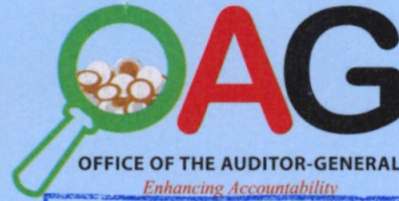


REPUBLIC OF KENYA



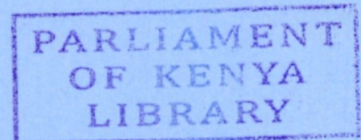
 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 01 JUL 2026	
DAY. WEDNESDAY	
TABLED BY:	MON. DWEN BAYA, M.P.
CLERK-AT THE-TABLE:	CHRISTINE NDIRITU

REPORT

OF

THE AUDITOR-GENERAL

ON



GODOMA SECONDARY SCHOOL

**FOR THE SIX (6) MONTHS' PERIOD
ENDED 30 JUNE, 2021**

KILIFI COUNTY



GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
P.O BOX 494-80108
KILIFI

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDING
30th June 2021

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

Table of Contents	Page
I. KEY SCHOOL INFORMATION AND MANAGEMENT	1
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL.....	5
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY	8
IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF GODOMA SECONDARY SCHOOL OF THE YEAR ENDING 30 TH JUNE 2021.....	9
V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 TH JUNE 2021.....	10
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021 11	
VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2021	13
VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2021	12
IX. SIGNIFICANT ACCOUNTING POLICIES	16
X. NOTES TO THE FINANCIAL STATEMENTS	18
CAPITATION GRANT FOR INFRASTRUCTURE.....	18
PARENTS CONTRIBUTION/FEEES - SCHOOL FUND ACCOUNT	18

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 KILIFI County, GANZE Sub-County

The school was registered in 1968 under registration number 03S/3000/0145 and is currently categorized as a Extra County public school established, owned or operated by the Government.

The school is a day/boarding school and had 546 number of students as at *30th June 2021*. It has Four streams and Twenty-Nine teachers of which Seven 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	Dr. Bishop Lawrence Dena	Chairman	05.07.2019
2	Mr. Charles M Kyambi	Secretary - Principal	05.07.2019
3	Rev. Isaiah K Nzai	Member	05.07.2019
4	Mr. Joseph R Fondo	Member	05.07.2019
5	Mr. Eric Maitha	Member	05.07.2019
6	Ms. Evelyn Barasa	Member	05.07.2019
7	Mr. Darius M Soda	Member	05.07.2019
8	Mr. Kifalu C Kalama	Member	05.07.2019
9	Mr. Rodgers K Ngala	Member	05.07.2019
10	Dr. Bishop Lawrence Dena	Member – Rep CEB	05.07.2019
11	Mr Fredrick Charo	Member Rep Teachers	05.07.2019
12	Dr. Bishop Lawrence Dena, Rev Isaiah Nzai, Mr. Joseph Ruwa	3 Members - Sponsor	05.07.2019
13	Ms. Lillian Randu		
14	Mr. Wifred Baya	Member - Community	05.07.2019
15	Mr. Jacob Sirya	MemberSpecial Needs	05.07.2019
16		Rep Students	05.07.2019

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Dr. Bishop L Dena Charles Kyambi Darius Doda Joseph Ruwa Rodgers Ngala	Chairman Secretary/Principal Member Member Member	2 meetings
2	Audit Committee	n/a	n/a	
3	Finance, procurement and general purposes Committee	Darius Doda Alphonse Ruwa Joseph Ruwa Lillian Randu	Chairman Member Member Member	1 meeting
4	Academic Committee	Dr. Bishop L Dena Charles Kyambi Fredrick Charo Wilfred Baya Kifalu Kalama	Chairman Secretary/Principal Member Member Member	1 meeting
5	Development Committee	Dr. Bishop L Dena Charles Kyambi Rodgers Ngala Harambee Thoya Rev Isaiah Nzai	Chairman Secretary/Principal Member Member Member	3 meetings
6	Discipline and welfare Committee	Dr. Bishop L Dena Charles Kyambi Fredrick Charo Lillian Randu Kifalu Kalama	Chairman Secretary/Principal Member Member Member	2 meetings

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

7	Adhoc Committee (if any during the year)	Harambee Thoya Lennox Mambo Stephen Muna Sheilla Vudinya	Chairman Secretary Member Member	2 meetings

(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	Charles Kyambi	240312
2	Deputy Principal	Harambee Thoya	336549
3	School Bursar	Ennox Mambo	n/a

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 494 80108 Kilifi
Telephone: 0707577006
E-mail: godomasec@gmail.com
Website: www.godomasec.co.ke
Facebook:
Twitter:

(f) School Bankers

The following school operated 4 number of bank accounts in the following banks:

1. Name of Bank: KCB
Branch: Kilifi
Account Number: 1102211265
2. Name of Bank: KCB
Branch: Kilifi
Account Number: 1102210846
3. Name of Bank: KCB
Branch: Kilifi
Account Number: 1102209686
4. Name of Bank: KCB
Branch: Kilifi
Account Number: 1236313852
5. MPESA Pay Bill No. 522123 attached to 1102211265 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

	30.06.2021	30.06.2020	30.06.2019
Surplus/(Deficit)	2,725,810.40	3,269,337.00	(1,902,034.90)

FSE Received from the Ministry

	30.06.2021	30.06.2020	30.06.2019
FSE Received	5,977,284.40	7,605,896.00	11,144,7117.10)

Ratio of Capitation per student

	30.06.2021	30.06.2020	30.06.2019
FSE	5,977,284.40	7,605,896.00	11,144,7117.10)
No. of students	546	545	596
Ratio	10,947	13.956	18,699

Overview of growth of other incomes

	30.06.2021	30.06.2020	30.06.2019
Other Incomes	438,528.00	644,168.00	460,250

Overview of growth of expenditure

	30.06.2021	30.06.2020	30.06.2019
Expenditure	13,687,070.00	19,432,654.00	35,632,861.00

Movement of debtors & creditors

	30.06.2021	30.06.2020	30.06.2019
Debtors	16,879,995.12	18,536,185.51	19,418,119.80
Creditors	12,870,956.00	14,686,517.39	12,006,104.00

Movement of cash and bank balances

	30.06.2021	30.06.2020	30.06.2019
Cash	398,148.15	786.05	1,315.05
Bank	3,435,124.91	1,266,047.61	1,439,529.61

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

b) Teacher Student ratio:

	30.06.2021	30.06.2020
Teacher student ratio	1:19	1:19
No. of teachers recruited/posted	0	1
No. of teachers transferred/retired	0	0
No. of TSC teachers	22	22
No. of BOM teachers	7	7

c) Mean score in the 2020 KCSE:

Year	No. of candidates	Mean Target	Mean Score	Transition	Comment
2020	137	6.50	5.71	112	Good
2019	110	6.00	6.13	94	Good
2018	110	4.80	4.97	62	Good

d) Number of Candidates in the 2021 KCSE:

	30.06.2021	30.06.2020	30.06.2019
No. of candidates	137	137	110

e) Capacity of the school:

Year	No. of students	No. of Dorms	No. of Toilets	No. of classes	Kitchen/ Dining	No. of Labs
2021	546	11	31	18	1	2
2020	545	11	31	18	1	2
2019	596	11	31	18	1	2

f) Development projects carried out by the school:

No development project was undertaken during the period under review.

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

Sign

Warra Mangi
School Principal



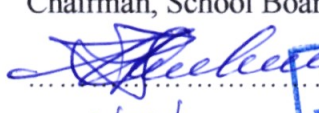
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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.

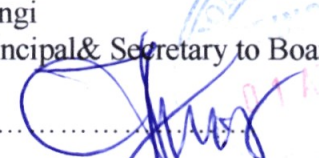
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

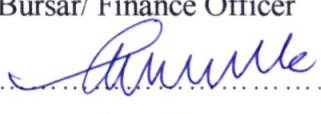
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.

Name: Reuben S. Katite
Designation: Chairman, School Board of Management
Sign: 
Date: 01/04/2026



Name: Warra Mangi
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 01/04/2026



Name: Lennox Mambo
Designation: Bursar/ Finance Officer
Sign: 
Date: 01/04/2026

BURSAR
GODOMA SEC. SCHOOL
P.O BOX 494-80108 KILIFI.
Date: _____ Sign: _____

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 GODOMA SECONDARY SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 – KILIFI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Godoma Secondary School set out on pages 10 to 27, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021 and the statement of receipts and payments,

statement of cash flows and statement of budgeted versus actual amounts for the six (6) months' period then ended.

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 Godoma Secondary School as at 30 June, 2021, and of its financial performance and its cash flows for the six (6) months' period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Statement of Receipts and Payments

The statement of receipts and payments reflects receipts totalling to Kshs.16,483,205. Included in the receipts is an amount of Kshs.902,371 in respect of capitation grants for tuition. However, the bank statement for tuition reflects an amount of Kshs.708,542 as having been received resulting to unexplained variance of Kshs.193,829. In addition, Notes 2 and 3 reflects receipts from capitation grants for operations and infrastructure totalling to Kshs.5,074,913 while the bank statement for operation indicates an amount of Kshs.6,821,335 as having been received resulting to unexplained variance of Kshs.1,746,422. The recomputed surplus as a result of the variances is therefore Kshs.4,198,368 hence the statement's reflected surplus of Kshs.2,645,775 is understated by Kshs.1,552,593.

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

2. Variances in Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.12,870,956 as disclosed in Note 11 to the financial statements. However, the ledger reflects a balance of Kshs.3,350,060 resulting to an unexplained variance of Kshs.9,520,896.

In the circumstances, the accuracy, existence and completeness of the accounts payables balance of Kshs.12,870,956 could not be confirmed.

