

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



REPORT



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 10 APR 2023 THURSDAY

TABLED BY: HON. SILVANUS OROKO
MAJORITY PARTY WHIP

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THE AUDITOR-GENERAL

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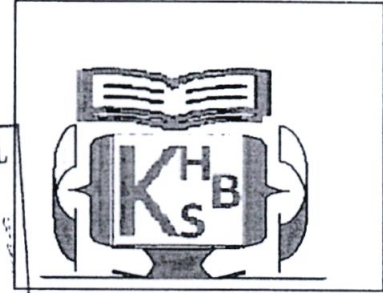
KILGORIS BOYS HIGH SCHOOL

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

NAROK COUNTY



OFFICE OF THE AUDITOR GENERAL
P.O. P. 21543, MOMBASA
31 JUL 2024
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KILGORIS BOYS
HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

27 MAR 2024

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1. Acronyms and Glossary of Terms

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

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

2. Key School Information and Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Narok County, Transmara west Sub-County.

The school was registered in January 1969 under registration number 33s30610061 and is currently categorized as a National public school established, owned and operated by the Government.

The school is a boarding school and had 489 number of students as at 30th June 2023. It has 3 streams and 30 teachers of which 3 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	Dr.Samson Kisirkoi	Chairman	20/7/2023
2	Mr.Philiph Ole Limpaso	Secretary - Principal	20/7/2023
3	Mrs Rosemary Messopir	Member	20/7/2023
4	Mr George Ndombi	Member	20/7/2023
5	Mr.Francis Sialo	Member	20/7/2023
6	Mr.Dickson Kigwenay	Member	20/7/2023
7	Mr.Silas Odhiambo	Member	20/7/2023
8	Mr.Jared Muhoni	Member – Rep CEB	20/7/2023
9	Mrs.Rebecca Makori	Member Rep Teachers	20/7/2023
10	Mr.Maronga Robert	3 Members - Sponsor	20/7/2023
11	Mr.Johana Cheruiyot	Member - Community	20/7/2023
12	Mr.Vincent Sankei	Member Special Needs	20/7/2023
13	Mrs Sara Kiu	Member	20/7/2023

The functions of the School Board of Management are to:

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

(c) Committees of the Board

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

Ref.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Dr.S Kisirkoi 2.Mr.P Limpaso 3.Mrs R.Makori	Chairman Member Member	3 out of 3
2	Audit Committee	Eva Naneu, George Ndombi, Rosemary Messopir, Philiph Limpaso		3 out of 3
3	Finance,procurement and general purposes Committee	Dickson Nenkuseyo, Francis Sialo, Silas Odhiambo Philiph Limpaso		3 out of 3

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	MR.PHILIPH LIMPASO	TSC No.
2	Deputy Principal	MR.JAMES MACHARIA	TSC No. 279297
3	School Bursar	MR.LEKISHON ROBERT	ICPAK No. 27164382
4	Other (specify)		

(e) Schools contacts

Post Office Box: 48-40700
Telephone: 0734404304
E-mail: kilgorisboys@yahoo.com

(f) School Bankers

Provide details of the school bankers.

- 1) Name of Bank: KCB
Branch KILGORIS
Postal Address. 40700
Account no 1102230642
Operation 1102243590
Tuition 1102239216
- 2) Equity 1230299935613
- 3) Coop 1129018247900

(g) Independent Auditors

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

3. Summary Report of Performance of The School

SUMMARY OF THE REPORT OF THE SCHOOL PERFORMANCE FOR YEAR ENDED JUNE 2023

	Year Ended 30 th June 2020	Year ended 30 th June 2021	Year ended 31 st June 2022
1 FINANCIAL			
SURPLUS/DEFICIT	1,993,370	1,969,798	(1,172,340)
DIRECT CAPITATION GRANTS	6,990,666	6,749,967	5,658,394
INFRASTRUCTURE GRANTS	2,652,114	1,425,032	1,820,284
GROWTH OF OTHER INCOMES	N/A	N/A	N/A
EXPENDITURE/PAYMENTS	14,462,057	9,259,240	30,845,214
DEBTORS/RECEIVABLES	1,214,751	8,116,111	3,823,900
CREDITORS/PAYABLES	1,124,650	2,108,664	2,227,978
CASH/CASH EQUIVALENTS			
2 NON-FINANCIAL			
ENROLLED STUDENTS	570	584	541
NUMBER OF TEACHERS	26	22	29
TEACHER-STUDENT RATIO	1:22	1:27	1:19
KCSE MEANS CORE	5.36	6.65	7.01
TRANSITION TO UNIVERSITIES	58	31	45
TRANSITION TO OTHER COLLEGES	61	78	72
KCSE CANDIDATES	119	109	117

