



17 JUL 2023

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**KIRANGARI 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)

*(Kirangari 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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KIRANGARI BOYS HIGH SCHOOL  
PUBLIC SECONDARY SCHOOL  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2021

**I. KEY SCHOOL INFORMATION AND MANAGEMENT**

**(a) Background information**

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

The school was Re-registered in 09/2020 under registration number **22S00300623** and is currently categorized as a **County** public school established, owned or operated by the Government.

The school is a boarding school and had 1166 number of students as at 30<sup>th</sup> June 2022. It has 06 streams and 47 teachers of which 9 teachers are employed by the School Board Of Management.

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

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

Ref	Name of Board Member	Designation	Date of appointment
1	MR ROBERT KINYANJUI	Chairman	06 <sup>TH</sup> MARCH 2019
2	MR ZACHARY THIONGO	Secretary- Principal	06 <sup>TH</sup> MARCH 2019
3	MRS JANE NJENGA	Member	06 <sup>TH</sup> MARCH 2019
4	MRS PAULINE KINYANJUI	Member	06 <sup>TH</sup> MARCH 2019
5	MS HANNAH WAIHARO	Member	06 <sup>TH</sup> MARCH 2019
6	MR JAMES NJENGA	Member	06 <sup>TH</sup> MARCH 2019
7	MRS ELIZABETH MWAURA	Member	06 <sup>TH</sup> MARCH 2019
8	MR DOMITRIOUS WAINAINA	Member	06 <sup>TH</sup> MARCH 2019
9	MR JEREMY NJENGA	D/Chairman-Special Interests	06 <sup>TH</sup> MARCH 2019
10	MR AMOS GATHECHA,EBS	Member – Rep CEB	06 <sup>TH</sup> MARCH 2019
11	MR ISAIAH MBURU	Member Rep Teachers	06 <sup>TH</sup> MARCH 2019
12	MRS SYLVIA MUIRURI	Member - Sponsor	06 <sup>TH</sup> MARCH 2019
13	AMB MICHAEL MUKIRI	Member - Community	06 <sup>TH</sup> MARCH 2019
14	MR SAM MUTURI	Member - Community	06 <sup>TH</sup> MARCH 2019
15	MRS MARGRATE NJENGA	Member - Sponsor	06 <sup>TH</sup> MARCH 2019
16	MR PHILIP KIBUNJA	Member - Sponsor	06 <sup>TH</sup> MARCH 2019
17	MR JAMES THUO	Member Special Needs	06 <sup>TH</sup> MARCH 2019
18	MR PAUL MUTHAMA	Rep Students	06 <sup>TH</sup> MARCH 2019

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

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

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

**(c) Committees of the Board**

SER	COMMITTEE NAME	COMMITTEE MEMBERS	DESIGNATION	NO. OF MEETINGS ATTENDED DURING THE YEAR
1	Executive Committee	Robert Kinyanjui Jane Njenga Jeremy Njenga Zachary Thiongo Amos Gathecha	BOM CHAIRMAN PA CHAIRPERSON BOM D/CHAIRMAN PRINCIPAL/SEC BOM MEMBER	4
2	Audit Committee	Sam Muturi Pauline Kinyanjui Philip Kibunja	SECRETARY BOM MEMBER BOM MEMBER	0
3	Finance, Procurement and General Purposes Committee	Robert Kinyanjui Jane Njenga Jeremy Njenga Zachary Thiongo Amos Gathecha Zachary Thiongo	BOM CHAIRMAN PA CHAIRPERSON BOM D/CHAIRMAN PRINCIPAL/SEC BOM MEMBER	2
4	Academic Committee	James Thuo Hannah Waiharo Isaiah Mburu	SECRETARY BOM MEMBER BOM MEMBER	2
5	Discipline, Ethics and Integrity Committee	Elizabeth Mwaura James Njenga	SECRETARY BOM MEMBER BOM MEMBER	2
6	Human Rights and Students Welfare Committee	Sylvia Muiruri Michael Mukiri Jeremy Njenga	SECRETARY BOM MEMBER BOM MEMBER	0

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	MR CHARLES WACHIRA	305811
2	Deputy Principal	MR ISALIAH MBURU	371657
3	School Bursar	MR SIMON MWANGI	27843291

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

**(e) Schools contacts**

Post Office Box: 23082-00604 LOWER KABETE  
 Telephone: 0115693803  
 E-mail: kirangarihigh@gmail.com  
 Website: N/A  
 Facebook: N/A  
 Twitter: N/A

**(f) School Bankers**

The school operated 8 number of bank accounts in the following banks:

1. Name of Bank: Kenya Commercial Bank  
 Branch: Moi Avenue  
 Account Number: 1107225078(School Fund A/C)
2. Name of Bank: Kenya Commercial Bank  
 Branch: Kikuyu  
 Account Number: 1102951854(Tuition A/C)
3. Name of Bank: Kenya Commercial Bank  
 Branch: Kikuyu  
 Account Number: 1102951994(Operations A/C)
4. Name of Bank: Kenya Commercial Bank  
 Branch: Kikuyu  
 Account Number: 1165036479(Development A/C)
5. Name of Bank: Kenya Commercial Bank  
 Branch: Kikuyu  
 Account Number: 1217025391(Infrastructure A/C)
6. Name of Bank: Kenya Commercial Bank  
 Branch: Moi Avenue  
 Account Number: 1107581303(Savings A/C)

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7. Name of Bank: Kenya Commercial Bank  
Branch: Moi Avenue  
Account Number: 1107553520(Savings A/C)
8. Name of Bank: Kenya Commercial Bank  
Branch: Moi Anenue  
Account Number: 01/2078(Savings A/C)
9. MPESA PayBill No. 871700 attached to KCB No. 1107225078 bank account

**(g) Independent Auditors**  
Office of the Auditor General  
Anniversary Towers, University Way  
P.O. BOX 30084  
GPO 00100  
Nairobi, Kenya

