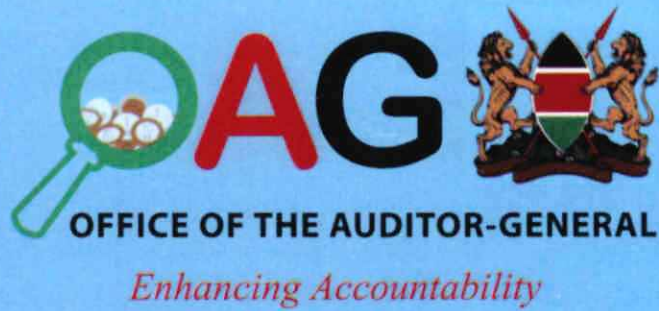


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

ON

IKANGA GIRLS' SECONDARY SCHOOL

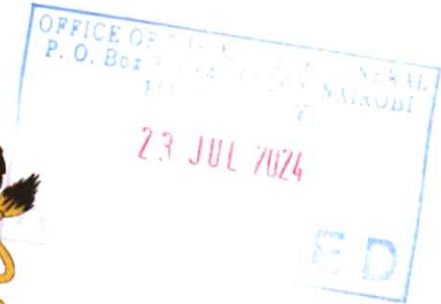
FOR YEAR ENDED

30 JUNE, 2022

KITUI COUNTY

| | |
|------------------------------------|---|
| THE NATIONAL ASSEMBLY PAPER LAB | |
| DATE: | 05 MAR 2025 |
| TABLED BY: | Hon. Naomi Wago, MP Deputy Majority Party Whip |
| CEREMONY TABLE: | Ar. Shibusko |

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IKANGA GIRLS' 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)

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

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IKANGA GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

1. Acronyms and Glossary of Terms

| | |
|--------------|---|
| BOM | Board of Management |
| CEB | County Education Board |
| IPSAS | International Public Sector Accounting Standards |
| KCSE | Kenya Certificate of Secondary Education |
| PFM | Public Finance Management |
| PSASB | Public Sector Accounting Standards Board |
| FY | Financial Year |
| FDSE | Free day Secondary Education |
| ICPAK | Institute of Certified Public Accountants of Kenya |
| MOE | Ministry of Education |
| TSC | Teachers Service commission |

IKANGA GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in 10/12/2015 under registration number 13S3000524 and is currently categorized as a **county** public school established, owned or operated by the Government.

The school is a Boarding school and had 340 students as at *30th June 2022*. It has **2** streams and 17 teachers of which 4 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 | DENNIS MUKUU | Chairman | 4/5/2022 |
| 2 | PHYLLIS M NDIVO | Secretary - Principal | 4/5/2022 |
| 3 | JOYCASTER MUMINA | Member | 4/5/2022 |
| 4 | PETER KISENGESE | Member | 4/5/2022 |
| 5 | CHARLES KATILA | Member | 4/5/2022 |
| 6 | DORCUS K. KALUMU | Member | 4/5/2022 |
| 7 | MARTIN MULINGATA | Member | 4/5/2022 |
| 8 | SAMUEL MUTINDA | Member – Rep CEB | 4/5/2022 |
| 9 | DEAN MUNYAO | Member Rep Teachers | 4/5/2022 |
| 10 | FR.DANIEL NDIKA | Sponsor | 4/5/2022 |
| 11 | QUEEN MASILA | Member - Community | 4/5/2022 |
| 12 | GABRIEL KITILI | MemberSpecial Needs | 4/5/2022 |
| 13 | FAITH HOPE | Rep Students | 4/5/2022 |
| 14 | MARY MUVAI | Member | 4/5/2022 |
| 15 | FRANCIS MALEVE | Member | 4/5/2022 |

II 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 | DENNIS MUKUU | Chairperson | N/A |
| | | DAMARIS K MUTUKU | PA Chairperson | N/A |
| | | PHYLLIS M NDIVO | Secretary | N/A |
| | | PETER MUTINDA | Member | N/A |
| | | FR.DANIEL NDIKA | Sponsor | N/A |
| | | | | |
| 2 | Audit Committee | N/A | | |
| | | | | |
| 3 | Finance Committee | MARY MUVAI | Chairperson | N/A |
| | | FR.DANIEL NDIKA | Sponsor | N/A |
| | | DAMARIS K MUTUKU | PA Chairperson | N/A |
| | | JOYCASTER MUMINA | Member | N/A |
| | | PHYLLIS M NDIVO | Secretary | N/A |
| | | | | |

IKANGA GIRLS' SECONDARY SCHOOL

Annual Report and Financial Statements

For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

| | | | | |
|---|--|------------------|--------------------|-----|
| 4 | Academic Committee | MARTIN MULINGATA | Chairperson | N/A |
| | | FR.DANIEL NDIKA | Member | N/A |
| | | PETER MUTINDA | Member | N/A |
| | | DAVID MUSILI | Member | N/A |
| | | PHYLLIS M NDIVO | Secretary | N/A |
| | | DEAN MUNYAO | Member | N/A |
| 5 | Development Committee | SAMUEL MUTINDA | Chairperson | N/A |
| | | JOEL MUTISO | Sub-county Direct. | N/A |
| | | DAMARIS MUTUKU | PA Chairperson | N/A |
| | | PHYLLIS M NDIVO | Secretary | N/A |
| | | EDITH M NZEVELA | D.PRINCIPAL | N/A |
| | | | | |
| 6 | Discipline & welfare Committee | JOYCASTER MUMINA | Chairperson | N/A |
| | | FR.DANIEL NDIKA | Member | N/A |
| | | EDITH M NZEVELA | Member | N/A |
| | | GABRIEL KITILI | Member | N/A |
| | | PHYLLIS M NDIVO | Secretary | N/A |
| | | DEAN MUNYAO | Member | N/A |
| 7 | Adhoc Committee (if any during the year) | N/A | | |

NB: The new Board of Management was appointed on 4/5/2022 and was inaugurated on 29/7/2022

