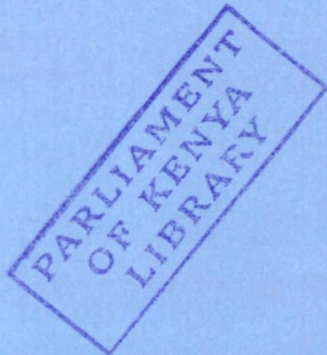


REPUBLIC OF KENYA



Enhancing Accountability



REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 10 APR 2025

DAY.
THURSDAY

OF

TABLED
BY:

HON. SILVANUS OSORO MP

MAJORITY PARTY WHIP

CLERK-AT
THE-TABLE:

INZO FU MWALE

THE AUDITOR-GENERAL

ON

TENWEK HIGH SCHOOL

FOR THE

**SIX (6) MONTHS' PERIOD
ENDED 30 JUNE, 2021**

BOMET COUNTY



TENWEK HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR A PERIOD OF SIX (6) MONTHS FOR THE PERIOD ENDED
30TH JUNE 2021**

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



TABLE OF CONTENTS	page
i. Key school information and management.....	ii
ii. Summary report of performance of the school.....	vi
iii. Statement of school management responsibility.....	viii
iv. Report of the independent auditors on the annual financial statements of tenwek high school of the year ending 30 th June 2021.....	ix
v. Statement of receipts and payments period to 30 th June 2021.....	1
vi. Statement of financial assets and financial liabilities as at 30 th June 2021.....	2
vii. Statement of budgeted versus actual amounts for the year ended 30 th June 2021.....	4
viii. Significant accounting policies.....	6
ix. Notes to the financial statements.....	8



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 Bomet County, Bomet Central Sub-County

The school was issued with a new registration certificate in **10/2017** under registration number **36S30000109** and is currently categorized as a **National public school** established, owned or operated by the Government.

The school is a boarding school and had 1,328 number of students as at 30th June 2021. It has 7 streams and 65 teachers of which 31 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	Rev. Reuben Koech	Chairman	10 th June 2019
2	Mr. Mutali Chesebe	Secretary - Principal	10 th June 2019
3	Dr. Betty C. Koskei	Member	10 th June 2019
4	Mrs. Juliana Rono	Member	10 th June 2019
5	Mr Musungu Peter	Member	10 th June 2019
6	Mr Michael Kosgei	Member	10 th June 2019
7	Mrs Gladys Maritim	Member	10 th June 2019
8	Dr. David Ole Letuati	Member	10 th June 2019
9	Mrs.Karren Yego	Member	10 th June 2019
10	Dr Samuel M. Ombuchi	Member	10 th June 2019
11	Mr Patrick Masime	Member Rep Teachers	10 th June 2019
12	Rev. Phelix Korir	Members - Sponsor	10 th June 2019
13	Mr Philip Towett	Members - Sponsor	10 th June 2019
14	Mr Hillary Sigei	Member - Community	10 th June 2019
15	Mrs Margaret Biomdo	Co-opted member	10 th June 2019
16	Ms.Janet Turgut	Member Special Needs	10 th June 2019



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, and
- 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	Rev. Reuben Koech Mr Mutali Chesebe Dr Betty C. Koskei Mrs Lena Rono Rev Phelix Korir	Chairperson Secretary Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
2	Audit Committee	Dr Ole Letuati Mr Peter Musungu Dr Betty C. Koskei Mr Philip Towett Ms Janet Turgut	Chairperson Member Member Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
3	Finance, procurement and general purposes Committee	Mr Michael Koskei Mr Hillary Sigei Mr Philip Towett Mrs Karren Yego	Member Member Member Member	No meeting organised
4	Academic Committee	Dr Samuel Obuchi Dr Betty Koskei Mrs Karren Yego	Member Member Member	No meeting organised
5	Discipline, Ethics and Integrity committee	Mr Hillary Sigei Mrs Lena Rono Rev Feli Korir Mrs Gladys Maritim	Member Member Member Member	No meeting organised
6	Human Resource and Students welfare Committee	Rev Felix Korir Mr Peter Musungu Mrs Margaret Biomdo	Member Member Member	No meeting organised

**(d) School operation Management**

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

Ref:	Designation	Name	TSC Number
1	Principal	Mr Mutali Chesebe	348291
2	Deputy Principal	Mr Kenneth Kirui	505025
3	School Finance Officer	Mr Allan Mwangi	ICPAK NO. 21719



KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 49-20400, Bomet- Kenya
Telephone: 0792-407-058/0743-834-756
E-mail: tenwekhigh@gmail.com

(f) School Bankers

The school operated five (5) bank accounts in the following banks:

1. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Bomet
Account Name: Tenwek High School Tuition Account
Account Number: 1105817997
2. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Bomet
Account Name: Tenwek High School School Funds (Operations) Account
Account Number: 1105811891
3. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Bomet
Account Name: Tenwek High School Boarding Account
Account Number: 1110740662
4. Name of Bank: Kenya Commercial Bank (KCB)
Branch: Bomet
Account Name: Tenwek High School Infrastructure Account
Account Number: 1265389748
5. Name of Bank: Equity Bank
Branch: Bomet
Account Name: Tenwek High School PTA Account
Account Number: 1220297176170
6. MPESA Pay Bill No.522123 attached to 1110740662 bank account

(g) Independent Auditors

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



I. 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:**

The school recorded a surplus of Ksh 4,000,997.72 compared to a deficit of Kshs 6,478,859.15 recorded in the period ended December 2020. Tuition and Operations capitation funds were received on disbursement intervals by the ministry. Although income has been growing steadily over the past three years (due to 100% transition), the uncollected fees (arrears) has also risen steadily over the same period.

