

REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY	
DATE: 08 NOV 2023	
BY:	Wednesday
CLERK-AT-THE-TABLE:	Hon. Silvanus Osiro, MP Majority Party Whip A. Shituko

REPORT

OF

THE AUDITOR-GENERAL

ON

KIRANGARI BOYS HIGH SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2021**

KIAMBU COUNTY

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY

17 JUL 2023

RECEIVED



KIRANGARI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th June 2021

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

(Kirangari Boys High School)
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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KIRANGARI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2021

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 **KIAMBU** County, **KABETE** Sub-County

The school was Re-registered in 09/2020 under registration number **22S00300623** and is currently categorized as a **County** public school established, owned or operated by the Government.

The school is a boarding school and had 877 number of students as at 30th June 2021. It has 05 streams and 38 teachers of which 7 teachers are employed by the School Board Of Management.

(b) School Board of Management - Board Members

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

Ref	Name of Board Member	Designation	Date of appointment
1	MR ROBERT KINYANJUI	Chairman	06 TH MARCH 2019
2	MR CHARLES WACHIRA	Secretary- Principal	06 TH MARCH 2019
3	MRS JANE NJENGA	Member	06 TH MARCH 2019
4	MRS PAULINE KINYANJUI	Member	06 TH MARCH 2019
5	MS HANNAH WAIHARO	Member	06 TH MARCH 2019
6	MR JAMES NJENGA	Member	06 TH MARCH 2019
7	MRS ELIZABETH MWAURA	Member	06 TH MARCH 2019
8	MR DOMITRIOUS WAINAINA	Member	06 TH MARCH 2019
9	MR JEREMY NJENGA	D/Chairman-Special Interests	06 TH MARCH 2019
10	MR AMOS GATHECHA,EBS	Member – Rep CEB	06 TH MARCH 2019
11	MR ISAIAH MBURU	Member Rep Teachers	06 TH MARCH 2019
12	MRS SYLVIA MUIRURI	Member - Sponsor	06 TH MARCH 2019
13	AMB MICHAEL MUKIRI	Member - Community	06 TH MARCH 2019
14	MR SAM MUTURI	Member - Community	06 TH MARCH 2019
15	MRS MARGRATE NJENGA	Member - Sponsor	06 TH MARCH 2019
16	MR PHILIP KIBUNJA	Member - Sponsor	06 TH MARCH 2019
17	MR JAMES THUO	Member Special Needs	06 TH MARCH 2019
18	MR PAUL MUTHAMA	Rep Students	06 TH MARCH 2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the School
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils discipline and make reports to the CEB
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- Administer and manage the resources of the School
- 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

SER.	COMMITTEE NAME	COMMITTEE MEMBERS	DESIGNATION	NO. OF MEETINGS ATTENDED DURING THE YEAR
1	Executive Committee	Robert Kinyanjui Jane Njenga Jeremy Njenga Charles Wachira Amos Gathecha	BOM CHAIRMAN PA CHAIRPERSON BOM D/CHAIRMAN PRINCIPAL/SEC BOM MEMBER	2
2	Audit Committee	Sam Muturi Pauline Kinyanjui Philip Kibunja	SECRETARY BOM MEMBER BOM MEMBER	0
3	Finance, Procurement and General Purposes Committee	Robert Kinyanjui Jane Njenga Jeremy Njenga Charles Wachira Amos Gathecha	BOM CHAIRMAN PA CHAIRPERSON BOM D/CHAIRMAN PRINCIPAL/SEC BOM MEMBER	1
4	Academic Committee	Charles Wachira James Thuo Hannah Waiharo	SECRETARY BOM MEMBER BOM MEMBER	1
5	Discipline, Ethics and Integrity Committee	Isaiah Mburu Elizabeth Mwaura James Njenga	SECRETARY BOM MEMBER BOM MEMBER	1
6	Human Rights and Students Welfare Committee	Sylvia Muiruri Michael Mukiri Jeremy Njenga	SECRETARY BOM MEMBER BOM MEMBER	0

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	MR CHARLES WACHIRA	305811
2	Deputy Principal	MR ISALIAH MBURU	371657
3	School Bursar	MR SIMON MWANGI	27843291

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 23082-00604 LOWER KABETE
Telephone: 0115693803
E-mail: kirangarihigh@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The school operated 8 number of bank accounts in the following banks:

1. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 1107225078(School Fund A/C)
2. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1102951854(Tuition A/C)
3. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1102951994(Operations A/C)
4. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1165036479(Development A/C)
5. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1217025391(Infrastructure A/C)
6. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 1107581303(Savings A/C)

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7. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 1107553520(Savings A/C)
8. Name of Bank: Kenya Commercial Bank
Branch: Moi Anenue
Account Number: 01/2078(Savings A/C)
9. MPESA PayBill No. 871700 attached to KCB No. 1107225078 bank account

(g) Independent Auditors

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

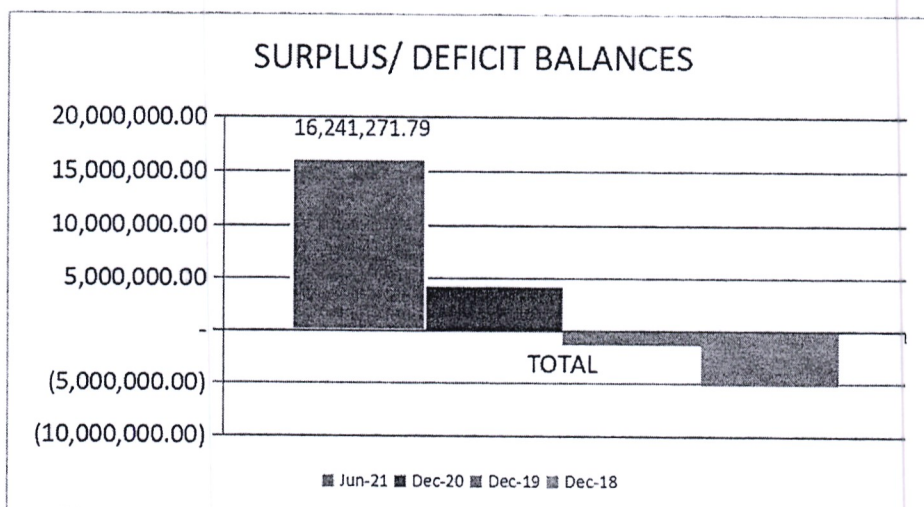
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) **Financial performance:**

