REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

ST. THOMAS AQUINAS MADENDE SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2022

BUSIA COUNTY

Revised 30th June 2022.

(ST THOMAS AQUINAS MADENDE SECONDARY SCHOOL)

PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

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

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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

(Provide the names of the various committees of the Board established by the Board and the names of the committee members):

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	**Mr Fidelis Magero** **Mr Dismas Sibwech** **Mrs Florence Auma** **Mr Benard Makeni** **Mrs Doreen Bwire**	**Chairperson BOM** **Member** **Member** **Member** **Member**	**2 out of 3**
2	Audit Committee	Mrs Prisca Were Mr Agapetus N Mrs Florence Auma	Chairperson Member Member	1 out of 3
3	Finance,procurement and general purposes Committee	Mr Kinoti Dindi Mrs Doreen Bwire Rev Fredrick Anyule Mr Absolom Edewa	Chairperson Member Member Member	2 out of 3
4	Academic Committee	Mr Absolom Edewa Mrs Prisca Were Mr Benard Makeni Mr Wamuta Christopher	Chairperson Member Member Member	2 out of 3
5	Development Committee	Mr Kinoti Dindi Mr Fidelis Magero Mr Dismas Sibwech Mrs Florence Auma	Chairperson Member Member Member	1 out of 3

		Mrs Caren Okwara CDE or SCDE	Member Member	
6	Discipline and welfare Committee	Maj Mukhule Chris Mrs Florence Auma Mr Gerishom Pate Mr Jonnes Wafula	Chairperson Member Area Chief Member	1 out of 3
7	Human Rights&Students Welfare	Mrs Mediatrix Onyango Mrs Caren Okwara Mr Francis Mukanda	Chairperson Member Member	1 out of 3

(d) School operation Management

For the financial year ended *30th June 2022* the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Mr Sibweche Dismas	245710
2	Deputy Principal	Mrs Florence Oroni	335401
3	School Bursar	Mr Patrick E Wabwire	CPA ASSOC/1303

(e) Schools contacts

Post Office Box: P.O BOX 34-50409 NAMBALE
Telephone: 0798977602
E-mail: madendesecondaryschool@gmail.com
Website: NA
Facebook: NA
Twitter: NA

(f) School Bankers

The following school operated 5 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: NATIONAL BANK OF KENYA

Branch:	BUSIA
Account Number:	01021036820800
	01242036820800
	01025036820800
	01022230680800
	01242037194900(CDF)

2. MPESA Pay Bill No. 773617attached to 01021036820800 bank account

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(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:

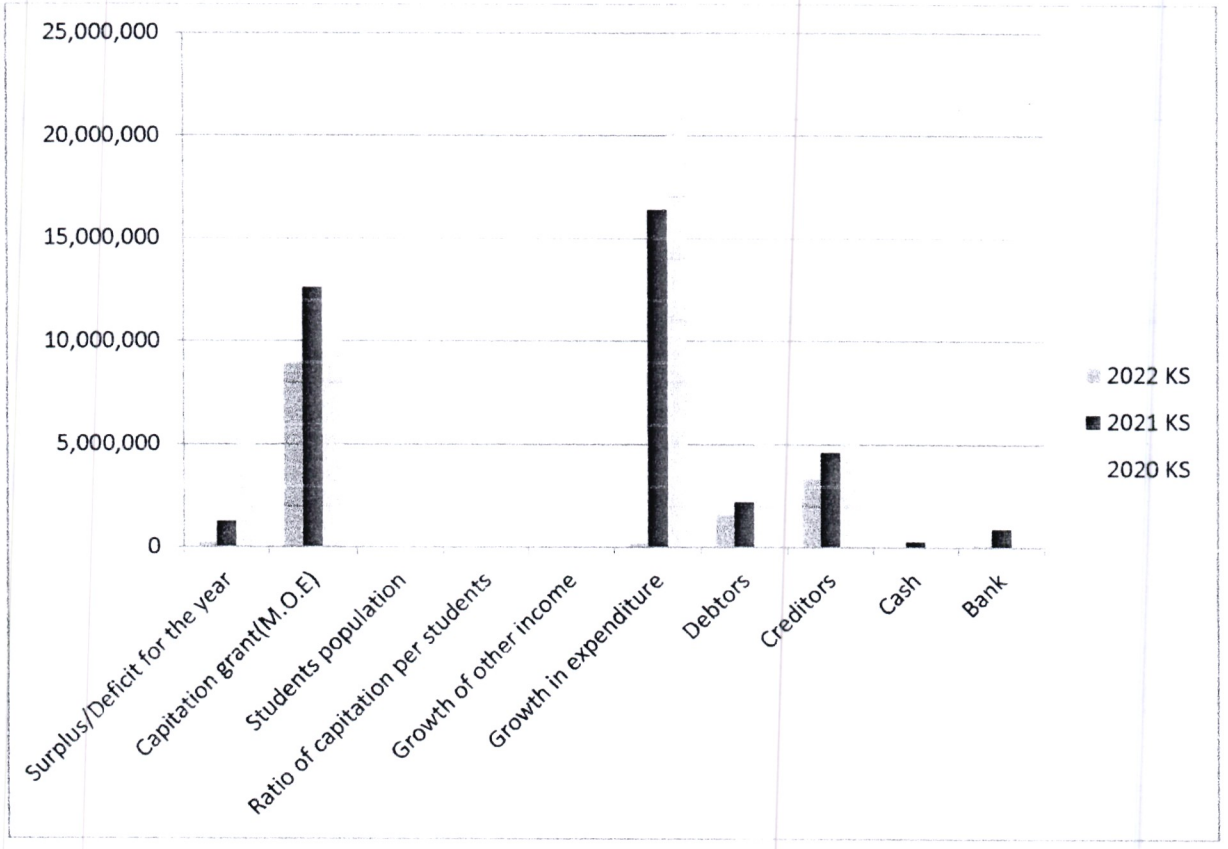
a) **Financial performance**:

(Under this section, the following information should be given:

- *Surplus/ deficit for the year and a comparison of the same for the last three years*
- *Capitation grants from the Ministry of Education for the last three years*
- *Ratio of capitation grant per student over the last three years*
- *A three-year overview of growth of other income(s) earned by the school.*
- *A three-year overview of growth in expenditure of the school*
- *Movement of debtors and creditors of the school over the last three years*
- *Movement of cash and bank balances over the last three years*

Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends).

