

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 25 NOV 2024

DAY:
MONDAY

TABLED
BY:

HON. NAOMI WABO
DCP. MAJORY WATHI

OF

CLERK-AT
THE-TABLE:

HAILE HUSSEIN

THE AUDITOR-GENERAL

ON

PARLIAMENT
OF KENYA
LIBRARY

HOLA BOYS SECONDARY SCHOOL

**FOR THE SIX (6) MONTHS PERIOD
ENDED 30 JUNE, 2021**

TANA RIVER COUNTY

Revised 30th June 2021.



HOLA SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2021
(HALF YEAR)**

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

(Mlola boys secondary school)

Reports and Financial Statements For the year ended 30th June 2021

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Table of Contents

Page

I. Key School Information And Management.....	iv
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL	viii
III. Statement Of School Management Responsibility.....	xiv
IV. Report Of The Independent Auditors (<i>To be attached</i>)	xv
V. Statement Of Receipts And Payments Period To 30 th June 2021.....	1
VI. Statement Of Financial Assets And Financial Liabilities As At 30 th June 2021	2
VII. Statement of Cash Flows for The Period Ended 30 th June 2021	3
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2021	4
IX. Significant Accounting Policies.....	8
X. Notes To The Financial Statements	10

I. Key School Information And Management

(a) Background information

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

The school was registered in 09/01/2012 under registration number PU/S/358/12 and is currently categorized as a *National* public school established, owned or operated by the Government.

The school is a day/boarding school and had 400 number of students as at 30th June 2021. It has 3 streams and 24 teachers of which 8 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	JOHN E. DHADHO	Chairman	14/10/2020
2	STANNLEY H MOTTO	Secretary - Principal	14/10/2020
3	MARK OMARA	Member	14/10/2020
4	BAKARI O KOMORA	Member	14/10/2020
5	ABRAHAM O JUMA	Member	14/10/2020
6	ELIZABETH P BALO	Member	14/10/2020
7	JUMA BALES	Member	14/10/2020
8	HALIMA KARO	Member - Rep CEB	14/10/2020
9	EDWIN BIKALA	Member Rep Teachers	14/10/2020
10	JACOB MARO BUYA	Members - Sponsor	14/10/2020
11	DAUD DAHIR AHMED	Members - Sponsor	14/10/2020
12	PRUDENCE KARHAYU	Members - Sponsor	14/10/2020
13	JUMA BALES	Member - Community	14/10/2020
14	ABDULKARIM WARE	Member Special Needs	14/10/2020
15	KATANA LUKAS	Rep Students	14/10/2020

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	JOHN DHADHO STANLEY H. MOTO RASHID KOMORA MARK OMARA JANE NGUGI	BOM CHAIRMAN BOM SECREARY BOM MEMBER BOM MEMBER BOM MEMBER	4 out of 5 5 out of 5 5 out of 5 5 out of 5 5 out of 5
	Audit Committee	ELIZABETH P BALO STANLEY H MOTTO JOHN E DHADHO BAKARI KOMORA ESHA KALIME	COM CHAIRPERSON BOM SECRETARY BOM CHAIRMAN BOM MEMBER BOM MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
3	Finance, procurement and general purposes Committee	JANE K NGUGI PRUDENCE KARHAYU STANLEY H MOTTO DAUD DAHIR AHMED JOHN E DHADHO	CHAIRPERSON BOM MEMBER BOM SECRETARY BOM MEMBER BOM CHAIRMAN	4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4
	Academic Committee	ABRAHAM O JUMA JACOB MARO ABDULHAKIM SHEHE EDWIN W BIKALA STANLEY H MOTTO	COMM CHAIRMAN BOM MEMBER BOM MEMBER TEACHER REP BOM SECRETARY	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3

5	Development Committee	MARK M OMARA JANE K NGUGI STANLEY H MOTTO JOHN E DHADHO RASHID KOMORA	COMM CHAIRMAN BOM MEMBER BOM SECRETARY BOM CHAIRMAN BOM MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
6	Discipline and welfare Committee	MARK M OMARA KOMORA SAID EDWIN W BIKALA STANLEY H MOTTO ESHA KALIME	COMM CHAIRMAN BOM MEMBER TEACHER REP BOM SECRETARY BOM MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
7	Human rights and student welfare committee	DAUD D AHMED HALIMA KORO STANLEY H MOTTO ABDULHAKIM W SHEHE NAOMI VENITOR	COMM SECRETARY BOM MEMBER BOM SECRETARY BOM MEMBER BOM MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
8	Adhoc Committee (if any during the year)	N/N		

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	Stanley Hannington Motto	358619
2	Deputy Principal	Athuman Juma Matezo	371768
3	School Bursar/Accounts clerk	Silvano Babo Benjamin	23557383

KEY SCHOOLS INFORMATION AND MANAGEMENT (CONTINUED)

(e) Schools contacts

Post Office Box: 50-70101
 Telephone: 0717 045 623
 E-mail: holasecondaryschool@yahoo.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

The school operated six bank accounts in the following banks:

Name of Bank: KCB
Branch: HOLA
Account Number: 1104556898

Name of Bank: KCB
Branch: HOLA
Account Number: 1104556642

Name of Bank: KCB
Branch: HOLA
Account Number: 1104548119

Name of Bank: KCB
Branch: HOLA
Account Number: 1259814459

Name of Bank: KCB
Branch: HOLA
Account Number: 1259814440

Name of Bank: KCB
Branch: HOLA
Account Number: 1104557202

(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

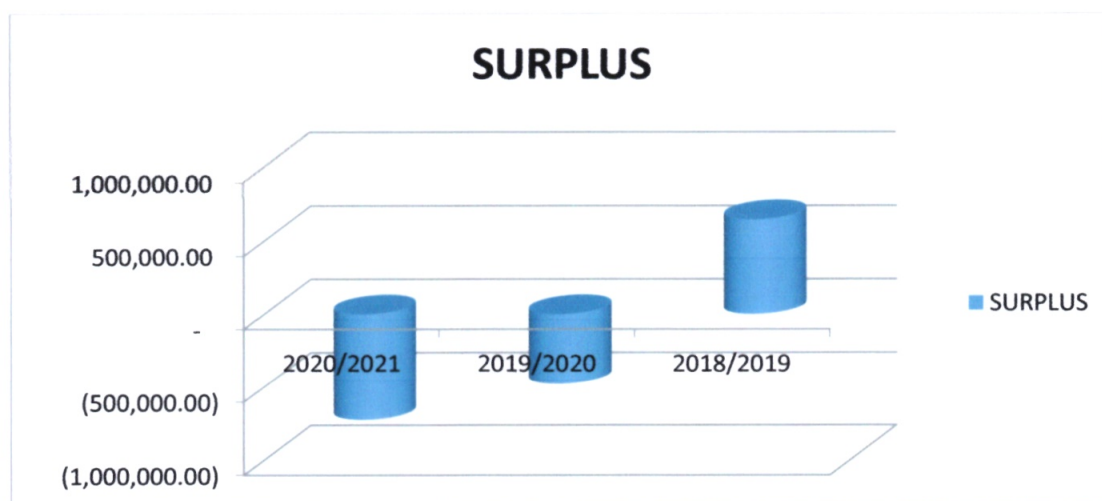
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

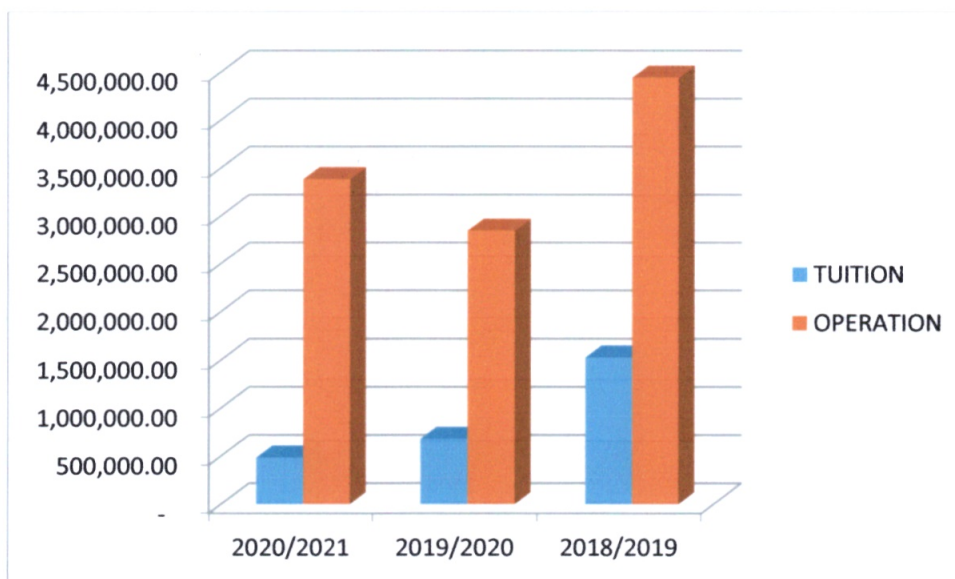
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

DETAILS	ACCOUNT	2020/2021	2019/2020	2018/2019
RECEIPTS	TUITION	484,356.00	681,083.00	1,527,916.00
	OPERATION	3,382,281.00	2,844,975.00	4,440,146.00
	S. FUND	7,963,144.00	8,454,500.00	15,964,121.00
	TOTAL	11,829,780.00	11,980,558.00	21,932,183.00
EXPENDITURE	TUITION	311,260.00	983,377.00	1,685,491.00
	OPERATION	3,298,270.00	3,594,992.60	3,807,166.00
	S. FUND	8,297,873.00	7,880,761.00	15,794,317.00
	TOTAL	12,067,228.00	12,459,130.00	21,286,974.00
SURPLUS		(237,448)	-478,573.00	645,209.00



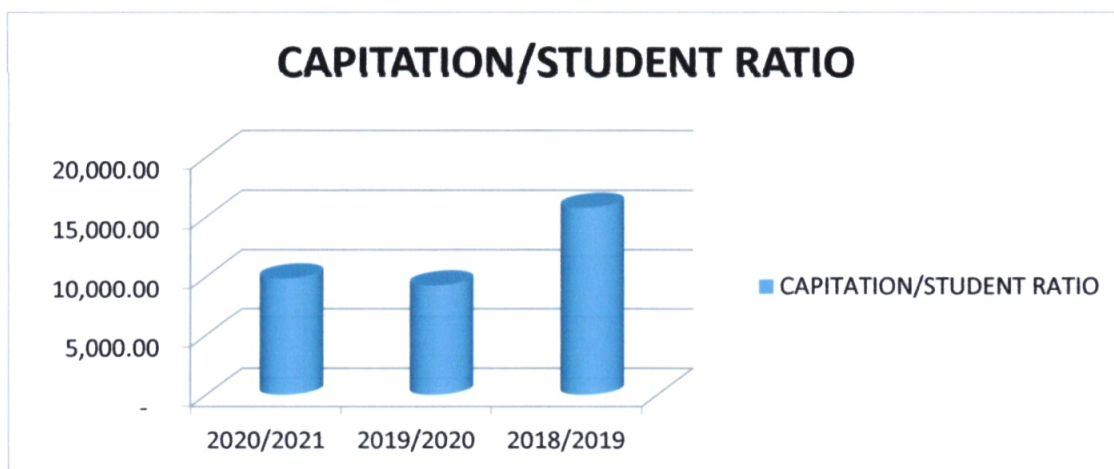
- *Capitation grants from the Ministry of Education for the last three years*

