

REPUBLIC OF KENYA



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REPORT

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DATE: 26 NOV 2024	DAY: TUE
TABLED BY:	Hon. NAOMI WAGO MP DEP. MAJORITY PARTNER
CLERK AT THE TABLE:	MERICI CHUMO

THE AUDITOR-GENERAL

ON

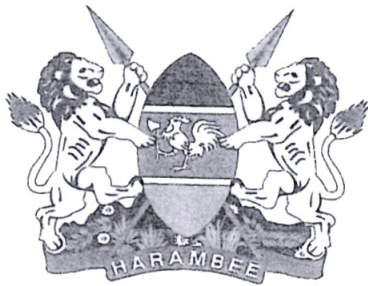
KINNA SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2023**

ISIOLO COUNTY



Revised 30th June 2023.



(Add your School Logo)

OFFICE OF THE AUDITOR GENERAL
UPPER EASTERN REGIONAL OFFICE - ISIOLO

27 JUN 2023

RECEIVED

P. O. Box 1027- 60300, ISIOLO

KINNA SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023**

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

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Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	

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 in ISIOLO County, GARBATULLA Sub-County.

The school was registered in 1991 under registration number GP/A/625/96 and is currently categorized as a EXTRA COUNTY public school established, owned or operated by the Government.

The school is a day/boarding school and had 350 number of students as at 30th June 2023. It has 2 streams and 16 teachers of which 2 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	Halkano huka	Chairman	05/9/22
2	Guyo bonaya	Secretary - Principal	05/9/22
3	Jamila abdi wako	Member	05/9/22
4	Abdullahi kulicha	Member	05/9/22
5	Amina jillo	Member	05/9/22
6	Zeituna Abdi	Member-sponsor	05/9/22
7	Sheikh Hassan adan	Member-sponsor	05/9/22
8	Mumina Abdi	Member-sponsor	05/9/22
9	Yussuf jillo	Member – Rep CEB	05/9/22
10	Jacob kailutha	Member Rep Teachers	05/9/22
11	Adan Ture	Member - Community	05/9/22
12	Issa Hersi	Member Special Needs	05/9/22
13	Roba hussein	Rep Students	05/9/22

The functions of the School Board of Management are to:

- 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.Mumina abdi 2.Guyo bonaya 3.Halkano huka 4.Amina jillo 5. Yussuf jillo	member secretary chairman member member	5/5 5/5 5/5 2/5 3/5
2	Audit Committee	1. Yussuf jillo 2. Sheikh hassan 3. Amina jillo	chairman member secretary	1/3 2/2 2/2
3	Finance, procurement and general purposes Committee	1. Zeituna abdi 2. Adan Ture 3. Abdullahi kulicha 4. Halkano huka	Chairperson Secretary member member	3/3 1/3 2/3 2/3
4	Academic Committee	1. Jacob kailutha 2. Guyo bonya 3. Jamila abdi 4. Amina jillo 5. Yussuf jillo	Secretary Chairman member member member	3/3 2/3 2/3 1/3 2/3
5	Development Committee	1. Halkano huka 2. mumina abdi 3. Shekh hassan	Member chairperson member	1/2 2/2 1/2
6	Discipline and welfare Committee	1. Guyo bonaya 2. Jacob kailutha 3. Yussuf jillo 4. Adan Ture 5. Roba hussein 6. Jamila abdi 7. Issa hersi	member member chairperson secretary member member member	2/2 2/2 2/2 2/2 1/2 2/2 2/2
7	Adhoc Committee (if any during the year)			

(d) School operation Management

For the financial year ended 30th June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Guyo bonaya	TSC No. 442582
2	Deputy Principal	Guyo kanchoro	TSC No. 529137
3	School Bursar	Samson nyagah	CPA No. 94250
4	Other (specify)	-	-

(e) Schools contacts

Post Office Box: 376-60600
 Telephone: 0720899208
 E-mail: kinnasecondary@gmail
 Website: -
 Facebook: -
 Twitter: -

(f) School Bankers

Provide details of the school bankers.

