REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

RIBE GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2023

KILIFI COUNTY

PUBLIC SECONDARY SCHOOL.

ANNUAL REPORT AND FINANCIAL STATEMENTS.

FOR THE FINANCIAL YEAR ENDED,
30TH JUNE 2023.

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

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I. ACRONYMS AND GLOSSARY OF TERMS.

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

II. KEY SCHOOL INFORMATION AND MANAGEMENT.

(a) BACKGROUND INFORMATION.

The School is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Kilifi County, Rabai Sub-County.

The School was registered in **08/05/2009** under registration number **GP/A/7013/09** and is currently categorized as an Extra County public School established, owned or operated by the Government.

The School is a Boarding School and had **1221** number of students as at 30th June 2023. It has **20** streams and **45** Teachers of which **18** Teachers are employed by the School Board of Management.

(b) SCHOOL BOARD OF MANAGEMENT - BOARD MEMBERS.

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

Ref:	Name of Board Member.	Designation.	Date of Appointment.
1	Mr. Herbert Nyale.	Chairman	09-08-2019
2	Ms. Naomie Ngombo	Vice-Chairperson.	09-08-2019
3	Mrs. Eunice Kiaye	Secretary - Principal	09-08-2019
4	Mr. Japhet Ndapatani.	Member	09-08-2019
5	Mr. George Saitoti Musa	Member	09-08-2019
6	Ms. Violet Chaka.	Member	09-08-2019
7	Mr. Elphas Ogwago	Member	09-08-2019
8	Ms Amana Idd	Member	09-08-2019
9	Mr. Wilson Mduruma.	Member	09-08-2019
10	Ms. Margaret Mwangiri	Member	09-08-2019
11	Mr. George Mwangiri.	Member	09-08-2019
12	Ms. Margaret Mwangiri	Member - Rep CEB	09-08-2019
13	Ms Amana Idd	Member Rep Teachers	09-08-2019
14	Mr. Herbert Nyale, Ms. Naomie Ngombo and Mr. George Mwangiri.	3 Members - Sponsor	09-08-2019
15	Ms. Constance Nyiro	Member - Community	09-08-2019
16	Violet Chaka.	Member Special Needs	09-08-2019
17	Head Girl.	Rep Students	09-08-2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

THE FUNCTION OF THE SCHOOL BOARD OF MANAGEMENT INCLUDE:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013.
- Ensure and assure the provision of proper and adequate facilities for the School.
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupil's 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.	Mr. Herbert Nyale. Ms. Naomie Ngombo. Mrs. Eunice Kiaye. Mr. Japhet Ndapatani. Mr. George Saitoti.	BOM Chairman. BOM Vice-Chairperson. Chief Principal/Sec. BOM BOM Member. PA Chairperson..	**5 Meetings.**
2	Audit Committee.	Mr. Herbert Nyale. Ms. Naomie Ngombo. Mrs. Eunice Kiaye. Mr. George Saitoti. Mr. George Mwangiri.	BOM Chairperson BOM Vice Chairperson Chief Principal PA Chairperson BOM Member	**1 Meeting.**
3	Finance, Procurement And General Purposes Committee.	Ms. Naomie Ngombo. Mr. George Saitoti.. Mrs.Margaret Mwangiri Mr. Wilson Mduruma. Mrs. Eunice Kiaye.	BOM Vice-Chairperson. PA Chairpeerson. BOM Member. BOM Member. Chief Principal.	**5 Meetings.**
4	Academic Standards, Quality And Environment Merged With Discipline, Ethics And Integrity.	Mr. Elphas Ogwago. Mr. George Saitoti. Mrs. Amana Idd.. Mrs. Violet Chaka	BOM Member. PA Chairperson. Teachers Representative. BOM Member.	**5 Meetings.**
5	Human Rights And Students Welfare Committee-Merged With The School Infrastructure Committee, SIC.	Ms. Naomie Ngombo. Mr. Elphas Ogwago. Mr. George Saitoti. Mr. John Muthengi. Mr. Japhet Ndapatani.	BOM Vice-Chairperson. BOM Member. PA Chairperson.. BOM Member. BOM Member.	**5 Meetings.**

(d) SCHOOL OPERATION MANAGEMENT.

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

Ref:	Designation	Name	TSC Number	Signature.
1	Chief Principal	Mrs. Eunice Kiaye.	335511	
2	Ag. Deputy Principal	Mrs. Anne Fwaru.	445115	
3	School Bursar	Mr. Kambi Michael Mrira.	ID20851614	

(e) SCHOOLS CONTACTS.

Post Office Box: 312, 80105,
Telephone: 0110009607
E-mail: ribegirls@rocketmail.com
Website: www.ribegirls.sc.ke
Facebook: Ribe girls secondary school
Twitter: @ribegirls

(f) SCHOOL BANKERS.

The following school operated 8 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01021007532800

2. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01025007532801

3. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01025007532800

4. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01242007723301

5. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01242007810700

6. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01248066180600

7. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01248066182500

8. Name of Bank: National Bank.
   Branch: Nkrumah Road.
   Account Number: 01022007532800
9. National Bank of Kenya - Lipa Na Mpesa - Pay Bill Number-7581592.

