

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 26 FEB 2025

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REPORT

BY:

Hon. Samuel
Chepkonga, MP

CLERK-AT
THE-TABLE:

M. Mudo

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

ON

KILIFI TOWNSHIP SECONDARY SCHOOL

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

KILIFI COUNTY

OFFICE OF THE AUDITOR GENERAL
P.O. BOX 1543 MOMBASA
12 JUL 2024
RECEIVED
KILIFI REGIONAL OFFICE



KILIFI TOWNSHIP SECONDARY
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022

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

ULIFI TOWNSHIP SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

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KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

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I. Key School Information And Management

[Customise the details in this section to suit your School]

(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, Kilifi North Sub-County

The school was registered in 16/8/2010 under registration number GP/A/8931/10 and is currently categorized as a COUNTY SCHOOL (*National, Extra County, county and Sub County*) public school established, owned or operated by the Government.

The school is a boarding school and had 1031 number of students as at 30th June 2022. It has 5 streams and 42 teachers of which 11 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	SALIM BAKARI RASHID	Chairman	3/7/2019
2	CHARO ALI KATANA	Secretary - Principal	3/7/2019
3	ANDREW KALAMA	Member	3/7/2019
4	ALEX KALAMA FONDO	Member	3/7/2019
5	JAPHET MUREITHI	Member (REP CEB)	3/7/2019
6	LYNTT SHAHA	Member	3/7/2019
7	DORA MITINGI	Member-SPONSER	3/7/2019
8	REV ONESMUS KOI	MEMBER -SPONSER	3/7/2019
9	DANIEL OBIERO	Member Rep Teachers	3/7/2019
10	ONERMUS KOI	Members - Sponsor	3/7/2019
11	THMAN MATANO	Member - Community	3/7/2019
12	JAMES FOTI	Rep Students	3/7/2019

KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

Key School Information and Management (Continued)

The function of the School Board of Management include:

- Promote the best interests of the kilifi township secondary 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 Kilifi township secondary 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 Kilifi township secondary 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 Kilifi township secondary 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	Safim rashid bakari Charo ali katana Dobson chiro Lynette shaha Saumu mwadime	chairman secretary member member member	6
2	Audit Committee	Andrew kalama Japhet mureithi Dobson chiro	Chairman Member Member	3
3	Finance, procurement and general purposes Committee	Japhate mureithi Andrew kalama Lynette shaha Dobson chiro	Chairman Member Member member	3
4	Academic Committee	Lawrence chiro Daniel obireo James foti Dora mitingi	Chair man Member Student member	5
5	Displene and welfare committee	Athman matano Dora mitingi Saumu mwadime rev onersmus koi	Chairman Member Member member	3
6	Development committee	Dobson chiro Charo aki katana Salim bakari Andrew kalama	 Chair man Member member	3
7	Ad hoc Committee (if any during the year)	Dobson chiro mwahunga Salim bakari Andrew kalama	Chair man Member member	6

School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	CHARO ALI KATANA	337158
2	Deputy Principal	JOHN M MRIMA	371851
3	School Bursar	PHILIPINAR M DECHE	N/A

(d) Schools contacts

Post Office Box: 16
Telephone: 0745137613
E-mail: ktownshipfinance@gmail.com
Website: XXXXXXXX
Facebook:
Twitter:

(e) School Bankers

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

- Name of Bank: Kenya Commercial Bank
Branch: Kilifi
Account Number: 1107271916
1117624141
1102228788
102229113
1101535245
- .Equity bank 1060280890438
- Infrastructure account 1257865609
- MPESA Pay Bill No. 522123/60028k attached to Kcb bank account.

(f) 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

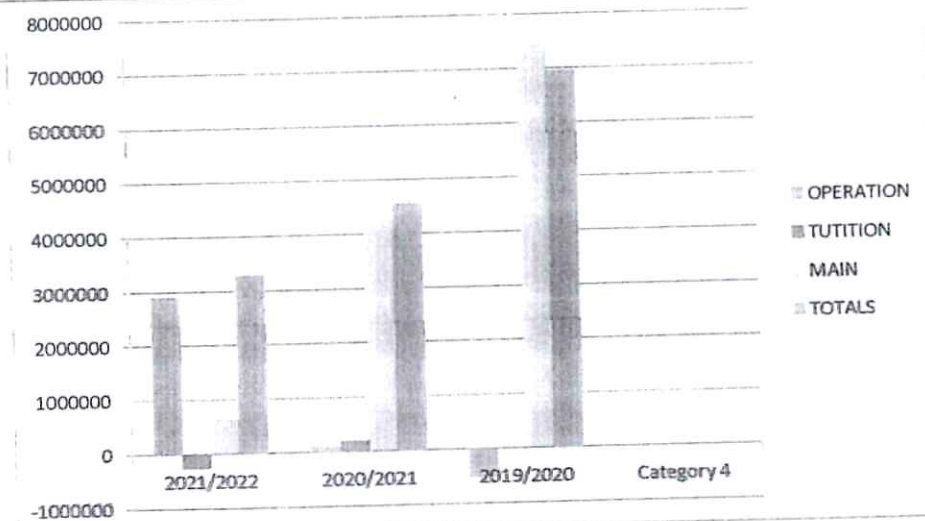
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