(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 | PHYLLIS M NDIVO | 299091 |
| 2 | Deputy Principal | EDITH M NZEVELA | 388673 |
| 3 | School Bursar | JOHN K MUKUTHI | |

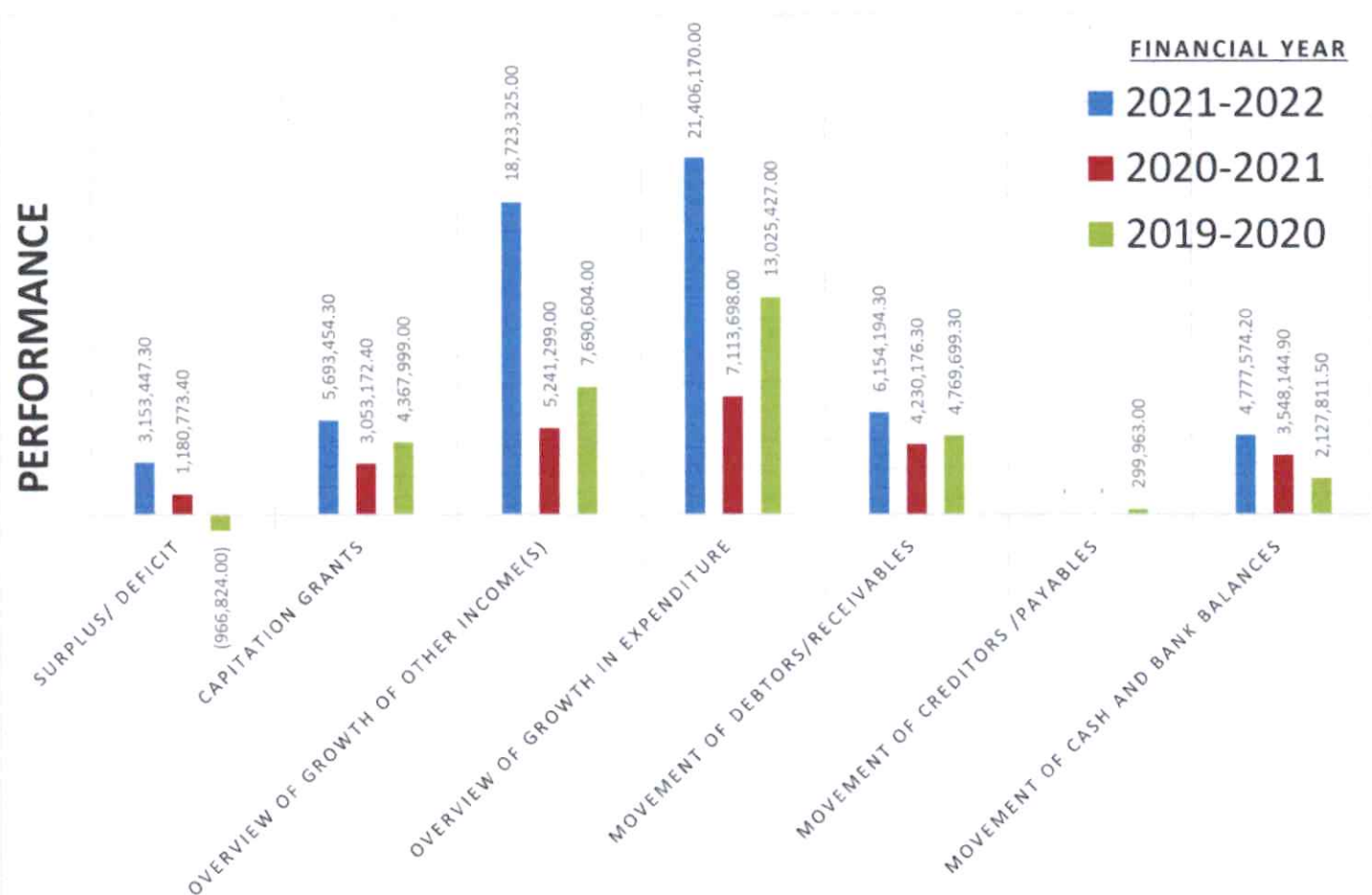
IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

3. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

The following is a table summary report of the performance of the school

| a) Financial performance: | | | |
|---|---------------|--------------|---------------|
| | 2021-2022 | 2020-2021 | 2019-2020 |
| Surplus/ deficit | 3,153,447.30 | 1,180,773.40 | (966,824.00) |
| Capitation grants | 5,693,454.30 | 3,053,172.40 | 4,367,999.00 |
| overview of growth of other income(s) | 18,723,325.00 | 5,241,299.00 | 7,690,604.00 |
| overview of growth in expenditure | 21,406,170.00 | 7,113,698.00 | 13,025,427.00 |
| Movement of debtors/Receivables | 6,154,194.30 | 4,230,176.30 | 4,769,699.30 |
| Movement of creditors /Payables | - | - | 299,963.00 |
| Movement of cash and bank balances | 4,777,574.20 | 3,548,144.90 | 2,127,811.50 |
| Ratio of capitation grant per student over the last three years | 1:16,745.45 | 1:9,977.69 | 1:14,560 |

GRAPH FOR SCHOOL FINANCIAL PERFORMANCE REPORT



IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022
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:

| | 2021-2022 | 2020-2021 | 2019-2020 |
|---|------------------------|----------------------|----------------------|
| b) Teacher Student ratio: | | | |
| The teacher to student ratio | 1:19 | 1:18 | 1:19 |
| Number of teachers recruited and posted to the school within the year | 1 | 2 | 4 |
| Number of teachers that were transferred/ retired during the period | 1 | 0 | 2 |
| Number of teachers employed by TSC | 13 | 2 | 2 |
| Number of teachers employed by BOM. | 4 | 4 | 5 |
| Number of teachers the school has for each subject in order to indicate shortage/ allocation of resources | | | |
| SUBJECTS | NO. of Teachers | | |
| MATHS | 2 | 3 | 3 |
| ENGLISH | 3 | 3 | 3 |
| KISWAHILI | 3 | 3 | 2 |
| CHEMISTRY | 3 | 3 | 2 |
| PHYSICS | 1 | 2 | 2 |
| BIOLOGY | 4 | 4 | 3 |
| HISTORY | 2 | 2 | 2 |
| CRE | 2 | 2 | 1 |
| AGRICULTURE | 1 | 1 | 1 |
| BUSINESS STUDIES | 1 | 1 | 1 |
| GEOGRAPHY | 1 | 1 | 1 |
| COMPUTER STUDIES | 0 | 0 | 0 |
| c) Mean score in the 2022 KCSE: | | | |
| performance of the school for each over the last three years | | | |
| Number of students that have since transitioned to institutions of higher learning | 3 | 9 | 3 |
| Mean score | 4.5 | 4.7 | 4.1 |
| comment on improvement or otherwise as compared to the school's set score. | Target not achieved | Target not achieved | Target not achieved |
| d) Number of Candidates in the 2022 KCSE: | | | |
| Number of candidates sitting for KCSE over the last three years. | 56 | 67 | 67 |
| e) Capacity of the school: | | | |
| Number of students in the school | 340 | 306 | 300 |
| Dormitories | 3 | 3 | 3 |
| Dinning hall, | 1 | 1 | 1 |
| laboratories, | 1 | 1 | 1 |
| Toilets | 31 | 31 | 31 |
| Land with legal ownership with dispute since 2018 | 5.0Ha, No title deed | 5.0Ha, No title deed | 5.0Ha, No title deed |
| Other amenities. | | | |

IKANGA GIRLS' SECONDARY SCHOOL

Annual Report and Financial Statements

For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: P.O BOX 2-90209,IKANGA

Telephone: 0705041830

E-mail: ikangagirls@gmail.com

Website 0

Facebook:Twiter 0

(f) School Bankers

The school operated accounts in the following banks:

- 1 Name of Bank: NATIONAL BANK-BOARDING A/C
Branch: MUTOMO
Account Number: 01021051801300

- 2 Name of Bank: NATIONAL BANK-SAVING A/C
Branch: MUTOMO
Account Number: 01242051801300

- 3 Name of Bank: NATIONAL BANK-CDF A/C
Branch: MUTOMO
Account Number: 01022222186900

- 4 Name of Bank: NATIONAL BANK -OPERATION A/C
Branch: MUTOMO
Account Number: 01021052784401

- 5 Name of Bank: NATIONAL BANK -TUITION A/C
Branch: MUTOMO
Account Number: 0102505784400

- 6 Name of Bank: EQUITY BANK -INFRASTRUCTURE A/C
Branch: MUTOMO
Account Number: 1670279077253

- 7 MPESA Pay Bill No. 7047806 Attached to NATIONAL BANK- 0102105180130

(g) Independent Auditors

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

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

f) Development projects carried out by the school:

| Project | Source fund | Initial cost (Ksh) | Amount spent (Ksh) | Year | Expected Completion Time |
|---|--------------------|---------------------------|---------------------------|-------------|---------------------------------|
| Construction & renovation of classrooms | MOE | 2,690,990 | 2,690,990 | 2020 | Completed |
| Construction of dormitory | MOE | 3,661,865 | 2,753,045 | 2021/2022 | Feb-23 |
| | | | | | |

Sign 

THE PRINCIPAL
 IKANGA GIRLS SEC. SCHOOL
 P. O. Box 2 - 90206
 IKANGA - KITUI

School Principal

IKANGA GIRLS' SECONDARY SCHOOL

Annual Report and Financial Statements

For the year ended 30th June 2022


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 of Kenya from time to time.

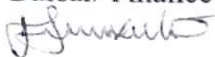
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Ikanga Girls' sec.sch 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.

Name: DENNIS MUKUU
Designation: Chairman, School Board of Management
Sign: 
Date: 15/7/2024

Name: PHYLLS M. NDIVO
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 15/7/2024

Name: JOHN K. MUKUTHI
Designation: Bursar/ Finance Officer
Sign: 
Date: 15/7/2024

THE PRINCIPAL
IKANGA GIRLS' SEC. SCHOOL
P. O. Box 2 - 90200
IKANGA - KITUI

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 IKANGA GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - KITUI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Ikanga Girls' Secondary School – Kitui County set out on pages 1 to 18, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, 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 effects 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 Ikanga Girls' Secondary School – Kitui County 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

Unsupported Account Receivables

The statement of financial assets and financial liabilities and Note 11 to the financial statements reflects account receivables balance of Kshs.6,154,694. Included in the amount is Kshs.2,704,980 being long outstanding debts from prior years. However, the balance was not supported with students' personal information. Further, significant accounting policies on accounts receivables as disclosed in Note 11 is silent on the treatment of students' fee balances which is a major source of income for the School.

In the circumstances, the accuracy and completeness of the receivable balance of Kshs.6,154,694 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.15,661,191 against actual receipts of Kshs.16,668,244 resulting to an over-collection of Kshs.1,007,053 or 116% of the budget. However, the School spent Kshs.13,068,471 against actual receipts of Kshs.16,668,244 resulting to under-utilization of Kshs.3,599,773 or 22% of actual receipts. In addition, the School's budget was not balanced.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, one issue was raised under Report on Financial Statements, and several issues under Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2022.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delayed Purchase of a School Bus

The School started a project of acquiring a bus in the year 2018 at a cost of Kshs.6,400,000. Parents and the community raised Kshs.1,160,000 in 2018 and savings from the School of Kshs.400,000 all totalling Kshs.1,560,000.00 which was paid to a supplier in the month of August, 2018. Further, Kitui South Constituency Development Fund gave the School Kshs.1,000,000 which was deposited in a Commercial Bank which still remains un-utilized to date.

As at the time of the audit in the month of June, 2024, a total of Kshs.3,760,000.00 had been raised for the purchase of the bus. A letter dated 1 May, 2021 by the supplier, requested for a payment of Kshs.2,493,303 00 being 50% before registration of the unit which was in addition to the initial deposit of Kshs.1,560,000 made in 2018.

