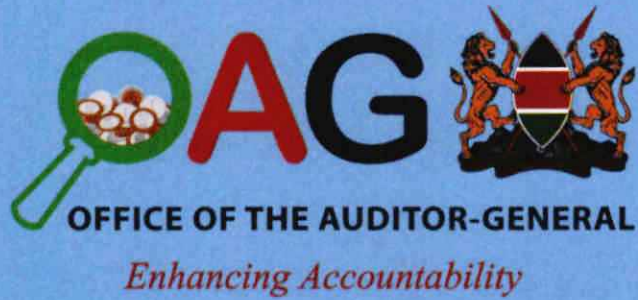


REPUBLIC OF KENYA



PARLIAMENT  
OF KENYA  
LIBRARY

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**ACK NYATHUNA SECONDARY SCHOOL**

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

**KIAMBU COUNTY**

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 12 MAR 2025	DAY: WEDNESDAY
TABLED BY: DEPUTY MAJORITY WHIP	
CLERK-AT-THE-TABLE: S. LEMERIE	(HON. NAOMI WAGI-M.P.)

OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
REGISTRY

17 JUL 2024

RECEIVED



---

**ACK NYATHUNA SECONDARY SCHOOL**

**PUBLIC SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**30<sup>th</sup> June 2023**

---

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

**Table of Contents**

Page

1. Acronyms and Glossary of Terms.....	2
2. Key School Information and Management .....	3
3. Summary Report of Performance of The School.....	6
4. Statement of School Management Responsibility .....	10
5. Report Of The Independent Auditors.....	11
6. Statement Of Receipts and Payments For the Year Ended 30 <sup>th</sup> June 2023 .....	12
7. Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2023 .....	13
8. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2023 .....	14
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2023 .....	15
10. Significant Accounting Policies.....	10
Note To The Financial Statements .....	20
Annexes .....	29

**1. ACRONYMS AND GLOSSARY OF TERMS**

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	Free Day Secondary Education
MOE	Ministry of Education
PTA	Parent Teacher Association

## 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 Kiambu County, Kabete Sub-County.

The school was registered in February 2010 under registration number GP/A/7996/10 and is currently categorized as a Sub County public school established, owned or operated by the Government.

The school is a day school and had 546 number of students as at 30<sup>th</sup> June 2023. It has 03 streams and 17 teachers of which 04 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	John Mbugua Wariobe	Chairman	30th March 2022
2	Peter Kandu Kieba	Secretary – Principal	30th March 2022
3	Njehu Gitau	Member	30th March 2022
4	Judith Karanja	Member	30th March 2022
5	George Njoroge Gachie	Member	30th March 2022
6	Purity Muturi	Member	30th March 2022
7	Rachael Kaheti Kariuki	Member- Sponsor	30th March 2022
8	David Njoroge Kamau	Member – Sponsor	30th March 2022
9	Lucy Ndungu	Member – Sponsor	30th March 2022
10	Peter Kamau	Members – Rep CEB	30th March 2022
11	Margaret Wanjiru Kinjaru	Member – Rep Teachers	30th March 2022
12	James Ndegwa Kimani	Member – Community	30th March 2022
13	Faith Hinga	Member – Special needs	30th March 2022
14	John Ndumbo Ngugi	Member –Rep PTA	30th March 2022

The functions of the School Board of Management are to:

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

c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
	Executive Committee	1. John Mbugua Waribe 2. John Ndumbo Ngugi 3. Racheal Kariuki 4. Faith Hinga 5. Judith Karanja 6. Peter Kandu Kieba	Chairman Member Member Member Member Secretary/Principal	4 out of 4 4 out of 4 4 out of 4 2 out of 4 4 out of 4 4 out of 4
	Finance, procurement and general purposes Committee	1. Faith Hinga 2. David Njoroge 3. Njehu Gitau 4. Peter Kandu Kieba	Chairperson Member Member Secretary/Principal	2 out of 2 2 out of 2 2 out of 2 2 out of 2
3	Academic/ Discipline Committee	1. George Njoroge Gachie 2. John Mbugua Waribe 3. Patrick Njuguna 4. Margaret Kiniaru 5. Peter Kandu Kieba	Chairman Member Dean of Students Deputy Principal Secretary/Principal	4 out of 4 3 out of 4 4 out of 4 4 out of 4 4 out of 4
4	Development Committee	1. Racheal Kariuki 2. David Njoroge 3. John Ndumbo 4. Purity Muturi 5. Lucy Ndungu 6. Peter Kandu Kieba 7. SCDE	Chairperson Member Member Member Member Member Member	3 out of 3 3 out of 3 3 out of 3 0 out of 3 1 out of 3 3 out of 3 0 out of 3

*ACK NYATHUNA SECONDARY SCHOOL*

Annual Report and Financial Statements for the Year ended 30<sup>th</sup> June 2023

**d) School operation Management**

For the year ended 30<sup>th</sup> June 2023 the school day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Peter Kandu Kieba	TSC No.323222
2	Deputy Principal	Margaret Wanjiru Kimiaru	TSC No.334968
3	School Bursar	Grace Wangechi Waitiaka	-

