

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 26 FEB 2025

DAY
Wed

REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF

TABLED
BY:

Hon. Samuel
Chepitanga, MP

CLERK-AT
THE-TABLE:

M. Mado

THE AUDITOR-GENERAL

ON

NYANDARUA HIGH SCHOOL

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

NYANDARUA COUNTY

Revised 30th June 2021.

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

29 JUL 2024

RECEIVED



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR SIX (6) MONTHS ENDED 30TH JUNE, 2021

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



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

Table of Contents	Page
1. TABLE OF CONTENTS.....	i
2. KEY SCHOOL INFORMATION AND MANAGEMENT.....	ii - v
3. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL.....	vi- xiv
4. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY.....	xv
5. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF NYANDARUA HIGH SCHOOL OF THE YEAR ENDING 30 TH JUNE 2021	xvi
6. CONSOLIDATED STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 TH JUNE 2021	1
7. CONSOLIDATED STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021	2
8. CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2021	3
9. CONSOLIDATED TRIAL BALANCE AS AT 30 TH JUNE 2021	4
10. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2021	5 - 7
11. SIGNIFICANT ACCOUNTING POLICIES	8 - 9
12. NOTES TO THE FINANCIAL STATEMENTS	10 - 15
13. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS.....	16
14. ANALYSIS OF PENDING ACCOUNTS PAYABLES	17
15. SUMMARY OF FIXED ASSETS REGISTER	18

KEY SCHOOL INFORMATION AND MANAGEMENT

NYANDARUA HIGH SCHOOL

(a) Background information

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

The school was registered in **28/07/2017** under registration number **18-S-0030-0471** and is currently categorized as a **National public school** established, owned or operated by the Government.

The school is a boarding school and had **767** and **602(exclusive of 2020 candidates who had done KCSE)** number of students as at **30th April 2021** and **30th June 2021** respectively.

It has **4** streams and **40** teachers of which **11** 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. SIMON KANYINGI	Chairman	13/09/2019
2	MR. STEPHEN MUCHIRI	Secretary - Principal	13/09/2019
3	MR. JOHANNA MUIRURI	Member	13/09/2019
4	MR. JACK WAHOME	Member	13/09/2019
5	MR. KARANJA NJUGUNA	Member	13/09/2019
6	MR. JOSEPH WARUI	Member	13/09/2019
7	MR. JAMES KIHUNGI	Member	13/09/2019
8	MR. LAWRENCE KARANJA	Member – Rep CEB	13/09/2019
9	MS DIANA YATOR	Member Rep Teachers	13/09/2019
10	MS JENNIFFER KABUI	3 Members - Sponsor	13/09/2019
11	MR. PIUS NDUNGU	Member - Community	13/09/2019
12	MS CATHERINE MWASHAO	MemberSpecial Needs	13/09/2019
13	WESLEY NJOROGE	Rep Students	13/09/2019

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 students' 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 paragraph 21 and 23 of the Basic Education Act, 2013.

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**
Annual Report and Financial Statements
For six (6) months ended 30th June 2021
(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Number of meetings held
1	Executive Committee	DR. SIMON KANYINGI MR. LAWRENCE KARANJA MR. JACK WAHOME MR. GS MUCHIRI MS. JENNIFER KABUI	2 out of 3
2	Audit Committee	DR. SIMON KANYINGI MR. GS MUCHIRI MR. KARANJA NJUGUNA MR. JAMES KIHUNGI	2out of 3
3	Finance,procurement and general purposes Committee	DR. SIMON KANYINGI MR. LAWRENCE KARANJA MR. JACK WAHOME MR. GS MUCHIRI MS. JENNIFER KABUI MR. JAMES KIHUNGI MS. CATHERINE MWASHAO	1out of 2
4	Academic Committee	MR. LAWRENCE KARANJA MR. JACK WAHOME MR. GS MUCHIRI MR. JOHANNA MUIRURI MR. PIUS NDUNG'U MS. DIANA YATOR MS. JOYCE MUIRURI	1out of 3
5	Development Committee	DR. SIMON KANYINGI MR. JOSEPH WARUI MS. JANE WARUINGI MR. STEPHEN MUCHIRI MR. JACK WAHOME MR. LAWRENCE KARANJA MR. JAMES WAHOME	3 out of 4
6	Discipline and welfare Committee	MR. NYANTIKA OMBIRO MR. STEPHEN MUCHIRI MS. JENNIFER KABUE MR. JACK WAHOME	3 out of 4
7	Adhoc Committee (if any during the year)		

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(d) School operation Management

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

Ref:	Designation	Name	TSC Number/ID NO
1	Principal	MR. STEPHEN MUCHIRI	336266
2	Deputy Principal	MS. JANE WARUINGI	372914
3	School Bursar	MS. RUTH NJOROGE	27771044

(e) Schools contacts

(a) Schools contacts

Post Office Box: 61-20303
Telephone: 0712684053
E-mail: nyandaruahsc@gmail.com

(b) School Bankers

The following school operated 4 bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: EQUITY BANK
Branch: OL'KALOU
Account Number: 0160293193956
Account Name : Nyandarua High School
2. Name of Bank: KCB
Branch: OL'KALOU
Account Number: 1102126748
Account Name : Nyandarua Secondary - Operation
3. Name of Bank: KCB
Branch: OL'KALOU
Account Number: 1102124133
Account Name : Nyandarua Secondary - Tuition
4. Name of Bank: KCB
Branch: OL'KALOU
Account Number: 1260821528
Account Name : Nyandarua Secondary - Infrastructure
5. MPESA Pay Bill No.4048631 attached to Equity bank account

I. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

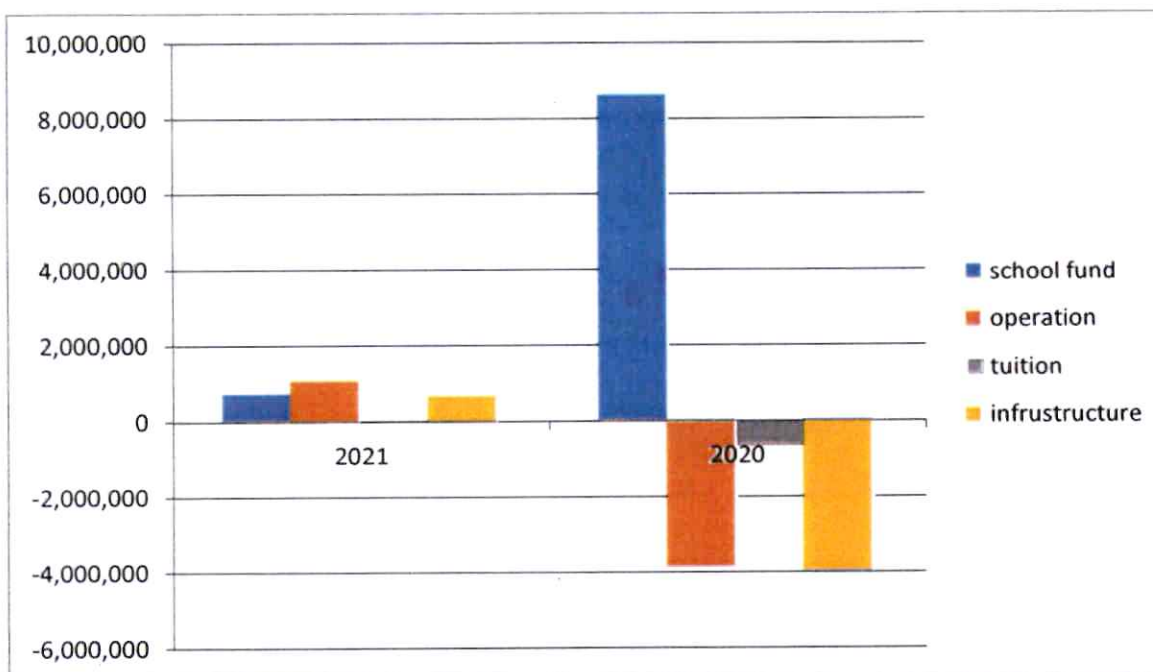
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last two years period between 1st January 2020 to 31st December 2020 which covers a period of 12 months while 30th June 2021 covers a period of 6 months and is summarised as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST TWO YEARS			
SNO	ACCOUNTS	2021	2020
		Kshs	Kshs
1	School Fund Account	728,359	8,608,559
2	Operations Account	1,095,625	(3,838,834)
3	Tuition Account	32,897	(644,704)
4	Infrastructure Account	686,060	(3,967,394)
5	Farm Account		-
	TOTAL	2,542,941	157,627

Trend Over the Last Two Years

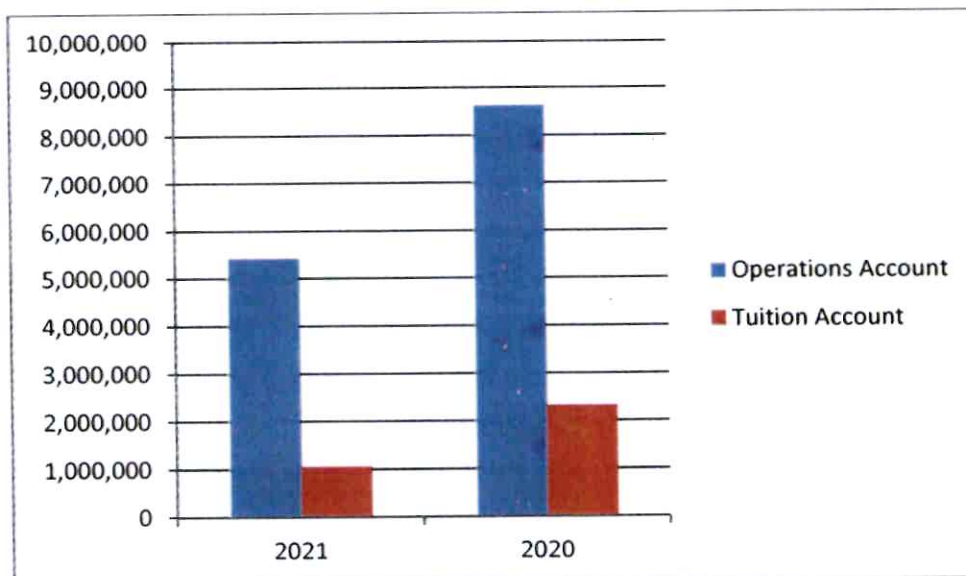


The surplus for the financial period ending 30th June, 2021 was kshs 2,542,941 while that of 2020 was kshs 157,627 which is an increase of kshs 2,385,314

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST TWO YEARS			
SNO	ACCOUNTS	2021	2020
		KSHS	KSHS
1	Operations Account	5,427,548	8,641,752
2	Tuition Account	1,047,557	2,311,102
	Total	6,475,105	10,952,854
	Increase/Decrease	-4,477,749	-4,000,899
	No of Students	767	767
	Ratio of Capitation per student	1:8442	1:14280

Trend over the Last Two Years



The total capitation grant for the financial year 2021 was Kshs 6,475,105 as compared to Kshs 10,952,854 in the financial year 2020 representing a decrease of Kshs -4,477,749. The net decrease is mainly attributed by the disbursement of capitation for term 2 2020 and term 3 2020 only. Also, the current period covers a period of 6 months.

