REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

KILUANI BOYS SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2023

KAJIADO COUNTY

KILUANI BOYS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2023

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

Table of Contents Page

1. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education

2. 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 in Kajiado County, Kajiado-Central Sub-County.

The school was registered in March 2013 under registration number PU/S/3/2345/13 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 462 number of students as at *30th June 2023*. It has 3 streams and 20 teachers of which 4 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref.	Name of Board Member	Designation	Date of appointment
1	Mr. Elijah Samarek	Chairman	1st September 2022
2	Ms Patricia Mbaria	Vice chair	1st September 2022
3	Mr. Jared Nyagaka	Secretary-Principal	1st September 2022
4	Ms. Nanetia Ntari	Member	1st September 2022
5	Mr. James Larmoi	Member	1st September 2022
6	Mr. Bonnie Barasa	Member	1st September 2022
7	Ms. Hibo Mohamud	Member	1st September 2022
8	Mr. Jack Kamau	Member	1st September 2022
9	Ms. Jane Tonkei	Member -Rep CEB	1st September 2022
10	Ms. Pauline Senetoi	Member- Rep Teachers	1st September 2022
11	Mr. Rev. Kim	Member - Sponsor	1st September 2022
12	Rev. Stephen Omweri	Member -Community	1st September 2022
13	MS. Catherine Siteyia	Member-Special Needs	1st September 2022
14	Mr.William Saitoti	Member	1st September 2022
15	Mr. Wilson Tonkei	Member	1st September 2022
16	Ms.Karen Shani	Member	1st September 2022
17	Mr.Jonathan Turanta	Member	1st September 2022
18	Mr.Amos Tumanka	Member-Students	1st September 2022

The functions of the School Board of Management are to:

- 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	1.Mr Elijah Matampash 2.Hon.Patricia Mbaria 3.Ms Nanetia Ntari 4.Rev.Stephen Omweri 5.Ms.Hibo Mohamud 6.Mr.Jared Nyagaka	Chairman Vice Chair Member Community Rep. Member Secretary	5/15
2	Audit Committee	1.Mr. William Saitoti 2.Ms Hibo Mahamud 3.Mr. Jack Kamau 4.Mr. Jonathan Turanta 5.Mr. Jared Nyagaka 6.Mr. Benson Mutua	Member Member Member Member Secretary Member	2/15

3	Finance,procurement and general purposes Committee	1. Mr.Elijah Matampash 2. Mr.James Lamoi 3. Ms.Nanetia Ntari 4. Ms.Karen Shani 5. Mr.Jared Nyagaka 6. Mr.Benson Mutua	Chairman Member Member Member Secretary Member	2/15
4	Academic Committee	1.Mr.Onuko 2.Ms.Jane Tonkei 3.Mr.Jared Nyagaka 4.Ms.Catherine Siteyia 5.Mr. Wilson Tonkei	DOS Member Secretary Member Member	2/15
5	Development Com Member mittee	1.Mr. Elijah Matampash 2.Ms. Nanetia Ntari 3.Mr.Stephen Omweri 4.Ms.Karen Shani 5.Mr.Jared Nyagaka	Chairman Member Member Member Secretary	2/15
6	Discipline and welfare Committee	1. Mr.Jared Nyagaka 2. Mr.Stephen Omweri 3.Ms. Senetoi 4.Mr.Patrick Tetu 5.Hon.Patricia Mbaria	Secretary Member Member Member Member	1/15
7	Adhoc Committee (if any during the year)	1.Mr.Arnold 2.Mr.Edwin 3.Mr.Benson 4.Ms.Senetoi	Boarding Master Chairman Secretary Member	1/15

(d) School operation Management

For the financial year ended 30th June 2023 the school day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Mr.Jared Nyagaka	363584
2	Deputy Principal	Mr.Sam.Omosa	420745
3	School Bursar	Mr.Benson Mutua	280545

(e) Schools contacts

Post Office Box: 215 - 00207
Telephone: 0704 650217
E-mail: kiluaninewlife123@gmail.com
Website: N/A
Facebook:
Twitter:

(f) School Bankers

1. Name of Bank : KCB
   Branch : NAMANGA BRANCH

2. Name of Bank : KCB
   Branch : NAMANGA BRANCH

3. Name of Bank : KCB
   Branch : NAMANGA BRANCH

4. Name of Bank : EQUITY
   Branch : NAMANGA BRANCH

NO CDF Account operated by the school

(g) Independent Auditors

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

3. 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**:

S/NO.	DESCRIPTION (CAPITATION)	ACCOUNT	BANK	BRANCH	ENROL	EXPECTED	RECOVERIES	NET
1.	APRIL 2023	TUITION	KCB	NAMANGA	442	190,723.00	0.00	190,723.00
2.	APRIL 2023	OPERATIONS	KCB	NAMANGA	442	1,304,054.70	0.00	1,304,054.70
3.	JANUARY 2023	TUITION	KCB	NAMANGA	482	290,164.00	0.00	290,164.00
4.	JANUARY 2023	OPERATIONS	KCB	NAMANGA	482	1,496,330.44	0.00	1,496,330.44
5.	SEPTEMBER2022	TUITION	KCB	NAMANGA	481	431,096.25	0.00	431,096.25
6.	SEPTEMBER2022	OPERATIONS	KCB	NAMANGA	481	1,497,949.44	0.00	1,497,949.44
7.	JULY 2022	TUITION	KCB	NAMANGA	471	375,033.75	0.00	375,033.75
8.	JULY 2022	OPERATIONS	KCB	NAMANGA	471	1,321,856.79	0.00	1,321,856.79
9.	APRIL 2022	TUITION	KCB	NAMANGA	483	507,439.80	0.00	507,439.80
0.	APRIL 2022	OPERATIONS	KCB	NAMANGA	483	1,427,168.40	0.00	1,427,168.40
1.	JANUARY 2022	TUITION	KCB	NAMANGA	474	226,572.00	0.00	226,572.00
2.	JANUARY 2022	OPERATIONS	KCB	NAMANGA	474	982,933.80	0.00	982,933.80
3.	FORM 1 2021 CAPITATION FINAL	TUITION	KCB	NAMANGA	112	81,760.00	0.00	81,760.00
4.	FORM 1 2021 CAPITATION FINAL	OPERATIONS	KCB	NAMANGA	112	504,000.00	0.00	504,000.00
5.	MISSED 2ND QUARTER DECEMBER	TUITION	KCB	NAMANGA	10	7,000.00	0.00	7,000.00

16.	MISSED 2ND QUARTER DECEMBER	OPERATIONS	KCB	NAMANGA	10	35,537.00	0.00	35,537.00
17.	OCTOBER 2021	TUITION	KCB	NAMANGA	475	332,500.00	0.00	332,500.00
18.	OCTOBER 2021	OPERATIONS	KCB	NAMANGA	475	1,688,007.50	0.00	1,688,007.50
19.	JULY 2021	TUITION	KCB	NAMANGA	366	267,180.00	0.00	267,180.00
20.	JULY 2021	OPERATIONS	KCB	NAMANGA	366	1,647,000	0.00	1,647,000
21.	APRIL 2021	TUITION	KCB	NAMANGA	422	300,253.00	0.00	300,253.00
22.	APRIL 2021	OPERATIONS	KCB	NAMANGA	422	1,179,912.00	0.00	1,179,912.00
23.	FEBRUARY 2021	TUITION	KCB	NAMANGA	422	253,727.50	0.00	253,727.50
24.	FEBRUARY 2021	OPERATIONS	KCB	NAMANGA	422	1,422,140.00	0.00	1,422,140.00
25.	DECEMBER 2020	TUITION	KCB	NAMANGA	423	145,935.00	0.00	145,935.00
26.	DECEMBER 2020	OPERATIONS	KCB	NAMANGA	423	1,437,163.65	0.00	1,437,163.65
27.	JULY 2020	OPERATIONS	KCB	NAMANGA	432	1,609,200.00	0.00	1,609,200.00
28.	JANUARY 2020	TUITION	KCB	NAMANGA	336	621,600.00	0.00	621,600.00
29.	JANUARY 2020	OPERATIONS	KCB	NAMANGA	336	2,662,800.00	0.00	2,662,800.00

b) Teacher Student ratio:

Teachers Employed By TSC	*Teachers Employed By BOM*	*Total*
16	*4*	*20*

Teachers	*Students*	*Ratio*
20	*442*	*442/20=22.1*

Subjects Combination	*Teachers*	*Shortage*
Maths/Physics	*1*	*2*
English/Lit	*4*	*0*
Kisw/Hist	*2*	*1*
Chem/Bio	*2*	*2*
Hist/CRE	*1*	*2*
Bios/Agri	*2*	*0*
Physics/Chem	*1*	*2*
Maths/Chem	*2*	*1*
Maths/Bio	*0*	*1*
Kisw/CRE	*2*	*1*
Bst/Maths	*1*	*2*
Bst/Geo	*1*	*2*
Geo/CRE	*1*	*2*

c) Mean score in the *2022* KCSE:

KCSE YR	*NO OF STUDENTS*	*MEAN*	*MEAN GRADE*	*DEVIATION*
2019	*41*	*3.536*	*D+*	*+0.453*
2020	*55*	*3.473*	*D*	*-0.063*
2021	*86*	*3.210*	*D*	*-0.263*
2022	*109*	*3.450*	*D*	*+0.240*

d) Number of Candidates in the 2022 KCSE:

KCSE YR	*NO OF STUDENTS*	*MEAN*	*MEAN GRADE*	*DEVIATION*
2019	*41*	*3.536*	*D+*	*+0.453*
2020	*55*	*3.473*	*D*	*-0.063*
2021	*86*	*3.210*	*D*	*-0.263*
2022	*109*	*3.450*	*D*	*+0.240*

e) Capacity of the school:

The current enrolment is 442.

Facility	*Number*	*Shortage*
Classrooms	*12*	*5*
Laboratories	*1*	*1*
Kitchen	*1*	*1*
Staffrooms	*1*	*1*
Administration Office	*1*	*0*
Dorms	*5*	*1*
Toilets	*6*	*0*
Staff Headquarters	*13*	*5*
Water Tanks	*12*	*4*
Dinng Hall	*1*	*1*

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dormitory	MOE	Completed			Completed
Laboratory	MOE	Completed			Active
Visitors Toilet	Parents	Completed			Completed

....

School Principal

THE PRINCIPAL
KILUANI NEWLIFE SECONDARY
P.O. BOX 215 - 00207,
NAMANGA

4. Statement of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) 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 keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *Kiluani Boys 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, 2023, and of the school's financial position as at that date.

....

Name: ELIJAH SAMEREK

Designation: Chairman, School Board of Management

Date: 19/11/24

....

Name: Jared N. Nyagaka

Designation: School Principal & Secretary to Board of Management

Date: 19/11/2024

THE PRINCIPAL
KILUANI NEWLIFE SECONDARY
P.O. BOX 215 - 00207,
NAMANGA

....

Name: Benson Mutua

Designation: Bursar/ Finance Officer

Date: 19/11/24

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website:www.oagkenya.go.ke

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON KILUANI BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – KAJIADO COUNTY

PREAMBLE

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

A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.

B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.

C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kiluani Boys Secondary School - Kajiado County set out on pages 1 to 22, which comprise of the statement of assets and liabilities as at 30 June, 2023, statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kiluani Boys Secondary School - Kajiado County Management as at 30 June, 2023 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 of Qualified Opinion

Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.6,803,013 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.750,000 which had been outstanding for more than three (3) 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 Ksh.6,803,013 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kiluani Boys 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 judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Compliance with the Public Sector Accounting Standards Board 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. Annex 2 to financial statements reflects summary of fixed assets register which indicates numbers only but includes columns for date purchased, location, historical costs brought forward, additions during the year, disposals during the year and historical cost carried forward without disclosed amounts.

ii. The cover page to the annual report and financial statement reflects the name of the school at the left corner which was not required.

In the circumstances, Management was in breach of the PSASB guidelines. Further, lack relevant information may affect users' reliance on the financial statements for decision making.

2. Over- Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,287,017 and Kshs.5,640,191, respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of four hundred and sixty-one (461) students while the enrolment records provided by the School indicated a total number of four hundred and fifty (450) students, resulting to an unexplained variance of eleven (11) students. As a result of the variances, the School was under funded by an amount of Kshs.165,291.

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

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are incompliance, 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 matter 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

Lack of Asset Ownership Documents

Annex 2 to financial statement reflects summary of fixed assets register which has not disclosed estimated values of the assets. Included in the assets listed the land was 50 acres. Similarly, the land had no perimeter wall with name of the School written on it. Further, School vehicle KBZ 819 D purchased on 18 August, 2014 is registered jointly in the name of a bank that financed the vehicle purchase and the School despite the loan having been fully paid up. In addition, land ownership document was not provided for audit.

