

REPUBLIC OF KENYA



Enhancing Accountability

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REPORT

OF

THE AUDITOR-GENERAL

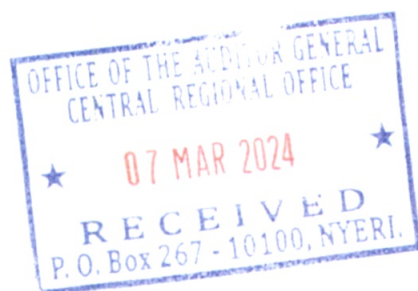
ON

KABARE GIRLS HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2021

KIRINYAGA COUNTY

Revised 30th June 2021.



KABARE GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th June 2021

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

KABARE GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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**KABARE GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOLS -
Reports and Financial Statements
For the year ended 30th June 2021**

I. KEY SCHOOL INFORMATION AND MANAGEMENT

[Customise the details in this section to suit your 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 KIRINYAGA County, KIRINYAGA EAST Sub-County

The school was registered in 25-2-2021 under registration number 20S30030029 and is currently categorized as a *National* public school established, owned or operated by the Government.

The school is a day/boarding school and had 1283 number of students as at 30th June 2021 It has 26 streams and 61 teachers of which 55 teachers are employed by the School Board Of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr. Abel E. Muriithi(HSC)	Chairman	19-5-2022
2	Mrs Lilian Muhuni	Secretary - Principal	19-5-2022
3	Dr. Caroline Mwaura	B.O.M Deputy Chairperson	19-5-2022
4	Dr. Samuel Njoroge	Member	19-5-2022
5	Dr. Josephat Bosire	Member	19-5-2022
6	Dr. Abel Machuka	Member	19-5-2022
7	Ms Alice Kamuri	Member	19-5-2022
8	Dr. Agnes Njeru	Member – Rep CEB	19-5-2022
9	Mr. David Njogu	Member Rep Teachers	19-5-2022
10	Rev. Capt. Susan Kariuki Mr. Joseph Wangai Dr. Zablun Bundi	3 Members - Sponsor	19-5-2022
11	Mr. Joseph Wangai	Member - Community	19-5-2022
12	Mrs Ann Mwangi	Member Special Needs	19-5-2022
	Mary Muragu	Rep Students	19-5-2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

Provide the names of the various committees of the Board established by the Board and the names of the committee members:

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Mr. Abel E. Muriithi(HSC) 2. Arch Daniel Kinuthia 3. Mr. Joseph Wangai 4. Rev. Capt. Susan Kariuki 5. Lilian R. W. Muhuni	B.O.M Chairman PA Chairman Member “	No meeting was held
2	Audit Committee	N/A		-
3	Finance, procurement and general purposes Committee	N/A		-
	School Infrastructure Committee	Abel E. Muriithi (HSC) Joseph Wangai Lilian Muhuni Dr. Zablon Bundi Rev. Capt Susan Kariuki Arch Daniel Mwaura Mr. John Gachugi Sarah Karanja Mrs Jane Wamai	BOM Chairman Principal Chairman Member PA member SCDE Deputy Deputy	1 1 1 1 1 1 1 1 1

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 69-10200
Telephone: 0720043574
E-mail: kabaregirls@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The following school operated 8 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1131629086
2. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1103528564
3. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1108766048
4. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1104013665
5. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1104036304
6. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1104035782
7. Name of Bank: Kenya Commercial Bank
Branch: Kerugoya
Account Number: 1227064918

8. MPESA Pay Bill- Business No: 522123
Account No: 339914K
Attached to KCB bank
Account No: 1131629086

(g) Independent Auditors

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

KABARE GIRLS HIGH SCHOOL
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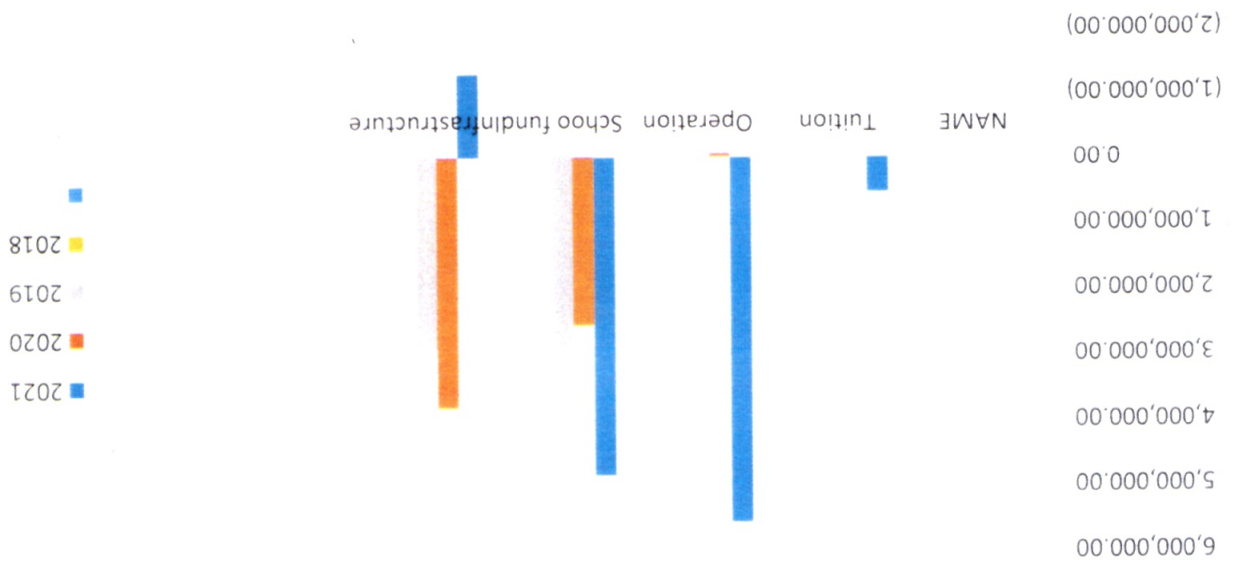
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

