

REPUBLIC OF KENYA



*Enhancing Accountability*

## REPORT

PARLIAMENT  
OF KENYA  
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OF


**THE AUDITOR-GENERAL**

ON

**NAPEILILIM SECONDARY SCHOOL**

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

**TURKANA COUNTY**

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>	
<b>DATE:</b> 11 MAR 2025	<b>DAY:</b> Tuesday
<b>TABLED BY:</b>	Hon. Owen Baya (Deputy Majority Leader)
<b>CLERK-AT THE-TABLE:</b>	Gertrude Chebet

OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30054 - 00100, NAIROBI  
REGISTRY

26 AUG 2024

RECEIVED

*Revised 30<sup>th</sup> June 2023.*



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## NAPEILILIM SECONDARY SCHOOL

Mixed Secondary

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2023

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

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1. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education Fund

2. Key School Information and Management

(a) Background information

This school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Turkana County, Loima Sub-County.

The school was registered in 08/05/2017 under registration number 23S30000041 and is currently categorized as a Sub-county public school established, owned or operated by the Government.

The school is a boarding school and had 330 number of students as at 30<sup>th</sup> June 2023. It has 2 streams and 15 teachers of which 3 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	JAMES NATELENG	Chairman	23/03/2022
2	PHILIP IPAT	Secretary - Principal	10/05/2023
3	ANN EKUOM	Member	23/03/2022
4	PAUL JELINGA	Member	23/03/2022
5	JACKSON EREGAE	Member	23/03/2022
6	JUSTUS ETIMAT	Member	23/03/2022
7	JESCA EDUNG	Member	23/03/2022
8	ANAM PATRICK	Member – Rep CEB	23/03/2022
9	WILLY KIPLAGAT	Member Rep Teachers	23/03/2022
10	SCOLASTICA AKIRU, REGINA LOGIEL, JAMES LOWOTO	3 Members - Sponsor	23/03/2022
11	AMODOI PEETER	Member – Special Needs	23/03/2022
12	GEDION EMONYANG	Member	23/03/2022
13	HELLEN AOKO	Member	23/03/2022
14	FRANCIS LOKWAR	Member	23/03/2022
15	PETER EREGAE ELIPAN	Member	23/03/2022
16	THOMAS LOCHI	Member	23/03/2022

The functions of the School Board of Management are to:

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

**(c) Committees of the Board**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. JAMES NATELENG 2. PHILIP IPAT 3. ANN EKUWOM 4. PAUL JELINGA	CHAIR SECRETARY, MEMBER PTA,	5 5 5 5
2	Audit Committee	FRANCIS LOKWAR  EGAE PETER  JESCA EDUNG	CHAIR  MEMBER  MEMBER	0
3	Finance, procurement and general purposes Committee	IPAT PHILIP  ELOTO JUSTUS  EREGAEPETER  FRANCIS LOKWAR	CHAIR  MEMBER  MEMBER  MEMBER	0

4	Academic Committee	WILLY KIPLAGAT ANN EKUWOM JUSTUS ELOTO	SECRETARY  CHAIR	1
5	Development Committee	JUSTUS ELOTO SCHOLASTICA AKIRU REGINA LOBALI	CHAIR MEMBER MEMBER	0
6	Discipline and welfare Committee	TEPEN JOSEPH PHILIP IPAT JAMES NATELENG ANN EKUWOM WILLYKIPLAGAT	CHAIR SECRETARY MEMBER MEMBER	2
7	Human Rights of Students Welfare			

(d) School operation Management

For the financial year ended 30<sup>th</sup> June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	PHILIP IPAT	441108
2	Deputy Principal	GEOFREY IPOO	524788
3	School Bursar	NGITIRA ELIMLIM JOHN	33866805

(e) Schools contacts

Post Office Box: 235-30500 LODWAR  
 Telephone: 0711235832  
 E-mail: napeililisec2015@gmail.com.

