

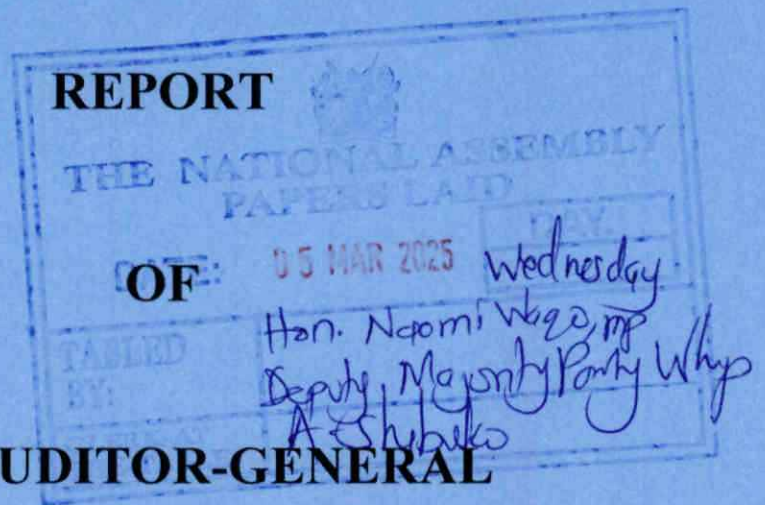
REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

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THE AUDITOR-GENERAL

ON

KEKOPEY SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2022**

NAKURU COUNTY



KEKOPEY SECONDARY SCHOOL.
P.O BOX 595-20116, GILGIL.
TEL: 0718 299 664



PUBLIC SECONDARY SCHOOL

17 FEB 2023

RECEIVED ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th June 2022

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

**KEKOPEY SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022**

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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the School
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils discipline and make reports to the CEB
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB
- Administer and manage the resources of the School
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Francesca Kaime James Gakure Patrick Githae Joseph Ndirangu Francis Mwaura	Chairperson Secretary Member Member Member	1 out of 1
2	Audit Committee	James Gakure Francesca Kaime Patrick Githae Francis Mwaura	Member Member Member Chairperson	0
3	Finance, procurement and general purposes Committee	James Gakure Francesca Kaime Patrick Githae Francis Mwaura	Member Member Member Chairperson	0
4	Academic Committee	James Gakure Samuel Gitau Duncan Bundi Stephen Waweru Paul Wagichu Maria Kirika SLI	Principal Chairperson Member Member Deputy Member	0
5	Development Committee	James Gakure Joseph Ndirangu Paul Wagichu Patrick Githae Francesca Kaime Faith Kagundu	Member Member secretary Member Member Chairperson	1 out of 1
6	Discipline and welfare Committee	James Gakure Brig (rtd) M.M Macharia Carolyne Njoki Janeffer Ngare	Principal Member Member Rep teachers	0

PUBLIC SECONDARY SCHOOLS – KEKOPEY SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

Kekopey Secondary School is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Nakuru County, Gilgil Sub-County

The school was registered in July 2010 under registration number GP/A/8742/10 and is currently categorized as a Sub county public school established, owned or operated by the Government.

The school is a day/boarding school and had 527 number of students as at 30th June 2022. It has 3 streams and 22 teachers of which 11 teachers are employed by the School Board Of Management and the rest (11 teachers) by TSC.

(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	Francesca Kaime	Chairman	22 nd June 2022
2	James Gakure	Secretary - Principal	22 nd June 2022
3	Samuel Gitau	Member	22 nd June 2022
4	Alice Wangui	Member	22 nd June 2022
5	Duncan bundi	Member	22 nd June 2022
6	Francis Mwaura	Member	22 nd June 2022
7	Patrick Githae	Member	22 nd June 2022
8	Stanely kamuiru	Member	22 nd June 2022
8	Brig (rtd) Michael M. Macharia	Member – Rep CEB	22 nd June 2022
9	Janeffer Ngare	Member Rep Teachers	22 nd June 2022
10	Francesca Kaime, Faith Kagundu, Joseph Gakau	3 Members - Sponsor	22 nd June 2022
11	Maria Kirika	Member - Community	22 nd June 2022
12	Stephen Waweru	Member Special Needs	22 nd June 2022
	Alice Wambui	Rep Students	22 nd June 2022

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		Paul Wagichu	Secretary	
7	Adhoc Committee (if any during the year)			

(d) School operation Management

For the financial year ended 30th June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	James Gakure Karuri	358480
2	Deputy Principal	Paul M. Wagichu	430626
3	School Bursar	Jane Wangare Kabono	ID NO.29282616

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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 595-20116, Gilgil
Telephone: 0718299664
E-mail: kekoypeysec@yahoo.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

Kekopey Secondary School operated number of bank accounts in the following banks:

1. Name of Bank: KCB
Branch: Gilgil
Account Number: 1109447973
2. Name of Bank: KCB
Branch: Gilgil
Account Number: 1109447299
3. Name of Bank: KCB
Branch: Gilgil
Account Number: 1254628304
4. Name of Bank: EQUITY BANK
Branch: Gilgil
Account Number: 0200291455092
5. Name of Bank: COOPERATIVE BANK
Branch: Gilgil
Account Number: 6240489700

