

REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
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REPORT

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OF

**THE AUDITOR-GENERAL**

ON

**KIPSANGUI BOYS HIGH SCHOOL**

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

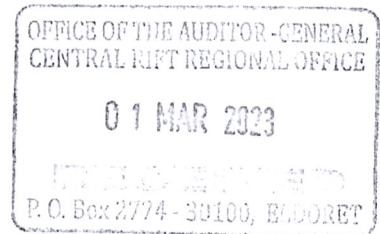
**UASIN GISHU COUNTY**



**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

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Revised 30<sup>TH</sup> JUNE 2022.



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**KIPSANGUI BOYS HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED  
30<sup>th</sup> June 2022**

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

**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
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For the year ended 30<sup>th</sup> June 2022**

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## **II. KEY SCHOOL INFORMATION AND MANAGEMENT**

### **KIPSANGUI BOYS HIGH SCHOOL**

#### **(a) Background information**

Kipsangui Secondary School was founded in 1975 with land donated by the community members. They also raised their own resources to put up the first structures. It was a mixed school until the year 1999 when girls were moved to their own newly acquired premises. The sponsor of the school is Africa Inland Church-Kenya(AIC-Kenya).it stands on a 10.23Ha(26 acres) piece of land which is adequate space for physical structures, play fields and farming. The GPS coordinates for the school is 0.7340<sup>0</sup> N,35.2648<sup>0</sup> E. The school is categorized as an Extra – County Boys Boarding School and has a population of approximately Six Hundred (600) students.

During the past five (5) years the academic performance of the school has been improving.

The Staff Establishment in the school currently stands at 28 for teachers and 18 support staff.

The infrastructure of the school contains three (3) Dormitories, Sixteen (16) Classrooms, Three (3) Science laboratories, one(1) Dining hall and Kitchen, 9Staff houses, a Library and Administration block. The school is adequately supplied with water from a borehole and water springs.

In co-curricular, the school presents its student with variety of sports and games activities. This range from Drama, Music Athletics, Handball, Volleyball and Indoor games like table Tennis and Badminton. In some of these activities, the school has been represented at very high levels like National and Regions level. The curriculum offered currently has thirteen (13) subjects which include Computer studies and foreign languages like French. The school Administration intends to widen the scope to include more subjects that give students variety to choose from. Given the aforementioned, the future of the school looks bright and with the various stakeholders on board, we look forward to a bright future where young minds can be prepared to meet the demands of the nation and their personal aspirations. The upcoming CBC curriculum will find the school with adequate space and environment to thrive given that the school espouses the development of all-round learners well prepared spiritually, physically and academically.

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**(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:

<b>Ref:</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	Mr. Nicholas Kositany	Bom Chairman	14/06/2022
2	Dr. Richard Tuimur	Bom secretary/principal	14/06/2022
3	Dr. Kipchumba Chebet	Member	14/06/2022
4	Mr. Thomas Bitok	Member	14/06/2022
5	Mr. Gideon Ngetich	Member	14/06/2022
6	Mr. Abraham Kirui	PA vice member (co-opted)	14/06/2022
7	Mr. Charles K. Sudi	Member	14/06/2022
8	Hon. Rael Chebichii	PA Chairperson	14/06/2022
9	Mr. Joseph Chepsoy	Member	14/06/2022
10	Dr. Joel K. Tenai	Member	14/06/2022
11	Rev. Francis Lagat	Member	14/06/2022
12	Mrs. Bernadette Korir	Member	14/06/2022
13	Mr. Simion Kurgat	Member	14/06/2022
14	Mr. Moses Keter	Bom vice chairperson	14/06/2022
15	Mrs. Beatrice Mutiso	Member	14/06/2022
16	Mr. Sing'oei	Area chief	14/06/2022

**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

**The functions of the School Board of Management include:**

- Promote the best interests of the school and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the school
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the school.
- Determine cases of 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.

**(c) Committees of the Board**

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr. Nicholas Kositany Mr. Abraham Kirui Dr. Richard Tuimur Hon. Rael Chebichii Mrs. Bernadette Kori	Chairman PA Chairperson Bom Secretary Member Member	3 out of 3
2	Audit Committee	Mr. Moses Keter Mr. Gideon Ngetich Mrs. Beatrice Mutiso	Chairperson Member Member	1 out of 2
3	Finance, procurement and general-purpose Committee	Mr. Joel K. Tenai Hon. Rael Chebichii Dr. Richard Tuimur	Chairperson Member Member	1 out of 2

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4	SIC Committee	Mr.Moses Keter Mr.David Simiyu Mrs. Beatrice Mutiso Dr.Richard Tuimur SCDE Public works	Chairperson Secretary Member Member Member Member	4 out of 4
5	Academic Committee	Dr. Kipchumba Chebet Dr. Richard Tuimur  Mrs. Bernadette Korir Mr. Moses Keter Hon. Real Chebichii	Chairperson Bom Secretary/Principal Member Member Member	1 out of 2
6	Human rights and student welfare	Mr.Simion Kurgat Rev. Francis Lagat Mr.Thomas Bitok	Chairperson Member Member	0 out of 1
7	Discipline and welfare Committee	Mr. Abraham Kirui Dr. Richard Tuimur  Mr. Thomas Bitok Mr. David Simiyu Rev.Francis Lagat	Chairperson Bom Secretary/Principal Member D/principal Member	2 out of 1

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**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

**(d) School operation Management**

For the financial year ended 30<sup>TH</sup> JUNE 2022 the school day-to-day management was under the following persons:

<b>Ref:</b>	<b>Designation</b>	<b>Name</b>	<b>TSC Number</b>
1	Principal	Dr. Richard Tuimur	352077
2	Deputy Principal	Mr. David Simiyu	416242
3	DOS	Mr. Elisha Mitei	499486
4	Bursar	Meshack Yator	25315502

**(e) Schools contacts**

Post Office Box: 5164, Eldoret.  
Mobile Number: 0718200325  
E-mail: kipsanguiboyshighschool@gmail.com

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**KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**

**(f) School Bankers**

The school operated 4 numbers of bank accounts and 1 Pay bill number as follows:

- |                       |                          |
|-----------------------|--------------------------|
| 1. Name of Bank:      | National Bank            |
| Branch:               | Eldoret                  |
| Account Number:       | 01021027851200           |
| Account               | Tuition                  |
| 2. Name of Bank:      | National Bank            |
| Branch:               | Eldoret                  |
| Account Number:       | 01025027851200           |
| Account               | School fund              |
| 3. Name of Bank:      | National Bank            |
| Branch:               | Eldoret                  |
| Account Number:       | 01025027851201           |
| Account               | Operation                |
| 4. Name of Bank:      | National Bank            |
| Branch:               | Eldoret                  |
| Account Number:       | 01025027851202           |
| Account               | Infrastructure           |
| 5. MPESA PayBill No.: | Business Number: 7474335 |

**(g) Independent Auditors**

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

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**III. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL**

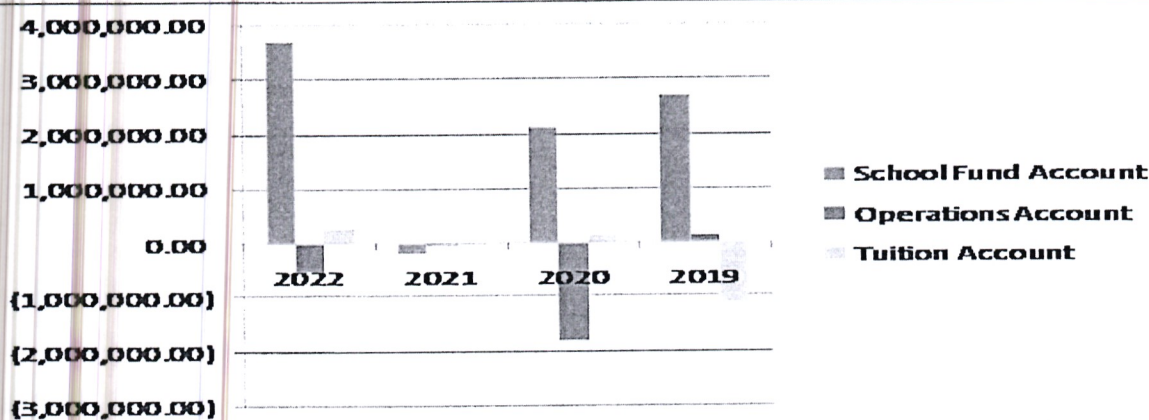
The following is a summary report of the performance of the school against the set performance evaluation criteria:

**a) Financial performance:**

Under this section, it reflects the actual financial performance trend for the last three years between 1<sup>st</sup> January 2019 to 31<sup>st</sup> December 2020 which covers a period of 12 months while 30<sup>th</sup> JUNE 2022 covers a period of 6 months and is summarised as follows:

<b>SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS</b>					
<b>SNO</b>	<b>ACCOUNTS</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
		<b>Kshs Cts</b>	<b>Kshs Cts</b>	<b>Kshs Cts</b>	<b>Kshs Cts</b>
1	School Fund Account	3,692,772.00	(191,916.00)	2,119,297.00	2,705,424.00
2	Operations Account	(530,064.00)	168.00	(1,817,173.97)	140,652.40
3	Tuition Account	261,428.00	(3,237.00)	149,939.00	(1,136,457.00)
	<b>TOTAL</b>	<b>3,424,136.00</b>	<b>(194,985.00)</b>	<b>452,062.03</b>	<b>1,709,619.40</b>
	<b>Increase/Decrease</b>	<b>3,619,121.00</b>	<b>(647,047.03)</b>	<b>(1,257,557.37)</b>	<b>100,583.85</b>