ACCOUNT	2020/2021	2019/2020	2018/2019
TUITION	484,356.00	681,083.00	1,527,916.00
OPERATION	3,382,281.00	2,844,975.00	4,440,146.00
TOTAL	3,866,637.00	3,526,058.00	5,968,062.00



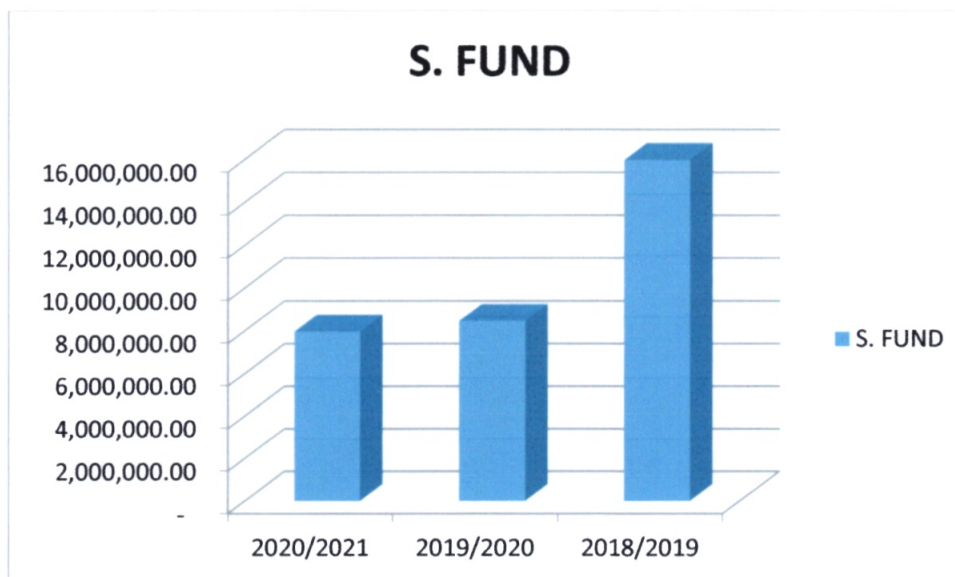
- *Ratio of capitation grant per student over the last three years*

DETAILS	2020/2021	2019/2020	2018/2019
CAPITATION	3,866,636.45	3,526,058.00	5,968,062.00
STUDENTS	392	380	378
CAPITATION/STUDENT RATIO	9,863.87	9,279.10	15,788.52



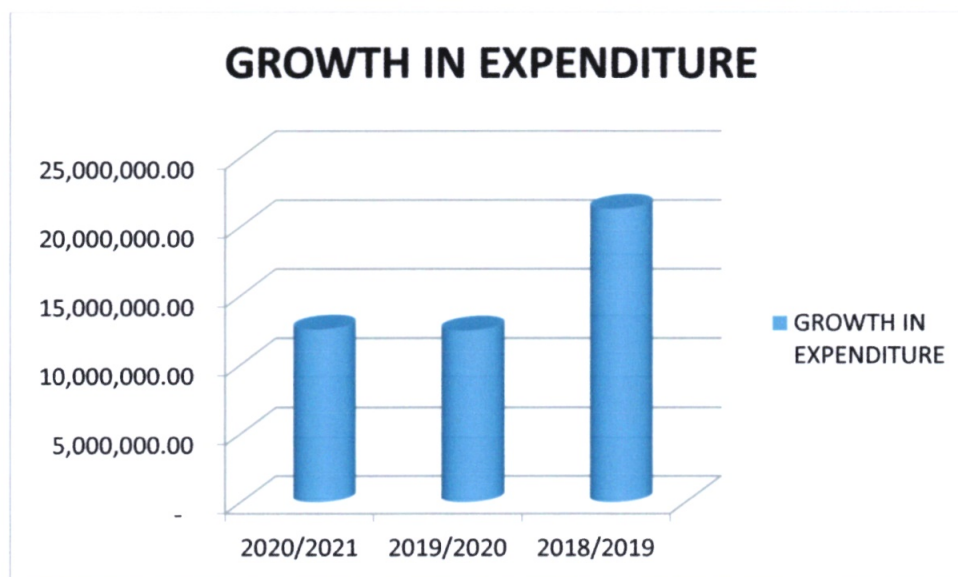
- *A three-year overview of growth of other income(s) earned by the school.*

