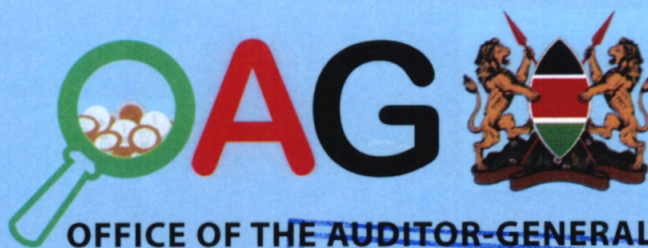


REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 04 JUN 2025

DAY.

Wednesday

REPORT

BY:

Hon. Naomi Wago, MP

CLERK-AT
THE-TABLE:

Deputy Majority Whip

Irene Nduku

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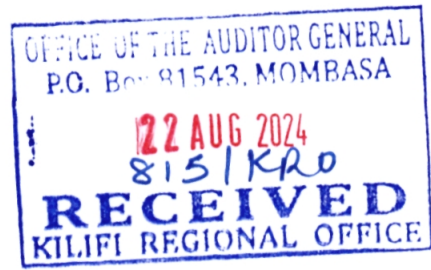
OF

THE AUDITOR-GENERAL

ON

**ST. TERESA'S SECONDARY SCHOOL
FOR THE SIX (6) MONTHS'
PERIOD ENDED 30 JUNE, 2021**

KILIFI COUNTY



ST. TERESA'S SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR 6MONTHS (01/01/2021 to 30/06/2021)

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

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I. Key School Information and Management

(a) Background information

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

The school was registered in 08/2011 under registration number PUS/3/5/132/11 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day/boarding school and had 700 numbers of students as at 30th June 2021. It has 4 streams and 32 teachers of which 15 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Theresia Luvuno Munga	Chairman	05/07/2019
2	Richard Chitsava Saha	Secretary - Principal	05/07/2019
3	Christine Mwaka	Member	05/07/2019
4	Hemeline Nazi	Member	05/07/2019
5	Bakari Kahindi	Member	05/07/2019
6	Johnson Mzungu	Member	05/07/2019
7	Onesmus Rungua Chiro	Member	05/07/2019
8	Emmaculate Kiti	Member	05/07/2019
9	Timothy Janji Nzomo	Member – Rep CEB	05/07/2019
10	Esther Dzame Mwagona	Member Rep Teachers	05/07/2019
11	Stephen Ngala Mtondoo	Members - Sponsor	05/07/2019
12	George Pacha	Members - Sponsor	05/07/2019
13	Charles Chapa	Member - Community	05/07/2019
14	Edwin Kiti Kalu	Member Special Needs	05/07/2019
15	Joseph Ziro Gari	Rep Students	05/07/2019

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Theresia Munga 2. Stephen Ngala 3. Richard Saha 4. Edwin Kiti 5. Rose Karisa	BOM Chair BOM vice Chair Principal/Secretary Member PA Chair	2 out of 2
2	Audit Committee	1. Stephen Ngala 2. Theresia Munga 3. Richard Saha 4. Janji Nzomo 5. Rose Karisa	Chairperson Member Member Member Member	2 out of 2
3	Finance, procurement and general purposes Committee	1. Stephen Ngala 2. Theresia Munga 3. Richard Saha 4. Janji Nzomo 5. Rose Karisa	Chairperson Member Member Member Member	2 out of 2

4	Academic Committee	1. Charles Chapa 2. Esther Mwagona 3. Immaculate Kiti 4. Onesmus Rungua 5. Johnson Mzungu	Chairperson Member Member Member Member	2 out of 2
5	Development Committee	1. Stephen Ngala 2. Laban Mupe 3. Theresia Munga 4. Edwin Kiti 5. Rose Karisa 6. Richard Saha 7. Carlos Nyamawi	Chairperson Secretary/D.principal Member Member Member Member/principal Member/Bursar	2 out of 2
6	Discipline and welfare Committee	1. Janji Nzomo 2. Edwin Kiti 3. Hemeline Nazi 4. Christine Mwaka 5. Bakari Kahindi	Chairperson Member Member Member Member	2 out of 2
7	Adhoc Committee			