(g) Independent Auditors

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

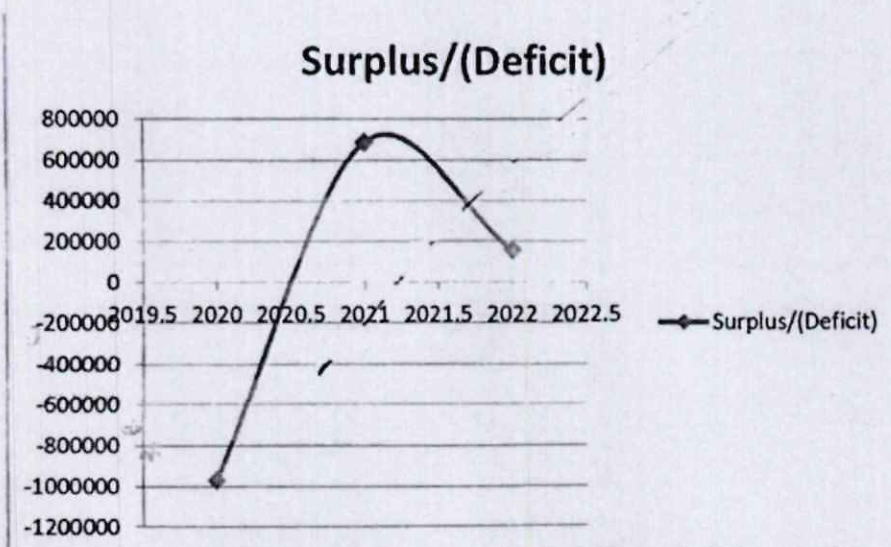
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

i) Surplus/(Deficit)

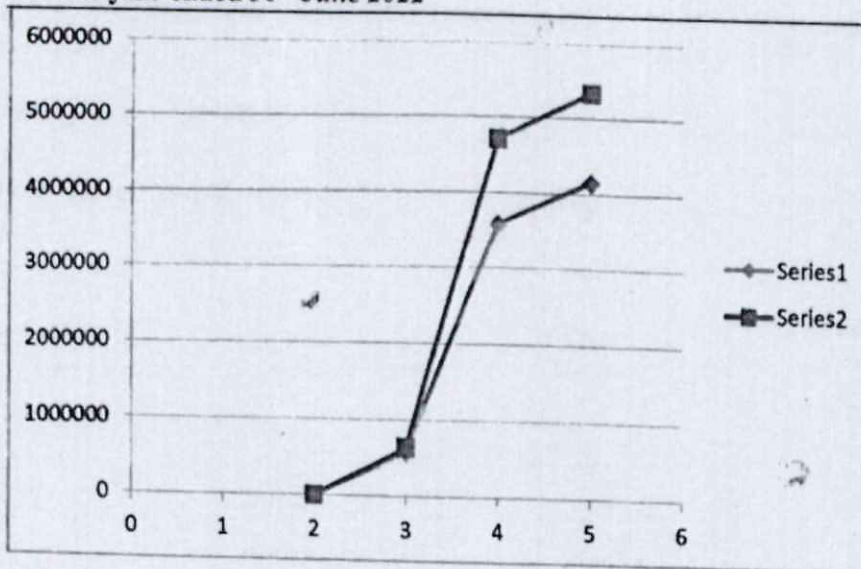
Year	2022	2021	2020
Surplus/(Deficit)	155296.00	686937.00	(969845.95)



ii) Capitation Grants

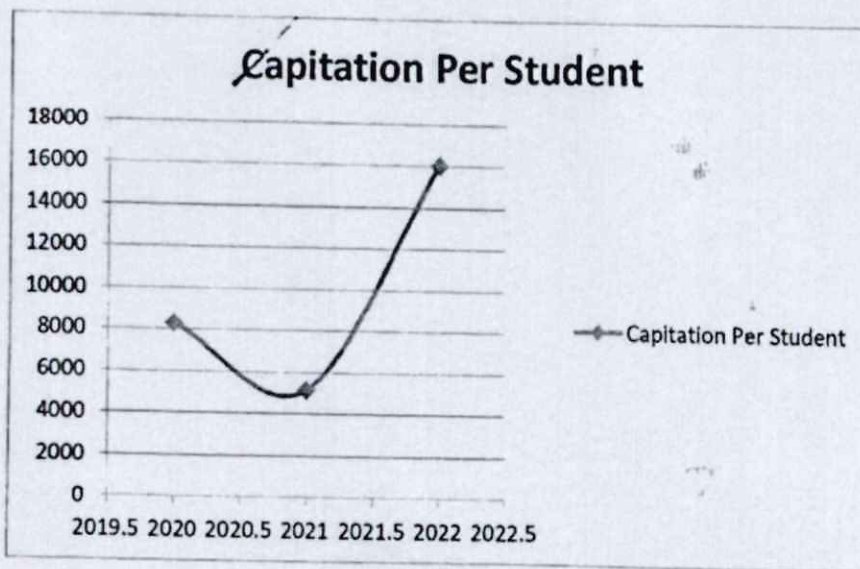
Year	2022	2021	2020
Tuition	1,718,198.00	571,819.00	634,987.00
Operations	7,623,747.00	3,581,242.00	4,706,100.00
Total	9,341,944.00	4,153,061.00	5,341,087.00

