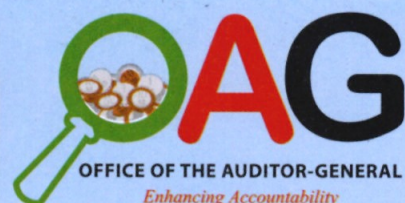


REPUBLIC OF KENYA



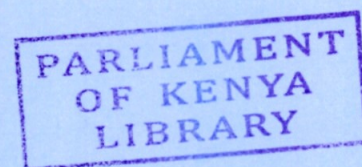
THE NATIONAL ASSEMBLY PAPERS LAID	
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REPORT	How Owen Jaa Baya
TABLED BY:	Deputy Majority leader
CLEAR THE-TABLE:	Mado Atabo

REPORT

OF

THE AUDITOR-GENERAL

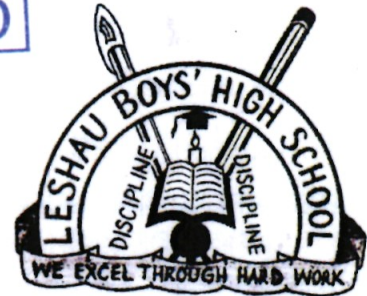
ON



LESHAU BOYS
HIGH SCHOOL

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

NYANDARUA COUNTY



**LESHAU BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**

REPORT AND FINANCIAL STATEMENTS

**FOR THE SIX MONTHS PERIOD ENDED
30th June 2021**

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



LESHAU BOYS HIGH SCHOOL

Reports and Financial Statements For Six Months Period ended 30th June 2021

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LESHAU BOYS HIGH SCHOOL

Reports and Financial Statements For Six Months Period 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 **Nyandarua County, Nyandarua North Sub-County**.

The school was registered in **July(07)/2019** under registration number **18-S-0030-0780** and is currently categorized as an **Extra County public school** established, owned or operated by the Government.

The school is a boarding school and had 647 and **507(exclusive of 2020 candidates who did KCSE in MARCH/APRIL)** number of students as at **30th April 2021** and **30th June 2021** respectively.

It has **4** streams and **35** teachers of which **7** 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	Mr. Gabriel Thumbi	Chairman/ Rep Sponsor	19/07/2019
2	Mr. Francis Karuri	Secretary - Principal	11/09/2020
3	Mr. Simon Chege Kimenju	Member – Rep Parents/Local community	19/07/2019
4	Mr. Joseph Warui Runanu	Member – Rep Parents/Local community	19/07/2019
5	Ms Cecilia Wanjiru Ndegwa	Member – Rep Parents/Local community	19/07/2019
6	Mr. Daniel Kabiru Wanjiku	Member – Rep Parents/Local community	19/07/2019
7	Dr. Gabriel Wachira	Member – Rep Parents/Local community	19/07/2019
8	Mrs Ann Wangui Mwangi	Member – Rep Parents/Local community	19/07/2019
9	Mr. David Njagi Nderitu	Member – Rep Sponsor	19/07/2019
10	Dr. MaryAnne Ndonga	Member – Rep Parents/Local community	19/07/2019
11	Rev. Fr. James Wanjohi	Member – Rep Sponsor	19/07/2019
12	AnneMary Nduriri Gathigia	Member – Rep Special Interest group	19/07/2019
13	Mrs Hannah Muchaho	Member - Rep Teachers	19/07/2019
14	Ms Anne Nyaguthii Kibiru	Member – Rep Special Needs group	19/07/2019
15	Danson Gichuhi Wainaina	Member – Rep Students Council	19/07/2019
	CO-OPTED MEMBERS		
16	Mr. Francis Mwangi Rarei		
17	Mr. Augustine Karanja		

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

- (a) Promote the best interests of the institution and ensure its development.
- (b) Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013 or any other written law.
- (c) Ensure and assure the provision of proper and adequate physical facilities for the institution.
- (d) Manage the institution affairs in accordance with the rules and regulations governing occupational safety and health.
- (e) Advise the County Education Board(CEB) on the staffing needs of the institution.
- (f) Determine cases of students' discipline and make reports to the CEB.
- (g) Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- (h) Facilitate and ensure the provision of guidance and counselling to all learners.
- (i) Provide the welfare and observe the human rights and ensure safety of the pupils, teachers and non-teaching staff at the institution.
- (j) Encourage a culture of dialogue and participatory democratic governance at the institution.
- (k) Promote the spirit of cohesion, integration, peace, tolerance, inclusion, elimination of hate speech, and eliminate tribalism at the institution.
- (l) Encourage the learners, teachers and non-teaching staff and other, parents and the community, and other stakeholders to render voluntary services to the institution.
- (m) Allow reasonable use of the facilities of the institution for community, social and other lawful purposes, subject to such reasonable & equitable conditions as it may determine including the charging of a fee.
- (n) Administer & manage the resources of the institution.
- (o) Recruit, employ and remunerate such number of non-teaching staffs may be required by the institution in accordance with the Act.
- (p) Perform any other function to facilitate the implementation of its functions under this Act or any other written law.

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021****(c) Committees of the Board**

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr. Gabriel Thumbi Mr. Francis Karuri Ms. Cecilia Ndegwa Mr. Francis Rarei Rev.Fr James Mwangi	Chairman Secretary Member Member Member	2
2	Finance, procurement and general-purpose & Audit Committee	Mr. Joseph Warui Mr. Francis Karuri Mr. Daniel Kabiru Mrs. Ann Kibiru Ms. Florence Wambugu Rev.Fr James Mwangi	Chairman Secretary Member Member Ex official(Finance) Member	2
3	Infrastructure Committee	Mr. Joseph Warui Mr. Joseph Kinuthia Mr. Francis Karuri Mr. Francis Rarei Mr. Gabriel Thumbi Mrs. Ann Kibiru THE SCDE,Nyandarua North	Chairman Secretary Member Member Member Member Member	3