(f) School Bankers

1. Name of Bank: KENYA COMMERCIAL BANK  
 Branch: LODWAR  
 Account Number: 1168270480 (SCHOOL FUND)
2. Name of Bank: KENYA COMMERCIAL BANK  
 Branch: LODWAR  
 Account Number: 1168269903 (TUITION)
3. Name of Bank: KENYA COMMERCIAL BANK  
 Branch: LODWAR  
 Account Number: 1168270065 (OPERATIONS)
4. Name of Bank: KENYA COMMERCIAL BANK  
 Branch: LODWAR  
 Account Number: 1217700188 (INFRASTRUCTURE)

(g) Independent Auditors

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

3. 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

FINANCIAL YEAR	2022-2023	2021-2022	2020-2021
SURPLUS/DEFICIT	581,983.30	418,562.35	2,348,382.85

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

FINANCIAL YEAR	2022-2023	2021-2022	2020-2021
TUITION	939,035.75	1,488,454.00	403,921.00
OPERATIONS	4,106,852.95	7,863,175.85	4,007,971.85
TOTAL	5,045,888.7	9,351,629.85	4,411,892.85

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

FINANCIAL YEAR	2022-2023		2021-2022		2020-2021	
	CAPITATION	No of students		No of students	CAPITATION	NO OF STUDENTS
TUITION	1,488,452.00	350	1,488,452.00	350	403,921.00	330
	4,252.72	1	4,252.72	1	1,224.00	1
OPERATIONS	7,863,173.50	350	7,863,173.50	350	4,007,971.85	330
	22,466.21	1	22,466.21	1	12,145.36	1

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

FINANCIAL YEAR	2022-2023	2021-2022	2020-2021
INCOME EARNED	17,952,193.70	27,427,691.75	9,923,986.85

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

FINANCIAL YEAR	2022-2023	2021-2022	2020-2021
EXPENDITURE	18,507,177	27,009,129.40	7,575,604.00

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

FINANCIAL YEAR	2022-2023	2021-2022	2020-2021	2019
DEBTORS	5,877,020.00	1,562,331.90	2,744,100.00	2,182,085.90
CREDITORS	1,016,080.00	892,11.00	0	0

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

FINANCIAL YEAR	2022-2023	2021-2022	2020-2021
CASH	538	(216.00)	(429,983.00)
BANK	1,273,592.80	898,535.45	1,125,422.70

b) Teacher Student ratio.

Teacher to student ratio 1:32, no teacher was recruited and posted to the school within the year. No teacher was transferred/ retired during the period. 11 teachers employed by TSC, and 3 employed by BOM. CBE is 19 teachers, thus the shortage is 8 more teachers needed for the school.

c) Mean score in the 20XX KCSE:

KCSE YEAR	MEAN SCORE	MEAN GRADE
2022	5.7	C
2021	5.04	C- (minus)
2020	4.37	D+ (plus)
2019	2.63	D

d) Number of Candidates in the 20XX KCSE.

KCSE YEAR	NO OF CANDIDATES
2022	56
2021	63
2020	56
2019	48

e) Capacity of the school:

The school has a capacity of 350 students. There is need for four dormitories each accommodating 80 students. 10 classrooms, eight for normal classes and two for elective subjects. Three laboratories, dining/kitchen hall, social hall and an administration block. There is need for 16 modern toilets to cater for needs of students and two more teachers and non-teaching staff

f) Development projects carried out by the school:

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
9 DOOR GIRLS TOILET	M.I.F	COMPLETE	1,000,000	942,020	30 <sup>th</sup> June 2023

*[Handwritten Signature]* 05/08/2024

School Principal

NAPEILILIM SECONDARY SCHOOL  
 P.O. BOX 155-20500, LODWAR  
 .....S.T.....

*NAPEILILIM SECONDARY SCHOOL*

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**4. 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 (PSASB) of Kenya from time to time.

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

The Board of Management of *Napeililim secondary 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, 2023, and of the school's financial position as at that date

**Name: JAMES NATELENG**

**Designation: Chairman, School Board of Management**

**Date: 5/8/2024**



NAPEILILIM  
SECONDARY SCHOOL  
LODWAR

**Name: PHILIP IPAT**

**Designation: School Principal & Secretary to Board of Management**

**Date: 05/08/2024**

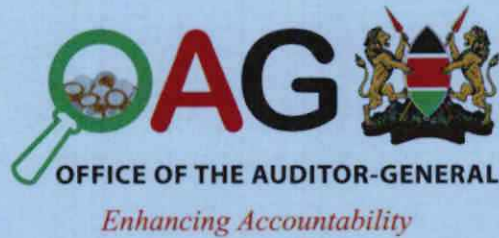
**Name: ELIMLM JOHN**

**Designation: Bursar/ Finance Officer**

**Date: 05/08/2024**

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON NAPEILILIM SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - TURKANA 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 the 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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 Napeililim Secondary School – Turkana County set out on pages 11 to 29, which comprise the statement of financial

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*Report of the Auditor-General on Napeililim Secondary School for the year ended 30 June, 2022 – Turkana County*

assets and financial liabilities as at 30 June, 2022, statement of receipts and payments, statement of cash flows and the statement of budgeted verses actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory notes 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 Napeililim Secondary School – Turkana 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 comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

### **Basis for Qualified Opinion**

#### **1. Unsupported Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.4,795,065. as disclosed in Note 11 to the financial statements. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance. Further, the management did not provide detailed schedules of the fees arrears and fees statements for audit and there was no evidence of efforts being made by the School to recover the long outstanding fees arrears.