Name of Bank: Consolidated Bank
 Branch : isiolo
 Postal Address. isiolo

Name of Bank: Kenya commercial bank
 Branch : maua
 Postal Address. maua -meru

(g) Independent Auditors

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

Summary report of performance of the school

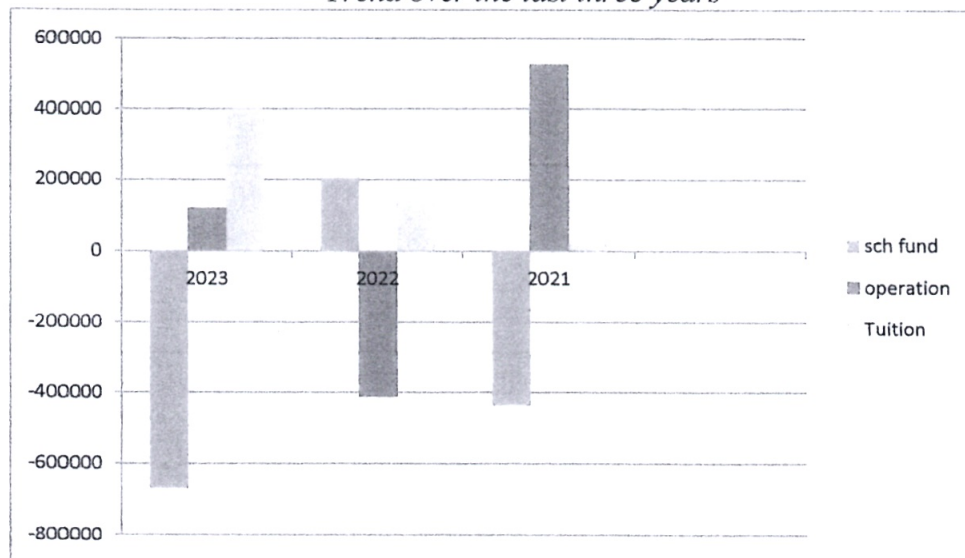
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

under this section, its reflect the actual financial performance trend for the last three years period.

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS				
SNO		2023	2022	2021
		KSHS	KSHS	KSHS
1	School fund Account	(668,924.00)	205,659.00	(434,635.00)
2	Operation Account	119,730.0	(411,369.00)	526,903.00
3	Tuition Account	398,189.00	136,269.00	21,587.00
4	Infrastructure Account	-	-	-
5	Farm Account	-	-	-
	TOTAL	(151,005.00)	(69,441.00)	93,855.00
	Increase/Decrease	220,446.00	(24,414.00)	

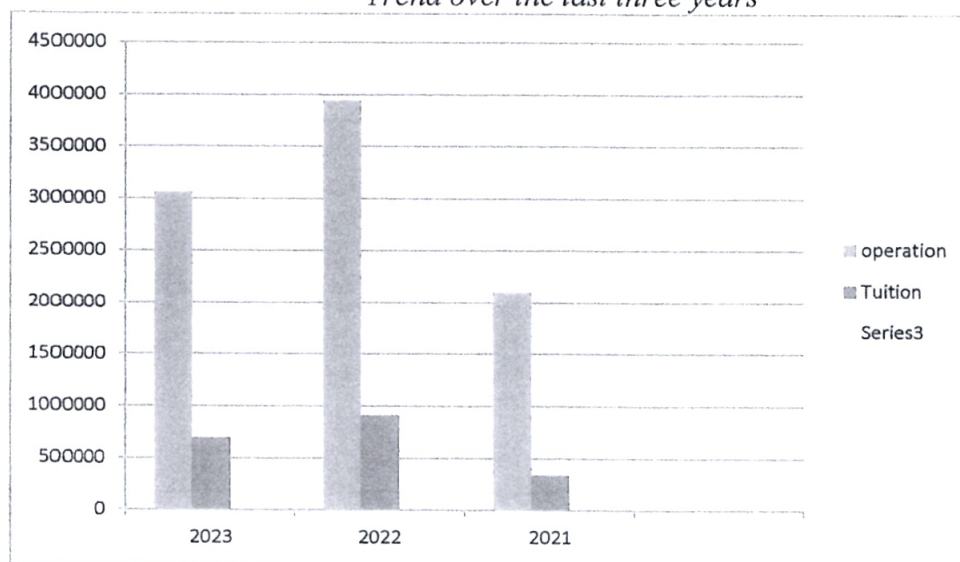
Trend over the last three years



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

SNO	ACCOUNTS	2023	2022	2021
		Kshs	Kshs	Kshs
1	Operation Accounts	3,065,528.00	3,947,330.00	2,102,762.00
2	Tuition Accounts	694,604.00	911,708.00	342,732.00
	Total	3,760,132.00	4,859,038.00	2,445,494.00
	Increase/Decrease	(1,098,906.00)	2,413,544.00	-
	No of student	350	288	320
	Ratio of capitation per student	1:10,743.23	1:16,871.66	1:7,642.17

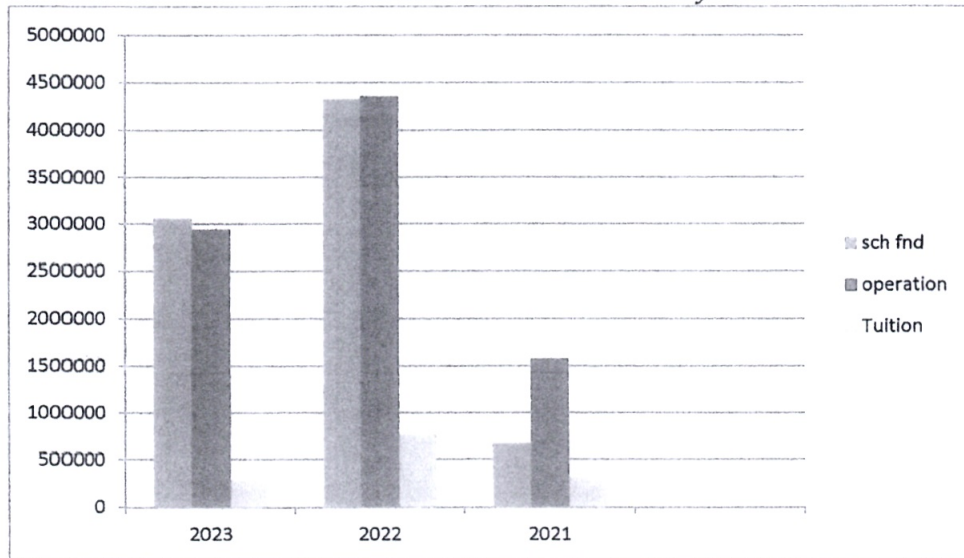
Trend over the last three years



The capitation for the year 2023 decreased, this was attributed by the fact that some of student were not capture in NEMIS.