(g) <u>INDEPENDENT AUDITORS.</u>

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

III. 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.

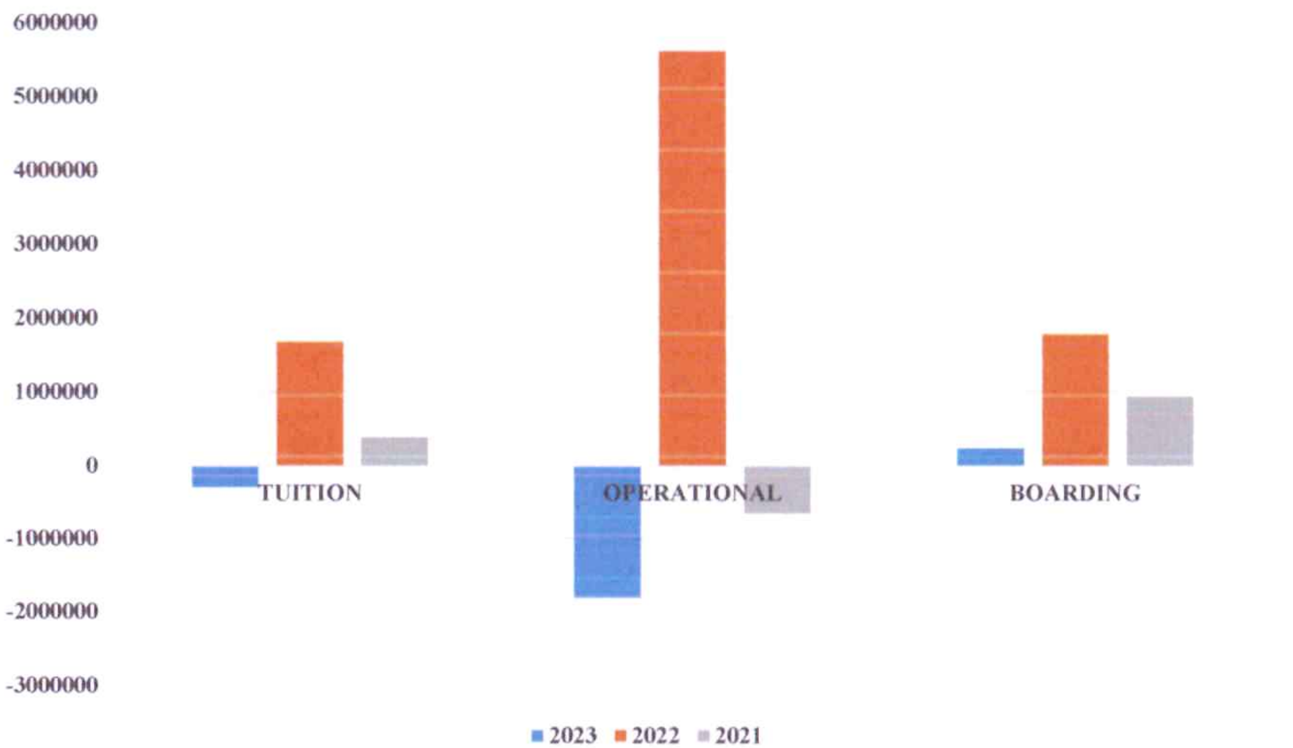
a) Financial performance.

Under this section, the following information should be given:

i. **Surplus / deficit for the year and comparison for the last 3 years.**

Account	July-June 2023.		July-June 2022.		Jan-June 2021.	
	Surplus	Deficit	Surplus	Deficit	Surplus	Deficit
Tuition	0	295,658.75	1,672,995.40	0	388,554.75	0
Operational	0	1,812,724.40	5,611,413.20	0	0	656,932.60
Boarding	233,786.49	0	1,785,989.65	0	944,440.50	0
Total	**233,786.49**	**2,108,383.15**	**9,070,398.25**	**0**	**1,332,995.25**	**656932.6**

Surplus/Deficit For Three Years.

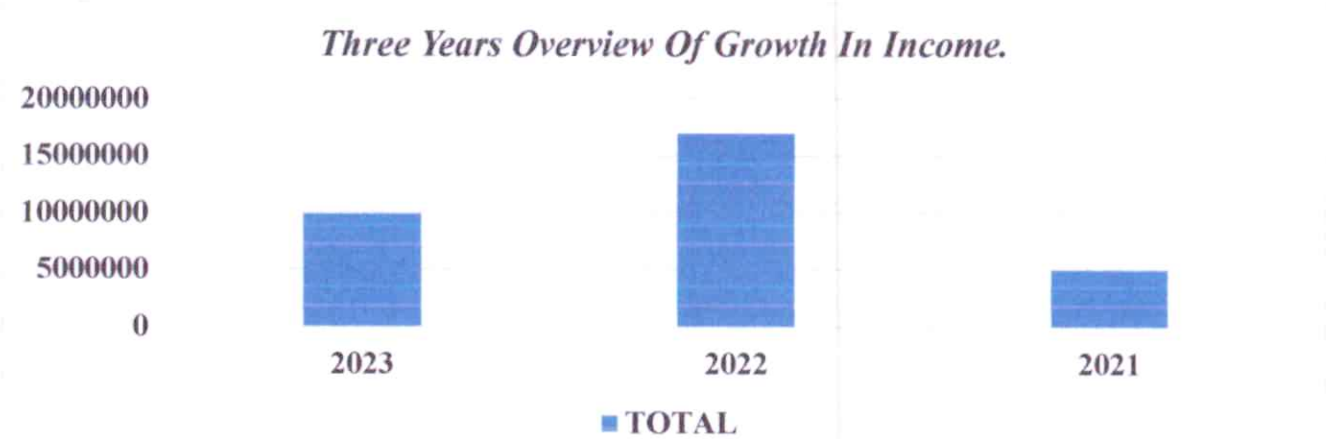


ii. Capitation grants from MOE for the last 3 years.

a) Operational Account.

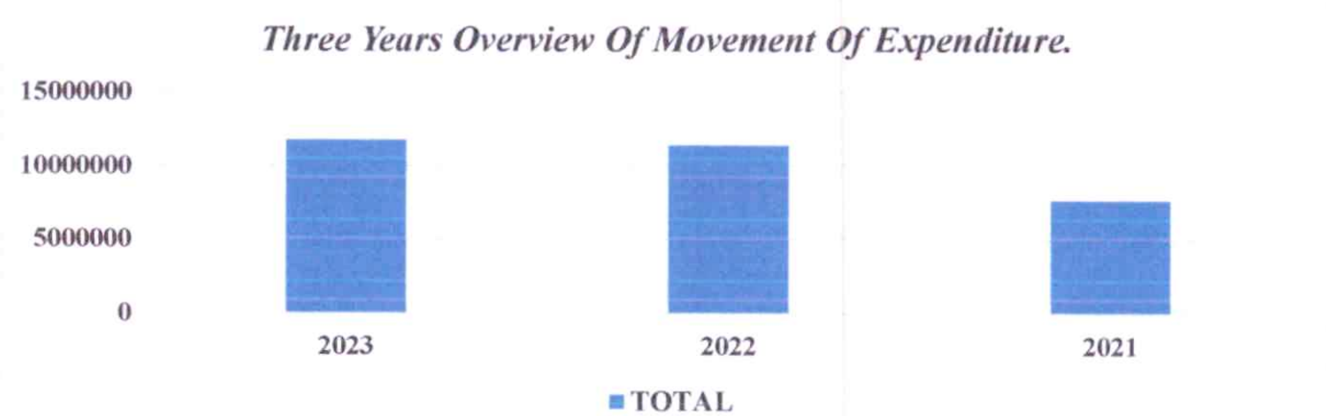
A three-year overview of growth in income(s) of the School.

Year	No Of Students	Per Student	Rmi	Ltt	Adm	Ewc	Med	Act	Pe	Total
2023	1221	10984	3303572	248699	1341620.30	697032.50	220265.55	440514	3694837	9946540.35
2022	1221	14332	5728875	942171	883997.90	2280677	392565.00	320320.00	6463684.50	17012290.40
2021	1221	8177	0	982538	676312.15	1965075.00	0	171040.80	1195770.30	4990736.25



A three-year overview of growth in expenditure(s) of the school.