FINANCIAL PERFORMANCE:

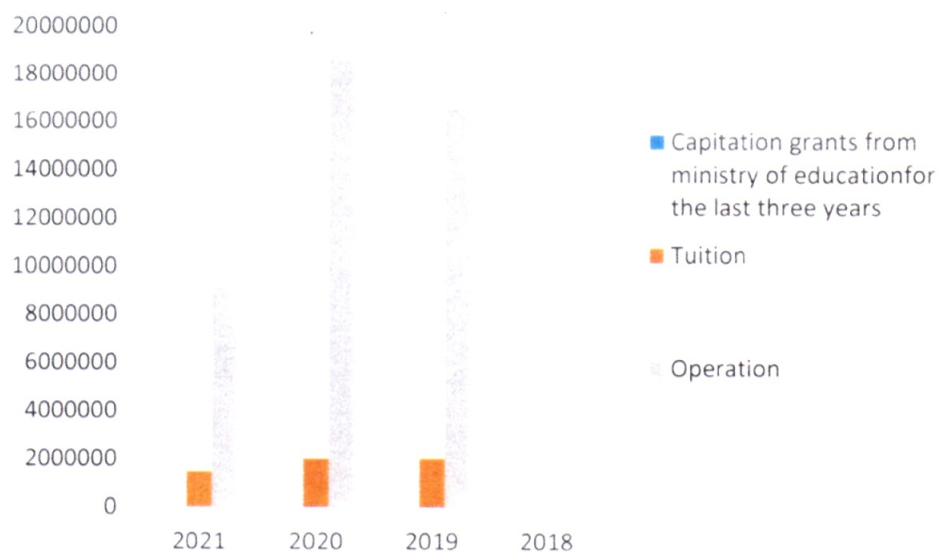
Surplus/deficit for the year and comparison of the same for the last three years.

ACCOUNT	2021	2020	2019	2018
	Kshs	Kshs	Kshs	Kshs
Tuition	533,128.50	(5,686.00)	(5,405.00)	11,647.30
Operation	5,571,147.65	(55,657.45)	81,959.85	9,818.40
School fund	4,841,780.85	2,552,584.18	2,877,962.10	8,924,551.80
Infrastructure	(1,286,557.70)	3,796,559.20	2,915,361.80	4,307,648.40



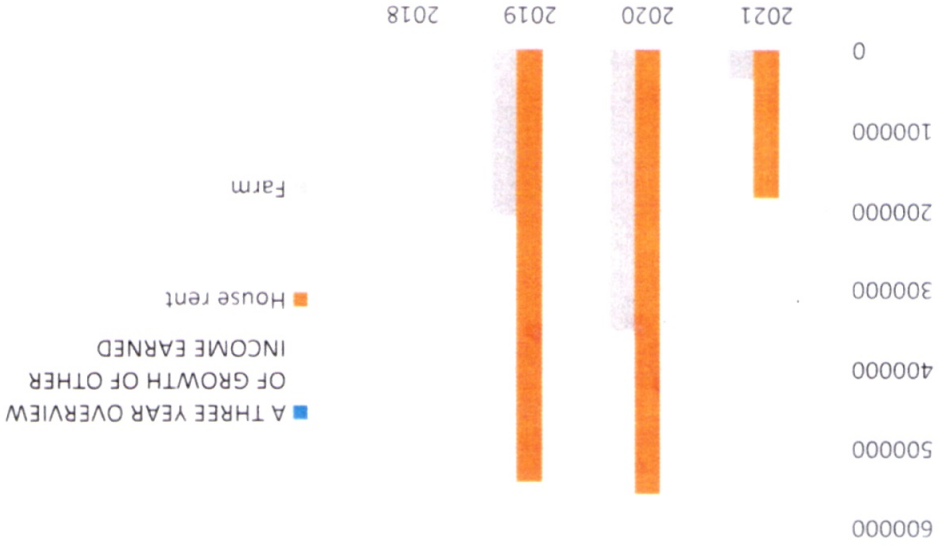
CAPITATION GRANTS FROM MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

	2021 Kshs	2020 Kshs	2019 Kshs	2018 Kshs
Tuition	1,475,915.50	1,995,429.00	2,024,960.00	3,518,635.10
Operation	9,250,142.60	18,843,194.80	16,639,091.70	16,639,091.70
TOTAL grants	10,726,058.10	20,838,623.80	18,664,051.70	20,157,726.80



