SOKOKE BOYS HIGH 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)

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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, Ganze Sub-County

The school was registered in 13/3/2019 under registration number 0353000/0139 and is currently categorized as a Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 470 number of students as at 30th June 2022. It has 3 streams and 25 teachers of which 5teachers 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	Rev.Canon Phillip M.Mbuthia	Chairman	8/7/2022
2	Laban Mwangemi	Secretary - Principal	8/7/2022
3	Fredrick N.Kathithe	Member	8/7/2022
4	Samson Charo Mangi	Member	8/7/2022
5	Gabriel Dyeka Mlewa	Member	8/7/2022
6	Christine K.Kazungu	Member	8/7/2022
7	George M.Baya	Member	8/7/2022
8	Julius Ngolo	Member	8/7/2022
9	Patience N.Jefwa	Member – Rep CEB	8/7/2022
10	Benard K.Mramba	Member Rep Teachers	8/7/2022
11	Fides Shindi Julius	Members - Sponsor	8/7/2022
12	Morris Kazungu Ngala	Member -Sponsor	8/7/2022
13	Jacob K.Khonde	Member - Community	8/7/2022
14	Peterson Sokota Kenga	Member Special Needs	8/7/2022
15	Frankilne N.Mwagandi	Rep Students	8/7/2022

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committe	Rev.Philip Mbuthia Fides Shindi Julius Rev. Samson Charo	Chairperson Member Member	3/3
2	Audit Committee	Jacob Khonde George M.Baya Peterson Kenga Fides Shindi Julius	Chairperson Member Member Member	2/2
3	Finance,procurement and general purposes Committee	Jacob Khinde Geroge M Baya Peterson Kenga Fides Shindi Julius	Chairperson Member Member Member	2/2
4	Development Committee	Fides Shindi Julius Julius Ngolo Rev.Philip Mbuthia Fredrick Ngumbao	Chairperson Member Member Member	4/4
5	Discipline and welfare Committee	Gabriel D Mlewa Rev.Philip Mbuthia Christine Kazungu Fredrick Ngumbao Patience Jefwa Peterson Kenga Benard Muramba	Chairman Member Member Member Member Member Member	3/3

(d) 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	Mr.Laban Mwangemi	336647
2	Deputy Principal	Mr.Gerald Levu Katana	358542
3	School Bursar	Mr.Dickson K. Changawa	ID No.8459156
4	Accounts clerk	Norris Kaingu	ID No.27465757

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box:	237-80108 Kilifi
Telephone:	0792766022
E-mail:	sokokeboys1@gmail.com

(f) School Bankers

The following school operated 13 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. | | |
|---|---|
| Name of Bank: | Kenya Commercial Bank |
| Branch: | Kilifi Branch |
| Account Number: | 1102266744, (Main) |
| Operation Account | 11022273848, |
| Tuition Account | 1102273090, |
| C.D.F Account | 1136687157, |
| Bus Fund | 1132935296, |
| Caution Money | 1101553456, |
| P.A Account | 1101524235, |
| School Farm Account | 1101524138, |
| Salaries Account | 1169856144, |
| Infrastructure Account | 1174820284, |

2. | | |
|---|---|
| Name of Bank: | Equity Bank |
| Branch: | Kilifi Branch |
| Account Number: | 1060294152340(Development), |
| Computer Account | 1060297237820, |
| Bursary Account | 1060196597829, |

3. MPESA Pay Bill No. 522123,Account No.66357k attached to 1102266744-KCB bank account
4. MPESA Pay Bill No.247247, Account No.841900 attached to 1060294152340-Equity Bank account.