As at 31st June 2021 the school bank accounts had a positive balance as compared to a negative balance by December 2020. This indicates efficiency in acknowledgement of income and expenditures.

Account receivables increased from 33,735,108 to 39,157,686 mainly due to uncollected fee balances as at 30th June 2021. The BOM has put in place mechanism to reduce uncollected amounts.

b) **Teacher Student ratio:**

No. of Teachers	No of Students	Teacher- Student Ratio	
65	1328	1/20	20 Students per teacher

c) **Mean score in the 2018-2020 KCSE:**

Year	Mean score	Mean Grade	Transition to University
2020	8.17	B-	235
2019	7.78	B-	225
2018	7.21	C+	158

d) **Number of Candidates in the 2020 KCSE:**

Year	No. of student
2020	286
2019	307
2018	257



e) **Capacity of the school:**

Facility	
Classrooms	- Currently the classrooms are sufficient but will require additional classes with more classes projected for the financial 2021/2022 financial year
Laboratory	- With the completion of the science block, the number of labs are expected to be enough. The big task will be to furnish them.
Dormitories	- Construction of additional temporary dormitories for the form one 2021 class
Toilet	- There is need to increase the number of toilets to cater for increased numbers
Dining Hall	- The current hall is tiny for the student forcing students to take meals in shifts

f) **Development projects carried out by the school:**

No.	Description	Status (30/6/2021)	Source of Funds
1.	Temporary Dormitory	On Going	Students fees
2.	Laboratory block	Complete	MI funds (GoK and students fees)
3.	Repair of assembly Area	Complete	Student fees
4.	Installation of Bakery unit	Complete	Student Fees
5.	Repair of Jikos	Complete	Student Fees

Sign

School Principal

FORWARDED
PRINCIPAL
TENWEK HIGH SCHOOL
 Sign: Date:



II. 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 Tenwek 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 amended 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 Reuben Koech
Designation: Chairman, School Board of Management

Sign: 

Date: 13/06/2024

Name: Mr Mutali Chesebe
Designation: Senior Principal & Secretary to Board of Management

Sign: 

Date: 13/06/2024

FORWARDED
PRINCIPAL
TENWEK HIGH SCHOOL
Sign:.....Date:.....

Name: Mr Allan W. Mwangi
Designation: Finance Officer
ICPAK No.: 21719

Sign: 

Date: 13/06/2024

REPUBLIC OF KENYA



Enhancing Accountability

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

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

REPORT OF THE AUDITOR-GENERAL ON TENWEK HIGH SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 - BOMET COUNTY

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Tenwek High School – Bomet County set out on Pages 1 to 14, which comprise of the statement of financial assets and financial liabilities for the six (6) months period ended 30 June, 2021 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the

Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Tenwek High School – Bomet County six(6) months period ended 30 June, 2021 and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standard (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Late Submission of the Financial Statements

During the year under review, the School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2021. The statement was submitted to the Auditor-General on 29 April, 2024 Two (2) years, seven (7) months after the statutory deadline of 30 September, 2022. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

2. Errors in Presentation and Disclosure of Financial Statements

Review of the financial statements presented for audit revealed that the financial statements for the year ended 30 June, 2021 reflected comparative figures for the financial year 2019/2020 in the statement of receipt and payment, statement of financial assets and Liabilities and Notes to financial statements. However, the comparative figures were not supported with any relevant documentations.

In the circumstances, the opening balances reported in the financial statements could not be confirmed and Management has not complied with the prescribed format by the Public Sector Accounting Standard Board.

3. Accuracies in the Financial Statements

Review of records provided revealed that the balances reflected in the financial statements were not supported by a detailed ledger. The basis of the balances indicated could therefore not be established.

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

4. Unsupported Receipts

Included in the statement of receipts and payments for the six-month period ended 30 June, 2021 are receipts of Kshs.33,283,317 and Kshs.20,891,424 from Parents Contribution/Fees and Other Receipts respectively. However, review of records provided

revealed that the receipts could not be traced to the bank statement. Further, there was no supporting ledgers provided for audit to support the figures. Consequently, the completeness and validity of the receipts of Kshs.54,174,741 for the six (6) months period ending 30 June, 2021 could not be confirmed.

In the circumstances, the accuracy and completeness of these balances could not be confirmed.

5. Unsupported Payments for Tuition Item

Included in the payment for tuition expenses of Kshs.1,795,946 is an expenditure of Kshs.1,593,910 incurred on purchase of various items. However, procurement procedures used in identifying suppliers of the goods were not disclosed and the goods purchased were not received, inspected, certified and taken on charge contrary to Section 48 of the Public Procurement and Asset Disposal Act, 2015.

