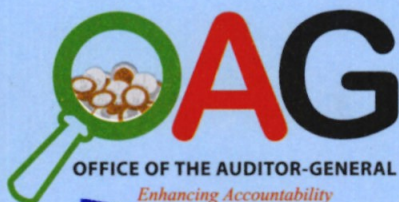
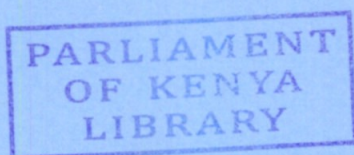


REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 13 JUN 2026	DAY: Thursday
TABLED BY: Hon. Naomi Kigoro, CBS, MP	
CLERK-AT-TABLE: (Sgt. Maj. P. K. Kip)	
	Lemale



THE AUDITOR-GENERAL

ON

**NGATATAEK MIXED BOARDING
SECONDARY SCHOOL**

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

KAJIADO COUNTY

Revised 30th June 2022.



Ngatataek Mixed Secondary School

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022**

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

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Table of Contents

Page

1. Acronyms and Glossary of Terms.....	III
2. Key School Information and Management	IV
3. Summary Report of Performance of The School	IX
4. Statement of School Management Responsibility	XII
5. Report Of The Independent Auditors (<i>To be attached</i>)	XIII
6. Statement Of Receipts and Payments For the Year Ended 30 th June 2022	1
7. Statement of Assets and Liabilities As At 30 th June 2022	2
8. Statement of Cash Flows for the Year Ended 30 th June 2022	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2022	5
10. Significant Accounting Policies.....	8
11. Notes To The Financial Statements	10
12. Annexes.....	19

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	

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 in kajiado County, kajiado central Sub-County.

The school was registered in 09/2016 under registration number xxx and is currently categorized as a county public school established, owned or operated by the Government.

The school is a day/boarding school and had 216 number of students as at 30th June 2022. It has 2 streams and 11 teachers of which 3 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr. Kispian mosiany	Chairman	24th/08/2021
2	Mr. Peter gathaga	Secretary - Principal	24th/08/2021
3	Mr. Jasper motanya	Member	24th/08/2021
4	Pst. William siparo	Member	24th/08/2021
5	Mr. Peter ntasikoi	Member	24th/08/2021
6	Mr. Humphrey kateri	Member	24th/08/2021
7	Dr. Judy kimaru	Member	24th/08/2021
8	Mr. Jackson nakuyo	Member – Rep CEB	24th/08/2021
9	Mrs. Everlyn kendi	Member Rep Teachers	24th/08/2021
10	Mr. Sankale tarakei	3 Members - Sponsor	24th/08/2021
11	Mrs. Ann tobiko	Member - Community	24th/08/2021
12	Mr. Joel lemama	Member Special Needs	24th/08/2021
13	Mr. David mooke	Member	24th/08/2021
14	Mr. Joshua mutunkei	Students Rep	Replacement 08/2022

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	Mr. Kisan mosiany Mr. Peter gathaga Md. Ann tobiko Mr. David mutunkei Rev sankale	Chairman Secretary Member Member Member	3 out of 3 For all
2	Finance, audit, procurement and general purposes Committee	Md. Ann tobiko Md. Sabaya viginia Mr. Moses minchil Md. Gladys tito Md. Kiria Mr. Humfrey kateri	Chairman Secretary Member Member Member Member	
4	Academic Committee	Mr. Ntasikoi	Chairman	2 out of 2

		Mr. Humprey kateri	Secretary	
		Md. Rikinoi mercy	Member	
		Mr. David tuke	Member	
		Mr. William siparo	Member	
		Mr. lemama	Member	
5	Development Committee	Rev sankale	Chair	2 out of 2
		Mr. Selesio molinge	Member	
		Mr. Peter gathaga	Member	
		Md. Monica murage	Secretary	
		Mr. Kispan mosiany	Member	
		Mr. Humprey kateri	Member	
		Md. Tito gladys	member	
6	Discipline and welfare Committee	Mr. Ntasikoi peteDr.	Chairman	2 out of 2
		Kimaru	Member	
		Mr. Mooke	Member	
		Mr. David tuke	Member	
		Mr. William siparo	Member	
		Mr. Lemama	Member	
7	Adhoc Committee (if any during the year)			