(d) School operation Management

For 6 Months (01/01/2021 to 30/06/2021) the School day-to-day management was under the following persons:

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

(e) Schools contacts

Post Office Box: 1223-80108 KILIFI
Telephone: 0722829678
E-mail: sttresseco@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

1. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Treasury Square Mombasa
Account Number: 1106571509
2. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Kilifi
Account Number: 1102274607
3. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Kilifi
Account Number: 1102273414
4. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Kilifi
Account Number: 1179551338
5. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Kilifi
Account Number: 1272008584
6. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Kilifi
Account Number: 1105135152
7. MPESA Pay Bill No. 522123 A/C 60182K attached to 1106571509 bank account

(g) Independent Auditors

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

II. Summary Report of Performance of the School

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

a) Financial performance:

Surplus/ deficit for the year and a comparison of the same for the last one years

DESCRIPTION	2020-2021	2019-2020
	Ksh.	Ksh.
SURPLUS/DEFICIT	7,089,814	(30,377)

Capitation grants from the Ministry of Education for the last one years

DESCRIPTION	2020-2021	2019-2020
RECEIPTS	Ksh.	Ksh.
Capitation grants for tuition	1,049,597	1,543,710
Capitation grants for operation	7,098,373	9,591,644
TOTAL	8,147,970	11,135,354

Ratio of capitation grant per student over the last one years

DESCRIPTION	2020-2021	2019-2020
RECEIPTS	Ksh.	Ksh.
Total Capitation	8,147,970	11,135,354
No .of Students	821	918
Capitation per student	9,924	12,130
RATIO	0.44	0.55

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

DESCRIPTION	2020-2021	2019-2020
RECEIPTS	Ksh.	Ksh.
School fund Income –School fees	12,829,899	14,681,047
School Fund Income-Other receipts	704,467	204,000
TOTAL	13,534,366	14,885,047

A one-year overview of growth in expenditure of the school

DESCRIPTION	2020-2021	2019-2020
PAYMENTS	Ksh.	Ksh.
Tuition Account	1,458,590	1,481,149
Operation Account	3,663,364	12,091,548
School Fund Account	9,470,568	12,478,082
Total	14,592,522	26,050,779

Movement of debtors and creditors of the school over the last one years

DESCRIPTION	2020-2021	2019-2020
DEBTORS	Ksh.	Ksh.
School Fund Account	29,919,363	26,618,840
Total	29,919,363	26,618,840


Movement of cash and bank balances over the last one year

DESCRIPTION	2020-2021	2019-2020
CASH	Ksh.	Ksh.
Operation Account	710	0
School Fund Account	5,666	0
Infrastructure Account	0	0
Total	6,376	0

DESCRIPTION	2020-2021	2019-2020
BANK	Ksh.	Ksh.
Tuition Account	20,482	63,874
Operation Account	243,585	15,323
School Fund Account	323,008	(68,190)
Infrastructure Account	2,828,408	27,284
Bus Account	141,087	77,503
Saving Account	691	691
NTS Account	3,972	3,973
TOTAL	3,561,234	120,459

d) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Expected completion time
Dinning hall and kitchen	MOE	In progress	3,800,000	2022


.....
School Principal

PRINCIPAL
ST. TERESAS SEC. SCHOOL
P.O. Box 1223-83108 KILIFI

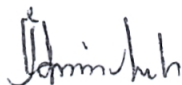
III. Statement of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) of Kenya from time to time.

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

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions for 6 Months (01/01/2021 to 30/06/2021), and of the school's financial position as at that date.



