

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

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**REPORT**

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 NOV 2023	DAY: WED
TABLED BY: OF	Hon Owen Baya, CBS, MP Deputy majority leader
CLERK-AT THE TABLE:	Esther Ngunjiri

**THE AUDITOR-GENERAL**

**ON**

**WAHUNDURA HIGH SCHOOL**

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

**MURANG'A COUNTY**

24 JUL 2023

RECEIVED



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*WAHUNDURA HIGH SCHOOL*  
**PUBLIC SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2022**

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

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**Table of Contents**

Page

I. Key School Information And Management.....	iv
II. Summary Report Of Performance Of The School .....	viii
III. Statement Of School Management Responsibility.....	xvi
IV. Report Of The Independent Auditors ( <i>To be attached</i> ).....	xvii
V. Statement Of Receipts And Payments Period To 30 <sup>th</sup> June 2022.....	1
VI. Statement Of Financial Assets And Financial Liabilities As At 30 <sup>th</sup> June 2022 .....	2
VII. Statement of Cash Flows for The Period Ended 30 <sup>th</sup> June 2022 .....	3
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2022 .....	4
IX. Significant Accounting Policies .....	7
X. Notes To The Financial Statements.....	9

**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 **MURANG'A County, MATHIOYA Sub-County**.

The school was registered in **07/2019** under registration number **21S30000199** and is currently categorized as a **County Public School** established, owned or operated by the Government.

The school is a boarding school and had **570** numbers of students as at 30th **June 2022**.

It has **3** streams and **29** teachers of which **10** 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:

<b>Ref:</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	SAMUEL MWANIKI	CHAIR	15/02/2022
2	JAMES MUCHIRI	SECRETARY-PRINCIPAL	"
3	KURIA KIBIRU	DP/CHAIR	"
4	MARY MUTHONI	MEMBER	"
5	DAVID M.MWANGI	MEMBER	"
6	ROBINSON KAMWERU	MEMBER	"
7	PROFESSOR MUTERO	MEMBER	"
8	CHRISTINE MUTAHI	MEMBER	"
9	TABITHA MAINA	MEMBER	"
10	WACHIRA MUGO	MEMBER-Rep CEB	"
11	PETER NDUNG'U	MEMBER-Rep Teachers	"
	GRACE MUGWERU VEN.JAMES GAKOBO		"
12	SAMUEL MWANIKI	3 Members -Sponsor	
13	ANN WAHOME	MEMBER-Community	"
14	PATRICK MUGO	Member Special Needs	"
		Rep Students	"

**The function of the School Board of Management include:**

- Promote the best interests of the school and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the school

**Key School Information and Management(continued)**

- 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	Mr Samuel Mwaniki Mr.Kuria Kibiru Mr.Muchiri Mukunga Ven.James Gakobo Mrs.Mary Muthoni	Chairman Deputy Chair Principal/Secretary  PA Chair	2
2	Audit Committee	Mr.David Maina Mrs Caroline Wangechi Mrs Grace Mugweru Ven.James Gakobo	Chair	1
3	Finance, procurement and general-purpose Committee	Mr Kuria Kibiru Mr Samuel Mwaniki Eng.David Mwangi Ven.James Gakobo Mrs Christine Mutahi Mr.Muchiri Mukunga Mary Muthoni	Chairman    P.A Chair	1
4	Development/SIC Committee	Mr Samuel Mwaniki Mr Muchiri Mukunga Mr Humphrey Maina Mrs Mary Kamuru Eng David Mwangi Mrs Mary Muthoni Ven James Gakobo Ex-Official-Ministry of public works	Chair	1

	Academic Committee	Engineer David Munene Professor Mutero Mrs Christine Mutahi Mrs Tabitha Maina Mr Peter Ndung'u	Chair	1
6	Discipline and welfare Committee	Engineer Mwangi Mrs Mary Muthoni Mrs Carol Wangechi Mrs Grace Mugweru Ven. James Gakobo	Chair	2

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	MUKUNGA JAMES MUCHIRI	363241
2	Deputy Principal	MAINA H NGURE	306500
4	School Finance Officer	KARIUKI EMMA WAIRIMU	

**(e) Schools contacts**

POST OFFICE BOX 81-10204-KIRIAINI  
MOBILE NUMBER: 0799946650  
EMAIL: thewahundurahigh@gmail.com

**(f) School Bankers**

The school operated 7 number of bank accounts and 1 Pay bill number as follows:

1. Name of Bank: EQUITY-TUITION ACCOUNT  
Branch: KIRIAINI  
Account Number: 0050291402680
2. Name of Bank: EQUITY-OPERATIONS ACCOUNT  
Branch: KIRIAINI  
Account Number: 0050291735372
3. Name of Bank: EQUITY-SAVINGS ACCOUNT  
Branch: KIRIAINI  
Account Number: 0050101523362

**Key School Information and Management(continued)**

4. Name of Bank: KCB-SCHOOL FUNDS ACCOUNT  
Branch: KIRIAINI  
Account Number: 1213331609
5. Name of Bank: FAMILY-SCHOOL FUNDS ACCOUNT  
Branch: KIRIAINI  
Account Number: 008000005726
6. Name of Bank: KCB-INFRASTRUCTURE ACCOUNT  
Branch: KIRIAINI  
Account Number: 1270411039
7. Name of Bank: EQUITY-CDF ACCOUNT  
Branch: KIRIAINI  
Account Number: 0050279980274
8. MPESA pay bill NO: Business No 247247, A/C NO. 441122 attached to Equity-Savings bank account.