	2022	2021	2020
Students population	563	720	768
Ratio of capitation per students	15,980.6	17,517.8	13,944.9
Growth of other income	-	-	-
Growth in expenditure	29,196,282	16,409,156	21,534,375
Debtors	1,616,684	2,194,281	5,739,465
Creditors	3,345,856	4,607,466	5,128,470
Cash balances	22,170	45,342	14,358
Bank balances	126,487.99	896,242.13	185,931.73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20,000,000
15,000,000
10,000,000
5,000,000
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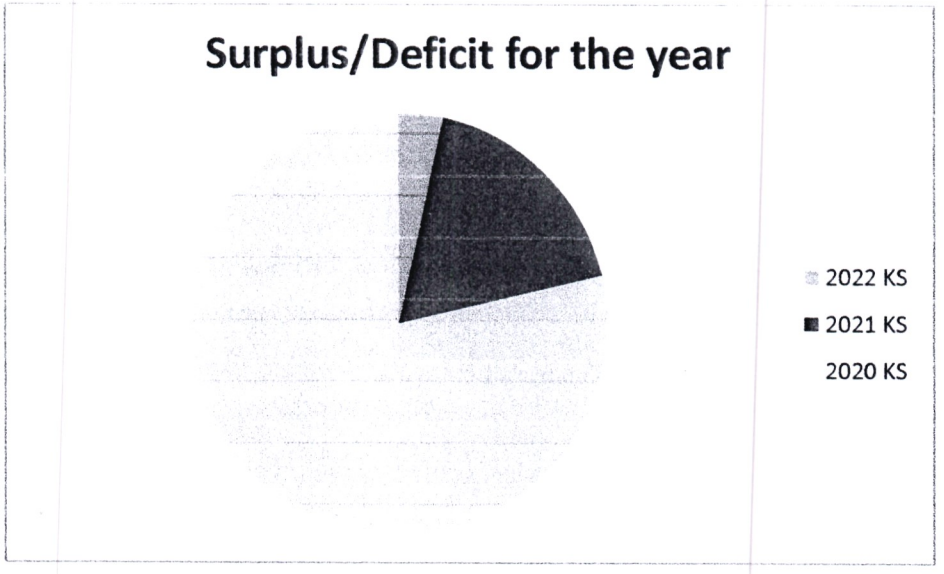
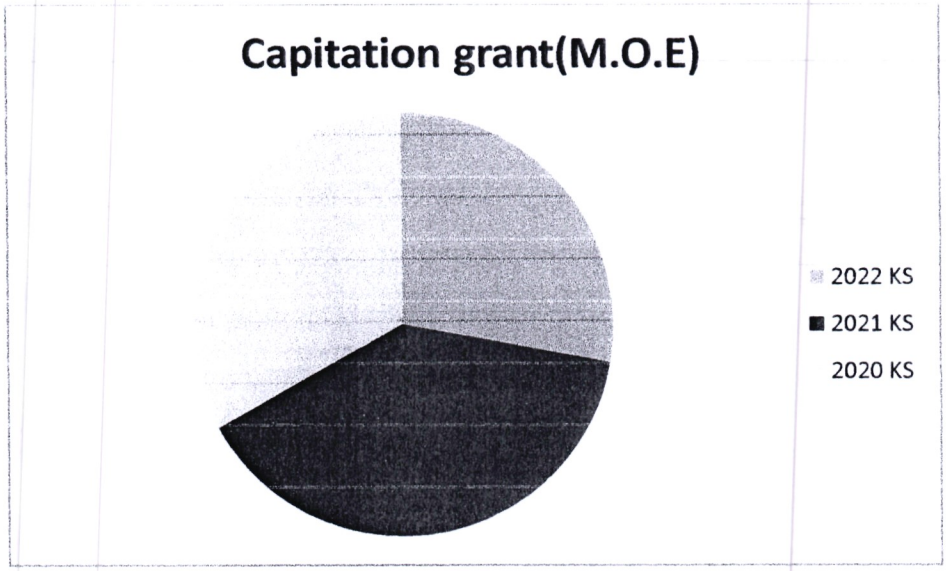
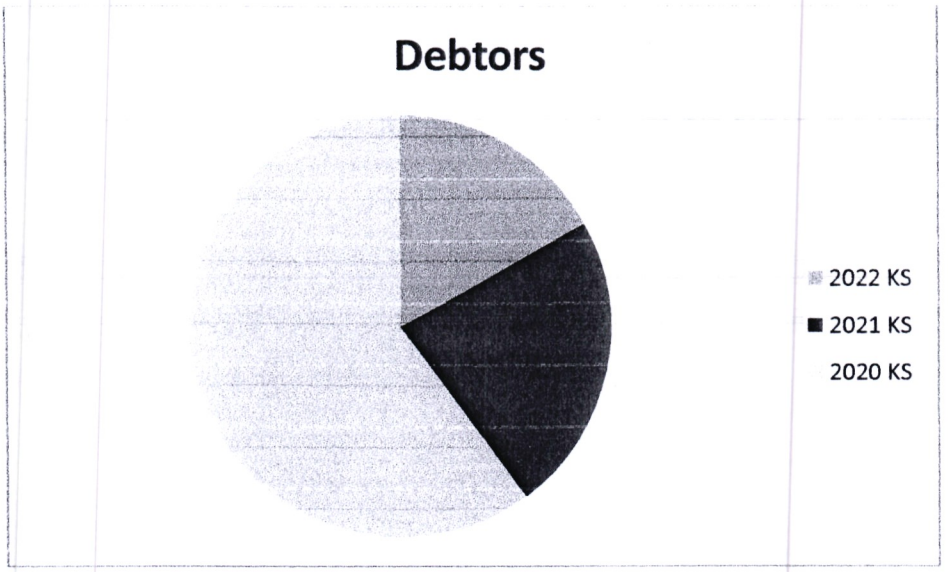
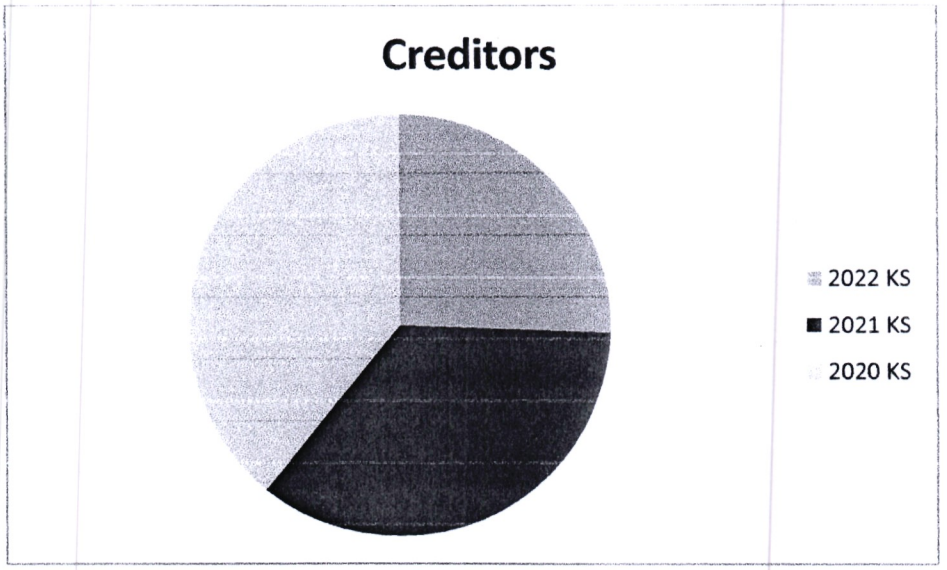
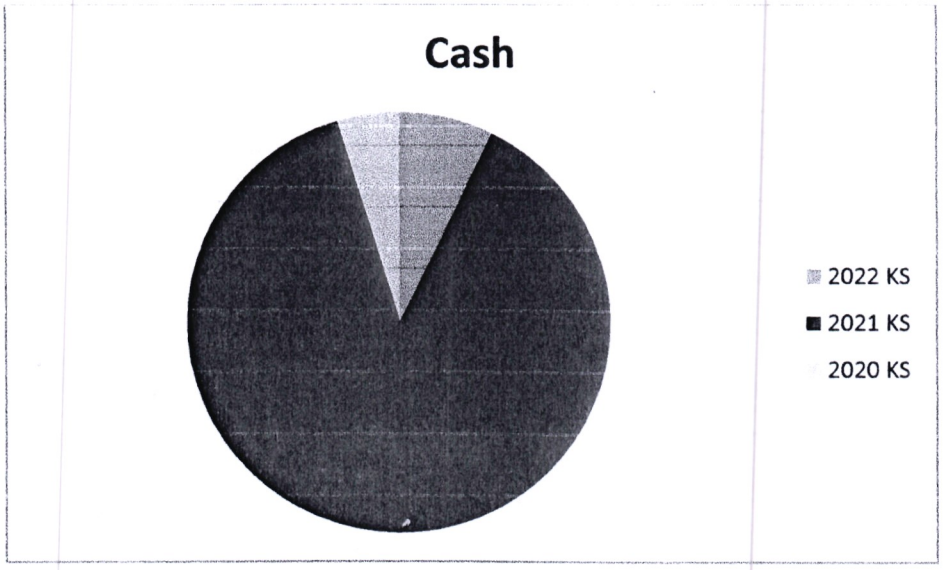
Surplus/Deficit for the year
Capitation grant(M.O.E)
Students population
Ratio of capitation per students
Growth of other income
Growth in expenditure
Debtors
Creditors
Cash
Bank
2022 KS
2021 KS
2020 KS