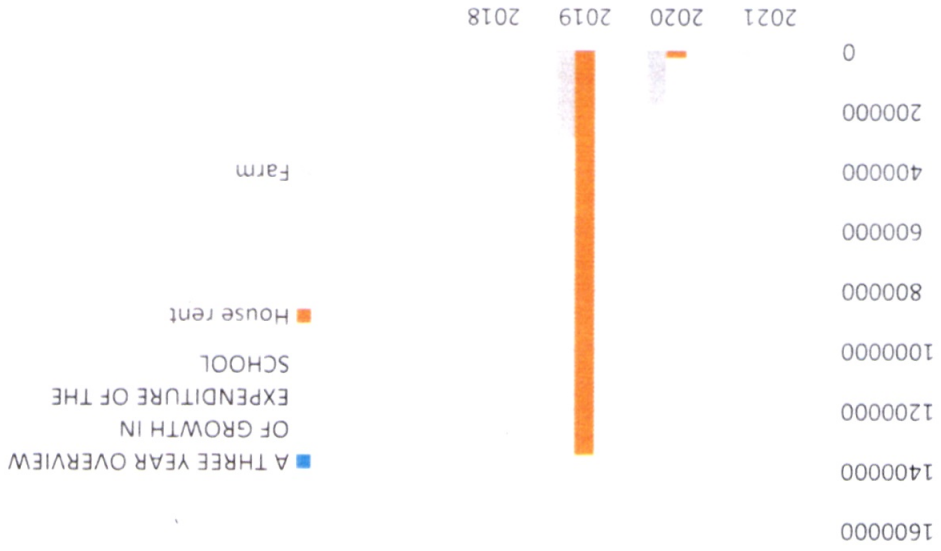
THREE YEARS OVERVIEW OF GROWTH OF OTHER INCOMES EARNED BY THE SCHOOL

	2021 Kshs	2020 Kshs	2019 Kshs	2018 Kshs
House rent	184,545.00	558,116.95	543,150.40	543,150.40
Farm	37,120.00	352,844.00	207,670.00	0.00
Total	221,665.00	910,960.95	750,820.40	543,150.40



■ A THREE YEAR OVERVIEW OF GROWTH OF OTHER INCOME EARNED

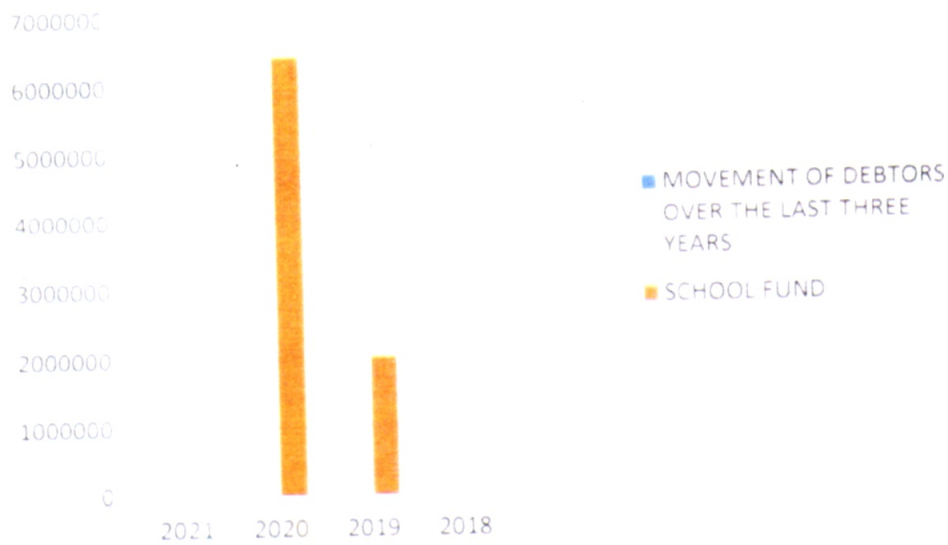
Year	Farm	House rent
2018	500,000.00	25,000.00
2019	500,000.00	25,000.00
2020	36,260.00	0.00
2021	173,320.00	1,684,527.00



■ A THREE YEAR OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL

KABARE GIRLS HIGH SCHOOL
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	2021	2020	2019	2018
SCHOOL FUND	0.00	6,419,786.00	2,020,646.50	2,610,500.00



MOVEMENT OF CREDITORS OVER THE LAST THREE YEARS

	2021 Kshs	2020 Kshs	2019 Kshs	2018 Kshs
CREDITORS	0.00	235,566.05	88,250.00	567,076.00



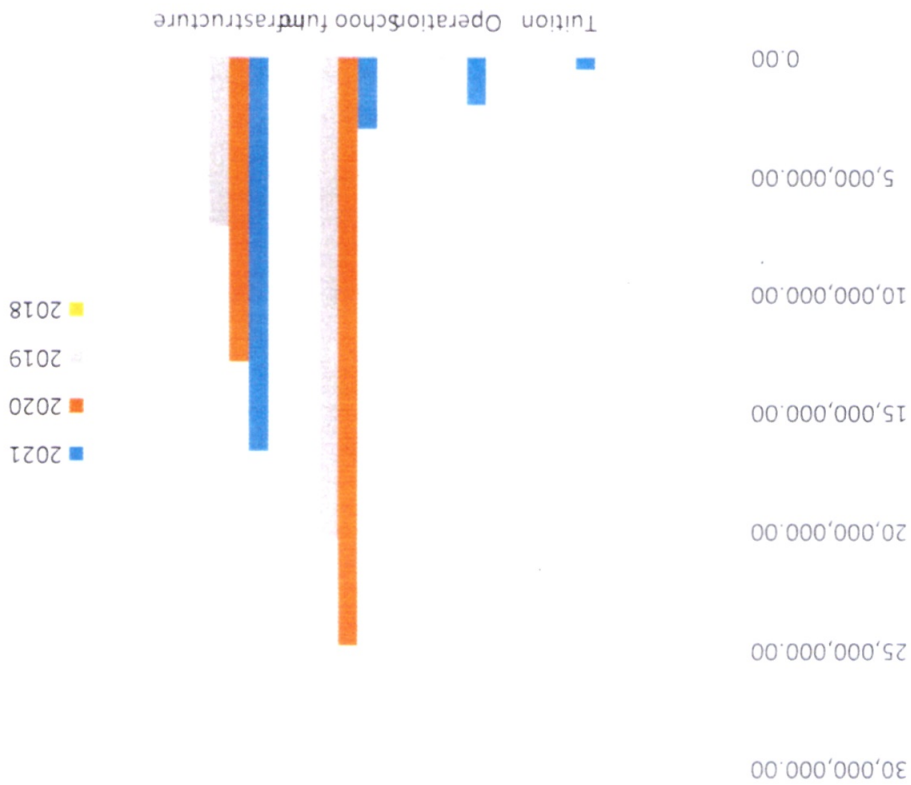
KADAKA GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