**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)
Trend Over the Last Two Years**

OVERVIEW OF NET GROWTH OF OTHER INCOME(S)			
SNO	ACCOUNTS	2021	2020
		KSHS	KSHS
1	Rent	251,000	-
2	Bus hire	154,164	-
3	Accommodation	-	-
4	Students' Id card	59,236	-
	Total	464,400	-
	Increase/Decrease	464,400	-

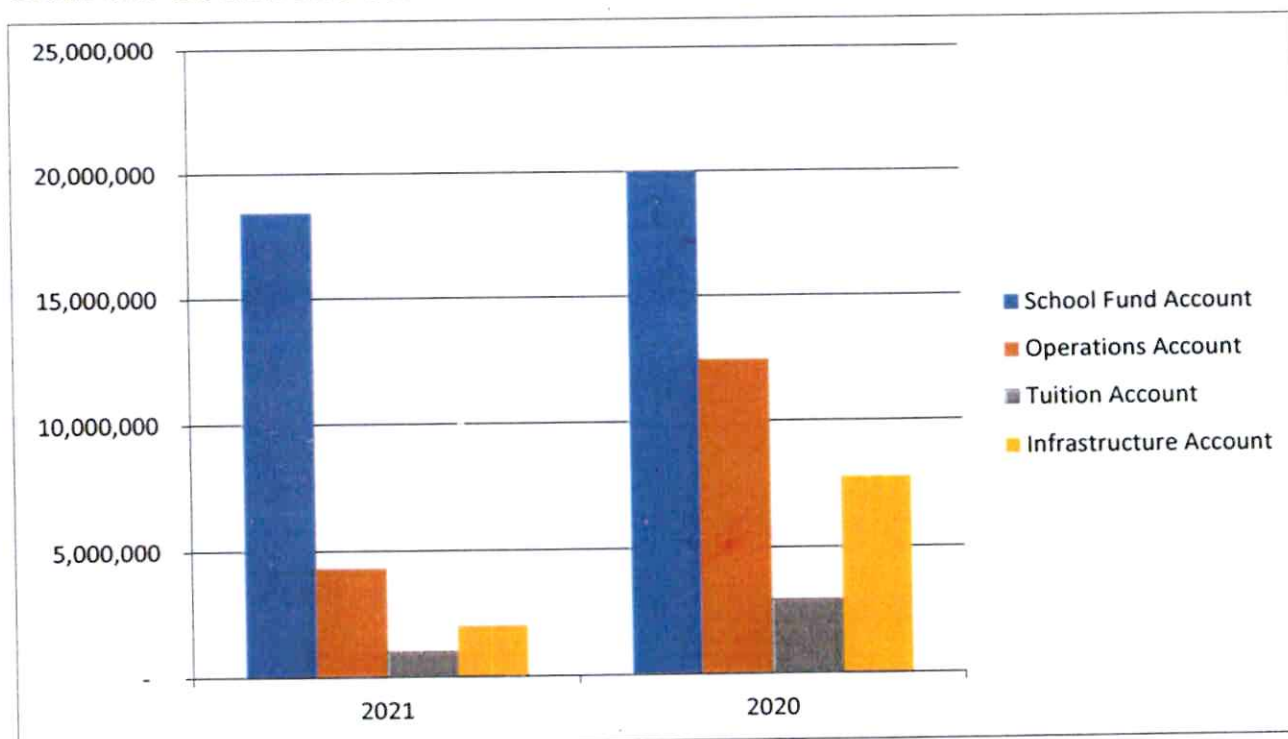
The net growth of other income generating activities for the financial year 2021 was Kshs 464,400 as compared to Kshs 0 in the financial year 2020 which represent an increase of Kshs 464,400. Both financial years 2021 and 2020 were affected by the Covid-19 pandemic which hindered most activities

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL			
SNO	ACCOUNTS	2021	2020
		Kshs	Kshs
1	School Fund Account	18,458,944	19,995,099
2	Operations Account	4,331,923	12,480,586
3	Tuition Account	1,014,660	2,955,806
4	Infrastructure Account	1,998,440	7,802,394
5	Farm Account	-	-
	Total	25,803,967	43,233,885
	Increase/Decrease	-17,429,818	-12,376,726

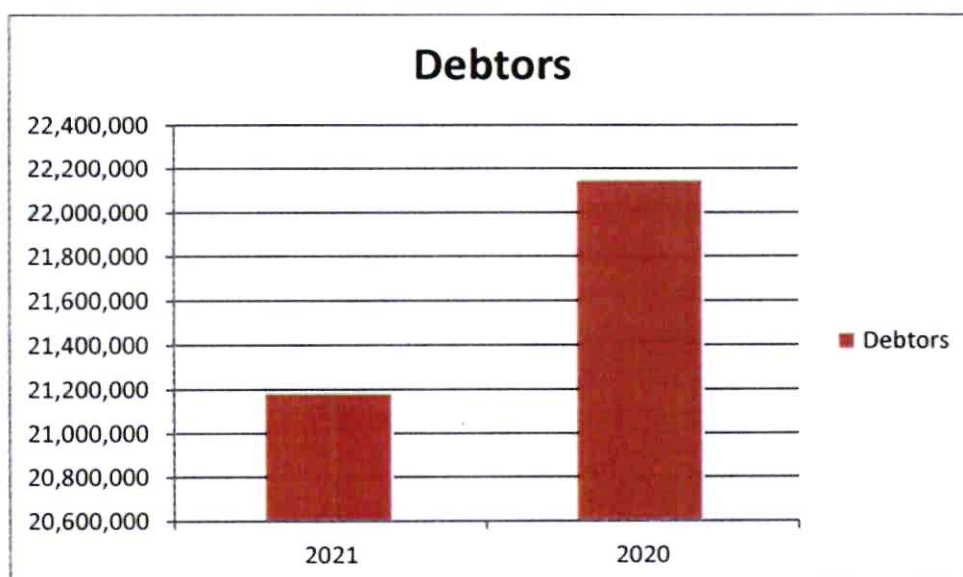
Trend over the Last Two Years



In the financial year 2021 shows a decrease of growth in expenditure which has resulted from the current year covering a period of 6 months, even though the financial year 2020 covers a period of 12 months a decrease has resulted from prolonged abrupt closure of the school due to Covid-19.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

MOVEMENT OF DEBTORS OF THE SCHOOL			
SNO	ACCOUNTS	2021	2020
1	School Fund Account	KSHS	KSHS
a	Debtors	21,177,156	22,145,464
	Total	21,177,156	22,145,464
	Increase/Decrease	-968,308	5,327,544