(Under this section, the following information should be given:

- *Surplus/ deficit for the year and a comparison of the same for the last three years*

YEAR	OPERATION	TUTION	MAIN	TOTALS
2021/2022	2904434.31	(258,648.50)	634,723.00	3280508.81
2020/2021	93632.00	193,684.00	4260288.33	4547604.33
2019/2020	(519974.1)	395,79.30	7426276.78	6945878.98

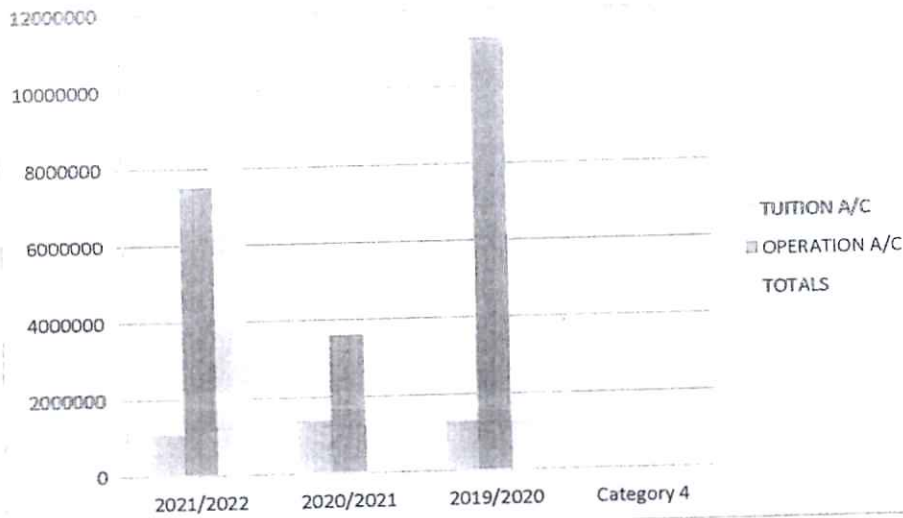


- *Capitation grants from the Ministry of Education for the last three years*

YEAR	TUTION A/C	OPERATION A/C	TOTALS
2021/2022	1053700.50	7499610.40	8553310.90
2020/2021	1371890.00	3574190.00	594608.00
2019/2020	1283145.00	11249778.90	1253923.00

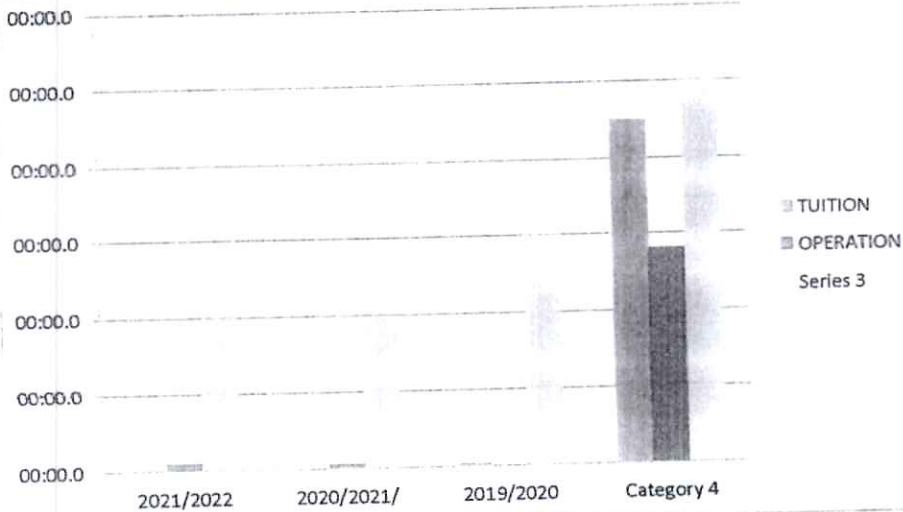
KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022