ACCOUNT	2020/2021	2019/2020	2018/2019
S. FUND	7,963,144.00	8,454,500.00	15,964,121.00



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

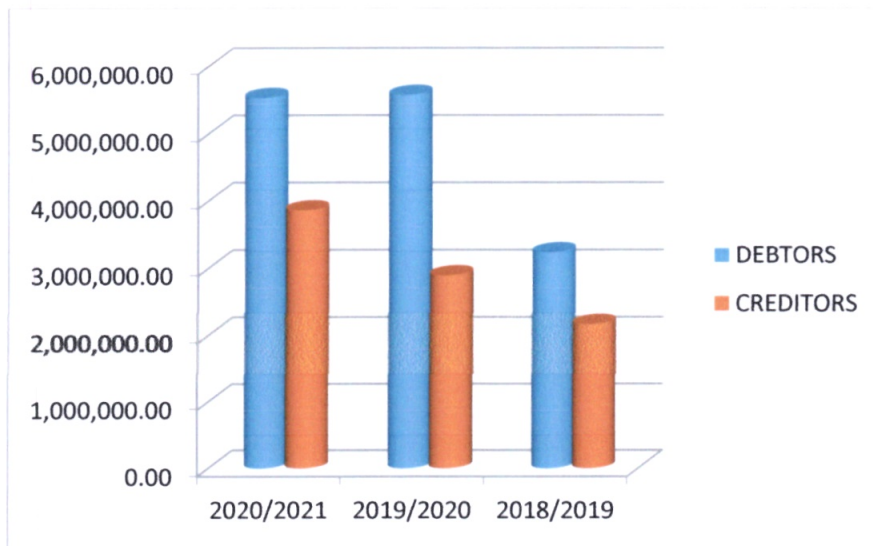
DETAILS	2020/2021	2019/2020	2018/2019
TUITION	471,085.00	983,377.00	1,685,491.00
OPERATION	3,298,270.00	3,594,992.60	3,807,166.00
S. FUND	8,297,873.00	7,880,761.00	15,794,317.00
TOTAL	12,067,228.00	12,459,130.60	21,286,974.00



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

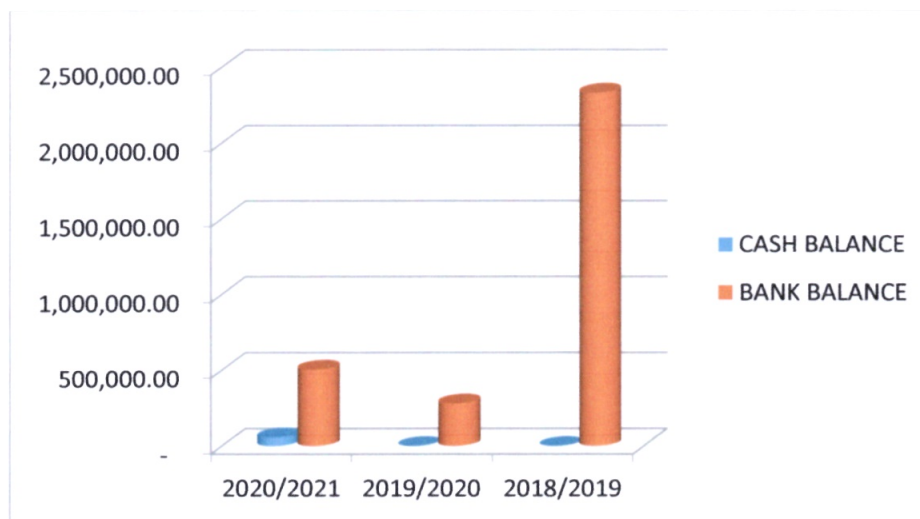
Reports and Financial Statements For the year ended 30th June 2021

DETAILS	2020/2021	2019/2020	2018/2019
DEBTORS	6,572,320.00	5,572,510.00	3,235,037.00
CREDITORS	4,211,947.00	2,891,648.00	2,166,730.00



Movement of cash and bank balances over the last three years

DETAILS	2020/2021	2019/2020	2018/2019
CASH BALANCE	58,493.00	-	-
BANK BALANCE	305,883	281,335.00	2,30,166.00
TOTAL	364,377.00	281,335.00	5,492,657.00



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

b) Teacher Student ratio:

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.

<i>DETAILS</i>	<i>2020/2021</i>	<i>2019/2020</i>	<i>2018/2019</i>
<i>Teachers recruited</i>	24	22	22
<i>Teachers posted</i>	0	0	0
<i>TOTAL</i>	24	22	22
<i>Transferred</i>	2	0	0
<i>No of teachers available</i>	22	22	22
<i>No. of students</i>	392	380	378
<i>Students to teachers ratio</i>	18	18	18

c) Mean score in the 2020 KCSE:

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.

<i>YEAR</i>	<i>NO. OF STUDENTS</i>	<i>MEAN SCORE</i>	<i>UNIVERSITY</i>	<i>COLLEGE</i>
<i>2020-2021</i>	80	4.538	13	18
<i>2019-2020</i>	120	4.976	15	10
<i>2018-2019</i>	82	3.864	07	12

d) Number of Candidates in the 2020 KCSE:

Tabulate the number of candidates sitting for KCSE over the last three years.

<i>DETAILS</i>	<i>2020/2021</i>	<i>2019/2020</i>	<i>2018/2019</i>
<i>No. of students</i>	80	120	82

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

DETAILS	NO. OF STUDENTS	NO OF FACILITIES	STUDENT FACILTIES RATIO
Classrooms	392	10	40
Dormitories	392	5	79
Dining hall	392	1	392
laboratories	392	2	196
Latrines	392	25	16
Kitchen	392	1	392

f) Development projects carried out by the school:

There were no development projects carried out during that period under review

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 *Hola boys 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 30th June, 2022, and of the school's financial position as at that date.