3. Undisclosed and Inaccurate Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects a cash and cash equivalents balance of Kshs.3,833,273 which includes a bank balance of Kshs.3,435,125. However, the bank balance is wrongly linked to Note 8 to the financial statements instead of Note 7 which reflects a balance of Kshs.3,455,214 resulting to unexplained variance of Kshs.20,090. In addition, the balance includes cash balance of Kshs.398,148 which has been wrongly linked to Note 9 to the financial statements instead of Note 8 and which was not supported with board of survey report. Further, review of records revealed that personal emoluments account with a balance of Kshs.33,183 was not disclosed in the financial statements and the respective cash

books, bank reconciliation statements and board of survey reports were not provided for audit review.

In the circumstances, the accuracy, completeness, and existence of cash and cash equivalents balance of Kshs.3,833,273 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budgets and actual on a comparable basis of Kshs.30,701,340 and Kshs.12,609,099 respectively, resulting in under-funding of Kshs.18,092,241 or 59% of the budget. However, the School spent Kshs.10,192,019 against actual receipts amounting to Kshs.12,609,099 resulting in under-utilization of Kshs.2,417,080 or 19% of actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1. Unaudited Comparative Balances

I draw attention to the fact that prior to the 2020/2021 financial year, Public Secondary Schools in Kenya did not prepare financial statements for audit. Consequently, the Public Sector Accounting Standards Board prescribed 30 June, 2021 as the first-time adoption of the International Public Sector Accounting Standards (IPSAS) – Cash Basis of Accounting by Public Secondary Schools.

The financial statements for the six (6) months period ended 30 June, 2021 include comparative information. However, the comparative figures were based on figures which I had not audited. My audit procedures were, therefore, limited to the extent that comparative information does not contain misstatements that materially affect the current period's financial statements. Accordingly, I do not express an opinion or any form of assurance on the comparative information. My audit opinion on the current period financial statements is not modified in respect of this matter.

2. Opening Balances

I draw your attention to the opening balances for six (6) months period ended 30 June, 2021. The opening balances as at 1 January, 2021 were audited by predecessor auditor who expressed an unmodified opinion. I did not audit the financial statements of the prior period.

My opinion is not modified in respect of these matter.

Other Information

The Management is responsible for the Other Information set out on pages 1 to 8 which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2021. Instead, the financial statements were received on 19 February, 2026. This was contrary to Section 47(1) of the Public Audit Act, 2015 that requires that financial statements should be submitted to the Auditor-General within three (3) months after the end of the fiscal year to which the accounts relate.

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

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition, operations and infrastructure totalling to Kshs.5,977,285 as disclosed in Notes 1, 2 and 3 to the financial statements. During the period, National Education Management and Information System (NEMIS) reported a total number of five hundred and forty-six (546) students while the enrolment records provided by the School indicated a total number of five hundred and seventy-six (576) students, resulting in an explained variance of thirty (30) students. As a result of the variances, the School was under-funded by an amount of Kshs.448,721.

In the circumstances, the under-funding of the School may have affected service delivery to the stakeholders.

3. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, operations and infrastructure totalling Kshs.5,977,285. Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the period, NEMIS reflected five hundred and forty-six (546) students while records from the County Director of Education had five hundred and seventy-six (576) students, resulting in an underfunding of the school by an amount of Kshs.448,721. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

In the circumstances, under-funding of the School may have affected service delivery to the stakeholders.

4. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects capitation grants for operations amount of Kshs.2,901,518 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.2,168,000 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.1,895,000 was transferred to infrastructure account, leaving a balance of Kshs.273,000 as at 30 June, 2021. 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.

5. Irregular and Unauthorized Inter-Bank Account Borrowing

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.16,879,995 as disclosed in Note 10 to the financial statements. The balance includes Kshs.7,363,949 disclosed as receivables by operations and tuition.

In addition, payables balance of Kshs.12,870,956 as disclosed in Note 11 to the financial statements includes Kshs.6,889,811 which is disclosed as payable to tuition, boarding and operations. These balances relate to outstanding inter-bank account borrowings. This was contrary to Regulation 54 (1) of the Public Finance Management (National Government) Regulations, 2015 which states that except as provided for in the Act and these Regulations, an Accounting Officer of an entity may not authorize payment to be made out of funds earmarked for specific activities for purposes other than those activities.

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

6. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 11 to the financial statements reflects accounts payables balance of Kshs.12,870,956. However, included in the balance are trade creditors balance of Kshs.419,645 which had been outstanding for more than one (1) year and risk loss of public funds through litigations, interests and penalties. This was contrary to Regulation 42 (1) (a) of the Public Finance Management (National Government) Regulations, 2015 which states that, debts service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations.

