

REPUBLIC OF KENYA



Enhancing Accountability



REPORT

PARLIAMENT
OF KENYA
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THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	05 MAR 2025
DAY:	Wednesday
TABLED BY:	Honr Naomi Waga MP Deputy Majority Party Whip
CLEAR AT:	A. Shikuku

THE AUDITOR-GENERAL

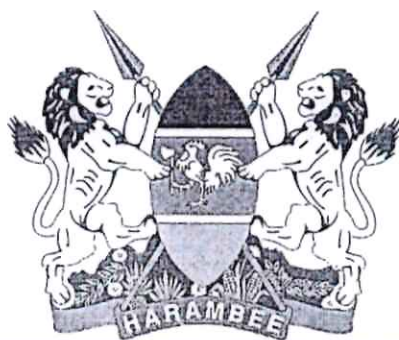
ON

**NAROMORU GIRLS SECONDARY
SCHOOL**

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

NYERI COUNTY

Revised 30th June 2021.

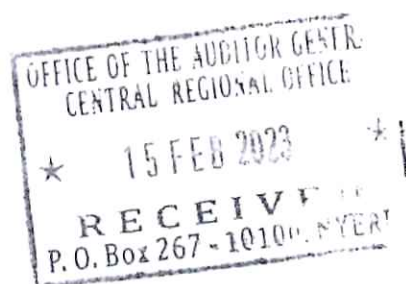


NAROMORU GIRLS' SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th June 2022

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



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

NAROMORU GIRLS' SECONDARY SCHOOL

(a) Background information

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

The school was registered under registration numberGP/A/4988/07.....and is currently categorized as an **Extra county public school** established, owned or operated by the Government.

The school is a boarding school and had...670.....and....(.....136.....did **KCSE**). in **April 2022**.

It has **3** streams and **27** teachers of which **3** teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr.James Miano	Chairperson	May 2022
2	Mrs.Esther Kirira	Secretary- Principal	May 2022
3	Charity Mwangi	Vice Chair	May 2022
4	Mr.Daniel Kangangi	Member	May 2022
5	Mr.Titus Wambeti	Member	May 2022
6	Mr.Stephen Kiarie	Member	May 2022
7	Mrs.B Ngunjiri	Member	May 2022
8	Mr.Daniel Njoroge	Member	May 2022
9	Dr. Charity Waithima	Member	May 2022
10	Mr.Simon Gichia	Member	May 2022
11	Mr.Benard Mathu	Member	May 2022
12	Mr.Isaac Kamanja	Member	May 2022
13	Mr.Samuel Njuguna	Member	May 2022
14	Rev. Muriithi Miiru	Member-Sponsor	May 2022
15	Mrs.Esther Muringi	Member	May 2022
16	Mr.Irene Ndumia	Member P.A.Chair	May 2022
17	Mr. Simon Kagiri	Member	May 2022

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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 students' 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 paragraph 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	BOM Executive Committee Members	Mr. James Miano Mr. Stephen Kiarie Mrs. Esther Kirira Ms. Irene Ndumia Ms. Charity Mwangi	Chair Member Principal/Secretary Member. P.A. Chair Member	5
2.	Finance, procurement and general-purpose Committee	Mr. Titus Wambeti Mrs. Esther Kirira Mrs. Beretha Ngunjiri Mr. Simon Gichia Mr. Stephen Kiarie	Chairman Member-Principal Member Member Member	1

**NAROMORU GIRLS SECONDARY SCHOOL
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KEY				
SCHOOL INFRASTRUCTURE COMMITTEE'	Mr.Daniel Kang'ang'i Mrs.Esther Kirira Mr.David Ntuara Ms.Mercy Ngatia Ms.Irene Ndumia Mr.Daniel Kiriungi	Chairman Member-Principal SCDE Member-D.Principal Member-P A Chair Member		9
STANDARDS, STUDENTS AND TEACHERS WELFARE COMMITTE	Mr.Bernard Mathu Dr.Charity Waithima Mr.Samuel Njuguna Mr.James Miano Ms.Charity Mwangi	Chairman Member Member Member Member		1
ETHICS AND INTEGRITY COMMITTEE.	Mr Simon Gichia Ms.Mercy Ngatia Mr.Isaack Kamanja Dr.Charity Waithima Eng.Peris Gathoni	Chairman Member Member Member Member		1

**NAROMORU GIRLS SECONDARY SCHOOL
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(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	Senior Principal	Esther Kirira (Mrs.)	272143
2	Deputy Principal	Ms Mercy Ngatia	357192
3	Bursar	Mr. Stephen Maina	ID.11032679

(e) Schools contacts

Post Office Box: 20 -10105 NAROMORU
Mobile Number: 0795143256.
E-mail: naromorugirls@yahoo.com

(f) School Bankers

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

1. Name of Bank: KCB
Branch: NARO MORU- FUND SCHOOL
Account Number: 1101926457
2. Name of Bank: Equity Bank
Branch: NYERI
Account Number: 1150266511152-SCHOOL FUND
3. Name of Bank: KCB
Branch: NAROMORU-OPERATIONS ACC.
Account Number: 1101934883
4. Name of Bank: KCB
Branch: NAROMORU- TUITION ACCOUNT
Account Number: 1101933054
5. Name of Bank: EQUITY
Branch: NYERI –INFRASTRUCTURE ACC
Account Number: 1150279617670
6. Name of Bank: TAIFA SACCO
Branch: NARO MORU-SAVINGS ACC.
Account Number: 702-11-0779
7. MPESA PayBill No.: Business Number: 522123,
Account Number: 37654K
Attached to bank account 1101926457

I. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

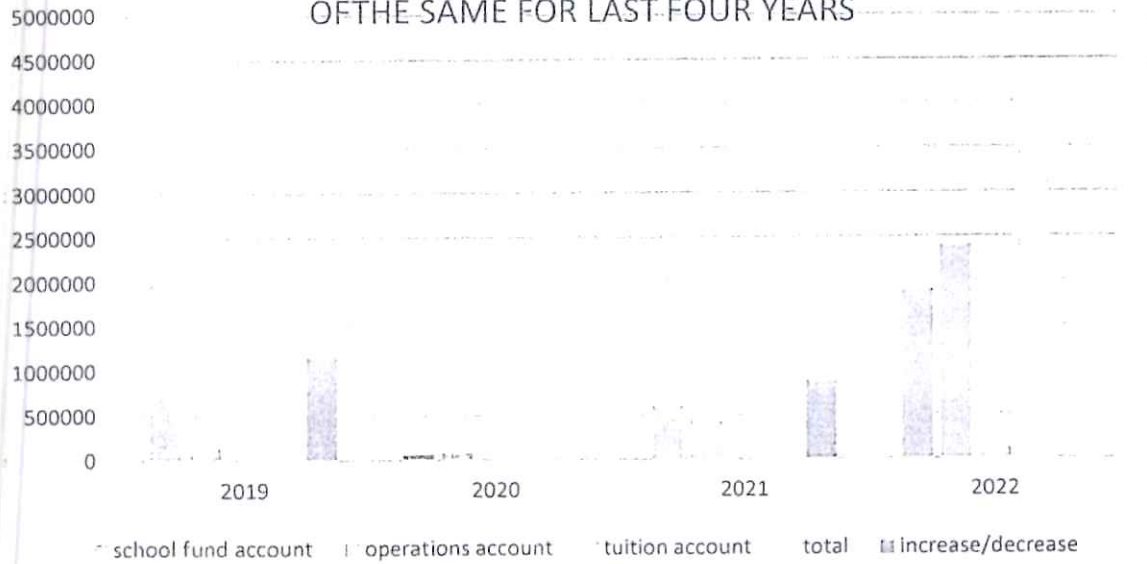
a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last three years period between 1st Jan to 31st December 2020 which covers a period of 12 months while 30th June 2021 covers a period of 6 months, 1st July 2021 to 30th June 2022 covers 12 months and is summarised as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS					
SNO	ACCOUNTS	2021-2022	2021	2020	2019
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	1,129,327	394,489	60,276	1,899,831
2	Operations Account	137,504	382,847	72,315	2,396,647
3	Tuition Account	1,569.2	(719)	4,359	109,958
4	Infrastructure.	(852,835)	945,820		
	TOTAL	415,564.8	1,722,437	136,950	4,406,436
	Increase/Decrease	1,326,872.8	1,605,487	(426,948)	

**NAROMORU GIRLS SECONDARY SCHOOL
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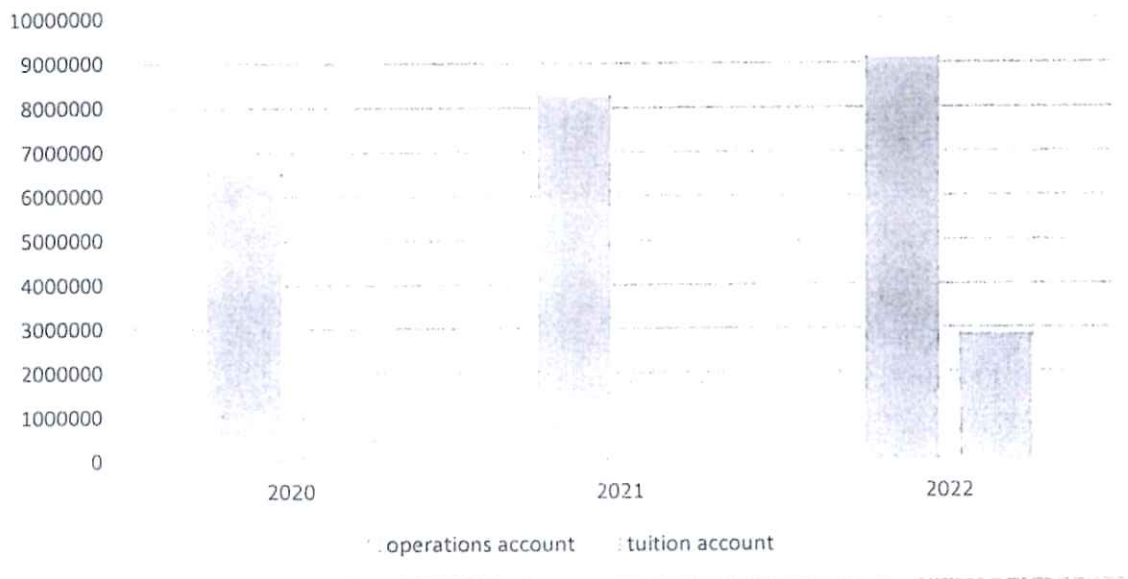
**SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON
OF THE SAME FOR LAST FOUR YEARS**



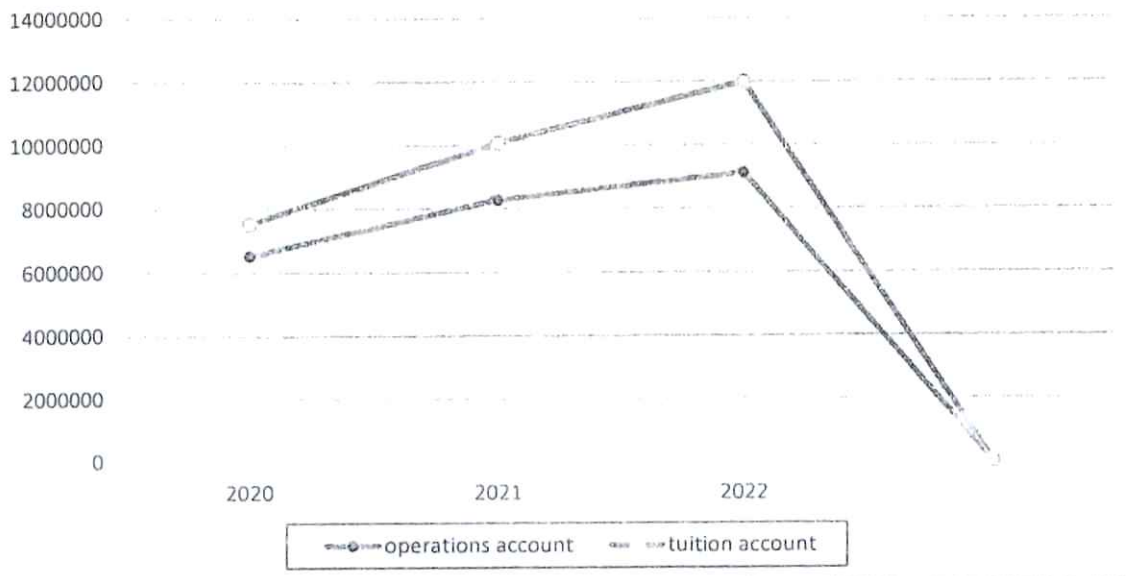
CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2021-2022	2021	2020	2019
		KSHS	KSHS	KSHS	KSH.
1	Operations Account	9,156,880	8,274,228.05	6,532,175	8,288,675
2	Tuition Account	2,868,536	1,802,050.5	995,909	1,752,789.4
	Total	12,025,416	10,076,278	7,528,084	10,041,164.4
	Increase/Decrease	1949138	2,548,194	(2,513,080)	
	No of Students	712	609	565	547
	Ratio of Capitation per student	1:16889.6	1:16,546	1:18,356	1:18,418