(g) Independent Auditors

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

II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

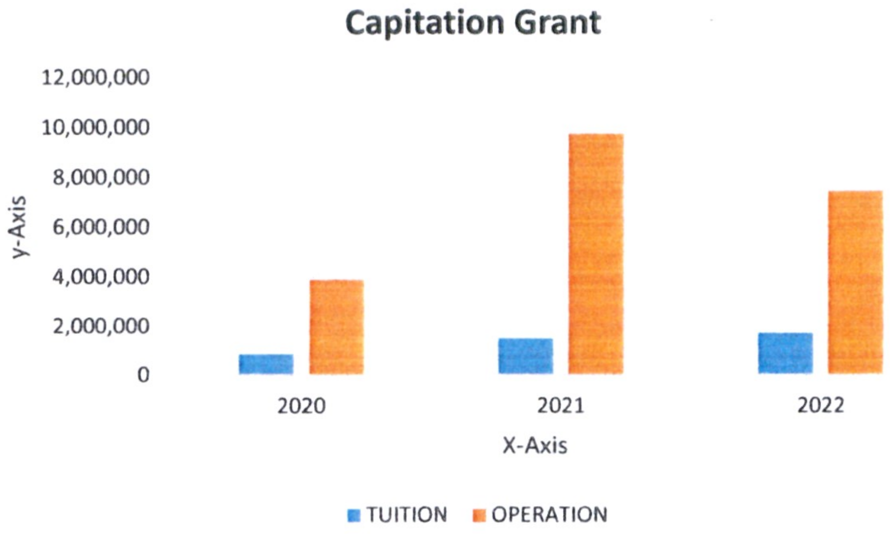
a) **Financial performance**:

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

ACCOUNTS	TUITION	OPERATION	BOARDING
2020	302,314	215,288	2,812,309
2021	133,669	(478,169)	(2,680,155)
2022	33,168	2,617,244	1267008

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

ACCOUNTS	TUITION	OPERATION
2020	834,350	3,885,715
2021	1,477,791	9,743,168
2022	1,702,236	7,434,976



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

ACCOUNTS	2020	2021	2022
TUITION	834,350	1,477,791	1,702,236
OPERATION	3,885,715	9,743,168	7,434,976
ENROLMENT	451	493	470

Tuition 2020 grant is 1:1850

Tuition 2021 grant is 1;2998
Tuition 2022 grant is 1:3622

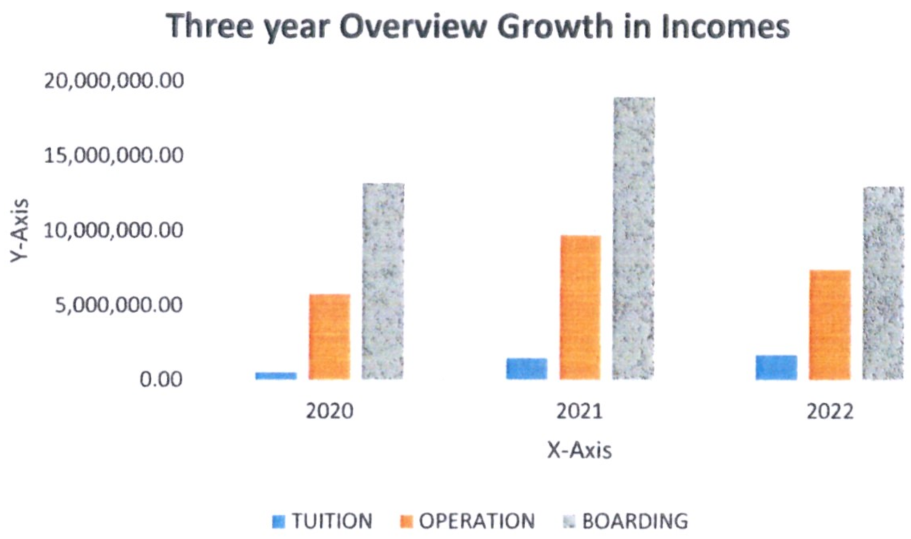
Operation 2020 grant is 1:8616

Operation 2021 grant is 1:19763

Operation 2022 grant is 1:15819

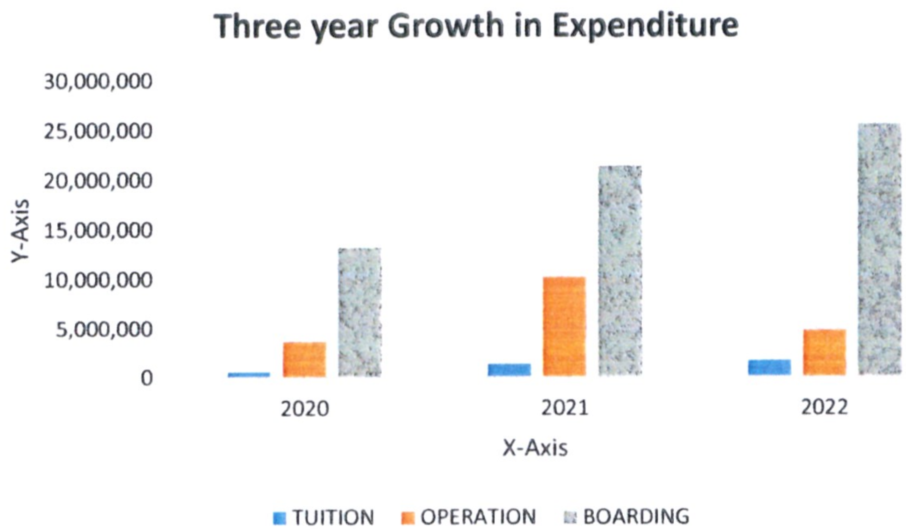
- A three-year overview of growth of other income(s) earned by the school.

