

REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 02 DEC 2024

DAY:

MONDAY

TABLED

BY:

OF

CLERK-AT
THE-TABLE:

HON. ADAMI WADO, MP
DEPUTY MAJORITY WMP

TESTER NGWYO

THE AUDITOR-GENERAL

ON

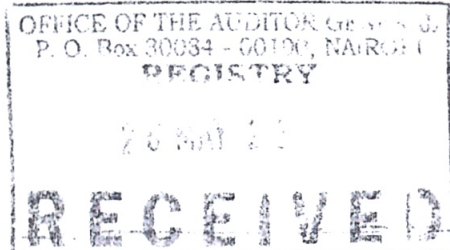
**ST. JOSEPH'S HIGH SCHOOL,
GITHUGURI**

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

KIAMBU COUNTY

ST. JOSEPH HIGH SCHOOL, GITHUNGURI.
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022

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



(Leave this it Blank)

Table of Contents

Page

I. Key School Information And Management.....	v
II. Summary Report Of Performance Of The School.....	vii
III. Statement Of School Management Responsibility.....	
IV. Report Of The Independent Auditors (To be attached).....	
V. Statement Of Receipts And Payments Period To 30 th June 2022.....	1
VI. Statement Of Financial Assets And Financial Liabilities As At 30 th June 2022.....	2
VII. Statement of Cash Flows for The Period Ended 30 th June 2022.....	3
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2022.....	4
IX. Significant Accounting Policies.....	
X. Notes To The Financial Statements.....	7

Key School Information And Management

(A)Background information

Ref:	Name of Board Member	Designation	Date of appointment
1	Martin Njau Mburu	Chairman-Sponsor	7th march,2022
2	Francis W.Miano	Secretary - Principal	7th march,2022
3	Judy Njambi	Parents Rep.	7th march,2022
4	Joseph Wanjahi	Parents Rep.	7th march,2022
5	Mary Nyamu	Parents Rep.	7th march,2022
6	Dr.karanja	Rep.Sponsor	7th march,2022
7	Nicholas Mbiu	Parents Rep.	7th march,2022
8	Geoffrey Kangethe	PA Chair	7th march,2022
9	Susan Kagundu	Special group	7th march,2022
10	Patriciah Kibe	Sponsor	7th march,2022
11.	Duncan Ndegwa	Special Needs	7th march,2022
12.	David Mukaru	CEB Nomination	7th march,2022
13.	James Kairu	Teaching Staff Rep.	7th march,2022
14.	Eric Kimani	Parents Rep.	7th march,2022
15.	Agnes Muchemi	Parents Rep.	7th march,2022
16.	George Phil	Student Rep.	7th march,2022

(B)Committees of the Board

i)Executive Committee.

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended the year
1	Executive Committee	1.Martin Njau Mburu	Chairman	2 out of 2
		2.Francis W.Miano	Principal	2 out of 2
		3.Geoffrey Kangethe	P.A Chair	2 out of 2
		4.Judy Njambi	BOM Member	1 out of 2
		5.Joseph Wanjahi	BOM Member	2 out of 2
		6.Mary Nyamu	BOM Member	1 out of 2
2.	Audit Committee/Finance/procurement/ General Purpose Committee.	1.Susan Kagundu	Chair	1 out of 1

		2.Mary Nyamu	Member	1 out of 1
		3.Duncan Ndegwa	Member	1 out of 1
		4.Geoffrey Kang'ethe	Member	1 out of 1
		5.David Mukaru	Member	1 out of 1
		6.Nicholas Mbiu	Member	1 out of 1
		7.Ngigi Thuo	Member	1 out of 1
3.	Academic Committee	1.Dr.Karanja	Chair	1 out of 1
		2.Nicholas Mbiu	Member	1 out of 1
		3.Patricia Kibe	Member	1 out of 1
4.	Infrastructure Committee	1.Geoffrey Kang'ethe	Chair	2 out of 1
		2.Joseph Ngugi	Member	2 out of 1
		3.Duncan Ndegwa	Member	2 out of 1
5.	Ethics Committee	1.Judy Ndichu	Chair	1 out of 1
		2.Eric Kimani	Member	1 out of 1
		3.Agnes Muchemi	Member	1 out of 1
		4.Patricia Kibe	Member	1 out of 1

(C) School operation Management

For the financial year ended 30th June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Francis W.Miano	352728
2	Deputy Principal	Stephen Thuo	353152
3	Deputy Principal	David Mwangi	306490
4	School Bursar	Erastus M.Ndegwa	

(a) Schools contacts

Post Office Box: 99,Githunguri
 Telephone: 0726-719606,
 E-mail: saintjosephgithunguri@yahoo.com