	Ideal Number	Actual Number	Surplus/Shortage
CAPACITY OF THE SCHOOL			
Classrooms	12	12	N/A
Laboratories	3	3	N/A
100 Capacity Dormitories	6	6	N/A
500 Capacity Dining/Purpose hall	1	1	N/A
Boreholes	1	1	N/A
Toilets	19	19	N/A
Land with legal ownership			

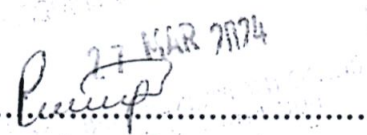
KILGORIS BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

a) Development projects carried out by the school:

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

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
INSTALLATION OF BREAD OVEN AND BAKERY	MINISTRY OF EDUCATION	ONGOING	KSHS.880,000	KSHS.380,000	JUNE 2024

.....

School Principal

4. Statement of School Management Responsibility

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

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

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

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


.....

Name: DR.Samson Kisirkoi

Designation: Chairman, School Board of Management

Date: 27/03/2024


.....

Name: Philip Ole Limpaso

Designation: School Principal & Secretary to Board of Management

Date: 27/03/2024


.....

Name: Lekishon Robert

Designation: Bursar/ Finance Officer

Date: 27/03/2024

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

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON KILGORIS BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – NAROK 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.
- 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.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kilgoris Boys High School – Narok County set out on pages 1 to 21 which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kilgoris Boys High School – Narok County as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standard (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in Capitation Grants for Operations

The statement of receipts and payments reflects capitation grants for operations amount of Kshs.3,249,679 while the corresponding Note 2 to the financial statements reflects receipts totalling Kshs.3,242,421 resulting to an unexplained variance of Kshs.7,258.

In the circumstances, the accuracy and completeness of the receipts in respect of Government grants for operations totalling Kshs.3,249,679 could not be confirmed.

2. Accounts Receivables

2.1 Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.7,766,135 as disclosed in Note 13 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

In the circumstances, the accuracy of the accounts receivables balance of Kshs.7,766,135 could not be confirmed.

2.2 Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.7,766,135 as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.4,343,985 which had been outstanding for more than one (1) year. 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.7,766,135 could not be confirmed.

3. Variance In / Unsupported Payables

The statements of financial assets and financial liabilities reflects payable balance of Kshs.4,059,021 as disclosed in Note 14 to the financial statements. However, the details of the trade creditors have not been disclosed in Annex 1.

In the circumstances, the accuracy and completeness of trade payables balance of Kshs.4,059,021 could not be confirmed.

4. Inaccurate and Unsupported Cash and Cash Equivalents Balance

The statement of financial assets and liabilities reflects cash and cash equivalents balance of Kshs.1,252,012. Included in this balance is bank balance and cash balance of Kshs.1,242,053 and Kshs.9,959 respectively as disclosed in Notes 10 and 11 to the financial statements. The bank balance includes tuition account, operations account and school fund account of Kshs.7,876, Kshs.591,798 and Kshs.642,379 respectively. However, the bank balances were not supported by cash books, bank certificates, bank reconciliation statements and board of survey reports.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.1,252,012 could not be confirmed.

5. Inaccuracies in Infrastructure Payments

The statement of receipts and payments reflects infrastructure payments amount of Kshs.600,000 while Note 8 to the financial statements reflects corresponding payments totalling Kshs.1,168,953 resulting to an unreconciled variance of Kshs.568,953.

In the circumstances, the accuracy and completeness of payments in respect of infrastructure amounting to Kshs.600,000 could not be confirmed.

