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OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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CLERK-AT: M. Miriam

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REPORT

OF

THE AUDITOR-GENERAL

ON

BIBIRIONI BOYS HIGH SCHOOL

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

KIAMBU COUNTY

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
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BIBIRI ONI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL

STATEMENTSFOR THE SIX (6)

MONTHS PERIOD ENDED
30TH JUNE 2021

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

BIBIRIONI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements for the six months period ended 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 Kiambu County, Limuru Sub-County

The school was registered in May 2011 under registration number PU/S/1/9153/11 and is currently categorized as a Sub County public school established, owned or operated by the Government.

The school is a day school and had 320 students as at *30th June 2021*. It has two streams and 23 teachers of which 4 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	Mr. Onesmus Mbog	Chairman	24th May,2019
2	Mr. G.K Macharia	Secretary - Principal	24th May,2019
3	Ms. Benson Chege	Member	24th May,2019
4	Mr. Nancy W.Njoki	Member	24th May,2019
5	Ms. Ann Muchiri	Member	24th May,2019
6	Ms. Jane Wairimu	Member	24th May,2019
7	Mr. Simon Manyara	Member	24th May,2019
8	Mr.Stephen N. Ruge	Member – Rep CEB	24th May,2019
9	Mr. Njoroge Ndungu	Member Rep Teachers	24th May,2019
10	Mr.Onesmus Mbogo	3 Members - Sponsor	24th May,2019
	Mr.Mathew Riunge		24th May,2019
	Ms.Teresiah Wanjiku	Member - Community	24th May,2019
11	Mr.Mwaura Shairi	Member–special interest	24th May,2019
12	Mr.Thomas N. Gitau	County Officer	24th May,2019
13	Peter Giathi Kahia	Member Special Needs	24th May,2019
14	John Kabue Mbugua	Member - Community	24th May,2019
15	John Mwaura Muthoni	Rep Students	24th May,2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management includes:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	**Executive Committee**	1.Mr. Onesmus Mbogo 2.Mr. G.K Macharia 3.Ms. Teresiah Wanjiku 4.Mr. Benson Chege 5.Ms. Ann Muchiri	Sponser Principal Sponser Member Member	1 out of 1 1out of 1 1 out of 1 1 out of 1 1 out of 1
2	Audit Committee	1.Peter Kahia Giathi 2.John Kabue 3.Simon Manyara 4.Hellen Mbagu 5.Anthony Njuguna	Special Needs Community Member Co-opted Co-opted	N/A
3	Finance, procurement and general purposes Committee	1.Mr. Onesmus Mbogo 2.Mr. G.K Macharia 3.Ms. Teresiah Wanjiku 4.Mr. Benson Chege 5.Ms. Ann Muchiri	Sponser Principal Sponser Member Member	1 out of 1 1out of 1 1 out of 1 1 out of 1 1 out of 1
4	Academic Committee	1.Mr. Stephen Ruge 2.Mr. Mathew Riunge 3.Ms. Nancy Wanjiku 4.Mr. G.K Macharia 5.Ms. James Njoroge	REP- CEB Sponser Member Principal REP- Teachers	N/A
5	Development Committee	.Mr. Onesmus Mbogo 2.Mr. G.K Macharia 3.Ms. Teresiah Wanjiku 4.Mr. Benson Chege 5.Ms. Ann Muchiri	Sponser Principal Sponser Member Member	1 out of 1 1out of 1 1 out of 1 1 out of 1 1 out of 1

6	Discipline and welfare Committee	1.Mr. Mathew Riunge 2.Mr. Mwaura Shairi 3.Ms. Jane Wairimu 4.Ms. Thomas Gitau	Sponser Special Interest Co-opted County Officer	N/A
7	Adhoc Committee	N/A		

(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
1	Principal	Mr. G.K Macharia	348877
2	Deputy Principal	Mr. Anthony Wanjohi	347564
3	School Bursar	Magdaline M. Kiarie	

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 553,00217
Telephone: 0795152865
E-mail: bibirioniboyz@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The following school operated four bank accounts in the following banks: (Ensure allaccounts including CDF accounts are included)

1. Name of Bank: National Bank
   Branch: Limuru
   Account Number:01024051287400(paybill 625625 for the same Account)

2. Name of Bank: National Bank
   Branch: Limuru
   Account Number:01024051287401

3. Name of Bank: National Bank
   Branch: Limuru
   Account Number:01024051287402

4. Name of Bank: National Bank
   Branch: Limuru
   Account Number:01022051287400

(g) Independent Auditors

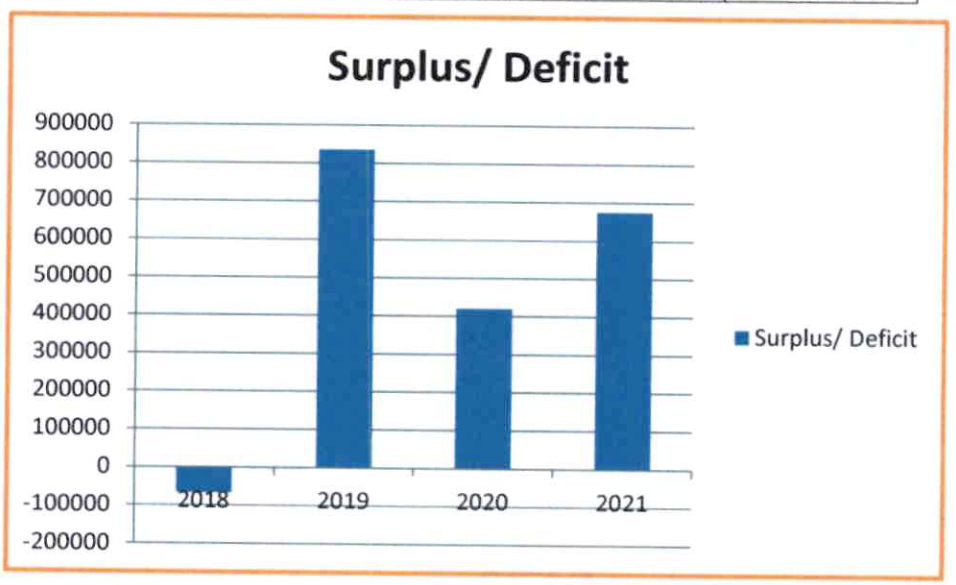
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