MOVEMENT OF CASH AND BANK FOR THE LAST THREE 3 YEARS

ACCOUNT NAME	2021 Kshs	2020 Kshs	2019 Kshs	2018 Kshs
Tuition	537,707.30	4,578.80	10,264.80	15,670.70
Operation	2,028,374.80	36,446.90	92,104.35	10,144.50
School fund	3,045,562.10	24,781,995.75	20,311,696.52	18,484,745.97
Infrastructure	16,645,809.40	12,849,815.30	7,223,010.20	4,307,648.40

a) Teacher Student ratio:

Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred, retired during the period as well as number of teachers employed by TSC, and number employed by BOM. (One may also include how many teachers the school has for each subject in order to indicate shortage/allocation of resources.



Number of students	Tsc employed	New employed	Retired	BOM teachers	Teachers Shortage	Total	Tsc Teachers/Students Ratio
1283	48	7	-	10	58	1:26	

b) Mean score in the 2021 KCSE:

(ive performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

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Grade/ Year/	Entry	A	A-	B+	B	B-	C+	C	C-	D+	D	Mean score	Dev.	University Transition
2021	271	1	22	51	68	70	40	13	4	1	1	8.566 B	-0.2866	92.9%
2020	242	5	31	54	59	43	31	15	3	1	0	8.851 B	+0.415	92.1%
2019	261	5	13	49	65	61	38	21	8	1	0	8.43 B-	+0.404	88.5%

c) Number of Candidates in the 2021 KCSE:

Tabulate the number of candidates sitting for KCSE over the last three years.

Academic Progress

Year/	Entry
2022	275
2021	271
2020	242

d) Capacity of the school:

Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education.

Number of Students	Physical facilities	Number of facilities
1283	Dormitories	12
	Laboratories	7
	Dining Hall	1
	Toilets/Toilets	155

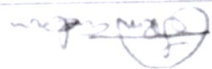
e) Development projects carried out by the school:

Development projects carried out in the year and ongoing projects including a disclosure of 100%

fund sources in a tabular format

Name of the Year	Sources of funds	Amount	Status	Total
Abition Block 2019-21	HG	62,694.40	Complete	62,694.40
Laboratory Block 2019-21	HG	105,246.40	Complete	105,246.40
Storageed Dormitory 2021-	Parents	40,651,678.00	Complete	40,651,678
2022	Government of Kenya through RMI			

School Principal



Sign

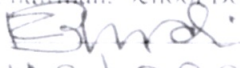
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

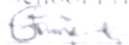
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

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

The Board of Management of *Kabare Girls 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, 2021, and of the school's financial position as at that date.

Name: Rev. Dr Zablon Bundi
Designation: Chairman, School Board of Management
Sign: 
Date: 30/6/2021

Name: Lilian Rose Wambui Muhuri
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 30/6/2021

Name: Mathew Gitari Njoka
Designation: Bursar / Finance Officer

Sign:
Date:

REPUBLIC OF KENYA



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON KABARE GIRLS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2021 - KIRINYAGA 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 Kabare Girls High School - Kirinyaga County set out on pages 15 to 30, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021, and the statement receipts and

payments, statement of cash flows and statement of comparison of budgeted versus actual amounts for the 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 Kabare Girls High School - Kirinyaga County as at 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The financial statements submitted for audit includes the following inaccuracies;

- (i) The statement of receipts and payments reflects amounts of Kshs.51,929,963 and Kshs.36,338,922 respectively in respect of total receipts and total payments respectively. However, Management did not maintain itemized ledgers to support the figures and balances as reported in the trial balance and the financial statements.
- (ii) The comparative opening balances were not as reported in previous year ending 31 December, 2020 which was attributed to change in reporting template. However, Management has not provided schedules to support the opening balances.
- (iii) The statement of cash flows reflects school fund income of Kshs.38,168,060 which differs with the statement of receipts and payments balance of Kshs.38,897,098 by Kshs.729,038.
- (iv) The statement of receipts and payments reflects payments for operations amount of Kshs.3,462,220 as disclosed in Note 6 to the financial statements. However, the balances disclosed in the note differs with the corresponding balances in the trial balance by Kshs.486,865.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Accounts Receivable

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.8,276,589 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 5 has not provided a policy on the treatment of the students' fees balances which is the major source of income for the School.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.8,276,589 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kabare Girls 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.78,263,149 and Kshs.54,015,104 respectively, resulting to an under-funding of Kshs.24,248,045 or 31% of the budget. However, the School spent an amount of Kshs.36,338,922 against actual receipts of Kshs.51,929,963 resulting to an under-utilization of Kshs.15,591,040 or 43% of actual receipts.