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL

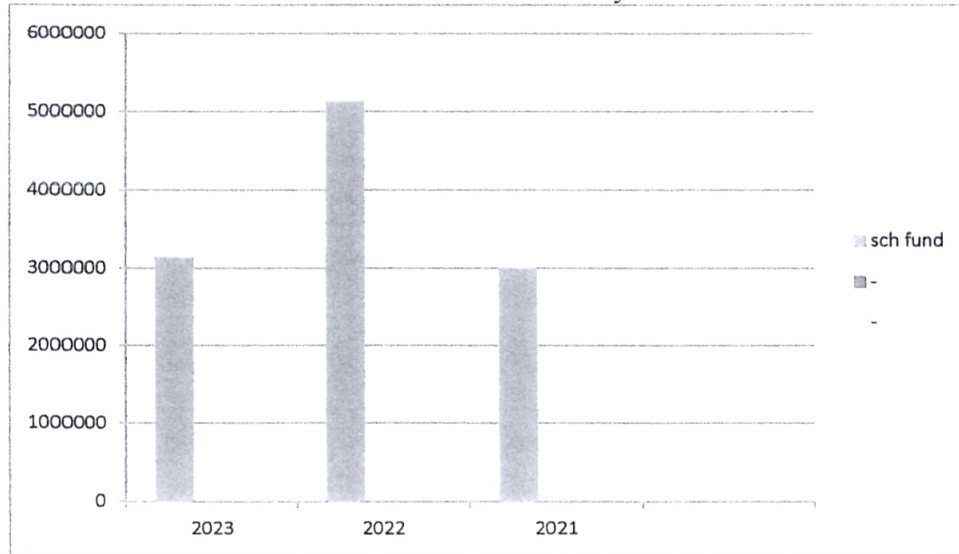
S/NO	ACCOUNTS	2023	2022	2021
		Kshs	Kshs	Kshs
1	School fund Acc	3,066,194.00	4,332,496.00	679,150.00
2	Operation Accounts	2,945,798.00	4,358,699.00	1,575,647.00
3	Tuition Accounts	296,415.00	775,439.00	321,145.00
	Total	6,308,407.00	9,466,634.00	2,576,154.00
	Increase/Decrease	(3,158,227.00)	6,890,480.00	

Trend over the last three years

In the financial year 2023 shows decrease in expenditure covering 12 months due to proper internal control measures put in place by the management

MOVEMENT OF DEBTORS OF THE SCHOOL

SNO	ACCOUNTS	2023	2022	2021
1	School Fund Accounts	Kshs	Kshs	Kshs
@	Debtors	3,152,400.00	5,134,796.20	3,014,340.00
	Total	3,152,400.00	5,134,796.20	3,014,340.00
	Increase/decrease	(1,982,396.20)	2,120,456.20	(864,160.00)

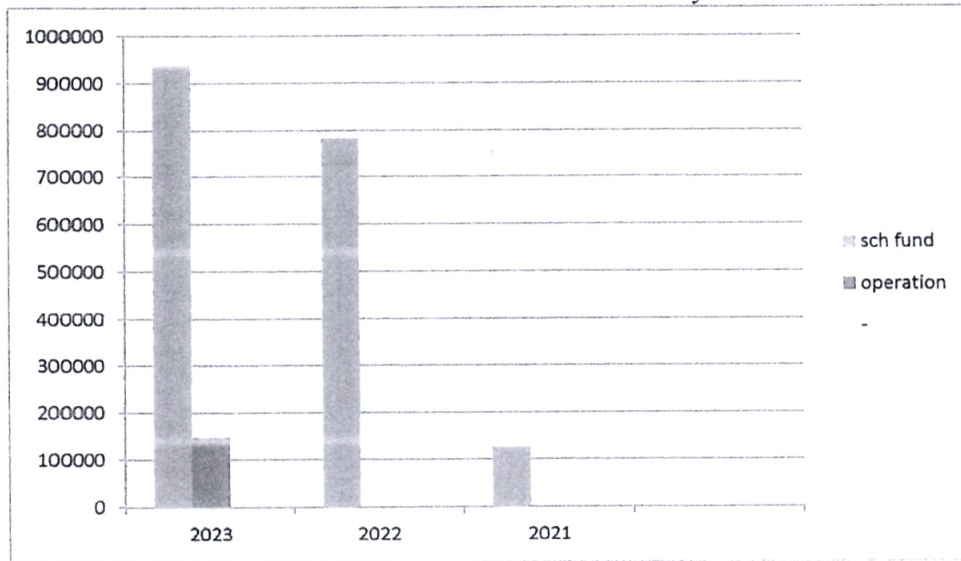
Trend over the last three year

Total debtors as at 2023 decreased as fees for all the student was partly paid by the local NG-CDF