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:

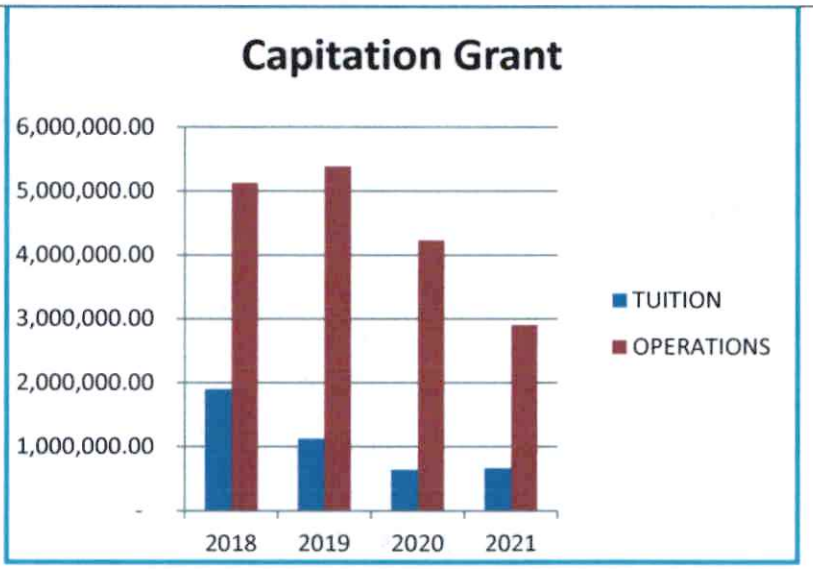
a) **Financial performance**:

	2018	2019	2020	2021
TUITION	425,031	(82,589)	164,934	
OPERATIONS	377,719	861,305	230,550	
SCHOOLFUND	(869,018)	57,333	24,964	
Surplus/ Deficit	(66,268)	836,049	420,448	924,100



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

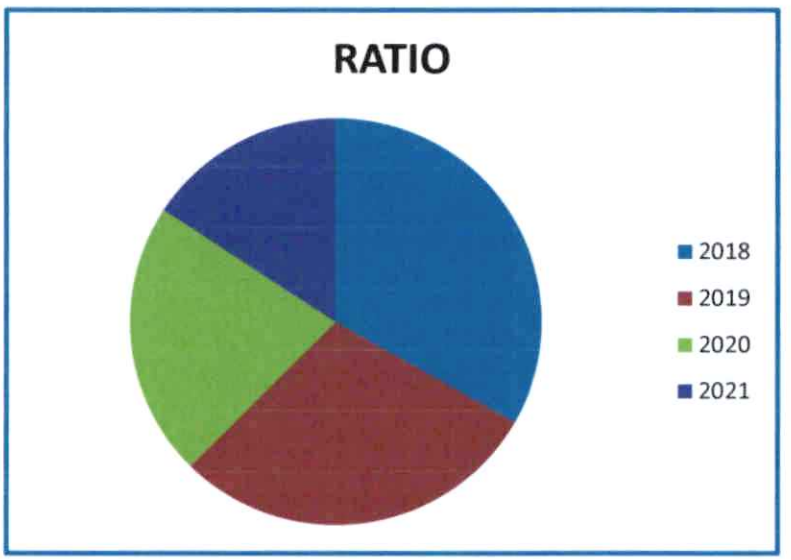
	2018	2019	2020	2021
TUITION	1,900,947	1,125,099	639,448	459,865
OPERATIONS	5,132,893	5,386,7645	4,230,350	2,906,789



iv

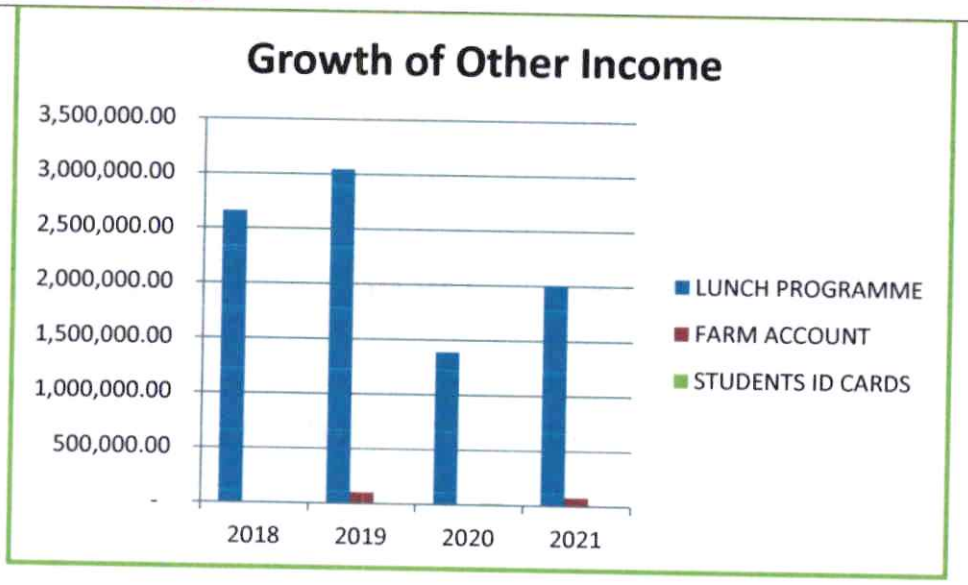
-Ratio of capitation grant per student over the last three years