**NAROMORU GIRLS SECONDARY SCHOOL
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For the year ended 30th June 2022

Trends over the last three years



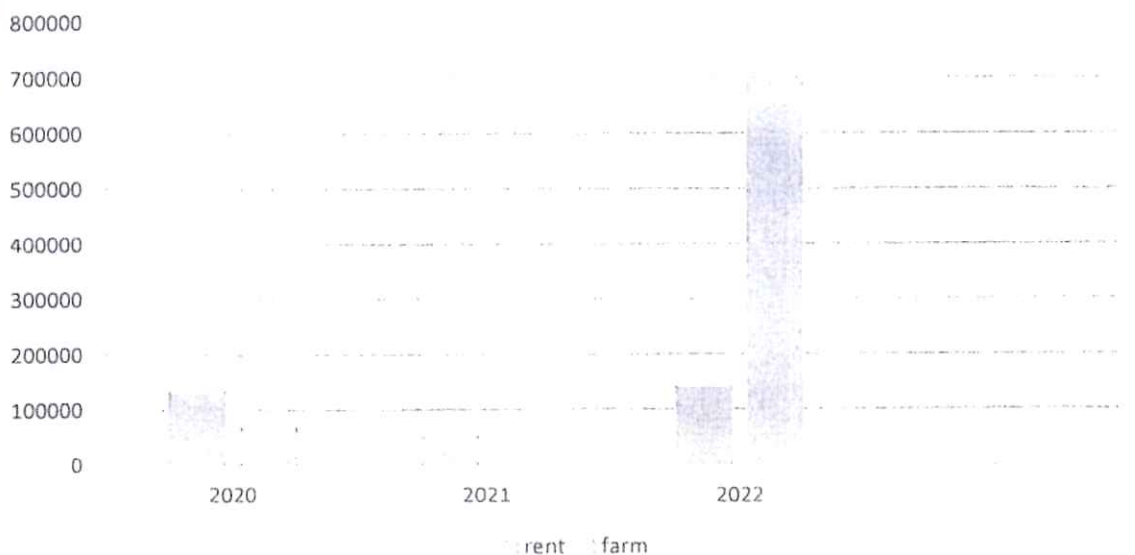
Trends over the last three years



NAROMORU GIRLS SECONDARY SCHOOL
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OVERVIEW OF NET GROWTH OF OTHER INCOME(S)					
SNO	ACCOUNTS	2021-2022	2021	2020	
		KSHS	KSHS	KSH.	
1	Rent	142,300	53,300	134,800	
2	Farm	691,015	0	70,550	
3	Total	833,315	53,300	205,350	
	Increase/Decrease	780,015	(152,050)		

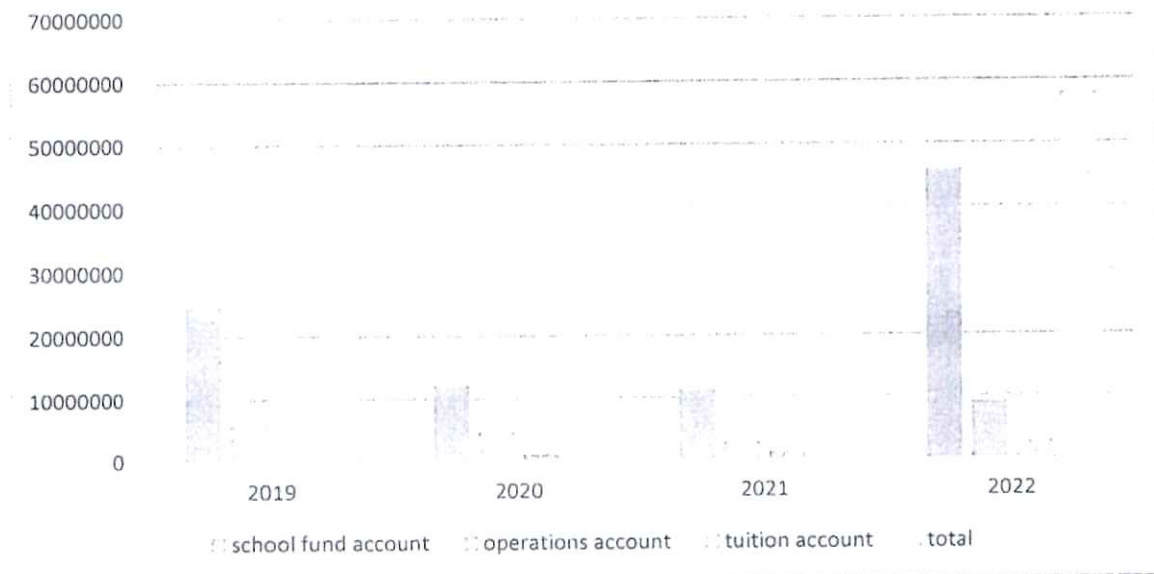
Trends over the last three years



OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	44,941,070	11,242,098	12,151,205	25,057,480
2	Operations Account	9,019,376	2,710,432	4,475,553	5,773,149
3	Tuition Account	2866,966.8	1,259,433	1,035,774	1,701,471
4	Infrastructure acc.	5252335	1,173,680		
	Total	62,079,747.8	16,385,643	17,662,532	35,396,540
	Increase/Decrease	45694104.8	(2,450,569)	17,734,008	