**(g) Independent Auditors**

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

**II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL**

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

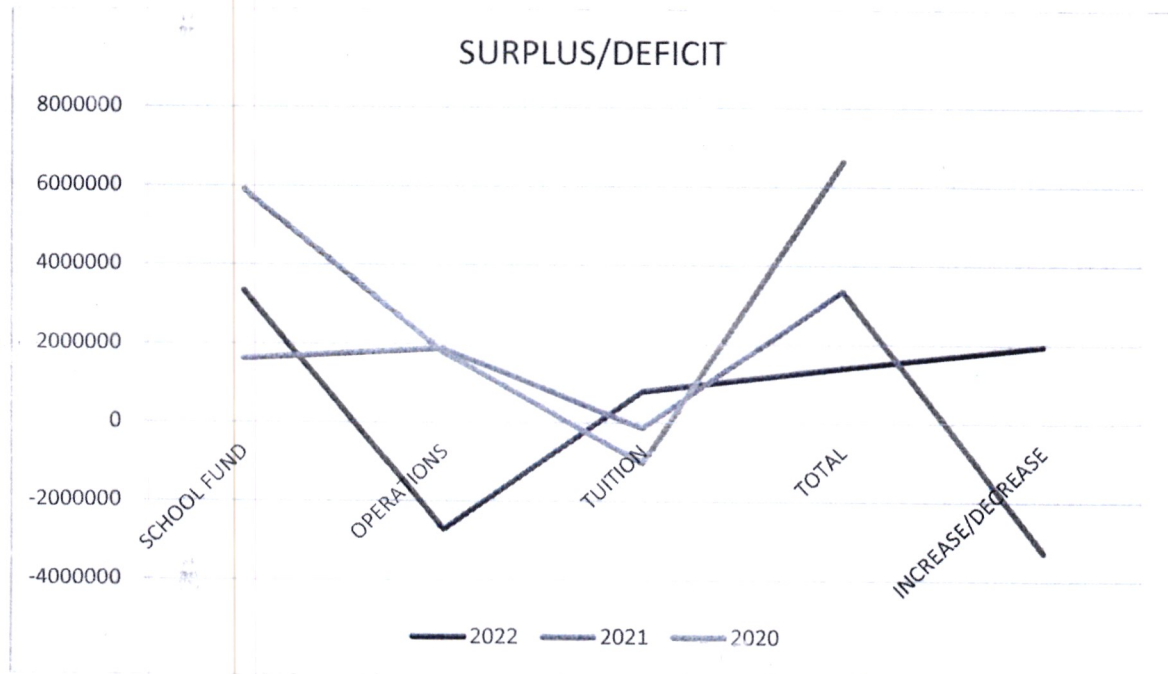
a) **Financial performance:**

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

**SURPLUS/DEFICIT COMPARISON FOR THE LAST THREE YEARS**

SNO	ACCOUNTS	2022 Kshs	2021 Kshs	2020 Kshs
1	School Fund	3,331,187.83	1,606,893.00	5,887,931.7
2	Operations	(2726433.2)	1,880,292.75	1,787,127.00
3	Tuition	786,501.60	(131,062)	(1,030,855.00)
	<b>TOTAL</b>	<b>1,391,256.23</b>	<b>3,356,123.75</b>	<b>6,644,203.7</b>
	<b>Increase/Decrease</b>	<b>1,964,867.52</b>	<b>(3,288,079.95)</b>	

The surplus for the year 2022 increased by **kshs 1,964,867.52** from a deficit of **kshs (3,288,079.95)** in the financial year 2021.

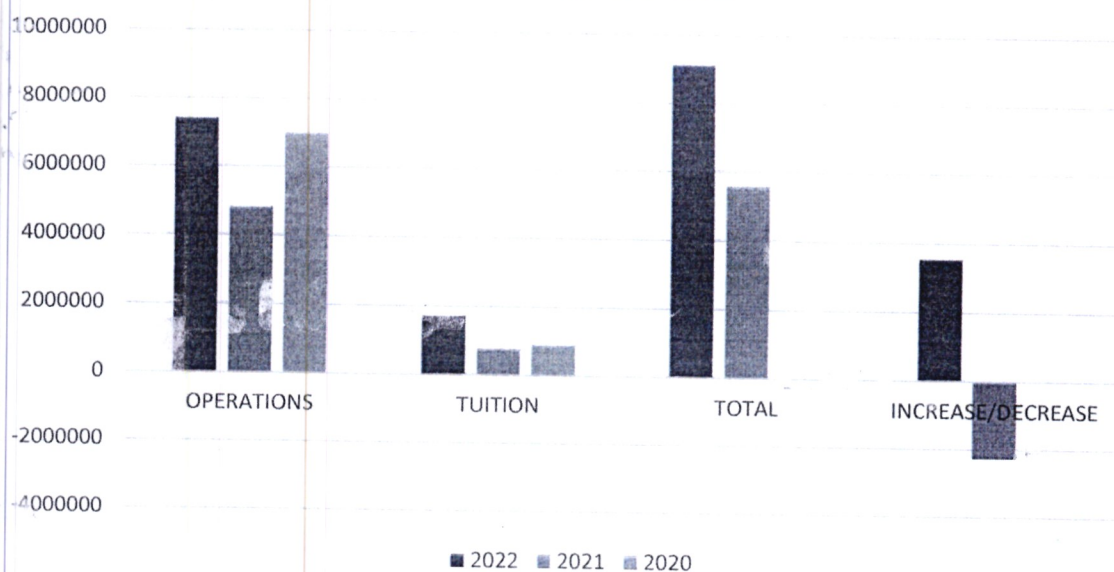


**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**  
**CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS**

SNO	ACCOUNTS	2022	2021	2020
		KSHS	KSHS	KSHS
1	Operations Account	7394101.80	4,813,294.75	6,968,825.25
2	Tuition Account	1,717,307.60	758,893.00	891,095.00
	<b>Total</b>	<b>9,111,409.4</b>	<b>5,572,187.75</b>	<b>7,859,920.25</b>
	<b>Increase/Decrease</b>	<b>3,539,221.65</b>	<b>(2,287,732.5)</b>	
	No of Students	570	581	585
	<b>Ratio of Capitation per student</b>	<b>1:6,209.16</b>	<b>1:9,590.68</b>	<b>1:13,435.76</b>