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

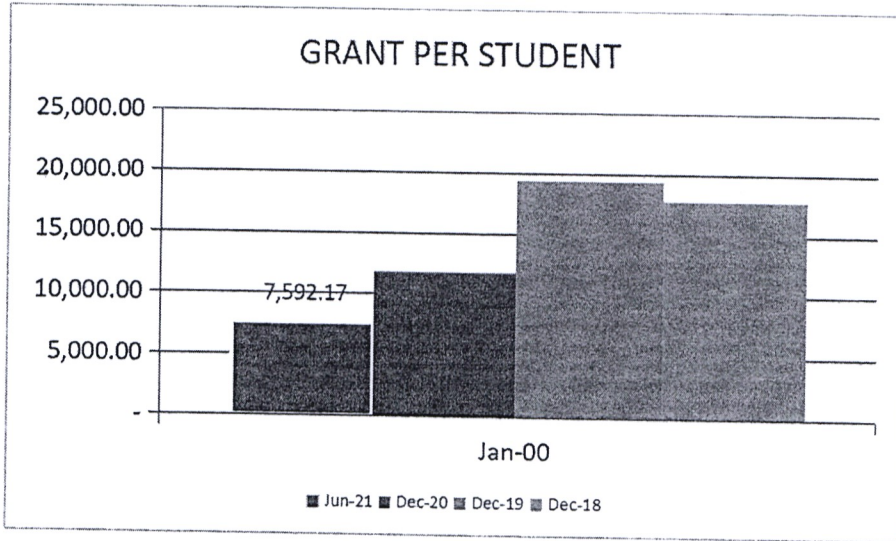
SURPLUS/ (DEFICIT) Kshs ...For the year ended.....				
ACCOUNT	Jun-21	Dec-20	Dec-19	Dec-18
SCHOOL FUND ACCOUNT	-	4,440,794.00	(546,518.00)	(2,654,726.50)
OPERATIONS ACCOUNT	-	(444,502.75)	(296,482.60)	(877,985.60)
TUITION ACCOUNT	-	185,743.00	(476,846.60)	(1,566,172.40)
TOTAL	16,241,271.79	4,182,034.25	(1,319,847.20)	(5,098,884.50)



- Capitation grants from the Ministry of Education for the last three years
- Ratio of capitation grant per student over the last three years

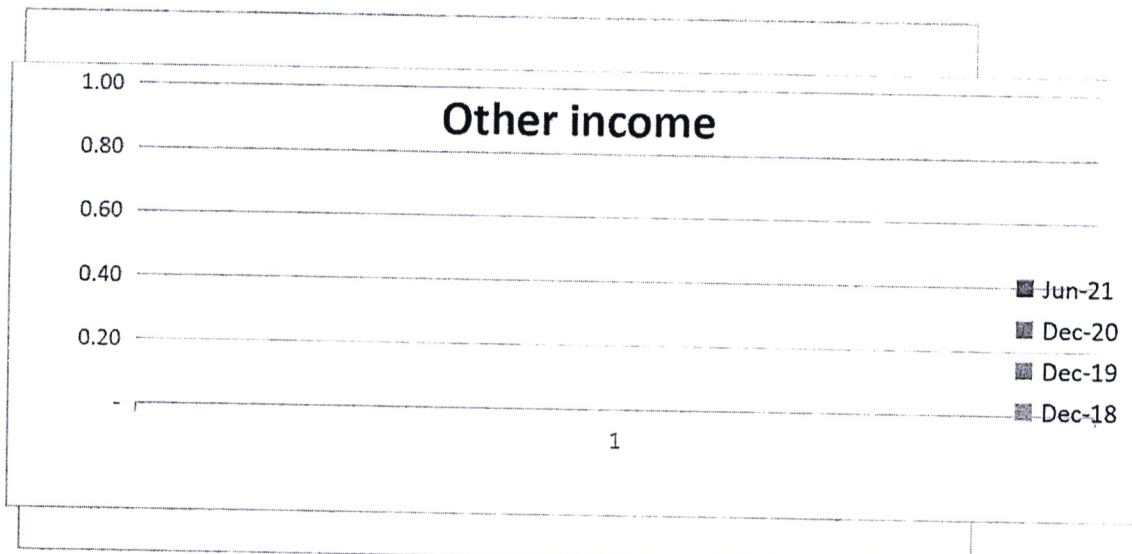
MOE CAPITATION GRANTS Kshs ...For the year ended.....				
ACCOUNT	Jun-21	Dec-20	Dec-19	Dec-18
STUDENT ENROLLMENT	836	765	652	634
OPERATIONS ACCOUNT	5,760,286.00	7,736,925.00	10,465,031.60	7,952,905.61
TUITION ACCOUNT	586,764.50	1,306,675.00	2,213,019.00	3,356,252.60
TOTAL	6,347,050.50	9,043,600.00	12,678,050.60	11,309,158.21
RATIO PER STUDENT	7,592.17	11,821.70	19,444.86	17,837.79

(Kirangari Boys High School)
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For the year ended 30th June 2021



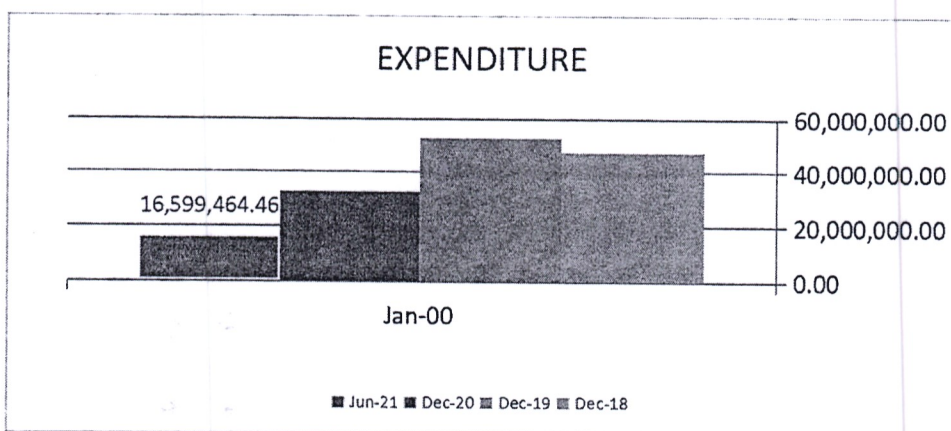
- A three-year overview of growth of other income(s) earned by the school.

