

REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT DATE: 16 JUN 2026

DAY.

Tuesday

TABLED

BY:

OF

WORK-AT
THE-TABLE:

Hon. Naomi Wago, CBS, MP
(Deputy Majority Party Whip)
Wagale

THE AUDITOR-GENERAL

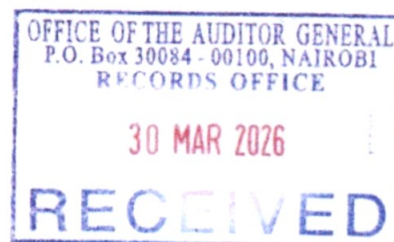
ON

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KYAMBOO SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2021

KITUI COUNTY



KYAMBOO 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)**

KYAMBOO SECONDARY SCHOOL

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

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KYAMBOO SECONDARY SCHOOL

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

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 Kitui County Mwingi west Sub-County

The school was registered in 14/2/2016 under registration number 90/A/7647/10 and is currently categorized **County** public school established, owned or operated by the Government.

The school is a Boarding/day school and had 330 students as at 30th June 2021. It has 2 streams and 19 teachers of which 0 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	STEPHEN K. NGULI	Chairman	05.03.2019
2	MR. ICHUGU	Secretary - Principal	05.03.2019
3	RICHARD M. MULINDU	Member	05.03.2019
4	PHOBE KISEE	Member	05.03.2019
5	JOSEPH KIVE	Member	05.03.2019
6	TITUS NGULUTU	Member	05.03.2019
7	NGANGASU MAITHYA	Member	05.03.2019
8	GRACE KIMANZI	Member – Rep CEB	05.03.2019
9	DOUGLAS NGUNGUTI	Member Rep Teachers	05.03.2019
10	REV. JOHNSON MUTUA	Sponsor	05.03.2019
11	IRENE MUNYOKI	Member - Community	05.03.2019
12	BISHOP SHADRACK M KILEMBWA	Member Special Needs	05.03.2019
13	KENNEDY VUNDI NGANZA	Rep Students	05.03.2019
14	MUKUNI KITHONGA	Sponsor	05.03.2019
15	BEATRICE KATUNGE NGUKU	Sponsor	05.03.2019

KYAMBOO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th 2021****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 pupil's 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.STEPHEN K NGULI	Chair	2 out of 3
		2.MR.ICHUGU	Principal/BOM Sec	3 out of 3
		3.JOSEPH KIVE	Member	3 out of 3
		4.GRACE KIMANZI	Member	2 out of 3
		5.MUKUNI KITHONGA	Member	0 out of 3
2	Audit Committee	N/A		
3	Finance Committee	1.STEPHEN K. NGULI	Chair	2 out of 3
		2.MR.ICHUGU	Principal/BOM Sec	3 out of 3
		3.JOSEPH KIVE	Member	3 out of 3
		4.PHOBE KISEE	Member	3 out of 3
		5.GRACE KIMANZI	Member	2 out of 3
		6.RICHARD MULINDU	Member	3 out of 3
		7.NGANGASU MAITHYA	Member	0 out of 3

KYAMBOO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2021****KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

4	Academic Committee	1.TITUS NGULUTU	Chair	3 out of 3
		2.IRENE MUNYOKI	Member	2 out of 3
		3.MR NGULUTI	Member	3 out of 3
		4.BEATRICE NGUKU	Member	3 out of 3
		5.REV JOHN MUTUA	Member	0 out of 3
5	Development Committee	1.JOSEPH KIVE	Chair	3 out of 3
		2.JAPHETH KILYUNGI	Secretary	3 out of 3
		3.MR.ICHUGU	Principal/BOM Sec	3 out of 3
		4.PHOBE KISEE	Member	3 out of 3
		5.STEPHEN K NGULI	Member	2 out of 3
		6.RICHARD MULINDU	Member	3 out of 3
6	Discipline & welfare Committee	1.TITUS NGULUTU	Chair	3 out of 3
		2.MR NGULUTI	Secretary	3 out of 3
		3.IRENE MUNYOKI	Member	2 out of 3
		4.BEATRICE NGUKU	Member	3 out of 3
		5.REV JOHN MUTUA	Member	2 out of 3
7	Adhoc Committee (if any during the year)	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	MR ICHUGU	362973
2	Deputy Principal	MR KILYUNGI	239224
3	School Bursar	ONESMUS K. MUKUTHI	ID.12960520

KYAMBOO SECONDARY SCHOOL

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

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: P.O BOX 130-90402, MIGWANI

Telephone: 0700287671

E-mail: 0

Website: 0

Facebook:Twiter: 0

(f) School
Bankers

The school operated accounts in the following banks:

- | | | |
|---|---------------------------|--|
| 1 | Name of Bank: | EQUITY BANK-BOARDING |
| | Branch: | A/C
MWINGI |
| | Account Number: | 0590261726768 |
| 2 | Name of Bank: | EQUITY BANK-BUS A/C |
| | Branch: | MWINGI |
| | Account Number: | 0590277334074 |
| 3 | Name of Bank: | EQUITY BANK-CDF A/C |
| | Branch: | MWINGI |
| | Account Number: | 0590261485165 |
| 4 | Name of Bank: | KCB -OPERATION A/C |
| | Branch: | MWINGI |
| | Account Number: | 1102980765 |
| 5 | Name of Bank: | KCB -TUITION A/C |
| | Branch: | MWINGI |
| | Account Number: | 1102970859 |
| 6 | Name of Bank: | KCB -INFRASTRUCTURE A/C |
| | Branch: | MWINGI |
| | Account Number: | 1261925939 |
| 7 | MPESA Pay Bill No. 477316 | Attached to EQUITY BANK- 0590261726768 |

