

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR GENERAL

*Enhancing Accountability*

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REPORT

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BY:

Hon. Samuel  
Chepkonga, MP

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THE-TABLE:

M. Mado

**THE AUDITOR-GENERAL**

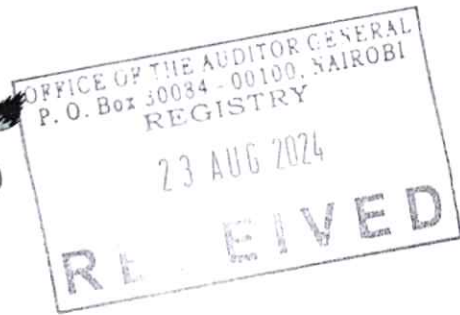
**ON**

**THE HILL SCHOOL GIRLS  
ELDORET**

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

**UASIN GISHU COUNTY**

*The Hill School Girls – Eldoret  
Public Secondary School  
Reports and Financial Statements*



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**THE HILL SCHOOL GIRLS- ELDORET**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2022**

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

*The Hill Scholl Girls- Eldoret*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2022**

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<b>Table of Contents</b>	<b>Page</b>
1 Key School Information and Management .....	ii
2. Summary Report of Performance of the School.....	vii
3. Statement of School Management Responsibility.....	xv
4 Report of the Independent Auditors ( <i>To be attached</i> ) .....	xvi
5 Statement Of Receipts and Payments For the Year Ended 30 <sup>th</sup> June 2022.....	1
6 Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2022.....	2
7. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2022.....	3
8. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30 <sup>th</sup> June 2022 .....	4
9 Significant Accounting Policies.....	7
10. Notes to the Financial Statements.....	9
11. Annexes .....	17

## 1. Key School Information and Management

### (a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Uasin Gishu County, Kesses Sub-County.

The school was registered in 10/12/2020 under registration number 27s30000549 and is currently categorized as a Extra county public school established, owned or operated by the Government.

The school is a day/boarding school and had 712 number of students as at 30<sup>th</sup> June 2022. It has 15 streams and 36 teachers of which 8 teachers are employed by the School Board of Management.

### (b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Dr.Dorcas Serem	Chairperson	14/06/2022
2	Mrs. Anastasia Tirop	Secretary	14/06/2022
3	Mr.Steve Maendo	Member	14/06/2022
4	Mr. Naphtali Chesubei	Member	14/06/2022
5	Mr. Mark Kemei	Member	14/06/2022
6	Mr.Benard Kibet	Member	14/06/2022
7	Ms. Hannah Irungu	Member	14/06/2022
8	Mrs.Alice Sitienei	Member –Rep CEB	14/06/2022
9	Mrs. Ann Tum	Members Rep Teachers	14/06/2022
10	Mrs.Monica Metto	Member	14/06/2022
11	Dr.Pacifica Mining	Member	14/06/2022
12	Mr. Geoffrey Letting	Member	14/06/2022
13	Mr.David Sigilai	Member	14/06/2022
14	Mr.Isaac Maiyo	Member	14/06/2022
15	Mr.Abraham Kemboi	Member	14/06/2022
16	Salina Nyabodo	Student Rep	14/06/2022

**The functions of the School Board of Management are to:**

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

**(c) Committees of the Board**

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Dr.Dorcas Serem 2. Mrs.Annastasia Tirop 3. Mr.Abraham Kemboi 4. Mr.Benard Kibet 5. Rev.David Sigilai	Chair Member Member Member	1 out 3
2	Audit Committee	1. Mr.Geofrey Letting 2. Mr.Abraham Kemboi 3. Mr.Mark Kemei 4. Dr.Pacifica Mining 5. Mr.David Sigilai	Chair Member Member Member	1 out 3
3	Finance,procurement and general purposes Committee	1. Mrs.Monica Metto 2. Mr.Naphtali Chesubei 3. Mr.Abraham Kemboi 4. Mr.Mark Kemei	Chair Member Member Member	3 out 3

4	Academic Committee	<ol style="list-style-type: none"> <li>1. Mr.Abraham Kemboi</li> <li>2. Mrs.Pacifica Mining</li> <li>3. Mr.David Sigilai</li> <li>4. Mr.Benard Kibet</li> <li>5. Mr.Steve Maendo</li> </ol>	Chair Member Member Member Member	5 out 6
5	Development Committee	<ol style="list-style-type: none"> <li>1. Mr.Steve Maendo</li> <li>2. Mr.Abraham Kemboi</li> <li>3. Mrs.Annastasia Tirop</li> <li>4. Mr.Geoffery Letting</li> <li>5. Dr.Dorcas Serem</li> <li>6. Mrs.Rop Jemimah</li> </ol>	Chair Member Member Member Member Member	1 out 3
6	Discipline and welfare Committee	<ol style="list-style-type: none"> <li>1. Mrs.Mining Pacifica</li> <li>2. Mr.Geofrey Letting</li> <li>3. Mr.Isaac Maiyo</li> <li>4. Ms.Hannah Irungu</li> <li>5. Mr.David Sigilai</li> <li>6. Mrs.Lydia Odep</li> </ol>	Chair Member Member Member	1 out 3
7	Adhoc Committee (if any during the year)	-	-	

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Annastasia Tirop	TSC No. 321811
2	Deputy Principal	Jemimah Kipsum	TSC No.431058
3	School Bursar	Judice Malel	ICPAK No.19564
4	Other (specify)		

**(e) Schools contacts**

Post Office Box: 7473 -30100  
Telephone: 0794794192  
E-mail: hillschoolgirls@gmail.com  
Website: N/A  
Facebook: N/A  
Twitter:N/A

**(f) SchoolBankers**

The School operated five number of bank accounts in the following banks:

- 1) Name of Bank: Kenya Commercial Bank  
Branch: Eldoret  
Account Number: 1102444928  
School Fund Other Monies Account
- 2) Name of Bank: Kenya Commercial Bank  
Branch: Eldoret  
Account Number: 1102449091  
Tuition Account
- 3) Name of Bank: Kenya Commercial Bank  
Branch: Eldoret  
Account Number: 1107750709  
Operations Account
- 4) Name of Bank: Kenya Commercial Bank  
Branch: Eldoret  
Account Number: 1211009165  
M & I Account
- 5) Name of Bank: Kenya Commercial Bank  
Branch: Eldoret  
Account Number: 1129707407

CDF Account

- 6) Name of Bank: Kenya Commercial Bank  
Branch: Eldoret  
Account Number: 1108729355  
Savings Account