In the circumstances, the accuracy, completeness and recoverability of the accounts receivables balance of Kshs.4,795,065 could not be confirmed.

#### **2. Unsupported and Long Outstanding Accounts Payables**

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.1,960,342 comprising of trade creditors as disclosed in Note 12 to the financial statements. However, the trade creditors were not supported with invoices, purchase or service orders, delivery notes, award letters, and inspection and acceptance committee certificates. Further, trade payables amounting to Kshs.669,612 had been outstanding for more than two (2) years. This was contrary to section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that an accounting officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the resultant contracts are reflected in the approved budget estimates.

In the circumstances, the accuracy and completeness of trade payables balance of Kshs.1,960,342 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Napeililim Secondary School – Turkana County 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. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.17,523,714 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.61,500 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA of Kshs.61,500 could not be confirmed.

#### **2. Unconfirmed Students Enrolment Data**

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations totalling Kshs.9,351,630. Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2021/2022 NEMIS reflected (2,632) students while records from the County Director of Education had (2,594), resulting to an over-funding of the School by an amount of Kshs.109,921. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, over-funding of the School may lead to loss of funds due to inaccurate capitation data.

### **3. Failure to Prepare School Improvement Plan**

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

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 effect of 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. Lack of an Audit Committee**

During the period under review, the School had not established an audit committee contrary to the guidelines on the establishment and functions of the Audit Committees as per Section (61)(2)(d) of the Basic Education Act, 2013 which requires the board of management to establish the audit committee.

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

#### **2. Lack of Ownership documents**

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.34,750,000 in respect of fixed assets which includes land and motor vehicles valued at Kshs.12,000,000 and Kshs.4,000,000 respectively. However, land ownership documents and motor vehicle log books were not provided for audit.

In the circumstances, the accuracy, completeness and ownership of land and motor vehicles balance of Kshs.34,750,000. could not be confirmed.

The audit was conducted in accordance with the 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 Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

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

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

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

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

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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**24 October, 2024**

**PEILILIM SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**6. Statement Of Receipts and Payments For the Year Ended 30<sup>th</sup> June 2023**

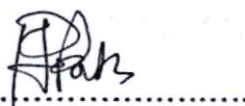
DESCRIPTION OF VOTE HEAD	Note	2022 - 2023	2021-2022
		Kshs	Kshs
<b>RECEIPTS</b>			
Capitation grants for tuition	1	939,032.75	1,488,454.00
Capitation grants for operations	2	3,093,668.95	7,863,15.85
Capitation grants for infrastructure	3	1,013,184	
School Fund Income- Parents' Contributions	4	12,879,478.00	14,950,622
School Fund Income- Other receipts		-	3,125,439.90
Proceeds from borrowings		-	
<b>TOTAL RECEIPTS</b>		<b>17,925,193.70</b>	<b>27,427,691.75</b>
<b>PAYMENTS</b>			
Payments for Tuition	5	916,580.00	1,477,614.00
Payments for operations	6	3,478,081	8,007,801.00
Boarding and school fund payments	7	13,160,414.00	17,523,714.40
Payments for infrastructure	8	952,102	
<b>TOTAL PAYMENTS</b>		<b>18,507,177.00</b>	<b>27,009,129.35</b>
<b>SURPLUS/DEFICIT</b>		<b>(581,983.3)</b>	<b>418,562.35</b>

The school financial statements were approved on 05/08 2024 and signed by:



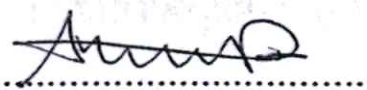
Name: JAMES NATELENG  
 Chair BOM

Date: 5/8/2024



Name: PHILIP IPAT  
 School Principal/ Secretary to BOM

Date: 05/08/2024



Name: ELIMLIM JOHN  
 Bursar/ Finance Officer

Date: 05/08/2024

PRINCIPAL  
 PEILILIM SECONDARY SCHOOL  
 LODWAR

7. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2023

	Note	2022-2023 ksh	2021-2022 ksh
<b>FINANCIAL ASSETS</b>			
Cash and Cash Equivalents			
Bank Balances	10	1,273,592.80	898,535.45
Cash Balances	11	538	(730)
Short term Investment		-	0.00
<b>Total Cash and cash equivalent</b>		<b>1,274,130.8</b>	<b>897,805.45</b>
Accounts receivables	13	3,723,875.7	4,795,065.65
<b>TOTAL FINANCIAL ASSETS</b>		<b>4,998,006.5</b>	<b>5,692,871.10</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payables	14	1,654,461	1,960,342.25
<b>NET FINANCIAL ASSETS</b>		<b>3,343,545.5</b>	<b>3,732,528.35</b>
<b>REPRESENTED BY</b>			
Accumulated Fund b/fwd	15	3,927,528.50	3,313,966.00
Surplus/Deficit for the year		(581,983.)	418,562.35
<b>NET FINANCIAL POSITION</b>		<b>3,343,545.50</b>	<b>3,732,528.95</b>


The school's financial statements were approved on 05/08 2024 and signed by:

  
.....

Name: JAMES NATELENG

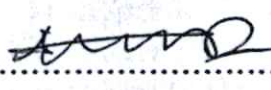
Chair BOM

Date: 5/8/2024

  
.....

Name: PHILIP IPAT  
School Principal/ Secretary to  
BOM

Date: 05/08/2024

  
.....

Name: ELIMLIM JOHN  
Bursar/ Finance Officer

Date: 05/08/2024

NAPEILILIM SECONDARY SCHOOL  
P.O. Box 1235-30800, LODWAR  
.....

8. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2023

		2022-2023	2021-2022
		Ksh	Ksh
<b>Receipts for operating income</b>			
Capitation grants for tuition	1	939,033	1,488,454.00
Capitation grants for operations	2	4,106,853	7,863,175.85
School fund income- Parents contributions/ fees	3	12,879,308	14,950,622.00
School fund income- other receipts	4	-	3,125,439.90
<b>Total receipts</b>		<b>17,925,194</b>	<b>27,427,691.75</b>
<b>Payments</b>			
Payments for Tuition	5	916,580.00	1,477,614.00
Payments for operations	6	4,430,183	8,007,801.00
Boarding and school fund payments	7	13,160,414	17,523,714.40
<b>Total payments</b>		<b>18,507,177</b>	<b>27,009,129.40</b>
<b>cash flow from operating activities</b>		<b>(581,983 )</b>	<b>418,562.35</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets		0.0	0.00
Acquisition of Assets		(0.00)	(0.00)
Proceeds from investments		0.0	0.00
Purchase of investments		(0.00)	(0.00)
<b>Net cash flows from Investing Activities</b>			<b>0</b>
<b>CASHFLOW FROM BORROWING ACTIVITIES</b>			
Proceeds from borrowings/ loans			0.00
Repayment of principal borrowings			0.00
<b>Net cash flow from financing activities</b>			<b>0.00</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>376,325.65</b>	<b>202,365.75</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>897805.45</b>	<b>695,439.70</b>
<b>Cash and cash equivalent at END of the year</b>		<b>1,274,130.80</b>	<b>897,805.45</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 cashflow as recommended by PSASB.

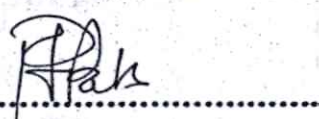
The school's financial statements were approved on 05/08 2024 and signed by:



Name: JAMES NATELENG

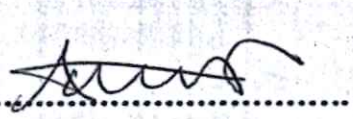
Chair BOM

Date: 5/8/2024



Name: PHILIP IPAT  
School Principal/ Secretary to BOM

Date: 05/08/2024



Name: ELIMLIM JOHN  
Bursar/ Finance Officer

Date: 05/08/2024

NAPEILILIM SECONDARY  
P. O. Box 235-30500, LODWAR  
Date: .....