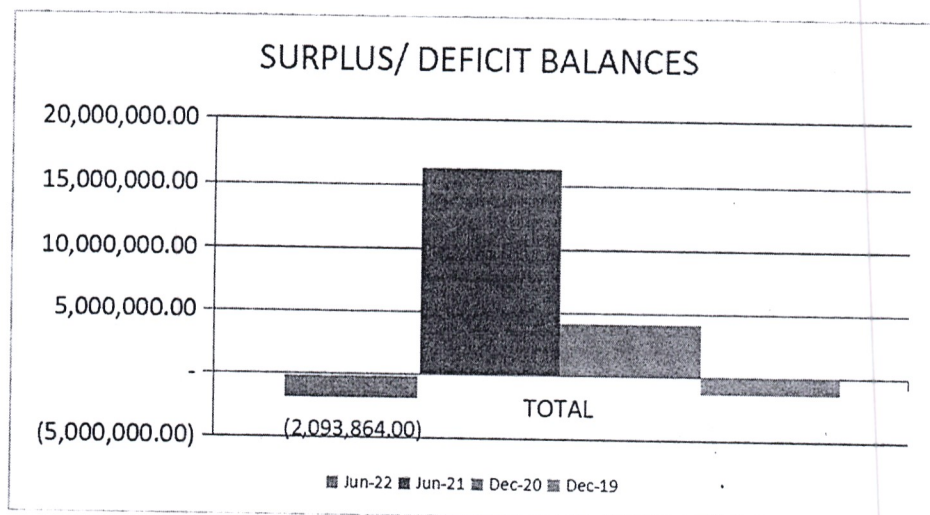
## II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) **Financial performance:**

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

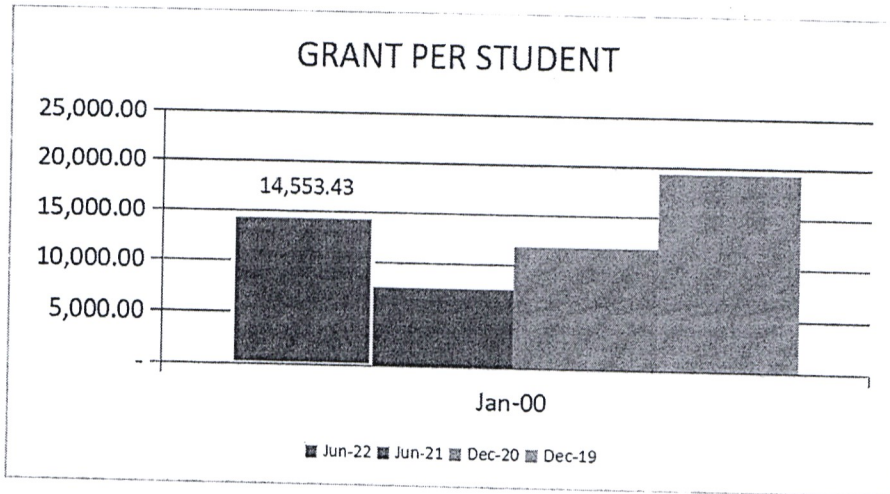
<b>SURPLUS/ (DEFICIT) Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
SCHOOL FUND ACCOUNT			4,440,794	(546,518)
OPERATIONS ACCOUNT			(444,503)	(296,483)
TUITION ACCOUNT			185,743	(476,847)
<b>TOTAL</b>	<b>(2,093,864.00)</b>	<b>16,241,271.79</b>	<b>4,182,034.25</b>	<b>(1,319,847.20)</b>



- Capitation grants from the Ministry of Education for the last three years
- Ratio of capitation grant per student over the last three years

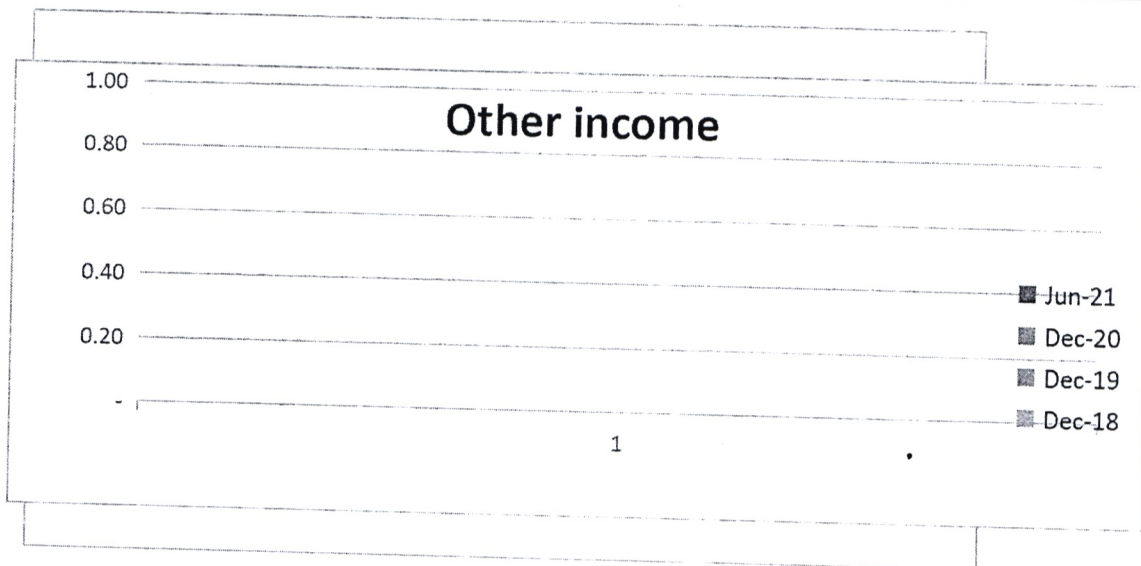
<b>MOE CAPITATION GRANTS Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
STUDENT ENROLLMENT	1,166	836	765	652
OPERATIONS ACCOUNT	13,814,563	5,760,286	7,736,925	10,465,032
TUITION ACCOUNT	3,154,733	586,765	1,306,675	2,213,019
<b>TOTAL</b>	<b>16,969,297</b>	<b>6,347,051</b>	<b>9,043,600</b>	<b>12,678,051</b>
<b>RATIO PER STUDENT</b>	<b>14,553.43</b>	<b>7,592.17</b>	<b>11,821.70</b>	<b>19,444.86</b>