ACCOUNT	2020	2021	2022
BOARDING	13,182,092.27	13,027,748	12952308



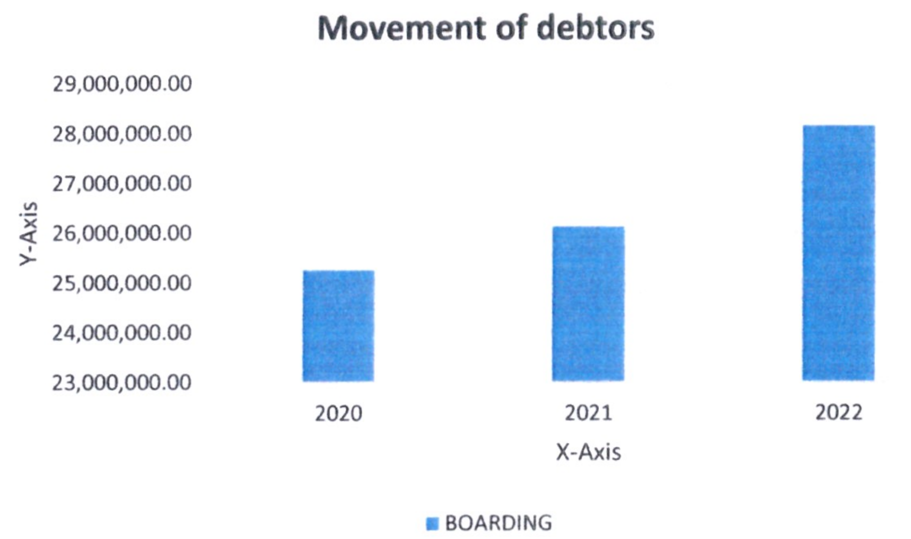
- A three-year overview of growth in expenditure of the school

ACCOUNT	2020	2021	2022
TUITION	532,036	1,344,122	1,669,068
OPERATION	3,670,427	10,221,337	4,817,732
BOARDING	13,182,092	21,349,923	25,550,941



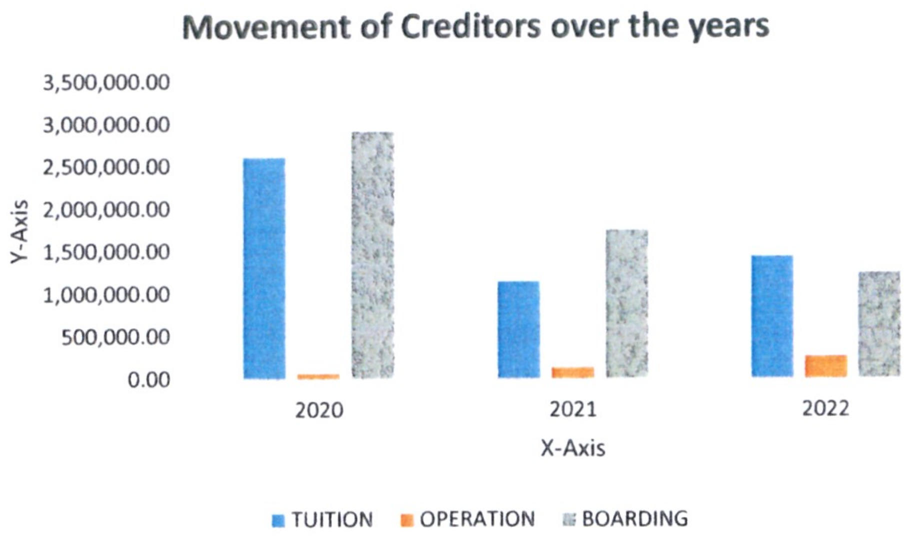
- Movement of debtors and creditors of the school over the last three years