**Trend Over the Last Three Years**

CAPITATION GRANTS



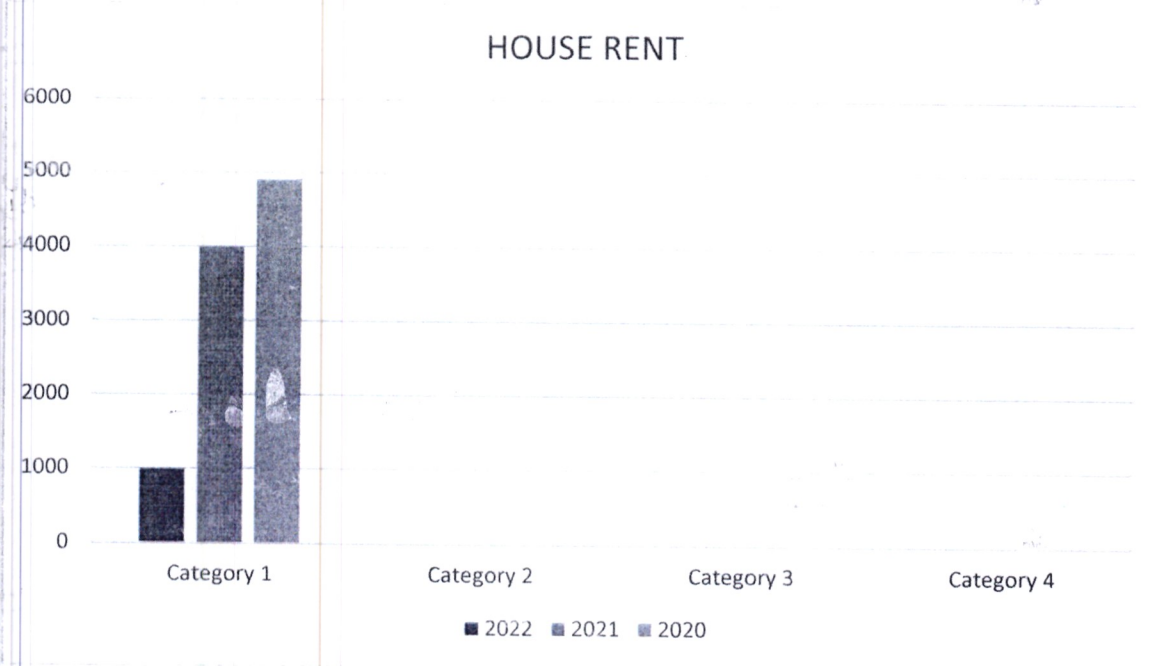
The total capitation grants for the financial year 2022 was kshs **9,111,409.4** as compared to kshs **5,572,187.75** in the financial years 2021. There was an increase of capitation grants in the years 2022 compared to the financial year 2021. The financial year 2021 had six months while year 2022 twelve months thus increase in capitation grants.

**OVERVIEW OF NET GROWTH OF OTHER INCOME(S)**

SNO	ACCOUNTS	2022	2021	2020
		KSHS	KSHS	KSHS
1	HOUSE RENT	1,000.00	4,000.00	4,900.00
	<b>Total</b>	<b>1,000.00</b>	<b>4,000.00</b>	<b>4,900.00</b>
	<b>Increase/Decrease</b>	<b>(3,000.00)</b>	<b>(900.00)</b>	

**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

**Trend Over the Last Three Years**



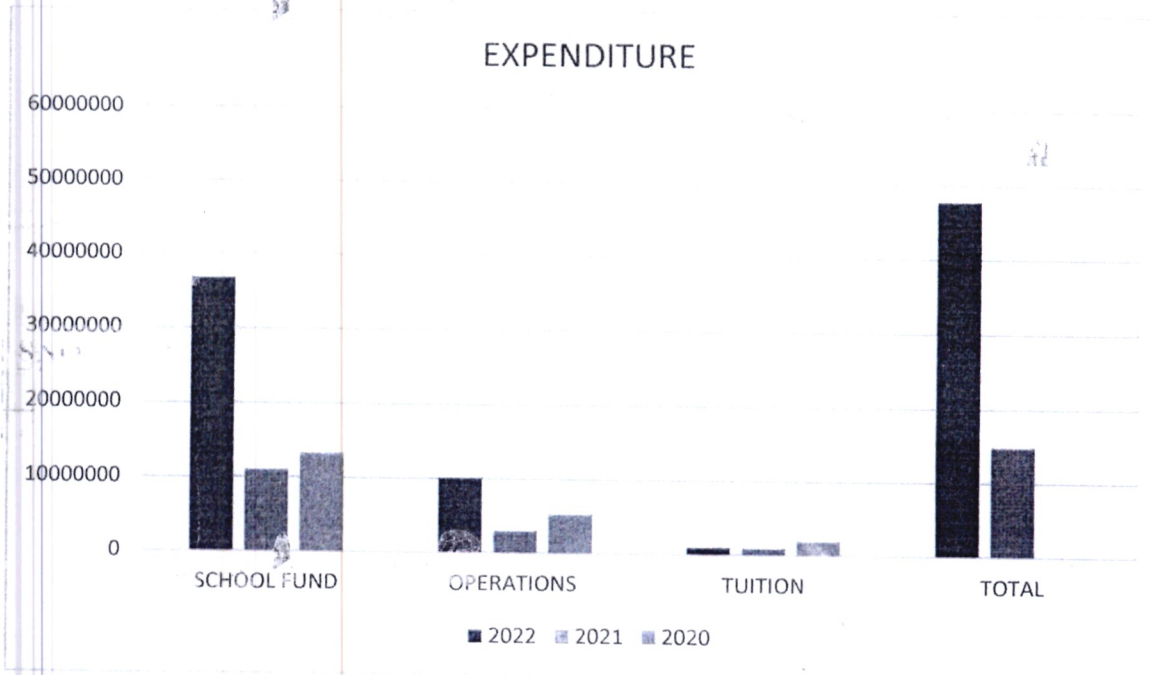
The rent income decreased by 3,000 in year 2022 compared to 900 decrease for the financial year 2021.

**OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL**

SNO	ACCOUNTS	2022	2021	2020
		Kshs	Kshs	Kshs
1	School Fund Account	36,730,910.17	11,006,260.00	13,242,971.00
2	Operations Account	10,120,535.00	2,933,002.00	5,241,698.25
3	Tuition Account	930,806.00	889,955.00	1,921,950.00
	<b>Total</b>	<b>47,782,251.17</b>	<b>14,829,217.00</b>	<b>20,406,614.25</b>
	<b>Increase/Decrease</b>	<b>32,953,034.17</b>	<b>5,577,397.25</b>	

**Trend Over the Last Three Years**

**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**



The financial year shows an increase of growth in expenditure of 32,953,034.17 which resulted from the current year covering a period of 12 months. The financial year 2021 covered six months thus total expenditure of 14,829,217. Covid 19 pandemic measures also contributed to less expenditures.