6. Inaccuracies in the Annual Report and Financial Statements

Review of the annual report and financial statements revealed the following anomalies:

- a. The detailed ledgers and trial balance to support amounts and balances reflected in the financial statements were not provided for audit.
- b. The statement of financial assets and financial liabilities reflects net financial position of Kshs.4,959,126 which is at variance with the recomputed net financial position of Kshs.4,959,526 by Kshs.400.
- c. The statement of financial assets and financial liabilities reflects accumulated fund brought forward of Kshs.5,467,969 while Note 15 to the financial statements reflects accumulated fund brought forward of Kshs.781,117 resulting in unreconciled variance of Kshs.4,686,852.
- d. Disclosures of accounts payables has not been done in the annex 1 to the financial statements.

- e. Note 19 to the financial statements in respect of other important disclosures reflects a stock/inventory balance of Kshs.3,926,644. However, report of stock take exercises was not provided.

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

7. Inaccurate and Unsupported School Fund Income from Parents Contributions Amount

The statement of receipts and payments reflects receipts in respect of school fund income from parents' contribution totalling Kshs.39,903,361 while the corresponding Note 4 to the financial statements reflects receipts totalling Kshs.38,903,361 resulting to an unexplained variance of Kshs.1,000,000. Further, detailed ledgers indicating the name of student, admission number and amount was not provided.

In the circumstances, the accuracy and completeness of receipts in respect school fund income from parents' contribution totalling Kshs.39,903,361 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Kilgoris Boys High School – Narok County 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.35,952,638 and Kshs.39,529,361 respectively, resulting to an excess funding of Kshs.3,576,723 or 10% of the budget. However, the School spent a balance of Kshs.44,868,122 against actual receipts of Kshs.39,529,361, resulting to an over-utilization of Kshs.5,338,761 or 13.5% of actual receipts.

My opinion is not modified in respect of this matter

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. There were no key audit matters to report in the year under review.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution 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. 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.40,640,368 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.55,000 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 transferred to KESSHA amounting to Kshs.55,000 could not be confirmed.

2. Unconfirmed Students Enrollment Data

The statement of receipts and payments reflects capitation grants for tuition and operations totalling Kshs.1,095,306 and Kshs.3,249,679 respectively. Comparison of data from National Education Management and Information System (NEMIS) with school records/registers revealed that during the financial year 2022/2023, NEMIS reflected three hundred and eighty-eight (388), three hundred and ninety-four (394), four hundred and five (405) and four hundred and thirty-nine (439) in July, 2022, September, 2022, January, 2023 and April, 2023 respectively while the school register had four hundred and fifty-one (451), in July, 2022 and September, 2022 and four hundred and sixty-five (465) in January and April, 2023. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, under-funding of the School may have affected service delivery to the students and Management was in breach of the Ministry of Education Guidelines.

3. Irregular Management of Textbooks

During the year under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed one thousand two hundred

and thirty-five (1,235) textbooks to the school while only the same had not been delivered to the school. Further, six hundred and ninety-six (696) textbooks were under supplied in the year 2022-2023 and that there were instances where the student text book ratio was not 1:1 for some of the textbooks. Further, some books issued in the financial year 2017/2018 were lying in the store as they were no longer in use.

In the circumstances, value for money on the text books could not be confirmed.

4. Failure to Prepare a School Improvement Plan

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

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

5. Late Submission of Financial Statements for Audit

During the year under review, Management submitted financial statements on 8 March, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2023 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

6. Failure to Prepare a Balanced Budget

The statement of budgeted versus actual amounts reflects final budgeted and actual receipts of Kshs.35,952,630 and Kshs.39,529,361 respectively, resulting in excess receipts of Kshs.3,576,723 of the budget. However, the total budgeted and actual expenditure balances were not totaled for purposes of comparison leading to unbalanced budget. No explanation was provided for the anomaly. The recomputed total final expenditure budget was Kshs.26,510,265 is at variance of Kshs.9,442,365 with the budgeted receipts of Kshs.35,952,630. This is contrary to Regulation 33 (c) of the Public Finance Management (National Government) Regulations, 2015 which requires budget to be balanced.

