

REPUBLIC OF KENYA



REPORT

DATE: 10 JUN 2026

DAY.

WED

TABLED
BY:

HON. NAOMI WARD, MP

DEPUTY MAJORITY PARTY WHIP

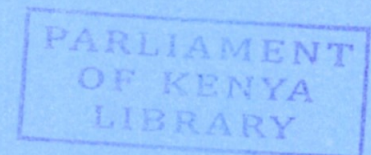
OF

CLERK-AT
THE-TABLE:

N. WAMBUI

THE AUDITOR-GENERAL

ON



RABAI SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2021**

KILIFI COUNTY



Revised 30th June 2021.



RABAI SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2021

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

Rabai Secondary School

Annual Report and Financial Statements For the year ended 30th June 2021

(Leave this it Blank)

Table of Contents

Page

I. Key School Information And Management	iv
II. Summary Report Of Performance Of The School.....	viii
III. Statement Of School Management Responsibility	xiv
IV. Report Of The Independent Auditors on the financial statements of Rabai Secondary School of the year ending 30 th June 2021 (<i>To be attached</i>)	xv
V. Statement Of Receipts And Payments Period To 30 th June 2021	1
VI. Statement Of Financial Assets And Financial Liabilities As At 30 th June 2021	2
VII. Statement of Cash Flows for The Period Ended 30 th June 2022	3
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2021	4
IX. Significant Accounting Policies.....	9
X. Notes To The Financial Statements	11

I. Key School Information And Management

(a) Background information

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

The school was registered in 01/08 under registration number GP/A/5055/08 and is currently categorized as a Sub county public school operated by the Government.

The school is a day school and had 755 number of students as at 30th June 2021 It has 4 streams and 30 teachers of which 17 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	George Gona Kuza	Chairman	5/07/2019
2	Anderson Munga	Secretary - Principal	05/07/2019
3	Jeniffer Mwakio	Member	05/07/2019
4	Donald Mambuk.Mwabaya	Member	05/07/2019
5	Hassan Nzinga	Member	05/07/2019
6	Elizabeth Sidi Kambi	Member	05/07/2019
7	Eric Tinga Nyae	Member	05/07/2019
8	Hamisi Mwadziwe Ndune	Member	05/07/2019
9	Saumu Said	Member Rep Teachers	05/07/2019
10	Roselyne Mbeyu Chengo	Member	05/07/2019
11	Mdigo Mwamkale	Member	05/07/2019
12	David Hussein	Member	05/07/2019
13	Dr.Cosmas Nzaka munga	Member	05/07/2019

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 pupils' discipline and make reports to the CEB
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- Administer and manage the resources of the School
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

(Provide the names of the various committees of the Board established by the Board and the names of the committee members):

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Rev.George Kuza Anderson Munga David Hussein Jeniffer Mwakio	Chairperson secretary PA Chairperson Member	3 out of 3
2	Audit Committee	Dr.Cosmas Nzaka Anderson Munga Nancy Musundi	Chairperson secretary PA Chairperson	3 out of 3
3	Finance,procurement and general purposes Committee	Rev.Titus Lwambi Anderson Munga Roselyne Tinga	Chairperson secretary Member	
4	Academic Committee	Hamisi Mwadziwe Saumu Said Hassan Nzinga	Chairperson secretary Member	3 out of 3
5	Development Committee	Hassan Nzinga Dzuya Chiringa George Kuza Saumu Mnyazi Emmanuel Wanje Anderson Munga	Chairperson secretary Member Member Member member	3 out of 3
6	Discipline and welfare Committee	Eric Tinga Dzuya Chiringa Donald Mwabaya George Gonzi	Chairperson Secretary Member Member	3 out of 3
7	Adhoc Committee (if any during the year)			

(d) School operation Management

For the financial year ended 30th June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Anderson Munga	352669
2	Deputy Principal	Dzuya Chiringa	433959
3	School Bursar	Arthur Kazikazi	23001160

(e) Schools contacts

Post Office Box: 17 Mazeras
Telephone: 0113559145
E-mail: rabaisec@gmail.com
Website: -
Facebook: -
Twitter: -

(f) School Bankers

The following school operated 5 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: Family Bank
Branch: Mombasa Nkrumah
Account Number: 095000010959
- Name of Bank: KCB Bank
Branch: Mombasa Mvita
Account Number: 1107933595
- Name of Bank: KCB Bank
Branch: Mombasa Mariakani
Account Number: 1125694661
- Name of Bank: KCB Bank
Branch: Mombasa Mariakani
Account Number: 1276712286
- Name of Bank: KCB Bank
Branch: Mombasa Mariakani
Account Number: 114628333

2. MPESA Pay Bill No.61886k attached to 1125694661 bank account

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(g) Independent Auditors

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

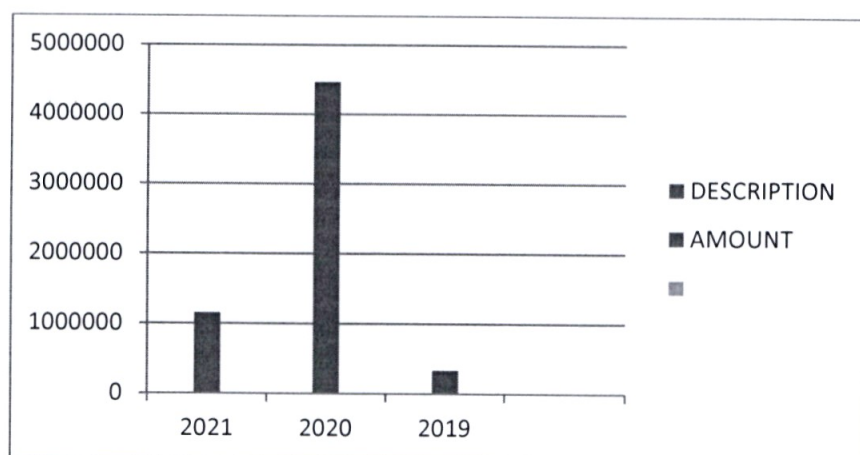
II. Summary Report of Performance of the School