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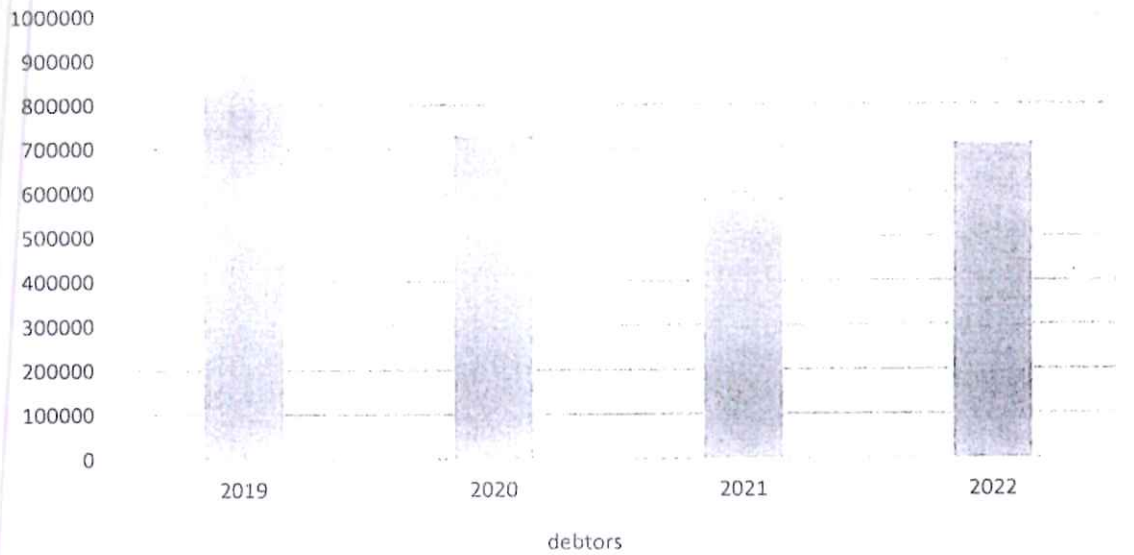
Trends over the last four years



MOVEMENT OF DEBTORS OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
1	School Fund Account	KSHS	KSHS	KSHS	KSHS
a	Debtors	4216649	4855278	3625227	5716229
	Total	4216,649	4855,278	3625227	5716229
	Increase/Decrease	638629	1230051	2091002	0

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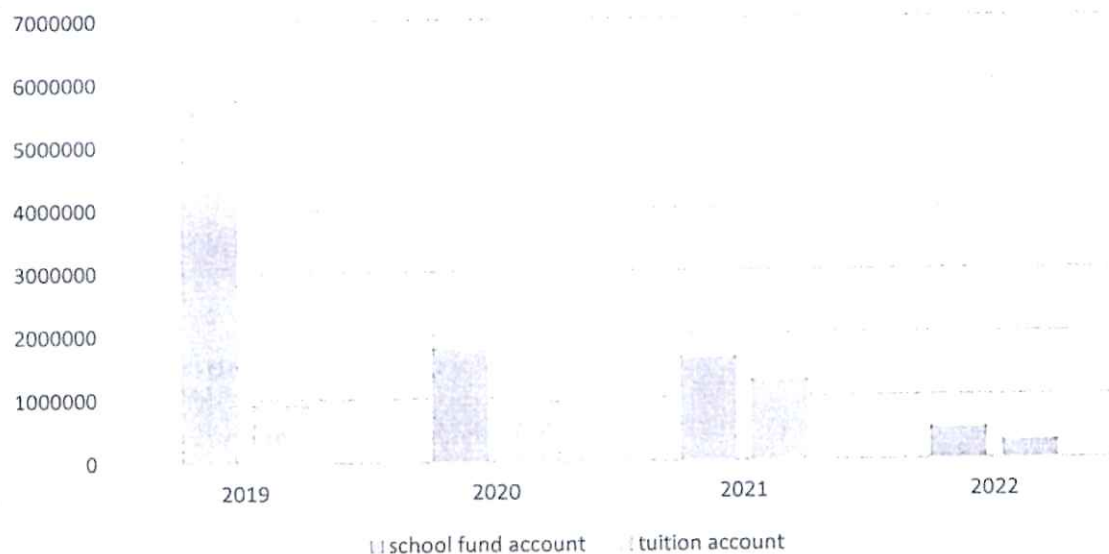
Trends over the last four years



MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
1	School Fund Account	500,000	3,434,147	1,971,656	5,757,819
2	Tuition account	286,000	499,396	785,756	912,024
	Total	786,000	3,933,543	2,757,412	6,669,843
	Increase/Decrease	3,147,543	(1,176,131)	3,912,431	

**NAROMORU GIRLS SECONDARY SCHOOL
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Trends over the last four years



MOVEMENT OF CASH AND BANK BALANCES					
SNO	ACCOUNTS	2021-2022	2021	2020	2019
		KSHS	KSHS	KSHS	KSHS
1	School Fund Account	1,973,839	587,650	145,239	1,889,831
2	Operations Account	177,402	419,898	72,315	2,396,647
3	Tuition Account	5,928.2	3,640	4,359	109,958
4	Infrastructure	111511.2	953,807		
5	Savings account	1719	269000	240142	
	Total	2,270399.4	2233,995	462,055	4,396,436

b) Teacher Student ratio:

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

There are 27 teachers posted by the Teachers Service Commission and 2 recruited by the Board of Management.

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

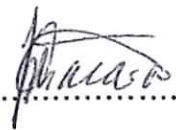
YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2021	136	6.69	130	95.5	8.0	

NAROMORU GIRLS SECONDARY SCHOOL
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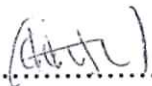
2020	144	7.35	138	96	8.0	
2019	117	6.802	110	94	8.0	

d) Development projects carried out by the school:

Sno	Project	Year	Status	Amount (Total cost)	Fund Source
1.	200 Capacity dormitory	2021/2022	On going	5,252,335	Maintenance and improvement


.....

MR. James Miano
Chair,
Board of Management


.....

Esther Kirira (Mrs)
Secretary,
Board of Management
/Principal


.....

Stephen Maina (Mr)
Bursar

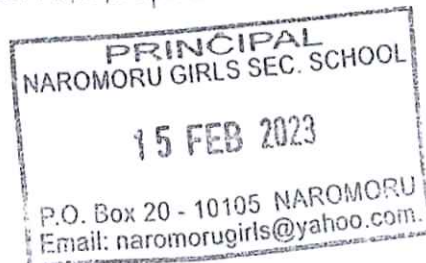
Naromoru Girls' Sec. School .Naromoru Girls' Sec. School.

Date: 15/2/2023

Date: 15/2/2023

Naromoru Girls' Sec. School.

Date: 15/2/2023



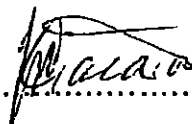
II. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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 that the Board of Management of a public institution of basic education keep all proper books and records of accounts of the income, expenditure and assets of the institution.