	2018	2019	2020	2021
CAPITATION	7,033,840.00	6,511,863.95	4,869,798.00	3,366,654
NO. OF STUDENTS	330	347	348	353
RATIO	21314.67	18766.18	13993.67	10116.58



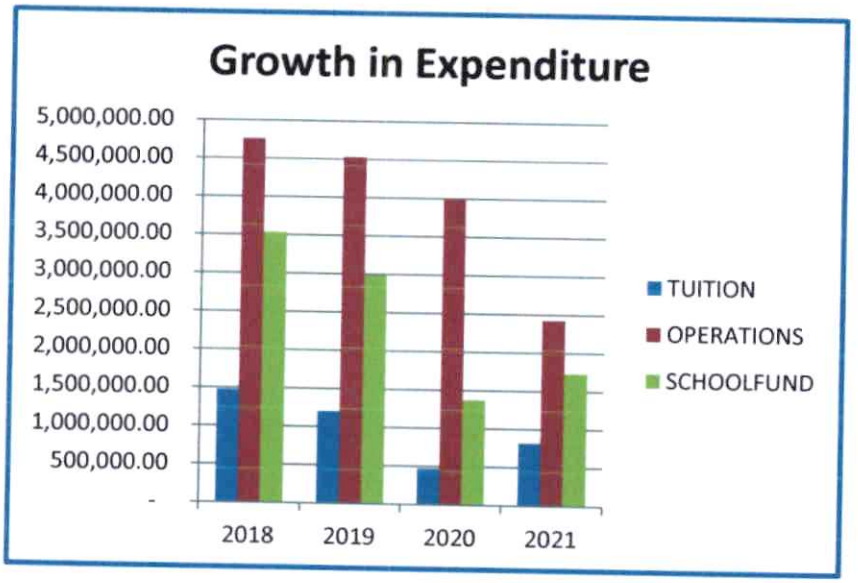
- *A three-year overview of growth of other income(s) earned by the school.*

	2018	2019	2020	2021
LUNCH PROGRAMME	2,662,156	3,045,581	1,387,985	2,007,700
FARM ACCOUNT	-	101,712.	-	74,745
STUDENTS ID CARDS	-	-	13,450	750



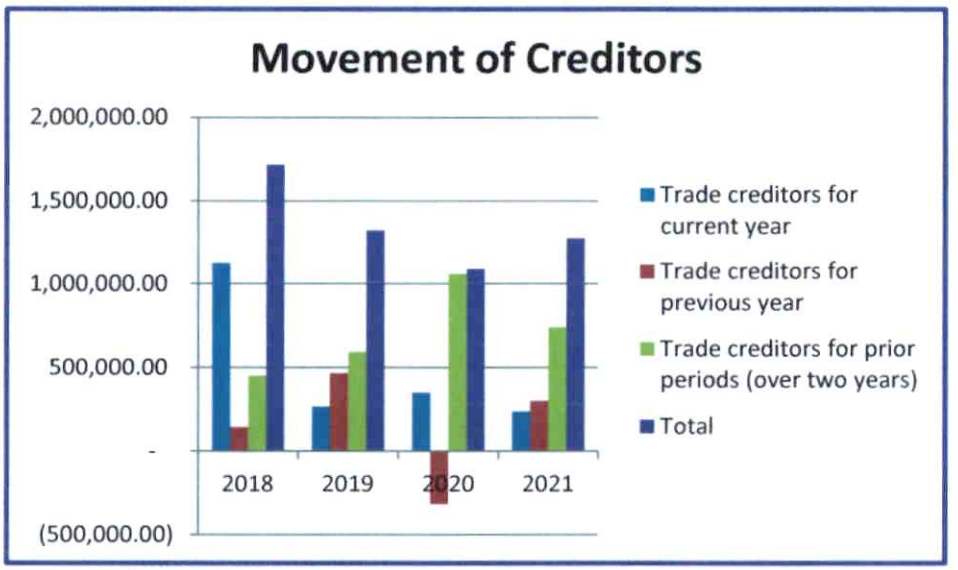
-A three-year overview of growth in expenditure of the school

	2018	2019	2020	2021
TUITION	1,475,916	1,207,688	474,514	817,100
OPERATIONS	4,755,174	4,525,460	3,999,800	2,384,968
SCHOOLFUND	3,531,174	2,988,248	1,376,471	1,535,551

