

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

KASIKEU BOYS' HIGH SCHOOL

FOR YEAR ENDED

30 JUNE, 2022

MAKUENI COUNTY

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 05 MAR 2025

DAY

TABLED
BY:

CLERK-AT
THE-TABLE:

PARLIAMENT
OF KENYA
LIBRARY



KASIKEU BOYS' SECONDARY SCHOOL
P. o Box 3-90132
Sultan Hamud

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 Makueni County, Mukaa Sub-County

The school was registered in the year 1968 under registration number 17530000012 and is currently categorized as an *Extra County* public school established, owned or operated by the Government.

The school is a boarding school and had 728 students as at 30th June 2022. It has 4 streams and 35 teachers of which 8 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	Dr. Bonface Wambua	Chairman	3-6-2019
2	Richard Cheruiyot	Secretary- Principal	12-2-2018
3	Timothy M. Musau	Member	3-6-2019
4	Ann Muthusi	Member	3-6-2019
5	Dr. Gibson Musila	Member	3-6-2019
6	Mrs. Margaret Musumbi	Member	3-6-2019
7	Christopher Ndambuki	Member	3-6-2019
8	Daniel Maundu	Member – Rep CEB	3-6-2019
9	Mr. Patrick Mativo	Member Rep Teachers	3-6-2019
10	Rev. Isaac Musina	3 Members - Sponsor	3-6-2019
11	Joseph Mutua	Member - Community	3-6-2019
12	Gershon Kavingu	Member Special Needs	3-6-2019
13	Eunice King'oo	Member	3-6-2019
14	Rose Muthiani	Member	3-6-2019
15	Winfred Mutua	Member	3-6-2019
16	Mr. Kisaulu	Member	3-6-2019
17	Rev Ndambuki	Member	3-6-2019
	Emmanuel Epalat	Rep Students	3-6-2019

Key School Information and Management (Continued)

The function of the School Board of Management includes:

- 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	1. Dr. Boniface Wambua 2. Rev. Isaac Musina 3. Timothy M. Musau 4. Anna Muthusi 5. Richard Cheruiyot	Bom chairman Member Member Member Secretary	3/3 3/3 3/3 3/3 3/3
2	Audit Committee	1. Dr. Boniface Wambua 2. Rev. Isaac Musina 3. Timothy M. Musau 4. Anna Muthusi 5. Richard Cheruiyot	Bom chairman Member Member Member Secretary	1/1 1/1 1/1 1/1 1/1
3	Finance, procurement and general purposes Committee	1. Dr. Boniface Wambua 2. Rev. Isaac Musina 3. Timothy Musau 4. Anna Muthusi 5. Richard Cheruiyot	Bom chairman Member Member Member Secretary	1/1 1/1 1/1 1/1 1/1
4	Academic Committee	1. Dr. Musila 2. Richard Cheruiyot	Bom member Principal	3/3 3/3

		3. Joseph Mbugua 4. Mr. Mativo 5. Mr. Kisaulu 6. Mr Daniel Maundu	Secretary Teacher rep Senior Teacher Bom Member	3/3 3/3 3/3 3/3
5	Development Committee	1.Dr. Boniface Wambua 2.Rev. Isaac Musina 3.Timothy M. Musau 4.Anna Muthusi 5.Richard Cheruiyot	Bom chairman Bom Member Bom Member Bom Member Secretary	2/2 2/2 2/2 2/2 2/2
6	Discipline and welfare Committee	1. Joseph Mbugua 2.Rev. Isaac Musina 3.Margeret Musumbi 4.Anna Muthusi 5. Mr. Kisaulu	Secretary Bom Member Bom Member Bom Member Senior Teacher	3/3 3/3 3/3 3/3 3/3
7	Adhoc Committee (if any during the year)			

(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/Id Number
1	Principal	Richard Cheruiyot	Tsc No; 347959
2	Deputy Principal	Joseph Mbugua	Tsc No: 347554
3	School Bursar	Daniel Kii	ID No; 28150068

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 3-90132, sultan hamud
Telephone: 0710 467 770
E-mail: kasikeuboy3@gmail.com
Website:
Face book:
Twitter:

(f) School Bankers

The following school operated 4 bank accounts in the following banks:

1. Account Name: Tuition
Name of Bank: Standard chartered Bank
Branch: Machakos
Account Number: 0102076245400
2. Account Name: Operation
Name of Bank: KCB
Branch: Emali
Account Number: 1107171768
3. Account Name: Infrastructure
Name of Bank: KCB
Branch: Emali
Account Number: 1262712386
4. Account name: Boarding
Name of Bank: KCB
Branch: Emali
Account Number: 1108308716
MPESA Pay bill No. 522123 attached to KCB bank 38682k {LIPAKARO}

{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

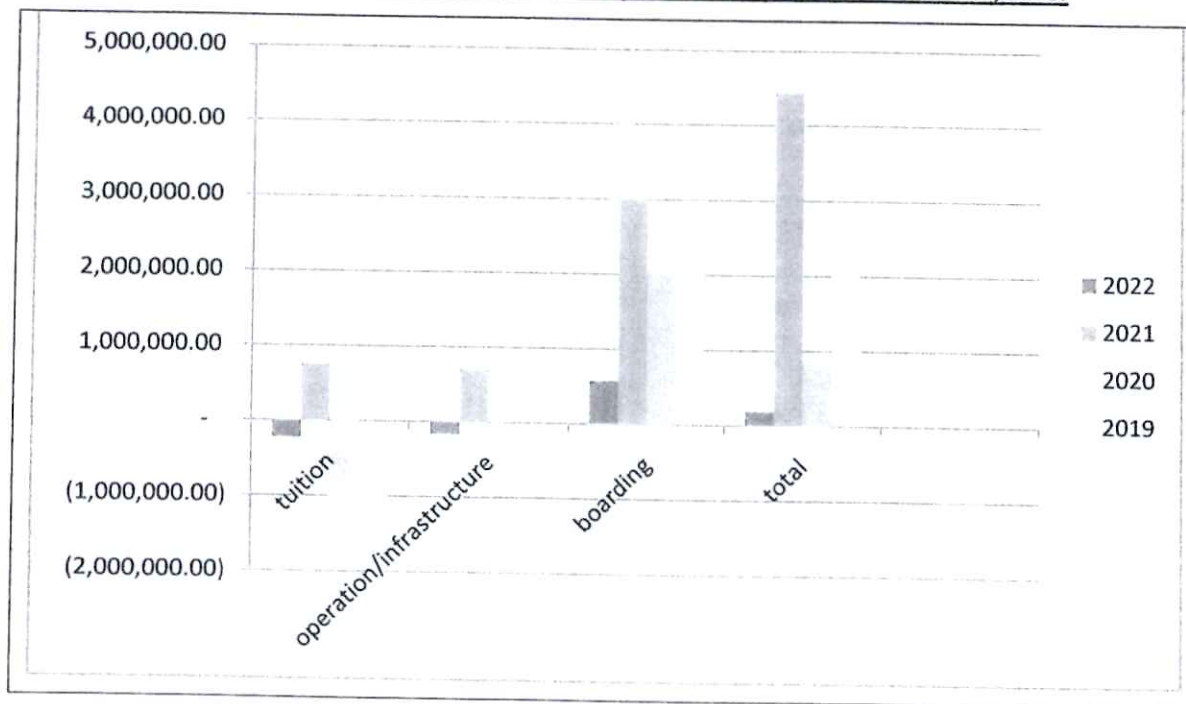
The following is a summary report of the performance of the school against the set performance evaluation criteria:

A) Financial performance:

{i} Surplus/ Deficit for the year and a comparison of the same for the last three years.

Account	2021/2022	2020/2021	2020	2019
Tuition	-223,524.00	169,439.00	-1,192,914.80	-1,368,021.80
Operation & infrastructure	-161,374.00	652,548.00	-30,439.55	856,105.00
Boarding	573,417.00	-877,480.00	2,060,698.00	2,918,202.79
Total	188,519.00	-55,493.00	837,343.65	2,406,285.99

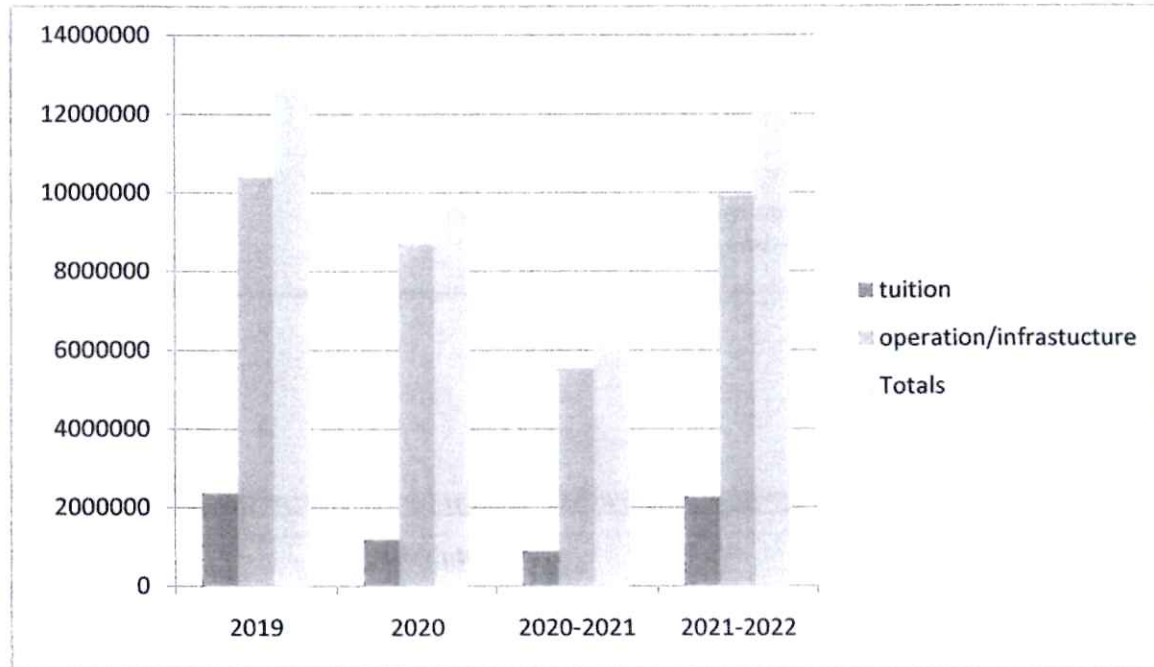
Surplus/ deficit for the year and comparison of the same for the last three years.



{ii} Capitation grants from the MOE for the last three years.

<i>Year</i>	<i>Operation & infrastructure account</i>	<i>Tuition account</i>	<i>Totals</i>
<i>2019</i>	<i>10,412,705.00</i>	<i>2,372,047.00</i>	<i>12,784,752.00</i>
<i>2020</i>	<i>8,706,900.00</i>	<i>1,184,000.00</i>	<i>9,890,900.00</i>
<i>2020-2021</i>	<i>5,555,971.00</i>	<i>886,215.00</i>	<i>6,442,186.00</i>
<i>2021-2022</i>	<i>9,933,571.00</i>	<i>2,270,511.00</i>	<i>12,204,082.00</i>

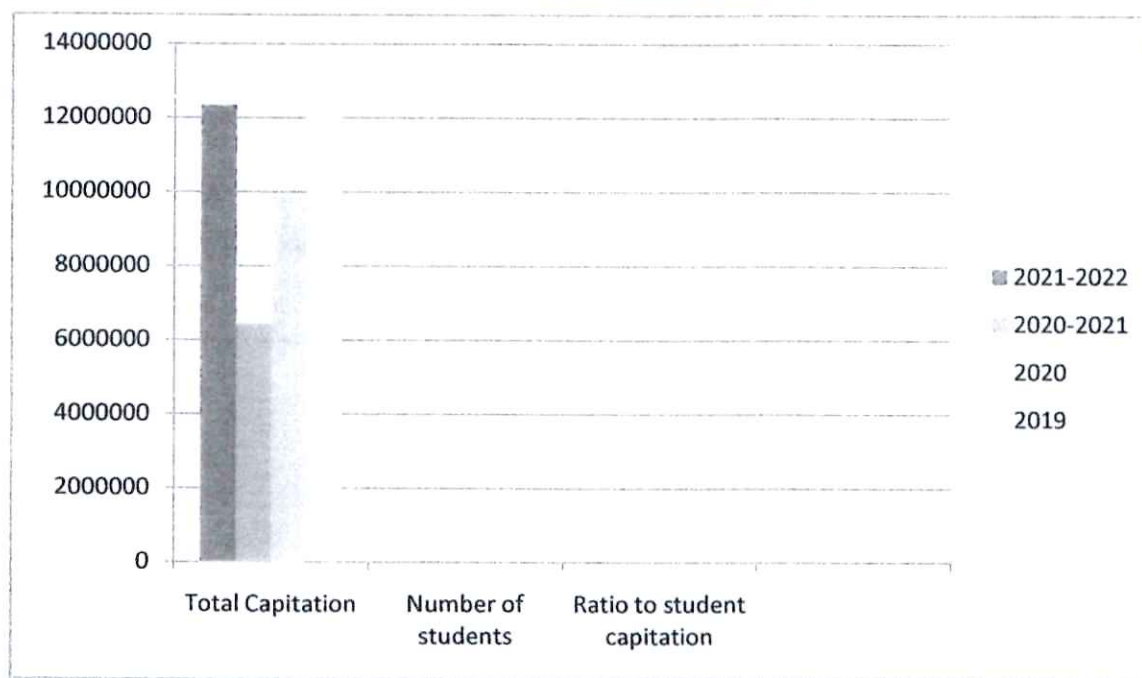
Capitation grants from the MOE for the last three years in graph.