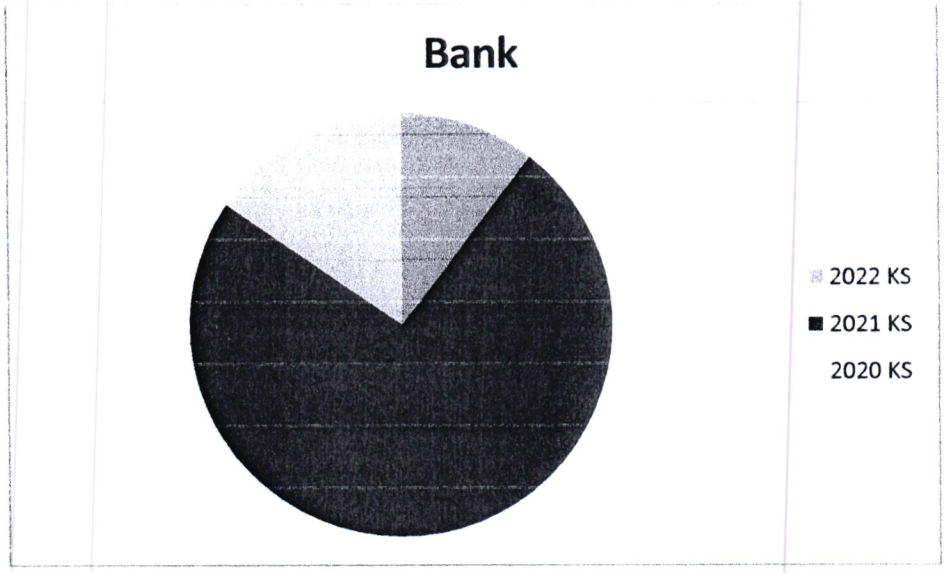

Surplus/Deficit for the year
2022 KS
2021 KS
2020 KS

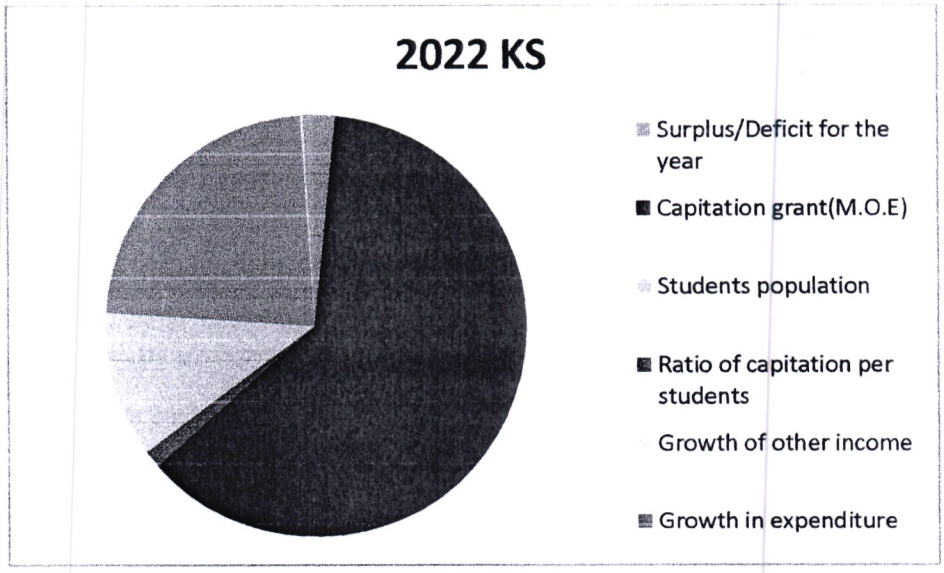

Capitation grant(M.O.E)
2022 KS
2021 KS
2020 KS

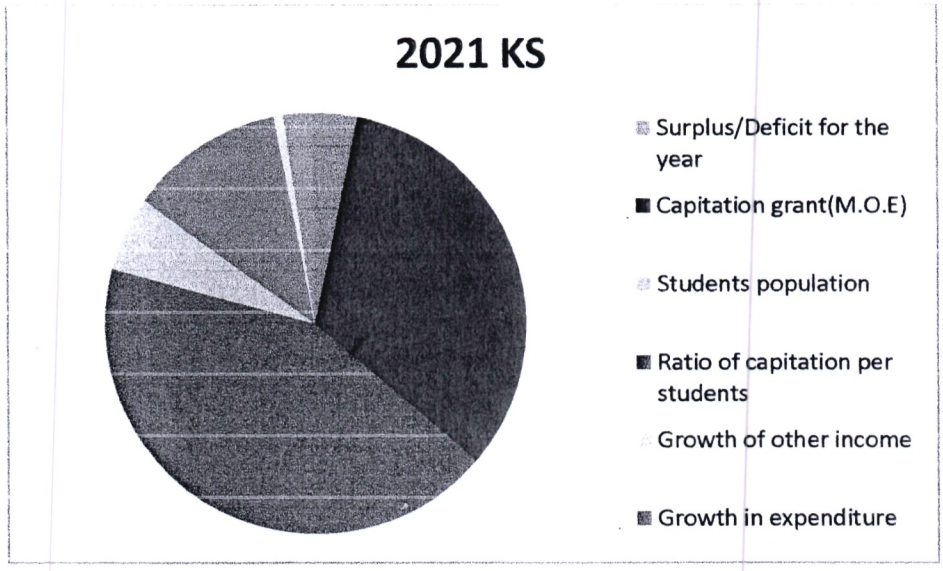

Debtors
2022 KS
2021 KS
2020 KS

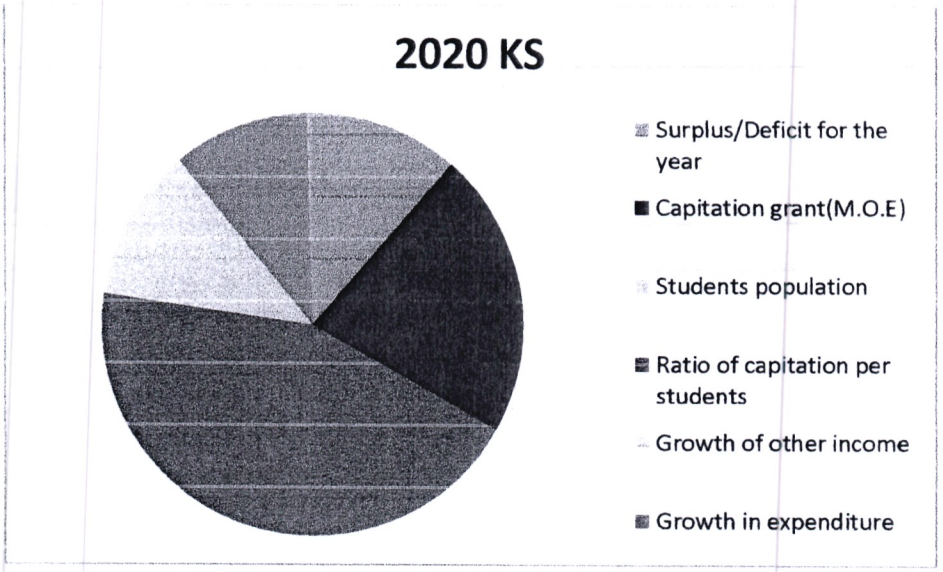

Creditors
2022 KS
2021 KS
2020 KS


Cash
2022 KS
2021 KS
2020 KS


Bank
2022 KS
2021 KS
2020 KS


2022 KS
Surplus/Deficit for the year
Capitation grant(M.O.E)
Students population
Ratio of capitation per students
Growth of other income
Growth in expenditure


2021 KS
Surplus/Deficit for the year
Capitation grant(M.O.E)
Students population
Ratio of capitation per students
Growth of other income
Growth in expenditure


2020 KS
Surplus/Deficit for the year
Capitation grant(M.O.E)
Students population
Ratio of capitation per students
Growth of other income
Growth in expenditure

b) **Teacher Student ratio**:

	2022	2021
Teachers recruited by TSC	2	2
Teachers transferred	3	2
Teachers employed under BOM	2	3
Total no of teachers	31	30
Total no of students	563	720
Teacher student ratio	1:18	1:24
Teachers per subject	KISW/HIST 6 CRE/KISW 2 MATH/PHY 2 ENG/LIT 4 BIO/CHEM 2 GEOG/HIST 2 BES/GEOG 1 MATH/CHEM 2 BIO/AGR 2 COMP/MATH 1 MATH/KIS 1 KISW/CRE 2 PHY/CHEM 2 MATH/BES 2	

(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).

c) **Mean score in the *2020*-2022 KCSE**:

	2022	2021	2020
Mean score	3.60	3.357	4.04
No of students transitioned to institution of high learning	40	30	62

COMMENT; Performance of the school dropped in the year 2021 however the new Principal who reported in same year put more effort and performance improved in the year 2022

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

d) **Number of Candidates in the 2020-2022** *(Tabulate the number of candidates sitting for KCSE over the last three years).*

	2022	*2021*	*2020*
No of KCSE Candidates	*175*	*168*	*180*

e) **Capacity of the school**:

(Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and **KCSE:**

	2022	**2021**	**2020**
No of students in the school	**175**	**168**	**180**
Facilities			
Dormitories	**5**	**5**	**5**
Laboratories	**3**	**3**	**3**
Toilets	**40**	**40**	**40**

other amenities. This information will provide useful details for the Ministry of Education).

Summary Report of the Performance of the School (Continued)

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).