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

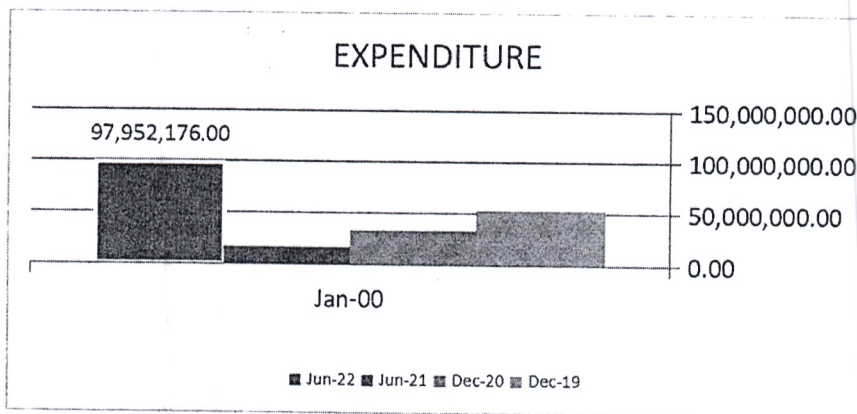
<b>OTHER INCOME Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
SCHOOL FUND ACCOUNT	-	-	-	-
OPERATIONS ACCOUNT	-	-	-	-
TUITION ACCOUNT	-	-	-	-
<b>TOTAL</b>				



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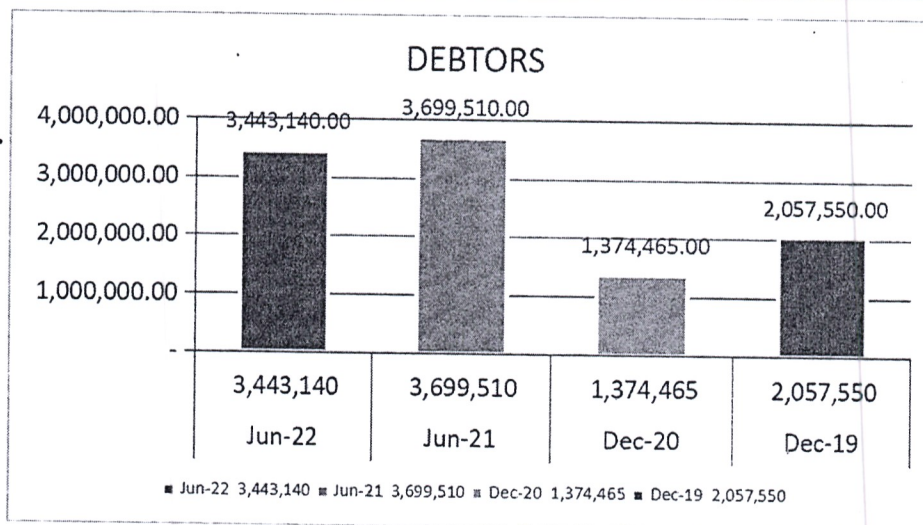
- A three-year overview of growth in expenditure of the school

<b>EXPENDITURE Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
<b>SCHOOL FUND ACCOUNT</b>	73,006,634	11,651,226	19,906,230	38,975,309
<b>OPERATIONS ACCOUNT</b>	21,219,493	4,577,779	11,599,028	11,170,436
<b>TUITION ACCOUNT</b>	3,726,049	370,459	1,120,932	2,729,034
<b>TOTAL</b>	<b>97,952,176.00</b>	<b>16,599,464.46</b>	<b>32,626,189.75</b>	<b>52,874,779.00</b>



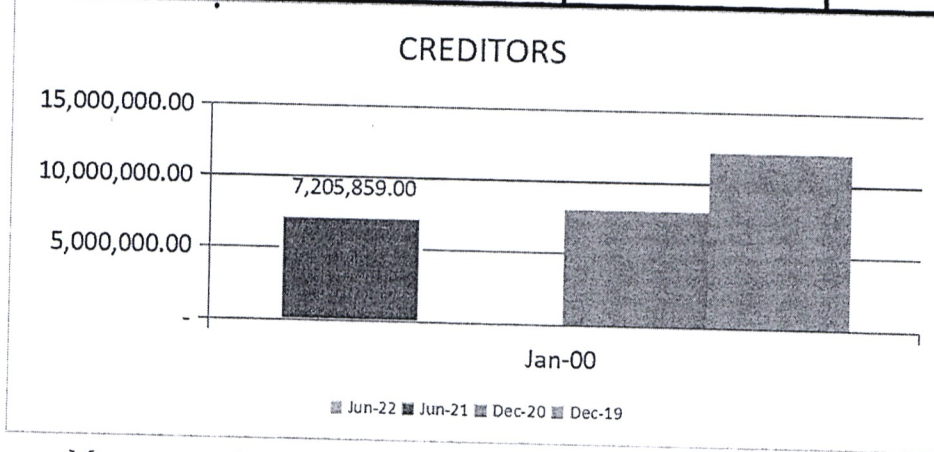
- Movement of debtors and creditors of the school over the last three years

<b>DEBTORS Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
<b>SCHOOL FUND ACCOUNT</b>	3,443,140	3,699,510	1,374,465	2,057,550
<b>TOTAL</b>	<b>3,443,140.00</b>	<b>3,699,510.00</b>	<b>1,374,465.00</b>	<b>2,057,550.00</b>



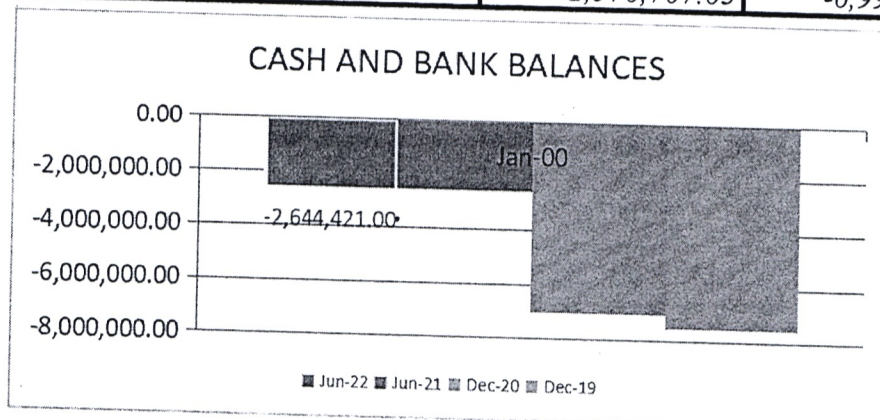
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<b>CREDITORS Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
SCHOOL FUND ACCOUNT	5,007,847	-	5,624,821	8,921,165
OPERATIONS ACCOUNT	488,662	-	1,279,781	1,252,342
TUITION ACCOUNT	1,709,350	-	1,107,284	2,011,670
<b>TOTAL</b>	<b>7,205,859.00</b>	-	<b>8,011,886.41</b>	<b>12,185,177.00</b>