**MOVEMENT OF DEBTORS OF THE SCHOOL**

SNO	ACCOUNTS	2022	2021	2020
			<b>KSHS</b>	<b>KSHS</b>
	<b>School Fund</b>	<b>KSHS</b>		
	Debtors	45,524,344.13	40,890,268.30	35,435,452.30
	<b>Total</b>	<b>45,524,344.13</b>	<b>40,890,268.30</b>	<b>35,435,452.30</b>
	<b>Increase/Decrease</b>	<b>4,634,075.83</b>	<b>5,454,816.00</b>	



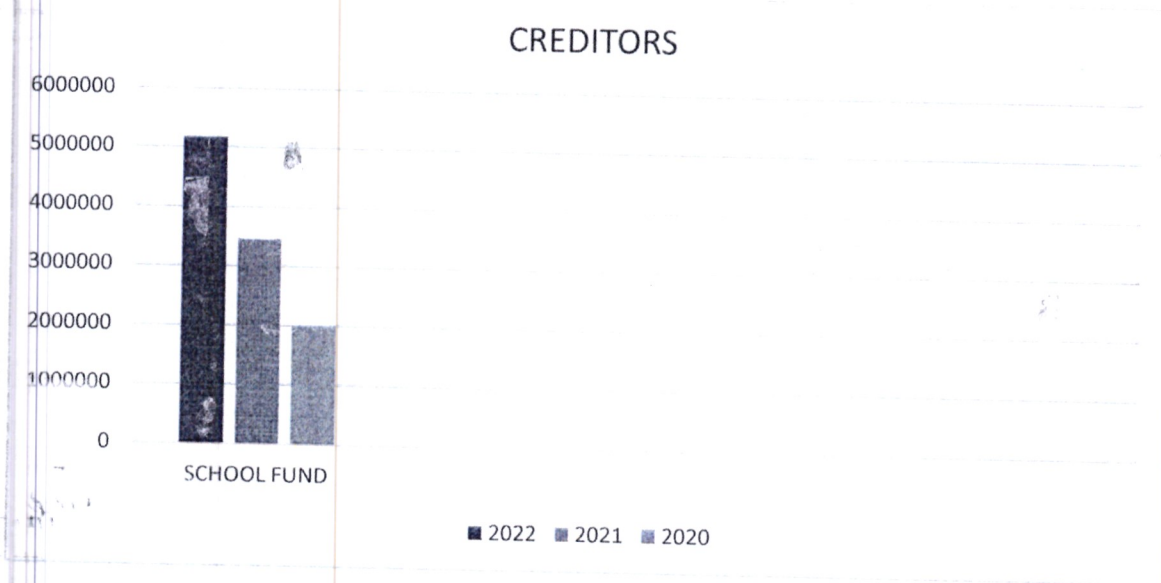
**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

The financial year shows an increase of growth in debtors which resulted from the current year covering a period of 12 months. Even though the financial year 2021 covered 6 months.

**MOVEMENT OF CREDITORS OF THE SCHOOL**

SNO	ACCOUNTS	2022	2021	2020
			<b>KSHS</b>	<b>KSHS</b>
1	School Fund Account	5,173,263.30	3,447,009.00	2,007,807.00
2	Operation Account			
3	Tuition account			
	<b>Total</b>	<b>1,726,254.30</b>	<b>1,439,202.00</b>	
	<b>Increase/Decrease</b>			

**CREDITORS**

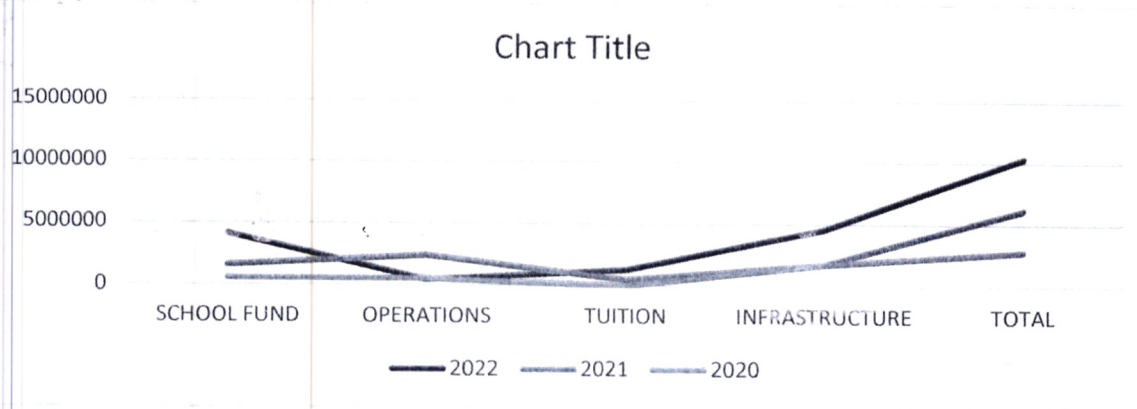


Total creditors as at 30<sup>th</sup> June 2022 stood at **kshs 5,173,263.30** compared to **kshs 3,447,009.00** in the financial year 2021. The main contributors to the increase to the total creditors resulted from the current year covering a period of 12 months and financial year 2021 covered 6 months.

**MOVEMENT OF CASH AND BANK BALANCES**

SNO	ACCOUNTS	2022	2021	2020
			<b>KSHS</b>	<b>KSHS</b>
1	School Fund Account	4,087,310.13	1,557,350.93	546,457.93
2	Operations Account	464,578.80	2,391,012.00	510,719.25
3	Tuition Account	1,261,899.21	475,397.61	6,459.61
4	Infrastructure Account	4,556,290.00	1,721,500.00	1,721,500.00
	<b>Total</b>	<b>10,370,078.14</b>	<b>6,145,260.54</b>	<b>2,785,136.79</b>
	<b>Increase/Decrease</b>		<b>3,360,123.75</b>	<b>2,296,377.00</b>

**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**



**b) Teacher Student ratio:**

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

There were 29 teachers posted by the Teachers Service Commission and 10 recruited by the Board of Management.

**NUMBER OF TEACHERS SHORTFALL PER SUBJECTS**

	<i>SUBJECT</i>	<i>SHORTFALL</i>
1.	<i>ENGLISH</i>	<b>1</b>
2.	<i>MATHEMATICS</i>	<b>1</b>
3.	<i>BIOLOGY</i>	<b>1</b>
4.	<i>CHEMISTRY</i>	<b>1</b>
5.	<i>PHYSICS</i>	<b>1</b>

**c) Mean score in the year 2019, 2021 and 2022 KCSE**

d) Y E A R	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2021	94	5.0647	92	97.8%	6.8	Big room for improvement
2020	139	5.4019	139	100%	6.4	Big room for improvement
2019	109	3.8	107	98.17%	7.0	Big room for improvement

**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

e) Number candidates sitting for KCSE over the last three years.

