAL	4,100,000		4,100,000	9,377,000	-5,277,000	229%

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022 (Continued)

	a	b	c = a+b	d	e = c - d	f = d/c
(3) FEES CHARGED ON PARENTS						
Boarding, Equipment & Stores	26,555,700	-	26,555,700	41,083,600	-14,527,900	155%
Local, Transport & Travelling	1,329,220.00	-	1,329,220.00	1,931,484	-602,264	145%
Electricity, Water & Conservancy	5,167,640	-	5,167,640	7,256,020	-2,088,380	140%
Repair, Maintenance & Improvement	2,427,200	-	2,427,200	2,446,953	-19,753	101%
Activity (ii)	654,360	-	654,360	941,359	-286,999	144%
Personal Emoluments	4,897,040	-	4,897,040	7,304,060	-2,407,020	149%
Administration Costs	2,883,120	-	2,883,120	4,552,098	-1,668,978	158%
SUB-TOTAL	43,914,280	-	43,914,280	65,515,574	-21,601,294	149%
OTHER INCOME	-	-	-	-	-	-
rent	-	-	0	563,140	-563,140	0.00%
farm	-	-	0	427,000	-427,000	0.00%
school id	-	-	0	79,281	-79,281	0.00%
SUB-TOTAL	-	-	0	1,069,421	-1,069,421	0.00%
GRANDTOTAL INCOME	62,137,960	-	62,137,960	85,748,445	-23,610,485	138%
EXPENDITURE FOR:						
(1) TUITION						
Exercise Books	1,875,000	-	1,875,000	1,067,300	807,700	57%
Lab. Equipment	661,905	-	661,905	1,071,280	-409,375	162%
T/L Materials	1,734,614	-	1,734,614	465,700	1,268,914	27%
Internal Exam	0	0	0	24,000	-24,000	0.0%
Ref/Lib (Textbooks)	0	0	0	0	0	0%
SMASSE	0	0	0	0	0	0%
SUB-TOTAL	4,271,519	-	4,271,519	2,628,280	1,643,239	62%

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**
Annual Report and Financial Statements
For the year ended 30th June 2022

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2022 (Continued)						
(2) OPERATIONS						
Electricity, Water & Conservancy	7,543,000	-	7,543,000	1,236,930	1,762,670	41%
Repair, Maintenance & Improvement	6,427,200	-	6,427,200	4,845,151	1,054,849	82%
Activity (i)	1,684,280	-	1,684,280	649825	1,120,175	37%
Medical/Insurance	1,639,180	-	1,639,180	0	2,360,000	0%
Personal Emoluments	7,553,016	-	7,553,016	2,785,283	2,483,417	53%
Administration Costs	4,520,280		4,520,280	2,461,410	-645,410	136%
SUB-TOTAL	29,366,956	-	29,366,956	11,978,599	8,135,701	41%
(3) SCHOOL FUND						
Boarding, Equipment & Stores	26,463,935	-	26,463,935	39,257,150	-12,793,215	148%
Local, Transport & Travelling	2,046,720	-	2,046,720	1,682,220	364,500	82%
Electricity, Water & Conservancy	7,543,000	-	7,543,000	2,809,348	4,733,652	37%
Repair, Maintenance & Improvement	6,427,200	-	6,427,200	2408551	4,018,649	37%
Activity (ii)	1,684,280		1,684,280	707,110	977,170	42%
Personal Emoluments	7,553,016	-	7,553,016	6,563,804	989,212	87%
Administration Costs	4,520,280	-	4,520,280	7,371,177	-2,850,897	163%
Insurance	1,639,180		1,639,180	251,668	1,387,512	15%
Expenditure from Income Generating Activities	0	-	0	92,620	-92,620	0%
SUB-TOTAL	57,877,611	-	57,877,611	61,143,648	-3,266,037	106%
TOTAL EXPENDITURE	91,516,086	0	91,516,086	75,750,527	6,512,903	83%

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

The school received 138% of the expected revenue from 1st July 2021 to 30th June 2022 mainly because the school had budgeted for 3 academic terms but due to covid 19 the school ended up having 4 academic terms

The school utilized 83% of the budgeted expenditure from 1st July 2021 to 30th June 2022 mainly because the school had budgeted for 3 academic terms but due to covid 19 the school ended up having 4 academic terms

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.