PV No.	Cheque No.	Payee	Description	Amount (Kshs.)
217	523	Remo Stationers and printers	Supply of lab equipment and chemicals for 2021 KCSE exam	200,000
216	522	Bomet Book Centre	Supply of exercise books	200,000
211	519	Memic Enterprises	Supply of ink and tonners	250,000
210	518	Bomet Book Centre	Supply of exercise books	260,000
209	517	Stamar stationers and General suppliers	Supply of photocopy papers, graph papers, notebooks, diaries, spring files, ruled paper and envelopes	132,120
205	514	Stamar stationers and General suppliers	Supply of TLM items	175,000
204	512	Okafe Enterprises Limited	Supply of textbooks	160,000
203	511	Remo Stationers and printers	Supply of lab equipment	65,000
201	509	Berea Bookshop and stationers	Supply of TLM items	151,790
				1,593,910

In the circumstances, the validity and propriety of the expenditure totaling to Kshs.1,593,910 could not be confirmed.

6. Cash and Bank Balances

The statement of Financial Assets and Liabilities for six (6) months period ended 30 June, 2021 reflects Kshs.1,795,582.63 as cash and cash equivalents which includes Kshs.1,393,032 and Kshs.402,550 for bank and cash balances respectively.

However, review of cashbook balances revealed the following observations:

- i. Bank reconciliation statements for KCB accounts no:110740662 in respect of Boarding and Equity Bank Account no:1220297176170 in respect of PTA Account were not provided for audit verification.
- ii. Further cash balances of Kshs.402,550 in the Boarding account as at 30 June, 2021 was not supported by Board of Cash survey certificate to confirm the reported cash balances.
- iii. Recalculated cash movements differ with the reported account balances as shown below: -

Item/ Sub-Item	Bal b/d	Receipts	Expenditure	Calculated Balance	Reported Balance	Variances
Capitation Grants on Operations	13,869.59	14,285,249	14,155,808	143,310.59	47,628	(95,682)
Fees Charged on Parents	(2,244,082)	54,174,740	50,345,481	1,585,177.87	1,293,859	(291,318)

In the circumstances, the accuracy of cash and cash equivalents balance totaling to Kshs.1,795,582.63 could not be confirmed.

7. Accuracy of Student Enrollment Data

Examination of documents provided for audit revealed that there were discrepancies between the data in the County Director of Education (CDE), National Education Management Information System (NEMIS) and school records relating to enrollment of students. during the financial year 2020/2021, the NEMIS reported a total number of 1,297 of students while Tenwek High School had 1329 in their register which had a variance of 32 students, which resulted to an underfunding of Kshs. 329,395.30 as detailed below:

Period	NEMIS	Register	Variance	Capitation (Tuition & Operations)	Total Amount Capitated	Total Variance
January 2021	1298	1329	31	3742.55	4,857,829.90	116,019.05
February 2021	1300	1329	29			
March 2021	1300	1329	29	3971.25	5,162,625.00	115,166.25
April 2021	1301	1329	28			
May 2021	1301	1329	28			
June 2021	1301	1329	28	3507.5	4,563,257.50	98,210.00
					14,583,712.40	329,395.30

In the circumstance Kshs.329,395 was not funded to the students who were learning in the school.

8. Accuracy of and Long Outstanding Student Accounts Receivables

The statement of financial assets and liabilities and as disclosed in Note 10 to the financial statements reflects receivable balances of Kshs.39,157,685.70. However, the amount of

Kshs.39,157,685.70 was not supported by student's debtors' statements as well as debtors' ledger schedule showing all the outstanding fees and their aging analysis. However, the School maintained summary of long outstanding student debtors including from students that have completed school of Kshs.32,223,820 as reported in Note 10 to the financial statements. Further, the School did not have a debt recovery policy.

Total Student Debtors (Kshs.)	Due from Continuing Students (Kshs.)	Due from Past Students (Kshs.)
39,157,685.70	6,933,865.10	32,223,820.6

In the circumstances the accuracy and recoverability of receivables totaling to Kshs.39,157,685.70 could not be confirmed.

9. Long Outstanding Accounts Payable

The statement of financial assets and financial liabilities and Note 11 to the financial statements for the financial year 2020/2021 reflects accounts payable totaling to Kshs.14,680,862 which includes Kshs.13,052,344 and Kshs.985,086 for trade creditors for the current year and trade creditors for the previous years respectively. However, review of the documentations revealed the following anomalies: -

- i. Note 11 to the financial statement reflects Kshs.14,680,862 as account payables however, Annex I on analysis of pending account payables reflects Kshs.28,337,146 resulting to unexplained variance of Kshs.13,656,284.
- ii. The school does not have a credit policy on the management of trade creditors and set limits.
- iii. Trade creditors of Kshs.985,344 for previous years were not paid during the year under review as first charge against the provisions of Regulation 42 (1)(b) of the Public Finance Management (National Government) Regulations, 2015, requires debt service payments to form first charge.
- iv. The School committed trade creditors of Kshs.13,052,344 during the year without budget allocation.
- v. The aging analysis was not provided for the list of trade creditors provided for audit hence the time when they occurred could not be ascertained.
- vi. An amount of Kshs.643,432 retention money for supplies could not be traced to back accounts.

It was also noted that the School did not have budget estimate for the account's payables during the financial year. Further, the School did not have any plans on how to settle the payables.