{iii} Ratio of capitation grant per student are the last three years.

<i>Particulars</i>	<i>2021-2022</i>	<i>2020-2021</i>	<i>2020</i>	<i>2019</i>
<i>Total Capitation</i>	<i>12,204,082.00</i>	<i>6,442,186.00</i>	<i>9,890,900.00</i>	<i>12,784,752.00</i>
<i>Number of students</i>	<i>728</i>	<i>691</i>	<i>677</i>	<i>640</i>
<i>Ratio to student capitation</i>	<i>1:16,763</i>	<i>1:9,323</i>	<i>1:14,609.90</i>	<i>1:19,976.18</i>

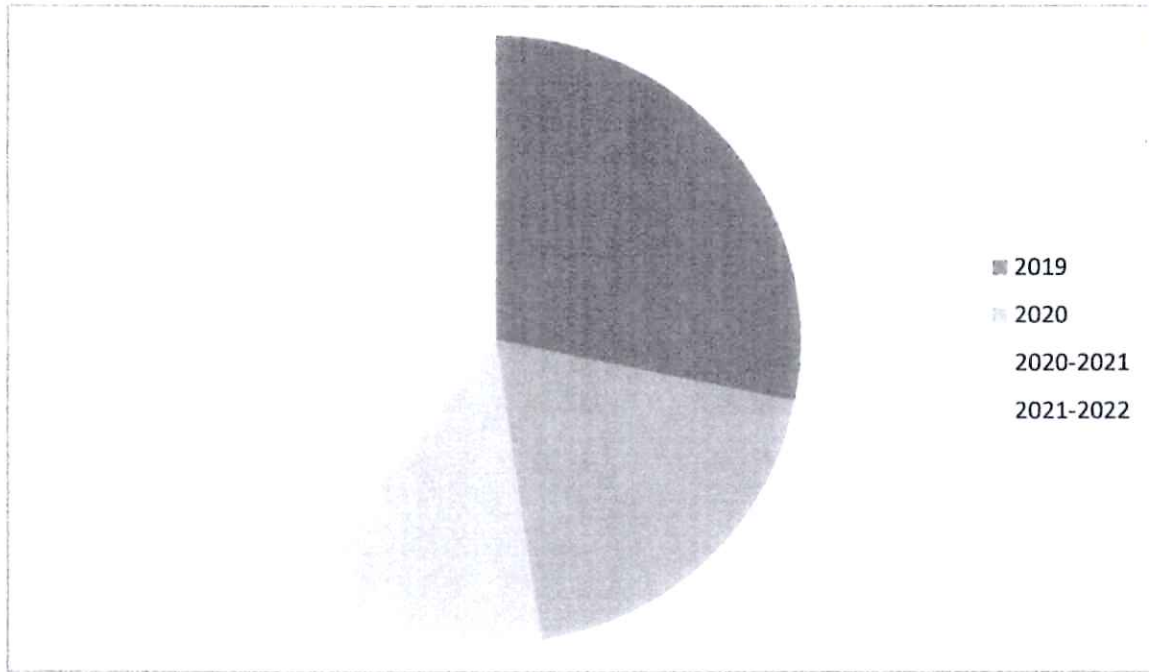
Ratio of Capitation grant per student over the last three years.



iv} A three year Overview of growth of Boarding account income earned by the school

<i>Year</i>	<i>Amount {ksh}</i>
<i>2019</i>	<i>26,326,530.00</i>
<i>2020</i>	<i>18,076,848.00</i>
<i>2020-2021 {6months}</i>	<i>12,450,683.00</i>
<i>2021-2022</i>	<i>36,446,533.00</i>

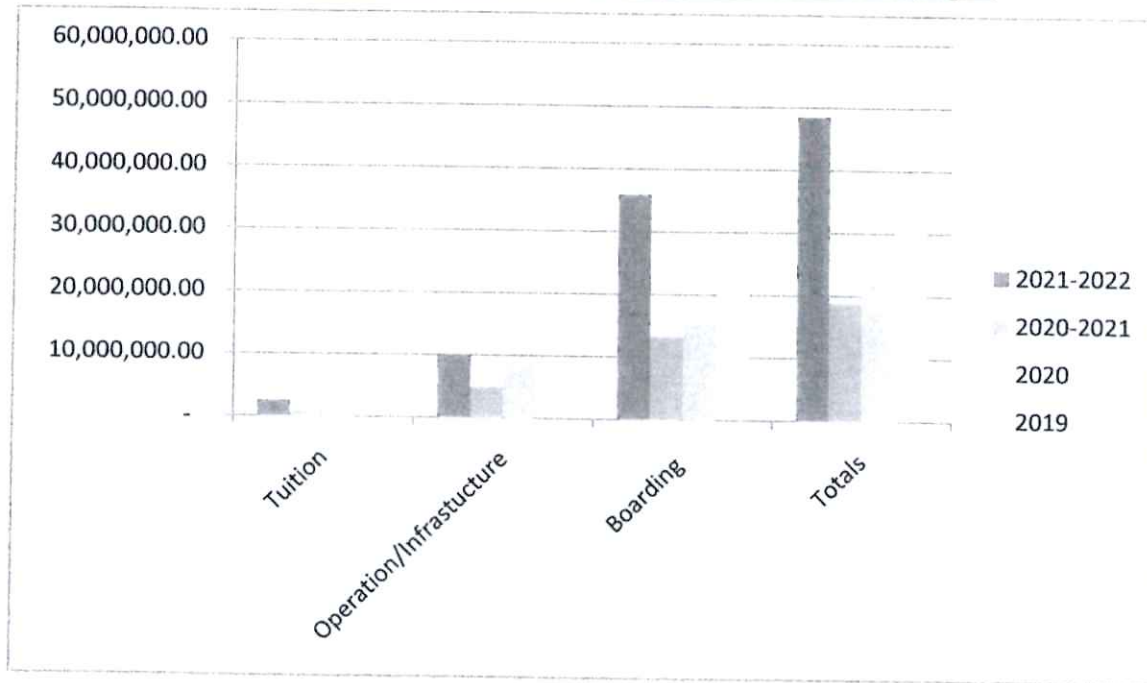
A three year overview of growth of Boarding account income earned by the school in pie chart.