**e) Schools contacts**

Post Office Box: 25 Ngecha  
Telephone: 0722938679  
E-mail: nyathunasecondary@gmail.com  
Website: None  
Facebook: None  
Twitter: None

**f) School Bankers**

- Name of Bank: Kenya Commercial Bank  
Branch: Kikuyu  
Account Number: 1102979228
- Name of Bank: Equity Bank  
Branch: Kikuyu  
Account Number: 0570291737240
- Name of Bank: Kenya Commercial Bank  
Branch: Kikuyu  
Account Number: 1102908487
- Name of Bank: Kiambu Unity Finance  
Branch: Kikuyu  
Account Number: 07101-13737
- Name of Bank: Equity Bank  
Branch: Wangige  
Account Number: 1780274404790
- Name of Bank: Equity Bank  
Branch: Kikuyu  
Account Number: 0570297265050

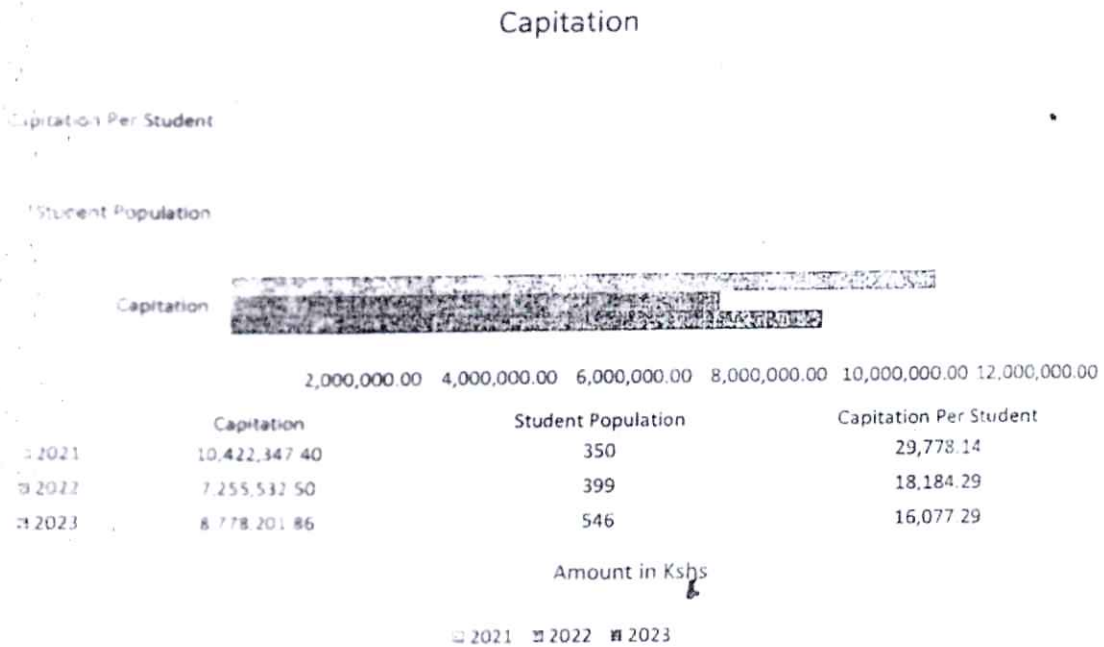
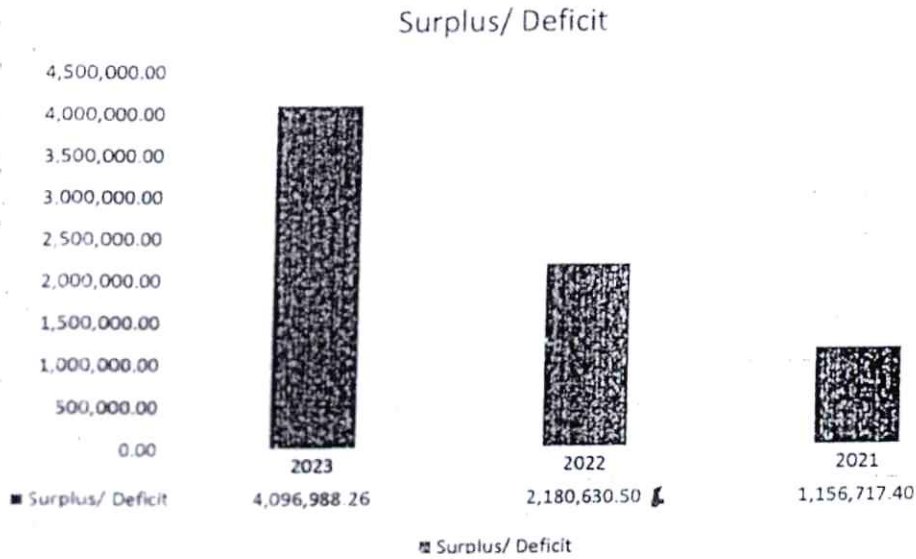
**g) Independent Auditors**