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For the year ended 30th June 2022



iii) **Ratio Capitation Grant per Student**

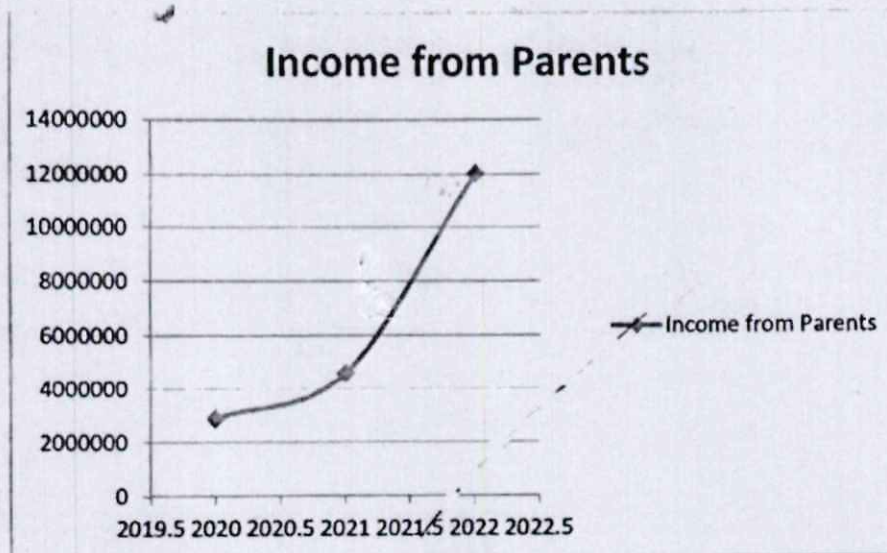
Year	2022	2021	2020
Capitation Per Student	16,040.80	5,147.00	8,282.6



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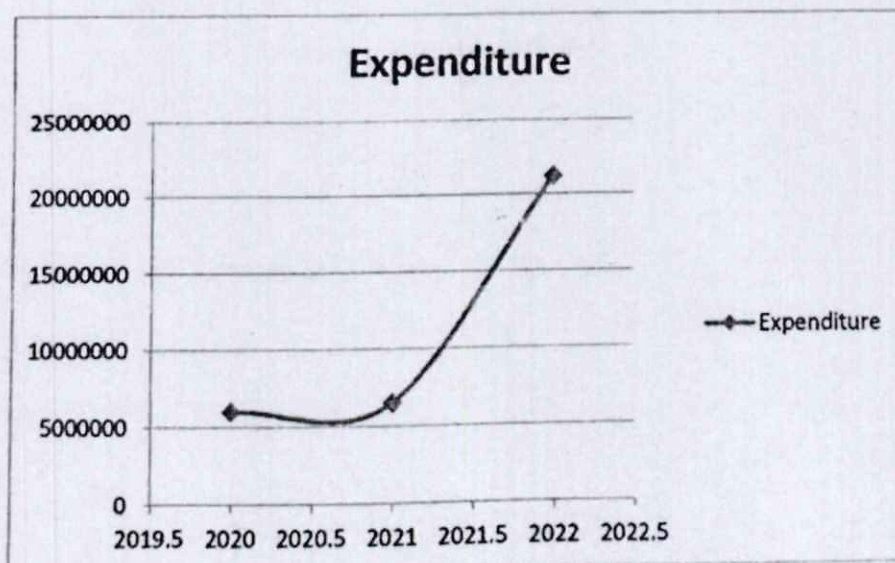
iv) Income from Other Sources (Parents)

Year	2022	2021	2020
Income from Parents	12,023,929.00	4,588,948.00	2,879,031.00



v) Expenditure

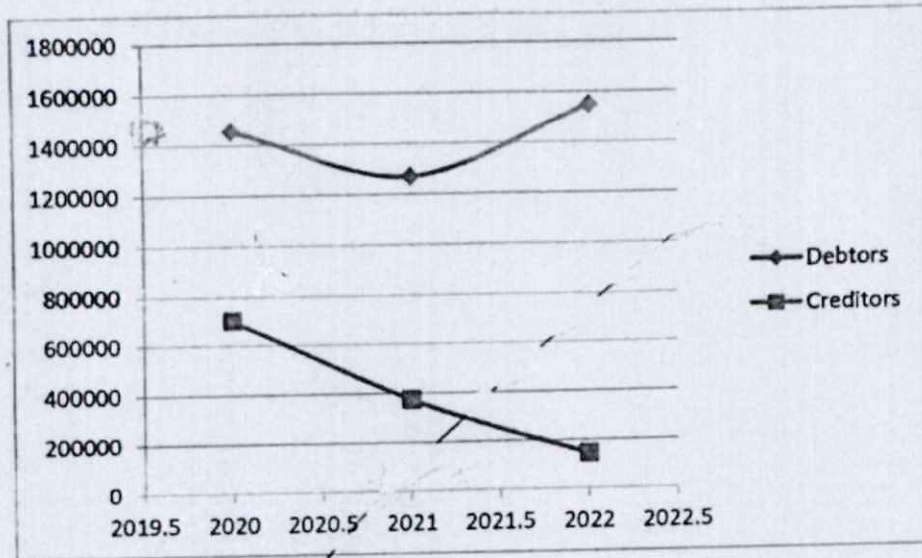
Year	2022	2021	2020
Expenditure	21,210,578.00	6,527,072.00	6,008,525.95