{v} A three years Overview of growth in Expenditure of the School.

<i>Account</i>	<i>2021-2022</i>	<i>2020-2021</i>	<i>2020</i>	<i>2019</i>
<i>Tuition</i>	2,494,035.00	716,771.00	2,376,914.80	3,749,068.80
<i>Operation/infrastructure</i>	10,094,945.00	4,903,423.00	8,737,339.55	9,556,600.00
<i>Boarding</i>	35,873,116.00	13,328,163.00	16,016,150.00	23,408,330.21
<i>Totals</i>	48,462,096.00	18,948,357.00	27,130,404.35	36,704,999.01

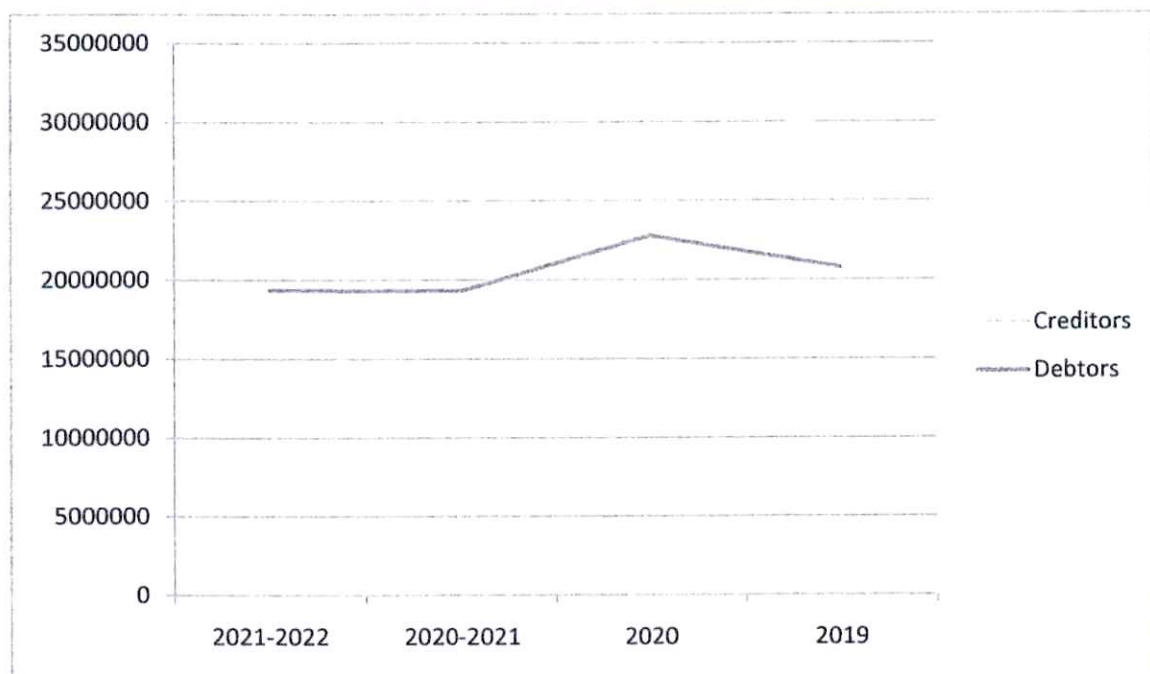
A three years overview of growth in expenditure of the school in bar graph.



{vi} Movement of Debtors and Creditors of the School over the last three years.

<i>Year</i>	<i>Debtors</i>	<i>Creditors</i>
<i>2019</i>	<i>20,780,863.95</i>	<i>8,557,334.00</i>
<i>2020</i>	<i>22,789,539.95</i>	<i>9,669,519.00</i>
<i>2020-2021</i>	<i>4,894,984.00</i>	<i>4,894,984.00</i>
<i>2021-2022</i>	<i>10,025,246.00</i>	<i>10,025,246.00</i>

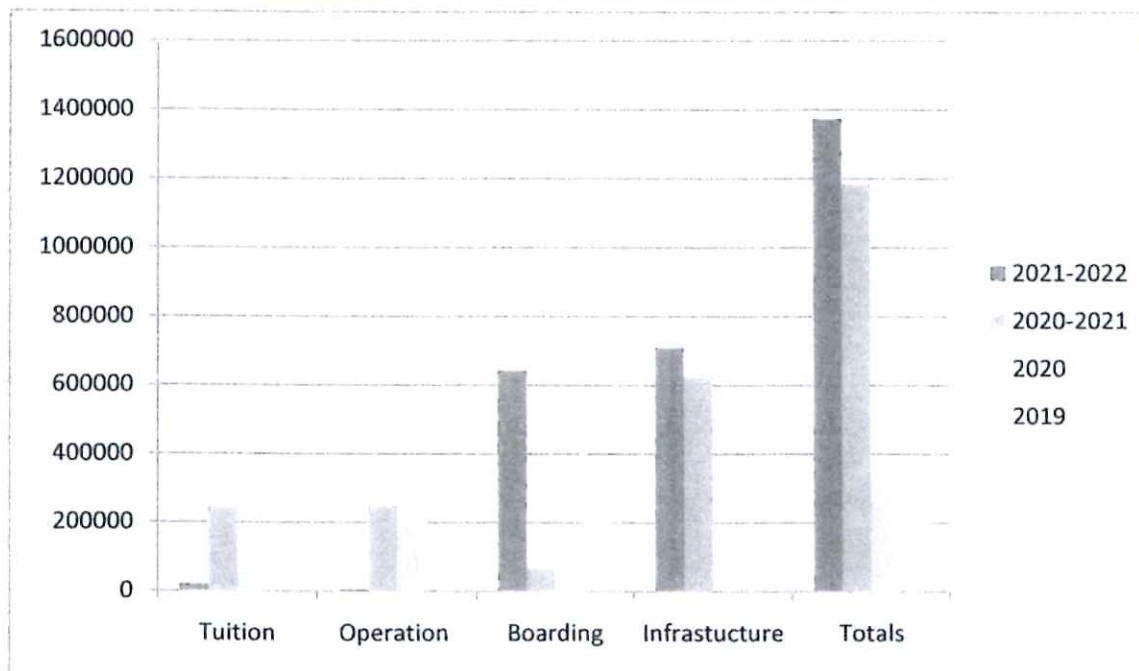
Movement of Debtors And Creditors of the School over the last three years in line graph.