(b) School Bankers

1. Name of Bank: KCB,
 Branch: Githunguri,
 Account Number: 1105036626.

2. MPESA Pay Bill No. 687843.

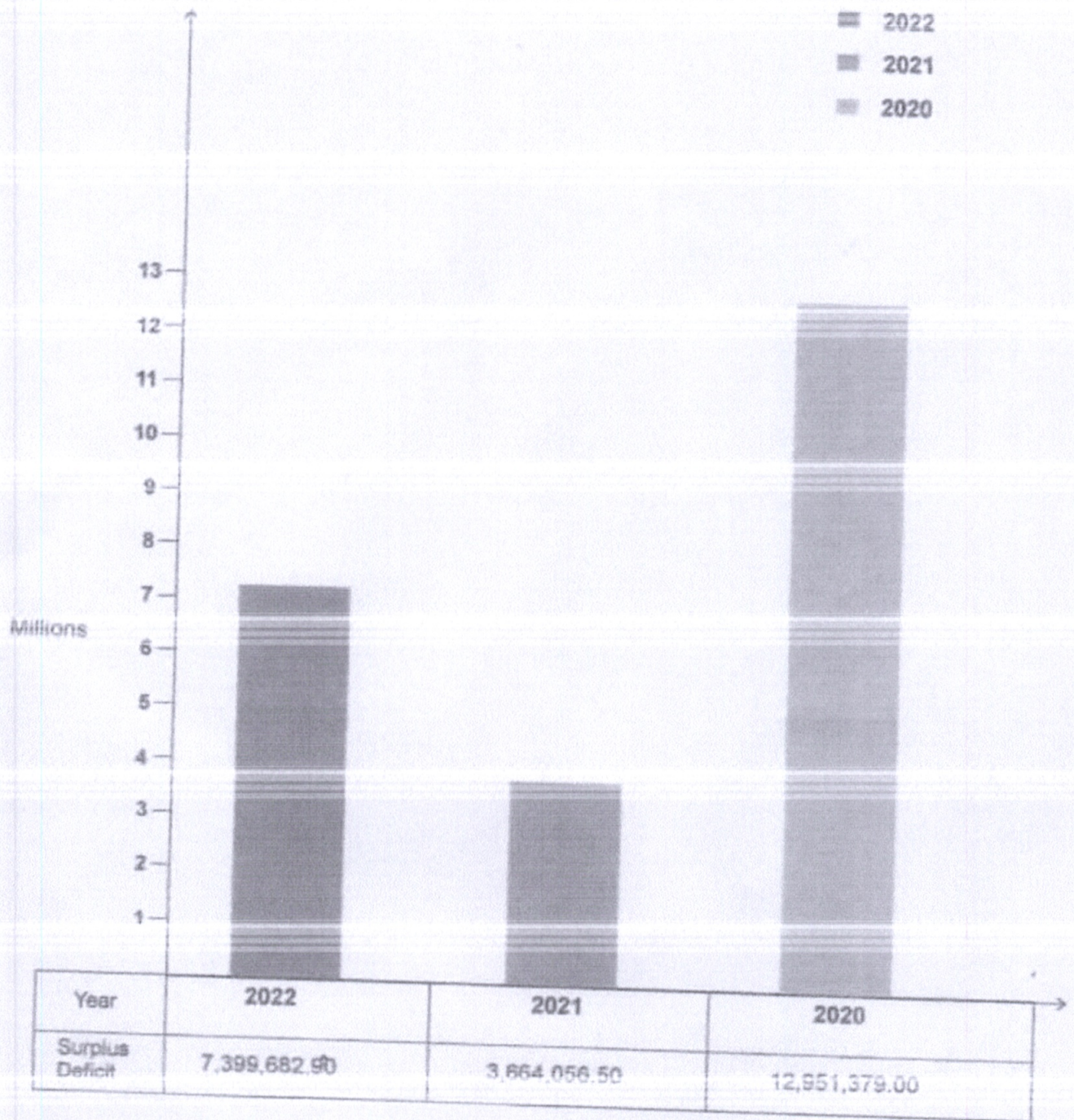
(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