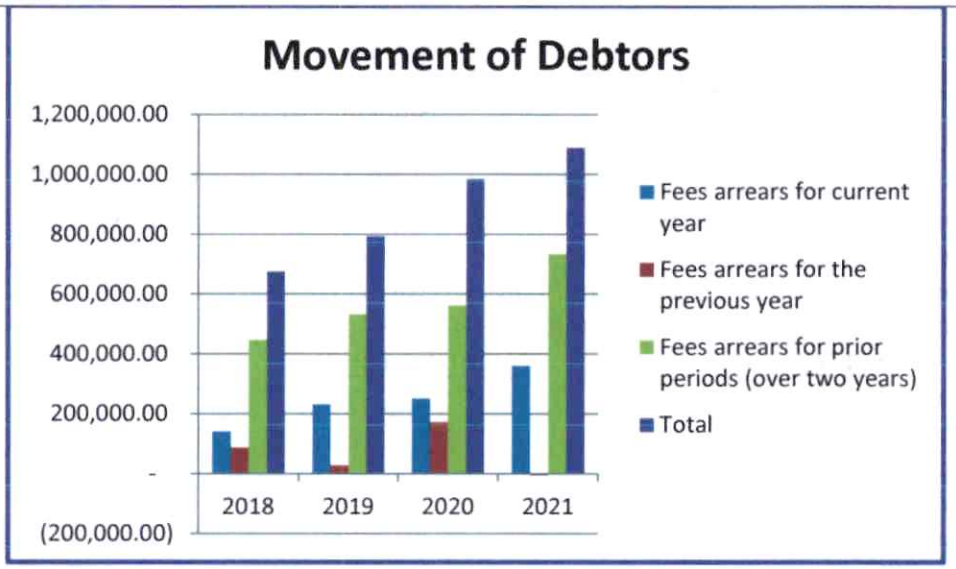


- *Movement of debtors and creditors of the school over the last three years*

	2018	2019	2020	2021
Trade creditors for current year	1,125,841	266,682	349,900	237,945
Trade creditors for previous year	143,784	466,857	(318,318)	299,900
Trade creditors for prior periods (over two years)	449,513	593,297	1,060,154	741,836
Total	**1,719,138**	**1,326,836**	**1,091,736**	**1,279,681**

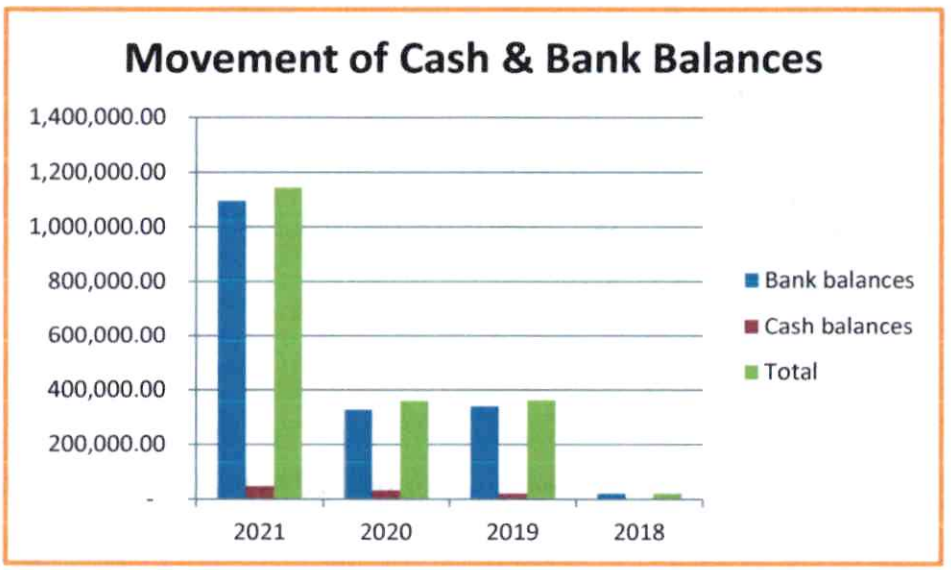


	2018	2019	2020	2021
Fees arrears for current year	141,467	231,643	250,685	360,085
Fees arrears for the previous year	86,990	28,150	172,043	(5,015)
Fees arrears for prior periods (over two years)	446,595	533,585	561,735	733,778
Total	**675,052**	**793,378**	**984,463**	**1,088,858**



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

	2021	2020	2019	2018
Bank balances	1,210,563	327,540	341,632	20,633
Cash balances	64,812	32,653	20,499	-
Total	1,275,375	360,194	362,131	20,633



-Graphical presentation, ratios, tables, and pie charts should be used to show/ indicatetrends.

b) **Teacher Student ratio:**

i. **Teacher to Student Ratio**

i. Teachers No	:	Students No.
18	:	*334*

ii. Number of Teachers Recruited and Posted to the School within the Year-**Nil**
iii. Number of Teachers that were transferred/ Retired during the Period-**Nil**
iv. Number of Teachers Employed by TSC- 18 Teachers
v. Number of Teachers Employed by BOM- 2 Teachers
vi. Number of Teachers Per Each Subject

Subject	No. of Teachers
a. Mathematics	3
b. English	3
c. Kiswahili	4
d. Chemistry	2
e. Biology	3
f. Physics	2
g. CRE	3
h. Geography	1
i. History	5
j. Computer	1
k. Business Studies	1
l. Agriculture	1

c) **Mean score in the *2021* KCSE:**

i. **Mean Score in KCSE**

Year	*Mean Score*	
2019	*3.43*	*D+*
2020	*2.91*	*D*
2021	*2.3*	*D-*

ii. ***Number of Students who have transitioned in Institutions of Higher Learning***

2019 ***10 students***
2 B
1B-
4C+
3C

2020 ***5 Students***
2B-
1C+
2C

2021 ***1 Student***
1C

d) Number of Candidates in the 2021 KCSE:

Year	No. of Students
2019	79
2020	67
2021	76

e) **Capacity of the school**:

334 Students	6 Toilets & 1 Urinal
334 students	1 Science Laboratory With a capacity of 30 Students
334 Students	10 10 by 10 Classrooms
334 Students	4 Tapped well-maintained Clean Water
334 Students	1.4 Playground
334 Students	10 Desktop Computers

f) Development projects carried out by the school:

PROJECT PRIORITY RANKING	TYPE OF PROJECT SPECIFY AND NO.	SOURCE OF FUNDING	STATUS OF PROJECT IF ONGOING	EXPECTED COMPLETION TIME
1	Teachers Ablution Block	MoE	Ongoing	July 2021
2	Laboratory Shelves	MoE	Ongoing	July 2021
3	Repair of Classroom Floor (5 Classes)	MoE	Ongoing	Dec 2021

Sign:

School Principal

III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

Name: Mr. Onesmus Mbogo
Designation: Chairman, School Board of Management
Sign:
Date: 19/06/2024

Name: Mr.G.K Macharia
Designation: School Principal& Secretary to Board of Management
Sign:
Date: 19/06/2024

Name: Magdaline Kiarie
Designation: Bursar/ Finance Officer
Sign:
Date: 19/06/2024

REPUBLIC OF KENYA

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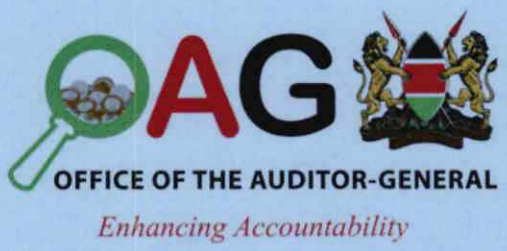

HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O Box 30084-00100
NAIROBI

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

PREAMBLE

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

A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.

B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.

C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the period 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 Bibirioni Boys High School - Kiambu County set out on pages 1 to 19, which comprise the statement of financial assets

and financial liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for period 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 discussed in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Bibirioni Boys High School - Kiambu 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 Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of financial assets and financial liabilities as at 30 June, 2021 reported a balance of Kshs.343, 062 in respect to accumulated fund b/fwd as per Note 13. However, the respective Note 13 to the financial statements reflected a balance of Kshs.1, 055,292 resulting to unreconciled variance of Kshs.712, 230.

In the circumstances, the accuracy and completeness of the statement of financial assets and financial liabilities could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash balance of Kshs. 64,812 as disclosed in Note 9 to the financial statements. Included in this balance are Tuition Account, Operation Account and School Fund account balances of Kshs.11, 727, Kshs. 36,488 and Kshs.16, 597, respectively. However, the cash balances were not supported by board of survey.

In the circumstances, the accuracy, completeness, existence of cash balance of Kshs. 64,812 could not be confirmed.

3. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs. 1, 088,848. in respect of fees arrears as disclosed in Note ... to the financial statements. Included in the balance are receivables amounting to Kshs. 733, 778 which had been outstanding for more than two (2) years. However, there was no

policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs. 733,778 could not be confirmed.

EMPHASIS OF MATTER

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.8,316,113 and Kshs.5,654,349 respectively, resulting to an under-funding of Kshs.2,661764 or 32 % of the budget. However, the School spent a balance of Kshs.5,796,480 against actual receipts of Kshs.5,654,349, resulting to an over-utilization of Kshs.142,131 or 2% of actual receipts.

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

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

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

a. The table of contents and the annual report on the financial statements were not properly numbered as per the reporting template. The starting pages of the financial statements were also not numbered.

b. Further, annex 2 on summary of fixed assets register did not disclose useful information like location, historical cost, additions during the period, disposals during the period and the historical cost as at 30 June, 2021

In the circumstances, Management was in breach of the PSASB guidelines. Further, lack relevant information may affect users' reliance on the financial statements for decision making.

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects an amount of Kshs. 495,865 in respect to the capitation grant for tuition as also disclosed in Note 1 to the financial statements. However, review of the School's budget indicated that the School anticipated to receive government subsidy for tuition amounting to Kshs. 828,590. The School was, therefore, under-funded for tuition to the tune of Kshs. 332,725.

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. Own Generated Revenue

The statement of receipts and payments reflects an amount of Kshs.2,083,195 in respect to school fund income – parents' contribution as disclosed under Note 4 to the financial statements. Included in this component is an amount of Kshs.74,745 in respect to income from school farm activities. However, the funds from these income-generating activities were neither receipted nor banked in a separate bank account contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June 2021 on guidelines on implementation of Free Day Secondary Education (FDSE) which requires that schools with income-generating activities open separate bank accounts for the stream of income and account for it in accordance with financial regulations.

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

4. Unapproved Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.5, 449,849 and Kshs. 4,737,619 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

In the circumstances, Management was in breach of the law

5. Irregular Transfer of Funds from the School Fund Account to the Tuition Account

A review of the bank statement of the school funds account held at the National Bank account no.01024051287400 revealed that an amount of Kshs 200,000 was transferred from the school fund account to the tuition account without proper approval contrary to section 6.0 (iv) of the Ministry of Education circular ref no. MOE HQS/3/13/3 dated 16 June, 2021 which provides that an accounting officer may not authorize payment to be made out of funds allocated for specific funds.

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

6. Irregular Procurement of Goods

Note 7 to the financial statements reflects a balance of Kshs.1,535,551 with respect to boarding and school fund payments. This further, includes payment of Kshs.1,440,981 towards the lunch programme. Included in this amount are payments of Kshs.629,250 made to a supplier for the supply of cereals to the school. However, the following anomalies were noted:

a. Quotations were not sought from the suppliers in line with Section 106 (2) of the Public Procurement and Assets Disposal Act, 2015. The procurement method used was, therefore, not competitive, transparent and fairly conducted as the services and goods were sourced directly contrary to Section 103 of the Public Procurement and Asset Disposal Act, 2015.

b. Further, the management did not maintain the list of registered suppliers as required by Section 57(1) of the Public Procurement and Asset Disposal Act, 2015 which states that the head of the procurement function of a procuring entity shall maintain and update lists of registered suppliers, contractors, and consultants in the categories of goods, works or services according to its procurement needs.

c. There was no financial evaluation of the tenderers/quotations as required by Section 77 (1) of Public Procurement and Assets Disposal Regulations 2020 which states that upon completion of the technical evaluation under regulation 76 of these Regulations, the evaluation committee shall conduct a financial evaluation and comparison to determine the evaluated price of each tender.

d. The inspection and acceptance committee was not established contrary to Section 48. (1) of the Public Procurement and Asset Disposal Act, 2015 which requires the accounting officer to establish the committee to ascertain, inspect, and accept the goods if they meet the quality, quantity, and other specifications as ordered.

