

REPUBLIC OF KENYA



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OFFICE OF THE AUDITOR-GENERAL

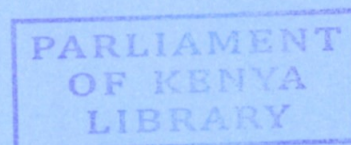
Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 24 JUN 2026	DAY: Wednesday
TABLED BY: Hon. Owen Baya (Deputy leader of the Majority Party)	
CLERK-AT THE-TABLE: Anastacia	

THE AUDITOR-GENERAL

ON



INYOKONI SECONDARY SCHOOL

**FOR THE SIX (6) MONTHS'
PERIOD ENDED 30 JUNE, 2021**

MAKUENI COUNTY



Revised 30th June 2021.



INYOKONI 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)

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

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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 Kilungu Sub-County, Makeni County.

The school was registered in 2/8/2022 under registration number 17S30000035 and is currently categorized as a County public school established, owned or Operated by the Government.

The school is day/boarding school and had 367 number of students as at 30th June 2021. It has 8 streams and 13 teachers of which 2 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	Benjamin Katuma	Secretary – Principal	27/7/2019
2	Pauline Kitenge	Member	27/7/2019
3	Caroline Musiu	Member	27/7/2019
4	Daniel Mungut	Member	27/7/2019
5	Simon Mutua	Member	27/7/2019
6	Dhaghlus Kasimu	Member	27/7/2019
7	Samuel Mangendi	Member – Rep CEB	27/7/2019
8	Patrick Muiruri Ngitau	Member Rep Teachers	27/7/2019
9	George Kiluva	3 Members - Sponsor	27/7/2019
10	David Kalani	3 Members - Sponsor	27/7/2019
11	Miriam Mutua	3 Members - Sponsor	27/7/2019
12	Eunice Kiio	Member - Community	27/7/2019
13	Joseph Makuna	MemberSpecial Needs	27/7/2019
14	Julius Kaloki	Rep Students	27/7/2019

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	George Kiluva	Chairman	2 out of 2
		Benjamin Katuma	Secretary	2 out of 2
		David Kalani	Member	2 out of 2
		Jacinta Maluni	Member	2 out of 2
		Stephen Muoki	Member	2 out of 2
2	Audit Committee			N/A
3	Finance, procurement and general purposes Committee	George Kiluva	ChairMan	2 out of 2
		Benjamin Katuma	Secretary/principal	2 out of 2
		David Kalani	Member	2 out of 2
		Ruth Muisyo	Member	
4	Academic Committee	Pauline Kitenge		N/A
		Joyce Musau		N/A
		Samuel Mangendi		N/A
		Caroline musiu		N/A
5	Development Committee	George kiluva	Chairman	2 out of 2
		Stehen Muoki	Member	2 out of 2
		Benjamin Katuma	Secretary	2 out of 2

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6	Discipline and welfare Committee	Joyce Musau	Member	2 out of 2
		Daniel Munguti	Member	2 out of 2
		Joyce musau	Secretary	N/A
		George Kiluva	Chairman	N/A
		Stephen Muoki	Member	N/A
		David Kalani	Member	N/A
		Simon Mutua	Member	N/A
7	Adhoc Committee (if an			N/A

(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	Benjamin Katuma	336304
2	Deputy Principal	Joyce Musau	323010
3	School Bursar	James Muasa	ID NO:28319989

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 112-90130
Telephone: 0792220474
E-mail: inyokonisecondaryschool@gmail.com
Website: <https://www.inyokonisecondayschool>
Facebook: inyokonisecondary
Twitter:

(f) School Bankers

The school operated four number of bank accounts in the following banks:

- | | |
|------------------|------------------------|
| 1. ACCOUNT NAME: | TUITION ACCOUNT |
| Name of Bank: | KCB |
| Branch: | MACHAKOS |
| Account Number: | 1106378148 |
| 2. ACCOUNT NAME: | OPERATION ACCOUNT |
| Name of Bank: | KCB |
| Branch: | MACHAKOS |
| Account Number: | 1106329058 |
| 3. ACCOUNT NAME: | INFRASTRUCTURE ACCOUNT |
| Name of Bank: | KCB |
| Branch: | MACHAKOS |
| Account Number: | 1260802264 |
| 4. ACCOUNT NAME: | BOARDING ACCOUNT |
| Name of Bank : | KCB |
| Branch: | MACHAKOS |
| Account Number: | 1107158575 |

MPESA Pay Bill No. 36287kadmno

INYOKONI SECONDARY SCHOOL
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(g) Independent Auditors

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

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

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:

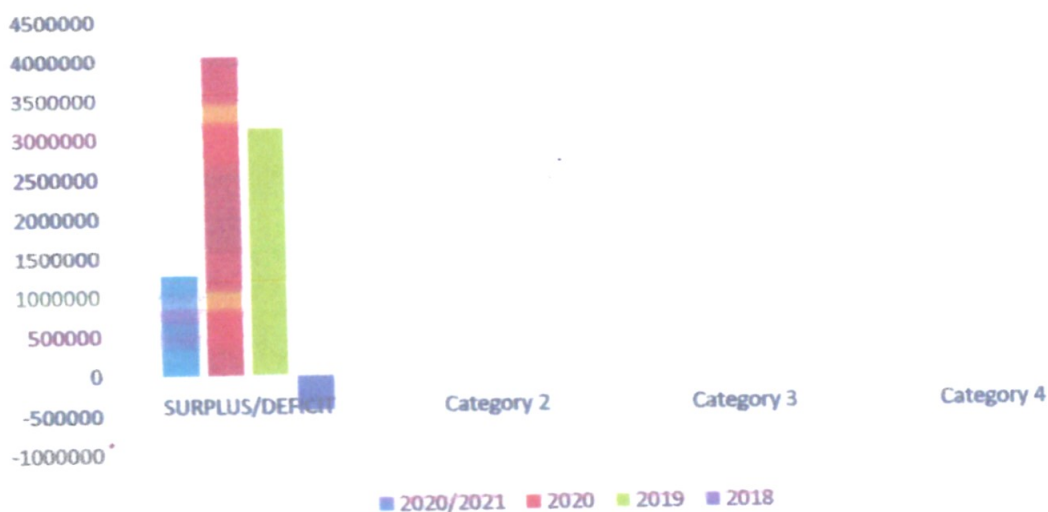
Financial performance:

Under this section, the following information should be given:

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

YEARS	2020/2021	2020	2019	2018
Surplus/Deficit	1,267,308	4,046,691	3,140,417	(424,953)

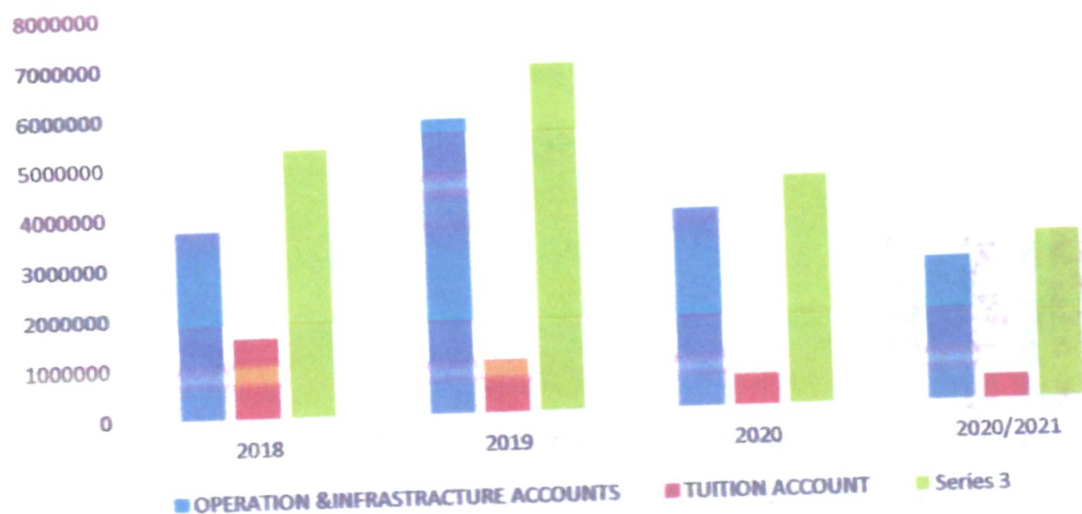
COMPARISON OF SURPLUS/DEFICIT FOR THE LAST THREE YEAR



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

Year	Operation and Infrastructure Accounts	Tuition Account	Total
2018	3,727,676	1,569,635	5,297,311
2019	5,862,072	1,028,173	6,890,245
2020	3,922,500	592,340	4,514,840
2020/2021 (6months)	2,828,543	452,726	3,281,269

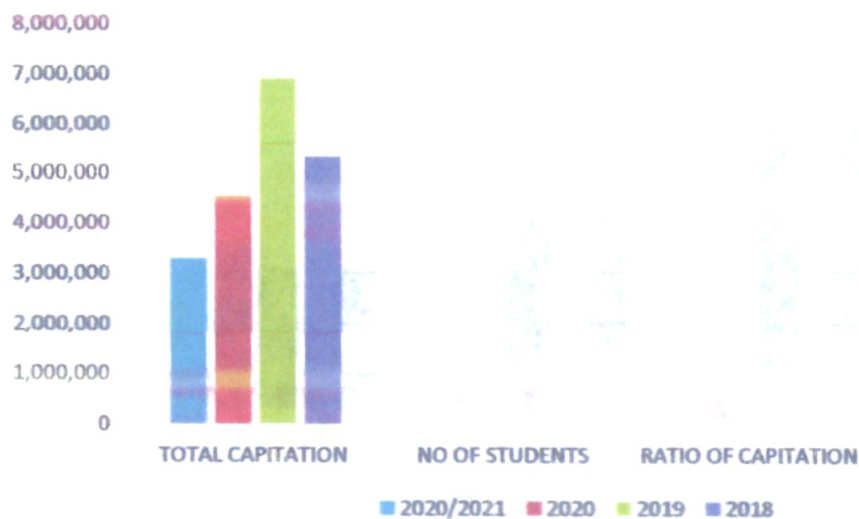
**CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION
 FOR THE LAST THREE YEARS.**



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

PARTICULARS	2021	2020	2019	2018
TOTAL CAPITATION	3,281,269	4,514,840	6,890,245	5,297,311
NO. OF STUDENTS	367	330	315	291
RATIO CAPITATION	1:8941	1:13,681	1:21874	1:18,204

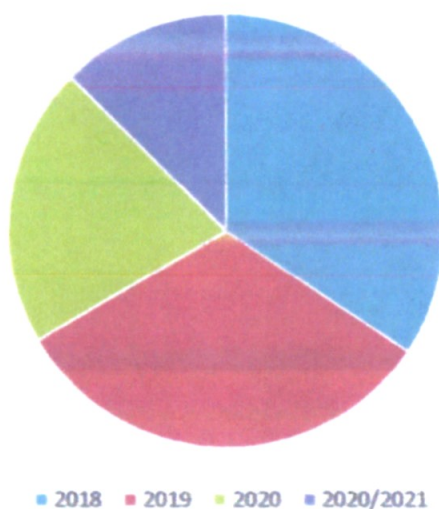
RATIO OF CAPITATION GRANTS PER STUDENT OVER THE LAST THREE YEARS



- A three-year overview of growth of School Fund income earned by the school.