3. Equity BANK, Githunguri,
A/c No. 09300277709474

(D) Summary Report Of Performance of The School

1) *Financial performance.*

Chart 1 : Deficit / Surplus movement – 3 years

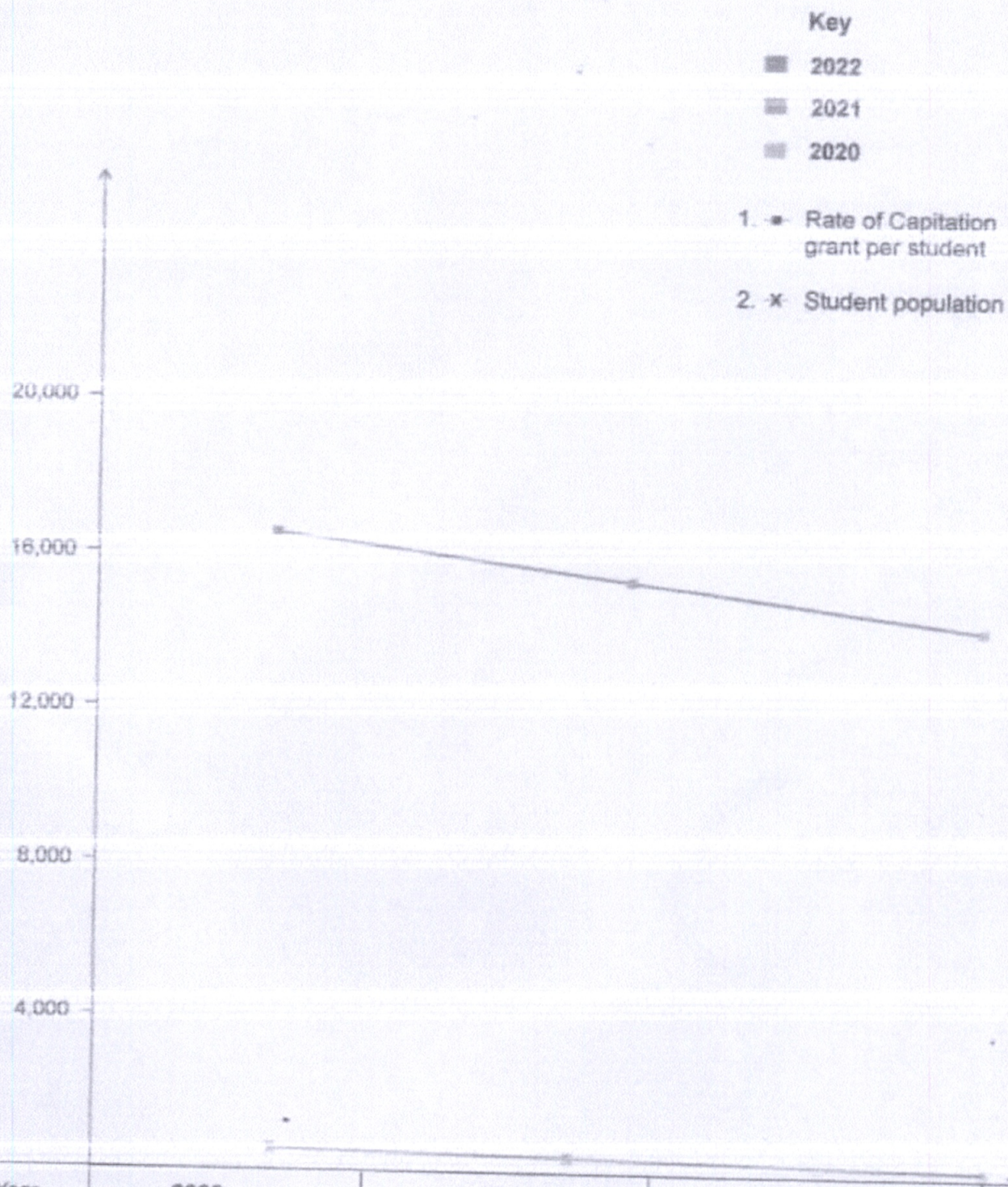


From the chart above it can be seen that the school in 2020 had a surplus of Kshs 12,951,379. This is because 50% of the school fees had been collected as this was Term 1 and the operations had come to a stand still due to Covid 19 pandemic that made all the schools to be closed in March 2020.

In 2021 the operations had normalized as the schools had resumed therefore this made the surplus to go down.

In 2022 the surpluses went up because by the close of the financial year that is on 30th June, 2022 most of the suppliers had not been paid.

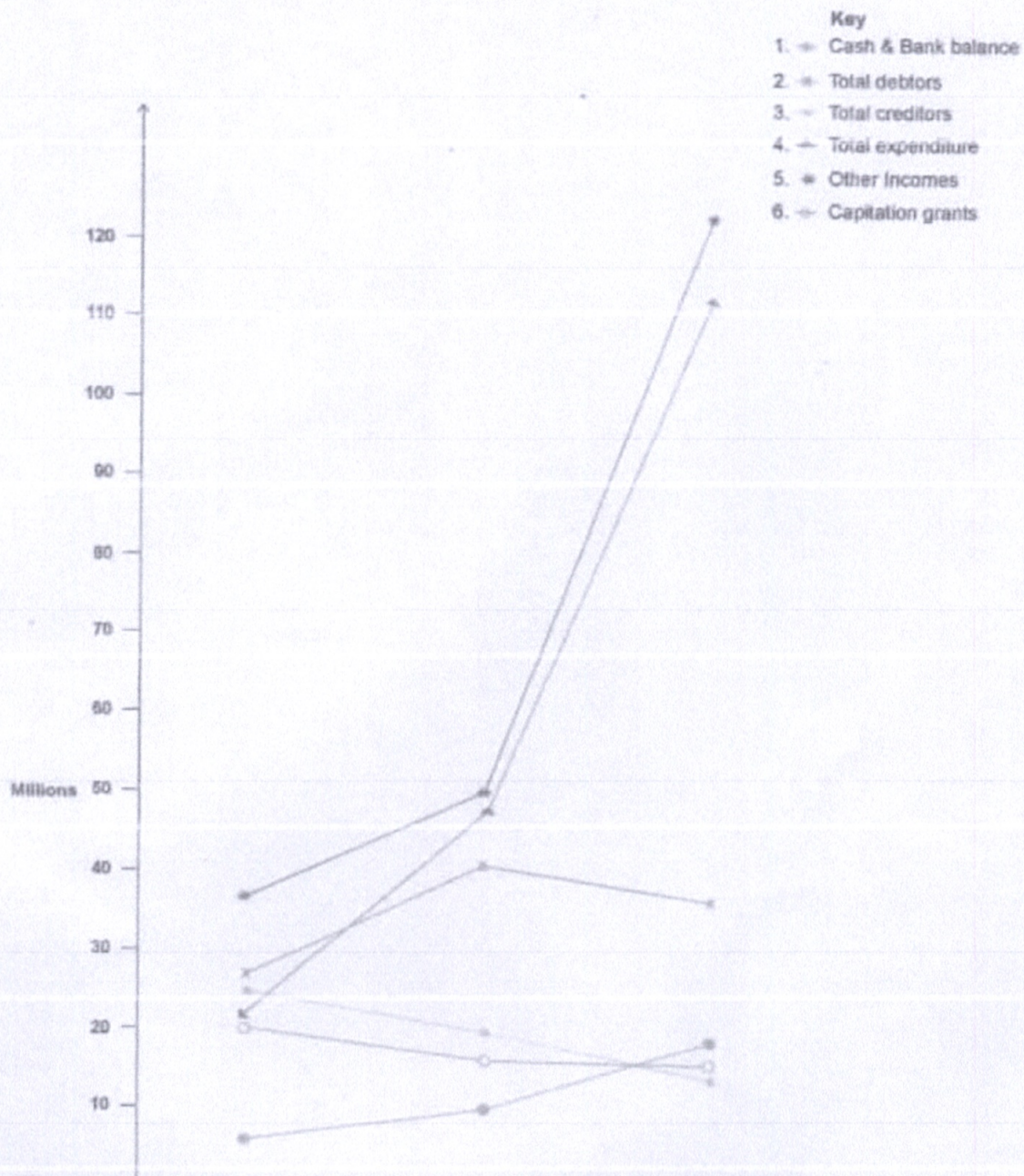
Chart 2. : Ratio of Capitation per Student – 3 Years