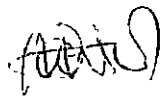
The Board of Management of Naromoru Girls' Sec.School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS)

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.


.....


MR. James Gachara (Mr)
Chair,
Board of Management

Naromoru Girls' High School


.....

Esther Kirira (Mrs)
Secretary,
Board of Management
/Principal

Naromoru Girls' High School


.....

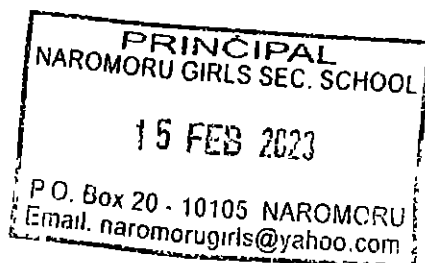
Stephen Maina (Mr)
Bursar

Naromoru Girls' High School

Date: 15/2/2023

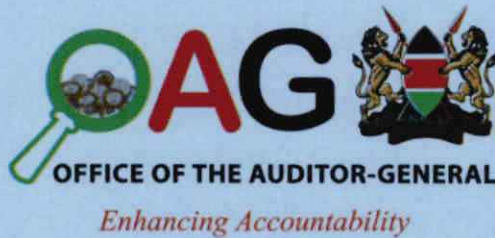
Date: 15/2/2023

Date: 15/2/2023



REPUBLIC OF KENYA

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Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON NAROMORU GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – NYERI 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 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 Naromoru Girls Secondary School – Nyeri County set out on pages 16 to 30, which comprise of the statement of

financial assets and financial liabilities at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Naromoru Girls Secondary School – Nyeri 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

1. Inaccuracies in the Financial Statements

Review of the financial statements has revealed the following inaccuracies;

- i) A re-computation of amounts and balances reported in the financial statements revealed unexplained and unreconciled variances.
- ii) The financial statements included comparative amounts and balances that did not agree with the previous financial year amounts and balances.
- iii) The review also revealed variances between the financial statements and the trial balance.
- iv) The statement of receipts and payments reflect payments for infrastructure amounting to Kshs.4,399,500. However, review of the infrastructure payments in the bank statements indicated an amount of Kshs.5,760,657 resulting to an unexplained and unreconciled variance of Kshs.1,361,157.
- v) The statement of budget and actual amounts has not indicated the total expenses and net surplus or deficit.

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

2. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.2,868,536 and Kshs.9,156,880 as disclosed in Notes 1 and 2 to the financial statements respectively. Review of the NEMIS capitation disbursements made to the School against the amount received by the School revealed an amount of

Kshs.10,140,628 whereas the NEMIS capitation reflects an amount of Kshs.9,122,313 resulting to an unexplained variance of Kshs.1,018,315.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations of Kshs.2,868,536 and Kshs.9,156,880 respectively could not be confirmed.

3. Accounts Receivable

3.1. Unsupported Account Receivables

The statement of financial assets and financial liabilities reflects account receivables balance of Kshs.4,216,649 as disclosed in Note.11 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

In the circumstances, the accuracy of the accounts receivables balance of Kshs.4,216,649 could not be confirmed.

3.2. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.4,216,649 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.2,919,579 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.4,216,649 could not be confirmed.

4. Cash and Cash Equivalent

4.1. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.2,270,399 as disclosed in Note 9 and 10 to the financial statements. Included in this balance is bank balance for the operations account of Kshs.41,705. However, the cashbook indicated a corresponding balance of Kshs.128,065 resulting an unexplained and unreconciled variance of Kshs.86,360.

Further, the school fund account has two bank accounts with one cashbook which made it difficult to determine the cashbook balance for each bank account.

In the circumstances, the accuracy and completeness of the cash and cash equivalent balance of Kshs.2,270,399 could not be confirmed.

4.2. Overdrawn Account and Netting off of Bank Balance

The statement of financial assets and financial liabilities reflects cash and cash equivalent balance of Kshs.2,270,399 as disclosed in Notes 9 and 10 to the financial statements.

Included in the balance is cash in hand of Kshs.71,036 as disclosed in Note 10 to the financial statements. However, contrary to Section 28(4)(5) of the Public Finance Management Act, 2012, the total cash in hand of balance of Kshs.71,036 has been netted off against an overdrawn balance of Kshs.64,911 relating to the school fund account.

In the circumstances, the accuracy, completeness, existence of the cash and cash equivalent balance of Kshs.2,270,399 could not be confirmed.

5. Unsupported Payments

The statement of receipts and payments reflects operations and infrastructure amount of Kshs.9,019,376 and Kshs.5,252,335 as disclosed in Note 6 and 8 to the financial statements respectively. However, examination of payment vouchers amounting Kshs.3,808,265 in respect of roofing of a dormitory revealed that Management made payments without proper support documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes, certificate of payments.

In the circumstances, the accuracy and completeness of the operations and infrastructure expenditure amounting to Kshs.9,019,376 and Kshs.5,252,335 respectively could not be confirmed.

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

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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.44,941,070 as disclosed in Note 7 to the financial statements. Included

in the expenditure is an amount of Kshs.325,780 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money for funds transferred to KESSHA amounting to Kshs.325,780 could not be confirmed.

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.2,868,536 and Kshs.9,156,880, respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of six hundred thirty-six (636) students while the enrolment records provided by the School indicated a total number of six hundred seventy (670) students, resulting to an unexplained variance of three (34) students. As a result of the variances, the School was under funded by an amount of Kshs.756,296.

In the circumstances, the under-funding of the School may have affected service delivery to the School which did not receive capitation for students and value for money could not be confirmed.

3. Excess Supply of Books

During the year under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed three hundred and eighty-seven (387) books to the School while only three hundred and eight (308) books were issued to the students, resulting to an unexplained excess text books of seventy nine (79) books in the School store

In the circumstances, value for money on the excess of seventy-nine (79) text books could not be confirmed.

4. Failure to Prepare School Improvement Plan

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

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

5. Failure to Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.9,156,880 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.963,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs 641,000 was transferred to infrastructure account, leaving a balance of Kshs.322,000 as at 30 June, 2022. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

6. Incomplete Procurement plan

The statement of receipts and payments reflects an amount of Kshs.62,495,313 and Kshs.62,079,748 in respect of total receipts and payments respectively. Review of the records provided for audit revealed that, the School had in place an approved procurement plan for the year under review. However, the procurement plan did not include the unit costs for the planned items, total expected costs and the procurement method applicable for each of the items in the plan as required under Regulation 41(e), (f) and (g) of the public procurement and asset disposal regulations, 2020. The completeness of the procurement plan could therefore not be confirmed.

7. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 15 February, 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, 2021 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.

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 Internal Audit Function and Audit Committee

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

2. Lack of Automated Systems

The School Management did not have an automated system to manage its operations. This was despite the growth in students' and financial data, the school uses a manual system to manage its financial, procurement, human resource and students records.

In the circumstances, without a proper automated system, the school faces challenges in data security and exposure to errors and omissions.

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 control, 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 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 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 control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of 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 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

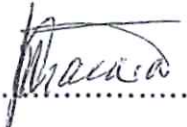
18 September, 2024

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

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE
2022

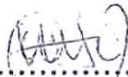
DESCRIPTION OF VOTE HEAD	Note	2021-2022	2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	2,868,536	1,104,397
Capitation grants for operations	2	9156880	5,171,570
School Fund Income- Parents' Contributions	3	46,070,397	10,555,022
Infrastructure	4	4,399,500	2119500
TOTAL RECEIPTS		62,495,313	18,950,489
PAYMENTS			
Payments for Tuition	5	2,866,966.8	1,105,116
Payments for Operations	6	9,019,376	4,808,723
Boarding and school fund payments	7	44,941,070	10,140,533
Infrastructure	8	5,252,335	1,173,680
TOTAL PAYMENTS		62,079,747.8	17,228,052
SURPLUS/DEFICIT		415,564.7	1,722,437

The accounting policies and explanatory notes to these financial statements for an integral part of the financial statements. The report covers the twelve months for the period ended 30th June 2022 and accompanying comparatives cover the six months period ended 30th June 2021. The financial statements should be read in conjunction with the accompanying notes.


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MR. James Miano
Chair,
Board of Management

Naromoru Girls' Sec. School.


.....

Esther Kirira (Mrs)
Secretary,
Board of Management/
Principal

Naromoru Girls' Sec. School.


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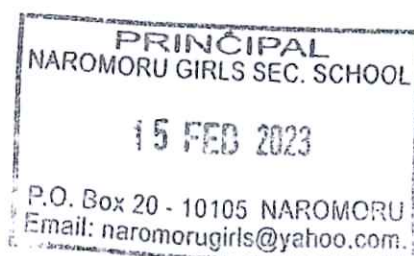
Stephen Maina (Mr)
Bursar

Naromoru Girls' Sec. School.

Date: 15/2/2023

Date: 14/2/2023

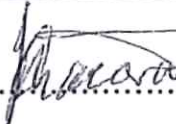
Date: 15/2/2023



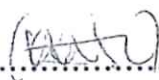
NAROMORU GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

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


	Note	2021-2022	2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	9	2,199,363.2	1,740,615.5
Cash Balances	10	71,036	114,219
Total Cash and cash equivalent		2,270,399.2	1,854,834.5
Accounts receivables	11	4,216,649	4,855,278
TOTAL FINANCIAL ASSETS		6,487,048	6,710,112.5
FINANCIAL LIABILITIES			
Accounts Payables	12	(1,991,965)	(3,434,147)
NET FINANCIAL ASSETS		4,495,083.20	3,275,965.5
REPRESENTED BY			
Accumulated Fund b/fwd	13	3,275,965.5	1,782,959.5
Decrease in receivables		(638,629)	
Decrease in payables		1,442,182	
Surplus/Deficit for the year		415,564.7	
NET FINANCIAL POSITION		4,495,083.2	3,275,965.5


.....

Mr. James Gachara
Chair,
Board of Management


.....

Esther Kirira (Mrs.)
Secretary,
Board of Management
/Principal


.....

Stephen Maina (Mr)
Bursar

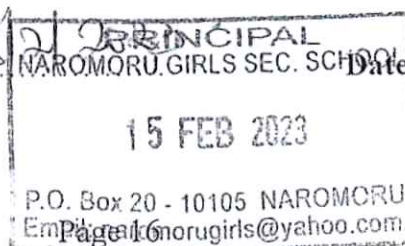
Naromoru Girls' School

Naromoru Girls' sec School

Naromoru Girls' Sec. School

Date: 15/2/2023

Date: 15/2/2023



NAROMORU GIRLS SECONDARY SCHOOL
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VII.STATEMENT OF CASH FLOWS STATEMENT FOR THE PERIOD ENDED 30/6/2022

Receipts for operating income		2021-2022	2021
		Ksh.	Ksh.
Capitation grants for tuition	1	2,868,536	1,104,397
Capitation grants for operations	2	9,156,880	5,171,570
School fund income parents contributions/fees	3	46,070,397	10,555,022
Infrastructure	4	4,399,500	2,119,500
Total receipts		62,495,313	18,950,489
Payments			
Payments for tuition	5	2,866,966.8	1,105,116
Payments for operations	6	9,019,376	4,808,723
Boarding and school fund payments	7	44,941,070	10,140,533
Infrastructure	8	5,252,335	1,173,688
Total payments		62,079,747.8	17,228,060
Net cash flow from operating activities		415,564.8	1,722,429
CASH FLOW FROM INVESTING ACTIVITES			
Proceeds from sale of Assets			
Acquisition of Assets			
Proceeds from investments			
Purchase of investments			
Net cash flow from Investing Activities			
Proceeds from borrowings/Loans			
Repayment of principal borrowings			
Net cash flow from Financing activities			
NET INCREASE IN CASH AND CASH EQUIVALENTS		415564.7	1,722,429
Cash and cash equivalent at Beginning of year.		1,854,834.5	132,405
Cash and cash equivalent at end of year		2,270,399.2	1,854,834.5

