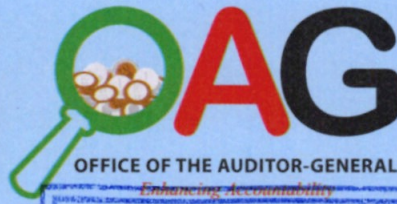


REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 25 JUN 2026

DAY.

Thurs

TABLED
BY:

Hon. Owen Baya, MP
Dep. leader of the Majority Party

OF

CLERK-AT
THE-TABLE:

M. Chumo

THE AUDITOR-GENERAL

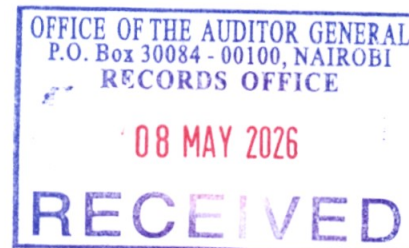
ON

PARLIAMENT
OF KENYA
LIBRARY

SOSIYO SECONDARY SCHOOL

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

UASIN GISHU COUNTY



SOSIYO SECONDARY SCHOOL

REPORT AND FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED
30th June 2021

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

SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

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SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in **15/02/2021** under registration number **27S30000901** and is currently categorized as a **sub-County** public school established, owned or operated by the Government.

The school is a day/boarding school and had **330** numbers of students as at 30th June 2021. It has **2** streams and **20** teachers of which 7 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Hon.Lucas Chepkitony	Chairman	4/04/2019
2	Mrs.Annita Kimwatan	Vice Chair	4/04/2019
3	Mrs.Dinah Kwambai	Secretary– Principal	4/04/2019
4	Mr.Afred Tarus	P.A Chair	4/04/2019
5	Mr.Albert Korir	Member	4/04/2019
6	Mr.Patterson Kuria	Member	4/04/2019
7	Mr .Donald Bowen	Member	4/04/2019
8	Elizabeth Cheptepkeny	Member	4/04/2019
9	Julius Maritim	Member	4/04/2019
10	Mr.Hillary Mebur	Special interest	4/04/2019
11	Mr.Joseph Limo	Sponser	4/04/2019
12	Rev.Fr.Hillary Bassy	Sponser	4/04/2019
13	Mrs.Dorcas Kiprono	Member	4/04/2019
14	Ms.Irene Rono	Member	4/04/2019
15	Mr.Julius Koech	CEB Rep	4/04/2019
16	Mr.Francis Samoei	Member –Community	4/04/2019
17	Mr.Gabriel Otero	Teacher-rep	4/04/2019
18	Rael Chemweno	MemberSpecial Needs	4/04/2019
19	Lily Jepkirui	Rep Students	4/04/20219

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The functions of the School Board of Management include:

- Promote the best interests of the school and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the school
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the school.
- Determine cases of students' discipline and make reports to the CEB
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- Administer and manage the resources of the school
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule paragraph 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Hon.Lucas Chepkitony Mrs.Dinah Kiyeny Mr.Alfed kiptanui Mr.Julius Koech Rael Chemweno	Chairman Secretary Member Member Member	7
2	Audit Committee	Mr.Hillary Mebur Mr.Donald Boiwen Mrs.Dorcas Kiprono	Chairman Secretary Member	2
3	Finance,procurement and general purposes Committee	Mr.Julius Koech Mrs.Dinah Kwambai Mr.Julius Maritim Mr.Alfed Tarus	Chairman Secretary Member Member	2
4	Academic Committee	Mr.Joseph Limo Mr.Patterson Kuria Mrs.Elizabeth Cheptepkeny	Chairman Secretary Member	2
5	Human Rights and Students Welfare Committee	Mr.Francis Samoei Mr.Albert Korir Mrs.Irine Rono	Chairman Secretary Member	2

SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

6	Discipline and welfare Committee	Hon.Lucas Chepkitony Mrs.Dinah Kwambai Mr.Alfred Tarus	Chairman Secretary Member	2
7	Adhoc Committee (if any during the year)	-	-	-

(d) School operation Management

For the period ended **30th June 2021** the school day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Dinah Kiyeng	427185
2	Deputy Principal	Stanley Bungei	399407
3	School Bursar	Abigael Ruttoh	27796174

(e) Schools contacts

Post Office Box: 6044-30100, ELDORET.
 Telephone: 0798649318
 E-mail: sosiyohighschool@gmail.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

The school operated **6** numbers of bank accounts as follows:

- Name of Bank: EQUITY BANK
 Branch: ITEN
 Account Number: 1530262533112
- Name of Bank: KCB BANK
 Branch: ELDORET WEST
 Account Number: 1103489755
- Name of Bank: KCB BANK
 Branch: ELDORET WEST
 Account Number: 1103488864
- Name of Bank: KCB BANK
 Branch: ELDORET WEST
 Account Number: 1111494398
- Name of Bank: KCB BANK
 Branch: ITEN
 Account Number: 1211274225

SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

6. Name of Bank: KCB BANK
Branch: ITEN
Account Number: 1178735567
NG-CDF 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

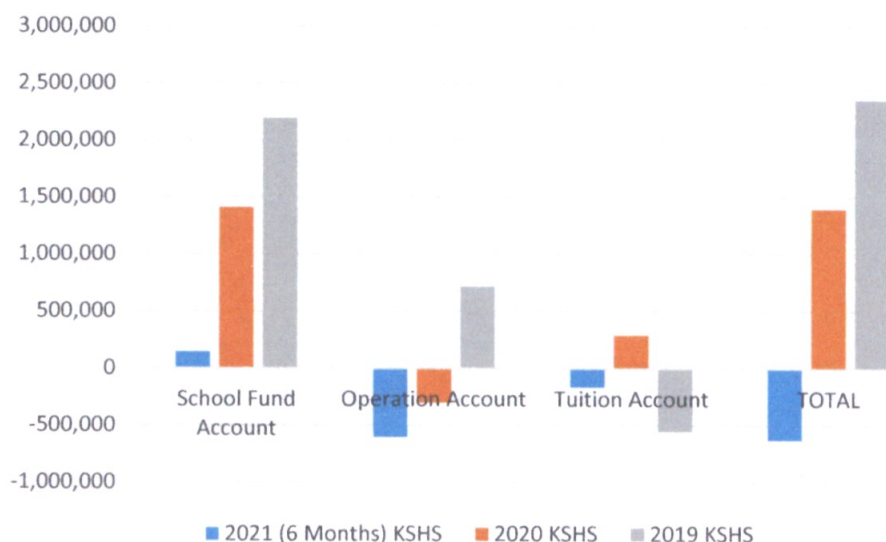
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last three years of period between 1st January 2019 to 31st December 2020 which covers a period of 12 months while 30th June 2021 covers a period of 6 months and is summarised as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS				
S/NO	ACCOUNTS	2021 (6 Months)	2020	2019
		KSHS	KSHS	KSHS
1	School Fund Account	141,359	1,409,589	2,195,443
2	Operation Account	(604,824)	(301,570)	715,273
3	Tuition Account	(165,325)	288,458	(554,363)
	TOTAL	(628,790)	1,396,477	2,356,353
	Increase/Decrease	(2,025,267)	(959,875)	

Trend Over the Last Four Years



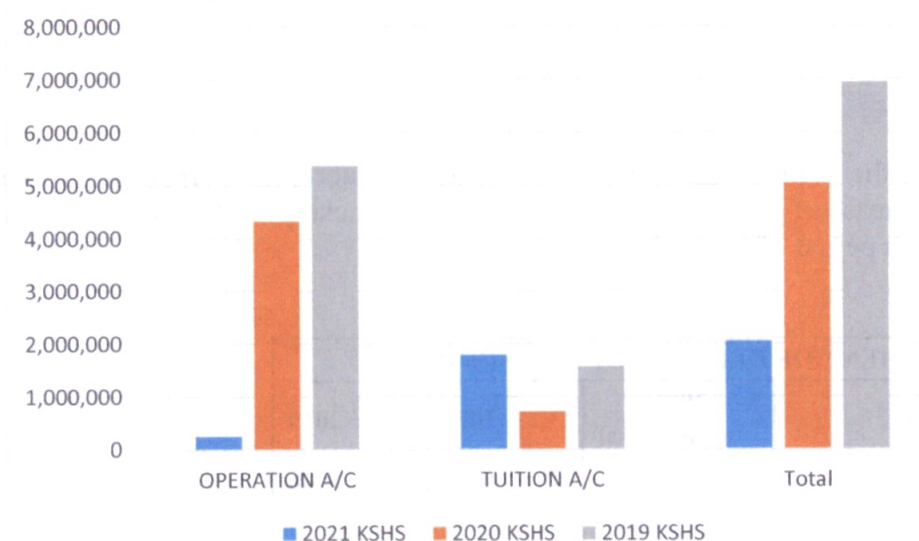
The surplus for the year 2020 decreased by Kshs 959,875 from a surplus of Kshs 2,356,352 in the year 2019 due to prolonged closure after abrupt shutting of the schools due to Covid-19. The surplus for the year 2021 decreased by Kshs 2,025,267 from a surplus of Kshs 1,396,477 in the year 2020 which was to the reporting period being 6 months.

SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS				
S.NO	ACCOUNTS	2021	2020	2019
		KSHS	KSHS	KSHS
1	OPERATION A/C	1,789,618	4,323,810	5,373,019
2	TUITION A/C	253,999	709,982	1,564,250
	Total	2,043,617	5,033,792	6,937,269
	Increase/Decrease	(2,990,175)	(1,903,477)	
	No. of Students	277	288	317
	Ratio of Capitation per Student	1:7377	1:17478	1:21884

Trend over the Last Three Years



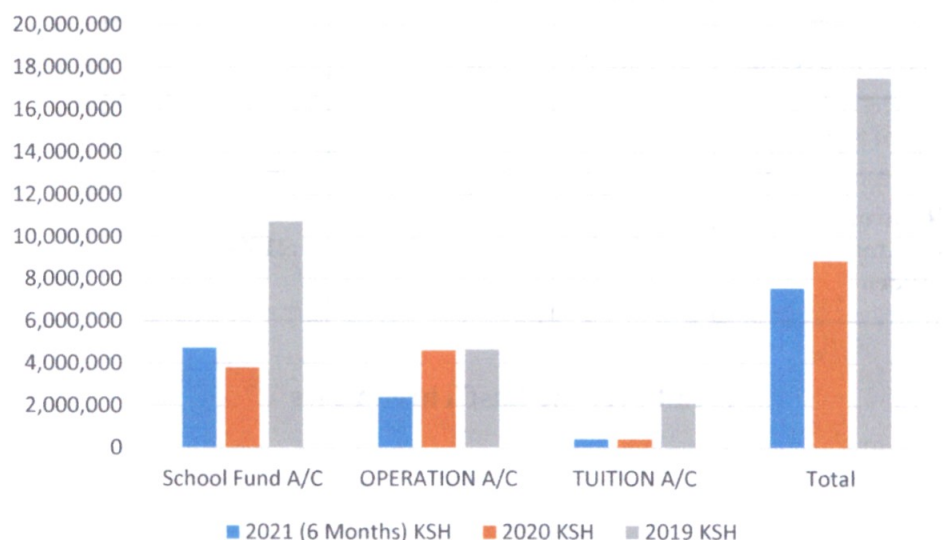
The total capitation for the year 2020 was Kshs 5,033,792 as compared to Kshs 6,937,268 in the financial year 2019 representing a decrease of Kshs 1,903,476 which resulted from not all students' received capitation grant, prolonged abrupt closure of the school due to Covid-19 and not all capitation grant were disbursed by the end of financial year 2020. The capitation grant for the financial year 2021 was Kshs 2,043,617 as compared to Kshs 5,033,792.00 in the financial year 2020 representing a decrease of Kshs 2,990,175. The net decrease is mainly attributed by the disbursement of capitation for term and term 3 as the period covers 6 months.

SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL				
S.NO	ACCOUNTS	2021	2020	2019
		KSH	KSH	KSH
1	School Fund A/C	4,737,580	3,798,806	10,730,538
2	OPERATION A/C	2,394,442	4,625,380	4,657,746
3	TUITION A/C	419,324	421,524	2,118,613
	Total	7,551,346	8,845,710	17,506,897
	Increase/Decrease	-1,294,364	-8,661,187	-864,687

Trend Over the Last Four Years



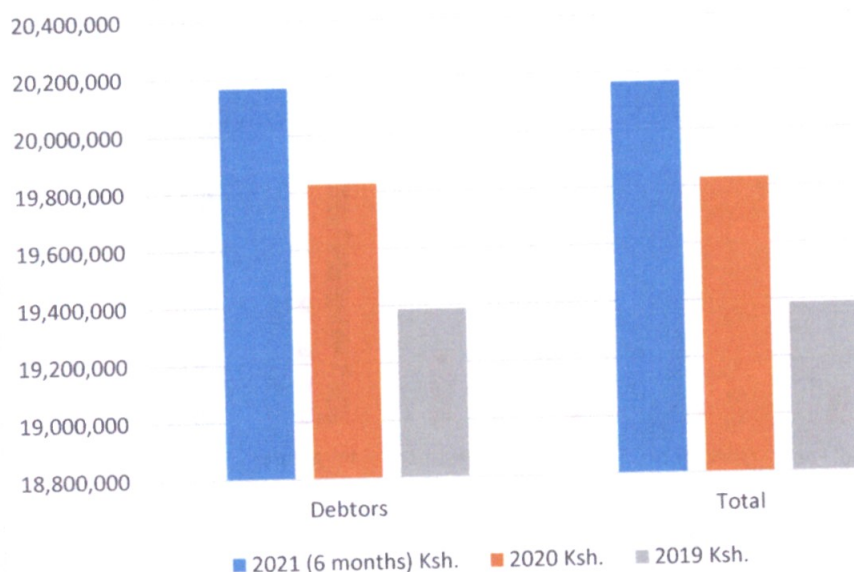
In the financial year 2020 the decrease has resulted from prolonged abrupt closure of the school due to Covid-19 while the decrease of growth in expenditure in the financial year 2021 has resulted from the current year covering a period of 6 months.