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

a) Financial performance:

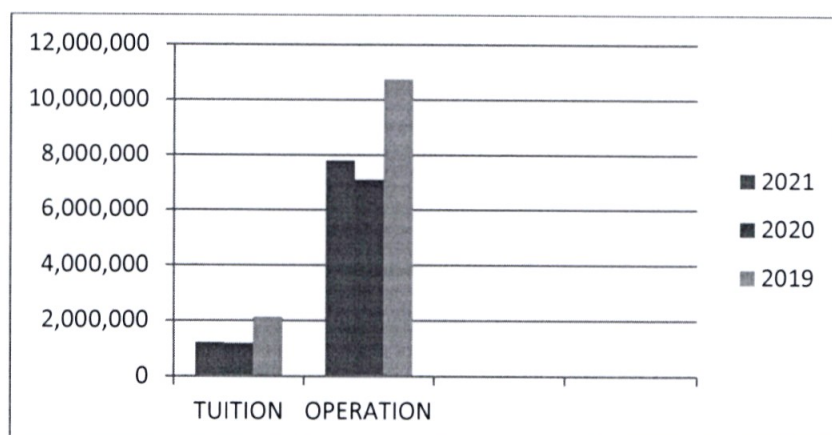
i) Surplus/ deficit for the year and its comparison.

Year	DESCRIPTION	AMOUNT
2021	SURLUS	1,159,524
2020	SURPLUS	4,466,926
2019	DEFICIT	333,363



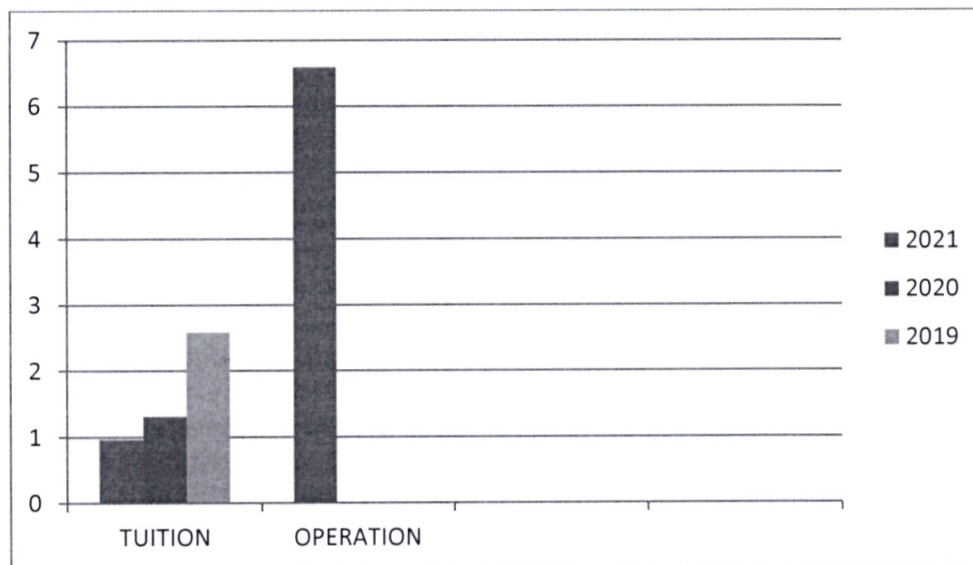
ii) Capitation Grant from Ministry.