**(g) Independent Auditors**

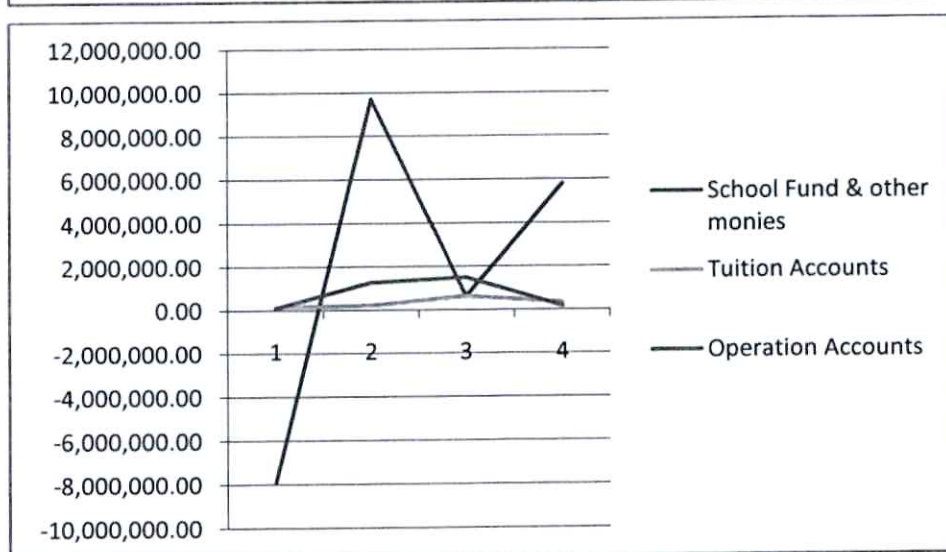
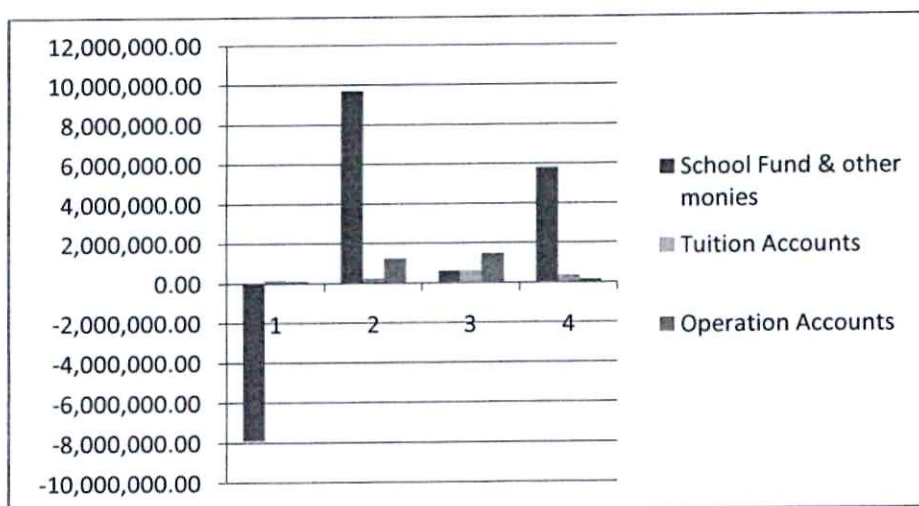
Office of the Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
Nairobi, Kenya

## 2. 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:

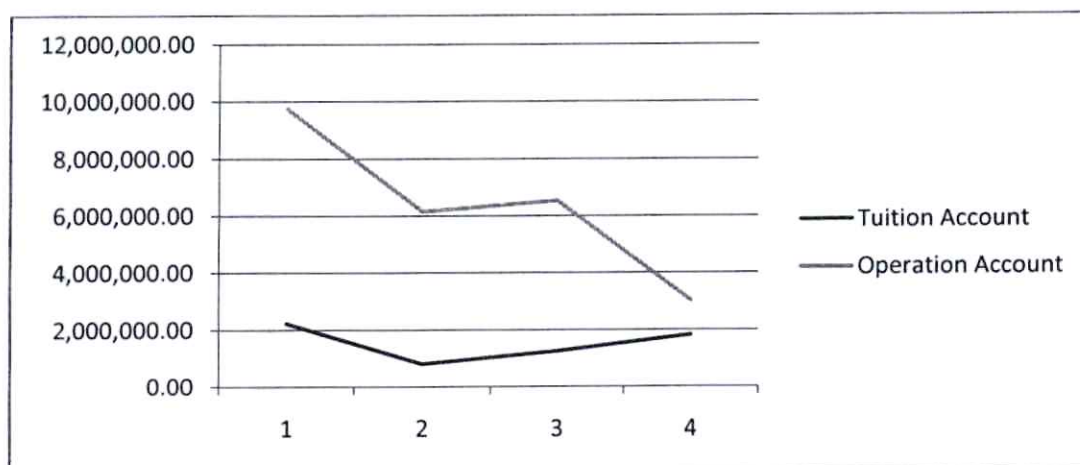
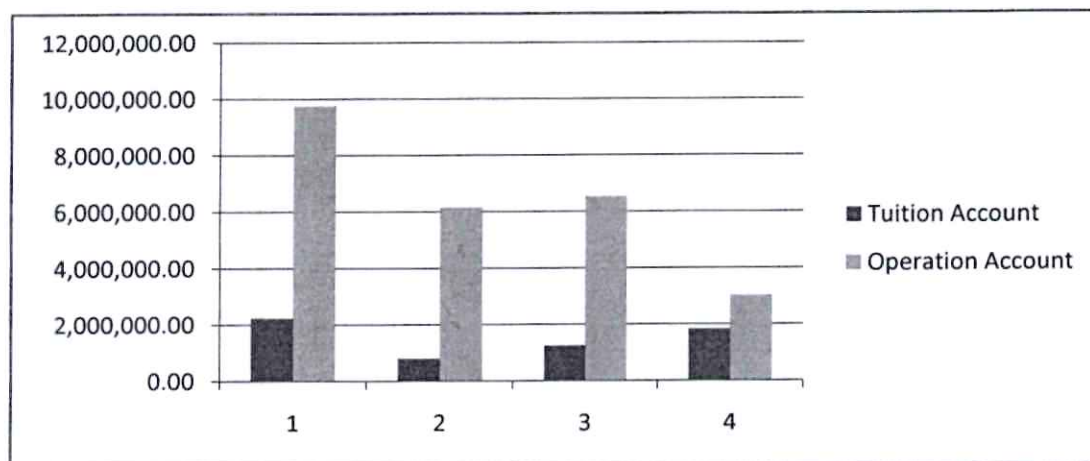
Account	2022	2021	2020
School Fund & other monies	9,319,732	-4,298,613	9,699,450
Tuition Accounts	-485,326	142,591	211,282
Operation Accounts	2,316,154	94,870	1,253,136
<b>Totals</b>	<b>11,150,560</b>	<b>-4,061,152</b>	<b>2,434,369</b>