Year	Rmi	Ltt	Adm	Ewc	Med	Act	Pe	Bom Tea	Total
2023	4069145.00	463000.00	982176.00	2145541.00	92890.75	843060	1997477	1165975.00	11759264.75
2022	3115518.20	378900.00	855000.00	2630916.00	800000.00	327000	1435435	1858108.00	11400877.20
2021	0	1297497.35	1382428.00	2866339.40	416200.00	395350	993435.00	336489	7687738.75

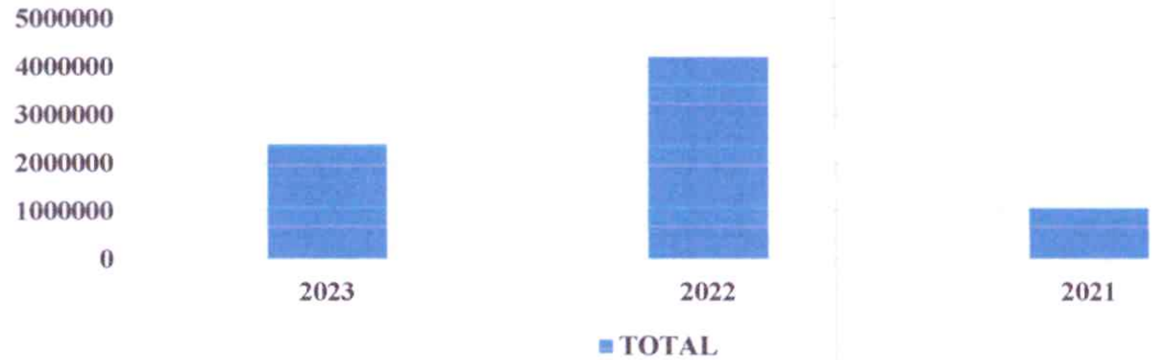


b) Tuition Account.

A three-year overview of growth in income(s) of the School.

Year	No Of Students	Per Student	Ebks	Lab	T/lr	Chk	In.ex	Re/li	Total
2023	1221	2394	1114774.00	453580	468155	55891	164738.25	130316.00	2387454.25
2022	1221	3545	1963258.00	796683	824229	96574	298805.00	227983.40	4207532.40
2021	1221	945	499506.00	202604	203143	24786	75439.75	58195.00	1063673.75

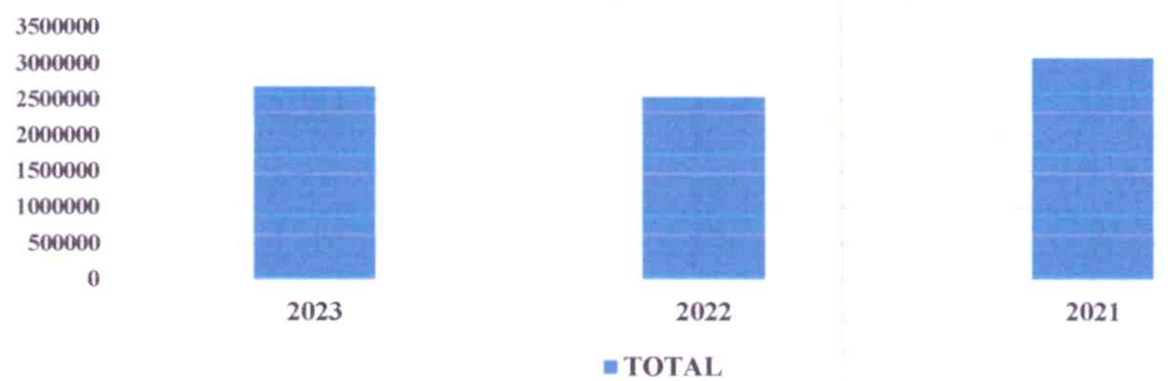
Three Years Overview Of Growth In Income.



A three-year overview of growth in expenditure(s) of the school.

Year	Ebks	Lab	T/lr	Chk	In.ex	Re/li	Total
2023	1332500	100000	190010	54000	309000	697603	2683113
2022	1412781	79578	867700	20918	93560	60000	2534537
2021	849400	93119	1881439	0	0	254120	3078078

Three Years Overview Of Movement Of Expenditure.



iii. Ratio of capitation grant per student over the last 3 years.

a) Operational Account.

Year	No Of Students	Per Student	Rmi	Ltt	Adm	Ewc	Med	Act	Pe	Bom Tea	Total
2023	1221	11489	1:3666	1:210	1:1218	1:800	1:186	1:514	1:4895	0	1:11489
2022	1221	14871	1:5008	1:824	1:773	1:1994	1:343	1:280	1:5649	0	1:14871
2021	1221	8177	1:3745	1:873	1:601	1:1745	0	1:152	1:1062	0	1:8177

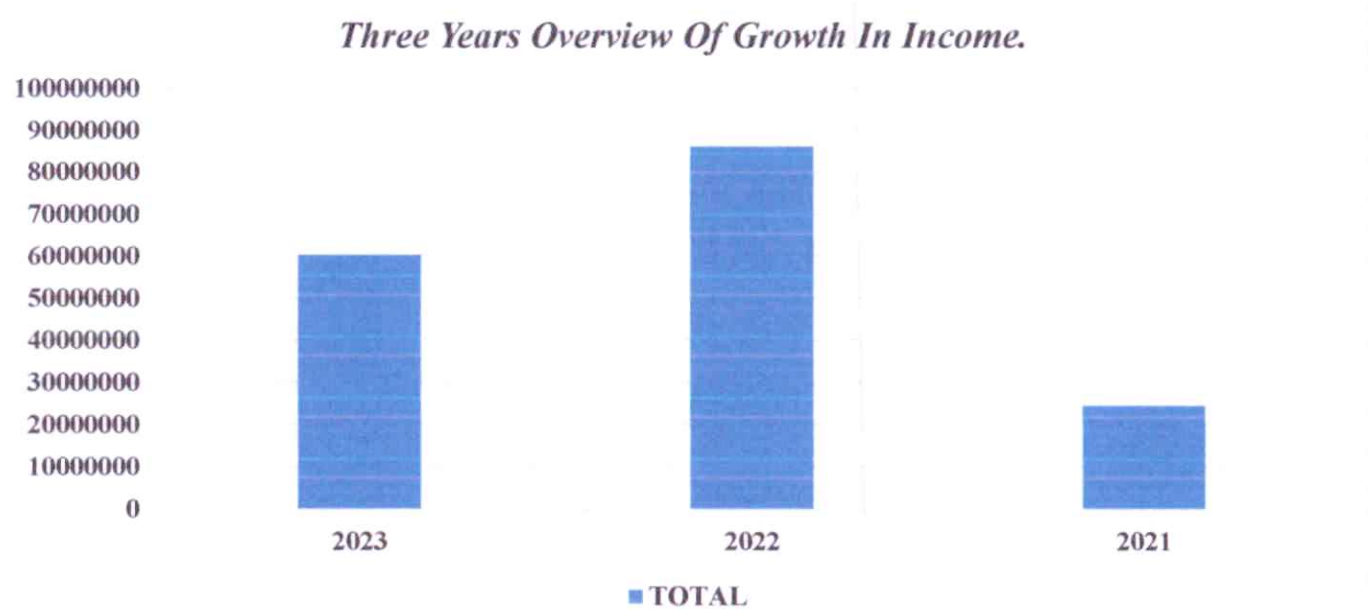
b) Tuition Account.