**KEKOPEY SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2022**

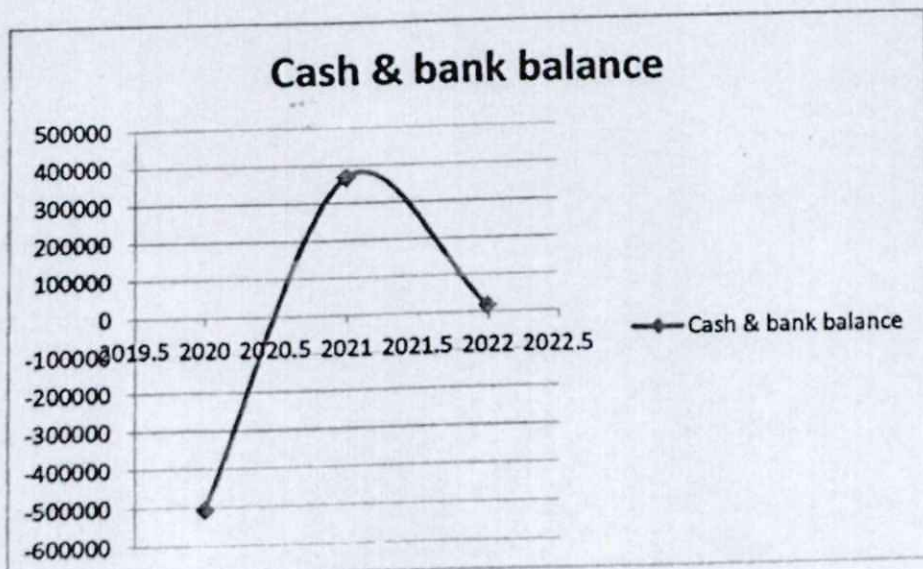
vi) Debtors and Creditors

Year	2022	2021	2020
Debtors	1,547,672.05	1,270,435	1,456,506.05
Creditors	144,734.00	374,854	701,007.55



vii) Cash and Bank Balances

Year	2022	2021	2020
Cash & bank balance	15,695	367,756	-505,252



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b) Teacher Student ratio:

No of students	No. of Teachers	T/s Ratio	Teachers posted to the School	Teachers Transferred/Retired	Total TSC Teaches	Total B.O.M Teachers
511	22	1:24	1	1	11	11

SUBJECT	NO. OF TEACHERS
ENGLISH	3
KISWAHILI	3
MATHS	7
BIOLOGY	4
CHEMISTRY	3
PHYSICS	3
GEOGRAPHY	2
HISTORY	3
CRE	3
AGRICULTURE	2
B/STUDIES	3
COMPUTER STUDIES	1

1. English Literature- 3
2. Maths/Physics - 3
3. Business/ Maths - 3
4. Maths/Geography - 1
5. Kiswahili/ Geography - 1
6. CRE/ History - 2
7. CRE/ Kiswahili - 1
8. Kiswahili/ History - 1
9. Biology / Chemistry - 3
10. Agriculture/Biology - 2
11. Computer - 1

Total = 22

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Shortage vs TSC

English lite -	1
History/CRE -	2
Biology/Chemistry -	1
Agriculture/Biology -	1
Kiswahili/History -	2
CRE/ Kiswahili -	1
Business/Geog -	1
Maths/Computer -	1
Maths/Physics -	1

c) KCSE Mean score:

YEAR	ENTRY	SET TARGET	MEAN SCORE	DEVIATION FROM TARGET	DEVIATION FROM PREVIOUS MEAN	NO OF STUDENTS TRANSITIONED TO INSTITUTIONS OF HIGHER LEARNING	REMARKS
2022	131	4.50	2.98	-1.52	-0.39	6	Drop
2021	116	4.50	3.37	-1.13	-0.51	3	Drop
2020	61	4.65	3.88	- 0.77	-0.65	7	Drop
2019	40	4.50	4.53	+ 0.03	+0.797	9	Improvement
2018	45	4.50	3.733	- 0.767	+0.563	4	Improvement

d) Number of Candidates in KCSE:

YEAR	NO. OF CANDIDATES
2022	131
2021	116
2020	61
2019	40


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e) CAPACITY OF THE SCHOOL.