ACCOUNT	2021	2020	2019
TUITION	1,216,421	1,196,720	2,128,154
OPERATION	7,801,977	7,104,100	10,747,259



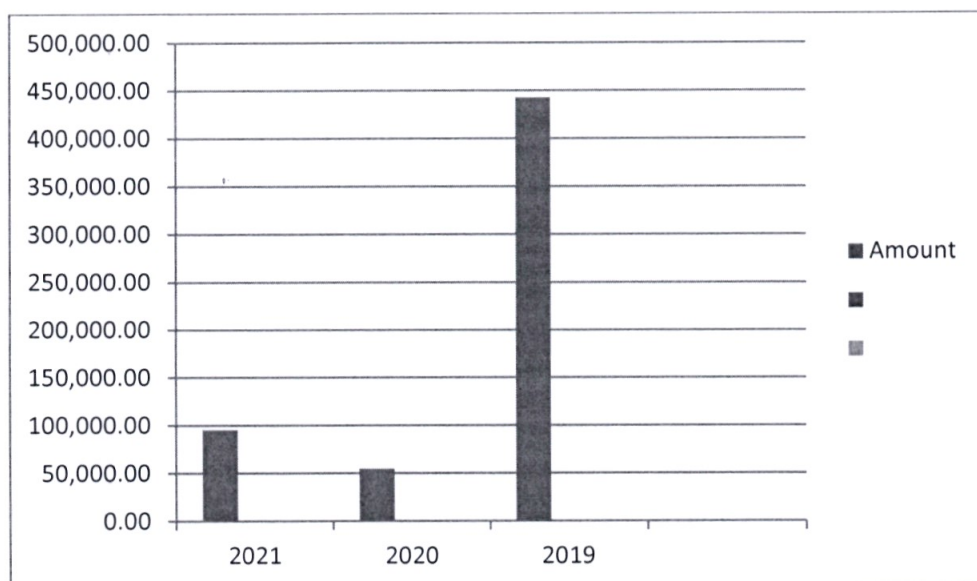
iii) Capitation Grant per Student Ratio

ACCOUNT	2021	2020	2019
TUITION	1:1331	1:1835	1:3657
OPERATION	1:9435	1:10896	1:18466



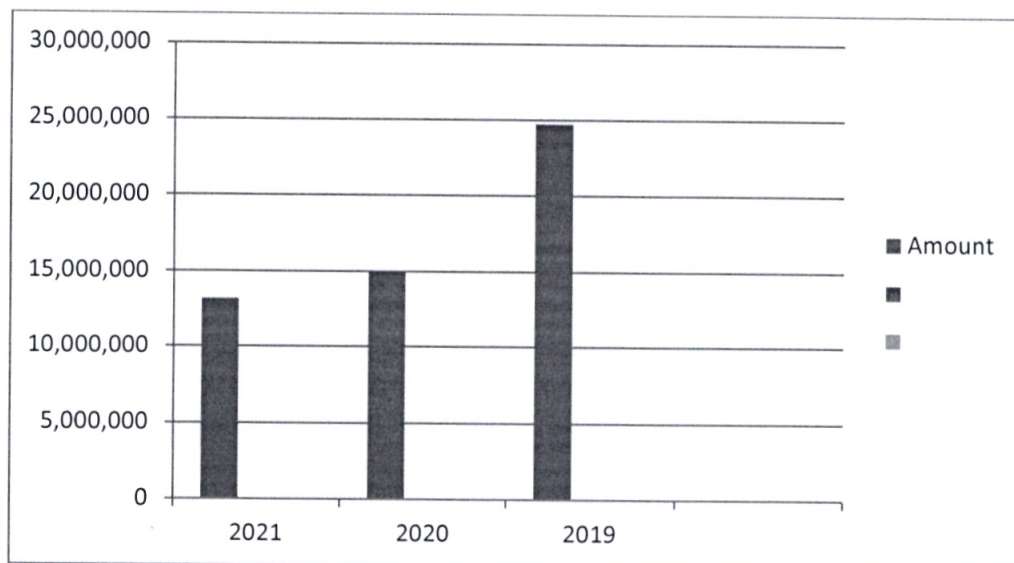
iv) A three-year overview of growth of other income (s) earned by school

Year	Amount
2021	95,455.00
2020	55,000.00
2021	442,500.00



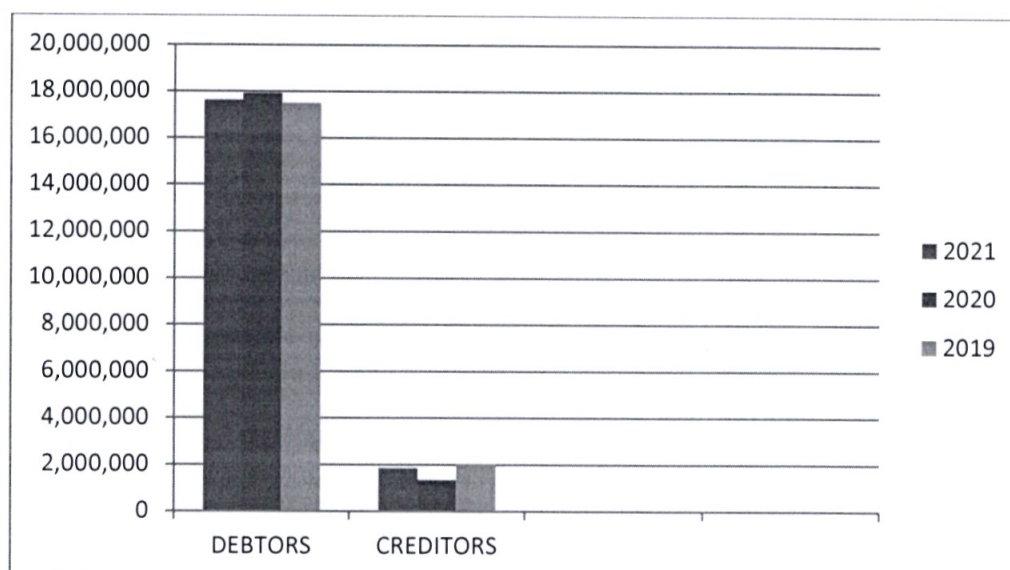
v) . A three- year overview of growth in expenditure of the school.

Year	Amount
2021	13,213,397
2020	14,944,365
2019	24,727,082



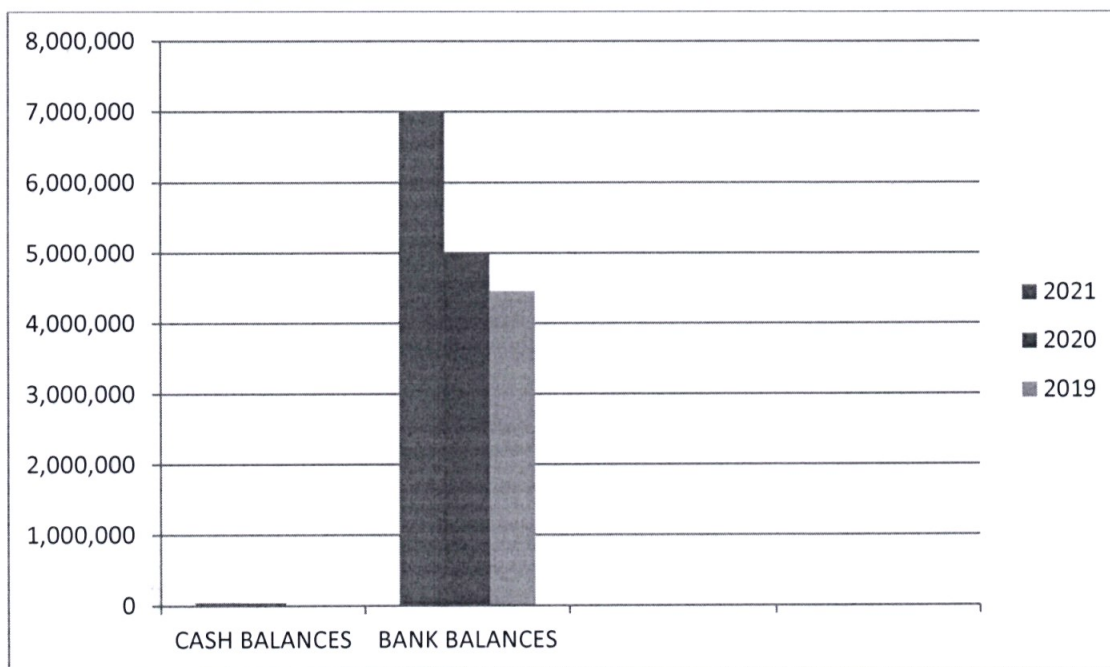
vi). Movement of debtors and creditors of the school over the last three years.