YEAR	*PROJECT*	*FUNDING*
2021	• *Construction of one classroom* • *Fencing of school compound(iron sheets)* • *Construction of one classroom*	*M&I Project* *M&I Projects* *CBC Projects*
2022	• *Tilling of all classrooms, departmental offices,dormitories* • *Construction of two classrooms*	*M&I Projects* *CBC Projects*

ST. THOMAS AQUINAS MADENDE HIGH SCHOOL ★ P.O. Box 34-50409 NAMBALE ★
27 JUL 2023
Sign:.....

.....

School Principal

III. Statement Of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2022, and of the school's financial position as at that date.

.....

Name: FLORENCE A. ECHESA

Designation: Chairman, School Board of Management

Date: 27/7/23

.....

Name: Dismas Sibwache

Designation: School Principal& Secretary to Board of Management

Date: 27/7/22

ST. THOMAS AQUINAS MADENDE
27 JUL 2023
Sign:.....
P.O. Box 34-50409

.....

Name: PATRICK GUSTAV MWABURA

Designation: Bursar/ Finance Officer

Date: 27/7/23

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 ST. THOMAS AQUINAS MADENDE SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – BUSIA COUNTY

PREAMBLE

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

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

B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazetted 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 St. Thomas Aquinas Madende Secondary School – Busia County set out on pages 1 to 13, which comprise the statement

of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, 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 St. Thomas Aquinas Madende Secondary School – Busia 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. Inaccuracies in the Financial Statements

Review of financial statements of the School for the year under review revealed following inaccuracies:

i. The statement of receipts and payments reflects capitation grants for tuition and operations of Kshs.2,266,539 and Kshs.9,947,481 respectively. However, comparison of the National Education Management Information System (NEMIS) data and the School's enrolment registers revealed that the number of students captured in NEMIS and which was used for allocation capitation grants was more than the actual enrolment at the school, reflecting variances of up to 104 students. This resulted in overfunding by Kshs.1,524,718 during the year.

ii. The statement of receipts and payments reflects an amount of Kshs.2,256,539 in respect of capitation grants for tuition. However, review of the supporting schedules including NEMIS capitation disbursement extracts revealed allocation of Kshs.2,446,082, resulting in unexplained and unreconciled variance of Kshs.179,543.

iii. The statement of receipts and payments reflects an amount of Kshs.9,947,481 in respect of capitation grants for operations. However, review of the supporting schedule including NEMIS capitation disbursement extract revealed an allocation of Kshs.10,469,250, resulting in unexplained and unreconciled variance of Kshs.521,769.

iv. The statement of receipts and payments reflects an amount of Kshs.14,873,448 in respect of school fund income - parents' contributions. However, review of supporting schedules including the fees collection summary revealed total fee collections of Kshs.16,609,643, resulting in unexplained and unreconciled variance of Kshs.1,736,195. Further, the fees collection was not supported with the bank statements.

v. The statement of receipts and payments reflects capitation grants for operations of Kshs.9,947,481 which includes amount of Kshs.295,803 in respect of medical and insurance. However, supporting documents including NEMIS receipts schedules and acknowledgments to the Ministry of Education were not provided for review. In addition, review of the school NEMIS data revealed that the Ministry disbursed capitation for the year review for average student enrolment of 467 as per NEMIS data, translating to capitation of Kshs.934,000 in respect of medical insurance. The resulting variance of Kshs.638,197 was not explained or reconciled.

vi. As disclosed in Note 2 to the financial statements capitation grants for operations of includes Nil amount in respect of activity. However, supporting documents including NEMIS receipt schedules and acknowledgments to the Ministry of Education were not provided for audit. Further, review of the School's NEMIS data revealed that the Ministry disbursed capitation based on student NEMIS average students' enrolment of 467, translating to capitation of Kshs.700,500 in respect of activity, resulting in unexplained and unreconciled variance of Kshs.700,500.

vii. As disclosed in Note 1 to the financial statements, no amount was disbursed to the school in respect of textbooks and reference materials. Review of the correspondence to Schools from the Ministry of Education on the implementation of Free Day Secondary Education (FDSE) revealed that the capitation grants in respect of textbooks were retained the Ministry of Education for purchase of books which were and supplied to the schools. However, details including the values and cost of the supplied textbooks were not provided for audit review.

viii. The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects Kshs.16,232,810 in respect of payments for boarding and school fund. However, review of the supporting schedule including payment vouchers revealed Kshs.15,142,298, resulting in unexplained and unreconciled variance of Kshs.1,090,512.

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

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalent balance of Kshs.826,565, which comprise of Kshs.804,395 and Kshs.22,170 in respect of bank and cash in hand balances respectively. However, the bank account and cash in hand balances were not supported by cashbooks, bank reconciliation statements and board of cash survey reports respectively.

In the circumstances, the regularity, accuracy and completeness of cash and cash equivalents balance of Kshs.826,565 could not be confirmed.

3. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.20,393,802 in respect of fees arrears. However, review of supporting documents including ledger schedules revealed fees arrears dating back to 2010, which is more than 12 years ago. In addition, the balance was not supported by students' fee statements. Further, there was no evidence of mechanisms which have been put in place to recover the long overdue arears.

In the circumstances, the accuracy, completeness and recoverability and fair statement of accounts receivable balance of Kshs.120,393,802 could not be confirmed.

4. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payable balance of Kshs.19,155,193 comprising of Kshs.19,091,355 and Kshs.63,838 in respect of trade creditors and prepaid fees respectively, as disclosed in Note 12 to the financial statements. However, a creditors balance of Kshs.19,091,355 was not supported by invoices, delivery notes and issues and receipts. In addition, the prepaid fees were not supported by students' fee statements. Further, Note 12 to the financial statements reflects trade creditors incurred two years back. No evidence was provided of mechanisms that have been put in place by Management to settle these long outstanding accounts payables.

In the circumstances, the accuracy and completeness of accounts payable balance of Kshs.19,155,193 could not be confirmed.

5. Unsupported Repairs, Maintenance & Improvements

The statement of receipts and payments reflects payments for operations and boarding and school fund payments of Kshs.8,051,835 and Kshs.16,232,810 which, as disclosed in Notes 6 and 7 to the financial statements, the amounts Kshs.2,500,000 and Kshs.1,655,157 in respect to repairs, maintenance and improvements respectively. However, supporting documents including procurement plans, bills of quantities, contract agreements, payment and inspection and acceptance committee reports for the maintenance and repair works were not provided for audit.

In the circumstances, accuracy, and completeness of expenditure of Kshs.4,155,157 respect in respect to repairs, maintenance and improvements could not be confirmed.