The Trend of the last four years



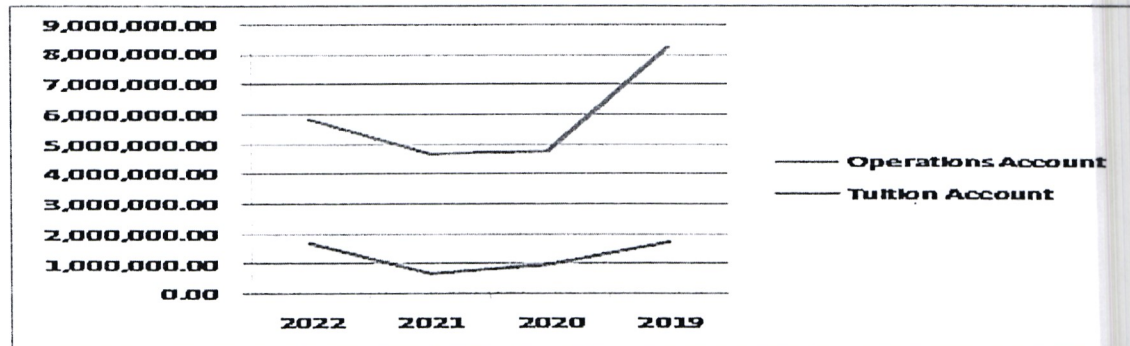
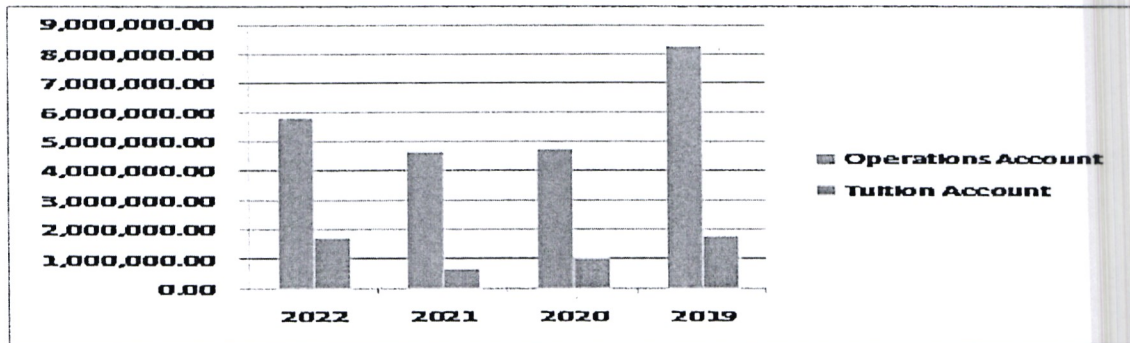
The surplus for the year 2020 decreased by Kshs 1,257,557.37 from a surplus of Kshs 1,709,619.40 in the year 2019 due to prolonged closure after abrupt shutting of the schools due to Covid-19. The surplus for the year 2022 increased by Kshs 3,619,121.00 from a deficit of Kshs 194,985.00 in the year 2021 which was attributed by non-usage of the infrastructure funds which was resulted from late receiving of approval letter for the commencement of construction

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**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

<b>CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS</b>					
<b>SNO</b>	<b>ACCOUNTS</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
		<b>KSHS</b>	<b>KSHS</b>	<b>KSHS</b>	<b>KSHS</b>
1	Operations Account	5,841,820.00	4,684,079.00	4,770,931.00	8,273,940.00
2	Tuition Account	1,707,798.00	667,163.25	992,929.00	1,749,525.00
	<b>Total</b>	<b>7,549,618.00</b>	<b>5,351,242.25</b>	<b>5,763,860.00</b>	<b>10,023,465.00</b>
	<b>Increase/Decrease</b>	<b>2,198,375.75</b>	<b>(412,617.75)</b>	<b>(4,259,605.00)</b>	<b>1,548,864.45</b>
	No of Students	513	513	511	536
	<b>Ratio of Capitation per student</b>	<b>1:14717</b>	<b>1:10431</b>	<b>1:11279</b>	<b>1:18700</b>

Trend over the last four years



The total capitation for the year 2020 was Kshs 5,763,860.00 as compared to Kshs 10,023,465.00 in the financial year 2019 representing a decrease of Kshs 4,259,605.00 which resulted from not all students' received capitation grant, prolonged abrupt closure of the school due to Covid-19 and not all capitation grants were disbursed by the end of financial year 2020.

The capitation grant for the financial year 2021 was Kshs 5,351,242.25 as compared to

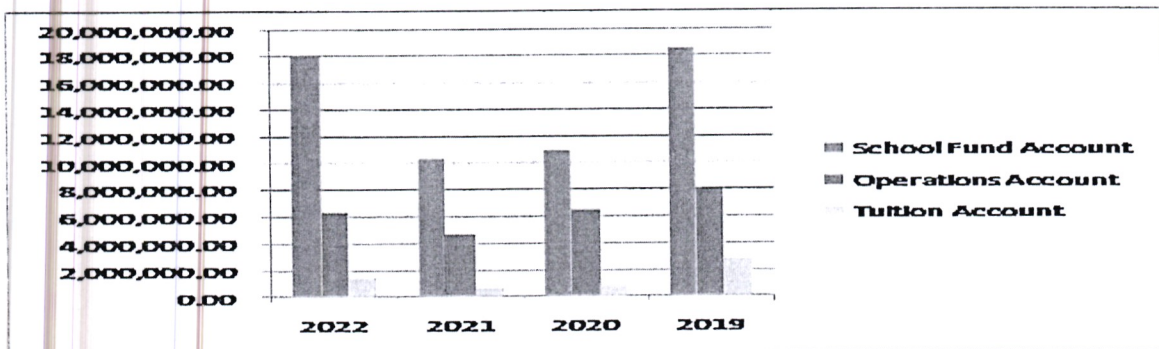
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Kshs 5,763,860.00 in the financial year 2020 representing a decrease of Kshs 412,617.75. the net decrease is mainly attributed by the disbursement of capitation for term 2 2020 and term 3 2020 only. The total capitation grants for the financial year 2020 was Kshs 7,549,618.00 as compared to Kshs 5,351,242.25 in the financial year 2021 representing an increase of Kshs 2,198,375.75. The net increase is mainly attributed by all students' receiving the capitation and increase in enrolment as shown in the ration above

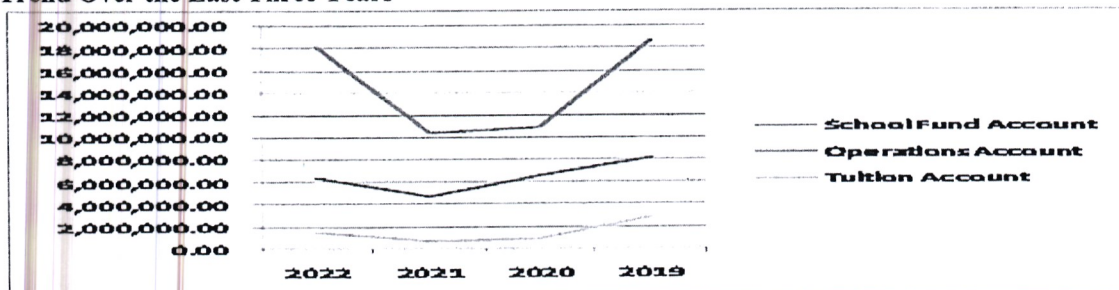
**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	18,100,277.00	10,429,940.00	10,961,976.00	18,635,863.00
2	Operations Account	6,371,884.00	4,683,911.00	6,535,819.00	8,133,288.00
3	Tuition Account	1,446,370.00	670,400.00	842,990.00	2,885,982.00
	<b>Total</b>	<b>25,918,531.00</b>	<b>15,784,251.00</b>	<b>4,086,409.97</b>	<b>29,655,133.00</b>
	<b>Increase/Decrease</b>	<b>10,134,280.00</b>	<b>11,697,841.03</b>	<b>(25,568,723.03)</b>	<b>3,209,917.00</b>

Trend Over the Last Three Years



Trend Over the Last Three Years



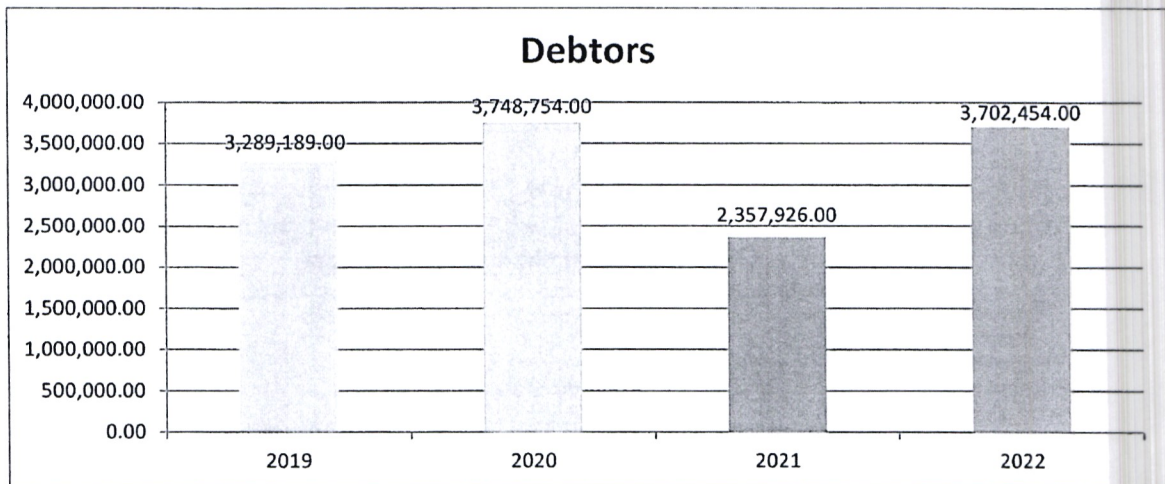
In the financial year 2022 shows an increase of growth in expenditure which has resulted from the current year covering a period of 12 months, even though the financial year 2020 covers a period of 12 months a decrease has resulted from prolonged abrupt closure of the school due to Covid-19.