The surplus for the year 2022 increased to Ksh 11,150,560 from a deficit of Ksh -4,061,152 in the year 2021.

ii) Capitation Grants

Account	2022	2021	2020
Tuition Account	2,227,949	802,494	1,245,999
Operation Account	9,749,081	6,143,158	6,526,300
<b>Total</b>	<b>11,977,030</b>	<b>6,945,652</b>	<b>7,772,299</b>

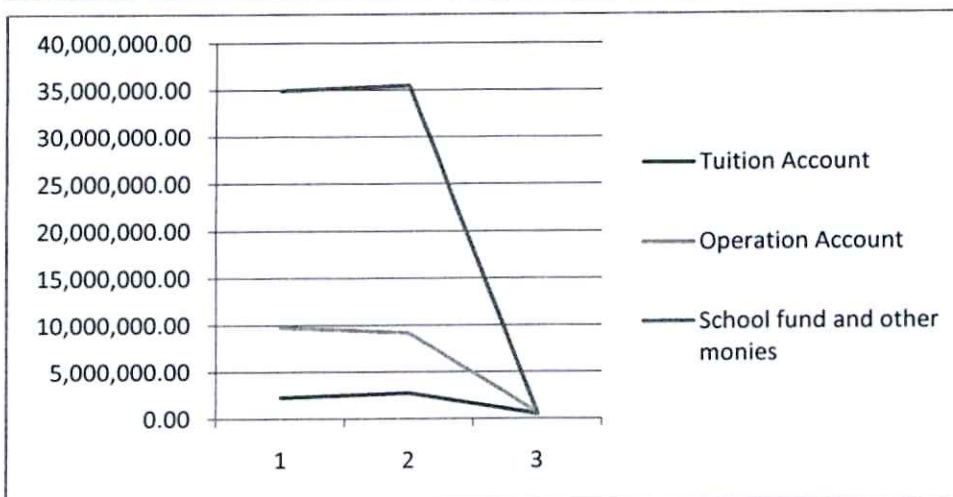
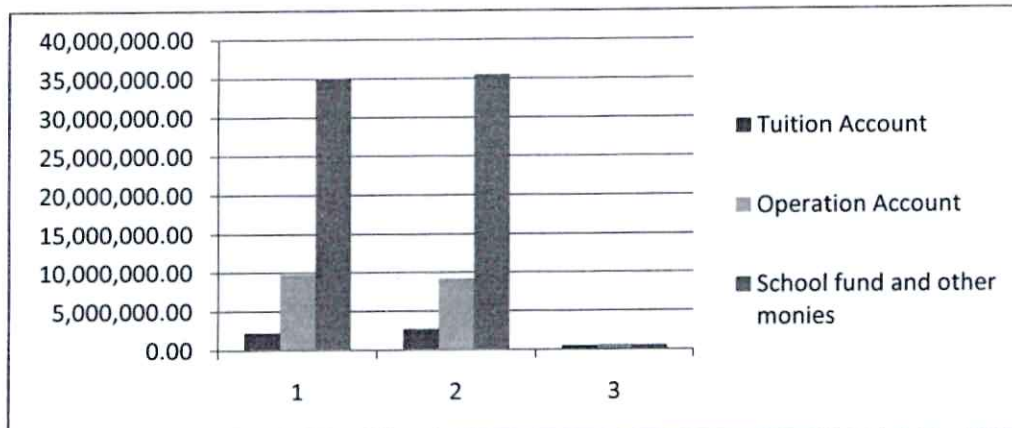


iii) Income and Expenditure Accounts

2022

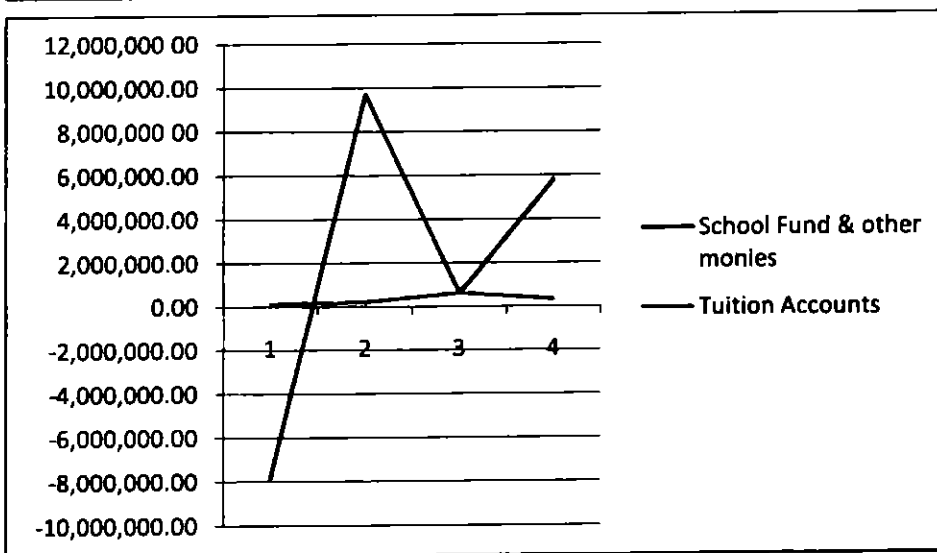
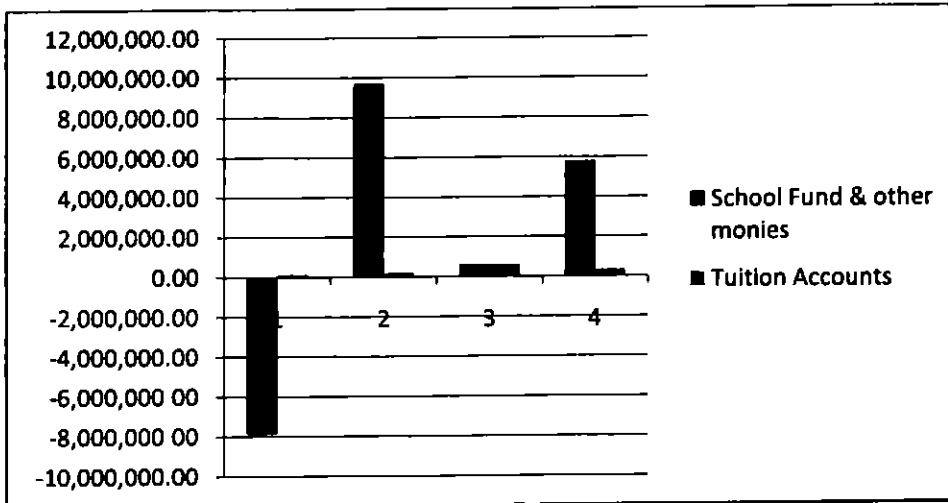
Account	Income	Expenditure	Surplus/ Deficit
Tuition Account	2,227,949	2,713,275	-485,326
Operation Account	9,749,081	7,432,927	2,316,154
School fund and other monies	44,778,061	35,458,329	9,319,732
<b>TOTAL</b>	<b>56,755,091</b>	<b>45,604,531</b>	<b>11,150,560</b>