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

<b>CASH AND BANK BALANCES Kshs ...For the year ended.....</b>				
<b>ACCOUNT</b>	<b>Jun-22</b>	<b>Jun-21</b>	<b>Dec-20</b>	<b>Dec-19</b>
SCHOOL FUND ACCOUNT	(2,750,344)	(2,519,341)	(6,785,607)	(7,645,118)
OPERATIONS ACCOUNT	58,558	(19,371)	(160,092)	93,871
TUITION ACCOUNT	47,365	(31,995)	(52,727)	19,586
<b>TOTAL</b>	<b>-2,644,421.00</b>	<b>-2,570,707.63</b>	<b>-6,998,426.42</b>	<b>-7,531,660.90</b>



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**b)Teacher Student ratio:**

<i>NEW TEACHERS RCRUITED/POSTED WITHIN THE YEAR</i>	<i>1</i>
<i>TRANSFERRED TEACHERS WITHIN THE YEAR</i>	<i>1</i>
<i>RETIRED TEACHERS WITHIN THE YEAR</i>	<i>0</i>
<i>TOTAL TSC EMPLOYED TEACHERS</i>	<i>38</i>
<i>TOTAL BOM EMPLOYED TEACHERS</i>	<i>9</i>
<i>TEACHER STUDENT RATIO</i>	<i>1:25</i>

<i>NUMBER OF TEACHERS PER SUBJECT (BOTH TSC and BOM EMPLOYED)</i>			
<i>SUBJECT</i>	<i>REQUIRED NUMBER</i>	<i>NUMBER AVAILABLE</i>	<i>SHORTAGE</i>
<i>MATHEMATICS</i>	<i>10</i>	<i>4</i>	<i>6</i>
<i>ENGLISH</i>	<i>9</i>	<i>4</i>	<i>5</i>
<i>KISWAHILI</i>	<i>10</i>	<i>6</i>	<i>4</i>
<i>CHEMISTRY</i>	<i>8</i>	<i>5</i>	<i>3</i>
<i>PHYSICS</i>	<i>8</i>	<i>1</i>	<i>7</i>
<i>BIOLOGY</i>	<i>8</i>	<i>7</i>	<i>1</i>
<i>GEOGRAPHY</i>	<i>8</i>	<i>8</i>	<i>0</i>
<i>HISTORY</i>	<i>8</i>	<i>4</i>	<i>4</i>
<i>CRE</i>	<i>8</i>	<i>4</i>	<i>4</i>
<i>BUSINESS STUDIES</i>	<i>6</i>	<i>3</i>	<i>3</i>
<i>AGRICULTURE</i>	<i>4</i>	<i>3</i>	<i>1</i>
<i>DRAWING AND DESIGN</i>	<i>2</i>	<i>0</i>	<i>2</i>
<i>ART AND DESIGN</i>	<i>2</i>	<i>1</i>	<i>1</i>
<i>COMPUTER STUDIES</i>	<i>2</i>	<i>1</i>	<i>1</i>
<i>HOMESCIENCE</i>	<i>1</i>	<i>0</i>	<i>1</i>
<i>ELECTRICITY</i>	<i>2</i>	<i>1</i>	<i>1</i>
<i>FRENCH</i>	<i>1</i>	<i>0</i>	<i>1</i>

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c) Mean score in the 20XXKCSE:

YEAR	2021	2020	2019
MEAN SCORE	5.301	6.185	5.200
ENTRY(NO. OF CANDIDATES)	146	124	150
TARGET SCORE	7.10	6.5	6.5
TRANSITIONS TO HIGHER LEARNING INSTITUTIONS(NO.)	31	52	30

d) Capacity of the school:

CURRENT ENROLLMENT	AVAILABLE DORM CAPACITY	AVAILABLE CLASSROOM CAPACITY	DINNING HALL CAPACITY	LABORATORY CAPACITY
1166	700	945	CURRENTLY BEING USED AS A DORMITORY	540
Shortage stands at a dormitory of a capacity of 500 boys.		More classes are needed for the increasing enrollment shortage being 5 classes	If a 200 capacity dormitory was to be made available, then the DH would be released for dining.	There is an urgent need to build 3 laboratories.

e) Development projects carried out by the school:

SER	PROJECT TITLE	PROJECT STATUS	PROJECT COST (Kshs)	SOURCE OF FINANCING
1	Construction of 2 no. classrooms	Completed	2,742,906	MIF
2	Construction and equipping of 1 no. classroom	Completed	1,464,580	PARENTS

Sign



School Principal

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

The Board of Management of *Kirangari 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, 2022, and of the school's financial position as at that date.

**Name:** Robert Kinyanjui  
**Designation:** Chairman, School Board of Management

**Sign:** .....

**Date:** 14/07/2023 .....

**Name:** Zachary Thiongo  
**Designation:** School Principal & Secretary to Board of Management

**Sign:** .....

**Date:** 14/07/2023 .....

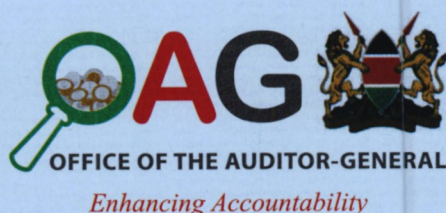
**Name:** Simon Mwangi  
**Designation:** Bursar/ Finance Officer

**Sign:** .....

**Date:** 14/07/2023 .....

# 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 KIRANGARI BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022- KIAMBU COUNTY**

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### **PREAMBLE**

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Qualified Opinion**

I have audited the accompanying financial statements of Kirangari Boys High School – Kiambu County set out on pages 14 to 28, 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 the statement of budgeted and 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, 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 Kirangari Boys High School – Kiambu County as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

## **Basis for Qualified Opinion**

### **1. Unconfirmed and Long Outstanding Accounts Receivables**

The statement of financial assets and liabilities reflects accounts receivables balance of Kshs.29,501,982 as disclosed in Note 11 to the financial statements. The amount includes balances amounting to Kshs.26,058,842 which have been outstanding since the year 2021 and earlier years.