ACCOUNT	2020	2021	2022
BOARDING	25,249,996.20	26,529,97	28,145,511



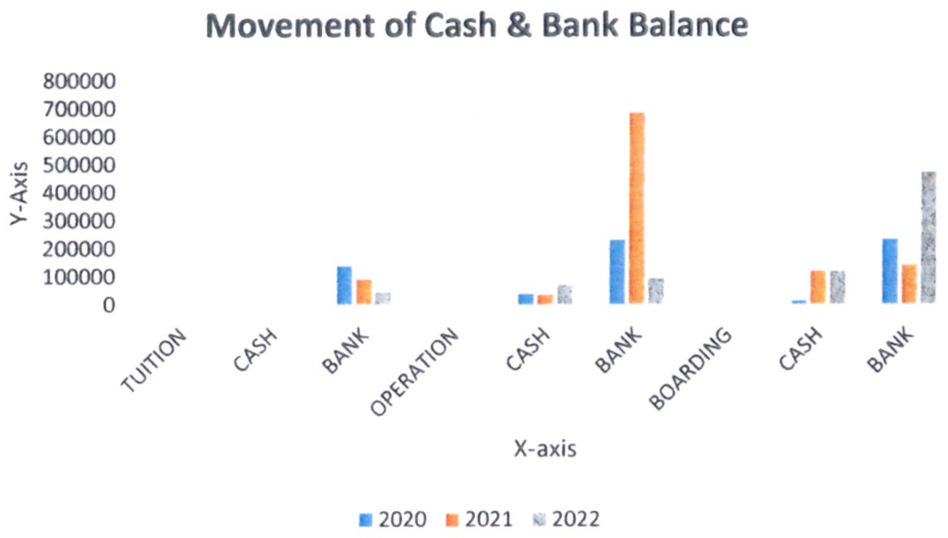
- Moving Creditors of the School over the Three Years

ACCOUNT	2020	2021	2022
TUITION	2,603,878.60	1,143,863	1901380
OPERATION	69,360.00	137,100	232634
BOARDING	2,905,363.50	1,746,154	1243911



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

ACCOUNT	2020	2021	2022
TUITION			
CASH	-	-	-
BANK	136,697.75	89390	42560
OPERATION			
CASH	39,593.05	35777	69136
BANK	229,176.30	683608	91105
BOARDING			
CASH	13,452.08	119387	116712
BANK	230,083.34	140199	471055



b) **Teacher Student ratio**:

Category	Current Status	Recommended Number	Gaps
Teachers/Student ratio	20	28	8
No.of teachers recruited and posted to the school within the year	1	8	8
Number of teachers transferred within the year	1	-	-
TSC Teachers	20	28	8
Number of Teachers Employed by BoM	5	-	-
Mathematics Teachers	4	6	2

c) **Mean score in the *2020-2022*KCSE:**

	2020	2021	2022
Mean Score	4.5 C-	4.36 D+	4.36 D+
No.of students transitioned to higher learning	34	35	27
School Target	5.5 C	6.0 C	6.0 C
Comment	An improvement in quality grades	Target not met but an improvement in quality grades	Target not met

d) **Number of Candidates in the 2020-2022 KCSE:**

Year	2020	2021	2022
No.of Candidates	128	128	105

e) **Capacity of the school:**

Facility	Capacity	Current Numbers
Dormitories 3No.	96	288
Dormitories 2No.	91	182
Classroom 14No.	40	470
Toilets 44No.	30	470
Dining Hall	01	470
Laboratory	01	470
Store	01	470

f) Development projects carried out by the school:

PROJECT	SOURCE OF FUNDS	STATUS
14 Door NO.Toilet	Ministry of Education	On going

Sign

School Principal

PRINCIPAL
SOKOKE BOYS HIGH SCHOOL
P.O. Box 237 - 80108, KILIFI
Date 15/4/26 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 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 Sokoke Boys High 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, 2022, and of the school's financial position as at that date.