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

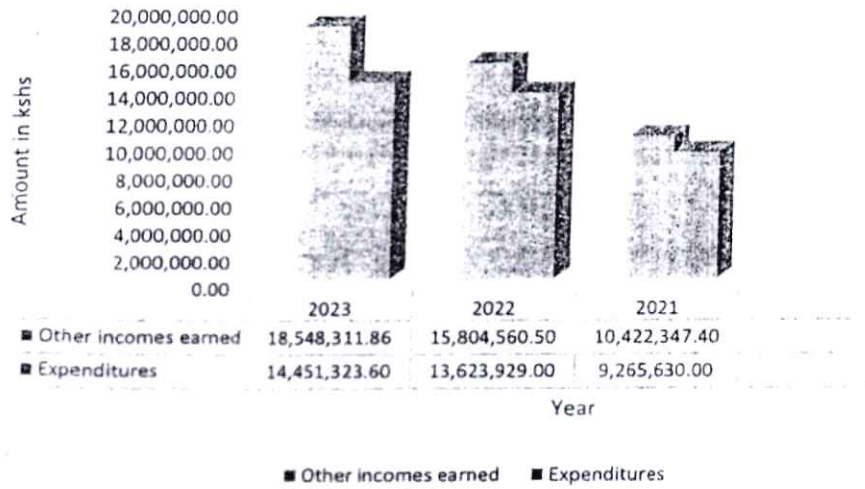
3. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

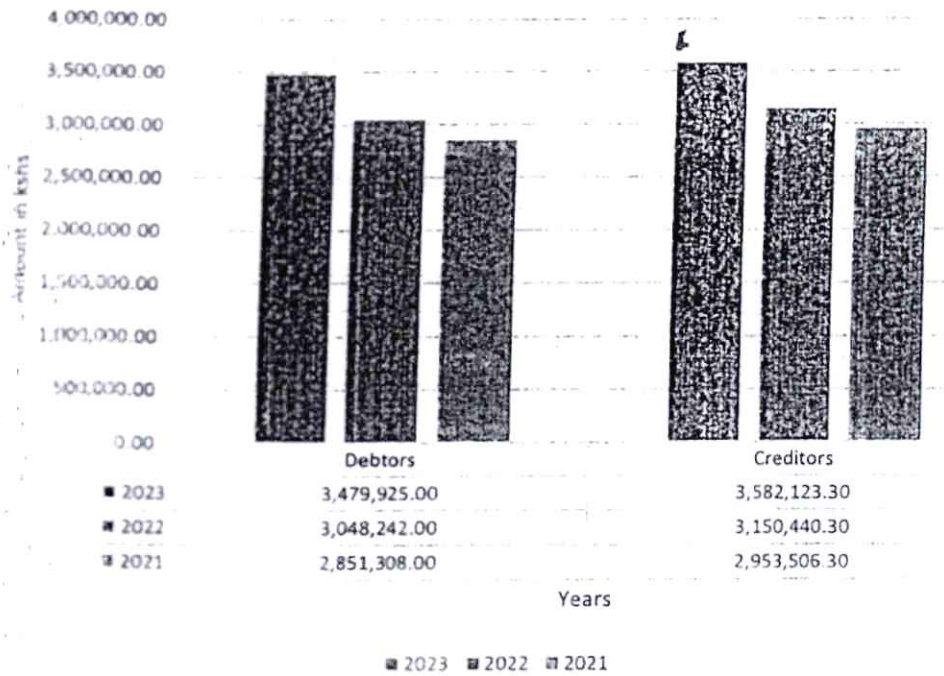
a) Financial performance:



Other Incomes and Expenditures over Three years



Debtors and Creditors Schedule



## b) Teacher Student ratio:(1:32)

Subject	Maths/Bio	Agri/Bio	Kiswa/Hist	Kiswa/History
Number of Teachers	1	1	1	1
Shortage				
Recruited =3				
Transferred =2				

## c) Mean score in the 2022 KCSE:

	Year 2022	Year 2021	Year 2020
Mean Score	4.193	5.014	4.763
Target Score	5.5	5.0	4.0
Number to higher learning institution	9	16	11

## d) Number of Candidates in the 2022 KCSE:

Description	Year 2022	Year 2021	Year 2020
Candidature	93	76	71

## e) Capacity of the school:

	Quantity	Remarks
Students' population (546)	300-boys 246-girls	
Classrooms	12	Additional 2
Laboratory	2	
Teachers' toilets	5	
Boys' toilets	10	
Girls' toilets	12	
Administration	1	
Staffroom	2	
Kitchen	1	

**ACK NYATHUNA SECONDARY SCHOOL**  
**PUBLIC SECONDARY SCHOOL**  
**Annual Report and Financial Statements**  
**For the Year ended 30<sup>th</sup> June 2023**

f) Development projects carried out by the school:

PROJECTS	Source of Funds	Status	Initial Cost (Kshs)	Amount spent	Expected Completion time
Gateway	FDSE	Complete		53,500	Jan 2023
Desks and Chairs	FDSE	Complete		315,000	Feb 2023
Tables and chairs	FDSE	Complete		93,000	2023
Microscope	FDSE	Complete		88,000	2023
Mounting four TVs Cabinets	FDSE	Complete		20,250	2023
Desks Repairs	FDSE	Complete		13,080	2023
Painting and tiling buildings	FDSE	Complete		670,910	Dec 2022

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 (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 *ACK Nyathuna 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 30<sup>th</sup> June, 2023, and of the school's financial position as at that date.