(g) Independent Auditors

Office of the Auditor General
Anniversary Towers, University
Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

KYAMBOO SECONDARY SCHOOL

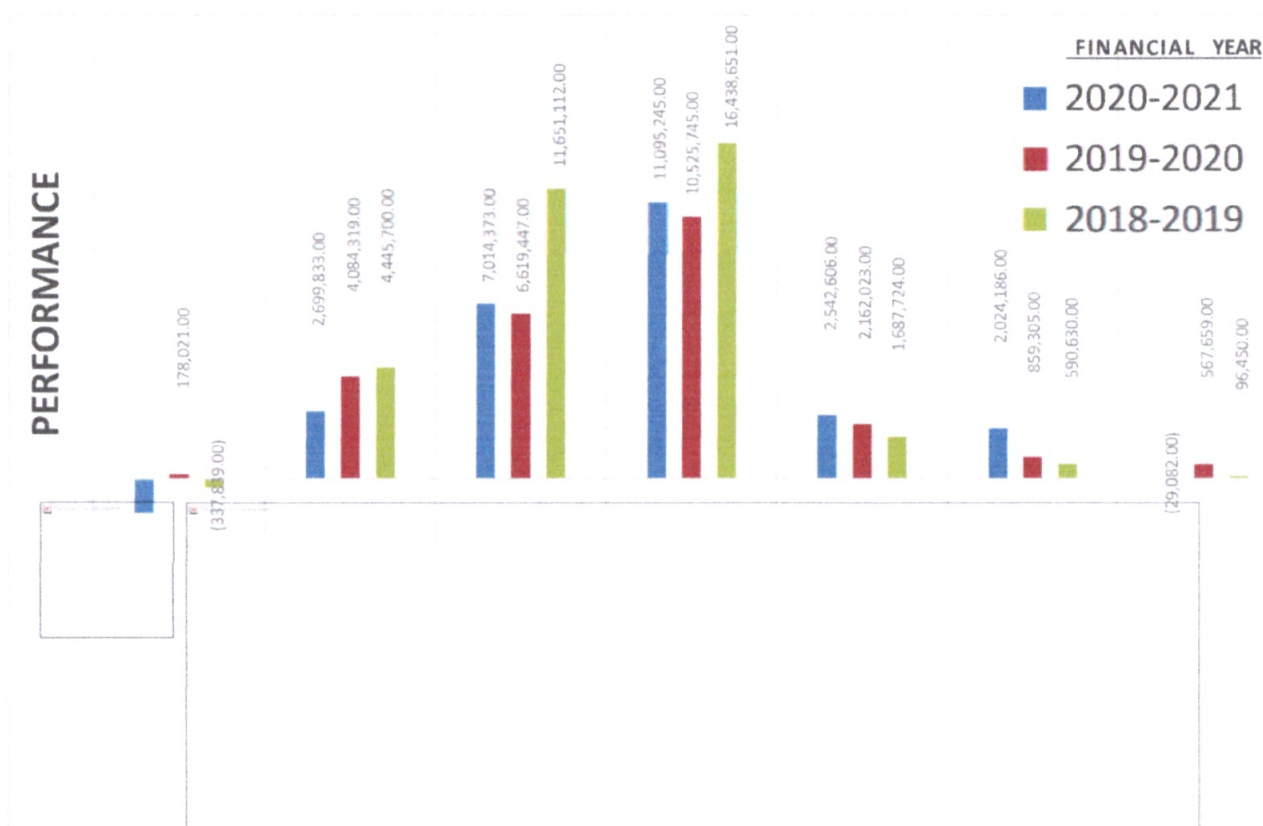
Annual Report and Financial Statements For the year ended 30th June 2021

II SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

The following is a table summary report of the performance of the school

a) Financial performance:			
	2020-2021	2019-2020	2018-2019
Surplus/ deficit	(1,381,039.00)	178,021.00	(337,839.00)
Capitation grants	2,699,833.00	4,084,319.00	4,445,700.00
overview of growth of other income(s)	7,014,373.00	6,619,447.00	11,651,112.00
overview of growth in expenditure	11,095,245.00	10,525,745.00	16,438,651.00
Movement of debtors/Receivables	2,542,606.00	2,162,023.00	1,687,724.00
Movement of creditors /Payables	2,024,186.00	859,305.00	590,630.00
Movement of cash and bank balances	(29,082.00)	567,659.00	96,450.00
- Ratio of capitation grant per student over the last three years	1:8,181	1:15,015	1:17782.80

GRAPH FOR SCHOOL FINANCIAL PERFORMANCE REPORT



KYAMBOO 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:

	2020-2021	2019-2020	2018-2019
b) Teacher Student ratio:			
The teacher to student ratio	1:17	1:16	1:16
Number of teachers recruited and posted to the school within the year	3	1	1
Number of teachers that were transferred/ retired during the period	2	1	0
Number of teachers employed by TSC	16	14	13
Number of teachers employed by BOM.	3	4	4
Number of teachers the school has for each subject in order to indicate shortage/ allocation of resources			
SUBJECTS	NO.of Teachers		
MATHS	4	3	2
ENGLISH	3	3	2
KISWAHILI	2	2	2
CHEMISTRY	2	2	2
PHYSICS	3	2	1
BIOLOGY	1	1	2
HISTORY	2	2	2
CRE	1	1	1
AGRICULTURE	1	0	1
BUSINESS STUDIES	2	1	1
GEOGRAPHY	6	3	2
COMPUTER STUDIES	1	1	0
c) Mean score in the 2021 KCSE: 7.30			
performance of the school for each over the last three years			
Number of students that have since transitioned to institutions of higher learning.	N/A	63	58
Mean score	N/A	6.7	7.24
comment on improvement or otherwise as compared to the school's set score.	N/A	Target at	Target at
		not achieved	not achieved
d) Number of Candidates in the 2021 KCSE:			
Number of candidates sitting for KCSE over the last three years.	75	70	59
e) Capacity of the school:			
Number of students in the school	330	272	250
Dormitories	3	3	3.00
Dinning hall,	0	0	-
laboratories	1	1	1.00
Toilets and	28	28	28.00
Land with legal ownership	5.0Ha, No title deed	5.0Ha, No title deed	5.0Ha, No title deed
Other amenities.			

KYAMBOO SECONDARY SCHOOL

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

f) Development projects carried out by the school:

Project	Source of fund	Initial cost (Ksh)	Amount spent (Ksh)	Year	Expected Completion Time
Construction of classroom	MOE	1.2M	1.2M	2021	Completed
Outside Benches	Parents	45,000	45,000	2,021	Completed

Sign

School Principal



KYAMBOO SECONDARY SCHOOL

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

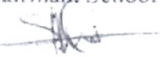
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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.

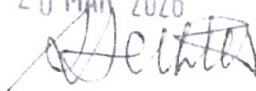
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

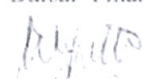
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.

Name: Stephen K. Nguli
Designation: Chairman, School Board of
Management Sign: 

Date: 20/3/2026

Name: Samuel John Mile
Designation: School Principal & Secretary to Board of
Management Sign: 

Date: 20 MAR 2026

Name: Onesmus K Mukuthi
Designation: Bursar Finance
Officer Sign: 

Date: 20/3/2026

NOLEKIBURS
KYAMBOO SE

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kyamboo Secondary School -Kitui County set out on pages 1 to 18, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts, for the year then ended and a summary of significant accounting policies and other explanatory

information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of the financial statements as prepared and presented for audit revealed the following errors and inconsistencies:

- i. The statement of cash flows reflects acquisition of assets (construction of dormitory), amount of Kshs.1,194,051, which differs from the additions amount of Kshs.1,320,000 in Annex 2 to the financial statements, resulting in an unexplained variance of Kshs.125,949. Further, the statement of budgeted versus actual amounts does not reflect any amount for Free Day Secondary education for infrastructure.
- ii. The statement of receipts and payments reflects boarding and School fund payments of Kshs.7,455,187 as disclosed in Note 7 to the financial statements. However, the schedule provided for audit reflects Kshs.6,712,302, resulting in an unexplained variance of Kshs.742,885.
- iii. The statement of receipts and payments reflects total receipts for School fund income-parents contribution of Kshs.6,160,590 as disclosed in Note 3 to the financial statements. However, review of the schedules provided for audit reflects an amount of Kshs.5,960,071, resulting in an unexplained variance of Kshs.200,519.
- iv. The statement of budget versus actual amount contains inaccuracies as follows:

Component	Balance in the Statement of Budgeted Versus Actual Amounts (Kshs.)	Recomputed Amount (Kshs.)	Variance (Kshs.)
Total Income-Final Budget	7,238,960	10,501,265	(3,262,305)
Total Income-Actual Amount	6,159,953	8,859,787	(2,699,834)
Total Expenditure-Final Budget	7,296,237	10,541,518	(3,245,281)
Total Expenditure-Actual Amount	5,777,169	8,669,992	(2,892,823)

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

2. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.2,542,606 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables of Kshs.812,069, which have been outstanding for more than two (2) years. However, the School had no policy in place for the impairment of long outstanding fees arrears, casting doubt on the fair statement of the accounts receivable balance.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.812,069 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kyamboo 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 recomputed reflects final receipts budget and actual on a comparable basis of Kshs.10,501,265 and Kshs.8,859,787, respectively, resulting in an under-funding of Kshs.1,641,478 or 16% of the budget. However, the School spent an amount of Kshs.8,669,992 against actual receipts amounting to Kshs.8,859,787, resulting in an under-utilization of Kshs.189,755.

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 judgment, 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, 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 year 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 Management is responsible for the Other Information set out on pages v to xi, which comprise of Key School Information and Management, Summary Report of Performance of the School and the Statement of the 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 effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements for audit on 25 November, 2025 after 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 submitted by 30 September 2021 in compliance with Section 81 of the Public Finance Management Act, 2012, on preparation of financial statements.

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

2. Underfunding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.354,704 and Kshs.2,345,128. respectively as disclosed in Note 1 and Note 2 to the financial statements. During the financial year, NEMIS reported three hundred and fifteen (315) students, while the enrolment records provided by the School indicated a total number of three hundred and thirty-four (334) students, resulting in an unexplained variance of nineteen (19) students. As a result of the variance, the School was underfunded by an amount of Kshs.422,636.

In the circumstances, the under-funding of the School may have affected service delivery to the public.