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**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)**

MOVEMENT OF DEBTORS OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
	School Fund	KSHS	KSHS	KSHS	KSHS
1	Account				
A	Debtors	3,702,454.00	2,357,926.00	3,748,754.00	3,289,189.00
	<b>Total</b>	<b>3,702,454.00</b>	<b>2,357,926.00</b>	<b>3,748,754.00</b>	<b>3,289,189.00</b>
	Increase/Decrease	1,344,528.00	(1,390,828.00)	459,565.00	

**Trend Over the Last Four Years**



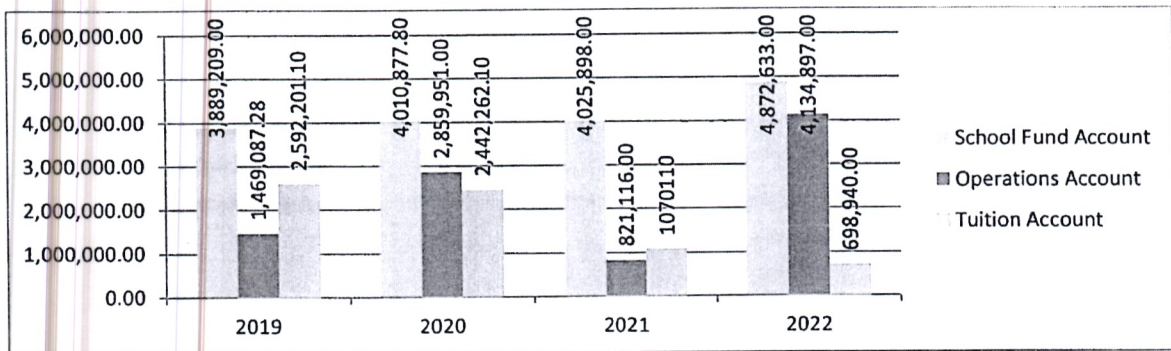
Total debtors as at 30<sup>th</sup> June 2022 increased by 57% to Kshs 3,702,454 compared to Kshs 2,357,926 as at the end of the financial year 2021. The main contributors to the increase in total debtors is the students' having more fee balances as payment of the fee declined during the year.

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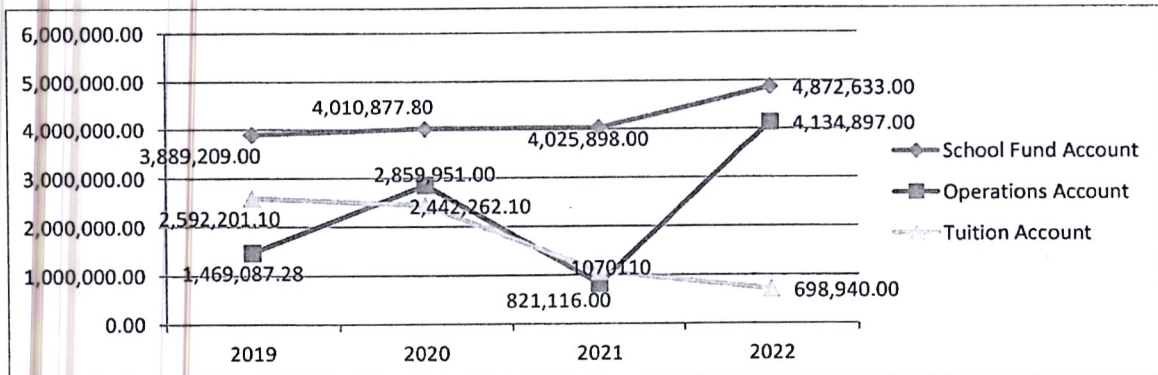
MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO	ACCOUNTS	2022	2021	2020	2019
		KSHS	KSHS	KSHS	KSHS
1	School Fund Account	4,872,633.00	4,025,898.00	4,010,877.80	3,889,209.00
2	Operations Account	4,134,897.00	821,116.00	2,859,951.00	1,469,087.28
3	Tuition Account	698,940.00	1,070,110.00	2,442,262.10	2,592,201.10
	<b>Total</b>	<b>9,706,470.00</b>	<b>5,917,124.00</b>	<b>9,313,090.90</b>	<b>7,950,497.38</b>
	<b>Increase/Decrease</b>	<b>3,789,346.00</b>	<b>(3,395,966.9)</b>	<b>1,362,593.52</b>	

**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)**

**Trend Over the Last Three Years**



**Trend over the last four years**



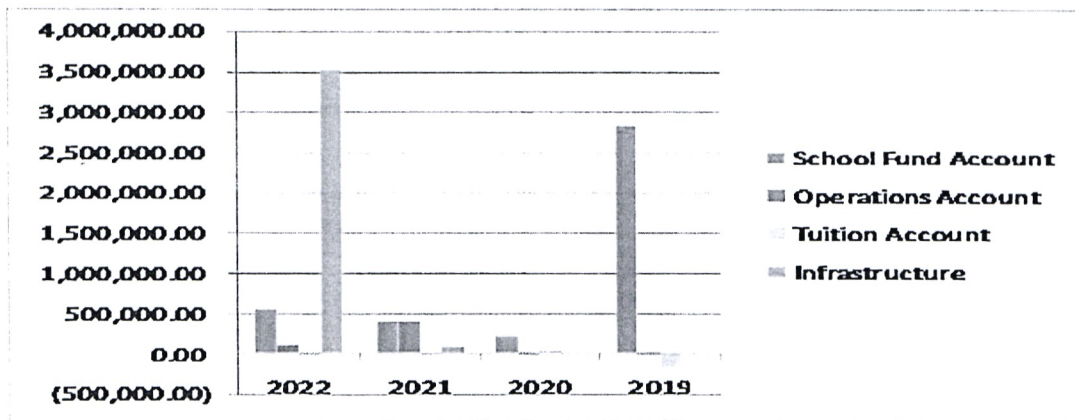
Total creditors as at 30<sup>th</sup> June 2022 increased by Kshs 3,789,346.00 compared to Kshs 5,917,124.00 as at the end of the financial year 2021 which was a 64.04% increase. The main contributors to the increase in total creditors are trade and other payables(prepaid fees). There was an increase in unpaid creditors during the year.

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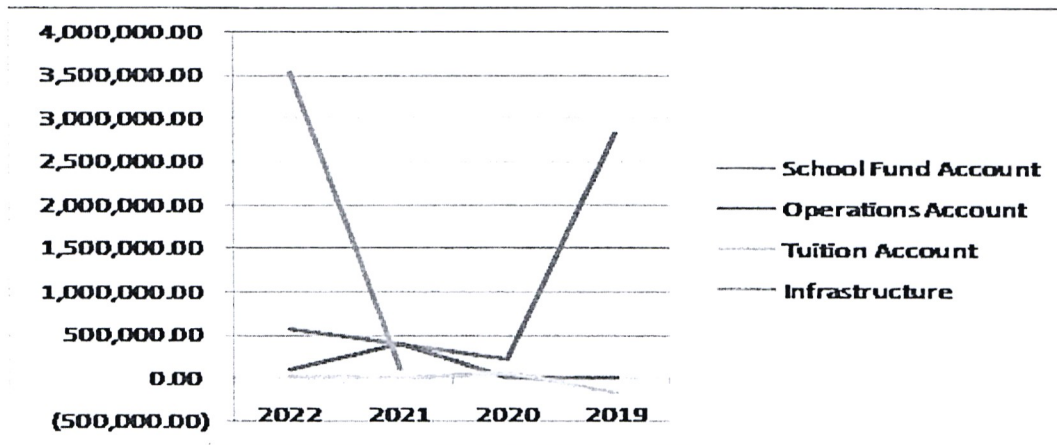
SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

MOVEMENT OF CASH AND BANK BALANCES					
SNO		2022	2021	2020	2019
	ACCOUNT	KSHS	KSHS	KSHS	KSHS
1	School Fund Account	559,934.20	396,643.00	214,143.20	2,838,283.20
2	Operations Account	97,473.80	400,079.80	1,716.75	443.00
3	Tuition Account	15,628.95	901.15	56,647.00	(182,109.10)
4	Infrastructure	3,542,770.00	93,020.00		
	<b>Total</b>	<b>4,215,806.95</b>	<b>890,643.95</b>	<b>272,506.95</b>	<b>2,656,617.10</b>
	Increase/Decrease	3,325,163.00	618,137.00	(2,384,110.15)	1,594,620.45

Trend Over the Last Four years



Trend Over the Last Four Years



**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:

The teacher student ratio lies at 1: 18.

