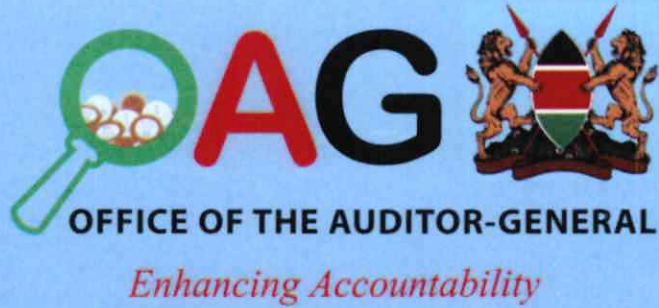


REPUBLIC OF KENYA



REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF


THE AUDITOR-GENERAL

ON

MUKAA BOYS' HIGH SCHOOL

**FOR THE SIX (6) MONTHS' PERIOD ENDED
30 JUNE, 2021**

MAKUENT COUNTY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 11 MAR 2025	DAY: Tuesday
TABLED BY:	Hon. Owen Baya (Deputy Majority Leader)
CLERK-AT THE-TABLE:	Getwade Chebet

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

19 JUN 2024

RECEIVED



MUKAA BOYS' HIGH SCHOOL

P.O BOX 73-90130 NUNGUNI

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR SIX MONTHS PERIOD ENDED
30 JUNE 2021**

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

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

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I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in 09/08/2017 under registration number 17S30000009 and is currently categorized as an extra county public school established, owned or operated by the Government.

The school is a boarding school and had 1591 number of students as at 30th June 2021. It has 27 streams and 53 teachers of which 12 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	Rev. John M. Kitala	Chairman	22/05/2019
2	Mr. Jonathan Mukima	Vice - Chairman	22/05/2019
3	Mr. Mutua F.M	Secretary - Principal	22/05/2019
4	Mr. Joseph Ngolo	P.A Chairman	22/05/2019
5	Prof . Mary M. Mutisya	Member	22/05/2019
6	Eng.Peter M. Muli	Member	22/05/2019
7	Adv. Andrew Makundi	Member	22/05/2019
8	Mr. Patrick K. Tito	Member	22/05/2019
9	Mr.Milton Nzioka	Member	22/05/2019
10	Mrs. Rose Mutwiwa	Member – Rep CEB	22/05/2019
11	Mr. Kau A.N	Member Rep Teachers	22/05/2019
12	Rev. Samuel Musyimi	Member - Sponsor	22/05/2019
13	Mrs. Jennifer Kimolo	Member - Sponsor	22/05/2019
14	Mr. Francis Mwasaa	Member	22/05/2019
15	Mrs.Mirrium Mutuku	Member - Community	22/05/2019
16	Mrs. Elizebeth Muli	MemberSpecial Needs	22/05/2019

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

The following are various committees of the Board established by the Board of management.

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Rev. John M. Kitala	Chairman	5 out of 5
		Mr. Jonathan Mukiana	V. Chairman	5 out of 5
		Mr. Mutua F.M	Secretary	5 out of 5
		Mr. Joseph Ngolo	P.A Chairman	5 out of 5
		Prof. Mary M. Mutisya	Member	3 out of 5
2	Audit Committee	-	-	-
3	Finance, procurement and general purposes Committee	-	-	-
4	Academic Committee	-	-	-
5	Development Committee	Mr. J. Mukima	Chairman	3 out of 3
		Rev. J. Kitala	Member	3 out of 3
		Mr. Mutua F.M	Secretary	3 out of 3
		Mr. Joseph Ngolo	Member	3 out of 3
		Prof. Mary Mutisya	Member	2 out of 3
6	Discipline and welfare Committee	-	-	-
7	Adhoc Committee (if any during the year)	-	-	-

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

(d) 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	Id no.
1	Principal	Mr. Mutua F.M	356786	10890348
2	Deputy Principal	Mr Kau A	315779	8745561
3	School Bursar	Mumbe Mutunga	-	33707969

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box:	73 – 90130 NUNGUNI
Telephone:	0735 948 445
E-mail:	mukaaschool@gmail.com
Website:	www.mukaaschool.sc.ke
Facebook:	-
Twitter:	-

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

(f) School Bankers

The school operated 7 bank accounts in the following banks:

- | | | |
|------------|------------------------|------------------------|
| 1.a | Account Name: | Tuition account |
| | Name of Bank: | Standard Chartered |
| | Branch: | Machakos |
| | Account Number: | 0102065740602 |
| 1.b | Account Name: | Tuition account |
| | Name of Bank: | Cooperative bank |
| | Branch: | Emali |
| | Account Number: | 01139806590901 |
| 2.a | Account Name: | Operation Account |
| | Name of Bank: | Standard Chartered |
| | Branch: | Machakos |
| | Account Number: | 0102065740600 |
| 2.b | Account Name: | Operation Account |
| | Name of Bank: | Cooperative bank |
| | Branch: | Emali |
| | Account Number: | 01139806590900 |
| 3. | Account Name: | Infrastructure account |
| | Name of Bank: | Standard Chartered |
| | Branch: | Machakos |
| | Account Number: | 0102065740604 |
| 4. | Account Name: | Boarding account |
| | Name of Bank: | Equity Bank |
| | Branch: | Machakos |
| | Account Number: | 0600299784334 |
| 5. | Account Name: | Boarding account |
| | Name of Bank: | Kenya Commercial Bank |
| | Branch: | Machakos |
| | Account Number: | 1151530247 |
| 6. | Account Name: | Boarding account |
| | Name of Bank: | Standard Chartered |
| | Branch: | Machakos |
| | Account Number: | 0102065740601 |
| 7. | Account Name: | CDF Account |
| | Name of Bank: | Kenya Commercial Bank |
| | Branch: | Machakos |
| | Account Number: | 1109472803 |