{vii} Movement of Cash and Bank Balances over the last three Years.

<i>Account</i>	<i>2021-2022</i>		<i>2020-2021</i>		<i>2020</i>		<i>2019</i>	
	<i>cash</i>	<i>Bank</i>	<i>cash</i>	<i>Bank</i>	<i>cash</i>	<i>Bank</i>	<i>Cash</i>	<i>Bank</i>
<i>Tuition</i>		19608.00		243,132.00		73694.70		4004.50
<i>Operation</i>		3459.20		247740.10		219161.55		25800.55
<i>Boarding</i>	32.00	641,557.00	819.00	67,353.00	130.00	945,522.00	85.00	352428.99
<i>Infrastructure</i>		709526.00		626619.00		2649.00		6140.55
<i>Totals</i>	32.00	1,374,150.00	819.00	1,184,844.00	130.00	1,241,026.00	85.00	388,374.59

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



B]. Teacher Student ratio:

Teachers employed by Bom	Teachers employed by TSC	Intern teachers	Retired/ transferred	Totals teachers	Total students	Teachers student ratio	Shortage /allocation of resource
8	28	0	0	35	728	1:20	8

C]. Mean score of the School from 2019-2021 KCSE:

YEAR	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	NO. OF CAND.	MEAN	MEAN
2019	0	0	5	5	13	26	36	38	22	16	0	0	0	0	161	5.7329	C
2020	0	0	7	10	15	32	49	30	20	5	2	0	0	0	170	6.1588	C
2021	0	0	0	6	6	9	24	44	38	33	3	0	4	0	167	4.8221	C-


E. Capacity of the school:

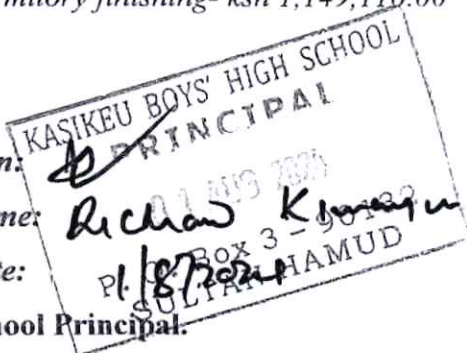
No. Of students	Science laboratories	Computer laboratories	Classes	Toilets	Dining hall	Dormitories	Bathrooms
728	2	1	16	32	1	7	49

Amenities	Ratio per student
Science Laboratories	1: 364
Classes	1: 45
Toilets	1: 22
Dining Hall	1: 728
Dormitories	1: 104

{F} Development projects carried out by the school:

Dormitory finishing- ksh 1,149,110.00

Sign: 
 Name: **Richard Kimani**
 Date: **1/8/2022**
 School Principal.



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

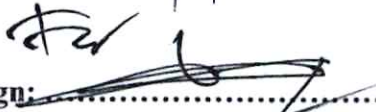
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2022, and of the school's financial position as at that date.

Sign: 

Name: **Dr. Boniface Wambua**

Designation: Chairman, School Board of Management

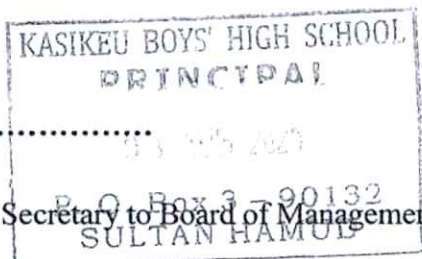
Date: 1/8/2024

Sign: 

Name: **Richard Cheruiyot**

Designation: School Principal & Secretary to Board of Management

Date: 1/8/2024



Sign: 

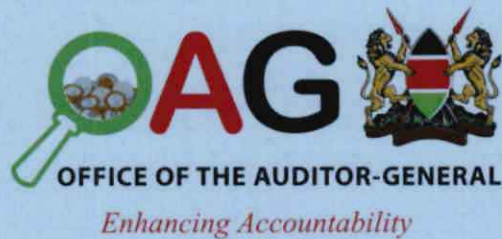
Name: **Daniel Kiio**

Designation: Bursar/ Finance Officer

Date: 1/8/2024

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KASIKEU BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the 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.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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 Kasikeu Boys' Secondary School - Makueni County set out on pages 18 to 37, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022 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 Kasikeu Boys' Secondary School - Makueni County as at 30 June, 2022 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 the Public Finance Management Act, 2012 and the Basic Education, Act, 2013.

Basis for Qualified Opinion

1. Un-Supported Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.10,025,246 as disclosed in Note 11 to the financial statements. However, the supporting schedules, detailed ageing analysis and issued invoices were not provided for audit for receivables totalling Kshs.8,017,159. Further, significant accounting policies on accounts receivables as disclosed in Note 11 is silent on the treatment of students fee balances which is a major source of income for the School.

In the circumstances, the accuracy, completeness and recoverability of the accounts receivables balance of Kshs.10,025,245 could not be confirmed.

2. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.2,270,511 and Kshs.9,933,571 as disclosed in Note 1 and 2 to the financial statements. Review of documents related to the School's enrolment data revealed that there were discrepancies between the students' data in the National Education Management Information System (NEMIS) and School records relating to the enrolment of students. In January 2022, NEMIS reported a total of six hundred and eighty-four (684) students in school while the records from the physical class registers had six hundred and ninety-one (691) students resulting in a variance of seven (7) students. Further, in April 2022, NEMIS reported a total of six hundred and eighty-three (683) students while the records from the physical class registers had six hundred and ninety-one (691) students resulting in a variance of eight (8) students.

In the circumstances, under-funding of the school may have affected service delivery to the students.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Kasikeu Boys' 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.48,847,021 and Kshs.48,650,615. respectively, resulting to an under-funding of Kshs.196,406 of the budget. However, the School spent a balance of Kshs.48,462,096 against actual receipts of Kshs.48,650,615 resulting to an under-utilization of Kshs.188,519 of the 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. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

In the audit report of previous year, one issue was raised under the report on Financial Statements, and several issues under Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June 2022.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statements of receipts and payments reflects payments for operations amount of Kshs.10,094,945 as disclosed in Note 6 to the financial statements which includes transfers of Kshs.722,805 to Kenya Secondary Schools Heads Association (KESSHA).

KESSHA is a welfare organization that is not recognized by the Public Finance Management Act, 2012 and 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.722,805 could not be confirmed.