Year	2020	2021	2022
Rate of capitation grant per student	16,273.00	14,368.60	13,457.13
Student population	1177	1173	1147

The ration of capitation per student showed a decreasing trend because of the decrease in the number of student.

Chart 3. : Key Financial Trends



Year	2020	2021	2022
Cash and Bank balance	8,064,451.21	8,631,756.26	17,031,439.236
Total debtors	27,251,973.61	37,133,585.25	35,746,705.58
Total creditors	23,311,940.50	19,760,315.00	13,244,448.00
Total expenditure	23,883,282.00	45,861,301.00	112,341,476.80
Other incomes	36,834,641.00	49,428,607.05	117,016,946.50
Capitation grants	19,153,321.00	16,654,367.80	15,435,326.11

Cash and bank balance and Total creditors showed a decreasing trend. This can be attributed to sound financial management policies that enabled collection of school fees and payment of creditors in arrears. Despite this being the fact total debtors have shown increasing trend because fees collection declined by a small percentage.

Total Expenditure shown an increasing trend because of huge payments of current suppliers and creditors in arrears.

Other incomes showed an increasing trend more so because fees in arrears of those students who had completed the school was collected.

Capitation grant decreased over the years from 19m to 15m. This can be attributed the decreasing number of students and also the variation in the disbursement policy of the ministry.

b) Teacher student Ratio.

Number of teachers recruited/posted	3
Number of teachers transferred/retired	1
TSC Teachers	45
BOM Teachers	10

c) Mean Score.

<u>Year</u>	<u>MSS</u>	<u>Improvement</u>	<u>No. to University</u>
2019	6.05	0.86	82
2020	6.54	0.50	88
2021	5.98	-0.56	103

d) Number of candidates.

<u>Year</u>	<u>No. of Students</u>
2018	201
2019	202
2020	187
2021	285

IV) Capacity of the school.

ITEM DESCRIPTION	CAPACITY	ADEQUACY
Dormitories 7	900 students	Not adequate
Dinning Hall 1	600 students	Not adequate
Laboratories 4	60 students	Not adequate
Toilets 60	22 students at once.	Not Adequate

(E) Development projects carried out by the school:

S/NO	YEAR	PROJECT	FUNDING	STATUS	COST
1	2022	• 6 Classrooms block.	Ministry	Complete	11.0 m
		• 1 CBC Class	Ministry	Complete	0.79 m
2	2022	CBC Class - Ongoing	Ministry	Ongoing	1.15m

ST. JOSEPH'S HIGH SCHOOL - GITHUNGURI

CURRICULUM BASED ESTABLISHMENT

SN	SUBJECT	FORM	(a)LESSONS/ WK	(b)NO. OF CLASSES	(c)TOTAL LESSONS	NO. OF TEACHERS
				TAKING THE SUBJECT	PER WEEK(a ×b)	REQUIRED -(LEESONS PER WEEK ÷ 27) 1 DECIMAL
1	MATHEMATICS	1	6	6	36	1.3
		2	6	6	36	1.3
		3	7	6	42	1.6
		4	7	6	42	1.6
2	ENGLISH	1	6	6	36	1.3
		2	6	6	36	1.3
		3	8	6	48	1.8
		4	8	6	48	1.8
3	KISWAHILI	1	5	6	30	1.1
		2	5	6	30	1.1
		3	6	6	36	1.3
		4	6	6	36	1.3
4	CHEMISTRY	1	4	6	24	0.9
		2	4	6	24	0.9
		3	5	6	30	1.1
		4	5	6	30	1.1
5	BIOLOGY	1	4	6	24	0.9
		2	4	6	24	0.9
		3	5	6	30	1.1
		4	5	6	30	1.1
6	PHYSICS	1	4	6	24	0.9
		2	4	6	24	0.9
		3	5	6	30	1.1
		4	5	6	30	1.1
7	GEOGRAPHY	1	3	6	18	0.7
		2	3	6	18	0.7
		3	5	6	30	1.1
		4	5	6	30	1.1
8	HISTORY	1	3	6	18	0.7
		2	3	6	18	0.7
		3	5	6	24	0.9
		4	5	6	24	0.9

9	CRE	1	3	6	18	0.7
		2	3	6	18	0.7
		3	5	6	30	1.1
		4	5	6	30	1.1
10	BUSINESS STUDIES	1	3	3	09	0.3
		2	3	3	09	0.3
		3	5	3	12	0.5
		4	5	3	12	0.5
11	AGRICULTURE	1	3	3	09	0.3
		2	3	3	09	0.3
		3	5	3	12	0.5
		4	5	3	12	0.5
12	COMPUTER	1	3	3	09	0.3
		2	3	3	09	0.3
		3	5	3	12	0.5
		4	5	3	12	0.5
13	FRENCH	1	3	3	09	0.3
		2	3	3	09	0.3
		3	4	3	12	0.5
		4	4	3	12	0.5
14	P.E.	1	1	6	06	0.2
		2	1	6	06	0.2
		3	2	6	12	0.5
		4	2	6	12	0.5
		TOTAL				47

SHORTFALLS

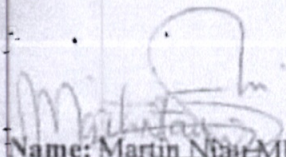
Principal $27 - 8 = 19$

D/Principals $(27 - 15)2 = 24$

HOD's $(27 - 18)14 = 126$

Total Shortfall $\frac{169}{27} = 6.3$

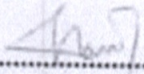
Total teachers required = $47 + 6.3 = 54$



Name: Martin Njai Mburu.