.....
Name: Charles Kai

Designation: Chairman, School Board of Management

Date: 21/08/24



.....
Name: Gabriel Mbaai

Designation: School Principal & Secretary to Board of Management

Date: 21/08/24



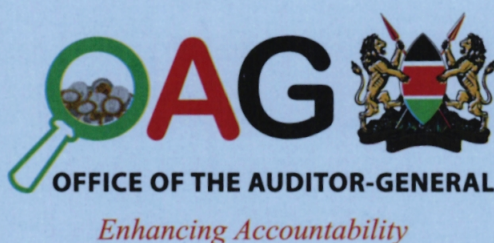
.....
Name: Janet Gesate

Designation: Bursar/ Finance Officer

Date: 21/08/24

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. TERESA'S SECONDARY SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021- KILIFI COUNTY

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution of Kenya, 2010, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of St. Teresa's Secondary School – Kilifi County set out on pages 1 to 21, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021 statement of receipts and payments, statement of cash flows, statement of budgeted versus actual amounts' for the six (6) 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 the St. Teresa's Secondary School as of 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.3,567,610 as disclosed in Notes 8 and 9 to the financial statements. However, the bank balances were not supported with bank reconciliations. Further, Management did not keep cashbooks for saving and parents' association development accounts with balance of Kshs.3,973 and Kshs.691, respectively. In addition, the cash in hand balance of Kshs.6,376 was not supported with a Board of Survey Report.

In circumstances, the accuracy, completeness and existence of the cash and cash equivalents balance of Kshs.3,567,610 could not be confirmed.

2. Accounts Receivables

2.1. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.29,919,363 as disclosed in Note 11 to the financial statements. However, supporting schedules, detailed aging analysis and issued invoices were not provided for audit review. Further, significant accounting policies on accounts receivables as disclosed in Note 11 is silent on the treatment of the students' fees balances which is the major source of income for the school.

2.2. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.29,919,363 as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.12,017,155 in respect of fees arrears which had been outstanding for more than two (2) years.

However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.29,919,363 could not be confirmed.

3. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.15,067,431 as disclosed in Note 12 to the financial statements. Included in the balance is trade creditors balance of Kshs.7,669,183 which differs with the schedule provided for audit review of Kshs.7,065,603 by Kshs.603,580. Further, schedule indicating the age analysis on when the bills were incurred was not provided for audit review.

In the circumstances, the accuracy, of the accounts payables balance of Kshs.15,067,431 could not be confirmed.

4. Unsupported Parents Contribution and Other Receipts

The statement of receipts and payments for the six months period ended 30 June, 2021 reflects school fund income - parents' contribution and other receipts amount of Kshs.12,829,899 and Kshs.704,467, respectively as disclosed in Note 3 and 4 to the financial statements. However, schedules supporting the school fund income - parents contribution and other receipts amount of Kshs.12,829,899 and Kshs.704,467, respectively were not provided for audit review.

In the circumstances, the accuracy and completeness of school fund income - parents contribution and other receipts amounting to Kshs.13,534,366 could not be confirmed.

5. Unsupported Payments

The statement of receipts and payments reflects an amount of Kshs.3,636,738 and Kshs.9,470,568 in respect of payments for operations and boarding and school fund respectively as disclosed in Note 6 and 7 to the financial statement. However, payment vouchers amounting to Kshs.385,770 and Kshs.642,560 in respect of payments for operations and boarding and school fund payments respectively were made without support documents such as requisition, local purchase orders, delivery notes, inspection reports, goods received notes, certificate of payments.

In the circumstances, the accuracy, the total payments amounting to Kshs.14,565,896 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St. Teresa 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 budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.19,874,501 and Kshs.21,682,337 respectively, resulting to an over-funding of Kshs.1,807,836 or 9% of the budget. However, the School spent a balance of Kshs.14,565,896 against actual receipts of Kshs.21,682,337, resulting to an under-utilization of Kshs.7,116,441 or 33% 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.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the 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. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 17 May, 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.

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

The statement of receipts and payments reflects operations payments amount of Kshs.3,636,738 as disclosed in Note 6 to the financial statements. Included in the expenditure is an amount of Ksh.100,700 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.100,700 could not be confirmed.

3. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.7,098,373 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.3,613,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only an amount of Kshs.3,101,250 was transferred to infrastructure account, leaving a balance of Kshs.511,750. This was contrary to The Ministry of Education Circular Ref. No:MOE.HQS/3/13/3, dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds to be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

4. Under-Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,049,597 and Kshs.7,098,373, respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of three thousand and thirty (3,030) students while the enrolment records provided by the School indicated a total number of three thousand and forty six (3,046) students, resulting to an unexplained variance of sixteen (16) students. As a result of the variances, the School was under funded by an amount of Kshs.683,956.

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

5. Excess Supply of Books

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed a total of three thousand seven hundred twenty-eight (3,728) which were of eight (8) different types. The school had an enrollment of four hundred and twenty-four (424) students who required that category of books. This implies the required text books were three thousand three hundred ninety-two (3,392), hence the supply resulted to an unexplained excess text book of three hundred and thirty (336).

In the circumstances, value for money for the three hundred and thirty-six (336) books supplied in excess could not be confirmed.

6. Inadequate Need Assessment Guiding Distribution of Textbooks

During the year under review, it was noted that there was no evidence of instructional need assessment that provided basis for determining the number and subject of instructional material needed by the school. In addition, there was no evidence of St. Teresa's Girls having set up a School Instructional Materials Selection Committee (SIMSC) that does annual needs assessment of the text books urgently needed by the school that will guide Ministry of Education through Kenya Institute of Curriculum Development (KICD) on the distribution of textbooks to the school.

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

7. Failure to Prepare the School Improvement Plan

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

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

The audit was conducted in accordance with the ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply, in all material respects, with the authorities that govern them.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Conclusion

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

Basis for Conclusion

1. Lack of Fixed Asset Register

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.62,688,250. Review of list of assets provided for audit reflects fixed assets which includes land, buildings and structures, office equipment, other machinery equipment, intangible assets, motor vehicles, furniture and fittings, ICT equipment, tools and apparatus and textbooks. However, Management did not maintain an asset register as required by Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015. Further, the assets were not coded or tagged for ease of identification.

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

2. Lack of Adequate Facilities in the School

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

In the circumstances, inadequate facilities in the School affects the planned activities and may impact negatively on service delivery to the students.

3. Lack of Internal Audit Function and Audit Committee

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

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

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

Responsibilities of Management and Those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but

is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution, of Kenya, 2010. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

ability to 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

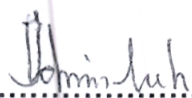
Nairobi

27 December, 2024

V. STATEMENT OF RECEIPTS AND PAYMENTS FOR PERIOD 01/01/2021 To 30/06/2021

DESCRIPTION OF VOTE HEAD	Note	01/01/2021 to 30/06/2021	2019-2020
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,049,597	1,543,710
Capitation grants for operations	2	7,098,373	9,591,644
School Fund Income- Parents' Contributions	3	12,829,899	14,681,047
School Fund Income- Other receipts	4	704,467	204,000
Proceeds from borrowings		0	0
TOTAL RECEIPTS		21,682,336	26,020,401
PAYMENTS			
Payments for Tuition	5	1,458,590	1,481,149
Payments for operations	6	3,636,738	12,091,548
Boarding and school fund payments	7	9,470,568	12,478,216
TOTAL PAYMENTS		14,565,896	26,050,788
SURPLUS/DEFICIT		7,116,440	(30,377)

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


.....

Name: Charles Kai

Chair BOM

Date: 21/08/24


.....

Name: Gabriel Mba
School Principal/ Secretary
to BOM

Date: 21/08/24


.....