In the circumstances, the ownership and safe custody of the fixed assets 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 the 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 the 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 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 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 control 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 control 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 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 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 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 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

25 November, 2024

6. Statement Of Receipts and Payments For the Year Ended 30th June 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,287,017	1,572,262
Government grants for operations	2	5,640,191	6,874,603
Government Grants for infrastructure	3	1,405,000	16,688,988
School fund income- parents' contributions	4	21,489,231	9,111,981
Miscellaneous incomes	5	0	0
Total Receipts		29,821,439	34,247,834
Payments			
Tuition	6	1,530,243	1,331,592
Operations	7	5,133,494	7,060,831
Infrastructure	8	0	0
Boarding and school fund	9	22,781,495	25,305,646
Total Payments		29,445,232	33,698,069
Surplus/Deficit		376,207	549,765

The school financial statements were approved on 30th August ,2023 and signed by:

....	....	....
Name: ELIJAH SIMBEEK	**Name:** Janet Nyagaka	**Name:** Benson Mutua
	School Principal/ Secretary to BOM	
Chair BOM		**Bursar/ Finance Officer**
Date: 19/11/24	**Date:** 19/11/2024	**Date:** 19/11/24

THE PRINCIPAL KILUANI BOYS SECONDARY P.O. BOX 218-90207 MAKUENI

7. Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2022-2023 Kshs	2021-2022 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	3,611,543	3,089,523
Cash balances	11	4,307	9,614
Short term investments		0	0
Total cash and cash equivalent		**3,615,850**	**3,099,137**
Account's receivables	13	6,803,013	9,530,855
Total financial assets		**10,418,863**	**12,629,992**
Financial liabilities			
Accounts payables	14	4,159,954	6,747,290
Net financial assets		6,258,909	5,882,702
Represented by			
Accumulated fund b/fwd.	15	5,882,702	5,332,937
Surplus/deficit for the year		376,207	549,765
Net financial position		6,258,909	5,882,702

The school's financial statements were approved on 30th August 2023 and signed by:

…………………………	…………………………	…………………………
Name: ELIJAH SIMIKEEK	Name: Jared Nyagaka	Name: Benson Mutua
Chair BOM	School Principal/ Secretary to BOM	Bursar/ Finance Officer
Date: 19/11/24	Date: 19/11/2024	Date: 19/11/24

THE PRINCIPAL KILUANI BOYS SEC. SCHOOL P.O. BOX 213 NAMANGA

Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,287,017	1,572,262
Government grants for operations	2	5,640,191	6,874,603
Government grants for infrastructure	3	1,405,000	0
School fund income- parents contributions/ fees	4	21,489,231	16,688,988
Other income	5	0	9,111,981
Total receipts		**29,821,439**	**34,247,834**
Payments			
Cash outflows for tuition	6	1,530,243	1,331,592
Cash outflows for operations	7	5,133,494	7,060,831
Cash outflows Boarding/lunch and school fund payments	9	22,781,495	25,305,646
Total payments		**29,445,232**	**33,698,069**
Net cash inflow/outflow from operating activities		**376,207**	**549,765**
Adjustments			
Increase/Decrease in accounts receivable		2,727,842	1,022,878
Increase/Decrease in accounts payable		(2,587,336)	(810,827)
Cash flow from investing activities			
Acquisition of assets(infrastructure)			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		516,713	761,816
Cash and cash equivalent at beginning of the FY		3,099,137	2,337,321
Cash and cash equivalent at end of the FY		3,615,850	3,099,137

The school's financial statements were approved on 30th August 2023 and signed by:

THE PRINCIPAL
KILUANI NEWLIFE SECONDARY
P.O. BOX 215 - 00207,
NAMANGA

....	....	....
Name: ELIJAH SAMEREK	Name: Jared Nyagaka	Name: Benson Mutua
	School Principal/ Secretary to	
Chair BOM	BOM	Bursar/ Finance Officer
Date: 19/11/24	Date: 19/11/2024	Date: 19/11/24

8. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	1,290,000	0	1,290,000	1,287,017	99
Exams And Assessment					
(2) Capitation Grant on Operations					
Personnel Emoluments	1,500,000	0	1,500,000	1,444,203	96
Repairs And Maintenance	1,500,000	0	1,500,000	1,405,000	94
Local Transport / Travelling					
Electricity And Water	900,000	0	900,000	844,203	94
Medical					
Administration Costs	1,400,000	0	1,400,000	1,344,203	96
Activity	500,000	0	500,000	486,282	97
Gratuity					
Boarding	125,000	0	125,000	116,300	93
3) FDSE for infrastructure					
Maintenance &Improvement MoE	1,500,000	0	1,500,000	1,405,000	94
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	1,500,000	0	1,500,000	1,403,712	94