Name: JACOB KHONDE
Designation: Chairman, School Board of Management
Sign: ....
Date: 13/4/26

Name: TIMOTHY MALU
Designation: School Principal& Secretary to Board of Management
Sign: ....
Date: 13/4/26

PRINCIPAL
SOKOKE BOYS HIGH SCHOOL
P.O. Box 287 - 80108, KILIFI
Date: 13/4/26 Sign:

Name: NJERU WAWE KANGO
Designation: Bursar/Finance Officer
Sign: ....
Date: 15/04/2026

IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF SOKOKE BOYS HIGH SCHOOL OF THE YEAR ENDING 30TH JUNE 2022

To be attached

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	1,702,236	1,477,791
Capitation grants for operations	2	7,434,976	9,743,168
School Fund Income- Parents' Contributions	3	8,363,005	5,642,020
School Fund Income- Other receipts	4	18,454,944	13,017,748
TOTAL RECEIPTS		**35,955,161**	**29,880,727**
PAYMENTS			
Payments for Tuition	5	1,669,068	1,344,122
Payments for operations	6	4,937,732	10,551,337
Boarding and school fund payments	7	25,550,941	21,349,923
TOTAL PAYMENTS		**32,157,741**	**33,245,382**
SURPLUS/DEFICIT		3,797,420	(3,364,655)

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

Sign:	**Sign**	**Sign**
Name JACOB KHONDE	**Name** TIMOTHY MAULI	**Name** NORRIS WANJE KATANA
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date 13/4/26	**Date** 13/4/26	**Date** 10/04/2026

PRINCIPAL
SOKOKE BOYS HIGH SCHOOL
P.O. Box 237 - 80108, KILIFI
Date 13/4/26 Sign:

VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	6,949,541	3,206,375
Cash Balances	9	185,848	155,164
Total Cash and cash equivalent		**7,135,389**	**3,361,539**
Account's receivables	10	**28,161,501**	**26,220,367**
TOTAL FINANCIAL ASSETS		**35,296,890**	**29,581,906**
FINANCIAL LIABILITIES			
Accounts Payables	11	**7,674,362**	5,605,906
NET FINANCIAL ASSETS		**27,622,528**	**23,976,000**
REPRESENTED BY			
Accumulated Fund b/fwd	12	**27,622,528**	23,976,000
Surplus/Deficit for the year		3,797,420	(3,364,655)
NET FINANCIAL POSSITION		**31,419,948**	**20,611,345**

The School's financial statements were approved on ___________ 2022 and signed by:

Name: JACOB KHONDE
Chairman, BoM
Sign: ....
Date: 13/4/26

Name: TIMOTHY MAULI
School Principal/Secretary to BoM
Sign: ....
Date: 13/4/26

PRINCIPAL
SOKOKE BOYS HIGH SCHOOL
P.O. Box 227 - 80108, KILIFI
Date: 13/4/26 Sign: ....

Name: NORRIS WANJE KAMBU
Bursar/Finance
Sign: ....
Date: 10/04/2026

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2021
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	1,702,236	1,477,791
Capitation grants for operations	2	7,434,976	9,743,168
School fund income- Parents contributions/ fees	3	8,363,005	5,642,020
School fund income- other receipts	4	18,454,944	13,017,748
Total receipts		**35,955,161**	**29,880,727**
Payments			
Payments for Tuition		1,669,068	1,344,122
Payments for operations		4,937,732	10,551,337
Boarding and school fund payments		25,550,941	21,349,923
Total payments		**32,157,741**	**32,245,382**
Net cash flow from operating activities		3,797,420	(3,364,655)
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets		(122,628)	0
Net cash flows from Investing Activities		**(122,628)**	**0**
CASHFLOW FROM BORROWING ACTIVITIES			
NET INCREASE IN CASH AND CASH EQUIVALENTS		**3,674,792**	**(3,364,655)**
Cash and cash equivalent at BEGINNING of the year		**3,361,538**	**3,320,680**
Cash and cash equivalent at END of the year		**7,135,389**	**3,361,538**

VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

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						
Exercise Books	877,200	0	877,200	66,1782	215418	75%
Laboratory Equipment	153,000	0	153,000	115,432	37,568	75%
Teaching / Learning Materials	933,300	0	933,300	812,008	121,292	87%
Chalks	12,750	0	12,750	9,568	3,182	75%
Exams And Assessment	101,490	0	101,490	68,868	32,622	68%
Teachers Guides/Reference Mat.	35,700	0	35,700	34,578	12,155	100%
(2) Capitation Grant on Operations						
Personnel Emoluments	2,805,000	0	2,805,000	3,001,551	(196,550.54)	107%
Repairs And Maintenance	2,550,000	0	2,550,000	2,536,500	18,500	99%
Local Transport / Travelling	985,830	0	985,830	482,276	503,554	49%
Electricity And Water	303,450	0	303,450	203,201	100249	76%
Medical	331,500	0	331,500	228,549	102,951	69%
Administration Costs	699,720	0	699,720	532,792	166,928	76%
Activity	765,000	0	765,000	450,107	314,893	59%
(3) FEES CHARGED ON PARENTS						
Personnel Emoluments	2,805,000	0	2,805,000	3,049,705	(244,705)	109%

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
Repairs And Maintenance	1,020,000	0	1,020,000	1,229,717	(209,717)	120%
Local Transport / Travelling	841,500	0	841,500	1,011,193	169,693	120%
Electricity And Water	1,989,000	0	1,989,000	1,585,958	403,042	80%
Administration Costs	943,500	0	943,500	1,229,124	(285,624)	130%
Activity	127,500	0	127,500	255,808	(128,308)	201%
Fee On Boarding Equipment and Stores	12,946,350	0	12,946,350	13,865,641	(919,291)	107%
OTHER INCOME						
Total Income	**31,226,790**	**0**	**31,226,790**	**31,364,358**	**(137,568)**	**100%**
(1) EXPENDITURE FOR TUITION						
Exercise Books	877,200	0	877,200	515,323	360,973	59%
Laboratory Equipment	153,000	0	153,000	0	153000	0
Teaching / Learning Materials	933,300	0	933,300	638,860	294,440	68%
Chalks	12,750	0	12,750	0	12,750	0
Exams And Assessment	101,490	0	101,490	58,431.50	43058.50	58%
Teachers Guides	35,700	0	35,700	0	35,700	0
Bank Charges	0	0	0	1,488	1488	0
(2) EXPENDITURE FOR OPERATIONS						
Personnel Emoluments	2,805,000	0	2,805,000	2,299,352	505,648	82%
Repairs, Maintenance & Improvements	2,550,000	0	2,550,000	37,060	2,512,940	1%
Local Transport / Travelling	985,830	0	985,830	479,150	5,066,80	49%

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
Electricity, Water and Conservancy	303,450	0	303,450	566707	263257	187%
Medical	331,500	0	331,500	0	331,500	0
Administration Costs	699,720	0	699,720	1,161,082	(461,362)	166%
Activity Expenses	765,000	0	765,000	56,800	708200	7%
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel Emoluments	2,805,000	0	2,805,000	2,133,882	671119	76%
Repairs, Maintenance and Improvements	1,020,000	0	1,020,000	31,262	988738	3%
Local Transport / Travelling	841,500	0	841,500	1,013,570	172,070	120%
Electricity, Water and Conservancy	1,989,000	0	1,989,000	960,294	1,028,706	48%
Administration Costs	943,500	0	943,500	2,754,863	(1,811,363)	300%
Activity	127,500	0	127,500	258,335	(130,835)	200%
Boarding Equipment and Stores	12,946,350	0	12,946,350	4,785,193	8,161,157	37%
Expenditure For Income Generating Activity	0	0	0	0	0	0
Bus hire and Maintenance	0	0	0	0	0	0
Other Expenses On Investments	0	0	0	0	0	0
Totals	**31,226,790**	**0**	**31,226,790**	**17,751,652**	**13,475,138**	**57%**

i. Budgeted more than what we expected to receive during that period.

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

	2021-2022	2020-2021
	Kshs	Kshs
Exercise books	661,782	15,785
Laboratory equipment	115,432	352,394
Internal exams	68,868	79,701
Teaching / learning materials	812,008	967,541
Chalks	9,568	6,652
Exams and assessment	0	52,917
Teachers guides	34,578	2,801
Total	**1,702,236**	**1,477,791**

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	3,001,551	3,145,777
Repairs and maintenance	2,536,500	3,996,000
Local transport / travelling	482,276	705,373
Electricity and water	203,201	300,563
Medical	228,549	152,879
Administration costs	532,792	692,949
Activity	450,107	389,627
B.o.M Teachers	0	360,000
Total	**7,434,976**	**9,743,168**