In the circumstances, the long outstanding payables may attract extra costs in form of interest and litigations.

10. Failure to Disclose Stock/Inventories

Management did not disclose the value of inventory as at the close of the year on 30 June, 2021 in the financial statements submitted for audit as required by the template under other important disclosures. In addition, the school did not carry out a stock take at the end of the financial year hence it was not possible to confirmed the stock/inventory value as at 30 June, 2021. Further, no records were maintained to show the level of stock at the close of financial year.

In the circumstances, the value of stock/inventory as at 30 June, 2021 could not be ascertained.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Tenwek High School – Bomet County Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budgeted versus actual amounts for the six (6) months period ended 30 June, 2021 reflects original and final budget receipts and expenditure of Kshs.44,279,663 that includes Kshs.1,693,242 as capitation grant for tuition, Kshs.10,609,817.9 as capitation grant for on operations and Kshs.31,976,604 as fees from parents for one thousand three hundred and twenty-six (1,326) students.

The school realized actual receipts of Kshs.45,586,376.27 which includes Kshs.1,693,242 capitation for tuition, Kshs.10,609,818 capitation for Operations and Kshs.33,283,317 receipts from fees charged on parents. Explanation provided for budget performance includes prepaid fees and no breakdown on whether the fees received was for the year or receivables from the previous year. The prepaid fees have not been reported in the financial statements.

The total expenditures of Kshs.45,446,952.75 includes Kshs.1,063,510 under tuition, Kshs.10,809,846 for school operation and Kshs.33,573,596.75 for school funds resulting to budget underutilization of Kshs.139,424

The statement of comparison of budget and actual differs with the statement of receipts and payments of receipts and payments as shown below

Item/Sub-Item	Budget & Actual (Kshs.)	Receipts & Payments (Kshs.)	Variances (Kshs.)
Receipts			
Capitation Grants on Tuition	1,693,241.50	1,838,241.00	(144,999.50)
Capitation Grants on Operations	10,609,817.90	14,285,249.00	(3,675,431.10)

Item/Sub-Item	Budget & Actual (Kshs.)	Receipts & Payments (Kshs.)	Variances (Kshs.)
Receipts			
Fees Charged on Parents	33,283,316.87	20,891,424.00	12,391,892.87
School Fund Income-Other Receipts		20,891,424.00	(20,891,424.00)
Total	45,586,376.27	57,906,338.00	8,571,462.27
Expenditure			
Capitation Grants on Tuition	1,063,510.00	1,795,946.00	(732,436.00)
Capitation Grants on Operations	10,809,846.00	14,155,808.00	(3,345,962.00)
Boarding and School fund Expenditure	33,573,596.75	50,345,481.00	(16,771,884.25)
Total	45,446,952.75	66,297,235.00	(20,850,282.25)

In the circumstances, the efficiency and effectiveness of the budgetary making process could not be confirmed.

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Transfer of Funds to Kenya Secondary Schools Heads Association (KESSHA)

During the audit, it was noted that the School transferred co-curricular funds totaling to Kshs.677,600 to Kenya Secondary School Heads Association a private entity that is not subject to the Public Finance Management Act, 2012 or any other public finance regulations. The funds were vired from boarding account. KESSHA is a welfare organization that draws its membership from School Principals only.

Date	Payment Voucher	Cheque Number	KESSHA Chapter (Kshs.)	Total (Kshs.)
30 January, 2021	7903	3889	677,600	677,600

In the circumstance, the authenticity of Kshs.677,600 that was transferred to KESSHA account could not be confirmed.

2. Lack of Fixed Asset Register

Annex 2 – Summary of fixed assets register indicates total assets of Kshs.2,055,185,000. The institution has in its possession Land, Building and Structures, Motor Vehicles, office equipment, Furniture and Fittings, ICT Equipment and other ICT Assets, Lab equipment and tools, Kitchen apparatus and tools and Textbooks. The entity has not prepared Fixed Assets Register to record all the assets in its possession in terms of the year of acquisition, location, identification number and amount. In addition, it was not possible to verify the valuation of the historical cost of the assets. No documents were provided to support the balances in the summary of the fixed assets register.

3. Contract for Construction of the Laboratory block phase II

During the year under review, the Management of Tenwek high school Contracted Kinsin Logistic for Construction of the Laboratory block phase II at contract sum of Kshs.6,107,550 through board minutes. However, there was no tendering process that was done, the project was directly awarded without any formal contract agreement signed between management of the school and the contractor. There was no Notification of award, bills of quantities, acceptance, and professional opinion issued.

S/No.	Financial Year	Project	Contract Sum (Kshs.)	Approved by	Auditor's Comment
1.	2020/2021	Construction of the Laboratory block phase II	6,107,550	CDE	The approval was not appropriate

Further, the conditions for approval of the infrastructure projects were not adhered to by the school as per the requirement of the Circular MOE.HQS/3/6/36 dated 14 January, 2021 on Implementation Guidelines for School Projects Under Maintenance & Improvement Fund (M&IF) And Economic Stimulus Programme (ESP)

In the circumstances, Management was in breach the law

4. Lack a School Improvement Plan

During the year under review, the School did not prepare a school improvement plan as required by Section 2.2. of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds.

In the circumstances, Management was in breach the law.