(d) School operation Management

Ref:	Designation	Name	Identification
1	Principal	Mr. Peter gathaga	TSC No. 305257
2	Deputy Principal	Mrs. Monicah murage	TSC No. 335142
3	School Bursar	Mr. Benard M. Kakeempe	ID 23239039
4	Other (specify)		

(e) Schools contacts

Post Office Box: 368-0207 NAMANGA , KENYA
 Telephone: 07226268161
 E-mail: ngatataeksecondary368@gmail.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

Provide details of the school bankers.

- Name of Bank: Equity
 Branch: Namanga
 Account Number: 0850270385666-fund
- Name of Bank: K.C.B
 Branch: Namanga
 Account Number: 11356974334- fund
- MPESA Pay Bill No. 385666 attached to Equity bank account
 B b nnnbgjjnnnnnnnnbnnbbn nbn bnv b v
- Name of Bank: K.C.B
 Branch: Namanga
 Account Number: 1132796121 –tuition
- Name of Bank: Equity
 Branch: Namanga
 Account Number: 0850298902813- operation
- Name of bank: Equity
 Branch: Namanga
 Account number: 0850279064019- infrastructure

(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:

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

YEAR	2020	2021	2022
	(1,577,134)	(4,038,254)	1,889,299

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

YEAR	2020	2021	2022
FSE-TUTION	392,200	226,701	569,688
FSE-OPERATION	2,245,500	1,416,806	2,535,962

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

YEAR	2020	2021	2022
EXPENDITURE GROWTH	10,568,896.87	9,322,329	11,096,085

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

YEAR	2020	2021	2022
DEBTORS	3,242,200	2,427,497	2,790,639
CREDITORS	8,048,800	9,814,859	9,052,603

b) Teacher Student ratio:

YEAR	2020	2021	2022
Teacher/Student ratio	1:15	1:16	1:16
Teachers recruited	0	0	0
Teachers posted	0	0	0
Teachers transferred/retired	0	0	1
Bom teachers	3	3	3

c) Mean score in the 2022 KCSE:

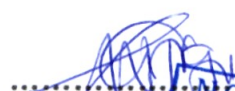
<i>YEAR</i>	<i>2020</i>	<i>2021</i>	<i>2022</i>
<i>Mean score</i>	<i>2.62</i>	<i>2.56</i>	<i>2.35</i>
<i>No. of candidates</i>	<i>37</i>	<i>45</i>	<i>37</i>
<i>transitioned</i>	<i>13</i>	<i>14</i>	<i>17</i>

d) Number of Candidates in the 2022 KCSE: refer to the above table c.**e) Capacity of the school:**

<i>structure</i>	<i>dormitories</i>	<i>Dinning hall</i>	<i>laboratories</i>	<i>classes</i>	<i>library</i>	<i>toilets</i>
<i>No. of student</i> <i>210</i>	<i>3</i>	<i>0</i>	<i>1</i>	<i>6</i>	<i>0</i>	<i>10</i>

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
N/A	N/A	N/A	N/A	N/A	N/A


 School Principal

22/4/2026
 NGATATAEK SENIOR
 SCHOOL
 22 APR 2026
 DEPT:.....
 P. O. Box 368-00207, NAMANGA

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

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

The Board of Management of *Ngatataek Mixed 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, 2022, and of the school's financial position as at that date.