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

7. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows:

- i) The financial statements relate to six (6) months ending 30 June, 2021. However, this is contrary to chapter 5.3 of the guidelines on implementation of International Public Sector Accounting Standards (IPSAS) by Secondary Schools in Kenya issued on 20 August, 2021 which stated that the Schools were expected to prepare financial statements for eighteen (18) months from 1 January, 2020 to 30 June, 2021.
- ii) A disclosure was not made in the financial statements that the comparative information may not be comparable in line with the guidelines chapter 5.4.
- iii) The headings on every page of the financial statements incorrectly indicate that they cover the year ended 30 June 2021 instead of the six (6) months' period ended 30 June, 2021.
- iv) The numbering in the table of content does not correspond with page numbers of the financial statements.
- v) School bankers on page v listed four (4) accounts and left out School Bus Saving Account and Personal Emoluments which has been presented.

- vi) The annexure on pending accounts payables is blank.
- vii) The numbering of the Notes is inconsistent and not aligned to the corresponding statements.
- viii) Annex 2 on the summary of fixed assets reflects a balance of Kshs.86,758,000 while a recalculation of the balance gives Kshs.86,768,000 resulting to a variance of Kshs.10,000.
- ix) Note 1 on significant accounting policies on basis of preparation states that the financial statements have been prepared and presented in Kenya shillings to the nearest shilling. However, the amounts and balances in the financial statements have not been rounded off to the nearest shilling.

Further, lack of relevant information may affect users' reliance on the financial statements for decision making.

In the circumstances, Management did not comply with the PSASB guidelines.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Lack of Audit Committee

During the period under review, the School had not constituted an Audit Committee. This was contrary to Section 90 of the Basic Education Act, 2013 which states that the Cabinet Secretary shall establish mechanisms for school-based auditing and that the officers responsible for school-based auditing for public schools shall advise and work with the respective headteachers, principals, school administrators and governing bodies to ensure the proper maintenance of accounts and assets of the Institution.

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

2. Failure to Maintain a Textbooks Catalogue

Review of management of textbooks revealed that the School had received a total of eight thousand nine hundred and seventy-four (8,974) books from the Ministry of Education since 2018. However, it was observed that the School did not maintain a functional library catalogue (either manual or automated). There was no centralized record detailing the list of titles, authors, ISBNs, acquisition dates, or current locations of textbooks and reference materials. As a result, the School could not accurately report the volume of its library holdings thereby making it difficult to verify adequacy of its resources in relation to academic operational standard.

In the circumstances, the existence of effective measures in the management of textbooks could not be confirmed.

3. Weaknesses in Management of Assets

Annex 2 on summary of fixed assets register reflects a balance of Kshs.86,758,000 in respect of fixed assets which when recomputed reveal Kshs.86,768,000 which include land valued at Kshs.22,500,000. However, land ownership documents were not provided for audit. In addition, Management did not prepare an updated fixed assets register and the assets at the School were not tagged for ease of identification.

In the circumstances, the existence of effective measures in the management of assets could not be confirmed.

4. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.16,879,995 which includes fees arrears balance of Kshs.9,213,409 as disclosed in Note 10 to the financial statements. Included in the fee arrears is an amount of Kshs.3,735,346 which had been outstanding for more than two (2) years. However, there was no age analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

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

5. Weak Internal Controls in Inventory Management

Note 16 on other important disclosures to the financial statements reflects stock/inventory balances of Kshs.293,514 and prior year balance of Kshs.640,524 which when recomputed reveals Kshs.1,640,524 resulting to a variance of Kshs.1,000,000 attributed to a computation error of the comparative balance. In addition, there was no documented evidence to confirm that an annual stock take was conducted for the period under review and no board of survey was provided for audit verification. In addition, physical verification of the inventory receipt and issue system in the Stores Department revealed that stores records are maintained manually using stock cards. The manual system did not provide adequate details of who requested the inventory, the point or location of issue, thereby limiting the ability to trace issued inventory. Also, the system lacked provisions for determining inventory utilization, reorder levels and obsolete items held in store.

In the circumstances, the accuracy, completeness, and existence of stock/inventory and biological assets balances of Kshs.293,514 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 control 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 control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs

will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

22 May, 2026

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	2020-2021	2019-2020
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	902,371.50	1,108,695.00
Capitation grants for operations	2	2,901,517.90	4,318,700.00
Capitation grants for Infrastructure	3	2,173,395.00	2,538,500.00
P/Emol Savings Income	4	70,325.00	0.00
School Fund Income- Parents' Contributions	5	4,181,502.00	5,511,116.00
School Fund Income- Other receipts	6	6,254,094.00	9,224,980.00
Proceeds from borrowings		0.00	0.00
TOTAL RECEIPTS		16,483,205.40	22,701,991.00
PAYMENTS			
Payments for Tuition	7	1,105,860.00	1,686,965.00
Payments for operations	8	1,990,881.00	4,715,422.00
Payments for Infrastructure	9	252.00	2,205,142.00
Payments for P/Emol Savings	10	150,360.00	0.00
Boarding and school fund payments	11	10,590,077.00	10,825,125.00
TOTAL PAYMENTS		13,837,430.00	19,432,654.00
SURPLUS/DEFICIT		2,645,775.40	3,269,337.00