DESCRIPTION	2021	2020	2019
DEBTORS	17,626,241	17,906,882	17,494,300
CREDITORS	1,838,948	1,343,968	2,007,339



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

DESCRIPTION	2021	2020	2019
CASH BALANCES	47,842	43,397	8,715
BANK BALANCES	7,005,842	5,012,145	4,454,799



b) Teacher Student ratio:

<i>Title</i>	<i>No.</i>
<i>Number of teachers</i>	<i>30</i>
<i>Number of students</i>	<i>755</i>
<i>Ratio</i>	<i>1:25</i>
<i>Number of teachers transferred</i>	<i>0</i>
<i>Number of teachers employed by TSC</i>	<i>14</i>
<i>Number of Teachers employed by B.O.M</i>	<i>16</i>

<i>Number of Teachers per subject</i>	<i>Subject</i>	<i>No.</i>
	<i>Agriculture</i>	<i>1</i>
	<i>Biology</i>	<i>1</i>
	<i>Mathematics</i>	<i>4</i>
	<i>Physics</i>	<i>2</i>
	<i>Chemistry</i>	<i>3</i>
	<i>English</i>	<i>3</i>
	<i>Kiswahili</i>	<i>3</i>
	<i>Business studies</i>	<i>3</i>
	<i>Geography</i>	<i>3</i>
	<i>History</i>	<i>3</i>
	<i>C.R.E</i>	<i>2</i>
	<i>I.R.E</i>	<i>2</i>

c) Mean score in the 2021 KCSE:

Year	No of candidates	Mean score	School's set score	No of students to University	Comments
2021	174	3.2011	4.0(D+)	5	A drop in performance but 5 students proceeded to university
2020	146	3.5548	4.0(D+)	4	A drop in performance but 4 students proceeded to university
2019	137	3.7153	4.0(D+)	10	Improved performance school's set score almost achieved.10 students proceeded to university.

d) Number of Candidates in the 2021 KCSE:

Year	No. of Candidates
2021	174
2020	146
2019	137

e) Capacity of the school:

<i>No. of students</i>	<i>Facility</i>	<i>Quantity</i>
882	Dining hall	0
882	Laboratory	3
882	Library	0
882	Toilets	50
882	Dormitories	0

f) Development projects carried out by the school:

<i>projects</i>	<i>Source of funds</i>	<i>Status</i>	<i>Initial cost (kshs)</i>	<i>Amount Spent (kshs)</i>	<i>Expected Completion Time</i>
8 DOORS TOILET	MOE	APPROVED	1,000,000		31 ST DEC 2021
CLASSROOMS	MOE	APPROVED	3,300,000		31 ST DEC 2021

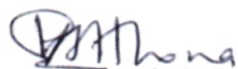
III. Statement Of School Management Responsibility

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 *(Name of 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).

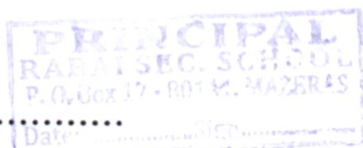
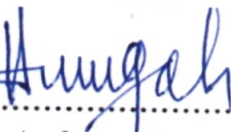
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.



Name: George Kuza

Designation: Chairman, School Board of Management

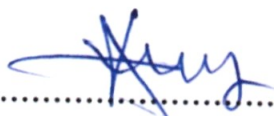
Date: 01/04/2026



Name: Anderson Munga

Designation: School Principal & Secretary to Board of Management

Date: 01/04/2026



Name: Arthur Kazikazi

Designation: Bursar/ Finance Officer

Date: 01/04/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON RABAI SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2021- KILIFI COUNTY

PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Rabai Secondary School set out on pages 1 to 20, which comprise of the statement of financial assets and financial

liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts, for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Rabai Secondary School at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Cash Basis and comply with Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Variances in the Financial Statements

The following variances were noted in the review of the financial statements

- i. The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects boarding and school fund payments of Kshs.7,322,172 which differs with the schedules provided for audit of Kshs.5,067,362 resulting to a variance of Kshs. 2,254,810.

The statement of assets and liabilities and as disclosed in Note 8 and Note 9 to the financial statements reflects cash and cash equivalents of Kshs.7,103,684 which differs with the balances as per the statement of cash flows of Kshs.6,204,467 resulting to a variance of Kshs.899,217.

- ii. The statement of financial assets and financial liabilities and as disclosed in Note 13 to the financial statements reflects fund balance brought forward of Kshs.21,731,453 which differs with the recomputed fund balance brought forward amount of Kshs.18,236,831 resulting to a variance of Kshs.3,494,622.
- iii. The statement of budgeted versus actual amounts reflects total actual expenditure of Kshs.11,890,434 while the recomputed actual expenditure amounts to Kshs.13,213,397 resulting to a variance of Kshs.1,322,963.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.1,838,948 which includes trade creditors of Kshs.959,290 which was not supported with payment vouchers, invoices, local purchase orders, delivery notes and goods acceptance notes.