2. Failure to Transfer Funds from the Operations Account to Infrastructure Account

The statement of receipts and payments reflects capitation grants for operations amount of Kshs.9,933,571 which includes Kshs.2,372,500 that was not transferred to the infrastructure account as required by the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021.

In the circumstances, Management was in breach of the Ministry guidelines.

3. Non-Compliance with Public Sector Accounting Standards Board Reporting requirements

The statement of receipts and payments reflect period for the year ended 30 June, 2022 as opposed to statement of receipts and payments for the year ended 30 June, 2022. In addition, progress on follow up of audit recommendations had comments yet the prior year report has not been submitted to parliament.

Further, Annex 1 to the financial statements on analysis of pending accounts payables do not have comparative outstanding balances (2021) and Annex 2 to the financial statements on summary of fixed assets register did not reflect the date the assets were purchased as required by the template issued by the Public Sector Accounting Standards Board (PSASB).

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

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 14 August, 2023. instead of the statutory deadline of 30 September 2022. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2022 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the review so as to obtain limited assurance as to whether the activities, financial transactions and information reflected in the financial statements are complying, 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis of Conclusion

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary fixed assets register balance of Kshs.146,760,000 as at 30 June, 2022 in respect of fixed assets which includes land with a balance of Kshs.25,000,000 and buildings and structures Kshs.106,000,000. The value of buildings and structures decreased by Kshs.1,000,000 from the previous year balance of Kshs.1,700,000. Further, Management only provided an allotment letter as proof of ownership of the parcels of land and the School is yet to obtain the title deed.

In the circumstances, the ownership, valuation and fair statement of the School's assets as at 30 June, 2022 could not be confirmed.

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

Responsibilities of Management and those Charged with Governance.

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

In preparing the financial statements, Management is responsible for assessing the Schools ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease its 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 Schools 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 November, 2024

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	2,270,511.00	886,215.00
Capitation grants for operations	2	9,933,571.00	5,555,971.00
School fund income- parents' contributions	3	36,248,533.00	12,370,683.00
School fund income- other receipts	4	198,000.00	80,000.00
Proceeds from borrowings		0	0
Total Receipts		48,650,615.00	18,892,869.00
Payments			
Payments for tuition	5	2,494,035.00	716,776.00
Payments for operations	6	10,094,945.00	4,903,423.00
Boarding and school fund payments	7	35,873,116.00	13,328,163.00
Total Payments		48,462,096.00	18,948,357.00
Surplus/Deficit		188,519.00	{55,493.00}

The school financial statements were approved on 1/8/2024 and signed by:

Sign: [Signature]

Name: Dr. Boniface Wambua
 Chair BOM

Date: 1/8/2024

For
 Sign: [Signature]

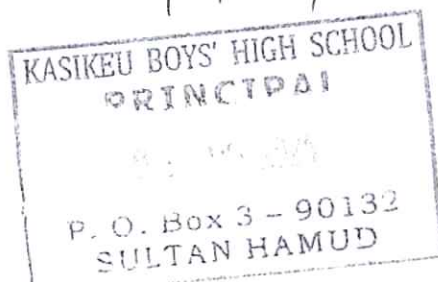
Name: Mr. Richard Cheruiyot
 School Principal/ Secretary to
 BOM

Date: 1/8/2024

Sign: [Signature]

Name: Daniel Kiio
 Bursar/ Finance Officer

Date: 1/8/2024



VI. Statement of Financial Assets and Financial Liabilities as At 30th June 2022

Description	Note	2021-2022 Kshs	2020-2021 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	1,374,150.00	1,184,844.00
Cash balances	9	32.00	819.00
Short term investment	10	0	0
Total cash and cash equivalent		<u>1,374,182.00</u>	<u>1,185,663.00</u>
Accounts receivables	11	10,025,246.00	4,894,984.00
Total financial assets			
Financial liabilities			
Accounts payables	12	10,025,246.00	4,894,984.00
Net financial assets		<u>1,374,182.00</u>	<u>1,185,663.00</u>
Represented by			
Accumulated fund b/fwd	13	1,185,663.00	1,241,156.00
Surplus/deficit for the year		188,519.00	{55,493.00}
Net financial position		<u>1,374,182.00</u>	<u>1,185,663.00</u>

The school's financial statements were approved on 1/8/2024 and signed by:

Sign.....

Name: Dr Boniface Wambua

Chair BOM

Date: 1/8/2024

Sign.....

Name: Mr. Richard Cheruiyot
School Principal/ Secretary to
BOM

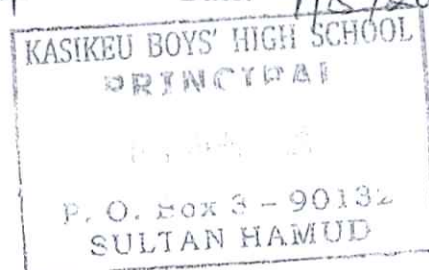
Date: 1/8/2024

Sign.....

Name: Daniel Kiio

Bursar/ Finance Officer

Date: 1/8/2024



VII. Statements of Cash Flows for the Period Ended 30th June 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	2,270,511.00	886,215.00
Capitation grants for operations	2	9,933,571.00	5,555,971.00
School fund income- parents contributions/ fees	3	36,248,533.00	12,370,683.00
School fund income- other receipts	4	198,000.00	80,000.00
Total receipts		48,650,615.00	18,892,869.00
Payments			
Payments for tuition	5	2,494,035.00	716,776.00
Payments for operations	6	10,094,945.00	4,903,423.00
Boarding and school fund payments	7	35,873,116.00	13,328,163.00
Total payments		48,462,096.00	18,948,362.00
Net cash flow from operating activities		188,519.00	{55,493.00}
Cash flow from investing activities			
Proceeds from sale of assets		-	-
Acquisition of assets {Dormitory}		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from investing activities			
Cash flow from borrowing activities			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities			
Net increase in cash and cash equivalents		188,519.00	{55,493.00}
Cash and cash equivalent at beginning of the year		1,185,663.00	1,241,156.00
Cash and cash equivalent at end of the year		1,374,182.00	1,185,663.00

