

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

**R.C.E.A BIWOTT NG'ELEL TARIT
SECONDARY SCHOOL**

**FOR THE YEAR ENDED
30 JUNE, 2023**

UASIN GISHU COUNTY

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 12 JUN 2025	DAY: WEDNESDAY
TABLED BY: DEPUTY MASORITY WHIP	(HON. NAOMI WAQO, MP)
CLERK AT THE TABLE: J. LEMIRELLE	

Revised 30th June 2023.



R.C.E.A BIWOTT NG'ELEL TARIT SECONDARY SCHOOL

REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL

Report and Financial Statements For the year ended 30th June 2023

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Table of Contents	Page
1. Acronyms and Glossary of Terms	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School	vii
4. Statement of School Management Responsibility	xiv
5. Report Of The Independent Auditors <i>(To be attached)</i>	xv
6. Statement Of Receipts and Payments For the Year Ended 30 th June 2023	1
7. Statement of Assets and Liabilities As At 30 th June 2023	2
8. Statement of Cash Flows for the Year Ended 30 th June 2023	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2023.	5
10. Significant Accounting Policies	8
11. Notes To The Financial Statements	10
12. Annexes	21

**R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

Report and Financial Statements For the year ended 30th June 2023

1. Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education

**R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Report and Financial Statements For the year ended 30th June 2023**

2. Key School Information and Management

(a) Background information

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

The school was registered on 2001 under registration number 27S30000848 and is currently categorized as a Sub County secondary public school established, owned or operated by the Government.

The school is a day school and had 1027 number of students as at 30th June 2023.

It had 5 streams for form 1 and 2 to and form 3 and form 4 had 4 streams it had 41 teachers of which 7 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	Eng. Titus kiplagat	Chairman	18th July 2022
2	Mr. Edward Wanjala	Secretary - Principal	3rd March 2023
3	Rev. David Letting	Member	18th July 2022
4	Mr. Ronald Leitich	Member	18th July 2022
5	Mr. Titus Saina	Member	18th July 2022
6	Rev. Benson Simatei	Member - PTA	18th July 2022
7	Prof. Emmy J. Kipsoi	Member	18th July 2022
8	Ms. Monica Segit	Member	18th July 2022
9	Dr. Caroline Sawe	Member	18th July 2022
10	Mrs. Ruth Sawe	Member	18th July 2022
11	Mrs. Mary Rono	Member	18th July 2022
12	Samuel Kipkoech	Member Rep Teacher	18th July 2022
13	Mrs. Milka Cheptinga	Member	18th July 2022
14	Esther Ruto	Member	18th July 2022

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. Titus Kiplagat 2. Edward Wanjala 3. Ruth Sawe 4. Benson Simatei	Chairman Secretary Member Member	3
2	Tender Committee	1. Esther Jelagat Ruto 2. Joyce chepngetich 3. Victor Kipkosgei 4. Josphine korir	Chairman Secretary Member member	1
3	Finance, procurement and general-purpose Committee	1. Titus Kiplagat 2. Edward Wanjala 3. Titus Saina	Chairman Secretary Member	1

**R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

Report and Financial Statements For the year ended 30th June 2023

4	Development Committee	1. Titus saina 2. Edward Wanjala 3. Esther Ruto 4. Titus kiplagat 5. Ruth Sawe 6. Benson Simatei	Chairman BOM Secretary Secretary/D. Principal Member Member Member Member	3
5	Academic Committee	1. Daniel Barno 2. Benson Simatei 3. Samuel Kipkoech 4. Paul Kiplagat	Chairman Secretary Member Member	3
6	Discipline and welfare Committee	1. Esther Ruto 2. Josphine korir 3. Florence Omari 4. Paul Korir	Chairman Member Member Member	3

(d) School operation Management

For the financial year ended 30th June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Mr. Edward Wanjala	281856
2	Deputy Principal	Esther Ruto	419900
3	School Bursar	Joyce chepngetich	31512708

(e) Schools contacts

Post Office Box: 6630-30100
Mobile Number: 0722341649
E-mail: rceabiwottngeleltarit@gmail.com
Website: None