- Ratio of capitation grant per student over the last three years

YEAR	TUITION	OPERATION
2021/2022	1:1095.00	1:7796.00
2020/2021/	1:11694.00	1:4757.00
2019/2020	1:2477.00	1:11694.00

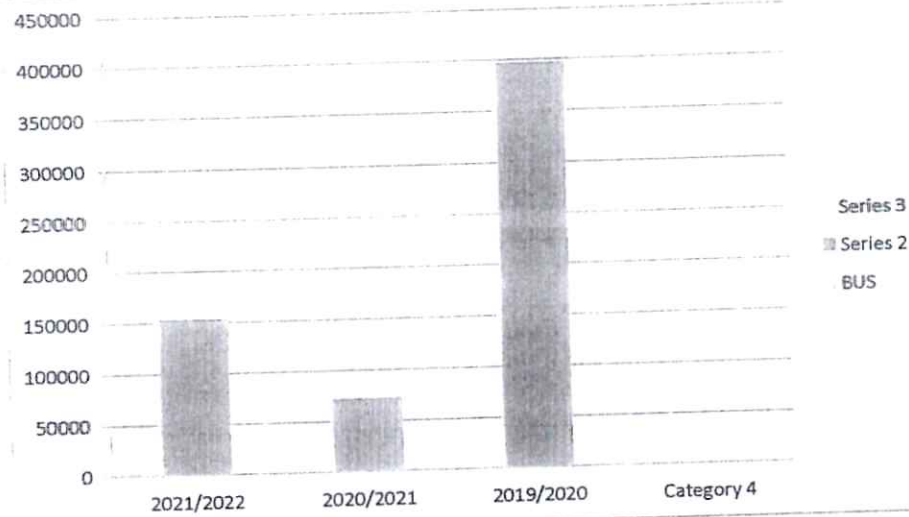


- A three-year overview of growth of other income(s) earned by the school.

KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

YEAR	BUS
2021/2022	152500.00
2020/2021	71500.00
2019/2020	396500.00

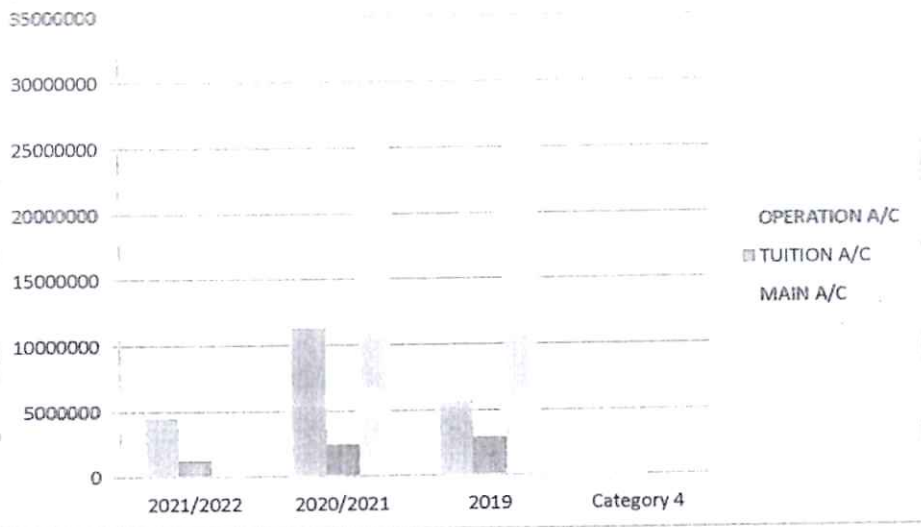


A three-year overview of growth in expenditure of the school

YEAR	OPERATION A/C	TUITION A/C	MAIN A/C
2021/2022	4480588.00	1178206.00	1977087.67
2020/2021	11249778.90	2343569.30	26844692.12
2019	5626031.14	2846769.95	31042936.05

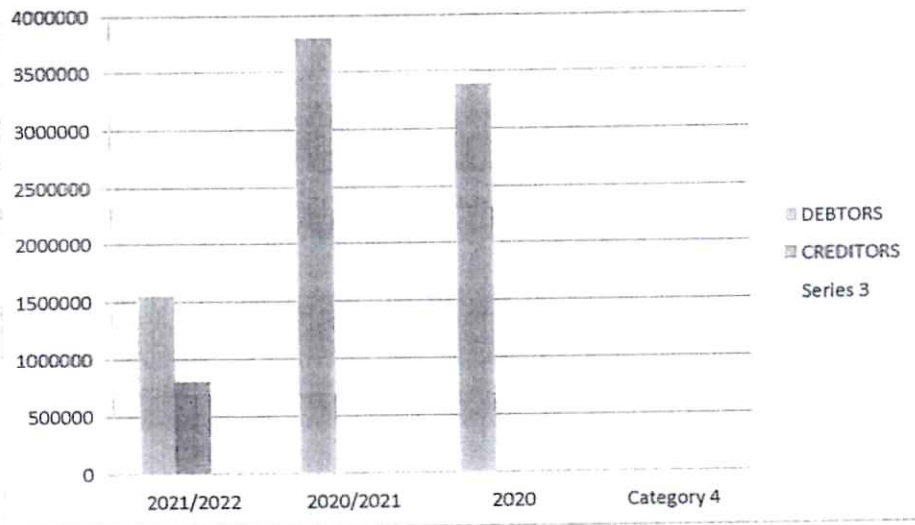
KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022



