

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 09 JUN 2026

DAY.

Tuesday

REPORT

TABLED
BY:

Hon. Naomi Wago

CLERK-AT
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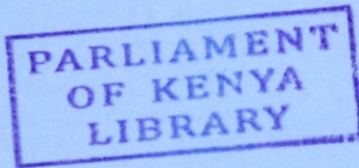
THE AUDITOR-GENERAL

ON

KORONGOI GIRLS HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2022

KERICHO COUNTY



PARLIAMENT
OF KENYA
LIBRARY

Revised 30th June 2021.



**KORONGOI GIRLS' HIGH SCHOOL
PUBLIC 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)**

**KORONGOI GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

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II. KEY SCHOOL INFORMATION AND MANAGEMENT

KORONGOI GIRLS' HIGH SCHOOL

(a) Background information

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

The school was registered in 30/11/2017 under registration number PU/S/035/3/3000/0783/19 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 1255 and 1019 (number of students as at 30th June 2021 respectively).

It has 5 streams and 29 teachers of which 17 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	Mrs. Bett Alice	Chairlady	2/6/2022
2	Mrs. Kirui Margaret	Secretary – Principal	2/6/2022
3	Mrs. Sang Simion	Co-opted	2/6/2022
4	Mr. Langat Jonah	Member – Rep Parents/Local community	2/6/2022
5	Mr. Cheruiyot Geoffrey	Member – Rep Parents/Local community	2/6/2022
6	Mr. Bett Kipkoech	Member – Rep Parents/Local community	2/6/2022
7	Mr. Tarus Julius	Member – Rep Parents/Local community	2/6/2022
8	Mrs. Ketai Irine	Member – Rep Parents/Local community	2/6/2022
9	Mrs. Bosuben Caroline	Member – Rep CEB	2/6/2022
10	Mr. Chep kwony James	Member Rep Teachers	2/6/2022
11	Rev. Richard Chebochok	Members -Rep Sponsor	2/6/2022
12	Mrs. Maritim Hellen	Members -Rep Sponsor	2/6/2022
13	Mrs. Sang Judith	Member – Community	2/6/2022
14	Mrs. Koskei cherono Linner	Member Special Needs	2/6/2022
15	Mr. Langat Philemon	Co-opted	2/6/2022
16	Mrs. Rotich Emily	Co-opted	2/6/2022
17	Veronica Wangari	Rep – Students	2/6/2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mrs.Bett Alice Mrs. Kirui Margaret Mrs.Ketai Irine Mrs. Maritim Hellen Mr.Langat Philemon	Chairperson Secretary Member Member Member	1 out of 4 1 out of 4 1 out of 4 1 out of 4 1 out of 4
2	Audit Committee	Mrs. Bett Alice Mr.Bett Kipkoech Mrs.Maritim Hellen	Chairman Member Member	4 out of 4 4 out of 4 4 out of 4
3	Finance,procurement and general purposes Committee	Mr.Sang Simon Mrs.Kirui Magraret Mrs. Bosuben Caroline Mrs.Rotich Emily Mrs.Sang Judith	Chairman Member Member Member Member	0 out of 4 0 out of 4 0 out of 4 0 out of 4 0 out of 4
4	Academic Committee	Mr.Langat Jonah Mr.Cheruiyot Geoffrey Mr.Chepkwony James MrsMutai Catherine H.ODS	Chairlady Member Member Member Member	0 out of 4 0 out of 4 0 out of 4 0 out of 4 0 out of 4

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5	Development Committee	Mrs.Ketai Irine Mrs. Bett Alice Mrs.Tialal Jane Mr.Bett Kipkoech Rev.Chebochok Mrs.Moronge Mary	Chairman Member Member Member	2 out of 4 2 out of 4 2 out of 4 2 out of 4
6	Discipline and welfare Committee	Mrs. Bett Alice Mr.Bett Kipkoech Mrs. Maritim Hellen	Chairman Member Member	3 out of 4 4 out of 4 3 out of 4
7	Adhoc Committee (if any during the year)			

(d) School operation Management

For the financial year ended 30th June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Margaret Kirui	
2	Deputy Principal -Administration	Mary Moronge	349157
3	Deputy Principal -Academics	Mutai Catherine	441136
4	School Bursar	Chepkorir Mercy Kerich	ID 31953252

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 790-20210; Litein
E-mail: korongoigirls@gmail.com

(f) School Banker

The school operated 6 number of bank accounts and 1 pay bill number as follows:

1. Name of Bank: EQUITY
Branch: LITEIN
Account Number: 0530294393238
 2. Name of Bank: KCB
Branch: LITEIN
Account Number: 1105659046
 3. Name of Bank: KCB
Branch: LITEIN
Account Number: 1105665267
 4. Name of Bank: KCB
Branch: LITEIN
Account Number: 1108453953
 5. Name of Bank: KCB
Branch: LITEIN
Account Number: 1110190468
 6. Name of Bank: KCB
Branch: LITEIN
Account Number: 1212816536
7. MPESA Pay Bill No. Business Number: 247247
Account Number : 404060#
Attached to bank account
0530294393238

(g) Independent Auditors

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

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III. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last three years period between 1st January 2018 to 31st December 2020 which covers a period of 12 months while 30th June 2021 covers a period of 6 months and is summarised as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS					
SNO	ACCOUNTS	2022	2021	2020	2019
		Kshs.	Kshs.	Kshs.	Kshs.
	TOTAL	1,808,741.85	8,074,473.95	(463,390.42)	1,110,067.77
	Increase/Decrease	6,523,176.65	8,795,308.92	(1,573,458.19)	(1,795,749.03)

The surplus for the year 2019 decreased by Kshs 1,795,749.03 from a surplus of Kshs 2,905,816.8 in the year 2018.