<i>OTHER INCOME Kshs ...For the year ended.....</i>				
<i>ACCOUNT</i>	<i>Jun-21</i>	<i>Dec-20</i>	<i>Dec-19</i>	<i>Dec-18</i>
<i>SCHOOL FUND ACCOUNT</i>	-	-	-	-
<i>OPERATIONS ACCOUNT</i>	-	-	-	-
<i>TUITION ACCOUNT</i>	-	-	-	-
<i>TOTAL</i>	-	-	-	-



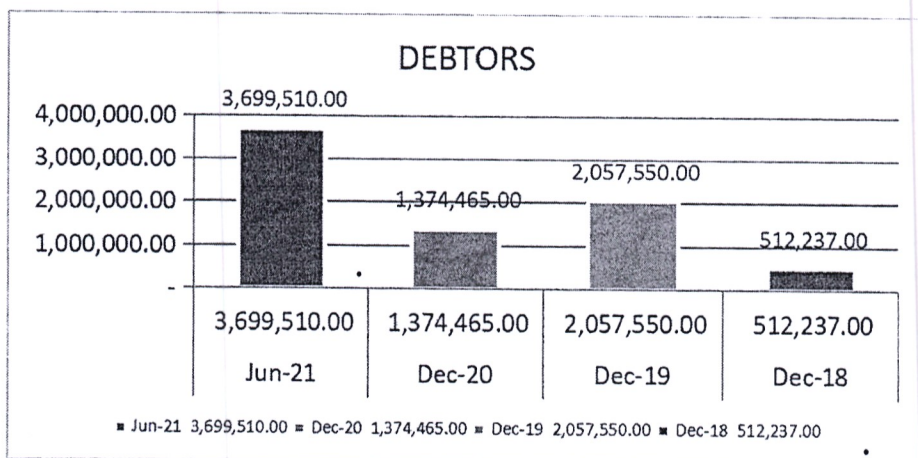
- *A three-year overview of growth in expenditure of the school*

EXPENDITURE Kshs ...For the year ended.....				
ACCOUNT	Jun-21	Dec-20	Dec-19	Dec-18
SCHOOL FUND ACCOUNT	11,651,226.46	19,906,230.00	38,975,309.00	33,168,731.50
OPERATIONS ACCOUNT	4,577,779.00	11,599,027.75	11,170,436.00	9,239,292.00
TUITION ACCOUNT	370,459.00	1,120,932.00	2,729,034.00	4,922,425.00
TOTAL	16,599,464.46	32,626,189.75	52,874,779.00	47,330,448.50



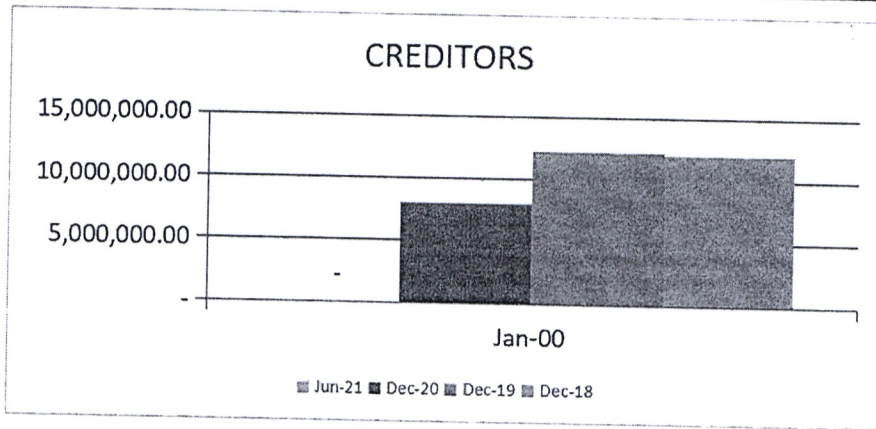
- *Movement of debtors and creditors of the school over the last three years*

DEBTORS Kshs ...For the year ended.....				
ACCOUNT	Jun-21	Dec-20	Dec-19	Dec-18
SCHOOL FUND ACCOUNT	3,699,510.00	1,374,465.00	2,057,550.00	512,237.00
TOTAL	3,699,510.00	1,374,465.00	2,057,550.00	512,237.00



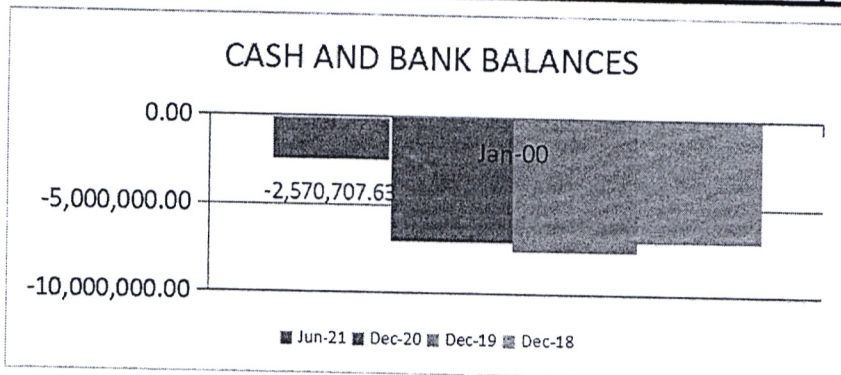
(Kirangari Boys High School)
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CREDITORS Kshs ...For the year ended.....				
ACCOUNT	Jun-21	Dec-20	Dec-19	Dec-18
SCHOOL FUND ACCOUNT		5,624,821.41	8,921,165.00	8,498,508.00
OPERATIONS ACCOUNT		1,279,781.00	1,252,342.00	972,600.00
TUITION ACCOUNT		1,107,284.00	2,011,670.00	2,494,232.00
TOTAL		8,011,886.41	12,185,177.00	11,965,340.00