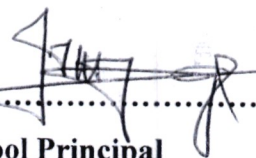
Year	Enrollment
2021	94
2020	139
2019	109

f) Development projects carried out by the school:

**1 ON- GOING PROJECT**

S/L	PROJECTS	FUNDING	ESTIMATED COST	CONSTRUCTION STAGE	COMMENTS
1	School gate	Donations	Ksh. 2.8 million	50%	To be completed by mid-August part of Rebranding of the school
2	CDF Classes 12 in No.	Mathioya CDF.	Ksh. 5.5 million Ground floor only	Ksh 4 million from CDF in school account BQS done. Awaiting advertising of Labour contract.	The school will have to look for Ksh. 1.5 million to complete the ground floor. Labour contract.
3	Completion of Administration Block	MIF fund (maintenance infrastructure fund)	BQ Ksh 8 million	Awaiting County Director Approval Labour Contract	Needs to be done quickly to protect it from the elements. Final finishing (stamina ted at Ksh. 3 million coming later)
4	CBC Classroom	Both ministry and the school	Ksh. 1.2 million	Completed	GOK money was not enough. The school had to chip in.
5	Toilet Block (12 toilets and urinal)	Mathioya CDF	Ksh 1.2 million	Stainless steel slab @ Ksh 300000.	Looking for money to complete
6	Fencing	Funded by the school	Ksh. 3 million	KEYAPPLE planted all round	Sourcing funds donation

7	Lighting of the compound	Kenya power Assisted / donation	Ksh. 1.2 million	Completed	Few areas need to be lit. to be funded by the school
8	IT enable teaching and learning 2 smart boards	Donations	Ksh 1.1 million	Available for use	Still need 2 more to improve learning and teaching.
9	Laboratories Number 2 required	.to source for donors	Awaiting plans and BQS	N/A	Serious congestion because of growing number of students.
10	School Van	To source for fund / Donors	Pending	Using Family Heritage when required	Currently Family Heritage Hospital assisting when students fall sick. Still required for day – to – day errands instead of using the bus or hiring taxis.
11	Fish project	Donations fisheries	Fully funded	Complete phase 2 fingerines awaited	As per ESD project students running the project.
12	Peace monument	Donations HWPL	Fully funded	40% complete	A part of peace engagement in school and outside – A world monument
13	School Band	Donations	Continuous	70%	Engage students in different learning stages



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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 (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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *WAHUNDURA BOYS* 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).

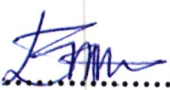
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30<sup>th</sup> June, 2022, and of the school's financial position as at that date.



.....  
**Name:** WAITHAKA SAMUEL MWANIKI  
**Designation:** Chairman, School Board of Management  
**Date:** 19/07/23



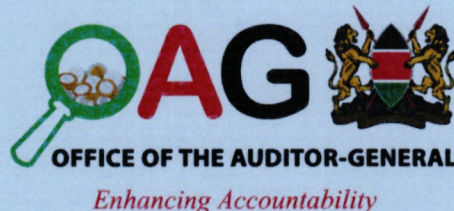
.....  
**Name:** MUKUNGA JAMES MUCHIRI  
**Designation:** School Principal & Secretary to Board of Management  
**Date:** 19/07/2023



.....  
**Name:** KARIUKI EMMA WAIRIMU  
**Designation:** Bursar/ Finance Officer  
**Date:** 19/07/2023

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON WAHUNDURA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - MURANG'A COUNTY**

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### PREAMBLE

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

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

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

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

## REPORT ON THE FINANCIAL STATEMENTS

### Qualified Opinion

I have audited the accompanying financial statements of Wahundura High School – Murang’a County set out on pages 1 to 15, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations, which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the 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 Wahundura High School – Murang’a County as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

### Basis for Qualified Opinion

#### Inaccuracies in the Student Enrollment and Overfunding of the School

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amounts of Kshs.1,717,308 and Kshs.7,394,102 as disclosed in Notes 1 and 2 to the financial statements, respectively. During the financial year under review, the National Education Management Information System (NEMIS) reported a total number of two thousand and fifteen (2,015) students while the enrolment records provided by the School reflected one thousand seven hundred and eighty-six (1,786) students. As a result of the variances, the school was over funded by an amount of Kshs.913,434.

In the circumstances, the accuracy and completeness of capitation grants for tuition and capitation grants for operations amounts of Kshs.1,717,308 and Kshs.7,394,102 respectively could not be confirmed.

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

## **Key Audit Matters**

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

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Long Outstanding Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.36,734,110 in respect of fees arrears as disclosed in Note 11 to the financial statements. However, there was no evidence of recovery and the steps being taken to follow-up the concerned students despite the School having rendered the services.

In the circumstances, the efficiency in recoverability of accounts receivables balance of Kshs.36,734,110 as at 30 June, 2022 could not be confirmed.

#### **2. Non-Maintenance of Fixed Assets Register**

As disclosed in Annex 2 to the financial statements, the summary of fixed assets register reflects assets with a historical cost balance of Kshs.59,400,000 which includes an amount of Kshs.10,000,000 in respect of land whose title documents had not been obtained and provided for audit. Further, the Management did not maintain an asset register in the prescribed format indicating the description, financier, serial/log book number, acquisition date, location, opening balances, additions or disposals during the year and the closing balances but instead, maintained a stores ledger which was a listing of the assets so as to keep track of the assets contrary to Regulation 143(1) of the Public Finance Management Regulations, 2015 which requires the Accounting Officer to be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

In the circumstances, the security and fair statement of the assets could not be confirmed.

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

The statement of receipts and payments reflects boarding and school fund payments amounts of Kshs.36,730,910 as disclosed in Note 7 to the financial statements which includes an amount of Kshs.125,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. This organization is not defined in Government Funding 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, the School may not have received value for the amount of Kshs.125,000 transferred to KESSHA.

### **4. Irregular Tenure of the Board of Management**

The statement of receipts and payments reflects boarding and school fund payments amounts of Kshs.36,730,910 as disclosed in Note 7 to the financial statements. Included in the expenditure is Board sitting allowances amounting to Kshs.300,000. However, during the year under review, it was noted that the chairperson of the Board of Management (BOM) has held the position since the year 2011 contrary to Regulation 39(2) of the Basic Education Regulation, 2015 which states that a Board of Management appointed under this Regulation shall remain in office for a term of three years, which shall be renewable for one further term.