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Realization
	a	b	a+b	d	c/d*100%
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	1,677,200	0.0	1,677,200	939032.75	55.98%
Exams And Assessment					
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments					
Repairs And Maintenance	1,750,000	0.0	1,750,000	1,303494	74.49%
Local Transport / Travelling					
Electricity And Water					
Medical					
Administration Costs					
Activity					
Gratuity					
Other vote heads	3,658,550	0.0	3,658,550	2,803,852.95	76.49%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>3) FDSE for infrastructure and stores</b>					
Maintenance & Improvement MoE					
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
<b>(4) Fees Charged on Parents</b>					
Personnel Emoluments	1,085,000	0.0	1,085,000	452,910	41.74%
Repairs And Maintenance	700,000	0.0	700,000	241,810	34.4%
Local Transport / Travelling	262,500	0.0	262,500	90,585	34.5%
Electricity And Water	535,500	0.0	535,500	476,900	86.16%
Medical					
Administration Costs					
Activity	52,500	0.0	52,500	66,967	127.52%
SMASSE					
Fee On Boarding Equipment and Stores	8,452,500	0.0	8,452,500	11,286,056	133.52%
<b>5) Miscellenous Income</b>					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Posho Mill					
Income From Bus Hire					
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
<b>Total Income</b>	<b>18,821,250</b>	<b>0.0</b>	<b>18,821,250</b>	<b>17,999,344..95</b>	<b>95.63%</b>
<b>(6) Expenditure For Tuition</b>					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	1,677,200	0.0	1,677,200	916,580	54.65%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges					
<b>(7) Expenditure For Operations</b>					
Personnel Emoluments					
Repairs, Maintenance & Improvements	1,750,000	0.0	1,750,000	1,294850	73.94%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling					
Electricity, Water and Conservancy					
Medical					
Administration Costs					
Activity Expenses					
Gratuity					
SMASSE					
Other vote heads	3,658,550	0.0	3,658,550	3,408,503	93.17%
<i>(8) Expenditure For infrastructure</i>					
Construction of classrooms					
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	1,085,000	0.0	1,085,000	1,545,700	142.46%
Repairs, Maintenance and Improvements	700,000	0.0	700,000	347,470	49.64%
Local Transport / Travelling	265,500	0.0	265,500	541,228	203.85%

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	535,500	0.0	535,500	247100	46.14%
Medical Expenses					
Administration Costs	647,500	0.0	647,500	1,861,837	287.54%
Activity	52,500	0.0	52,500	193,534	368.64%
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	8,452,500	0.0	8,452,500	8,364,085	98.95%
Expenditure For Income Generating Activity					
Insurance Costs					
Other Expenses On Investments					
Rent Expenses					
Bank Charges				19,534	
Loan Interest Repayment					
Loan Principal Repayment					
Acquisition Of Assets					
<b>Totals</b>	<b>18,824,250</b>	<b>0.0</b>	<b>18,824,250</b>	<b>19,459,279</b>	<b>103.4</b>

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

- i. Due to the underfunding from the government and low collection of fees
- ii. On the expenditure side due to low collection some vote heads are underutilized for the fund received used to other more important vote heads
- iii. For the vote heads with more 100% the fund came from the arrears received and was utilized to support the vote head due to low funding.

## 10. Significant Accounting Policies

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

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

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

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

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

### 2. Recognition of receipts and payments

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

### 3. In-kind contributions

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

### 4. Cash and cash equivalents

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

5. **Accounts Receivable**

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

6. **Accounts Payable**

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

7. **Non-current assets**

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

8. **Budget**

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

9. **Comparative figures**

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

10. **Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2023.

**11. Notes To The Financial Statements****1 Government Grants for Tuition**

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	0.0	0.0
Exercise Books	0.0	0.0
Laboratory Equipment	0.0	0.0
Internal Exams	0.0	0.0
Teaching / Learning Materials	939,032.75	797,488
Others (specify) *TUITION	0.0	690,966
<b>Total</b>	<b>939032.75</b>	<b>1,448,454</b>

**2 Government Grants for Operations**

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	0.0	0.0
Repairs And Maintenance	1,303,494.0	2,487,750.0
Local Transport / Travelling	0.0	0.0
Electricity And Water	0.0	0.0
Medical	0.0	0.0
Administration Costs	0.0	40,000
Infrastructure grand for classroom	0.0	3,094,000.0
Activity	0.0	0.0
Other Vote Heads (specify)*	2,803,852.95	2,241,425.85
<b>Total</b>	<b>4,106852.95</b>	<b>7,863,175.85</b>

**3 Government Grants for infrastructure**

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	1,013,184	0.0
Transition infrastructure grants	0.0	0.0
Administration Block	0.0	0.0
Economic stimulus grants	0.0	0.0
Other (specify) (NGCDF and County govt.	0.0	0.0

Description	2022-2023	2021-2022
	Kshs	Kshs
<b>Total</b>	<b>1,013,184</b>	<b>0.0</b>