- Movement of cash and bank balances over the last three years

CASH AND BANK BALANCES Kshs ...For the year ended.....				
ACCOUNT	Jun-21	Dec-20	Dec-19	Dec-18
SCHOOL FUND ACCOUNT	(2,519,341.43)	(6,785,606.97)	(7,645,118.20)	(6,912,729.70)
OPERATIONS ACCOUNT	(19,371.45)	(160,092.45)	93,871.30	8,611.90
TUITION ACCOUNT	(31,994.75)	(52,727.00)	19,586.00	18,074.60
TOTAL	-2,570,707.63	-6,998,426.42	-7,531,660.90	-6,886,043.20



**KIRANGARI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2021**

b) Teacher Student ratio:

<i>NEW TEACHERS RECRUITED/POSTED WITHIN THE YEAR</i>	<i>1</i>
<i>TRANSFERRED TEACHERS WITHIN THE YEAR</i>	<i>0</i>
<i>RETIRED TEACHERS WITHIN THE YEAR</i>	<i>0</i>
<i>TOTAL TSC EMPLOYED TEACHERS</i>	<i>31</i>
<i>TOTAL BOM EMPLOYED TEACHERS</i>	<i>7</i>
<i>TEACHER STUDENT RATIO</i>	<i>1:22</i>

	<i>REQUIRE NUMBER</i>	<i>NUMBER AVAILABLE</i>	<i>SHORTAGE</i>
<i>MATHEMATICS</i>	<i>10</i>	<i>4</i>	<i>6</i>
<i>ENGLISH</i>	<i>9</i>	<i>4</i>	<i>5</i>
<i>KISWAHILI</i>	<i>10</i>	<i>6</i>	<i>4</i>
<i>CHEMISTRY</i>	<i>8</i>	<i>5</i>	<i>3</i>
<i>PHYSICS</i>	<i>8</i>	<i>1</i>	<i>7</i>
<i>BIOLOGY</i>	<i>8</i>	<i>7</i>	<i>1</i>
<i>GEOGRAPHY</i>	<i>8</i>	<i>8</i>	<i>0</i>
<i>HISTORY</i>	<i>8</i>	<i>4</i>	<i>4</i>
<i>CRE</i>	<i>8</i>	<i>4</i>	<i>4</i>
<i>BUSINESS STUDIES</i>	<i>6</i>	<i>3</i>	<i>3</i>
<i>AGRICULTURE</i>	<i>4</i>	<i>3</i>	<i>1</i>
<i>DRAWING AND DESIGN</i>	<i>2</i>	<i>0</i>	<i>2</i>
<i>ART AND DESIGN</i>	<i>2</i>	<i>1</i>	<i>1</i>
<i>COMPUTER STUDIES</i>	<i>2</i>	<i>1</i>	<i>1</i>
<i>HOMESCIENCE</i>	<i>1</i>	<i>0</i>	<i>1</i>

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a) Mean score in the 20XXKCSE:

YEAR	2020	2019	2018
MEAN SCORE	6.185	5.200	4.359
ENTRY(NO. OF CANDIDATES)	124	150	103
TARGET SCORE	6.5	6.5	6.5
TRANSITIONS TO HIGHER LEARNING INSTITUTIONS(NO.)	52	30	12

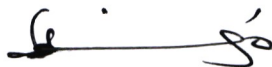
b) Capacity of the school:

CURRENT ENROLLMENT	AVAILABLE DORM CAPACITY	AVAILABLE CLASSROOM CAPACITY	DINNING HALL CAPACITY	LABORATORY CAPACITY
877	700	877	CURRENTLY BEING USED AS A DORMITORY	540
Shortage stands at a dormitory of a capacity of 200 boys.		More classes are needed for the increasing enrollment	If a 200 capacity dormitory was to be made available, then the DH would be released for dining.	There is an urgent need to build 3 laboratories.

c) Development projects carried out by the school:

SER	PROJECT TITLE	PROJECT STATUS	PROJECT COST	SOURCE OF FINANCING
-	-	-	-	-

Sign



School Principal

II. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

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

The Board of Management of *Kirangari Boys 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: Robert Kinyanjui
Designation: Chairman, School Board of Management.

Sign: 

Date: 14/07/2023

Name: ~~Charles Wachira~~ ZACHARY THIONGO
Designation: School Principal & Secretary to Board of Management

Sign: 

Date: 14/07/2023

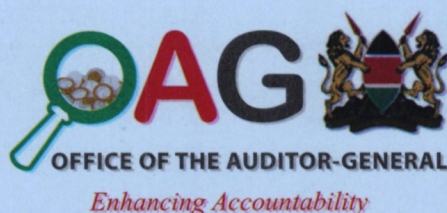
Name: Simon Mwangi
Designation: Bursar/ Finance Officer

Sign: 

Date: 14/07/2023

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 KIRANGARI BOYS HIGH SCHOOL FOR THE SIX MONTHS PERIOD ENDED 30 JUNE, 2021- KIAMBU COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kirangari Boys High School School-Kiambu County set out on pages 14 to 28, which comprise of the statement of statement of financial assets and liabilities as at 30 June, 2021, and the statement of

*Report of the Auditor-General on Kirangari Boys High School for the Six (6) Months Period ended 30 June, 2021-
Kiambu County*

receipts and payments, statement of cash flows and the 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 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 Kirangari Boys High School – Kiambu County as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with the 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

Unconfirmed and Long Outstanding Accounts Receivables

The statement of financial assets and liabilities reflects accounts receivables balance of Kshs.27,083,121 as disclosed in Note 11 to the financial statements. The amount Includes an amount of Kshs.23,383,611 that have been outstanding since the year 2020 and earlier years.

In the circumstances, the accuracy, completeness and recoverability of accounts receivables balance of Kshs.27,083,121 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kirangari Boys High School-Kiambu County 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.