Year	No Of Students	Per Student	Tbks	Ebks	Lab	T/lr	Chk	In.ex	Re/li	Total
2023	1221	2615	0	1:1340	1:455	1:467	1:56	1:166	1:131	1:2615
2022	1221	3678	0	1:1716	1:696	1:720	1:84	1:261	1:201	1:3678
2021	1221	945	0	1:444	1:180	1:180	1:22	1:67	1:52	1:945

iv. Boarding and Related Accounts.

A three-year overview of growth of other income(s) earned by the school.

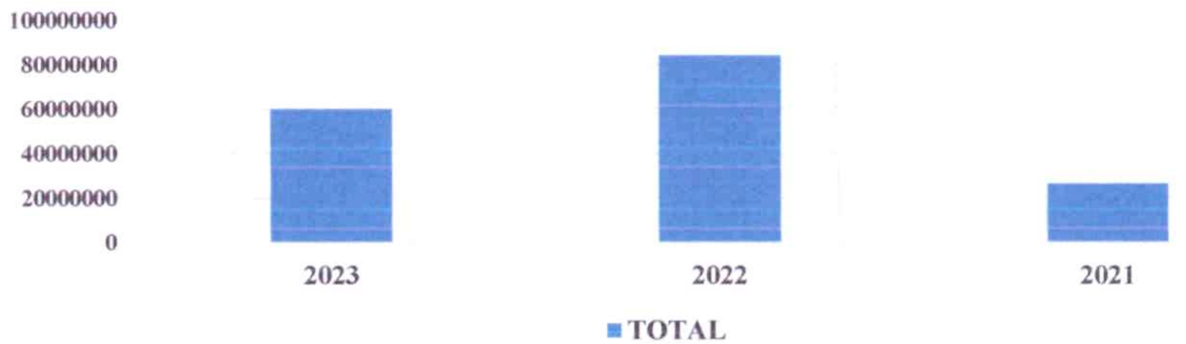
Year	No Of Students	Per Student	Pe	Rmi	Ltt	Ewc	Adm	Act	Bes	Rent	Bom Tea.	Total
2023	1221	44680.00	5126660	2442611	1705172	5634604	3112541	517281	41779380.46	0	0	60318249.46
2022	1221	35000.00	5788061	3903241	1486909	7801415	3195249	567505	63332364.00	36250	0	86074744.00
2021	1221	24367.50	1067181	1265010	317394	2123119	913497	121990	16445826.00	84900	2154803	24493720.00



A three-year overview of growth in expenditure(s) of the school.

Year	Pe	Rmi	Ltt	Ewc	Adm	Act	Bes	Rent	Bom Tea.	Total
2023	5576016	950505	3034770	2884429	458352	2424432	44776958.97	0	0	60105462.97
2022	4053448	858771	4073440	1881239.00	958922.50	776550	71722634.35	0	0	84325004.35
2021	3553230	1485471	1228970	780100.00	281876.50	112606	16911062.00	441190	1809526	26604031.50

Three Years Overview Of Movement Of Expenditure.



v. **Movement of debtors and creditors of the school over the last three years.**

a) **Movement of Debtors.**

Sundry Debtors Per Class.	**July-June, Year 2023.**	**July-June, Year 2022.**	**January-June, Year 2021.**
Form One	4,534,967.00	186,550	3,064,222
Form Two.	4,034,308.00	431,904	2,143,631
Form Three	2,660,056.00	722,676	2,186,084
Form Four.	4,379,686.00	456,983	1,452,319
Infrastructure Old	1,440,136.00	0	0
Operational Account	3,657,006.76	0	0
Tuition Account	709,156.00	0	0
Grand Total	**21,415,315.76**	**1,798,113**	**8,846,256**

Movement Of Debtors For Three Years.

b) Movement of Creditors.

SUNDRY CREDITORS.	SUPPLYING.	YEAR 2023	YEAR 2022	YEAR 2021
Tawakal Wholesalers.	Foodstuffs	1,307,400.00	1,307,400.00	2,107,400.00
Avalanche Traders	Beef	242,910.00	212,910.00	882,910.00
Aljos And Sons Suppliers.	Foodstuffs	1,297,540.00	1,571,540.00	1,927,540.00
Kulmis Trad. Co. Limited.	Foodstuffs	7,982,720.00	1,019,520.00	1,819,520.00
Dotmas Holdings Limited	Fumigation	105,940.00	0	0
Sultan 53 Limited	Hdware And Plumbigoods.	516,294.00	0	0
Shamark Traders	Foodstuffs 2023	1,557,790.00	0	0
Bamumin Butchery	Beef	2,244,813.00	512,520.00	0
Reren Enterprises	Vegetables	1,120,547.00	0	281,053.00
Lucap General Suppliers	Computer Repairs	67,500.00	0	0
Bonstech Computers	Photocopier Machine Repairs	394,500.00	0	0
Samis Software	Accounts Software	75,000.00	0	0
Allnelly ICT Enterprises	Cctv Repairs	682,500.00	0	0
Coast Sewtech Services	Sewing Machines Services	53,270.00	0	0
Dzek Enterprises.	Firewood	260,000.00	220,000.00	220,000.00
Bill-Solar Eng. Limited	Bakery Accessories	573,100.00	0	0
Ultramed Healthcare Ltd	Medicine	80,290.00	140,880.00	0
Rickles Enterprises	Games Equips	408,400.00	0	0
General Intertraders	Foodstuffs	1,257,660.00	1,123,660.00	0
Chimu Enterprises	Construction	682,366.00	982,366.00	0
Mombasa Road	Works	361,792.55	361,792.55	0
Andevan Power Solution	Electrical Works	77,600.00	0	0
Mikiriani General Works	Carpentry Works	457,040.00	0	0
Lizam Enterprises	Simba Dorm	898,500.00	0	0
Relaytech Investments	Electrical Works	102,100.00	0	0
Mikcy System	Printers	43,510.00	0	0
Smart School Technologies	Academics Software	20,000.00	0	0
Namalakazi Tailoring	Staff Uniform	336,685.00	0	0
Calmax Ventures	Revision Books	175,900.00	0	0

Eden Bookshop	Stationery	708,730.00	12,180.00	0
Danga Company	Exercise Books	902,500.00	0	0
Hilkath Ventures	Revision Books	1,267,800.00	0	0
Gentrade Supplies	Lab Equipment's	98,093.00	0	0
GRAND TOTAL.		**26,360,790.55**	**7,464,768.55**	**20,486,768.55**

Movement Of Creditors For Three Years.

vi. Movement of cash and bank balances over the last three years.