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

4	Academic Standards Quality and Environment Committee	Ms Cecilia Ndegwa Mr. Francis Karuri DR. Simon Kimenju Mrs. Lydia Maina DR. MaryAnne Ndonga Ms. Alice Gichuki Mr. David Njagi Nderitu	Chairperson Secretary Member Member Member Ex official(Dean of studies) Member	2
5	Discipline, Ethics and integrity Committee	Mr. David Njagi Nderitu Mr. Francis Karuri Mr. Augustine Karanja Mrs Ann Mwangi Mr. Joseph Kinuthia	Chairman Secretary Member Member Ex official(D/Principal)	1

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021**

6	Students Welfare Committee	Mr. Francis Rarei Mr. Francis Karuri Mrs. AnnMary Gathigia Rev.Fr.James Mwangi Mrs. Hannah Muchaho Mr. Gabriel Wachira Mr. Agapitus Makotsi	Chairman Secretary Member Member Member/(G/C HOD) Member Ex official(HOD Curricular)	1
---	----------------------------	---	--	---

(d) School operation Management

For the six month period ended 30th June 2021 the school day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Francis Gakure Karuri	255353
2	Deputy Principal	Joseph Kinuthia	236377
4	School Finance Officer	Florence Wanjiru Wambugu	

(e) Schools contacts

Post Office Box: 48-20300; Nyahururu
 Mobile Number: 0724-688-245
 E-mail: leschauboy1975@gmail.com
 Website:

(f) School Banks

The school operated 6 number of bank accounts and 1 Pay bill number as follows:

- Name of Bank: KCB
 Branch: Nyahururu
 Account Number: 1102084980
- Name of Bank: Equity Bank
 Branch: Nyahururu
 Account Number: 0160263562562
- Name of Bank: KCB
 Branch: Nyahururu
 Account Number: 1102086622
- Name of Bank: KCB
 Branch: Nyahururu
 Account Number: 1102086495

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021**

5. Name of Bank: KCB
Branch: Nyahururu
Account Number: 1103349198
6. Name of Bank: Equity Bank
Branch: Nyahururu
Account Number: 0160177482635
7. MPESA Pay Bill No.: Business Number: 247247
Account Number: 562560 and
482630
Attached to Equity bank

(g) Independent Auditors

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

LESHAU BOYS HIGH SCHOOL

Reports and Financial Statements For Six Months Period 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:

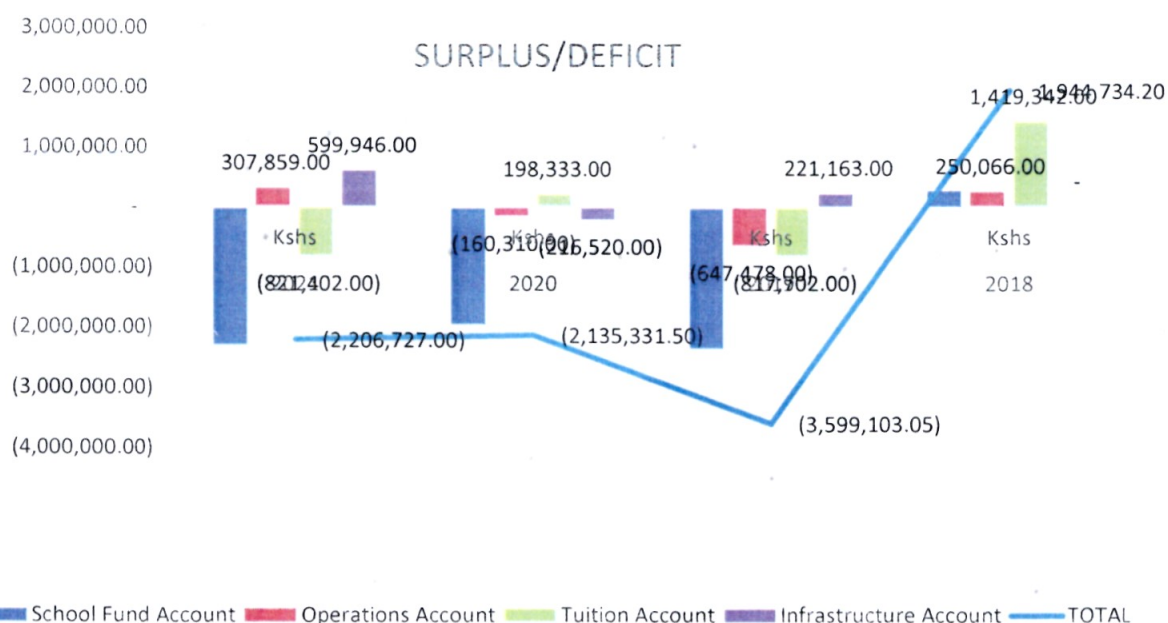
a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last three years period between 1st January 2018 to 31st December 2020 which covers a period of 12 months while

30th June 2021 covers a period of 6 months and is summarised as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2021 JAN-JUNE	2020 JAN-DEC	2019 JAN-DEC	2018 JAN-DEC
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	(2,252,230.00)	(1,956,834.50)	(2,355,086.05)	275,326.20
2	Operations Account	307,859.00	(160,310.00)	(647,478.00)	250,066.00
3	Tuition Account	(821,402.00)	198,333.00	(817,702.00)	1,419,342.00
4	Infrastructure Account	599,946.00	(216,520.00)	221,163.00	-
	TOTAL	(2,165,827.00)	(2,135,331.50)	(-2,781,401.05)	1,944,734.20