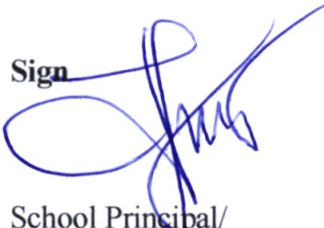
The school financial statements were approved on _____ 2021 and signed by:

Sign: 

Chair BOM

Reuben S. Katite
Date 01-04-2026

CHAIRMAN
BOARD OF MANAGEMENT
GODOMA SECONDARY SCHOOL

Sign: 

School Principal/
Secretary to BOM
Warra Mangi
Date 01-04-2026



Sign: 

Bursar/
Finance Officer
Lennox Mambo
Date 01-04-2026

VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	3,435,124.91	1,266,047.61
Cash Balances	9	398,148.15	786.00
Short term Investment	10	0.00	0.00
Total Cash and cash equivalent		3,833,273.00	1,266,833.66
Account's receivables	10	16,879,995.12	18,616,220.51
TOTAL FINANCIAL ASSETS		20,713,268.18	19,883,054.17
FINANCIAL LIABILITIES			
Accounts Payables	11	12,870,956.00	14,686,517.39
NET FINANCIAL ASSETS		7,842,312.18	5,196,536.78
REPRESENTED BY			
Accumulated Fund b/fwd	12	5,196,536.78	1,927,199.78
Surplus/Deficit for the year		2,645,775.40	3,269,337.00
NET FINANCIAL POSITION		7,842,312.18	5,196,536.78

The School's financial statements were approved on _____ 2021 and signed by:

Name: Bishop Dr. R. S. Kante
Chairman, BoM

Sign: _____

Date: 01/04/2026

Name: E M Warra
School Principal/Secretary
to BoM

Sign: _____

Date: 01/04/2026

Name: L Mambo
Bursar/Finance

Sign: _____

Date: 01/04/2026

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

		2020-2021	2019-2020
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	708,541.50	1,108,695.00
Other receipts for tuition		319,970.00	0.00
Capitation grants for operations	2	4,431,209.90	6,627,200.00
Other receipts for operations		62,309.00	1,255,439.00
Capitation grants for Infrastructure	3	2,168,000.00	2,538,500.00
Other receipts for Infrastructure		5,395.00	0.00
School fund income- Parents contributions/ fees	4	9,322,214.00	13,943,013.00
School fund income- other receipts	5	128,162.00	546,288.00
Total receipts		17,145,801.40	26,019,135.00
Payments			
Payments for Tuition		1,041,855.00	2,082,962.00
Payments for operations		3,844,705.00	7,908,570.00
Payments for Infrastructure		322,271.00	2,124,896.00
Boarding and school fund payments		9,370,531.00	14,076,718.00
Total payments		14,579,362.00	26,193,146.00
Net cash flow from operating activities		2,566,439.40	(174,011.00)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		0.00	0.00
Acquisition of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		0.00	0.00
Net cash flows from Investing Activities		0.00	0.00
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash flow from financing activities		0.00	0.00
NET INCREASE IN CASH AND CASH EQUIVALENTS		2,566,439.40	(174,011.00)
Cash and cash equivalent at BEGINNING of the year		1,266,833.66	1,440,844.66
Cash and cash equivalent at END of the year		3,833,273.06	1,266,833.66

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

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks & reference materials	0.00	0.00	0.00	0.00	0.00	0.00
Exercise books	678,180.00	0.00	678,180.00	496,493.30	181,666.70	73
Laboratory equipment	319,760.00	0.00	319,760.00	226,112.00	93,648.00	74
Internal exams	81,000.00	0.00	81,000.00	84,072.00	17,128.00	79
Teaching / learning materials	0.00	0.00	0.00	0.00	0.00	0
Chalks	42,000.00	0.00	42,000.00	32,491.00	9,509.00	77
Exams and assessment	0.00	0.00	0.00	0.00	0.00	0
Teachers guides	86,800.00	0.00	86,800.00	60,128.00	26,272.00	69
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	3,668,000.00	0.00	3,668,000.00	1,637,420.00	2,030,580.00	45
Repairs and maintenance	0.00	0.00	0.00	0.00	0.00	0
Local transport / travelling	476,000.00	0.00	476,000.00	229,162.00	246,838.00	48
Electricity and water	224,000.00	0.00	224,000.00	105,015.00	118,985.00	47
Medical	784,000.00	0.00	784,000.00	324,967.00	459,033.00	41
Administration costs	504,000.00	0.00	504,000.00	258,323.00	245,677.00	51
Activity	728,000.00	0.00	728,000.00	346,631.00	381,369.00	48
Gratuity	0.00	0.00	0.00	0.00	0.00	0
SMASSE	0.00	0.00	0.00	0.00	0.00	0
(3) FEES CHARGED ON PARENTS						

