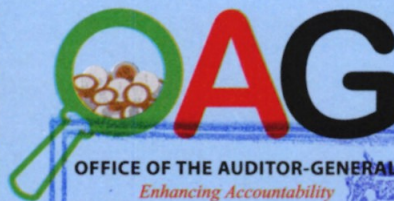


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 10 JUN 2026

DAY.

WED

TABLED
BY:

HON. NAOMI WARD, MP

DEPUTY MAJORITY PARTY WHIP

OF CLERK-AT
THE-TABLE:

Y. WAMBUI

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

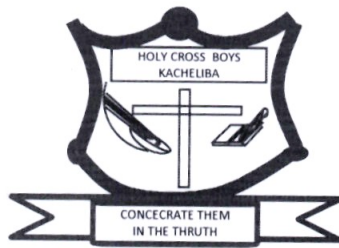
HOLY CROSS BOYS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2022

WEST POKOT COUNTY



Revised 30th June 2022



**HOLY CROSS BOYS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

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)**

HOLY CROSS BOYS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

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I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in WEST POKOT County, KACHELIBA Sub-County

The school was registered in 27TH December 2018 under registration number **24S3000169** 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 911 numbers of students as at 30th June 2022. It has 4 streams and 35 teachers of which 12 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	Linus Kasan	Chairman	29/7/2019
2	Stanley Pilakan	Secretary - Principal	29/7/2019
3	Paul Muturi	Member	"
4	Zablon Topote	Member	"
5	Catherine Orwata	Member	"
6	Dinah Cox	Member	"
7	Rufina Chelimo	Member	"
8	Nobert Tomitom-	Member – Rep CEB	"
9	Christine chemtai	member	"
10	Marcello Nyaoro	Member Rep Teachers	"
11	Salome Chombir	Member - Sponsor	"
12	Abraham Loripo	Member	"
13	John Angelei	Member - Community	"
14	Ahmed Galgalo	MemberSpecial Needs	"
15	Thomas Toroitich	Rep. Students	"

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.

(a) Committees of the Board

Provide the names of the various committees of the Board established by the Board and the names of the committee members:

(b) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr. Linus kassan Mrs. stanley pilakan Mr. paul muturi Ms salome chombir	Chairman Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
3	Finance,procurement and general purposes Committee	Ms Rufina Chelimo Mr Stanley Pilakan Ms Christine Chemtai Ms Catherine Chepkemioi	Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3

4	Academic Committee	Mr. Linus kassan Mr stanley pilakan Mr. paul muturi Ms salome chombir	Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
5	Development Committee	Mrs Dina Cox Mr. Stanley Pilakan Mr. Linus Kassan Mr. Ambrose Waswa	Chairlady Secretary Member Member Scde	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
6	Discipline Committee	Mr. Ahmed galgalo Mr. Stanley pilakan Mr. Zablon topote Ms Salome Chombir	Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
7	SIMSC Committee	Mrs Dina Cox Mr. Stanley Pilakan Mr. Linus Kassan Mr. Ambrose Waswa	Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
8	Tendering Committee	Ms Rufina Chelimo Mr Stanley Pilakan Ms Christine Chemtai Ms Catherine Chepkemoi	Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
9	Insepection and evaluation Committee	Ms Rufina Chelimo Mr Stanley Pilakan Ms Christine Chemtai Ms Catherine Chepkemoi	Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3

(c) 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	Mr Stanley Pilakan	450152
2	Deputy Principal	Mr Wilson Tonyirwo	589816
3	School Bursar	Ms Nancy Plimo	23813277

HOLY CROSS BOYS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(d) Schools contacts

Post Office Box: 10-30601, KACHELIBA
 Telephone: 0708285543
 E-mail: holycrossboys2015@gmail.com
 :

(e) School Bankers

The following school operated 5 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: K.C.B
 Branch: KAPENGURIA
 Account Number: 1106165713 - SCHOOL FUND
2. Name of Bank: KCB
 Branch: KAPENGURIA
 Account Number: 1201718872 - OPERATION
3. Name of Bank: KCB
 Branch: KAPENGURIA
 Account Number: 1106201450 - TUITION
4. Name of Bank: KCB
 Branch: KAPENGURIA
 Account Number: 1270020315 - INFRASTRUCTURE
5. Name of Bank: EQUITY
 Branch: KAPENGURIA
 Account Number: 1070279649183 - SCHOOL FUND

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(f) 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

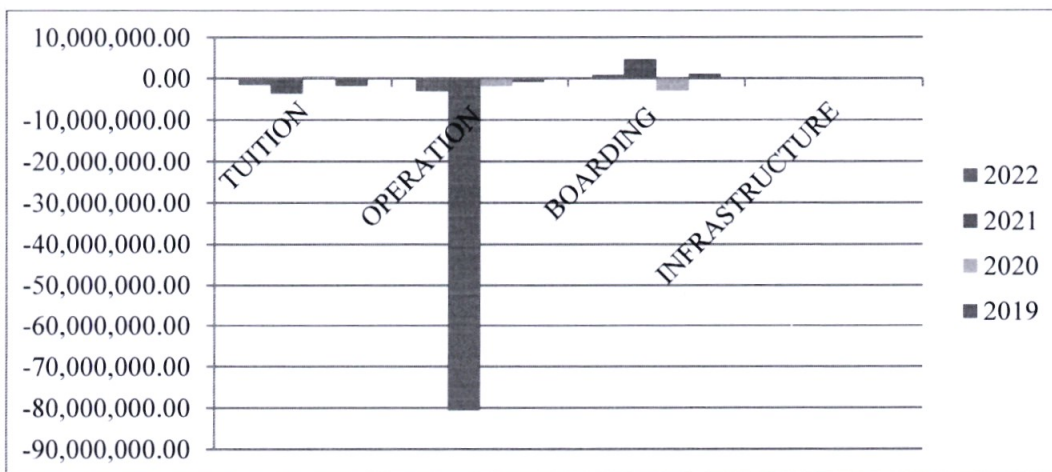
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