Designation: Chairman, BOM

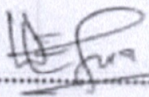
Date:



Name: Francis W. Miano.

Designation: School Principal & Sec. BOM

Date:



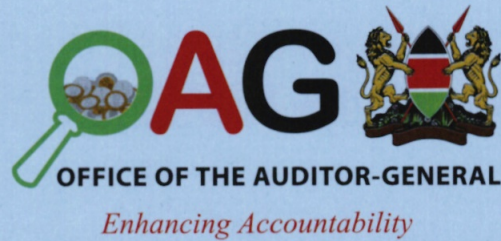
Name: Erastus M. Ndegwa

Designation: Bursar/Finance Officer

Date:

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 ST. JOSEPH'S HIGH SCHOOL, GITHUGURI FOR THE YEAR ENDED 30 JUNE, 2022 – 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 Control, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and 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 of the Auditor-General on St Joseph's High School, Githuguri for the year ended 30 June, 2022 – Kiambu County

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of St. Joseph's High School – Kiambu County set out on pages 1 to 18, which comprise of the statement of assets and liabilities as at 30 June, 2022, 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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. Joseph's High School – Kiambu County as at 30 June, 2022 -Kiambu County and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.28,854,085 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.18,325,218 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs 28,854,085 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.84,162,000 and Kshs.79,267,220 respectively, resulting to an under-funding of Kshs.4,894,780 or 6% of the budget. However, the School spent a balance of Kshs.77,940,718 against actual receipts of Kshs.84,162,000 resulting to an under-utilization of Kshs.1,326,502 or 2% of actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

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. Late Submission of Financial Statements

During the year under review, Management submitted the financial statements to the Auditor-General on 26 May, 2023 instead of the statutory deadline of 30 September 2022. This was contrary to 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.

2. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects capitation grants for operations amount of Kshs.16,858,084 which further includes an amount of Kshs.7,414,430 for infrastructure for the period ended 30 June, 2022. However, verification of the bank statements revealed that the School transferred the money to infrastructure after the lapsed of fifteen days (15) contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3.which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

3. Lack of a Separate Bank Account for Other Incomes

The statement of receipts and payment and as disclosed in Note 4 to the financial statements reflects an amount of Kshs.82,134,816 in respect to school fund income- other receipts which further includes Kshs.826,781, Kshs.2,356,790 and Kshs.120,000 all totalling to Kshs.3,303,571 in respect to rent income, income from farming activities and income from hire bus hire. However, Management did not maintain a separate bank account for other income contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which requires that school with income generating activities to open separate bank accounts for the stream of income and account for it in accordance with financial regulations.

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the school's financial reporting process, reviewing the effectiveness of how the 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 school's 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 control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal 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 the school's 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 the Management.
- Conclude on the appropriateness of the Management's use of the going concern 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 the 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 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

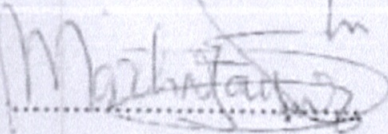
Nairobi

20 September, 2024

II. Statement Of Receipts And Payments Period To 30th June 2022

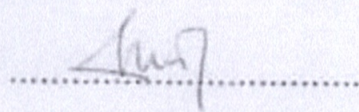
Description Of Vate Head	Note	2021/2022	2020/2021
		Ksh	Ksh
Receipts			
Capitation grants for tuition	1	3,958,143.40	1,530,997.20
Capitation grants for operations	2	16,858,084.3	10,675,045.35
School fund income- parents' contributions	3	26,248,914.00	8,875,418.75
School fund income- other receipts	4	82,134,816.00	28,347,145.75
Proceeds from borrowings		0	0
Total Receipts		129,199,957.70	49,428,607.05
Payments			
Payments for tuition	5	5,865,407.00	2,877,824
Payments for operations	6	12,484,337.0	10,063,070
Boarding and school fund payments	7	105,659,516.80	32,920,407
Total Payments		124,009,260.8	45,861,301.0
Surplus/Deficit		5,190,696.90	3,567,306.05

The school financial statements were approved on 20/9 2022 and signed by:



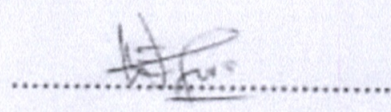
Name:
Chair BOM

Date:



Name:
School Principal/ Secretary to
BOM

Date:



Name:
Bursar/ Finance Officer

Date:

III. Statement Of Financial Assets And Financial Liabilities As At 30th June 2022

Description	Note	2021/2022 Ksh	2020/2021 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	16,447,712.06	10,593,147.46
Cash balances	9	1,685.0	665,552.80
Short term investment	10	0	0
Total cash and cash equivalent		16,449,397.06	11,258,700.26
Account's receivables	11	29,604,866.74	36,146,733.64
Overdrawn accounts		0	0
Total financial assets		46,054,263.8	47,405,433.90
Financial liabilities			
Accounts payables	12	(13,244,448.0)	(19,786,315.00)
Net financial assets		32,809,815.80	27,619,118.90
Represented by			
Accumulated fund b/fwd	13	27,619,118.90	24,051,812.85
Surplus/deficit for the year	IV	5,190,696.90	3,567,306.05
Net financial position		32,809,815.80	27,619,118.90

The school's financial statements were approved on 30/9 2022 and signed by:

Name:

Chair BOM

Date:

Name:

School Principal/ Secretary to BOM

Date:

Name:

Bursar/ Finance Officer

Date:

II. Statement of Cash Flows for The Period Ended 30th June 2022

Description	Notes	2021/2022	2020/2021
		Ksh	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	3,958,143.40	1,530,997.20
Capitation grants for operations	2	16,858,084.3	10,675,045.35
School fund income- parents contributions/ fees	3	26,248,914.0	8,875,418.75
School fund income- other receipts	4	82,134,816.0	28,347,145.75
Total receipts		129,199,957.70	49,428,607.05
Payments			
Payments for tuition	5	3,656,421.0	2,877,824
Payments for operations	6	12,484,337.0	10,063,070
Boarding and school fund payments	7	105,659,516.80	32,920,407
Total payments		124,009,260.80	45,861,301.00
Net cash flow from operating activities		5,190,696.90	3,567,306.05
Cashflow from investing activities			
Proceeds from sale of assets		0	0
Acquisition of assets		0	0
Proceeds from investments		0	0
Purchase of investments-classroom.		0	0
Net cash flows from investing activities		0	0
Cashflow from borrowing activities			
Proceeds from borrowings/ loans		0	0
Repayment of principal borrowings		0	0
Net cash flow from financing activities.		0	0
Net increase in cash and cash equivalents		5,190,696.90	3,567,306.05
Cash and cash equivalent at beginning of the year		11,258,700.26	7,691,394.21
Cash and cash equivalent at end of the year		16,449,397.16	11,258,700.26

IV. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2022

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c = a+b Kshs	Actual on Comparable Basis d Kshs	Budget Utilization Difference e = c-d Kshs	% of Utilization f = d/c % Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Teaching & Learning materials(TLM)	4,000,000.00	0	4,000,000.00	3,958,143.40	41,856.60	98.9
Totals	4,000,000.00	0	4,000,000.00	3,958,143.40	41,856.60	
<i>(2) Capitation Grant on Operations</i>						
Other vote heads(PEM,EWC,Adm Costs)	9,500,000.00	0	9,500,000.00	9,443,654.10	56,345.90	99.4
Totals	9,500,000.00	0	9,500,000.00	9,443,654.10	56,345.90	
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	10,248,000	0	10,248,000.00	8,996,025.00	1,251,975.00	87.8
Repairs And Maintenance	4,032,000	0	4,032,000.00	3,670,435.00	361,565.00	91.0
Local Transport / Travelling	1,274,000	0	1,274,000.00	1,223,780.00	50,220.00	96.1
Electricity And Water	8,232,000	0	8,232,000.00	7,874,682.00	357,318.00	95.6
Medical	0	0	0	0	0	0
Administration Costs	3,500,000	0	3,500,000.00	3,430,660.00	69,340.00	98.0
Activity	350,000	0	350,000.00	303,695.00	46,305.00	86.8
Smasse	0	0	0	0	0	0
Fee On Boarding Equipment and Stores	40,000,000.00	0	40,000,000.00	37,483,356.00	2,516,644.00	93.7
Other Income						
Rent Income	276,000	0	276,000.00	276,000.00	0	100

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a K.shs	b K.shs	c=a+b	d	e=c-d K.shs	f=d/e % K.shs
Income From Farming Activities	2,500,000	0	2,500,000.0	2,356,790.0	143,210	94.3
Insurance Compensation	0	0	0	0	0	0
Income From Posho Mill	0	0	0	0	0	0
Income From Bus Hire	250,000	0	250,000.0	250,000	0	100
Fee For Hire of Ground And Equipment	0	0	0	0	0	0
Interest Income	0	0	0	0	0	0
Income From Any Other Investment	0	0	0	0	0	0
Total	70,662,000.00	0	70,662,000.00	65,865,423.00	4,796,577.00	
TOTAL INCOME	84,162,000.00	0	84,162,000.00	79,267,220.50	4,894,779.50	
<i>(1) Expenditure For Tuition</i>						
Teaching & Learning materials (TLM)	4,000,000.00	0	4,000,000.00	3,656,061.00	343,939.00	91.4
Bank Charges	360	0	360	360	0	100
Total	4,000,360.00	0	4,000,360.00	3,656,421.0	343,939.00	
<i>(2) Expenditure For Operations</i>						
Teaching & Learning materials(TLM)	9,500,000.00	0	9,500,000.00	3,186,500.00	6,313,500.00	33.50
Total	9,500,000.00	0	9,500,000.00	3,186,500.00	6,313,500.00	
<i>(3) Expenditure For School Fund</i>						
Personnel Emoluments	10,248,000.00	0	10,248,000.00	11,242,130.0	-994,130.00	109.7
Repairs, Maintenance and Improvements	4,032,000.00	0	4,032,000.00	5,303,279.0	-1,271,279.00	131.5
Local Transport / Travelling	1,274,000.00	0	1,274,000.00	2,198,092	-924,092.00	172.5