Name: Janet Gesa

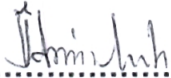
Bursar/ Finance Officer

Date: 21/08/24

VI. STATEMENT OF ASSETS AND LIABILITIES FOR THE PERIOD 01/01/2021 TO 30/06/2021

	Note	01/01/2021 to 30/06/2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	3,561,234	120,459
Cash Balances	9	6,376	0
Short term Investment	10	0	0
Total Cash and cash equivalent		<u>3,567,610</u>	<u>120,459</u>
Account's receivables	11	29,919,363	26,618,840
TOTAL FINANCIAL ASSETS		33,486,973	26,739,299
FINANCIAL LIABILITIES			
Accounts Payables	12	(15,067,431)	(15,436,196)
NET FINANCIAL ASSETS		18,419,542	11,303,103
REPRESENTED BY			
Accumulated Fund b/fwd	13	11,303,103	11,333,481
Surplus/Deficit for the year		7,116,440	(30,377)
NET FINANCIAL POSSITION	--	18,419,543	11,303,103
			-

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







Name: Charles Kai

Name: Gabriel Mbaï
School Principal/ Secretary
to BOM

Name: Janet Gesat

Chair BOM

Bursar/ Finance Officer

Date: 21/08/24

Date: 21/08/24

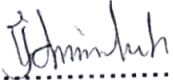
Date: 21/08/24

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD 01/01/2021 TO 30/06/2021

	Note	01/01/2021 to 30/06/2021	2019-2020
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	1,049,597	1,543,710
Capitation grants for operations	2	7,098,373	9,591,644
School fund income- Parents contributions/ fees	3	12,829,899	14,681,047
School fund income- other receipts	4	704,467	204,000
Total receipts		21,682,336	26,020,401
Payments			
Payments for Tuition	5	1,458,590	1,481,149
Payments for operations	6	3,636,738	12,091,548
Boarding and school fund payments	7	9,470,568	12,478,082
Total payments		14,565,896	26,050,779
Net cash flow from operating activities		7,116,440	30,378
CASHFLOW FROM INVESTING ACTIVITIES			
Maintenance and Improvement Funds			
Acquisition of Assets			
Proceeds from investments			
Purchase of investments			
Net cash flows from Investing Activities			
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS		7,116,440	30,378
Cash and cash equivalent at BEGINNING of the year		120,459	90,081
Cash and cash equivalent at END of the year		7,236,899	120,459

S. Teresa's Secondary School
Annual Report And Financial Statements For 6 Months (01/01/2021 to 30/06/2021)

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



Name: Charles Kai

Chair BOM

Date: 21/08/24



Name: Gabriel Mba
School Principal/ Secretary
to BOM

Date: 21/08/24



Name: Janet Gesa

Bursar/ Finance Officer

Date: 21/08/24

VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE PERIOD 01/01/2021 TO 30/06/2021

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						
(1) CAPITATION GRANT ON TUITION						
Exercise books	1,105,000		1,105,000	658,522	446,478	60%
Laboratory equipment	341,700		341,700	203,626	138,074	60%
Teaching / learning materials	145,053		145,053	86,475	58,578	60%
Internal exams	169,448		169,448	100,975	68,473	60%
Chalks						
Exams and assessment						
Teachers guides						
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	2,231,157		2,231,157	1,930,704	300,453	87%
Repairs and maintenance	2,125,000		2,125,000	3,002,750	-877,750	141%
Local transport / travelling	395,600		395,600	352,006	43,594	89%
Electricity and water	274,414		274,414	413,164	-138,750	151%
Medical/insurance	276,250		276,250		276,250	0%
Administration costs	1,093,830		1,093,830	859,749	234,081	79%
Activity	637,500		637,500		637,500	0%
Bom teachers	-		-	540,000	-540,000	
SMASSE						

St. Teresa's Secondary School

Annual Report And Financial Statements For 6 Months (01/01/2021 to 30/06/2021)