(f) School Bankers

The school operated 4 number of bank accounts as follows

Name of Bank	KCB
Branch	Eldoret
Account Number:	1109507577 – Operation A/c

Name of Bank	KCB
Branch	Eldoret
Account Number:	1102448656 – Tuition A/C

Name of Bank:	NBK
Branch	Eldoret
Account Number:	1102415170 – School Fund A/C

Name of Bank:	NBK
Branch	Eldoret
Account Number:	1235989208 – M.I A/C

(g) Independent Auditors

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

3. Summary Report of Performance of The School

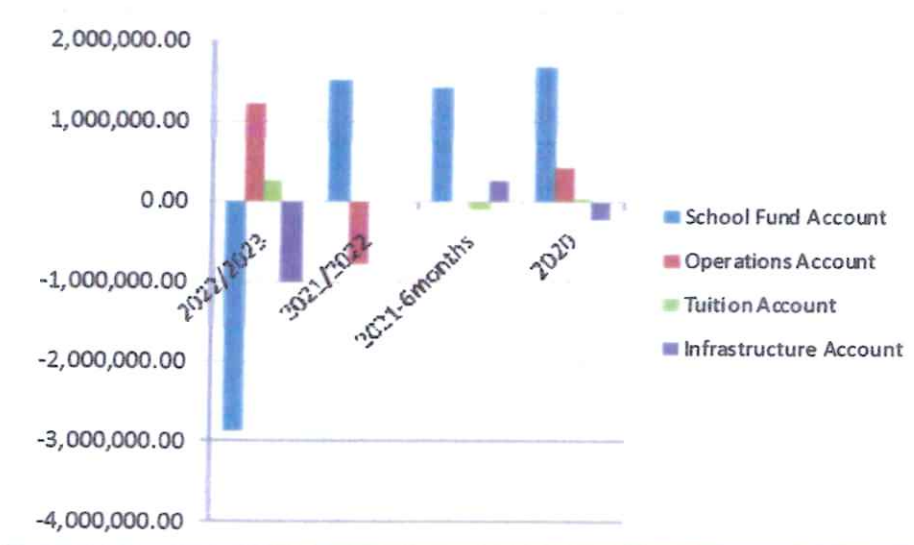
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last three years period between 1st January 2020 to 30th June 2023 which covers a period of 12 months while 30th June 2021 covers a period of 6 months and is summarized as follows:-

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS					
SNO	ACCOUNTS	2022/2023	2021/2022	2021-6months	2020
		Kshs Cts	Kshs Cts	Kshs Cts	Kshs Cts
1	School Fund Account	(2,865,891.00)	1,514,986.60	1,407,654.00	1,688,529.85
2	Operations Account	1,234,347.29	(768,537.50)	(75,875.90)	422,959.70
3	Tuition Account	271,828.65	8,834.40	(93,397.50)	28,010.00
4	Infrastructure Account	(998,730.00)	-	239,240.00	(232,515.00)
	TOTAL	(2,364,031.96)	755,283.50	1,553,496.50	1,906,984.55
	Increase/Decrease	(3,119,315.46)	(798,213.00)	(353,488.05)	1,559,409.55

Trend over the Last Three Years

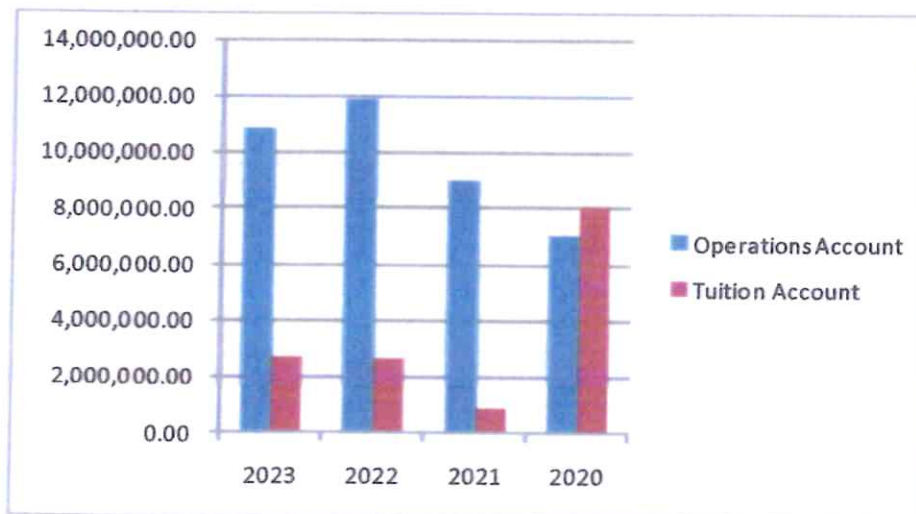


R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Report and Financial Statements For the year ended 30th June 2023

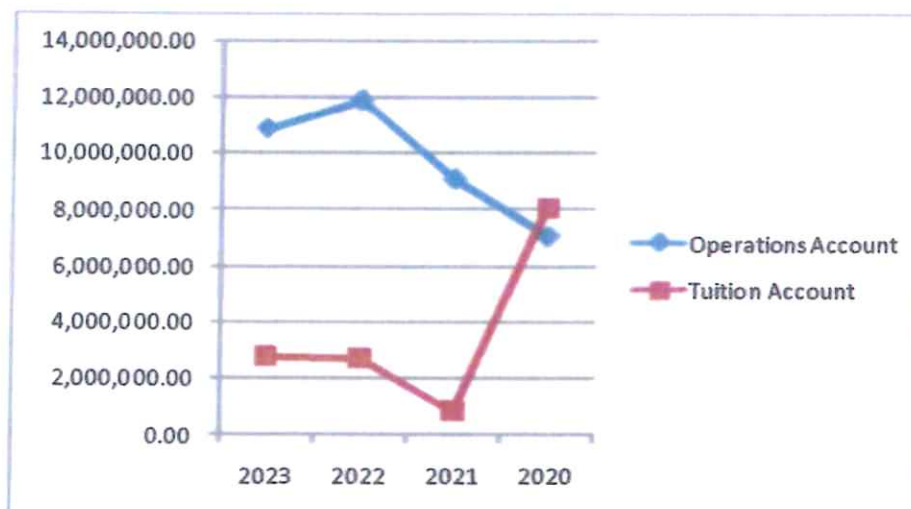
The surplus for the year 2021 decreased by Kshs 353,488.05 from a surplus of Kshs 1,906,984.55 in the year 2020. The surplus for the year 2022 decreased by Kshs 798,213.00 from a surplus of Kshs 1,553,496.50 in the year 2021 due to prolonged closure after abrupt shutting of the schools due to Covid-19. The Year 2023 recorded a deficit of Kshs 2,364,031.96.