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	3,049,705	1,934,387
Repairs and maintenance	1,229,717	807,023
Local transport / travelling	1,011,193	645,104
Electricity and water	1,585,958	1,448,455
Administration costs	1,230,624	729,631
Activity	255,808	77,420
Total	**8,363,005**	**5,642,020**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	13,865,641	10,473,338
Rent income	15,000	4,500
Income from farming activities	465,968	308,930
Seminar & Workshops	1,130,950	0
Income from Bus Hire	314700	233,000
Students Uniforms	2,224,630	1,221,280
Tender	90,500	77,000
Damages	182,006	0
Miscelleneaus income	19,630	0
Looses & Recoveries	145,919	0
Games Activities	0	699,700
Total	**18,454,944**	**13,017,748**

5 PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Exercise books	696,730	119,000
Internal exams	148,432	0
Laboratory equipment	0	139,496
Teaching / learning materials	816,310	1,058,760
Exams and assessment	0	7,500
Teachers guides	4,500	16,000
Bank charges	3,096	3,366
Total	**1,669,068**	**1,344,122**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2021-20221	2020-2021
	Kshs	Kshs
Personnel emoluments	2,299,352	3,583,555
Service Gratuity	0	433,890
Administration Cost	1,161,073	698,338
Repairs and maintenance & improvements	157,060	111,734
Local transport / travelling	479,150	389,150
Electricity and water	566,707	318,462
Activity Expenses	274,390	372,000
Acquisition of Assets	0	4,314,208
BoM Teachers Salaries	0	330,000
TOTAL	**4,937,732**	**10,551,337**

7 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,133,882	2,839,817
Service Gratuity	200,000	21,650
Repairs and maintenance & Improvements	31,262	811,194
Infrastructure account	0	1,085,000
Local transport / travelling	1,013,570	1,220,837
Electricity and water	960,294	1,106,172
Administration costs	2,754,863	1,563,590
Activity	258,335	310,579
Expenses on Income Generating Activities	3,646,632	2,066,336
Fee on Boarding Equipment and Stores	14,481,953	10,275,368
Laboratory expenses	5,050	49,380
Tender	65,100	0
TOTAL	**25,550,941**	**21,349,923**

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	1102273090	42,560	89,390
Operations Account	1102273848	91,105	683,608
School Fund Account/Boarding	1102266744	471,055	140,199
Savings Account	1101524138	352,429	656,199
Parent Association Development Account	1101524235	26	26
Bursary	1060196597829	828	838
Bus Fund	1132935296	17,258	17,258
Computer	1060297237820	9795	
Caution Money	1101553456	2,3745	23,745
CDF	1136687157	17,176	17,176
Salaries Savings Account	1169856144	60,846	60,222
Development	1060294152340	372,834	29,702
Infrastructural Account	1174820284	5,489,884	1,488,012
Total		**6,949,541**	**3,206,375**

9 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Operation Account	69,136	35,777
School Fund account	116,712	119,387
Total	**185,848**	**155,164**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	28,145,511	26,118,648
Imprest	15,990	101,719
Total	**28,161,501**	**26,220,367**

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	3,019,423	2,897,657
Fees arrears for the previous year	1,854,625	1,933,857
Fees arrears for prior periods (over two years)	23,271,463	21,287,134
Imprest	15,990	101,719
Total	**28,161,501**	**26,220,367**

11 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	**6,865,716**	4,746,788
Prepaid fees	808,646	859,118
Retention monies	0	-
Total	**7,674,362**	**5,605,906**

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	3,410,068	2,487,328
Trade creditors for the previous year	1,821,818	520,972
Trade creditors for prior periods (over two years)	1,633,830	1,738,488
Pre-paid Fees	808,464	859,118
Total	**7,674,362**	**5,605,906**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	6,949,541	3,206,375
Cash balances	185,848	155,164
Receivables	28,161,501	26,220,367
Payables	**(7,674,362)**	**(5,605,906)**
Total	**27,622,528**	**23,976,000**

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.