The initial purchase price of the bus of Kshs 6,400,000 has increased by Kshs.1,706,000 to Kshs.8,106,000.00. However, minutes of the Board of Management (BOM) Executive Committee held on 15 September, 2023 on the School Bus, resolved to have a funds drive to top up the amount in the account and purchase a small bus instead of the initial big bus by the end of the year. The issue is still pending with the Management.

In the circumstances, value for money and regularity on the delayed purchase of the School bus could not be confirmed.

2. Inaccurate Disclosures

Management presented the statement of receipts and payments and the statement of cash flows as for the period ended 30 June, 2022 instead of for the year ended 30 June, 2022. This was contrary to Public Sector Accounting Standards Reporting template for the financial year 2021/2022. The presentation of the two statements could provide misleading information.

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

3. Failure to Prepare School Improvement Plan

During the period 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.

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 26 July, 2023 instead of the statutory deadline of 30 September, 2022. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September, 2022 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

5. Incomplete Fixed Assets Register

Annex 2 to the financial statements reflects a summary of fixed assets register balance of Kshs.80,000 as at 30 June, 2022 relating to intangible assets. The register excludes the cost of assets of two parcels of land, building and structures, office equipment and text books owned by the School

In the circumstances, the ownership and safe custody of the school's assets as at 30 June, 2022 could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

28 November, 2024

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

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

| DESCRIPTION OF VOTE HEAD | Note | 2021-2022 | 2020-2021 |
|--|------|----------------------|---------------------|
| | | Kshs | Kshs |
| RECEIPTS | | | |
| Capitation grants for tuition | 1 | 1,058,222.60 | 382,923.25 |
| Capitation grants for operations | 2 | 4,619,714.70 | 2,670,249.15 |
| School Fund Income- Parents' Contributions | 3 | 16,918,594.00 | 4,369,028.00 |
| School Fund Income- Other receipts | 4 | 974,869.00 | 305,600.00 |
| Proceeds from borrowings | | - | - |
| TOTAL RECEIPTS | | 23,571,400.30 | 7,727,800.40 |
| PAYMENTS | | | |
| Payments for Tuition | 5 | 983,166.00 | 378,200.00 |
| Payments for operations | 6 | 5,770,897.00 | 1,538,691.00 |
| Boarding and school fund payments | 7 | 13,376,984.00 | 4,891,207.00 |
| TOTAL PAYMENTS | | 20,131,047.00 | 6,808,098.00 |
| SURPLUS/DEFICIT | | 3,440,353.30 | 919,702.40 |

The school financial statements were approved on 15/7/2022 and signed by:

Sign: [Signature]

Sign: [Signature]

Sign: [Signature]

Name: Jayaster Mungira
 Chair BOM

Name: Phillip M. Ndoro
 School principal/Secretary to BOM

Name: John K. Mukuthi
 Bursar

IKANGA GIRLS SEC. SCHOOL
 P. O Box 2 - 90209
 IKANGA - KITUI

Date: 15/7/2022

Date: 15/7/2022

Date: 15/7/2022

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

7. 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 | 4,954,330.30 | 3,531,506.00 |
| Cash Balances | 9 | 23,173.90 | 16,638.90 |
| Short term Investment | 10 | - | - |
| Total Cash and cash equivalent | | 4,977,504.20 | 3,548,144.90 |
| Account's receivables | 11 | 6,154,194.30 | 4,230,176.30 |
| TOTAL FINANCIAL ASSETS | | 11,131,698.50 | 7,778,321.20 |
| FINANCIAL LIABILITIES | | | |
| Accounts Payables | 12 | 174,095.00 | 261,071.00 |
| NET FINANCIAL ASSETS | | 10,957,603.50 | 7,517,250.20 |
| REPRESENTED BY | | | |
| Accumulated Fund b/fwd | 13 | 7,517,250.20 | 6,597,547.80 |
| Surplus/Deficit for the year | | 3,440,353.30 | 919,702.40 |
| NET FINANCIAL POSITION | | 10,957,603.50 | 7,517,250.20 |

Name: Joyce Muning
 Chairman, BoM

Name: Phillip M. Ndlovu
 School principal/secretary to BoM

Name: JOHN K. MUKURITHI
 Bursar/Finance officer

Sign: [Signature]

Sign: [Signature]
THE PRINCIPAL
 IKANGA GIRLS SEC. SCHOOL
 P. O. Box 2 - 90209
 IKANGA - KITUI

Sign: [Signature]

Date: 15/7/2024

Date: 15/7/2024

Date: 15/7/2024

IKANGA GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

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

| | | 2021-2022 | 2020-2021 |
|--|----------|-----------------------|---------------------|
| | | Kshs | Kshs |
| CASHFLOW FROM OPERATING ACTIVITIES | | | |
| Receipts for operating income | | | |
| Capitation grants for tuition | 1 | 1,058,222.60 | 382,923.25 |
| Capitation grants for operations | 2 | 4,619,714.70 | 2,670,249.15 |
| School fund income- Parents contributions/ fees | 3 | 14,258,425.00 | 4,369,028.00 |
| School fund income- other receipts | 4 | 1,485,520.00 | 305,600.00 |
| Total receipts | | 21,421,882.30 | 8,022,360.40 |
| Payments | | | |
| Payments for Tuition | | 983,166.00 | 378,200.00 |
| Payments for operations | | 3,017,852.00 | 1,593,691.00 |
| Boarding and school fund payments | | 13,238,460.00 | 4,630,136.00 |
| Total payments | | 17,239,478.00 | 6,602,027.00 |
| Net cash flow from operating activities | | 4,182,404.30 | 1,420,333.40 |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| Proceeds from Sale of Assets | | - | - |
| Acquisition of Assets-Construction of dormitory | | (2,753,045.00) | - |
| Proceeds from investments | | - | - |
| Purchase of investments | | - | - |
| Net cash flows from Investing Activities | | (2,753,045.00) | - |
| CASHFLOW FROM BORROWING/FINANCING ACTIVITIES | | | |
| Proceeds from borrowings/ loans | | - | - |
| Repayment of principal borrowings | | - | - |
| Net cash flow from financing activities | | - | - |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | | 1,429,359.30 | 1,420,333.40 |
| Cash and cash equivalent at BEGINNING of the year | | 3,548,144.90 | 2,127,811.50 |
| Cash and cash equivalent at END of the year | | 4,977,504.20 | 3,548,144.90 |

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.