The surplus for the year 2020 decreased by Kshs 1,573,458.19 from a surplus of Kshs 1,110,067.77 in the year 2019 due to prolonged closure after abrupt shutting of the schools due to Covid-19.

The surplus for the year 2021 decreased by Kshs 6,523,176.65 from a surplus of Kshs 8,074,473.95 in the year 2021 since the year 2021 covered a period of 6 months

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2022	2021	2020	2019
		KSHS	KSHS	KSHS	KSHS
1	Operations Account		8,328,489.65	9,394,219.90	12,101,157.50
2	Tuition Account		1,176,995.00	1,458,448.00	2,559,007.30
	Total		9,505,485.65	10,852,667.90	14,660,164.80
	Increase/Decrease		(1,347,182.25)	(3,807,496.90)	(3,629,991.20)
	No of Students		1106	980	788

The total capitation grants for the financial year 2019 was Kshs 14,660,164.80 as compared to

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Kshs18,290,156 in the financial year 2018 representing a decrease of Kshs3,629,991.20

The net decrease is mainly attributed by decrease in enrolment as shown in the ration above.

The total capitation for the year 2020 was Kshs ~~10,852,667.90~~ as compared to Kshs14,660,164.80 in the financial year 2019 representing a decrease of Kshs ~~3,807,496.00~~ due to covid 19. The capitation grant for the financial year 2021 was Kshs ~~9,505,485.65~~ as compared to

Kshs10,852,667.90 in the financial year 2020 representing a decrease of Kshs 1,347,182.25. the net decrease is mainly attributed by the disbursement of capitation for term 2 2020 and term 3 2020 only. Also, the current period covers a period of 6 months.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
		KSHS	Kshs	Kshs	Kshs
1	School Fund Account/Operation Account	72,277,816.65	18,705,749.00	29,138,039.22	40,636,348.73
2	Tuition Account	3,191,862.00	126,806.00	991,386.2	3,164,120.5
	Total	75,469,678.65	18,832,555.00	30,129,425.42	43,800,469.23
	Increased/Decrease	56,637,123.65	(11,296,870.42)	(13,671,043.81)	(994,158.67)

In the financial year 2022 shows an increase in expenditure which has resulted from year 2021 covering a period of 6 months

In the financial year 2021 shows a decrease of growth in expenditure which has resulted from the current year covering a period of 6 months, even though the financial year 2020 covers a period of 12 months a decrease has resulted from prolonged abrupt closure of the school due to Covid-19.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

MOVEMENT OF DEBTORS OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
			KSHS	KSHS	KSHS
1	School Fund Account				
a	Debtors	10,219,950.00	6,676,451.00	5,019,582.00	5,342,589.00
	Total	10,219,950.00	6,676,451.00	5,019,582.00	5,342,589.00
	Increase/Decrease	3,543,499.00	1,656,869.00	(323,007.00)	819,295.5

Totaldebtors as at 30th June 2022 increased by **3,543,499.00** compared to

Khs**1,656,869.00** as at the end of the financial year 2021 The main contributors to the increase in total debtors is the students' having huge fees balances and 2021 covered a period of 6 months.

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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019/2018
1	School Fund Account				
a	Creditors	4,496,376.00	4,449,665.00	2,862,168.00	3,407,031.00
	Total	4,496,376.00	4,449,665.00	2,862,168.00	3,407,031.00
	Increase/Decrease	46,711.00	1,587,497	(544,863)	(198,102)

Total creditors as at 30th June 2021 increased by Kshs1,587,497 compared to Kshs(544,863) as at the end of the financial year 2020. The main contributors to the increase in total creditors are trade and other payables(prepaid fees).

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

MOVEMENT OF CASH AND BANK BALANCES					
SNO	ACCOUNTS	2022	2021	2020	2019
		KSHS	KSHS	KSHS	KSHS
1	School Fund Account/Operation Account	3,193,800.22	2,858,523.62	(167,773.13)	2,858,523.62
2	Tuition Account	209,088.90	369,139.85	7,750.10	132,600.30
3.	Infrastructure Account	811575	2,865,014.00	35,766.00	-
4	Investment Account	4746	4,746.00	4,746	4,746
	Total	4219,209.22	6,164,528.82	(119,510.68)	233,804.39
	Increase/Decrease	(1,945319.60)	6,284,039.50	353,315.07	253,524.59

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b) Teacher Student ratio:

Between the month of July 2021 and June 2022, the status of the teaching staff is as follows:

There are 25 teachers posted by the Teachers Service Commission and 15 recruited by the Board of Management.

c) Mean score in the year 2019, 2020 and 2021 KCSE:

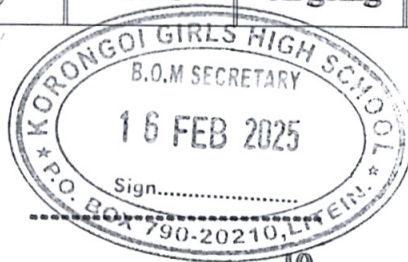
YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2021	257	6.4747	120	47	7.5	Negative deviation of
2020	204	6.6373	109	53	7.5	
2019	213	6.258	87	41	7.5	