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2022/2023	2021/2022	2021	2020
		Kshs Cts	Kshs Cts	Kshs Cts	Kshs Cts
1	Operations Account	10,906,828.29	11,914,307.90	9,092,450.10	7,080,250.00
2	Tuition Account	2,767,295.75	2,697,645.00	862,255.50	8,094,656.00
	Total	13,674,124.04	14,611,952.90	9,954,705.60	15,174,906.00
	Increase/Decrease	(937,828.86)	4,657,247.30	(5,220,200.40)	4,909,051.00
	No of Students	1027	1010	847	660
	Ratio of Capitation per student	1:13314	1:14467	1:11752.89	1:22992

Trend over the Last Three Years



Trend over the Last Three Years



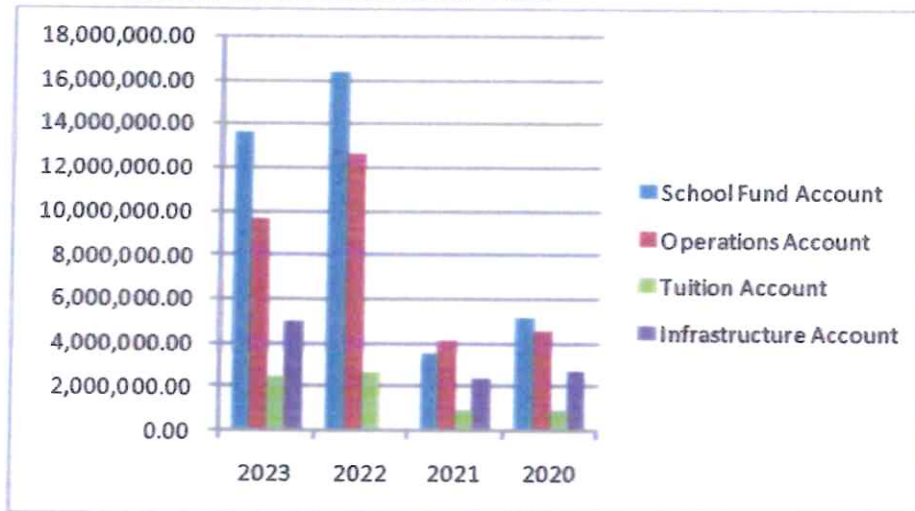
The total capitation for the year 2022 was Kshs 14,611,952.90 as compared to Kshs 9,954,705.60. in the financial year 2021 representing an increase of Kshs. 4,657,247.00 which resulted from all students' received capitation grant, prolonged abrupt closure of the school due to Covid-19 and not all capitation grant were disbursed by the end of financial year 2020.

The capitation grant for the financial year 2023 was Kshs 13,674,124.04 as compared to Kshs 14,611,952.90 in the financial year 2022 representing a decrease of Kshs 937,828.86

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2022/2023	2021/2022	2021	2020
		Kshs Cts	Kshs Cts	Kshs Cts	Kshs Cts
1	School Fund Account	13,684,401.00	16,425,481.00	3,505,382.00	5,183,917.40
2	Operations Account	9,672,480.85	12,682,845.40	4,186,567.20	4,580,250.00
3	Tuition Account	2,495,467.10	2,688,811.00	955,653.00	1,014,406.00
4	Infrastructure Account	5,045,730.00	-	2,400,000.00	2,732,515.00
	Total	30,898,078.95	31,797,137.40	11,047,602.20	13,511,088.40
	Increase/Decrease	(899,058.45)	20,749,535.20	(2,463,486.20)	(3,885,360.60)

**R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**
Report and Financial Statements For the year ended 30th June 2023

Trend over the Last Three Years



MOVEMENT OF DEBTORS OF THE SCHOOL					
SNO	ACCOUNTS	2022/2023	2021/2022	2021	2020
1		Kshs Cts	Kshs Cts	Kshs Cts	Kshs Cts
a	School Fund Account	2,058,953.00	2,157,944.60	1,365,015.76	1,501,758.16
	Total	2,058,953.00	2,157,944.60	1,365,015.76	1,501,758.16
	Increase/Decrease	(98,991.60)	792,928.84	(136,742.40)	542,538.16