**c) Mean score in the year 2019,2020,2021 and 2022 KCSE:**

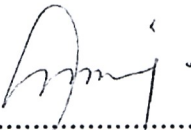
YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2022	116	6.0086	38	33%	6.5	Positive deviation of 12.0 in transition rate and 0.3471 in the mean grade.
2021	131	5.6615	27	21%	6	Negative deviation of 13.0 in transition rate.
2020	154	6.04	52	34%	7.2	Positive deviation of 13.0 in transition rate and 1.235 in the mean grade.
2019	109	4.805	22	21%	6.1	.

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**SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)**

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

Sno.	Project	Year	Status	Amount	Fund Source
1	Adminstration block	2019	Incomplete	2,000,000.00	CDF
2	Adminstration block	2020	Complete	4,000,000.00	CDF
3	Pit latrine 20 Door ablution block	2021-2022	complete	2,543,160.00	Maintenance & Improvement

  
.....  
**Mr. Nicholas Kositany**

**Chair,  
Board of Management**

**Kipsangui Boys High  
School**

Date: 28/2/2023

  
.....  
**Richard Tuimur (Mr)**

**Secretary,  
Board of Management  
/Principal**

**Kipsangui Boys High  
School**

Date: 28 FEB 2023

P. O. Box 5164-30100,  
ELDORET

  
.....  
**Meshack Yator (Mr)**

**Bursar**

**Kipsangui Boys High  
School**

Date: 28 FEB 2023

Tel: 0719 281 100  
P. O. Box 5164-30100



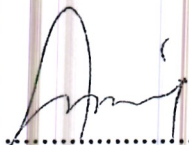
**IV. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY**

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 **Kipsangui 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 30<sup>th</sup> June, 2021, and of the school's financial position as at that date.



Mr. Nicholas Kositany

Chair,  
Board of Management

Kipsangui Boys High  
School

Date: 28/2/2023

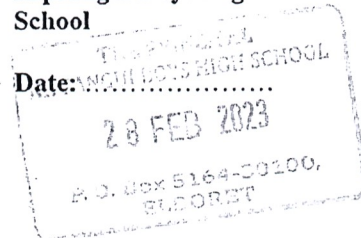


Richard Tuim (Mr)

Secretary,  
Board of Management  
/Principal

Kipsangui Boys High  
School

Date: 28 FEB 2023



Meshack Yator (Mr)

Bursar

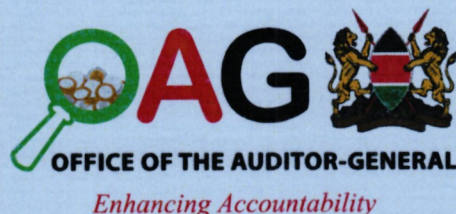
Kipsangui Boys High  
School

Date: 28 FEB 2023



# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
E-mail: 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 KIPSANGUI BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – UASIN GISHU COUNTY**

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### PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, risk management and governance systems are properly designed and were working effectively in the financial 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

### **Adverse Opinion**

I have audited the accompanying financial statements of Kipsangui Boys High School – Uasin Gishu County set out on pages 18 to 36, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of Kipsangui Boys High School – Uasin Gishu County as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

### **Basis for Adverse Opinion**

#### **1. Anomalies in Presentation and Disclosures of the Financial Statements**

Review of the financial statements presented for audit revealed the following anomalies:

- i. Balances in the financial statements and balances have not been rounded off. This was contrary to the statement of compliance and basis of preparation under Note 1 for significant accounting policies which indicates in paragraph 3 that the financial statements are presented in Kenya shillings, which is the functional and reporting currency of the School.
- ii. The financial statements includes a trial balance which is not part of the recommended reporting template by the Public Sector Accounting Standards Board.
- iii. Further, the page numbering was not correctly done as pages 21 and 22 are omitted from the financial statements.

In the circumstances, the presentation of the financial statements did not comply with the Public Sector Accounting Standards Board (PSASB) reporting template.

## 2. Errors in the Financial Statements

The financial statements for the year under review contained the following errors:

- i. Note 17 to the financial statements reflects stock/inventory balance at the end of the year of Kshs.171,694 which differs with the re-casted balance of Kshs.17,153,517, resulting in an unexplained and unreconciled variance of Kshs.16,981,823. Further, this Note does not appear in the statement of financial assets and financial liabilities.
- ii. Annex I to the financial statements on analysis of pending accounts payable reflects Kshs.6,242,748 which differs with the re-casted total of Kshs.6,265,926, thus resulting in an Unexplained variance of Kshs.23,178.
- iii. Summary report of performance reflects a total of Kshs.4,086,410 for the year 2020 while the re-casted total is Kshs.18,340,785, resulting in a variance of Ksh.14,254,375.
- iv. The table of contents and headings for the statement of receipts and payments, statement of financial assets and financial liabilities and statement of cash flows refer to the financial year ended 2021 instead of 2022.
- v. The statement of budgeted versus actual amounts reflects final budget income of Kshs.24,558,884 instead of the re-casted amount of Kshs.25,158,884, thus resulting in a variance of Kshs.600,000. Similarly, final expenditure budget is indicated as Kshs.21,0412,884, instead of Kshs.20,591,884, thus resulting in a variance of Kshs.450,000.
- vi. In addition, the statement of budgeted and actual amounts reflects budget utilization expenditure reflects Kshs.2,177,761 while the re-casted total is Kshs.2,427,764, resulting in a casting error of Kshs.250,003. Management did not reconcile or explain the variances or correct the errors.

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

## 3. Unsupported Balances in the Financial Statements

The following balances in the statements of receipts and payments and financial assets and financial liabilities were not supported by ledgers, schedules and analysis as detailed in the table below;

<b>A</b>	<b>Statement of receipts and Payments</b>		
	<b>Receipts</b>	<b>Amount (Kshs)</b>	
	Capitation grants for tuition	1,707,797.80	
	Capitation grants for operations	5,841,820.00	
	School Fund Income- Parents' Contributions	18,271,581.00	
	School Fund Income- Other receipts	4,058,740.00	
	<b>Total Receipts</b>	<b>29,879,938.00</b>	
	<b>Payments</b>		
	Payments for Tuition	1,446,370.00	
	Payments for operations	6,371,884.00	
	Boarding and school fund payments	18,100,277.00	
	<b>Total Payments</b>	<b>25,918,531.00</b>	
<b>B</b>	<b>Statement of Financial Assets and Financial Liabilities</b>		
	<b>Financial Assets</b>		
	Cash and cash equivalents	4,215,806.95	
	Account's receivables	3,702,454.00	
		<b>7,918,260.95</b>	
	<b>Financial Liabilities</b>		
	Accounts payable	6,166,653.00	8,252,799.00
	<b>Total</b>		<b>8,252,799.00</b>

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

#### **4. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association**

The statement of receipts and payments reflects boarding and school fund payments of Kshs.18,100,277 as disclosed in Note 7 to the financial statements. Review of the supporting payment vouchers revealed that the Management transferred co-curricular funds totalling to Kshs.136,000 from the School Fund Income – parents' contribution to Kenya Secondary School Heads Association (KESSHA). The organization draws its membership from secondary public School Principals and is not recognized by law.

In the circumstances, the regularity and completeness of Kshs.136,000 paid to KESSHA could not be confirmed.

#### **5. Unsupported Accounts Payables Balance**

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.8,252,799. However, Management did not provide the creditors ageing analysis for trade creditors and prepaid fees.

In the circumstances, accuracy, validity and completeness of the accounts payable balance of Kshs.8,252,799 could not be confirmed.

## **6. Expenditure Without Budgetary Provision**

The approved budget and Note 7 to the financial statements reflects personnel emoluments of Kshs.1,480,856 and actual amount of Kshs.1,792,389, resulting in over expenditure of Kshs.311,533 or 21% of the budget. Similarly, fee on boarding and equipment budget totalled to Kshs.8,623,220 against actual expenditure of Kshs.13,081,400, resulting in over expenditure of Kshs.4,458,180 or 51% of the budget. In addition, expenditure on income generating activities totalled to Kshs.805,546 against an approved budget of Kshs.450,000, thus resulting in over expenditure of Kshs.355,546 or 79% of which the approval of the Board of Management was not provided for audit.

In the circumstances, the accuracy, regularity and completeness of the over expenditure amount of Kshs.5,125,259 could not be confirmed.

## **7. Unsupported Grants and Donations**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects school fund income –other receipts balance of Kshs.4,058,740 which also includes Kshs.3,449,750 relating to income from grants and donations. However, the expenditure was not supported by an analysis and schedules for the intended beneficiaries.

In the circumstances, the accuracy and completeness of the income from grants and donations of Kshs.3,449,750 could not be confirmed.