In the circumstances, the accuracy completeness and recoverability of accounts receivables balance of Kshs.29,501,982 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kirangari 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 qualified opinion.

## **Key Audit Matters**

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

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

### **Conclusion**

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

## **Basis for Conclusion**

### **1. Lack of Procurement Plan**

The statement of receipts and payments reflects an amount of Kshs.95,858,312 and Kshs.97,952,176 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process

This is contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process.

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

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

The statement of receipts and payments reflects boarding and school fund payments amounts of Kshs.21,219,493 as disclosed in Note 6 to the financial statements. Included in the expenditure is an amount of Kshs.815,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals and is not subject to any public finance regulations.

In the circumstances, the School may not have received value for the amount of Kshs.815,000 transferred to KESSHA.

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

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

### **Conclusion**

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

## **Basis for Conclusion**

### **1. Operation of the School Without a School Improvement Plan**

Examination of the school's strategic plan and board minutes revealed that the Management does not maintain a school improvement plan that provides a road map for changes that a school needs to improve the school environment and learning outcomes.

In the circumstances, the school governance systems may not be effective.

## **2. Lack of Fixed Assets Register and Ownership Documents**

Annex 2 to the financial statements on summary of fixed assets does not include the values of non-current assets. Further, the school Management did not maintain a detailed fixed asset register and assets were not tagged. In addition, the school is situated on a 19.6 acres and 17.3 acre parcels of land compound. However, the ownership of the parcels of land were in the name of the Church Commission for Kenya.

In the circumstances, the effectiveness of internal controls on maintenance of a fixed assets register and could not be confirmed.

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

## **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (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 sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015. In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be materials 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 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 controls that are identified during the audit.

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

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

**Nairobi**




**13 October, 2023**

**KIRANGARI BOYS HIGH SCHOOL****YEAR ENDING 30/06/2022****I. STATEMENT OF RECEIPTS AND PAYMENTS**

DESCRIPTION OF VOTE HEAD	Note	07/2021-06/2022	01/2021-06/2021
			<b>Kshs</b>
<b>RECEIPTS</b>			
Capitation grants for tuition	1	3,154,733	1,589,057
Capitation grants for operations	2	18,209,063	7,795,451
School Fund Income- Parents' Contributions	3	67,741,976	23,018,963
School Fund Income- Other receipts	4	6,752,539	437,265
<b>TOTAL RECEIPTS</b>		<b>95,858,312</b>	<b>32,840,736</b>
<b>PAYMENTS</b>			
Payments for Tuition	5	3,726,049	370,459
Payments for operations	6	21,219,493	4,577,779
Boarding and school fund payments	7	73,006,634	11,651,226
<b>TOTAL PAYMENTS</b>		<b>97,952,176</b>	<b>16,599,464</b>
<b>SURPLUS/DEFICIT</b>		<b>(2,093,864)</b>	<b>16,241,272</b>

The school financial statements were approved and signed by:

**BOM CHAIR****PRINCIPAL/BOM SEC****BURSAR/FINANCE OFFICER**

NAME Robert Kiranjui NAME Zachary Thiong'o NAME Simon Mwangi  
SIGN  SIGN  SIGN   
DATE 14/07/2023 DATE 14/07/2023 DATE 14/07/2023

**KIRANGARI BOYS HIGH SCHOOL**  
**FOR YEAR ENDING 30/06/2022**

**II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES**

	Note	07/2021-06/2022	01/2021-06/2021
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	8	168,552	-
Cash Balances	9	1,183,665	1,010,651
Short term Investment	10	-	-
<b>Total Cash and Cash Equivalents</b>		<b>1,352,217</b>	<b>1,010,651</b>
Account's receivables	11	29,501,982	27,083,121
<b>TOTAL FINANCIAL ASSETS</b>		<b>30,854,199</b>	<b>28,093,772</b>
<b>FINANCIAL LIABILITIES</b>			
Bank Balances	8	3,933,779	1,752,802
Accounts Payable	12	18,381,002	15,707,688
<b>NET FINANCIAL ASSETS</b>		<b>8,539,418</b>	<b>10,633,282</b>
<b>REPRESENTED BY</b>		<b>8,539,418</b>	<b>10,633,282</b>
Fund balance b/fwd 1st July...	13	10,633,282	10,633,282
Surplus/Defict for the year		(2,093,864)	16,241,272
<b>NET FINANCIAL POSITION</b>		<b>8,539,418</b>	<b>10,633,282</b>

The school financial statements were approved and signed by:

**BOM CHAIR**


**PRINCIPAL/BOM SEC**

**BURSAR/FINANCE OFFICER**

NAME *Robert Kinyanjui*

NAME *Zachary Thiongo*

NAME *Simon Mwangi*

SIGN 

SIGN 

SIGN 

DATE *14/07/2023*

DATE *14/07/2023*

DATE *14/07/2023*

**KIRANGARI BOYS HIGH SCHOOL**  
**FOR YEAR ENDING 30/06/2022**

**III. STATEMENT OF CASH FLOW**

		07/2021-06/2022	01/2021-06/2021
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Capitation grants for tuition	1	3,154,733	1,589,057
Capitation grants for operations	2	18,209,063	7,795,451
School fund income- Parents contributions/ fees	3	65,241,915	20,609,287
School fund income- other receipts	4	6,833,739	
<b>Total receipts</b>		<b>93,439,451</b>	<b>29,993,795</b>
<b>Payments</b>			
Payments for Tuition		3,075,374	1,568,325
Payments for operations		12,121,134	5,454,730
Boarding and school fund payments		71,606,657	16,343,021
<b>Total payments</b>		<b>86,803,165</b>	<b>23,366,076</b>
<b>Net cash flow from operating activities</b>		<b>6,636,286</b>	<b>6,627,719</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		(8,475,697)	(543,208)
Proceeds from investments		-	-
<b>Net cash flows from Investing Activities</b>		<b>(8,475,697)</b>	<b>(543,208)</b>
<b>NET CASHFLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash flows from Financing Activities</b>			
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(1,839,411)</b>	<b>6,084,511</b>
Cash and cash equivalent at BEGINNING of the year		(742,151)	(6,826,662)
Cash and cash equivalent at END of the year		<b>(2,581,562)</b>	<b>(742,151)</b>