YEAR	ENROLLMENT	CLASSROOMS	LABORATORIES	TOILETS	LIBRARY
2022	511	12	2	30	1
2021	527	12	2	20	1
2020	437	11	2	20	1

f) Development projects carried out by the school as at 30th June 2021:

PROJECT	FUNDING	AMOUNT
Complete construction of 1 classroom	Ministry Of Education	346,000.00
Purchase 90pcs hardwood student chairs and desks	Ministry Of Education	522,000.00
Construction of 1 new classroom	Ministry Of Education	1,302,000.00


KEKOPEY SECONDARY SCH.
 P.O. Box 595-20116,
 GILGIL
 School Principal

III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

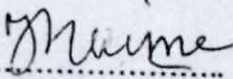
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board 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.

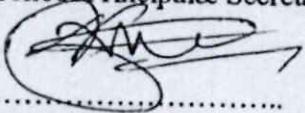
The Board of Management of Kekopey Secondary School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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, 2022, and of the school's financial position as at that date.


Name: Francesca Kaime
Designation: Chairman, School Board of Management

Sign: 
Date: 26/05/2023

Name: James Gakure
Designation: School Principal & Secretary to Board of Management

Sign: 
Date: 26/05/2023

Name: Jane Kabono
Designation: Bursar/ Finance Officer

Sign: 
Date: 26/05/2023

KEKOPEY SECONDARY SCH.
P.O. Box 595-20116,
GILGIL

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 KEKOPEY SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – NAKURU 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 overall 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 Kekopey Secondary School – Nakuru County set out on pages 14 to 31, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts

Report of the Auditor-General on Kekopey Secondary School for the year ended 30 June, 2022 – Nakuru County

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 Kekopey Secondary School – Nakuru County as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.1,547,672 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.1,035,958 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.1,547,672 could not be confirmed.

2. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects payable balance of Kshs.144,734 as disclosed in Note 12 to financial statements. This amount relates to the prepaid fees for the year under review. However, there were no schedules of analysis or ledgers to support the accounts payables balance.

In the circumstances, the accuracy and completeness of accounts payables balance of Kshs.144,734 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.19,041,945 and Kshs.19,107,388 respectively, resulting to an over-funding of Kshs.65,443. However, the School spent a balance of Kshs.19,426,077 against actual receipts of Kshs.19,107,388, resulting to an over-utilization of Kshs.318,689.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The annual report and financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB). The annual report and financial statements had inconsistencies in pagination and some page numbers were not printed/typed. Further, the values in the financial statements are not rounded to the nearest Kenya Shilling as provided under significant accounting policies on statement of compliance and basis for preparation of the financial statements.

In the circumstances, Management did not comply the PSASB guidelines.

2. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 17 February, 2023 instead of the statutory deadline of 30 September, 2021. This was contrary to the requirement from the Ministry of Education that the School's financial statements should have been ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.11,741,684 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.205,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money of funds transferred to KESSHA amounting to Kshs. 205,000 could not be confirmed.

4. Lack of Annual Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.21,365,874 and Kshs.21,210,578 in respect of total receipts and payments respectively. However, during the year, 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 requires a procuring entity to 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.

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 comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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. Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register with nine (9) classes of fixed assets owned by the School. Among the assets listed is land whose size is indicated as 14 acres whose value is not indicated in the summary of fixed assets register. Further, land ownership documents were not provided for audit.

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

2. Failure to Maintain a Fixed Assets Register

Annexure 2 to the financial statements provides a summary of fixed assets held by the school. Management provided a listing of all the assets maintained in the School but failed to reflect the historical cost and additions as at the closure of the year ended 30 June, 2022 contrary to Regulation 143(1) of Public Finance Management (National Government) Regulations, 2015.

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

3. Failure to Maintain Petty Cash Book for Office Expenses

Audit of cash management in the School revealed that the Finance Officer did not maintain a petty cashbook to record office expenses. Further, there was no imprest system to pay for daily subsistence allowances and other expenses. The office standing imprests was not properly accounted for using receipts petty cash vouchers, imprest surrender vouchers and relevant approvals. The situation has led to irregular direct withdrawals from the bank.

In the circumstances, existence of effective measures in management of cash transactions 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 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 control, risk management and 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

As part of an audit conducted in accordance with ISSAIs, I exercise professional 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 September, 2024

**KEKOPEY SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
			Kshs
RECEIPTS			
Capitation grants for tuition	1	1,718,198	571,819
Capitation grants for operations	2	7,623,747	3,581,242
School Fund Income- Parents' Contributions	3		3,704,948
School Fund Income- Other receipts	4	12,023,929	-
Proceeds from borrowings			-
TOTAL RECEIPTS		21,365,874	7,858,009
PAYMENTS			
Payments for Tuition	5	1,733,154	557,537
Payments for operations	6	7,735,740	3,468,697
Boarding and school fund payments	7	11,741,684	3,344,377
TOTAL PAYMENTS		21,210,578	8,491,926
SURPLUS/DEFICIT		155,296	487,398

The school financial statements were approved on _____ 2023 and signed by

Sign:.....*Francesca Kaime*.....

Francesca Kaime

Chair BOM

26th May 2023

Sign:.....*James Gakure*.....

James Gakure

School Principal/
Secretary to BOM

26th May 2023

Sign:.....*Jane Kavono*.....