In the circumstances, the regularity of the procurement and its competitiveness for the for the supply of cereals to the school of Kshs.629,250 could not be confirmed. Further, the Management was in breach of the law.

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs. 2,083,195 as disclosed in Note 3 to the financial statements. Included in the expenditure is an amount of Kshs. 208, 500 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs. 208, 500 could not be confirmed.

8. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs2, 906,789 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Further, an amount is Kshs. 1,413,500 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs. 600,000 was transferred to infrastructure account, leaving a balance of Kshs. 813,500 as at 30 June, 2024. Further, an amount of Kshs.1, 325,500 was transferred after 21 days of receipt. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

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 matters 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 governance were not effective.

Basis for Conclusion

1. Non - Compliance with Prescribed Terms of Service for Principals, Board of Management, and Committees'

Review of records and documents relating to the Board of Management for the School revealed the following unsatisfactory matters:

a. The Board did not prepare an annual work plan or schedule of activities for the period under review as required by Mwongozo - The Code of Governance for Corporations, 2015 Parameter 1.9 (1) which states that Board members should ensure the development of annual Board work plan.

b. During the period under review, the Board of Management held only one meeting on 30 July, 2021. This is contrary to the provision of Section 3 of the Basic Education Act, 2013 that requires the Board to meet at least three times in each year.

c. Although minutes of Board of Management show that various Board Committees were formed, the Audit Committee, Academic Committee, and Discipline & Welfare Committee did not hold any meeting during the period under review.

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

2. Weakness in the Information Communication Technology Environment

Review of the Information Technology Internal Controls revealed the following;

a. The School did not have an approved IT security policy, policy on physical access to the IT environment, and IT continuity and disaster recovery plan in place to guide ICT operations. Such policies are vital in the effective and efficient management of the institution's IT resources.

b. The School did not constitute an IT strategic committee which is important in performing the oversight function and formulation of policies to ensure that the IT department functions properly to assist in the achievement of organizational objectives in an economic, efficient, and effective way.

c. The school did not have an IT steering committee and periodic IT reports which are supposed to assess the status of implementation of IT systems and suggest corrective measures.

d. Further, all the procedures and functions in the finance and accounting department were manually performed as the department has yet to embrace information communication technology in all of its operational areas.

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

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

Responsibilities of Management and 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 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 comply with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the School 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 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 continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

06 September, 2024

RIONI BOYS HIGH SCHOOL
LIC SECONDARY SCHOOL
ıal Report and Financial StatementsFor the six (6) months
ıd ended *30th June 2021*

STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	Jan-Jun2021	2019-2020
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	459,865	-
Capitation grants for operations	2	2,906,789	-
School Fund Income- Parents' Contributions	3	2,083,195	-
School Fund Income- Other receipts	4	-	-
Proceeds from borrowings		-	-
TOTAL RECEIPTS		**5,449,849**	-
PAYMENTS			
Payments for Tuition	5	817,100	-
Payments for operations	6	2,384,968	-
Boarding and school fund payments	7	1,535,551	-
TOTAL PAYMENTS		**4,737,619**	-
SURPLUS/DEFICIT		**712,230**	-

school financial statements were approved on 10th July 2024 and signed by:

ı:	Sign:	Sign:
ıe:Mr. Onesmus ıgo	**Name:Mr. G.K Macharia**	**Name:Ms. Magdaline Kiarie**
ıir BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
e 17/7/2024	**Date** 17/7/2024	**Date** 17/7/2024

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

	Note	Jan- Jun 2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	1,210563	-
Cash Balances	9	64,812	-
Short term Investment	10	-	-
Total Cash and cash equivalent		**1,275,375**	-
Account's receivables	11	1,088,858	-
TOTAL FINANCIAL ASSETS		**2,364,223**	-
FINANCIAL LIABILITIES			
Accounts Payables	12	1,308,931	-
NET FINANCIAL ASSETS		**1,055,292**	-
REPRESENTED BY			
Accumulated Fund b/fwd.	13	343,062	-
Surplus/Deficit for the year		712,230	-
NET FINANCIAL POSSITION		**1,055,292**	-

The School's financial statements were approved on 10th July 2024 and signed by:

Name: Mr.Onesmus Mbogo
Chairman, BoM
Sign:
Date: 10/07/2024

Name: Mr. G.K Macharia
School Principal/Secretary to BoM
Sign:
Date: 10/07/2024

Name: Magdaline Kiarie
Bursar/Finance
Sign:
Date: 10/07/2024

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

		Jan-Jun 2021 Kshs	2019-2020 Kshs
Receipts for operating income			
Capitation grants for tuition	1	459,865	-
Capitation grants for operations	2	2,906,789	-
School fund income- Parents contributions/ fees	3	-	-
School fund income- other receipts	4	2,083,195	-
Total receipts		**5,449,849**	-
Payments			
Payments for Tuition		817,100	-
Payments for operations		2,384,968	-
Boarding and school fund payments		1,535,551	-
Total payments		**4,737,619**	-
Net cash flow from operating activities		**712,230**	-
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		431,943	-
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		**1,275,375**	-
Cash and cash equivalent at BEGINNING of the year			-
Cash and cash equivalent at END of the year		**1,275,375**	-