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

(g) Office of Auditor General

Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

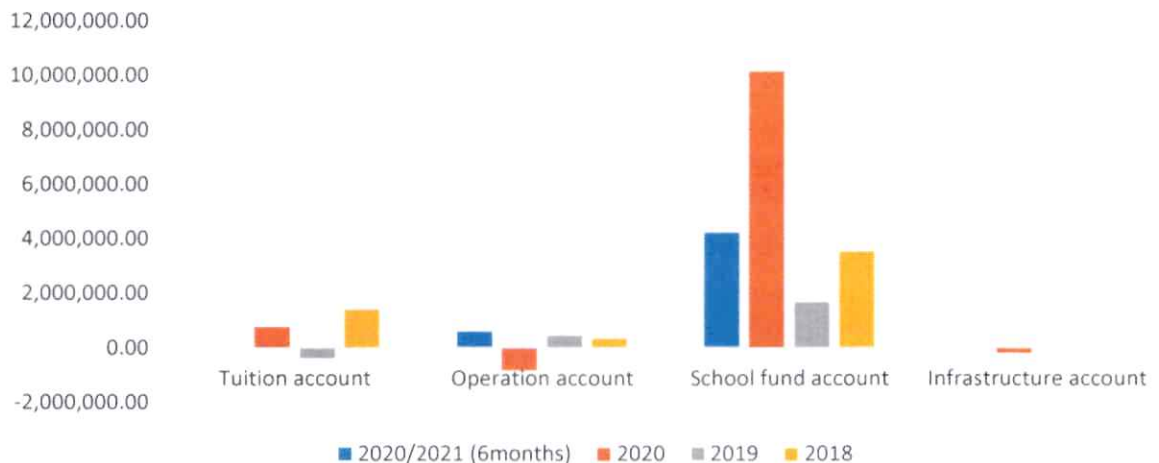
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

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

s/no	Account	2020/2021 (6months)	2020	2019	2018
1	Tuition account	4,018.40	760,405.85	(382,936.00)	1,404,763.35
2	Operation account	581,271.90	(825,820.00)	431,734.85	340,925.70
3	School fund account	4,213,874.60	10,131,043.85	1,651,357.13	3,513,064.71
4	Infrastructure account	46,668.40	(198,079)	1,942.00	-

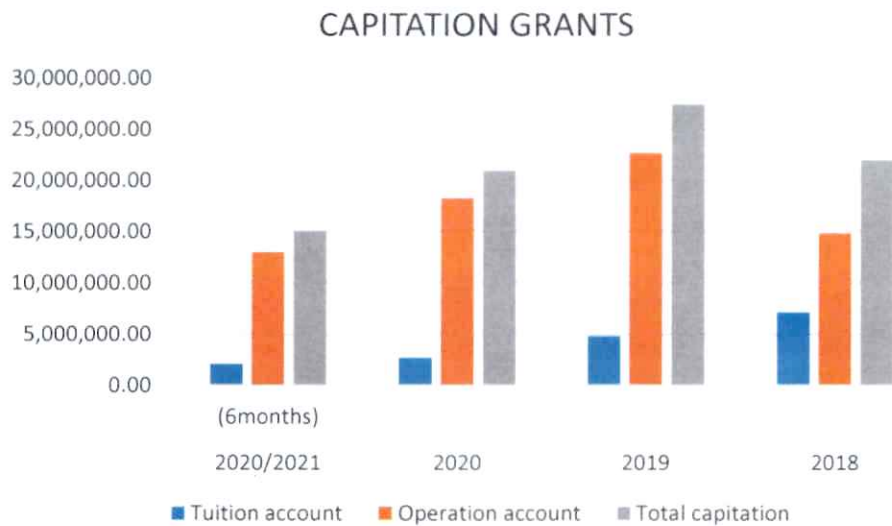
SURPLUS/DEFICIT



**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

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

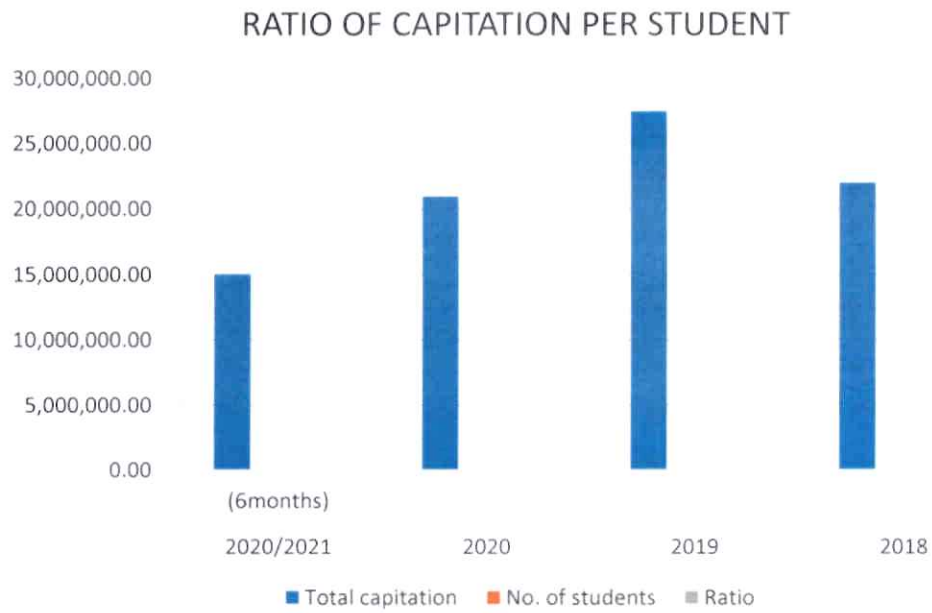
s/no	Account	2020/2021 (6months)	2020	2019	2018
1	Tuition account	2,072,318.75	2,710,250.00	4,794,874.76	7,144,300.64
2	Operation account	12,989,992.05	18,260,325.05	22,674,235.35	14,833,208.70
	Total capitation	15,062,310.80	20,970,575.05	27,469,110.11	21,977,609.35