Trend over the Last Three Years



R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Report and Financial Statements For the year ended 30th June 2023

MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO		2022/2023	2021/2022	2021	2020
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	-	-	-	-
2	Operations Account	-	-	-	-
3	Tuition Account	-	-	-	-
4	Infrastructure A/C	--	-	--	-
	Total	-	-	-	-

The school had NIL balance on creditors as at 30th June 2023.

b) Teacher Student ratio:

Between the month of July 2022 and June 2023, the status of the teaching staff was as follows:

There are 34 teachers posted by the Teachers Service Commission and 7 recruited by the Board of Management. We are grateful that 3 teachers were posted to school after one (1) transferred. The teacher student ratio lies at 1: 25.

c) Mean score in the 2020 ,2021, 2022 & 2023 KCSE

YEAR	ENROLM ENT	MEAN	TRANSITI ON	TRANSITIO N (%)	SCHOOL TARGET	COMMENTS
2022	240	4.1209	19	7.91%	5.0	Positive Deviation
2021	179	4.09	18	10%	5.0	Negative deviation of 0.03 in transition rate. The least grade was a E
2020	137	4.635	19	13.86%	6.0	Negative deviation of 0.164 in transition rate. The least grade was a D-
2019	109	4.6514	20	18.34%	5.5	Positive deviation of 0.245 in transition rate. The least grade was a D-

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Report and Financial Statements For the year ended 30th June 2023

d) Number of Candidates in the 2023 K.C.S.E:

Year	2022	2021	2020	2019
No. of Candidates	240	179	137	109

e) Capacity of the school:

Facility	Available	Capacity	Required	Comment
Latrine	37	37	39	39 required
Dinning Hall	1	1	1	1 required
Laboratory	2	2	2	2 required
Classrooms	20	20	20	1 required
Library	1	1	1	10 required
Office Tables	34	34	10	10 required
Staffroom tables	34	34	10	10 required
Chairs	34	34	10	10 required
Students Desk	1100	1050	50	50 required

**R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Report and Financial Statements For the year ended 30th June 2023**

f) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1.	Placement of cabros and kerbs	2023	Complete	156,500.00	M.I
2.	Repairs of Computer room	2023	complete	72,930.00	MI
3.	Contruaction of staff quaters	2023	partially	823,500.00	MI
4.	Wiring and electricity installation	2023	Complete	110,130.00	MI
5.	Preparing of lockers and chairs	2023	complete	156,800.00	M.I
6.	Installation of CCTV Cameras	2023	complete	252,280.00	MI
7.	Construction of Laboratory and Library	2023	Partially	2,755,400.00	MI
8.	Construction of kitchen	2022	Complete	520,000	MI
9	Construction of school hall	2021	complete	1,300,500	MI
10	Preparing of lockers and chairs	2021	complete	671,072	MI
11	Construction of laboratory	2021	partially	850,260	MI



.....
School Principal

4. 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 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 **R.C.E.A BIWOTT NGELEL TARIT 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 during the financial year ended 30th June, 20XX, and of the school's financial position as at that date.

.....
Eng. Titus Kiplagat

Designation: Chairman, School Board of Management

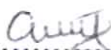
Date: 30.6.2023



.....
Mr. Edward Wanjala

Designation: School Principal & Secretary to Board of Management

Date: 30/6/2023



.....
Joyce Chepngetich

Designation: Bursar/ Finance Officer

Date: 30/6/2023

REPUBLIC OF KENYA

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Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON R.C.E.A BIWOTT NG'ELEL TARIT SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – UASIN GISHU 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.
- 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 R.C.E.A Biwott Ng'elel Tarit Secondary School set out on pages 1 to 20, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023, statement of receipts and payments, statement of cash flows and statement of comparison of budget versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of R.C.E.A Biwott Ng'elel Tarit Secondary School as at 30 June, 2023, 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 Statement of Receipts and Payments

The statement of receipts and payments and Note 4 to the financial statements reflects school fund income from parents' contributions amounting to Kshs.10,818,510. However, supporting schedules and documents provided for review reflects an amount of Kshs.13,582,650 resulting to unexplained and unreconciled negative variance of Kshs.2,764,140.

Further, the statement of receipts and payments reflects receipts amounting to Kshs.4,047,000 and as indicated at Note 4 to the financial statements. Management explained that the amount relates to receipt from grants and donations however, no documentary evidence was provided for review to support the grants and donations.

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

2. Accounts Receivables

The statement of financial assets and liabilities and Note 11 to the financial statements reflects accounts receivables amounting to Kshs.2,058,953. The amount relates to fee arrears. Although Management provided evidence for fee arrears amounting to Kshs.1,457,659, the balance of Kshs.601,294 was not supported.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.2,058,953 could not be confirmed.