Name: ALI KALLIANI SAID

Designation: Chairman, School Board of Management

Sign:..... *AK*

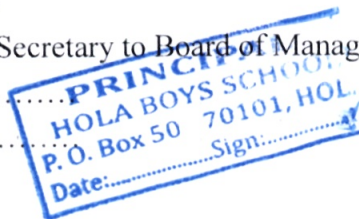
Date:..... *16/09/2024*

Name: BAKARI BUYA WATTO

Designation: School Principal & Secretary to Board of Management

Sign:..... *BW*

Date:..... *16/09/2024*



Name: SILVANO B. BENJAMIN

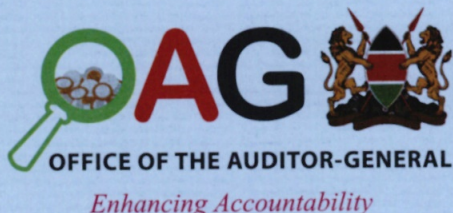
Designation: *B* Bursar/ Finance Officer

Sign:..... *B*

Date:..... *16/09/2024*

REPUBLIC OF KENYA

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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 HOLA BOYS SECONDARY SCHOOL FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2021- TANA RIVER COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on the 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, risk management environment and 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 of Kenya, 2010, 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 Hola Boys Secondary School – Tana River County set out on pages 1 to 17, which comprise the statement of financial

Report of the Auditor-General on Hola Boys Secondary School for the Six (6) Months Period ended 30 June, 2021- Tana River County

assets and financial liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the six (6) months period then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya, 2010 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 Hola Boys Secondary School -Tana River County as at 30 June, 2021 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. Variances Between Financial Statements and Supporting Ledgers

The statement of receipts and payments for the six (6) months period ended 30 June, 2021 reflects total receipts of Kshs.11,826,780 and total payments of Kshs.12,552,622. However, variances were noted between the Financial Statements figures and the supporting ledgers as tabulated below:-

Item	Amount as Per Financial Statements (Kshs)	Amount as per Ledger (Kshs)	Variance (Kshs)
Receipts			
School Fund Parents Contribution	7,811,894	6,281,295	1,530,599
School Fund Income - Other Receipts	148,250	151,250	(3,000)
Payments			
Payments for Tuition	341,760	471,085	(129,325)
Payments for Operations	3,253,401	3,298,270	(44,869)
Boarding and School Fund Payments	8,957,462	6,699,362	2,258,100

Further, the cash and cash equivalents reflect bank balances totaling to Kshs.505,884 as disclosed in note 8 which varies with the ledger balance of Kshs.305,884.

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

2. Unsupported Accounts Receivables

The Statement of financial assets and financial liabilities reflects a balance of Kshs.5,529,966 for accounts receivables as disclosed in Note 11 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

In the circumstances, the accuracy of the accounts receivables balance of Kshs.5,529,966 could not be confirmed.

3. Unsupported Accounts Payables

The Statement of financial assets and financial liabilities as at 30 June, 2021 reflects accounts payables balance of Kshs.3,857,987. However, other than the listing in the Analysis of Pending Accounts Payables, no supporting documents including creditors' ledgers and invoices were provided for audit review.

In the circumstances, the accuracy and completeness of accounts payable balance of Kshs.3,857,987 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Hola Boys Secondary School Management in accordance with ISSAI 130 on the 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.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution of Kenya, 2010 and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on lawfulness and effectiveness in use of public resources 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. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 15 March, 2024 instead of the statutory deadline of 30 September 2021. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

2. Non-compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows:

- i. The financial statements had inconsistent pagination
- ii. The figures were not presented to the nearest Kenya Shilling
- iii. Inconsistencies were noted between the financial statements and supporting Notes

In the circumstances, Management was in breach of the PSASB guidelines. Further, lack of relevant information may affect users' reliance on the financial statements for decision making.

3. Lack of an Approved Budget and Annual Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.11,826,780 and Kshs.12,552,622 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

4. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.3,382,281 as disclosed in Note 2 to the financial statements from the Ministry of

Education credited in the operations bank account. Included in the amount is Kshs.1,447,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, no grants were transferred to infrastructure account. This was contrary to The Ministry of Education Circular Ref. No: MOE.HSQ/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on the 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 governance were not effective.

Basis for Conclusion

1. Lack of Internal Audit Function and Audit Committee

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 which requires the internal audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

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.65,900,000 in respect of fixed assets. However, included in the register is 30 acres of Land with a nil balance and whose land ownership documents were not provided for audit review.

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

3. Failure to Maintain Records for Supply of Textbooks

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of NEMIS data revealed that the Institute was to distribute 1224 books to the School. However, the school did not maintain records including delivery notes to confirm receipt of the books.

In the circumstances, value for money on the text books could not be confirmed.

4. Failure to Maintain Assets Register

The summary statement of fixed assets shows various categories of assets owned by the School. However, the School did not maintain a fixed assets register as required by Section 143(1) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, the School may lose the assets due to improper maintenance of assets records.

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

Responsibilities of the 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 following the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error,

and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution of Kenya, 2010. 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 of Kenya, 2010, and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness

of internal controls, risk management and 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 of Kenya, 2010.

My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of 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 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 Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

23 September, 2024

V. Statement Of Receipts And Payments Period To 30th June 2021

Description Of Vote Head	Note	2020-2021	2019-2020
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	484,356.00	-
Capitation grants for operations	2	3,382,281.00	-
School fund income- parents' contributions	3	7,811,894.00	-
School fund income- other receipts	4	151,250.00	-
Proceeds from borrowings			
Total Receipts		11,829,780.00	-
Payments			
Payments for tuition	5	471,085.00	
Payments for operations	6	3,298,270.00	-
Boarding and school fund payments	7	8,297,873.00	-
Total Payments		12,067,228.00	-
Surplus/Deficit		-237,448.00	-

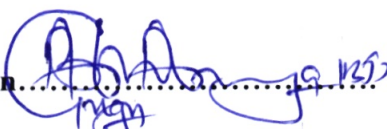
The school financial statements were approved on 06/03/ 2024 and signed by:

Sign.....

Name: ALI KALLIANI SAID

Chairman BOM

Date: 16/09/2024

Sign.....