Under this section, the following information should be given:

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

Year	2022	2021	2020	2019
Tuition Account	(1,547,723)	(3,676,740)	452,052	(1,774,605)
Operation Account	(3,045,638)	(80,540,998)	(1,762,151)	(795,887)
Boarding Account	797,007	4,661,893	(2'950,161)	1,034,972
Infrastructure Account	-	-	20,504	-

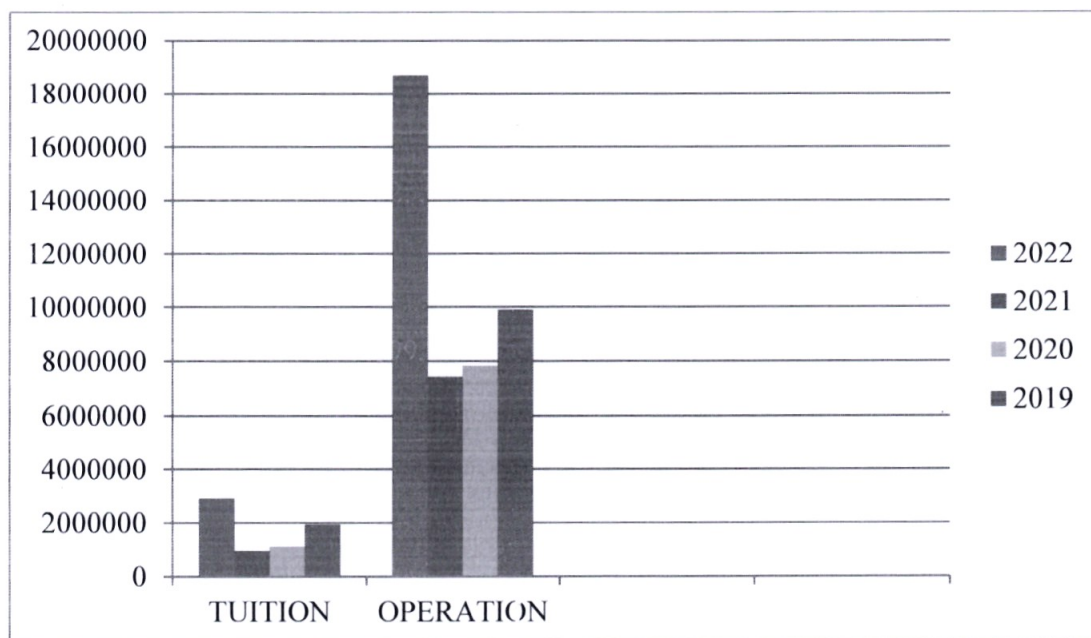


- Capitation grants from the Ministry of Education for the last three years

Years	2022	2021	2020	2019
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HOLY CROSS BOYS SECONDARY SCHOOL
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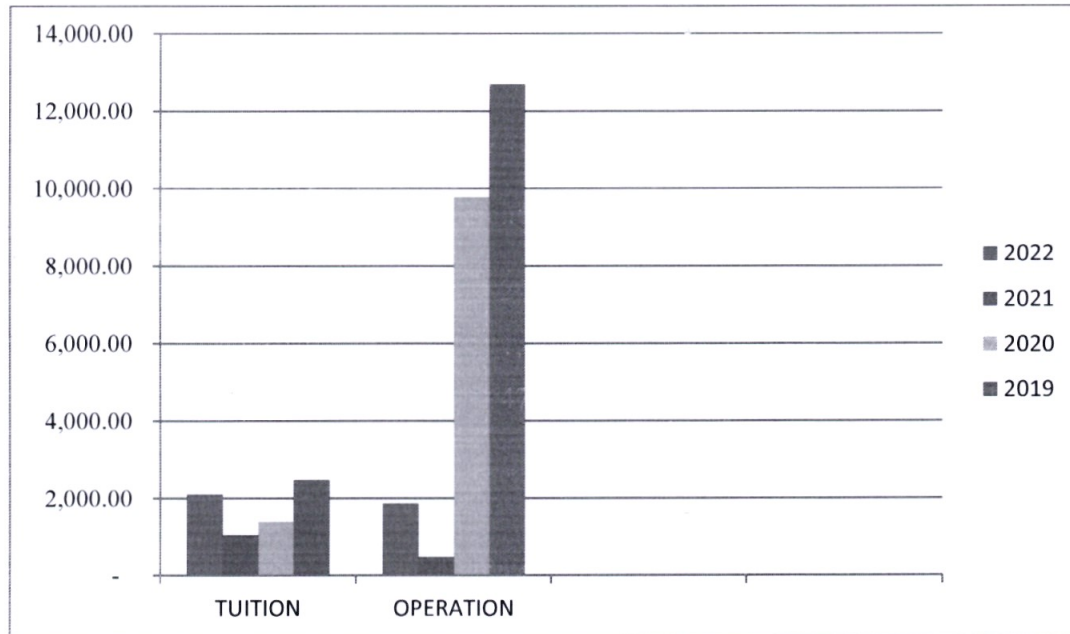
Tuition			1,108,879	1,925,7
Acc.	2,900,498	954,326	.00	84
Operati on Acc.	18,703,334	439,979	7,819,771	9,899,796



- Ratio of capitation grant per student over the last three years

HOLY CROSS BOYS SECONDARY SCHOOL
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	2022	2021	2020	2019
TUITION	2,101	1,037	1,386	2,469
OPERATION	1,870	478	9,775	12,692