**KIRANGARI BOYS HIGH SCHOOL**

**IV. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022**

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b					
<b>RECEIPTS</b>							
<b>(1) CAPITATION GRANT ON TUITION</b>							
Text books							
Exercise books	1,213,800	-	-	1,213,800	-	1,213,800	0.0%
Laboratory equipments and apparatus	987,800			987,800		987,800	0.0%
Teaching/learning materials	622,950	461,000		1,083,950	3,154,733	(2,070,783)	291.0%
chalks	115,500			115,500		115,500	0.0%
Internal exams	1,140,220	60,000		1,200,220		1,200,220	0.0%
Reference books	83,500			83,500		83,500	0.0%
<b>TOTAL</b>	<b>4,163,770</b>	<b>521,000</b>		<b>4,684,770</b>	<b>3,154,733</b>	<b>1,530,037</b>	<b>67.3%</b>
<b>(2) CAPITATION GRANT ON OPERATIONS</b>							
Personnel emoluments	4,722,438			4,722,438	5,569,799	(847,361)	117.9%
Repairs and maintenance	7,550,000			7,550,000	5,044,750	2,505,250	66.8%
Local transport / travelling	1,537,538			1,537,538	1,826,407	(288,869)	118.8%
Electricity and water	1,537,538			1,537,538	1,826,407	(288,869)	118.8%
Medical	10,830			10,830	192,800	(181,970)	1780.2%
Administration costs	3,184,899			3,184,899	3,728,900	(544,001)	117.1%
House rent					20,000	(20,000)	0.0%
Activity	1,700,000			1,700,000		1,700,000	0.0%
<b>TOTAL</b>	<b>20,243,243</b>			<b>20,243,243</b>	<b>18,209,063</b>	<b>2,034,180</b>	<b>90.0%</b>

**KIRANGARI BOYS HIGH SCHOOL**

**(3) FEES CHARGED ON PARENTS**

Personnel emoluments	7,711,322		7,711,322	11,085,996	(3,374,674)	143.8%
Repairs and maintenance	2,060,000		2,060,000	3,903,982	(1,843,982)	189.5%
Local transport / travelling	2,510,663		2,510,663	3,364,211	(853,548)	134.0%
Electricity and water	2,510,663		2,510,663	3,364,211	(853,548)	134.0%
Medical						0.0%
Administration costs	5,200,659	81,200	5,281,859	4,061,270	1,220,589	76.9%
Activity	350,000		350,000	667,133	(317,133)	190.6%
SMASSE						0.0%
Fee on Boarding Equipment and Stores	34,191,900		34,191,900	37,852,033	(3,660,133)	110.7%
<b>TOTAL</b>	<b>54,535,207</b>	<b>81,200</b>	<b>54,616,407</b>	<b>64,298,836</b>	<b>(9,682,429)</b>	<b>117.7%</b>
<b>OTHER INCOME</b>						
Hire ground and school bus						0.0%
House rent				379,100	(379,100)	0.0%
Sales of borehole water						0.0%
Losses/Damages						0.0%
Uniform						0.0%
Development	6,450,000		6,450,000	4,666,204	1,783,796	72.3%
School farm				356,005	(356,005)	0.0%
<b>TOTAL</b>	<b>6,450,000</b>		<b>6,450,000</b>	<b>5,401,309</b>	<b>1,048,691</b>	<b>83.7%</b>
<b>TOTAL INCOME</b>	<b>85,392,220</b>	<b>602,200</b>	<b>85,994,420</b>	<b>91,063,941</b>	<b>(5,069,521)</b>	<b>105.9%</b>
<b>(1) EXPENDITURE FOR TUITION</b>						
Text books						0%
Exercise books	1,213,800		1,213,800		1,213,800	0%
Laboratory equipments and apparatus	987,800		987,800	302,165	685,635	31%
Teaching/learning materials	622,950	461,000	1,083,950	1,567,294	(483,344)	145%
chalks	115,500		115,500	240	115,260	0%
Internal exams	1,140,220	60,000	1,200,220	147,000	1,053,220	12%
Reference books	83,500		83,500		83,500	0%
<b>TOTAL</b>	<b>4,163,770</b>	<b>521,000</b>	<b>4,684,770</b>	<b>2,016,699</b>	<b>2,668,071</b>	<b>43%</b>

**KIRANGARI BOYS HIGH SCHOOL**

<b>(II) PAYMENTS FOR OPERATIONS</b>						
Personal Emoluments	4,722,438		4,722,438	4,969,817	(247,379)	105%
Repairs and maintenance	7,550,000		7,550,000	8,475,697	(925,697)	112%
Local transport / travelling	1,537,538		1,537,538	1,749,823	(212,285)	114%
Electricity and water	1,537,538		1,537,538	1,749,820	(212,282)	114%
Medical	10,830		10,830	60,864	(50,034)	562%
Administration costs	3,184,899		3,184,899	3,228,710	(43,811)	101%
Insurance						0%
Activity	1,700,000		1,700,000	251,100	1,448,900	15%
<b>TOTAL</b>	<b>20,243,243</b>		<b>20,243,243</b>	<b>20,485,831</b>	<b>(242,588)</b>	<b>101%</b>
<b>(III) SCHOOL FUND PAYMENTS</b>						
Personnel emoluments	7,711,322		7,711,322	9,655,562	(1,944,240)	125%
Repairs and maintenance	2,060,000		2,060,000	3,230,463	(1,170,463)	157%
Local transport / travelling	2,510,663		2,510,663	3,049,030	(538,367)	121%
Electricity and water	2,510,663		2,510,663	3,049,028	(538,365)	121%
Medical						0%
Administration costs	5,200,659	81,200	5,281,859	3,561,286	1,720,573	67%
Activity	350,000		350,000	768,682	(418,682)	220%
SMASSE						0%
Fee on Boarding Equipment and Stores						0%
Hire ground and school bus	34,191,900		34,191,900	40,707,561	(6,515,661)	119%
House rent						0%
Sales of borehole water				379,260	(379,260)	0%
Losses/Damages						0%
Uniform						0%
Development						0%
School farm	6,450,000		6,450,000	1,577,630	4,872,370	24%
				468,730	(468,730)	0%
<b>TOTAL</b>	<b>60,985,207</b>	<b>81,200</b>	<b>61,066,407</b>	<b>66,447,232</b>	<b>(5,380,825)</b>	<b>109%</b>
<b>TOTAL EXPENDITURE</b>	<b>85,392,220</b>	<b>602,200</b>	<b>85,994,420</b>	<b>88,949,762</b>	<b>(2,955,342)</b>	<b>103%</b>

#### **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 legislation 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.