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Repairs And Maintenance	900,000	0	900,000	814,104	90
Local Transport / Travelling	450,000	0	450,000	419,567	93
Electricity And Water	2,000,000	0	2,000,000	1,974,307	99
Medical					
Administration Costs	1,000,000	0	1,000,000	914,279	91
Activity	115,000	0	115,000	104,215	91
SMASSE					
Bursary	1,500,000	0	1,500,000	1,369,048	91
Accounts receivable	5,500,000		5,500,000	5,026,723	91
Fee On Boarding Equipment and Stores	10,000,000	0	10,000,000	9,463,276	95
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire					
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income	**31,680,000**	**0.00**	**31,680,000**	**29,821,439**	**94**
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment	750,000	0	750,000	675,570	90
Internal Exams					
Teaching / Learning Materials	920,000	0	920,000	833,315	91
Chalks					

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges	900	0	900	858	95
Operation Account	20,500	0	20,500	20,500	100
(7) Expenditure For Operations					
Personnel Emoluments	1,900,000	0	1,900,000	1,745,800	92
Repairs, Maintenance & Improvements					
Local Transport / Travelling					
Electricity, Water and Conservancy	400,000	0	400,000	364,000	91
Medical					
Administration Costs	950,000	0	950,000	890,014	94
Activity Expenses	250,000	0	250,000	230,680	92
Gratuity					
SMASSE					
(8) Expenditure For infrastructure					
Construction of classrooms					
Construction of LAB					
Construction of DORMS	2,000,000	0	2,000,000	1,903,000	95
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1,000,000	0	1,000,000	940,520	94
Repairs, Maintenance and Improvements	600,000	0	600,000	583,250	97
Local Transport / Travelling	380,000	0	380,000	342,000	90

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy					
Medical Expenses					
Administration Costs	5,000,000	0	5,000,000	4,681,788	94
Activity	135,000	0	135,000	124,500	92
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	14,500,000	0	14,500,000	13,360,087	92
Expenditure For Income Generating Activity					
Accounts Payable	3,000,000	0	3,000,000	2,749,350	92
Insurance Costs					
Other Expenses On Investments					
Rent Expenses					
Bank Charges					
Loan Interest Repayment					
Loan Principal Repayment					
Acquisition Of Assets					
Totals	**31,806,400**	**0**	**31,806,400**	**29,445,232**	**93**

9. 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 school fees from parents, 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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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

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

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. Accounts receivables also include school fees billed to parents for services rendered but not paid. 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. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

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 2023.

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials		
Exercise Books		74,905
Laboratory Equipment		74,905
Internal Exams		0
Teaching / Learning Materials	1,287,017	1,422,452
Bank Charges		
Total	**1,287,017**	**1,572,262**

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,444,203	1,851,805
Repairs And Maintenance	1,405,000	1,310,326
Local Transport / Travelling		652,240
Electricity And Water	844,203	720,703
Medical		0
Administration Costs	1,344,203	1,766,703
Activity	486,282	572,826
Building Materials		0
Monitoring and Evaluation		0
Boarding	116,300	
Total	**5,640,191**	**6,874,603**

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	1,405,000	
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		

Description	2022-2023 Kshs	2021-2022 Kshs
Other		
Total	**1,405,000**	

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023 Kshs	2021-2022 Kshs
Personnel emoluments	1,403,712	1,356,161
Repairs and maintenance	814,104	1,052,843
Local transport / travelling	419,567	302,559
Electricity and water	1,974,307	1,897,036
Medical	0	0
Administration costs	914,279	853,264
Activity	104,215	103,554
Fee on Boarding Equipment and stores	9,463,276	0
PA Levies*	0	0
Bursary	1,369,048	2,002,905
Accounts receivable	5,026,723	9,120,666
Total	**21,489,231**	**16,688,988**

5 Miscellaneous Incomes

Description	2022-2023 Kshs	2021-2022 Kshs
Rent Income	0	0
Income From Farming Activities	0	0
Insurance Compensation	0	0
Income From Posho Mill	0	0
Income From Bus Hire	0	0
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations*	0	0
Interest Income	0	0
Dividends Income	0	0
Loans/Borrowings*	0	0
Other Income	0	0
Total	**0**	0

Notes to the Financial Statements

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	0	487,500
Textbooks	0	0
Reference materials	0	0
Laboratory Equipment	675,570	500,850
Teaching / Learning Materials	833,315	337,150
Exams And Assessment	0	0
Teachers Guides	0	0
Bank Charges	858	1,092
Operation a/c	20,500	5,000
Total	**1,530,243**	**1,331,592**