Trend Over the Last Three Years

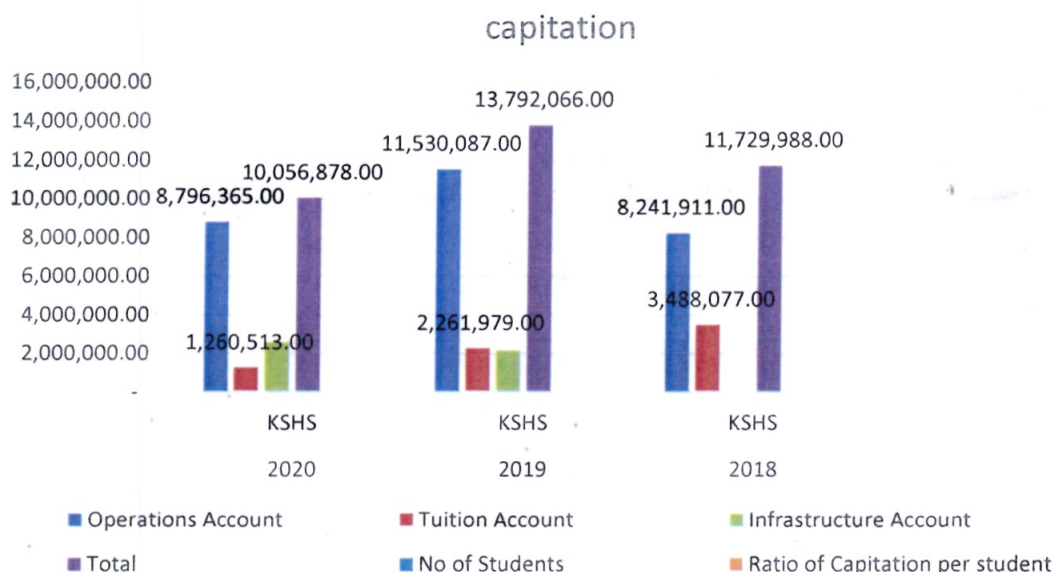


The surplus for the year 2019 decreased by Kshs.2,781,401.05 from a surplus of Kshs 1,944,734.20 in the year 2018.

There was deficit realised for the year 2020 which decreased by Kshs 2,135,331.50 as compared to 2019. In 2021 deficit increased by 9727,735.5.

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021****SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)****CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS**

SNO	ACCOUNTS	2021 JAN-JUNE	2020 JAN-DEC	2019 JAN-DEC	2018 JAN-DEC
		KSHS	KSHS	KSHS	KSHS
1	Operations Account	7,533,543.00	8,796,365.00	11,530,087.00	8,241,911.00
2	Tuition Account	845,128.00	1,260,513.00	2,261,979.00	3,488,077.00
3	Infrastructure Account	2,235,500.00	2,559,011.00	2,145,562.00	-
	Total	8,378,671.00	10,056,878.00	13,792,066.00	11,729,988.00
	No of Students	689	656	665	654
	Ratio of Capitation per student	12160.62554	15330.60671	20739.94887	17935.76147

Trend Over the Last Three Years

The total capitation grants for the financial year 2019 was Kshs 13,792,066.00 as compared to Kshs 11,729,988.00 in the financial year 2018 representing an increase of Kshs 2,062,078.00. The net increase is mainly attributed by all students' receiving the capitation and increase in enrolment as shown in the ration above.

The total capitation for the year 2020 was Kshs 10,056,878.00 as compared to Kshs 13,792,066.00 in the financial year 2019 representing a decrease of Kshs 3,735,188.00 which resulted from not all students' received capitation grant, prolonged abrupt closure of the school due to Covid-19 and not all capitation grant were disbursed by the end of financial year 2020.

The capitation grant for the financial year 2021 was Kshs 8,378,671.00 as compared to Kshs 10,056,878.00 in the financial year 2020 representing a decrease of Kshs 1,678,207.00. the net decrease is mainly attributed by the disbursement of capitation for term 2 2020 and term 3 2020 only.

Also, the current period covers a period of 6 months.

LESHAU BOYS HIGH SCHOOL

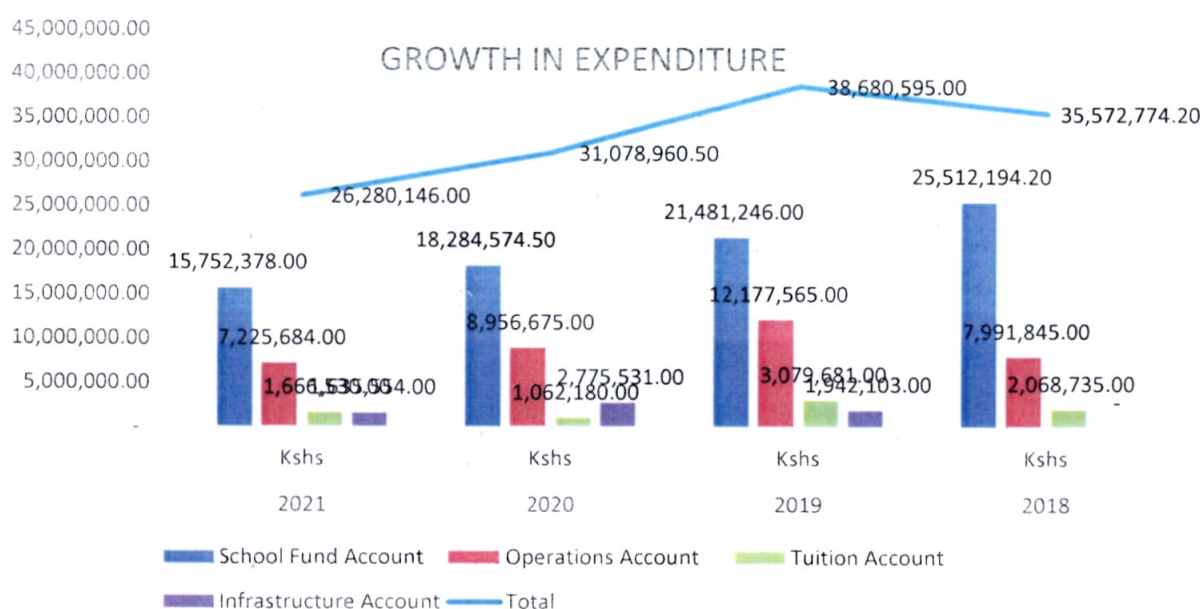
Reports and Financial Statements For Six Months Period ended 30th June 2021