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

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

## **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

## **Basis for Conclusion**

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

## **Responsibilities of Management and those Charged with Governance**

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to abolish 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 the Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

## **Auditor-General's Responsibilities for the Audit**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be materials weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures, as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

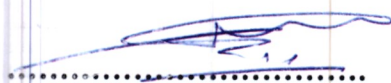
**Nairobi**

**13 October, 2023**

V. Statement Of Receipts And Payments Period To 30<sup>th</sup> June 2022

Particulars / Note	2021-2022	2021-2022	
	Ken	Sh.	
<b>Receipts</b>			
Capitation grants for tuition	1	1,717,307.60	758,893.00
Capitation grants for operations	2	7,394,101.80	4,813,294.75
School fund income- parents' contributions	3	40,062,098.00	12,613,153.00
School fund income- other receipts	4	1,000.00	4,000.00
Infrastructure A/c		2,836,000.00	
<b>Total Receipts</b>		<b>52,010,507.40</b>	<b>18,189,340.75</b>
<b>Payments</b>			
Payments for tuition	5	930,806.00	889,955.00
Payments for operations	6	10,121,745.00	2,933,002.00
Boarding and school fund payments	7	36,730,910.17	11,006,260.00
<b>Total Payments</b>		<b>47,783,461.17</b>	<b>14,829,217.00</b>
<b>Surplus/Deficit</b>		<b>4,227,046.23</b>	<b>3,360,123.75</b>

The school financial statements were approved on 19/7/23 and signed by:



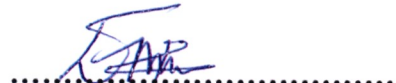
Name: SAMUEL MWANIKI  
Chair BOM

Date: 19/07/23



Name: JAMES MUCHIRI  
School Principal/ Secretary to BOM

Date: 19/07/2023



Name: KARIUKI EMMA  
Bursar/ Finance Officer

Date: 19/07/2023

VI. Statement Of Financial Assets And Financial Liabilities As At 30<sup>th</sup> June 2022

Description	Note	2021-2022	2020-2021
		KShs	KShs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	8	10,370,078.14	6,143,760.54
Cash balances	9	2,228.00	1,500.00
Short term investment	10		
<b>Total cash and cash equivalent</b>		<b>10,372,306.14</b>	<b>6,145,260.54</b>
Account's receivables	11	36,734,110.46	34,289,118.75
<b>Total financial assets</b>		<b>47,106,416.60</b>	<b>40,434,379.29</b>
<b>Financial liabilities</b>			
Accounts payables	12	5,086,584.00	2,641,592.00
<b>Net financial assets</b>		<b>42,019,832.60</b>	<b>37,792,787.29</b>
<b>Represented by</b>			
Accumulated fund b/fwd	13	37,792,787.00	34,432,664.00
Surplus/deficit for the year		4,227,046.23	3,360,123.75
<b>Net financial position</b>		<b>42,019,832.60</b>	<b>37,792,787.75</b>

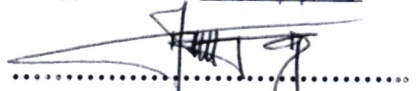
The school's financial statements were approved on 19/7/23

and signed by:

  
 Name: SAMUEL MWANIKI

Chair BOM

Date: 19/7/2023

  
 Name: JAMES MUCHIRI  
 School Principal/ Secretary to BOM

Date: 19/07/2023

  
 Name: KARIUKI EMMA

Bursar/ Finance Officer

Date: 19/07/2023

VII. Statement of Cash Flows for The Period Ended 30<sup>th</sup> June 2022

Description	Notes	2021-2022 Kshs	2020-2021 Kshs
<b>Operating activities</b>			
<b>Receipts</b>			
Capitation grants for tuition	1	1,717,307.60	758,893.00
Capitation grants for operations	2	7,394,101.80	4,813,294.75
School fund income- parents contributions/ fees	3	40,062,098.00	12,613,153.00
School fund income- other receipts	4	1,000.00	4,000.00
Infrastructure A/c		2,836,000.00	
<b>Total receipts</b>		<b>52,010,507.40</b>	<b>18,189,340.75</b>
<b>Payments</b>			
Payments for tuition	5	930,806.00	889,955.00
Payments for operations	6	10,121,745.00	2,933,002.00
Boarding and school fund payments	7	36,730,910.17	11,006,260.00
<b>Total payments</b>		<b>47,783,461.17</b>	<b>14,829,217.00</b>
<b>Net cash flow from operating activities</b>		<b>4,227,046.23</b>	<b>3,360,123.75</b>
<b>Cashflow from investing activities</b>			
Proceeds from sale of assets			
Acquisition of assets			
Proceeds from investments			
Purchase of investments			
<b>Net cash flows from investing activities</b>			
<b>Cashflow from borrowing activities</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash flow from financing activities</b>			
<b>Net increase in cash and cash equivalents</b>		<b>4,227,046.23</b>	<b>3,360,123.75</b>
<b>Cash and cash equivalent at beginning of the year</b>		<b>6,145,260.54</b>	<b>2,785,136.79</b>
<b>Cash and cash equivalent at end of the year</b>		<b>10,372,306.14</b>	<b>6,145,260.54</b>

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

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2022

Receipts/Expenses Item	Original Budget Kshs	Adjustments Kshs	Final Budget Kshs	Actual on Comparable Basis	Budget Utilization Difference Kshs	% of Budget
<b>Receipts</b>						
<b>(1) Capitation Grant on Tuition</b>						
Teaching / Learning Materials	1,717,307.60		1,717,307.60	1,717,307.60		100%
<b>(2) Capitation Grant on Operations</b>						
Other Vote heads	4,930,351.80		4,930,351.80	4,930,351.80		100%
Repairs And Maintenance	2,463,750.00		2,463,750.00	2,463,750.00		100%
<b>Infrastructure A/c</b>	2,836,000.00		2,836,000.00	2,836,000.00		100%
<b>(3) Fees Charged on Parents</b>						
Personnel Emoluments	5,139,496.00		5,139,496.00	4,997,807.00	141,689.00	97.2%
Repairs And Maintenance	3,562,209.00		3,562,209.00	7,208,643.00	3,646,434.00	202.4%
Local Transport / Travelling	1,473,000.00		1,473,000.00	721,223.00	751,777.00	49%
Electricity And Water	2,974,775.00		2,974,775.00	2,970,509.00	4,266.00	99.86%
Medical	1,392.00		1,392.00	1,392.00		100%
Administration Costs	3,947,400.00		3,947,400.00	3,410,857.00	536,543.00	86.4%
Activity	145,674.00		145,674.00	145,674.00		100%
Uniform	4,049,930.00		4,049,930.00	4,049,930.00		100%
Fee On Boarding Equipment and Stores	17,137,320.00		17,137,320.00	16,075,219.00	1,062,101.00	93.80%
Arrears	480,844.00		480,844.00	480,844.00		100%
Other incomes (House rent)	1,000.00		1,000.00	1,000.00		100%