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

d) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Amount spend	Fund Source
1	Administration Block	2019-2020	Completed	8,387,000	2021/2022	TIG, Maintenance, Improvement
2	Storey Dormitory	2021	On going		11,103,439	Maintenance, Improvement

BURCAR
KORONGOI GIRLS' HIGH SCHOOL
P.O. Box 790 - 20210
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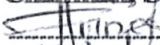
IV. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

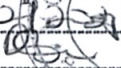
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

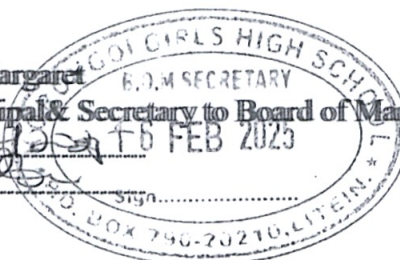
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

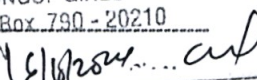
The Board of Management of **KORONGOI GIRLS' HIGH SCHOOL** accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.

Name: Benard Kipkurui Sang
Designation: Chairman, School Board of Management
Sign: 
Date: 16/2/25

Name: Mrs. Kirui Margaret
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 16/2/25



Name: Chepkorir Mercy Kerich
Designation: Bursar
Sign: 
Date: 16/2/25

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 KORONGOI GIRLS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - KERICHO 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 Korongoi Girls High School set out on pages 14 to 31, which comprise of the statement of financial assets and financial

Report of the Auditor-General on Korongoi Girls High School for the year ended 30 June, 2022 - Kericho County

liabilities as at 30 June, 2022 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 Korongoi Girls High School as 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. Inaccuracies in the Financial Statements

Review of the financial statements revealed misstatements affecting the statements of receipts and payments, statement of financial assets and financial liabilities and notes to the financial statements as follows;

1.1. Inaccuracy of Boarding and School Fund Payments

The statement of receipts and payments reflects boarding and school fund payments amounting to Kshs.73,277,817. However, the amount differs with the payments totalling Kshs.72,277,817 reflected in Note 7 to the financial statements resulting in unexplained variance of Kshs.1,000,000. The amount also differs with the recomputed balance of Kshs.71,752,717 in Note 7 to the financial statements resulting in unexplained variance of Kshs.525,100.

1.2. Inaccuracy of Capitation Grants for Operations

The statement of receipts and payments and as disclosed in Notes 2 to the financial statements reflects Nil capitation grants for operations. However, review of records revealed that capitation grants for operations amounting to Kshs.14,429,782 were received from the Ministry resulting in unexplained variance of Kshs.14,429,782. The expenditure paid by the grants has also not been disclosed.

1.3. Inaccuracy of Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables totalling Kshs.4,496,376. However, the amount differs with the ageing analysis balance of Kshs.3,421,919 resulting in unexplained variance of Kshs.1,074,457. The amount also differs with the payables balance of Kshs.2,875,816 reflected in Annex I to the financial statements resulting in unexplained variance of Kshs.1,620,560.

1.4. Inaccuracies in the Statement of Cash Flows

The statement of cash flows reflects school fund income – parents contribution amount of Kshs.81,353,009 which differs from an amount of Kshs.74,047,837 reflected in the statement of receipts and payments resulting in unexplained variance of Kshs.7,305,172. Similarly, the statement reflects boarding and school fund payments amount of Kshs.83,079,777 which differs from an amount of Kshs.73,277,817 reflected in the statement of receipts and payments resulting in unexplained variance of Kshs.9,801,960.

Further, the statement reflects net increase in cash and cash equivalents amounting to Kshs.365,393. However, the amount differs with the recomputed balance of Kshs.1,688,046 resulting in unexplained variance of Kshs.1,322,653.

1.5. Inaccuracy of the Statement of Budgeted Versus Actual Amounts

The statement of budgeted versus actual amounts reflects final expenditure budget and actuals on comparable basis for the various budget items. However, the totals of the income and expenditure have not been reflected in the statement.

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

2. Unsupported School Fund Income – Parents' Contributions

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects school fund income - parents' contribution amounting to Kshs.74,047,837. However, the amount was not supported by student individual statements or a comprehensive fee register indicating details such as names of students, admission number and the amounts of fees paid.

Further, the amount includes bursaries and scholarships awarded to students by various entities, including the Constituency Development Fund (CDF), County Governments, National Government agencies, and private institutions. However, the School does not maintain records of bursaries and scholarships received from each source. A detailed list of beneficiaries indicating names, admission numbers and amounts awarded, official receipts, bank deposit slips evidencing receipt of the funds, and schedules confirming that the funds were credited to the beneficiaries' fee accounts were not provided for audit review.

In the circumstances, the accuracy and completeness of the school fund income - parents' contribution balance of Kshs.74,047,837 could not be confirmed.

3. Unsupported Payments for Boarding and School Fund

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.73,277,817. However, examination of payment vouchers amounting to Kshs.5,496,466 revealed that Management made payments without proper support

documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes, certificate of payments.

In the circumstances, the regularity, accuracy and completeness of the boarding and school fund amount of Kshs.5,496,466 could not be confirmed.

4. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.4,219,210. Included in the balance are five (5) bank accounts with account balances of Kshs.209,089, Kshs.1,478,700, Kshs.1,645,100, Kshs.4,746 and Kshs.811,575 as disclosed in Note 8 to the financial statements, all totalling Kshs.4,149,210. However, the bank balances were not supported by cash books, bank certificates and bank reconciliation statements.