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
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	2,996,285		2,996,285	4,003,640	-1,007,355	134 %
Repairs and maintenance	260,000		260,000	327,945	-67,945	126 %
Local transport / travelling	347,800		347,800	378,999	-31,199	109%
Electricity and water	594,000		594,000	512,182	81,818	86%
Medical						
Administration costs	288,915		288,915	597,875	-308,960	207%
Activity	32,500		32,500	37,223	-4,723	115%
SMASSE						
Fee on Boarding Equipment and Stores	6,250,050		6,250,050	6,972,035	-721,985	112%
OTHER INCOME						
Student Id	40,000		40,000	2,450	37,550	6%
Tender fee	20,000		20,000	13,000	7,000	65%
Bus income	250,000		250,000	217,880	32,120	87%
Income from Posho mill						
Income from Bus Hire				464,637	-464,637	
Fee for hire of ground and equipment						
KNEC fee				6,500	-6,500	
Income from any other investment						
TOTAL INCOME	19,874,502		19,874,501	21,682,337	-1,807,835	109%
(1) EXPENDITURE FOR TUITION						

St. Teresa's Secondary School

Annual Report And Financial Statements For 6 Months (01/01/2021 to 30/06/2021)

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
Exercise books	1,105,000		1,105,000	920,300	184,700	83%
Laboratory equipment	341,700		341,700	230,060	111,640	67%
Teaching / learning materials	145,053		145,053	199,740	-54,687	138%
Internal exams	169,448		169,448	107,500	61,948	63%
Chalks						
Exams and assessment						
Teachers guides						
Administration costs						
Bank Charges				990	-990	
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	2,231,157		2,231,157	1,992,865	238,292	89%
Repairs, maintenance & improvements	2,125,000		2,125,000		2,125,000	0%
Local transport / travelling	395,600		395,600	63,100	332,500	16%
Electricity, water and conservancy	274,414		274,414	240,376	34,038	88%
Medical	276,250		276,250		276,250	
Administration costs	1,093,830		1,093,830	965,097	128,733	88%
Activity Expenses	637,500		637,500	104,200	533,300	16%
Bom teachers				271,000	-271,000	
Bank Charges				100	-100	
SMASSE						

St. Teresa's Secondary School

Annual Report And Financial Statements For 6 Months (01/01/2021 to 30/06/2021)

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
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	2,996,285		2,996,285	2,634,360	361,925	88%
Repairs, maintenance and improvements	260,000		260,000		260,000	
Local transport / travelling	347,800		347,800	291,850	55,950	84%
Electricity, water and conservancy	594,000		594,000	300,557	293,443	51%
Medical Expenses						
Administration costs	288,915		288,915	317,302	-28,387	110%
Activity	32,500		32,500		32,500	
Gratuity						
Boarding Equipment and Stores	6,250,050		6,250,050	5,515,519	734,531	88%
Expenditure for Income Generating Activity						
Student Id	40,000		40,000	44,750	-4,750	112%
Tender fee	20,000		20,000	19,000	1,000	95%
Bus income	250,000		250,000	103,830	146,170	42%
Bank Charges				996	-996	
Bus fund				242,404	-242,404	
Loan Principal Repayment						
Acquisition of Assets						
TOTALS	19,874,502		19,874,502	14,565,896	5,308,606	73%

IX. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021

X. Notes To The Financial Statements

1 Government Grants for Tuition

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	0	0
Exercise books	658,522	968,015
Laboratory equipment	203,625	299,323
Internal exams	100,975	148,427
Teaching / learning materials	86,475	127,945
Chalks	0	0
Exams and assessment	0	0
Total	1,049,597	1,543,710

2 Government Grants for Operations

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Personnel emoluments	1,930,704	2,983,457
Repairs and maintenance	3,002,750	3,741,600
Local transport / travelling	352,006	533,144
Electricity and water	413,164	393,127
BOM Teachers	540,000	166,800
Administration costs	859,749	1,439,916
Activity	0	333,600
Total	7,098,373	9,591,644

3 School Fund Income - Parents Contribution/Fees

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Boarding Stores and Equipment	6,972,035	9,319,074
Repairs and maintenance	327,945	292,117
BOM Teachers	3,415,771	3,330,903
Local transport / travelling	378,999	357,549
Electricity and water	512,182	447,754
Administration costs	597,875	378,982
Personnel Emoluments	587,869	520,307
Activity	37,223	34,361
Total	12,829,899	14,681,047