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

7. Incomplete Fixed Assets Register and Irregular Alienation of School Land

The fixed assets register did not have critical details such as dates of acquisition, value/cost, serial numbers and physical location of the assets. In addition, part of the parcel of land measuring approximately 12.73 hectares where the school is located has

been grabbed and structures constructed on it. This is contrary to Regulation 139 (1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which provides that the Accounting Officer of a National Government entity shall take full responsibility and ensure that proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse; movement and conditions of assets can be tracked; and stock levels are at an optimum and economical level. Further, the Accounting Officer shall ensure that processes and procedures both electronic and manual are in place for the effective, efficient, economical and transparent use of the Government entity's assets.

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

8. Non-Compliance with the Financial Reporting Framework Template

Review of the annual report and financial statements submitted for audit revealed that the financial statements did not comply with the financial reporting format issued by the Public Sector Accounting Standards Board. This is contrary to Section 81 ((3) of the Public Finance Management Act, 2012 which states that the Accounting Officer shall prepare the financial statements in a form that complies with the relevant accounting standards prescribed and published by the Public Sector Accounting Standards Board.

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

9. Failure to Maintain a Proper Filing System for Payments of Tuition and Operations

The statement of receipts and payments reflects payment for tuition and operation totalling to Kshs.900,000 and Kshs.3,242,421 respectively. However, the payment vouchers, requisitions, procurement files for tender or quotation, minutes of opening and evaluation committees, local purchase orders or local service orders, delivery notes, invoices report of inspection and acceptance committee were kept in separate files in no specific order making it difficult to retrieve the documents supporting payments. This is contrary to Sections 68 (6) of Public Procurement and Asset Disposal Act, 2015 which requires an accounting officer of a procuring entity to maintain a proper filing system with clear links between procurement and expenditure files that facilitates an audit trail.

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

10. Failure to Maintain an Updated List of Registered Suppliers

During the year under review, it was noted that Management did not maintain an updated list of registered suppliers. This is contrary to Section 57(1) of the Public Procurement and Asset Disposal Act, 2015 which requires all the public entities to maintain an updated list of registered suppliers.

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

11. Irregular Purchase and Installation of a Bakery

The statement of receipts and payment reflects payment for infrastructure amount of Kshs.600,000. The amount relates to payment made to a local firm for purchases and installation of bakery. Board minutes dated 14 April, 2023 approved purchase and installation of bakery. Authority to implement the project was sought from sub-county director of education on 25 April, 2023 which was granted on 19 May, 2023. However, requisition with detailed specification from user department, list of registered suppliers whom quotations were sent and procurement documents such as minutes of opening and evaluation committee were not provided. This is contrary to Regulation 71. (1) of the Public Procurement and Asset Disposal Regulation, 2020 which states that pursuant to Section 73 of the Act, the head of the user department shall initiate the procurement process through a requisition as per the approved procurement plan.

In the circumstances, Management was in breach the law.

12. Failure to Comply with Prescription on Principals, Board of Management and Committees' Terms of Services and Entitlement

The school operated with a duly constituted board. However, appointment letters of two (2) BOM members were not provided. This is contrary to Paragraph B.7 Public Service Commission Human Resource Policies of May, 2016 which states that before taking up duty, a person appointed to any office will be issued with the appropriate letter of offer of appointment, as the case may be, which must be signed before he commences his/her duties. It was further observed that the Board of Management (BOM) members were being paid an allowance at a rate of Kshs.5,000 for the Chair and Kshs.4,000 for the other members the basis of which could not be ascertained as there were no board resolutions approving the rates of allowances.

In the circumstances, Management was in breach 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 are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 the Board of Management

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 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 an 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.