5. Accounts Receivable

For the purposes of these financial statements, imprest 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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 2022.

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
for the year ended 30th June 2022**

1. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Exercise books		-
Laboratory equipment		564,753
Teaching / learning materials	2,637,248	-
Internal exams		-
Textbooks and reference materials		482,804
SMASSE		-
Total	2,637,248	1,047,557

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,879,289	898,692
Repairs and maintenance		2,806,500
Local transport / travelling	459,373	243,944
Electricity and water	2,942,372	948,817
Insurance	158,400	-
Administration costs	709,768	529,595
ACTIVITY		-
Total	7,149,202	5,427,548

3.PARENTS CONTRIBUTION /SCHOOL FEES – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Boarding, Equipment & Stores	41,083,600	11,659,170
Local transport / travelling	1,931,484	529,482
Electricity, Water & Conservancy	7,256,020	1,910,848
Repairs and maintenance	2,446,953	1,378,220
Activity	941,359	158,801
Personnel emoluments	7,304,060	1,928,429
Administration costs	4,552,098	1,157,953
Total	65,515,574	18,722,903

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022
NOTES TO THE FINANCIAL
4. OTHER RECEIPTS – SCHOOL**

	2021-2022	2020-2021
	Kshs	Kshs
rent	563,140	251,000
School I.D	79,281	59,236
Other income	-	154,164
Total	642,421	464,400

5 INFRASTRUCTURE

	2021-2022	2020-2021
	Kshs	Kshs
Boys dormitory	9,377,000	2,684,500
Total	9,377,000	2,684,500

6 FARM INCOME

	2021-2022	2020-2021
	Kshs	Kshs
Farm Output	427,000	-
Total	427,000	-

7 PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Exercise books	1,067,300	-
Laboratory equipment	1,071,280	990,660
Teaching / learning materials	465,700	-
Internal exams	24,000	24,000
Textbooks and reference materials		-
Bank Charges		-
Total	2,628,280	1,014,660

8 PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,785,283	656,154
Repairs and maintenance	246,600	1,355,940
Local transport / travelling		188,847
Electricity and water	1,236,930	364,870
Medical/insurance		227,290
Administration costs	2,461,410	1,528,822
Activity	649,825	10,000
Bank charges		1,336
Total	7,380,048	4,333,259

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**9 BOARDING AND SCHOOL
FUND PAYMENTS**

	2021-2022	2020-2021
	Kshs	Kshs
Boarding, Equipment & Stores	39,257,150	9,980,574
Local transport / travelling	1,682,220	756,107
Electricity, Water & Conservancy	2,809,348	607,655
Repairs and maintenance	2,408,551	408,670
Activity	707,110	1,019,995
Personnel emoluments	6,563,804	2,446,871
Administration costs	7,371,177	2,859,097
Insurance cost	251,668	
Other expenses	3300	379,975
Farm expenses	89,320	
Total	61,143,648	18,458,944

10 INFRASTRUCTURE PAYMENTS

	2021-2022	2020-2021
		Kshs
Construction of boys dormitory	4,598,551	1,998,440
Total	4,598,551	1,998,440

11. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
KCB TUITION	1102124133	48,380	39,412
EQUITY	0160293193956	8,018,474	2,132,895
KCB OPERATIONS	1102126748	910,739	1,141,585
KCB INFRASTRUCTURE	1260821528	5,882,863	1,104,414
Total		14,860,456	4,418,306