## **8. Unsupported Cash and Cash Equivalentents**

The statement of financial assets and financial liabilities reflects cash and cash equivalentents balance of Kshs.4,215,807, comprising bank balance of Kshs.4,204,243 and cash in hand balance of Kshs.11,564 as disclosed in Notes 8 and 9 respectively. Included in the balance is Kshs.554,908 for school fund account/boarding account of which the supporting bank reconciliation statement reflects balance as per bank statement of Kshs.641,136. However, the certificate of balance reflects Kshs.650,636, thus resulting in an unexplained and unreconciled variance of Kshs.9,500.

Further, disclosed in Note 8 to the financial statements is Kshs.3,542,770 for infrastructure account. However, no supporting bank reconciliation statement was presented for audit

In circumstances, the accuracy and completeness of the cash and cash equivalentents balance of Kshs.4,215,807 could not be confirmed.

## **9. Unsupported Capitation for Tuition and Operations**

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.1,707,798 and Kshs.5,841,820 as disclosed in Notes 1 and 2 to the financial statements respectively. The School received the capitation money in full from the State Department for Early Learning, Ministry of Education. However, no evidence of application to the Principal Secretary for the funds, through the Sub-County Director of Education was provided for audit, contrary to Sub-Section 3.1.1 of the Operational Manual for Utilization of Learner Capitation Grant which requires the Schools to apply for funds to the Principal Secretary for Basic Education through the Sub-county Director of Education.

In the circumstances, the accuracy and completeness of the capitation and operations grants balance of Kshs.7,549,618 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kipsangui Boys 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 adverse 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 year under review.

### **Other Matter**

### **Budgetary Control and Performance**

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.24,558,884 and Kshs.21,629,745 respectively, resulting in an under-funding of Kshs.2,929,139 or 12% of the budget. Similarly, the School had an expenditure budget of Kshs.20,441,884 versus actual expenditure of Kshs.18,864,123, resulting in an under-expenditure of Kshs.1,577,761 or 8% of the budget.

In the circumstances, the under-funding and under-performance affected the planned activities and may have impacted negatively on service delivery in the School.

# REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

## **Conclusion**

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Adverse Opinion and Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

## **Basis for Conclusion**

### **1.0 Non-Compliance with Public Procurement Laws**

#### **1.1 Payment of Tuition**

The statement of receipts and payments reflects payments for tuition balance of Kshs.1,446,370 as disclosed in Note 5 to the financial statements. Included in the amount is Kshs.386,430 and Kshs.1,059,760 relating to laboratory equipment and teaching/learning materials respectively. Review of the supporting payment vouchers provided for audit revealed that the goods and commodities procured were not supported by procurement ad hoc committee reports, inspection and acceptance committee reports, annual procurement plan, professional opinions, advertisements, requests for quotations, list of registered suppliers, regret letters for unsuccessful bidders contrary to Sections 53(2), 84(1), 96(2), 105, 71 and 87(1)(2) respectively of the Public Procurement and Asset Disposal Act, 2015.

In the circumstances, the regularity of Kshs.1,446,370 incurred on boarding equipment and stores could not be confirmed

#### **1.2 Boarding and School Fund Operations**

The statement of receipts and payments reflects boarding and school fund payments totaling Kshs.18,100,277 as disclosed in Note 7 to the financial statement is. Included in the balance is Kshs.13,081,400 which was used to procure boarding equipment and stores. Review of the supporting payment vouchers revealed that the School did not have an annual procurement plan, contrary to Section 53(2) of the Public Procurement and Disposal Act, 2015. In addition, the School did not maintain a list of prequalified suppliers nor were the goods supplied inspected by the committee on inspection and acceptance after the delivery contrary to Sections 95(3) and 48 of the Public Procurement and Asset Disposal Act, 2015.

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

## **2.0 Irregularities in Provision of Motor Vehicle Insurance Cover**

The statement of receipts and payments reflects payments for operations amount of Kshs.6,371,844 as disclosed in Note 6 to the financial statements. Included in the amount is administration cost of Kshs.3,024,466, out of which Kshs.150,000 was paid to an insurance company for the provision of insurance cover for the school premises. However, the Management did not provide procurement records, contract agreement and valuation reports to support the premium payable for audit review.

In the circumstances, it was not possible to confirm whether value for money was realized on Kshs.150,000 spent on the insurance cover.

## **3.0 Lack of a School Improvement Plan**

During the year under review, the School did not have in place an operational School Improvement Plan required by Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds. It is a requirement that all the key stakeholders of a school be involved in coming up with a school improvement plan for each 3-year cycle.

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

## **4.0 Weaknesses in the Board of Management**

The statement of receipts and payments reflects , boarding and school fund payments amount of Kshs.18,100,277 as disclosed in Note 7 to the financial statements which includes Kshs.260,750 for local transport and travelling for the Board members. Review of the Board minutes and registers revealed that the Board of management met only once on 15 January, 2021 instead of every four months. It was also noted that minutes of the Board were not signed nor was there evidence that the Board of Management reviewed the financial statements. This was contrary to Section 6 (1) of the Fourth Schedule of the Basic Education Act ,2013 which states that 'a Board of Management shall meet at least once every four months'.

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

## **5.0 Irregular Staff Recruitment**

The statement of receipts and payments reflects payments for operations amount of Kshs.6,371,844 which includes personnel emoluments amount of Kshs.2,466,788 as disclosed in Note 6 to the financial statements. During the year under review, the School engaged between three (3) and five (5) Board of Management (BOM) teaching staff. However, there was no evidence of competitive recruitment of these teaching staff, contrary to Section B.4(1) of the Human Resource Policies and Procedures Manual for the Public Service May, 2016. In addition, the School did not have an approved staff

establishment and thus not possible to confirm whether the number of recruited teachers was as per the establishment.

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

## **6.0 Irregularities in Procurement of Goods**

The statement of receipts and payments reflects payments for operations amount of Kshs.6,371,884 and as reflected in Note 6 to the financial statements includes administration cost amount of Kshs.3,024,466. Review of expenditure records revealed that out of Kshs.3,024,466, an amount of Kshs.1,063,798 was paid to various suppliers for the supply of items to the School. However, no procurement plan, list of pre-qualified suppliers, requests of quotations, evaluation reports, professional opinions and inspection and acceptance reports were provided for audit, contrary to Sections 53(2), 71, 105, 46(1), 84(1), and 48(1) respectively of the Public Procurement and Asset Disposal Act, 2015.

In the circumstances, value for money may not have been achieved on goods costing Kshs 1,063,798.

## **7.0 Irregularities in School Fee Structure and Parent Contributions**

Review of the approved budget revealed that the School had an approved fee of Kshs.40,535. As per the Ministry of Education guidelines, institutions in category B where the school belongs, should charge parents' contributions of Kshs.35,000 during the year. However, it was noted that the School charged Kshs.40,535, thereby overcharging the parents by Kshs.5,535. This was in contravention to Regulation 45 of the Basic Education Regulations, 2015 which states that 'no person or Board of Management in a public institution of basic education and training shall alter or increase fees without written authority from the Cabinet Secretary'.

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

## **8.0 Lack of Ownership Documents on Non-Current Assets**

The summary of fixed assets register at Annex 2 to the financial statements reflects total assets historical cost of Kshs.114,481,000 comprising land, building and structures, motor vehicles, office equipment, furniture and fittings, ICT equipment and other ICT assets, tools and apparatus, textbooks, other machinery and equipment and intangible assets-software. Review of the detailed assets register provided for audit revealed that it was not updated as it contained only the assets that were acquired during current financial year. Further, the assets register did not include the serial numbers of the assets nor were the assets tagged or branded.

In the circumstances, it was not possible to confirm the ownership and value of the assets owned by the School

## **9.0 Irregular Budget Approval**

Review of the full Board meeting minutes held on 15 January, 2021 revealed that the Board approved the School's 2021 Budget for the period January, 2021 to December, 2021 that aligned with the calendar year and not the financial year which runs from 1st July to 30th June of the subsequent year. The Public Sector Accounting Standards Board (PSASB) required schools to align their budget to be in line with the government financial calendar year in preparation for first adoption preparation of financial statements under International Public Sector Accounting Standards (Cash Basis).

In the circumstances, Management did not comply with the PSASB Guidelines

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

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Weaknesses in Information Communication Technology (ICT) Environment**

Review of the Information Communication Technology environment revealed the following internal control weaknesses;

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

- ii. The School did not have an IT strategic committee which is important in performing the oversight function and formulation of policies to ensure that IT department functions properly to assist in achievement of organizational objectives in an economic, efficient and effective way.
- iii. 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.
- iv. Most of the procedures and functions in the finance and accounting department are manually performed as the department is yet to embrace information communication technology in all of its operational areas.

In the circumstances, data recovery and safety of the School data could not be confirmed.

## **2. Lack of Risk Assessment Policy and Disaster Recovery Plan**

Audit of the internal controls in place revealed that the school Management had not developed a Risk Management Policy nor were risk assessments performed for the year under review, contrary to Regulations 165(1) and 170(1) of the Public Finance Management (National Government) Regulations, 2015 which requires each national government entity to develop risk management strategies and a system of risk management. In addition, a Disaster Recovery Plan or Business Continuity Plan was not in place.

In the circumstances, risk management strategies and ability to mitigate the risk of disaster could not be confirmed.