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.4,149,210 could not be confirmed.

5. Unsupported Accounts Receivables

The statement of financial assets reflects accounts receivable balance of Kshs.10,219,950 in respect of fees arrears as disclosed in Note 11 to the financial statements. However, supporting schedules, detailed aging analysis and issued invoices were not provided for audit review. Further, the fees arrears were not supported by the fees statement or student debtors control ledger indicating the students' details, the fees chargeable, actual payment received, the outstanding balance and the corresponding dates the fees arrears were incurred.

In the circumstances, the accuracy and completeness of Accounts receivables amounting to Kshs.10,219,950 could not be confirmed.

6. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.4,496,376 in respect of trade creditors, prepaid fees and caution money as disclosed in Note 12 to the financial statements. However, students' prepaid fees details, ledger schedule giving a detailed list of the suppliers who were owed, invoices, delivery notes, local service or local purchase order numbers, interim or completion certificates for the works done, issues and receipts vouchers and the dates when the bills were incurred in support of the payables were not provided for audit review.

In the circumstances, the accuracy and completeness of accounts Payables amounting to Kshs.4,496,376 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Korongoi Girls High 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.

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

Management is responsible for the Other Information set out on page 3 to 12 which comprise of Key School Information and Management, Summary Report of Performance of the School, and Statement of School Management Responsibility. 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 and I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, except for the matter described below, I confirm that the Other Information is not materially inconsistent with the financial statements.

Inaccuracies in the Summary Report of Performance of the School

The surplus amounting to Kshs.1,808,742 reflected in the summary report of performance of the School is materially inconsistent with corresponding balance of Kshs.808,742 reflected in the statement of receipts and payments. Similarly, the opening surplus balance of Kshs.8,074,474 in the summary report of performance of the School is materially inconsistent with corresponding balance of Kshs.8,331,918.50 reflected in the statement of receipts and payments.

Further, the Nil capitation grants from the Ministry of Education for tuition account in the summary report of performance of the School is materially inconsistent with corresponding balance of Kshs.3,230,583 reflected in the statement of receipts and payments.

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 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

During the year under review, Management submitted the financial statements to the Auditor-General on 11 April, 2025 instead of the statutory deadline of 30 September, 2022. This was contrary This was contrary to Section 68(2)(k) of the Public Finance Management Act, 2012 which requires the accounting officer of a National Government entity to submit financial statements to the Auditor-General within three months after the end of each financial year.

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

2. Unconfirmed Student Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition totalling Kshs.3,230,583. Comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2021/2022, NEMIS reflected three thousand seven hundred and forty (3,740) students while records from the County Director of Education had four thousand five hundred and seventy-three (4,573) students, resulting in an underfunding of the School by an amount of Kshs.3,766,354. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, under-funding of the school may have affected service delivery to the students.

3. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.4,496,376. However, included in the balance are trade payables balance of Kshs.577,810 which had been outstanding for more than one (1) year. This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that,

'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

4. Irregular Banking of Government Grants for Operations

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects nil capitation grants for operations. However, review of the operations bank account statements revealed that government capitation grants and school fund income collected from parents were banked in operations bank account. This was contrary to Ministry of Education Circular Ref. No: MOE.MOE/CONF/GS) of 26 November, 2019 which requires Government subsidies for operations to be banked in the operations account while school fund income be deposited in the designated school fund account.

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

5. Non-Collection of Rent Income

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects nil amount in respect of school fund income-other receipts. Review of the School's housing inventory revealed twenty-two (22) staff houses were fully occupied during the period under review. However, the occupants had not paid any rent to the School and Management had not made any efforts to assess, levy, or enforce collection of rent from the occupants. This was contrary to Regulation 64(1)(b) of the Public Finance Management (National Government) Regulations, 2015 which requires an Accounting Officer and a Receiver of Revenue are personally responsible for ensuring that adequate safeguards exist and are applied for the prompt collection and proper accounting for, all national government revenue and other public moneys relating to their Ministries, Departments or Agencies. Tenancy agreements relating to the occupancy of the houses were also not provided for audit review.

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

6. Irregular Transfer of Funds to the Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.73,277,817 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.366,300 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.366,300 could not be confirmed.

7. Lack of Adequate Facilities in the School

Review of records and physical verification of the infrastructural facilities within the School revealed inadequate facilities within the School as shown below:

Facility Description	Required Number	Existing Number	Short Fall
Classrooms	34	24	10
Dormitories	8	7	1
Bathrooms	120	26	94
Dining Hall	2	1	1
Library	2	1	1
Computers - Computer Laboratory	4	1	3
Science Laboratories	4	2	2
Toilets (Students)	113	55	58
Staff Toilets	20	10	10

This was contrary to Regulation 64 of the Basic Education Regulations, 2015 which requires every institution of basic education and training shall have adequate provisions of the infrastructural facilities.

Further, the dormitories were overcrowded. This was contrary to Regulation 83(k) of the Basic Education Act, 2023 which requires the space between beds to be at least 1.2 meters for institutions with boarding facilities.

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

8. Failure to Prepare School Improvement Plan

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

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

9. Non-Compliance with Ethnic Diversity Requirements

Review of the payroll records revealed that the School had thirty-seven (37) staff members. However, thirty (30) or 81% were from one ethnic community. This was contrary to Section 7(2) of the National Cohesion and Integration Act, 2008 which provides that not more than one-third of employees should come from one ethnic community.