YEAR	
2018	12,789,101
2019	11,954,248
2020	7,767,625
2020 2021	4,675,158

A THREE YEAR OVERVIEW GROWTH OF SCHOOL FUND INCOME EARNED BY THE SCHOOL

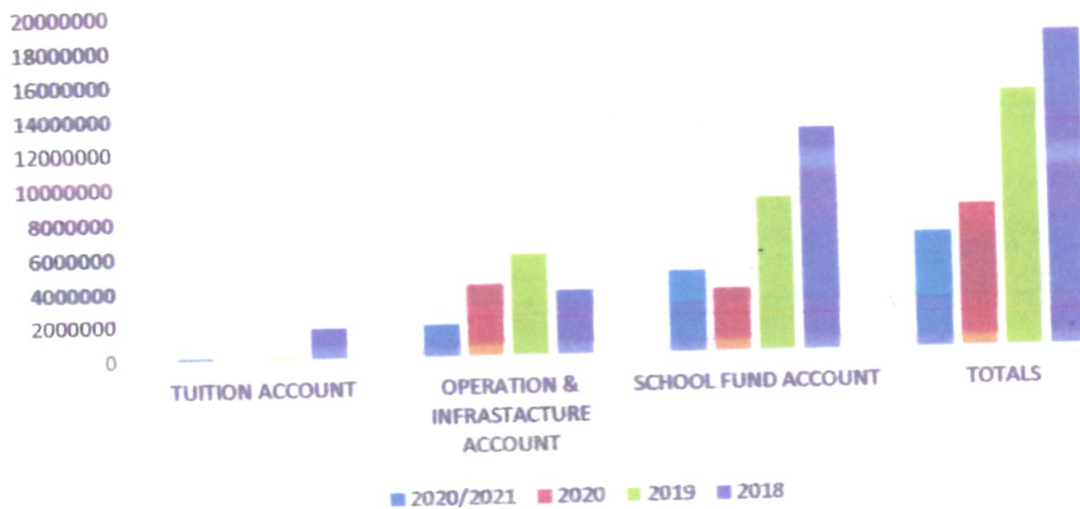


INYOKONI SECONDARY SCHOOL
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For the year ended 30th June 2021

A three-year overview of growth in expenditure of the School.

ACCOUNT	2020/2021	2020	2019	2018
TUITION	146,858	467,876	113,758	1,732,288
OPERATION &INFRASTRUCTURE	1,817,032	4,124,024	5,862,072	3,727,676
SCHOOL FUND	4,725,229	3,643,874	8,847,644	12,789,101
TOTALS	6,689,119	8,235,774	14,823,474	18,249,065

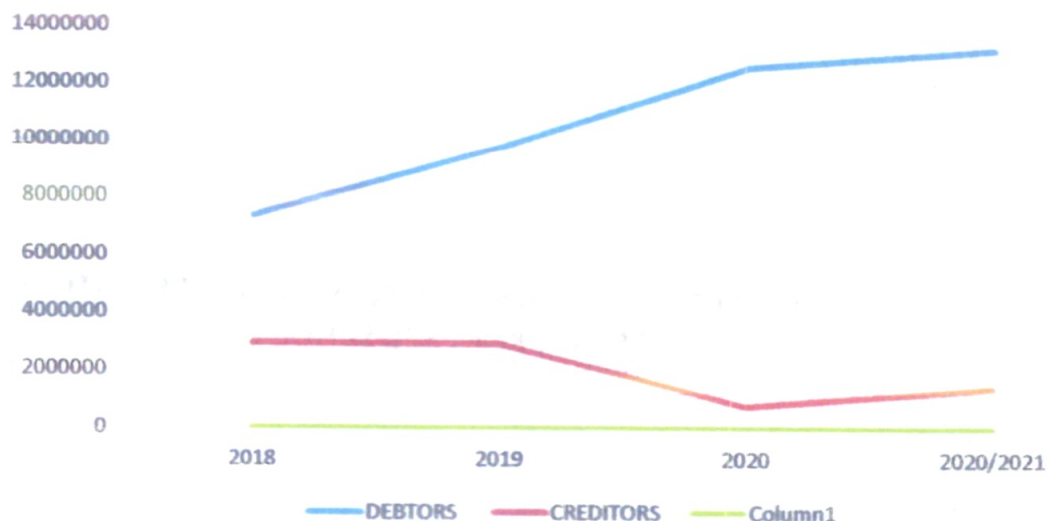
**A THREE YEAR OVERVIEW OF GROWTH IN EXPENDITURE
OF INYOKONI SEC SCHOOL.**



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

Year	Debtors	Creditors
2018	7,357,011	2,908,922
2019	9,784,914	2,948,162
2020	12,580,504	773,212
2020/2021 (6 months)	13,212,482	1,405,190