MOVEMENT OF DEBTORS OF THE SCHOOL				
S.NO	Account	2021 (6 months)	2020	2019
		Ksh.	Ksh.	Ksh.
1	School Fund A/C			
	Debtors	20,166,048	19,827,400	19,386,767
	Total	20,166,048	19,827,400	19,386,767
	Increase/Decrease	338,648	440,633	

Trend Over the Last Four Years

SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)



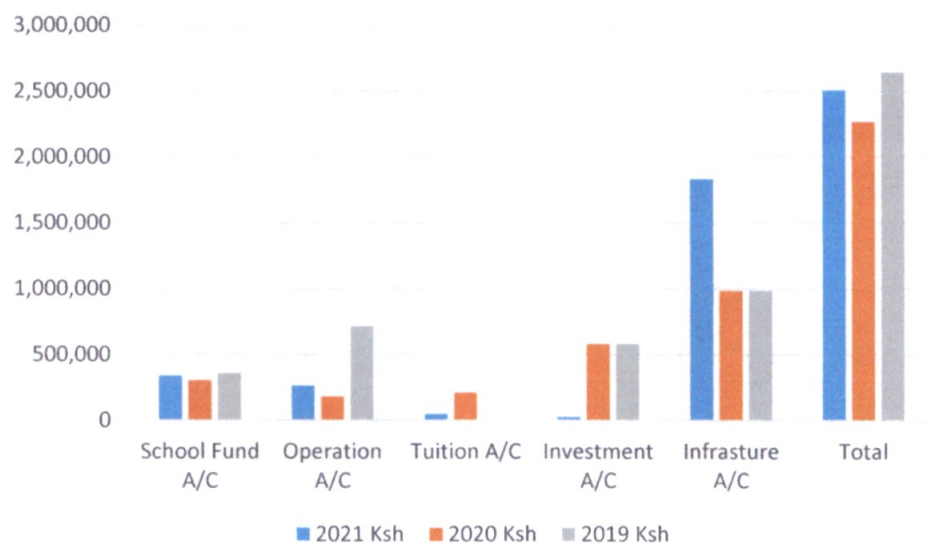
The main contributors to the increase in total debtors is the students' accumulation of student fees arrears.

MOVEMENT OF CREDITORS OF THE SCHOOL				
S.NO	ACCOUNTS	2021	2020	2019
		Ksh	Ksh.	Ksh
1	School Fund A/C			
2	Creditors	0	0	340,525
	Total	0	0	340,525
	Increase/Decrease	0	(340,525)	

There were no creditors as at 30th June 2021 as all creditors had been paid resulting to no pending debts.

MOVEMENT OF CASH AND BANK BALANCES				
S.NO	ACCOUNTS	2021	2020	2019
		Ksh	Ksh	Ksh
1	School Fund A/C	338,846	305,327	358,306
2	Operation A/C	264,839	182,210	715,040
3	Tuition A/C	47,042	212,494	2,556
4	Investment A/Cs	24,577	581,301	581,301
5	Infrastructure A/C	1,831,771	985,948	985,949
	Total	2,507,075	2,267,280	2,643,152
	Increase/Decrease	239,795	-375,872	

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)



b) Teacher Student ratio:

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

There are 13 teachers posted by the Teachers Service Commission and 7 recruited by the Board of Management. The teacher student ratio lies at 1:22. We have a shortage of 8 teachers from the given CBE.

c) Mean score in the year 2018, 2019 and 2020 KCSE

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION(%)	SCHOOL TARGET	COMMENTS
2020	71	4.7746	10	14.08%	4.20	There is a positive deviation of 0.8644
2019	95	3.9102	8	8.42%	3.90	There is a positive deviation of 0.1284
2018	110	3.7818	9	8.18%	3.50	.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

d) Number of Candidates in the 2020 KCSE:

Year	2020	2019	2018
No. of Candidates	71	95	110

e) Capacity of the school:

Facility	Available	Capacity	Required	Comment
Dormitories	5	160	6	Not adequate
Classrooms	8	240	10	Not Adequate
Ablutions	42	-	-	Adequate
Laboratory	2	40	4	Not adequate
Libraries	1	50	2	Not Available
Dining hall	1	400	1	Adequate

f) Development projects carried out by the school:

S.No	Project	Year	Status	Amount	Fund Source
1	School gate	2021	Completed	1,000,000	School Fund
2	Dining Hall	2021	Completed	3,000,000	NG-CDF

Sign 

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 **Sosiyo 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: Raymond Chemweno

Chair Board Of Management

Date: 06-05-2021



.....
Name: Barnabas Biwott
School Principal/ Secretary to
Board Of Management

Date: 06-05-2021



.....
Name: Abigael Ruttoh

Bursar/ Finance Officer

Date: 06/05/2021



SOSIYO SECONDARY SCHOOL
Six-Month Report and Financial Statements
For the period ended 30th June 2021

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

DESCRIPTION OF VOTE HEAD	Note	2020- 2021	2020
RECEIPTS			
Capitation grants for tuition	1	253,999	709,982
Capitation grants for operations	2	1,789,618	4,323,810
School Fund Income- Parents' Contributions	3	4,498,939	5,208,395
School Fund Income- Other receipts	4	380,000	
TOTAL RECEIPTS		6,922,556	10,242,187
PAYMENTS			
Payments for Tuition	5	419,324	421,524
Payments for operations	6	2,394,442	4,625,380
Boarding and school fund payments	7	4,737,580	3,798,806
TOTAL PAYMENTS		7,551,346	8,845,710
SURPLUS/DEFICIT		(628,790)	1,396,477

The school financial statements were approved on _____ 2026 and signed by:

Name: Raymond Chemweno

Chair Board Of Management

Date: 6.5.2026

Name: Barnabas Biwott

School Principal/ Secretary to
Board Of Management

Date: 06-05-2026

Name: Abigael Ruttoh

Bursar/ Finance Officer

Date: 6.5.2026

06 MAY 2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON SOSIYO SECONDARY SCHOOL FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2021 - UASIN GISHU 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 Sosiyo Secondary School set out on pages 14 to 32, which comprise of the statement of financial assets and financial

Report of the Auditor-General on Sosiyo Secondary School for the Six (6) months period ended 30 June, 2021 - Uasin Gishu County

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 year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Sosiyo Secondary School at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Cash and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported School Fund Income Receipts

The statement of receipts and payments and as disclosed in Note 4 to the financial statements, reflects school fund income- other receipts of Kshs.380,000. However, the amount was not supported by receipt vouchers or any other documents.

In the circumstances, the accuracy and completeness of School fund income- other receipts of Kshs.380,000 could not be confirmed.

2. Unsupported Accounts Receivables Balance

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.20,166,048 as disclosed in Note 11 to the financial statements. However, the supporting information provided indicate accounts receivable balance of Kshs.1,326,998. Supporting documents for the balance of Kshs.18,839,050 was not provided for audit.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.20,166,048 could not be confirmed.

3. Unsupported Inventory Balance

Note 17 to the financial statements in respect to stock/inventory reflects a balance of Kshs.446,150. However, stock taking report, appointment letters of all members taking stock, stock taking instructions and signed stock taking sheet for all member's taking stock were not provided for audit review.

In the circumstance, the accuracy of the stock balance of Kshs.446,150 could not be confirmed.

4. Unsupported Biological Assets Balance

Note 15 to the financial statements reflects a balance of Kshs.850,000 in respect of biological assets. However, valuation reports to support the balance were not provided

for audit. In addition, records to monitor the number of biological assets in the school's custody were not provided for audit review.

In the circumstances, the accuracy and completeness of the biological assets balance of Kshs.850,000 could not be confirmed.

5. Unsupported Bank Balance

The statement of financial assets and financial liabilities reflects bank balance of Kshs.1,299,705 as disclosed in Note 8 to the financial statements. The balance include savings account balance of Kshs.24,577 in respect of savings account. However, the balance was not supported by cash books and bank reconciliation statements.

Further, the balance includes operations account and School fund account/boarding negative balances of Kshs.264,839 and Kshs.338,846 respectively which were offset against the total bank balance of Kshs.1,299,705. However, the authority of The National Treasury or the Board of Management to overdraw the balances was not provided for audit, contrary to Section 28(4) of the Public Finance Management Act, 2012 which states that, 'An accounting officer for a national government entity shall not cause a bank account of the entity to be overdrawn beyond the limit authorised by The National Treasury or a Board of a National Government Entity'. Further, the offsetting was contrary to Paragraph 48 of International Public Sector Accounting Standard (IPSAS) 1 which provides that assets and liabilities shall not be offset unless required or permitted by an IPSAS.