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

s/no	Account	2020/2021 (6months)	2020	2019	2018
1	Total capitation	15,062,310.80	20,970,575.05	27,469,110.11	21,977,609.35
2	No. of students	1591	1465	1517	1445
	Ratio	1:9,467.20	1:14,314.39	1:18,107.60	1:15,209.50

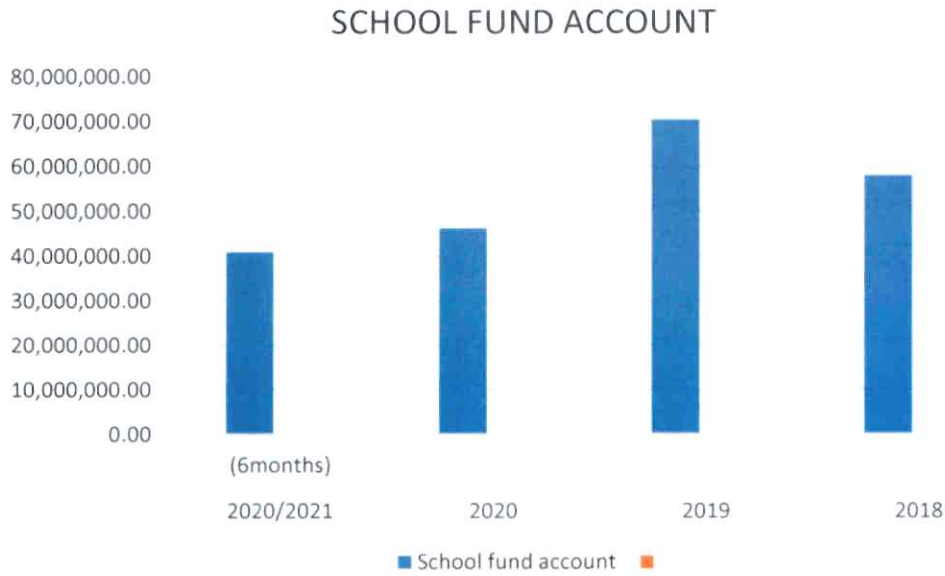
**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30 June 2021**



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

s/no	Account	2020/2021 (6months)	2020	2019	2018
1	School fund account	40,958,833.60	46,191,941.00	70,344,000.00	57,900,399.42

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30 June 2021**

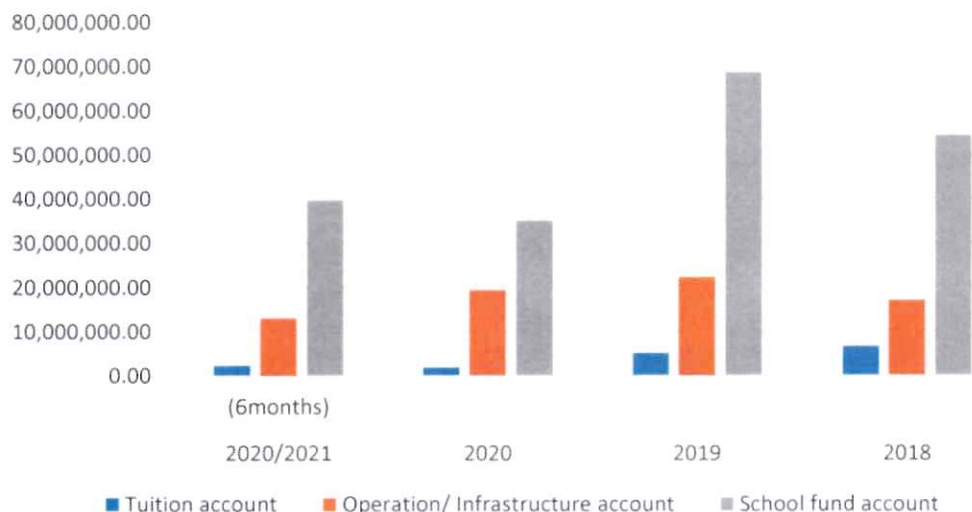


- A three-year overview of growth in expenditure of the school

s/no	Account	2020/2021 (6months)	2020	2019	2018
1	Tuition account	2,384,590.20	1,951,436.15	5,210,811.00	6,719,129.60
2	Operation/ Infrastructure account	13,047,622.45	19,284,224.00	22,277,951.15	16,940,931.60
3	School fund account	39,630,817.02	35,051,897.15	68,692,642.87	54,387,334.71