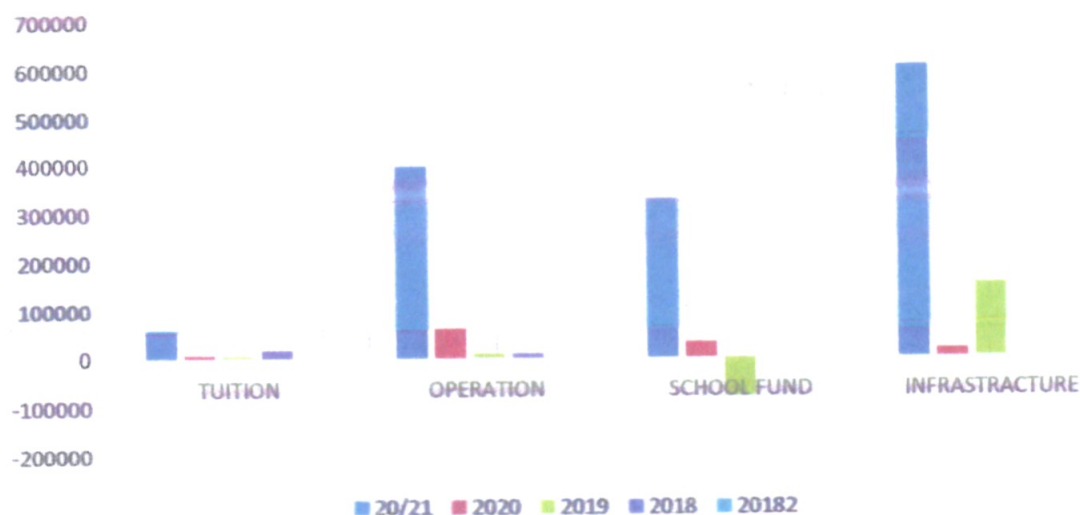
**MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL
OVER THE LAST THREE YEARS.**



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

ACCOUNT CASH&BANK BALANCES	2020/2021 (6 MONTHS)		2020		2019		2018	
	cash	BANK	CASH	BANK	CASH	BANK	CASH	BANK
TUITION	-	59,762	-	6,195	-	4,971	-	15,55
OPERATION	760	394,866	760	59,203	260	9,330		9,18
SCHOOL FUND	19,269	307,819	1,239	29,520	836	(79,375)	481	
INFRASTRUCTURE	-	599,896	-	18,148	-	152,595	-	
TOTALS	20,029	1,362,343	1,999	113,065,00	1,096	87,520	481	24,73

MOVEMENT OF CASH & BANK BALANCES OVER THE LAST THREE YEARS .



Teacher Student ratio:

Trs Employed by BOM	Trs employed by TSC	TSC intern Teachers	Retired/transfer red	Total teachers	Total students	Teacher student ratio	Shortage/allocation of resources
2	10	1	0	13	367	1 teacher for 28 students	9

Benjamin Katuma	GEO/CRE
Phellisters Nyakango	KISW/CRE
Patrick Gitau	MATH/BS
Selivester Kilonzo	ENG/LIT
Stephen Mutinda	CHEM/PHY
Emanuel Waziri	MATH/PHY
Kituku Ikombo	KISW/HIST
Emaculate Mwende	ENG/LIT
Benard Kiema	KIW/LIT
Antony Mutava	BIO/AGRI
Joseph Nyango	KISW/CRE
Kyalo Mwaiu	MATHS/CHEM

INYOKONI SECONDARY SCHOOL
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For the year ended 30th June 2021

Ireru Onyango

ENG/LIT

a) Mean score in the 2021 KCSE:

Year	ENT	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	MS	GR AD E	IMP INDEX
2021					1	2	6	5	21	24	17	1				4.5584	C-	0.1853
2020					1	1	3	6	17	20	16	3	-	2		4.3731	D+	-0.4923
2019					1	4	6	8	9	9	12	2	1			4.8654	C-	0.1893
2018							9	1 0	13	15	18	3				4.6761	C-	

b) Number of Candidates sitting for KCSE over the last three years

The table below shows the number of candidates sitting for KCSE over the last three years

YEAR	2021	2020	2019	2018
NO OF CANDIDATES	77	69	52	71

c) Capacity of the school:

No of candidates	Laboratory	Classes	Toilets	Dining hall	Dormitories
367	3	8	22	1	3

AMENITIES	RATIO PER STUDENTS
Laboratories	1:123
Classes	1:46
Toilets	1:17
Dining hall	1:367

d) Development projects carried out by the school:

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For the year ended 30th June 2021

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

Projects Name	Sources of funds	AMOUNT
Toilets	Infrastructure Account	1,500,000
Stairs to Kitchen and Dining Hall	Infrastructure Account	250,000

Sign  **INYOKONI SECONDARY SCHOOL**
Mr. Benjamin Katuma P.O BOX 112 - 90130,
School Principal NUNGUNI.
Date 27/09/2021

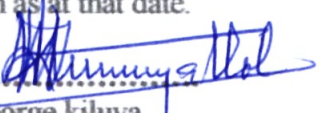
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

The Board of Management of *Inyokoni Secondary School* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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

Sign: 
Name: George Kiluva
Designation: Chairman, School Board of Management
Date: 27/9/2021

Sign: 
Name: Benjamin Katuma
Designation: School Principal & Secretary to Board of Management
Date: 27/9/2021

Sign: 
Name: James Muasa
Designation: Bursar/ Finance Officer
Date: 27/9/2021

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON INYOKONI SECONDARY SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 - MAKUENI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Inyokoni Secondary School - Makueni County, set out on pages 17 to 32, 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 six (6) months' period 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 Inyokoni Secondary School, as at 30 June, 2021 and of its financial performance and its cash flows for the six (6) months' period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents Balance

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.1,382,372 as disclosed in Notes 8 and 10 to the financial statements. However, the supporting board of survey report was not provided for audit.