INCOME AND EXPENDITURE ACCOUNTS 2021



**2021**

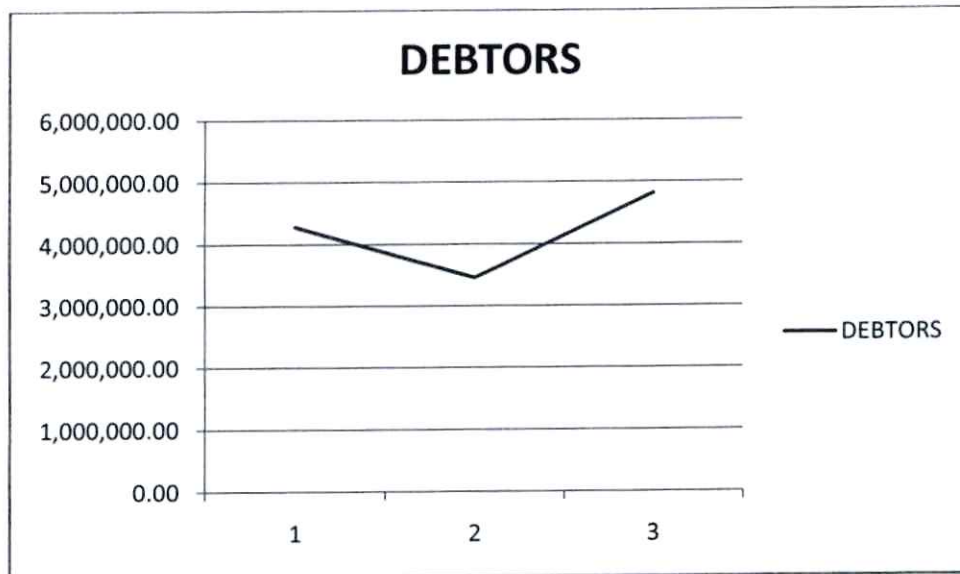
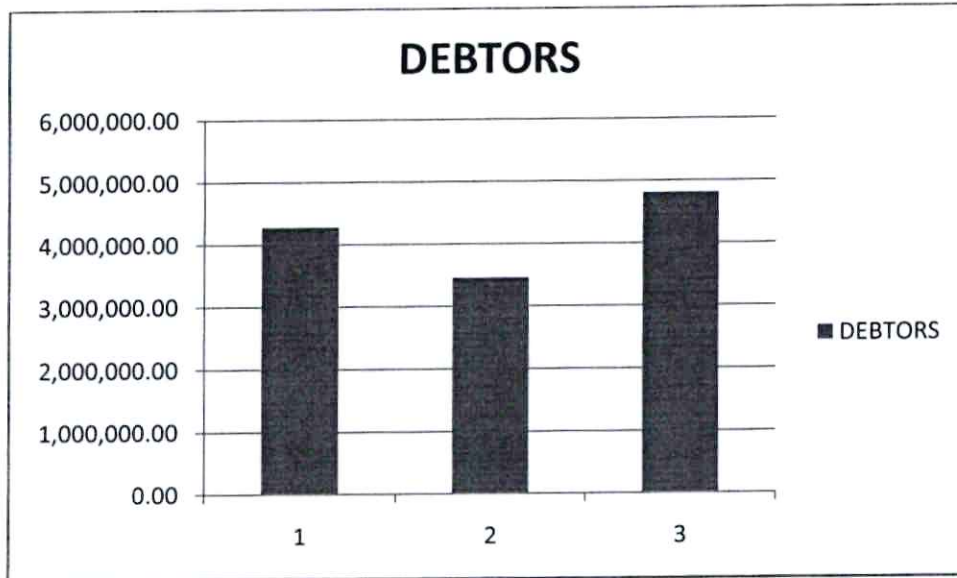
Account	Income	Expenditure	Surplus Deficit
Tuition Account	802,494	659,903	142,591
Operation Account	6,143,158	5,311,238	831,920
School fund and other monies	17,385,559	22,422,222	-5,036,663
<b>TOTAL</b>	<b>24,331,211</b>	<b>28,393,363</b>	<b>-4,062,152</b>