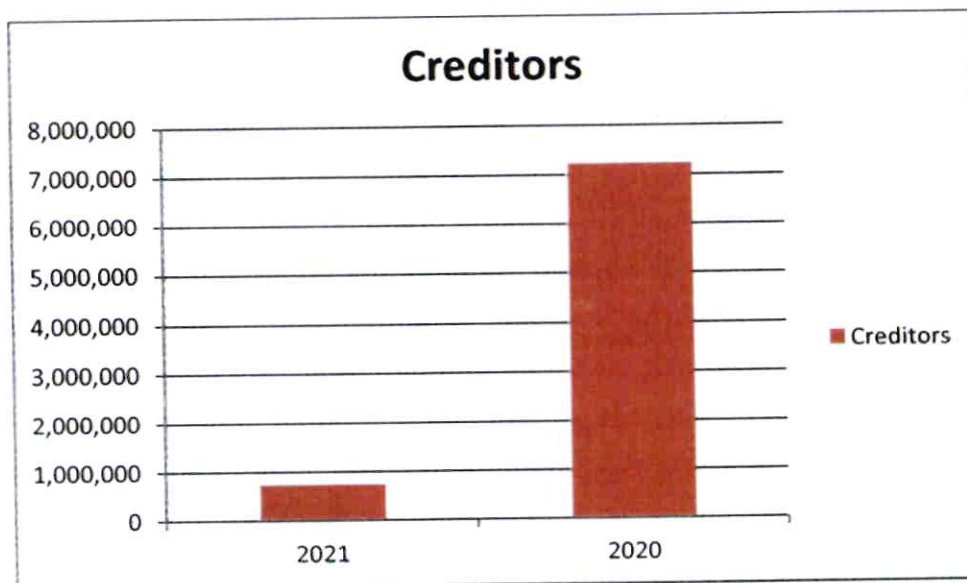
Total debtors as at 30th June 2021 decreased by 4% to Kshs 21,177,156 compared to Kshs 22,145,464 as at the end of the financial year 2020. The main contributors to the decrease in total debtors is the students' having less fees balances.

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

MOVEMENT OF CREDITORS OF THE SCHOOL			
SNO	ACCOUNTS	2021	2020
1	School Fund Account	KSHS	KSHS
a	Creditors	716,210	324,499
	Total	716,210	324,499
	Increase/Decrease	391,711	-2,336,413

MOVEMENT OF CREDITORS OF THE SCHOOL



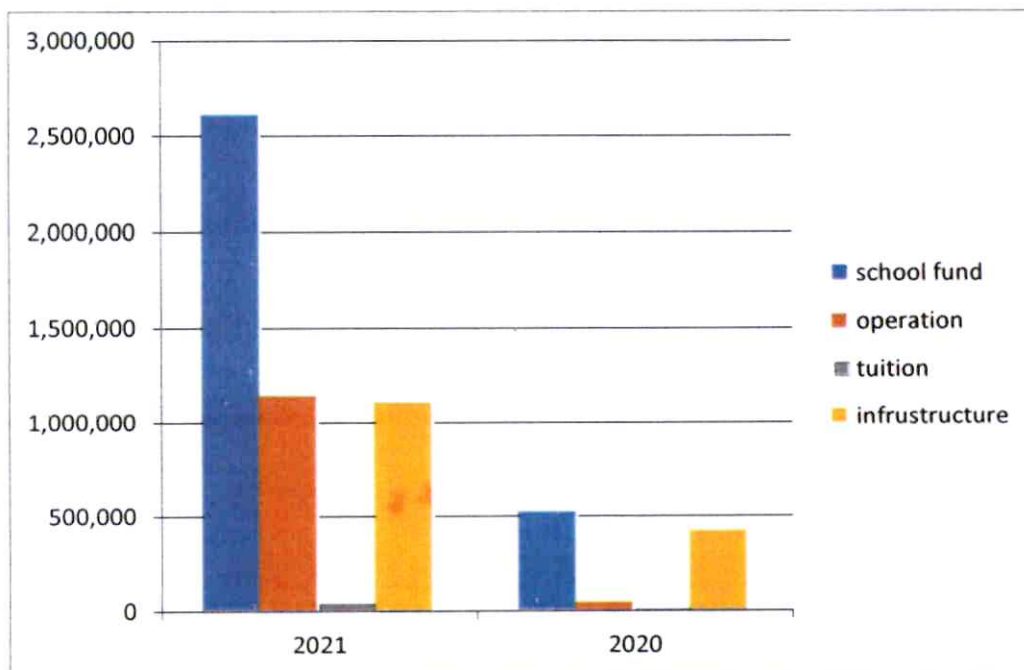
Total creditors as at 30th June 2021 increased by Kshs 716,210 compared to Kshs 324,499 as at the end of the financial year 2020. The main contributors to total creditors are trade and other payables (prepaid fees).

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

MOVEMENT OF CASH AND BANK BALANCES			
SNO	ACCOUNTS	2021	2020
		KSHS	KSHS
1	School Fund Account	2,607,635	519,354
2	Operations Account	1,141,867	47,482
3	Tuition Account	39,412	6,515
4	Infrastructure Account	1,105,750	418,354
	Total	4,894,664	991,704
	Increase/Decrease	3,902,960	9,344,782

Trend over the Last Two Years



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

b) Teacher Student ratio:

Between the month of January 2021 and June 2021, the status of the teaching staff is as follows:

There are 29 teachers posted by the Teachers Service Commission and 11 recruited by the Board of Management. We are grateful that 1 teachers have been posted to school after

one (1) transferred to South Kinangop sub- County. Although the teacher student ratio lies at 1: 20. We have a shortage of 6 teachers from the given CBE. This is due to subject specialization in Form 3 and Form 4

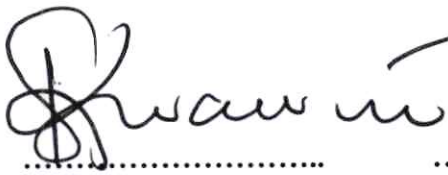
c) Mean score in the year 2018, 2019 and 2020 KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2021	186	8.941	168	90.32	8.9	Positive deviation of 0.0665 in mean grade. The least grade was a D (1) Out of 186, 185 qualified for middle level colleges and university.
2020	163	8.288	132	81.0	8.7	Positive deviation of 0.704 in mean grade. The least grade was a D+ (2) out of 163 all qualified for middle level colleges and university.