Cash/Bank balance movement		Year 2023	Year 2022	Year 2021
Cash	-Operational account.	810.50	55,424.50	22,324.60
	-Boarding and Related Account.	1,366.07	45,578.90	28,822.93
Totals		**2,176.57**	**101,003.40**	**51,147.53**
Bank	-Tuition Account.	10,882.35	335,781.10	58,327.70
	-Operational account.	1,379,428.55	259,965.95	11,337.35
	-Boarding and Related Account.	348,161.75	711,394.75	1,150,614.60
Totals		**1,738,472.65**	**1,307,141.80**	**1,220,279.65**
Savings Deposit	-PA Account.	86,048.71	86,048.71	86,048.71
	-Caution Money Account.	195.31	195.31	195.31
	-Gratuity Account.	20,117.35	20,117.35	20,177.35
	-Salaries Account.	24,463.85	424,463.85	9,299.84
	-Infrastructure Account.	5,764,604.50	9,401,128.60	7,005,887.80
Totals		**5,895,429.72**	**9,931,953.82**	**7,121,609.01**
Grand Total.		**7,636,078.94**	**11,340,099.02**	**8,393,036.19**

b) Teacher Student ratio.

Teacher Student Ratio. *27 TSC Teachers.*	45
Teachers recruited / posted to our school within the year.	6
Teachers transferred / retired during the year.	7
Teachers employed by TSC.	M-13 / F-14=27
Teachers employed by BOM.	M-11 / F-07=18
Teacher per subject.	1.6

c) Mean score in the 2022 KCSE.

i. Students that have transitioned to institutions of higher learning.

YEAR	Entry	Transitioned	B+	B	B-	C+	C	C-	TOTAL
2020	194	146	1	5	22	19	47	52	146
2021	256	179	0	2	8	29	49	91	179
2022	230	173	1	1	8	13	61	89	173

ii. Mean score and comment on improvement or as compared to school set score.

Year	Target	Mean Score	Actual
2020	C+	7.1	5.59
2021	C-	7.1	5.122
2022	C-	7.1	5.24

iii. Performance of the School for each student for the last 3 years.

YEAR	Entry	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	W	Y	P	U	MEAN SCORE	MEAN GRADE
2020	194	0	0	1	5	22	19	47	52	34	11	2	0	0	0	0	0	0	5.5907	C
2021	256	0	0	0	2	8	29	49	91	47	23	5	0	2	0	0	0	0	5.1220	C-
2022	230	0	0	1	1	8	13	61	89	46	8	1	0	2	0	0	0	0	5.2412	C-

d) Number of Candidates in the 2021 KCSE.

KCSE Exam.	2023	2022	2021
Number of candidates who sat for KCSE over last 3 years.	316	230-C+	256-C-

e) Capacity of the school.

School facilities.	Number of facilities	Number of students per facility.	Shortfall.
Dormitories	9	121 Students per dormitory.	523 Students
Dining hall	1	1087 Students per dining hall	1 Dining hall
2 Laboratories + 1 Computer laboratory	3	362 Students per laboratory	5 Labs
Toilets	12	91 Students per toilet	48 Toilet rooms
Classrooms	20	61 Students per classroom	7 Classrooms

f) DEVELOPMENT PROJECTS CARRIED OUT BY THE SCHOOL.

Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format.

1. Removal of Asbestos and Renovation of 9 Classrooms and Administration Block.

Development Projects.	Kshs	Year done	Ongoing projects	Kshs	Source of funds
Classrooms Renovations.	**1,928,000.00**	**2019**	0	0	MOE RMI Funds.
Classrooms And Administration Costs.	**3,026,035.25**	**2020**	0	0	MOE RMI Funds.

2. Simba Dormitory Project.

Simba Dormitory Project.	**2022/2023**	Simba dormitory 1st floor.	**7,374,000.00**	MOE RMI Funds.

New Dormitory Project.	**2023/2024**	Dormitory 1st floor.	**15,000,000.00**	MOE RMI Funds.

RIBE GIRLS SECONDARY SCHOOL
P. O. Box 312
KALOLENI

Sign:

Mrs. Eunice Kiaye,
Chief Principal.

IV. 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 **RIBE GIRLS 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: Mr. Herbert Nyale.
Designation: Chairman, School Board of Management.

Sign:
Date: 30/06/2023.

Name: Mrs. Eunice Kiaye.
Designation: Chief Principal & Secretary to Board of Management.

Sign:
Date: 30/06/2023.

Name: Mr. Kambi Michael Mrira.
Designation: Bursar / Finance Officer.

Sign:
Date: 30/06/2023.

RIBE GIRLS SECONDARY SCHOOL
P. O. Box 312
KALOLENI

REPUBLIC OF KENYA

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

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON RIBE GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – KILIFI COUNTY

PREAMBLE

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

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

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

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

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 Ribe Girls Secondary School – Kilifi County set out at pages 1 to 13, which comprise of the statement of financial assets and financial liabilities as at 30 June 2023, 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, 2010, 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 the Ribe Girls Secondary School for the year ended 30 June 2023, 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 Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Accounts Receivables

1.1 Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.46,699,891. Included in the receivables balance is fees arrears totalling to Kshs.44,103,413 as disclosed in Note 11 to the financial statements. However, the supporting schedules for the fees arrears were not provided for audit review.

1.2 Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.46,699,891 as disclosed in Note 11 to the financial statements. Included in the receivables balance are fees arrears amounting to Kshs.20,889,984 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.6,699,891 could not be confirmed.

2. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.26,647,050. However, the supporting ledgers and schedules were not provided for audit review.

In the circumstances, the accuracy, completeness and authenticity accounts payable balance of Kshs.26,647,050 could not be confirmed.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution of Kenya, 2010, based on the 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. Unconfirmed Student Enrollment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amounts of Kshs.2,387,454 and

Kshs.9,946,540, respectively as disclosed in Notes 1 and Note 2 to the financial statements. Comparison of data from National Education Management and Information System NEMIS with enrollment records from the school for the revealed a variance of 198 students between the two records. As a result of the variance the School was underfunded by Kshs.591,598. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners to be registered in NEMIS and the principals to ensure their records are accurate.