Name: **John Mbugua Waribe**

Designation: Chairman, School Board of Management

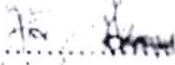
Date:



Name: **Peter Kandu Kieba**

Designation: School Principal & Secretary to Board of Management

Date:

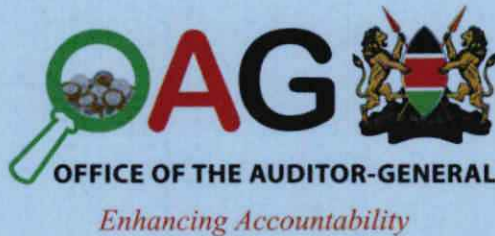


Name: **Grace Wangeci Waithaka**

Designation: Bursar/ Finance Officer

Date: 28/06/24

# REPUBLIC OF KENYA



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

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

## **REPORT OF THE AUDITOR-GENERAL ON ACK NYATHUNA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – KIAMBU COUNTY**

---

### **PREAMBLE**

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal 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 ACK Nyathuna Secondary School – Kiambu County set out on pages 12 to 30, which comprise the statement of

---

*Report of the Auditor-General on ACK Nyathuna Secondary School for the year ended 30 June, 2023 – Kiambu County*

Financial assets and Financial liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows, Statement of Budgeted versus Actual Amounts, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the Statement of Financial Assets and Financial Liabilities of ACK Nyathuna Secondary School as at 30 June, 2023, and of its Receipts and Payments 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 Public Finance Management Act, 2012.

### **Basis for Qualification**

#### **1. Inaccuracies of the Financial Statements**

- i. The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects Kshs.3,685,942 in respect to capitation grant for operations. However, the bank statement reflects Kshs.4,149,105.06 resulting to an unexplained variance of Kshs.463,163.
- ii. Management failed to recognize income from bus and ground hire, and income from grants and donations of Kshs.424,262 and Kshs.101,196 respectively. Instead, the management included them as expenditures under boarding and school fund.

In the circumstances, the accuracy of the financial statements could not be confirmed.

#### **2. Unsupported Cash and Cash Equivalents**

The statement of cash flows reflects cash and cash equivalent of Kshs.7,769,209 while Note 10 to the financial statements reflects Kshs.7,006,074 in respect to cash and cash equivalents resulting to an unexplained variance of Kshs.763,135.

The statement of financial assets and liabilities and as disclosed in Note 10 to the financial statements reflects Kshs.7,006,074 in respect to bank accounts. However, Management did not provide the cashbook, bank reconciliation statements, bank statement and bank balance certificate to support the account balances for operation account, savings account and infrastructure account.

In the circumstances, the accuracy of the financial statements could not be confirmed.

### **3. Failure to Prepare Ledger**

During the year under review, it was noted that the school used manual system in keeping the financial records. However, Management did not prepare ledgers to support the financial statement amounts and balances.

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

### **4. In complete Assets Register and Ownership Documents**

Annex 2 to the financial statements reflects a summary of assets register which was not completed to reveal the respective values of various assets owned by the school. The school sits on land of unknown value and acreage which was not disclosed in the summary of fixed assets register attached in **annex 2**. In addition, the school owns various assets including a parcel of land, buildings, motor vehicles and various furniture and fittings whose values have not been disclosed. Further, Management did not maintain an asset register which could have provided critical information including location of the assets, description, respective cost and serial numbers.

In the circumstances, the existence and accuracy of the assets could not be confirmed.

### **5. Unsupported Accounts Receivables**

The statement of financial assets and liabilities and as disclosed in Note 13 to the financial statement reflects a balance of Kshs.3,479,925 in respect to accounts receivables. However, the accounts ledger and debtors ageing analysis were not provided for audit review. Further, the statement of financial assets and financial liabilities reflects accounts receivables of Kshs.3,048,424 as at 30 June, 2022 while the statement of receipts and payments reflects total receipts of Kshs.18,548,312 all totaling to Kshs.21,596,736. The statement of cash flows reflects total cash collected of Kshs.18,657,412 resulting to expected accounts receivables of Kshs.2,939,324 which differs with receivables of Kshs.3,479,925 resulting to a variance of Kshs.540,601.

In the circumstances, the accuracy and recoverability of the Kshs.3,479,925 in respect to receivables could not be confirmed.

### **6. Unsupported Accounts Payables**

The statement of financial assets and financial liabilities and as disclosed in Note 14 to the financial statement reflects a balance of Kshs.3,582,123.30 in respect to accounts payable. However, the accounts ledger and payment vouchers were not provided for audit review.