IKANDA GIRLS' SECONDARY SCHOOL

Annual Report and Financial Statements

For the year ended 30th June 2022

4

| 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 | | | | | | |
| <i>(1) CAPITATION GRANT ON TUITION</i> | | | | | | |
| Teaching / learning materials | 1,078,140.0 | - | 1,078,140.0 | 1,058,222.6 | 19,917.4 | 98.15% |
| TOTAL | 1,078,140.00 | - | 1,078,140.00 | 1,058,222.60 | 19,917.40 | 98.15% |
| <i>(2) CAPITATION GRANT ON OPERATIONS</i> | | | | | | |
| Repairs and maintenance | 1,700,000.0 | - | 1,700,000.0 | 1,682,000.0 | 18,000.0 | 98.94% |
| Medical | 68,000.0 | - | 68,000.0 | 65,200.0 | 2,800.0 | 95.88% |
| Othervoteheads | 3,196,000.0 | - | 3,196,000.0 | 2,872,514.7 | 323,485.3 | 89.88% |
| TOTAL | 4,964,000.00 | - | 4,964,000.00 | 4,619,714.70 | 344,285.30 | 284.70% |

IKANGA GIRLS' 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 | | | | | | |
| Personnel emoluments | - | - | - | - | - | |
| Repairs and maintenance | 850,113.3 | - | 850,113.3 | 945,200.0 | (95,086.7) | 111.19% |
| Local transport / travelling | - | - | - | - | - | |
| Electricity and water | - | - | - | - | - | |
| Medical | - | - | - | - | - | |
| Othervoteheads | 4,734,050.0 | - | 4,734,050.0 | 5,410,055.0 | 10,980.0 | 99.77% |
| Administration costs | - | - | - | - | - | |
| Activity | - | - | - | - | - | |
| Fee on Boarding Equipment and Stores | 10,077,027.7 | - | 10,077,027.7 | 10,312,989.0 | (892,960.3) | 108.86% |
| IGA | - | - | - | - | - | |
| 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 | 15,661,191.0 | - | 15,661,191.0 | 16,668,244.0 | (896,467.0) | 310.33% |

IKIGA GIRLS' 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 |
| (1) EXPENDITURE FOR TUITION | | | | | | |
| Teaching / learning materials | 1,078,140.0 | - | 1,078,140.0 | 983,166.00 | 94,974.0 | 91.19% |
| TOTAL | 1,078,140.00 | - | 1,078,140.00 | 983,166.00 | 94,974.00 | 91.19% |
| (2) EXPENDITURE FOR OPERATIONS | | | | | | |
| Personnel emoluments | - | - | - | - | - | |
| Repairs, maintenance & improvements | 1,700,000.0 | - | 1,700,000.0 | 2,753,045.0 | (1,053,045.0) | 161.94% |
| Othervoteheads | 3,196,000.0 | | 3,196,000.0 | 2,855,592.0 | 182,053.0 | 94.30% |
| TOTAL | 4,956,000.00 | - | 4,956,000.00 | 5,608,637.00 | (810,992.00) | 256.25% |

IKANGA GIRLS' 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) EXPENDITURE FOR SCHOOL FUND | | | | | | |
| Personnel emoluments | - | - | - | - | - | |
| Repairs, maintenance and improvements | 850,113.33 | - | 850,113.33 | 812,020.0 | 44,493.33 | 95.52% |
| Activity | 54,000.00 | - | 54,000.00 | 51,469.0 | 3,831.0 | 92.91% |
| Other vote heads | 4,734,050.00 | - | 4,734,050.00 | 4,233,783.0 | 346,404.0 | 92.68% |
| Boarding Equipment and Stores | 8,891,495.00 | - | 8,891,495.00 | 7,971,199.0 | 1,049,981.0 | 88.19% |
| TOTALS | 14,529,658.33 | - | 14,529,658.33 | 13,068,471.00 | 1,444,709.33 | 368.55% |

IKANGA GIRLS' SECONDARY SCHOOL

Reports and Financial Statements

For the year ended 30th June 2022

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 imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *school* and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs and the related cash has actually been paid out by the *school*.

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

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 CAPITATION GRANT FOR TUITION

| | 2021-2022 | 2020-2021 |
|-----------------------------|---------------------|-------------------|
| | Kshs | Kshs |
| Textbooks | - | - |
| Exercise books | - | - |
| Laboratory Equipments | - | - |
| Teaching/learning materials | 1,058,222.60 | 382,923.25 |
| Chalks | - | - |
| Internal exams | - | - |
| Reference materials | - | - |
| Bank charges | - | - |
| Total | 1,058,222.60 | 382,923.25 |

2 CAPITATION GRANT FOR OPERATIONS

| | 2021-2022 | 2020-2021 |
|-------------------------|---------------------|--------------------|
| | Kshs | Kshs |
| Repairs and maintenance | 1,682,000.00 | 1,128,000.00 |
| Medical | 65,200.00 | - |
| Other voteheads | 2,872,514.70 | 1,542,249.15 |
| KUDHEHIA | - | - |
| NSSF | - | - |
| NHIF | - | - |
| Teachers Sacco | - | - |
| Total | 4,619,714.70 | 2,670,249.2 |

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

| | 2021-2022 | 2020-2021 |
|--------------------------------------|----------------------|---------------------|
| | Kshs | Kshs |
| Repairs and maintenance | 945,200.00 | 426,710.00 |
| Activity | 250,350.00 | 29,900.00 |
| Fee on Boarding Equipment and Stores | 10,312,989.00 | 2,177,308.00 |
| Other voteheads | 5,410,055.00 | 1,735,110.00 |
| Total | 16,918,594.00 | 4,369,028.00 |