MOVEMENT OF CREDITORS OF THE SCHOOL

SNO	ACCOUNTS	2023	2022	2021
	account	Kshs	Kshs	Kshs
1	school fund	939,200.00	783,700.00	128,004.00
2	operation	147,341.00	-	-
	Total	1,086,541.00	783,700.00	128,004.00
	Increase/decrease	302,841	655,696.00	

Trend over the last three years



The total creditors decreased by 302,841as at 30th june 2023 being trade creditors

b) Teacher Student ratio:

Between the month of July 2022 and June 2023 the status of teaching staff is as follows. There are 17 teachers posted by the Teacher service commission, 2 transferred to another school, 2 posted to the school and 1 recruited by the Bom. Although the teacher student ratio lies at 1:21. There is a shortage of teachers, this due to subject specialization in form 3 and 4.

c) Mean score in the 2023 KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION %	SCHOOL TARGET	COMMENT
2023	42	3.38	8	19%	5.0	+variance
2022	42	2.98	6	14%	5.0	-variance
2021	67	3.20	23	34%	5.0	+variance

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

d) Number of Candidates in the 20XX KCSE:

No of candidates sitting for KCSE over the last three years

YEAR	ENROLMENT
2023	43
2022	42
2021	67

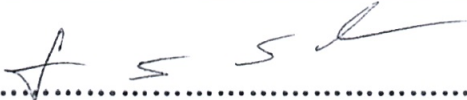
e) Capacity of the school: 350 (student 210 boys and 140 Girls)

Name of the facility	No	Name of the facility	No
Administration block	1	Football pitch	1
Classrooms	9 in use	Basketball pitch	1
Classrooms	4 dilapidated	Volleyball pitch	2
Laboratory	2	Bohehole(solar powered)	1
Library (not equipped)	1	10,000ltrs water tank	3
Dinning hall	1	-	
Toilets	19	-	
Dormitory	2	-	
Computer lab	1	-	
Basket ball pitch	1	-	

f) Development projects carried out by the school:

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

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time



School Principal

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


The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2023, and of the school's financial position as at that date.



.....
Name:

Designation: Chairman, School Board of Management

Date: 26/06/2023



.....
Name:

Designation: School Principal & Secretary to Board of Management

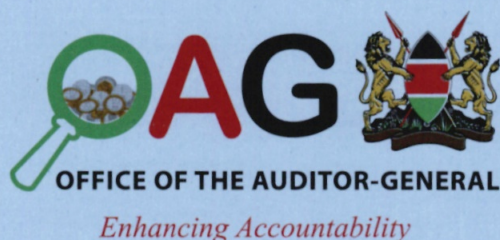
Date: 26/06/2023

.....
Name:

Designation: Bursar/ Finance Officer

Date:

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 KINNA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - ISIOLO COUNTY

PREAMBLE

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

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

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 Kinna Secondary School - Isiolo County set out on pages 1 to 22, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023 and the statement of receipts and payments,

Report of the Auditor-General on Kinna Secondary School for the year ended 30 June, 2023 - Isiolo County

statement of cash flows and the 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 Kinna Secondary School as at 30 June, 2023 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 Statement of Budgeted Versus Actual Amounts

The statement of budgeted versus actual amounts reflects actual total receipts and expenditure on comparable basis of Kshs.6,210,902 and Kshs.6,144,966 respectively while the statement of receipts and payments reflects total receipts and payments of Kshs.6,157,402 and Kshs.6,308,407 respectively resulting in unreconciled variances of Kshs.53,500 and Kshs.163,441.

In the circumstances, the completeness and accuracy of total receipts and payments of Kshs.6,210,902 and Kshs.6,144,966 reflected in the statement of budgeted versus actual amounts could not be confirmed.

2. Unsupported Accounts Receivable Balance

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.37,255,530 as disclosed in Note 12 to the financial statements. However, the balance is not supported with detailed analysis of students with school fees arrears.

In the circumstances, the validity, completeness and accuracy of accounts receivable balance of Kshs.37,255,530 could not be confirmed.

3. Unsupported Accounts Payable Balance

The statement of financial assets and financial liabilities reflects accounts payable balance of Kshs.12,959,353 as disclosed in Note 13 to the financial statements. However, the aging analysis and detailed ledger in support of accounts payable were not provided for audit.

In the circumstances, the validity, completeness and accuracy of the accounts payable balance of Kshs.12,959,353 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kinna Secondary School Management in

accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for 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.

1. Failure to Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects government grants for operations of Kshs.2,046,528 as disclosed in Note 2 to the financial statements. The amount includes Kshs.1,317,000 which was to be transferred to the infrastructure account. However, the amount was not transferred as required by the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds be transferred to the school infrastructure account fifteen days upon receipt of the funds in the operations account.