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**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 30<sup>th</sup> June 2022.

**KIRANGARI BOYS HIGH SCHOOL**

**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022**

**I. NOTES TO THE FINANCIAL STATEMENTS**

**CAPITATION GRANT FOR TUITION**

	07/2021-06/2022	01/2021-06/2021
	KSh	KSh
Text books	-	-
Exercise books	-	100,000
Laboratory equipments and apparatus	-	200,000
Teaching/learning materials	3,154,733	1,088,808
chalks	-	249
Internal exams	-	200,000
Reference books	-	-
<b>Total</b>	<b>3,154,733</b>	<b>1,589,057</b>

**2 CAPITATION GRANT FOR OPERATIONS**

	07/2021-06/2022	01/2021-06/2021
	KSh	KSh
Personnel emoluments	5,569,799	2,500,000
Repairs and maintenance	5,044,750	3,265,250
Local transport / travelling	1,826,407	430,201
Electricity and water	1,826,407	600,000
Medical	192,800	-
Administration costs	3,728,900	1,000,000
House rent	20,000	-
Activity	-	-
<b>Total</b>	<b>18,209,063</b>	<b>7,795,451</b>

**3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT**

	07/2021-06/2022	01/2021-06/2021
	KSh	KSh
Personnel emoluments	11,585,996	2,506,756
Repairs and maintenance	4,103,982	512,495
Local transport / travelling	3,364,211	1,498,814
Electricity and water	3,364,211	1,432,432
Fee on Boarding Equipment and Stores	40,277,033	15,172,276
Administration costs	4,309,410	1,790,540
Activity	737,133	105,650
<b>Total</b>	<b>67,741,976</b>	<b>23,018,963</b>

**KIRANGARI BOYS HIGH SCHOOL****NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022****4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT**

Hire ground and school bus	-	-
House rent	379,100	8,300
School farm	356,005	-
Sales of borehole water	-	-
Losses/Damages	-	-
Interest income	-	-
PA-donations, school van project	4,666,204	428,965
Uniform	1,351,230	-
	-	-
<b>Total</b>	<b>6,752,539</b>	<b>437,265</b>

**5 PAYMENTS FOR TUITION**

Text books	-	-
Exercise books	891,600	69,300
Laboratory equipments and apparatus	853,915	93,106
Teaching/learning materials	1,824,294	96,363
chalks	240	1,690
Internal exams	147,000	110,000
Reference books	9,000	-
Bank charges	-	-
	-	-
<b>Total</b>	<b>3,726,049</b>	<b>370,459</b>

**6 PAYMENTS FOR OPERATIONS**

Personal Emoluments	4,969,817	2,172,451
Service Gratuity	-	-
Administration Cost	3,658,602	868,980
Repairs and maintenance & improvements	-	-
Local transport / travelling	1,749,823	373,836
Electricity and water	1,808,590	521,388
Medical	60,864	39,394
Activity Expenses	251,100	178,500

## KIRANGARI BOYS HIGH SCHOOL

### NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022

SMASSE	-	-
Insurance Cost	-	-
House rent	-	-
Acquisition of Assets	8,720,697	423,230
	-	-
<b>TOTAL</b>	<b>21,219,493</b>	<b>4,577,779</b>

#### 7 BOARDING AND SCHOOL FUND PAYMENTS

	07/2021-06/2022	01/2021-06/2021
	KSh	KSh
BES	45,227,848	5,929,217
RMI	3,392,423	146,880
EWC	3,049,028	1,024,514
LT@T	3,049,030	1,024,516
ACTIVITY	768,682	26,800
ADMIN COSTS	3,886,886	1,280,643
Personal emolument	9,655,562	1,792,900
Medical	-	-
Hire ground and school bus	-	-
House rent	379,260	13,000
School farm	468,730	155,250
P.A Donation, Infrastructure grant	1,577,630	257,506
Bank charges	-	-
Expenses on Income Generating Activities	-	-
Fee on Boarding Equipment and Stores	-	-
Uniform	1,551,555	-
Insurance Cost (Life Property)	-	-
Loan Principal repayment	-	-
Loan Interest repayment	-	-
Acquisition of Assets	-	-
<b>TOTAL</b>	<b>73,006,634</b>	<b>11,651,226</b>

*Expenses on income generating activities\*\* should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.*

#### 8 BANK ACCOUNTS

Name of Bank, Account No. & currency	07/2021-06/2022	01/2021-06/2021
	KSh	KSh
Tuition Account	47,365	(31,995)
Operations Account	58,328	(19,601)

**KIRANGARI BOYS HIGH SCHOOL**

**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022**

School Fund Account/Boarding	(3,933,779)	(3,529,763)
Savings Account 1	11,998	11,998
Savings Account 2	6,449	6,449
Infrastructural Account	36,757	1,802,454
Savings Account 3	7,656	7,656
<b>Total</b>	<b>(3,765,227)</b>	<b>(1,752,802)</b>

**9 CASH IN HAND**

<b>Description</b>		
Tuition Account		
Operation Account	230	230
School Fund account	1,183,435	1,010,421
<b>Total</b>	<b>1,183,665</b>	<b>1,010,651</b>

**10 SHORT TERM INVESTMENTS**

<b>Description</b>		
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Other investments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**11 ACCOUNTS RECEIVABLE**

<b>Description</b>		
Fees arrears	29,501,982	27,083,121
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
<b>Total</b>	<b>29,501,982</b>	<b>27,083,121</b>

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

<b>Description</b>		
Fees arrears for current year	3,443,140	3,699,510
Fees arrears for the previous year	2,675,231	-
Fees arrears for prior periods (over two years)	23,383,611	23,383,611
<b>Total</b>	<b>29,501,982</b>	<b>27,083,121</b>