3. Cash and Cash Equivalents Balances

The statement of financial assets and liabilities and Note 10 to the financial statements reflects bank balance amounting to Kshs.5,100,357. However, Management has not carried out bank reconciliations for the bank balances.

In addition, Note 11 to the financial statements reflects cash balance amounting to Kshs.10,805 which was not supported by board of survey report.

In the circumstances, the existence, accuracy and completeness of cash and cash equivalents balance of Kshs.5,111,161 could not be confirmed.

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.2,767,296 and Kshs.10,906,829 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand and forty-six (1,046) students while the enrolment records provided by the School indicated a total number of one thousand and fifty four (1,054) students, resulting to an unexplained variance of eight (8) students. As a result of the variances, the School was over funded by an amount of Kshs.104,582.

In the circumstances, the accuracy and completeness of capitation grants for tuition and capitation grants for operations amounting to Kshs.2,767,296 and Kshs.10,906,829 respectively could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the R.C.E.A Biwott Ng'elel Tarit Secondary 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 comparable basis amounts of Kshs.27,933,760 and Kshs.26,480,682 respectively resulting to an under-funding of Kshs.1,453,078 or 13% of the budget.

Similarly, the Fund spent a balance of Kshs.26,446,736 against actual receipts of Kshs.26,480,682 resulting to an over-utilization of Kshs.33,946.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

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 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. Lack of Procurement Plans and Procurement Professional

The School does not have a procurement plan contrary to Section 44 (2) of the Public Procurement and Assets Disposal Act, 2015 which states "In the performance of the responsibility under Subsection (1), an accounting officer shall— (c) ensure procurement plans are prepared in conformity with the medium-term fiscal framework and fiscal policy objectives and Section 45(3) All procurement processes shall be— (a) within the approved budget of the procuring entity and shall be planned by the procuring entity concerned through an annual procurement plan."

Further, the School had not procured the services of a procurement professional contrary to Section 47 of the Public Procurement and Assets Disposal Act, 2015 states that a procurement function shall be handled by procurement professionals whose qualifications are recognized in Kenya. Procurement function. (2) The head of the procurement function shall among other functions under this Act, be responsible for rendering procurement professional advice to the accounting officer.

In the circumstance, Management was in breach of procurement laws.

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grant amounting to Kshs.10,906,829 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.4,074,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.3,038,000 was transferred to infrastructure account, leaving a balance of Kshs.1,036,000 as at 30 June, 2021 contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the School infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

3. Late Submission of Financial Statements

Management did not submit the annual report and financial statements to the Auditor-General by the statutory date of 30 September, 2023. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate. The financial statements have been audited as a result of a proactive initiative by the Auditor-General.

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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Asset Management- Fixed Assets Register

Annex 2 to the financial statements reflects a summary of fixed assets register totalling to Kshs.74,250,000. However, the School does not maintain a detailed and comprehensive Fixed Asset Register (FAR) in accordance with the instructions provided at Annex 2 to the financial statements.

The assets listing provided for review did not indicate the date of acquisition, detailed serial and tagging numbers, cost or valuation amount, depreciation rates and amount, net book values.

In circumstances, lack of a comprehensive fixed asset register may lead to loss of assets and inaccurate disclosure in financial statements.

2. 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) Regulation, 2015 which states that, the internal audit unit of a National Government entity 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.

3. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to 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 include; curriculum implementation, foundational literacy and

numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

In the circumstances, effectiveness of Scholl Plan could not be confirmed.

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

Responsibilities of 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 continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intentions to terminate the School or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error,

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal 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

19 September, 2024

6. Statement Of Receipts and Payments For the Year Ended 30th June 2023

DESCRIPTION OF VOTE HEAD	Note	2022-2023	2021-2022
		Kshs	Kshs
RECEIPTS			
Government grants for tuition	1	2,767,295.75	2,697,645.40
Government grants for operations	2	10,906,828.95	11,914,307.90
Government Grants for infrastructure	3	4,047,000.00	6,310,000.00
School fund income- parents' contributions	4	10,818,510.00	12,574,649.20
Miscellaneous incomes	5	-	0.00
TOTAL RECEIPTS		28,539,634.70	33,496,602.50
PAYMENTS			
Payments for Tuition	6	2,495,467.10	2,688,811.00
Payments for operations	7	9,672,480.85	12,682,845.40
Payments for infrastructure	8	5,045,730.00	6,209,815.00
Boarding and school fund payments	9	13,684,401.00	10,439,616.00
TOTAL PAYMENTS		30,898,078.95	32,021,088.39
SURPLUS/DEFICIT		(2,358,444.25)	1,475,514.11

The school financial statements were approved on _____ 2023 and signed by:



Eng. Titus Kiplagat

Chair BOM

Date: 30/6/2023



Mr. Edward Wanjala
 School Principal/ Secretary to
 BOM

Date: 30/6/2023



Joyce Chepngetich
 Bursar/ Finance Officer

Date: 30/6/2023

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
 PUBLIC SECONDARY SCHOOL
 Report and Financial Statements For the year ended 30th June 2023