Name: BAKARI BUYA WATTO
School Principal/ Secretary to
BOM

Date: 16/9/2024



Sign.....

NAME: SILVANO B.
BENJAMIN

Bursar/ Finance Officer

Date: 16/09/2024

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2021

Description	Note	2020-2021	2019-2020
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	305,884 .00	
Cash balances	9	58,493 .00	
Short term investment	10	-	
Total cash and cash equivalent		364,377.00	
Account's receivables	11	6,572,320 .00	
Total financial assets		6,936,697 .00	
Financial liabilities			
Accounts payables	12	4,211,947.00	
Net financial assets		<u>2,724,749.00</u>	
Represented by			
Accumulated fund b/fwd	13	2,962,197.00	
Surplus/deficit for the year		-237,448.00	
Net financial position		<u>2,724,749.00</u>	

The school's financial statements were approved on __06/03/__ 2024 and signed by:

.....
Ali Kallani Said

Name: ALI KALLANI SAID

Chairman BOM

Date: 16/09/24

.....
Bakkari Buya Watto

Name: BAKKARI BUYA WATTO
School Principal/ Secretary to BOM

Date: 16/9/2024

.....
Silvano B. Benjamin

Name: SILVANO B. BENJAMIN

Bursar/ Finance Officer

Date: 16/09/2024

PRINCIPAL
HOLA BOYS SCHOOL
P. O. Box 50 70101, HOLA
Date:.....Sign:.....

VII. Statement of Cash Flows for The Period Ended 30th June 2021

Description	Notes	2020-2021	2019-2020
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	484,356	-
Capitation grants for operations	2	3,382,281	-
School fund income- parents contributions/ fees	3	7,345,638	-
School fund income- other receipts	4	151,250	-
Total receipts		11,363,524	-
Payments			
Payments for tuition	5	630,910	-
Payments for operations	6	3,298,270	-
Boarding and school fund payments	7	7,351,302	-
Total payments		11,280,482	-
Net cash flow from operating activities		83,042	-
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		83,042	-
Net increase in cash and cash equivalents			-
Cash and cash equivalent at beginning of the year		281,335	
Cash and cash equivalent at end of the year		364,377.00	-

(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 2021

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	D	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Textbooks And Reference Materials	-		-	-		
Exercise Books						
Laboratory Equipment	21,453.00	-	21,453.00	21,453.00	0	100%
Internal Exams						
Teaching / Learning Materials	462,903		462,903	462,903.00	0	100%
Chalks						
Exams And Assessment						
Teachers Guides		-				
		-		-		
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	1,016,838	-	1,016,838	1,016,838.00	0	100%
Repairs And Maintenance	1,204,197	-	1,204,197	1,204,197.00	0	100%
Local Transport / Travelling	141,349	-	141,349	141,349.00	0	100%
Electricity And Water	176,689	-	176,689	176,689.00	0	100%
Medical		-		-	0	100%
Administration Costs	60,957	-	60,957	60,957.00	0	100%
Activity	-	-	-	-	-	0

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
Gratuity		-				
Smasse		-		-		
<i>(3) Fees Charged on Parents</i>		-				
Personnel Emoluments	1,039,500	-		719,068.00		95.6%
Repairs And Maintenance	378,000	-		215,443.00		40.1%
Local Transport / Travelling	122,850	-		60,130.00		84.3%
Electricity And Water	708,750	-		540,412.00		130.7%
Medical	0	--		0.00		31.4%
Administration Costs	334,530	--		170,162.00		92.0%
Activity	94,500	--	-	19,750.00		0.0%
Smasse		--				
Fee On Boarding Equipment and Stores	5,200,000.00	-	5,200,000.00	4,521,499.00	678,501.00	87 %
<i>Other Income</i>		-	0	-		0.0%
Rent Income		-	0	-	-	0.0%
Income From Farming Activities	126250	-	126250	126,250	0	100.0%
Insurance Compensation		-	0	-	-	0.0%
Income From Posho Mill		-	0	-	-	0.0%
Income From Bus Hire	25000	-	25000	25,000	0	100.0%
Fee For Hire of Ground And Equipment		-	0			
Interest Income		-	0	-	-	0.0%
Income From Any Other Investment		-	0	-	-	0.0%