## **3.Lack of Segregation of Duties**

During the year under review of responsibilities revealed that the duties of making entries in the cashbook, reconciliation and validation of payments was done by one individual. Similarly, the processes in the procurement unit were also initiated, managed and executed by one individual. In the absence of separation of duties in key processes in the institution, it may not be possible to undertake remedial action in case of errors and other related risks.

In the circumstances, related risks due to lack of segregated of duties may not be confirmed

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

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

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

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

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how 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 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 controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the 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 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.

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

13 October, 2023

**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**VI. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH  
JUNE 2022**

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
			Kshs
<b>RECEIPTS</b>			
Capitation grants for tuition	1	1,707,797.80	667,167.00
Capitation grants for operations	2	5,841,820.00	4,684,079.00
School Fund Income- Parents' Contributions	3	18,271,581.00	8,261,224.00
School Fund Income- Other receipts	4	4,058,740.00	1,976,800.00
Proceeds from borrowings			-
<b>TOTAL RECEIPTS</b>		<b>29,879,938.80</b>	<b>15,589,266.00</b>
<b>PAYMENTS</b>			
Payments for Tuition	5	1,446,370.00	670,400.00
Payments for operations	6	6,371,884.00	4,683,911.00
Boarding and school fund payments	7	18,100,277.00	10,429,940.00
<b>TOTAL PAYMENTS</b>		<b>25,918,531.00</b>	<b>15,784,251.00</b>
<b>SURPLUS/DEFICIT</b>		<b>3,961,407.80</b>	<b>(194,985.00)</b>

The accounting policies and explanatory notes to these financial statements for an integral part of the financial statements. The report covers the six months for the period ended 30TH JUNE 2022 and accompanying comparatives cover the twelve months period ended 31<sup>st</sup> December 2020. The financial statements should be read in conjunction with the accompanying notes.

.....  
Mr. Nicholas Kositany

Chair,  
Board of Management

Kipsangui Boys High  
School

Date: 28/2/2023

.....  
Richard Tuimur (Mr)

Secretary,  
Board of Management  
/Principal

Kipsangui Boys High  
School

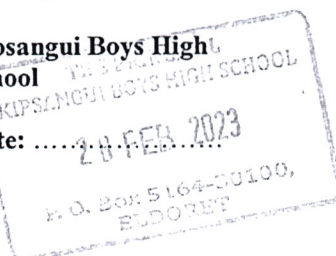
Date: 28 FEB 2023

.....  
Meshack Yator (Mr)

Bursar

Kipsangui Boys High  
School

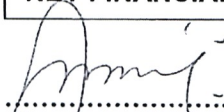
Date: 28 FEB 2023



**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL**  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022

**VII. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT  
30<sup>TH</sup> JUNE 2022**

	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	8	4,204,242.95	885,290.15
Cash Balances	9	11,564.00	8,659.00
Short term Investment	10	0.00	0.00
<b>Total Cash and Cash Equivalents</b>		<b>4,215,806.95</b>	<b>893,949.15</b>
Account's receivables	11	3,702,454.00	364,761.00
<b>TOTAL FINANCIAL ASSETS</b>		<b>7,918,260.95</b>	<b>1,258,710.15</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable	12	8,252,799.00	5,554,656.00
<b>NET FINANCIAL ASSETS</b>		<b>(334,538.05)</b>	<b>(4,295,945.85)</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	(4,295,945.85)	(4,295,945.85)
Surplus/Deficit for the year		3,961,407.80	0.00
<b>NET FINANCIAL POSITION</b>		<b>(334,538.05)</b>	<b>(4,295,945.85)</b>

  
.....  
**Mr. Nicholas Kositany**

**Chair,  
Board of Management**

**Kipsangui Boys High  
School**

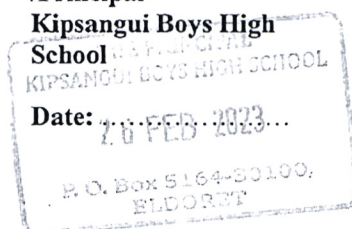
Date: 28/2/2023

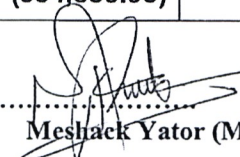
  
.....  
**Richard Tuimur (Mr)**

**Secretary,  
Board of Management  
/Principal**

**Kipsangui Boys High  
School**

Date: 26 FEB 2023



  
.....  
**Meshack Yator (Mr)**

**Bursar**

**Kipsangui Boys High  
School**

Date: 28 FEB 2023



**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**VIII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE 2022**

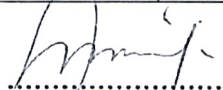
		<b>2021-2022</b>	<b>2020-2021</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>Receipts from operating activities</b>			
Capitation grants for tuition	1	1,707,797.80	-
Capitation grants for operations	2	5,841,820.00	-
School fund income- Parents contributions fees	3	16,943,939.00	-
School fund income- other receipts	4	4,058,740.00	-
<b>Total receipts</b>		<b>28,552,296.80</b>	<b>-</b>
<b>Payments</b>			
Payments for Tuition		1,693,070.00	-
Payments for operations		6,144,426.00	-
Boarding and school fund payments		17,392,943.00	-
		<b>25,230,439.00</b>	<b>-</b>
<b>Net cash flow from operating activities</b>		<b>3,321,857.80</b>	<b>-</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>NET CASHFLOW FROM BORROWING ACTIVITIES</b>		<b>3,321,857.80</b>	<b>-</b>
Proceeds from borrowings/ loans			-
Repayment of principal borrowings			-
<b>Net cash flows from Investing Activities</b>			<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>3,321,857.80</b>	<b>-</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	<b>10</b>	<b>893,949.15</b>	<b>893,949.15</b>
<b>Cash and cash equivalent at END of the year</b>		<b>4,215,806.95</b>	<b>893,949.15</b>

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 IPSAS

**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
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**IX. TRIAL BALANCE AS AT 30TH JUNE 2022**

		DR	CR
<b>Cash and Cash equivalents</b>			
	Bank Balances	4,204,242.95	
	Cash Balances	11,564.00	
	Short term investments	0.00	
	Receivables	3,702,454.00	
<b>Payments</b>			
	Payments for Tuition	1,446,370.00	
	Payments for operations	6,371,884.00	
	Boarding and school fund payments	18,100,277.00	
<b>Receipts</b>	Capitation grants for tuition		1,707,797.80
	Capitation grants for operations		5,841,820.00
	School Fund Income- Parents' Contributions		18,271,581.00
	School Fund Income- Other receipts		4,058,740.00
	Proceeds from borrowings		
Prior Year Adjustment			
	Fund Balance b/f		(4,295,945.85)
	Payables		8,252,799.00
<b>TOTAL</b>		<b>33,836,791.95</b>	<b>33,836,791.95</b>

  
.....  
Mr. Nicholas Kositany

Chair,  
Board of Management

Kipsangui Boys High  
School

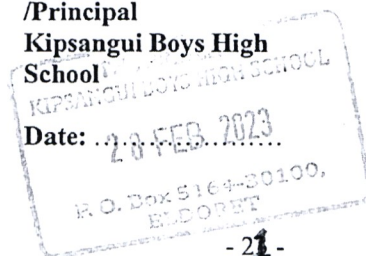
Date: 28/2/2023


  
.....  
Richard Tuim (Mr)

Secretary,  
Board of Management  
/Principal

Kipsangui Boys High  
School

Date: 28 FEB 2023



  
.....  
Meshack Wafor (Mr)

Bursar

Kipsangui Boys High  
School

Date: 28 FEB 2023



KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL

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

X. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c = a+b	d	e = c - d	f = d/c
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>RECEIPTS</b>						
<b>(1) CAPITATION GRANT ON TUITION</b>						
Exercise Books						
Lab. Equipment						
T/L Materials	2,458,296.00	0.00	2,458,296.00	1,707,797.80	750,498.20	69.47
Internal Exam						
Ref/Lib(Textbooks)						
SMASSE						
<b>SUB-TOTAL</b>	<b>2,458,296.00</b>	<b>0.00</b>	<b>2,458,296.00</b>	<b>1,707,797.80</b>	<b>750,498.20</b>	<b>69.47</b>
<b>(2) CAPITATION GRANT ON OPERATIONS</b>						
Local, Transport& Travelling	801,000.00	0.00	801,000.00	550,621.00	250,379.00	68.75
Electricity, Water& Conservancy	961,200.00	0.00	961,200.00	937,676.40	23,523.60	97.56
Repair, Maintenance& Improvement	0.00	0.00	0.00	0.00	0.00	0.00
Activity (i)	0.00	0.00	0.00	0.00	0.00	0.00
Medical/Insurance	0.00	0.00	0.00	0.00	0.00	0.00
Personal Emoluments	2,775,000.00	0.00	2,775,000.00	2,572,752.30	202,247.70	92.71
Administration Costs	1,281,600.00	0.00	1,281,600.00	1,158,321.30	123,278.70	90.38
<b>SUB-TOTAL</b>	<b>5,818,800.00</b>	<b>0.00</b>	<b>5,818,800.00</b>	<b>5,219,371.00</b>	<b>599,429.00</b>	<b>89.70</b>

KIPSANGUI BOYS' HIGH SCHOOL  
 PUBLIC SECONDARY SCHOOL  
 Annual Report and Financial Statements  
 For the year ended 30<sup>th</sup> June 2022