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, 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. Non-Compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements

The Public Sector Accounting Standards Board (PSASB) Guidelines on Implementation of International Public Sector Accounting Standards (IPSAS) by Secondary Schools in Kenya of 20 August, 2021 requires the first financial statements after adoption of IPSAS to be presented for eighteen (18) months from 1 January, 2020 to 30 June, 2021 with comparatives being for twelve (12) months from 1 January, 2019 to 30 December, 2019. Further, a disclosure note ought to have been included in the financial statements that the reason for preparing for longer period is due to the adoption of IPSAS for school and the change from calendar year to government fiscal year. In addition, a disclosure note should be made in the financial statements that the comparative information may not be comparable due to the longer period covered by the current financial period.

However, Management presented the annual report and financial statements covering only six (6) months for the period under review with nil balances for financial year 2019. Therefore, the financial statements have not been prepared for eighteen-months (18) as prescribed the Public Sector Accounting Standards Board (PSASB).

Further, no disclosure was made on the change in the preparation of financial statements from calendar year to Government fiscal year or on the lack of comparability due to longer period covered by the current financial period.

In the circumstances, Management did not comply with the guidelines issued by the Public Sector Accounting Standards Board.

2. Lack of Procurement Plan

The statement of receipts and payments reflects an amounts totalling Kshs.32,840,736 and Kshs.16,599,464 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This is contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process.

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

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

The statement of receipts and payments reflects boarding and school fund payments amounts of Kshs.11,651,226 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.175,180 transferred to Kenya Secondary School Heads Association (KESSHA) which is a private welfare organization that draws its membership from School Principals.

In the circumstances, the School may not have received value for the amount of Kshs.175,180 transferred to KESSHA.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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 overall governance were not effective.

Basis for Conclusion

1. Lack of a School Improvement Plan

Examination of the school's strategic plan and board minutes revealed that the Management does not have in place a School Improvement Plan that provides a road map of changes that a school needs to improve the school environment and learning outcomes.

In the circumstances, the effectiveness of the School's overall governance systems could not be confirmed.

2. Lack of Fixed Assets Register and Ownership Documents

Annex 2 to the financial statements on summary of fixed assets does not include the values of the non-current assets. Further, the school Management did not maintain a detailed fixed asset register and assets were not tagged. In addition, the school is situated on 19.6 acres and 17.3-acres parcels of land. However, the ownership of the parcels of land is still in the name of the Church Commission for Kenya.

In the circumstances, the effectiveness of internal controls on maintenance of a fixed assets register and could not be confirmed.

3. Discrepancies in the Student Enrollment Data

During the period under review, National Education Management Information System (NEMIS) reported a total number of one thousand, two hundred and four (1204) students while the enrolment record provided by the School indicated a total of one thousand, three hundred and twenty-four (1324) students, which resulted in a variance of one hundred and twenty (120) students not registered on NEMIS. Further, it was noted that the school had registered two students twice on NEMIS with the same name and similar birth certificate numbers.

In the circumstances, the effectiveness of internal controls on accounting for students in NEMIS could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 control would not necessarily disclose all matters in the internal control that might be materials 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 control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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



CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

12 October, 2023

KIRANGARI BOYS HIGH SCHOOL

YEAR ENDED 30/06/2021

I. STATEMENT OF RECEIPTS AND PAYMENTS


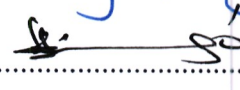

DESCRIPTION OF VOTE HEAD	Note	01/2021-06/2021	01/2020-12/2020
			Kshs
RECEIPTS			
Capitation grants for tuition	1	1,589,057.25	-
Capitation grants for operations	2	7,795,451.00	-
School Fund Income- Parents' Contributions	3	23,018,963.00	-
School Fund Income- Other receipts	4	437,265.00	-
TOTAL RECEIPTS		32,840,736.25	-
PAYMENTS			
Payments for Tuition	5	370,459.00	-
Payments for operations	6	4,577,779.00	-
Boarding and school fund payments	7	11,651,226.46	-
TOTAL PAYMENTS		16,599,464.46	-
SURPLUS/DEFICIT		16,241,271.79	-

The school financial statements were approved and signed by:

BOM CHAIR

PRINCIPAL/BOM SEC

BURSAR/FINANCE OFFICER

NAME Robert King'oro NAME Zachary Thibogo NAME Simon Mwangi
SIGN  SIGN  SIGN 
DATE 14/07/2023 DATE 14/07/2023 DATE 14/07/2023

KIRANGARI BOYS HIGH SCHOOL
FOR YEAR ENDED 30/06/2021

II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

	Note	01/2021-06/2021	01/2020-12/2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,828,557	(6,896,601.37)
Cash Balances	9	1,010,651	69,939.10
Short term Investment	10	-	-
Total Cash and Cash Equivalents		2,839,208	(6,826,662.27)
Account's receivables	11	27,083,121	24,774,316.75
TOTAL FINANCIAL ASSETS		29,922,329	17,947,654.48
FINANCIAL LIABILITIES			
Bank Balances	8	3,581,359	
Accounts Payable	12	15,707,688	23,555,644.66
NET FINANCIAL ASSETS		10,633,282	(5,607,990.18)
REPRESENTED BY		10,633,282	(5,607,990.18)
Fund balance b/fwd 1st July...	13	(5,607,990)	(5,607,990.18)
Surplus/Defict for the year		16,241,272	
NET FINANCIAL POSITION		10,633,282	(5,607,990.18)

The school financial statements were approved and signed by:

BOM CHAIR

PRINCIPAL/BOM SEC

BURSAR/FINANCE OFFICER

NAME Robert Kinyanjui NAME Zachary Thiongo NAME Simon Mwangi

SIGN  SIGN  SIGN 

DATE 14/07/2023 DATE 14/07/2023 DATE 14/07/2023

KIRANGARI BOYS HIGH SCHOOL
FOR YEAR ENDING 30/06/2021

III. STATEMENT OF CASH FLOW

		01/2021-06/2021	01/2020-12/2020
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	1,589,057.25	-
Capitation grants for operations	2	7,795,451.00	-
School fund income- Parents contributions/ fees	3	20,172,022.00	-
School fund income- other receipts	4	437,265.00	3,769,711.00
Total receipts		29,993,795.25	3,769,711.00
Payments			
Payments for Tuition		1,568,325.00	-
Payments for operations		5,454,730.00	-
Boarding and school fund payments		16,343,021.46	-
Total payments		23,366,076.46	-
Net cash flow from operating activities		6,627,718.79	3,769,711.00
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		(543,207.50)	-
Proceeds from investments		-	-
Net cash flows from Investing Activities		(543,207.50)	-
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flows from Financing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		6,084,511.29	-
Cash and cash equivalent at BEGINNING of the year		(6,826,662.27)	(6,826,662.27)
Cash and cash equivalent at END of the year		(742,150.98)	(6,826,662.27)