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

d) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1	Construction of a new boys dormitory	2019-2022	WIP	15,139,131	TIG,Maintenance & Improvement



Dr,Simon Kanyingi

Chair,
Board of Management

Nyandarua High School

Date: 15/07/2024



Stephen Muchiri (Mr)

Secretary,
Board of Management
/Principal

Nyandarua High School

Date: 15/7/2024



Ruth Njoroge (Ms)

Finance Officer

Nyandarua High School

Date: 15/07/2024

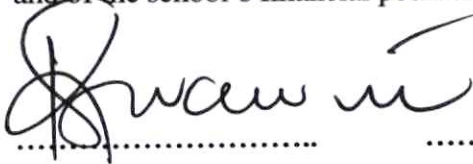
II. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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 that the Board of Management of a public institution of basic education keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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


.....

Dr. Simon Kanyingi

**Chair,
Board of Management**

Nyandarua High School

Date: 15/07/2024


.....

Stephen Muchiri (Mr)

**Secretary,
Board of Management
/Principal**

Nyandarua High School

Date: 15/7/2024


.....

Ruth Njoroge (Ms)

Finance Officer

Nyandarua High School

Date: 15/07/2024

REPUBLIC OF KENYA



Enhancing Accountability

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

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

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

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on 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 Nyandarua High School - Nyandarua County set out on pages 1 to 16, which comprise of the statement of financial

Report of the Auditor-General on Nyandarua High School for the Six (6) months' period ended 30 June, 2021 - Nyandarua County

assets and financial liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows, statement of budgeted versus actual amounts for the 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 described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nyandarua High School - Nyandarua 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 (Accrual Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.21,177,156 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, included in the balance are receivables amounting to Kshs.16,817,920 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.16,817,920 could not be confirmed.

2. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,047,557 and Kshs.5,427,548 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, the National Education Management Information System (NEMIS) reported a total number of eight hundred and nine (809) students while the enrolment records provided by the School indicated a total number of seven hundred and sixty-three (763) students, resulting to an unexplained variance of forty six (46) students. As a result of the variances, the School was over-funded by an amount of Kshs.497,426.

In the circumstances, the accuracy and completeness of capitation grants for tuition and capitation grants for operations amounting to Kshs.1,047,557 and Kshs.5,427,548 respectively, could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Nyandarua High School Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities

in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

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.56,746,177 and Kshs.25,198,008 respectively, resulting to an under-funding of Kshs.31,548,169 or 56% of the budget. However, the School spent a balance of Kshs.25,803,967 against actual receipts of Kshs.25,198,008 resulting to an over-utilization of Kshs.605,959 or 2% of actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional 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 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, 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. 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.18,458,944 as disclosed in Note 9 to the financial statements. Included in expenditure is the administration costs of Kshs.2,859,097 which further includes an amount of Kshs.840,235 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.840,235 could not be confirmed.

2. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations totalling Kshs.6,475,105. However, comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2020/2021, NEMIS reflected 809 students while records from the County Director of Education had 763 students, resulting to an overfunding of the School by an amount of Kshs.497,426. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

In the circumstances, underfunding of the school may have affected service delivery to the students.

3. Excess Supply of Books

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed three thousand, three hundred and ninety-two (3,392) number of books to the school while only two thousand, nine hundred and four (2,904) books were issued to the students, resulting to an unexplained excess four hundred and eighty-eight (488) text books in the school store.

In the circumstances, value for money realized on the excess textbooks could not be confirmed.

4. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to Paragraph 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 Ministry of Education Operation Manual.

5. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments and Note 2 to the financial statements reflects operations grants amount of Kshs.5,427,548 which was received from the Ministry of

Education and credited in the operations bank account. Included in the amount is Kshs.2,886,500 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.2,684,500 was transferred to infrastructure account, leaving a balance of Kshs.202,000 as at 30 June, 2021.

This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 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 Ministry of Education Circular

6. Late Submission of Financial Statements to the Auditor-General

The financial statements for the year 2020/2021 were submitted on 7 March 2024 to the Auditor-General and not on the statutory date of 30 September 2021. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements to be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAI) 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 Effectiveness in Controls, Risk Management and Governance, 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

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.70,644,008 in respect of fixed assets which includes land with a balance of Kshs.54,000,000. However, land ownership documents were not provided for audit.

In the circumstances, the ownership and safe custody of the fixed assets could not be confirmed.

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

Responsibilities of Management and 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 (Accruals 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 control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to the sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 control 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 control 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 control may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the School's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 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 control 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

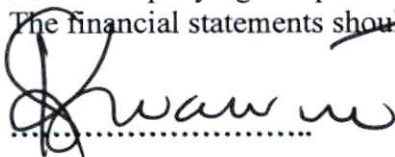
Nairobi

19 September, 2024

**CONSOLIDATED STATEMENT OF RECEIPTS AND PAYMENTS FOR THE SIX
MONTHS ENDED 30TH JUNE 2021**

DESCRIPTION OF VOTE HEAD	Note	2021-2021	2020-2020
		6 Months	12 Months
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,047,557	2,311,102
Capitation grants for operations	2	5,427,548	8,641,752
School Fund Income- Parents' Contributions	3	18,722,903	28,603,658
School Fund Income- Other receipts	4	464,400	
Infrastructure	5	2,684,500	3,835,000
Farm	6	-	
TOTAL RECEIPTS		28,346,908	43,391,512
PAYMENTS			
Payments for Tuition	7	1,014,660	2,955,806
Payments for Operations	8	4,331,923	12,480,586
Boarding and school fund payments	9	18,458,944	19,995,099
Payments for Infrastructure	10	1,998,440	7,802,394
TOTAL PAYMENTS		25,803,967	43,233,885
SURPLUS/DEFICIT		2,542,941	157,627

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The report covers the six months for the period ended 30th June 2021 and accompanying comparatives cover the twelve months period ended 31st December 2020. The financial statements should be read in conjunction with the accompanying notes.