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022 (Continued)

(3) FEES CHARGED ON PARENTS								
Boarding, Equipment & Stores	8,123,220.00	0.00	8,123,220.00	7,003,169.00	1,120,051.00	86.21		
Local, Transport & Travelling	1,246,356.00	0.00	1,246,356.00	902,896.00	343,460.00	72.44		
Electricity, Water & Conservancy	1,246,356.00	0.00	1,246,356.00	885,332.00	361,024.00	71.03		
Repair, Maintenance & Improvement	1,668,000.00	0.00	1,668,000.00	1,626,822.00	41,178.00	97.53		
Activity (ii)	267,000.00	0.00	267,000.00	170,240.00	96,760.00	63.76		
Personal Emoluments	2,180,856.00	0.00	2,180,856.00	2,052,385.00	128,471.00	94.10		
Administration Costs	1,500,000.00	0.00	1,500,000.00	1,450,792.00	49,208.00	96.71		
<b>SUB-TOTAL</b>	<b>15,631,788.00</b>	<b>0.00</b>	<b>15,631,788.00</b>	<b>14,091,636</b>				
<b>OTHER INCOME</b>								
Income from Farming/Dairy Activities	650,000.00	0.00	650,000.00	610,940.00	39,060.00	94.00		
Accommodation								
<b>SUB-TOTAL</b>	<b>650,000.00</b>	<b>0.00</b>	<b>650,000.00</b>	<b>610,940.00</b>	<b>39,060.00</b>	<b>94.00</b>		
<b>INFRASTRUCTURE ACCOUNT</b>								
<b>SUB-TOTAL</b>								
<b>GRAND TOTAL INCOME</b>	<b>24,558,884.00</b>	<b>0.00</b>	<b>24,558,884.00</b>	<b>21,629,744.80</b>	<b>2,929,139.20</b>	<b>88.07</b>		

**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL**

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

**STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022 (Continued)**

<b>EXPENDITURE FOR:</b>									
<b>(1) TUITION</b>									
Exercise Books									
Lab. Equipment									
T/L Materials	1,858,296.00	0.00	1,858,296.00	1,707,797.80	150,498.20				91.90
Internal Exam									
Ref/Lib(Textbooks)									
SMASSE									
Bank Charges									
<b>SUB-TOTAL</b>	<b>1,858,296.00</b>	<b>0.00</b>	<b>1,858,296.00</b>	<b>1,707,797.80</b>	<b>150,498.20</b>				<b>91.90</b>
<b>(2) OPERATIONS</b>									
Local, Transport & Travelling	601,000.00	0.00	601,000.00	16,430.00	584,570.00				2.73
Electricity, Water & Conservancy	661,200.00	0.00	661,200.00	534,655.00	126,545.00				80.86
Repair, Maintenance & Improvement	400,000.00	0.00	400,000.00	328,465.00	71,535.00				82.11
Activity (i)	0.00	0.00	0.00	0.00	0.00				0.00
Medical/Insurance	0.00	0.00	0.00	0.00	0.00				0.00
Personal Emoluments	1,975,000.00	0.00	1,975,000.00	1,850,839.00	124,161.00				93.71
Administration Costs	1,781,600.00	0.00	1,781,600.00	1,664,838.00	116,762.00				93.44
<b>SUB-TOTAL</b>	<b>5,418,800.00</b>	<b>0.00</b>	<b>5,418,800.00</b>	<b>4,395,227.00</b>	<b>1,023,573.00</b>				<b>81.11</b>
<b>(3) SCHOOL FUND</b>									
Boarding, Equipment & Stores	8,623,220.00	0.00	8,623,220.00	8,584,710.00	38,510.00				99.55
Local, Transport & Travelling	346,356.00	0.00	346,356.00	260,750.00	85,606.00				75.28
Electricity, Water & Conservancy	446,356.00	0.00	446,356.00	410,440.00	35,916.00				91.95
Repair, Maintenance & Improvement	168,000.00	0.00	168,000.00	103,006.00	64,994.00				61.31
Activity (ii)	300,000.00	0.00	300,000.00	283,980.00	16,020.00				94.66

**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL**

**Annual Report and Financial Statements**

For the year ended 30<sup>th</sup> June 2022

**STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022 (Continued)**

Personal Emoluments	1,480,856.00	0.00	1,480,856.00	1,322,898.00	857,958.00	89.33
Administration Costs	1,500,000.00	0.00	1,500,000.00	1,359,706.00	140,294.00	90.64
Expenditure from Income Generating Activities	450,000.00	0.00	450,000.00	435,608.00	14,395.00	96.80
<b>SUB-TOTAL</b>	<b>13,164,788.00</b>	<b>0.00</b>	<b>13,164,788.00</b>	<b>12,761,098.00</b>	<b>1,253,693.00</b>	<b>96.93</b>
INFRASTRUCTURE ACCOUNT						
<b>SUB-TOTAL</b>						
<b>TOTAL EXPENDITURE</b>	<b>21,041,884.00</b>	<b>0.00</b>	<b>21,041,884.00</b>	<b>18,864,122.80</b>	<b>2,177,761.20</b>	<b>89.65</b>

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

- i. There was underutilization on Local Transport and Travelling due to continued restriction of movement by the government.
- ii. The underutilization on Repairs Maintenance and Improvement was as a results of prolonged closure of school during COVID 19 hence minimum damages.

## **XI. 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 2022.

KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022

XII. NOTES TO THE FINANCIAL STATEMENTS AS AT 30<sup>TH</sup> JUNE, 2022

1	CAPITATION GRANT FOR TUITION		2021-2022	2020-2021
			Kshs	Kshs
	Textbooks		-	-
	Exercise books		-	-
	Laboratory equipment		-	-
	Internal exams		-	-
	Teaching / learning materials		1,707,797.80	667,163.25
	Chalks		-	-
	Exams and assessment		-	-
	Reference/Library		-	-
	<b>Total</b>		<b>1,707,797.80</b>	<b>667,163.25</b>
2	CAPITATION GRANT FOR OPERATIONS		2021-2022	2020-2021
			Kshs	Kshs
	Personnel Emoluments		3,195,201.30	1,530,280.05
	Maintenance & Improvement		-	1,917,250.00
	Others		-	-
	Local Transport & Travelling		550,621.00	182,101.00
	Elec. Water & Conservancy		937,676.40	613,117.00
	Medical		-	-
	Administration Costs		1,158,321.30	441,331.00
	Insurance		-	-
	Activity		-	-
	<b>Total</b>		<b>5,841,820.00</b>	<b>4,684,079.05</b>

**KIPSANGUI BOYS' HIGH SCHOOL**  
**PUBLIC SECONDARY SCHOOL**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

<b>3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT</b>			
		<b>2021-2022</b>	<b>2020-2021</b>
		<b>Kshs</b>	<b>Kshs</b>
	Personnel emoluments	2,529,876.00	1,062,677.00
	Fee on Boarding Equipment and Stores	10,705,623.00	5,092,789.00
	Maintenance & Improvement	1,626,822.00	-
	Local transport / travelling	902,896.00	104,574.00
	Electricity and water	885,332.00	1,100,339.00
	Administration costs	1,450,792.00	891,571.00
	Activity	170,240.00	9,274.00
	<b>Total</b>	<b>18,271,581.00</b>	<b>8,261,224.00</b>
<b>4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT</b>			
		<b>2021-2022</b>	<b>2020-2021</b>
		<b>Kshs</b>	<b>Kshs</b>
	Rent income	35,000.00	34,000.00
	Income from farming activities	429,020.00	577,760.00
	Income from Posho mill	-	-
	Income from Bus Hire	138,920.00	35,040.00
	Fee for hire of ground and equipment	-	-
	Income from grants and donations*	3,449,750.00	1,330,000.00
	Tender fees	-	-
	Uniform	6,050.00	-
	Caution Money	-	-
	Dividends income	-	-
	<b>Total</b>	<b>4,058,740.00</b>	<b>1,976,800.00</b>

**KIPSANGUI BOYS' HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

5	<b>PAYMENTS FOR TUITION</b>			
			<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Textbooks		-	-
	Exercise Books		-	-
	Laboratory Equipment and Chemicals		386,430.00	-
	Internal exams		-	-
	Teaching / learning materials		1,059,760.00	670,160.00
	Chalks		-	-
	Library/reference materials		-	-
	Administration Costs		-	-
	Bank Charges		180.00	240.00
	<b>Total</b>		<b>1,446,370.00</b>	<b>670,400.00</b>
6	<b>PAYMENTS FOR OPERATIONS</b>			
			<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Personnel emoluments		2,466,788.00	1,670,503.00
	Service Gratuity		-	-
	Administration Cost		3,024,466.00	1,010,969.00
	Maintenance & improvements		328,465.00	1,330,000.00
	Local transport / travelling		16,430.00	69,400.00
	Electricity and water		534,655.00	593,255.00
	Medical		-	-
	Activity Expenses		-	-
	Bank Charges		1,080.00	9,784.00
	Grants		-	-
	Acquisition of Assets		-	-
	<b>TOTAL</b>		<b>6,371,884.00</b>	<b>4,683,911.00</b>