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

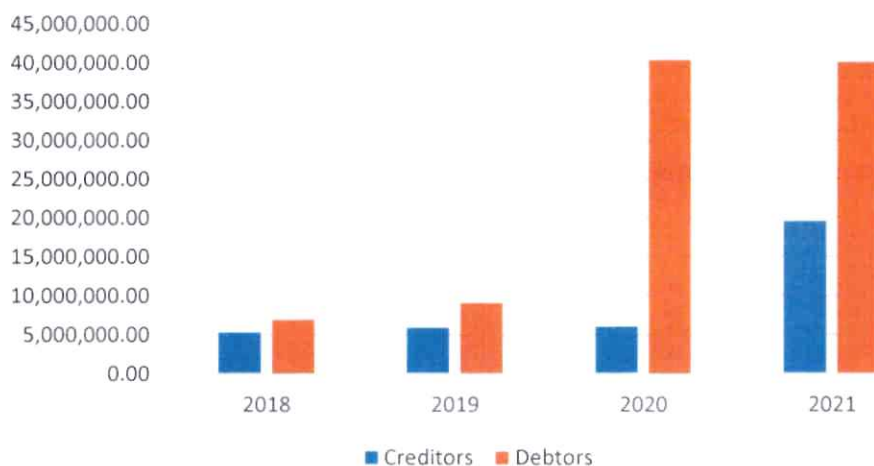
GROWTH IN EXPENDITURE



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

Year	Creditors	Debtors
2018	5,285,974.00	6,985,760.00
2019	5,931,766.00	9,097,172.00
2020	6,033,697.00	40,335,020
2021	19,574,404.00	39,964,868.00

DEBTORS AND CREDITORS

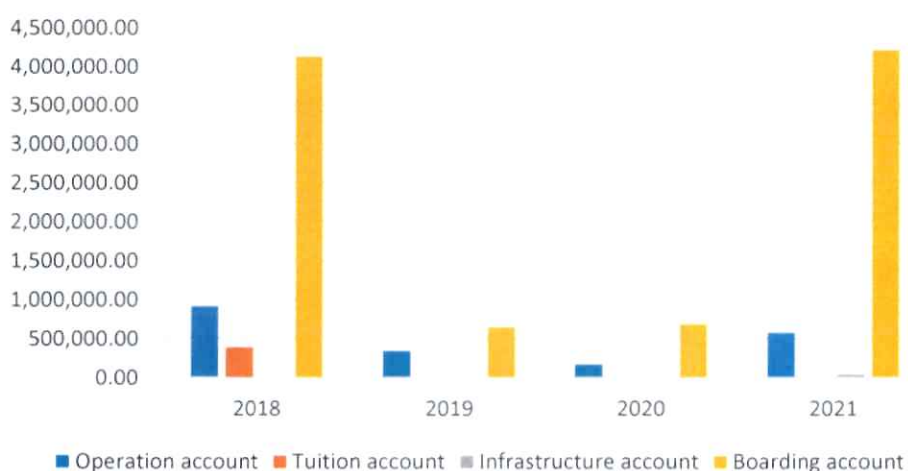


**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30 June 2021**

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

Year	Operation account	Tuition account	Infrastructure account	Boarding account
2018	915,378.15	396,101.00		4,133,549.44
2019	347,113.00	-	1,942.00	652,819.00
2020	171,795.00	405.85	22,863.00	693,902.00
2021	581,271.90	4,018.40	46,668.40	4,213,874.58

CASH & BANK BALANCES



b) Teacher Student ratio:

No. of teachers by TSC	No. of teachers employed by BOM	Transferred/ Retired	total	No. of students	Teacher/student ratio
41	12	-	53	1591	1:53

**MUKAA BOYS HIGH SCHOOL
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c) Mean score in the 2021 KCSE:

Year	Mean score	Students transitioned	Comment
2018	6.4479	132	Improvement
2019	6.8890	200	Improvement
2020/2021	6.7053	152	Drop
2021/2022	6.2885	151	Drop

a) Number of Candidates in the 2021 KCSE:

Year	No. of candidates
2018	288
2019	333
2020	302
2021	357

b) Capacity of the school:

Dormitory	5
Dining hall	1
Laboratories	2
Toilets	50
Bathrooms	110
Classes	27
Administration block	1
Kitchen	1

These facilities served a population of 1571 students.

Sign: 

Date: 7/06/2024

Name: John Muthengi Tuke

Principal



**MUKAA BOYS HIGH SCHOOL
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For the year ended 30 June 2021**

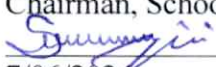
STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

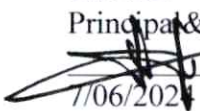
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

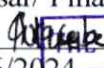
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.

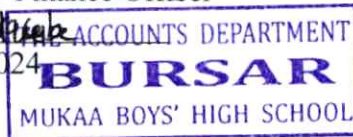
Name: Rev. J.M. Kitala
Designation: Chairman, School Board of Management
Sign: 
Date: 7/06/2024



Name: M.Tuke
Designation: Principal & Secretary to Board of Management
Sign: 
Date: 7/06/2024

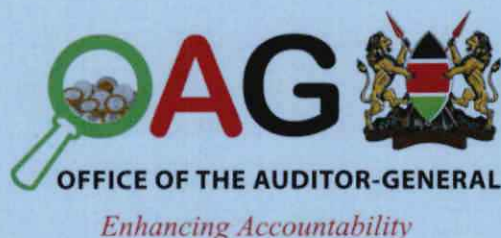


Name: Mumbe Mutunga
Designation: Bursar/ Finance Officer
Sign: 
Date: 7/06/2024



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON MUKAA BOYS' HIGH SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 - MAKUENI COUNTY

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal 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 ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Mukaa Boys' High School - Makueni County set out on pages 17 to 34, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021 and the statement of statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the six (6) months then ended and a summary of significant accounting

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Mukaa Boys' High School - Makueni County as at 30 June, 2021 and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unsupported Cash in Hand Balance

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.4,845,834 as disclosed in Notes 8 and 10 to the financial statements. The balance includes cash in hand balance of Kshs.2,266,024 however, the cashbooks reflected a total of Kshs.716,613 payments made in cash. Further, the cash in hand balance of Kshs.202,659 in the operations account and Kshs.2,063,364.50 in the School fund account were not supported by physical cash count reports as at 30 June, 2021.