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

10. Non-Compliance with 30% Procurement Reservation for Disadvantaged Groups

The review of the approved procurement plan for the financial year 2021/2022 revealed that the School did not reserve a minimum of thirty per cent of the budgetary allocations for enterprises owned by women, youth, persons with disabilities and other disadvantaged groups. This was contrary to Section 53(6) of the Public Procurement and Asset Disposal Act, 2015 which requires all procurement and asset disposal planning to reserve a minimum of thirty per cent of the budgetary allocations for enterprises owned by women, youth, persons with disabilities and other disadvantaged groups.

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

Basis for Conclusion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.10,219,950 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance is accounts receivable balance of Kshs.5,979,957 which had been outstanding for more than one (1) year. However, there was no age analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

2. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by a qualified procurement professional. This was contrary to Section 47(2) of the Public Procurement and Asset Disposal Act, 2015. Instead, procurement activities were undertaken by officers who lacked the requisite procurement qualifications.

The absence of a functional procurement unit may lead to non-compliance with procurement laws and regulations, increased risk of irregular procurement practices, lack of transparency and accountability, and failure to achieve value for money in the acquisition of goods and services.

3. Lack of Internal Audit Function

Audit review confirmed that the School does not have an Internal Audit Department. This was contrary to Section 73(1) of the Public Finance Management Act, 2012 which states that every national government entity shall ensure that it complies with this Act and has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board.

In the circumstances, the internal control mechanisms that could have an impact on achievement of the strategic objectives of the school could not be confirmed.

4. Lack of Risk Management Policy

Review of the documents and records revealed that the School management had not established a Risk Management Policy. This was contrary to Regulation 165(1) of the Public Finance Management (National Government) Regulations, 2015 which requires the Accounting Officer to ensure that a national government entity develops risk management strategies, which include fraud prevention mechanism; and a system of risk management and internal control that builds robust business operations.

Further, the School did not maintain a risk register which implies the school might not be effectively tracking and addressing its risk profile. This implies that the school might not be effectively tracking and addressing its risk profile.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material

misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and 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.

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

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

28 April, 2026

**KORONGOI GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

VI. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022 Kshs	2020-2021 Kshs
RECEIPTS			
Capitation grants for tuition	1	3,230,583.25	1,176,996.00
Capitation grants for operations	2	-	-
School Fund Income- Parents' Contributions	3	74,047,837.25	25,987,477.75
School Fund Income- Other receipts	4	-	-
Proceeds from borrowings			
TOTAL RECEIPTS		77,278,420.50	27,164,473.50
PAYMENTS			
Payments for Tuition	5	3,191,862.00	126,806.00
Payments for operations	6	-	-
Boarding and school fund payments	7	73,277,816.65	18,705,749.00
TOTAL PAYMENTS		75,469,678.65	18,832,555.00
SURPLUS/DEFICIT		,808,741.85	8,331,918.50

Bernard Kipkurui Sang

Benard Kipkurui Sang

Chair BOM

Date 16/2/25



Mrs. Kirui Margaret

**School Principal/
Secretary to BOM**

Date _____ Date _____

BURSAR
KORONGOI GIRLS' HIGH SCHOOL
P.O. Box 790 - 20210
LITEIN [Signature]

Chepkorir Mercy Kerich

**Bursar/
Finance Officer**

**KORONGOI GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

VII. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	4149210.12	5840151.27
Cash Balances	9	70000	67,105.00
Short term Investment	10		-
Total Cash and cash equivalent		<u>4,219,210.12</u>	<u>5,907,256.27</u>
Account's receivables	11	10,219,950	6,676,451.00
ITOTAL FINANCIAL ASSETS		10,439,160.12	12,583,707.27
FINANCIAL LIABILITIES			
Accounts Payables	12 a	4,496,376	4,449,665.00
NET FINANCIAL ASSETS		<u>9,942,784.12</u>	<u>8,391,486.82</u>
REPRESENTED BY			
Surplus/Deficit for the year		8,134,042.27	59,568.32
		1,808,741.85	8,074,473.96
NET FINANCIAL POSSITION		<u>9,942,784.12</u>	<u>8,134,042.27</u>

Hind

Benard Kipkurui Sang

Mrs. Kirui Margaret Chepkorir Mercy Kerich

Chair BOM

School Principal/
Secretary to BOM

Bursar/
Finance Officer

Date 16/2/25

Date 16/2/25
16 FEB 2025
Sign.....
* P.O. BOX 790-20210, LITEN

Date 16/2/25
BURSAR
KORONGOI GIRLS' HIGH SCHOOL
P.O. BOX 790-20210
LITEN
Sign cup

**KORONGOI GIRLS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2021
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	3,230,583.25	1,176,995.75
Capitation grants for operations	2	-	
School fund income- Parents contributions/ fees/Operation Account	3	81,353,009.25	24,628,895.75
School fund income- other receipts	4		
Total receipts		84,583,592.50	25,639,891.50
Payments			
Payments for Tuition		3,191,862.00	815,606.00
Payments for operations			
Boarding and school fund payments/Operation Account		83,079,776.65	18,540,246.00
Total payments		86,271,638.65	19,355,852.00
Net cash flow from operating activities		1,688,046.15	6,284,039.50
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			
Acquisition of Assets			
Proceeds from investments			
Purchase of investments			
Net cash flows from Investing Activities			
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
NET INCREASE IN CASH AND CASH EQUIVALENTS		365,392.85	6,284,039.50
Cash and cash equivalent at BEGINNING of the year	10	5907,256.27	(119,510.68)
Cash and cash equivalent at END of the year		<u>4,219,210.12</u>	<u>6,164,528.82</u>