#### 4 School Fund Income -Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	452,910.00	5,711,906.00
Repairs and maintenance	241,810.00	4,254,260.00
Local transport / travelling	90,585.00	468,529.00
Electricity and water	476,900	2,059,925.00
Medical	0.0	0.0
Administration costs	267,080.0	2,282,676.00
Activity	66,967.00	173,326.00
Fee on Boarding Equipment and stores	7,790,578.00	3,045,439.90
PA Levies*	0.0	0.0
Others (ARREAS)	3,495,478.00	.0
<b>Total</b>	<b>12,879,308.00</b>	<b>14,870,622</b>

## Notes to the Financial Statements (continued)

## 5. Payments for Tuition

Description	2022-2023	2021/2022
	Kshs	Kshs
Exercise Books	0.0	352,400.00
Textbooks	0.0	0.0
Reference materials	0.0	0.0
Laboratory Equipment	619,580.00	493,820.00
Teaching / Learning Materials	291,000.0	627,800.00
Exams And Assessment	0.0	0.0
Teachers Guides	0.0	0.0
Bank Charges	6000	3594
Others ( <i>specify</i> )	0.0	0.0
<b>Total</b>	<b>916,580.0</b>	<b>1,477,614.00</b>

## 6. Payments for Operations

Description	2022-2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	775,100	1,703,654.00
Service Gratuity	0.0	0.0
Administration Cost	1,408,735.00	1,409,931.00
Repairs And Maintenance & Improvements	273,150.00	388,815.00
Local Transport / Travelling	254,893.00	887,720.00,
Electricity And Water	224,015.00	286,225.00
Medical	0.0	13,850.00
Activity Expenses	0.0	0.0
Insurance Cost	0.0	0.0
Sundry creditor	79660.00	
Bank charges	12610.00	
Infrastructure account	460,0000.00	
Others (Acquisition of Assets)	942,020.00	3,129,409.00
<b>Total</b>	<b>4,430,183.00</b>	<b>8,007,801.00</b>

## Notes to the Financial Statements (continued)

## 7. Boarding and School Fund payments

Description	2022-2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	1,545,700.00	995,341.00
Service Gratuity	0.0	0.00
Repairs And Maintenance & Improvements	387,470.00	4,576,970.00
Local Transport / Travelling	541,228.00	1,147,345.00
Electricity And Water	247,100.00	967,290.00
Medical Expenses	0.0	350,614.00
Administration Costs	1,861,837.00.	565,390.00
Activity	193,460.00	0.0
Lunch Programme	0.0	0.0
Bank Charges	19,534.00	23,744.00
Expenses On Income Generating Activities**	0.0	0.0
Fee On Boarding Equipment and Stores	8,364,085.00	8,517,101.40
Rent Expenses	0.0	0.0
Insurance Cost ( <i>Life Property</i> )	0.0	0.0
Loan Principal Repayment	0.0	0.0
Loan Interest Repayment	0.0	0.0
Acquisition Of Assets	0.0	0.0
PA expenses	0.0	348,000.00
Others (specify)	0.0	0.0
<b>Total</b>	<b>13,160,414.00</b>	<b>17,523,714.00</b>

## 8. Payments for Infrastructure

Description	2022-2023	2021/2022
	Kshs	Kshs
Construction of classrooms	0.0	
Construction of laboratory	0.0	
Construction of ABOLUTION BLOCK	942,020.00	
Purchase of furniture	0.0	
Purchase of equipment	0.0	
Purchase of apparatus	0.0	
Drilling of boreholes	0.0	
Others BANK CHARGES	12082	
<b>Total</b>	<b>954,102</b>	

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021/2022
	Active/Dormant		Kshs	Kshs
Tuition Account	ACTIVE	1168269903	35,624.50	13171.00
Operations Account	ACTIVE	1168270065	701,906.40	3680.55
School Fund Account/Boarding	ACTIVE	1168270480	532,258.40	853,912.40
Savings Account	-	-	0.0	0.0
Parent Association Development Account	-	-	0.0	0.0
Income Generating Activities Account	-	-	0.0	0.0
Infrastructural Account	ACTIVE	1217700188	3803.50	27,771.50
<b>Total</b>			<b>1,273,592.80</b>	<b>893,535.45</b>

11 Cash In Hand

Description	2022-2023	2021/2022
	Kshs	Kshs
Notes and Coins	538.00	(730)
<b>Total</b>	<b>538.00</b>	<b>(730)</b>