Further, the statement of financial assets and financial liabilities reflects accounts payables of Kshs.3,150,440.30as at 30 June, 2022 while the statement of receipts and payments reflects total payments of Kshs.14,451,323.60 all totalling Kshs.17,601,763.9.

The statement of cash flows reflects total cash paid of Kshs.14,451,323.60 resulting to expected accounts payables of Kshs.3,150,440.30 which differs from payables of Kshs.3,582,123.30 resulting to a variance of Kshs.431,683.

In the circumstances, the propriety of the expenditure could not be confirmed.

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

### **Key Audit Matters**

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

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Unbalanced Budget**

The statement of comparison of budget versus actual amounts reflects final receipts and expenditure budget of Kshs.18,432,176 and Kshs.18,351,376, resulting to a surplus of Kshs.Kshs.80,800 contrary to Regulation 33.(C) of the Public Finance Management Regulations, 2015 Unless provided otherwise in the Act, these Regulations or any other guidelines developed in furtherance of the Act or these Regulations, the following guidelines shall be observed at all times during budget formulation and approval that the budget shall be balanced.

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

## **2. Irregular to Transfer of Funds to Kenya Secondary Schools Heads Association (KESSHA)**

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.6,387,245 as disclosed in Note.9 to the financial statements. Included in the expenditure is an amount of Kshs.1,024,400 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.1,024,400 could not be confirmed.

## **3. Lack of School Improvement Plan**

During the period 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.

## **4. Late Submission of Financial Statements**

During the year under review, Management submitted the financial statements to the Auditor-General on 29 May, 2024 instead of the statutory deadline of 30 September 2021. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires financial statements to be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

In the circumstances, Management was in breach of the law

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

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Lack of Risk Management Policy**

Management did not establish a risk management policy or document strategies for identifying potential risks that could impact the school's operations contrary to Regulation 165 (1) of the Public Finance Management (National Government) Regulations, 2015 provides the role of Accounting Officer in risk management shall ensure that the national government entity develops (a) risk management strategies, which include fraud prevention mechanism; and (b) a system of risk management and internal control that builds robust business operations.

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

#### **2. Lack of Approved ICT Policy**

Management did not have of an approved ICT policy, data security and disaster recovery plan which increases the vulnerability of the school's operations to disruptions or outages in ICT systems. Moreover, the school's inability to recover or restore critical infrastructure services and systems, as mandated by Section 68 (2)(c) of the Public Finance Management Act, 2012, poses a significant risk to all operations dependent on ICT systems.

In the circumstances, the assurance regarding the security and reliability of the school's management information system and data remains uncertain.

#### **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 Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function

#### **4. Lack of Textbook Records and Inventory Systems**

Management did not maintain inventory records for textbooks. In addition, no system was in place to track the receipt and issuance of books to students in contravention to Regulation 140(1) of the Public Finance Management (National Government) Regulations, 2015 which requires the Accounting Officer to be responsible for proper custody care and use of Government inventories under their control.

In the circumstances, the effectiveness of controls on textbook management could not be confirmed.

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

#### **Responsibilities of Management and 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the school's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the school or to cease operations.

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

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

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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls 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 non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the school's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the school to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the school to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

  
 FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**


**Nairobi**

**13 November, 2024**

6. Statement Of Receipts and Payments For the Year Ended 30<sup>th</sup> June 2023

Description Of Vote Head	Note	2022-2023 (Actual Current F)	2021-2022
<b>Receipts</b>			
Government grants for tuition	1	1,243,260.00	1,302,714.40
Government grants for operations	2	3,685,941.86	3,699,318.10
Government Grants for infrastructure	3	3,849,000.00	2,253,500.00
School fund income- parents' contributions	4	9,661,010.00	8,449,028.00
Miscellaneous incomes	5	109,100.00	100,000.00
<b>Total Receipts</b>		<b>18,548,311.86</b>	<b>15,804,560.50</b>
<b>Payments</b>			
Tuition	6	1,612,971.00	1,795,985.00
Operations	7	5,095,227.40	6,076,902.00
Infrastructure	8	1,355,880.00	
Boarding and school fund	9	6,387,245.20	5,751,042.00
<b>Total Payments</b>		<b>14,451,323.60</b>	<b>13,623,929.00</b>
<b>Surplus/Deficit</b>		<b>4,096,988.26</b>	<b>2,180,631.50</b>

The school financial statements were approved on 28/05/24 and signed by:

for 

Name: John M. Waribe


Chair BOM

Date:

for 

Name: Peter k. Kieba  
School Principal/ Secretary to  
BOM

Date:



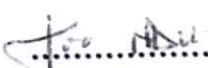
Name: Grace W. Wangeci  
Bursar/ Finance Officer

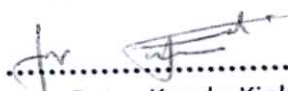
Date:

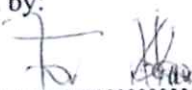
**7. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2023**