VIII. 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						
Teaching / learning materials	828,590	-	828,590	664,365	164,225	80%
(2) CAPITATION GRANT ON OPERATIONS						
Other Voteheads	2,980,022	-	2,980,023	1,581,289	1,398,734	53%
Repairs and maintenance	1,137,500		1,137,500	1,325,500	(188,000)	117%
Insurance	113,750		113,750	-	113,750	0%
Activity	341,250		341,250	-	341,250	0%

BIBIRIONI BOYS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial StatementsFor the six (6) months period 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
(3) FEES CHARGED ON PARENTS						
Fee on Boarding Equipment and Stores	2,800,000	-	2,800,000	2,007,700	792,300	72%
OTHER INCOME						
Income from farming activities	90,000		90,000	74,745	15255	83%
Students ID Cards	25,000		25,000	750	24,250	3%
TOTAL INCOME	8,316,113		8,316,113	5,654,349	2,661764	
(1) EXPENDITURE FOR TUITION						
Textbooks and reference materials						

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
Exercise books				179,970		
Laboratory equipment				403,890		
Internal exams				42,500		
Teaching / learning materials				190,740		
TUITION AC Expenditure	828,590		828,590	817,100	11,490	99%
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	890,690		890,690	841,095	49,595	94 %
Repairs, maintenance & improvements	1,975,000		1,975,000	662,890	1,312,110	34%
Local transport / travelling	245,473		245,473	162,350	83,123	66%
Electricity, water and conservancy	246,610		246,610	101,632	144,978	41%
Administration costs	714,478		714,478	658,762	55,716	92%
Activity Expenses	341,250		341,250	-	341,250	0%
Insurance	455,000.00		455,000		455,000	0%
SMASSE						
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments						

IX. 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* recognizes 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* recognizes all expenses when the event occurs and the related 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.

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
Lunch programme	2,800,000	-	2,800,000	1,640,981	1,159,019	59%
School Farm	90,000	-	90,000	74,570	15,430	83%
Student ID Cards	25,000	-	25,000	20,000	5,000	80%
Other expenses on investments	-	-	-	-	-	-
TOTALS	**8,612,091**	**0**	**8,612,091**	**5,796,480**	**3,632,711**	**67%**

i. *Repair, Maitenance & Improvement- at 33.56% because we had the project of Staff Ablution Block which was ongoing*
ii. *Local Transport / Travelling at 66% because we had limited Travelling Activities e.g Co-Curricular Activities had been Banned As a result of Covid 19 Pandemic*
iii. *Electricity, Water & Conservancy at 41% because there was no electricity and water repairs done.*
iv. *Lunch Programme at 59% because the anticipated form 1 enrollment was at 60% hence a reduction in expenditure*
v. *School Farm at 83% because we were able to subsidize the purchased animal feeds with the internally available napier glass*
vi. *Students ID Card at 80% because the anticipated form 1 enrollment was at 60% hence a reduction in ID Cards Expenses*

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. **Accounts Receivable**
For the purposes of these financial statements, imprests and advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. 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.

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	Jan-Jun 2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	-	-
Teaching / learning materials	459,865	-
Total	**459,865**	-

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Other Vote heads	1,581,288	-
Repairs and maintenance	1,325,500	-
Total	**2,906,789**	-

3 FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 PARENTS CONTRIBUTION – SCHOOL FUND ACCOUNT

	Jan-June2021	2019-2020
	Kshs	Kshs
Fee on Boarding Equipment and Stores	2,007,700	-
Rent income	-	-
Income from farming activities	74,745	-
Students ID Cards	750	-
Total	**2,083,195**	**-**

5 PAYMENTS FOR TUITION

	Jan-June2021	2019-2020
	Kshs	Kshs
Teaching / learning materials	190,740	-
Exercise books	179,970	-
Laboratory equipment	403,890	-
Internal exams	42,500	-
Total	**817,100**	**-**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	Jan-June2021	2019-2020
	Kshs	Kshs
Personnel emoluments	841,095	-
Service Gratuity	-	-
Administration Cost	617,162	-
Repairs and maintenance & improvements	-	-
Local transport / travelling	162,350	-
Electricity and water	101,632.	-
Medical	-	-
Activity Expenses	-	-
Acquisition of Assets	662,729	-
TOTAL	**2,384,968**	-

7 BOARDING AND SCHOOL FUND PAYMENTS

	Jan-June 2021	2019-2020
	Kshs	Kshs
Lunch Programme	1,440,981	-
Expenses on Income Generating Activities	74,570	-
Fee on Boarding Equipment and Stores	-	-
Students ID Cards	20,000	-
TOTAL	**1,535,551**	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	Jan-June 2021	2019-2020
		Kshs	Kshs
Tuition Account		44,706	-
Operations Account		871,140	-
School Fund Account/Boarding		180,112	-
Infrastructural Account		114,605	-
Total		**1,210,563**	**-**

9 CASH IN HAND

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Tuition Account	-	-
Operation Account	11,727	-
School Fund account	36,488	-
Infrastructural Account	16,597	
Total	**64,812**	**-**

10 SHORT TERM INVESTMENTS

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

NO TES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Fees arrears	1,088,858	-
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
Total	**1,088,858**	**-**

[Include an ageing of the fees / non fees arrears below]