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF NET GROWTH OF OTHER INCOME(S) Note 21				
OVERVIEW OF NET GROWTH OF OTHER INCOME(S)				
SNO	ACCOUNTS	2021 JAN-JUNE	2020	2019
		KSHS	KSHS	KSHS
1	Other Incomes(Net)	47,700.00	-	-
	Total	47,700.00	-	-

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2021 JAN-JUNE	2020 JAN-DEC	2019 JAN-DEC	2018 JAN-DEC
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	15,759,178.00	18,284,574.50	21,481,246.00	25,512,194.20
2	Operations Account	7,225,684.00	8,956,675.00	12,177,565.00	7,991,845.00
3	Tuition Account	1,666,530.00	1,062,180.00	3,079,681.00	2,068,735.00
4	Infrastructure Account	1,635,554.00	2,775,531.00	1,942,103.00	
	Total	26,280,146.00	31,078,960.50	38,680,595.00	35,572,774.20
	Increase/Decrease	4,798,814.50	7,601,634.50	(3,107,820.80)	

Trend Over the Last Three Years

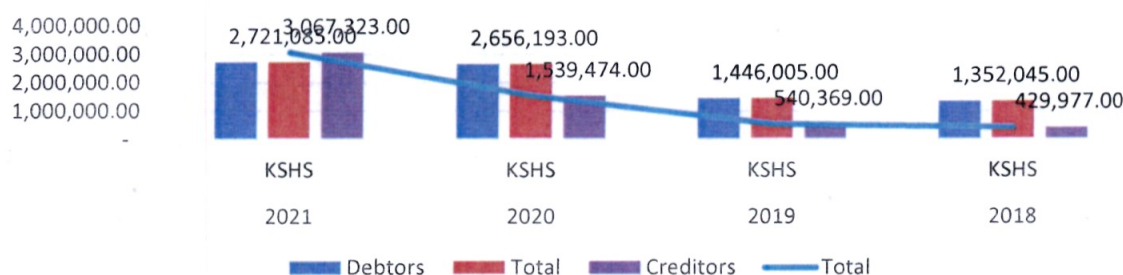


LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021****SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

In the financial year 2021 shows a decrease of growth in expenditure which has resulted from the current year covering a period of 6 months, even though the financial year 2020 covers a period of 12 months a decrease has resulted from prolonged abrupt closure of the school due to Covid-19.

MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL

SNO	ACCOUNTS	2021	2020	2019	2018
1	School Fund Account	KSHS	KSHS	KSHS	KSHS
a	Debtors	2,721,085.00	2,656,193.00	1,446,005.00	1,352,045.00
	Total	2,721,085.00	2,656,193.00	1,446,005.00	1,352,045.00
b	Creditors	3,067,323.00	1,539,474.00	540,369.00	429,977.00
	Total	3,067,323.00	1,539,474.00	540,369.00	429,977.00

DEBTORS & CREDITORS

Total debtors as at 30th June 2021 increased to Kshs 3,578,356.00 compared to Kshs 2,781,813.00 as at the end of the financial year 2020. The main contributors to the increase in total debtors is the students' having high fees balances.

Total creditors as at 30th June 2021 increased to Kshs 4,316,115.00 compared to Kshs 1,910,061.00 as at the end of the financial year 2020. The main contributors to the increase in total creditors are trade and other payables (prepaid fees).

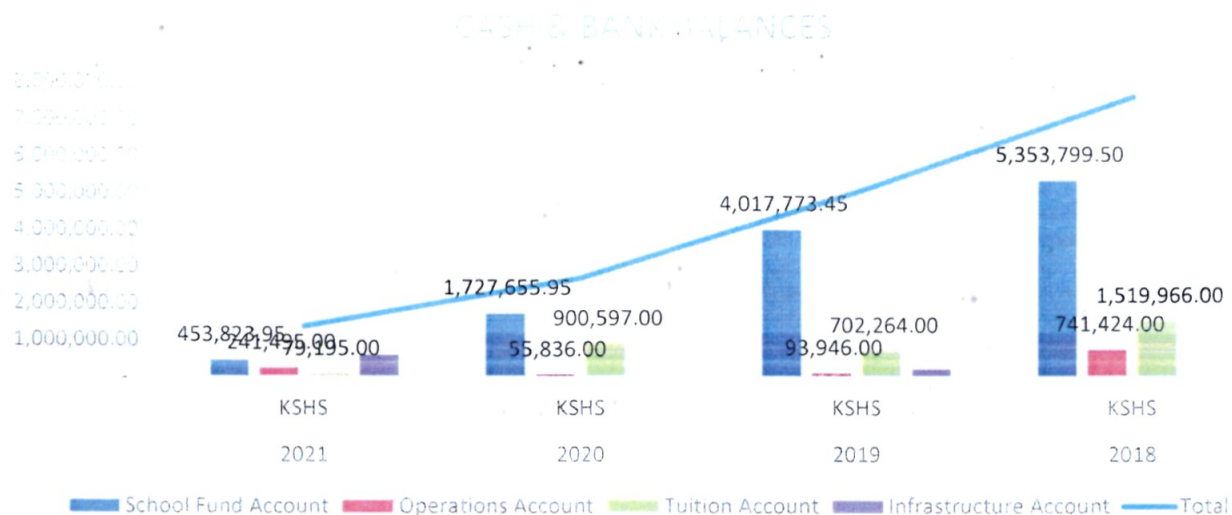
MOVEMENT OF CASH AND BANK BALANCES

SNO	ACCOUNTS	2021	2020	2019	2018
		KSHS	KSHS	KSHS	KSHS
1	School Fund Account	453,823.95	1,727,655.95	4,017,773.45	5,353,799.50
2	Operations Account	241,495.00	55,836.00	93,946.00	741,424.00
3	Tuition Account	79,195.00	900,597.00	702,264.00	1,519,966.00
4	Infrastructure Account	604,589.00	4,643.00	221,163.00	-
	Total	1,379,102.95	2,688,731.95	5,035,146.45	7,615,189.50

LESHAU BOYS HIGH SCHOOL

Reports and Financial Statements For Six Months Period ended 30th June 2021

Trend Over the Last Three Years



b) Teacher Student ratio:

Between the month of January 2021 and June 2021, the status of the teaching staff is as follows:

There are 28 teachers posted by the Teachers Service Commission and 5 recruited by the Board of Management. Although the teacher student ratio lies at 1:18, We have a shortage of 4 teachers from the given CBE. This is because the TSC is yet to post teachers as required in the CBE.

c) Mean score in the year 2018, 2019 and 2020 KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2020	140	6.8571	73	52.14	7.2000	Positive deviation of 0.042 in mean grade. Target not hit due to covid closure disruption on students, psychology trauma and discipline.
2019	130	6.8154	68	52.31	7.0000	Positive deviation of 0.518 in the mean grade. Nearly achieved. Discipline had much improved.
2018	158	6.2975	69	43.67	6.8000	Carried over discipline issues

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021**

						were being addressed.
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d) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1	Completion of 1No. Science Laboratory	2019-2020	Completed	1,665,000.00	Transition Infrastructure Grant (T.I.G)
2	New Ablution Block 6door bathroom & 3x7m urinal	2021	Completed	358,650	Maintenance & Improvement from Parents
3	Construction of 4No.Classrooms	2020-2021	On-going	6,784,055	Maintenance & Improvement from G.O.K
4	Construction of 2nd floor of storeyed dormitory	2020-2021	Partial complete	2,804,831	Parents funds







Gabriel Thumbi Ndung'u (Mr) Francis Gakure Karuri (Mr) Florence Wanjiru Wambugu (Ms)

**Chair,
Board of Management**

**Secretary,
Board of Management
/Principal**

Finance Officer

Leshau Boys' High School

Leshau Boys' High School

Leshau Boys' High School

Date:

Date:

Date:



LESHAU BOYS HIGH SCHOOL

Reports and Financial Statements For Six Months Period ended 30th June 2021

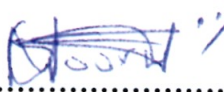
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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 that the Board of Management of a public institution of basic education keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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

		
.....		
Gabriel Thumbi Ndung'u (Mr)	Francis Gakure Karuri (Mr)	Florence Wanjiru Wambugu (Ms)
Chair, Board of Management	Secretary, Board of Management /Principal	Finance Officer
Leshau Boys' High School	Leshau Boys' High School	Leshau Boys' High School
Date:	Date:	Date:



REPUBLIC OF KENYA

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Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON LESHAU BOYS HIGH SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021– NYANDARUA 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 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, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Leshau Boys' High School set out on pages 16 to 28 which comprise of the statement of financial assets and financial

liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the six (6) months period then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Leshau Boys Secondary School as at 30 June, 2021, and of its financial performance and its cash flows for the six (6) months period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.3,067,323 as disclosed in Note 11 to the financial statements. The balance comprises of Kshs.2,326,717 and Kshs.740,606 in respect of trade creditors and prepaid fees respectively. However, supporting records such as creditors ledger, invoices and ageing analysis were not provided for audit.

In the circumstances, the accuracy, existence and completeness of accounts payables balance of Kshs.3,067,323 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Leshau Boys High School Management in accordance with ISSAI 130 on 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 judgement, are of most significance in the audit of the financial statements. Except for the effects of the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unaudited Comparative Balances

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

The financial statements for the six (6) months' period ended 30 June, 2021 include comparative information. However, the comparative figures were based on unaudited figures. My audit procedures were, therefore, limited to the extent that comparative information does not contain misstatements that materially affect the current period's financial statements. Accordingly, I do not express an opinion or any form of assurance on the comparative information. My audit opinion on the current period financial statements is not modified in respect of this matter.

Other Information

The Management is responsible for the other information set out on pages 3 to 14 which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Prepare a School Improvement Plan

During the period under review, the School did not have a School Improvement Plan. This was contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds under School Improvement Planning which requires the school 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 guidelines.

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.7,533,543 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. The grants include an amount of Kshs.2,927,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only an amount of Kshs.2,235,500 was transferred to infrastructure account, leaving a balance of Kshs.691,500 not transferred as at 30 June, 2021. This was contrary to 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, should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

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

3. Lack of a Procurement Plan

During the period under review, Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

4. Late Submission of Financial Statements for Audit

The School Management submitted the financial statements for period under review for audit on 27 March, 2024 instead of the statutory deadline of 30 September, 2021. This was contrary to the Ministry of Education Circular Ref. MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September, 2021.

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

5. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by a qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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 on whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities which govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.2,721,085 in respect of fees arrears as disclosed in Note 10 to the financial statements. The receivables include a balance of Kshs.1,004,011 which had been outstanding for more than two (2) years. However, Management did not provide a policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

2. Lack of Internal Audit Function and Audit Committee

During the period under review, the School had not constituted an Audit Committee and an Internal Audit Unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which requires the internal audit unit of a National Government entity to assess effectiveness of the school through an

internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

3. Weaknesses in Management of Assets

Annex 2 to the financial statements on summary of fixed assets register reflects a balance of Kshs.109,250,000 which includes land valued at Kshs.14,800,000. However, ownership documents for the land were not provided for audit. Further, Management did not maintain a comprehensive fixed assets register containing key information such as asset Identification or serial number, location, assets tags or identification codes necessary for effective tracking and safeguarding of the School's assets.

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

The audit was conducted in accordance with the 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 the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as the 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, the 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 the Management is aware of the intention to cease operations.