In the circumstances, the accounts payables balance of Kshs. 1,838,948 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unaudited Opening Balances

I draw your attention to the opening balances for the 2020/2021 financial year. The opening balances as at 1 July, 2020 were based on unaudited figures. Consequently, I was unable to obtain sufficient and appropriate audit evidence regarding the accuracy and completeness of the opening balances. My audit procedures were, therefore, limited to the current period transactions and balances.

Other Information

Management is responsible for the Other Information set out on page iv to xiv which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects boarding and school fund payments amount of Kshs.7,322,172. Included in the amount was administration costs of Kshs.1,649,564 which includes Kshs.75,700 transferred to Kenya Secondary School Heads Association (KESSHA) through voucher number 65 dated 18 February, 2021. 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.75,700 could not be confirmed.

2. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects operations grants of Kshs.7,801,977 which includes repairs and maintenance receipts of Kshs.2,931,000 relating to infrastructure grant. However, infrastructure grant amounting Kshs.367,500 was not transferred to the School infrastructure account. Further, infrastructure grant amounting to Kshs.2,563,500 was transferred to the infrastructure account more than fifteen (15) days after receipt. This was contrary to Ministry of Education Circular Ref. No: HQS/3/13/3, dated 16 June, 2021 which states that infrastructure grants as well as maintenance and improvement funds shall be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

3. Under Funding of Capitation Grants

The statement of receipts and payments and as disclosed in Note 1 and Note 2 to the financial statements reflects government grants for tuition and operations of

Kshs.1,216,421 and Kshs.7,801,977 respectively. During the financial year, NEMIS reported a total number of two thousand and two hundred (2,200) students while the enrolment records provided by the School indicated a total number of two thousand four hundred and eighty-nine (2,489) students, resulting in a variance of two hundred and eighty-nine (289) students. As a result of the variance, the School was under funded by Kshs.712,641.

In the circumstances, the under-funding may have affected efficient operations of the School.

4. Irregularities in Human Resource Management

From the review of the financial statements and records of the School, personnel emoluments of Kshs.4,048,295 were paid to seventeen (17) Board of Management teachers and fourteen (14) non-teaching staff. However, Management did not provide for audit the approved staff establishment contrary to Section 4.8.1 of Norms and Standards for Management of Human Resource in the Public Service, June, 2017 which states that staff recruitment and selection will be based on human resource plans, authorized staff establishment and clear job descriptions and specifications.

Further, the terms and conditions of service was not provided contrary to Section 13 of the Fourth Schedule of the Basic Education Act, 2013, which requires the Board of Management to employ its staff, upon such terms and conditions of service as the County Education Board may determine. Further, the criteria used in hiring, remunerating and retiring the staff was not explained.

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

5. Irregularities in Procurement

The statement of receipts and payments and as disclosed in Note 5 and Note 7 to the financial statements reflects tuition and school fund payments amounts of Kshs.1,151,559 and Kshs.7,322,172 respectively. Included in these amounts was expenditure of Kshs.1,997,784 paid to four suppliers for provision of various goods and services. Review of the payment vouchers and supporting documentation revealed the following procurement irregularities.

- i. The School did not have a procurement plan and need analysis report as required by Section 53(2) of the Public Procurement and Asset Disposal Act, 2015.
- ii. The School did not maintain a list of pre-qualified suppliers as required under Section 57(1) of the Public Procurement and Asset Disposal Act, 2015.
- iii. There was no evidence that the goods were inspected after delivery to confirm what was delivered matched with specifications. This is contrary to Section 48(1) and (3) of the Public Procurement and Asset Disposal Act, 2015 which requires an accounting officer of a procuring entity to establish an ad hoc committee known as the inspection and acceptance committee and the committee shall immediately

after the delivery of the goods, works or services inspect and where necessary, test the goods received.

- iv. There were no signed contracts between the School and the supplier's contrary to Section 134(1) of the Public Procurement and Asset Disposal Act, 2015 and Section 3 of the Ministry of Education operation manual for utilization of learner capitation grant and other school funds, 2020 which requires the school to prepare a contract for supply of goods, works or services, and arrange for the signing between the selected supplier and the school Head teacher. The written contract should be signed within fourteen days from the date of award notification.

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

6. Weaknesses in Construction of Classrooms

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects operations payments amount of Kshs.4,739,666. Included in the amount is repairs and maintenance and improvements of Kshs.1,091,920 incurred to construct three (3) classrooms. The project was split into material and labour contracts. The labor contract agreement was signed on 4 November, 2020 at a contract price of Kshs.753,401 but the materials contract was not provided. Physical verification of the project in March 2026 revealed that the project was not complete.

Further, the project file was not supported with school improvement plan, school infrastructure committee minutes, bill of quantities indicating cost of labour and ,materials, materials contract agreement, material and labour completion certificate, tender forms, evaluation minutes, award letter and acceptance letter contrary to Section 44(2)(d) of Public Procurement and Asset Disposal Act, 2015 which states that in the performance of the responsibility under subsection (1), an accounting officer shall ensure proper documentation of procurement proceedings and safe custody of all procurement records in accordance with the Act.

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

7. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor General on 15 May, 2024 instead of the statutory deadline of 30 September, 2021. This was contrary to Section 68(2)(k) of Public Finance Management Act, 2012 and Section 47(1) of the Public Audit Act, 2015 which requires that financial statements be submitted to the Auditor-General within three (3) months after the end of the fiscal year to which the accounts relate.

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

8. Non Compliance with Public Sector Accounting Standards Board Template

Review of financial statements revealed the following errors, omissions, and non compliance with Public Sector Accounting Standards Board template:

- i) The statement of cashflows in the table of contents indicates the financial statements are for the year ended as 30 June, 2022 instead of 30 June, 2021.
- ii) The summary report of performance of the School does not indicate amount spent on development projects carried out by the School.
- iii) Receipts from operating income were wrongly indicated as operating activities in the statement of cash flows.