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual on Comparable Basis d Kshs	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c x 100 Kshs
Electricity, Water and Conservancy	8,232,000.00	0	8,232,000.00	1,980,685	6,251,315.00	24.1
Medical Expenses	0	0	0	0	0	0
Administration Costs	3,500,000.00	0	3,500,000.00	5,904,868.0	-2,404,868.00	168.7
Activity	350,000.00	0	350,000.00	240,500	109,500.00	68.70
Gratuity	0	0	0	0	0	0
Lunch Programme	0	0	0	0	0	0
Boarding Equipment and Stores	40,000,000.00	0	40,000,000	40,307,794	-307,794.00	100.76
Expenditure For Income Generating Activity	2,500,000	0	2,500,000	3,494,449.8	-994,449.8	139.80
Insurance Costs	150,000	0	150,000	150,000	0	100
Other Expenses On Investments	0	0	0	0	0	0
Rent Expenses	276,000	0	276,000	276,000	0	100
Bank Charges	0	0	0	0	0	0
Loan Interest Repayment	0	0	0	0	0	0
Loan Principal Repayment	0	0	0	0	0	0
Acquisition Of Assets	0	0	0	0	0	0
Totals	70,562,000.00	0	70,562,000.00	71,097,797.8	-535,797.00	0
TOTAL EXPENDITURE	84,062,360.00	0	84,062,360.00	77,940,718.80	6,121,642.00	0

V. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	2021/2022	2020/2021
Teaching / Learning Materials	3,958,143.40	1,530,997.20
Exams And Assessment	0	0
Teachers Guides	0	0
Total	3,958,143.40	1,530,997.20

2 Capitation Grant for Operations

Description	2021/2022	2020/2021
Personel Emoluments	4,906,111.50	1,816,184.79
Repairs And Maintenance	7,414,430.20	4,848,736.18
Local Transport / Travelling	489,241.10	1,009,038.75
Electricity And Water	2,150,557.20	1,615,153.19
Administration Costs	1,897,744.30	1,385,932.44
Total	16,858,084.3	10,675,045.35

3 Parents Contribution/Fees - School Fund Account

Description	2021/2022	2020/2021
Personel emoluments	9,185,025.00	4,343,149
Repairs and maintenance	3,718,435.00	1,080,818
Local transport / travelling	1,235,641.00	291,700
Electricity and water	8,050,682.00	2,233,033
Medical	0	1,200
Administration costs	3,752,660.00	925,518.75
Activity	306,471.00	0
Fees on Boarding Equipment & stores	78,831,245.00	28,250,395.75
TOTAL	105,080,159.00	37,125,814.50

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2021/2022	2020/2021
	Ksh	Kshs
Rent Income	826,781.00	53,750
Income From Farming Activities	2,356,790.00	23,000
Income From Bus Hire	120,000	20,000
Total	3,303,571.00	96,750.00

5 Payments For Tuition

Description	2021/2022	2020/2021
	Ksh	Kshs
Exercise Books	300,000	561,920
Laboratory Equipment	906,145	366,605
Teaching / Learning Materials	4,658,902.0	135,320
Bank Charges	360	480
Sundry creditors	0	1,646,399
Computer	0	167,100
Total	5,865,407.00	2,877,824

6 Payments For Operations

Description	2021/2022	2020/2021
	Ksh	Kshs
Personnel Emoluments	1,640,997.0	1,205,492
Administration Cost	576,097.0	0
Repairs And Maintenance & Improvements	9,296,876.0	6,702,000
Electricity And Water	901,156.0	0
Activity Expenses	68,250.0	0
Bank Charges	961.0	2,410
Sundry creditors	0	1,853,168
School Fund Account	0	300,000
Total	12,484,337	10,063,070

7. Boarding And School Fund Payments

Description	2021/2022	2020/2021
	Ksh	Kshs
Personnel Emoluments	11,242,130.0	5,710,798
Repairs And Maintenance & Improvements	5,303,279.0	885,256
Local Transport / Travelling	2,198,092.0	988,500
Electricity And Water	1,980,685.0	1,417,270
Medical Expenses	341,390.0	32,170
Administration Costs	5,904,868.0	1,851,854
Bank Charges	12,936.0	4,245
Expenses On Income Generating Activities	3,736,099.8	1,216,521
Fee On Boarding Equipment and Stores	74,823,037.00	20,551,083.0
Rent Expenses	117,000.0	27,250
Loan Principal Repayment	0	235,460
TOTAL	105,659,516.80	32,920,407.00

8. Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2021/2022	2020/2021
		Ksh	Kshs
Tuition Account	KCB 1105038688	325,247.75	25,215.30
Operations Account	KCB 1105038548	9,318,419.93	4,836,773.43
School Fund Account/Boarding	KCB 1105036626	2,868,101.15	4,104,214.73
Infrastructural Account	Equity Bank 0930277709474	3,935,943.23	1,603,944
Total		16,447,712.06	10,593,147.46

9. Cash In Hand

Description	2021/2022	2020/2021
	Ksh	Kshs
School Fund account	1,685	665,552.80
Total	1,685.0	665,552.80

10. Short Term Investments

Description	2021/2022	2020/2021
	ksh	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit	0	0
Equity Stock	0	0
Other Investments	0	0
Total	0	0

11.Accounts Receivable

Description	2021/2022 Ksh	2020/2021 Kshs
Fees Arrears	28,854,085.74	35,353,202.64
Rent in arrears	550,781	559,031
Salary Advances	148,000	166,500
Imprest	52,000	68,000
TOTAL	29,604,866.74	36,146,733.64