The Board of Management is responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal controls 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 controls may not prevent or detect misstatements and instances of noncompliance. 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 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

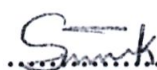
Nairobi

27 January, 2025

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

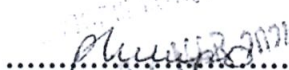
Description Of Vote Head	Note	2022-2023 Kshs	2021-2022 Kshs
Receipts			
Government grants for tuition	1	1,095,306	1,342,064
Government grants for operations	2	3,249,679	5,664,513
School fund income- other receipts	3	626,000	15,118,584
School fund income- parents' contributions	4	39,903,361	7,547,713
Miscellaneous incomes	5	-	-
Total Receipts		44,874,346	29,672,874
Payments			
Tuition	6	900,000	1,348,311
Operations	7	3,242,421	5,850,983
Infrastructure	8	600,000	-
Boarding and school fund	9	40,640,368	23,645,920
Total Payments		45,382,789	30,845,214
Surplus/Deficit		(508,443)	(1,172,340)

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



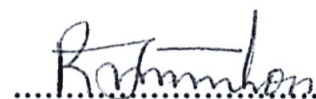
Name: DR.Samson Kisirkoi
Chair BOM

Date:



Name: Philip Ole Limpaso
School Principal/ Secretary to
BOM

Date:



Name: Lekishon Robert
Bursar/ Finance Officer

Date:

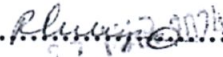
7. Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2022-2023 Kshs	2021-2022 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	1,242,053	110,921
Cash balances	11	9,959	3,999
Short term investments	12	-	-
Total cash and cash equivalent		<u>1,252,012</u>	<u>114,920</u>
Account's receivables	13	7,766,135	9,057,436
Total financial assets		9,018,147	9,172,356
Financial liabilities			
Accounts payables	14	4,059,021	3,704,787
Net financial assets		4,959,126	5,467,569
Represented by			
Accumulated fund b/fwd	15	5,467,969	6,639,909
Surplus/deficit for the year		(508,443)	(1,172,340)
Net financial position		4,959,126	5,467,569

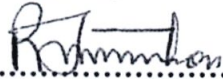
The school's financial statements were approved on _____ 2023 and signed by:


.....

Name: Dr. Samson Kisirkoi
Chair BOM
Date: 27/03/2024


.....

Name: Philip Ole Limpaso
School Principal/ Secretary to
BOM
Date: 27/03/2024


.....

Name: Lekishon Robert
Bursar/ Finance Officer
Date: 27/03/2024

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,095,306	1,342,064
Government grants for operations		3,249,679	5,746,513
Infrastructure		626,000	-
School fund income- parents contributions/ fees		-	7,547,713
School fund income- parents other receipts		39,903,361	15,118,584
Other income		-	-
Total receipts		44,874,346	29,754,874
Payments			
Cash outflows for tuition		900,000	1,348,311
Cash outflows for operations		3,242,421	5,850,983
Cash outflows for infrastructure		600,000	-
Cash outflows Boarding/lunch and school fund payments		40,640,368	23,645,920
Total payments		45,382,789	30,845,214
Net cash inflow/outflow from operating activities		(508,443)	(1,090,340)
Cash flow from investing activities		-	-
Acquisition of assets		-	-
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities		-	-
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		(508,443)	(1,090,340)
Net increase/decrease in cash and cash equivalents			
Cash and cash equivalent at beginning of the FY		114,920	542,371
Cash and cash equivalent at end of the FY		1,252,012	114,920

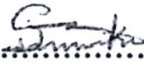
Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

KILGORIS BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

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


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


.....

Name: Dr. Samson Kisirkoi

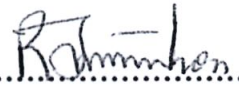
Chair BOM

Date:


.....

Name: Philip Ole Limpaso
School Principal/ Secretary to BOM

Date:


.....

Name: Lekishon Robert

Bursar/ Finance Officer

Date:

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
		B	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	336,000	-	336,000	433,600	129.047619
Exercise Books	850,500	-	850,500	661,706	77.80199882
Laboratory Equipment	550,800	-	550,800	0	0
Internal Exams	212,925	-	212,925	0	0
Teaching / Learning Materials	450,000	-	450,000	0	0
Exams And Assessment	210,000	-	210,000	0	0
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	4,062,060	-	4,062,060	2,931,011	72.1557781
Repairs And Maintenance	4,200,000	-	4,200,000	0	0
Local Transport / Travelling	326,000	-	326,000	0	0
Electricity And Water	600,000	-	600,000	0	0
Medical	253,000	-	253,000	79,900	31.58102767
Administration Costs	453,000	-	453,000	0	0
Activity	625,253	-	625,253	231,510	37.02661163
Gratuity	-	-	-	-	