Mr. Kispan Mosiany

.....
 22/4/26

Designation: Chairman, School Board of Management

Date: 25th /08/2022

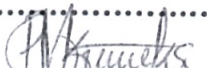
Mr. Peter Gathaga

.....
 22/4/26

Designation: School Principal & Secretary to Board of Management

Date: 25th /08/2022

Mr. Benard M. Kakeempe

.....
 22/4/26

Designation: Bursar/ Finance Officer

Date: 25th /08/2022

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NGATATAEK MIXED BOARDING SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - KAJIADO COUNTY

PREAMBLE

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

- A. Report on 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 the 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; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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 Ngatataek Mixed Boarding Secondary School set out on pages 1 to 18, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts

Report of the Auditor-General on Ngatataek Mixed Boarding Secondary School for the year ended 30 June, 2022 - Kajiado County

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 matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Ngatataek Mixed Boarding Secondary School at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards cash Basis and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Personnel Emoluments

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflect amount of Kshs.6,466,147 in respect payment of boarding and school fund. Included in the amount is personnel emolument amount of Kshs.1,632,530 which was not supported by the Scheme of Service for non-teaching staff and Board of Management approval minutes.

In the circumstances, the accuracy and completeness of personnel emolument balance of Kshs.1,632,530 could not be confirmed.

2. Unsupported Long Outstanding Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivables balance of Kshs.2,790,639 in respect of fees arrears. Included in the balance is accounts receivables balance of Kshs.832,897 that has been outstanding for more than one (1) year. However, supporting schedules for the long outstanding receivables balance was not provided for audit review. Further, no policy on the impairment of long outstanding fees arrears was provided casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.2,790,639 could not be confirmed.

3. Unsupported Long Outstanding Accounts Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables balance of Kshs.9,273,242. Review of the age analysis revealed that payables amounting to Kshs.8,742,776 has been outstanding for more three (3) years and was not supported by adequate records such as invoices, local purchase orders and contracts.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.9,273,242 could not be confirmed.

4. Material Uncertainty Related to Going Concern

The statement of assets and liabilities reflects current assets and current liabilities balances of Kshs.3,614,982 and Kshs.9,052,603 respectively, resulting to a negative working capital of Kshs.5,437,621. However, this material uncertainty relating to the Going concern was not disclosed in form of a note in the financial statements. The school's ability to continue as a going concern and the ability to settle debts is dependent on Government capitation support and its creditors.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects budgeted and actual receipt amounts on comparable basis of Kshs.16,861,726 and Kshs.12,985,384 resulting to an under-funding of Kshs.3,876,341 or 23% of the budget. However, the School spent an amount of Kshs.11,096,085 against actual receipts amounting to Kshs.12,985,384 resulting in an under-utilization of Kshs.1,889,299 or 15% of actual receipts. The under-funding affected the planned activities and may have impacted negatively on service delivery to the public.

Further, there were no explanatory notes for deviations of 10% and above on the components in the statement of budgeted versus actual amounts while items not budgeted were included in the statement.

My opinion is not modified in respect of this matter.

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. Except for the effect of the matters described in the Basis for Qualified Opinion Section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Management is responsible for the Other Information set out on page ii to xii which comprise of Key School Information and Management, The Board of Management, School Operation Management, Summary Report of Performance of the School and Statement of School Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements

The financial statements for the year ended 30 June, 2022 was received on 02 March, 2026, three (3) years and five (5) months after the statutory date of 30 September, 2022. This was contrary to Regulation 101(4) of the Public Finance Management (National Government) Regulations, 2015 that states that an Accounting Officer shall prepare and submit financial statements within three months after the closure of financial year. Late submission of financial statements adversely affects the Office of the Auditor- General in meeting the statutory timelines.

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

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

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects operations capitation grants of Kshs.2,535,962 for year under review. Included in the amount is Kshs.778,000 in respect to infrastructure grants. However, only an amount of Kshs.739,000 was transferred to infrastructure account from operations account resulting to an un explained variance of KShs.39,000.00. Further, an amount of Kshs.739,000 was not transferred within 15 days of receipt in operations account in contravention to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3-2021 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 in the operations account. Failure to transfer funds to the school infrastructure account from operation account denies the school money for infrastructure improvement.