3. Unconfirmed Students' Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations totaling Kshs.2,699,833. Comparison of data from the National Education Management Information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2021, NEMIS reflected three hundred and fifteen (315) students, while records from the County Director of Education had three hundred and thirty-four (334) students, resulting in an underfunding of the School by an amount of Kshs.422,636. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021, requiring all learners to be accurately registered in NEMIS.

In the circumstances, the under-funding of the School may have affected service delivery to the public.

4. Failure to Prepare School Improvement Plan

During the year/period under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires Schools to identify in every three-year School improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

5. Outstanding Accounts Payable

The statement of financial assets and financial liabilities as disclosed in Note 12 to the financial statements reflects accounts payable of Kshs.2,024,186, which had not been settled by the end of the financial year but were instead carried forward to the financial year 2021/2022. This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015, which states that service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations.

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

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. Deficiencies in Assets Management

Annex 2 to the financial statements reflects summary of fixed assets register, comprising buildings, furniture and fittings, computers, among other classes of assets. However, the asset register did not have key details such as dates of acquisition, historical costs, current carrying values, manufacturer's warranty periods (where applicable), maintenance history, remaining useful lives, asset disposals during the year and salvage values (where applicable). Further, several assets at the School had not been tagged with unique identification numbers.

In the circumstances, the existence of effective measures for the management of assets could not be confirmed.

2. Lack of an Audit Committee

During the year under review, the School had not constituted an audit committee as required by Regulation 166(2) of the Public Finance Management (National Government), Regulations, 2015, which states that each year the Audit Committee shall carry out an annual review of the independence, performance and competency of the internal audit unit and comment on their effectiveness in the annual report. Further, Section 61(2)(d) of the Basic Education Act 14 of 2013 requires the Board of Management to establish an Audit Committee among other Board committees.

In the circumstances, the existence of effective oversight mechanisms 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 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 the Board of Management

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

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 overall 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

24 April, 2026

KYAMBOO 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	2019-2020
		Ksh s	Ksh s
RECEIPTS			
Capitation grants for tuition	1	354,705.00	531,622.00
Capitation grants for operations	2	2,345,129.00	3,552,697.00
School Fund Income- Parents' Contributions	3	6,160,590.00	6,619,447.00
School Fund Income- Other receipts	4	853,783.00	-
Proceeds from borrowings		-	-
TOTAL RECEIPTS		9,714,206.00	10,703,766.00
PAYMENTS			
Payments for Tuition	5	816,422.00	347,227.00
Payments for operations	6	2,823,636.00	3,830,999.00
Boarding and school fund payments	7	7,455,187.00	6,347,519.00
TOTAL PAYMENTS		11,095,245.00	10,525,745.00
SURPLUS/DEFICIT		(1,381,039.00)	178,021.00

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

Sign: 

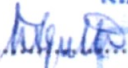
Sign:

Name: Stephen K. Nguli
Chair BOM

Name: Samuel John Mile
School principal/Secretary to BOM

Date: 20/3/2026

Date:

Sign: 

Name: Onesmus K. Mukuthi

Bursar



Date: 20/3/2026

KYAMBOO SECONDARY SCHOOL

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

VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	(29,989.00)	566,832.00
Cash Balances	9	907.00	827.00
Short term Investment	10	-	-
Total Cash and cash equivalent		(29,082.00)	567,659.00
Account's receivables	11	2,542,606.00	2,162,023.00
TOTAL FINANCIAL ASSETS		2,513,524.00	2,729,682.00
FINANCIAL LIABILITIES			
Accounts Payables	12	2,024,186.00	859,305.00
NET FINANCIAL ASSETS		489,338.00	1,870,377.00
REPRESENTED BY			
Accumulated Fund b/fwd	13	1,870,377.00	1,692,356.00
Surplus/Deficit for the year		(1,381,039.00)	178,021.00
NET FINANCIAL POSITION		489,338.00	1,870,377.00

Name: Stephen K Nguli
Chairman, BoM

Sign: _____

Date: 20/3/2026

Name: Samuel John Mile
School principal/secretary to
BoM

SENIOR PRINCIPAL
KYAMBOO SEC. SCHOOL
Sign: _____

Date: _____

Name: Onesmus Mukuthi
Bursar/Finance officer

Sign: _____

Date: 20/3/2026

KYAMBOO SECONDARY SCHOOL

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

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

		2020-2021	2019-2020
		Kshs	Kshs
CASHFLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Capitation grants for tuition	1	354,705.00	531,622.00
Capitation grants for operations	2	2,345,198.00	3,552,697.00
School fund income- Parents contributions/ fees	3	5,780,007.00	6,210,761.00
School fund income- other receipts	4	853,783.00	-
Total receipts		9,333,623.00	10,295,080.00
Payments			
Payments for Tuition		353,407.00	615,137.00
Payments for operations		1,468,810.00	2,348,221.00
Boarding and school fund payments		6,914,096.00	6,006,637.00
Total payments		8,736,313.00	8,969,995.00
Net cash flow from operating activities		597,310.00	1,325,084.00
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets-Construction of dormitory		(1,194,051.00)	(1,441,057.00)
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from Investing Activities		(1,194,051.00)	(1,441,057.00)
CASHFLOW FROM BORROWING/FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		(596,710.00)	(115,973.00)
Cash and cash equivalent at BEGINNING of the year		567,659.00	683,632.00
Cash and cash equivalent at END of the year		(29,082.00)	567,659.00