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

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

The statement of receipts and payments reflects boarding school funds payments of Kshs.3,066,194 as disclosed in Note 8 to the financial statements. The balance includes an amount of Kshs.127,000 to Kenya Secondary Schools Heads Association (KSSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.127,000 could not be confirmed.

3. Non-Compliance with the Public Procurement and Asset Disposal Act, 2015

Examination of Payment vouchers relating to the year under review totalling to Kshs.3,019,267 revealed that the goods received were not accompanied by Inspection and Acceptance Committee Reports contrary to requirement of Section 48 of the Public Procurement and Assets Disposal Act, 2015.

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

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 8 April, 2024 instead of the statutory deadline of 30 September 2023. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance which 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.

5. Failure to Prepare School Improvement Plan

During the year 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 law.

6. Unconfirmed Student Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, operations and infrastructure totalling Kshs.3,760,132. Comparison of data from National Education Management Information System (NEMIS) with records from the County Director of Education revealed that during the financial year, NEMIS reflected two hundred and thirty-eight (238) students while records from the school management were not provided for verification.

In the circumstances, the adequacy of capitation funding received by the School could not be confirmed.

7. Excess and Unaccounted for Textbooks

During the year under review, it was noted that textbooks were released from the County Director of Education to the Deputy Principal using the receiving book. The book to student ratio was one to two (1:2) Physical verification of the books in the store revealed that one hundred and sixty-two (162) textbooks issued from the store at the beginning of

the year were not returned at the end of the year. Further, one hundred and ninety-eight (198) textbooks were in excess of the number of students hence not in use while one hundred and sixteen (116) textbooks related to subjects not offered by the school. In addition, physical custody of the textbooks was poor as the books were kept on the floor exposing them to damage.

In the circumstances, the value for money on one hundred and ninety eight (198) excess text books and one hundred and sixty two (162) text books not returned could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires 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 are in compliance, 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 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 overall governance were not effective.

Basis for Conclusion

1. Weaknesses in Governance of the School

During the year under review, the Board of Management held only one (1) meeting contrary to Section 6(1) of the Basic Education Act, 2013 which states that a Board of Management shall meet at least once every four months. Further, the minutes of the meeting provided were not signed by the chairman of the Board of Management. In addition, there were no attendance registers signed by the members to confirm that they indeed attended the meeting.

In the circumstances, the effectiveness of the school governance system could not be confirmed.

2. Lack of Land Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.26,226,540 in respect of fixed assets which includes land with a nil balance. However, land ownership documents were not provided for audit.

In the circumstances, the effectiveness of internal control over land and other assets 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 control, 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 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 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the School's 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 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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 control 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 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 judgement 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 control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable 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 continue 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 control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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

25 October, 2024

Statement Of Receipts and Payments For the Year Ended 30th June 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	694,604.00	911,708.00
Government grants for operations	2	2,046,528.00	3,947,330.00
Government Grants for infrastructure	3	1,019,000.00	-
School fund income- parents' contributions	4	2,397,270.00,	4,538,155.00
Miscellaneous incomes		-	-
Total Receipts		6,157,402.00	9,397,193.00
Payments			
Tuition	5	296,415.00	775,439.00
Operations	6	2,945,798.00	4,358,699.00
Infrastructure	7	-	-
Boarding and school fund	8	3,066,194.00	4,332,496.00
Total Payments		6,308,407.00	9,466,634.00
Surplus/Deficit		(151,005.00)	(69,441.00)

The school financial statements were approved on _____ 20 and signed by:



Name: *Hailkano W/K*

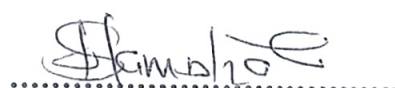
Chair BOM

Date: 27/6/24



Name:
School Principal/ Secretary to
BOM

Date: 27/06/2024



Name: *Samsu Nyagal*

Bursar/ Finance Officer

Date: 27/6/24

(Comparative FY refers to the financial year preceding the current financial year.)

Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2022-2023 Kshs	2021-2022 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	9	166,082.00	305,087.00
Cash balances	10	-	12,000.00
Short term investments	11	-	-
Total cash and cash equivalent		166,082.00	317,087.00
Account's receivables	12	37,255,530.00	35,300,993.00
Total financial assets		37,421,612.00	35,618,080.00
Financial liabilities			
Accounts payables	13	12,959,353.00	11,004,816.00
Net financial assets		24,462,259.00	24,613,264.00
Represented by			
Accumulated fund b/fwd	14	24,613,264.00	24,682,705.00
Surplus/deficit for the year		(151,005.00)	(69,441.00)
Net financial position		24,462,259.00	24,613,264.00

The school's financial statements were approved on _____ 20 and signed by:



Name: Halkano Muko

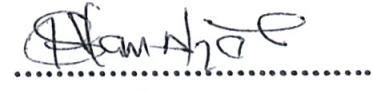
Chair BOM

Date: 27/6/24



Name:
School Principal/ Secretary to
BOM

Date: 27/6/24



Name: Samsan Nyagal

Bursar/ Finance Officer

Date: 27/6/24

(Comparative FY refers to the financial year preceding the current Financial year.)