5. Compliance with Prescription on Principals, Board of Management and Committees' Terms of Services and Entitlement

The school operated with a duly constituted board. The appointment letters were provided. It was however observed that the Board of management members were being paid an allowance at a rate of Kshs.12,000 for the chair and Kshs.10,000 for the other members the basis of which could not be ascertained as there were no board resolutions approving the rates of allowances.

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

6. Management of Textbooks

During the Financial year 2020/2021 Tenwek High school received Textbooks from the ministry of education as follows: -

Title of Text Book	Expected Number of Text Books	Number of Textbooks Received	Number of Students	Excess/ Shortage of Books	Student to Text Book Ratio	Observations
Blossoms of the Savannah	635	644	635	9	1:1	The school received an excess of 9 copies
Inheritance	635	644	635	9	1:1	The school received an excess of 9 copies
A Doll's House	635	644	635	9	1:1	The school received an excess of 9 copies
Chozi La Heri	635	644	635	9	1:1	The school received an excess of 9 copies
Kigogo	635	644	635	9	1:1	The school received an excess of 9 copies
Tumbo Lisiloshiba	635	644	635	9	1:1	The school received an excess of 9 copies
The Pearl	635	644	635	9	1:1	The school received an excess of 9 copies
Memories We Lost	635	644	635	9	1:1	The school received an excess of 9 copies

The school received an excess of 9 copies in respect to eight textbooks namely Blossoms of the Savannah, Inheritance, A Doll's House, Chozi La Heri, Kigogo, Tumbo Lisiloshiba, The Pearl, Memories We Lost. In view of this, the textbooks were not equally distributed and there were no control measures put in place by Management to prevent loss or damage of books.

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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Lack of Approved ICT Policy

Review of the school ICT environment revealed that there was no formal approved ICT policy in place. Further, the School does not have a data security and disaster recovery plan in place. In addition, Management did not provide an ICT organization structure for audit review.

In the circumstances, the security and reliability of the School's data including the management information system could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 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 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 an 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 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 governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal 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 noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

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



FCPA Nancy Gathirangu, CBS
AUDITOR-GENERAL

Nairobi

06 January, 2025



IV. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
			Kshs
RECEIPTS			
Capitation grants for tuition	1	1,838,241.50	2,280,497.00
Capitation grants for operations	2	14,285,249.90	18,050,128.00
School Fund Income- Parents' Contributions	3	33,283,317.02	35,751,025.70
School Fund Income- Other receipts	4	20,891,424.80	16,413,214.40
TOTAL RECEIPTS		70,298,233.22	72,494,865.10
PAYMENTS			
Payments for Tuition	5	1,795,946.00	2,320,797.00
Payments for operations	6	14,155,808.00	26,902,841.00
Boarding and school fund payments	7	50,345,481.50	49,750,086.25
TOTAL PAYMENTS		66,297,235.50	78,973,724.25
SURPLUS/DEFICIT		4,000,997.72	(6,478,859.15)

The amended school financial statements were approved on 13/06/2024 and signed by:

Sign:

Name: Rev Reuben Koech
 Chair BOM

Date: 13/06/2024

Sign

Name: Mr Mutali S. Chesebe
 Senior Principal/
 Secretary to BOM

Date: 13/06/2024

Sign

Name: Mr Allan W. Mwangi
 Finance Officer

Date: 13/06/2024

ICPK No: 21719

TENWEK HIGH SCHOOL
Amended Report and Financial Statements
For a period of six months ended 30th June 2021



V. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,393,032.63	(2,220,965.09)
Cash Balances	9	402,550.00	15,550.00
Total Cash and Cash Equivalents		1,795,582.63	(2,205,415.09)
Account's receivables	10	39,157,685.70	33,735,108.40
TOTAL FINANCIAL ASSETS		40,953,268.33	31,529,693.31
FINANCIAL LIABILITIES			
Accounts Payable	11	14,680,862.00	17,922,238.35
NET FINANCIAL ASSETS		26,272,406.33	13,607,454.96
REPRESENTED BY			
Fund balance b/fwd 1st July...	12	22,271,408.61	20,086,314.11
Surplus/Deficit for the year		4,000,997.72	(6,478,859.15)
NET FINANCIAL POSITION		26,272,406.33	13,607,454.96

The amended school's financial statements were approved on 13/06/2024 and signed by:

Rev Reuben Koech
 Chairman, BoM

Sign:

Date: 13/06/2024
 Mr Mutali S. Chesebe
 School Principal/Secretary to BoM

Sign:

Date: 13/06/2024
 Mr Allan W. Mwangi
 Finance Officer

Sign:

Date: 13/06/2024

FORWARDED
PRINCIPAL
TENWEK HIGH SCHOOL

Sign: Date:
 icPAK No: 21719



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

		Jan-Jun 2021 (6 Months)	Jan-Dec 2020
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	1,838,241.50	2,280,497.00
Capitation grants for operations	2	14,285,249.90	18,050,128.00
School fund income- Parents contributions/ fees	3	33,283,317.02	35,751,025.70
School fund income- other receipts	4	20,891,424.80	16,413,214.40
Total receipts		70,298,233.22	72,494,865.10
Payments			
Payments for Tuition		1,795,946.00	2,320,797.00
Payments for operations		6,030,059.00	6,855,036.00
Boarding and school fund payments		47,411,481.50	49,750,086.25
		55,237,486.50	58,925,919.25
Net cash flow from operating activities		15,060,746.72	13,568,945.85
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets- Infrastructure account	12	(8,125,749.00)	(20,047,805.00)
Acquisition of Assets- Boarding Account	*	(2,934,000.00)	-
Net cash flows from Investing Activities		(11,059,749.00)	(20,047,805.00)
NET INCREASE IN CASH AND CASH EQUIVALENT		4,000,997.72	(6,478,859.15)
Cash and cash equivalent at BEGINNING of the year		(2,205,415.09)	4,273,444.06
Cash and cash equivalent at END of the year		1,795,582.63	(2,205,415.09)

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 cash flow as recommended by PSASB.