WAHUNDURA HIGH SCHOOL

Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022

Receipts/Expenditure Item	Original Budget	Adjustments	Final Budget	Actual on Comparison Basis	Budget Utilization Difference	% of Utilization
<b>Total Income</b>	<b>50,860,449.40</b>		<b>50,860,449.40</b>	<b>52,010,507.40</b>	<b>6,142,810.00</b>	<b>102.3%</b>
<b>(1) Expenditure For Tuition</b>						
Teaching / Learning Materials	1,717,307.60		1,717,307.60	930,806.00	786,501.60	54.20%
<b>(2) Expenditure For Operations</b>						
Other voteheads	4,930,351.80		4,930,351.80	6,008,529.00	1,078,177.2	121.87%
Repairs, Maintenance & Improvements	2,463,750.00		2,463,750.00	2,836,000.00	-372,250.00	115.11%
Gratuity	1,257,206.00		1,257,206.00	1,257,206.00		100%
Bank charges	20,010.00		20,010.00	20,010.00		100%
<b>(3) Expenditure For School Fund</b>						
Personnel Emoluments	5,139,496.00		5,139,496.00	739,314.00	4,400,182	14.38%
Repairs, Maintenance and Improvements	3,562,209.00		3,562,209.00	6,029,964.40	-2,467,755.4	169.28%
Local Transport / Travelling	1,473,000.00		1,473,000.00	250,785.00	1,222,215.00	17%
Electricity, Water and Conservancy	2,974,775.00		2,974,775.00	1,633,227.60	1,341,547.4	55%
Medical Expenses	60,561.00		60,561.00	60,561.00		100%
Administration Costs	3,947,400.00		3,947,400.00	6,722,727.17	-2,775,327.17	170.3%
Boarding Equipment and Stores	17,137,320.00		17,137,320.00	15,176,017.00	1,961,303.00	88.6%
Donations	18,500.00		18,500.00	18,500.00		100%
Internal Exams	12,000.00		12,000.00	12,000.00		100%
School Farm	196,530.00		196,530.00	196,530.00		100%
Rent Expenses	12,000.00		12,000.00	12,000.00		100%
Refunds	90,583.00		90,583.00	90,583.00		100%

Receipts/Expenses Item	Original Budget KShs	Adjustments KShs	Final Budget KShs	Capital on Parable KShs	Budget Utilization Difference KShs	% of Utilization
Uniform	3,960,120.00		3,960,120.00	3,960,120.00		100%
Creditors	1,020,476.00		1,020,476.00	1,020,476.00		100%
Insurance	73,957.00		73,957.00	73,957.00		100%
Activity	734,148.00		734,148.00	734,148.00		100%
<b>Total Expenditure</b>	<b>50,800,490.40</b>		<b>50,800,490.40</b>	<b>47,783,461.17</b>		<b>94.06%</b>

- i. Fees charged on parents repairs and maintenance vote head and expenditure for the same vote was overutilized because of parents agreement to pay extra fees to repair classrooms floor, school gate, dormitories and kitchen which were in poor condition.
- ii. Expenditure for operations was overutilized due to changes of prices of items from the original prices.
- iii. The other expenditure vote heads were underutilized due to some of the students closing the year with fees balances.

**IX. SIGNIFICANT ACCOUNTING POLICIES**

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

**1. Statement of compliance and basis of preparation**

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

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

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

**2. Recognition of receipts and payments**

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

**3. In-kind contributions**

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

**4. Cash and cash equivalents**

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

**Significant Accounting Policies (Continued)****5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2022.

**X. NOTES TO THE FINANCIAL STATEMENTS****1 Capitation Grant for Tuition**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Textbooks And Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	1,717,307.60	758,893.00
Chalks		
Exams And Assessment		
Teachers Guides		
<b>Total</b>	<b>1,717,307.60</b>	<b>758,893.00</b>

**2 Capitation Grant for Operations**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Other Voteheads	4,930,351.80	2,625,044.75
Repairs And Maintenance	2,463,750.00	2,188,250.00
Local Transport / Travelling		
Electricity And Water		
Medical		
Administration Costs		
Activity		
<b>Total</b>	<b>7,394,101.80</b>	<b>4,813,294.75</b>

**3 Parents Contribution/Fees - School Fund Account**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Boarding Equipment and Stores	16,075,219.00	6,200,750.00
Repairs and maintenance	7,208,643.00	3,881,782.00
Local transport / travelling	721,223.00	144,007.00
Electricity and water	2,970,509.00	1,093,453.00
Personnel Emoluments	4,997,807.00	697,957.00
Administration costs	3,410,857.00	411,773.00
Uniform	4,049,930.00	150,276.00
Arrears	480,844.00	

Description	2021-2022	2020-2021
	KSh	KSh
Medical	1,392.00	
Activity	145,674.00	33,155.00
<b>Total</b>	<b>40,062,098.00</b>	<b>12,613,153.00</b>

**4 Other Receipts – School Fund Account**

Description	2021-2022	2020-2021
	KSh	KSh
Fee On Boarding Equipment and Stores		
Rent Income	1,000.00	4,000.00
Income From Farming Activities		
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire		
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
<b>Total</b>	<b>1,000.00</b>	<b>4,000.00</b>

**5 Payments For Tuition**

Description	2021-2022	2020-2021
	KSh	KSh
Textbooks And Reference Materials		
Exercise Books/Stationery		
Laboratory Equipment	419,666.00	234,850.00
Internal Exams		
Teaching / Learning Materials	508,680.00	53,500.00
Creditors		500,345.00
Exams And Assessment		
Administration Costs		
Bank Charges	2,460.00	1,260.00
<b>Total</b>	<b>930,806.00</b>	<b>889,955.00</b>