Description	2021/2022 Ksh	2020/2021 Kshs
Fees Arrears For Current Year	2,289,637.00	8,239,230.00
Fees Arrears For The Previous Year	8,239,230.00	2,991,759.31
Fees Arrears For Prior Periods (Over Two Years)	18,325,218.74	24,122,213.30
Total	28,854,085.74	35,353,202.64

12.Accounts Payable

Description	2021/2022 ksh	2020/2021 Kshs
Trade Creditors (See Ageing Below and Appendix)	11,084,921.00	18,007,366.0
Prepaid Fees	2,159,527.00	1,778,949
Total	13,244,448.00	19,786,315.0

Description	2021/2022 Ksh	2020/2021 Kshs
Trade Creditors for Current Year	1,840,344.0	3,151,878.50
Trade Creditors for The Previous Year	3,151,878.50	3,175,585.00
Trade Creditors for Prior Periods (Over Two Years)	6,092,698.50	11,679,902.50
Total	11,084,921.00	18,007,366.0

13. Fund Balance Brought Forward

Description	2021/2022	2020/2021
	Ksh	Kshs
Balance b/f	25,976,197.93	24,051,812.85
Surplus	7,399,682.9	0
Total	36,943,186.68	24,051,812.85

14. Non-current Liabilities Summary

Description	2021/2022	2020/2021
	Ksh	Kshs
Bank Loan(S)	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Total	0	0

15. Biological assets

Description	Numbers	2021/2022	2020/2021
		Ksh	Kshs
Cattle	30	2,500,000.0	2,040,000
Trees	300	1,400,000.0	1,500,000
Pigs	50	350,000.0	342,000
Total		4,250,000.0	3,882,000

16. Borrowings

Description	2021/2022	2020/2021
	Ksh	Kshs
a) Borrowings	0	
Borrowing at beginning of the year	0	0
Borrowings during the year	0	0
Repayments of during the year	0	0
Balance at end of the year	0	0

Other important disclosure notes

17. Stock/ Inventory

Description	2021/2022	2020/2021
	Ksh	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	854,046.00	619,164.00
Stock/ inventory purchased during the year	29,820,000.00	14,910,000.00
Stock/ inventory issued during the year	28,197,390.00	14,675,118.00
Balance at end of the year	58,871,436.00	30,204,282.00

17. Stock/ Inventory

Description	2021/2022	2020/2021
	Ksh	Ksh
b) Inventory		
Stock/ inventory at beginning of the year	854,046.00	619,164.00
Stock/ inventory purchased during the year	29,820,000.00	14,910,000.00
Stock/ inventory issued during the year	28,197,390.00	14,675,118.00
Balance at end of the year	2,476,656.00	854,046.00

13 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	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)	Management comments	

Sign and Date

Principal

Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 2021	Comments
Supply Of Goods						
1. Gilmalex Fashions	2,630,120.0	1.1.2017	17,300.0	2,612,820.0	1,768,105.0	
2. Pajembu Enterprises	241,650.0	1.1.2019	0	241,650.0	240,325.0	
3. Danstyle Enterprises	550,316	1.1.2021	0	550,316.0	1,419,366.0	
4. Labesco Laboratory Supplies	100,190.0	1.1.2021	0	100,190.0	186,330.0	
5. Knitstar Enterprises	871,980.0	1.1.2018	0	871,980.0	1,572,930.0	
6. Mwilhangiri Enterprises	2,423,900.0	1.1.2012	0	2,423,900.0	2,892,100.0	
7. Antique Traders	2,215,800.0	1.1.2020	10,170.0	2,205,630.0	3,847,130.0	
8. Waweru Bookshop & Uniform Centre	500,000	1.1.2012	0	500,000.0	500,000.0	
9. Gael Bizna Investments LTD	1,558,480.0	1.1.2022	0	1,558,480.0	0	
10. Eliza Hardware	50,300.0	1.5.2022	0	50,300.0	0	
11. Delahari sands LTD	22,800.0	1.5.2022	0	22,800.0	0	
12. Annshine Supplies	72,900.0	1.5.2022	0	72,900.0	0	
13. Tonywac Ventures	40,300	1.5.2022	0	40,300.0	612,130.0	
Sub-Total	11,278,736.0		27,470	11,251,266.0	13,038,416.0	

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 2020/2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost of (Kshs) 2021/2022
Land 1	Donation-1958	Githunguri	300,000,000	0	0	300,000,000
Land 2	0	0	0	0	0	0
Buildings and Structures	1958-To date 2008,1995	Githunguri	50,000,000	0	0	50,000,000
Motor Vehicles-KBB & KUE		Githunguri	4,600,000	0	0	4,600,000
Office Equipment, Furniture And Fittings	1958-To date	Githunguri	3,000,000	0	0	3,000,000
ICT Equipment, And Other ICT Assets	2010-To date	Githunguri	500,000	0	0	500,000
Tools And Apparatus	1958-To date	Githunguri	4,000,000	0	0	4,000,000
Textbooks	1958-To date	Githunguri	10,800,000	0	0	10,800,000
Other Machinery And Equipment-Generator&,Pumps	2016	Githunguri	2,500,000	0	0	2,500,000
Heritage And Cultural Assets	0	0	0	0	0	0

Asset Class	Date purchased	Location	Historical Cost at (Kshs) 2020/2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost at (Kshs) 2021/2022
Intangible Assets- Soft Ware-SHAACS, ZERAKEI.	2021	Githunguri	220,000	0	0	220,000
Total			375,620,000			375,620,000