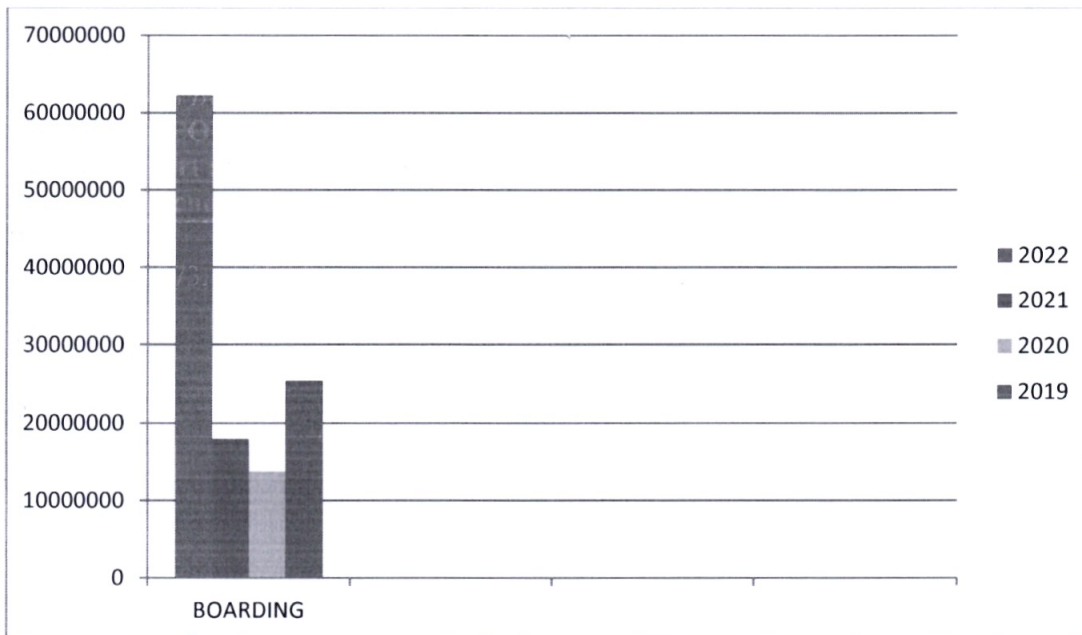


- A three-year overview of growth of other income(s) earned by the school.

Year	2022	2021	2020	2019
------	------	------	------	------

HOLY CROSS BOYS SECONDARY SCHOOL
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For the year ended 30th June 2022

Boardi ng Accou nt	62,273, 285	17,991, 797	13,780, 508	25,410, 430
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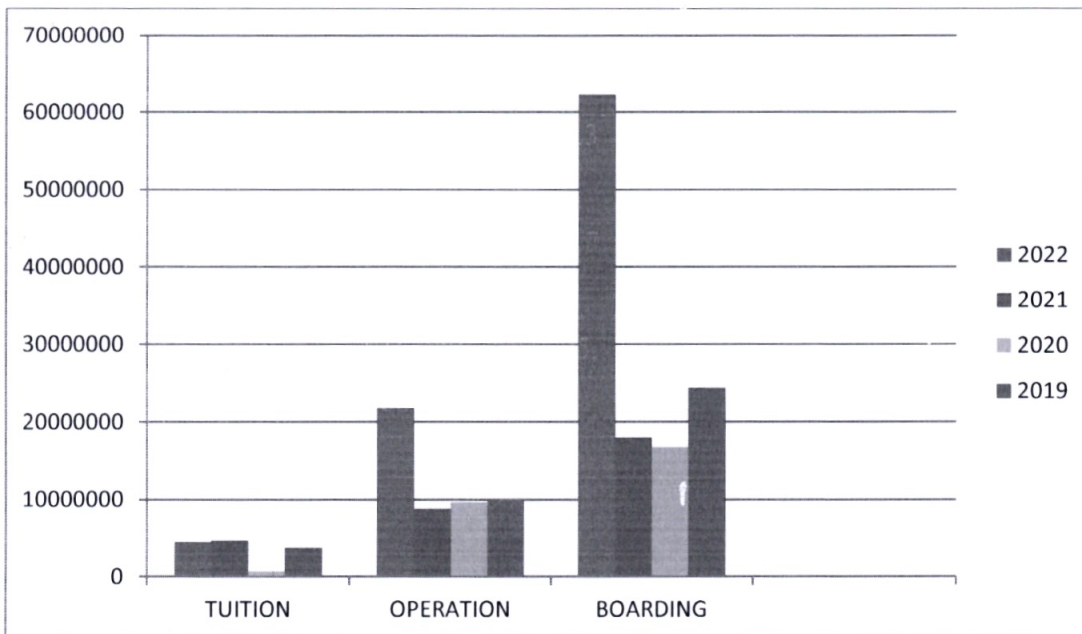


- A three-year overview of growth in expenditure of the school

Year	2022	2021	2020	2019
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HOLY CROSS BOYS SECONDARY SCHOOL
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For the year ended 30th June 2022