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

Receipt/Expense s Item	Original Budget	Adjustme nts	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						
<i>(1) Capitation Grant on Tuition</i>						
Textbooks And Reference Materials						
Exercise Books						
Laboratory Equipment						
Internal Exams						
Teaching / Learning Materials	2,813,776.00	0	2,813,776.00	2,270,511.00	543,265.00	80%
Chalks						
Exams And Assessment						
Teachers Guides						
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	2,622,868.00	0	2,622,868.00	3,616,760.00	{993,892.00}	137%
Repairs And Maintenance	2,885,000.00	0	2,885,000.00	1,233,000.00	1,652,000.00	42%
Local Transport / Travelling	777,370.00	0	777,370.00	459,600.00	317,770.00	59%
Electricity And Water	1,424,092.00	0	1,424,092.00	1,232,100.00	191,992.00	86%
Medical				136,600.00	[136,600}	0
Administration Costs	599,130.00	0	599,130.00	3,255,511.00	{2,656,381.00}	543%
Activity	848,500.00	0	848,500.00	-	848,500.00	0%
Gratuity						
Smasse						
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	3,138,370.00	0	3,138,370.00	3,354,789.00	{216,419.00}	106%
Repairs And	1,622,680.00	0	1,622,680.00	1,619,915.00	2,765.00	99%

Receipt/Expense s Item	Original Budget	Adjustme nts	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
Maintenance						
Local Transport / Travelling	1,100,705.00	0	1,100,705.00	1,239,632.00	{138,927.00}	112%
Electricity And Water	4,635,430.00	0	4,635,430.00	3,459,544.00	1,175,886.00	74%
Medical						
Administration Costs	1,250,245.00	1,051,900	2,302,145.00	2,206,605.00	95,540.00	96%
Activity	218,105.00	0	218,105.00	298,777.00	{80,672.00}	93.3%
Smasse						
Fee On Boarding Equipment and Stores	20,934,300.00	2,924,550.	23,858,850.00	24,069,271.00	{210,421.00}	100%
Other Income						
Bus Income				198,000.00	{198,000.00}	
Income From Farming Activities						
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	44,870,571.00	3,976,450	48,847,021.00	48,650,615.00	196,406.00	99%
(1) Expenditure For Tuition						
Textbooks And Reference Materials						
Exercise Books						
Laboratory Equipment						
Internal Exams						
Teaching / Learning	2,813,776.00	0	2,813,776.00	2,473,225.00	340,551.00	86%

Receipt/Expense s Item	Original Budget	Adjustme nts	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
Materials						
Chalks						
Exams And Assessment						
Teachers Guides						
Administration Costs						
Bank Charges				20,810.00	{20,810.00}	
(2) Expenditure For Operations/ infrastructure accounts						
Personnel Emoluments	2,622,868.00	0	2,622,868.00	2,591,895.00	30,973.00	98%
Repairs, Maintenance & Improvements	2,885,000.00	0	2,885,000.00	1,149,110.00	1,735,890.00	39%
Local Transport / Travelling	777,370.00	0	777,370.00	677,300.00	100,070.00	87%
Electricity, Water and Conservancy	1,424,092.00	0	1,424,092.00	493,350.00	930,742.00	35%
Medical						
Administration Costs	599,130.00	0	599,130.00	4,882,855.00	[4,283,725.00]	814%
Activity Expenses	848,500.00	0	848,500.00	300,435.00	548,065.00	35%
Gratuity						
(3) Expenditure For boarding /school fund accounts						
Personnel Emoluments	3,138,370.00	0	3,138,370.00	4,057,505.00	[919,135]	129%
Repairs, Maintenance and Improvements	1,622,680.00	0	1,622,680.00	1,442,918.00	179,762.00	89%
Local Transport / Travelling	1,100,705.00	0	1,100,705.00	578,981.00	521,724.00	53%
Electricity, Water and Conservancy	4,635,430.00	0	4,635,430.00	2,920,103.00	1,715,327.00	63%
Medical Expenses						

Receipt/Expense s Item	Original Budget	Adjustme nts	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
Administration Costs	1,250,245.00	1,051,950	2,302,195.00	2,204,242.00	97,953.00	96%
Activity	218,105.00	0	218,105.00	333,680.00	[115,575.00]	153%
Gratuity						
Lunch Programme	0					
Boarding Equipment and Stores	20,934,300.00	2,924,500	23,858,800.00	24,335,687.00	{476,887.00}	101%
Expenditure For Income Generating Activity						
Insurance Costs						
Other Expenses On Investments						
Rent Expenses						
Bank Charges						
Loan Interest Repayment						
Loan Principal Repayment						
Acquisition Of Assets						
Totals	44,870,571.00	3,976,450	48,847,021.00	48,462,096.00	384,925.00	99%

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

X. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials	0	0
Exercise Books	0	0
Laboratory Equipment	0	0
Internal Exams	0	0
Teaching / Learning Materials	2,270,511.00	886,215.00
Chalks	0	0
Exams And Assessment	0	0
Teachers Guides	0	0
Total	2,270,511.00	886,215.00

2 Capitation Grant for Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	3,616,760.00	1,253,000.00
Repairs And Maintenance	1,233,000.00	1,150,000.00
Local Transport / Travelling	459,600.00	115,000.00
Electricity And Water	1,232,100.00	350,000.00
Medical	136,600.00	
Administration Costs	3,255,511.00	2,589,971.00
Activity	0	98,000.00
Total	9,933,571.00	5,555,971.00

3 Parents Contribution/Fees - School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	3,354,789.00	1,006,643.00
Repairs and maintenance	1,619,915.00	549,151.00
Local transport / travelling	1,239,632.00	391,194.00
Electricity and water	3,459,544.00	1,522,546.00
Fee on Boarding equipment and stores	24,069,271.00	8,156,960.00
Administration costs	2,206,605.00	673,771.00
Activity	298,777.00	70,418.00
Total	36,248,533.00	12,370,683.00

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Rent Income	0	0
Income From Farming Activities	0	0
Insurance Compensation	0	0
Income From Posho Mill	0	0
Income From Bus Hire	198,000.00	80,000.00
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations	0	0
Interest Income	0	0
Dividends Income	0	0
Total	198,000.00	80,000.00

5 Payments For Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials	0	0
Exercise Books	0	0
Laboratory Equipment	0	0
Internal Exams	0	0
Teaching / Learning Materials	2,473,225.00	710,000.00
Chalks	0	0
Exams And Assessment	0	0
Teachers Guides	0	0
Administration Costs	0	0
Bank Charges	20,810.00	6,776.00
Total	2,494,035.00	716,776.00

Notes To The Financial Statements (Continued)

6 Payments For Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	2,591,895.00	1,424,260.00
Service Gratuity	0	0
Administration Cost	4,882,855.00	2,324,238.00
Repairs And Maintenance & Improvements	1,149,110.00	526,030.00
Local Transport / Travelling	677,300.00	24,000.00
Electricity And Water	493,350.00	426,350.00
Medical	0	29,145.00
Activity Expenses	300,435.00	149,400.00
Smasse	0	0
Insurance Cost	0	0
Bank Charges	0	0
Acquisition Of Assets	0	0
Total	10,094,945.00	4,903,423.00