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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
Personnel emoluments	3,808,000.00	0.00	3,808,000.00	1,614,434.00	2,193,566.00	58
Repairs and maintenance	1,120,000.00	0.00	1,120,000.00	366,503.00	753,497.00	67
Local transport / travelling	1,064,000.00	0.00	1,064,000.00	406,088.00	657,912.00	62
Electricity and water	1,036,000.00	0.00	1,036,000.00	422,803.00	613,197.00	59
Medical	0.00	0.00	0.00	0.00	0.00	0
Administration costs	1,596,000.00	0.00	1,596,000.00	393,748.00	1,202,252.00	75
Activity	140,000.00	0.00	140,000.00	81,946.00	58,054.00	41
SMASSE	0.00	0.00	0.00	0.00	0.00	0
Fee on Boarding Equipment & Stores	13,935,600.00	0.00	13,935,600.00	5,390,263.00	8,545,337.00	61
OTHER INCOME						
Rent income	230,000.00	0.00	230,000.00	117,500.00	112,500.00	49
Income from farming activities	0.00	0.00	0.00	0.00	0.00	0
Insurance compensation	0.00	0.00	0.00	0.00	0.00	0
Income from Posho mill	0.00	0.00	0.00	0.00	0.00	0
Income from Bus Hire	180,000.00	0.00	180,000.00	15,000.00	165,000.00	92
Fee for hire of ground and equipment	0.00	0.00	0.00	0.00	0.00	0
Interest income	0.00	0.00	0.00	0.00	0.00	0
Income from any other investment	0.00	0.00	0.00	0.00	0.00	0
TOTAL INCOME						
(I) EXPENDITURE FOR TUITION						
Textbooks and reference materials	0.00	0.00	0.00	0.00	0.00	0
Exercise books	687,600.00	0.00	687,600.00	0.00	0.00	0
Laboratory equipment	313,165.00	0.00	313,165.00	277,037.00	36,128.00	11.5
Internal exams	88,740.00	0.00	88,740.00	30,500.00	58,240.00	66
Teaching / learning materials	32,000.00	0.00	32,000.00	37,000.00	5,000.00	15.6
Chalks	45,000.00	0.00	45,000.00	60,000.00	15,000.00	33

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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
Exams and assessment	0.00	0.00	0.00	0.00		0
Teachers guides	83,277.00	0.00	0.00	0.00	0.00	0
Administration costs	0.00	0.00	0.00	0.00	0.00	0
Bank Charges	0.00	0.00	0.00	612.00	612.00	n/a
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	3,660,780.00	0.00	3,660,780.00	1,073,160.00	2,587,620.00	71
Repairs, maintenance & improvements	0.00	0.00	0.00	0.00	0.00	0
Local transport / travelling	476,000.00	0.00	476,000.00	150,376.00	325,624.00	68
Electricity, water and conservancy	218,130.00	0.00	218,130.00	181,492.00	36,638.00	17
Medical	675,000.00	0.00	675,000.00	7,500.00	667,500.00	99
Administration costs	536,570.00	0.00	536,570.00	189,095.00	347,475.00	65
Activity Expenses	720,000.00	0.00	720,000.00	66,530.00	653,470.00	91
Gratuity	0.00	0.00	0.00	0.00	0.00	0
SMASSE	000	0.00	0.00	0.00	0.00	0
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	3,807,580.00	0.00	3,807,580.00	1,835,800.00	1,971,780.00	52
Repairs, maintenance and improvements	1,150,000.00	0.00	1,150,000.00	341,756.00	808,244.00	70
Local transport / travelling	1,040,000.00	0.00	1,040,000.00	384,630.00	655,370.00	63
Electricity, water and conservancy	935,000.00	0.00	935,000.00	248,397.00	686,603.00	74
Medical Expenses	180,000.00	0.00	180,000.00	115,402.00	64,598.00	36
Administration costs	1,797,300.00	0.00	1,797,300.00	882,816.00	914,484.00	51
Activity	125,000.00	0.00	125,000.00	1,000.00	124,000.00	99
Gratuity	0.00	0.00	0.00	0.00	0.00	0
Lunch programme	0.00	0.00	0.00	0.00	0.00	0

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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
Boarding Equipment and Stores	13,833,600.00	0.00	13,833,600.00	4,308,916.00	9,524,684.00	69
Expenditure for Income Generating Activity	0.00	0.00	0.00	0.00	0.00	0
Insurance costs	0.00	0.00	0.00	0.00	0.00	0
Other expenses on investments	0.00	0.00	0.00	0.00	0.00	0
Rent Expenses	230,000.00	0.00	230,000.00	0.00	230,000.00	100
Bank Charges	0.00	0.00	0.00	0.00	0.00	0
Loan Interest Repayment	0.00	0.00	0.00	0.00	0.00	0
Loan Principal Repayment	0.00	0.00	0.00	0.00	0.00	0
Acquisition of Assets	0.00	0.00	0.00	0.00	0.00	0
TOTALS	23,098,480.00	0.00	23,098,480.00	8,187,717.00	14,999,763.00	x