Reports and Financial Statements For the year ended 30th June 2021

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis D	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Total Income	11,810,498.00	-	11,810,498.00	10,299,182.00		81%
(1) Expenditure For Tuition			0			
Textbooks And Reference Materials	-	-	-	-	-	-
Exercise Books	96,000.00	-	96,000.00	37,100.00	58,900	38.6%
Laboratory Equipment	220,000.00	-	220,000.00	214,000.00	6,000	97.3%
Internal Exams	82,000.00	-	82,000.00	40,500.00	41,500	49.4%
Teaching / Learning Materials	60,000.00	-	60,000.00	18,500.00	41,500	30.8%
Chalks	24,000.00	-	24,000.00	16,130.00	7,870	67.2%
Exams And Assessment	30,000.00	-	30,000.00	14,300.00	15,700	47.7%
Teachers Guides	-	-	-	-	-	-
Administration Costs	-	-	-	-	-	-
Bank Charges	-	-	-	1,230	(1230)	-
	-	-	-	-	-	-
	-	-	-	-	-	-
(2) Expenditure For Operations						
Personnel Emoluments	1,500,000	-	1,500,000	2,354,925	(854,925)	157.0%
Repairs, Maintenance & Improvements	1,400,000	-	1,400,000	-	1,400,000	0.0%
Local Transport / Travelling	300,000	-	300,000	480,096	-180,096	160.0%
Electricity, Water and Conservancy	200,000	-	200,000	-	200,000	0.0%
Medical	60,000	-	60,000	87,500	(27,500)	145.8%
Administration Costs	300,000	-	300,000	260,880	39,120	87.0%
Activity Expenses	-	-	-	70,000	(70,000)	0.0%
Gratuity	-	-	--	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Difference	% of Utilization
	a	b	c=a+b	D	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Smasse	-	-	-	-	-	-
<i>(3) Expenditure For School Fund</i>	-	-	-	-	-	-
Personnel Emoluments	1,600,000.00	-	1,600,000	681,484	918,516	42.6%
Repairs, Maintenance and Improvements	800,000.00	-	800,000	605,881	194,119	75.7%
Local Transport / Travelling	360,000.00	-	360,000	412,350	(52,350)	114.5%
Electricity, Water and Conservancy	600,000.00	-	600,000	618,934	(18,934)	103.2%
Medical Expenses	160,000.00	-	160,000	154,000	6,000	96.3%
Administration Costs	320,000.00	-	320,000	925,109	(605,109)	289.1%
Activity	-	-	-	83,890	(83,890)	0.0%
Gratuity	-	-	-	659,588	(659,588)	0.0%
Lunch Programme	-	-	-	-	-	0.0%
Boarding Equipment and Stores	5,200,000.00	-	5,200,000.00	4,731,225	468,775	91.0%
Expenditure For Income Generating Activity	250,000	-	250,000	85,000	165,000	0.0%
Insurance Costs	-	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-	0.0%
Rent Expenses	-	-	-	-	-	0.0%
Bank Charges	-	-	-	-	-	0.0%
Loan Interest Repayment	-	-	-	-	-	0.0%
Loan Principal Repayment	-	-	-	-	-	0.0%
Acquisition Of Assets	-	-	-	-	-	0.0%
Totals	13,562,000	-	13,562,000	12,552,622	1,009,378	92.6%

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

- i. Xxx*
- ii. Xxx*

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 2021.

X. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	2020-2021	2019-2020
	Kshs	Kshs
Textbooks And Reference Materials	-	-
Exercise Books		-
Laboratory Equipment	21,453.00	-
Internal Exams		-
Teaching / Learning Materials	462,903.00	-
Chalks		-
Exams And Assessment		-
Teachers Guides	-	-
Total	484,356.00	-

2 Capitation Grant for Operations

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	1,435,200.00	-
Repairs And Maintenance	1,200,400.00	-
Local Transport / Travelling	280,000.00	-
Electricity And Water	176,680.00	-
Medical	45,000.00	-
Administration Costs	245,000.00	-
Activity	-	-
Total	3,382,281.00	-

3 Parents Contribution/Fees - School Fund Account

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	1529,427.00	-
Repairs and maintenance	320,948.00	-
Local transport / travelling	303,570.00	-
Electricity and water	784,200.00	-
Medical	50,300.00	-
Administration costs	294,350.00	-
Activity	7600.00	-
Total	3,290,395.00	-

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2020-2021	2019-2020
	Kshs	Kshs
Fee On Boarding Equipment and Stores	4,521,499.00	
Rent Income	-	
Income From Farming Activities	126,250.00	
Insurance Compensation	-	
Income From Posho Mill	-	
Income From Bus Hire	25,000.00	
Fee For Hire of Ground and Equipment	-	
Income From Grants and Donations*	-	
Interest Income	-	
Dividends Income	-	
Total	4,672,749.00	

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

5 Payments For Tuition

Description	2020-2021	2019-2020
	Kshs	Kshs
Textbooks And Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	299,430.00	-
Internal Exams	-	-
Teaching / Learning Materials	10,600.00	-
Chalks	-	-
Exams And Assessment	-	-
Teachers Guides	-	-
Administration Costs	159,825.00	-
Bank Charges	1,230.00	-
Total	471,085.00	-

Notes To The Financial Statements (Continued)

6 Payments For Operations

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	2,354,925.00	-
Service Gratuity	-	-
Administration Cost	524,096.00	-
Repairs And Maintenance & Improvements	0.00	-
Local Transport / Travelling	87,500.00	-
Electricity And Water	260,880.00	-
Medical	-	-
Activity Expenses	70,000.00	-
Smasse	-	-
Insurance Cost	-	-
Bank Charges	-	-
Acquisition Of Assets	-	-
Total	3,298,270.00	-

Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	681,484.00	-
Service Gratuity	-	-
Repairs And Maintenance & Improvements	605,881.00	-
Local Transport / Travelling	412,350.00	-
Electricity And Water	618,934.00	-
Medical Expenses	154,000.00	-
Administration Costs	925,109.00	-
Expenses On Income Generating Activities	85,000.00	-
Fee On Boarding Equipment and Stores	4,731,225.00	-
Activity	83,890.00	-
Insurance Cost (Life Property)	-	-
Total	8,297,873.00	-

(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).