* The amount indicated has been subtracted from boarding account and was used to acquire; teachers' desks 84,000, biometric system 350,000 and new toilet block construction 2,500,000.



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

	Original Budget	Adjustments	Final Budget	Actual Comparable Basis	Budget utilisation difference	% utilisation	Comments
	a		c=a+b	d	e=c-d	f=d/c%	
(1)	Kshs						
CAPITTATION GRANT ON TUITION							
TLM	1,693,241.50		1,693,241.50	1,693,241.50	0.00	100%	
(2) CAPITATION GRANT ON OPERATIONS							
M&I	4,546,000.00	-	4,546,000.00	4,546,000.00	0.00	100%	
Other vote heads	6,063,817.90	-	6,063,817.90	6,063,817.90	0.00	100%	
(3) FEES CHARGED ON PARENTS							
BES	18,962,010.00		18,962,010.00	20,374,268.97	(1,412,258.97)	107%	*includes prepaid fees
RMI	1,679,460.00		1,679,460.00	1,647,789.30	31,670.70	98%	
LTT	946,146.00		946,146.00	928,038.00	18,108.00	98%	
ADM	2,108,766.00		2,108,766.00	2,083,960.15	24,805.85	99%	
EWC	3,732,852.00		3,732,852.00	3,748,293.10	(15,441.10)	100%	
ACTIVITY	456,498.00		456,498.00	493,571.00	(37,073.00)	108%	*includes prepaid fees
PE	4,090,872.00		4,090,872.00	4,007,396.50	83,475.50	98%	
(1) EXPENDITURE FOR TUITION							
TLM	1,693,241.50		1,693,241.50	1,063,510.00	629,731.50	63%	* part of the funds used to pay off creditors



(2) EXPENDITURE FOR OPERATIONS

M&I	4,546,000.00	4,546,000.00	4,546,000.00	0.00	100%	
Other vote heads	6,063,817.90	6,063,817.90	6,263,846.00	(200,028.10)	103%	* payments made out of balance b/f

(3) EXPENDITURE FOR SCHOOL FUNDS

BES	18,962,010.00	18,962,010.00	19,490,858.75	(528,848.75)	103%	* inflation and changes in pricing of commodities
RMI	1,679,460.00	1,679,460.00	665,661.00	1,013,799.00	40%	* form one preparations done earlier than budgeted
LTT	946,146.00	946,146.00	1,661,897.00	(715,751.00)	176%	* metings and travels increased between march and June
ADM	2,108,766.00	2,108,766.00	5,718,381.00	(3,609,615.00)	271%	* Administrative costs increased exponetially
EWC	3,732,852.00	3,732,852.00	2,968,310.00	764,542.00	80%	* power bills reduced
ACTIVITY	456,498.00	456,498.00	114,138.00	342,360.00	25%	* External games restricted
PE				1,136,521.00	72%	* within the range set
	4,090,872.00	4,090,872.00	2,954,351.00			



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.



SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

Where necessary comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation. Since the 2020 financial accounts had been submitted and audited, the period in this report comprises of January to June 2021 and January to December 2020 as the comparative years. The comparison information therein should be treated with caution due to mismatch in presentation and interpretation.

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

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
Teaching/learning materials	1,838,241.50	2,280,497.00
Total	1,838,241.50	2,280,497.00

2 CAPITATION GRANT FOR OPERATIONS

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
Other vote heads	6,063,817.90	8,279,225.00
M&i	7,578,000.00	5,576,500.00
Act	-	492,800.00
Medical	-	246,400.00
ADM	-	476,866.00
BOM Teachers	-	1,320,000.00
Retention	643,432.00	1,658,337.00
Total	14,285,249.90	18,050,128.00

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
Boarding, Equipment and Stores(BES)	20,374,268.97	23,416,934.15
Repair, maintenance and Improvement (RMI)	1,647,789.30	1,938,376.00
Local Travel and Transport	928,038.00	1,023,233.00
Administration Cost	2,083,960.15	2,149,775.85
Electricity, Water and Conservancy	3,748,293.10	3,758,759.90
Activity Fees	493,571.00	473,511.00
Personnel Emolument	4,007,396.50	2,990,435.80
Total	33,283,317.02	35,751,025.70



NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
Academic Account	7,187,262.00	1,770,162.00
Debtors	744,690.65	2,892,387.60
Bursary	1,940,018.00	1,390,727.80
Miscellaneous Income	8,450.00	24,726.00
Project	10,447,062.30	1,880,033.00
Tender	112,000.00	12,000.00
Uniform	354,202.00	5,986,780.00
Medical	4,739.85	-
Farm		186,945.00
Advance	75,300.00	111,100.00
Societies	17,700.00	1,200.00
NHIF	-	269,950.00
NSSF	-	864,168.00
TUITION	-	145,000.00
RD Cheque	-	869,015.00
Donations	-	9,020.00
Total	20,891,424.80	16,413,214.40

Donations received were in respect to Friends of Tenwek (FOTHS), for payment of fees of needy students. The amounts are to be distributed as per the schedule to be provided by the club.