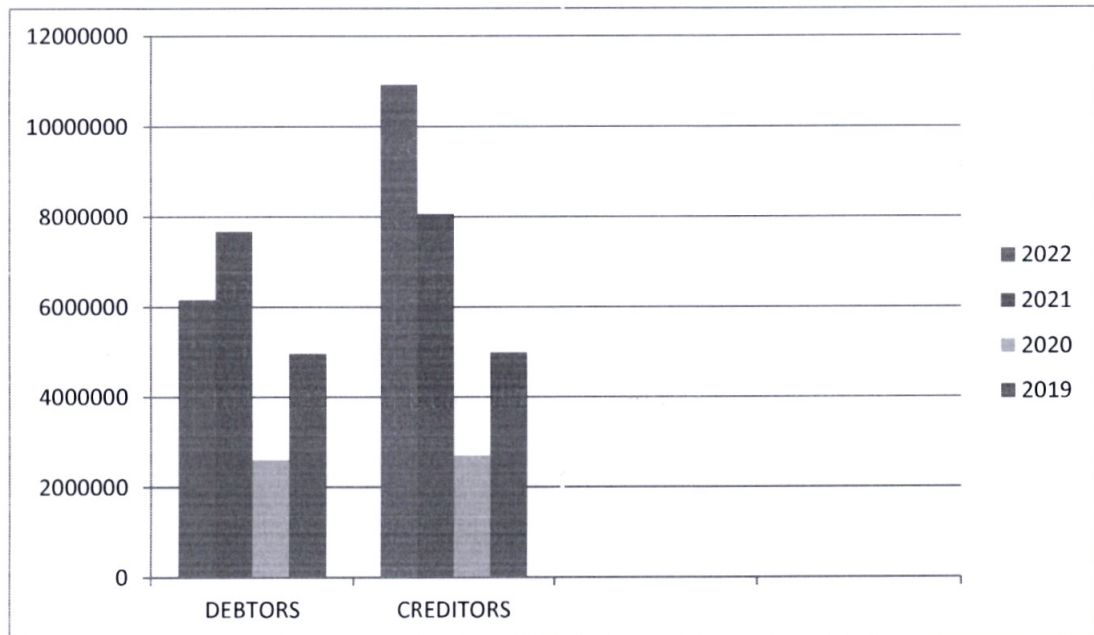
Tuition	4,448,221	4,631,066	656,827	3,700,388
Operation	21,748,972	8,798,097	9,581,922	9,899,796
Boarding	62,273,285	17,991,797	16,730,669	24,375,458



- Movement of debtors and creditors of the school over the last three years

HOLY CROSS BOYS SECONDARY SCHOOL
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	2022	2021	2020	2019
Debtors	6,154,335	7,669,151	2,594,517	4,967,185
Creditors	10,922,224	8,062,987	2,696,092	4,987,052

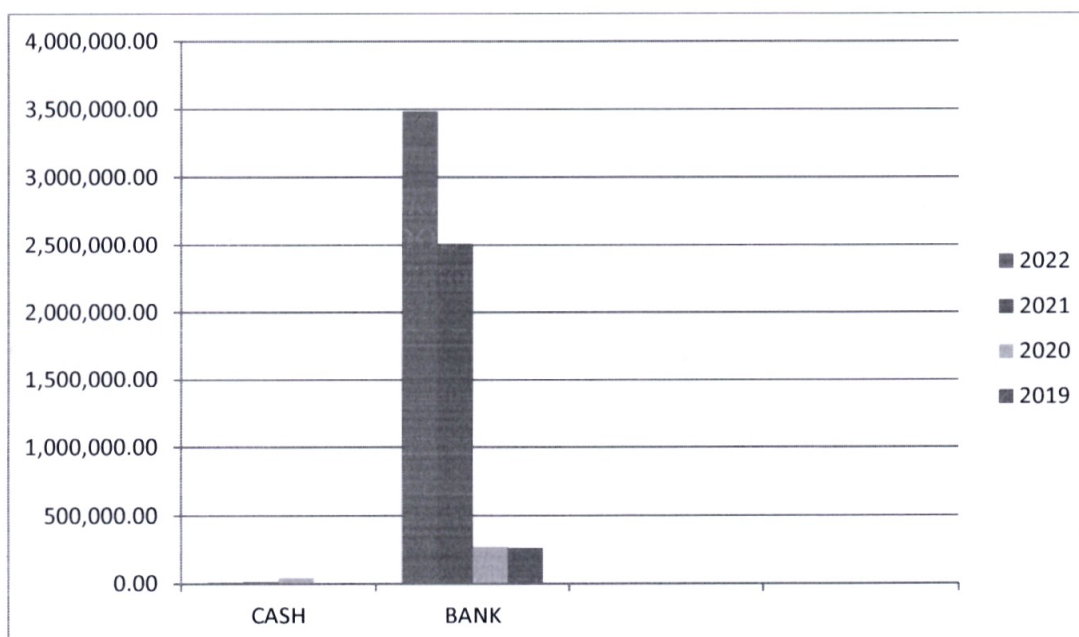


- Movement of cash and bank balances over the last three years

	2022	2021	2020	2019
--	------	------	------	------

HOLY CROSS BOYS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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Cash	9,631	12,496	40,186	6,390
Bank	3,483,438	2,509,038	267,787	263,560



Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends.

b) Teacher Student ratio:

Between the month of 1st July 2021 and June 2022, the status of the teaching staff was as follows:

Number of teachers employed by School BOM	11
Number of teachers employed by TSC	23
Number of TSC teachers who transferred into the school during the year	1

HOLY CROSS BOYS SECONDARY SCHOOL
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Number of TSC teachers who were recruited during the year	0
Number of TSC teachers who retired during the year	0
Total number of students during the year	911
Teacher : students ratio	1:30
Number of streams	4
Total subjects taught at school	12
Teacher shortage subject combination	Number of teachers required
ENGLISH / LITERATURE	2
BIOLOGY / AGRICULTURE	1
MATHEMATICS/ BUSINESS STUDIES	1
KISWAHILI/ HISTORY	1
GEOGRAPHY/ CRE	1
MATHEMATICS/ CHEMISTRY	1
MATHS /BIO	1
COMPUTER/MATHS	1
CRE/HISTO	1
MATHS/PHISICS	1
KISW/CRE	2

Comments:

We have a shortage of **11** teachers as a challenge. This is as a result of increased students' population. The school has hired **11** additional teachers on BOM terms to ensure effective teaching and learning at school.