In the circumstances, the financial statements were not compliant with the approved Public Sector Accounting Standards Board template.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Long Outstanding Students' Debtors

The statement of financial assets and financial liabilities as disclosed in Note 11 to the financial statements reflects accounts receivables of Kshs.17,626,241. However, included in the balance was an amount of Kshs.8,451,110 relating to long outstanding students' debtors that have been outstanding for over two (2) years. Management did not provide evidence of the efforts being made towards recoverability of the long outstanding fees arrears.

In the circumstances, the recoverability of fees arrears from students, who have since left the School is doubtful.

2. Failure to Prepare School Improvement Plan

During the 2020/2021 financial year, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires

schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

3. Lack of Audit Committee and Internal Audit Function

During the year under review, no internal audit work was carried out and internal audit reports were not provided. Further, Key School Information and Management section of the financial statements indicates the School has an audit committee and the committee held three meetings. However, no minutes or report was provided to confirm the Committee held the meeting and the deliberations.

In the circumstances, the effectiveness of the independent assurance that the risk management, governance and internal control processes are operating effectively could not be confirmed.

4. Lack of Fixed Assets Register

The school did not maintain a fixed assets register for its assets to record necessary information such as date of acquisition, type of asset, condition and cost. This is Contrary Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

In the circumstances, inadequate controls in the management of assets and lack of ownership documents may lead to misappropriation and physical loss of assets.

5. Weaknesses in the Board of Management

During the financial year 2020/2021 the School Board of Management constituted thirteen members who served from 2019 to 2022. However, appointment letters, Board charter and Board annual work plan were not provided for audit.

In the circumstances, weakness in the governance mechanism may hinder the management achievement of the school's strategic objectives.

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

Responsibilities of the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's, ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions

and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

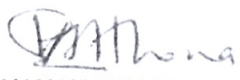
Nairobi

27 April, 2026

V. Statement Of Receipts And Payments Period To 30th June 2021

Description Of Vote Head	Note	2020-2021	2019-2020
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	1,216,421	0
Capitation grants for operations	2	7,801,977	0
School fund income- parents' contributions	3	5,259,068	0
School fund income- other receipts	4	95,455	0
Proceeds from borrowings		0	0
Total Receipts		14,372,921	0
			0
Payments			0
Payments for tuition	5	1,151,559	0
Payments for operations	6	4,739,666	0
Boarding and school fund payments	7	7,322,172	0
Total Payments		13,213,397	0
			0
Surplus/Deficit		1,159,524	0
			0

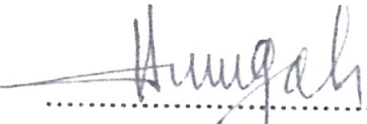
The school financial statements were approved on 01/04/2026 and signed by:


.....

Name: George Kuza

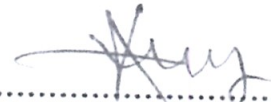
Chair BOM

Date: 01/04/2026


.....

Name: A. Munga
School Principal/ Secretary to
BOM

Date: 01/04/2026


.....

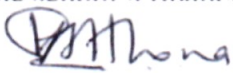
Name: A. Kazikazi
Bursar/ Finance Officer

Date: 01/04/2026

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2021

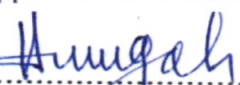
Description	Note	2021-2022 Kshs	2020-2021 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	7,055,842	-
Cash balances	9	47,842	-
Short term investment	10	0	-
Total cash and cash equivalent		7,103,684	-
Account's receivables	11	17,626,241	-
Total financial assets		24,729,925	-
Financial liabilities			
Accounts payables	12	1,838,948	-
Net financial assets		22,890,977	-
Represented by			
Accumulated fund b/fwd	13	21,731,453	-
Surplus/deficit for the year		1,159,524	-
Net financial position		22,890,977	-

The school's financial statements were approved on 01/04/2026 and signed by:


 Name: George Kuza

Chair BOM

Date: 01/04/2026


 Name: A. Munga
 School Principal/ Secretary to
 BOM
 Date: 01/04/2026


 Name: A. Kazikazi
 Bursar/ Finance Officer
 Date: 01/04/2026

PRINCIPAL
 RABAT SEC. SCHOOL
 P.O. Box 39, 80114, MAZERAS
 Date: Sig: 2

VII. Statement of Cash Flows for The Period Ended 30th June 2021

Description	Notes	2020-2021	2019-2020
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	1,216,421	-
Capitation grants for operations	2	7,801,977	-
School fund income- parents contributions/ fees	3	5,259,068	-
School fund income- other receipts	4	95,455	-
Total receipts		14,372,921	-
Payments			
Payments for tuition	5	1,151,559.	-
Payments for operations	6	4,739,666	-
Boarding and school fund payments	7	7,322,172	-
Total payments		13,213,397	-
Net cash flow from operating activities		1,159,524	-
Cashflow from investing activities			
Proceeds from sale of assets		0	-
Acquisition of assets		0	-
Proceeds from investments		0	-
Purchase of investments		0	-
Net cash flows from investing activities		0	-
Cashflow from borrowing activities			
Proceeds from borrowings/ loans		0	-
Repayment of principal borrowings		0	-
Net cash flow from financing activities		0	-
Net increase in cash and cash equivalents		1,159,524	-
Cash and cash equivalent at beginning of the year		5,044,943	-
Cash and cash equivalent at end of the year		6,204,467	-