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

| | 2021-2022 | 2020-2021 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Unrepaid fee | | |
| Income from grants and donations*(CDF Bursary) | 656,999.00 | 305,600.00 |
| County Govt Of Kitui | 200,000.00 | - |
| NHIF | - | - |
| KUDHEHIA | - | - |
| Uniform | 117,870.00 | - |
| Teachers Sacco | - | - |
| Total | 974,869.00 | 305,600.00 |

(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 |
| Textbooks | - | - |
| Exercise books | - | - |
| Laboratory Equipments | - | - |
| Teaching/learning materials | 979,906.00 | 377,960.00 |
| Chalks | - | - |
| Internal exams | - | - |
| Reference materials | - | - |
| Bank charges | - | - |
| Administration costs | 3,260.00 | 240.00 |
| Total | 983,166.00 | 378,200.00 |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

| | 2021-2022 | 2020-2021 |
|--------------------------|---------------------|---------------------|
| | Kshs | Kshs |
| Administration Cost | 1,625.00 | - |
| Medical | 2,280.00 | - |
| NSSF | 88,038.00 | - |
| NHIF | 31,600.00 | - |
| KUDHEHIA | 15,517.00 | - |
| Infrastructure-Dormitory | 2,753,045 | - |
| Teachers Sacco | 23,200.00 | - |
| Other voteheads | 2,855,592.00 | 1,538,691.00 |
| TOTAL | 5,770,897.00 | 1,538,691.00 |

7 BOARDING AND SCHOOL FUND PAYMENTS

| | 2021-2022 | 2020-2021 |
|--|----------------------|---------------------|
| | Kshs | Kshs |
| Repairs and maintenance & Improvements | 812,020.00 | 90,300.00 |
| Boarding Equipment and Stores | 7,971,199.00 | 4,058,272.00 |
| KUDHEHIA | 18,187.00 | - |
| NSSF | 103,186.00 | - |
| NHIF | 37,000.00 | - |
| Teachers Sacco | 32,200.00 | - |
| Uniform | 117,870.00 | - |
| Activity Expenses | 51,469.00 | 21,290.00 |
| Fees refund | - | - |
| Bursary payent to students | - | - |
| Other voteheads | 4,233,783.00 | 721,345.00 |
| Miscellaneous | 70.00 | - |
| TOTAL | 13,376,984.00 | 4,891,207.00 |

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

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 | 0102505784400 | 88,047.15 | 12,990.55 |
| Operations Account | 01021052784401 | 117,736.65 | 699,412.95 |
| School Fund Account/Boarding | 01021051801300 | 1,576,395.06 | 848,046.06 |
| Savings Account | 01242051801300 | 1,960,841.44 | 389,006.44 |
| CDF Account | 01022222186900 | 1,199,930.00 | 1,000,000.00 |
| Infrastructural Account | 1670279077253 | 11,380.00 | 582,050.00 |
| Total | | 4,954,330.30 | 3,531,506.00 |

9 CASH IN HAND

| Description | 2021-2022 | 2020-2021 |
|---------------------|------------------|------------------|
| | Kshs | Kshs |
| Tuition Account | - | - |
| Operation Account | 2,598.30 | 1,434.30 |
| School Fund account | 20,575.60 | 15,204.60 |
| Total | 23,173.90 | 16,638.90 |

10 SHORT TERM INVESTMENTS

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

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

| Description | 2021-2022 | 2020-2021 |
|----------------------------|---------------------|---------------------|
| | Kshs | Kshs |
| Fees arrears | 6,153,694.30 | 4,204,176.30 |
| Other non-fees receivables | - | - |
| Salary advances | 500.00 | 26,000.00 |
| Imprest | | - |
| Total | 6,154,194.30 | 4,230,176.30 |

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

| Description | 2021-2022 | 2020-2021 |
|---|---------------------|---------------------|
| | Kshs | Kshs |
| Fees arrears for current year | 2,660,169.00 | 788,545.00 |
| Fees arrears for the previous year | 788,545.00 | 1,846,113.00 |
| Fees arrears for prior periods (over two years) | 2,704,980.30 | 1,569,518.30 |
| Total | 6,153,694.30 | 4,204,176.30 |

12 ACCOUNTS PAYABLE

| Description | 2021-2022 | 2020-2021 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Trade creditors (See ageing below and appendix 1) | - | - |
| Prepaid fees | 174,095.00 | 261,071.00 |
| Cautions Money | - | - |
| Total | 174,095.00 | 261,071.00 |

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

| Description | 2021-2022 | 2020-2021 |
|--|-----------|-------------------|
| | Kshs | Kshs |
| Trade creditors for current year | - | 261,071.00 |
| Trade creditors for the previous year | - | - |
| Trade creditors for prior periods (over two years) | - | - |
| Total | - | 261,071.00 |

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)
13 FUND BALANCE BROUGHT FORWARD

| Description | 2021-2022 | 2020-2021 |
|--------------------|----------------------|---------------------|
| | Kshs | Kshs |
| Bank balances | 4,754,400.30 | 3,531,506.00 |
| Cash balances | 23,173.90 | 16,638.90 |
| Receivables | 6,154,194.30 | 4,230,176.30 |
| Payables | (174,095.00) | - |
| Total | 10,757,673.50 | 7,778,321.20 |

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022
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.