4 Miscellaneous Incomes

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Rent income	0	0
Income from farming activities	0	0
Income from Posho mill	0	0
Income from Bus Hire	217,880	165,500
Fee for Bus Fund	464,637	0
Tender Fees	13,000	0
KNEC Fees	6,500	0
Student IDs	2,450	38,500
Total	704,467	204,000

Notes to the Financial Statements (continued)

5 Tuition Payments

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	0	0
Exercise books	920,300	550,880
Laboratory equipment	230,060	421,980
Internal exams	107,500	349,572
Teaching / learning materials	199,740	158,225
Chalks	0	0
Exams and assessment	0	0
Teachers guides	0	0
Administration Costs	0	0
Bank Charges	990	492
Total	1,458,590	1,481,149

6 Operations Payments

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Personnel emoluments	1,992,865	4,248,728
BOM Teachers	271,000	0
Administration Cost	965,097	1,409,278
Repairs and maintenance & improvements	-	1,187,160
Local transport / travelling	63,100	200,440
Electricity and water	240,376	129,401
Medical		32,580
Activity Expenses	104,200	786,745
SMASSE	-	0
Insurance Cost	-	0
Bank Charges	100.00	5,068
Acquisition of Assets-Class rooms	-	4,092,147
TOTAL	3,636,738	12,091,547

Notes to the Financial Statements (continued)

7 Boarding And School Fund Payments

	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Boarding Equipment and stores	5,515,519	4,839,199
Personnel emoluments	426,175	499,435
BOM Teachers	2,208,185	4,470,580
Repairs and maintenance & Improvements	0	517,850
Local transport / travelling	291,850	460,059
Electricity and water	300,557	724,833
Activity	0	174,223
Tender	19,000	0
Administration costs	317,302	517,732
Bank Charges	996	900
Expenses on Income Generating Activities-Bus Hire	103,830	164,460
Student ID	44,750	108,805
Bus Fund	242,404	0
Loan Principal repayment	0	0
Loan Interest repayment	0	0
Acquisition of Assets	0	0
TOTAL	9,470,568	12,478,082

8 Bank Accounts

Name of Bank, Account No. & currency	Bank Account Number	01/01/2021 to 30/06/2021	2019-2020
		Kshs	Kshs
Tuition Account	1102273414	20,482	63,874
Operations Account	1102274607	243,585	15,323
School Fund Account/Boarding	1106571509	323008	-68,190
Savings Account	1105655083	3,973	3,973
Parent Association Development Account	1105135152	691	691
Bus Account	1179551338	141,087	77,503
Infrastructural Account	127200854	2,828,408	27,284
Total		3,561,234	120,459

St. Teresa's Secondary School

Annual Report And Financial Statements For 6 Months (01/01/2021 to 30/06/2021)

Notes to the Financial Statements (continued)

9 Cash In Hand

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Tuition Account	0	0
Operation Account	710	0
School Fund account	5,666	0
Total	6,376	0

10 Short Term Investments

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Cooperative shares	0	0
Treasury Bills	0	0
Fixed deposit	0	0
Equity stock	0	0
Other investments	0	0
Total	0	0

Notes to the Financial Statements (continued)

11 Accounts Receivable

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Fees arrears	27,829,180	24,563,157
Other non-fees receivables	682,135	682,135
Salary advances	171,891	137,391
Imprest	1,236,157	1,236,157
Total	29,919,363	26,618,840

Ageing Analysis of Accounts Receivable

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	7,977,593	8,546,002
Fees arrears for the previous year	7,834,432	4,930,603
Fees arrears for prior periods (over two years)	12,017,155	11,086,552
Total	27,829,180	24,563,157

12 Accounts Payable

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Trade creditors	7,669,183	8,813,415
Prepaid fees	631,456	65,130
Short Term loans	267,994.00	33,228
Caution Money	1,083,021	1,083,021
MOE	44,740	49,740
Bus Fund	2,258,042	2,268,642
PAYE	18,393	18,393
PTA	3,010,436	3,020,456
KCSE Exam Fees	57,012	57,017
RD Cheque	27,154	27,154
Total	15,067,431	15,436,196