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

PUBLIC SECONDARY SCHOOL
Reports and Financial Statement
For the year ended 30th June 2021

IX. 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	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Tuition	3,564,000	0	3,564,000	3,230,583	333,417	90.64
Exercise books				=		
Laboratory equipment				=		
Internal exams				=		
Teaching / learning materials				=		
Chalks				=		
Exams and assessment				=		
Teachers guides				=		
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments						
Repairs and maintenance				=		
Local transport / travelling				=		
Electricity and water				=		
Medical				=		
Administration costs				=		
Activity				=		
Gratuity				=		
SMASSE						

PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
(3) FEES CHARGED ON PARENTS/OPERATION						
Personnel emoluments	10,000,000.00	0	10,000,000.00	9,378,120.00	621,880.00	
Boarding equipment and stores	36,304,212.00	0	36,304,212.00	37,396,309.00	1,092,097.00	1.030
Repairs and maintenance	5,690,246.00	0	5,690,246.00	11,242,702.00		
Local transport / travelling	4,275,726.00	0	4,275,726.00	4,094,665.00	181,061.00	
Electricity and water	7,931,911.00	0	7,931,911.00	8,880,839.00	-948,928.00	
Administration costs	8,839,026.00	0	8,839,026.00	8,055,429	783,597.00	
Activity	1,210,566.00	0	1,210,566.00	680,700	529,866.00	
SMASSE						
Fee on Boarding Equipment and Stores						
OTHER INCOME						
Rent income						
Income from farming activities						
Insurance compensation						
Income from Posho mill						
Income from Bus Hire						
Fee for hire of ground and equipment						
Interest income						
Income from any other investment						
TOTAL INCOME	74,251,687.00					
(1) EXPENDITURE FOR						

PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
<i>TUITION</i>						
Tuition	3,564,000	0	3,564,000	3,190,500.00	373,500	89.52
Exercise books						
Laboratory equipment						
Internal exams						
Teaching / learning materials						
Chalks						
Exams and assessment						
Teachers guides						
Administration costs						
Bank Charges						
<i>(2) EXPENDITURE FOR OPERATIONS</i>						
Personnel emoluments						
Repairs, maintenance & improvements						
Local transport / travelling						
Electricity, water and conservancy						
Medical						
Administration costs						
Activity Expenses						
Gratuity						
SMASSE						
<i>(3) EXPENDITURE FOR</i>						

PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
SCHOOL FUND						
Personnel emoluments	10,000,000.00	0	10,000,000.00	8,727,297.00	1,272,703.00	87.27
Boarding Equipment and Stores	36,304,212.00	0	36,304,212.00	35,275,980.00	1,028,232.00	97.17
Repairs, maintenance and improvements	5,690,246.00	0	5,690,246.00	11,242,702.00	5,552,456.00	
Local transport / travelling	4,275,726.00	0	4,275,726.00	4,079,342.00	196,384.00	95.40
Electricity, water and conservancy	7,931,911.00	0	7,931,911.00	4,427,595.00	220,170.00	55.82
Administration costs	8,839,026.00	0	8,839,026.00	7,711,741.00	1,127,285.00	87.25
Activity	1,210,566.00	0	1,210,566.00	525,100.00	685,466.00	43.38
Gratuity						
Lunch programme						
Boarding Equipment and Stores						
Expenditure for Income Generating Activity						
Insurance costs						
Other expenses on investments						
Rent Expenses						
Bank Charges						
Loan Interest Repayment						
Loan Principal Repayment						
Acquisition of Assets						
TOTALS						

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

X. 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.

XI. SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

**KORONGOI GIRLS HIGH SCHOOL
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**XII.
XIII.**

NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Tuition	3,230,583.25	1,176,995.75
Exercise books		-
Laboratory equipment		-
Internal exams		-
Teaching / learning materials		-
Chalks		-
Exams and assessment		-
Teachers guides		-
Total	3,230,583.25	1,176,995.75

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Total	-	-

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT/OPERATION ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	9,378,120.15	3,523,517.12
Boarding Equipment and Stores	37,396,309.25	11,643,104.00
Repairs and maintenance	5,561,774.00	4,059,329.09
Local transport / travelling	4,094,665.18	1,102,787.54
Electricity and water	8,880,839.29	2,684,710.00
Medical		-
Administration costs	8,055,429.38	-
Activity	680,700.00	599,133.00
Total	74,047,837.25	25,987,477.75

XIV. NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	-	-
Rent income	-	-
Income from farming activities	-	-
Insurance compensation	-	-
Income from Posho mill	-	-
Income from Bus Hire	-	-
Fee for hire of ground and equipment	-	-
Income from grants and donations*	-	-
Interest income	-	-
Dividends income	-	-
Total		-

(Include an explanation on the kind and source of grants/ donations received by the school.)