Statement of Cash Flows for the Year Ended 30th June 2023

Description	Not e	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	694,604.00	911,708.00
Government grants for operations	2	2,046,528.00	2,961,580.00
Government grants for infrastructure	3	1,019,000.00	985,750.00
School fund income- parents contributions/ fees	4	2,397,270.00	4,538,155.00
Other income		-	-
Total receipts		6,157,402.00	9,397,193.00
Payments			
Cash outflows for tuition	5	296,415.00	775,439.00
Cash outflows for operations	6	2,945,798.00	4,358,699.00
Cash outflows Boarding/lunch and school fund payments	8	3,066,194.00	4,332,496.00
Total payments		6,308,407.00	9,466,634.00
Net cash inflow/outflow from operating activities		(151,005.00)	(69,441.00)
Cash flow from investing activities			
Acquisition of assets		(-)	(-)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		(-)	(-)
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	17	-	-
Repayment of principal borrowings		(-)	(-)
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(151,005.00)	(69,441.00)
Cash and cash equivalent at beginning of the FY		317,087.00	386,528.00
Cash and cash equivalent at end of the FY		166,082.00	317,087.00

Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(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).

The school's financial statements were approved on _____ 20 and signed by:


.....

Name: Paul Kamo-luca

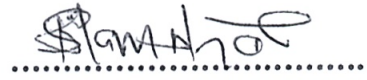
Chair BOM

Date: 27/6/24


.....

Name:
School Principal/ Secretary to
BOM

Date: 27/06/2024


.....

Name: Sawisa Nyigah

Bursar/ Finance Officer

Date: 27/6/24

(Comparative FY refers to the financial year preceding the current Financial year.)

Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Text book and Reference Materials	163,450.00	-	163,450.00	51,200.00	31.32%
Exercise Books	490,000.00	-	490,000.00	136,872.00	27.93%
Laboratory Equipment	488,600.00	-	488,600.00	280,300.00	57.36%
Internal Exams	68,600.00	-	68,600.00	53,500.00	77.98%
Teaching / Learning Materials	206,500.00	-	206,500.00	217,332.25	105.24%
Exams And Assessment	-	-	-	-	-
Chalk	33,250.00	-	33,250.00	8,900.00	
Sub-total	1,450,400.00		1,450,400.00	748,104.25	51.57%
(2) Capitation Grant on Operations					
Personnel Emoluments	1,715,000.00	-	1,715,000.00	1,019,000.00	59.41%
Repairs And Maintenance	-	-	-	-	
Local Transport / Travelling	280,000.00	-	280,000.00	178,400.00	63.71%
Electricity And Water	1,067,500.00	-	1,067,500.00	209,187.41	19.59%
Medical	70,000.00	-	70,000.00	51,200.00	74.14%
Administration Costs	1,225,000.00	-	1,225,000.00	445,065.42	36.33%
Activity	227,500.00	-	227,500.00	143,675.00	63.15%
Gratuity	-	-	-	-	

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	4,585,000.00		4,585,000.00	2,046,527.83	44.63%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	1,750,000.00	-	1,750,000.00	1,019,000.00	58.22%
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
Sub-total	1,750,000.00		1,750,000.00	1,019,000.00	58.22%
(4) Fees Charged on Parents					
Personnel Emoluments	651,000.00	-	651,000.00	140,300.00	21.50%
Repairs And Maintenance	504,000.00	-	504,000.00	116,750.00	23.16%
Local Transport / Travelling	136,500.00	-	136,500.00	35,500.00	26%
Electricity And Water	1,029,000.00	-	1,029,000.00	331,150.00	32.18%
Medical	21,000.00	-	21,000.00	-	0%
Administration Costs	388,500.00	-	388,500.00	174,850.00	45%
Activity	31,500.00	-	31,500.00	18,650.00	59.20%
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	7,850,850.00	-	7,850,850.00	1,580,070.00	20.12%
Sub-total	10,612,350.00		10,612,350.00	2,397,270.00	22.58%
5) Miscellenous Income					