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

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

The statement of receipts and payments as disclosed in Note 9 to the financial statements reflects boarding and school fund expenditure amount of Kshs.6,466,147. Included in the expenditure is an amount of Kshs.265,355 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from school principals, only. The organization is not defined in Government funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools as provided in Regulation 23(2)(c) of the Public Finance Management (National Government) Regulations, 2015 which requires that an Accounting Officer shall, before transferring any funds to an entity within or outside Government, ensure that there is a written assurance from the entity that it shall implement effective, efficient and transparent financial management and internal control systems.

In the circumstances, Management was in breach of the law and value for money transferred could not be ascertained.

4. Failure to Prepare School Improvement Plan

During the year under review, the School operated without an Approved School Improvement Plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

5. Non-Compliance with Law on Affirmative Action

Review of records revealed that the School had total of 14 Board of Management staff (teaching and non-teaching staff) out of which one ethnic group represented 50% of the employee's which is way above the legal threshold of 33%. This was contrary to Article 27(8) of the Constitution which states that no more than 2/3 of members of any elective or appointing public body can be of the same gender of ethnic group.

Further, the School had zero staff with disabilities contrary to provisions of at least 5% by the Persons with Disabilities Act, 2003.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON 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 effects of 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 governance were not effective.

Basis for conclusion

Weaknesses in Management of Assets

The financial statements and as disclosed in Annex 2 to the financial statements reflects summary of fixed assets register which has not been post with historical costs, additions during the year and disposal during the year. Further, Management did not prepare an updated fixed assets register while several assets at the school were not tagged.

In the circumstances, the existence of effective measures in the management of assets 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 the Management and Board of Management

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 as a going concern, disclosing, as applicable, matters related to Going- concern and using the Going concern -basis of accounting unless Management is aware of the intention 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 comply with the authorities which govern them and that public resources are applied in an effective way.

The Board of Management is 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

5 May, 2026

6. Statement Of Receipts and Payments For the Year Ended 30th June 2022

Description Of Vote Head	Note	2021-2022	2020-2021
		Kshs	Kshs
Receipts			
Government grants for tuition	1	569,688	226,701
Government grants for operations	2	2,535,962	1,416,806
Government Grants for infrastructure	3	2,786,011	0
School fund income- parents' contributions/other receipts for 2021	4	3,955,606	3,640,568
Miscellaneous incomes	5	3,138,117	0
Total Receipts		12,985,384	5,284,075
Payments			
Tuition	6	709,677	124,690
Operations and infrastructure for 2021	7	2,861,191	5,986,806
Infrastructure 2022	8	1,059,070	0
Boarding and school fund	9	6,466,147	3,210,833
Total Payments		(11,096,065)	(9,322,329)
Surplus/Deficit		1,889,299	(4,038,254)

The school financial statements were approved on 2022 and signed by:

 22/4/26

Mr. Kispan Mosiany
Chair BOM

Date: 25th/08/2022

 22/4/2026

Mr. Peter Gathaga
School Principal/ Secretary to BOM

Date: 25th/08/2022

 22/4/26

Mr. Benard Kakeempe
Bursar/ Finance Officer

Date: 25th/08/22

7. Statement of Assets and Liabilities As At 30th June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	601,521	448,392
Cash balances	11	222,822	231,098
Short term investments	12	0	0
Total cash and cash equivalent			
Account's receivables	13	2,790,639	2,427,497
Total financial assets		3,614,982	3,106,987
Financial liabilities			
Accounts payables	14	(9,052,603)	(9,814,859)
Net financial assets		(5,437,621)	(6,707,872)
Represented by			
Accumulated fund b/fwd	15	(6,707,872)	(214,824)
Surplus/deficit for the year		1,889,299	(4,038,254)
Net financial position		(4,818,573)	(4,253,078)

The school's financial statements were approved on 2022 and signed by:

 22/4/26

Mr. Kispan Mosiany

Chair BOM

Date: 25/08/2022

 22/4/26

NGATATAEK SENIOR
SCHOOL
Mr. Peter Gathaga
School Principal/ Secretary to
BOM 22 APR 2023

Date: 25/08/2022

x 368-00207, NAMAN

 22/4/26

Benard M. Kakempe

Bursar/ Finance Officer

Date: 25/08/2022

8. Statement of Cash Flows for the Year Ended 30th June 2022

Description	Note	2021/2022	2020/2021
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	569,688	226,701
Government grants for operations	2	2,535,962	1,416,806
Government grants for infrastructure	3	2,786,011	0
School fund income- parents contributions/ fees	4	3,955,606	3,640,568
Other income	5	3,138,117	0
Total receipts		12,985,384	5,284,075
Payments			
Cash outflows for tuition	6	709,677	124,690
Cash outflows for operations	7	2,861,191	5,986,806
Cash outflows for infrastructure	8	1,059,070	0
Cash outflows Boarding/lunch and school fund payments	9	6,466,147	3,210,833
Total payments		11,096,085	9,322,329
Net cash inflow/outflow from operating activities		1,889,299	(4,038,254)
Cash flow from investing activities			
Acquisition of assets		0	0
Proceeds from sale of Assets		0	0
Proceeds from investments		0	0
Purchase of investments		0	0
Net cash inflow/outflows from investing activities		0	0
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings	16	(348,406)	(709,791)
Net cash inflow/outflow from financing activities		(348,406)	(709,791)
Net increase/decrease in cash and cash equivalents		1,540,893	(4,748,045)
Cash and cash equivalent at beginning of the 2022		679,490	4,587,776
Cash and cash equivalent at end of the 2022		824,343	679,490

The school's financial statements were approved on 25/8/2022 and signed by:

 22/4/26

Mr. Kisman Mosiany

Chair BOM

Date: 25th /08/2022

 22/4/26

Mr. Peter Gathaga
School Principal/ Secretary to
BOM

Date: 25th /08/2022

 22/4/26

Mr. Benard Kakeempe

Bursar/ Finance Officer

Date: 25th /08/2022

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Teaching / Learning Materials	948,976	0	948,976	569,688	60%
<i>(2) Capitation Grant on Operations</i>					
O.V.H(PE,EWC,ADM)	3,682,410	0	3,682,410	1,494,462	41%
Repairs And Maintenance	440,000	0	440,000	1,009,500	229%
Local Transport / Travelling					
Borrowings				32,000	
Medical					
<i>3) FDSE for infrastructure</i>					
Maintenance &Improvement MoE	5,100,000	0	5,100,000	2,786,011	55%
<i>(4) Fees Charged on Parents</i>					
Personnel Emoluments	2,961,000	0	2,961,000	0	0%
Repairs And Maintenance	440,000	0	440,000	319,975	73%
Local Transport / Travelling	886,400	0	886,400	291,910	33%
Electricity And Water	626,250	0	626,250	212,720	34%
Fee Arrears Recovery				1,594,600	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	539,760	0	539,760	77,947	14%
Medical				2,000	
Activity	462,500	0	462,500	101,639	22%
Prepayments				228,639	0
Fee On Boarding Equipment and Stores	1,214,430	0	1,214,430	1,126,176	93%
5) Miscellenous Income					
Loans / Borrowing					
Other incomes				3,138,117	
Total Income	16,861,726		16,861,726	12,985,384	77%
(6) Expenditure For Tuition					
Teaching / Learning Materials	948,976	0	948,976	709,677	75%
(7) Expenditure For Operations					
Personnel Emoluments					
Repairs, Maintenance & Improvements	440,000	0	440,000	1,009,500	229%
Local Transport / Travelling					
O.V.H (P.E, EWC,ADM)	4,127,010	0	4,127,010	1,813,801	44%
Activity Expenses					
Borrowings			0	32,000	0
Bank charges			0	5,890	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>(8) Expenditure For infrastructure</i>					
RMI	5,100,000	0	5,100,000	1,059,070	21%
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	2,961,000	0	2,961,000	1,250,350	42%
Repairs, Maintenance and Improvements	440,000	0	440,000	453,520	103%
Local Transport / Travelling	886,400	0	886,400	367,593	41%
Electricity, Water and Conservancy	626,250	0	626,250	170,894	27%
Medical Expenses				2,800	
Administration Costs	539,760	0	539,760	304,130	56%
Activity	462,500	0	462,500	246,810	53%
transfers				78,000	
Bank charges				23,289	
Boarding Equipment and Stores	1,214,430	0	1,214,430	3,218,355	265%
Creditors paid				2,000	
Loan Interest Repayment				348,406	
Loan Principal Repayment					
Totals	17,306,326		17,306,326	11,096,085	