Notes to the Financial Statements (continued)

Ageing Analysis of Accounts Payable

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	3,465,335	8,575,921
Trade creditors for the previous year	4,203,848	237,494
Trade creditors for prior periods (over two years)	0	0
Total	7,669,183	8,813,415

13 Fund Balance Brought Forward

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Bank balances	3,561,234	120,459
Cash balances	6,376	0
Short Term Investments	0	0
Receivables	29,919,363	26,618,840
Payables	(15,067,431)	(15,436,196)
Total	18,419,542	11,303,103

Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	01/01/2021 to 30/06/2021	2019-2020
	Kshs	Kshs
Bank loan(s)	0	0
Outstanding Leases	0	0
Hire purchase	0	0
Gratuity and leave provision	0	0
Total	0	0

15 Biological assets

Description	Numbers	01/01/2021 to 30/06/2021	2019-2020
		Kshs	Kshs
Cattle			
Goats			
Trees			
Coffee or tea plantation			
Poultry			
Total			

16 Borrowings

Description	01/01/2021 to 30/06/2021	2019-2020
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
Balance at end of the year		

Other important disclosure notes

17 Stock/ Inventory


Description	01/01/2021 to 30/06/2021	2019-2020
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year		
Stock/ inventory purchased during the year		
Stock/ inventory issued during the year		
Balance at end of the year		

18 Progress On Follow Up Of Auditor Recommendations

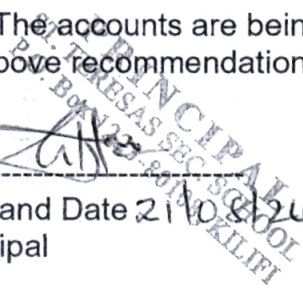
The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

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

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



Sign and Date 21/10/2024
Principal



XI. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021
	a	b	c	d=a-c
	Kshs	s	Kshs	Kshs
Construction of buildings				
1. Mwele Construction Limited	953,580	11-10-2020	550,000	403,580
Sub-Total	953,580			403,580
Supply of goods				
2. Utubora Traders				1,206,280
3. Mwaremac Investiments				48,825
4. Idzame Investiments				40,400
5. Jembe Mwembekati Butchery				118,470
6. Kaoyeni Dairy Farm				26,670
7. Mahoza Mwasambu				142,000
8. Mwanaichi Bakers & Confectioners Ltd				242,400
9. Digital Sanitation				21,600
10. Kilifi New Face Enterprises				867,502
11. Lake Parm Agencies				700,000
12. Hilkath Ventures				160,500
13. Laboquips Suppliers				696,240
14. Zabach Enterprises				309,700
15. Kansbag Limited				12,000
16. Azania Sports House				70,500
17. Gallant Video Productions				449,000
18. Laiv Agencies				150,000
Sub-Total				5,262,087
19. Staff –Salary arrears Supply of services				2,003,516

St. Teresa's Secondary School

Annual Report And Financial Statements For 6 Months (01/01/2021 to 30/06/2021)

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To- Date	Outstanding Balance 2021
Sub-Total				2,003,516
Grand Total				7,669,183

Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st January 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2021
Land 1	19.02.1997	Chonyi-0.41 Ha	506,650			506,650
Land 2	21.03.2007	Chonyi-1.0 Ha	1,235,500			1,235,500
Buildings and structures	Various Dates		47,500,000			47,500,000
Motor vehicles	28.11.2014		3,700,000			3,700,000
Office equipment, furniture and fittings	Various Dates		5,873,000			5,873,000
ICT Equipment, and Other ICT Assets	Various Dates		946,000			946,000
Tools and apparatus	Various Dates		535,000			535,000
Textbooks	Various Dates		1,600,000			1,600,000
Other Machinery and Equipment	Various Dates		642,100			642,100
Heritage and cultural assets	Various Dates		0			0
Intangible assets- software	Various Dates		150,000			150,000
Total			62,688,250			62,688,250