**IV) Movement Of Debtors Of The School**

**2022**

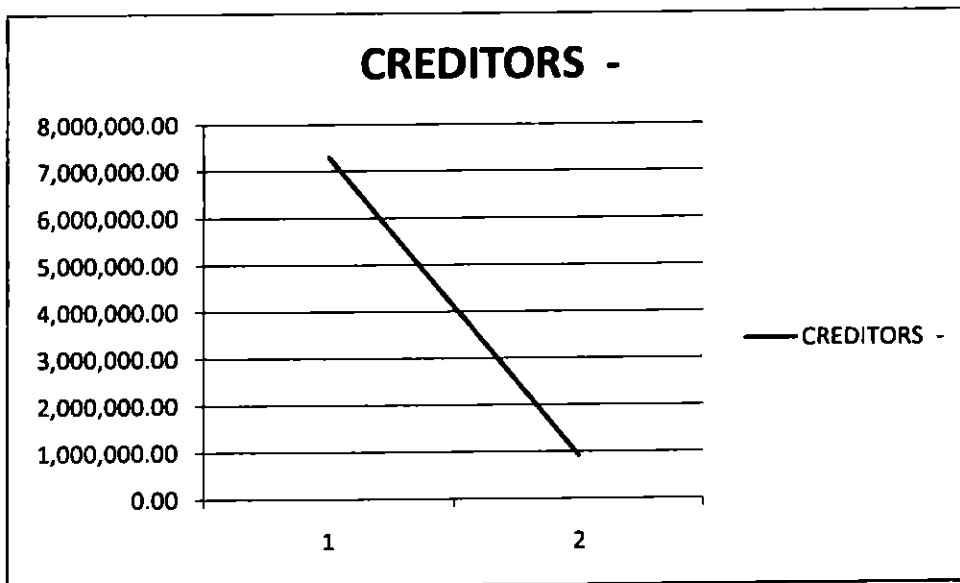
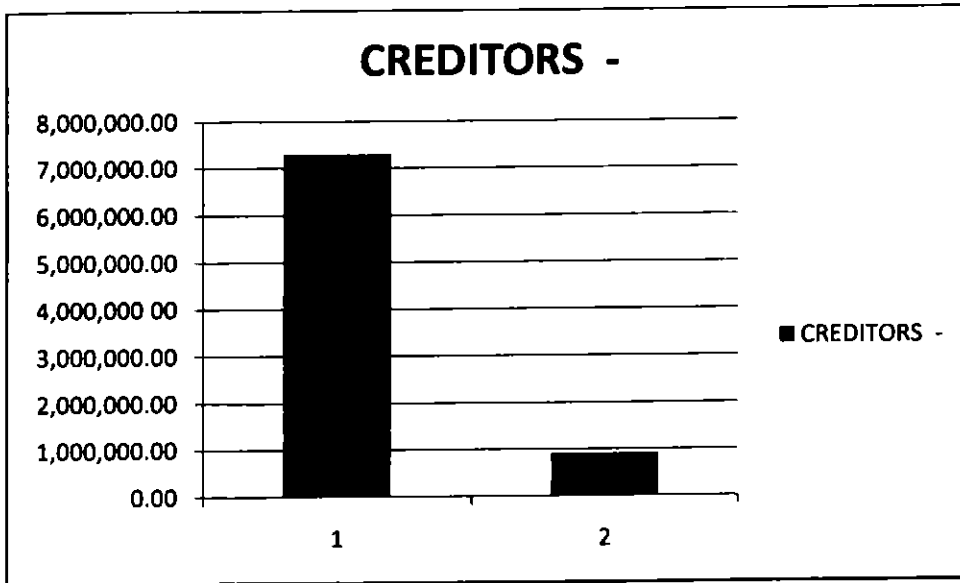
	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>SCHOOL FUND</b>			
<b>DEBTORS</b>	4,278,722	3,105,073	4,809,816
<b>DECREASE OR INCREASE</b>	1,173,649	-1,704,743	5,532,610



Total debtors as at 30<sup>th</sup> June 2022 increased by 40% to 4,278,722.00 from 3,105,073 as at the end of financial year 2021. This is because the financial year in review was 12 months compare to half year in 2021.

**v) Movement of Creditors of the School**

SCHOOL FUND ACCOUNT	2022	2021	2020
<b>CREDITORS</b>	908,214	6,955,855	905,779
<b>INCREASE/DECREASE</b>	-6,047,641	6,050,076	209,218



**b. Teacher Student Ratio**

The teacher student ratio of the school was 1:21 which is favourable. The teachers have easy time to monitor the academic performance of every student.

**c. Mean Score in the 2021 KCSE**

A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	ENTRY	MEAN
0	0	4	9	12	40	41	35	11	4	0	0	156	6.22




m. Stores

0

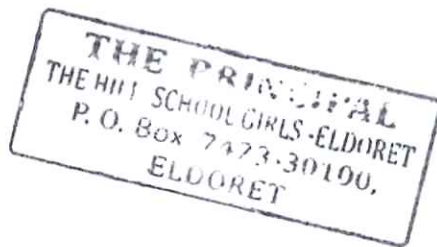
The institution doesn't have several infrastructure in place. The school management should improve or introduce those areas that are not there. We noted that the school is still sharing facilities with the primary of which it should not be the case. The school should be autonomous

**f) Development projects carried out by the school:**

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
COMPLETION OF DORM	MI FUNDS	COMPLETED		5,638,500	

 ANNASTASIA TIROP

School Principal



### 3. 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 School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) of Kenya from time to time.

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

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30<sup>th</sup> June, 2022, and of the school's financial position as at that date.

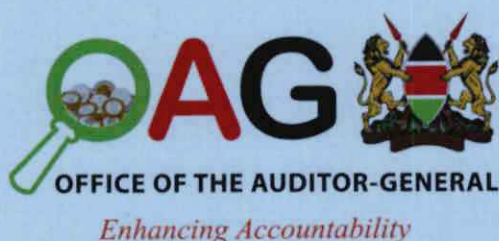
.....  
**Name:** DORCAS SEREN  
**Designation:** Chairman, School Board of Management  
**Date:** 6/8/2024

.....  
**Name:** ANASTASIA TIROP  
**Designation:** School Principal & Secretary to Board of Management  
**Date:** 6/8/2024

.....  
**Name:** JUDGE MALEK  
**Designation:** Bursar/ Finance Officer  
**Date:** 6/8/2024

THE PRINCIPAL  
THE HILL SCHOOL GIRLS-ELDORET  
P.O. Box 7473-30100,  
ELDORET

# REPUBLIC OF KENYA



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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 THE HILL SCHOOL GIRLS – ELDORET FOR THE YEAR ENDED 30 JUNE, 2022 - UASIN GISHU COUNTY**

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### PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal 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 The Hill School Girls – Eldoret – Uasin Gishu County - set out on pages 1 to 16, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of budgeted verses actual amounts

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*Report of the Auditor-General on The Hill School Girls - Eldoret for the year ended 30 June, 2022 - Uasin Gishu County*

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of The Hill School Girls - Eldoret - Uasin Gishu County as at 30 June, 2022, and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Modified Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

### **Basis for Qualified Opinion**

#### **1. Inaccuracy in Financial Statements**

The statement of receipts and payments reflects total payments of Kshs.45,604,531. However the statement of comparison of budget and actual amounts reflect total actual expenditure of Kshs.45,598,969 resulting into unexplained variance of Kshs.5,562.

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

#### **2. Unsupported Accounts Receivables**

The statement of financial assets and financial liabilities and as disclosed in Note 10 to the financial statements reflects accounts receivable of Kshs.4,278,722. However, Management did not provide a schedule of students' arrears for verification to support the outstanding balance.

In the circumstances, the accuracy and completeness of accounts receivable balance of Kshs.4,278,722 could not be confirmed.

#### **3. Unsupported Accounts Payables**

The statement of financial assets and financial liabilities and as disclosed in Note 11 to the financial statements reflect accounts payable balance of Kshs.908,214 in respect to prepaid fees. However, a schedule supporting the balance was not provided for audit review.

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.908,214 could not be confirmed.

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

## **Emphasis of Matter**

### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final receipts budget and actuals on a comparable basis of Kshs.50,759,467 and Kshs.56,755,091 respectively, resulting to an over-funding of Kshs.5,995,623 or 12% of the budget. However, the School incurred an amount of Kshs.45,598,969 against an approved budget of Kshs.50,759,467 resulting to an under-utilization of Kshs.5,160,498 or 10% of the budget.