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

KYAMBOO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 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	Budget Utilization Difference	% of Utilization
		a	b	c=a+b	d	e=c-d	f=d/c %
		Kshs	Kshs			Kshs	Kshs
RECEIPTS							
(1) CAPITATION GRANT ON TUITION							
Textbooks and reference materials	1	-	-	-	-	-	-
Exercise books	2	-	-	-	-	-	-
Laboratory equipment	3	-	-	-	-	-	-
Teaching / learning materials	4	716,376.0	-	716,376.0	354,705.0	361,672.0	49.51%
Chalks	5	-	-	-	-	-	-
Internal exams	6	-	-	-	-	-	-
Exams and assessment		-	-	-	-	-	-
Teachers guides		-	-	-	-	-	-
TOTAL		716,376.00	-	716,376.00	354,705.00	361,672.00	49.51%
(2) CAPITATION GRANT ON OPERATIONS							
Personnel emoluments	1	-	-	-	-	-	-
Gratuity	2	-	-	-	-	-	-
Administration costs	3	-	-	-	-	-	-
Repairs and maintenance	4	884,000.0	-	884,000.0	1,088,500.0	(204,500.0)	123.13%
Local transport / travelling	5	-	-	-	-	-	-
Electricity and water	6	-	-	-	-	-	-
Medical	7	-	-	-	-	-	-
Activity	8	-	-	-	-	-	-
SMASSE	9	-	-	-	-	-	-
Other vote heads	10	1,661,920.0	-	1,661,920.0	1,256,629.0	405,291.0	75.61%
TOTAL		2,545,920.00	-	2,545,920.00	2,345,129.00	200,791.00	198.75%

KYAMBOO SECONDARY SCHOOL

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

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	1,323,115.0	-	1,323,115.0	682,957.0	640,158.0	51.62%
Repairs and maintenance	387,100.0	-	387,100.0	229,119.0	157,981.0	59.19%
Local transport / travelling	103,275.0	-	103,275.0	37,750.0	65,525.0	36.55%
Electricity and water	777,800.0	-	777,800.0	305,142.0	472,658.0	39.23%
Medical	-	-	-	-	-	
Other vote heads	-	-	-	-	-	
Administration costs	306,225.0	-	306,225.0	126,428.0	179,797.0	41.29%
Activity	-	-	-	-	-	
SMASSE	-	-	-	-	-	
Fee on Boarding Equipment and Stores	4,341,454.0	-	4,341,454.0	4,778,557.0	(437,103.0)	110.07%
IGA	-	-	-	-	-	
OTHER INCOME						
Rent income	-	-	-	-	-	-
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	7,238,969.0	-	7,238,969.0	6,159,953.0	1,079,016.0	337.94%

KYAMBOO SECONDARY SCHOOL

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

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
(1) EXPENDITURE FOR TUITION						
Textbooks and reference	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Teaching / learning materials	647,992.0	-	647,992.0	69,187.00	578,805.0	10.68%
Administration costs	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
TOTAL	647,992.00	-	647,992.00	69,187.00	578,805.00	10.68%
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance & improvements	884,000.0	-	884,000.0	1,194,051.0	(310,051.0)	135.07%
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity Expenses	-	-	-	-	-	-
Other vote heads	1,713,289.0	-	1,713,289.0	1,629,585.0	83,704.0	95.11%
TOTAL	2,597,289.00	-	2,597,289.00	2,823,636.00	(2,263,467.00)	230.19%

Commentary on significant underutilization (below 90% of utilization) and overutilization above 100%]

1. Underutilization of 10.68% on TLM in Tuition was due to few funds received from the government as at 30th June 2021 since part of term 3 capitation was received in the month of July 2021. As a result, some of the expenses were not met.

2. The market price of building materials increased as compared to the budgeted cost leading to overutilization of 135.07% in RMI for Operation Account

KYAMBOO SECONDARY SCHOOL

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

Receipt/expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	1,325,472.00	-	1,325,472.00	1,482,399.0	(156,927.0)	111.84%
Repairs, maintenance and improvements	387,100.00	-	387,100.0	116,597.0	270,503.0	30.12%
Local transport / travelling	160,500.00	-	160,500.0	461,900.0	(301,400.0)	287.79%
Electricity, water and conservancy	780,275.00	-	780,275.0	250,445.0	529,830.0	32.10%
Medical Expenses	-	-	-	-	-	-
Administration costs	304,865.00	-	304,865.0	304,330.0	535.0	99.82%
Activity	-	-	-	-	-	-
Other voteheads	-	-	-	-	-	-
Income generating Activities	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch programme	-	-	-	-	-	-
Boarding Equipment and Stores	4,338,025.00	-	4,338,025.0	3,161,498.0	1,176,527.0	72.88%
TOTALS	7,296,237.00	-	7,296,237.00	5,777,169.00	1,519,068.00	634.55%

Commentary on significant underutilization (below 90% of utilization) and overutilization above 100%]

1. The number of casuals increased leading to overutilization of 111.84% in P.E Votehead
2. There were no major repairs in RMI Votehead as it was expected hence underutilization of 30.12%
3. Increase in price of fuel led to high cost of transport at 287.79% hence overutilization.
4. Cost of water went down due to rain water harvest leading to underutilization of 32.10% in EWC Vote head.
5. The actual price of foodstuffs was cheaper as compared to the budgeted price leading to under utilization of 72.88% in BES Votehead

KYAMBOO SECONDARY SCHOOL

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

VIII.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.