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,745,800	1,735,478
Service Gratuity		0
Administration Cost	890,014	2,164,258
Repairs And Maintenance & Improvements	1,903,000	2,367,365
Local Transport / Travelling	0	89,000
Electricity And Water	364,000	452,800
Medical		0
Activity Expenses	230,680	0
Insurance Cost	0	0
Tuition Account	0	251,930
Total	**5,133,494**	**7,060,831**

Notes to the Financial Statements

8 Infrastructure

Description	2022-2023 Kshs	2021-2022 Kshs
Construction of classrooms	0	0
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of furniture	0	0
Purchase of equipment	0	0
Purchase of apparatus	0	0
Drilling of boreholes	0	0
Maintenance and improvement/Infrastructure	0	0
Bank Charges	0	0
Total	**0**	**0**

9 Boarding And School Fund

Description	2022-2023 Kshs	2021-2022 Kshs
Personnel Emoluments	940,520	736,184
Service Gratuity	0	0
Repairs And Maintenance & Improvements	583,250	409,500
Local Transport / Travelling	342,000	224,500
Electricity And Water	0	200,000
Medical Expenses	0	0
Administration Costs	4,681,788	2,852,716
Lunch Programme	0	0
Bank Charges	0	0
Expenses On Income Generating Activities**	0	0
Fee On Boarding Equipment and Stores	13,360,087	13,792,791
Rent Expenses	0	0
Insurance Cost	0	0
Loan Principal Repayment	0	0
Loan Interest Repayment	0	0
Acquisition Of Assets	0	0
PA expenses	0	0
Activity	124,500	12,000
Bursary	0	1,482,905
Tuition (SES)	0	30,000

Accounts Payables	2,749,350	5,565,050
Total	22,781,495	25,305,646

Notes to the Financial Statements

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1107672740	11,158	254,384
Operations Account	Active	1107673119	909,907	403,210
School Fund Account/Boarding	Active	1107670764	2,566,488	2,244,919
Savings Account				
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account	Active	850278922868	123,990	187,010
Total			3,611,543	3,089,523

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	0	0
Tuition Account	0	0
Operation Account	0	0
School Fund	4,307	9,614
Total	4,307	9,614

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

Notes to the Financial Statements

13 Accounts Receivable

Description	2022-2023 Kshs.	2021-2022 Kshs.
Fees Arrears	**6,803,013**	9,530,855
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	0	0
Imprest (list/schedule attached)	0	0
Rent arrears (list/schedule attached)	0	0
Total	**6,803,013**	**9,530,855**

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023 Kshs		2021-2022 Kshs	
	2022-2023	**% of the total**	**2021-2022**	**% of the total**
Less than 1 year	5,026,723	74	9,120,666	96
Between 1- 2 years	576,290	8	100,000	1
Between 2-3 years	450,000	7	110,189	1
Over 3 years	750,000	11	200,000	2
Total	**6,803,013**	**100**	**9,530,855**	**100**

14 Accounts Payable

Description	2022-2023 Kshs	2021-2022 Kshs
Trade Creditors	3,810,341	6,015,633
Prepaid Fees	349,613	731,657
Retention Monies	-	0
Unpaid salaries and statutory deductions		
Caution money		
Other payables		
Total	4,159,954	6,747,290

Notes to the Financial Statements

14a. Ageing Analysis of Accounts Payable

Description	2022-2023 Kshs		2021-2022 Kshs	
	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	2,749,350	72	5,565,050	93
Between 1- 2 years	660,991	17	450,583	7
Between 2-3 years	400,000	11		
Over 3 years				
Total	**3,810,341**	**100**	**6,015,633**	**100**

15 Fund Balance Brought Forward

Description	2022-2023 Kshs	2021-2022 Kshs
Bank Balances	3,089,523	2,337,321
Cash Balances	9,614	0
Short Term Investments		
Receivables	9,530,855	10,553,733
Payables	(6,747,290)	(7,558,117)
Total	**5,882,702**	**5,332,937**

Other important disclosure notes

IPSAS Cash Standard 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.