KIRANGARI BOYS HIGH SCHOOL

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

Receipt/Expense Item	Original Budget		Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d				
RECEIPTS								
<i>(1) CAPITATION GRANT ON TUITION</i>								
Text books					0.00		- .00	0.0%
Exercise books	1,037,550.00	100,000.00	1,137,550.00	100,000.00	1,137,550.00	100,000.00	1,037,550.00	8.8%
Laboratory equipments and apparatus	939,500.00	200,000.00	1,139,500.00	200,000.00	1,139,500.00	200,000.00	939,500.00	17.6%
Teaching/learning materials chalks	1,066,925.00	289,800.00	1,356,725.00	1,088,808.25	1,356,725.00	1,088,808.25	267,916.75	80.3%
Internal exams	115,500.00		115,500.00	249.00	115,500.00	249.00	115,251.00	0.2%
Reference books	1,145,675.00	200,000.00	1,345,675.00	200,000.00	1,345,675.00	200,000.00	1,145,675.00	14.9%
Reference books	58,750.00		58,750.00		58,750.00		58,750.00	0.0%
TOTAL	4,363,900.00	789,800	5,153,700.00	1,589,057.25	5,153,700.00	1,589,057.25	3,564,642.75	30.8%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>								
Personnel emoluments	2,898,882.00		2,898,882.00	2,500,000.00	2,898,882.00	2,500,000.00	398,882.00	86.2%
Repairs and maintenance	5,437,000.00		5,437,000.00	3,265,250.00	5,437,000.00	3,265,250.00	2,171,750.00	60.1%
Local transport / travelling	450,000.00		450,000.00	430,201.00	450,000.00	430,201.00	19,799.00	95.6%
Electricity and water	450,000.00		450,000.00	600,000.00	450,000.00	600,000.00	(150,000.00)	133.3%
Medical	30,245.00		30,245.00	- .00	30,245.00	- .00	30,245.00	0.0%
Administration costs	800,000.00		800,000.00	1,000,000.00	800,000.00	1,000,000.00	(200,000.00)	125.0%
Insurance			0.00	- .00	0.00	- .00	- .00	0.0%
Activity	791,812.00		791,812.00	- .00	791,812.00	- .00	791,812.00	0.0%
Activity			0.00	- .00	0.00	- .00	- .00	0.0%
TOTAL	10,857,939.00		10,857,939.00	7,795,451.00	10,857,939.00	7,795,451.00	3,062,488.00	71.8%

KIRANGARI BOYS HIGH SCHOOL

(3) FEES CHARGED ON PARENTS									
Personnel emoluments	5,509,567.00			5,509,567.00		2,506,756.00	3,002,811.00		45.5%
Repairs and maintenance	1,068,500.00			1,068,500.00		512,495.00	556,005.00		48.0%
Local transport / travelling	500,000.00	66,380.00		566,380.00		1,498,814.00	(932,434.00)		264.6%
Electricity and water	500,000.00			500,000.00		1,432,432.00	(932,432.00)		286.5%
Medical				0.00		- .00	- .00		0.0%
Administration costs	1,000,000.00			1,000,000.00		1,790,540.00	(790,540.00)		179.1%
Activity	131,969.00			131,969.00		105,650.00	26,319.00		80.1%
SMASSE				0.00			- .00		0.0%
Fee on Boarding Equipment and Stores	15,527,085.00			15,527,085.00		15,172,276.00	354,809.00		97.7%
TOTAL	24,237,121.00	66,380.00		24,303,501.00		23,018,963.00	1,284,538.00		94.7%
OTHER INCOME									
Hire ground and school bus				0.00		- .00	- .00		0.0%
House rent				0.00		8,300.00	(8,300.00)		0.0%
Sales of borehole water				0.00		- .00	- .00		0.0%
Losses/Damages				0.00		- .00	- .00		0.0%
Uniform				0.00		- .00	- .00		0.0%
Development	980,000.00			980,000.00		428,965.00	551,035.00		43.8%
School farm				0.00		- .00	- .00		0.0%
TOTAL	980,000.00			980,000.00		437,265.00	542,735.00		44.6%
TOTAL INCOME	40,438,960.00	856,180.00		41,295,140.00		32,840,736.25	8,454,403.75		79.5%
(1) EXPENDITURE FOR TUITION									
Text books				0.00		- .00	- .00		0%
Exercise books	1,037,550.00	100,000.00		1,137,550.00		69,300.00	1,068,250.00		6%
Laboratory equipments and apparatus	939,500.00	200,000.00		1,139,500.00		93,106.00	1,046,394.00		8%
Teaching/learning materials	1,066,925.00	289,800.00		1,356,725.00		96,363.00	1,260,362.00		7%
chalks	115,500.00			115,500.00		1,690.00	113,810.00		1%
Internal exams	1,145,675.00	200,000.00		1,345,675.00		110,000.00	1,235,675.00		8%
Reference books	58,750.00			58,750.00		- .00	58,750.00		0%
TOTAL	4,363,900.00	789,800.00	18	5,153,700.00		370,459.00	4,783,241.00		7%