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

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 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. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

Review of the financial statements for year ended 30 June, 2021 revealed that the presentation of financial statements did not comply with the reporting template prescribed

by Public Sector Accounting Standards Board (PSASB) as detailed in **Appendix I**. Further, review of Key School Information and Management in the financial statements for the year ended 30 June, 2021 revealed that the School Management has not disclosed the serving Board Members for the year under review.

In the circumstances, Management was in breach of the requirement of the PSASB.

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amounts of Kshs.1,475,915 and Kshs.9,250,142 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of 1132 of students while the enrolment records provided by the School indicated a total number of 1296 students, resulting to an unexplained variance of 164 students. As a result of the variance, the school was under funded by an amount of Kshs.1,218, 572

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

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

The statement of receipts and payments reflects operations grants amount of Kshs.9,250,142 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.566,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, the funds were not transferred to infrastructure account. Further, an amount of Kshs.1,701,000 was transferred 37 days after receipt. This was contrary to Ministry of Education (MOE) Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds be transferred to the school infrastructure account fifteen days (15) upon receipt of the funds in the operations account.

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

4. Failure to Comply with Procurement Procedures

The statement of receipts and payments reflects total payment of Kshs.36,338,922. Scrutiny of tenders awarded and tender notices for the financial year 2020/2021 dated 11 December, 2020 indicated that only 22% of the tenders were reserved for women, youth and people living with disabilities. This is contrary to Section 149 of the Public Procurement & Asset Disposal Regulations, 2020, which states that an Accounting Officer of a procuring entity shall, when processing procurement under Section 157(5) of the Act, allocate at least thirty percent (30%) of its annual procurement budget for the purposes of procuring goods, works and services from enterprises owned by youth, women and persons with disability.

In the circumstances, Management was in breach of law.

5. Irregular Extension of Tenure of the Chairman of Board of Management

Examination of Board of Management minutes and appointment letters revealed that the Chairman serving during the year had served in the same role for more than ten (10) years. This is contrary to Section 3 of the Basic Education Act, 2013 which requires that the Board of Management should serve for a term of three (3) years, which shall be renewable for one further term.

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

6. Failure to Maintain a Fixed Asset Register

Annex 2 to the financial statements reflects a summary of fixed assets register with a historical cost balance of Kshs.294,026,250. There was no evidence that the School maintained a fixed assets' register in support of the assets disclosed as required by Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015.

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

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is

necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall 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 terminate the School or to cease operations.

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

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

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

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


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

As part of an audit conducted in accordance with ISSAIs, I exercise professional 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of 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 continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

16 September, 2024

APPENDIX

Non-Compliance with The Reporting Template

Page	Title	Audit Observation
6	Financial Performance	The Subtitle is not Numbered Chronologically
11	Teacher Student Ratio	The Subtitle is not Numbered Chronologically
	Mean Score in the 2021 KCSE	The Subtitle is not Numbered Chronologically
12	Number of Candidates in the 2021 KCSE	The Subtitle is not Numbered Chronologically
12	Capacity of the School	The Subtitle is not Numbered Chronologically
13	Development Projects Carried Out by the School	The Subtitle is not Numbered Chronologically
15	Report of the Independent Auditors on the Annual Financial Statements of Kabare Girls High School of the year ending 30 June, 2021	The Provision for the Report is not on a Separate Page
15	Report of the Independent Auditors on the Annual Financial Statements of Kabare Girls High School of the year ending 30 June, 2021	The Subtitle is not Numbered Chronologically
16	Statement of Financial Assets and Liabilities	The Statement is No. VI not (II) as indicated
25	Statement of Cashflows for the period ended 30 June, 2021	The Statement is No. VII not (VI) as indicated
16	Statement of Financial Assets and Liabilities	The Statement is No. VI not (II) as indicated
25	Statement of Cashflows for the period ended 30 June, 2021	The Statement is No. VII not (VI) as indicated
25	Statement of Cashflows for the period ended 30 June, 2021	Inconsistent Page Numbering, the Page Number should be (17) and the next Page should be 18
11	Statement of Budgeted versus Actual Amounts	The Statement is No. VIII not (VII) as indicated
16	Significant Accounting Policies	The Note should be No. IX and not VIII
17	Notes to the Financial Statements	The Title of the Notes should be X and not IX
17	Notes to the Financial Statements	The Notes should begin on a new Page which was not the case.

KABARE GIRLS HIGH SCHOOL
 PUBLIC SECONDARY SCHOOL
 Annual Report and Financial Statements
 For the year ended 30th June 2021

IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF KABARE GIRLS HIGH SCHOOL OF THE YEAR ENDING 30th JUNE 2021


To be attached



V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30th JUNE 2021

I. STATEMENT OF RECEIPTS AND PAYMENTS

DESCRIPTION OF VOTE HEAD	Note	Jan-Jun2021 Kshs	2020 Kshs
RECEIPTS			
Capitation grants for tuition	1	1,475,915.50	1,995,429.00
Capitation grants for operations	2	9,250,142.60	18,843,194.80
School Fund Income- Parents' Contributions	3	38,897,098.00	37,859,758.40
School Fund Income- Other receipts	4	2,306,807.00	8,053,979.95
Proceeds from borrowings			
TOTAL RECEIPTS		51,929,963.10	66,752,362.15
PAYMENTS			
Payments for Tuition	5	942,787.00	2,001,115.00
Payments for operations	6	3,462,220.50	13,272,047.15
Boarding and school fund payments	7	31,933,915.15	38,825,506.17
TOTAL PAYMENTS		36,338,922.65	54,098,668.32
SURPLUS/DEFICIT		15,591,040.45	12,653,693.83