The over-funding and under-utilization of the budget may affect the planned activities and impacts negatively on service delivery to students.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

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

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Irregularities in Procurement**

Review of the procurement plan provided revealed that the School did not reserve a minimum of thirty per cent access to Government procurement opportunities to disadvantaged groups such as the youth, women and persons with disabilities contrary to Section 53(6) of the Public Procurement and Asset Disposal Act, 2015.

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

#### **2. Under Funding of Capitation Grant**

Audit review of student enrolment data indicates that more students were enrolled in the School than the number of students reflected in National Education Management Information System (NEMIS) as shown below resulting to under-funding of capitation.

Month	No. of Students per NEMIS	No. of Students as per Register	Variance
July, 2021 Operations	485	713	228
July, 20201 Tuition	485	713	228
October, 2021 Operations	680	713	33
October, 2021 Tuition	680	713	33
January, 2022 operation	679	721	42
January, 2022 Tuition	679	721	42
April, 2022 Operations	678	721	43
April, 2022 Tuition	678	721	43

This is contrary to Ministry of Education Circular MOE.HQS/3/13/3 of 16 June, 2021 that requires all learners to be registered in National Education Management Information System and the School Principals to ensure their records are accurate.

In the circumstances, the under-funding of the School may have affected service delivery to the other schools which did not receive capitation for students and value for money could not be confirmed.

### 3. Failure to Prepare School Improvement Plan

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

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

### 4. Late Submission of Financial Statements

During the year under review, Management submitted the financial statements to the Auditor-General on 1 March, 2023 instead of the statutory deadline of 30 September, 2022. This was contrary to 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 which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that

govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### Conclusion

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

### Basis for Conclusion

#### 1. Lack of a Fixed Assets Register

Annex 2 to the financial statements reflect a summary of fixed assets register totaling Kshs.565,082,954. However, the School did not maintain a detailed and comprehensive Fixed Asset Register in accordance with the instructions provided at Annex 2 to the financial statements.

The assets listing provided for review did not indicate the date of acquisition, detailed serial and tagging numbers, cost or valuation amount, depreciation rates and net book values.

In the circumstances, lack of a comprehensive fixed asset register may lead to loss of assets and inaccurate disclosure in financial statements.

#### 2. Inventory Management

Note 15 to the financial statements reflect closing inventories balance of Kshs.4,073,540. However, Management did not provide schedule of inventories and how the stock take was carried for audit. In addition, the School received various goods but the store keeper did not maintain Goods Received Notes (GRNs) to ensure that the correct item and quantity had been delivered and recorded as per the terms of the Local Purchase Order.

In the circumstances, the accuracy of closing inventory could not be confirmed.

#### 3. Lack of a Risk Management Policy

The School does not have a risk management policy that is yet to be approved by Board of Management.

In the circumstances, Management may not be able to identify and mitigate risks.

#### 4. Lack of a Disaster Management Committee

Review of the School's Policies revealed that there is no disaster management committee in place. The committees' is mandated to oversee the implementation of disaster management initiatives and ensure that the School has a contingency plan in place.

In the circumstances, Management might not be able to handle and mitigate disaster as they occur.

## **5. Lack of Internal Audit Function and Audit Committee**

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

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

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 (Modified Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain 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 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

governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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, SBS  
AUDITOR-GENERAL

**Nairobi**

**19 September, 2024**

5. Statement Of Receipts and Payments For the Year Ended 30<sup>th</sup> June 2022

Description Of Vote Head	Note	2021-2022 Kshs	2020-2021 Kshs
<b>Receipts</b>			
Government grants for tuition	1	2,227,949	802,494
Government grants for operations	2	9,749,081	6,143,158
School fund – parents contributions	3	44,721,107	14,532,511
School fund income- other receipts	4	56,954	2,854,048
<b>Total Receipts</b>		<b>56,755,091</b>	<b>24,332,211</b>
<b>Payments</b>			
Tuition	5	2,713,275	659,903
Operations	6	7,432,927	5,311,238
Boarding and school fund	7	35,458,329	22,422,222
<b>Total Payments</b>		<b>45,604,531</b>	<b>28,393,363</b>
<b>Surplus/Deficit</b>		<b>11,150,560</b>	<b>-4,061,152</b>

The school financial statements were approved on 31/08/2023 and signed by:

.....  
Name: DORCAS SEREN

Chair BOM

Date: 6/8/2024

.....  
Name: ANNASTASIA TIROP

School Principal/ Secretary to BOM

Date: 6/8/2024

.....  
Name: JUDGE MATEL

Bursar/ Finance Officer

Date: 6/8/2024

THE PRINCIPAL  
THE HILL SCHOLL GIRLS-ELDORET  
P.O. Box 7473 ELDORET  
ELDORET

6. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2022

Description	Note	2021-2022 Kshs	2020-2021 Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	8	7,533,769	3,558,627
Cash balances	9	28,398	74,270
<b>Total cash and cash equivalent</b>		<b>7,562,167</b>	<b>3,632,897</b>
Account's receivables	10	4,278,722	3,105,073
<b>Total financial assets</b>		<b>11,840,889</b>	<b>6,737,970</b>
<b>Financial liabilities</b>			
Accounts payables	11	908,214	6,955,855
<b>Net financial assets</b>		<b>10,932,675</b>	<b>-217,885</b>
<b>Represented by</b>			
Accumulated fund b/fwd	12	-217,885	3,843,267
Surplus/deficit for the year		11,150,560	-4,061,152
<b>Net financial position</b>		<b>10,932,675</b>	<b>-217,885</b>

.....  


Name: DORCAS SOROM

Chair BOM

Date: 6/8/2024

.....  


Name: ANNASTASIA TIROP  
 School Principal/ Secretary to BOM

Date: 6/8/2024

.....  


Name: JUDICE MALEH

Bursar/ Finance Officer

Date: 6/8/2024



7. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition		2,227,949	802,494
Government grants for operations		9,749,081	6,143,158
School fund – other incomes		44,721,107	14,532,511
School fund income- parents contributions/ fees		56,954	2,854,048
<b>Total receipts</b>		<b>56,755,091</b>	<b>24,332,211</b>
<b>Payments</b>			
Cash outflows for tuition		2,713,275	659,903
Cash outflows for operations		7,432,927	5,311,238
Cash outflows Boarding/lunch and school fund payments		35,458,329	22,422,222
<b>Total payments</b>		<b>45,604,531</b>	<b>28,393,363</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>11,150,560</b>	<b>-4,061,152</b>
<b>Adjustment</b>			
Increase in Account Receivables		-1,173,649	-3,105,073
Decrease in Accounts Payable		-6,047,641	6,955,855
		<b>-7,221,290</b>	<b>3,850,782</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets			
Proceeds from sale of Assets			
<b>Net cash inflow/outflows from investing activities</b>			
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash inflow/outflow from financing activities</b>			
<b>Net increase/decrease in cash and cash equivalents</b>		<b>3,929,270</b>	<b>-210,370</b>
Cash and cash equivalent at beginning of the FY		3,632,897	3,843,267
<b>Cash and cash equivalent at end of the FY</b>		<b>7,562,167</b>	<b>3,632,897</b>