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Loans / Borrowing	-	-	-	-	-
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	18,397,750.00		18,397,750.00	6,210,902.08	33.75%
(6) Expenditure For Tuition					
Textbooks and Reference materials	163,450.00	-	163,450.00	3675.00	2.24%
Exercise Books	490,000.00	-	490,000.00	42,400.00	8.65%
Laboratory Equipment	488,600.00	-	488,600.00	201,450.00	41.23%
Internal Exams	68,600.00	-	68,600.00	-	0%
Teaching / Learning Materials	206,500.00	-	206,500.00	41,110.00	19.90%
Chalks	33,250.00	-	33,250.00	6600.00	19.84%
Exams And Assessment	-	-	-	-	-
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Bank Charges	-	-	-	1200.00	0%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	1,450,400.00		1,450,400.00	296,415.00	20.29%
(7) Expenditure For Operations					
Personnel Emoluments	1,715,000.00		1,715,000.00	1,586,866.00	92.52%
Repairs, Maintenance & Improvements	-		-	-	
Local Transport / Travelling	280,000.00		280,000.00	341,400.00	121.92%
Electricity, Water and Conservancy	1,067,500.00	-	1,067,500.00	58,129.00	54.45%
Medical	70,000.00	-	70,000.00	0	0%
Administration Costs	1,225,000	-	1,225,000.00	626,052.00	51.11%
Activity Expenses	227,500	-	227,500.00	175,000.00	76.92%
Gratuity	-	-	-	-	-
SMASSE	-	-	-	-	-
Bank charges	-	-	-	10,921.00	0%
Sub-total	4,585,000.00	-	4,585,000.00	2,798,367.17	61.03%
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	-
Construction of LAB	-	-	-	-	-
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	651,000.00	-	651,000.00	331,770.00	50.96%
Repairs, Maintenance and Improvements	504,000.00	-	504,000.00	22,200.00	44.4%
Local Transport / Travelling	136,500.00	-	136,500.00	286,900.00	210%
Electricity, Water and Conservancy	1,029,000.00	-	1,029,000.00	12,500.00	1.2%
Medical Expenses	21,000.00	-	21,000.00	-	0%
Administration Costs	388,500.00	-	388,500.00	623,720.00	160%
Activity	31,500.00	-	31,500.00	293,700.00	932%
Gratuity	-	-	-	-	-
Lunch Programme	-	-	-	-	-
Boarding Equipment and Stores	7,850,850.00	-	7,850,850.00	1,438,380.00	18.32%
Expenditure For Income Generating Activity	-	-	-	-	-
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	5,614.00	0%
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Nhif	70,800.00	-	70,800.00	35,400.00	50%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Acquisition Of Assets	-	-	-	-	-
Sub-total	10,683,150.00	-	10,683,150.00	3050,184.00	28.55%
Totalexpenditure	16,718,550.00		16,718,550.00	6,144,966.17	36.75%^c

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

- i. *Change of academic calender posed a challenge as most of activities were abandoned/postphoned midway resresulting to underutilization of fund*
- ii. *Delayed Government Grants was a challenge as most of project were hastily implemented resulting to overutilization of funds.*

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 school fees from parents, 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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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.

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. Accounts receivables also include school fees billed to parents for services rendered but not paid. 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. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

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 2023

Notes To The Financial Statements

1. Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	51,200.00	156,000.00
Exercise Books	136,872.00	319,522.00
Laboratory Equipment	280,300.00	100,968.00
Internal Exams	-	110,905.00
Teaching / Learning Materials	217,332.00	198,910.00
Chalks	8900.00	24,800.00
Others (<i>specify</i>) *	-	-
Total	694,604.00	911,708.00

**Include others as per MOE circulars*

2. Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,019,000.00	1,196,900.00
Repair and Maintenance	-	985,750.00
Local Transport / Travelling	178,400.00	416,749.00
Electricity And Water	209,187.00	711,250.00
Medical & insurance	51,200.00	-
Administration Costs	445,065.00	505,699.00
Activity	143,675.00	130,982.00
Total	2,046,528.00	3,947,330.00

**Include others as per MOE circulars*

3. Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	1,019,000.00	-
Transition infrastructure grants		-
Administration Block		-
Economic stimulus grants		-
Other (<i>specify</i>)(NGCDF and County govt.		-
Total	1,019,000.00	-

4. School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	140,300.00	146,750.00
Repairs and maintenance	116,750.00	109,600.00
Local transport / travelling	35,500.00	371,950.00
Electricity and water	331,150.00	130,250.00
Medical	-	-
Administration costs	174,850.00	541,506.00
Activity	18,650.00	99,750.00
Fee on Boarding Equipment and stores	1,580,070.00	3,138,349.00
Total	2,397,270.00,	4,538,155.00

**Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.*

Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	-
Total	-	-

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

**Ensure proper authorization from MOE before obtaining loans/borrowings.*

**Indicate what other income relates to including income arising from writebacks if any*

5. Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	42,400.00	326,300.00
Textbooks	3,675.00	152,319.00
Reference materials	-	-
Laboratory Equipment	201,450.00	-
Teaching / Learning Materials	41,110.00	193,510.00
Exams And Assessment	-	95,750.00
Teachers Guides	-	-
Chalk	6,600.00	6,600.00
Bank Charges	1,200.00	960.00
Total	296,415.00	775,439.00

6. Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,586,866.00	1,934,356.00
Service Gratuity	-	-
Administration Cost	626,052.00	662,040.00
Repairs And Maintenance & Improvements	-	392,213.00
Local Transport / Travelling	341,400.00	672,994.00
Electricity And Water	58,129.00	215,136.00
Medical		
Activity Expenses	175,000.00	228,850.00
Insurance Cost	-	-
Nhif	37,400.00	-
Nssf	110,030.00	-
Bank charges	10,921.00	5,950.00
Acquisition of asset		247,160.00
Total	2,945,798.00	4,358,699.00

7. Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	-	-
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	-	-

8. Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	331,770.00	384,540.00
Service Gratuity	-	-
Repairs And Maintenance & Improvements	22,200.00	109,570.00
Local Transport / Travelling	286,900.00	462,117.00
Electricity And Water	12,500.00	161,240.00
Medical Expenses(nhif)	35,400.00	-
Administration Costs	623,720.00	877,390.00
Lunch Programme		
Bank Charges	5,614.00	12,510.00
Expenses On Income Generating Activities**		
Fee On Boarding Equipment and Stores	1,438,380.00	2,018,189.00
Rent Expenses		
Insurance Cost (Life Property)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	16,010.00	306,940.00
PA expenses		
Activity	293,700.00	-
Total	3,066,194.00	4,332,496.00

(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others

9. Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	10111203000089	166,402.00	140,822.00
Operations Account	Active	10111203000013	4,498.00	37,768.00
School Fund Account/Boarding	Active	1103263366	(4,818.00)	126,496.00
Savings Account		-		-
Parent Association Development Account		-		-
Income Generating Activities Account		-		-
Infrastructural Account		-		-
Total		-	166,082.00	305,087.00

10. Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	-	12,000.00
Total	-	12,000.00

11. Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

12. Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	38,103,893.00	35,300,993.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	37,255,530.00	35,300,993.00

12 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,152,400.00	8.4%	-	
Between 1- 2 years	3,601,896.00	9.6%	5,134,796.00	14.54%
Between 2-3 years	4,962,636.00	13.3%	1,584,157.00	4.4%
Over 3 years	25,538,598.00	68.5%	28,582,040.00	80.96%
Total (should tie to note 13 a)	37,255,530.00		35,300,993.00	

13. Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2,786,889.00	4,898,366.00
PTA fund	328,061.00	328,061.00
Unpaid salaries and statutory deductions	733,421.00	432,080.00
Caution money	657,553.00	657,553.00
Operation account	2,401,836.00	2,090,586.00
Tuition account	789,116.00	684,116.00
School fund	1,950,348.00	1,354,810.00
Maintenance and improvement	2,752,885.00	-
Cdtf	419,244.00	419,244.00
Service gratuity	140,000.00	140,000.00
Total	12,959,353.00	11,004,816.00

13a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,086,541.00	68%	783,700.00	15.9%
Between 1- 2 years	831,524.00	-	-	-
Between 2-3 years	432,080.00	15.5%	4,114,666.00	9%
Over 3 years	436,744.00	15.5%	-	-
Total (should tie to note 14)	2,786,889.00		4,898,366.00	

14. Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	305,087.00	
Cash Balances	12,000.00	423,000.00
Short Term Investments	-	-
Receivables	35,300,993.00	31,366,340.00
Payables	11,004,816.00	7,106,635.00
Total	24,613,264.00	24,682,705.00

Other important disclosure notes

IPSAS Cash Standard 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.

15. Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

16. Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	-	-	-
Goats	-	-	-
Trees	-	-	-
Coffee Or Tea Plantation	-	-	-
Poultry	-	-	-
Others (specify)	-	-	-
Total	-	-	-

17. Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	(-)	(-)
Balance at the end of the year	-	-

18. Stock/ Inventory

Description	2022-2023	2021-2022	2021
	Kshs	Kshs	Kshs
Food stuffs	230,380.00	44,900.00	-
Lab consumables	72,850.00	-	
Farm produce	-	-	
Medication	-	-	
Construction Materials	-	-	
Others (specify)	-	-	
	303,230.00	44,900.00	809,480.00

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

Progress On Follow Up Of Auditor Recommendations

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

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

Sign and Date
Principal

Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.Dibu dadacha Gen.Ltd	692,000.00	1/7/22		692,000.00		
Sub-Total	692,000.00			692,000.00		
Supply Of Goods						
2.Al-iman General shop	394,541.00	1/7/22	-	394,541.00	-	
3.Happi happi				12,650.00		
4.Hadija diba				404,000.00		
5.Aljazira wholesalers				185,200.00		
6.Juma mohamed shanu				59,650.00		
7.Kinna young investment				481,500.00		
8. Joyce kagendo				247,048.00		
9.Aspet school suppliers				310,300.00		
Sub-Total				2,786,889.00		
Supply Of Services						
10.Retention Monies (caution money)	-			657,553.00		

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
11. unpaid salary and statutory deductions	-			733,421.00		
12. Operations account	-			2,401,836.00		
13. Tuition account	-			789,116.00		
14. Maintenance and improvement	-			2,752,885.00		
15. School fund account	-			1,950,348.00		
16. P.T.A fund	-			328,061.00		
17. CDTF(community dev trust fund)	-			419,244.00		
18. Service gratuity	-			140,000.00		
Sub-Total	-			10,172,464.00		
Grand Total				12,959,353.00		

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land		-	-	30acres
Buildings And Structures	21,300,000.00	-	-	21,300,000.00
Motor Vehicles	-	-	-	-
Office Equipment, Furniture And Fittings	450,000.00	-	-	450,000.00
Textbooks	2,543,710.00	-	-	2,543,710.00
ICT Equipment	1,366,000.00	-	-	1,366,000.00
Tools And Apparatus	346,940.00	-	-	346,940.00
Other Machinery And Equipment	-	--	-	-
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	-	-	-	-
Total	26,226,540.00	-	-	26,226,540.00

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