- i. Some vote heads in the budget were underestimated thus over utilized
- ii. Some vote heads in the budget below 90% were overestimated thus underutilized.

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 2022.

11. Notes To The Financial Statements**1 Government Grants for Tuition**

Description	2021/2022	2020/2021
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	569,688	226,701
Others (specify) *		
Total	569,688	226,701

2 Government Grants for Operations

Description	2021/2022	2020/2021
	Kshs	Kshs
O.V.H (PE, EWC, ADM)	1,494,462	611,096
Repairs And Maintenance	1,009,500	647,500
Local Transport / Travelling		158,209
Medical		
Activity		
Borrowings	32,000	
Other Vote Heads (specify)*		
Total	2,535,962	1,416,806

3 Government Grants for infrastructure

Description	2021/2022	2020/2021
	Kshs	Kshs
Maintenance & Improvement	2,786,011	
Other (specify) (NGCDF and County govt.		
Total	2,786,011	0

4 School Fund Income - Parents Contribution/Fees

Description	2021/2022	2020/2021
	Kshs	Kshs
Personnel emoluments	0	384,052
Repairs and maintenance	319,975	129,859
Local transport / travelling	291,910	191,102
Electricity and water	212,720	134,853
Medical	2,000	0
Administration costs	77,947	227,935
Activity	101,639	22,926
Fee on Boarding Equipment and stores	1,126,176	1,824,414
Fee Arrears recovery	1,594,600	715,427
Prepayment	228,639	
Total	3,955,606	3,640,568

5 Miscellaneous Incomes

Description	2021/2022	2020/2021
	Kshs	Kshs
Other Income (sale of grass & BES) *	3,138,117	0
Total	3,138,117	0

Notes to the Financial Statements (continued)

6 Tuition

Description	2021/2022	2020/2021
	Kshs	Kshs
Teaching / Learning Materials	709,677	124,690
Total	709,677	124,690

7 Operations

Description	2021/2022	2020/2021
	Kshs	Kshs
O.V.H (PE, EWC, ADM) for 2022, & (P.E for 2021)	1,813,801	589,896
Infrastructure		5,051,660
Administration Cost		37,480
Repairs And Maintenance & Improvements	1,009,500	40,606
Local Transport / Travelling		191,512
Electricity And Water		30,166
Medical		13,086
Activity Expenses		29,400
Bank charges	5,890	
Others (borrowing)	32,000	
Total	2,861,191	5,986,806

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2021/2022	2020/2021
	Kshs	Kshs
RMI	1,059,070	0
Total	1,059,070	0

9 Boarding And School Fund

Description	2021/2022	2020/2021
	Kshs	Kshs
Personnel Emoluments	1,250,350	397,900
Service Gratuity		
Repairs And Maintenance & Improvements	453,520	163,130
Local Transport / Travelling	367,593	175,400
Electricity And Water	170,894	29,100
Medical Expenses	2,800	
Administration Costs	304,130	217,341
Transfer borrowing	78,000	
Bank Charges	23,289	
Activity	246,810	
Fee On Boarding Equipment and Stores	3,218,355	1,084,877
Creditors Paid	2,000	74,500
Insurance Cost (Life Property)		
Loan Principal Repayment	348,406	
Others (infrastructure)		220,000
Total	6,466,147	3,210,833