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12 CASH IN HAND			
Description		2021-2022	2020-2021
		Kshs	Kshs
School Fund account		22,671	474,740
Operation account		282	282
Total		22,953	475,022
13 ACCOUNTS RECEIVABLE			
Description		2021-2022	2020-2021
		Kshs	Kshs
Fees arrears		21,533,684	21,177,156
Total		21,533,684	21,177,156
[Include an ageing of the fees / non fees arrears below]			
Description		2021-2022	2020-2021
		Kshs	Kshs
Fees arrears for current year		3,654,046	2,221,842
Fees arrears for the previous year		2,221,842	5,771,872
Fees arrears for prior periods (over two years)		18,955,314	16,817,920
Less recovered		(3,297,518)	(3,634,478)
Total		21,533,684	21,177,156
14 ACCOUNTS PAYABLE			
Description		2021-2022	2020-2021
		Kshs	Kshs
Trade creditors (See ageing below and appendix 1)		-	-
Prepaid fees		1,064,901	716,210
Total		1,064,901	716,210
[Include an ageing of the creditor's arrears below]			
Description		2021-2022	2020-2021
		Kshs	Kshs
Trade creditors for current year		-	-
Trade creditors for the previous year		-	1,070,946
Trade creditors for prior periods (Over two years)		-	-
Less paid		-	(1,070,946)
Total		-	-

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NOTES TO THE FINANCIAL STATEMENTS(Continued)			
15. ACCUMULATED FUND BROUGHT FORWARD			
Description		2021-2022	2020-2021
		Kshs	Kshs
Bank balances		4,418,306	990,394
Cash balances		475,022	1,310
Receivables		21,177,156	22,145,464
Payables		(716,210)	(324,499)
Investments		-	-
Bus Project		-	-
Livestock		-	-
Farm		-	-
Project Fund		-	-
Total		25,354,274	22,812,669
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 Biological assets			
Description	Numbers	2021-2022	
		Kshs	
Cattle	-	-	
Trees	1216	4,864,000	
Total		4,864,000	



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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)
Basis of qualified opinion				
1.0	Non submission of financial statements to the auditor general	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
7.0	Accuracy of capitation	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
8.0	Long outstanding accounts receivables	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
Other matters				
1.0	Budgetary control and performance	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
Report on lawfulness and effectiveness in use of public resources				
1.0	Failure to transfer infrastructure funds from operations account	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
2.0	Use of cash to procure goods ,works and services	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
3.0	Transfer to KESSHA	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
4.0	Procurement of consumable	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
5.0	Procurement of infrastructure project	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
Report on effectiveness of internal controls, risks management and governance				
1.0	Lack of Board charter and strategic plan	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
2.0	Lack of risk management policy	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
3.0	Lack of it & service continuity & disaster recovery plan	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general

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4.0	failure to prepare & maintain a fixed assets register	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general
5.0	Lack of land ownership document	Auditor general certification not yet received	Not resolved	Awaiting certificate of auditor general

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

S/no	Supplier of Goods or Services	Original Amount	Date Contracted from	Amount Paid To-date	Outstanding Balance as at as 30/06/2022	Comment
		Kshs	Kshs	Kshs	Kshs	
		a	b	c	d=a-c	
	School Fund/Boarding Account					
	FEES PREPAYMENTS				1,064,901	
	Grand Total (E=A+B+C+D)	-	-	-	1,064,901	

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ANNEX 2 - SUMMARY OF FIXED ASSETS REGISTER

S/no	Asset class	Date purchased	Historical Cost b/f	Historical Cost c/f
			Kshs	Kshs
1	Land (54 acres)	Balance b/f 01/07/2021	54,000,000	54,000,000
2	Buildings and Structure	Balance b/f 01/07/2021	-	-
3	Motor Vehicles	Balance b/f 01/07/2021	5,000,000	5,000,000
4	Office Equipment, furniture and fittings	Balance b/f 01/07/2021	2,181,949	2,181,949
5	ICT Equipment and Other ICT Assets	Balance b/f 01/07/2021	2,779,904	2,779,904
6	Tools and Apparatus	Balance b/f 01/07/2021	1,508,530	1,508,530
7	Textbooks	Balance b/f 01/07/2021	4,143,625	4,143,625
8	Other Machinery and Equipment	Balance b/f 01/07/2021	480,000	480,000
9	Intangible assets-software	Balance b/f 01/07/2021	550,000	550,000
	Totals		70,644,008	70,644,008