7. Statement of Assets and Liabilities As At 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	5,100,356.50	4,671,023.75
Cash Balances	11	10,805.00	34,442.00
Short term Investment	12	-	-
Total Cash and Cash Equivalents		5,111,161.50	4,705,465.75
Account's receivables	13	2,058,953.00	1,458,701.00
TOTAL FINANCIAL ASSETS		7,170,114.50	6,164,166.75
FINANCIAL LIABILITIES			
Accounts Payable	14	3,364,392.00	-
NET FINANCIAL ASSETS		3,805,722.50	6,164,166.75
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	6,164,166.75	6,164,166.75
Surplus/Deficit for the year		(2,358,444.25)	
NET FINANCIAL POSITION		3,805,722.50	6,164,166.75

The school's financial statements were approved on _____ 2023 and signed by:

.....
Eng. Titus Kiplagat

Chair BOM

Date:.....
 30.6.2023

.....
Mr. Edward Wanjala
 School Principal/ Secretary to
 BOM

Date:.....
 30/6/2023

.....
Joyce Chepngetich

Bursar/ Finance Officer

Date:.....
 30/6/2023


8. Statement of Cash Flows for the Year Ended 30th June 2023

		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Government grants for tuition	1	2,767,295.75	2,697,645.40
Government grants for operations	2	10,906,828.95	11,914,307.90
Government Grants for infrastructure	3	4,047,000.00	6,310,000.00
School fund income- parents' contributions	4	13,582,650.00	11,723,507.15
Miscellaneous incomes	5	-	
Total receipts		31,303,774.70	32,645,460.45
Payments			
Cash outflows for tuition	6	2,495,467.10	2,688,811.00
Cash outflows for operations	7	9,672,480.85	12,682,845.40
Cash outflows for infrastructure	8	5,045,730.00	6,209,815.00
Cash outflows Boarding/lunch and school fund payments	9	13,684,401.00	10,439,616.40
Total payments		30,898,078.95	32,021,088.39
Net cash flow from operating activities	A	405,695.75	624,371.66
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Net cash flows from Investing Activities	B	-	-
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	
Repayment of principal borrowings		-	
Net cash flows from Investing Activities	c		
NET INCREASE IN CASH AND CASH EQUIVALENT	d	405,695.75	624,371.66
Cash and cash equivalent at BEGINNING of the year	e	4,705,465.75	4,081,094.09
Cash and cash equivalent at END of the year	f=d+e	5,111,161.50	4,705,465.75

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Report and Financial Statements For the year ended 30th June 2023

*Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.
(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).*

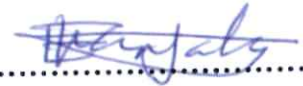
The school's financial statements were approved on _____ 2023 and signed by:


.....

Eng. Titus Kiplagat

Chair BOM

Date:..... 30-6-2023


.....

Mr. Edward Wanjala
School Principal/ Secretary to
BOM

Date:..... 30/6/2023


.....

Joyce Chepngetich

Bursar/ Finance Officer

Date:..... 30/6/2023

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expense 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 %
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise books				120,631.88	(120,631.88)	
Laboratory equipment	457,310.00		457,310.00	160,842.50	296,467.50	35%
Exams & Assessment	277,800.00		277,800.00	160,842.50	116,957.50	58%
Teaching / learning materials	1,480,950.00		1,480,950.00	2,204,347.00	(723,397.00)	148%
Chalk	720,000.00		720,000.00	40,210.62	679,789.38	5%
Reference/Library	-		-	80,421.25	(80,421.25)	
Total	2,936,060.00		2,936,060.00	2,767,295.75	168,764.25	94%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel Emoluments	3,914,500.00		3,914,500.00	3,097,636.98	816,863.02	79%
Maintenance & Improv	5,460,000.00		5,460,000.00	3,910,000.00	1,550,000.00	72%
Local Transport & Travelling	972,000.00		972,000.00	896,564.00	75,436.00	92%
Elec. Water & Conservancy	621,000.00		621,000.00	896,564.18	(275,564.18)	144%
Administration Costs	2,375,200.00		2,375,200.00	1,682,588.66	692,611.34	71%
Activity	1,607,000.00		1,607,000.00	338,975.00	1,268,025.00	21%
Medical & Insurance	-		-	84,500.00	(84,500.00)	
Total	14,949,700.00		14,949,700.00	10,906,828.82	4,042,871.18	73%
(3) FEES CHARGED ON						