In the circumstances, the accuracy, completeness, existence of bank balance of Kshs.1,299,705 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Sosiyo Secondary School Management in accordance with ISSAI 130 on the 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 budget and actual on a comparable basis of Kshs.10,892,500 and Kshs.6,896,898 respectively, resulting in an under-funding of Kshs.3,995,602 or 35% of the budget. Similarly, the School spent an amount of Kshs.7,327,364 against actual receipts amounting to Kshs.6,896,898 resulting in an over expenditure of Kshs.430,466 or 6% of actual receipts.

The under-funding 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

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 unaudited figures. 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.

Other Information

Management is responsible for the Other Information set out on page 2 to 12 which comprise of Acronyms and Definition of Key Terms, 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 the 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. Under-Supply of Textbooks

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of library records revealed that the Institute distributed three (3) different textbooks of sixty-five (65) pieces to one hundred and fifty-two (152) students resulting in under supply of eighty-seven (87) textbooks. Further, fifty-four (54) pieces of Kiswahili set books were issued one hundred and fifty-two (152) students resulting in under supply of 98 text books.

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

2. Lack of Acknowledgement of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amounting to Kshs.419,324 and Kshs.2,394,442. However, the school did not acknowledge receipt of capitation and submit signed form-list by individual students to the County Director of Education contrary to the Ministry of Education Circular MOE.HQS/3/13/6 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, the Management was in breach of the Ministry of Education guidelines

3. Lack of a School Improvement Plan

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

literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

4. Late Submission of Financial Statements

During the year under review, the School Management submitted the financial statements to the Auditor-General on 27 February, 2023 instead of the statutory deadline of 30 September, 2021. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

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

The statement of receipts and payments reflects operations payments amount of Kshs.2,394,442 as disclosed in Note 6 to the financial statements respectively. Included in the expenditure is an amount of Kshs.127,500 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.127,500 could not be confirmed.

6. Lack of an Approved Annual Procurement Plan

The statement of receipts and payments reflects amounts of Kshs. 6,922,556 and Kshs.7,551,346 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This is contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process.

Further, the School lacked an established procurement unit as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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

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 governance were not effective.

Basis for Conclusion

1. Weaknesses in Management of Assets

Annex 1 to the financial statements reflects summary of fixed assets register balance of Kshs.63,770,000 which includes motor vehicles with a balance of Kshs.2,700,000. However, motor vehicle ownership documents were not provided for audit. In addition, Management did not prepare an updated fixed assets register. Further, not all assets at the school were not tagged.

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

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

2. Lack of a Risk Management Policy

During the year under review, the school had not implemented a risk management policy as required by Section 165(1) of the Public Finance Management (National Government) Regulations, 2015 which states that; the Accounting Officer shall ensure that the national government entity develops risk management strategies, which include fraud prevention mechanism; and a system of risk management and internal control that builds robust business operations.

In the circumstances, the effectiveness of management oversight over risk exposure and responses to the school could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards Cash Basis and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and 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 comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the school's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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

18 May, 2026

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

	Note	2020- 2021	2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,299,705	2,266,396
Cash Balances	9	138	885
Short term Investment	10	-	-
Total Cash and Cash Equivalents		1,299,843	2,267,281
Account's receivables	11	20,166,048	19,827,400
TOTAL FINANCIAL ASSETS		21,465,891	22,094,681
FINANCIAL LIABILITIES			
Accounts Payable	12	-	-
NET FINANCIAL ASSETS		21,465,891	22,094,681
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	22,094,681	20,698,204
Surplus/Deficit for the year		(628,790)	1,396,477
NET FINANCIAL POSITION		21,465,891	22,094,681

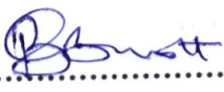
The School's financial statements were approved on _____ 2026 and signed by:

.....


Name: Raymond Chemweno

Chair Board Of Management

Date: 6.5.2026

.....


Name: Barnabas Biwott
School Principal /Secretary to
Board Of Management

Date: 06-05-2026

.....


Name: Abigael Ruttoh

Bursar/ Finance Officer

Date: 06/05/2026



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

		2020-2021	2020
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition		253,999	709,982
Capitation grants for operations		1,789,618	4,323,810
School fund income- Parents contributions fees		4,160,291	5,208,395
School fund income- other receipts		380,000	
Total receipts		6,584,793	10,242,187
Payments			
Payments for Tuition		419,324	421,524
Payments for operations		2,394,442	4,625,380
Boarding and school fund payments		4,737,580	3,798,806
Total Payments		7,551,346	8,845,710
Net cash flow from operating activities		(967,438)	1,396,477
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	
Acquisition of Assets		-	
Proceeds from investments		-	
Net cash flows from Investing Activities		-	
NET CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	
Repayment of principal borrowings		-	
Net cash flows from Investing Activities		-	
NET INCREASE IN CASH AND CASH EQUIVALENT		(967,438)	1,396,477
Cash and cash equivalent at BEGINNING of the year		2,267,281	870,804
Cash and cash equivalent at END of the year		1,299,843	2,267,281