In the circumstances, the existence, accuracy and completeness of cash and cash equivalents balance of Kshs.1,382,372 could not be confirmed.

2. Unsupported Accounts Receivable Balance

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.13,212,482 as disclosed in Note 11 to the financial statements. However, supporting schedules and issued invoices were not provided for audit review.

In the circumstances, the existence, accuracy, completeness and recoverability of accounts receivable balance of Kshs.13,212,482 could not be confirmed.

3. Unsupported Accounts Payable Balance

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.1,405,190 as disclosed in Note 12 to the financial statements. However, Management did not avail supporting ledgers, invoices, LPOs/LSOs, delivery notes, goods received notes to support the accounts payables.

In the circumstances, the accuracy, existence and completeness of accounts payables balance of Kshs.1,405,190 could not be confirmed.

4. Unsupported Disclosure of Fixed Assets Balance

The statement of financial assets and financial liabilities reflects fixed assets balance of Kshs.22,720,000. However, there were no corresponding disclosure notes to the financial statements to support the balance. Further, the adopted financial reporting framework was IPSAS Cash Basis with modification on accounts payable and receivable, and

therefore did not provide for recognition and disclosure of fixed assets in the financial statements.

In the circumstances, the accuracy, completeness, presentation and disclosure of fixed assets balance of Kshs.22,720,000 could not be confirmed.

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

Emphasis Of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.10,983,006 and Kshs.7,956,428 respectively, resulting in an under-funding of Kshs.3,026,578 or 28% of the budget. Further, the School spent an amount of Kshs.6,689,119 against actual receipts of Kshs.7,956,428, resulting in an under-utilization of Kshs.1,267,309 or 16% of actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

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 of my report, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unaudited Comparative Balances

I draw attention to the fact that prior to the 2020/2021 financial year, Public Secondary Schools in Kenya did not prepare financial statements for audit. Consequently, the Public Sector Accounting Standards Board prescribed 30 June, 2021 as the first-time adoption of the International Public Sector Accounting Standards (IPSAS) - Cash Basis of Accounting by Public Secondary Schools.

The financial statements for the six (6) months' period ended 30 June, 2021 include comparative information. However, the comparative figures were based on unaudited figures. My audit procedures were, therefore, limited to the extent that comparative information does not contain misstatements that materially affect the current period's

financial statements. Accordingly, I do not express an opinion or any form of assurance on the comparative information.

My audit opinion on the current period financial statements is not modified in respect of this matter.

Other Information

The School Management is responsible for Other Information set out on pages 2 to 15 which comprise of Key School Information and Management, the Summary Report of Performance of the School and Statement of School Management responsibility. 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. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

Review of the financial statements revealed misstatements affecting the following;

- i. Annex I to the financial statements reflects analysis of pending accounts payable which does not reflect the dates the payables were contracted;
- ii. Table of content is inconsistent with pagination in the financial statements from page 19 to page 34;

- iii. Page numbering for the "Other Information" section is presented in Arabic numerals instead of Roman numerals;
- iv. Notes 1, 2 and 3 are inconsistent with Notes to the financial statements;
- v. Page 18 has erroneously captured two headers which include the statement of budgeted versus actual amounts and the statement of financial assets and financial liabilities.
- vi. Review of the financial statements revealed that the reporting period was indicated as "annual report and financial statements for the year ended 30 June, 2021", contrary to paragraph 5.3 of the guideline on the implementation of International Public Sector Accounting Standards (IPSAS) for public secondary schools in Kenya dated 20 August, 2021 which recommend that the reporting period presented be for an eighteen (18) months period.

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

2. Late Submission of Financial Statements

Management submitted the financial statements to the Auditor-General on 4 August, 2024 instead of the statutory deadline of 30 September, 2021. This was contrary to the Ministry of Education circular Ref. MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that, the School's financial statements should be ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

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

The statement of receipts and payments reflects boarding and school fund amount of Kshs.4,725,229 as disclosed in Note 7 to the financial statements. During the year under review, the School transferred co-curricular funds amounting to Kshs.384,508 to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money of funds transferred to KESSHA amounting to Kshs.384,508 could not be confirmed.

4. Non-Compliance with Board of Management and Committees' Terms of Services and Entitlement

Review of records and documents relating to the Board of Management (BoM) for the School revealed the following unsatisfactory matters;

- i. The School BoM did not constitute a Human Rights and Students Welfare Committee as required under Section 61(2) of the Basic Education Act, 2013;
- ii. The BoM did not prepare annual work plan or schedule of activities for the year under review;
- iii. The personal files for the BoM did not contain the requirements of Chapter Six of the Constitution of Kenya, 2010.

In the circumstances, the Board of Management is in breach of the law.

5. Lack of Functional Procurement Unit

The School Management did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications. This may lead to non-compliance with procurement laws and increased risk of irregular or non-transparent procurement processes.