Jane Kavono

Bursar/
Finance Officer

26th May 2023

**KEKOPEY SECONDARY SCH,
P.O. Box 595-20116,
GILGIL**

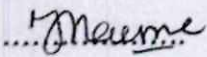
**KEKOPEY SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**
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For the year ended 30th June 2022

**VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT
30TH JUNE 2022**

	Note	2021-2022 Kshs	2020-2021 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	8,460	359,754.90
Cash Balances	9	7,235	8,001.00
Short term Investment	10	-	-
Total Cash and cash equivalent		15,695	367,755.90
Account's receivables	10	1,547,672	1,270,435.05
TOTAL FINANCIAL ASSETS		1,563,367	1,638,190.95
FINANCIAL LIABILITIES			
Accounts Payables	11	144,734	374,854.00
NET FINANCIAL ASSETS		1,418,633	1,263,336.95
REPRESENTED BY			
Accumulated Fund b/fwd	12	1,263,337	775,939.10
Surplus/Deficit for the year		155,296	487,397.85
NET FINANCIAL POSSITION		1,418,633	1,263,336.95

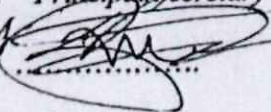
The School's financial statements were approved on _____ 2022 and signed by:

Name: Francesca Kaime
Chairman, BoM

Sign: 

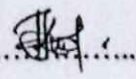
Date: 26th May 2023

Name: James Gakure
School Principal/Secretary
to BoM

Sign: 

Date: 26th May 2023

Name: Jane Kabono
Bursar/Finance

Sign: 

Date: 26th May 2023

KEKOPEY SECONDARY SCHOOL
 PUBLIC SECONDARY SCHOOL
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VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2021
			Kshs
Receipts for operating income			
Capitation grants for tuition	1	1,718,198.00	571,819.00
Capitation grants for operations	2	7,623,747.00	3,581,242.35
School fund income- Parents contributions/ fees	3		3,704,948.00
School fund income- other receipts	4	12,023,929.00	-
Adjustments – Increase in receivables	5	(277,237.00)	186,071.00
Total receipts		21,365,874.00	8,044,079.85
Payments			
Payments for Tuition		1,733,154.00	557,537.00
Payments for operations		7,735,740.00	3,466,768.00
Boarding and school fund payments		11,741,684.00	3,344,377.00
Adjustments – Decrease in payables		230,120.00	(199,539.00)
Total payments		21,210,578.00	7,171,072.00
Net cash flow from operating activities		155,296.00	873,007.85
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from Investing Activities		-	-
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		155,296.00	873,008
Cash and cash equivalent at BEGINNING of the year		367,756.00	(505,252)
Cash and cash equivalent at END of the year		15,695.00	367,755.90

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.

VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

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	e/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	130,001.00	0	130,001.00	130,001.00	0	100%
Laboratory equipment	1,165,000.00	0	1,165,000.00	1,165,000.00	0	100%
Internal exams	12,197.00	0	12,197.00	12,197.00	0	100%
Teaching / learning materials	300,000.00	0	300,000.00	300,000.00	0	100%
Chalks	11,000.00	0	11,000.00	11,000.00	0	100%
Reference books	100,000.00	0	100,000.00	100,000.00	0	100%
Teachers guides	-	-	-	-	-	-
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	1,300,000.00	0	1,300,000.00	1,300,000.00	0	100%
Repairs and maintenance	2,694,000.00	0	2,694,000.00	2,694,000.00	0	100%
Local travel and transport	150,000.00	0	150,000.00	150,000.00	0	100%
Electricity and water	910,000.00	0	910,000.00	910,000.00	0	100%
Medical	110,000.00	0	110,000.00	102,200.00	7800	93%
Administration costs	2,467,547.00	0	2,467,547.00	2,467,547.00	0	100%
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-

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K... PEY SECONDARY SCHOOL
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Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
SMASSE	-	-	-	-	-	-
(3) FEES CHARGED ON PARENTS						
Lunch Programme	9,700,00.00	0	9,700,000.00	9,765,443.00	(65,443.00)	100.7%
Repairs and maintenance	-	-	-	-	-	-
Local transport / travelling	-	-	-	-	-	-
Electricity and water	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
Fee on Boarding Equipment and Stores	-	-	-	-	-	-
OTHER INCOME						
Rent income	-	-	-	-	-	-
Income from farming activities	-	-	-	-	-	-
Insurance compensation	-	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Bus Hire	-	-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Income from any other investment	-	-	-	-	-	-
TOTAL INCOME	19,041,945.00	0	19,041,945.00	19,107,388.00	(65,443.00)	100.3%
(1) EXPENDITURE FOR TUITION						