Notes to the Financial Statements (Continued)

7 Boarding and School Fund Payments

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	4,057,505.00	989,170.00
Service Gratuity	0	0
Repairs And Maintenance & Improvements	1,442,918.00	201,820.00
Local Transport / Travelling	578,981.00	230,771.00
Electricity And Water	2,920,103.00	424,750.00
Activity Expenses	333,680.00	40,000.00
Administration Costs	2,204,242.00	966,940.00
Lunch Programme	0	0
Bank Charges	0	0
Expenses On Income Generating Activities	0	0
Fee On Boarding Equipment and Stores	24,335,687.00	10,474,712.00
Rent Expenses	0	0
Insurance Cost (<i>Life Property</i>)	0	0
Loan Principal Repayment	0	0
Loan Interest Repayment	0	0
Acquisition Of Assets	0	0
Total	35,873,116.00	13,328,163.00

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	0102076245400	19,608.00	243,132.00
Operations Account	1107171768	3,459.00	247,740.00
School Fund Account/Boarding	1108308716	641,557.00	67,353.00
Savings Account		0	0
Parent Association Development Account		0	0
Income Generating Activities Account		0	0
Infrastructural Account	1262712386	709,526.00	626,619.00
Total		1,374,150.00	1,184,844.00

9 Cash In Hand

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account	0	0
Operation Account	0	0
School Fund account	32.00	819.00
Total	32.00	819.00

10 Short Term Investments

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit	0	0
Equity Stock	0	0
Other Investments	0	0
Total	0	0

Notes To The Financial Statements (Continued)

11 Accounts Receivable

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears	10,025,246.00	4,894,984.00
Other Non-Fees Receivables	-	-
Salary Advances	-	-
Imp rest	-	-
Total	10,025,246.00	4,894,984.00

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears For Current Year	1,123,532.00	884,555.00
Fees Arrears For The Previous Year	884,555.00	-
Fees Arrears For Prior Periods (Over Two Years)	8,017,159.00	4,010,429.00
Total	10,025,246.00	4,010,429.00

12 Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	10,025,246.00	4,894,984.00
Prepaid Fees	0	
Retention Monies	0	
Total	10,025,246.00	4,894,984.00

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors for Current Year	10,025,246.00	4,894,984.00
Trade Creditors for The Previous Year	0	
Trade Creditors for Prior Periods (Over Two Years)	0	
Total	10,025,246.00	4,894,984.00

Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	1,184,844.00	1,241,026.00
Cash Balances	819.00	130.00
Short Term Investments	0	0
Receivables	4,894,984.00	0
Payables	4,894,984.00	0
Total	1,185,663.00	1,241,156.00

Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Loan(S)	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Total	0	0

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle	5	250,000.00	220,000.00
Goats	0	0	0
Trees	300	1,500,000.00	1,255,000.00
Coffee Or Tea Plantation	0	0	0
Poultry	0	0	0
Total	305	1,750,000.00	1,475,000.00

16 Borrowings

Description	2021-2022	2020-2021
	Kshs	Kshs
a) Borrowings	0	0
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	2021-2022	2020-2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	18,700.00	30,000.00
Stock/ inventory purchased during the year	12,693,316.00	6,305,230.00
Stock/ inventory issued during the year	12,699,880.00	6,316,530.00
Balance at end of the year	12,136.00	18,700.00

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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:	Timeframe:
1	Unsupported accounts receivables	Supported current year accounts receivable.	Not Resolved	Continues
2	Transfer of funds to Kenya secondary schools Heads Association.	KESSHA is a heads association which sponsors some co-curriculum activities and organizes heads workshops and conferences which are handled by TSC and MOE officials to discuss education matters.	Not resolved	continues
3	Failure to transfer funds from operation account to infrastructure account	We shall act as per ministry of education directive even though the funding is not enough.	Not resolved	Continues
4	Inaccuracies in enrolment data.	Some students were not registered due to lack of birth certificate.	Resolved	Immediately.

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Ref No.	Issue / Observations from Auditor	Management comments	Status:	Timeframe:
5	Frequency of Board Meetings and Board Committees to be held in a Year	Section 6 {1} of the Fourth Schedule of the Basic Education Act, 2013 states that a Board of management shall meet at least once every Four month, for some of committees like executive committee and full Board had 3 meetings which is minimum as per the act, other committees did not meet the minimum threshold but we shall act on that.	Not resolved	continues

Sign : _____
Date: _____
Name: _____
Principal; _____

KASIKU BOYS' HIGH SCHOOL
PRINCIPAL
1/8/2024
Richard Kinyua
P. O. BOX 90132
SULTAN HASSAN II AVENUE
NAIROBI

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 June 2022	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Supply of goods		1.7.2021				
4.Tamu Investment		1.7.2021			4,976,310.00	
5.Richndetos Enterprises		1.7.2021			287,200.00	
6.Comdat technology services		1.7.2021			96,000.00	
7.DPL Festive		1.7.2021			870,036.00	
8.Southern Sun Millers		1.7.2021			213,200.00	
9.Danster Enterprises		1.7.2021			776,850.00	
10.Sons Butchery {David Nthuku Kavai}		1.7.2021			428,975.00	
11.Comnetie Agencies		1.7.2021			153,900.00	
12.Copy Cat		1.7.2021			252,300.00	
13.Logik Suppliers Kenya Ltd.		1.7.2021			1,248,402.00	
14.Boolen Bookshop and Computer services		1.7.2021			310,050.00	
		1.7.2021				
Sub-Total					9,613,223.00	
Supply of services						
15.Business park enterprise		1.7.2021			194,670.00	
16.Rare Enterprises		1.7.2021			217,353.00	
Sub-Total					412,023.00	
Grand Total					10,025,246.00	

Annex 2 – Summary Of Fixed Assets Register

Asset class	Date purchased	Location	Number b/f 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Number c/f ksh 30 th June 2022
Land 1		kasikeu	25 ha			25,000,000.00
Land 2						
Buildings and structures			45 structure			106,000,000.00
Motor vehicles			1 bus			2,000,000.00
Office equipment, furniture and fittings			114			1,700,000.00
ICT Equipment, and Other ICT Assets			63			1,260,000.00
Tools and apparatus { laboratory }			5536			7,000,000.00
Textbooks			6700			3,350,000.00
Other Machinery and Equipment-Generator			2			200,000.00
Heritage and cultural assets						
Intangible assets- soft ware			2			250,000.00
Total						146,760,000.00