PARENTS						
BES/ Lunch Programme	9,000,000.00		9,000,000.00	8,759,557.00	240,443.00	97%
Total	9,000,000.00		9,000,000.00	8,759,557.00	240,443.00	
INFRASTRUCTURE ACCOUNT						
Maintenance & Improvement	1,048,000.00		1,048,000.00	4,047,000.00	(2,999,000.00)	386%
Total	1,048,000.00		1,048,000.00	4,047,000.00	(2,999,000.00)	
TOTAL INCOME	27,933,760.00		27,933,760.00	26,480,681.57	1,453,078.43	87%
(1) EXPENDITURE FOR TUITION						
Exercise books						
Laboratory equipment	457,310.00		457,310.00	939,244.00	(481,934.00)	205%
Exams & Assessment	277,800.00		277,800.00	85,050.00	192,750.00	31%
Teaching / learning materials	1,480,950.00		1,480,950.00	1,416,760.00	64,190.00	96%
Chalk	720,000.00		720,000.00	-	720,000.00	
Reference/Library				60,000.00	(60,000.00)	
Total	2,936,060.00		2,936,060.00	2,501,054.00	435,006.00	85%

(1) EXPENDITURE FOR OPERATION						
Personnel Emoluments	3,914,500.00		3,914,500.00	2,516,270.00	1,398,230.00	64%
Maintenance & Improv	5,460,000.00		5,460,000.00	3,864,188.00	1,595,812.00	71%
Local Transport & Travelling	972,000.00		972,000.00	105,400.00	866,600.00	11%
Elec. Water & Conservancy	621,000.00		621,000.00	233,072.00	387,928.00	37%
Administration Costs	2,375,200.00		2,375,200.00	2,642,351.00	(267,151.00)	111%
Activity	1,607,000.00		1,607,000.00	311,200.00	1,295,800.00	19%
Total	14,949,700.00		14,949,700.00	9,672,481.00	5,277,219.00	63%
(1) EXPENDITURE FOR LUNCH PROGRAMME/BOARDING						
BES/ Lunch Programme	9,000,000.00		9,000,000.00	13,684,401.00	(4,684,401.00)	152%
Total	9,000,000.00		9,000,000.00	13,684,401.00	(4,684,401.00)	
INFRASTRUCTURE ACCOUNT						
Maintenance & Improvement	1,048,000.00		1,048,000.00	588,800.00	459,200.00	56%
Total	1,048,000.00		1,048,000.00	588,800.00	459,200.00	
TOTAL EXPENDITURE	27,933,760.00	0.00	27,933,760.00	26,446,736.00	1,487,024.00	87%

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

- i. The school has only received 87% of the expected revenue from 1st July 2022 to 30th June 2023
- ii. The school has only utilized 87% of the fees collected from 1st July 2022 to 30th June 2023

10. 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 school fees from parents, 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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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. Accounts receivables also include school fees billed to parents for services rendered but not paid. 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. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

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 2023.

11. Notes To The Financial Statements

1 Government Grants for Tuition

	2022-2023	2021-2022
	Kshs	Kshs
Text books	-	-
Exercise books	120,631.88	
Laboratory equipments and apparatus	160,842.50	
Teaching/learning materials	2,204,347.00	2,697,645.40
chalks	40,210.62	
Internal exams	160,842.50	
Reference books	80,421.25	
Total	2,767,295.75	2,697,645.40

**Include others as per MOE circulars*

2 Government Grants for Operations

	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	3,097,636.98	3,193,018.00
Gratuity		
Maintenance and Improvement	3,910,000.00	4,914,172.25
Local transport / travelling	896,564.13	1,179,549.45
Electricity and water	896,564.18	1,101,361.90
Medical and insurance	84,500.00	
Administration costs	1,682,588.66	1,526,206.30
Activity	338,975.00	
Total	10,906,828.95	11,914,307.90

**Include others as per MOE circulars*

3 Government Grants for infrastructure

	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	4,047,000.00	6,310,000.00
Transition infrastructure grants		-
Administration Block	-	-
Economic stimulus grants		-
Others (specify)		-
Total	4,047,000.00	6,310,000.00

4 School Fund Income -Parents Contribution/Fees

	2022-2023	2021-2022
	Kshs	Kshs
BES/Lunch Programme	10,818,510.00	12,574,649.20
Other voteheads		
Fees arrears	-	-
Personnel emoluments		
Repairs and maintenance		
Local transport / travelling		
Electricity and water		
Medical		
Administration costs		
Activity		
Total	10,818,510.00	12,574,649.20

**Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.*

5 Miscellaneous Incomes

	2022-2023	2021-2022
	Kshs	Kshs
Infrastructure grant-3classrooms	-	
Infrastructure grant-ablution block	-	
Borehole project-school fund transfer	-	
Posho mill	-	
Hire of Equipment and Facilities		
House rent income-Net		
School farm		
Sale of bore water	-	-
Tender fee		
Prepaid fees June 2021	-	-
interest on savings		-
Income from Bus Hire		
Total	-	-

6 Payment for Tuition

	2022-2023	2021-2022
	Kshs	Kshs
Text books	-	-
Exercise books		
Laboratory equipments and apparatus	939,244.00	1,100,606.00
Teaching/learning materials	1,411,173.10	1,580,805.00
chalks	-	-
Internal exams	85,050.00	-
Reference books	60,000.00	7,400.00
Bank charges		
Total	2,495,467.10	2,688,811.00