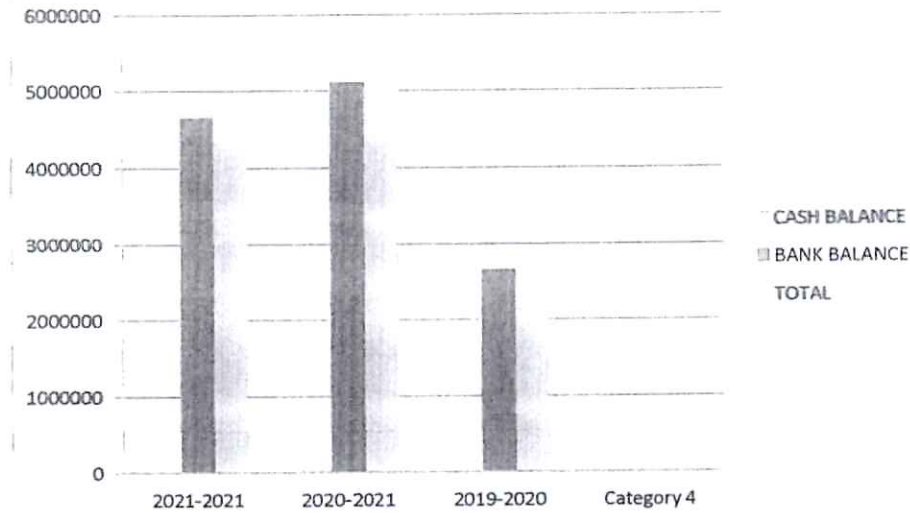
- Movement of debtors and creditors of the school over the last three years

YEAR	DEBTORS	CREDITORS
2021/2022	1550105.00	800000.00
2020/2021	3794788.00	
2020	3384202.00	



- Movement of cash and bank balances over the last three years

YEAR	CASH BALANCE	BANK BALANCE	TOTAL
2021-2021	2881.50	4653743.85	4656625.35
2020-2021	13922.00	5101972.10	5515964.1
2019-2020	1261.00	2643970.60	2656527.6



Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends).

b) Teacher Student ratio:

(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).

NO. of students 1,031

NO. of teachers ;TSC 31

BOM 12

Teachers ratio 1:24

Teachers recruited and posted to the school 2

There is 1 teacher transferred during the year

subject	tsc	bom	totals
English	4	4	8
Math	9	4	13
Kiswahili	5	3	8
Biology	8	1	9
Chemistry	4	2	6
Physics	4	1	5
History	4	1	5
Geography	4	1	5
Cre	4	1	5
Ire	2	1	3
Agriculture	2	1	3
Business studies	2	1	3
Computer	1	-	1
Home science	1	-	1
Arabic	-	1	1

c) **Mean score in the 20XX KCSE:**

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

year	Mean score
2021	5.19
2020	5.7
2019	5.4169

d) **Number of Candidates in the 20XX KCSE:**

(Tabulate the number of candidates sitting for KCSE over the last three years).

s/no	year	
	2021	205
	2019	138

KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

Summary Report of the Performance of the School (Continued)

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).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
construction of 20 door toilet	MOE	complete	1606175.00	3,484,650.00	-
dorm	MOE	DONE	6143323.00	1,120,000.00	-

PRINCIPAL
KILIFI TOWNSHIP SEC. SCHOOL
P.O. Box 16 - 80108 KILIFI

School Principal

Date: 17/06/22

Sign: 

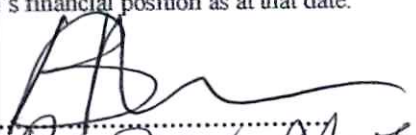
III. Statement Of School Management Responsibility


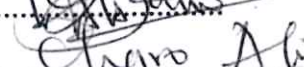
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant 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 *Kilifi Township Secondary* 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, 2022, and of the school's financial position as at that date.


Name: Benjamin Mwangi
Designation: Chairman, School Board of Management
Date: 11/7/2022


Name: 
Designation: School Principal & Secretary to Board of Management
Date: 11/07/2022

PRINCIPAL
KILIFI TOWNSHIP SEC. SCHOOL
P.O. Box 16 - 80108, KILIFI

Date:.....Sign:.....


Name: Philipinar Deche
Designation: Bursar/ Finance Officer
Date: 11/7/2022

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KILIFI TOWNSHIP SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – 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 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 of Kenya, 2010, 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 Kilifi Township Secondary School-Kilifi County, set out on pages 1 to 13, which comprise the statement of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and

payments, statement of cash flows, statement of comparison of budget 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 Kilifi Township Secondary School 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 Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.6,345,082 and as detailed in Note 8 and 9 to the financial statements. However, the bank balances were not supported by bank certificates and bank reconciliation statements. Further, board of survey report to support the cash at hand was not provided for audit.

In the circumstances, the accuracy and completeness of the Kshs.6,345,082 in respect of cash and cash equivalents could not be confirmed.

2. Failure to Disclose Other Receipts

The statement of receipts and payments reflects Kshs.6,273,541 in respect of other receipts, as disclosed in Note 4 to the financial statements. However, the amount excludes revenue from school bakery, which the school operated.

In the circumstances, the accuracy and completeness of other receipts amounting to Kshs.6,273,541 could not be confirmed.

3. Unsupported Payments

The statement of receipts and payments reflects total payments amounting to Kshs.74,788,113 as detailed in Notes 5, 6 and 7 to the financial statements. However, examination of payment vouchers amounting to Kshs.4,286,701 revealed that Management made payments without proper support documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes and certificate of payments.

In the circumstances, the regularity, accuracy and completeness of the payments amounting to Kshs.74,788,113 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kilifi Township Secondary School

Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.55,522,624 and Kshs.80,186,284 respectively, resulting to an over-funding of Kshs.24,663,660 or 44% of the budget. However, the School spent a balance of Kshs.74,099,336 against actual receipts of Kshs.80,186,284 resulting in an under-utilization of Kshs.6,086,948 or 8% of actual receipts.