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

6. Long Outstanding Accounts Payable Balance

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payable balance of Kshs.1,405,190. However, included in the balance are trade payable balance of Kshs.220,200 which had been outstanding for over one (1) year. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that, 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract(s) are reflected in approved budget estimates'.

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

The audit was conducted in accordance with ISSAI 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 Accounts Receivable Balance

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.13,212,482 as disclosed in Note 11 to the financial statements. Included in the balance are accounts receivable balance of Kshs.11,200,307 or 85% which had been outstanding for over one (1) year. Further, there was no age analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivable balance.

In the circumstances, recoverability of the accounts receivable balance of Kshs.13,212,482 could not be confirmed.

2. Lack of Asset Ownership Document

Annex 2 - summary of fixed assets register reflects a balance of Kshs.22,720,000 which includes one (1) parcel of land for the School identified as Land 1 with historical cost of Kshs.4,000,000. However, there were no ownership documents for the land, and Management did not provide evidence of any efforts made to obtain the ownership documents.

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

3. Inadequate Board Oversight and Lack of Establishment of an Audit Committee

During the year under review, the Academic and Discipline and Welfare Committees of the Board did not hold any meetings. Further, the Executive Committee, Finance, Procurement and General-Purpose Committee and Development Committee each held two (2) committees. This was contrary to Section 6 (1) of the Fourth Schedule of the Basic Education Act, 2013 that requires, the Board of Management to meet at least once every four months. In addition, the School had not established an Audit Committee contrary to Section 61(2) (d) of the Basic Education Act, 2013 which states that, without prejudice to the provisions of subsection (1), the Board of Management to establish an Audit Committee.

In the circumstances, the effectiveness of the governance mechanism at the School could not be confirmed.

4. Lack of Terms of Reference for Employees of Board of Management

Review of personnel records revealed that the School had four (4) teachers under Board of Management and fourteen (14) non-teaching staff who were paid an amount of Kshs.1,083,240 paid. However, the School did not have any terms of reference of service for employees of the Board of Management. Further, there was no proper clear guidelines on the terms of employment of the Board employees.

In the circumstances, the terms and conditions of employees of Board of Management could not be confirmed.

5. Failure to Maintain Separate Account for Own Generated Income

The statement of receipts and payments as disclosed in Note 3 to the financial statements reflects other receipts amount of Kshs.4,611,658. Included in this amount is other incomes in respect of hiring of school bus. Review of documents provided revealed that other income was collected and banked in the School Fund account instead of opening a separate bank account. This was contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day Secondary Education (FDSE) which requires that, schools with income generating activities to open separate bank accounts for the stream of income and account for it in accordance with financial regulations.

In the circumstances, commingling of income from School bus hire with School Fund monies may lead to increased risk of misappropriation of funds, weakens financial control mechanisms, and undermines accountability and transparency in the management of public resources.

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

Responsibilities of Management and Board of Management

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.

The Board of Management is 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

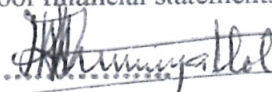
18 May, 2026

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

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	2020-2021 Kshs
RECEIPTS		
Capitation grants for tuition	1	452,726
Capitation grants for operations	2	2,828,543
School Fund Income- Parents' Contributions	3	4,611,658
School Fund Income- Other receipts	4	63,500
Proceeds from borrowings		-
TOTAL RECEIPTS		7,956,427
PAYMENTS		
Payments for Tuition	5	146,858
Payments for operations	6	1,817,032
Boarding and school fund payments	7	4,725,229
TOTAL PAYMENTS		6,689,119
SURPLUS/DEFICIT		1,267,308

The school financial statements were approved on 27/9/2021 and signed by:

Sign: 
Name: **George kiluva**
Chairman BOM
Date 27/9/2021

Sign: 
Name: **Benjamin Katuma**
School Principal/Secretary to BOM
Date 27/9/2021

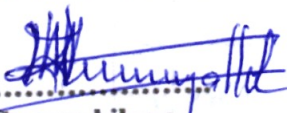
Sign: 
Name: **James Muasa**
Bursar/ Finance Officer
Date 27/9/2021

INYOKONI SECONDARY
SCHOOL
P.O BOX 112 - 90130,
NUNGUNI.

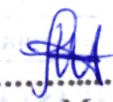
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2021
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT
30TH JUNE 2021

	Note	2020-2021 Kshs	2019-2020 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,362,343	113,065
Cash Balances	9	20,029	1,999
Short term Investment	10	-	-
Total Cash and cash equivalent		1,382,372	115,064
Account's receivables	11	13,212,482	12,580,504
FIXED ASSETS		22,720,000	22,720,000
TOTAL FINANCIAL ASSETS		37,314,854	35,415,568
FINANCIAL LIABILITIES			
Accounts Payables	12	1,405,190	773,212
NET FINANCIAL ASSETS		35,909,664	34,642,356
REPRESENTED BY			
Accumulated Fund b/fwd	13	34,642,356	30,595,665
Surplus/Deficit for the year		1,267,308	4,046,691
NET FINANCIAL POSSITION		35,909,664	34,642,356

The School's financial statements were approved on 27/9/2021 and signed by

Sign: 
Name: George kiluva
Chairman, BOM
Date: 27/9/2021

Sign: 
Name: Benjamin Katuma
School Principal/Secretary to BOM
Date: 27/9/2021
INYOKONI SECONDARY
SCHOOL
P.O BOX 112 - 90130,
NUNGUNI.