The school financial statements were approved on 30/12/2021 and signed by

Sign: 
 Name: DR. ZABLON BUNDI
 Chair BOM

Sign: 
 Name: 
 School Principal/
 Secretary to BOM

Sign: 
 Name: 
 Bursar/
 Finance Officer

Date: 30/12/2021

Date: 30/12/2021

Date: 30/12/2021

KABARE GIRLS HIGH SCHOOL,
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STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30th JUNE 2021
II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

	Note	Jan-Jun2021 Kshs	2020 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	50,359,073.00	37,520,300.60
Cash Balances	9	1,923,700.15	152,536.15
Short term Investment	10	0.00	0.00
Total Cash and Cash Equivalents		52,282,773.15	37,672,836.75
Account's receivables	11	8,276,589.45	11,733,652.45
TOTAL FINANCIAL ASSETS		60,559,362.60	49,406,489.20
FINANCIAL LIABILITIES			
Accounts Payable	12	500,409.65	4,938,576.70
NET FINANCIAL ASSETS		60,058,952.95	44,467,912.50
REPRESENTED BY			
Fund balance b fwd 1st July...	13	44,467,912.50	31,814,218.67
Surplus Deficit for the year		15,591,040.45	12,653,693.83
NET FINANCIAL POSITION		60,058,952.95	44,467,912.50
		0.00	0.00

The School's financial statements were approved on _____ 2021 and signed by

Name: AR ZABLOY BUNEDI

Chairman BoM

Sign: 

Date: 30/12/2021

Name: LEAH W. N. N. N.

School Principal Secretary to BoM

Sign: 

Date: 30/12/2021

Name: _____

Bursar Finance

Sign: _____

Date: _____

NABAKE GIRLS HIGH SCHOOL
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VI. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

STATEMENT OF CASH FLOW		Jan-Jun 2021	2020
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	1,475,915.50	1,995,429.00
Capitation grants for operations	2	9,250,142.60	18,843,194.80
School fund income- Parents contributions/ fees	3	38,168,060.00	35,196,509.40
School fund income- other receipts	4	2,306,807.00	8,053,979.95
Total receipts		51,200,925.10	64,089,113.15
Payments			
Payments for Tuition		942,787.00	2,001,115.00
Payments for operations		3,294,279.70	13,272,047.15
Boarding and school fund payments		32,185,981.20	37,641,479.12
		36,423,047.90	52,914,641.27
Net cash flow from operating activities		14,777,877.20	11,174,471.88
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			0.00
Acquisition of Assets		(167,940.80)	(1,138,711.00)
Proceeds from investments		0.00	0.00
Net cash flows from Investing Activities		(167,940.80)	(1,138,711.00)
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash flows from financing Activities		0.00	0.00
NET INCREASE IN CASH AND CASH EQUIVALENT		14,609,936.40	10,035,760.88
Cash and cash equivalent at BEGINNING of the year		37,672,836.75	27,637,075.87
Cash and cash equivalent at END of the year		52,282,773.15	37,672,836.75
		0.00	0.00

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

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Text books						
Exercise books		-	-	-	-	
Laboratory equipments and apparatus			-	-	-	
Teaching/learning materials	1,475,915.00		1,475,915.00	1,475,915.00	-	100.00
Chalks						
Internal exams			-	-	-	
Reference books			-	-	-	
			-	-	-	
(2) CAPITATION GRANT ON OPERATIONS					-	
Repair, maintaince & improvement	4,465,000.00		4,465,000.00	4,465,000.00	-	100.00
Local transport & travelling	695,634.00		695,634.00	695,634.00	-	100.00
Administration cost	145,634.00		145,634.00	145,634.00	-	100.00
Electricity water & conservancy	695,634.00		695,634.00	695,634.00	-	100.00
Activity			445,634.00	445,634.00	-	100.00

MAKARE GIRLS HIGH SCHOOL
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	445,634.00					100.00
P.E Non teaching staff	1,401,303.30		1,401,303.30	1,401,303.30	-	100.00
P.E Supporting teaching staff	1,401,303.30		1,401,303.30	1,401,303.30	-	100.00
TOTAL GRANT FROM OPERATION	9,250,142.60	-	9,250,142.60	9,250,142.60	-	
(3) FEES CHARGED ON PARENTS						
P.E Non teaching staff	4,291,400.00		4,291,400.00	1,834,836.00	2,456,564.00	42.76
P.E Support staff	4,440,940.00		4,440,940.00	1,834,836.00	2,606,104.00	41.32
Board equipment & store	36,158,150.00		36,158,150.00	25,446,046.00	10,712,104.00	70.37
Local trasport & travelling	3,570,000.00		3,570,000.00	1,791,918.00	1,778,082.00	50.19
Electricity water & conservancy	7,499,380.00		7,499,380.00	2,920,534.00	4,578,846.00	38.94
Administration costs	6,065,430.00		6,065,430.00	2,439,545.00	3,625,885.00	40.22
Repair maintance & improvement	2,380,000.00		2,380,000.00	1,552,228.00	827,772.00	65.22
Activity	949,620.00		949,620.00	980,125.00	(30,505.00)	103.21
Club money	97,030.00		97,030.00	97,030.00	-	100.00
Bursary	2,085,142.00		2,085,142.00	2,085,142.00	-	100.00
Total	67,537,092.00	-	67,537,092.00	40,982,240.00	26,554,852.00	60.68
OTHER RECEIPTS – SCHOOL FUND ACCOUNT						
House rent				-		
Harambee				184,545.00		
Bursary				-		
				2,085,142.00		