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

- i. Xxx
- ii. Xxx

IX. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Kshs	
Textbooks and reference materials	0.00	
Exercise books	496,463.30	509,695.00
Laboratory equipment	226,111.95	286,322.00
Internal exams	64,071.65	72,479.00
Teaching / learning materials	60,128.30	147,354.00
Chalks	32,491.35	37,737.00
Exams and assessment	0.00	0.00
Teachers guides	23,104.95	55,108.00
Total	902,371.50	1,108,695.00

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	
	Kshs	
Personnel emoluments	1,637,420.00	2,383,265.00
Repairs and maintenance	0.00	0.00
Local transport / travelling	229,161.90	374,757.00
Electricity and water	105,015.00	175,862.00
Medical	324,967.00	209,360.00
Administration costs	258,323.00	396,736.00
Activity	346,631.00	418,720.00
BOM Teachers	0.00	360,000.00
Total	2,901,517.90	4,318,700.00

CAPITATION GRANT FOR INFRASTRUCTURE

	2020-2021	2019-2020
	Kshs	Kshs
Infrastructure grant	2,168,000.00	2,488,500.00
Other	5,385.00	50,000.00
Total	2,173,395.00	2,538,500.00

PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	1,753,881.00	2,021,389.00
Repairs and maintenance	506,090.00	740,074.00
Local transport / travelling	800,607.00	858,164.00
Electricity and water	585,045.00	913,807.00

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

	2020-2021	2019-2020
	Kshs	Kshs
Medical	0.00	0.00
Administration costs	459,512.00	896,037.00
Activity	76,367.00	81,645.00
Total	4,181,502.00	5,511,116.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Fee on Boarding Equipment and Stores	5,965,565.00	8,940,792.00
Rent income	117,500.00	190,000.00
Income from farming activities	0.00	0.00
Insurance compensation	0.00	0.00
Income from Posho mill	0.00	0.00
Income from Bus Hire	0.00	0.00
Fee for hire of ground and equipment	0.00	0.00
Income from Tender adverts	0.00	66,000.00
Income from grants and donations*	0.00	0.00
Interest income	0.00	0.00
Dividends income	0.00	0.00
Miscellaneous income	140,000.00	12,588.00
KCSE fees	31,028.00	15,100.00
Total	6,254,094.00	9,224,980.00

4 PAYMENTS FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	0.00	0.00
Exercise books	652,711.00	904,800.00
Laboratory equipment	277,037.00	518,323.00
Internal exams	30,500.00	38,900.00
Teaching / learning materials	37,000.00	134,500.00
Chalks	60,000.00	6,000.00
Exams and assessment	0.00	0.00
Teachers guides	48,000.00	84,000.00
Administration Costs	0.00	0.00

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

Bank Charges	612.00	442.00
Total	1,105,860.00	1,686,965.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 PAYMENTS FOR OPERATIONS

	2020-2021	
	Kshs	
Personnel emoluments	1,073,160.00	2,406,100.00
Service Gratuity	0.00	0.00
Administration Cost	482,545.00	649,403.00
Repairs and maintenance & improvements	0.00	0.00
Local transport / travelling	150,376.00	246,200.00
Electricity and water	210,770.00	205,089.00
Medical	7,500.00	284,930.00
Activity Expenses	66,530.00	473,700.00
SMASSE	0.00	0.00
Insurance Cost	0.00	0.00
Bank Charges	0.00	0.00
Acquisition of Assets	0.00	0.00
BOM Teachers salaries	0.00	360,000.00
TOTAL	1,990,881.00	4,715,422.00

6 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	
	Kshs	
Personnel emoluments	1,835,800.00	2,314,585.00
Service Gratuity	0.00	0.00
Repairs and maintenance & Improvements	400,256.00	792,538.00
Local transport / travelling	384,630.00	1,027,720.00
Electricity and water	248,397.00	769,558.00
Medical Expenses	115,402.00	0.00
Administration costs	1,503,796.00	1,322,625.00
Lunch Programme	0.00	0.00
Bank Charges	0.00	0.00
Activity	1,000.00	79,470.00
Expenses on Income Generating Activities	0.00	0.00
Fee on Boarding Equipment and Stores	6,100,796.00	4,353,729.00
Rent Expenses	0.00	0.00
Insurance Cost (Life Property)	0.00	90,000.00
Loan Principal repayment	0.00	0.00
Loan Interest repayment	0.00	0.00
Acquisition of Assets	0.00	0.00
KCSE fees	0.00	23,400.00

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

Tendering Committee	0.00	51,500.00
TOTAL	10,590,077.00	10,825,125.00

PAYMENTS FOR INFRASTRUCTURE

	2020-2021	2019-2020
	Kshs	Kshs
2No, classrooms	0.00	2,203,546.00
Bank Charges	252.00	1,596.00