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7	<b>BOARDING AND SCHOOL FUND PAYMENTS</b>			
			<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Personnel emoluments		1,792,389.00	983,408.00
	Maintenance & Improvements		103,006.00	-
	Local transport / travelling		260,750.00	106,926.00
	Electricity and water		410,440.00	339,427.00
	Medical Expenses		-	-
	Administration costs		1,359,706.00	932,157.00
	Lunch Programme		-	-
	Bank Charges		3,060.00	11,347.00
	Expenses on Income Generating Activities		805,546.00	498,325.00
	Fee on Boarding Equipment and Stores		13,081,400.00	7,552,150.00
	Activity Expenses		283,980.00	6,200.00
	Pocket Money		-	-
	Caution money		-	-
	Loan Interest repayment		-	-
	Acquisition of Assets		-	-
	<b>TOTAL</b>		<b>18,100,277.00</b>	<b>10,429,940.00</b>

8	<b>BANK ACCOUNTS</b>			
	<b>Name of Bank, Account No. &amp; currency</b>	<b>Bank Account Number</b>	<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Tuition Account		15,628.95	901.15
	Operations Account		90,935.80	395,348.80
	School Fund Account/Boarding		554,908.20	396,020.20
	Savings Account		-	-
	Income generating activities Account		-	-
	Infrastructural Account		3,542,770.00	93,020.00
	<b>Total</b>		<b>4,204,242.95</b>	<b>885,290.15</b>

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<b>9</b>	<b>CASH IN HAND</b>			
	<b>Description</b>		<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Tuition Account		-	-
	Operation Account		6,538.00	4,731.00
	School Fund account		5,026.00	3,928.00
	<b>Total</b>		<b>11,564.00</b>	<b>8,659.00</b>
<b>10</b>	<b>SHORT TERM INVESTMENTS</b>			
	<b>Description</b>		<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Cooperative shares		-	-
	Treasury Bills		-	-
	Fixed deposit		-	-
	Equity stock		-	-
	Other investments		-	-
	<b>Total</b>		<b>-</b>	<b>-</b>
<b>11</b>	<b>ACCOUNTS RECEIVABLE</b>			
	<b>Description</b>		<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Fees arrears		3,702,454.00	364,761.00
	Other non-fees receivables		-	-
	Salary advances		-	-
	Imprest		-	-
	<b>Total</b>		<b>3,702,454.00</b>	<b>364,761.00</b>
	[Include an ageing of the fees / non fees arrears below]			

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	Description	2021-2022	2020-2021
		Kshs	Kshs
	Fees arrears for current year	-	-
	Fees arrears for the previous year	-	-
	Fees arrears for prior periods (over two years)	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>12</b>	<b>ACCOUNTS PAYABLE</b>		
	Description	2021-2022	2020-2021
		Kshs	Kshs
	Trade creditors (See ageing below and appendix 1)	6,242,748.00	5,554,656.00
	Prepaid fees	2,010,051.00	
	Retention monies	-	
	<b>Total</b>	<b>8,252,799.00</b>	<b>5,554,656.00</b>
	[Include an ageing of the creditor's arrears below]		
	Description	2021-2022	2020-2021
		Kshs	Kshs
	Trade creditors for current year	-	-
	Trade creditors for the previous year	-	-
	Trade creditors for prior periods (over two years)	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>13</b>	<b>FUND BALANCE BROUGHT FORWARD</b>		
	Description	2021-2022	2020-2021
		Kshs	Kshs
	Bank balances	885,290.15	885,290.15
	Cash balances	8,659.00	8,659.00
	Short Term Investments		
	Receivables	364,761.00	364,761.00
	Payables	5,554,656.00	5,554,656.00
	<b>Total</b>	<b>(4,295,945.85)</b>	<b>(4,295,945.85)</b>

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	<b>Other important disclosure notes</b>			
<b>14</b>	<b>Non-current Liabilities Summary</b>			
	<b>Description</b>		<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Bank loan(s)		-	-
	Outstanding Leases		-	-
	Hire purchase		-	-
	Gratuity and leave provision		-	-
	<b>Total</b>		<b>-</b>	<b>-</b>
<b>15</b>	<b>Biological assets</b>			
	<b>Description</b>	<b>Number s</b>	<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	Cattle	10	370,000.00	325,000.00
	Goats		-	-
	Trees	56	257,000.00	280,000.00
	Coffee or tea plantation		-	-
	Poultry		-	-
	<b>Total</b>		<b>627,000.00</b>	<b>605,000.00</b>
<b>16</b>	<b>Borrowings</b>			
	<b>Description</b>		<b>2021-2022</b>	<b>2020-2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	<b>a) Borrowings</b>		-	-
	Borrowing at beginning of the year		-	-
	Borrowings during the year		-	-
	Repayments of during the year		-	-
	<b>Balance at end of the year</b>		<b>-</b>	<b>-</b>

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<b>17</b>	<b>1 Stock/ Inventory</b>			
	<b>Description</b>		<b>2022</b>	<b>2021</b>
			<b>Kshs</b>	<b>Kshs</b>
	<b>Stock/Inventory</b>			
	Stock/ inventory at beginning of the year		155,791	36,180.00
	Stock/ inventory purchased during the year		8,584,710	5,193,055
	Stock/ inventory issued during the year		8,413,016	5,037,264
	<b>Balance at end of the year</b>		<b>171,694.00</b>	<b>155,791.00</b>



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XIV. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS  
PAYABLE

XV.

XVI.

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	
a)	<b>Tuition account</b>					
	Canopy book centre	17,850.00		-	17,850.00	
	Mitrex enterprises	149,750.00		-	149,750.00	
	Flexans school supplies	6,500.00		-	6,500.00	
	Boiwo suppliers	80,520.00			80,520.00	
	Longhorn	53,917.00		-	53,917.00	
	Nashatech	41,930.00			41,930.00	
	Yokhama enterprises	23,178.00			23,178.00	
	<b>Sub – total (A)</b>	<b>350,467.00</b>		-	<b>350,467.00</b>	
				-		
b)	<b>Operation account</b>					
	Edwin simiyu	216,950.00		-	216,950.00	
	Rachel chepkoech	19,416.00		-	19,416.00	
	Beepers fashions	25,350.00			25,350.00	
	Eldoline enterprises	19,000.00		-	19,000.00	
	Copy Cat Ltd	224,801.00		-	224,801.00	
	Suzy detergents	51,700.00		-	51,700.00	
	Chepolah investments	55,740.00		-	55,740.00	
	Lime enterprise	123,180.00		-	123,180.00	
	<b>Sub-Total (B)</b>	<b>736,137.00</b>		-	<b>736,137.00</b>	
				-		
c)	<b>School fund account</b>					
	Eldobase chemist ltd	35,965.00		-	35,965.00	
	Tingei field photography	63,400.00		-	63,400.00	
	Sharon tarus	119,000.00		-	119,000.00	
	Shanir distributors	114,900.00		-	114,900.00	
	Johnstone wanyoike	53,450.00		-	53,450.00	
	Benjamin kaptingei	221,060.00		-	221,060.00	
	Pauls bakery	551,585.00		-	551,585.00	
	Matunda modern hardware	70,450.00		-	70,450.00	
	Jep engineering services	401,600.00		-	401,600.00	
	Farm sceptre works	199,433.00		-	199,433.00	
	Becky Bett	470,830.00		-	470,830.00	
	Kerundo limited	1,092,082.00		-	1,092,082.00	

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	Nairobi sports house ltd	62,590.00		-	62,590.00	
	Gilbert Ngososei	6,500.00		-	6,500.00	
	Patrick Wekesa	163,300.00		-	163,300.00	
	Machichim Butchery	701,890		-	701,890.00	
	Dadip investment	161,704.00		-	161,704.00	
	Highlands international	55,000.00		-	55,000.00	
	Equatorial oils ltd	101,580.00		-	101,580.00	
	Patracks sports enterprises	37,700.00		-	37,700.00	
	Kipsangui primary	123,200.00		-	123,200.00	
	Precious woolshop	52,950.00		-	52,950.00	
	Barma machichim co.	175,000.00		-	175,000.00	
	Kerilom enterprises	43,300.00		-	43,300.00	
	Bristam ltd	77,675.00		-	77,675.00	
	<b>Sub -total (C)</b>	<b>5,062,611.00</b>			<b>5,062,611.00</b>	
	<b>Grand total</b>	<b>6,242,748.00</b>			<b>6,242,748.00</b>	
					-	

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**XV] 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	Balance b/f01/01/2021	45,000,000.00	45,000,000.00
2	Buildings and Structure	Balance b/f01/01/2021	54,400,000.00	54,400,000.00
3	Motor Vehicles	Balance b/f01/01/2021	3,000,000.00	3,000,000.00
4	Office Equipment, furniture and fittings	Balance b/f01/01/2021	2,580,000.00	2,580,000.00
5	ICT Equipment and Other ICT Assets	Balance b/f01/01/2021	3,100,000.00	3,100,000.00
6	Tools and Apparatus	Balance b/f01/01/2021	1,200,000.00	1,200,000.00
7	Textbooks	Balance b/f01/01/2021	3,500,000.00	3,500,000.00
8	Other Machinery and Equipment	Balance b/f01/01/2021	1,500,000.00	1,500,000.00
9	Intangible assets-software	Balance b/f01/01/2021	200,500.00	200,500.00
	<b>Total</b>		<b>114,481,000.00</b>	<b>114,481,000.00</b>