KYAMBOO SECONDARY SCHOOL

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

KYAMBOO SECONDARY SCHOOL

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

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks	-	-
Exercise books	-	-
Laboratory Equipments	-	-
Teaching/learning materials	354,705.00	531,622.00
Chalks	-	-
Internal exams	-	-
Reference materials	-	-
Bank charges	-	-
Total	354,705.00	531,622.00

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	1,088,500.00	1,220,000.00
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	54,200.00
Administration costs	-	-
Activity	-	108,400.00
Other voteheads	1,256,629.00	2,170,097.00
Insurance	-	-
Total	2,345,129.00	3,552,697.00

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	682,957.00	1,329,775.00
Repairs and maintenance	229,119.00	544,583.00
Local transport / travelling	37,750.00	145,200.00
Electricity and water	305,142.00	1,170,810.00
Medical	-	-
Administration costs	126,428.00	526,235.00
Activity	637.00	60,300.00
Fee on Boarding Equipment and Stores	4,778,557.00	2,842,544.00
Other voteheads	-	-
Total	6,160,590.00	6,619,447.00

KYAMBOO SECONDARY SCHOOL

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)**4. OTHER RECEIPTS – SCHOOL FUND ACCOUNT**

	2020-2021 2020	2019- 2020
	Kshs	Kshs
Rent income	-	-
Income from farming activities	-	-
Insurance compensation	-	-
Salary advance	-	-
Fees refund	-	-
Income from Bus Hire	297,300.00	-
Fee for hire of ground and equipment	-	-
Income from grants and donations*(CDF Bursary)	556,483.00	-
Interest income	-	-
Income from grants and donations*(CDF)	-	-
Total	853,783.00	-

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

5. PAYMENTS FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks	-	-
Exercise books	-	-
Laboratory Equipment	-	-
Teaching/learning materials	814,115.00	345,040.00
Chalks	-	-
Internal exams	-	-
Reference materials	-	-
Bank charges	-	-
Administration costs	2,307.00	2,187.00
Total	816,422.00	347,227.00

KYAMBOO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2021****NOTES TO THE FINANCIAL STATEMENTS (Continued)****6. PAYMENTS FOR OPERATIONS**

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	-	-
Service Gratuity	-	-
Administration Cost	-	-
Repairs and maintenance & improvements	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Activity Expenses	-	215,576.00
SMASSE	-	-
BOM teachers	-	-
Insurance Cost	-	-
Infrastructure Modern dormitory	1,194,051	1,441,057.00
Other voteheads *	1,629,585.00	2,174,366.00
TOTAL	2,823,636.00	3,830,999.00

7. BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	1,482,399.00	1,680,305.00
Service Gratuity	-	-
Repairs and maintenance & Improvements	236,428.00	566,886.00
Local transport / travelling	461,900.00	560,000.00
Electricity and water	250,445.00	402,645.00
Medical Expenses	-	-
Administration costs	435,330.00	386,829.00
Expenses on IGA-Farm water	-	-
Fee on Boarding Equipment and Stores	3,736,808.00	2,736,654.00
Uniform	-	-
Rent Expenses	18,000.00	-
School farm	-	-
Bread	-	-
Bus hire	276,074.00	-
Insurance Cost	-	-
Caution	-	-
Activity Expenses	-	14,200.00
Fees refund	-	-
Tender	-	-
Bursary payent to students	556,483.00	-
Other voteheads	1,320.00	-
TOTAL	7,455,187.00	6,347,519.00

Expenses on Other voteheads * includes cost of NSSF, NHIF & KUDHEIHA Deductions

KYAMBOO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2021****NOTES TO THE FINANCIAL STATEMENTS (Continued)****8. BANK ACCOUNTS**

Name of Bank, Account No. & currency	Bank Account Number	2020-2021	2019-2020	2019
		Kshs	Kshs	Kshs
Tuition Account	1102970859	1,322.00	225.00	83,540.00
Operations Account	1102980765	(77,929.00)	(2,804.00)	12,768.00
School Fund Account/Boarding	0590261726768	(389,035.00)	(88,657.00)	(311,249.00)
Bus Account	0590277334074	20,805.00	145.00	19,956.00
CDF Account	0590261485165	174.00	894.00	188.00
Infrastructural Account	1261925939	414,674.00	657,229.00	878,286.00
Total		(29,989.00)	566,832.00	683,490.00

9 CASH IN HAND

Description	2020-2021	2019-2020	2019
	Kshs	Kshs	Kshs
Tuition Account	-	-	-
Operation Account	-	52.00	4.00
School Fund account	907.00	742.00	138.00
Bus Account	-	34.00	-
Total	907.00	827.00	142.00

10 SHORT TERM INVESTMENTS

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

KYAMBOO SECONDARY SCHOOL

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. ACCOUNTS RECEIVABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears	2,542,606.00	2,162,023.00
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
Total	2,542,606.00	2,162,023.00

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	757,002.00	973,535.00
Fees arrears for the previous year	973,535.00	-
Fees arrears for prior periods (over two years)	812,069.00	1,188,488.00
Total	2,542,606.00	2,162,023.00

12. ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	2,024,186.00	859,305.00
Prepaid fees	-	-
Caution Money	-	-
Total	2,024,186.00	859,305.00

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	1,784,876.00	859,305.00
Trade creditors for the previous year	239,310.00	-
Trade creditors for prior periods (over two years)	-	-
Total	2,024,186.00	859,305.00