## Notes To the Financial Statements (Continued)

## 6. Payments For Operations

Description	2021-2022 KSh	2020-2021 KSh
Other Voteheads	6,008,529.00	2,933,002.00
Service Gratuity	1,257,206.00	
Administration Cost		
Repairs And Maintenance & Improvements/Infrastructure	2,836,000.00	
Bank Charges-infrastructure	1,210.00	
Bank Charges	18,800.00	
Acquisition Of Assets		
<b>Total</b>	<b>10,121,745.00</b>	<b>2,933,002.00</b>

## 7. Boarding And School Fund Payments

Description	2021-2022 KSh	2020-2021 KSh
Fee On Boarding Equipment and Stores	15,176,017.00	7,617,384.00
Activity	734,148.00	59,215.00
Repairs And Maintenance & Improvements	6,029,964.40	432,132
Local Transport / Travelling	250,785.00	82,910.00
Electricity And Water	1,633,227.60	191,914.00
Medical Expenses	60,561.00	22,750.00
Administration Costs	6,722,727.17	1,525,480.00
Donations	18,500.00	
Internal Exams	12,000.00	11,500.00
School Farm	196,530.00	85,790.00
Personnel Emoluments	739,314.00	412,100.00
Rent Expenses	12,000.00	
Refunds	90,583.00	250.00
School Uniform	3,960,120.00	300,000.00
Creditors	1,020,476.00	264,835.00
Insurance	73,957.00	
<b>Total</b>	<b>36,730,910.17</b>	<b>11,006,260.00</b>

Notes To The Financial Statements (Continued)

8. Bank Accounts

Name of Bank, Account No. & Currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	0050291402680	1,261,899.21	475,397.61
Operations Account	0050291735372	464,578.80	2,391,012.00
School Fund KCB Account	1213331609	532,512.25	241,588.25
School Fund Equity Account	0050101523362	1,649,578.30	609,292.10
School Fund Family Account	008000005726	1,905,219.58	704,970.58
Infrastructural Account	1270411039	4,556,290.00	1,721,500.00
<b>Total</b>		<b>10,370,078.14</b>	<b>6,143,760.54</b>

9. Cash In Hand

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account		
Operation Account		
School Fund account	2,228.00	1,500.00
<b>Total</b>	<b>2,228.00</b>	<b>1,500.00</b>

10. Short Term Investments

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit		
Equity Stock		
Other Investments		
<b>Total</b>		

## Notes To the Financial Statements (Continued)

## 11. Accounts Receivable

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears	36,563,310.46	34,145,318.75
Other Non-Fees Receivables(H/s rent)	170,800.00	143,800.00
Salary Advances		
Imprest		
<b>Total</b>	<b>36,734,110.46</b>	<b>34,289,118.75</b>

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears For Current Year	5,087,919.83	2,751,784.00
Fees Arrears For The Previous Year	2,751,784.00	5,654,357.00
Fees Arrears For Prior Periods (Over Two Years)	28,723,606.63	25,739,177.75
<b>Total</b>	<b>36,563,310.46</b>	<b>34,145,318.75</b>

## 12. Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix I)	4,354,039.00	2,197,944.00
Prepaid Fees	732,545.00	443,648.00
Retention Monies		
<b>Total</b>	<b>5,086,584.00</b>	<b>2,641,592.00</b>

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors for Current Year	1,350,678.00	914,120.00
Trade Creditors for The Previous Year	914,120.00	706,751.00
Trade Creditors for Prior Periods (Over Two Years)	2,089,241.00	577,073.00
<b>Total</b>	<b>4,354,039.00</b>	<b>2,197,944.00</b>

Notes To the Financial Statements (Continued)

13. Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	6,143,760.54	2,783,736.79
Cash Balances	1,500.00	1,400.00
Short Term Investments		77,097.00
Receivables	34,289,118.75	33,578,237.21
Payables	(2,641,592.00)	(2,007,807.00)
<b>Total</b>	<b>37,792,787.29</b>	<b>34,432,664.00</b>

**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	2021-2022 Kshs	2020-2021 Kshs
Bank Loan(S)		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision	739,880.00	739,880.00
<b>Total</b>	<b>739,880.00</b>	<b>739,880.00</b>

**15. Biological assets**

Description	Numbers	2021-2022 Kshs	2020-2021 Kshs
Cattle			
Pigs	10	100,000.00	90,000.00
Trees	50	55,000.00	55,000.00
Coffee Or Tea Plantation			
Poultry			
<b>Total</b>		<b>155,000.00</b>	<b>145,000.00</b>

**16. Borrowings**

Description	2021-2022 Kshs	2020-2021 Kshs
<b>a) Borrowings</b>		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
<b>Balance at end of the year</b>		

## Other important disclosure notes

## 17. Stock/ Inventory

Description	2021-2022	2020-2021
	Kshs	Kshs
<b>b) Inventory</b>		
Stock/ inventory at beginning of the year	1,828,846.00	1,922,550.00
Stock/ inventory purchased during the year	2,020,445.00	928,346.00
Stock/ inventory issued during the year	3,001,572.00	1,022,050.00
<b>Balance at end of the year</b>	<b>847,719.00</b>	<b>1,828,846.00</b>

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

Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Contracted	Date Contracted	Amount Paid To Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	Kshs	b	C	a-b	Kshs	
<b>Construction Of Buildings</b>						
1.						
2.						
3.						
Sub-Total						
<b>Supply Of Goods</b>						
4.						
5.						
6.						
Sub-Total						
<b>Supply Of Services</b>						
7.						
8.						
9.						
Sub-Total						
<b>Grand Total</b>						

WAHUNDURA HIGH SCHOOL

Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 30 <sup>th</sup> June 2022
Land 1		Wahundura	10,000,000.00			10,000,000.00
Buildings And Structures		School compound	30,000,000.00			30,000,000.00
Motor Vehicles		School compound	4,000,000.00			4,000,000.00
Office Equipment, Furniture And Fittings		Office	3,000,000.00			3,000,000.00
ICT Equipment, And Other ICT Assets		ICT Department	1,200,000.00			1,200,000.00
Tools And Apparatus		School laboratory	2,500,000.00			2,500,000.00
Textbooks		School Library	1,500,000.00			1,500,000.00
Other Machinery And Equipment		School Compound, water pump at Ruarai river	5,000,000.00			5,000,000.00
Heritage And Cultural Assets		School band department	1,800,000.00			1,800,000.00
Intangible Assets- Soft Ware		Ict department	400,000.00			400,000.00
<b>Total</b>			<b>59,400,000.00</b>			<b>59,400,000.00</b>