The over-funding may be due to incorrect budgeting model.

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, 2022.

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. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 13 May 2024, instead of the statutory deadline of 30 September, 2022. This was contrary to the Ministry of Education circular

Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2022 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.54,866,602 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.50,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.50,000 could not be confirmed.

3. Use of Cash to Procure Goods, Works and Services

The statement of receipts and payments reflects total payments amounting to Kshs.74,788,113 as disclosed in Note 5,6 and 7. The audit noted that the school used cash totaling Kshs.2,405,526 to purchase goods and services instead of procuring using other suitable methods contrary to the procedure for low value procurement provided under schedule 2 of the Public Procurement Regulations, 2020.

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

4. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.13,670,232 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.4,730,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only Kshs.4,648,000 was transferred to infrastructure account, leaving a balance of Kshs.82,000 as at 30 June, 2022.

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

5. Non-Adherence to Procurement Laws

Kilifi Township Secondary School constructed a 10- door toilet at the cost of Kshs.1,114,525 during the period ended 30 June, 2022. The audit however, noted that project commenced without corresponding budget, an approved procurement plan as per Section 53 of the Public Procurement and Asset Disposal Act 2015 which requires an accounting officer to prepare an annual procurement plan which shall be based on indicative or approved budgets.

The audit also noted that the school made procurements worth Kshs.4,286,701 without proper requisitions as per Regulation 71 of the Public Procurement and Asset Disposal Regulations, 2020 which states that the head of the user department shall initiate the procurement process through a requisition.

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

6. Lack of Approved Budget and Procurement Plans

The statement of receipts and payments reflects an amount of Kshs.74,330,573 and Kshs.74,788,112 in respect of total receipts and total payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which requires a procuring entity to prepare a procurement plan for each financial year as part of the annual budget preparation process.

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

Basis for Conclusion

1. Lack of a Functional Audit Committee

During the year under review, the school had an audit committee comprising of three (3) members. However, there were no minutes of the audit committee. The School did not comply as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which states that, the internal audit unit of a National Government entity to assess 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.

2. Lack of Human Resource Policy, Risk Management Policy and a Disaster Recovery Plan.

The school did not have their own Human resource policies and procedures to guide hiring and retention, of BOM teachers and non-teaching staff.

It was also noted that the school also did not have a risk management policy and disaster recovery plan.

In the circumstances, the effectiveness of the internal controls of the school could not be confirmed.

3. Weakness in Information Technology Controls and Governance.

The school management had deployed an accounting system known as School Accounting System (SCHACCS). However, the management did not provide any procurement documents, contracts, specifications of modules to be implement and deliverables to ascertain the terms of reference of the system. Further it was noted that the school had no information technology strategic plan and had no information technology implementation committee in place.

In the circumstance, the adequacy of the School's information technology governance could not be confirmed.

4. Lack of Fixed Assets Register and Assets Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register with a balance of Kshs.450,000. This includes land and motor vehicle with unknown value. However, land ownership documents and motor vehicle logbooks were not provided for audit.

In the circumstance, the ownership and safe custody of fixed assets could not be confirmed.

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

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

- (i) The statement of budgeted versus actual amounts did not have totals for all the columns as per the template.
- (ii) Some amounts in the financial statements were presented with decimal points as opposed to whole numbers.
- (iii) The financial statements had inconsistent pagination.

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

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 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 control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the school's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the 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 the entity 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 of Kenya, 2010. 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 of Kenya, 2010, 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 of Kenya, 2010. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 September, 2024


KILIFT TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

V. Statement Of Receipts And Payments Period To 30th June 2022


Description Of Vote Head	Note	2021-2022	2020-2021
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	3,198,215.00	1,053,700.50
Capitation grants for operations	2	13,670,232.05	7,500,700.50
School fund income- parents' contributions	3	51,188,585.00	8,795,826.00
School fund income- other receipts	4	6,273,541.00	12,962,006.00
Proceeds from borrowings			
Total Receipts		74,330,573.00	30,311,742.50
Payments			
Payments for tuition	5	4,433,626.00	1,315,149.00
Payments for operations	6	15,477,984.80	4,595,657.00
Boarding and school fund payments	7	54,866,602.00	19,365,330.00
Total Payments		74,788,112.80	25,273,336.00
Surplus/Deficit		(447,539.75)	5,038,406.00
Total payments			

The school financial statements were approved on _____ 2022 and signed by:



 Name: Benjamin Mwangi

Chair BOM

Date: 11/07/2024


 Name: Charles A. Mwangi
 School Principal/ Secretary to BOM

Date: 11/07/2024


 Name: Philip Mwangi

Bursar/ Finance Officer

Date: 11/7/2024

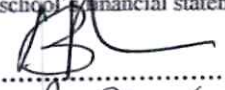
KILIFI TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2022


Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	6,342,200.85	8,889,107.10
Cash balances	9	28881.50	13,992.00
Short term investment	10	-	
Total cash and cash equivalent		6,345,082.35	8,903,224.10.
Account's receivables		51,873,354.12	48,746,378.12
Total financial assets		58,218,436.47	57,649,602.22
Financial liabilities			
Accounts payables	11	3,979,774.00	1,960,371.00
Net financial assets		54,238,662.47	55,689,231.22
Represented by			
Accumulated fund b/fwd	12	54,686,202.22	50,650,815.22
Surplus/deficit for the year		(447,539.75)	5,038,406.00
Net financial position		54,238,662.47	55,689,221.22

The school's financial statements were approved on _____ 2022 and signed by:


 Name: BENJAMIN MULY

Chair BOM

Date: 11/7/2024


 Name: CHARLES KIB

School Principal/ Secretary to BOM

Date: 11/07/2024


 Name: PAULIPINAR DECITE

Bursar/ Finance Officer

Date: 11/7/2024

KILIFT TOWNSHIP SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

VII. Statement of Cash Flows for The Period Ended 30th June 2022

Description	Notes	2021-2022 Kshs	2020-2021 Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	3,198,215.00	1,053,700.50
Capitation grants for operations	2	1,924,372.05	7,500,210.00
School fund income- parents contributions/ fees	3	48,163,609.00	12,962,006.00
School fund income- other receipts	4	6,273,541.00	8,795,826.00
Total receipts		57,635,365.00	30,311,742.00
Payments			
		4435526	
Payments for tuition	5	3,485,604.00	1,315,349.00
Payments for operations	6	7,329,253.90	4,595,657.00
Boarding and school fund payments	7	41,626,779.00	9,365,330.00
Total payments		52,441,636.00	25,273,336.00
Net cash flow from operating activities		5,193,529.00	5,038,406.00
Cashflow from investing activities			
Proceeds from sale of assets			
Acquisition of assets		(7,751,691.00)	(1,575,622.80)
Proceeds from investments			
Purchase of investments			
Net cash flows from investing activities		(7,751,691.00)	(1,575,622.80)
Cashflow from borrowing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
Net increase in cash and cash equivalents		(2,558,162.1)	6,614,028.80
Cash and cash equivalent at beginning of the year		8,903,224.10	2,289,195.30
Cash and cash equivalent at end of the year		6,345,082.35	8,903,224.10

The school's financial statements were approved on 20XX and signed by:

Name: BENJAMIN MUYEY

Name: [Signature]
School Principal/ Secretary to BOM

Name: PHILIPINAR DECHT
Bursar/ Finance Officer

Chair BOM
Date: 11/07/2024

Date: 11/07/2024

Date: 11/07/2024

Business and Financial Statements For the year ended 30th June 2022

KIIFI TOWNSHIP SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

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

Receiver/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Receipts						
(1) Capitation Grant on Tuition						
Textbooks And Reference Materials				65000	65,000	4.94
Exercise Books	1,314,460	-	1,314,460	-	1,314,460	0.00
Laboratory Equipment	547,768	-	547,768	-	547,768	
Internal Exams	-	-	-	-	-	
Teaching / Learning Materials	133,736	-	133,736	3,133,215	(2,999,479)	2342.84
Chalks	-	-	-	-	-	
Exams And Assessment	-	-	-	-	-	
Teachers Guides	-	-	-	-	-	
Total	1,995,964.00		1,995,964.00	3,198,217.00	(1,202,253.00)	160.23
(2) Capitation Grant on Operations						
Personnel Emoluments	5,164,408	-	5,164,408	6,144,456.16	(980,048,160)	118.98
Repairs And Maintenance	4,122,000	-	4,122,000	4,521,702.92	(399,702.92)	
Local Transport / Travelling	1,148,664	-	1,148,664	363,725.68	784,938.32	109.70
Electricity And Water	1,148,664	-	1,148,664	1,244,912.02	(962,248.02)	108.38
Medical	1,832,000	-	1,832,000	-	1,832,000	0.00
Administration Costs	1,148,664	-	1,148,664	1,244,917.10	(96,253)	108.38
Special grant	-	-	-	150518.25	(150,518.00)	0.00
Totals	12,732,400.00		12,732,400.00	13,670,232.13	(1,202,253.00)	x

KILIFI TOWNSHIP SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference c-c-d Kshs	% of Utilization d/c Kshs
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	4,763,200	-	4,763,200	6,371,365.00	(1,608,165.00)	133.7
Repairs And Maintenance	1,832,000	-	1,832,200	2,588,682.00	(975,648.00)	141.3
Local Transport / Travelling	2,725,100	-	2,725,100	3,588,682.00	(983,658.00)	131.67
Electricity And Water	1,717,500	-	1,717,500	2,198,020.00	(482,520.0)	108.38
Medical	1832000	-	1832000	-	-	-
Administration Costs	2,610,600	-	2,610,600.00	3,449,213.00	(1,816,138.700)	108.38
BUS HIRE	229,000	-	229,000	313,730.00	(847,730.00)	137
Activity	229,000	-	229,000	313,730.00	(847,730.00)	137
Fee On Boarding Equipment and Stores	23,252,660	-	23,252,660	32,781,604.00	(9,528,944.00)	140.00
TOTALS				51,188,585.00		
<i>Other Income</i>						
BURSARY	-	-	-	6179041.00	-	0.0
TENDER	-	-	-	3000.00	-	0.0
SALARY ACCOUNT	-	-	-	4250000.00	-	0.0
PRIVATE CANDIDATE	-	-	-	4500.00	-	0.0
EQUITY COLLECTION	-	-	-	1500000.00	-	0.0
Income From Any Other Investment	-	-	-	-	-	-
Total Income	-	-	-	-	-	-