KILGORIS BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
		B	a=b	D	c=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	1,234,765	-	1,234,765	626,000	50.6979061
M&I parents' contribution	0	0	0	0	0
Economic Stimulus Programs	-	-	0	0	0
Transition Infrastructure Grants	-	-	0	0	0
Administration Block	-	-	0	0	0
(4) Fees Charged on Parents					
Personnel Emoluments	3,400,000	-	3,400,000	9,266,884	272.555412
Repairs And Maintenance	800,000	-	800,000	969,489	121.186125
Local Transport / Travelling	1,200,000	-	1,200,000	0	0
Electricity And Water	1,350,000	-	1,350,000	0	0
Computer lab	-	-	1,168,953	1,168,953	100
Administration Costs	2,960,000	-	2,960,000	0	0
Activity	359,100	-	359,100	385,635	107.389307
SMASSE	-	-	0	0	0
Fee On Boarding Equipment and Stores	12,154,000	-	12,154,000	27,112,400	223.073885
5) Miscellenous Income	-		-	-	
Loans / Borrowing	-		0	0	
Rent income	-		0	0	
Income From Farming Activities	-		0	0	
Insurance Compensation	-		0	0	

KILGORIS BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
		B	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Posho Mill	-		0	0	
Income From Bus Hire	600,000		600,000		
Fee For Hire of Ground and Equipment	-		0		
Interest Income	-		0		
Income From Any Other Investment	-		0		
Total Income	35,952,638		35,952,638	39,529,361	109.94843
(6) Expenditure For Tuition			0		
Textbooks	-		0	0	
Reference Materials	336,000		336,000	200,000	59.5238095
Exercise Books	850,500		850,500	350,000	41.1522634
Laboratory Equipment	550,800		550,800	0	0
Internal Exams	212,925		212,925	0	0
Teaching / Learning Materials	450,000		450,000	350,000	77.7777778
Chalks	-		0	0	0
Exams And Assessment	210,000		210,000	0	0
Teachers Guides	-		0	0	0
Administration Costs	-		0	0	0
Bank Charges	-		542	610	112.546125
				0	
(7) Expenditure For Operations					
Other votes(PE,Adm,Ewc,Ltt)	5,231,765	-	5,231,765	2,931,011	56.0233688
Repairs, Maintenance & Improvements					

KILGORIS BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
		B	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy					
Medical	324,245	-	324,245	79,900	24.64186
Administration Costs					0
Activity Expenses	532,756	-	532,756	231,510	43.45517
Gratuity					
SMASSE					
(8) Expenditure For infrastructure					
Construction of classrooms					
Construction of computer LAB	1,456,732	-	1,456,732	1,168,953	80.24489
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of equipment					
(9) Expenditure For school fund/lunch/boarding					
Purchase of machinery					
Repairs, Maintenance and Improvements	800,000	-	800,000	210,300.00	
(9) Expenditure For school fund/lunch/boarding					
Other votes(P E,Adm,Ltt,Ewc)	3,400,000	-	3,400,000	8,397,006.00	246.9708
Repairs, Maintenance and Improvements	800,000	-	800,000	210,300.00	26.2875
Administration Costs	2,960,000	-	-	-	

KILGORIS BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
		B	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Activity	359,100	-	-	-	
Gratuity	-	-	-	-	
Lunch Programme	-	-	-	-	
Boarding Equipment and Stores	12,154,000	-	12,154,000	30,949,442.00	254.644084
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	35,952,638				

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

- i. Xxx
- ii. Xxx

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *school*, and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. Accounts receivables also include school fees billed to parents for services rendered but not paid. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials		
Exercise Books	661,706	1,342,064
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	433,600	
Others (<i>specify</i>)*		
Total	1,095,306	1,342,064

*Include others as per MOE circulars

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	2,931,011	3,854,513
Repairs And Maintenance	-	1,810,000
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical	79,900	82,000
Administration Costs	-	-
Activity	231,510	-
Other Vote Heads (<i>specify</i>)*	-	-
Total	3,242,421	5,746,513

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	626,000	-
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (<i>specify</i>)(NGCDF and County govt.		
Total	626,000	-