16 Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Others (specify)	0	0
Total	**0**	**0**

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle			
Goats			
Trees	50		
Coffee Or Tea Plantation			
Poultry			
Others			
Total	**50**		

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	0	0
Balance at the end of the year	**0**	**0**

Other important disclosure notes

19 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	11,581,740	
Lab consumables	948,463	
Farm produce		
Medication		
Construction Materials		

Description	2022-2023	2021-2022
PRINTING PAPERS(REAMS)	**NUMBER**	**NUMBER**
Stock/ inventory at beginning of the year	25	775
Stock/ inventory purchased during the year	700	0
Stock/Inventory issued during the year	625	750
Balance at end of the year	100	25
Description	**2022-2023**	**2021-2022**
EXERCISE BOOKS(A4S,200 PAGES)	**NUMBER**	**NUMBER**
Stock/ inventory at beginning of the year	1240	240
Stock/ inventory purchased during the year	4000	3500
Stock/ inventory issued during the year	5040	2500
Balance at end of the year	200	1240
Description	**2022-2023**	**2021-2022**
MASKING TAPES-dozens	**NUMBER**	**NUMBER**
Stock/ inventory at beginning of the year	27	15
Stock/ inventory purchased during the year	50	40
Stock/ inventory issued during the year	67	28
Balance at end of the year	10	27
Description	**2022-2023**	**2021-2022**
WHITEBOARD MARKERS(Blue & Black)-dozens	**NUMBER**	**NUMBER**
Stock/ inventory at beginning of the year	214	24
Stock/ inventory purchased during the year	400	350

Stock/ inventory issued during the year	500	160
Balance at end of the year	114	214
Description	**2022-2023**	**2021-2022**
REFILL INK MARKERS(Blue & Black)-dozens	**NUMBER**	**NUMBER**
Stock/ inventory at beginning of the year	25	15
Stock/ inventory purchased during the year	100	80
Stock/ inventory issued during the year	120	70
Balance at end of the year	5	25
Description	**2022-2023**	**2021-2022**
STAMP PAD INK	**NUMBER**	**NUMBER**
Stock/ inventory at beginning of the year	7	7
Stock/ inventory purchased during the year	100	84
Stock/ inventory issued during the year	97	84
Balance at end of the year	10	7
Description	**2022-2023**	**2021-2022**
STAMP PAD	**NUMBER**	**NUMBER**
Inventory at the beginning of the year	0	3
Inventory purchased during the year	15	10
Inventory issued during the year	10	13
Balance at the end of the year	5	0

Description	**2022-2023**	**2021-2022**
REGISTER	**NUMBER**	**NUMBER**
Inventory at the beginning of the year	7	19
Inventory purchased during the year	30	0
Inventory issued during the year	20	12
Balance at the end of the year	17	7
Description	**2022-2023**	**2021-2022**
DUSTERS	**NUMBER**	**NUMBER**
Inventory at the beginning of the year	41	40
Inventory purchased during the year	30	25
Inventory issued during the year	51	24
Balance at the end of the year	20	41
Description	**2022-2023**	**2021-2022**
OFFICE GLUE-160GMS	**NUMBER**	**NUMBER**
Inventory at the beginning of the year	62	22
Inventory purchased during the year	50	70
Inventory issued during the year	90	30

Balance at the end of the year	22	62
Description	2022-2023	2021-2022
WHITE OUT	NUMBER	NUMBER
Inventory at the beginning of the year	9	9
Inventory purchased during the year	20	10
Inventory issued during the year	20	10
Balance at the end of the year	9	9
Description	2022-2023	2021-2022
FULLSCAPS	NUMBER	NUMBER
Inventory at the beginning of the year	0	6
Inventory purchased during the year	30	24
Inventory issued during the year	25	24
Balance at the end of the year	5	0
Description	2022-2023	2021-2022
BIRO PENS—BLUE, BLACK & RED	NUMBER	NUMBER
Inventory at the beginning of the year	58	60
Inventory purchased during the year	400	377
Inventory issued during the year	420	379
Balance at the end of the year	38	58
Description	2022-2023	2021-2022
STAPLE PINS	NUMBER	NUMBER
Inventory at the beginning of the year	19	5
Inventory purchased during the year	100	80
Inventory issued during the year	109	66
Balance at the end of the year	10	19
Description	2022-2023	2021-2022
STAPLERS	NUMBER	NUMBER
Inventory at the beginning of the year	9	5
Inventory purchased during the year	20	14
Inventory issued during the year	25	10
Balance at the end of the year	4	9
Description	2022-2023	2021-2022
SPRING FILES	NUMBER	NUMBER
Inventory at the beginning of the year	15	10
Inventory purchased during the year	100	72
Inventory issued during the year	110	67
Balance at the end of the year	5	15