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

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2021

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Receipts						
(1) Capitation Grant on Tuition						
Textbooks And Reference Materials	880,706	0	880,706.00	0	880,706	0%
Exercise Books	268,404	0	268,404.00	481,583	(213.179)	179% The number of students differed from the budget
Laboratory Equipment	188,750	0	188,750.00	346,391	(157,641)	186% The number of students differed from the budget
Internal Exams	0	0	0	0	0	0%
Teaching / Learning Materials	75,500	0	75,500.00	136,081	(60.581)	180% The number of students differed from the budget
Chalks	37,750	0	37,750.00	74,225	(36,475)	197% The number of students differed from the budget
Exams And Assessment	113,250	0	113,250.00	178.141	(64.891)	157% The number of students differed from the budget
Teachers Guides	0	0	0	0	0	0%
(2) Capitation Grant on Operations						
Personnel Emoluments	1,887,500	0	1,887,500	2,669,279	781,779	141% The number of students differed from the budget
Repairs And Maintenance	1,887,500	0	1,887,500	2,931,000	(1,043,500)	155% The number of students differed from the budget
Local Transport / Travelling	377,500	0	377,500	408,515	(71,015)	108% The number of students differed from the budget
Electricity And Water	528,500	0	528,500	557,068	(28,568)	105%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
						The number of students differed from the budget
Medical	755,000	0	755,000	0.00	755,000.	0%
Administration Costs	755,000	0	755,000	1,236,115	(481,115)	168%
Activity	566,250	0	566,250	0	566,250.00	0%
Gratuity	-	-	-	-	-	-
Smasse	151,000	0	151,000	0	151,000	0%
(3) Fees Charged on Parents						
BOM Salaries	2,831,250	0	2,831,250	2,549,553	371,717	90%
Repairs And Maintenance	-	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-	-
Electricity And Water	-	-	-	-	-	-
Lunch	2,831,250	0	2,831,250.00	2,709,515	121,935	96%
Administration Costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
Smasse	-	-	-	-	-	-
Fee On Boarding Equipment and Stores	-	-	-	-	-	-
Other Income						
Rent Income	-	-	-	-	-	-
Income From Farming Activities	-	-	-	95,455	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Insurance Compensation	-	-	-	-	-	-
Income From Posho Mill	-	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-	-
Fee For Hire of Ground And Equipment	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-	-
Total Income	14,135,110	0	14,135,110	14,372,901	237,791	102% The number of students differed from the budget
(1) Expenditure For Tuition						
Textbooks And Reference Materials	880,706	0	880,706	0	880,706	0%
Exercise Books	268,404	0	268,404	285,000	(16,596)	106% The number of students differed from the budget
Laboratory Equipment	188,750	0	188,750	485,104	(296,354)	257% The number of students differed from the budget
Internal Exams	0.	0	0	0	0.	-
Teaching / Learning Materials	75,500	0	75,500	120,595	(45,095)	257% The number of students differed from the budget
Chalks	37,750	0	37,750	29,040.	8,710	77% The number of students differed from the budget
Exams And Assessment	113,250	0	113,250	227,300	(114,050)	201% The number of students differed from the budget
Teachers Guides	0	0	0	0	0	-
Administration Costs	-	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Bank Charges	-	-	-	4,520	-	-
(2) Expenditure For Operations						
Personnel Emoluments	1,887,500	0	1,887,500	1,599,525	287,975	85% The number of students differed from the budget
Repairs, Maintenance & Improvements	1,887,500	0	1,887,500	1,091,920	795,580	177% The number of students differed from the budget
Local Transport / Travelling	377,500	0	377,500	574,910	(197,410.)	152% The number of students differed from the budget
Electricity, Water and Conservancy	528,500	0	528,500	357,103	171,397	68% The number of students differed from the budget
Medical	755,0000	0	755,0000	222,936	532,064	30% The number of students differed from the budget
Administration Costs	755,000	0	755,000	890,610	(135,610)	118% The number of students differed from the budget
Activity Expenses	566,250	0	566,250	0.	566,250	0%
Bank charges				2,662		
				-		
Gratuity	-	-	-	-	-	-
Smasse	151,000	-	151,000	-	151,000	0%
(3) Expenditure For School Fund						
	-					
Personnel Emoluments	2,831,250	-	2,831,250.00	2,448,770	382,480.00	86% The number of students differed from the budget
Repairs, Maintenance and Improvements	-	-	-	1,058,276	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/e %
	Kshs	Kshs			Kshs	Kshs
Local Transport / Travelling	-	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	-	-	-
Medical Expenses	-	-	-	-	-	-
Administration Costs	-	-	-	1,649,564	-	-
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch Programme	2,831,250	-	2,831,250.00	2,134,068	697,182	75% The number of students differed from the budget
Boarding Equipment and Stores	-	-	-	-	-	-
Expenditure For Income Generating Activity	-	-	-	27,350	-	-
Insurance Costs	-	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-	-
Rent Expenses	-	-	-	-	-	-
Bank Charges	-	-	-	4,144	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-	-
Totals	14,135.110	-	14,135,110	11,890,434	2,244,676	109% <i>The no. of students differed from the budget</i>

[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 2021

X. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	2020-2021	2019-2020
	Kshs	Kshs
Textbooks And Reference Materials	0.	-
Exercise Books	481,583	-
Laboratory Equipment	346,391	-
Internal Exams	178,141	-
Teaching / Learning Materials	136,081	-
Chalks	74,225	-
Exams And Assessment	0	-
Teachers Guides	0	-
Total	1,216.421	-

2 Capitation Grant for Operations

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	2,669,279	-
Repairs And Maintenance	2,931,000	-
Local Transport / Travelling	408,515	-
Electricity And Water	557,068	-
Medical	0	-
Administration Costs	1,236,115	-
Activity	0	-
Total	7,801,977	-