**KEKOPEY SECONDARY SCHOOL
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Receipt/expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Textbooks and reference material	-	-	-	-	-	-
Exercise books	130,001.00	0	130,001.00	131,400.00	(1399.00)	101%
Laboratory equipment	1,165,000.00	0	1,165,000.00	1,164,000.00	1000.00	100%
Internal exams	12,197.00	0	12,197.00	11,576.00	621	95%
Teaching / learning materials	300,000.00	0	300,000.00	304,023.00	(4023.00)	101%
Chalks	11000.00	0	11000.00	10,244.00	756.00	93%
Reference material	100,000.00	0	100,000.00	105,757.00	5757.00	106%
Teachers guides	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Bank Charges	6,100.00	0	6,100.00	6154	(54.00)	101%
(2) EXPENDITURE FOR OPERATIONS						
Personal Emoluments	1,300,000.00	0	1,300,000.00	1,301,010.00	(1,010.00)	100%
Repairs, maintenance & improvements	2,694,000.00	0	2,694,000.00	2,694,000.00	0	100%
Local transport / travelling	150,000.00	0	150,000.00	152,500.00	(2,500.00)	102%
Electricity, water and conservancy	910,000.00	0	910,000.00	817,880.00	92,120.00	90%
Medical	102,200.00	0	102,200.00	101,000.00	1200	99%
Administration costs	2,467,547.00	0	2,467,547.00	2,433,663.00	33,884.00	99%
Activity Expenses	232,250.00	0	232,250.00	232,250.00	-	100%
Gratuity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
(3) EXPENDITURE FOR SCHOOL FUND						

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Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
		b	c a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance and improvements	-	-	-	-	-	-
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical Expenses	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch programme	9,700,000.00	0	9,700,000.00	9,960,620.00	(260,620.00)	103%
Boarding Equipment and Stores	-	-	-	-	-	-
Expenditure for Income Generating Activity	-	-	-	-	-	-
Insurance costs	-	-	-	-	-	-
Other expenses on investments	-	-	-	-	-	-
Rent Expenses	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-	-
TOTALS	19,280,295.00	0	19,280,295.00	19,426,077.00	145,782.00	100.8%

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IX. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the Kekopey Secondary 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

Kekopey Secondary 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 Kekopey Secondary in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

**KEKOPEY SECONDARY SCHOOL
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X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Reference/library	100,000.60	52,600.00
Exercise books	130,001.00	114,598.00
Laboratory equipment	1,165,000.00	300,000.00
Internal exams	12,197.00	43,500.00
Teaching / learning materials	300,000.00	51,120.00
Chalks	11,000.00	10,000.50
Exams and assessment	-	-
Teachers guides	-	-
Total	1,718,197.60	571,818.50

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personal emoluments	1,300,000.00	719,610.00
Repairs and maintenance	2,694,000.00	1,528,000.00
Local transport / travelling	150,000.00	370,000.00
Electricity and water	910,000.00	186,132.00
Medical	102,200.00	-
Administration costs	2,467,547.20	777,500.35
Activity	-	-
Total	7,623,747.20	3,581,242.35

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Lunch Programme	9,765,443.00	3,470,469.00
Bursary	-	-
Arrears	495,865.00	234,479.00
Rmi	1,762,621.00	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Total	12,023,929.00	3,704,948.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	-	-
Rent income	-	-
Income from farming activities	-	-
Insurance compensation	-	-
Income from Posho mill	-	-
Income from Bus Hire	-	-
Fee for hire of ground and equipment	-	-
Income from grants and donations*	-	-
Interest income	-	-
Dividends income	-	-
Total	-	-

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

5 PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	105,757.00	55,693.00
Exercise books	131,400.00	111,385.00
Laboratory equipment	1,164,000.00	278,462.00
Internal exams	11,576.00	44,554.00
Teaching / learning materials	304,023.00	55,693.00
Chalks	10,244.00	11,138.00
Exams and assessment	-	-
Teachers guides	-	-
Administration Costs	-	-
Bank Charges	6,154.00	612.00
Total	1,733,154.00	557,537.00

**KEKOPEY SECONDARY SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
		Kshs
Personal emoluments	1,301,010.00	712,320.00
Service Gratuity	-	-
Administration Cost	2,433,663.00	716,008.00
Repairs and maintenance & improvements	2,694,000.00	1,528,000.00
Local transport / travelling	152,500.00	328,000.00
Electricity and water	817,880.00	180,000.00
Medical	101,000.00	-
Activity Expenses	232,250.00	-
SMASSE		-
Insurance Cost		-
Bank Charges	3,437.00	2,440.00
Acquisition of Assets		-
TOTAL	7,735,740.00	3,466,768.00

7 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Lunch Programme	9,960,620.00	3,515,482.00
Bursary		62,000.00
Infrastructure Account	1,763,714.00	885,065.00
Local transport / travelling		-
Electricity and water		-
Medical Expenses		-
Administration costs		-
Lunch Programme		-
Bank Charges	17,350.00	5,074.00
Expenses on Income Generating Activities		-
Fee on Boarding Equipment and Stores		-
Rent Expenses		-
Insurance Cost (Life Property)		-
Loan Principal repayment		-
Loan Interest repayment		-
Acquisition of Assets		-
TOTAL	11,741,684.00	4,467,621.00

*Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.*

KEKOPEY SECONDARY SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account		743.00	15,699.40
Operations Account		6,366.25	115,828.05
School Fund Account/Boarding		203.40	225,535.45
Savings Account		-	-
Parent Association Development Account		-	-
Income generating activities Account		-	-
Infrastructural Account		1,147.00	2,692.00
Total		8,459.65	359,754.90