#VALUE!

| Description | | | | | 2021-2022 | 2020-2021 |
|---|--------------|--------------|--|--|-----------|-----------|
| | COST | PAID | | | Kshs | Ksh |
| Motor vehicles-School bus (The School paid Kshs1,560,000 to Kenya Coach industries (KCI) year 2018 for 51 seater bus, upto date the school is still source for the balance. | 8,106,000.00 | 1,560,000.00 | | | 6,546,000 | - |
| Land 1 (There is on going Land Case No.6 of 2018 which has not been resolved by the court of Law. | 1 | | | | - | - |
| Hire purchase | N/A | | | | - | - |
| Gratuity and leave provision | N/A | | | | - | - |
| Total | | | | | | |

15 Biological assets

| Description | Numbers | Opening Balance in Units | Increase during the year | Disposals during the year | At the end of the year | 2021-2022 | 2020-2021 |
|----------------|---------|--------------------------|--------------------------|---------------------------|------------------------|-----------|-----------|
| | | | | | | Kshs | Ksh |
| Cattle | - | 0 | 0 | 0 | 0 | - | - |
| Goats | - | 0 | 0 | 0 | 0 | - | - |
| Trees | - | 0 | 0 | 0 | 0 | - | - |
| Coffee or tea | - | 0 | 0 | 0 | 0 | - | - |
| Pigs & Donkeys | - | 0 | 0 | 0 | 0 | - | - |
| Poultry | | 0 | 0 | 0 | 0 | - | - |
| Total | | | | | | - | - |

16 Borrowings

| Description | | | | | 2021-2022 | 2020-2021 |
|------------------------------------|-----|--|--|--|-----------|-----------|
| | | | | | Kshs | Ksh |
| i) Borrowings | | | | | | |
| Borrowing at beginning of the year | N/A | | | | - | - |
| Borrowings during the year | N/A | | | | - | - |
| Repayments of during the year | N/A | | | | - | - |
| Balance at end of the year | N/A | | | | - | - |

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Other important disclosure notes

17 Stock/ Inventory

| Description | 2021-2022 | 2020-2021 |
|--|-------------------|-------------------|
| | KShs | KShs |
| Stock/ inventory at beginning of the year | 670,397.00 | 261,086.00 |
| Stock/ inventory purchased during the year | 4,289,755.00 | 2,192,396.00 |
| Stock/ inventory issued during the year | (4,608,106.00) | (1,783,085.00) |
| Balance at end of the year | 352,046.00 | 670,397.00 |

IKANGA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

18 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) |
|----------------|--|----------------------------|--|---|
| | | | | |
| | | | | |
| | | | | |

IKANGA GIRLS' SECONDARY SCHOOL

Reports and Financial Statements

For the year ended 30th June 2022

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

| Supplier of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 2022 | Outstanding Balance 2021 | Comments |
|----------------------------------|-----------------|-----------------|---------------------|--------------------------|--------------------------|----------|
| | a | b | c | d=a-c | | |
| | Kshs | | Kshs | Kshs | Kshs | |
| Construction of buildings | | | | | | |
| | | | | - | | |
| Sub-Total | - | | | - | - | |
| Supply of goods | | | | | | |
| | | | | - | - | |
| Sub-Total | - | | - | - | - | |
| Supply of services | | | | | | |
| | - | | - | - | - | |
| | - | | | - | | |
| Sub-Total | - | | - | - | - | |
| Grand Total | - | | - | - | - | |

IKANGA GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

| Asset class | Date purchased | Location | Units | Historical Cost b/f (Kshs) 1 st July 2021 | Additions during the year (Kshs) | Disposals during the year (Kshs) | Historical Cost c/f (Kshs) 30 th June 2022 |
|---|----------------|----------|-------|--|----------------------------------|----------------------------------|---|
| Land 1 (There is on going Land Case No.6 of 2018 which has not been resolved by the court of Law. | | | | | | | - |
| Land 2 | | | 0 | | | | - |
| Buildings and structures | | | 34 | | | | - |
| Motor vehicles-School bus (The School paid Kshs1,560,000 to Kenya Coach Industries (KCI) year 2018 for 51 seater bus, upto date the school is still source for the balance. | | | 0 | | | | - |
| Office equipment, furniture and fittings | | | 83 | | | | - |
| ICT Equipment, and Other ICT Assets | | | 6 | | | | - |
| Tools and apparatus | | | 15 | | | | - |
| Textbooks | | | 8701 | | | | - |
| Other Machinery and Equipment | | | 0 | | | | - |
| Heritage and cultural assets | | | 1 | | | | - |
| Intangible assets- software | 20/07/2017 | | 1 | 80,000.00 | | | 80,000.00 |
| Total | | | | | | | 80,000.00 |

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

IKANGA GIRLS' SECONDARY SCHOOL

P.O BOX 2-90209,IKANGA

TUITION ACCOUNT

INCOPROPARED TRIAL BALANCE AS AT 30TH JUNE 2022

| VOTE HEAD | L.F | CAPITATION | | Adjustments | | Final TB | | |
|-----------------------------|-----|------------|--------------|--------------|----|--------------|--------------|-----------|
| | | GRANT | DR | CR | DR | CR | DR | CR |
| OPENING BALANCE | | | | | | | | |
| Cash at bank | | | - | 12,990.55 | | | - | 12,990.55 |
| Teaching/learning materials | 1 | 1,078,140 | 979,906.00 | 1,058,222.60 | - | 979,906.00 | 1,058,222.60 | |
| Admin costs/Bank charges | 2 | - | 3,260.00 | - | | 3,260.00 | - | |
| | | - | - | - | | - | - | |
| | | - | - | - | | - | - | |
| | | - | - | - | | - | - | |
| Bank balance | | | 88,047.15 | - | | 88,047.15 | - | |
| Balance c/d | | 1,078,140 | 1,071,213.15 | 1,071,213.15 | - | 1,071,213.15 | 1,071,213.15 | |

Prepared by: John K. Mukuthi

Bursar

Sign: 

Date: 15/7/2024

Checked and Approved By: Phyllis M. Ndivo

Principal/Secretary BOM

Sign: 