In the circumstances, the accuracy and completeness of the cash in hand balance of Kshs.2,266,024 as at 30 June, 2021 could not be confirmed.

2. Long Outstanding Accounts Receivables

The statement of financial assets and liabilities and Note 11 reflects accounts receivables balance of Kshs.35,051,732 in respect of fees arrears for the previous years. However, included in the balance are receivables amounting to Kshs.24,556,578 which have been outstanding for over one year.

In the circumstances, the accuracy, completeness and recoverability of Kshs.24,556,578 in respect of accounts receivables could not be confirmed.

3. Inaccuracies in the Statement of Budget and Actual Amounts

The statement of budget versus actual amounts for the six months period ended 30 June, 2021 does not reflect the final budget amounts for the revenue and expenditure items. Further, the actual collection was Kshs.56,198,300 out of which Management spent Kshs.54,698,791 resulting in under-utilization of total receipts by Kshs.1,499,509 or 3% of actual receipts. The statement was not prepared in accordance with the Public Sector Accounting Standards Board reporting template. The under-utilization affected the planned activities and may have impacted negatively on service delivery.

In the circumstances, the accuracy and completeness of the statement of budgeted versus actual amounts could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Mukaa Boys' 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.

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 Report 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 for Audit

During the period under review, Management submitted the financial statements to the Auditor-General on 28 July, 2023 instead of the statutory deadline of 30 September 2021. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

2. Non-Compliance with Public Sector Accounting Standards Board

Review of the financial statements revealed that the financial statements were not paginated in accordance with the prescribed reporting template as issued by the Public Sector Accounting Standards Board. All the pages were numerically paginated whereas the reporting template requires that the pages containing the non-financial information be in roman numbers and pages from the statement of receipts and payments to the Annexes be in numerical numbers.

Further, Annex 1 to the financial statements on analysis of pending accounts payables do not have the date the supplier was contracted and comparative outstanding balances (2020) and Annex 2 to the financial statements on summary of fixed assets were

purchased as required by the template issued by the Public Sector Accounting Standards Board.

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

The statement of receipts and payments reflects payments for operations amount of Kshs.13,380,850 which includes activity expenses amount of Kshs.300,000 as disclosed in Note 6 to the financial statements. The payment of Kshs.300,000 was made to Kenya Secondary Schools Heads Association (KESSHA) Eastern Region School activities. The funds were disbursed from the Government operation capitation grants received by the School at the rate of Kshs.22,244 per student. However, KESSHA is a welfare organization that is not recognized by the Public Finance Management Act, 2012 and draws its membership from Schools 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, Management was in breach of the law.

4. Lack of an Approved Procurement Plan

Review of procurement documents revealed that Management did not prepare a procurement plan for the period under review as required by Section 45(3)(a) the Public Procurement and Asset Disposal Act, 2015 and therefore the efficiency, effectiveness and economy of the expenditure of Kshs.54,698,791 incurred in the period under review could not be confirmed.

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

5. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.2,072,319 and Kshs.12,989,992 as disclosed in Note 1 and 2 to the financial statements. During the period under review, National Education Management Information System (NEMIS) reported a total number of one thousand five hundred and ninety-one (1591) students while enrolment records provided by the School indicated a total number of one thousand five hundred and ninety-eight (1598) students resulting to an explained variance of seven (7) students. As a result of the variances, the School was under-funded by an amount of Kshs.155,708.

In the circumstances, the under-funding of Kshs.155,708 may have affected the planned activities of the School and impacted negatively on students' performance.

6. Long Outstanding Account Payables

The statement of financial assets and liabilities, and as disclosed in Note 12 to the financial statements reflects account payables balance of Ksh.19,574,404. However, included in the balance are trade payables balance of Kshs.8,639,440 which have been outstanding for more than one year. This was contrary to Section 53(8) of the Public Procurement and Asset Disposal Act, 2015 which states that an accounting officer shall

not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contracts are reflected in the approved budget estimates.

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

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

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

Conclusion

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

Basis for Conclusion

1. Failure to Maintain Proper Inventory Records

During the period under review, the School procured inventory including food and non-food items like stationery, maize, beans. However, there was no stock take conducted at the end of the financial year as required by the Regulation 171(1) (d) of the Public Procurement and Asset Disposal Regulations, 2020.

In the circumstances, the internal controls in place in the stores in the School could not be confirmed and Management was in breach of the law.

2. Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.404,500,000 in respect of fixed assets which includes land, buildings and structures, motor vehicles and other equipment. However, the School does not have ownership documents for the parcels of land on which its structures are built.

In the circumstances, the ownership and safe custody of the fixed assets 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 so as to obtain limited assurance as to whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall 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 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 policies and procedures may deteriorate.