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Farm activities				37,120.00		
Total Other Receipts				2,306,807.00		
(1) EXPENDITURE FOR TUITION						
Text books						
Exercise books			-	-	-	-
Laboratory equipments and apparatus			-	-	-	-
Teaching/learning materials			-	-	-	-
chalks	1,475,915.00		1,475,915.00	939,226.00	536,689.00	63.3
Internal exams			-	-	-	-
Reference books			-	-	-	-
Bank charges			-	-	-	-
			-	3,561.00	(3,561.00)	
TOTAL EXPENDITURE TUTION	1,475,915.00	-	1,475,915.00	942,787.00	533,128.00	63.88
PAYMENTS FOR OPERATIONS						
Repair,maintaince & improvement						
Local transport & travelling	4,465,000.00		4,465,000.00	317,859.80	4,147,140.20	7.12
Administation cost	695,634.00		695,634.00	39,957.00	655,677.00	5.74
Electricity water & conservancy	145,634.00		145,634.00	145,634.00	-	100.00
Activity	695,634.00		695,634.00	13,400.00	682,234.00	1.93
P.E Non teaching staff	445,634.00		445,634.00	140,459.00	305,175.00	31.52
P.E Supporting teaching staff	1,401,303.30		1,401,303.30	1,333,818.80	67,484.50	95.18
			1,401,303.30	1,302,086.10	99,217.20	

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House rent	-		-	-	-	
Harambee	-		-	-	-	
Bursary	2,085,142.00		2,085,142.00	2,085,142.00	-	
Farm activities			-	36,260.00	(36,260.00)	100.00
Club money			-	66,200.00	(66,200.00)	
TOTAL	67,440,062.00	-	67,440,062.00	31,933,915.15	35,506,146.85	47.35

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

- i. Underutilization was caused by late disbursement of funds & fees arrears.
- ii. Overutilization was caused by sharp increase in prices for goods and services in the market.

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VIII. 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, 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

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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.

IX. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

I. NOTES TO THE FINANCIAL STATEMENTS			
1 CAPITATION GRANT FOR TUITION			
		Jan-Jun 2021	2020
		Kshs	Kshs
Text books			-
Exercise books			-
Laboratory equipments and apparatus			-
Teaching/learning materials			-
chalks		1,475,915.50	1,995,429.00
Internal exams			
Reference books			
Total		1,475,915.50	1,995,429.00
2 CAPITATION GRANT FOR OPERATIONS and INFRASTRUCTURE			
		Jan-Jun2021	2020
		Kshs	Kshs
Repair,maintaince & improvement			
Local transport & travelling		4,465,000.00	12,022,650.00
Administration cost		695,634.00	23,200.55
Electricity water & conservancy		145,634.00	1,909,798.60
Activity		695,634.00	924,371.35
P.E Non teaching staff		445,634.00	1,709,650.00
P.E Supporting teaching staff		1,401,303.30	1,893,524.30
		1,401,303.30	-

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	Medical and insurance		0.00	-
	Bom teacher		0.00	360,000.00
	Total		0.00	360,000.00
3	PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT		9,250,142.60	18,843,194.80
			Jan-Jun 2021	2020
			Kshs	Kshs
	P.E Non teaching staff		1,834,836.00	8,934,053.30
	P.E Support staff		1,834,836.00	-
	Board equipment & store		25,446,046.00	16,512,736.53
	Local transport & travelling		1,791,918.00	2,428,138.00
	Electricity water & conservancy		2,920,534.00	1,783,742.65
	Administration costs		2,439,545.00	4,119,671.92
	Repair maintenance & improvement		1,552,228.00	3,377,659.00
	Medical		-	-
	University form		-	102,000.00
	Activity		-	538,357.00
	Service gratuity		980,125.00	-
	Club money		-	63,400.00
			97,030.00	
	Total		38,897,098.00	37,859,758.40
4	OTHER RECEIPTS – SCHOOL FUND ACCOUNT			
			Jan-Jun 2021	2020
			Kshs	Kshs
	House rent		184,545.00	558,116.95
	Harambee		-	5,760,000.00
	Bursary		2,085,142.00	1,383,019.00
	Farm activities		37,120.00	352,844.00
			-	
	Total		2,306,807.00	8,053,979.95
5	PAYMENTS FOR TUITION			
			Jan-Jun 2021	2020
			Kshs	Kshs
	Text books			-
	Exercise books			-
	Laboratory equipments and apparatus			-
	Teaching/learning materials			-
	chalks		939,226.00	2,001,115.00
	Internal exams			-
	Reference books			-
	Bank charges		3,561.00	-
			-	-
	Total		942,787.00	2,001,115.00
6	PAYMENTS FOR OPERATIONS			
			2020-2021	2019-2020
			Kshs	Kshs
	Repair, maintaince & improvement		317,859.80	6,392,650.00
	Local transport & travelling		39,957.00	78,858.00
	Administation cost		145,634.00	1,909,798.60