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
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	250,000		250,000	220,843	29,158	88%
Exercise books	100,000		100,000		100,000	0%
Laboratory equipment	210,000		210,000	137,500	72,500	65%
Teaching / learning materials	150,000		150,000	105,249	44,751	70%
Chalks	15,000		15,000	11,250	3,750	75%
SUBTOTAL	725,000	-	725,000	474,841	250,159	65%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	875,000		875,000	571,118	303,883	65%
Repairs and maintenance	1,000,000		1,000,000	918,500	81,500	92%
Local transport / travelling	245,000		245,000	100,000	145,000	41%
Electricity and water	175,000		175,000	100,000	75,000	57%

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Administration costs	350,000		350,000	100,000	250,000	29%
Activity	262,500		262,500		262,500	0%
SMASSE	35,000		35,000	12,500	22,500	36%
<i>SUBTOTAL</i>	2,942,500	-	2,942,500	1,802,118	1,140,383	61%
<i>(3) FEES CHARGED ON PARENTS</i>						
Personnel emoluments	700,000		700,000	313,600	386,400	45%
Repairs and maintenance	350,000		350,000	228,000	122,000	65%
Local transport / travelling	350,000		350,000	341,950	8,050	98%
Electricity and water	642,250		642,250	249,025	393,225	39%
Medical						
Administration costs	350,000		350,000	191,475	158,525	55%
Activity	87,500		87,500		87,500	0%
Fee on Boarding Equipment and Stores	4,520,250		4,520,250	3,174,889	1,345,361	70%
<i>SUB TOTAL</i>	7,000,000		7,000,000	4,498,939	2,501,061	64%
<i>OTHER INCOME</i>						
Income from Bus Hire	225,000		225,000	121,000	104,000	54%
TOTAL INCOME	10,892,500	-	10,892,500	6,896,898	3,995,602	63%

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(1) EXPENDITURE FOR TUITION						
Textbooks and reference materials	280,000		280,000	220,843	59,158	79%
Exercise books	80,000		80,000			0%
Laboratory equipment	265,000		265,000	214,030	50,970	81%
Internal exams						
Teaching / learning materials	200,000		200,000	194,550	5,450	97%
Chalks	20,000		20,000	10,000	10,000	50%
SUBTOTAL	845,000	-	845,000	639,423	125,578	76%
(2) EXPENDITURE FOR OPERATION						
Personnel emoluments	1,150,000		1,150,000	1,084,176	65,824	94%
Repairs, maintenance and improvements	1,000,000		1,000,000	918,500	81,500	92%
Local transport / travelling	250,000		250,000	127,500	122,500	51%
Electricity, water and conservancy	243,400		243,400	60,000	183,400	25%
Administration costs	247,300		247,300	45,500	201,800	18%
SMASSE	70,000		70,000	12,500	57,500	18%
Gratuity						

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SUBTOTAL	2,960,700	-	2,960,700	2,248,176	712,524	76%
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	500,000		500,000	488,600	11,400	98%
Repairs, maintenance and improvements	250,000		250,000	220,200	29,800	88%
Local transport / travelling	580,000		580,000	573,743	6,257	99%
Electricity, water and conservancy	300,000		300,000	249,550	50,450	83%
Medical Expenses			-	-	-	
Administration costs	350,000		350,000	322,066	27,934	92%
BES	4,487,330		4,487,330	2,585,606	1,901,724	58%
SUB TOTAL	6,467,330	-	6,467,330	4,439,765	2,027,565	69%
TOTAL EXPENDITURE	10,273,030	-	10,273,030	7,327,364	2,865,667	71%

- i. The school had received 64.50% of expected revenue from 1st January 2021 to 30th June 2021
- ii. The school had utilized 61.89 % of fees collected from 1st January 2021 to 30th June 2021

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 six-month financial statements for the year ended 30th June 2021.