(C) K.C.S.E MEAN SCORE IN THE YEAR: 2019, 2020, 2021, and 2022.

K.C.S.E year	Enrolment of K.C.S.E candidates	Students transition to higher learning institutions after K.C.S.E	K.C.S.E mean score	Deviation from previous mean	Deviation (%)	K.C.S.E school target	Comments
2022	218	8	3.583	-2.5259		5.000	There was a drop
2021	203	65	6.1089	+0.0152	0.22%	6.00	There was an improvement
2020	115	45	6.0957	+1.88881	7.43%	5.800	There was an improvement

Comments: The school K.C.S.E mean score in 2021 was 6.1089 while the KCSE mean score in 2022 was **3.583**. This represents a negative deviation of -2.5259.

The school is determined to improve and attain its set target.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

(d) KCSE Number of Candidates in the 2018, 2019 and 2020:

Number of candidates sitting for KCSE over the last three years.

Year	2022	2021	2020
<i>KCSE No of candidates</i>	218	203	115
Total	218	203	115
<i>Increase/decrease</i>	<i>15</i>	<i>8</i>	<i>18</i>

*Number of candidates that transitioned to higher learning institutions
(Those having C+ and above) for the last three years.*

YEAR	2022	2021	2020
<i>Number of students that transitioned to university</i>	8	65	45
Total	8	65	45
<i>Increase/decrease</i>	<i>57</i>	<i>25</i>	<i>10</i>

There was value addition to students as some students joined university while other students joined tertiary colleges for further education.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

(e) Capacity of the school:

Financial year	From 1st July 2021 - 30th June 2022			
<i>Total Number of students</i>	911			
<i>Total teaching staff</i>	34			
<i>Total support staff</i>	22			
Total Population	956			
School facilities	no. of facilities	Ratio students to population	Condition of the available facility	Comments

HOLY CROSS BOYS SECONDARY SCHOOL
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	Status				
Classrooms	Permanent	16	1:57	Good	Adequate
Dormitory – boys	Permanent	9	1: 102	Good	Adequate
Laboratory	Permanent	1	1:920	Good	Inadequate
Power house	Permanent	1	1:1	Good	Adequate
Dining hall	Permanent	1	1:920	Good	adequate
Consumables Store	Permanent	2	2:1	Good	Adequate
construction equipment store	Semi-Permanent	1	1:1		Adequate
Staff quarters- Teachers	Permanent	7	1:1	Good	More required to meet increased staff population
Administration block	Permanent	10 offices	1:4	Good	adequate
Kitchen	Permanent	1	1:920	Good	Adequate
Students toilets Staff toilets	Permanent	49	1:18	Good	Adequate

Comments:

- c) The school is required to construct additional staff houses to meet the number of staff population. The school also requires additional laboratories to meet the students' population.

HOLY CROSS BOYS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2022

d) Development projects carried out by the school:

e) Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Twin laboratory	MOE	incomplete	6,700,000	5,000,000	2023

- The project is complete
- The School has developed an Improvement Plan that provides a road map for improvement that the school needs to improve the school environment and learning outcomes which outlines the need, the way of developing , implementing, monitoring and evaluation of school Programmes.

Sign

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 keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Holy Cross Boys 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, 20XX, and of the school's financial position as at that date.

Name: LINUS KASSAN
Designation: Chairman, School Board of Management
Sign: 
Date: dd/mm/yy 9-4-26

Name: STANLEY PILAKAN
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: dd/mm/yy 9-4-26

Name: NANCY PLIMO
Designation: Bursar/ Finance Officer
Sign: 
Date: dd/mm/yy 9-4-26



HOLY CROSS BOYS SECONDARY SCHOOL

PUBLIC SECONDARY SCHOOL

Annual Report and Financial Statements

For the year ended 30th June 2022

**IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL
STATEMENTS OF HOLY CROSS BOYS SECONDARY SCHOOL OF THE
YEAR ENDING 30TH JUNE 2022**

To be attached

HOLY CROSS BOYS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022 Kshs	2020-2021 Kshs
RECEIPTS			
Capitation grants for tuition	1	2,900,498	954,326
Capitation grants for operations	2	12,669,834	7,439,979
School Fund Income- Parents' Contributions	3	-	-
School Fund Income- Other receipts	4	52,017,682	14,984,539
Proceeds from borrowings			-
TOTAL RECEIPTS		67,588,014	23,378,844
PAYMENTS			
Payments for Tuition	5	2,890,997	966,163
Payments for operations	6	18,343,478	6,529,092
Boarding and school fund payments	7	45,382,004	13,670,027
TOTAL PAYMENTS		66,616,479	21,165,282
SURPLUS/DEFICIT		971,435	2,213,562

The school financial statements were approved on 9-4-26 2026 and signed by:

Sign: 
Name Lenus Kasan

Chair BOM

Date: 9-4-26

Sign: 
Name Stanley Dlamini

School Principal/
Secretary to BOM

Date 9-4-26

Sign: 
Name Nancy Plum

Bursar/
Finance Officer

Date 9-4-26



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON HOLY CROSS BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - WEST POKOT COUNTY

PREAMBLE

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

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

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 Holy Cross Boys Secondary School set out on pages 21 to 37, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, the statement of receipts and payments,

Report of the Auditor-General on Holy Cross Boys Secondary School for the year ended 30 June, 2022 – West Pokot County

statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Holy Cross Secondary School 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 Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.32,125,450 in respect of fees arrears as disclosed in Note 11 to the financial statements. However, the supporting schedules and issued invoices were not provided for audit review. Further, the students' debts balance of Kshs.20,809,390 had been outstanding for more than one (1) year.