	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	10	7,066,074.16	3,007,755.90
Cash Balances	11	40,020.00	1,350.00
Short term Investment	12	-	-
<b>Total Cash and cash equivalent</b>		<b>7,106,094.16</b>	<b>3,009,105.90</b>
Account's receivables	13	3,479,925.00	3,048,242.00
<b>TOTAL FINANCIAL ASSETS</b>		<b>10,586,019.16</b>	<b>6,057,347.90</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payables	14	3,582,123.30	3,150,440.30
<b>NET FINANCIAL ASSETS</b>		<b>7,003,895.86</b>	<b>2,906,907.60</b>
<b>REPRESENTED BY</b>			
Accumulated Fund b/fwd	15	3,483,782.30	1,303,150.80
Surplus/Deficit for the year		4,096,988.26	2,180,631.50
<b>NET FINANCIAL POSITION</b>		<b>7,580,770.56</b>	<b>3,483,782.30</b>

The school's financial statements were approved on 5<sup>th</sup> July 2023 and signed by:

  
 .....  
 John Mbugua Waribe  
 BOM Chairman  
 Date..... 16/07/23

  
 .....  
 Peter Kandu Kieba  
 School Principal/BOM Secretary  
 Date..... 16/07/23

  
 .....  
 Grace Wangeci  
 Bursar/ Finance Officer  
 Date..... 16/07/23

8. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2023

		2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts for operating income</b>			
Capitation grants for tuition	1	1,243,260.00	1,302,714.40
Capitation grants for operations	2	3,685,941.86	3,699,318.10
Capitation grants for infrastructure	3	3,849,000.00	2,253,500.00
School fund income- Parents contributions/ fees	4	9,770,110.00	8,449,028.00
other income -bus hire	5	109,100.00	100,000.00
<b>Total receipts</b>		<b>18,657,411.86</b>	<b>15,804,560.50</b>
<b>Payments</b>			
Payments for Tuition	6	1,612,971.00	1,795,985.00
Payments for operations	7	5,095,227.40	6,076,902.00
Payments for infrastructure	8	1,355,880.00	-
Boarding and school fund payments	9	6,387,245.20	5,751,042.00
<b>Total payments</b>		<b>14,451,323.60</b>	<b>13,623,929.00</b>
<b>Net cash flow from operating activities</b>		<b>4,206,088.26</b>	<b>2,180,631.50</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets			
Acquisition of Assets			
Proceeds from investments			
Purchase of investments			
<b>Net cash flows from Investing Activities</b>			
<b>CASHFLOW FROM BORROWING ACTIVITIES</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash flow from financing activities</b>			
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>4,206,088.26</b>	<b>2,180,631.50</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>3,563,120.90</b>	<b>1,382,489.40</b>
<b>Cash and cash equivalent at END of the year</b>		<b>7,769,209.16</b>	<b>3,563,120.90</b>

The school's financial statements were approved on 16/07/24 and signed by:

.....  
 John Mbugua Waribe  
 BOM Chairman  
 Date.....16/07/24.....

.....  
 Peter Kandu Kieba  
 School Principal/BOM Secretary  
 Date.....16/07/24.....

.....  
 Grace Wangeci  
 Bursar/ Finance Officer  
 Date.....16/07/24.....

AGK MACHAKOS SECONDARY SCHOOL

Annual Report and Financial Statements for the Year ended 30<sup>th</sup> June 2023

9 STATEMENT OF BUDGETED VS ACTUAL AMOUNTS FOR YEAR ENDED 30TH JUNE 2023

Receipts/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					0.00%
Exercise Books					0.00%
Laboratory Equipment					0.00%
Internal Exams					0.00%
Teaching / Learning Materials	1,674,176.00		1,674,176.00	1,243,260.00	74.26%
Exams And Assessment					0.00%
(2) Capitation Grant on Operations					
Personnel Emoluments					0.00%
CEMASTIA					0.00%
Local Transport / Travelling	80,800.00		80,800.00	91,200.00	112.87%
Electricity And Water					0.00%
Medical					0.00%
Administration Costs	262,600.00		262,600.00	90,100.00	34.31%
Activity					0.00%
Others	323,000.00		323,000.00	171,387.50	53.06%
3) FDSE for infrastructure	3,797,600.00		3,797,600.00	3,333,254.56	87.77%
Maintenance & Improvement MoE					
M&I parents' contribution	2,020,000.00		2,020,000.00	3,849,000.00	166.20%
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments					0.00%
Repairs And Maintenance					0.00%
Local Transport / Travelling					0.00%
Electricity And Water					0.00%



ST. ANTHONY'S SECONDARY SCHOOL  
 Annual Report and Financial Statements for the Year ended 30<sup>th</sup> June 2023