KILIFI TOWNSHIP SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference c-c-d Kshs	% of Utilization f=d/c % Kshs
(1) Expenditure For Tuition						
Textbooks And Reference Materials	-	-	-	56,694.9	(36736)	0.00
Exercise Books	1,053,000.00	-	1,053,000.00	1,237,600.00	(184,600.00)	0.11
Laboratory Equipment	1,191,874.00	-	1,191,874.00	1,708,646.00	516,772.00	143
Internal Exams	977,500.00	-	977,500.00	695,322.00	282,178.00	71.1
Teaching / Learning Materials	597,000.00	-	597,000.00	691,820.00	(94,820.00)	115.8
REF AND LIB MAT	-	-	-	59,694.00	(59,694.00)	0.00
Administration Costs	-	-	-	-	-	-
Bank Charges	-	-	-	37,08.00	(3,808.00)	0.0
TOTALS	2871672.00		2871674.00	4433528.00	(1561854.00)	
(2) Expenditure For Operations						
Personnel Enrolments	6,825,325.00	-	6,825,325.00	4,004,492.00	179,104.00	58.67
Repairs, Maintenance & Improvements	420,3000.0	-	4,203,000.00	474,205.0	3,728,795.00	11.28
Local Transport / Travelling	30,76000.00	-	3,076,000.00	81,600.00	2,993,400.00	2.65
Electricity, Water and Conservancy	1,341,600.00	-	1,341,600.00	257,349.00	1,084,251.00	19.1
PE SALARY ACCOUNT						
Administration Costs	3,059,264.00	-	3,059,264.00	2,723,937.00	9335,3270	89.0
Activity Expenses	3,707,125.00	-	3,707,125.00	184,710.00	3,522,415.00	4.9
ADVANCE						
INFRASTRUCTURE						
TOTALS	22,212,314.00		22,212,314.00	7,751,691.00	(14,460,623.00)	0.0

KIIFI TOWNSHIP SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
(3) Expenditure For School Fund						
Personnel Emoluments	68,25.25		6,825.325	5,576,065.00	(4,893,540.00)	81.69
Repairs, Maintenance and Improvements	1,203,000	2	1,203,000	2,702,500.00	(1,472,500)	224.6
Local Transport / Travelling	3,076,000		3,076,000	605,460.00	1,499,500.00	19.6
Electricity, Water and Conservancy	1,341,600		1,341,600	1,748,996.00	(407,396.00)	1.3
Medical Expenses	-		-			
Administration Costs	3,059,264		3,059,264	6,979,625.00	(3,920,361)	5.20
Activity	3,038,925		3,038,925	1,454,640.00	1,584,285.00	47.8
Bus hire	-		-			
Boarding Equipment and Stores	21,175,886		21,175,886	28,921,540.00	(7,745,674.00)	136.5
Expenditure For Income Generating Activity	-		-			
Insurance Costs	-		-			
Academic improvement						
bursary				6,179,041.00		00.00
Equity collection						
infrastructure						
Totals						

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

IX. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

Significant Accounting Policies (Continued)

5. **Accounts Receivable**
For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.
6. **Accounts Payable**
For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.
7. **Non-current assets**
Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the school fixed asset register a summary of which is provided as a memorandum to these financial statements.
8. **Budget**
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *school's* budget was approved by the School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.
9. **Comparative figures**
Where necessary comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.
10. **Subsequent events**
There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

X. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials	-	-
Exercise Books	65,000.00	-
Laboratory Equipment	-	14,725.00
Internal Exams	-	-
Teaching / Learning Materials	3,133,215.00	1,038,975.50
Chalks	-	-
Exams And Assessment	-	-
Teachers Guides	-	-
Total	3,198,215.00	1,053,700.50

2 Capitation Grant for Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	6,144,456.16	3,208,595.00
Repairs And Maintenance	4,521,702.92	2,991,750.00
Local Transport / Travelling	363,725.68	354,408.00
Electricity And Water	1,244,912.02	445,896.00
Special grant	150,518.25	53,595.00
Administration Costs	1,244,917.02	445,367.00
Activity	-	274,400.00
Above	-	600.00
Total	13,670,232.05	7,500,210.00

3 Parents Contribution/Fees - School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	6,371,365.00	2,535,289.00
Repairs and maintenance	2,588,682.00	3,034,538.00
Local transport / travelling	3,485,971.00	1,216,475.00
Electricity and water	2,198,020.00	761,468.00
Fees on boarding equipment and stores	32,781,604.00	10,139,406.00
Administration costs	3,449,213.00	1,169,406.00
Activity	313,730.00	78,650.00
Totals	51,188,585.00	8,759,826.00

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees on BES		10,139,406.00
bursary	6,179,041.00	2,668,400.00
Tender fee	3,000.00	-
Private candidate	4,500.00	1,700.00
Income bus hire	90,000.00	152,500.00
Total	6,273,541.00	12,962,006.00

(Include an explanation on the kind and source of grants/ donations received by the school.)