6. Unsupported Personnel Emoluments

As disclosed in Notes 6 and 7 to the financial statements, expenditure amounting to Kshs.3,952,106 and Kshs.1,490,320 was incurred in respect of personnel emoluments, under operations and infrastructure, and, boarding and school fund payments respectively. However, supporting documents including payrolls and approved staff establishment were not provided for audit review.

In the circumstances, the accuracy and completeness of expenditure totalling Kshs.5,442,426 in respect of personnel emoluments could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of St. Thomas Aquinas Madende Secondary 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 judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final total income budget and actual on comparable basis of Kshs.23,600,750 and Kshs.14,873,448 respectively, resulting in an under-funding of Kshs.8,727,302 or 40% of the budget. Similarly, the statement reflects final budget expenditure and actual on comparable basis of Kshs.23,600,750 and Kshs.26,559,460, resulting in over-absorption of Kshs.2,958,710 or 13 % of the budget.

Further, the School's budget was not approved budget, contrary to Regulation 31(1) of the Public Finance Management (National Government) Regulations, 2015 which states that 'the Accounting Officer shall ensure that the draft estimates relating to her or his department are prepared in conformity with the Constitution, the Act and these Regulations.

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

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 matter 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

Failure to Maintain Fixed Assets Register

During the year under review, the School did not maintain a fixed assets register indicating date of asset acquisitions, types of assets, supplier names, values, custodians and locations, contrary to Regulations143 (1)(2) of the of the Public Finance Management (National Government) Regulations, 2015 which requires that 'an Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws. The register of land and buildings shall record each parcel of land and each building and the terms on which it is held, with reference to the conveyance, address, area, dates of acquisition, disposal or major change in use, capital expenditure, lease hold terms, maintenance contracts and other pertinent management details.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing 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 Risk Management Policy

During the year under review and in previous years, the School Management had not developed a Risk Management Policy. This is contrary to Regulation 165(1) (a-b) of the Public Finance Management (National Governments) Regulations, 2015 which provides that 'the Accounting Officer shall ensure that the national government entity develops risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations.

In the circumstance, Management was in breach of the law and was not able to identify risks and develop mitigating strategies.

2. Lack of Insurance Cover for Property and Other Assets

Review of the financial statements and assets records revealed that the School did not have insurance cover for property and other assets which exposed the school to risk of loss of property in an event of incidents such as fire.

In the circumstances, the School's assets may be exposed to losses without compensation in case of fire, theft or any other unforeseen occurrences.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless 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 control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.

- Perform such other procedures as I consider necessary in the circumstances.

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

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

CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 October, 2023

(ST THOMAS AQUINAS MADENDE SECONDARY SCHOOL)

Reports and Financial Statements For the financial year ended 30 th June 2022

V. Statement Of Receipts And Payments Period To 30th June 2022

Description Of Vote Head	Note	JULY 2021-JUNE 2022	2020 JAN-2021 JUNE
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	2,266,539	2,386,790
Capitation grants for operations	2	9,947,481	11,894,575
School fund income- parents' contributions	3	14,873,448	20,756,578
School fund income- other receipts	4	12,800	-
Proceeds from borrowings		-	-
Total Receipts		**27,100,268**	**35,037,943**
Payments			
Payments for tuition	5	2,274,815	3,496,270
Payments for operations	6	8,051,835	8,391,672
Boarding and school fund payments	7	16,232,810	20,199,005
Total Payments		**26,559,460**	32,086,947
Surplus/Deficit		**540,808**	2,950,996

The school financial statements were approved on _____ 2022 and signed by:

.....	.....	.....
Name: Florence Achesa For	**Name:** Dominic Sibwache	**Name:** Patrick Chris Wamwirim
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date: 27/7/23	**Date:** 27/7/23	**Date:**

ST. THOMAS AQUINAS MADENDE SECONDARY SCHOOL * P.O. Box 34-50409 NAMBALE
27 JUL 2023
Sign:.....

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2022

Description	Note	JULY 2021-JUNE 2022	2020 JAN-2021 JUNE
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	804,395	1,204,128
Cash balances	9	22,170	45,342
Short term investment	10	-	-
Total cash and cash equivalent		**826,565**	**1,249,470**
Account's receivables	11	20,393,802	18,508,132
Total financial assets		**21,220,367**	**19,757,602**
Financial liabilities			
Accounts payables	12	19,155,193	19,216,174
Net financial assets		**2,065,174**	**541,428**
Represented by			
Accumulated fund b/fwd	13	2,065,174	541,428
Surplus/deficit for the year			
Net financial position		**2,065,174**	**541,428**
			-

The school's financial statements were approved on _____ 2022 and signed by:

.....	.....	.....
Name: FLORENCE A. KCHESTY FOR	**Name:** Dismas Sibwele	**Name:** PATRICK EMOR WABWIRE
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date: 27/7/23	**Date:** 27/7/23	**Date:** 27/7/23

ST. THOMAS AQUINAS MADENDE HIGH SCHOOL
27 JUL 2023
Sign:.....
P.O. Box 34-50409 NAMBALE

(ST THOMAS AQUINAS MADENDE SECONDARY SCHOOL)

Reports and Financial Statements For the financial year ended 30 th June 2022

V Statement of Cash Flows for The Period Ended 30th June 2022

Description	Notes	2021-2022 Kshs	2020 JAN-2021 JUNE Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	2,266,539	2,386,790
Capitation grants for operations	2	9,947,481	11,894,575
School fund income- parents contributions/ fees	3	14,873,448	20,756,578
School fund income- other receipts	4	12,800	-
Total receipts		**27,100,268**	**35,037,943**
Payments			
Payments for tuition	5	2,274,815	3,496,270
Payments for operations	6	8,051,835	8,391,672
Boarding and school fund payments	7	16,232,810	20,199,005
Total payments		**26,559,460**	**32,086,947**
Net cash flow from operating activities		**540,808**	**2,950,996**
Cashflow from investing activities			
Proceeds from sale of assets		-	-
Acquisition of assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from investing activities		-	-
Cashflow from borrowing activities			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		**540,808**	**2,950,996**
Cash and cash equivalent at beginning of the year			**(1,701,526)**
Cash and cash equivalent at end of the year		**826,565**	**1,249,470**

(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).