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

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.9,946,540 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.2,223,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, no amount was transferred to infrastructure account, leaving a balance of Kshs.2,223,000 as at 30 June,2023. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

3. Inadequate School Infrastructure in the Institution

During the period under review, the School did not have adequate facilities such as dormitories, laboratories and library facilities. This was contrary to Regulation 64. of Basic Education Regulations,2015 which require every institution of basic education and training to have adequate facilities.

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

4. Long Outstanding Trade Payables

The statement of financial assets and liabilities reflects accounts payable balance of Kshs.26,647,051 as disclosed in Note 12 to the financial statements. The payables amount had been outstanding for more than 1 (one) year. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract(s) are reflected in approved budget estimates'.

In the circumstances, the School Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

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 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 matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance, were not effective

Basis for Conclusion

1. Inactive Internal Audit Function and Audit Committee

During the period under review, the School had constituted an audit committee and an internal audit unit as required by Regulations 166 (1) and (2) of the Public Finance Management (National Government) Regulations, 2015. However, the committee had not met to assess the effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to the National Treasury.

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

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and 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 material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal 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 control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If

I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

25 September, 2024

VI. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2023.

DESCRIPTION OF VOTE HEAD.	NOTE	2022-2023	2021-2022
		KSHS	KSHS
RECEIPTS:			
Capitation grants for tuition	1	2,387,454.25	4,207,532.40
Capitation grants for operations	2	9,946,540.35	17,012,290.40
School Fund Income - Parents' Contributions	3	60,318,249.46	86,074,744.00
School Fund Income - Other receipts	4	21,000.00	36,250.00
TOTAL RECEIPTS.		**72,673,244.06**	**107,330,816.80**
PAYMENTS:			
Payments for Tuition	5	2,683,113.00	2,534,537.00
Payments for operations	6	11,759,264.75	11,400,877.20
Boarding and school fund payments	7	60,105,462.97	84,325,00435
TOTAL PAYMENTS.		**74,547,840.72**	**98,260,418.55**
SURPLUS/DEFICIT.		**(1,874,596.66)**	**9,070,398.25**

The school financial statements were approved on 29-07-2024 **and signed by:**

Sign:	**Sign:**	**Sign:**
Name: Mr. Herbert Nyale.	**Name:** Mrs. Eunice Kiaye.	**Name:** Mr. Kambi Mrira.
Chairman BOM.	**Chief Principal / Secretary to BOM.**	**Bursar / Finance Officer.**
Date. 29/07/2024.	**Date. 29/07/2024.**	**Date. 29/07/2024.**

RIBE GIRLS SECONDARY SCHOOL
P. O. Box 312
KALOLENI

VII. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2023.

	NOTE	2022-2023	2021-2022
		KSHS	KSHS
FINANCIAL ASSETS.			
Cash and Cash Equivalents.			
Bank Balances	8	1,738,472.65	1,290,081.80
Cash Balances	9	2,176.57	101,003.40
Short term investments	10	5,895,429.72	9.932,013.81
Total Cash and Cash Equivalent.		**7,636,078.94**	**11,323,099.01**
Account's receivables	11	46,699,890.97	29,229,600.47
TOTAL FINANCIAL ASSETS.		**54,335,969.91**	**40,552,699.48**
LESS: FINANCIAL LIABILITIES.			
Account's Payables	12	(26,647,049.55)	(7,620,446.55)
NET FINANCIAL ASSETS.		**27,688,920.36**	**32,932,252.93**
REPRESENTED BY.			
Accumulated Fund b/forward	13	29,563,517.02	23,861,854.68
Surplus/Deficit for the year		**(1,874,596.66)**	**9,070,398.25**
NET FINANCIAL POSITION		**27,688,920.36**	**32,932,252.93**

The School's financial statements were approved on 29-07-2024 **and signed by:**

Name: Mr. Herbert Nyale.
Chairman, BoM.

Sign:

Date: 29/07/2024.

Name: Mrs. Eunice Kiaye.
Chief Principal/Secretary to BoM.

Sign:

Date: 29/07/2024.

Name: Mr. Kambi M. Mrira.
Bursar/Finance.

Sign:

Date: 29/07/2024.

RIBE GIRLS SECONDARY SCHOOL
P. O. Box 312
KALOLENI

VIII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE, 2023.

		2022-2023	2021-2022
		KSHS	**KSHS**
RECEIPTS FOR OPERATING INCOME.			
Capitation grants for tuition	1	2,387,454.25	4,207,532.40
Capitation grants for operations	2	9,946,540.35	17,012,290.40
School fund income- Parents contributions/ fees	3	60,318,249.46	86,074,744.00
School fund income- other receipts	4	21,000.00	36,250.00
Total receipts		**72,673,244.06**	**107,330,816.80**
Payments			
Payments for Tuition	5	2,683,113.00	2,534,537.00
Payments for operations	6	11,759,264.75	11,400,877.20
Boarding and school fund payments	7	60,105,462.97	84,325,00435
Total payments		**74,547,840.72**	**98,260,418.55**
Net cash flow from operating activities.		**(1,874,596.66)**	**9,070,398.25**
CASHFLOW FROM INVESTING ACTIVITIES.			
Net cash flows from Investing Activities.		**(1,874,596.66)**	**9,070,398.25**
CASHFLOW FROM BORROWING ACTIVITIES.			
Net cash flow from financing activities.		**(1,874,596.66)**	**9,070,398.25**
NET INCREASE IN CASH AND CASH EQUIVALENTS.		**(1,874,596.66)**	**9,070,398.25**
Cash and cash equivalent at BEGINNING of the year.	0		
Cash and cash equivalent at END of the year.	0		**347,103.64**

The School's financial statements were approved on 29-07-2024 **and signed by:**

Name: Mr. Herbert Nyale.
Chairman, BoM.

Sign:

Date: 29/07/2024.

Name: Mrs. Eunice Kiaye.
Chief Principal/Secretary to BoM.

Sign:

Date: 29/07/2024.

Name: Mr. Kambi M. Mrira.
Bursar/Finance.

Sign:

Date: 29/07/2024.

RIBE GIRLS SECONDARY SCHOOL
P. O. Box 312
KALOLENI

IX. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNT FOR THE YEAR ENDED 30TH JUNE 2023.