As part of an audit conducted in accordance with ISSAIs, I exercise professional judgment 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 the 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 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 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


18 November, 2024

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

IV. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	JANUARY – JUNE 2021
		Kshs
RECEIPTS		
Capitation grants for tuition	1	2,072,319
Capitation grants for operations	2	12,989,992
School Fund Income- Parents' Contributions	3	41,098,389
School Fund Income- Other receipts	4	37,600
Proceeds from borrowings		
TOTAL RECEIPTS		56,198,300
PAYMENTS		
Payments for Tuition	5	1,543,701
Payments for operations	6	13,380,850
Boarding and school fund payments	7	39,774,240
TOTAL PAYMENTS		54,698,791
SURPLUS/DEFICIT		1,499,509

The school financial statements were approved on 07/06/2024 and signed by:

Sign: 

CHAIRMAN
BOARD OF MANAGEMENT
Rev. J.M. Kitala
Chair BOM
MUKAA BOYS' HIGH SCHOOL
P.O. Box 73 - 90130, NUNGUNI - MAKUENI
Date: 07/06/2024

Sign: 

M. Tuke
Principal/Secretary BOM
Date: 07/06/2024
CHIEF PRINCIPAL
MUKAA BOYS' HIGH SCHOOL
P.O. Box 73 - 90130,
NUNGUNI - MAKUENI

Sign: 

Mumbe Mutunga
Bursar/Finance Officer

Date: 07/06/2024

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

**III. REPORT OF THE OFFICE OF THE AUDITOR GENERAL FOR THE SIX MONTHS
FINANCIAL STATEMENTS OF MUKAA BOYS' HIGH SCHOOL FOR THE SIX
MONTHS PERIOD ENDED 30 JUNE 2021**

To be attached



2021/2022

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

V. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	JANUARY – JUNE 2021
		Kshs
FINANCIAL ASSETS		
Cash and Cash Equivalents		
Bank Balances	8	2,579,810
Cash Balances	9	2,266,024
Short term Investment	10	-
Total Cash and cash equivalent		4,845,834
Account's receivables	11	35,051,732
TOTAL FINANCIAL ASSETS		39,897,566
FINANCIAL LIABILITIES		
Accounts Payables	12	19,574,404
NET FINANCIAL ASSETS		20,323,162
REPRESENTED BY		
Accumulated Fund b/fwd	13	24,278,084
Surplus/Deficit for the year		1,499,509
NET FINANCIAL POSSITION		25,777,593

The School's financial statements were approved on 07/06/2024 and signed by:

Sign: 

Rev. J.M. Kitala

Chair BOM

Date: 07/06/2024

Sign: 

M. Tuke

Principal/Secretary BOM

Date: 07/06/2024

Sign: 


Mumbe Mutunga

Bursar/Finance Officer

Date: 7/06/2024



**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30 June 2021**

VI. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

		JANUARY – JUNE 2021
		Kshs
Receipts for operating income		
Capitation grants for tuition	1	2,072,319
Capitation grants for operations	2	12,989,992
School fund income- Parents contributions/ fees	3	41,098,389
School fund income- other receipts	4	37,600.00
Total receipts		56,198,300
Payments		
Payments for Tuition		2,068,706
Payments for operations		12,367,384
Boarding and school fund payments		37,769,688
Total payments		52,205,778
Net cash flow from operating activities		3,992,522
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of Assets		-
Acquisition of Assets		-
Proceeds from investments		-
Purchase of investments		-
Net cash flows from Investing Activities		-
CASHFLOW FROM BORROWING ACTIVITIES		
Proceeds from borrowings/ loans		-
Repayment of principal borrowings		-
Net cash flow from financing activities		-
NET INCREASE IN CASH AND CASH EQUIVALENTS		3,992,522
Cash and cash equivalent at BEGINNING of the year		853,312
Cash and cash equivalent at END of the year		4,845,834

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

VII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Teaching / learning materials	2,068,706	-	2,068,706	2,068,706	0	100%
Chalks	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides	-	-	-	-	-	-
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	-	-	-	-	-	-
Repairs and maintenance	5,966,000	-	5,966,000	5,966,000	0	100%
Local transport / travelling	-	-	-	-	-	-
Electricity and water	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Other voteheads	7,023,992	-	7,023,992	7,023,992	0	100%
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-

**MUKAA BOYS HIGH SCHOOL
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For the year ended 30 June 2021**

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
SMASSE	-	-	-	-	-	-
(3) FEES CHARGED ON PARENTS						
Other vote heads	7,480,711	-	7,480,711	7,480,711	0	100%
Repairs and maintenance	1,678,320	-	1,678,320	1,678,320	0	100%
Damages	3,898,617	-	3,898,617	3,898,617	0	100%
Dormitory projects	6,884,463	-	6,884,463	6,884,463	0	100%
Medical	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	104,885	-	104,885	104,885	0	100%
SMASSE	-	-	-	-	-	-
Fee on Boarding Equipment and Stores	21,051,393	-	21,051,393	21,051,393	0	100%
OTHER INCOME						
Rent income	-	-	-	30,000	(30,000)	100%
Income from farming activities	-	-	-	-	-	-
Insurance compensation	-	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Bus Hire	-	-	-	7,600	(7,600)	100%
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Income from any other investment	-	-	-	-	-	-
TOTAL INCOME				56,198,300	-	

**MUKAA BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Six Months Period Report and Financial Statements
For the year ended 30 June 2021**