5 PAYMENTS FOR TUITION

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
TLM	863,510.00	651,490.00
Creditors	727,575.00	-
Bank Charges	4,861.00	-
Lab	200,000.00	-
Exercise Books	-	752,753.00
Creditors	-	637,554.00
Lib	-	69,000.00
Ref	-	45,000.00
Exams	-	20,000.00
Boarding Account	-	145,000.00
Total	1,795,946.00	2,320,797.00



NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
ADM	1,433,032.00	2,046,644.00
Retention 2019	249,056.00	-
RMI	425,400.00	20,000.00
PE	1,792,857.00	3,128,527.00
Insurance	491,939.00	366,019.00
Medical	113,290.00	141,020.00
EWC	1,518,272.00	412,826.00
Bank Charges	8,980.00	-
Labs	6,434,320.00	-
Retention	1,688,662.00	-
Furniture	-	2,187,500.00
Labs	-	16,635,360.00
COVID Preparations	-	644,945.00
BOM Teachers	-	1,320,000.00
TOTAL	14,155,808.00	26,902,841.00

7 BOARDING AND SCHOOL FUND PAYMENTS

	Jan-Jun 2021 (6 Months)	Jan-Dec 2020
	Kshs	Kshs
Boarding, Equipment and Stores(BES)	19,490,858.75	16,319,633.00
Repair, maintenance and Improvement (RMI)	665,661.00	2,637,355.00
Local Travel and Transport	1,661,897.00	2,529,952.00
Administration Cost	5,718,381.00	3,801,919.45
Electricity, Water and Conservancy	2,968,310.00	3,335,587.00
Activity Fees	114,138.00	619,881.00
Personel Emolument	2,954,351.00	4,525,420.00
Creditors	10,689,915.00	3,695,911.00
Farm	316,305.00	366,984.00
Academic Account	3,483,274.00	2,138,437.00
Debtors	61,546.75	-
Bursary	1,728,071.00	1,337,878.80
Project	96,703.00	-
Tender	49,500.00	-
Uniform	17,750.00	7,027,170.00
Medical	3,000.00	131,970.00
Bank Charges	1,920.00	60.00

TENWEK HIGH SCHOOL
 Amended Report and Financial Statements
 For a period of six months ended 30th June 2021



Advance	320,400.00	156,900.00
Societies	3,500.00	-
NHIF	-	269,500.00
NSSF	-	855,528.00
TOTAL	50,345,481.50	49,750,086.25

8 BANK ACCOUNTS

Name	Bank Name	Bank Account	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
Tuition Account	KCB	1105817997	51,542.30	9,246.80
Operations Account	KCB	1105811891	47,628.49	13,869.59
Boarding Account	KCB	1110740662	1,188,521.27	(2,306,533.05)
Infrastructure Account	KCB	1265389748	103,215.00	7,532.00
PTA Account	Equity	1220297176170	2,125.57	54,919.57
Totals			<u>1,393,032.63</u>	<u>(2,220,965.09)</u>

9 CASH IN HAND

Description	Jan-Jun 2021 (6 Months) Ksh	Jan-Dec 2020 Ksh
Boarding Account	402,550.00	15,550.00
Totals	<u>402,550.00</u>	<u>15,550.00</u>

10 ACCOUNTS RECEIVABLE

Description	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
Fees arrears	39,157,685.70	33,590,108.40
Other non-fees receivables		145,000.00
Salary advances	-	-
Imprest	-	-
Total	39,157,685.70	33,735,108.40

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



NOTES TO THE FINANCIAL STATEMENTS (Continued)

Description	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
Fees arrears for current year	6,933,865.10	9,899,750.30
Fees arrears for the previous year	9,216,606.40	3,829,199.95
Fees arrears for prior periods (over two years)	23,007,214.20	19,861,158.15
Total	39,157,685.70	33,590,108.40

11 ACCOUNTS PAYABLE

Description	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
Trade creditors (See ageing below and appendix 1)	14,037,430.00	12,569,056.00
Prepaid fees		3,694,845.35
Retention monies	643,432.00	1,658,337.00
Total	14,680,862.00	17,922,238.35
[Include an ageing of the creditor's arrears below]		

Description	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
Trade creditors for current year	13,052,344.00	12,559,056.00
Trade creditors for the previous year	985,086.00	10,000.00
Trade creditors for prior periods (over two years)	-	-
Total	14,037,430.00	12,569,056.00

12 FUND BALANCE BROUGHT FORWARD

Description	Jan-Jun 2021 (6 Months) Kshs	Jan-Dec 2020 Kshs
Bank balances	(2,220,965.09)	4,060,715.06
Cash balances	15,550.00	212,729.00
Receivables	39,157,685.70	33,735,108.40
Payables	14,680,862.00	17,922,238.35
Total	22,271,408.61	20,086,314.11



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.