12 Short Term Investments

Description	2022-2023	2021/2022
	Kshs	Kshs
Cooperative Shares	0.0	0.0
Treasury Bills	0.0	0.0
Fixed Deposit accounts	0.0	0.0
Other Investments	0.0	0.0
<b>Total</b>	<b>0.0</b>	<b>0.0</b>

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021/2022
	Kshs	Kshs
Fees Arrears	3,723,875.70	4,795,065,65
Other Non-Fees Receivables	0.0	0.0
Salary Advances (list/schedule attached)	0.0	0.0
Imprest (list/schedule attached)	0.0	0.0
Rent arrears (list/schedule attached)	0.0	0.0
<b>Total</b>	<b>3,723,875.70</b>	<b>4,795,065,65</b>

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021/2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,196,022.70	57%	2,160,024.25	45%
Between 1- 2 years	2,527,853.00	43%	2,653,041.40	55%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total (should tie to note 13 a)</b>	<b>3,723,875.70</b>	<b>100%</b>	<b>4,795,065.65</b>	<b>100%</b>

14 Accounts Payable

Description	2022-2023	2021/2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,016,080.00	1,960,342.15
Prepaid Fees	638,381.00	-
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables ( <i>specify</i> )	-	-
<b>Total</b>	<b>1,654,461.00</b>	<b>1,960,342.15</b>

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021/2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,016,080.00	100%	1,472,390.00	60%
Between 1- 2 years	-	%	970,519.00	40%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total (should tie to note 14)</b>	<b>1,06,080.00</b>	<b>10000%</b>	<b>2,442,909</b>	<b>100%</b>

15 Fund Balance Brought Forward

Description	2022-2023	2021/2022
	Kshs	Kshs
Bank Balances	893,535.45	481,764.85
Cash Balances	(730.00)	(2008.00)
Short Term Investments	0	0
Receivables	4,795,065.65	(5,061,435.90)
Payables	(1,960,342.15)	(2,442,909.00)
<b>Total</b>	<b>3,927,528.50</b>	<b>3,313,966.60</b>

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2022-2023	2021/2022
	Kshs	Kshs
Bank Loans	0.0	0.0
Outstanding Leases	0.0	0.0
Hire Purchase	0.0	0.0
Gratuity And Leave Provision	0.0	0.0
Others (specify)	0.0	0.0
<b>Total</b>	<b>0.0</b>	<b>0.0</b>

17 Biological assets

Description	Numbers	2022-2023	2021/2022
		Kshs	Kshs
Cattle		0.0	0.0
Goats		0.0	0.0
Trees		40,000.0	4,0000.0
Coffee Or Tea Plantation		0.0	0.0
Poultry		0.0	0.0
Others (specify)		0.0	0.0
<b>Total</b>		<b>40,000.0</b>	<b>40,000.0</b>

18 Borrowings

Description	2022-2023	2021/2022
Borrowings at beginning of the year	0.0	0.0
Borrowings during the year	0.0	0.0
Repayments during the year	0.0	0.0
<b>Balance at the end of the year</b>	<b>0.0</b>	<b>0.0</b>

Other important disclosure notes

19 Stock/ Inventory

Description	202-2023	2021-2022
MAIZE (90KGS)	kshs	ksh
<b>a) Borrowings</b>		
Stock/ inventory at beginning of the year 0	10,000	5,000.00
Stock/ inventory purchased during the year 106	900,000.00	795,000.00
Stock/ inventory issued during the year 103	(905,000.00)	(790,000.00)
<b>Balance at end of the year 3</b>	<b>5,000.00</b>	<b>10,000.00</b>

Description	202-2023	2021-2022
BEANS (90 KGS)	kshs	ksh
<b>b) Borrowings</b>		
Stock/ inventory at beginning of the year 2	32,000.00	0.00
Stock/ inventory purchased during the year 100	1,300,000.00	1,200,00.00
Stock/ inventory issued during the year 102	(1,330,000.00)	(1,168,000.00)
<b>Balance at end of the year 0</b>	<b>2,000.00</b>	<b>32,000.00</b>

Description	202-2023	2021-2022
RICE (25KGS)	kshs	ksh
<b>c) Borrowings</b>		
Stock/ inventory at beginning of the year 0	0.00	0.00
Stock/ inventory purchased during the year 50	350,000.00	225,000.00
Stock/ inventory issued during the year 48	(350,000.00)	(225,000.00)
<b>Balance at end of the year 2</b>	<b>0.00</b>	<b>0.00</b>