Notes To The Financial Statements (Continued)

8 Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2020-2021	2019-2020
		Kshs	Kshs
Tuition Account	1104556642	27,775	14,503.00
Operations Account	1104558119	25,919.00	6,861.00
School Fund Account/Boarding	1104556898	42,476.00	50,256.00
Savings Account	1259814459	49,874.00	49,874.00
Parent Association Development Account		-	-
Income Generating Activities Account	1259814440	67,848.00	67,848.00
Infrastructural Account	1104557207	91,992.00	91,992.00
Total		305,883.00	281,335.00

9 Cash In Hand

Description	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	-	-
Operation Account	58,493.00	-
School Fund account	-	-
Total	58,493.00	-

10 Short Term Investments

Description	2020-2021	2019-2020
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit	-	-
Equity Stock	-	-
Other Investments	-	-
Total	-	-

Notes To The Financial Statements (Continued)

11 Accounts Receivable

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees Arrears	6,572,320.00	5,572,510.00
Other Non-Fees Receivables	-	0
Salary Advances	-	-
Imprest	-	-
Total	6,572,320.00	5,572,510.00

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees Arrears For Current Year	1,672,263.00	1,245,477.00
Fees Arrears For The Previous Year	3,737,631.00	1,891,512.00
Fees Arrears For Prior Periods (Over Two Years)	3,162,426.00	2,435,521.00
Total	6,572,320.00	5,572,510.00

12 Accounts Payable

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2,512,554.00	1,341,348.00
Prepaid Fees	1,699,393.00	1,550,300.00
Retention Monies	-	-
Total	4,211,947.00	2,891,648.00

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade Creditors for Current Year	2,379,496.00	292,883.00
Trade Creditors for The Previous Year	133,058.00	1,048,465.00
Trade Creditors for Prior Periods (Over Two Years)	-	-
	2,512,554.00	1,341,348.00

Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank Balances	281,335.00	-
Cash Balances	-	-
Short Term Investments	-	-
Receivables	5,572,510.00	-
Payables	(2,891,648.00)	-
Total	2,962,197.00	-

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	2020-2021	2019-2020
	Kshs	Kshs
Bank Loan(S)	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees		-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Total		-	-

Reports and Financial Statements For the year ended 30th June 2021

16 Borrowings

Description	2020-2021	2019-2020
	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	-	-

Other important disclosure notes

17 Stock/ Inventory

Description	2020-2021	2019-2020
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	136,600.00	-
Stock/ inventory purchased during the year	3,210,065.00	-
Stock/ inventory issued during the year	2,994,430.00	-
Balance at end of the year	352,235.00	-

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)

Sign and Date.....

Principal.....

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
	a	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
NONE.	0			0	0	
Sub-Total	0			0	0	
Supply Of Goods						
1. BONSTECH COMPUTERS	30,500.00	23/12/2020	0	30500.00	30,500.00	
2. JANTOSHA GENERAL SUPPLIES	262,383.00	11/11/2019	159,825	102,558.00	102,558.00	
3. HANSMASHAQ ENTERPRISES	0	23/12/2020	0	80,100.00	0	
4. SHAFAT AHMED	145,000.00	11/11/2019	145,000.00	186,600.00	0	
5. NANGELEKELE GENERAL SUPPLIES	0	23/12/2020	0	115,100.00	0	
6. NACMICAL LTD	0	23/12/2020	0	135,000.00	0	
7. SIMAAR GENERAL SUPPLIERS	490,900.00	11/11/2019	490,900.00	924,950.00	0	
8. WORK POINT WORKSHOP	0	31/12/2020	0	405,000.00	0	
9. ZISAKA ENTERPRISES	0	23/12/2020	0	350,000.00	0	
10. SPORTLIGHT	0	31/12/2020	0	24,246.00	0	
11. TEACHERS @ LARGE CONCEPTS	94500.00	11/11/2019	94500.00	55,800.00	0	
12. MBOLA INVESTMENTS	67,920.00	11/11/2019	67,920.00	0	0	
13. ESTMUNZY GENERAL SUPPLIES	16200.00	31/12/2020	16200.00	0	0	

Reports and Financial Statements For the year ended 30th June 2021

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
14. BORU JARSO NEBLARA ENTERPRISES	22450	31/2020	22450.00	0	0	
15. GARISSA QUALITY BAKERY	85,605.00	11/11/2019	85,605.00	0	0	
16. ROMZEE ENTERPRISE	19000.00	11/11/2019	19000	0	0	
17. JABIMA COMTELEX SOLUTIONS	55390.00	11/11/2019	55,390.00	0	0	
18. GLASS PEOPLE & GRAPHICS	8500	31/12/2020	8500	0	0	
Sub-Total				2,409,854.00	133,058.00	
Supply Of Services						
19. NADHOYO INVESTMENTS	12500	32/12/2020	12500	31,000.00	0	
20. JOYASKI TANA TECHNICAL AGENCY	0	11/11/2019	0	71,700.00	0	
21. JOMUKI TANA CONTRACTORS	26000.00	23/12/2020	26000.00	0	0	
22. LIHUB BULLAH ENTERPRISE	4500	31/12/2020	4500	0	0	
Sub-Total	43,000.00		43,000.00	102,700.00	133,058.00	
TOTAL				2,512,554.00	133,058.00	

(HOLA boys secondary school)

Reports and Financial Statements For the year ended 30th June 2021

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1		HOLA	30 ACRES	-	30 ACRES	30 ACRES
Land 2		N/A				N/A
Buildings And Structures		HOLA	50,000,000.00		50,000,000.00	50,000,000.00
Motor Vehicles		HOLA	2,800,000.00		2,800,000.00	2,800,000.00
Office Equipment, Furniture And Fittings		HOLA	4,400,000.00		4,400,000.00	4,400,000.00
ICT Equipment, And Other ICT Assets		HOLA	5,600,000.00		5,600,000.00	5,600,000.00
Tools And Apparatus		HOLA	1,800,000.00		1,800,000.00	1,800,000.00
Textbooks		HOLA	800,000.00		800,000.00	800,000.00
Other Machinery And Equipment		HOLA	150,000.00		150,000.00	150,000.00
Heritage And Cultural Assets		HOLA	0		0	0
Intangible Assets- Soft Ware		HOLA	350,000.00		350,000.00	350,000.00
Total			65,900,000.00		65,900,000.00	65,900,000.00

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