The 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, the Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for 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

20 May, 2026

LESHAU BOYS HIGH SCHOOLReports and Financial Statements For Six Months Period ended 30th June 2021**IV. STATEMENT OF RECEIPTS AND PAYMENTS FOR SIX MONTHS PERIOD
ENDED 30TH JUNE 2021**

DESCRIPTION OF VOTE HEAD	Note	2021	2020
		6 Months	12 Months
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	845,128	1,260,513
Capitation grants for operations	2	7,533,543	8,796,365
School Fund Income- Parents' Contributions	3	13,459,248	16,327,740
School Fund Income- Other receipts	4	47,700	0
TOTAL RECEIPTS		21,885,619	28,943,629
PAYMENTS			
Payments for Tuition	5	1,666,530	1,062,180
Payments for Operations	6	6,625,738	8,956,675
Boarding and school fund payments	7	16,365,937	18,284,574
TOTAL PAYMENTS		24,658,205	31,078,960
SURPLUS/DEFICIT		-2,772,586	-2,135,331

The School Financial Statements were approved on..... 2022 and signed by


.....
Dr. Gabriel Wachira

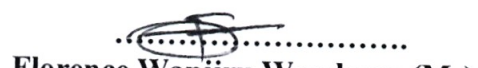
**Chair,
Board of Management**

Date:


.....
Dr. Daniel Kihara

**Secretary,
Board of Management
/Principal**

Date:


.....
Florence Wanjiru Wambugu (Ms)

Finance Officer

Date:



LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021****V. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021**

	Note	2021	2020
		6 Months	12 Months
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,249,848	2,683,273
Cash Balances	9	129,255	5,459
Total Cash and cash equivalent		1,379,103	2,688,732
Account's Receivables	10	2,721,085	2,656,193
TOTAL FINANCIAL ASSETS		4,100,188	5,344,925
FINANCIAL LIABILITIES			
Accounts Payables	11	3,067,323	1,539,474
NET FINANCIAL ASSETS		1,032,865	3,805,451
REPRESENTED BY			
Accumulated Fund b/fwd	12	3,805,451	5,940,782
Surplus/Deficit for the year		-2,772,586	-2,135,332
NET FINANCIAL POSITION		1,032,865	3,805,451

Gabriel Thumbi Ndung'u (Mr) Francis Gakure Karuri (Mr) Florence Wanjiru Wambugu (Ms)

**Chair,
Board of Management**

**Secretary,
Board of Management
/Principal**

Finance Officer

Date:

Date:

Date:



VI. STATEMENT OF CASH FLOWS FOR SIX MONTHS PERIOD ENDED 30TH JUNE 2021

	Note s	2021	2020
		6 Months	12 Months
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	845,128	1,260,513
Capitation grants for operations	2	7,533,543	8,796,365
School fund income- Parents contributions/ fees	3	14,915,392	16,327,740
School fund income- other receipts	4	47,700	-
Total receipts		23,341,763	26,384,618
Payments			
Payments for Tuition		1,666,530	1,062,180
Payments for Operations		7,225,684	8,956,675
Boarding and school fund payments		15,759,178	18,712,178
Total payments		24,651,392	28,731,033
Net cash flow from operating activities		-1,309,629	-2,346,415
CASHFLOW FROM INVESTING ACTIVITIES			
Investment		-	-
Net cash flows from Investing Activities		-	-
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		-1,309,629	-2,346,415
Cash and cash equivalent at BEGINNING of the year		2,688,731	5,035,146
Cash and cash equivalent at END of the year		1,379,102	2,688,732

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

LESHAU BOYS HIGH SCHOOL
Reports and Financial Statements For Six Months Period ended 30th June 2021
VII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE SIX-MONTH PERIOD ENDED 30TH JUNE 2021

STATEMENT OF BUDGETED VERSUS AMOUNTS FOR THE SIX MONTHS PERIOD 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
RECEIPTS	Kshs	Kshs	Kshs	Kshs	Kshs	
(1) CAPITATION GRANT ON TUITION						
Exercise Books	1,040,520.00		1,040,520	328,258	712,262	32%
Lab. Equipment	567,240.00		567,240	178,950	388,290	32%
T/L Materials	693,912.00	-	693,912	218,912	475,000	32%
Internal Exam	377,232.00		377,232	119,008	258,224	32%
Ref/Lib(Textbooks)	205,320.00		205,320	-	205,320	0%
SMASSE	139,200.00		139,200	-	139,200	0%
SUB-TOTAL	3,023,424	-	3,023,424	845,128	2,178,296	28%
(2) CAPITATION GRANT ON OPERATIONS						-
Local, Transport & Travelling	1,108,032	-	1,108,032	897,286	210,746	81%
Electricity, Water & Conservancy	1,887,552		1,887,552	1,528,542	359,010	81%
Repair, Maintenance & Improvement	3,480,000	-	3,480,000	2,235,500	1,244,500	64%
Activity (i)	1,044,000	-	1,044,000	-	1,044,000	-
Medical/Insurance	1,392,000	-	1,392,000	-	1,392,000	-
Personal Emoluments	2,207,712	-	2,207,712	1,787,808	419,904	81%
Administration Costs	1,339,104		1,339,104	1,084,407	254,697	81%
SUB-TOTAL	12,458,400	-	12,458,400	7,533,543	4,924,857	60%
(3) FEES CHARGED ON PARENTS						-
Personnel emoluments	2,723,448.00	-	2,723,448	912,600	1,810,848	34%
Repairs and maintenance	4,176,000.00	-	4,176,000	1,359,264	2,816,736	84%
Local transport / travelling	1,426,800.00	-	1,426,800	7,190	1,419,610	33%
Electricity and water	1,183,200.00	-	1,183,200	809,570	373,630	68%