Dr. Simon Kanyingi
Chair,
Board of Management

Nyandarua High School
Date: 15/07/2024



Stephen Muchiri (Mr)
Secretary,
Board of Management
/Principal

Nyandarua High School
Date: 15/7/2024



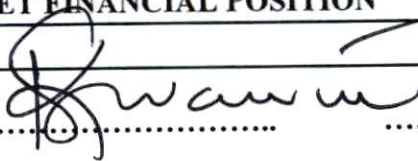
Ruth Njoroge (Ms)
Finance Officer

Nyandarua High School
Date: 15/07/2024

NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021

CONSOLIDATED STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES FOR
THE SIX MONTHS ENDED 30TH JUNE 2021

	Note	2021-2021	2020-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	11	4,419,642	990,297
Cash Balances	12	475,022	1,407
Total Cash and cash equivalent		4,894,664	991,704
Account's receivables	13	21,177,156	22,145,464
TOTAL FINANCIAL ASSETS		26,071,820	23,137,168
FINANCIAL LIABILITIES			
Accounts Payables	14	716,210	324,499
NET FINANCIAL ASSETS		<u>25,355,610</u>	<u>22,812,669</u>
REPRESENTED BY			
Accumulated Fund b/fwd	15	22,812,669	22,655,042
Surplus/Deficit for the year		2,542,941	157,627
NET FINANCIAL POSITION		<u>25,355,610</u>	<u>22,812,669</u>



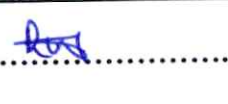
Dr. Simon Kanyingi
Chair,
Board of Management

Nyandarua High School
Date: 15/07/2024



Stephen Muchiri (Mr)
Secretary,
Board of Management
/Principal

Nyandarua High School
Date: 15/7/2024



Ruth Njoroge (Ms)
Finance Officer

Nyandarua High School
Date: 15/07/2024

**CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED
 30TH JUNE 2021**

	Notes	2021-2021	2020-2020
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	1,047,557	2,311,102
Capitation grants for operations	2	5,427,548	8,641,752
School fund income- Parents contributions/ fees	3	20,082,922	28,603,658
School fund income- other receipts	4	464,400	0
Infrastructure	5	2,684,500	3,835,000
Farm	6	0	0
Total receipts		29,706,927	43,391,511
Payments			
Payments for Tuition	7	1,014,660	2,955,806
Payments for Operations	8	4,331,923	12,480,586
Boarding and school fund payments	9	18,458,944	19,995,099
Payments for Infrastructure		0	0
Payment for Farm		0	0
Total payments		23,805,527	35,431,491
Net cash flow from operating activities		5,901,400	7,960,021
Cash flow from investing activities			
Acquisition of asset		(1,998,440)	(7,802,394)
NET INCREASE IN CASH AND CASH EQUIVALENTS		3,902,960	157,627
Cash and cash equivalent at BEGINNING of the year		991,704	834,077
Cash and cash equivalent at END of the year		4,894,664	991,704

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



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the six (6) months ended 30th June 2021**

CONSOLIDATED TRIAL BALANCE FOR THE SIX MONTHS ENDED 30TH JUNE 2021			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	4,419,642	
	Cash Balances	475,022	
	receivables	21,177,156	
Payments			
	Payments for Tuition	1,014,660	
	Payments for operations	4,331,923	
	Boarding and school fund payments	18,458,944	
	Infrastructure	1,998,440	
	Farm	-	
Receipts			
	Capitation grants for tuition		1,047,557
	Capitation grants for operations		5,427,548
	School Fund Income- Parents' Contributions		18,722,903
	Other Receipts		464,400
	Infrastructure		2,684,500
	payables		716,210
Fund Balance b/f			22,812,669
TOTAL		51,875,787	51,875,787

III. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE SIX MONTHS ENDED 30TH JUNE 2021

STATEMENT OF BUDGETED VERSUS AMOUNTS FOR THE SIX (6) MONTHS 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	Kshs	
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise Books		-	-	-	-	-
Lab. Equipment	0	-	-	564,753	-564,753	-
T/L Materials	3,498,160	-	3,498,160	-	3,498,160	-
Internal Exam	0	-	-	-	-	-
Ref/Lib (Textbooks)	0	-	-	482,804	-482,804	-
SMASSE	0	-	-	-	-	-
SUB-TOTAL	3,498,160		3,498,160	1,047,557	2,450,603	20%
(2) CAPITATION GRANT ON OPERATIONS						
Local, Transport & Travelling	1,405,911	-	1,405,911	243,944	1,161,967	17%
Electricity, Water & Conservancy	2,416,817	-	2,416,817	948,817	1,468,000	30%
Repair, Maintenance & Improvement	1,446,562	-	1,446,562	2,806,500	-1,359,938	190%
Activity (i)	963,352	-	963,352	-	963,352	0%
Medical/Insurance	1,533,233	-	1,533,233	-	1,533,233	0%
Personal Emoluments	4,398,745	-	4,398,745	898,692	3,500,053	20%
Administration Costs	1,205,724	-	1,205,724	529,595	676,129	40%
SUB-TOTAL	13,370,344	-	13,370,344	5,427,548	7,942,796	40%
(3) FEES CHARGED ON PARENTS						
Boarding, Equipment & Stores	23,641,050	-	23,641,050	12,123,570	11,517,480	51%
Local, Transport & Travelling	1,243,307	-	1,243,307	529,482	713,825	43%
Electricity, Water & Conservancy	4,833,634	-	4,833,634	1,910,848	2,922,786	40%
Repair, Maintenance & Improvement	2,270,320	-	2,270,320	1,378,220	892,100	61%
Activity (ii)	612,066	-	612,066	158,801	453,265	26%