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Other votes(Adm,LTT,PE)	9,266,884	6,010,615
Repairs and maintenance	969,489	1,048,438
Local transport / travelling		
Computer lab	1,168,953	
Medical		
Administration costs		
Activity	385,635	
Fee on Boarding Equipment and stores	27,112,400	15,118,584
PA Levies*		488,660
Others (specify)		
Total	38,903,361	22,666,297

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

5 Miscellaneous Incomes

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

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

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

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

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	350,000	723,241
Textbooks	-	-
Reference materials	200,000	-
Laboratory Equipment	-	-
Teaching / Learning Materials	350,000	625,070
Exams And Assessment		
Teachers Guides		
Bank Charges		
Others (<i>specify</i>)		
Total	900,000	1,348,311

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Other votes(PE,ADM,LTT,EWC)	2,931,011	5,250,983
Service Gratuity		
Administration Cost		
Repairs And Maintenance & Improvements		600,000
Local Transport / Travelling		
Electricity And Water		
Medical	79,900	
Activity Expenses	231,510	
Insurance Cost		
Others (<i>specify</i>)		
Total	3,242,421	5,850,983

KILGORIS BOYS HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms		
Construction of Computer laboratory	1,168,953	-
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
Others (specify)		
Total	1,168,953	-

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Other votes(LTT,ADM,EWC,PE)	8,397,006.00	-
Service Gratuity	-	-
Maintenance & Improvements	210,300.00	-
Medical Expenses	-	-
Bank Charges	-	-
Fee on Boarding Equipment and Stores	30,949,442.00	15,118,584
Comp lab	23,000.00	-
Activity	1,031,920.00	-
Refunds	28,700.00	-
TOTAL	40,640,368.00	15,118,584

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

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account			7,876	7,876
Operations Account			591,798	6,598
School Fund Account/Boarding			642,379	96,447
Savings Account			-	-
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account			-	-
Total			1,242,053	110,921

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	9,959	3,339
Total	9,959	3,999

12 Short Term Investments

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

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	7,766,135	5,043,536
Other Non-Fees Receivables	-	3,823,900
Salary Advances (list/schedule attached)	-	190,000
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	7,766,135	9,057,436

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,422,150	%	4,356,138	%
Between 1- 2 years	2,500,250	%	3,689,300	%
Between 2-3 years	853,000	%	825,821	%
Over 3 years	990,735	%	186,177	%
Total (should tie to note 13 a)	7,766,135	%	9,057,436	%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	4,059,021	3,704,787
Prepaid Fees	-	-
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (specify)	-	-
Total	4,059,021	3,704,787

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,124,600	%	2,580,137	%
Between 1- 2 years	934,421	%	1,124,650	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 14)	4,059,021	%	3,704,787	%

15 Fund Balance Brought Forward

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Balances	110,921		256,378	
Cash Balances	3,399		400	
Short Term Investments	-		-	
Receivables	7,766,135		3,221,979	
Payables	(4,059,021)		(2,697,458)	
Total	3,821,434		781,117	

Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	29	1,160,000	1,450,000
Goats	-	-	-
Trees	12500	12,500,000	10,000,000
Coffee Or Tea Plantation	-	-	-
Poultry	-	-	-
Others (specify)	-	-	-
Total		13,660,000	11,450,000

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	3,105,044	2,325,214
Lab consumables	725,000	436,125
Farm produce	-	-
Medication	28,600	-
Construction Materials	68,000	-
Others (specify)	-	-
	3,926,644	2,761,339

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

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20 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)

Principal

Sign and Date
Principal

17 MAR 2024

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land	30,000,000	-	-	30,000,000
Buildings And Structures	12,000,000	-	-	12,000,000
Motor Vehicles	14,000,000	-	-	14,000,000
Office Equipment, Furniture And Fittings	1,500,000	-	-	1,500,000
Textbooks	2,125,245	-	-	2,125,245
ICT Equipment	214,600	-	-	214,600
Tools And Apparatus	158,421	-	-	158,421
Other Machinery And Equipment	-	-	-	-
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	350,000	-	-	350,000
Total	60,348,266			60,348,266

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