9 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account	-	-
Operation Account	3,610.00	3,816.00
School Fund account	3,625.00	4,185.00
Total	7,235.00	8,001.00

10 SHORT TERM INVESTMENTS

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	1,547,672.05	1,270,435.05
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
Total	1,547,672.05	1,270,435.05

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	773,102.00	234,479.00
Fee arrears received during the year	(495,865.00)	(420,550.00)
Fees arrears for the previous year	234,479.00	673,372.00
Fees arrears for prior periods (over two years)	1,035,958.05	783,134.00
Total	1,547,672.05	1,270,435.05

12 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	-	-
Prepaid fees	144,734.00	374,854.00
Retention monies	-	-
Total	144,734.00	374,854.00

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	144,734.00	374,854.00
Trade creditors for the previous year	-	-
Trade creditors for prior periods (over two years)	-	-
Total	144,734.00	374,854.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	359,754.85	(518,692.95)
Cash balances	8,001.00	13,441.00
Short Term Investments	-	-
Receivables	1,270,435.05	1,456,506.05
Payables	(374,854.00)	(175,315.00)
Total	1,263,336.90	(505,251.65)

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Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees		490	437
Coffee or tea plantation		-	-
Poultry		-	-
Total	1	-	-

16 Borrowings

Description	2021-2022	2020-2021
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

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Other important disclosure notes

17 Stock/ Inventory

Description	2021-2022	2020-2021
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year	-	-
Stock/ inventory purchased during the year	-	-
Stock/ inventory issued during the year	-	-
Balance at end of the year	-	-

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18 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Supply of goods						
4.						
5.						
6.						
Sub-Total						
Supply of services						
7.						
8.						
9.						
Sub-Total						
Grand Total						

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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 2022
	12 gridboards	2016		101,500.00	72,500.00	-	174,000.00
	7 Books shelves	2015		140,000.00	-	-	140,000.00
	530 Students desks&chairs	Purchased across past years		3,021,000.00	522,000.00	-	3,543,000.00
	5 library tables	2015		96,000.00	-	-	96,000.00
	52 Office chairs	2014/2020		211,000.00	-	-	211,000.00
ICT Equipment, and Other ICT Assets	8 Desktops	2014/2017		90,000.00	150,000.00	-	240,000.00
	5 Laptops	2020/Donations		90,000.00	-	-	90,000.00
	5 Projectors	2016/Donations		30,000.00	-	-	
	1 Projector Screen	2016					
	CCTV & CCTV Accessories	2021		390,000.00	-	-	390,000.00
	Printers	Purchased across past years		65,000.00	-	-	65,000.00
	Copy Printer	2015		130,000.00	-	-	130,000.00
Tools and apparatus	Farm Tools	Purchased across past years		60,000.00	-	-	60,000.00
	Laboratory Apparatus & chemicals			750,000.00			

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class		Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Land 1	14 Acre		GILGIL				
Buildings and structures	15 Classrooms	Built across the years		12,000,000.00	1,648,000.00	-	13,348,000.00
	1 Temporary kitchen(fitted with 4 energy saving jikos)	2010		900,000.00	-	-	900,000.00
	1 laboratory(2015		6,000,000.00	-	-	6,000,000.00
	7 Blocks Toilets/Latrines	Built across past years					
	2 units teachers houses	2014/2016		3,000,000.00	-	-	3,000,000.00
	Motor vehicles						
Office equipment, Furniture and fittings	24Office lockers	2015		156,500.00	85,000.00	-	241,500.00
	4 Office tables	2015		24,000.00	-	-	24,000.00
	12 Teachers tables			78,000.00	65,000.00		143,000.00
	5 Office cabinets	Purchased across past years		210,000.00	-	-	210,000.00
	12whiteboards	2016		129,500.00	122,500.00		252,000.00

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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 e/f (Kshs) 30 th June 2022
Textbooks	Course Books	Purchased across past years		3,012,500.00	-	-	3,012,500.00
	Revision books&materials	Purchased across past years		475,200.00	355,000.00		830,200.00
	Setbooks	GOK					
Other Machinery and Equipment				-	-	-	-
Heritage and cultural assets				-	-	-	-
Intangible assets- soft ware	1 Exam Software	2015		40,000.00			
	1 Accounting software	2021		60,000.00			60,000.00
Total				8,762,200.00	1,099,500.00	-	9,041,700.00

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TRIAL BALANCE AS AT 30TH JUNE 2022			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	8,460	
	Cash Balances	7,235	
	Short term investments	-	
	Receivables	1,547,672	
Payments			
	Payments for Tuition	1,733,154	
	Payments for operations	7,735,740	
	Boarding and school fund payments	11,741,684	
Receipts			
	Capitation grants for tuition		1,718,198
	Capitation grants for operations		7,623,747
	School Fund Income- Parents' Contributions		12,023,929
	School Fund Income- Other receipts		-
	Proceeds from borrowings		
	Payables		144,734
Prior Year Adjustment			
			1,263,337
Fund Balance b/f			
TOTAL		22,773,945	22,773,945