Notes to the Financial Statements (continued)

7 Payment for Operations

	2022-2023	2021-2022
	Kshs	Kshs
Personal Emoluments	2,516,270.00	2,984,880.00
Local transport and travelling	105,400.00	136,900.00
Administration Cost	2,642,350.85	3,111,438.40
Maintenance & improvements	3,864,188.00	6,057,385.00
Electricity and water	233,072.00	372,942.00
Activity Expenses	311,200.00	19,300.00
TIG- Classroom	-	-
Bank Charges		
Acquisition of Assets		-
TOTAL	9,672,480.85	12,682,845.40

8 Payment for Infrastructure

	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	588,800.00	6,209,815.00
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)		
Construction of 2 Laboratory Storey Building	4,456,930.00	
Construction of dormitory		
Central Catering Unit		
Purchase of furniture		
Purchase of equipment		
Drilling of boreholes		
Bank charges		
Others (excise duty)		-
Total	5,045,730.00	6,209,815.00

Notes to the Financial Statements (continued)

9 Payment for Boarding and School Fund

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL

Report and Financial Statements For the year ended 30th June 2023

	2022-2023	2021-2022
	Kshs	Kshs
BES/Lunch Programme	13,684,401.00	7,550,566.99
Bus hire and school bus	-	-
School farm		
caution Money	-	-
Personnel emoluments		
Service Gratuity		
Repairs and maintenance & Improv.		2,700,000.00
Local transport / traveling		
Electricity and water		
Medical Expenses		
Administration costs		
Bank Charges		
Expenses on Income Generating Activities		
Fee on Boarding Equipment and Stores	-	-
Tender fee		
Refunds	-	189,050.00
Farm Expenses	-	-
Activity Expenses		
TOTAL	13,684,401.00	10,439,616.99

*(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).*

Notes to the Financial Statements (continued)

10 Bank Accounts

Name of Bank, Account No. & currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1102448656	462,447.55	190,618.60
Operations Account	Active	1109507577	1,909,368.95	674,189.15
School Fund Account/Boarding	Active	1102415170	2,301,182.00	2,902,348.00
M&I Account	Active	1235989208	427,358.00	903,868.00
Total			5,100,356.50	4,671,023.75

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Tuition Account	-	-
Operation Account	1,072.00	1,904.00
School Fund Account/Boarding	318.00	903.00
M&I Account	9,415.00	31,635.00
Total	10,805.00	34,442.00

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees arrears	2,058,953.00	1,458,701.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	2,058,953.00	1,458,701.00

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Current year arrears		
Between 1- 2 years		
Over 2 years		
Total		

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	-	-
Prepaid fees	3,364,392.00	-
Unpaid salaries and statutory deductions	-	-
Student fare	-	-
Other payables (specify)	-	-
Total	3,364,392.00	-

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 14)	-	%	-	%

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank balances-note 10	5,100,356.50	4,671,023.75
Cash balances-note 11	10,805.00	34,442.00
Short Term Investments-note 12	-	-
Receivables-note 13	2,058,953.00	1,458,701.00
Payables-note 12	(3,364,392.00)	-
Total	3,805,722.50	6,164,166.75

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
 PUBLIC SECONDARY SCHOOL
 Report and Financial Statements For the year ended 30th June 2023

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.

16 Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Number	2022-2023	2021-2022
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees	80	320,000.00	
Coffee Or Tea Plantation			
Poultry			
Others (specify)		-	-
Total		320,000.00	-

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at the end of the year	-	-

Other important disclosure notes

19 Stock/ Inventory


Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	906,740.00	600,000.00
Lab consumables	1,200,000.00	418,744.00
Medication	-	-
Construction Materials	1,786,490.00	2,400,000.00
Others (specify)	-	-
	3,893,230.00	3,418,744.00

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

20 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)

 30/6/2023

Sign and Date
Principal

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
 PUBLIC SECONDARY SCHOOL
 Report and Financial Statements For the year ended 30th June 2023

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
Sub-Total						
Supply Of Goods						
3.						
4.						
Sub-Total						
Supply Of Services						
5.						
6.						
Sub-Total						
Grand Total						

R.C.E.A BIWOTT NGELEL TARIT SECONDARY SCHOOL
 PUBLIC SECONDARY SCHOOL
 Report and Financial Statements For the year ended 30th June 2023

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land 25 Acres	57,750,000.00	-	-	57,750,000.00
Buildings And Structures	12,000,000.00	-	-	12,000,000.00
Motor Vehicles	-	-	-	-
Office Equipment, Furniture And Fittings	3,000,000.00	-	-	3,000,000.00
Textbooks	-	-	-	-
ICT Equipment	1,000,000.00	-	-	1,000,000.00
Tools And Apparatus	500,000.00	-	-	500,000.00
Other Machinery And Equipment	105,000.00	-	-	105,000.00
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	50,000.00	-	-	50,000.00
Total	74,405,000.00	-	-	74,405,000.00

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