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2020
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books		
Laboratory Equipment	137,500	
Internal Exams		
Teaching / Learning Materials	105,249	
Chalks	11,250	
Exams And Assessment		
Teachers Guides		
Total	253,999	709,982

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2020
	Kshs	Kshs
Personnel Emoluments	571,118	
Repairs And Maintenance	918,500	
Local Transport / Travelling	100,000	
Electricity	100,000	
Medical		
Administration Costs	100,000	
Activity		
Total	1,789,618	4,323,810

3 PARENTS CONTRIBUTION/FEEs - SCHOOL FUND ACCOUNT

	2020-2021	2020
	Kshs	Kshs
Personnel emoluments	313,600	
Repairs and maintenance	228,000	
Local transport / travelling	341,950	
Electricity and water	249,025	
Medical		
Administration costs	191,475	
Activity		
Fee On Boarding Equipment and Stores	3,174,889	
Total	4,498,939	5,208,395

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021	2020
	Kshs	Kshs
Bus Income	121,000	
L.E.S and Lunch		
Tender		
School Farm	259,000	
Income From Posho Mill		
Income From Grants and Donations*		
Total	380,000	-

5 PAYMENTS FOR TUITION

	2021	2020
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books		
Laboratory Equipment	291,880	
Stationeries		
Teaching / Learning Materials	116,700	
Chalks	10,000	
Exams And Assessment		
Teachers Guides		
Administration Costs		
Bank Charges	744	
Total	419,324	421,524

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2020-2021	2020
	Kshs	Kshs
Personnel Emoluments	1,241,952	
Service Gratuity		
Administration Cost	45,500	
Repairs And Maintenance & Improvements	918,500	
Local Transport / Travelling	127,500	
Electricity And Water	60,000	
Medical	-	
Activity Expenses	-	
Bank Charges	990	
Acquisition Of Assets		
Total	2,394,442	4,625,380

7 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2020
	Kshs	Kshs
Personnel Emoluments	488,600	
Service Gratuity		
Repairs And Maintenance & Improvements	220,200	
Local Transport / Travelling	573,743	
Electricity And Water	249,550	
Medical Expenses		
Administration Costs	322,066	
Lunch Programme		
Bank Charges	-	
Expenses On Income Generating Activities (School Farm)	297,815	
Fee On Boarding Equipment and Stores	2,585,606	
Activity Expense		
Loan Principal Repayment		
Loan Interest Repayment		
Payable		
Total	4,737,580	3,798,806

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2020-2021	2020
		Kshs	Kshs
Tuition Account	1103488864	47,042	212,362
Operations Account	1103489755	(264,839)	182,210
School Fund Account/Boarding	1530262533112	(338,846)	304,442
Savings Account	1111494398	24,577	581,301
Infrastructural Account	1178735567	1,831,771	985,948
Total		1,299,705	2,266,396

9 CASH IN HAND

Description	2020-2021	2020
	Kshs	Kshs
Tuition Account		
Operation Account		
School Fund account	138	885
Total	138	885

10 SHORT TERM INVESTMENTS

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2020-2021	2020
	Kshs	Kshs
Fees arrears	20,166,048	19,827,400
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
Total	20,166,048	19,827,400

Description	2020-2021	2020
	Kshs	Kshs
Fees arrears for current year	1,326,988	1,504,882
Fees arrears for the previous year	516,542	18,322,518
Fees arrears for prior periods (over two years)	18,322,518	
Total	20,166,048	19,827,400

12 ACCOUNTS PAYABLE

Description	2020-2021	2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	-	-
Prepaid fees	-	-
Retention monies	-	-
Total	-	-

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2020
	Kshs	Kshs
Bank balances	1,076,084	
Cash balances	885.00	
Short Term Investments		
Receivables	19,827,400	
Payables	-	-
Total	20,904,369	

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Other important disclosure notes

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

14 Non-current Liabilities Summary

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

15 Biological assets

Description	Numbers	2020-2021	2020
		Kshs	Kshs
Cattle	15	750,000	
Goats	-		
Trees	100	100,000	
Coffee or tea plantation			
Poultry			
Total		850,000	

16 Borrowings

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

Other important disclosure notes

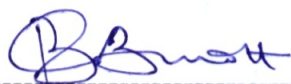
17 Stock/ Inventory

Description	2020-2021	2020
	KShs	KShs
Stock/ inventory at beginning of the year	615,000	
Stock/ inventory purchased during the year	3,585,600	
Stock/ inventory issued during the year	(3,754,450)	
Balance at end of the year	446,150	

SOSIYO SECONDARY SCHOOL**Six-Month Report and Financial Statements****For the period ended 30th June 2021****18 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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

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



Sign and Date
Principal



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XI. ANNEXES

ANNEX 1 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st January 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2021
Land			24,000,000			24,000,000
Buildings and structure			32,500,000			32,500,000
Motor vehicles			2,700,000			2,700,000
Office equipment, furniture and fittings			500,000			500,000
ICT Equipment, and Other ICT Assets			700,000			700,000
Tools and apparatus			1,000,000			1,000,000
Textbooks			2,000,000			2,000,000
Other Machinery and Equipment			350,000			350,000
Intangible assets- soft ware			20,000			20,000
Total			63,770,000			63,770,000