.....  
 Name: DORCAS SERGEM  
 Chair BOM  
 Date: 6/8/2024

.....  
 Name: ANNAGIASA TIRIP  
 School Principal/ Secretary to BOM  
 Date: 6/8/2024

.....  
 Name: JUDICE MALCOLM  
 Bursar/ Finance Officer  
 Date: 6/8/2024



8. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30<sup>th</sup> June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget utilization difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Ksh.	Kshs
<b>Receipts</b>						
<i>(1) Capitation Grant on Tuition</i>						
Textbooks and reference materials	-		-	-		
Reference/Library Materials	42,000		42,000	42,000	-	100%
Exercise Books	1,176,194		1,176,194	1,176,194	-	100%
Laboratory Equipment	345,288		345,288	345,288	-	100%
Teaching / Learning Materials	664,468		664,468	664,468	-	100%
Exams And Assessment	-		-	-	-	
<b>SUB-TOTALS</b>	<b>2,227,949</b>	<b>-</b>	<b>2,227,949</b>	<b>2,227,949</b>	<b>-</b>	<b>100%</b>
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	4,502,794		4,502,794	4,502,794	-	100%
Repairs And Maintenance	3,007,500		3,007,500	3,007,500	-	100%
Local Transport / Travelling	478,500		478,500	478,127	373	100%
Electricity And Water	778,500		778,500	778,500	-	100%
Medical			-		-	
Administration Costs	694,160		694,160	694,160	-	100%
Activity	288,000		288,000	288,000	-	100%
Gratuity					-	
SMASSE					-	
<b>SUB-TOTALS</b>	<b>9,749,454</b>	<b>-</b>	<b>9,749,454</b>	<b>9,749,081</b>	<b>373</b>	<b>100%</b>
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	6,415,920		6,415,920	6,107,422	308,498	95%
Repairs And Maintenance	1,400,000		1,400,000	1,400,000	-	100%
Local Transport / Travelling	1,491,840		1,491,840	1,460,898	30,942	98%

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2022**

Electricity And Water	3,980,880		3,980,880	3,940,880	40,000	99%
Medical			-		-	
Administration Costs	2,982,960		2,982,960	2,982,960	-	100%
Activity	689,760		689,760	680,430	9,330	99%
SMASSE			-		-	
Fee On Boarding Equipment and Stores	21,590,640		21,590,640	28,148,517	(6,557,877)	130%
<b>SUB-TOTALS</b>	<b>38,552,000</b>	<b>-</b>	<b>38,552,000</b>	<b>44,721,107</b>	<b>(6,169,107)</b>	<b>116%</b>
				-	-	
<i>(4) Miscellenous Income</i>					-	
Loans / Borrowing					-	
Rent income	230,064		230,064	56,954	173,110	25%
Income From Farming Activities					-	
Insurance Compensation					-	
Income From Posho Mill					-	
Income From Bus Hire					-	
Fee For Hire of Ground and Equipment					-	
Interest Income					-	
Income From Any Other Investment					-	
<b>SUB-TOTALS</b>	<b>230,064</b>	<b>-</b>	<b>230,064</b>	<b>56,954</b>	<b>173,110</b>	<b>25%</b>
<b>TOTAL INCOME</b>	<b>50,759,467</b>	<b>-</b>	<b>50,759,467</b>	<b>56,755,091</b>	<b>(5,995,623)</b>	<b>112%</b>
					-	
<i>(5) Expenditure For Tuition</i>					-	
Textbooks	-		-	-		
Reference Materials	42,000		42,000	42,000	-	100%
Exercise Books	1,176,194		1,176,194	1,176,194	-	100%
Laboratory Equipment	345,288		345,288	345,288	-	100%
Internal Exams	64,468		64,468	64,468	-	100%
Teaching / Learning Materials	600,000		600,000	600,000	-	100%
<b>SUB-TOTAL</b>	<b>2,227,950</b>	<b>-</b>	<b>2,227,950</b>	<b>2,227,950</b>	<b>-</b>	<b>100%</b>
					-	
<i>(6) Expenditure For Operations</i>					-	
Personnel Emoluments	4,502,794		4,502,794	3,503,794	999,000	78%

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2022

Repairs, Maintenance & Improvements	3,007,500		3,007,500	3,007,500	-	100%
Local Transport / Travelling	478,499		478,499	286,782	191,717	60%
Electricity, Water and Conservancy	778,500		778,500	278,500	500,000	36%
Medical			-		-	
Administration Costs	694,160		694,160	494,160	200,000	71%
Activity Expenses	288,000		288,000	288,000	-	100%
Gratuity					-	
SMASSE					-	
<b><i>SUB-TOTALS</i></b>	<b>9,749,453</b>	<b>-</b>	<b>9,749,453</b>	<b>7,858,736</b>	<b>1,890,717</b>	<b>81%</b>
<b><i>(7) Expenditure For school fund/lunch/boarding</i></b>					-	
Personnel Emoluments	6,415,920		6,415,920	6,175,498	240,422	96%
Repairs, Maintenance and Improvements	1,400,000		1,400,000	1,360,000	40,000	97%
Local Transport / Travelling	1,491,840		1,491,840	1,490,119	1,721	100%
Electricity, Water and Conservancy	3,980,880		3,980,880	3,408,816	572,064	86%
Medical Expenses			-		-	
Administration Costs	2,982,960		2,982,960	2,980,560	2,400	100%
Activity	689,760		689,760	207,676	482,084	30%
Gratuity			-		-	
Lunch Programme			-		-	
Boarding Equipment and Stores	21,590,640		21,590,640	19,835,660	1,754,980	92%
Expenditure For Income Generating Activity	230,064		230,064	53,954	176,110	23%
<b>SUB-TOTALS</b>	<b>38,782,064</b>	<b>-</b>	<b>38,782,064</b>	<b>35,512,283</b>	<b>3,269,781</b>	<b>92%</b>
<b>GRAND TOTALS</b>	<b>50,759,467</b>	<b>-</b>	<b>50,759,467</b>	<b>45,598,969</b>	<b>5,160,498</b>	<b>90%</b>