Description	2022-2023	2021-2022
FILE FASTENERS	NUMBER	NUMBER
Inventory at the beginning of the year	2	2
Inventory purchased during the year	30	10
Inventory issued during the year	30	10
Balance at the end of the year	2	2
Description	2022-2023	2021-2022
CELLOTAPES	NUMBER	NUMBER
Inventory at the beginning of the year	4	9
Inventory purchased during the year	50	20
Inventory issued during the year	45	25
Balance at the end of the year	9	4

20 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)
1.	Support staff salaries to show all deductions e.g., NSSF, KRA& NHIF	Matter in progress	Resolved	N/A

THE PRINCIPAL
KILUANI NEWLIFE SEC...
P. O. BOX 215 - 00207,
NAMANGA

Sign and Date 19/11/2024
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance Comparative 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Nadupa welding and construction center				344,000	84,900	
2.						
3.						
Sub-Total				**344,000**	**84,900**	
Supply Of Goods						
4. Lewett stores	3,299,700		729,700	2,570,000	3,299,700	
5. Pearls tours and travel uniforms	189,600		0	189,600	189,600	
6. Keru's dairy milk supply	154,260		37,360	116,900	116,900	
7. KCB Bank-salaries	451,640		451,640	219,320	232,320	
8. Lesan marketing and supplies	440,230		155,300	284,930	440,230	
9. Naserian baraka supplies	144,091		85,591	85,591	144,091	
10. Gelky lab chemicals and equipments	518,350		518,350	0	518,350	
11. Readers quest publishers	325,900		325,900	0	325,900	
12. Visat digital solutions	67,500		67,500	0	67,500	
13. Mama baraka stores	533,280		533,280	0	533,280	
14. Dpl festive ltd	62,862		62,862	0	62,862	
Sub-Total	6,187,413		2,967,483	3,466,341	5,930,733	
Supply Of Services						
15. Prepaid fees				349,613	731,657	
Sub-Total				349,613	731,657	
Grand Total	6,187,413		2,967,483	4,159,954	6,747,290	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land(50 acres)				
Buildings And Structures				
1. Staffroom-1 2. HOD'S Staffroom-1 3. Science Lab-2 4. Computer Lab-1 5. Infirmary-1 6. Dining Hall-1 7. Library Store-2 8. Deputy Principal's Office-1 9. Exams Office in Library-1 10. Accounts Clerk's Office-1 11. Secretary's Office-1 12. Principal's Office-1 13. Christian Union Hall-1 14. Agriculture Stores-1 15. Permanent Teachers' Houses-13 16. Dormitories-5 17. Toilets-6 18. water tanks-10 19. Classrooms-12 20. School Gate-1 21. Guards Room at the gate-1				
Motor vehicles 1.ISUZU Bus KBZ 819 D (51 Seater Bus) 2.Mazda minibus KAK 310R				
Office Equipment, Furniture And Fittings				

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
1.ISUZU Bus KBZ 819 D (51 Seater Bus) 2.Mazda minibus KAK 310R				
Office Equipment, Furniture And Fittings **Staffroom**-1 whiteboard,1 serving table,20 Teacher's' Office Desks, 20 Teachers' Chairs,1 Graph Whiteboard **HOD'S Staffroom**-1 Notice board,3 Teaching Aids **Deputy principal's office**-1 Office cupboard,1 Filing Cabinet, 1 Office Table **Accounts Clerk's Office**-2 chairs,1 Office Cabinet,2 Tables, **Secretary's Office**-1 Office Cabinet,1 Office desk,1 Tender Box,1 Chair **Principal's Office**-1 Executive Chair,1 Executive Table,3 Visitor's Chairs, 2 presidential portraits,1 wall unit,1 Sofa-set single, 1 Office Cupboard,1 Office Cabinet				

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Textbooks English-1081 Mathematics-826 Kiswahili-1013 Chemistry-554 Biology-525 Physics-547 History-828 CRE-1043 Geography-627 Agriculture-740 Business Studies-739				
ICT Equipment **Computer Lab**-1 Key boards (Dell),3 Key boards (HP), 4 System Units (HP),7 Coded mouse, 6 Monitors (HP),12 Computer Tables, 12 computer stools **Accounts Clerk's Office**-1 Printer,1 UPS,1 Computer,1 keyboard, 1 HP Laser jet printer **Secretary's Office**-1 HP Monitor,1 HP CPU,1 Keyboard, 1 multi-plug socket,1 HP Laser jet printer				

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Kitchen Utensils, Science Lab Apparatus and Agricultural tools and Equipment				
Other Machinery and Equipment -Wall clocks -Weighing machine -Fire extinguishers				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				