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Receipts						
(1) Capitation Grant on Tuition						
Textbooks And Reference Materials	20300	-	20,300	23,345	-3,045	115%
Exercise Books	397,880	-	397,880	794,186	-396,305	199.6%
Laboratory Equipment	497,400	-	497,400	625,864	-128,463	125.83%
Internal Exams	410,340	-	410,340	409,632	707.38	99.82%
Teaching / Learning Materials	436,912	-	436,912	413,512	23,399	94.64%
Chalks	-	-	-	-	-	-
Exams And Assessment	-	-	-	-	-	-
Teachers Guides	-	-	-	-	-	-
TOTALS	**1,744,555**		**1,744,555**	**2,266,539**	**-521,984**	**129.92%**
(2) Capitation Grant on Operations						
Personnel Emoluments	3,207,615	-	3,207,615	2,933,771	273,844	91.46%
Repairs And Maintenance	4,215,000		4,215,000	4,060,888	154,111	96.34%
Local Transport / Travelling	604,410	-	604,410	631,577	-27,167	104.49%
Electricity And Water	2,100,000	-	2,100,000	1,681,427	418,572	80.06%
Medical	376,300	-	376,300	295,803	80,496	78.61%
Administration Costs	635,000	-	635,000	944,013	-309,013	148.67%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
TOTALS	**11,138,325**		**11,138,325**	**9,947,481**	**1,190,844**	**89.30%**
(3) Fees Charged on Parents						
Personnel Emoluments	3,536,000	-	3,536,000	2,653,135	882,865	75.03
Repairs And Maintenance	1,360,000	-	1,360,000	150,000	1,210,000	11.03%
Local Transport / Travelling	965,600	-	965,600	751,179	214,421	77.79%
Electricity And Water	2,176,000	-	2,176,000	1,294,837	881,163	59.51%
Medical	-	-	-	-	-	-
Administration Costs	1,258,000	-	1,258,000	754,570	503,430	59.98%
Activity	140,750	-	140,750	237,743	-96,992	168.91%
Smasse	-	-	-	-	-	-
Fee On Boarding Equipment and Stores	14,164,400	-	14,164,400	9,031,984	5,132,416	63.76%
Other Income						
Rent Income	-	-	-	-	-	-
Income From Farming Activities	-	-	-	-	-	-
Insurance Compensation	-	-	-	-	-	-
Income From Posho Mill	-	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-	-
Fee For Hire of Ground And Equipment	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-	-
Total Income	**23,600,750**	-	**23,600,750**	**14,873,448**	**8,727,302**	**63.02%**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
(1) Expenditure For Tuition						
Textbooks And Reference Materials	30,000	-	30,000	20,200	9,800	67.33%
Exercise Books	540,000	-	540,000	704,000	-164,000	130.37%
Laboratory Equipment	800,040	-	800,040	526,375	273,665	65.79%
Internal Exams	400,300	-	400,300	358,300	42,000	89.50%
Teaching / Learning Materials	1,342,000	-	1,342,000	665,940	303,020	77.42%
Chalks/stationary	161,200	-	1 61,200			
Exams And Assessment	-	-	-	-	-	-
Teachers Guides	-	-	-	-	-	-
Administration Costs	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
(2) Expenditure For Operations						
Personnel Emoluments	4,802,480	-	4,802,480	3,952,106	850,374	82.29%
Repairs, Maintenance & Improvements	3,058,000	-	3,058,000	2,500,000	558,000	81.75%
Local Transport / Travelling	300,000	-	300,000	--	300,000	-
Electricity, Water and Conservancy	689,000	-	689,000	538,639	150,361	78.17%
Medical	-	-	-	-	-	-
Administration Costs	500,410	-	500,410	623,002	-122,592	124.49%
KESSHA	220,000	-	220,000	212,550	7,450	96.61%
RMI	542,000	-	542,000	225,538	316,462	41.61%
Smasse	-	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
(3) Expenditure For School Fund						
Personnel Emoluments	3,020,540	-	3,020,540	1,490,320	1,530,220	49.33%
Repairs, Maintenance and Improvements	2,050,000	-	2,050,000	1,655,157	394,843	80.73%
Local Transport / Travelling	540,000	-	540,000	927,115	-387,115	60.57%
Electricity, Water and Conservancy	600,300	-	600,300	213,525	386,775	35.57%
Medical Expenses	-	-	-	133,000	-	-
Administration Costs	1800,400	-	1,800,400	2,155,201	-354,801	119.70%
Activity	110,450	-	110,450	11,100	99,350	10.04%
Gratuity	-	-	-	-	-	-
IGA	-	-	-	-	-	
Boarding Equipment and Stores	15,363,520	-	15,363,520	11,663,743	3,699,777	75.91%
KESSHA	115,540	-	115,540	138,850	-23,310	120.17%
Insurance Costs	-	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-	-
Examination	-	-	-			
Bank Charges	-	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-	-
Totals	**23,600,750**	**-**	**23,600,750**	**26,559,460**	**-2,958,710**	**112.53%**

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

i. Xxxx

ii. Xxxx

IX. Significant Accounting Policies

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

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

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

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

2. **Recognition of receipts and payments**
   The *school* 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.

Significant Accounting Policies (Continued)

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.

6. **Accounts Payable**
For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

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

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

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

10. **Subsequent events**
There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

X. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE2021
	Kshs	Kshs
Textbooks And Reference Materials	23,345	-
Exercise Books	794,186	1,096,696
Laboratory Equipment	625,864	547,858
Internal Exams	409,632	180,788
Teaching / Learning Materials	413,512	490,458
Chalks		70,990
Exams And Assessment		
Teachers Guides		
Total	**2,266,539**	**2,386,790**

2 Capitation Grant for Operations and infrastructure ac

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE2021
	Kshs	Kshs
Personnel Emoluments	2,933,771	1,483,030
Repairs And Maintenance	3,460,888	2,325,860
Local Transport / Travelling	631,577	904,650
Electricity And Water	1,681,427	634,095
Medical	295,803	153,575
Administration Costs	944,013	688,060
Activity	-	307,150
Other votehead		5,398,155
Total	**9,947,481**	**11,894,575**

3 Parents Contribution/Fees - School Fund Account

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE2021
	Kshs	Kshs
Personnel emoluments	2,653,135	3,260,340
Fees on BES	9,031,984	11,032,743
Repairs and maintenance	150,000	1,668,046
Local transport / travelling	751,179	2,096,818
Electricity and water	1,294,837	1,066,572
Medical	-	-
Administration costs	754,570	1,262,469
CAF	237,743	172,877

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE2021
	Kshs	Kshs
Examination		-
Prepaid fees	-	196,713
Total	**14,873,448**	**20,756,578**

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Uniform fund		
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Total		

(Include an explanation on the kind and source of grants/ donations received by the school.)