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilization
	a	b	c=a+b	d	f=d/c %
	Kshs	Kshs			Kshs
RECEIPTS.					
(1) CAPITATION GRANT ON TUITION.					
Textbooks and reference materials.	3,289,152.00	0	3,289,152.00	130,316.00	3.96%
Exercise books.	1,097,568.00	0	1,097,568.00	1,114,774.00	101.57%
Laboratory equipment.	445,184.00	0	445,184.00	453,580.00	101.89%
Internal exams.	165,760.00	0	165,760.00	164,738.25	99.38%
Teaching / learning materials.	446,368.00	0	446,368.00	468,155.00	104.89%
Chalks.	54,464.00	0	54,464.00	55,891.00	102.62%
Total	**5,498,496.00**		**5,498,496.00**	**2,387,454.25**	
(2) CAPITATION GRANT ON OPERATIONS.					
Personnel emoluments	7,104,000.00	0	7,104,000.00	3,694,837.00	52.01%
Repairs and maintenance	7,104,000.00	0	7,104,000.00	3,303,572.00	46.50%
Local transport / travelling	592,000.00	0	592,000.00	248,699.00	42.01%
Electricity and water	1,184,000.00	0	1,184,000.00	697,032.50	58.87%
Medical	2,368,000.00	0	2,368,000.00	220,265.55	9.30%
Administration costs	710,400.00	0	710,400.00	1,341,620.30	188.85%
Activity	1,776,000.00	0	1,776,000.00	440,514.00	24.80%
Total	**20,838,400.00**		**20,838,400.00**	**9,946,540.35**	
(3) FEES CHARGED ON PARENTS.					
Personnel emoluments	4,854,400.00	0	4,854,400.00	5,126,660.00	105.61%
Repairs and maintenance	2,368,000.00	0	2,368,000.00	2,442,611.00	103.15%
Local transport / travelling	1,480,000.00	0	1,480,000.00	1,705,172.00	115.21%
Electricity and water	5,292,480.00	0	5,292,480.00	5,634,604.00	106.46%
Administration costs	2,190,400.00	0	2,190,400.00	3,112,541.00	142.10%
Activity	592,000.00	0	592,000.00	517,281.00	87.38%
Fee on Boarding Equipment and Stores	24,662,720.00	0	24,662,720.00	41,800,380.46	169.49%
Total	**41,440,000.00**	0	**41,440,000.00**	**60,339,249.46**	
TOTAL INCOME	**67,776,896.00**		**67,776,896.00**	**72,673,244.06**	
(1) EXPENDITURE FOR TUITION.					
Textbooks and reference materials	3,289,152.00	0	3,289,152.00	697,603.00	21.21%

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilization
	a	b	c=a+b	d	f=d/c %
	Kshs	Kshs			Kshs
Exercise books	1,097,568.00	0	1,097,568.00	1,332,500.00	121.40%
Laboratory equipment	445,184.00	0	445,184.00	100,000.00	22.46%
Internal exams	165,760.00	0	165,760.00	309,000.00	186.41%
Teaching / learning materials	446,368.00	0	446,368.00	190,010.00	42.57%
Chalks	54,464.00	0	54,464.00	54,000.00	99.15%
Total	**5,498,496.00**		**5,498,496.00**	**2,683,113.00**	
(2) EXPENDITURE FOR OPERATIONS.					
Personnel emoluments	7,104,000.00	0	7,104,000.00	3,163,452.00	44.53%
Repairs, maintenance & improvements	7,104,000.00		7,104,000.00	4,069,145.00	57.28%
Local transport / travelling	592,000.00	0	592,000.00	463,000.00	78.21%
Electricity, water and conservancy	1,184,000.00	0	1,184,000.00	2,145,541.00	181.21%
Medical	2,368,000.00	0	2,368,000.00	92,890.75	3.92%
Administration costs	710,400.00	0	710,400.00	982,176.00	138.26%
Activity Expenses	1,776,000.00	0	1,776,000.00	843,060.00	47.47%
Total	**20,838,400.00**		**20,838,400.00**	**11,759,264.75**	
(3) EXPENDITURE FOR SCHOOL FUND.					
Personnel emoluments	4,854,400.00	0	4,854,400.00	4,899,116.00	100.92%
Repairs, maintenance and improvements	2,368,000.00	0	2,368,000.00	950,505.00	40.14%
Local transport / travelling	1,480,000.00	0	1,480,000.00	3,034,770.00	205.05%
Electricity, water and conservancy	5,292,480.00	0	5,292,480.00	2,884,429.00	54.51%
Administration costs	2,190,400.00	0	2,190,400.00	458,352.00	20.93%
Activity	592,000.00	0	592,000.00	2,424,432.00	409.53%
Boarding Equipment and Stores	24,662,720.00	0	24,662,720.00	45,453,858.97	184.30%
Total	**41,440,000.00**	0	**41,440,000.00**	**60,105,462.97**	
TOTAL EXPENDITURES.			**67,776,896.00**	**74,547,840.72**	

X. 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.

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 imprests payments are recognized as expenditure when fully accounted for by the imprests or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. **Accounts Payable.**

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

7. **Non-current assets.**

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

8. **Budget.**

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

9. **Comparative figures.**

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

10. **Subsequent events.**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

XI. NOTES TO THE FINANCIAL STATEMENTS.

I. CAPITATION GRANT FOR TUITION.

	2022-2023	2021-2022
	KSHS	KSHS
Reference and library materials	130,316.00	227,983.40
Exercise books	1,114,774.00	1,963,258.00
Laboratory equipment	453,580.00	796,683.00
Internal exams	164,738.25	298,805.00
Teaching / learning materials	468,155.00	824,229.00
Chalks	55,891.00	96,574.00
TOTAL	**2,387,454.25**	**4,207,532.40**

2. CAPITATION GRANT FOR OPERATIONS.

	2022-2023	2021-2022
	KSHS	KSHS
Personnel emoluments	3,694,837.00	6,463,684.50
Repairs and maintenance	3,303,572.00	5,728,875.00
Local transport / travelling	248,699.00	942,171.00
Electricity and water	697,032.50	2,280,677.00
Medical	220,265.55	392,565.00
Administration costs	1,341,620.30	883,997.90
Activity	440,514.00	320,320.00
TOTAL	**9,946,540.35**	**17,012,290.40**

3. PARENTS CONTRIBUTION / FEES - SCHOOL FUND ACCOUNT.

	2022-2023	2021-2022
	KSHS	KSHS
Personnel emoluments	5,126,660.00	5,788,061.00
Repairs and maintenance	2,442,611.00	3,903,241.00
Local transport / travelling	1,705,172.00	1,486,909.00
Electricity and water	5,634,604.00	7,801,415.00
Administration costs	3,112,541.00	3,195,249.00
Activity	517,281.00	567,505.00
Fee on Boarding Equipment and Stores	41,779,380.46	63,332,364.00
Others (specify)-Rent	0	36,250.00
TOTAL	**60,318,249.46**	**86,074,744.00**

4. MISCELLANEOUS INCOMES.

	2022-2023	2021-2022
	KSHS	**KSHS**
Rent income	**21,000.00**	**36,250.00**
TOTAL	**21,000.00**	**36,250.00**