KIRANGARI BOYS HIGH SCHOOL

(II) PAYMENTS FOR OPERATIONS						
Personal Emoluments	2,898,882.00		2,898,882.00	2,172,451.00	726,431.00	75%
Repairs and maintenance	5,437,000.00		5,437,000.00	423,230.00	5,013,770.00	8%
Local transport / travelling	450,000.00		450,000.00	373,836.00	76,164.00	83%
Electricity and water	450,000.00		450,000.00	521,388.00	(71,388.00)	116%
Medical	30,245.00		30,245.00	39,394.00	(9,149.00)	130%
Administration costs	800,000.00		800,000.00	868,980.00	(68,980.00)	109%
Insurance	-		0.00	- .00	- .00	0%
Activity	791,812.00		791,812.00	178,500.00	613,312.00	23%
TOTAL	10,857,939.00		10,857,939.00	4,577,779.00	6,280,160.00	42%
(III) SCHOOL FUND PAYMENTS						
Personnel emoluments	5,509,567.00		5,509,567.00	1,792,900.00	3,716,667.00	33%
Repairs and maintenance	1,068,500.00		1,068,500.00	146,880.00	921,620.00	14%
Local transport / travelling	500,000.00	66,380.00	566,380.00	1,024,516.00	(458,136.00)	181%
Electricity and water	500,000.00		500,000.00	1,024,514.00	(524,514.00)	205%
Medical	-		0.00	- .00	- .00	0%
Administration costs	1,000,000.00		1,000,000.00	1,280,643.00	(280,643.00)	128%
Activity	131,969.00		131,969.00	26,800.00	105,169.00	20%
SMASSE	-		0.00	- .00	- .00	0%
Fee on Boarding Equipment and Stores	15,527,085.00		15,527,085.00	5,929,217.05	9,597,867.95	38%
Hire ground and school bus	-		0.00	- .00	- .00	0%
House rent	-		0.00	13,000.00	(13,000.00)	0%
Sales of borehole water	-		0.00	- .00	- .00	0%
Losses/Damages	-		0.00	- .00	- .00	0%
Uniform	-		0.00	- .00	- .00	0%
Development	980,000.00		980,000.00	257,506.41	722,493.59	26%
<i>School farm</i>	-		0.00	155,250.00	(155,250.00)	0%
TOTAL	25,217,121.00	66,380.00	25,283,501.00	11,651,226.46	13,632,274.54	46%
TOTAL EXPENDITURE	40,438,960.00	856,180.00	41,295,140.00	16,599,464.46	24,695,675.54	40%

IV. 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 legislation 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.

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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.

KIRANGARI BOYS HIGH SCHOOL

I. NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 30/06/2021

1 CAPITATION GRANT FOR TUITION

	01/2021-06/2021	01/2020-12/2020
	KSh	KSh
Text books	-	-
Exercise books	100,000.00	-
Laboratory equipments and apparatus	200,000.00	-
Teaching/learning materials	1,088,808.25	1,306,100.00
chalks	249.00	575.00
Internal exams	200,000.00	-
Reference books		
Total	1,589,057.25	1,306,675.00

2 CAPITATION GRANT FOR OPERATIONS

	01/2021-06/2021	01/2020-12/2020
	KSh	KSh
Personnel emoluments	2,500,000.00	3,103,525.00
Repairs and maintenance	3,265,250.00	5,611,500.00
Local transport / travelling	430,201.00	450,000.00
Electricity and water	600,000.00	300,000.00
Medical	-	141,200.00
Administration costs	1,000,000.00	1,250,000.00
Insurance		
Activity		282,400.00
Total	7,795,451.00	11,138,625.00

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	01/2021-06/2021	01/2020-12/2020
	KSh	KSh
Personnel emoluments	2,506,756.00	4,537,257.00
Repairs and maintenance	512,495.00	1,209,379.00
Local transport / travelling	1,498,814.00	814,000.00
Electricity and water	1,432,432.00	684,000.00
Fee on Boarding Equipment and Stores	15,172,276.00	15,463,894.00
Administration costs	1,790,540.00	1,502,000.00
Activity	105,650.00	113,494.00
Total	23,018,963.00	24,324,024.00

KIRANGARI BOYS HIGH SCHOOL

I. NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 30/06/2021

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	01/2021-06/2021	01/2020-12/2020
	KShs	KShs
Hire ground and school bus	-	-
House rent	8,300.00	23,000.00
School farm	-	342,240.00
Sales of borehole water	-	-
Losses/Damages	-	-
Interest income	-	-
PA-donations, school van project	428,965.00	2,551,520.00
Uniform	-	852,951.00
	-	-
Total	437,265.00	3,769,711.00

5 PAYMENTS FOR TUITION

	01/2021-06/2021	01/2020-12/2020
	KShs	KShs
Text books	-	-
Exercise books	69,300.00	818,470.00
Laboratory equipments and apparatus	93,106.00	147,424.00
Teaching/learning materials	96,363.00	53,290.00
chalks	1,690.00	1,248.00
Internal exams	110,000.00	80,000.00
Reference books	-	20,500.00
Bank charges	-	-
	-	-
Total	370,459.00	1,120,932.00

6 PAYMENTS FOR OPERATIONS

	01/2021-06/2021	01/2020-12/2020
	KShs	KShs
Personal Emoluments	2,172,451.00	4,585,533.75
Service Gratuity	-	-
Administration Cost	868,980.00	1,530,000.00
Repairs and maintenance & improvements	-	-
Local transport / travelling	373,836.00	487,000.00
Electricity and water	521,388.00	583,000.00
Medical	39,394.00	154,894.00
Activity Expenses	178,500.00	658,600.00

KIRANGARI BOYS HIGH SCHOOL

I. NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 30/06/2021

SMASSE		
Insurance Cost		
Bank Charges		
Acquisition of Assets	423,230.00	
TOTAL	4,577,779.00	7,999,027.75

7 BOARDING AND SCHOOL FUND PAYMENTS

	01/2020-30/06/2021	01/2019-30/06/2020
	KSh	KSh
BES	5,929,217.05	10,486,992.00
RMI	146,880.00	2,092,623.00
EWC	1,024,514.00	500,000.00
LT@T	1,024,516.00	700,000.00
ACTIVITY	26,800.00	125,210.00
ADMIN COSTS	1,280,643.00	1,600,000.00
Personal emolument	1,792,900.00	4,330,365.00
Medical		
Hire ground and school bus		
House rent	13,000.00	71,040.00
School farm	155,250.00	252,965.00
P.A Donation, Infrastructure grant	257,506.41	4,038,270.18
Bank charges		
Expenses on Income Generating Activities		
Fee on Boarding Equipment and Stores		
Uniform		717,126.00
Insurance Cost (Life Property)		
Loan Principal repayment		
Loan Interest repayment		
Acquisition of Assets		
TOTAL	11,651,226.46	24,914,591.18

*Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.*

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	01/2021-30/06/2021	01/2020-30/06/2020
	KSh	KSh
Tuition Account	(31,994.75)	(52,727.00)
Operations Account	(19,601.45)	(160,322.45)

KIRANGARI BOYS HIGH SCHOOL

I. NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 30/06/2021

School Fund Account/Boarding	(3,529,762.53)	(6,855,316.07)
Savings Account 1	11,998.05	11,998.05
Savings Account 2	6,448.60	6,448.60
Infrastructural Account	1,802,453.95	145,661.45
Savings Account 3	7,656.05	7,656.05
Total	(1,752,802.08)	(6,896,601.37)

9 CASH IN HAND

Description	01/2021-06/2021	01/2020-12/2020
	Kshs	Kshs
Tuition Account		
Operation Account	230.00	230.00
School Fund account	1,010,421.10	69,709.10
Total	1,010,651.10	69,939.10

10 SHORT TERM INVESTMENTS

Description	01/2021-06/2021	01/2020-12/2020
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Other investments	-	-
Total	-	-

11 ACCOUNTS RECEIVABLE

Description	01/2021-06/2021	01/2020-12/2020
	Kshs	Kshs
Fees arrears	27,083,120.75	24,774,316.75
Other non-fees receivables		
Salary advances	-	-
Imprest	-	-
Total	27,083,120.75	24,774,316.75

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

Description	01/2021-06/2021	01/2020-12/2020
	Kshs	Kshs
Fees arrears for current year	3,699,510.00	1,374,465.00
Fees arrears for the previous year	-	1,259,911.00
Fees arrears for prior periods (over two years)	23,383,610.75	22,139,940.75
Total	27,083,120.75	24,774,316.75

KIRANGARI BOYS HIGH SCHOOL

I. NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 30/06/2021

12 ACCOUNTS PAYABLE

Description	01/2021-06/2021	01/2020-12/2020
	RS/RS	RS/RS
Trade creditors (See ageing below and appendix 1)	14,506,342.56	21,815,162.06
Prepaid fees	-	538,137.00
Retention monies	-	-
Clubs and Societies	-	-
Caution Money	1,201,345.60	1,202,345.60
Pocket Money	-	-
Total	15,707,688.16	23,555,644.66

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

Description	01/2021-06/2021	01/2020-12/2020
	RS/RS	RS/RS
Trade creditors for current year	-	8,131,863.91
Trade creditors for the previous year	823,044.41	3,539,595.00
Trade creditors for prior periods (over two years)	13,683,298.15	10,143,703.15
Total	14,506,342.56	21,815,162.06

13 FUND BALANCE BROUGHT FORWARD

Description	01/2021-06/2021	01/2020-12/2020
	RS/RS	RS/RS
Bank balances	(1,752,802.08)	(6,896,601.37)
Cash balances	1,010,651.10	69,939.10
Short Term Investments		
Receivables	27,083,120.75	24,774,316.75
Payables	(15,707,688.16)	(23,555,644.66)
Total	10,633,281.61	(5,607,990.18)

Other important disclosure notes

14 Non-current Liabilities Summary

Description	01/2021-06/2021	01/2020-12/2020
	RS/RS	RS/RS
Bank loan(s)	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

KIRANGARI BOYS HIGH SCHOOL

I. NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 30/06/2021

15 Biological assets

Description	01/2021-06/2021	01/2020-12/2020
	KShs	KShs
Cattle	-	-
Pigs	-	-
Trees	6,500,000	6,400,000.00
Coffee or tea plantation	-	-
Poultry	-	-
Total	6,500,000.00	6,400,000.00

16 Borrowings

Description	01/2021-06/2021	01/2020-12/2020
	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	-	-

17 1 Stock/ Inventory

Description	01/2021-06/2021	01/2020-12/2020
	KShs	KShs
Stock/Inventory		
Stock/ inventory at beginning of the year	563,453.00	-
Stock/ inventory purchased during the year	7,260,036.00	-
Stock/ inventory issued during the year	7,331,629.00	-
Balance at end of the year	491,860.00	-

1 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 (Date a date when you expect the issue to be resolved)

**KIRANGARI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2021**

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

SUPPLIER/TYPE OF SUPPLY		12m Contract Value	12m Contract Value	Outstanding Balance	Outstanding Balance
		Contract Value	Contract Value	As at 30/6/21	As at 30/6/21
Construction of buildings					
1.					
2.					
3.					
	Sub-Total				
Supply of goods					
4.					
5.					
6.					
	Sub-Total				
Supply of services					
7.					
8.					
9.					
	Sub-Total				
	Grand Total				

**KIRANGARI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2021**

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Assets	Location	Acquired	Quantity	Value	Useful Life	Residual Value
Land 1	SCHOOL	SPONSOR OWNED	39 ACRES	N/A	N/A	39 ACRES
Buildings and structures	SCHOOL	VARIED	24 Classrooms 9 Dormitories 1 ADM block 1 Kitchen 1 Dinning hall 3 Laboratories 6 Ablution blocks 1 Art & 1 D & D roomS	N/A	N/A	24 Classrooms 9 Dormitories 1 ADM block 1 Kitchen 1 Dinning hall 3 Laboratories 6 Ablution blocks 1 Art & 1 D & D roomS
Motor vehicles	SCHOOL	2004	1 school Bus	N/A	N/A	1 school Bus
Office equipment, furniture and fittings	SCHOOL	VARIED	Office Desks Office Chairs Office Stationery	N/A	N/A	Office Desks Office Chairs Office Stationery
ICT Equipment, and Other ICT Assets	SCHOOL	VARIED	30 Computers 3 Photocopiers 1 copy printer 4 Office Printers	N/A	N/A	30 Computers 3 Photocopiers 1 copy printer 4 Office Printers
Intangible assets- soft ware	SCHOOL	2019 2022	Accounts System Library System	N/A	N/A	Accounts System Library System