7 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2020-2021	2019-2020
		Kshs	Kshs
Tuition Account	1102210846	36,412.25	49,755.75
Operations Account	1102209686	594,603.35	15,318.45
School Fund Account/Boarding	1102211265	307,801.31	555,789.41
Savings Account	1236314425	20,089.00	0.00
Parent Association Development Account		0.00	0.00
Income generating activities Account		0.00	0.00
Infrastructural Account	1236313852	2,496,308.00	645,184.00
Total		3,455,213.91	1,266,047.61

8 CASH IN HAND

Description	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	0.00	0.00
Operation Account	69,847.00	318.00
School Fund account	328,301.15	468.05
Total	398,148.15	786.05

9 SHORT TERM INVESTMENTS

Description	2020-2021	2019-2020
	Kshs	Kshs
Cooperative shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed deposit	0.00	0.00
Equity stock	0.00	0.00
Other investments	0.00	0.00
Total	0.00	0.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10 ACCOUNTS RECEIVABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears	9,213,409.42	11,549,443.81
Other non-fees receivables	302,636.70	277,686.70
Salary advances	0.00	0.00
Imprest	0.00	0.00
Tuition	4,568,845.00	4,694,985.00
Operations	2,795,104.00	2,094,105.00
Total	16,879,995.12	18,616,220.51

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	3,119,327.00	2,661,373.00
Fees arrears for the previous year	2,661,373.00	5,097,447.00
Fees arrears for prior periods (over two years)	3,735,346.12	4,068,310.51
Tuition A/c	4,568,845.00	4,694,985.00
Operations A/c	2,795,104.00	2,094,105.00
Total	16,879,995.12	18,616,220.51

11 ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	3,982,165.00	2,406,858.00
Prepaid fees	1,998,980.00	350,936.00
Boarding A/c	4,355,015.00	9,766,927.30
Tuition A/c	1,931,796.00	1,931,796.00
Operations A/c	603,000.00	230,000.00
Retention monies	0.00	0.00
Total	12,870,956.00	14,686,517.39

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	3,527,593.00	2,406,853.00
Trade creditors for the previous year	419,645.00	0.00

Prepaid Fees	1,998,980.00	350,938.00
Boarding A/c	4,355,015.00	9,766,927.30
Tuition A/c	1,931,796.00	1,931,796.00
Operations A/c	603,000.00	230,000.00
Trade creditors for prior periods (over two years)	0.00	0.00
Infrastructure A/c (retentions)	34,927.00	0.00
Total	12,870,956.00	14,686,517.39

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12 FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	3,435,124.91	1,266,047.61
Cash balances	398,148.15	786.05
Short Term Investments	0.00	0.00
Receivables	16,879,995.12	18,616,220.51
Payables	12,870,956.00	14,686,517.39
Total	7,842,312.18	5,196,536.78

GODOMA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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.

13 Non-current Liabilities Summary

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank loan(s)	0.00	0.00
Outstanding Leases	0.00	0.00
Hire purchase	0.00	0.00
Gratuity and leave provision	0.00	0.00
Total	0.00	0.00

14 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle	4	85,000.00	80,000.00
Goats		0.00	0.00
Trees		0.00	0.00
Coffee or tea plantation		0.00	0.00
Poultry		0.00	0.00
Total		85,000.00	80,000.00

15 Borrowings

Description	2020-2021	2019-2020
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments of during the year	0.00	0.00
Balance at end of the year	0.00	0.00

Other important disclosure notes

16 Stock/ Inventory

Description	2020-2021	2019-2020
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year	640,524.00	271,699.00
Stock/ inventory purchased during the year	516,923.00	3,834,608.00
Stock/ inventory issued during the year	(5,516,248.00)	(2,465,783.00)
Balance at end of the year	293,514.00	640,524.00

17 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
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						

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1	1968	Bamba	22,500,000.00	0.00	0.00	22,500,000.00
Land 2			0.00	0.00	0.00	0.00
Buildings and structures		Bamba	50,400,000.00	0.00	0.00	50,400,000.00
Motor vehicles – school bus	17/84/2009	Bamba	4,767,000.00	0.00	0.00	4,767,000.00
Office equipment, furniture and fittings		Bamba	3,521,000.00	0.00	0.00	3,521,000.00
ICT Equipment, and Other ICT Assets		Bamba	930,000.00	0.00	0.00	930,000.00
Jikos			700,000.00	0.00	0.00	700,000.00
Tools and apparatus		Bamba	2,000,000.00	0.00	0.00	2,000,000.00
Textbooks		Bamba	1,000,000.00	0.00	0.00	1,000,000.00
Other Machinery and Equipment		Bamba	800,000.00	0.00	0.00	800,000.00
Heritage and cultural assets		Bamba	0.00	0.00	0.00	0.00
Intangible assets- soft ware		Bamba	150,000.00	0.00	0.00	150,000.00
Total			86,758,000.00			86,758,000.00