LESHAU BOYS HIGH SCHOOL

Reports and Financial Statements For Six Months Period ended 30th June 2021

BES	14,497,680.00	-	14,497,680	10,353,317	4,144,363	71
Administration costs	2,788,872.00	-	2,788,872	17,057	2,771,815	-
Activity	348,000.00	-	348,000	250	347,750	9%
SUB-TOTAL	27,144,000	-	27,144,000	13,459,248	13,684,752	50%
OTHER INCOME						
Income from Farming	100,000.00	-	100,000	47,700	52,300	48%
SUB-TOTAL	100,000.00	-	100,000	47,700	52,300	
INFRASTRUCTURE ACCOUNT						
Storeyed classroom block						
4No. Classrooms	3,480,000.00	-	3,480,000	2,235,500	1,244,500	64%
SUB-TOTAL	3,480,000	-	3,480,000	2,235,500	1,244,500	64%
GRAND TOTAL INCOME	46,205,824	-	46,205,824	24,121,119	22,084,705	52%
EXPENDITURE FOR:						
(1) TUITION						
Exercise Books	1,040,520.00	-	1,040,520	646,963	393,557	62%
Lab. Equipment	567,240.00	-	567,240	352,693	214,547	62%
T/L Materials	693,912.00	--	693,912	431,453	262,459	62%
Internal Exam	377,232.00	-	377,232	234,551	412,681	62%
Ref/Lib (Textbooks)	205,320.00	-	205,320	-	-	-
SMASSE	139,200.00	-	139,200	-	-	-
Bank Charges	-	-	-	870	870	0%
SUB-TOTAL	3,023,424.00	-	3,023,424.00	1,666,530.00	1,282,374.00	55%
(2) OPERATIONS						
Local, Transport & Travelling	1,108,032.00		1,108,032	845,146	262,886	76%
Electricity, Water & Conservancy	1,887,552.00		1,887,552	1,439,721	447,831	76%
Repair, Maintenance & Improvement	3,480,000.00		3,480,000	2,235,500	1,244,500	64%
Activity (i)	1,044,000.00		1,044,000	-	1,044,000	0%
Medical/Insurance	1,392,000.00		1,392,000	-	1,392,000	0%
Personal Emoluments	2,207,712.00		2,207,712	1,683,922	523,790	76%
Administration Costs	1,339,104.00		1,339,104	1,021,395	317,709	76%
SUB-TOTAL	12,458,400	-	12,458,400	7,225,684	5,232,716	58%
(3) SCHOOL FUND						
Boarding, Equipment & Stores	14,497,680.00	-	14,497,680	7,133,603	7,364,077	49%
Local, Transport & Travelling	1,426,800.00	-	1,426,800	938,052	488,748	66%

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021**

Electricity, Water & Conservancy	1,183,200.00	-	1,183,200	703,268	479,932	59%
Repair, Maintenance & Improvement	4,176,000.00	-	4,176,000	3,388,968	787,032	81%
Activity (ii)	348,000.00	-	348,000	122,130	225,870	35%
Personal Emoluments	2,723,448.00	-	2,723,448	1,568,962	1,154,486	58%
Administration Costs	2,788,872.00	-	2,788,872	1,897,395	891,477	68%
Expenditure from Income Generating Activities	100,000.00	-	100,000	6,800	93,200	7%
SUB-TOTAL	27,244,000.00	-	27,244,000	15,759,178	11,484,822	58%
INFRASTRUCTURE ACCOUNT						-
Storeyed classroom block	-	-	-			
4No. Classrooms	3,480,000.00	-	3,480,000	1,635,554	1,844,446	47%
Bank Charges	-	-	-	-	-	-
SUB-TOTAL	3,480,000.00	-	3,480,000	1,635,554	1,844,446	47%
TOTAL EXPENDITURE	46,205,824.00	-	46,205,824	26,286,946	19,844,358	57%

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

N/B From Jan to June 2021 fees collection was only for Term 2 and Term 3 for year 2020.

- i. The school has only received 52 % of the expected revenue from 4th January 2021 to 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.

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)**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 six month period ended 30th June 2021.

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021****IX. NOTES TO THE FINANCIAL STATEMENTS**

1 CAPITATION GRANT FOR TUITION			
		2021-2021	2020-2020
		Kshs	Kshs
Exercise books		328,258.00	
Laboratory equipment		178,950.00	
Teaching / learning materials		218,912.00	1,260,513.00
Internal exams		119,008.00	
Textbooks and reference materials		-	
SMASSE		-	
Total		845,128.00	1,260,513.00

2 CAPITATION GRANT FOR OPERATIONS			
		2021-2021	2020-2020
		Kshs	Kshs
Personnel emoluments		1,787,808.00	5,663,765.00
Repairs and maintenance		2,235,500.00	2,724,000.00
Local transport / travelling		897,286.00	
Electricity and water		1,528,542.00	
Medical		-	136,200.00
Administration costs		1,084,407.00	
Activity		-	272,400.00
Total		7,533,543.00	8,796,365.00

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT			
		2021-2021	2020-2020
		Kshs	Kshs
Personnel emoluments		912,600.00	3,134,086.00
Repairs and maintenance		1,359,264.00	1,240,147.00
Local transport / travelling		7,190.00	414,700.00
Electricity and water		809,570.00	1,362,802.00
BES		10,353,317.00	8,377,773.00
Administration costs		17,057.00	1,639,482.00
Activity		250.00	158,750.00
Total		13,459,248.00	16,327,740.00

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT			
		2021-2021	2020-2020
		Kshs	Kshs
Other Incomes		47,700.00	-
Total		47,700.00	-

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021**

5. PAYMENTS FOR TUITION			
		2021-2021	2020-2020
		Kshs	Kshs
Exercise books		646,963.00	-
Laboratory equipment		352,693.00	-
Teaching / learning materials		431,453.00	1,057,347.00
Internal exams		234,551.00	
Textbooks and reference materials		-	-
SMASSE		-	
Bank Charges		870.00	4,833.00
Total		1,666,530.00	1,062,180.00

6. PAYMENTS FOR OPERATIONS			
		2021-2021	2020-2020
		Kshs	Kshs
Personnel emoluments		1,683,922.00	5,706,775.00
Repairs and maintenance		1,635,554	2,483,100.00
Local transport / travelling		845,146.00	
Electricity and water		1,439,721.00	
Medical/Insurance		-	
Administration costs		1,021,395.00	
Activity		-	766,800.00
Total		6,625,738	8,956,675.00

7. BOARDING AND SCHOOL FUND PAYMENTS			
		2021-2021	2020-2020
		Kshs	Kshs
Personnel emoluments		1,568,962.00	2,560,579.00
Repairs and maintenance		3,388,968.00	1,109,737.00
Local transport / travelling		938,052.00	1,082,200.00
Electricity and water		703,268.00	811,654.00
BES		7,740,362.00	10,122,964.00
Administration costs		1,897,395.00	2,284,790.50
Activity		122,130.00	312,650.00
Expenses from Other Incomes		6,800.00	-
Total		16,365,937.00	18,284,574.50