3 Parents Contribution/Fees - School Fund Account

Description	2020-2021	20-2021
	Kshs	Kshs
Personnel emoluments	2,549,553	-
Repairs and maintenance	2,709,515	-
Local transport / travelling	0	-
Electricity and water	0	-
Medical	0	-
Administration costs	0	-
Activity	0	-
Total	5,259,068	-

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2020-2021	2019-2020
	Kshs	Kshs
Fee On Boarding Equipment and Stores	0	-
Rent Income	0	-
Income From Farming Activities	43,455	-
Insurance Compensation	0	-
Income From Posho Mill	0	-
Income From Bus Hire	52,000	-
Fee For Hire of Ground and Equipment	0	-
Income From Grants and Donations*	0	-
Interest Income	0	-
Dividends Income	0	-
Total	95,455	-

(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	0	-
Exercise Books	285,000	-
Laboratory Equipment	485,104	-
Internal Exams	227,300	-
Teaching / Learning Materials	120,595	-
Chalks	29,040	-
Exams And Assessment	0	-
Teachers Guides	0	-
Administration Costs	0	-
Bank Charges	4,520	-
Total	1,151,559	-

Notes To The Financial Statements (Continued)**6 Payments For Operations**

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	1,599,525	-
Service Gratuity	0	-
Administration Cost	890,610	-
Repairs And Maintenance & Improvements	1,091,920	-
Local Transport / Travelling	574,910	-
Electricity And Water	357,103	-
Medical	222,936	-
Activity Expenses	0	-
Smasse	0	-
Insurance Cost	0	-
Bank Charges	2,662	-
Acquisition Of Assets	0	-
Total	4,739,666	-

Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	2,448,770	-
Service Gratuity	0	-
Repairs And Maintenance & Improvements	1,058,276	-
Local Transport / Travelling	0	-
Electricity And Water	0	-
Medical Expenses	0.	-
Administration Costs	1,649,564.00	-
Lunch Programme	2,134,068	-
Bank Charges	4,144	-
Expenses On Income Generating Activities	27,350	-
Fee On Boarding Equipment and Stores	0	-
Rent Expenses	0	-
Insurance Cost (<i>Life Property</i>)	0	-
Loan Principal Repayment	0	-
Loan Interest Repayment	0	-
Acquisition Of Assets	0	-
Total	7,322,172	-

(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	2020-2021	2019-2020
		Kshs	Kshs
Tuition Account	095000010959	19,933	-
Operations Account	1107933595	730,021	-
School Fund Account/Boarding	1125694661	636,776	-
Savings Account	1146262833	2,098,225	-
Parent Association Development Account	-	-	-
Income Generating Activities Account	-	-	-
Infrastructural Account	1276712286	3,570,887	-
Total		7,055,842	-

9 Cash In Hand

Description	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	0	-
Operation Account	39,407	-
School Fund account	8,435	-
Total	47,842	-

10 Short Term Investments

Description	2020-2021	2019-2020
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit	-	-
Equity Stock	-	-
Other Investments	-	-
Total	-	-

Notes To The Financial Statements (Continued)

11 Accounts Receivable

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees Arrears	17,566,241	-
Other Non-Fees Receivables	60,000	-
Salary Advances	0	-
Imprest	0	-
Total	17,626,241	-

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees Arrears For Current Year	2,918,282	-
Fees Arrears For The Previous Year	6,196,850	-
Fees Arrears For Prior Periods (Over Two Years)	8,451,110	-
Total	17,566,241	-

12 Accounts Payable

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	959,290	-
Prepaid Fees	879,658	-
Retention Monies	0	-
Total	1,838,948	-

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade Creditors for Current Year	959,290	-
Trade Creditors for The Previous Year	0	-
Trade Creditors for Prior Periods (Over Two Years)	0	-
Total	959,290	-

Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank Balances	5,012,145	-
Cash Balances	43,397	-
Short Term Investments	0	-
Receivables	14,928,600	-
Payables	1,747,311	-
Total	21,731,453	-

Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank Loan(S)	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle	1	28,000	-
Goats	13	65,000	-
Trees	-	-	-
Coffee Or Tea Plantation	-	-	-
Poultry	-	-	-
Total		93,000	-

16 Borrowings

Description	2020-2021	2019-2020
	Kshs	Kshs
a) Borrowings		
Borrowing at beginning of the year	0	0
Borrowings during the year	0	0
Repayments of during the year	0	0
Balance at end of the year	0	0

Other important disclosure notes

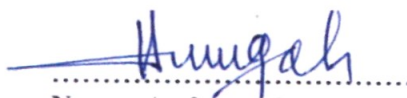
17 Stock/ Inventory

Description	2020-2021	2019-2020
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	0	0
Stock/ inventory purchased during the year	0	0
Stock/ inventory issued during the year	0	0
Balance at end of the year	0	0

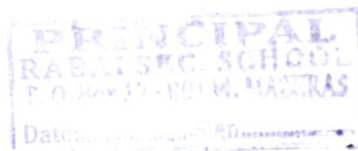
18 Progress On Follow Up Of Auditor Recommendations

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

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



Sign and Date
Principal



Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2021-I	Comments
	a	b	c	d = b - c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. SARASUNNY				275,555		
2.						
Sub-Total						
Supply Of Goods						
3. RASU TRANSPORT				351,900		
4. FABRINA ENT.				39,900		
5. MAHEB BOOKS				291,935		
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total				959,290.00		

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1						
Land 2						
Buildings And Structures						
Motor Vehicles	31-10-16	-	7,236,720	-	-	7,236,720
Office Equipment, Furniture And Fittings	18-10-21		696,000			696,0000
ICT Equipment, And Other ICT Assets						
Tools And Apparatus						
Textbooks						
Other Machinery And Equipment						
Heritage And Cultural Assets						
Intangible Assets- Soft Ware						
Total			7,932,720			7,932,720

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