Gratuities					
Bank charges					
Infrastructure projects					0.00%
SMASSE	2,020,000.00		2,020,000.00	24,491.40	#DIV/0!
				1,355,880.00	67.12%
<b>(8) Expenditure For Infrastructure</b>					
Painting and tiling buildings					
purchase of microscopes				670,910.00	#DIV/0!
Mounting TV cabinets				88,000.00	#DIV/0!
Purchase of desks and chairs				20,250.00	#DIV/0!
Purchase of staff chairs and tables				315,000.00	#DIV/0!
Construction of gateway				93,000.00	#DIV/0!
Desks repairs				53,500.00	#DIV/0!
Bank charges				13,080.00	#DIV/0!
<b>(9) Expenditure For school fund/lunch/boarding</b>					
sonnel Emoluments				6,010.00	#DIV/0!
Repairs, Maintenance and Improvements					#DIV/0!
Bus account					#DIV/0!
Electricity, Water and Conservancy				424,262.00	#DIV/0!
Medical Expenses					#DIV/0!
Administration Costs					#DIV/0!
Activity					#DIV/0!
Uniforms					#DIV/0!
Lunch Programme				41,000.00	#DIV/0!
Boarding Equipment and Stores	10,274,000.00		10,274,000.00	5,804,211.00	56.49%
Insurance Costs					#DIV/0!
Donations 4tv sets					#DIV/0!
Rent Expenses				101,196.00	#DIV/0!
Bank Charges					#DIV/0!
Loan Principal Repayment				16,576.20	#DIV/0!
<b>Totals</b>	<b>18,351,376.00</b>		<b>18,351,376.00</b>	<b>15,711,073.60</b>	

## 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 recognized when the event occurs whether cash is received or not. Expenditure arising from operations is recognized 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 authorized 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

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	-	-
Laboratory equipment	-	-
Internal exams	-	-
Teaching / learning materials	1,243,260.00	1,302,714.40
Chalks	-	-
Exams and assessment	-	-
Library and reference	-	-
<b>Total</b>	<b>1,243,260.00</b>	<b>1,302,714.40</b>

## 2. Government Grants for Operations

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Security engagements	-	1,404,661.84
Repairs and maintenance	-	-
Local transport / travelling	-	1,053,853.99
Electricity and water	-	250,321.61
cdf grant ablution block	-	-
Medical	90,100.00	80,800.00
Administration costs	-	411,719.45
Others	3,333,254.36	-
Activity	171,387.50	497,961.21
Cemesta	91,200.00	-
<b>Total</b>	<b>3,685,941.86</b>	<b>3,699,318.10</b>

## 3. Government Grants for infrastructure

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Maintenance & Improvement	3,849,000.00	2,253,500.00
Transition infrastructure grants	-	-
Administration block	-	-
Economic stimulus grants	-	-
<b>Total</b>	<b>3,849,000.00</b>	<b>2,253,500.00</b>

## 4 School Fund Income - Parents Contribution/Fees

Description	Jul 22 - June 23	Jul 21 - June 22
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance		
Local transport / travelling		
Electricity and water		
Medical		
Administration costs		
Activity		
Fee on Lunch	9,661,010.00	8,449,028.00
PA Levies*		
Donations		100,000.00
<b>Total</b>	<b>9,661,010.00</b>	<b>8,549,028.00</b>

## 5. Miscellaneous Incomes

Description	Jul 22 - June 23	Jul 21 - June 22
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Insurance Compensation		
Income From Uniforms	51,100.00	
Income From Bus Hire		
Fee For Hire of Schoolbus	58,000.00	
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans Borrowings*		
Other Income		
<b>Total</b>	<b>109,100.00</b>	<b>-</b>

Notes to the Financial Statements (continued)

6. Tuition

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	263,700.00	452,050.00
Laboratory equipment	392,415.00	423,690.00
Internal exams	-	-
Teaching / learning materials	956,376.00	899,935.00
Chalks	-	8,450.00
Exams and assessment	-	9,000.00
Teachers guides	-	-
Administration Costs	-	-
Bank Charges	480.00	2,860.00
<b>Total</b>	<b>1,612,971.00</b>	<b>1,795,985.00</b>

7. Operations

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Personnel emoluments	1,554,688.00	1,846,550.00
Service Gratuity	-	-
Administration Cost	577,940.00	681,989.00
Repairs and maintenance & improvements	187,070.00	328,970.00
Local transport / travelling	1,290,620.00	1,308,451.00
Electricity and water	138,178.00	150,058.00
Medical	-	-
Activity Expenses	1,322,240.00	294,380.00
Others	-	1,458,554.00
Bank Charges	24,491.40	7,950.00
Acquisition of Assets	-	-
Infrastructure projects	-	-
<b>TOTAL</b>	<b>5,095,227.40</b>	<b>6,076,902.00</b>

## Notes to the Financial Statements (continued)

## 8. Infrastructure

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Construction of gateway	53,500.00	
Purchase of furniture desks and chairs	315,000.00	
Purchase of lab equipment -microscopes	88,000.00	
Mounting tv cabinets	20,250.00	
Desk repairs	13,080.00	
Bank charges	6,010.00	
Painting and tiling buildings	670,910.00	
	96,130.00	
Purchase of furniture tables and chairs (for staff)	93,000.00	
<b>TOTAL</b>	<b>1,355,880.00</b>	<b>-</b>