**KIRANGARI BOYS HIGH SCHOOL**

**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022**

**12 ACCOUNTS PAYABLE**

Description	07/2021-06/2022	07/2021-06/2021
	KShs	KShs
Trade creditors (See ageing below and appendix 1)	17,180,657	14,506,343
Prepaid fees .	-	-
Retention monies	-	-
Clubs and Societies	-	-
Caution Money	1,200,346	1,201,346
Pocket Money	-	-
<b>Total</b>	<b>18,381,002</b>	<b>15,707,688</b>

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

Description	07/2021-06/2022	07/2021-06/2021
	KShs	KShs
Trade creditors for current year	7,450,859	-
Trade creditors for the previous year	-	823,044
Trade creditors for prior periods (over two years)	9,729,798	13,683,298
<b>Total</b>	<b>17,180,657</b>	<b>14,506,343</b>

**13 FUND BALANCE BROUGHT FORWARD**

Description	07/2021-06/2022	07/2021-06/2021
	KShs	KShs
Bank balances	(3,765,227)	(1,752,802)
Cash balances	1,183,665	1,010,651
Short Term Investments		
Receivables	29,501,982	27,083,121
Payables	(18,381,002)	(15,707,688)
<b>Total</b>	<b>8,539,418</b>	<b>10,633,282</b>

**Other important disclosure notes**

**14 Non-current Liabilities Summary**

Description	07/2021-06/2022	07/2021-06/2021
	KShs	KShs
Bank loan(s)	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**KIRANGARI BOYS HIGH SCHOOL****NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022**

## 15 Biological assets

Description		
Cattle	-	-
Pigs	20,000	-
Trees	7,000,000	6,500,000
Coffee or tea plantation	-	-
Poultry	-	-
<b>Total</b>	<b>7,020,000</b>	<b>6,500,000</b>

## 16 Borrowings

Description		
<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>

## 17 1 Stock/ Inventory

Description		
<b>Stock/Inventory</b>		
Stock/ inventory at beginning of the year	676,905	563,453.00
Stock/ inventory purchased during the year	21,377,030	7,260,036.00
Stock/ inventory issued during the year	21,208,649	7,331,629.00
<b>Balance at end of the year</b>	<b>845,286</b>	<b>491,860</b>

**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)	Timely/Not Timely (If not a date when you expect the issue to be resolved)

**KIRANGARI BOYS HIGH SCHOOL  
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**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

Supplier's Goods or Services	Original Amount	Date	Amount Outstanding	Outstanding	Comments
	KSh	Contra	KSh	KSh	
<b>Construction of buildings</b>					
1.					
2.					
<b>Supply of goods</b>	<b>Sub-Total</b>				
3. Kahuhu Green Farm	1359247	2022		1359247	FOODSTUFFS
4. Pedrum Traders	520465	2022		520465	VEGETABLES
5. Mukawa General Services	500000	2022		500000	CEREALS
6. Pegland Farm Produce	132500	2022		132500	FRUITS
7. Caroline Wanjiru	2008075	2022		2008075	MILK & BEEF
8. Samar Energy	34000	2019		34000	JIKO REPAIRS
9. Chamaka Suppliers	1232600	2021		1232600	EXERCISE BOOKS
10. Magitech Suppliers	3000	2021		3000	STAMPS
11. Hago Stationers	183265	2021		183265	STATIONERY
12. Two Drops Suppliers	161960	2022		161960	MASONRY REPAIRS
13. Pedestal Co. Ltd	110606	2018		110606	CONSTRUCTION
14. Altimate Business Machines	71400	2022		71400	CATRIDDGES
15. Johalimo General Suppliers	135150	2022		135150	UNIFORMS
16. Tigoi Technical Services	18342	2022		18342	INTERCOM REPAIRS
17. Bobkin Electricals	58770	2022		58770	ELECTRICAL SUPPLIES
18. Peka Consultants	70000	2018		70000	REVISION BOOKLETS
19. BookFlyer Precise	70000	2019		70000	REVISION BOOKLETS
20. Matsan Chem Enterprises	9000	2021		9000	BIOLOGY
21. Swass General	70000	2019		70000	LABORATORY SUPPLIES

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Supplier of Goods or Services	Original Amount	Date of Goods Supplied	Amount Outstanding	Outstanding Balance	Comments
22. Draughts Lab Agencies	551750	2021		551750	LABORATORY SUPPLIES
23. Gradebooster Education Agencies	176000	2022		176000	WHITE BOARDS
<b>Sub-Total</b>	<b>7476130</b>			<b>7476130</b>	
<b>Supply of services</b>	<b>0</b>				
24. Pick Mack Enterprises	50200	2019		50200	CCTV REPAIRS
25. A Plus Business Machines	75000	2018		75000	SOFTWARE
26. Computer For Schools	84000	2022		84000	COMPUTER MAINTENANCE
27. Genx Computers	80000	2022		80000	COMPUTER REPAIRS
28. Davepeks Technologies	41000	2022		41000	PHOTOCOPIER REPAIRS
<b>Sub-Total</b>	<b>330200</b>			<b>330200</b>	
<b>Grand Total</b>	<b>7806330</b>			<b>7806330</b>	

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**ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER**

Assets	Year of Acquisition	Location	Area/Dimensions	Number of Assets	Particulars
Land 1	SPONSOR ROWNE D	SCHOOL	39 ACRES	N/A	39 ACRES
Buildings and structures	VARIED	SCHOOL	24 Classrooms 9 Dormitories 1 ADM block 1 Kitchen 1 Dinning hall 3 Laboratories 6 Ablution blocks 1 Art & 1 D & D roomS	N/A	24 Classrooms 9 Dormitories 1 ADM block 1 Kitchen 1 Dinning hall 3 Laboratories 6 Ablution blocks 1 Art & 1 D & D roomS
Motor vehicles	2004	SCHOOL	1 school Bus	N/A	1 school Bus
Office equipment, furniture and fittings	VARIED	SCHOOL	Office Desks Office Chairs Office Stationery	N/A	Office Desks Office Chairs Office Stationery
ICT Equipment, and Other ICT Assets	VARIED	SCHOOL	30 Computers 3 Photocopiers 1 copy printer 4 Office Printers	N/A	30 Computers 3 Photocopiers 1 copy printer 4 Office Printers
Intangible assets- soft ware	2019 2022	SCHOOL	Accounts System Library System	N/A	Accounts System Library System