Description	202-2023	2021-2022
SUGAR (50 KGS)	kshs	ksh
<b>d) Borrowings</b>		
Stock/ inventory at beginning of the year 1	8,000.00	8,000.00
Stock/ inventory purchased during the year 30	400,000.00	360,000.00
Stock/ inventory issued during the year 28	(404,000.00)	(360,000.00)
<b>Balance at end of the year 3</b>	<b>4,000.00</b>	<b>8,000.00</b>

Description	202-2023	2021-2022
COOKING OIL (20LITRES)	kshs	ksh
<b>e) Borrowings</b>		
Stock/ inventory at beginning of the year 0	6,500	0.00
Stock/ inventory purchased during the year 32	320,000.00	312,000.00
Stock/ inventory issued during the year 32	(320,000.00)	(305,500.00)
<b>Balance at end of the year</b>	<b>6,500</b>	<b>6,500.00</b>

Description	202-2023	2021-2022
<b>SALT (BUNDLES 1KG)</b>	kshs	ksh
<b>f) Borrowings</b>		
Stock/ inventory at beginning of the year 1	0.00	980.00
Stock/ inventory purchased during the year 16	25,000.00	23,520.00
Stock/ inventory issued during the year 16	(24,500.00)	(24,500.00)
<b>Balance at end of the year 1</b>	<b>500.00</b>	<b>0.00</b>

Description	202-2023	2021-2022
<b>POWDERED MILK (25KGS)</b>	kshs	ksh
<b>g) Borrowings</b>		
Stock/ inventory at beginning of the year 0	0.00	17,000.00
Stock/ inventory purchased during the year 6	153,000.00	153,000.00
Stock/ inventory issued during the year 6	(153,000.000)	(170,000.00)
<b>Balance at end of the year 0</b>	<b>0.00</b>	<b>0.00</b>

Description	202-2023	2021-2022
<b>MAIZE FLOUR (90KGS)</b>	kshs	ksh
<b>h) Borrowings</b>		
Stock/ inventory at beginning of the year 5	35,000.00	0.00
Stock/ inventory purchased during the year 140	1,500,000.00	1,435,000.00
Stock/ inventory issued during the year 143	(1,535,000.00)	(1,400,000.00)
<b>Balance at end of the year 2</b>	<b>0.00</b>	<b>35,000.00</b>

Description	202-2023	2021-2022
<b>LIQUID OMO (20L JERICAN)</b>	kshs	ksh
<b>i) Borrowings</b>		
Stock/ inventory at beginning of the year 2	10,000.00	6,000.00
Stock/ inventory purchased during the year 40	90,000.00	100,000.00
Stock/ inventory issued during the year 38	(100,000.00)	(96,000.00)
<b>Balance at end of the year 4</b>	<b>0.00</b>	<b>10,000.00</b>


NAPEILILIM SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

20 Progress On Follow Up Of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

 01/08/2024

Sign and Date  
Principal

**PRINCIPAL**  
NAPEILILIM SECONDARY SCHOOL  
P. O. Box 235-30500, LODWAF

Date:.....Sign:.....

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
Sub-Total						
<b>Supply Of Goods</b>						
1. GabkeyJumalle	1,016,080	1 <sup>st</sup> June 2021	0.00	1,016,080.00	1,016,080.00	
Sub-Total					1,016,080	
<b>Supply Of Services</b>						
Sub-Total						
<b>Grand Total</b>					1,016,080.00	

## Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 20xx
Land 1	2015	Napeilimlim	12,000,000	0.00	0.00	12,000,000
Land 2		Napeilimlim	0.0	0.00	0.00	0.0
Buildings and structures		Napeilimlim	15,000,000	0.00	0.00	15,000,000
Motor vehicles	2019	Napeilimlim	4,000,000	0.00	0.00	4,000,000
Office equipment, furniture and fittings		Napeilimlim	200,000	0.00	0.00	200,000
ICT Equipment, and Other ICT Assets		Napeilimlim	1,000,000	0.00	0.00	1,000,000
Tools and apparatus		Napeilimlim	300,000	0.00	0.00	300,000
Textbooks		Napeilimlim	3,000,000	0.00	0.00	3,000,000
Other Machinery and Equipment		Napeilimlim	200,000	0.00	0.00	200,000
Heritage and cultural assets		Napeilimlim	0.00	0.00	0.00	0.00
Intangible assets- soft ware		Napeilimlim	0.00	0.00	0.00	0.00
Total			35,700,000.00	0.00	0.00	35,700,000.00