5 PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Tuition		126,200.00
Exercise books		-
Laboratory equipment		-
Internal exams		-
Teaching / learning materials	3,190,500	-
Chalks		-
Exams and assessment		-
Teachers guides		-
Administration Costs		-
Bank Charges	1,362.00	606.00
Total	3,191,862.00	126,806.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	-	-
Service Gratuity	-	-
Administration Cost	-	-
Repairs and maintenance & improvements	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Activity Expenses	-	-
SMASSE	-	-
Insurance Cost	-	-
Bank Charges	-	-
Acquisition of Assets	-	-
TOTAL	-	-

7 BOARDING AND SCHOOL FUND PAYMENTS/OPERATION ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	8,727,297.00	3,091,995.00
Boarding Equipment and Stores	35,275,980.15	9,396,395.00
Repairs and maintenance & Improvements	11,242,702.00	926,715.00
Local transport / travelling	4,079,342.00	572,560.00
Electricity and water	4,427,594.50	2,107,765.00
Medical/Insurance	288,060	-
Administration costs	7,710,758.00	2,119,221.00
Activity		491,350.00
Bank Charges	983.00	-
Expenses on Income Generating Activities		-
Fee on Boarding Equipment and Stores		-
Rent Expenses		-
Insurance Cost (Life Property)		-
Loan Principal repayment		-
Loan Interest repayment		-
Acquisition of Assets		-
TOTAL	<u>72,277,816.65</u>	<u>18,705,749.00</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	1105665267	209,088.90	170,367.65
Operations Account	1105659046	1,478,700.13	1,101,108.13
School Fund Account/Boarding	0530294393238	1,645,100.09	1698,108.13
Savings Account	110,8453953	4,746.00	4,746.00
Parent Association Development Account			-
Income generating activities Account			-
Infrastructural Account	1212816536	811,575.00	2,865,014.00
Total		4,149,210.12	5,840,151.27

9 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account		-
Operation Account		-
School Fund account	70,000	67,105.00
Total	70,000	67,105.00

10 SHORT TERM INVESTMENTS

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	10,219,950.00	6,676,451.00
Other non-fees receivables		-
Salary advances		-
Imprest		-
Total	10,219,950.00	6,676,451.00

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	4,239,993.00	1,731,373.00
Fees arrears for the previous year	1,731,373.00	-
Fees arrears for prior periods (over two years)	4,248,584.00	4,945,078.00
Total	10,219,950.00	6,676,451.00

12 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix I)	3,421,919.00	3,453,626.00
Prepaid fees	211,049.00	132,631.00
Caution money balance B/f 2021	863,408.00	863,408.00
Total	4,496,376.00	4,449,493.00

[Include an ageing of the creditor's arrears below]

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	2,844,109.00	2,875,816.00
Trade creditors for the previous year		577,810.00
Trade creditors for prior periods (over two years)	577,810.00	-
Total	3,421,919.00	3,453,626.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	4,149,210.12	5,840,151.27
Cash balances	70,000	67,105.00
Short Term Investments		-
Receivables	10,219,950.00	6,676,451.00
Payables	4,496,376.00	(4,449,493.00)
Total	9,942,784.12	8,134,042.27

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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.

14 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle			270,000.00
Trees			150,000.00
Total			420,000.00

16 Borrowings

Description	2021-2022	2020-2021
	KShs	KShs
a) Borrowings	-	-
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

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Other important disclosure notes

17 Stock/ Inventory

Description	2021-2022	2020-2021
	KShs	KShs
Stock/ inventory at beginning of the year		205,637.00
Stock/ inventory purchased during the year		7,878,715.00
Stock/ inventory issued during the year		7,530,712.50
Balance at end of the year		<u>553,639.50</u>

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XV. 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)

KORONGOI GIRLS' HIGH SCHOOL
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XVI. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Comments
	a	B	c	d=a-c	
	Kshs	Kshs	Kshs	Kshs	
SUPPLY OF GOODS					
SCHOOL FUND /BOARDING ACCOUNTACCOUNT					
1.TONUI FRANCIS	387,200	30/06/2021	=	387,200	
2. KEJAS SCHOOL SUPPLIES	114,500	30/06/2021	=	114,500	
3.SAUTI FURNITURE	350,000	30/06/2021	=	350,000	
4.ROSELINE KIRUI	94,578	30/06/2021	=	94,578	
5.SOTIK GENERAL STORES	119,900	30/06/2021	=	119,900	
6.GILBERT KOECH	159,000	30/06/2021	=	159,000	
7.STEEL WORLD	243,790	30/06/2021	=	243,790	
8.FLASHTEL TECHNOLOGIES	93,500	30/06/2021	=	93,500	
9.KERICHO BOOKSELLERS	34,484	30/06/2021	=	34,484	
10.ONYANGO SAMWEL	54,500	30/06/2021	=	54,500	
11.JACKMOTH ENTERPRISE	166,500	30/06/2021	=	166,500	
12.ROBCO OFFICE SUPPLIES	149,800	30/06/2021	=	149,800	
13.RECHO CHEROIGIN	90,360	30/06/2021	=	90,360	
14.DELTALINE ELECTRICAL	73,980	30/06/2021	=	73,980	
15.RICHARD TONUI	69,644	30/06/2021	=	69,644	
16.CITY HILL SUPPLIERS	24,600	30/06/2021	=	24,600	
17.CHEROBU DAIRY	84,500	30/06/2021	=	84,500	
18.RONALD SIMOTWO	63,900	30/06/2021	=	63,900	
19.GIFTMART SUPERMARKET	180,280	30/06/2021	=	180,280	
20.SILVERFLO CLEANING SERVICES	100,800	30/06/2021	=	100,800	
Sub-Total	2,601,316			2,601,316	
Supply of services					
1.ONYANGO SAMWEL	54,500	30/06/2021	=	54,500	
2.ROSTEL SANITARY	220,000	30/06/2021	=	220,000	
Sub-Total	274,500			274,500	
Grand Total	2,875,816			2,875,816	