EXPENDITURE FOR TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Teaching / learning materials	2,0697,06	-	2,0697,06	2,0697,06	0	100%
Chalks	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Bank Charges	-	-	-	15,017	-	-
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance & improvements	707,060	-	707,060	707,060	0	100%
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Bank charges	-	-	-	14,518	(14,518)	-
Administration costs interborrowing	-	-	-	1,249,000	(1,249,000)	
Activity Expenses	300,000	-	300,000	300,000	0	100%
Insurance cost	1,049,589	-	1,049,589	1,049,589	0	100%
Dormitory construction	3,144,515	-	3,144,515	3,144,515	0	100%
Other voteheads	6,739,526	-	6,739,526	6,739,526	0	100%
Perimeter wall	-	-	-	50,000	(50,000)	

**MUKAA BOYS HIGH SCHOOL
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(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	-	-	-	-	-	-
Repairs, maintenance and improvements	2,746,540	-	2,746,540	2,746,540	0	100%
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical Expenses	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	0	-
Gratuity	-	-	-	-	-	0
Lunch programme	-	-	-	-	-	0
Boarding Equipment and Stores	21,634,301	-	21,634,301	21,634,301	0	100%
Other voteheads	13,699,999	-	13,699,999	13,699,999	0	100%
Insurance costs	-	-	-	-	-	-
Other expenses on investments	-	-	-	-	-	-
refund	-	-	-	116,823 00	0	-
Bank Charges	-	-	-	37,023	(37,023)	-
Insurance cost	-	-	-	235,581 00	0	-
Damages	-	-	-	1,160 550 00	0	-
Acquisition of Assets	-	-	-	-	-	-
TOTALS	-	-	-	54,698,791	(54,698,791)	x

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

- i XXXX
- ii XXXX

VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

The school recognises all receipts from the various sources when the event occurs and not necessary when cash has actually been received by the school. In addition, the school recognises all expenses when the event occurs and not necessary when cash has actually been paid out by the school.

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

**MUKAA BOYS HIGH SCHOOL
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For the year ended 30 June 2021**

IX. NOTES TO THE FINANCIAL STATEMENTS

1. CAPITATION GRANT FOR TUITION

	JANUARY – JUNE 2020
	Kshs
Textbooks and reference materials	-
Exercise books	-
Laboratory equipment	-
Internal exams	-
Teaching / learning materials	2,072,319
Chalks	-
Exams and assessment	-
Teachers guides	-
Total	2,072,319

2. CAPITATION GRANT FOR OPERATIONS

	JANUARY – JUNE 2021
	Kshs
Other voteheads	7,023,992
Repairs and maintenance	5,966,000
Local transport / travelling	-
COVID 19 PREPAREDNESS	-
Medical and insurance	-
Administration costs	-
Activity	-
Total	12,989,992

3. PARENTS CONTRIBUTION/FEEES - SCHOOL FUND ACCOUNT

	JANUARY – JUNE 2021
	Kshs
Fee on boarding equipments and stores	21,051,393
Other voteheads	7,480,711
Repairs and maintenance	1,678,320
Damages	3,898,617
Dormitory projects	6,884,463
Medical	-
Administration costs	-
Activity	104,885
Total	41,098,389

**MUKAA BOYS HIGH SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	JANUARY – JUNE 2021
	Kshs
Fee on Boarding Equipment and Stores	-
Rent income	7,600
Income from farming activities	-
Insurance compensation	-
Income from Posho mill	-
Income from Bus Hire	30,000
Fee for hire of ground and equipment	-
Income from grants and donations*	-
Interest income	-
Dividends income	-
Total	37,600

5. PAYMENTS FOR TUITION

	JANUARY – JUNE 2021
	Kshs
Textbooks and reference materials	-
Exercise books	-
Laboratory equipment	-
Internal exams	-
Teaching / learning materials	1,528,684
Exams and assessment	-
Teachers guides	-
Administration Costs	-
Bank Charges	15,017
Total	1,543,701

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For the year ended 30 June 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. PAYMENTS FOR OPERATIONS

	JANUARY – JUNE 2021
	Kshs
Other voteheads	6,739,526
Service Gratuity	-
Administration Cost	-
Repairs and maintenance & improvements	707,060
Local transport / travelling	-
Perimeter wall	50,000
Medical	-
Activity Expenses	300,000
Administration cost inter borrowing	1,249,000
Insurance Cost	1,049,589
Bank Charges	14,518
Acquisition of Assets dorm construction	3,144,515
TOTAL	13,380,850

7. BOARDING AND SCHOOL FUND PAYMENTS

	JANUARY – JUNE 2021
	Kshs
Activity	-
Other voteheads	13,699,999
Repairs and maintenance & Improvements	2,746,540
Local transport / travelling	-
Electricity and water	-
Medical Expenses	-
Administration costs fees refund	116,823
NHIF/SACCO/HELB/NSSF	143,423
Bank Charges	37,023
Expenses on Income Generating Activities	-
Fee on Boarding Equipment and Stores	21,634,301
Rent Expenses	-
Insurance Cost (Life Property)	235,581
Damages	1,160,550
Loan Interest repayment	-
Acquisition of Assets	-
TOTAL	39,774,240

**MUKAA BOYS HIGH SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	JANUARY – JUNE 2021
		Kshs
Tuition Account	0102065740602	4,018
Operations Account	0102065740600	351,042
School Fund Account/Boarding	0600299784334	1,999,807
Saving Account – school van project	1151530247	178,275
Parent Association Development Account		-
Income generating activities Account		-
Infrastructural Account	0102065740604	46,668
Total		2,579,810