## 9. Boarding And School Fund

	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Administration costs	-	-
Activity	-	-
Lunch programme	5,804,211.00	5,738,722.00
Uniforms	41,000.00	-
Bank charges	16,576.20	12,320.00
Income from Posho mill	-	-
Income from Bus and Ground Hire	424,262.00	-
Income from grants and donations	101,196.00	-
Transfer to infrastructure	-	-
<b>TOTAL</b>	<b>6,387,245.20</b>	<b>5,751,042.00</b>

## Notes to the Financial Statements (continued)

## 10. Bank Accounts

Name of Bank, Account No. & currency	Status	Bank Acc.no	Jul'22-Jun'23	Jul'21-Jun'22
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1102908487	1,292.90	45,853.90
Operations Account	Active	570291737240	2,852,278.96	(14,190.50)
School Fund Account 1	Active	570297265050	45,951.80	(45,398.00)
School Fund Account 2	Dormant	1102979228	7,948.50	7,948.50
Savings Account	Active	07101-13737	4,144,951.00	2,573,401.00
Income generating activities Account	-		-	-
Infrastructural Account	Active	1780274404790	13,651.00	440,141.00
<b>Total</b>			<b>7,000,074.16</b>	<b>3,007,755.90</b>

## 11. Cash In Hand

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Tuition Account	-	-
Operation Account	-	-
School Fund account	40,020.00	1,350.00
<b>Total</b>	<b>40,020.00</b>	<b>1,350.00</b>

## 12. Short Term Investments

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Other investments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## Notes to the Financial Statements (continued)

## 13. Accounts Receivable

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Fees arrears	3,479,925.00	3,048,242.00
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
<b>Total</b>	<b>3,479,925.00</b>	<b>3,048,242.00</b>

## a) Ageing Analysis of Accounts Receivable

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Less than 1yr	1,213,570.00	544,402.00
Between 1-2yrs	544,402.00	1,194,531.00
Between 2-3yrs	1,194,531.00	527,422.00
Over 3yrs	527,422.00	781,887.00
<b>Total</b>	<b>3,479,925.00</b>	<b>3,048,242.00</b>

## 14. Accounts Payable

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	3,582,123.30	3,150,440.30
Prepaid fees	-	-
Retention monies	-	-
<b>Total</b>	<b>3,582,123.30</b>	<b>3,150,440.30</b>

## a) Ageing Analysis of Accounts Payable

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Less than 1yr	608,152.00	182,334.00
Between 1-2yrs	182,334.00	206,275.00
Between 2-3yrs	206,275.00	583,118.00
Over 3yrs	2,585,362.30	2,178,713.30
<b>Total</b>	<b>3,582,123.30</b>	<b>3,150,440.30</b>

Notes to the Financial Statements (continued)

15. Fund Balance Brought Forward

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Bank balances	3,007,755.90	828,474.40
Cash balances	1,350.00	-
Short Term Investments	-	-
Receivables	3,048,242.00	2,851,308.00
Payables	3,150,440.30	2,953,506.30
<b>Total</b>	<b>2,906,907.60</b>	<b>726,276.10</b>

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	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

17. Biological assets

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Cattle	-	-
Goats	-	-
Trees	-	-
Coffee or tea plantation	-	-
Poultry	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## Notes to the Financial Statements (continued)

## 18. Borrowings

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
<b>a) Borrowings</b>		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

## Other important disclosure notes

## 19. Stock/ Inventory

Description	Jul'22-Jun'23	Jul'21-Jun'22
	Kshs	Kshs
Food stuffs	59,450.00	74,600.00
Other consumables	371,363.00	345,262.00
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
<b>Total</b>	<b>431,113.00</b>	<b>419,862.00</b>

12. PROGRESS ON FOLLOW UP OF AUDITOR'S RECOMMENDATIONS.

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

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



-----  
 Sign and Date  
 Principal



## 13. ANNEXES

## a) 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	
<b>Supply Of Goods</b>						
Paul Kungu hardware				71,640.00		
Milkah butchery				9,100.00		
Kabete Dairy Fcs ltd				49,075.00		
Edward Mburu Njau				29,940.00		
Pezi publishers				81,750.00		
Trayjade co				26,000.00		
John Karori				2,980.00		
Kenya Power				8,597.00		
Kikuyu water				4,000.00		
<b>Sub-Total</b>				<b>283,082.00</b>		
<b>Supply Of Services</b>						
Irene Wangamati				8,000.00		
Staff salaries				221,440.00		
Teachers' motivation				43,100.00		
Chapam agencies				12,000.00		
Mr Njuguna				2,000.00		
Challenge weekend allowances				11,100.00		
Peter Njogu				5,000.00		
Luck z communications				2,500.00		
<b>Sub-Total</b>				<b>305,140.00</b>		
<b>Grand Total</b>				<b>582,222.00</b>		

ACK NYATHUNA SECONDARY SCHOOL

Annual Report and Financial Statements for the Year ended 30<sup>th</sup> June 2023

b) Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2023
Land	Hived from primary school	2.94ha		
Buildings And Structures				
Motor Vehicles	5,800,000.00	-	-	5,800,000.00
Office Equipment, Furniture and Fittings	2,934,350.00			2,934,350.00
Textbooks				
ICT Equipment	170,000.00			170,000.00
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				