5 Payments For Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials	36,736.00	12000.00
Exercise Books	1,237,600.00	483000.00
Laboratory Equipment	1,708,646.00	413146.00
Internal Exams	695,322.00	71800.00
Teaching / Learning Materials	691820.00	311988.00
Chalks	-	18700.00
Exams And Assessment	-	-
Teachers Guides	59,694.00	-
Administration Costs	-	-
Bank Charges	3,708.00	1715.00
Total	4,433,526.00	1,312,349.00

Notes To The Financial Statements (Continued)

6 Payments For Operations

Description	2021-2022	2020-2021
	ksh	Kshs
Personnel Emoluments	4,004,492.00	657,957.00
Administration Cost	2,723,937.80	709,620.00
Repairs And Maintenance & Improvements	474,205.00	2,958,137.00
Local Transport / Travelling	81,600.00	1,500.00
Electricity And Water	257,349.00	205,323.00
Activity Expenses	184,710.00	63,000.00
Acquisition of assets	7,751,691.00	-
Total	15,477,984.80	4,595,657.00

Comment [PA1]: For the 4 highlighted figures, align TB and Ledger and post

Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	5,576,065.00	3,738,304.00
Repairs And Maintenance & Improvements	2,702,500.00	2,627,699.00
Local Transport / Travelling	601,461.00	157,200.00
Electricity And Water	1,748,996.00	664,395.00
Medical Expenses	23,814.00	9,000.00
Administration Costs	6,979,625.00	1,754,691.00
Bursary	6,179,041.00	2,668,400.00
Activity	1,452,640.00	1,044,409.00
Fees on boarding equipment and stores	28,921,540.50	6,068,109.00
Academic improvement	584,080.00	315,674.00
Insurance cost	-	135,749.00
Student identity card	-	48,000.00
Bus maintainace	96,840.00	134,000.00
Total	54,866,602.50	19,365,330.00

*(Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).*

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	1102228788	(53,447.95)	233,941.05
Operations Account	1102229113	556,419.68	1,680,762.61
School Fund Account/Boarding	1107271916	929,867.95	1,410,545.45
Savings Account	1101535245	3,063,818.30	2,136,727.30
Parent Association Development Account	111725141	3,999.69	39,995.69
Equity	1060280890438	1,265,838.00	
INFRASTRUCTURE	12578656609	539,789.00	3,387,260.00
Total		6,342,200.85	8,889,232.10

9 Cash In Hand

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account	0.00	-
Operation Account	2,560.00	4,540.00
School Fund account	322.00	9,452.00
Total	2,881.50	13,992.00

10 Short Term Investments

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

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	2020-2021
	Kshs	Kshs
Bank Loan(S)	--	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle	9-7	196000.00	252,000.00
Goats		45000.00	45000.00
Trees		-	-
Coffee Or Tea Plantation		-	--
Poultry		-	-
Total		241,000.00	297000.00

16 Borrowings

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

Other important disclosure notes

17 Stock/ Inventory

Description	2021-2022	2020-2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	1,161,804.00	836,510.00
Stock/ inventory purchased during the year	29,330,206.00	23,650,800.00
Stock/ inventory issued during the year	20,451,203.00	23,325,506.00
Balance at end of the year	104,0807.00	1,161,804.00

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)
	The management should settle all trade creditors to avoid legal action preferred against the institution	The bom discussed and resolve that it be removed for the record to avoid the all time occurrence		
	Inter account borrowing should be curbed by the school management	Bom agreed not to allow it happen unless there is a crisis to necessitate it.		
	Prepaid fees should be treated as income in the ensuring year and the relevant vote heads charged	It is always ok		

Sign and Date
Principal

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Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Land 1						
Land 1	N/A	Kilifi township	N/A	N/A	N/A	N/A
Land 2						
Buildings And Structures Administration block Form 1 block block 1(4 classes) Resource block Form 4 block A Form 4 block B 3 classes and 2 offices Form 2 block		Kilifi township	N/A	N/A	N/A	N/A
Motor Vehicles	24/3/2015	Kilifi township				
Office Equipment, Furniture And Fittings						
ICT Equipment And Other ICT Assets						
Tools And Apparatus						
Textbooks	Issued by GOK					
Other Machinery And Equipment: school generator	2015	Kilifi township	450,000.00			

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Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Heritage And Cultural Assets	N/A	N/A	N/A	N/A	N/A	N/A
Land 2						
Buildings And Structures						
Motor Vehicles						
Office Equipment, Furniture And Fittings						
ICT Equipment, And Other ICT Assets						
Tools And Apparatus						
Textbooks						
Other Machinery And Equipment						
Heritage And Cultural Assets						
Intangible Assets- Soft Ware						
Total						

(The school should ensure that a detailed fixed assets register is maintained).