5 Payments For Tuition

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Textbooks And Reference Materials	20,200	-
Exercise Books	704,000	1,571,810
Laboratory Equipment	526,375	763,086
Internal Exams	358,300	173,000
Teaching / Learning Materials	665,940	861,193
Stationary		
Chalks	-	127,181
Exams And Assessment	-	
Teachers Guides	-	
Administration Costs	-	

Bank Charges	-	-
Total	**2,274,815**	3,496,270

6 Payments For Operations and infrastructure ac

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Personnel Emoluments	3,952,106	2,253,039
Service Gratuity	-	
Administration Cost	623,002	
Repairs And Maintenance & Improvements	2,500,000	1,777,980
Local Transport / Travelling		
KESSHA	212,550	270,120
Electricity And Water	538,639	200,000
Medical		
Activity Expenses		59,600
Smasse		
RMI	225,538	
Bank Charges		
Other votehead		3,830,933
Total	**8,051,835**	**8,391,672**

7 Boarding And School Fund Payments

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Personnel Emoluments	1,490,320	3,097,927
Service Gratuity	-	
Repairs And Maintenance & Improvements	1,655,157	1,174,200
Local Transport / Travelling	927,115	1,826,866
Electricity And Water	213,525	827,536
Medical Expenses	133,000	-
Administration Costs	2,155,201	1,232,390
Lunch Programme		
Bank Charges		
Expenses On Income Generating Activities		
Fee On Boarding Equipment and Stores	11,663,743	11,668,390
CAF	11,100	249,310
Examination fund		
KESSHA	138,850	
Insurance		97,380
Welfare		25,000
Total	**16,232,810**	**20,199,005**

*(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	Bank Account Number	JULY 2021 –JUNE 2022	JAN 2020-JUNE 2021
		Kshs	Kshs
Tuition Account	01025036820800	5,413.55	1,110.15
Operations Account	01242036820800	98,727.78	845,651.08
School Fund Account/Boarding	01021036820800	946.47	279,612.47
Savings Account		-	-
Parent Association Development Account		-	-
CDF	01242037194900	4,422.00	4,422.00
Infrastructural Account	01022230680800	694,885.00	73,333.00
Total		**804,394.80**	**1,204,128.7**

9 Cash In Hand

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Tuition Account	-	-
Operation Account	-	-
School Fund account	22,170	45,342
Total	**22,170**	**45,342**

10 Short Term Investments

Description	JULY 2021- JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit		
Equity Stock		
Other Investments		
Total		

11 Accounts Receivable

Description	JULY 2021- JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Fees Arrears (see ageing analysis)	20,393,802	18,508,132
Salary Advances		
Imprest		
Total	**20,393,802**	**18,508,132**

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

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Fees Arrears For Current Year	1,481,610	1,098,321
Fees Arrears For The Previous Year	1,098,321	17,409,811
Fees Arrears For Prior Periods (Over Two Years)	17,813,871	
Total	**20,393,802**	**18,508,132**

12 Accounts Payable

Description	JULY 2021- JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	19,091,355	19,131,830
Prepaid Fees	63,838	84,344
Total	**19,155,193**	**19,216,174**

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

Description	JULY 2021- JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Trade Creditors for Current Year	1,819,935	3,174,449
Trade Creditors for The Previous Year	3,174,449	
Trade Creditors for Prior Periods (Over Two Years)	14,096,971	15,957,381
Total	**19,091,355**	**19,131,830**

13 Fund Balance Brought Forward

Description	JULY 2021-JUNE 2022	JAN 2020-JUNE 2021
	Kshs	Kshs
Bank Balances	804,395	1,204,128.7
Cash Balances	22,170	45,342
Short Term Investments	-	-
Receivables	20,393,802	18,508,132
Payables	(19,155,193)	(19,216,174)
Total	**2,065,174**	**541,428.7**

Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	JULY 2021-JUNE 2022	JAN-JUNE 2021
	Kshs	Kshs
Bank Loan(S)		-
Outstanding Leases		-
Hire Purchase		-
Gratuity And Leave Provision		-
Total		**-**

15 Biological assets

Description	Numbers	JULY 2021-JUNE 2022	JAN-JUNE 2021
		Kshs	Kshs
Cattle	14		-
Goats	-		-
Trees	240		-
Coffee Or Tea Plantation	-		-
Poultry/Pigs	10		-
Total	**264**		**-**

16 **Borrowings**

Description	JULY 2021-JUNE 2022	JAN-JUNE 2021
	Kshs	Kshs
a) Borrowings		
Borrowing at beginning of the year		-
Borrowings during the year		-
Repayments of during the year		-
Balance at end of the year		**-**

17 Stock/ Inventory

Description	JULY 2021-JUNE2022	JAN -JUNE2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	190,600	2,595
Stock/ inventory purchased during the year	2,989,314	1,468,320
Stock/ inventory issued during the year	(3,104,040)	(1,280,315)
Balance at end of the year	**75,874**	**190,600**

18 Progress On Follow Up Of Auditor Recommendations

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

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

ST. THOMAS AQUINAS MADENDE HIGH SCHOOL ★ P. O. Box 34-50409 NAMBALE ★
27 JUL 2023
Sign:.....

Sign and Date
Principal

Annex 1 - Analysis Of Pending Accounts Payable See ageing analysis(annex PQ)

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 20XX-1	Comments
	a	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
Sub-Total						
Supply Of Goods						
Sub-Total						
Grand Total						

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land 1	1981	School	Donation from community	-	-	NA
Land 2	2005	Next plot	Payable through fees sh 75000	-	-	NA
Buildings And Structures	NA	School-45 structures	NA	3	-	NA
Motor Vehicles	2005	School	6,000,000	-	-	5,500,000
Office Equipment, Furniture And Fittings	2016-DATE	Principals office&Departmental offices	-	-	-	-
ICT Equipment, And Other ICT Assets	2016	Computer lab -29	870,000	2	-	900,000
Tools And Apparatus	2001	Labaratory	-	-	-	-
Textbooks	2018-DATE	Library &store	-	-	-	-
Other Machinery And Equipment	2014	Posho mill &Freezer Generator Photoprinter	625,000	1	-	600,000
Heritage And Cultural Assets	-	-	-	-		-
Intangi Assets- Soft Ware	2021	DOS Office(Exams	50,000(softwares	-	-	50,000

(*The school should ensure that a detailed fixed assets register is maintained).*