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

STATEMENT OF BUDGETED VERSUS AMOUNTS FOR THE SIX (6) MONTHS ENDED 30TH JUNE 2021 (continued)						
Personal Emoluments	4,580,524	-	4,580,524	1,928,429	2,652,095	42%
Administration Costs	2,696,772	-	2,696,772	1,157,953	1,538,819	43%
SUB-TOTAL	39,877,673	-	39,877,673	18,722,903	22,353,015	46%
GRANDTOTAL INCOME	56,746,177		56,746,177	25,198,008	32,746,414	44%
EXPENDITURE FOR:						
(1) TUITION						
Exercise Books	1,236,000	-	1,236,000	-	1,236,000	0%
Lab. Equipment	534,213	-	534,213	990,660	-456,447	185%
T/L Materials	2,075,790	-	2,075,790	-	2,075,790	0%
Internal Exam	0	-	0	24,000	-24,000	0%
Ref/Lib (Textbooks)	0	-	0	-	0	0
SMASSE	0	-	0	-	0	0
Bank Charges	-	-	-	-	0	0
SUB-TOTAL	3,846,003	-	3,846,003	1,014,660	2,831,343	26%
(2) OPERATIONS						
Local, Transport & Travelling	1,579,253	-	1,579,253	188,847	1,390,406	12%
Electricity, Water & Conservancy	2,060,365	-	2,060,365	364,870	1,695,495	18%
Repair, Maintenance & Improvement	1,746,561	-	1,746,561	1,355,940	390,621	78%
Activity (i)	876,681	-	876,681	10,000	866,681	1%
Medical/Insurance	1,459,180	-	1,459,180	227,290	1,231,890	16%
Personal Emoluments	4,398,745	-	4,398,745	656,154	3,742,591	15%
Administration Costs	1,205,724		1,205,724	1,528,822	-323,098	127%
SUB-TOTAL	13,326,509	-	13,326,509	4,331,923	8,994,586	33%
(2) infrastructure account						
Maintenance and improvement (dormitory)	2,137,493		2,137,493	1,998,440	139,053	93%
subtotals	2,137,493		2,137,493	1,998,440	139,053	93%
(4) SCHOOL FUND						
Boarding, Equipment & Stores	24,839,260	-	24,839,260	9,980,574	14,858,686	40%
Local, Transport & Travelling	1,579,253	-	1,579,253	756,107	823,146	48%

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

STATEMENT OF BUDGETED VERSUS AMOUNTS FOR THE SIX (6) MONTHS ENDED 30TH JUNE 2021 (continued)						
Electricity, Water & Conservancy	4,833,634	-	4,833,634	607,655	4,225,979	13%
Repair, Maintenance & Improvement	2,270,320	-	2,270,320	408,670	1,861,650	18%
Activity (ii)	1,146,423	-	1,146,423	1,019,995	126,428	89%
Personal Emoluments	4,580,524.	-	4,580,524	2,446,871	2,133,653	53%
Administration Costs	2,696,772	-	2,696,772	2,859,097	-162,325	106%
Expenditure from Income Generating Activities	0	-	0	379,975	-379,975	0%
SUB-TOTAL	41,946,186	-	41,946,186	18,458,944	23,487,242	44%
TOTAL EXPENDITURE	61,256,191	-	61,256,191	25,803,967	35,452,224	42%

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

- i. The school has only received 38% of the expected revenue from 4th January 2021 to 30th June 2021
- ii. The school has only utilized 42% of the fees collected from 4th January 2021 to 30th June 2021

The school recorded low utilization of budgeted versus actual mainly because the budget was for 12 months but the report capture 6 months



IV. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

The school recognises all receipts from the various sources when the event occurs and 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.

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

V. NOTES TO THE FINANCIAL STATEMENTS

1. CAPITATION GRANT FOR TUITION

	2021-2021	2020-2020
	Kshs	Kshs
Exercise books	-	-
Laboratory equipment	564,753	-
Teaching / learning materials	-	2,311,102
Internal exams	-	-
Textbooks and reference materials	482,804	-
SMASSE	-	-
Total	1,047,557	2,311,102

2. CAPITATION GRANT FOR OPERATIONS

	2021-2021	2020-2020
	Kshs	Kshs
Personnel emoluments	898,692	2,033,567
Repairs and maintenance	2,806,500	3,593,000
Local transport / travelling	243,944	248,178
Electricity and water	948,817	1,893,522
Medical / Insurance	-	159,600
Administration costs	529,595	394,685
ACTIVITY	-	319,200
Total	5,427,548	8,641,752

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2021-2021	2020-2020
	Kshs	Kshs
Boarding, Equipment & Stores	11,659,170	18,270,448
Local transport / travelling	529,482	2,582,418
Electricity, Water & Conservancy	1,910,848	2,600,680
Repairs and maintenance	1,378,220	-
Activity	158,801	496,291
Personnel emoluments	1,928,429	3,185,419
Administration costs	1,157,953	1,468,402
Total	18,722,903	28,603,658

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

NOTES TO THE FINANCIAL STATEMENTS(Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

		2021-2021	2020-2020
		Kshs	Kshs
rent		251,000	0
school id		59,236	
Other income		154,164	0
Total		464,400	0

5 INFRASTRUCTURE

		2021-2021	2020-2020
		Kshs	Kshs
Boys dormitory		2,684,500	3,835,000
Total		2,684,500	3,835,000

6 FARM INCOME

		2021-2021	2020-2020
		Kshs	Kshs
Farm Output		0	-
Total		0	-

7 PAYMENTS FOR TUITION

		2021-2021	2020-2020
		Kshs	Kshs
Exercise books		-	1,111,500
Laboratory equipment		990,660	537,660
Teaching / learning materials		0	386,752
Internal exams		24,000	0
Textbooks and reference materials		0	0
SMASSE		0	919,150
Bank Charges		0	744.19
Total		1,014,660	2,955,806