In the circumstances, the accuracy, completeness and full recoverability of the outstanding receivables balance of Kshs.32,125,450 could not be confirmed.

2. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.28,882,996 as disclosed in Note 12 to the financial statements. However, the supplier invoices and other supporting documents were not provided for audit review

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.28,882,996 could not be confirmed.

3. Unsupported Payments

The statement of receipts and payments reflects total expenditure amounting to Kshs.66,616,479. Included in the amount is expenditure on tuition, operations and boarding and school funds amounting to Kshs.2,890,997 Kshs.18,343,478, and Kshs.45,382,004 respectively as disclosed in Notes 5, 6, and 7 to the financial statements. However, payment vouchers were not adequately supported by documentation such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes and certificate of payments.

In the circumstances, the accuracy and completeness of the tuition, operations, infrastructure and School fund-parents' contribution expenses amounting to Kshs.66,616,479 could not be confirmed.

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

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 matters described in the Basis for Qualified Opinion, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The School Management is responsible for the Other Information set out on page 3 to 19 which comprise of Key School Information and Management, Summary Report of Performance of the School and the 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 and 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. Irregularities in Procurement Processes

Review of the procurement records revealed that the School Management did not have an established procurement function managed by qualified procurement professionals and the activities were undertaken by individuals lacking the requisite qualifications. Further, all the six (6) committee members involved in the tender evaluation did not sign the final evaluation report.

In addition, the School Management failed to maintain complete procurement records, including tender documents, tender advertisements, bid evaluation reports, correspondences with supplier, contract documents, payment certificates and contract performance monitoring reports. This was contrary to Section 68(1) of the Public Procurement and Asset Disposal Act, 2015 which requires an accounting officer of a procuring entity to keep records for each procurement for at least six years after the resulting contract has been completed.

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

2. Failure to Prepare an Annual Procurement Plan

Review of documents revealed that 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 states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process. Further, the School Management did not maintain an approved list of registered suppliers contrary to Section 57(1) of the Public Procurement and Asset Disposal Act, 2015 which requires a head of the procurement function of a procuring entity to maintain and update lists of registered suppliers, contractors and consultants

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

3. Failure to Prepare School Improvement Plan

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

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

4. Failure to Transfer of Infrastructure Funds from School fund Bank Account

The statement of receipts and payments reflects School fund income other receipts of Kshs.62,426,289. Included in the amount is repairs and maintenance amounting to Kshs.3,095,890 as disclosed in Note 4 to the financial statements, which were to be

transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, no amount was transferred to the infrastructure account as required by the ministry of education guidelines from the School fund account.

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

5. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.28,882,996 in respect to trade creditors as disclosed in Note 12 to the financial statements. However, included in the balance is trade payables balance of Kshs.17,960,772 which has been outstanding for a period of more than one (1) year. This was contrary to Section 53(8) of the Public Procurement and Asset Disposal Act, 2015 which provides that an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contracts are reflected in approved budget estimates.

In the circumstances, Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON THE 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. Lack of Risk Management Policy and Disaster Recovery Plan

Review of the internal controls of the entity revealed that the School had not developed a risk management policy. In addition, the School did not have a disaster recovery plan or business continuity plan to ensure that the entity recovers its functionality in case of an unplanned incident or disaster.

In the circumstances, the School lacked adequate safeguards thereby exposing operations to significant risk in the event of disruptions.

2. Weaknesses in ICT Controls

Review of the Information Technology Internal Controls revealed that the School did not have an ICT Policy, had not developed an IT continuity and disaster recovery plan which is important in ensuring that the School recovers its functionality in case of an unplanned incident or disaster. Further, the School did not have an approved IT strategic committee and strategic plan which is important in performing the oversight function and formulation of policies to ensure that the IT department functions properly to assist in achievement of School's objectives in an economic, efficient and effective way.

In the circumstances, the School lacked robust IT controls and safeguards thereby exposing operations to significant risk in the event of disruptions.

3. Lack of Internal Audit Function and Audit Committee

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

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related

to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the 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 of Supreme Audit Institutions (ISSAIs). The ISSAIs requires 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

10 April, 2026

HOLY CROSS BOYS SECONDARY SCHOOL
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VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	3,483,438	2,509,038
Cash Balances	9	9,631	12496
Short term Investment	10	-	-
Total Cash and cash equivalent		3,493,069	2,521,534
Account's receivables	11	32,125,450	21,203,226
TOTAL FINANCIAL ASSETS		35,618,519	23,724,760
FINANCIAL LIABILITIES			
Accounts Payables	12	28,882,996	17,960,772
NET FINANCIAL ASSETS		6,735,523	5,763,988
REPRESENTED BY			
Accumulated Fund b/fwd	13	5,763,988	3,550,426
Surplus/Deficit for the year		971,535	2,213,562
NET FINANCIAL POSSITION		6,735,523	5,763,988
			-

The School's financial statements were approved on 9-4-26 2026 and signed by:

Name: Linus Kasan
Chairman, BoM

Sign: [Signature]

Date: 9-4-26

Name: Stanley Diklan
School Principal/Secretary

to BoM Sign: [Signature]

Date: 9-4-26

Name: Nancy Phimo
Bursar/Finance

Sign: [Signature]

Date: 9-4-26



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STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2021
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	2,900,498	954,326
Capitation grants for operations	2	12,669,834	7,439,979
School fund income- Parents contributions/ fees	3	-	-
School fund income- other receipts	4	52,017,682	14,984,539
Total receipts		67,588,014	23,378,844
Payments			
Payments for Tuition		2,890,997	966,163
Payments for operations		18,343,478	6,529,092
Boarding and school fund payments		45,382,004	13,670,027
Total payments		66,616,479	21,165,282
Net cash flow from operating activities			2,213,562
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets		-	-
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		971,535	2,213,562
Cash and cash equivalent at BEGINNING of the year		2,521,534	307,972
Cash and cash equivalent at END of the year		3,493,069	2,521,534

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.