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2021/2022	2020/2021
	Active/Dormant		Kshs	Kshs
Tuition Account	active	1132796121	26,996	104,505
Operations Account	active	0850298902813	7,496	29,127
School Fund Account/Boarding	active	0850270385666 -equity 11356974334- kcb	325,476	313,059
Savings Account	dormant			
Parent Association Development Account	dormant			
Income Generating Activities Account	dormant			
Infrastructural Account	active	0850279064019	241,551	1,701
Total			601,521	448,392

11 Cash In Hand

Description	2021/2022	2020/2021
	Kshs	Kshs
Notes and Coins	222,822	231,098
Total	222,822	231,098

12 Short Term Investments

Description	2021/2022	2020/2021
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

13 Accounts Receivable

Description	2021/2022	2020/2021
	Kshs	Kshs
Fees Arrears	2,790,639	2,427,497
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	2,790,639	2,427,497

13 b Ageing Analysis of Accounts Receivable

Description	2021/2022		2020/2021	
	Kshs		Kshs	
	2021/2022	% of the total	2020/2021	% of the total
Less than 1 year	1,957,742	70%	529,060	22%
Between 1- 2 years(529,060+1,429,200) - 1,594,600	363,660	13%	1,429,200	59%
Between 2-3 years	469,237	17%	469,237	19%
Over 3 years		0%		0%
Total (should tie to note 13 a)	2,790,639	100%	2,427,497	100%

14 Accounts Payable

Description	2021/2022	2020/2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	9,273,242	9,848,521
Prepaid Fees	(220,639)	(33,662)
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	9,052,603	9,814,859

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2021/2022		2020/2021	
	Kshs		Kshs	
	2021/2022	% of the total	2020/2021	% of the total
Less than 1 year	530,466	6%	452,568	5%
Between 1- 2 years		%	653,177	7%
Between 2-3 years		%		%
Over 3 years	8,742,776	94%	8,742,776	88%
Total (should tie to note 14)	9,273,242	100%	9,848,521	100%

15 Fund Balance Brought Forward

Description	2021/2022	2020/2021
	Kshs	Kshs
Bank Balances	448,392	4,587,428
Cash Balances	231,098	348
Short Term Investments	0	0
Receivables	2,427,497	3,246,200
Payables	(9,814,859)	(8,048,800)
Total	(6,707,872)	(214,824)

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	2021/2022	2020/2021
	Kshs	Kshs
Bank Loans		
Outstanding Leases		
Total	0	0

17 Biological assets

Description	Numbers	2021/2022	2020/2021
		Kshs	Kshs
Trees		310	268
Coffee Or Tea Plantation			
Total		310	268

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year		
Borrowings during the year		
Repayments during the year	(348,406)	(709,791)
Balance at the end of the year	(348,406)	(709,791)

Other important disclosure notes

19 Stock/ Inventory

Description	2021/2022	2020/2021
	Kshs	Kshs
Food stuffs	300,000	350,000
Construction Materials	0	0

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)

 22/4/2026
SNGATATAEK SENIOR
Principal SCHOOL
22 APR 2026
DEPT:.....
P.O. Box 368-00207, NAMANGA.

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021/2022	Outstanding Balance 2020/2021	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4. Creditors- over 3 years	8,742,776	June 2020	0	8,742,776	9,848,521	
5. Creditors 1 year	309,827	June 2021		3,09,827		
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total	9,052,603			9,052,603	9,848,521	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Land				
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture And Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery And Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				

The school land is located at ngatataek kajiado central. Its just 500m from ngatataek shopping center.

NB: The school assets have not been valued before other financial year.