5. PAYMENTS FOR TUITION.

	2022-2023	2021-2022
	KSHS	**KSHS**
Textbooks and reference materials	697,603.00	60,000.00
Exercise books	1,332,500.00	1,412,781.00
Laboratory equipment	100,000.00	79,578.00
Teaching / learning materials	190,010.00	867,700.00
Chalks	54,000.00	20,918.00
Internal exams	309,000.00	93,560.00
TOTAL	**2,683,113.00**	**2,534,537.00**

6. PAYMENTS FOR OPERATIONS.

	2022-2023	2021-2022
	KSHS	**KSHS**
Personnel emoluments	1,997,477.00	1,435,435.00
Administration Costs	982,176.00	855,000.00
Repairs and maintenance & improvements	4,069,145.00	3,115,518.20
Local transport / travelling	463,000.00	378,900.00
Electricity and water	2,145,541.00	2,630,916.00
Medical	92,890.75	800,000.00
Activity Expenses	843,060.00	327,000.00
Others (specify)-Teachers salaries	1,165,975.00	1,858,108.00
TOTAL	**11,759,264.75**	**11,400,877.20**

7. BOARDING AND SCHOOL FUND PAYMENTS.

	2022-2023	2021-2022
	KSHS	KSHS
Personnel emoluments	4,899,116.00	4,053,448.00
Service Gratuity	676,900.00	0
Repairs and maintenance & Improvements	950,505.00	858,771.00
Local transport / travelling	3,034,770.00	4,073,440.00
Electricity and water	2,884,429.00	1,881,239.00
Administration costs	458,352.00	958,922.50
Activity	2,424,432.00	776,550.00
Fee on Boarding Equipment and Stores	44,776,958.97	71,722,634.35
TOTAL	**60,105,462.97**	**84,325,004.35**

8. BANK ACCOUNTS.

NAME OF BANK, ACCOUNT NO. & CURRENCY	BANK ACCOUNT NUMBER	2022-2023	2021-2022
		KSHS	KSHS
Tuition Account	01025007532800	**10,882.35**	318,721.10
Operations Account	01025007532801	**1,379,428.55**	**259,965.95**
School Fund Account/Boarding.	01021007532800	**348,161.75**	**711,394.75**
TOTALS		**1,738,472.65**	**1,290,081.80**

9. CASH IN HAND.

DESCRIPTION	2022-2023	2021-2022
	KSHS	KSHS
Operation Account	**810.50**	**55,424.50**
School Fund account	**1,366.07**	**45,578.90**
TOTAL	**2,176.57**	**101,003.40**

10. SAVINGS ACCOUNTS.

NAME OF BANK, ACCOUNT NO. & CURRENCY	BANK ACCOUNT NUMBER	2022-2023	2021-2022
		KSHS	KSHS
	01248066182500	**24,463.85**	424,463.84
	01242007810700	**195.31**	195.31
Savings Account.	01248066180600	**20,117.35**	20,177.35
Parent Association Development Account.	01242007723301	**86,048.71**	86,048.71
Infrastructural Account.	01522217635200	**5,764,604.50**	9,401,128.60
TOTAL		**5,895,429.72**	**9,932,013.81**

11. A. ACCOUNTS RECEIVABLES.

DESCRIPTION	2022-2023	2021-2022
	KSHS	KSHS
Fees arrears b/f as at 30-06-2022.	22,688,097.31	24,835,009.57
Fees arrears for current year-Appendix III.	21,415,315.76	1,798,113.00
Suspense account. Ruth Kimbio / Chiro Saa.	2,596,477.90	2,596,477.90
TOTAL	**46,699,890.97**	**29,229,600.47**

11 B. AGEING ANALYSIS OF ACCOUNTS RECEIVABLE.

DESCRIPTION	2023		2022	
	KSHS		KSHS	
	CURRENT FY	% OF THE TOTAL	CURRENT FY	% OF THE TOTAL
Less than 1 year	21,415,315.76	45.86%	4,394,590.90	15.03%
Between 1- 2 years	4,394,590.90	9.41%	12,711,509.90	43.49%
Between 2-3 years	20,889,984.31	44.73%	12,123,499.67	41.48%
Over 3 years	0	0	0	0
TOTAL	**46,699,890.97**		**29,229,600.47**	

12. A. ACCOUNTS PAYABLES.

DESCRIPTION	2022-2023	2021-2022
	KSHS	KSHS
Trade creditors-Appendix I. *2021payables+prepaid fees*	26,360,790.55	7,464,768.55
Prepaid fees-Appendix II.	286,259.00	155,678.00
TOTAL	26,647,049.55	7,620,446.55

12 B. AGEING ANALYSIS OF ACCOUNTS PAYABLE.

DESCRIPTION	2023 KSHS		2022 KSHS	
	Current Fy	% Of The Total	Comparative Fy	% Of The Total
Less than 1 year	26,647,049.55	100%	7,620,446.55	100%
Between 1- 2 years	0	0	0	0
Between 2-3 years	0	0	0	0
Over 3 years	0	0	0	0
TOTAL	26,647,049.55		7,620,446.55	

13. FUND BALANCE BROUGHT FORWARD.

DESCRIPTION	2023	2022
	KSHS	KSHS
Bank Balances	1,738,472.65	1,290,081.80
Cash Balances	2,176.57	101,003.40
Short Term Investments	5,895,429.72	9.932,013.81
Receivables	46,699,890.97	29,229,600.47
Surplus/Deficit	(1,874,596.66)	9,070,398.25'
Payables	(26,647,049.55)	(7,620,446.55)
TOTAL	29,563,517.02	23,861,854.68

OTHER IMPORTANT DISCLOSURE NOTES.

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

14. BIOLOGICAL ASSETS.

DESCRIPTION	NUMBERS	2022-2023	2021-2022
		KSHS	KSHS
Cattle	1@80000	80,000.00	0
Goats		0	0
Trees	35@600	@ 21,000.00	0
Coffee or tea plantation		0	0
TOTAL		**101,000.00**	**0**

15. STOCK/ INVENTORY.

DESCRIPTION	2023	2022
	KSHS	KSHS
Food stuffs	5,461,092.00	4,868,480.00
Lab consumables	4,866,202.00	4,866,202.00
Medication	145,850.00	145,850.00
Main store	236,840,900.00	258,148,100.00
TOTAL	**247,314,044.00**	**268,028,632.00**

16. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS.

The following is the summary of issues raised by the External Auditor, and Management comments that were provided to the Auditor.

Ref No.	Issue / Observations from Auditor.	Management comments.	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.		About suspence account suspended against Mrs. Ruth Kimbio and Mr. Chiro Saa Kadzenga. **Kshs2,596,477.90**	Not resolved.	2022
2.		About suspence account suspended against Mrs. Ruth Kimbio and Mr. Chiro Saa Kadzenga. **Kshs2,596,477.90**	Not resolved.	2023