KYAMBOO SECONDARY SCHOOL

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	(29,989.00)	566,832.00
	907.00	827.00
Receivables	2,542,606.00	2,162,023.00
Payables	2,024,186.00	859,305.00
Total	489,338.00	1,870,377.00

KYAMBOO SECONDARY SCHOOL

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

Other important disclosure notes

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

14. Non-Current Liabilities Summary

Description					2020-2021	2019-2020
					Kshs	Kshs
Bank loan(s)	N/A				-	-
Outstanding Leases	N/A				-	-
Hire purchase	N/A				-	-
Gratuity and leave provision	N/A				-	-
Total						

15 Biological assets

Description	Numbers	Opening Balance in Units	Increase during the year	Disposals during the year	At the end of the year	2020-2021	2019-2020
						Kshs	Kshs
Cattle	-	N/A	N/A	N/A	N/A	-	-
Goats	-	N/A	N/A	N/A	N/A	-	-
Trees		100	100	N/A	200	-	-
Coffee or tea plantation	-	N/A	N/A	N/A	N/A	-	-
Pigs & Donkeys	-	N/A	N/A	N/A	N/A	-	-
Poultry		N/A	N/A	N/A	N/A	-	-
Total			N/A	N/A	N/A	-	-

16 Borrowings

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

KYAMBOO SECONDARY SCHOOL

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

Other important disclosure notes

17. Stock/ Inventory

Description	2020-2021	2019-2020
	KSh	KShs
Stock/ inventory at beginning of the year	516,093.00	65,490.00
Stock/ inventory purchased during the year	3,787,270.00	1,891,121.00
Stock/ inventory issued during the year	(3,101,010.00)	(1,440,518.00)
Balance at end of the year	1,202,353.00	516,093.00

KYAMBOO SECONDARY SCHOOL

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

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: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
2019	Avoid huge Fees Balances from students	School to be innovative	Not resolved	DEC 2022
		Deal decisively with defaulters		
		Allow parent to pay school fee in kind.		
		Allow piece meal payment		
2019	Prompt payment of creditors	Adhere to the budget	Not resolved	JUNE 2022
		Clear all old debts the soonest		
		Budget for what you have		
		Avoid any unbudgeted expenses		
2019	Streamline a tender committees	School to comply	Not resolved	MAY 2022
2019	Strict adherence to budget	School to come up with a very realistic budget	Resolved	JAN 2022

KYAMBOO SECONDARY SCHOOL

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

	Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
		a	b	c	d=a-c		
		Kshs		Kshs	Kshs	Kshs	
	Construction of buildings						
1	Ikoo Ltd-Building Materials	139,394	2020		139,394	139,394	
2	Ikoo Ltd-Building Materials	119,831	2021		119,831		
	Sub-Total	259,225			259,225	139,394	
	Supply of goods						
1	Migwani Boys Sec	5,000	2020	5,000	-	5,000	
2	Linktech Investment Solutions	16,630	2020	16,630	-	16,630	
3	Grace Gen. Stores	27,500	2020	27,500	-	27,500	
4	Mwiwe Dairy Farm	3,850	2020	3,850	-	3,850	
5	Johand Poultry Farm	5,000	2020	5,000	-	5,000	
6	Agnes Mawia Mwinzi	66,500	2020	66,500	-	66,500	
7	Munyao Mwendwa	35,000	2020	35,000	-	35,000	
8	Stemma Enterprises	95,570	2020	95,570	-	95,570	
9	Annastella Wambui Mwangi	30,000	2020	30,000	-	30,000	
10	Dematech Gen Supplies	284,220	2020	284,220	-	284,220	
11	Brain Waves Solution	24,000	2020	-	24,000	24,000	
12	Variotech Enterprises	14,500	2020	-	14,500	14,500	
13	Josman Enterprises Ltd	61,416	2020	-	61,416	61,416	
14	Rozam Investment	18,000	2020	18,000	-	18,000	
2	Davency Electicals	25,000.00	2020	25,000	-	25,000	
15	Vero Commercial Agencies	64,000	2021		64,000		
16	Munyao Mwendwa	90,000	2021		90,000		
17	Pitmac Enterprises	131,000	2021		131,000		
18	Stemma Enterprises	421,310	2021		421,310		
19	Dematech Gen Supplies	310,520	2021		310,520		
20	Brain Waves Solution	15,000	2021		15,000		
21	Wego Publishers	18,000	2021		18,000		
22	Cana Gen. Supplies	30,000	2021		30,000		
23	Pilgrim B/s services	14,000	2021		14,000		
24	Everest B/s supplies	29,000	2021		29,000		
25	Meko supplies Printing Plus	144,750	2021		144,750		
26	Variotech Enterprises	185,965	2021		185,965		
27	Vero Commercial Agencies	82,500	2021		82,500		
28	Petube Enterprises	112,800	2021		112,800		
	Sub-Total	2,361,031		612,270	1,748,761	712,186	
	Supply of services						
1	Posta Rental Box	7,725.00	2020	7,725	-	7,725	
3	Davency Electicals	16,200.00	2021		16,200		
	Sub-Total	23,925		7,725	16,200	7,725	
	Grand Total	2,644,181		619,995	2,024,186	859,305	

KYAMBOO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2021****ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER**