Sign: 
Name: James Muasa
Bursar/finance Officer
Date: 27/9/2021

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

VII. STATEMENT OF CASHFLOW FOR THE PERIOD
ENDED 30TH JUNE 2021

		2020-2021
		Kshs
Receipts for operating income		
Capitation grants for tuition	1	452,726
Capitation grants for operations	2	2,828,543
School fund income- Parents contributions/ fees	3	4,611,658
School fund income- other receipts	4	63,500
Total receipts		7,956,427
Payments		
Payments for Tuition	5	146,858
Payments for operations	6	1,817,032
Boarding and school fund payments	7	4,725,229
Total payments		6,689,119
Net cash flow from operating activities		1,267,308
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of Assets		
Acquisition of Assets		-
Purchase of investments		-
Net cash flows from Investing Activities		-
CASHFLOW FROM BORROWING ACTIVITIES		
Proceeds from borrowings/ loans		-
Repayment of principal borrowings		-
Net cash flow from financing activities		-
NET INCREASE IN CASH AND CASH EQUIVALENTS		1,267,308
Cash and cash equivalent at BEGINNING of the year		115,064
Cash and cash equivalent at END of the year		1,382,372

Sign:

Name: Goerge Kiluv a
Chairman, BOM

Date: 27/9/2021

Sign:

Name: Benjamin Katuma
School Principal/Secretary to BOM

Date: 27/9/2021

INYOKONFESSORY
SCHOOL
P.O BOX 112-90130,
NUNGUNI.

Sign:

Name: James Muasa
Bursar/finance Officer

Date 27/9/2021

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

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparabl e Basis	0	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Teaching / learning materials	898,406		898,406	452,726	445,680	50%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	-	-	-	-		
Repairs and maintenance	1,295,000		1,295,000	1,292,250	2,750	100%
Other votehead	2,434,600		2,434,600	1,536,294	898,306	63%
(3) FEES CHARGED ON PARENTS						
Fee on Boarding Equipment and Stores	4,790,000		4,790,000	3,798,778	991,222	79%
Repairs and maintenance	294,000		294,000	172,750	121,250	59%
Local transport / travelling	84,000		84,000	30,600	53,400	36%
Electricity and water	525,000		525,000	312,700	212,300	60%
Medical	-	-	-	-		
Administration costs	262,500		262,500	111,080	151,420	42%
Activity	21,000		21,000	1,700	19,300	8%
Personal emoluments	315,000		315,000	184,050	130,950	58%
OTHER INCOME						
BURSARY	63,500	-	63,500	63,500	-	100%
TOTAL INCOME	10,983,006		10,983,006	7,956,428	3,026,578	72%

Annual Report and Financial Statements
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(1) EXPENDITURE FOR TUITION						
Teaching / learning materials	843,200		843,200	146,858	696,342	17%
(2) PAYMENTS FOR OPERATIONS AND INFRASTRUCTURE						
	2,127,093		2,127,093	27,500	2,099,593	1%
Local transport / travelling	-	-	-	-	-	0%
PHOTOCOPING MACHINE	218,000	-	218,000	218,000	-	100%
Other vote heads	2,151,971		2,151,971	1,571,280	580,691	73%
Bank charges	252	-	252	252	-	100%
(3) EXPENDITURE FOR SCHOOL FUND					-	0%
Personnel emoluments	319,231		319,231	72,830	246,401	23%
Repairs, maintenance and improvements	482,907		482,907	222,080	260,827	46%
Local transport / travelling	87,015		87,015	117,300	(30,285)	135%
Electricity, water and conservancy	251,388		251,388	114,182	137,206	45%
Administration costs	182,696		182,696	1,055,113	(872,417)	578%
Activity	8,205	-	8,205	33,000	(24,795)	402%
Boarding Equipment and Stores	5,176,852		5,176,852	1,958,778	3,218,074	38%
BURSARY	49,500	-	49,500	49,500	-	100%
SCHOOL BUS LOAN	1,102,446	-	1,102,446	1,102,446	-	100%
TOTALS	13,000,756		13,000,756	6,689,119	6,311,637	51%

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

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**

	2020-2021
	Kshs
Textbooks and reference materials	-
Exercise books	-
Laboratory equipment	-
Internal exams	-
Teaching / learning materials	452,726
Chalks	-
Exams and assessment	-
Teachers guides	-
Total	452,726

1 CAPITATION GRANT FOR OPERATIONS FOR INFRASTRUCTURE ACCOUNT

	2020-2021
	Kshs
Personnel emoluments	-
Repairs and maintenance	1,292,250
Local transport / travelling	-
Electricity and water	-
Medical	-
Infrastructure Account	-
Activity	-
Other vote head	1,536,293
Total	2,828,543

2 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021
	Kshs
Fee on Boarding Equipment and Stores	3,798,778
Personnel emoluments	184,050
Repairs and maintenance	172,750
Local transport / travelling	30,600
Electricity and water	312,700
Lost Text book	-
Administration costs	111,080
Activity	1,700
Total	4,611,658

NOTES TO THE FINANCIAL STATEMENTS

4. OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021
	Kshs
Fee on Boarding Equipment and Stores	-
Rent income	-
Income from farming activities	-
Insurance compensation	-
Income from Posho mill	-
Income from Bus Hire	-
Fee for hire of ground and equipment	-
Income from grants and donations*	-
Interest income	-
Dividends income	-
BURSARY	63,500
Total	63,500