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

NAROMORU GIRLS SECONDARY SCHOOL
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IV.STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c = a+b	d	e = c - d	f = d/c
	Kshs	Kshs	Kshs	Kshs	Kshs	
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise Books					0	0
Lab.Equipment					0	0
T/L Materials	2,270,719		2,270,719	2,868,536	597817	71.2
Internal Exam						0
Ref/Lib(Textbooks)						
SMASSE						
SUB-TOTAL	2270719		2270,719	2,868,536	597,817	
(2) CAPITATION GRANT ON OPERATIONS						
Local, Transport& Travelling	339050		339050	543,195	204,145	209.8
Electricity, Water& Conservancy	407491		407,491	1,086,403	(678,912)	154.8
Repair, Maintenance& Improvement	2,700,000		2700,000	3,449,500	749,500	127.7
Activity (i)	651,404		651,404	0	651,404	46.1
Personal Emoluments	2173285		2173,285	2863679	(690,394)	94.2
Administration Costs	513,834		513,834	1,184,803	(670,969)	230.5
SUB-TOTAL	5,783,668		5,783,668	9,127,580	2,585,630	
FEES CHARGED ON PARENTS						
Boarding, Equipment& Stores	16,044,328		16044328	21381,100	5,336,772	133.26
Local, Transport& Travelling	381,452		381452	659,187	277,735	172.8
Electricity, Water& Conservancy	2,870,812		2870,812	2415861	454951	

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Administration Costs	1,083,878		1,088,878	4,395,758		
SUB-TOTAL	22,982,033		22,982,033	34,414,269		
OTHER INCOME						
Income from Farming/Dairy Activities	600,000		600,000	691,015	91,015	15.1
Accommodation						
SUB-TOTAL	31,232,273		31,232,273	41,321,051	11,225,786	
INFRASTRUCTURE ACCOUNT						
200 capacity dormitory	2,700,000		2,700,000	3,449,500	749,500	127.7
SUB-TOTAL	2,700,000		2,700,000	3,449,500	749,500	127.7
GRANDTOTAL INCOME.	33,932,273		33,932,273	44,770,551	11,957,286	

NAROMORU GIRLS SECONDARY SCHOOL
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(1) TUITION						
Exercise Books	724625		724625	398350	541,132	37
Lab.Equipment	580860		580860	594,780		-
T/L Materials	823,950		823950	1,121,110		-
Internal Exam	141,284		252500	252500		-
Ref/Lib(Textbooks)				0		-
SMASSE				0		-
Creditors				499,396		
Bank Charges				831		
SUB-TOTAL	2270719		2,270,719	2,367,571	541132	
(2) OPERATIONS						
Local, Transport& Travelling	339,050		339,050	262154	76,896	77.3
Electricity, Water& Conservancy	407,491		407,491	302112	105379	74.1
Repair, Maintenance& Improvement	2700,000		2700,000	2,113,500	586500	78.2
Activity (i)	651,404		651404	0	651404	-
Medical/Insurance	120,000		120,000	0	120000	-
Personal Emoluments	1,173,285		1,173,285	1,458,076	(284791)	124.2
Administration Costs	513,834		513,834	421,855		
SUB-TOTAL	5,905,064		5905064	4,557,697	1255388	
(3) SCHOOL FUND						
Boarding, Equipment& Stores	16044328		16044328	19,950,209	3905881	31.9
Local, Transport& Travelling	381452		381452	2,176,443	(1,794,991)	570
Electricity, Water& Conservancy	2,870812		2870,812	1022142	1848670	35.6
Repair, Maintenance& Improvement	1406112		1406112	255,550	531,930	32.45
Activity (ii)	87882		87882	375,500	287618	427
Personal Emoluments	1816228		1816228	2155477	339249	118.6
Administration Costs	1,083,878		1,083,878	5,505,054	-4421176	507.9
SUB-TOTAL	23,690,692		23,690,692	31,440,375		

NAROMORU GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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(1) TUITION						
Exercise Books	724625		724625	398350	541,132	37
Lab.Equipment	580860		580860	594,780		-
T/L Materials	823,950		823950	1,121,110		-
Internal Exam	141,284		252500	252500		-
Ref/Lib(Textbooks)				0		-
SMASSE				0		-
Creditors				499,396		
Bank Charges				831		
SUB-TOTAL	2270719		2,270,719	2,367,571	541132	
(2) OPERATIONS						
Local, Transport& Travelling	339,050		339,050	262154	76,896	77.3
Electricity, Water& Conservancy	407,491		407,491	302112	105379	74.1
Repair, Maintenance& Improvement	2700,000		2700,000	2,113,500	586500	78.2
Activity (i)	651,404		651404	0	651404	-
Medical/Insurance	120,000		120,000	0	120000	-
Personal Emoluments	1,173,285		1,173,285	1,458,076	(284791)	124.2
Administration Costs	513,834		513,834	421,855		
SUB-TOTAL	5,905,064		5905064	4,557,697	1255388	
(3) SCHOOL FUND						
Boarding, Equipment& Stores	16044328		16044328	19,950,209	3905881	31.9
Local, Transport& Travelling	381452		381452	2,176,443	(1,794,991)	570
Electricity, Water& Conservancy	2,870812		2870,812	1022142	1848670	35.6
Repair, Maintenance& Improvement	1406112		1406112	255,550	531,930	32.45
Activity (ii)	87882		87882	375,500	287618	427
Personal Emoluments	1816228		1816228	2155477	339249	118.6
Administration Costs	1,083,878		1,083,878	5,505,054	-4421176	507.9
SUB-TOTAL	23,690,692		23,690,692	31,440,375		

NAROMORU GIRLS SECONDARY SCHOOL
 PUBLIC SECONDARY SCHOOL
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 For the year ended 30th June 2022

INFRASTRUCTURE ACCOUNT						
200 Capacity dormitory	6,045,820		6,045,820	5,252,335	793,485	87%
SUB-TOTAL	6,045,820		6,045,820	5,252,335		

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 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.

**NAROMORU GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

Annual Report and Financial Statements

For the year ended 30th June 2022

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

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NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

		2021-2022	2021
		Kshs	Kshs
Exercise books		0	0
Laboratory equipment		0	0
Teaching / learning materials		2,868,536	804,397
Internal exams		0	0
Textbooks and reference materials		0	0
Other income			300,000
SMASSE		0	0
Total		2,868,536,	1,104,397

2 CAPITATION GRANT FOR OPERATIONS

		2021-2022	2021
		Ksh.	Ksh.
Personnel emoluments		2,863,679	1,681,632
Repairs and maintenance		3,449,500	2,113,500
Local transport / travelling		543,195	341,491
Electricity and water		1,086,403	510,475
Administration costs		1,184,803	510,472
Activity		0	
Rent		29,300	14,000
Total		9,156,880	5,171,570

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3. PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT.