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	360,085	-
Fees arrears for the previous year	(5015)	-
Fees arrears for prior periods (over two years)	733,788	-
Total	**1,088,858**	**-**

12 ACCOUNTS PAYABLE

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	1,279,681	-
Prepaid fees	29,250	-
Retention monies	-	-
Total	**1,308,931**	**-**

[Include an ageing of the creditor's arrears below]

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	237,945	-
Trade creditors for the previous year	299,900	-
Trade creditors for prior periods (over two years)	741,836	-
Total	**1,279,681**	**-**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Bank balances	1,210,563	-
Cash balances	64,812	-
Short Term Investments	-	-
Receivables	1,088,858	-
Payables	(1,308,931)	-
Total	**1,055,292**	**-**

Other important disclosure notes

14 Non-current Liabilities Summary

Description	Jan-June 2021	2019-2020
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	Jan-June 2021	2019-2020
		Kshs	Kshs
Dairy cows	2	140,000	-
Bulls	1	30,000	-
Calf	1	20,000	-
Coffee or tea plantation		-	-
Poultry		-	-
Total		190,000	-

16 Borrowings

Description	Jan-June 2021	2019-2020
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

17 Stock/ Inventory

Description	Jan-June 2021 KShs	2019-2020 KShs
b)Inventory		
Stock/ inventory at beginning of the year	301,716	-
Stock/ inventory purchased during the year	721,250	-
Stock/ inventory issued during the year	(812,223)	-
Balance at end of the year	210743	-

Kitchen Inventory

Particulars	Maize Flour (kg)	Beans (kg)	Maize (kg)	Rice (kg)	Cooking Fat(kg)	Sugar (kg)	Wimbi (kg)	
Stock/ inventory at beginning of the year	14.5	94	0	0	3	5	0	
Stock/ inventory purchased during the year	2655	2340	1710	375	230	1107	60	
Stock/ inventory issued during the year	2399	2040	1251	239	179.5	861	57	
Balance at end of the year	**270**	**394**	**459**	**136**	**53.5**	**251**	**3**	

Office General Stationeries

Particulars	Spring Files	Bic Pens	Foolscaps	Ruled Bks	Suare Bks	Printing Papers	Counter bks	Graph bks	value
Stock/ inventory at beginning of the year	18*60	205	9*450 Reams	1060	103	23 reams	2	51	
Stock/ inventory purchased during the year	88*60	100	19*450 Reams	139	330	125 reams	24	12	
Stock/ inventory issued during the year	91*60	162	22*450Reams	1028	248	118 reams	18	40	
Balance at end of the year	**15*60**	**143**	**6*450 Reams**	**171**	**185**	**30 reams**	**8**	**23**	

Particulars	Mark bks	Whiteout	Diaries	White board ink	Dusters	Whit Board Markers	Chalk	Lesson plan bks
Stock/ inventory at beginning of the year	10	10	0	49	10	16	16	24
Stock/ inventory purchased during the year	14	21	12	24	12	20	12	5
Stock/ inventory issued during the year	24	24	12	65	18	33	20	25
Balance at end of the year	**0**	**7**	**0**	**8**	**4**	**3**	**8**	**4**

18 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:	Timeframe:

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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 2021	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Supply of goods						
4.Aspet School Supplies Ltd	196,345	March 2021	Nil	196,345	196,345	To be paid once we receive the Capitation
5. Aspet School Supplies Ltd	231,805	2020		231,805	231,805	
6.Emmi Garments	65,095	2020		65,095	65,095	
7.Njiwa Stationers	19,336			19,336	19,336	
8.Sayan Enterprises	61,050			61,050	61,050	
9.Elizabeth Wanjiku	269,450			269,450	269,050	
10.Aplus Solutions	27,600			27,600	27,600	
11. Emmi Garments	180,000			180,000	180,000	
12RoyRosh Investment	12,100			12,100	12,100	
Sub-Total	**1,062,781**			**1,062,781**	**1,062,781**	
Supply of services						
13.Mzima Technology & Associates	41,600	May 2021	Nil	41,600	41,600	To be paid once we receive the Capitation
14. Mzima Technology & Associates	53,000	2020	Nil	53,000	53,000	
15.Crosselink Enterprises	45,000	2019		45,000	45,000	
16.Mzima Enterprises	37,300			37,300	37,300	
17.Jopula Tech	40,000			40,000	40,000	
Sub-Total	**216,900**			**261,900**	**261,900**	
Grand Total	**1,279,681**			**1,279,681**	**1,279,681**	

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st Jan 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2021
Land 1	Donated					
Land 2						
Buildings and structures	-Office - Library -Science Lab -Computer Laboratory -2 Classroom Blocks -Kitchen -Staff Ablution Block -Students Toilets	School compound	25,000,000	-	-	25,000,000
Motor vehicles	N/A					

Office equipment, furniture and fittings	- Pr inter -5Desktop Computers -Office Stationaries -300 Student Chairs & Lockers -30 Staff Chairs -15 Office Tables - 1 Executive Chair	Reception -Reception -Principal`s Office -Deputy`s Office -Deans Office -Bursars Office Store Classrooms Office Office Principal`s Office	600,000	-	-	600,000
ICT Equipment, and Other ICT Assets	10 Desktop Computers	Computer Laboratory	1,290,000	-	-	1,290,000
Tools and apparatus		laboratory	1,000,000			1,000,000
Textbooks		-Library -Issued to Students	-	-		-

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Other Machinery and Equipment						
Heritage and cultural assets		store	100,000			100,000
Intangible assets- soft ware	Zeraki Analytics	Reception	30,000			30,000
Total			**28,020,000**			**28,020,000**