**KORONGOI GIRLS' HIGH SCHOOL
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XVII. ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Quantity	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	D
Land	b/f 01/01/2021	3.24ha	14,000,000	-	
Buildings and structures	b/f 01/01/2021		300,500,000	-	
Motor vehicles	b/f 01/01/2021		4,000,000	-	
Office equipment, furniture and fittings	b/f 01/01/2021		1,100,000	-	
ICT Equipment, and Other ICT Assets	b/f 01/01/2021		2,085,000	-	
Tools and apparatus	b/f 01/01/2021		1,200,000	-	
Textbooks	b/f 01/01/2021		2,421,300		
Other Machinery and Equipment	b/f 01/01/2021		2,717,000	-	
Intangible assets- soft ware	b/f 01/01/2021		180,000		
Total			328,203,300		

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ANNEX -1

BANK RECONCILIATION STATEMENT AS AT 30TH JUNE 2022

TUITION ACCOUNT

Balance as per the bank statement	369,139.85
Agreed with:	
Balance as per the Cash book	369,139.85

SCHOOL FUND/OPERATION ACCOUNT

	EQUITY	
KCB		
Balance as per the bank statement	1,747,608.13	1,110,915.49
Less: Unpresented Bankslips	(49,500.00)	(9,000.00)
Balance as per the Cash book	1,698,108.13	1,101,915.49

INFRASTRUCTURE ACCOUNT

Balance as per the bank statement	2,865,014.00
Agreed with:	
Balance as per the Cash book	2,865,014.00

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ANNEX - 2

CASH SURVEY CERTIFICATE

KSH

CASH IN HAND AS AT 30/06/2022

Physical Cash survey NOTES 1000 x 7070,000.00

70,000.00

Balance

NIL

Prepared by:

Chepkorir Mercy Kerich

Mrs. Kirui Margaret

Bursar

Date

**BURSAR
KORONGOI GIRLS' HIGH SCHOOL
P.O. Box 790-20210
LITEIN**



KORONGOI GIRLS' SEC SCHOOL
TRIAL BALANCE AS AT 30TH JUNE 2022

TUITION ACCOUNT

VOTE HEADS		LF	BUDGET	DR (KSH)	CR (KSH)	COM	BAL.AVAIL.
Opening balance		CASH			0.00		
		BANK			170,367.65		
TEACHING AND LEARNING		1		3,190,500.00	3,230,583.25		
BANK CHARGES		2		1,362.00			
CASH				-			
BANK				209,088.90			
TOTAL				3,400,950.90	3,400,950.90		

BANK RECONCILIATION

Balance as per the Cash book as at 30th June 2022						AMOUNT KSH
						209,088.90
Balance as per the bank statement as at 30th June 2022						209,088.90

KORONGOI GIRLS' SEC SCHOOL
TRIAL BALANCE AS AT 30TH JUNE 2022

INFRASTRUCTURE ACCOUNT

VOTE HEADS	LF	BUDGET	DR (KSH)	CR (KSH)	COM	BAL.AVAIL.
Opening balance	CASH			0.00		
	BANK			2,865,014.00		
RMI	1		11,102,456.00	9,050,000.00		
BANK CHARGES	2		983.00			
CASH			-			
BANK			811,575.00			
TOTAL			11,915,014.00	11,915,014.00		

BANK RECONCILIATION

Balance as per the Cash book as at 30th June 2022			AMOUNT KSH
			811,575.00
Balance as per the bank statement as at 30th June 2022			811,575.00

KORONGOI GIRLS' SEC SCHOOL
TRIAL BALANCE AS AT 30TH JUNE 2022
BOARDING AND OPERATION ACCOUNT

VOTE HEADS	LF	BUDGET		DR (KSH)	CR (KSH)	COMM	BAL.AVAIL.
Opening balance	CASH				67,105.00		
	BANK				1,698,108.13		
					1,101,915.49		
Boarding	1	36,304,212.00		32,431,871.15	29,535,459.25		6,768,752.75
P.Emolument	2	10,000,000.00		8,727,297.00	9,378,120.15		621,879.85
EWC	3	7,931,911.00		4,427,594.50	8,880,839.29		(948,928.29)
RMI /infrastructure	4	5,690,246.00		9,190,246.00	9,050,000.00		128,472.00
LTT	5	4,275,726.00		4,079,342.00	4,094,665.18		181,060.82
ADM	6	8,839,026.00		7,710,758.00	8,055,429.38		783,596.62
Activity	7	1,210,566.00		525,100.00	680,700.00		529,866.00
Arrears	10				696,494.00		
medical/insurance	11			288,060.00			
S/Creditors	12			2,875,816.00			
Prepaid fees	13		9		211,049.00		
CDF/Bursary	14			1,425,753.00	1,425,753.00		
Elimu Scholarship	15			294,500.00	294,500.00		
CASH				70,000.00			
BANK		EQUITY		1,478,700.13			
		KCB		1,645,100.09			
TOTAL		74,251,687.00		75,170,137.87	75,170,137.87		

Balance as per the Cash book as at 30th June 2022				Equity ksh.	Kcb ksh.
Add : Direct deposit				1,478,700.13	1,645,100.09
Unpresented cheque				90,029.75	
				387,220.00	173,096.00
Balance as per the bank statement as at 30th June 2022				1,955,949.88	1,818,196.09