Date: 15/7/2024

THE PRINCIPAL
IKANGA GIRLS SEC. SCHOOL
P. O Box 2 - 90209
IKANGA - KITUI

IKANGA GIRLS' SECONDARY SCHOOL

P.O BOX 2-90209,IKANGA

OPERATION ACCOUNT

INCORPORATED TRIAL BALANCE AS AT 30TH JUNE 2022

| VOTE HEAD | L.F | APPROVED ESTIMATES | DR | CR | Adjustments | | Final TB | |
|--------------------------------|------|--------------------|---------------------|---------------------|-------------|----|---------------------|---------------------|
| | | | | | DR | CR | DR | CR |
| OPENING BALANCE | | | | | | | | |
| Cash in hand | | | | 1,434.30 | - | | - | 1,434.30 |
| Cash at bank-Operation | #### | | - | 699,412.95 | - | | - | 699,412.95 |
| Cash at bank-Infrastructure | | | | 582,050.00 | | | | 582,050.00 |
| Admin Cost/Bank charges | | - | 1,625.00 | - | | | 1,625.00 | - |
| Maintenance & improvement | 1 | 1,700,000.00 | - | 1,682,000 | - | | - | 1,682,000.00 |
| Medical & Insurance | 8 | 65,200.00 | 2,280 | 65,200 | | | 2,280.00 | 65,200.00 |
| Other Voteheads | 2 | 3,196,000.00 | 2,855,592.00 | 2,872,515 | - | - | 2,855,592.00 | 2,872,514.70 |
| KUDHEHIA | 6 | 15,517.00 | 15,517 | - | | | 15,517.00 | - |
| NHIF | 4 | | 31,600 | - | | | 31,600.00 | - |
| NSSF | 3 | - | 88,038 | - | - | | 88,038.00 | - |
| FDSE Infrastructure ,Dormitory | | | 2,753,045.00 | - | | | 2,753,045.00 | - |
| Teachers Sacco | 5 | | 23,200 | - | | | 23,200.00 | - |
| | | | | | | | - | - |
| | | | | | | | - | - |
| CLOSING BALANCE | | | | | | | | |
| Cash in hand | | | 2,598.30 | - | | | 2,598.30 | - |
| Cash at bank-Operation | | | 117,736.65 | - | | | 117,736.65 | - |
| Cash at bank-Infrastructure | | | 11,380.00 | - | | | 11,380.00 | - |
| | | 4,976,717 | 5,902,611.95 | 5,902,611.95 | - | - | 5,902,611.95 | 5,902,611.95 |

Prepared by: John K. Mukuthi

Bursar

Sign: 

Date: 15/7/2024

THE PRINCIPAL
IKANGA GIRLS SEC. SCHOOL
 P. O Box 2 - 90209
 IKANGA - KITUI

Checked and Approved By: Phyllis M. Ndivo

Principal/Secretary BOM

Sign: 

Date: 15/7/2024

IKANGA GIRLS' SECONDARY SCHOOL
P.O BOX 2-90209,IKANGA
BOARDING ACCOUNT
INCORPORATED TRIAL BALANCE AS AT 30TH JUNE

| VOTE HEAD | L.F | APPROVED ESTIMATES | 2022 | | Adjustments | | Final TB | |
|---------------------------------|-----|--------------------|----------------------|----------------------|---------------------|---------------------|----------------------|----------------------|
| | | | DR | CR | DR | CR | DR | CR |
| OPENING BALANCE | | | | | | | | |
| Cash in hand-Boarding | | | | 15,204.60 | | | | 15,204.60 |
| Cash at bank-Boarding | | | | 848,046.06 | | | | 848,046.06 |
| Cash at bank-Savings A/c | | | | 389,006.44 | | | | 389,006.44 |
| Personal Emoluments | | - | - | - | | | - | - |
| Repairs,Maintainance & Improv | 2 | 850,113 | 805,620 | 864,600 | 6,400 | 80,600 | 812,020.00 | 945,200.00 |
| Local travel and Transport | | - | - | - | | | - | - |
| Electricity,Water & Conservancy | | - | - | - | | | - | - |
| Medical | | - | - | - | | | - | - |
| Administration costs | | - | - | - | | | - | - |
| Activity fees | 4 | - | 50,169 | 226,250 | 1,300 | 24,100 | 51,469.00 | 250,350.00 |
| Boarding ,Equipment & Stores | 1 | 10,077,028 | 7,877,155.00 | 8,444,505.00 | 129,685 | 1,868,484 | 7,971,199.00 | 10,312,989.00 |
| Other Voteheads | 3 | | 4,197,073.00 | 4,723,070.00 | 36,710 | 686,985 | 4,233,783.00 | 5,410,055.00 |
| Bursary | 6 | | | 656,999 | | | | 656,999.00 |
| Miscellaneous | | | 261,071 | - | | | 261,071.00 | - |
| Fees refund | | | 8,195 | | | | 8,195.00 | |
| Uniform | 13 | | 117,870 | 117,870.00 | | | 117,870.00 | 117,870.00 |
| Fees Arrears | 5 | | - | 710,651 | | | - | 710,651.00 |
| NSSF | 7 | | 103,186 | | | | 103,186.00 | |
| NHIF | 8 | | 37,000 | | | | 37,000.00 | |
| Teachers Sacco | 9 | | 32,200 | | | | 32,200.00 | |
| KUDHEHIA | 10 | | 18,187 | | | | 18,187.00 | |
| Prepaid fees | 14 | | - | 43,836.00 | | | - | 43,836.00 |
| Salary Advance | 11 | | 108,600 | 134,100.00 | | | 108,600.00 | 134,100.00 |
| June 2022 Fees debtors | | | - | - | 2,660,169 | | 2,660,169.00 | |
| Fees prepayments-2022 | | | - | - | | 174,095 | - | 174,095.00 |
| CLOSING BALANCE | | | | | | | | |
| Cash in hand-Boarding | | | 20,575.60 | - | | | 20,575.60 | - |
| Cash at bank-Boarding | | | 1,576,395.06 | - | | | 1,576,395.06 | - |
| Cash at bank-Savings A/c | | | 1,960,841.44 | | | | 1,960,841.44 | |
| | | 10,927,141 | 17,174,138.10 | 17,174,138.10 | 2,834,264.00 | 2,834,264.00 | 19,972,761.10 | 19,972,761.10 |

Prepared by:John K.Mukuthi

Bursar

Sign:  Date: 15/7/2024

Checked and Approved By:Phylls M.Ndivo

Principal/Secretary BOM

Sign:  Date: 15/7/2024

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IKANGA -