PUBLIC SECONDARY SCHOOLS - HOLY CROSS BOYS SECONDARY SCHOOL
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VII. 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	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Text books and reference material	-	-		260,570	(260,570)	0%
Laboratory equipment	-	-			-	0%
Internal exams	-	-			-	0%
Teaching / learning materials	4,144,000	-	4,144,000	2,639,928	1,504,072	64%
Chalks	-	-			-	0%
Exams and assessment	-	-			-	0%
Teachers guides	-	-			-	0%
TOTAL CAPITATION	4,144,000	-	4,144,000		1,243,502	70%
(2) CAPITATION GRANT ON OPERATIONS					-	0%
Personnel emoluments	3,760,000	-	3,760,000	2,076,132	1,683,868	55%
Repairs and maintenance	5,000,000		5,000,000	6,988,000	(1,988,000)	140%
Local transport / travelling	2,350,000	-	2,350,000	367,820	1,982,180	16%
Electricity and water	1,880,000		1,880,000	1,066,347	813,653	57%
Medical	2,000,000	-	2,000,000		2,000,000	0%
Administration costs	1,410,000	-	1,410,000	2,000,000	(590,000)	142%
Infrastructure Account	-	-			-	0%
Activity	1,500,000	-	1,500,000	171,535	1,328,465	11%
Gratuity	-	-			-	0%

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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	200,000	-	200,000		200,000	0%
(3) FEES CHARGED ON PARENTS					-	0%
Personnel emoluments	4,670,000	-	4,670,000	4,254,274	415,726	91%
Repairs and maintenance	2,000,000	-	2,000,000	3,095,890	(1,095,890)	155%
Local transport / travelling	2,917,000	-	2,917,000	2,709,298	207,702	93%
Electricity and water	2,333,000	-	2,333,000	2,697,940	(364,940)	116%
Medical	-	-			-	0%
Administration costs	1,750,000	-	1,750,000	2,277,934	(527,934)	130%
Activity	500,000	-	500,000	540,693	(40,693)	108%
SMASSE	-	-			-	0%
Fees on BES	20,830,000	-	20,830,000	30,924,203	(10,094,203)	148%
Arrears				2,186,490		
Prepaid Fees				3,330,960		
TOTAL INCOME	57,244,000		57,244,000	67,588,014	(4,826,564)	118%
				.		
(1) EXPENDITURE FOR TUITION						
Exercise books	-	-		1,076,425	(1,076,425)	0%
Laboratory equipment	-	-		1,532,000	(1,532,000)	0%
Internal exams	-	-	-		-	0%
Teaching / learning materials	4,144,000	-	4,144,000	281,000	3,863,000	7%
Chalks	-	-			-	0%
Bank Charges	-	-		1,572	(1,572)	0%

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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
		-			-	0%
(2) EXPENDITURE FOR OPERATIONS					-	0%
Personnel emoluments	3,760,000	-	3,760,000	2,000,790	1,759,210	53%
Repairs, maintenance & improvements	5,000,000	-	5,000,000	5,185,800	(185,800)	104%
Local transport / travelling	2,350,000	-	2,350,000	392,450	1,957,550	17%
Electricity, water and conservancy	1,880,000	-	1,880,000	1,041,500	838,500	55%
Medical	2,000,000	-	2,000,000		2,000,000	0%
Administration costs	1,410,000	-	1,410,000	3,576,915	(2,166,915)	254%
Activity Expenses	1,500,000	-	1,500,000	24,300	1,475,700	2%
Gratuity	-	--			-	0%
Bank Charges	-	-		4,608	(4,608)	0%
Acquisition of Assets	-	-		6,117,115	(6,117,115)	0%
SMASSE	200,000	-	200,000		200,000	0%
(3) EXPENDITURE FOR SCHOOL FUND					-	0%
Personnel emoluments	4,670,000	-	4,670,000	3,716,930	953,070	80%
Repairs, maintenance and improvements	2,000,000	-	2,000,000	6,150,090	(4,150,090)	308%
Local transport / travelling	2,917,000	-	5,267,000	1,020,285	4,246,715	19%
Electricity, water and conservancy	2,333,000	-	2,333,000	1,462,650	870,350	63%
					-	0%
Medical Expenses	2,000,000	-	2,000,000		2,000,000	0%
Administration costs	1,750,000	-	1,750,000	2,846,205	(1,096,205)	163%

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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
Activity	500,000	-	500,000	221,050	278,950	44%
Prepaid fees	-	-		1,232,141	(1,232,141)	0%
Gratuity	-	-			-	0%
Bursary	-	-			-	0%
Sundry Creditors	-	-		3,546,000	(3,546,000)	0%
Fee on Boarding Equipment and Stores	18,830,000	-	20,830,000	25,287,125	(4,457,125)	121%
TOTALS	57,244,000		61,594,000	66,716,951	(5,122,951)	108%

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

- i. It was noted that most of the vote heads had been over utilized by over 100% especially operation and boarding accounts. The over utilization was due to unrealistic budget and frequent change of school enrolment and also inflation rate.

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.

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 2022.