13 Biological assets

Description	Number	Jan-June 2021		Jan-Dec 2020	
			Kshs		Kshs
Adult Cows	5		400,000.00		300,000.00
Heifers	2		40,000.00		20,000.00
Pigs	40		40,000.00		25,000.00
Trees	180		4,500,000.00		4,300,000.00
Totals			4,980,000.00		4,645,000.00



14 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)
1	Sundry Creditors	-All creditors had been settled, - BoM to develop Creditor management policy -Avoid all inter account borrowings	Resolved	
2	Sundry Debtors	- Improve on fees collection - Write off of uncollectable rent - Settle inter account transactions	Resolved	
3	Funded Accounts	- Write off obsolete accounts	Resolved	
4	Overdrawn Accounts	- PTA was an obsolete accounts hence to be written off - Management to check viability of the farm - School to stop procurement of uniform for form 3s	- Resolved - Not Resolved - Resolved	December 2021
5	Bank overdraft	- Timely record keeping to be adhered to	- Resolved	
6	Income and Expenditure Account	- School had already obtained approval for use of funds	Resolved	
7	Suspense Accounts	- The BoM to write off against accumulated fund.	Resolved	



ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

	Original Amount	Date contracted	Amounts paid to date	Total	Comments
Name				Total	
1 Construction of buildings					
1 Kinssin Logistics	4,897,600.00	04/01/2021	1,510,840.00	3,386,760.00	Phase 3 payments
Sub-Totals				<u>3,386,760.00</u>	
Supply of Goods					
1 Memic Enterprises	638,000.00			638,000.00	Computer Consumer
2 Hygin Chemicals	84,600.00			84,600.00	Cleaning materials
3 Robco Office supplies	133,600.00			133,600.00	Photocopy repairs
4 Garden Hardware	244,410.00			244,410.00	Hardware Items
5 Bomet Book Centre	273,834.00			273,834.00	TLM
6 Remo stationers and printers	1,153,400.00			1,153,400.00	Lab items
7 Bomet Midwest Garments	329,740.00			329,740.00	Uniform
8 Oracle Engineering Consultants	2,388,000.00			2,388,000.00	Bakery Unit
9 Pitonin Ltd	6,750.00			6,750.00	DVD Player/ Cables
10 Botto solar Ltd	45,000.00			45,000.00	Vegetable Cutter
11 Cheptakamek Suppliers	2,077,950.00			2,077,950.00	Hardware Items
12 Letreteh Ltd	124,000.00			124,000.00	Fumigation
13 Radiant supermarket	1,066,085.00			1,066,085.00	Food Items
14 MI Funds - 2020 recoveries	902,000.00			902,000.00	MI FUNDS 2020
15 Cognizant general store	145,500.00			145,500.00	Games items
16 Stamar Stationers and general supplies	717,950.00			717,950.00	Stationaries
17 Ushindi Tetiles and tailouring shop	117,000.00			117,000.00	Office furniture materials
18 Academic account	1,503,680.00			1,503,680.00	Extra mile
Sub-Totals	<u>11,951,499.00</u>			<u>11,951,499.00</u>	

TENWEK HIGH SCHOOL
 Amended Report and Financial Statements
 For a period of six months ended 30th June 2021



	Provision of services			
1	KPLC	13,245.00	13,245.00	Broken power line
2	Firemasters	99,070.00	99,070.00	Fire Extinguishers
	Sub-Totals	<u>112,315.00</u>	<u>112,315.00</u>	
	Clearing Accounts			
1	PTA Project	12,497,479.30	12,497,479.30	Dining Hall
2	Bursaries	262,770.00	262,770.00	Uncleaned Accounts
3	Friends of Tenwek High School	56,755.00	56,755.00	Students activities
4	Red Cross	200.00	200.00	Students activities
5	Peer Mediation	12,000.00	12,000.00	Students activities
6	SDA Group	15,000.00	15,000.00	Students activities
7	YCS	8,885.00	8,885.00	Students activities
8	CU	33,483.00	33,483.00	Students activities
	Sub-Totals	<u>12,886,572.30</u>	<u>12,886,572.30</u>	
	Grand Totals		<u>28,337,146.30</u>	



ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset Class	Location	Historical cost b/f Ksh 31st December 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical cost c/f Ksh 30th June 2021
Land		1,805,000,000.00	-	-	1,805,000,000.00
Buildings		136,850,000.00	28,000,000.00	-	164,850,000.00
Motor Vehicles		7,800,000.00	-	-	7,800,000.00
Office Equipment		5,500,000.00	2,000,000.00	-	7,500,000.00
ICT Equipment ad other ICT assets		3,000,000.00	35,000.00	-	3,035,000.00
Lab Equipmet and tools		11,000,000.00	-	-	11,000,000.00
Student furniture		23,200,000.00	4,800,000.00	-	28,000,000.00
Kitchen Apparatus and tools		10,000,000.00	-	-	10,000,000.00
Text Books		18,000,000.00	-	-	18,000,000.00
		2,020,350,000.00	34,835,000.00	-	2,055,185,000.00

Note: The above is the best estimate of the current fixed assets by the management.