8. BANK ACCOUNTS			
Name of Bank, Account No. & currency	Bank Account Number	2021-2021	2020-2020
		Kshs	Kshs
Tuition Account		79,195.00	900,597.00
Operations Account		142,794.00	52,475.00

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021**

Infrastructure Account		604,589.00	4,643.00
School Fund Account/Boarding		321,201.00	(300,567.00)
School Fund Account/Boarding		66,167.50	1,990,097.50
School Fund Account/Boarding		35,901.45	36,027.45
Total		1,249,847.95	2,683,272.95

9. CASH IN HAND			
Description		2021-2021	2020-2020
		Kshs	Kshs
School Fund account		30,554.00	2,098.00
Operations Account		98,701.00	3,361.00
Total		129,255.00	5,459.00

10 ACCOUNTS RECEIVABLE			
Description		2021-2021	2020-2020
		Kshs	Kshs
Fees arrears		2,721,085.00	2,656,193.00
Total		2,721,085.00	2,656,193.00

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

Description		2021-2021	2020-2020
		Kshs	Kshs
Fees arrears for current year		1,351,163.00	1,652,182.00
Fees arrears for the previous year		365,911.00	206,352.00
Fees arrears for prior periods (over two years)		1,004,011.00	797,659.00
Total		2,721,085.00	2,656,193.00

11 ACCOUNTS PAYABLE			
Description		2021-2021	2020-2020
		Kshs	Kshs
Trade creditors (See ageing below and appendix 1)		2,326,717.00	513,233.00
Prepaid fees		740,606.00	1,026,241.00
Total		3,067,323.00	1,539,474.00

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

Description		2021-2021	2020-2020
		Kshs	Kshs
Trade creditors for current year		2,243,557.00	513,233.00
Trade creditors for the previous year		83,160.00	-
Trade creditors for prior periods (over two years)		-	-
Total		2,326,717.00	513,233.00

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12 FUND BALANCE BROUGHT FORWARD

Description	YEAR 2021	YEAR 2020
	Kshs	Kshs
Bank balances	2,683,273	5,034,453.45
Cash balances	5,459	600 .00
Receivables	2,656,193	1,446,005.00
Payables	1,539,474	540,369.00
Total	3,805,451	7,021,520.45

13 Stock/Inventory

Description	2021	2020
	Kshs	Kshs
Stock/ inventory at beginning of the year	2,272,386.00	1,100,650.00
Stock/ inventory purchased during the year	12,042,520.00	8,150,200.00
Stock/ inventory issued during the year	10,818,917.00	6,525,820.00
Balance at end of the year	3,495,989.00	2,725,030.00

LESHAU BOYS HIGH SCHOOL**Reports and Financial Statements For Six Months Period ended 30th June 2021****X. 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)

The current audit is the first statutory audit for the school and therefore there are no prior audit recommendations from The Auditor General.



Sign and Date
Principal



ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

S/no	Supplier of Goods or Services	Original Amount	Date Contracted from	Amount Paid To-date	Outstanding Balance as at as 30/06/2021	Comment
		Kshs	Kshs	Kshs	Kshs	
		a	b	c	d=a-c	
	Infrastructure Account					
a	Construction of Buildings					
				-		
b	Supply of goods			-	-	
	Tuition Account					
1	Mucklin Enterprise	209,500.00	30/06/2021	-	209,500.00	
2	Simtec Business Solutions	117,600.00	30/06/2021	-	117,600.00	
3	Omex General services	10,150.00	30/06/2021	-	10,150.00	
4	Qwest General Services	8,800.00	30/06/2021	-	8,800.00	
	Sub-Total (A)	346,050.00		-	346,050.00	
	School Fund/Boarding Account					
1	Bisworld contractors	324,000.00	30/06/2021	-	324,000.00	
2	Christmind Enterprises	127,500.00	30/06/2021	-	127,500.00	
3	Majunes Enterprises	379,000.00	30/06/2021	-	379,000.00	
4	Solut Merchants	189,780.00	30/06/2021	-	189,780.00	
5	Taifa Butchery	193,200.00	30/06/2021	-	193,500.00	
6	John Marigi	12,000.00	30/06/2021	-	12,000.00	
7	Jangaama Ventures	17,200.00	30/06/2021	-	17,200.00	
8	The Green People Suppliers	11,662.00	30/06/2021	-	11,662.00	
9	Well Baked Wheat Products	145,200.00	30/06/2021	-	145,200.00	
10	Umoja Dairy coop society	37,890.00	30/06/2021	-	37,890.00	
11	Laikipia Hardware	59,350.00	30/06/2021	-	59,350.00	
12	John Wachira L Mwangi	308,225.00	30/06/2021	-	308,225.00	
13	David Githinji	70,000.00	30/06/2021	-	70,000.00	
14	Milk Suppliers	22,500.00	30/06/2021	-	22,500.00	
	Sub-Total (B)	1,897,507.00		-	1,897,507.00	
	Grand Total (C=A+B)	2,243,557.00		-	2,243,557.00	

ANNEX 2

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 20xx
Land	1/1/2021	School	14,800,000.00			14,800,000.00
Buildings and Structure	1/1/2021	School	80,000,000.00			80,000,000.00
Motor Vehicles	1/1/2021	School	5,650,000.00			5,650,000.00
Office Equipment, furniture and fittings	1/1/2021	Laboratory and Offices	1,500,000.00			1,500,000.00
ICT Equipment and Other ICT Assets	1/1/2021	Laboratory and Offices	1,000,000.00			1,000,000.00
Tools and Apparatus	1/1/2021	Laboratory and Offices	500,000.00			500,000.00
Textbooks	1/1/2021	Library	3,500,000.00			3,500,000.00
Other Machinery and Equipment	1/1/2021	School premises	2,000,000.00			2,000,000.00
Intangible assets- software	1/1/2021	Laboratory and Offices	300,000.00			300,000.00
Total			109,250,000			109,250,000

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