		2021-2022	2021
		Kshs	Kshs
Boarding, Equipment & Stores		20731058	6,948,944
Local transport / travelling		884304	229,765
Electricity, Water & Conservancy		2563192	1,172,340
Repairs and maintenance		1,686,429	595116
Activity		339,733	19,613
Personnel emoluments		3,963,281	720,687
Administration costs		4395,758	557,285
Rent		142300	39300
Fees arrears		601,461	156,987
UNIFORM		6,945,933	114,985
Development		1930890	
Prepaid fees		1205965	
farm		691015	
		46,070,397	10,555,022
4. Infrastructure			
		4,399,500	2,119,500

5. PAYMENTS FOR TUITION

		2021-2022	2021
		Kshs	Kshs
Exercise books		398,350	319000
Laboratory equipment		594,780	
Teaching / learning materials		1,121,110	
Internal exams		252,500	
Textbooks and reference materials			
SMASSE			
Others(creditors)		499,396	785,756
Bank Charges		831	360
Total		2,866,967	1,105,116

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6. PAYMENTS FOR OPERATIONS

		2021-2022	2021
		Ksh.	Ksh.
Personnel emoluments		3,554,640	1,458,076
Repairs and maintenance		220,600	155,530
Local transport / travelling		711,656	262,154
Electricity and water		630,987	302,112
Medical		0	0
Administration costs		149,583	433,345
Activity		300,300	0
INFRASTRUCTURE ACC		3,449,500	2,113,500
Bank charges		2110	2,530
Sacco		0	75,872
Paye		0	1704
Welfare		0	3900
Total		9,019,376	4,808,723

7. BOARDING AND SCHOOL FUND PAYMENTS

		2021-2022	2021
		Kshs	Kshs.
Boarding, Equipment & Stores		18,888,219.5	5,458,169
Local transport / travelling		2263,443	197,300
Electricity, Water & Conservancy		1240,183	142,974
Repairs and maintenance		2,189,489	255,550
Activity		375,500	0
Personnel emoluments		1522531	809,934
Administration costs		5505054	803,069
Farm		285,500	84,610
Bank charges		19290	10,238
Other payments : creditors		3,434,147	1,971,656
Insurance on school property		0	359,633
Medical		0	0
Gratuity		267,281	0
Uniform		6,758,250	26,400
Development		2,187,783	
Rent		4,400	21,000
Total		44,941,070	10,140,533

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8. Infrastructure.			
		KSH.	KSH.
Payments		5,252,335	1,173,680

9. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2021
		Kshs	Kshs
KCB	1101926457	2,038,750	304,002
Equity	1150266511152	10419	225515
KCB	1101933054	5,928.	3640
KCB	1101934883	41,705	385,372
TAIFA SACCO	702—11--0779	1,719	269000
Infrastructure		111261.2	932,247.5
Total		2,199,363.2	1740615.5

10. CASH IN HAND

Description		2021-2022	2021
		Ksh.	Ksh.
School Fund account		(64,911)	58,133
Operations account		135,697	34,526
Infrastructure		250	21560
TOTAL		71,036	114,219

11. ACCOUNTS RECEIVABLE

Description		2021-2022	2021
		Kshs	Kshs
Fees arrears		4,216,649	4,855,278
Total		4,216,649	4,855,278

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

Description		2021-2022	2021
		Kshs	Kshs
Fees arrears for current year		710,916	586,154
Fees arrears for the previous year		586,154	571,773
Fees arrears for prior periods (over two years)		2,919,579	3,697,351
Total		4,216,649	4,855,278

12. ACCOUNTS PAYABLE

Description		2021-2022	2021
		Kshs	Kshs
Trade creditors		786,000	2,939,949
Prepaid fees		1,205,965	0
Total		1,991,965	2,939,949

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

Description		2021-2022	2021
		Kshs	Kshs
Trade creditors for current year		786,000	3,434,147
Trade creditors for the previous year		0	0
Trade creditors for prior periods (Over two years)		0	0
Total		786,000	3,434,147

13. FUND BALANCE BROUGHT FORWARD.

Description		2021-2022	2021
		Kshs	Kshs
Bank balances		1740615.5	332,810
Cash balances		114,219	29,018
Receivables		4,855,278	4,855,278
Payables		(3,434,147)	(3,434,147)
Total		3,275,965.5	1,782,959

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Other important disclosure notes

IPSAS 1 encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

14. Biological assets

Description	Numbers	2021-2022	2021
		Estimated value	Estimated value
		Kshs	Kshs
Cattle	3	160,000	0
Trees	1500	65,000	60,000
Total			

15. Stock/Inventory

Description		2021-2022	2021
		Kshs	Kshs
Stock/ inventory at beginning of the year		507,000	507,000
Stock/ inventory purchased during the year		22,084,395	5,568,367
Stock/ inventory issued during the year		22,100,387	5,955,367
Balance at end of the year		491,008	507,000

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

S/no	Supplier of Goods or Services	Original Amount	Date Contracted from	Amount Paid To-date	Outstanding Balance as at as 30/06/2022	Comment
		Kshs	Kshs	Kshs	Kshs	
		a	b	c	d=a-c	
a						
b	Supply of goods Tuition Account					
1	Khimji D Shah	1,603,175	2021	1,317,175	286000	
2						
	Sub-Total (B)	1603175		1,317,175	286,000	
	Sub-Total (C)					
	School Fund/Boarding Account					
c	Supply of Goods & Services					
1	Eureka resources ltd	1,500,000	2021	1000,000	500,000	
2						
3						
4						
4						
	Sub-Total (D)	1500000		1000,000	500,000	
	Grand Total (E=A+B+C+D)	3,103,175		2,317,175	786000,	

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ANNEX 2 - SUMMARY OF FIXED ASSETS REGISTER

S/no	Asset class	Date purchased	Historical Cost b/f	Historical Cost c/f
			Estimated value	Estimated Value
			Kshs	Kshs
1	Land 1 4.8 hectatres	1972	18,000,000	18,000,000
2	Land. 2 1.34 Hectare	2000	5000,000	5000,000
3	Land 3	1984	1,125,000	1,125,000
4	Buildings and Structure		84,000,000	84,000,000
5	Motor Vehicles-School bus	2011	5,450,000	5500,000
	School Van	2020	1,855,901	1,905,901
6	Office Equipment, furniture and fittings		437,000	437,000
7	ICT Equipment and Other ICT Assets	2020	400,000	400,000
8	Tools and Apparatus		350,000	350,000
9	Textbooks		2,500,000	2,500,000
9	Other Machinery and Equipment			
10	Intangible assets-software	2020	280,000	280,000
	Total		119,397,901	119,497,901