13 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle	07	485,000	485.000
Goats	-	-	-
Trees	1000	30,000	30,000
Coffee or tea plantation	-	-	-
Poultry		-	-
Total		**515,000**	**515,000**

Other important disclosure notes

14 Stock/ Inventory

Description	2021-2022 KShs	2020-2021 KShs
a) **Borrowings**		
Stock/ inventory at beginning of the year	547,040	331,380
Stock/ inventory purchased during the year	9,8442,268	3,391.600
Stock/ inventory issued during the year	(10,124,618)	(3,175,940)
Balance at end of the year	**266,690**	**547,040**

15 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Financial statements for the year ended 30th June 2021 and 30th June 2022 were not yet availed to the Auditor General by 30th September 2022.	Being the first time we are using the IPSAS template it was not communicated to us that the statements have to be submitted by 30th September,2022 yet all statements were prepared.	Resolved that all Financial Statements to be submitted by 30th September, 2022.	immediately
2	The school had Outstanding Creditors of Kshs.5,897,302.50 by the end of 30th June,2022	The BoM came up with a policy of paying ageing creditors first.	Resolved	On going
3	The school had Outsatnding debtors of Kshs.27,398,109.37 by end of 30th June 2022.	Fees arrears had accumulated over many years since students do not clear their fees after completion.The BoM resolved that on-going students should clear all fees by the end of the academic year.	Not resolved for all out going students. Current students are clearing their fees.	On going

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 2020-2021	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1. 14 Door No.Toilet	783,300.00	2022	510,930	272,370	-	On going
Sub-Total	**783,300.00**	**-**	**510,930.00**	**272,370.00**	**-**	
Supply of goods						
2. Msenangu Butchery	1378422	13/7/22	83708	541,337	837,085	On going
3. Nosha Limited	1,490,750		509,250	981,500	981,500	On going
4. Tawakal Store Co.Ltd	4,115,450		4,115,450	-	507,150	cleared
5. Grand lab Digital Fixers	149,000		-	149,000	149,000	On going
6. Facile Etam Supplies	30,000		30,000	-	-	cleared
7. Pekele Uniforms	605,275		135270	470,005	263,875	On going
8. Diani Office Supplies	717,214	-	217,590	499,624	217.590	On going
9. Ndevyo Enterprises	503,620		457,680	45,940	48,700	On going
10. Kache Chea	45,000	1/7/21	45,000	0	45,000	cleared
11. Salcom Investments	87,000		87,000	-	20,000	cleared
12. Kilifi New Face Enterprises	1,422,570		656,830	667,140	516,500	On going
13. Ziyah Investment	150,000		111,500	-	38,500	cleared
14. Lizam Enterprises	1,037,983		-	1,037,983	372,035	On going
15. Compliant Inland Business System	538,400		448,400	90,000	185,000	cleared
16. Grade Boosters	112,000		56,000	56,000	40,000	On going
17. Science Lab	331,326		-	331,326	331,329	On going
18. Barani Books	1,302,348		180,500	1,121,848	161,380	On going
19. Macmos Investment	2,885,580		2,385,580	500,000	-	On going
20. Dynamic Copyprinters	39,500		-	39,500	-	On going
21. Ro've Versatile	30,000		-	30,000	-	On going
Sub-Total	**16,926,438**		**10,092,865**	**6,833,573**	**4,714,645**	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 2020-2021	Comments
Supply Of Services						
22. Sanuel Limited	877,004		844861	32,143	32,143	On Going
Sub-Total	**877,004**		844861	**32,143**		
Grand Total	**18,631,742.00**		**10,875,549.00**	**6,865,716.00**	**4,746,788**	

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 20xx
Land 1 40 ACRE		SOKOKE	30,000,000	0	0	30,000,000
Land 2						
Buildings And Structures Dormitories 5 Toilets 44 Classroom 14 DH 01 Teachers Hse 01 Lab 01 Admin.block 01		SOKOKE				
Motor Vehicles School Bus 1	18/6/2012	SOKOKE	2,500,000			2,500,000
Office Equipment, Furniture And Fittings Staff Tables -35 Staff Chairs - 45 Student Lockers -470 Student Chairs -470		SOKOKE				
ICT Equipment, And Other ICT Assets Desktop -07		SOKOKE				

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 20xx
Laptops -04 Printers -06 Duplicating Machine -01						
Tools And Apparatus Slashers -		SOKOKE				
Textbooks		SOKOKE				
Other Machinery And Equipment		SOKOKE				
Heritage And Cultural Assets		SOKOKE				
Intangible Assets- Soft Ware		SOKOKE				
Total						

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