9. CASH IN HAND

Description	JANUARY – JUNE 2021
	Kshs
Tuition Account	-
Operation Account	202,659
School Fund account	2,063,365
Total	2,266,024

10. SHORT TERM INVESTMENTS

Description	JANUARY – JUNE 2021
	Kshs
Cooperative shares	-
Treasury Bills	-
Fixed deposit	-
Equity stock	-
Other investments	-
Total	-

**MUKAA BOYS HIGH SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. ACCOUNTS RECEIVABLE

Description	JANUARY – JUNE 2021
	Kshs
Fees arrears	35,051,732
Other non-fees receivables	-
Salary advances	-
Imprest	-
Total	35,051,732

[The table shows the ageing of the fees / non fees arrears]

Description	JANUARY – JUNE 2021
	Kshs
Fees arrears for current year	10,495,154
Fees arrears for the previous year	24,556,578
Fees arrears for prior periods (over two years)	-
Total	35,051,732

12. ACCOUNTS PAYABLE

Description	JANUARY – JUNE 2021
	Kshs
Trade creditors (See ageing below and appendix 1)	8,639,440
Prepaid fees	10,934,964
Retention monies	-
Total	19,574,404

[The table below shows the ageing of the creditor's arrears]

Description	JANUARY – JUNE 2021
	Kshs
Trade creditors for current year	-
Trade creditors for the previous year	8,639,440
Trade creditors for prior periods (over two years)	-
Total	8,639,440

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. FUND BALANCE BROUGHT FORWARD

Description	JANUARY – JUNE 2021
	Kshs
Bank balances	852,830
Cash balances	482
Short Term Investments	-
Receivables	35,051,732
Payables	11,626,960
Total	47,532,004

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Other important disclosure notes

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

14. Non-current Liabilities Summary

Description	JANUARY – JUNE 2021	
		Kshs
Bank loan(s)		-
Outstanding Leases		-
Hire purchase		-
Gratuity and leave provision		-
Total		-

15. Biological assets

Description	Numbers	JANUARY – JUNE 2021	
			Kshs
Cattle			-
Goats			-
Trees			-
Coffee or tea plantation			-
Poultry			-
Total			-

16. Borrowings

Description	JANUARY – JUNE 2021	
		KShs
a) Borrowings		
Borrowing at beginning of the year		-
Borrowings during the year		-
Repayments of during the year		-
Balance at end of the year		-

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Other important disclosure notes

17. Stock/ Inventory

Description	JANUARY – JUNE 2021
	KShs
b) Borrowings	
Stock/ inventory at beginning of the year	927,564
Stock/ inventory purchased during the year	16,645,967
Stock/ inventory issued during the year	15,670,258
Balance at end of the year	1,903,273

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1. NUNGUNI HARDWARE				590,700		
2. MACHAKOS GLASS				80,050		
3. KANINI KASEO WHOLESALERS				341,000		
4. TILE MASTER				467,710		
Sub-Total				1,479,460		
Supply of goods						
5. SAVCO CONSULTIUM ENTERPRISES				806,600		
6. KANINI KASEO WHOLESALERS				773,220		
7. JAPHETH MASILA				1,321,350		
8. A.I.C KIJABE PRINTING PRESS				78,300		
9. HILLTOP FRESH PRODUCE				43,320		
10. SKYTONE ECONOMIC SUPPLIES				102,510		
11. JURADI HOLDINGS				40,250		
12. BATA SHOES COMPANY KENYA				128,000		
13. BENEDICT KIVUVA				501,160		
14. KENAFRIC BAKERY LIMITED				928,416		
15. MUTISYA MASILA				999,000		
16. MARY KAVISI MWANIA				136,800		
17. HOMELAND PRECIOUS ENTERPRISES				98,500		
18. RUBIS PETRO STATION				51,060		
19. ANYX ENTERPRISES				160,100		
20. MASKS				50,000		
21. STEPLINK SYSTEMS				57,150		
22. SHUKURANI VENTURES				771,344		

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
23. TARGETER EDUCATIONAL PUBLISHER				14,500		
Sub-Total				7,061,580		
Supply of services						
24. TITUS KIMWELI MUSYOKA				43,400		
25. MODESTA MWONGELI				55,000		
Sub-Total				98,400		
Grand Total				8,639,440		

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2021
Land 1(Main School)	-	Mukaa	100,000,000.00	-	-	100,000,000.00
Land 2(Dormitory/ Quarters)	-	Mukaa	50,000,000.00	-	-	50,000,000.00
Buildings and structures(Admn block, class)	-	Mukaa	200,000,000.00	-	-	200,000,000.00
Motor vehicles(Isuzu, Scania)	-	Mukaa	15,000,000.00	-	-	15,000,000.00
Office equipment, furniture and fittings	-	Mukaa	20,000,000.00	-	-	20,000,000.00
ICT Equipment, and Other ICT Assets	-	Mukaa	5,000,000.00	-	-	5,000,000.00
Tools and apparatus	-	Mukaa	3,000,000.00	-	-	3,000,000.00
Textbooks	-	Mukaa	10,000,000.00	-	-	10,000,000.00
Other Machinery and Equipment	-	Mukaa	1,000,000.00	-	-	1,000,000.00
Heritage and cultural assets	-	Mukaa	-	-	-	-
Intangible assets- soft ware	-	Mukaa	500,000.00	-	-	500,000.00
Total			404,500,000.00			404,500,000.00