Asset class	Date purchased	Location	Units	Historical Cost b/f (Kshs) 1 st July 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1		Kyamboo	5.0 Hactres	-	-	-	-
Land 2		Kyamboo		-	-	-	-
Buildings and structures		Kyamboo		-	1,200,000.00	-	1,200,000.00
Motor vehicles-School bus		Kyamboo		4,650,000.00	-	-	4,650,000.00
Office equipment, furniture and fittings		Kyamboo		1,500,000.00	-	-	1,500,000.00
ICT Equipment, and Other ICT Assets		Kyamboo		200,000.00	-	-	200,000.00
Tools and apparatus		Kyamboo		50,000.00	-	-	50,000.00
Textbooks		Kyamboo		-	-	-	-
Other Machinery and Equipment				-	-	-	-
Heritage and cultural assets				-	-	-	-
Intangible assets- software		Kyamboo		-	120,000.00	-	120,000.00
Total					1,320,000.00		7,720,000.00

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

KYAMBOO SECONDARY SCHOOL

17 Stock/ Inventory

Description	Units in kgs	Opening Balance		Purchases during the year		Consumption/issue during the year			Balance at the end of the year
		Units	Amount	Units	Amount	Units	Price	Amount	
b) Borrowings									
RICE	kgs	436	38,368.00	6650	585,200.00	5605	88.00	493,240.00	130,328.00
BEANS	kgs	530	53,000.00	7830	783,000.00	7012	100.00	701,200.00	134,800.00
WHEAT FLOUR	kgs	0	-	72	100,800.00	72	1,400.00	100,800.00	-
SUGAR	kgs	642	70,620.00	3800	418,000.00	3046	110.00	335,060.00	153,560.00
MAIZE FLOUR	kgs	64	8,320.00	1200	156,000.00	969	130.00	125,970.00	38,350.00
COCOA	Tins		-		-		-	-	-
COOKING OIL	Ltrs	155	23,250.00	4060	609,000.00	3540	150.00	531,000.00	101,250.00
SALT	kgs	74	1,480.00	440	8,800.00	506	20.00	10,120.00	160.00
TEA LEAVES	Pkts	5	125.00	0	-	0	25.00	-	125.00
NDENGU	kgs		-		-		-	-	-
STEEL WIRE	kgs		-		-		-	-	-
SORGUM	kgs		-		-		-	-	-
FULL SCAPES	Rims		-		-		-	-	-
PRINTING PAPERS	Rims		-	320	208,000.00		650.00	-	208,000.00
BIRO PENS	Pkts	2	1,100.00	6	3,300.00		550.00	-	4,400.00
SPRING FILES	pcs		-		-		-	-	-
PENCILS	pcs		-		-		-	-	-
PRIT GLUE	pcs		-		-		-	-	-
3Q COUNTER BOOKS	pcs		-	20	5,200.00		260.00	-	5,200.00
2Q COUNTER BOOKS	pcs		-	20	4,600.00		230.00	-	4,600.00
1Q COUNTER BOOKS	pcs		-	20	4,000.00		200.00	-	4,000.00
ST LEDGER	pcs		-		-		-	-	-
CELL TAPE	pcs	24	1,200.00		-		50.00	-	1,200.00
S2 LEDGER	pcs		-		-		-	-	-
WHITEBOARD MAKER	pcs		-		-		-	-	-
MARKER PEN	pcs	12	1,500.00		-		125.00	-	1,500.00
STEPULAS	pcs		-		-		-	-	-
STAPLES	Box	12	3,120.00		-		260.00	-	3,120.00
GENERATOR FUEL	Ltrs	0	-	900	116,100.00	900	129.00	116,100.00	-
TISSUE PAPER	Bales	10	2,500.00	20	5,000.00		250.00	-	7,500.00
MARK BOOKS	pcs	7	1,260.00	12	2,160.00		180.00	-	3,420.00
MASKING TAPE	pcs	24	1,080.00	36	1,620.00		45.00	-	2,700.00
WHITE OUT	pcs	0	-	34	9,860.00		290.00	-	9,860.00
CHALK	Pkts		-		-		-	-	-
MANILLA PAPER	pcs		-	75	2,250.00		30.00	-	2,250.00
OFFICE GLUE	pcs		-		-		-	-	-
MILK	Pkts	55	2,750.00	140	7,000.00		50.00	-	9,750.00
EGGS	Crates	10	3,500.00	30	10,500.00		350.00	-	14,000.00
DETERGENT	Jericans	0	-	400	-	400	-	-	-
DISINFECTANT	Jericans	0	-	700	-	700	-	-	-
CABBAGES	pcs		-		-		-	-	-
ONIONS	kgs	170	17,000.00	1400	140,000.00	1532	100.00	153,200.00	3,800.00
POTATOES	kgs		-		-		-	-	-
LEMOGEL	Jericans		-		-		-	-	-
JK	Jericans		-		-		-	-	-
FRUITS	pcs		-		-		-	-	-
GREENS	Bunches		-		-		-	-	-
TOMATOES	kgs		-		-		-	-	-
BLUEBAND	kgs		-		-		-	-	-
MAIZE	kgs	218	8,720.00	7072	282,880.00	5258	40.00	210,320.00	81,280.00
MEAT	kgs	0	-	540	324,000.00	540	600.00	324,000.00	-
EXCISE BOOKS	Grosses	1980	277,200.00		-		140.00	-	277,200.00
TOTAL			516,093.00		3,787,270.00			3,101,010.00	1,202,353.00

Annual Report and Financial Statements For the year ended 30th

June 2021 Other important disclosure not