NOTES TO THE FINANCIAL STATEMENTS (Continued)**5. PAYMENTS FOR TUITION**

	2020-2021
	Kshs
Textbooks and reference materials	-
Exercise books	-
Laboratory equipment	-
Internal exams	-
Teaching / learning materials	146,000
Chalks	-
Exams and assessment	-
Teachers guides	-
Administration Costs	-
Bank Charges	858
Total	146,858

6. PAYMENTS FOR OPERATIONS

INYOKONI SECONDARY SCHOOL
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	2020-2021
	Kshs
Personnel emoluments	-
Service Gratuity	-
Administration Cost	-
Repairs and maintenance & improvements	27,500
Local transport / travelling	-
Transfer to infrastructure	-
Activity Expenses	-
Infrastructure expenses- office partition and Girls Toilets	-
OTHER VOTE HEAD	1,571,280
Insurance Cost	-
Bank Charges	252
Acquisition of Assets	-
PHOTOCOPYING MACHINE	218,000
TOTAL	1,817,032

7. BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Fee on Boarding Equipment and Stores	1,958,778	1,614,470
Repairs and maintenance & Improvements	222,080	71,270
Electricity and water	114,182	94,255
Local transport / travelling	117,300	308,383
Activity	33,000	138,015
Administration costs	1,055,113	549,710
Personnel emoluments	72,830	90,000
BURSARY	49,500	-
UNIFORM	-	100,000
SCHOOL BUS LOAN	1,102,446	677,771
Expenses on Income Generating Activities	-	-
Rent Expenses	-	-
Insurance Cost (Life Property)	-	-
Loan Principal repayment	-	-
Loan Interest repayment	-	-
TOTAL	4,725,229	3,643,874

8. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2020-2021	2019-2020
		Kshs	Kshs
Tuition Account		59,762	6,195
Operations Account		394,866	59,203
School Fund Account/Boarding		307,819	29,520
Infrastructure Account		599,896	18,148
Savings Account			
Parent Association Development Account			
Income generating activities Account			
Infrastructural Account			
Total		1,362,343	113,065

9. CASH IN HAND

Description	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	-	-
Infrastructure Account	-	-
Operation Account	760	760
School Fund account	19,269	1,239
Total	20,029	1,999

10. SHORT TERM INVESTMENTS

Description	2020-2021	2019-2020
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. ACCOUNTS RECEIVABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears	13,212,482	12,580,504
Other non-fees receivables	-	-
Total	13,212,482	12,580,504

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	2,012,175	3,838,175
Fees arrears for the previous year	11,200,307	8,742,329
Total	13,212,482	12,580,504

12. ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	1,405,190	773,212
Prepaid fees		
Retention monies		
Total	1,405,190	773,212

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	1,184,990	473,212
Trade creditors for the previous year	220,200	300,000
Trade creditors for prior periods (over two years)		
Total	1,405,190	773,212

NOTES TO THE FINANCIAL STATEMENTS

13. FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	113,065	87,520
Cash balances	1,999	1,096
Fixed Assets	22,720,000	22,720,000
Receivables	12,580,504	9,006,179
Payables	773,212	1,219,130
Total	34,642,356	30,595,665

Other important disclosure notes

IPSAS I 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			
Goats		-	-
Trees		-	-
Total		-	-

16 Borrowings

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

Other important disclosure notes

17 Stock/ Inventory

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

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)
1	Sundry creditors 31/12/ 2020 Ksh. 473,212.00	To pay all outstanding trade Creditors	Resolved	June 2021
2	Sundry debtor as at 31/12/2020 Ksh. 12,580,504.00	To the recoverable outstanding fees arrears	Resolved	Continuous as the students clears with the school
3	Procurement Process	To adhere to the procurement processes by forming the necessary ADHOC procurement committee	Resolved	January 2021
4	Funded account 12,215,299.00	This had been tied up in fees arrears	Not resolved	Continuous as the students clears the outstanding fees
5	Income and expenditure	To spent within Budgetary allocation	Resolved	Continuous

Sign  **INYOKONI SECONDARY SCHOOL**
Principal: Benjamin Kabura
Date: 27/9/2021 P.O BOX 112 - 90130,
NUNGUNI.

INYOKONI SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2021

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2021
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
				2,021	2,020	
	A	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
Sub-Total						
Supply of goods						
1. DPL FESTIVE	966,781	44,197	365,131	601,650	315,812	
2. MULIKO TRADERS		44,197	17,280	41,360		
3. EAST KENYA SUPPLIERS LTD	872,721	44,197	452,300	654,780	350,000	
4. SYEKOLE SELF HELP GROUP				107,400	107,400	
Sub-Total	1,839,502		834,711	1,405,190	773,212	
Supply of services						
Sub-Total				1,405,190	773,212	

INYOKONI SECONDARY SCHOOL
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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1			4,000,000.00			4,000,000.00
Buildings and structures			11,500,000.00			11,500,000.00
Motor vehicles			3,700,000.00			3,700,000.00
Office equipment, furniture and fittings			700,000.00			700,000.00
ICT Equipment, and Other ICT Assets			500,000.00			500,000.00
Tools and apparatus			420,000.00			420,000.00
Textbooks			600,000.00			600,000.00
Other Machinery and Equipment			1,000,000.00			1,000,000.00
Heritage and cultural assets			200,000.00			200,000.00
Intangible assets- soft ware			100,000.00			100,000.00
Total			22,720,000.00			22,720,000.00