## 9. Significant Accounting Policies

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

### 1. Statement of compliance and basis of preparation

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

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

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

### 2. Recognition of receipts and payments

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

### 3. In-kind contributions

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

### 4. Cash and cash equivalents

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

**5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2022.

10. Notes to the Financial Statements

1 Government Grants for Tuition

Description	2022	2021
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	2,227,949	802,494
Others (specify)*		
<b>Total</b>	<b>2,227,949</b>	<b>802,494</b>

2 Government Grants for Operations

Description	2022	2021
	Kshs	Kshs
Personnel Emoluments		945,098
Repairs And Maintenance	3,007,500	2,464,044
Local Transport / Travelling		
Others	6,741,581	2,734,016
Electricity And Water		
Medical		
Administration Costs		
Activity		
Other Vote Heads (specify)*		
<b>Total</b>	<b>9,749,081</b>	<b>6,143,158</b>

## Notes to the Financial Statements (continued)

## 3 School Fund Income -Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	6,107,422	1,679,421
Repairs and maintenance	1,400,000	357,332
Local transport / travelling	1,460,898	281,265
Electricity and water	3,940,880	954,691
Medical		
Administration costs	2,982,960	650,873
Activity	680,430	112,103
Fee on Boarding Equipment and stores	28,148,517	10,496,826
PA Levies*		
Others (specify)		
<b>Total</b>	<b>44,721,107</b>	<b>14,532,511</b>

## 4 Miscellaneous Incomes

Description	2022	2021
	Kshs	Kshs
Rent Income	53,954	9,672
Income From Farming Activities	-	
Insurance Compensation	-	
Income From Posho Mill	-	
Income From Bus Hire	-	
Fee For Hire of Ground and Equipment	-	
Income from hosting	-	2,821,376
Tender fee	3,000	23,000
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	
<b>Total</b>	<b>56,954</b>	<b>2,854,048</b>

## Notes to the Financial Statements (continued)

## 5 Tuition

Description	2022	2021
	Kshs	Kshs
Exercise Books	1,661,520	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	345,288	365,563
Teaching / Learning Materials	-	-
Exams And Assessment	664,467	291,340
Teachers Guides	42,000	3,000
Bank Charges	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	<b>2,713,275</b>	<b>659,903</b>

## 6 Operations

Description	2022	2021
	Kshs	Kshs
Personnel Emoluments	3,564,951	3,475,191
Service Gratuity		
Administration Cost	494,160	63,500
Repairs And Maintenance & Improvements	2,520,534	1,232,000
Local Transport / Travelling	286,782	98,000
Electricity And Water	278,500	442,547
Medical		-
Activity Expenses	288,000	-
Insurance Cost	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	<b>7,432,927</b>	<b>5,311,238</b>

## Notes to the Financial Statements (continued)

## 7 Boarding and School Fund

Description	2022	2021
	Kshs	Kshs
Personnel Emoluments	6,175,498	1,807,469
Service Gratuity	-	-
Repairs And Maintenance & Improvements	1,360,000	213,662
Local Transport / Travelling	1,490,119	1,083,360
Electricity And Water	3,408,816	2,016,369
Medical Expenses	-	-
Administration Costs	2,980,560	2,079,681
Lunch Programme	-	-
Bank Charges	-	-
Expenses On Activities		348,500
Fee On Boarding Equipment and Stores	19,835,660	14,745,117
Rent Expenses		
Insurance Cost (Life Property)		
Loan Principal Repayment		
Loan Interest Repayment		
Acquisition Of Assets		
PA expenses		
Others (specify)		
<b>Total</b>	<b>35,458,329</b>	<b>22,422,222</b>

Notes to the Financial Statements (continued)

8 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022	2021
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1102449091	265,032	728,357
Operations Account	Active	1107750709	1,183,732	268,900
School Fund Account/Boarding	Active	1102444928	2,838,125	539,563
Savings Account	Active	1108729355	1,161,644	1,654,537
Parent Association Development Account				-
Income Generating Activities Account				-
Infrastructural Account	Active	1211009165	2,085,236	367,270
<b>Total</b>			<b>7,533,769</b>	<b>3,558,627</b>

9 Cash In Hand

Description	2022	2021
	Kshs	Kshs
Notes and Coins	28,398	74,270
<b>Total</b>	<b>28,398</b>	<b>74,270</b>

10 Accounts Receivable

Description	2022	2021
	Kshs	Kshs
Fees Arrears	4,278,722	3,105,073
<b>Other Non-Fees Receivables</b>	-	-
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears(list/schedule attached)		
<b>Total</b>	<b>4,278,722</b>	<b>3,105,073</b>

Notes to the Financial Statements (continued)

11 Accounts Payable

Trade Creditors (See Ageing Below and Appendix 1)		
Prepaid Fees	908,214	6,955,855
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables ( <i>specify</i> )		
<b>Total</b>	<b>908,214</b>	<b>6,955,855</b>

12 Fund Balance Brought Forward

Bank Balances	3,558,627	3,558,627
Cash Balances	74,270	74,270
Short Term Investments	-	-
Receivables	3,105,073	563,467
Payables	(6,955,855)	-353,099
<b>Total</b>	<b>-217,885</b>	<b>3,843,265</b>

Notes to the Financial Statements (continued)

Other important disclosure notes

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

13 Biological assets

Description	Numbers	2022 Kshs	2021 Kshs
Cattle		-	-
Goats		-	-
Trees		-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
<b>Total</b>		-	-

14 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
<b>Balance at the end of the year</b>	-	-

15 Stock/ Inventory

Description	2021 -2022 Kshs	2020-2021 Kshs
Stock/ inventory at beginning of the year	3,140,350	2,134,300
Stock/ inventory purchased during the year	16,845,000	20,498,311
Stock/ inventory issued during the year	12,771,460	19,204,000
<b>Balance at end of the year</b>	<b>4,073,540</b>	<b>3,428,611</b>

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

**16 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)

 6/8/2024

Sign and Date  
Principal

**THE PRINCIPAL**  
THE HILL SCHOOL GIRLS -ELDORET  
P. O. Box 7473-30100,  
ELDORET

11. Annexes

Annex I - Analysis of Pending Accounts Payable

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

## Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2022
Land	432,582,954	-	-	432,582,954
Buildings And Structures	120,000,000	-	-	120,000,000
Motor Vehicles	5,700,000	-	-	5,700,000
Office Equipment, Furniture And Fittings	2,000,000	-	-	2,000,000
Textbooks	2,000,000	-	-	2,000,000
ICT Equipment	1,300,000	-	-	1,300,000
Tools And Apparatus	600,000	-	-	600,000
Other Machinery And Equipment	700,000	-	-	700,000
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	200,000	-	-	200,000
<b>Total</b>	<b>565,082,954</b>	<b>-</b>	<b>-</b>	<b>565,082,954</b>

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