8 PAYMENTS FOR OPERATIONS

		2021-2021	2020-2020
		Kshs	Kshs
Personnel emoluments		656,154	3,110,661
Repairs and maintenance		1,355,940	508,440
Local transport / travelling		188,847	64,700
Electricity and water		364,870	1,974,960
Medical/insurance		227,290	229,750
Administration costs		1,528,822	2,161,825
Activity		10,000	595,250
infrastructure		-	3,835,000.
Total		4,331,923	12,480,586

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**
Annual Report and Financial Statements
For six (6) months ended 30th June 2021
NOTES TO THE FINANCIAL STATEMENTS(Continued)

9 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2021	2020-2020
	Kshs	Kshs
Boarding, Equipment & Stores	9,980,574	9,130,637
Local transport / travelling	756,107	1,387,080
Electricity, Water & Conservancy	607,655	1,849,900
Repairs and maintenance	408,670	2,005,570
Activity	1,019,995	1,136,900
Personnel emoluments	2,446,871	2,527,053
Administration costs	2,859,097	1,779,759
Other expenses	379,975	178,200
Total	18,458,944	19,995,099

10 INFRASTRUCTURE PAYMENTS

	2021-2021	2020-2020
	Kshs	Kshs
Construction of boys dormitory	1,998,440	7,802,394
Total	1,998,440	7,802,394

11. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2021	2020-2020
		Kshs	Kshs
KCB TUITION	1102124133	39,412	6,514.81
EQUITY	0160293193956	2,132,895	517,947
KCB OPERATIONS	1102126748	1,141,585	47,482
KCB INFRASTRUCTURE	1260821528	1,105,750	418,354
Total		4,419,642	990,297



**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**
Annual Report and Financial Statements
For six (6) months ended 30th June 2021
NOTES TO THE FINANCIAL STATEMENTS(Continued)

12 CASH IN HAND

Description	2021-2021	2020-2020
	Kshs	Kshs
School Fund account	474,740	1,407
Operation account	282	-
Total	475,022	1,407

13 ACCOUNTS RECEIVABLE

Description	2021-2021	2020-2020
	Kshs	Kshs
Fees arrears	21,177,156	22,145,464
Total	21,177,156	22,145,464

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

Description	2021-2021	2020-2020
	Kshs	Kshs
Fees arrears for current year	2,221,842	5,771,872
Fees arrears for the previous year	5,771,872	1,718,436
Fees arrears for prior periods (over two years)	16,817,920	15,899,282
Less recovered	(3,634,478)	(1,244,126)
Total	21,177,156	22,145,464

14 ACCOUNTS PAYABLE

Description	2021-2021	2020-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	-	-
Prepaid fees	716,210	324,499
Total	716,210	324,499

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

Description	2021-2021	2020-2020
	Kshs	Kshs
Trade creditors for current year	-	-
Trade creditors for the previous year	-	1,070,946
Trade creditors for prior periods (Over two years)	-	-
Less paid	-	(1,070,946)
Total	-	-

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

NOTES TO THE FINANCIAL STATEMENTS(Continued)

15 ACCUMULATED FUND BROUGHT FORWARD

Description		2021-2021	2020-2020
		Kshs	Kshs
Bank balances		990,394	10,334,594
Cash balances		1,310	383
Receivables		22,145,464	13,391,011
Payables		(324,499)	(1,070,946)
Investments		-	-
Bus Project		-	-
Livestock		-	-
Farm		-	-
Project Fund		-	-
Total		22,812,669	22,655,042

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021**

Other important disclosure notes

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

16 Biological assets

Description	Numbers	2021-2021 Kshs	2020-2020 Kshs
		-	-
Cattle	-	-	-
Trees	1216	4,864,000	4,864,000
Total		4,864,000	4,864,000
17 Stock/ inventory			
Description		2021 - 2021 Kshs	2020 - 2020 kshs
Stock/ inventory at beginning of the year		2,272,386	-
Stock/ inventory purchased during the year		12,042,520	
Stock/ inventory issued during the year		10,818,917	
Balance at end of the year		3,495,989	

1 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)
THERE WAS NO PRIOR AUDIT BY THE OFFICE OF THE AUDITOR GENERAL				

NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For six (6) months ended 30th June 2021

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

S/no	Supplier of Goods or Services	Original Amount	Date Contracted from	Amount Paid To-date	Outstanding Balance as at as 30/06/2021	Comment
		Kshs	Kshs	Kshs	Kshs	
		a	b	c	d=a-c	
	Infrastructure Account					
a	Construction of Buildings					
1	3No. Science Laboratories	-	-	-	-	
	Sub-Total (A)	-		-	-	
b	Supply of goods			-	-	
	Tuition Account					
	Sub-Total (B)	-		-	-	
	School Fund/Boarding Account					
	Sub-Total (C)	-		-	-	
	School Fund/Boarding Account					
c	PREPAID FEES			-	716,210	
	Sub-Total (D)	-		-	-	
	Grand Total (E=A+B+C+D)	-	-	-	716,210	

**NYANDARUA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022
ANNEX 2 : SUMMARY OF FIXED ASSETS REGISTER**

S/no	Asset class	Date purchased	Historical Cost b/f	Historical Cost c/f
			Kshs	Kshs
1	Land (54 acres)	Balance b/f 31/12/2020	54,000,000	54,000,000
2	Buildings and Structure	Balance b/f 31/12/2020	-	-
3	Motor Vehicles	Balance b/f 31/12/2020	5,000,000	5,000,000
4	Office Equipment, furniture and fittings	Balance b/f 31/12/2020	2,181,949	2,181,949
5	ICT Equipment and Other ICT Assets	Balance b/f 31/12/2020	2,133,204	2,779,904
6	Tools and Apparatus	Balance b/f 31/12/2020	1,508,530	1,508,530
7	Textbooks	Balance b/f 31/12/2020	3,443,611	4,143,625
8	Other Machinery and Equipment	Balance b/f 31/12/2020	370,000	480,000
9	Intangible assets-software	Balance b/f 31/12/2020	350,000	550,000
	Totals		68,987,294	70,644,008