IX. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	260,570	-
Exercise books		252,540
Teaching / learning materials	2,639,928	701,786
Total	2,900,498	954,326

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,076,132	976,952
Repairs and maintenance	6,988,000	3,191,020
Local transport / travelling	367,820	112,007
Electricity and water	1,066,347	400,000
Administration costs	2,000,000	1,300,000
Infrastructure Account	-	1,460,000
Activity	171,535	-
Total	12,669,834	7,439,979

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	30,924,203	7,325,500
Electricity and water	2,697,940	1,154,535
LT&T	2,709,298	146,845
Repairs and maintenance	3,095,890	587,645
Personal Emoluments	4,254,274	650,782
Admin Costs	2,277,934	406,595
Activity	540,693	300
Arrears	2,186,490	2,559,572
Prepaid Fees	3,330,960	1,052,365
Bursary	-	1,100,400
Total	52,017,682	14,984,539

(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
Exercise books	1,076,425	-
Laboratory equipment	1,532,000	464,000
Internal exams		
Teaching / learning materials	281,000	500,657
Bank Charges	1,572	1,506
Total	2,890,997	966,163

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,000,790	1,512,730
Administration Cost	3,576,915	
Repairs and maintenance & improvements	5,185,800	1,793,930
Local transport / travelling	392,450	33,240
Electricity and water	1,041,500	766,700
Activity Expenses	24,300	16,000
Bank Charges	4,608	3,562
Acquisition of Assets	6,117,115	1,379,840
TOTAL	18,343,478	6,529,092

7 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Activity	221,050	1,430,380
Prepaid Fees	1,232,141	-
Pocket Money	-	845,000
Caution Money	-	69,400
Personnel emoluments	3,716,930	100,350
Service Gratuity	-	-
Repairs and maintenance & Improvements	6,150,090	531,420
Local transport / travelling	1,020,285	2,696,092
Electricity and water	1,462,650	-
Medical Expenses	-	-
Administration costs	2,846,205	5,824,007
Sundry Creditors	3,546,000	2,173,378
Fee on Boarding Equipment and Stores	25,287,125	-
TOTAL	45,382,004	13,670,027

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.

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-KCB	1106201450	10,095	594
Operations Account-KCB	1201718872	500,607	878,557
School Fund Account/Boarding-KCB	1106165713	1,454,954	1,529,829
School fund account/Boarding-EQUITY	1070279649183	1,502,437	
Infrastructural Account-KCB	1270020315	15,345	100,058
Total		3,483,438	2,509,038

9 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account	-	-
Operation Account	1,105	80
School Fund account	8,526	12,416
Total	9,631	12,496

10 SHORT TERM INVESTMENTS

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	32,152,450	21,203,226
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
Total	32,152,450	21,203,226

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	11,343,060	7,669,151
Fees arrears for the previous year	7,669,151	2,594,517
Fees arrears for prior periods (over two years)	13,140,239	10,939,558
Total	32,152,450	21,203,226

12 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	28,882,996	17,960,772
Prepaid fees	-	-
Retention monies	-	-
Total	28,882,996	17,960,772

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	10,922,224	8,062,987
Trade creditors for the previous year	8,062,987	7,201,693
Trade creditors for prior periods (over two years)	9,897,785	2,696,092
Total	28,882,996	17,960,772

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	2,509,038	267,787
Cash balances	12,496	40,816
Short Term Investments	-	-
Receivables	21,203,226	13,140,239
Payables	(17,960,772)	(9,897,785)
Total	5,763,988	3,550,426

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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	-	-

Other important disclosure notes

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Bank loan(s)			
Cattle	1	-	-
Goats	0	-	-
Trees	100	-	-
Maize Plantation	0	-	-
Poultry	0	-	-
Total	101	-	-

16 Stock/ Inventory

Description	2021 - 2022	2020-2021
	Kshs	Kshs
Stock inventory at the beginning of the year	125,000	300,000
Stock inventory purchased during the year	10,200,625	8,145,777
Stock inventory issued during the year	(10,000,000)	(8,000,007)
Balance at the end of the year	325,625	445,770

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17 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 2021	Outstanding Balance 2021	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
Sub-Total						
Supply of goods						
1. MTELO HARDWARE	1,878,565				1,878,565	
2. BAVIEZ ENTERPRISES	450,000				450,000	
3. KASHAKAT CONTRACTORS LIMITED	914,000				914,000	
4. JEP ENTERPRISES	590,000				590,000	
5. MITREX ENTERPRISES	650,000				650,000	
6. ASULAB ENTERPRISES	1,284,090				1,284,090	
7. TEIGUT ENTERPRISES	500,000				500,000	
8. ZABURI CENTRE STORES	794,185				794,185	
9. KOGLAN ENTERPRISES	1,577,000				1,577,000	
10. TUPYOGH ENTERPRISES	2284,384				2,284,384	
Sub-Total	10,922,224				10,922,224	
Supply of services						
Sub-Total						
Grand Total	10 922 224				10,922,224	

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Date purchased	Historical Cost b/f (Kshs) 1st January 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land (11 acres)	Balance b/f 1/1/2021	11,000,000	0	0	390,000
Buildings And Structures	Balance b/f 1/1/2021	110,200,015	0	0	110,200,015
Motor Vehicle	Balance b/f 1/1/2021	6,000,000	0	0	6,000,000
Furniture and Fittings	Balance b/f 1/1/2021	7,505,000	0	0	7,505,000
Office Equipment	Balance b/f 1/1/2021	2,500,650	0	0	2,500,650
Science Laboratory tools and equipment	Balance b/f 1/1/2021	5,125,400	0	0	5,125,400
Farm tools and equipment	Balance b/f 1/1/2021	51,800	0	0	51,800
Kitchen tools and equipment	Balance b/f 1/1/2021	5,350,000	0	0	5,350,000
Sports equipment	Balance b/f 1/1/2021	801,600	0	0	801,600
First aid tools and equipment	Balance b/f 1/1/2021	300,000	0	0	300,000
Electricity tools and equipment	Balance b/f 1/1/2021	1,500,000	0	0	1,500,000
Water tanks	Balance b/f 1/1/2021	2,600,000	0	0	2,600,000

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