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	Electricity water & conservancy		13,400.00	924,371.35
	Activity		140,459.00	1,709,650.00
	P.E Non teaching staff		1,333,818.80	1,893,524.30
	P.E Supporting teaching staff		1,302,086.10	-
	Medical and insurance		0.00	-
	Bom teacher		0.00	360,000.00
	Lab block		105,246.40	-
	Ablution block		62,694.40	-
	Bank charges		1,065.00	3,194.90
	TOTAL		3,462,220.50	13,272,047.15
7	BOARDING AND SCHOOL FUND PAYMENTS			
			Jan-Jun 2021	2020
			Kshs	Kshs
	P.E Non teaching staff		1,129,313.30	8,735,343.30
	P.E Support staff		1,263,431.20	-
	Board equipment & store		19,479,135.20	15,494,477.30
	Local transport & travelling		1,465,369.00	2,328,318.00
	Electricity water & conservancy		2,201,033.95	1,547,625.65
	Administration costs		2,439,545.00	3,950,089.92
	Repair, maintenance & improvement		1,476,250.50	3,374,237.00
	Medical		-	-
	University form		121,000.00	-
	Activity		171,235.00	346,800.00
	Service gratuity		-	-
	House rent		-	25,000.00
	Harambee		-	1,138,711.00
	Bursary		2,085,142.00	1,383,019.00
	Farm activities		36,260.00	190,885.00
	Club money		66,200.00	311,000.00
	TOTAL		31,933,915.15	38,825,506.17
	<i>Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.</i>			
8	BANK ACCOUNTS			
	Name of Bank, Account No. & currency	Bank Account Number	Jan-Jun 2021	2020
			a	Kshs
	Tuition Account		537,707.30	4,578.80
	Operations Account		2,028,374.80	36,446.90
	School Fund Account/Boarding		1,121,861.95	604,140.05
	Savings A/c 1103528564-General		29,792,608.25	23,792,608.25
	Savings A/c 1108766048-Rent		232,711.30	232,711.30
	Infrastructural Account		16,645,809.40	12,849,815.30
	Total		50,359,073.00	37,520,300.60

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9	CASH IN HAND		Jan-Jun 2021	2020
	Description			
	Tuition Account		-	-
	Operation Account		-	-
	Infrastructure		-	-
	School Fund account		-	-
	Total		1,923,700.15	152,536.15
10	SHORT TERM INVESTMENTS		1,923,700.15	152,536.15
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Cooperative shares		-	-
	Treasury Bills		-	-
	Fixed deposit		-	-
	Equity stock		-	-
	Other investments		-	-
	Total		-	-
11	ACCOUNTS RECEIVABLE		-	-
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Fees arrears		8,276,589.45	11,733,652.45
	Other non-fees receivables		-	-
	Salary advances		-	-
	Imprest		-	-
	Total		8,276,589.45	11,733,652.45
	[Include an ageing of the fees / non fees arrears below]			
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Fees arrears for current year		-	6,419,786.00
	Fees arrears for the previous year		6,419,786.00	2,020,646.50
	Fees arrears for prior periods (over two years)		5,313,866.45	5,090,321.95
	Less fees recovered during the year		(3,457,063.00)	(1,797,102.00)
	Total		8,276,589.45	11,733,652.45
12	ACCOUNTS PAYABLE			
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Trade creditors (See ageing below and appendix 1)		-	235,566.05
	Prepaid fees		-	4,186,101.00
	Caution money		500,409.65	516,909.65
	Total		500,409.65	4,938,576.70
	[Include an ageing of the creditor's arrears below]			
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Trade creditors for current year		-	235,566.05
	Trade creditors for the previous year		235,566.05	88,250.00
	Trade creditors for prior periods (over two years)		-	-
	Less creditors paid during the year		(235,566.05)	(88,250.00)
	Total		-	235,566.05
13	FUND BALANCE BROUGHT FORWARD			
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Bank balances		37,520,300.60	-

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	Cash balances		152,536.15	-
	Short Term Investments		-	-
	Receivables		11,733,652.45	-
	Payables		4,938,576.70	-
	Total		44,467,912.50	31,814,218.67
	Other important disclosure notes			
14	Non-current Liabilities Summary			
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Bank loan(s)		-	-
	Outstanding Leases		-	-
	Hire purchase		-	-
	Gratuity and leave provision		-	-
	Total		-	-
15	Biological assets			
	Description	Numbers	Jan-Jun 2021	2020
			Kshs	Kshs
	Cattle		-	-
	Goats		-	-
	Trees		-	-
	Coffee or tea plantation		-	-
	Poultry		-	-
	Total		-	-
16	Borrowings			
	Description		Jan-Jun 2021	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		-	-
17	1 Stock/ Inventory			
	Description		Jan-Jun 2021	2020
			Kshs	Kshs
	Stock/Inventory			
	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		-	-

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.

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2 Non-current Liabilities Summary

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

3 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle			
Goats			
Trees			
Coffee or tea plantation			
Poultry			
Total			

4 Borrowings

Description	2020-2021	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

5 Stock/ Inventory

Description	2020-2021	2019-2020
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year		
Stock/ inventory purchased during the year	xxx	xxx
Stock/ inventory issued during the year	xxx	xxx
Balance at end of the year	(xxx)	(xxx)
	xxx	xxx

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6 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2021-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Supply of goods						
4.						
5.						
6.						
Sub-Total						
Supply of services						
7.						
8.						
9.						
Sub-Total						
Grand Total						

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land 1		Kabare Girls	Not valued	—	—	Not valued
Land 2						
Buildings and structures		“	263,300,000	400,000,000	—	303,300
Motor vehicles			11,090,000	—	—	11,090,000
Office equipment, furniture and fittings			1,050,000			1,050,000
ICT Equipment, and Other ICT Assets			2,080,000	575,000		2,655,000
Tools and apparatus		“	4,500,000	—	—	4,500,000
Textbooks			4,956,250	—		4,956,250
Other Machinery and Equipment			7,050,000			7,050,000
Heritage and cultural assets						
Intangible assets- soft ware						
Total			294,026,250	40,575,000		334,601,250