REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

ST.THERESE MBOONI GIR

Revised 30th June 2023.

ST.THERESE MBOONI GIRLS HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2023

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

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Acronyms and Glossary of Terms

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

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 in **Makueni** County, **Mbooni West** Sub-County.

The school was registered in **May 2018** under registration number **17S0000020** and is currently categorized as a **National Girls** public school established, owned or operated by the Government.

The school is a boarding school and had **1017**students as at ***30th June 2023***. It has **22** streams and **46** 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	Noah Wambua Kilonzo	BOM Chairman	**30th June 2022**
2	Agnes.M. Ithiga	Secretary - Principal	**30th June 2022**
3	Fredrick.M. Mwangangi	Member- Special needs	**30th June 2022**
4	Maxwell Kimeu	Member – Rep CEB	**30th June 2022**
5	Stephen Sikisi	Member Rep Teachers	**30th June 2022**
6	Daniel Kitila	3 Members - Sponsor	**30th June 2022**
7	Pius Munyao		**30th June 2022**
8	Veronicah Mbithe Muia	Members - Community	**30th June 2022**
9	Ephantus Nyagah		**30th June 2022**
10	Sally Nduku Kilonzo		**30th June 2022**
11	Daniel Mogussu		**30th June 2022**
12	Victoria Mutuku		**30th June 2022**
13	Hellen Ndirangu		**30th June 2022**
14	Irene Muinde	Member Special Interests	**30th June 2022**
15	Francis Mutinda	Co-opted Member (PA Chair)	**30th June 2022**
16	Samuel Omach	Co-opted Member	**30th June 2022**
17	Mercy Wambua	Rep Students	**30th June 2022**

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Noah W. Kilonzo 3. Agnes M Ithiga 4. Francis Mutinda 5.Veronicah Muia 6. Fr. Daniel Kitila	**BOM Chairperson** **Principal/Secretary** **PA Chairperson** **Member** **Member**	**0 out of 1** **1 out of 1** **1 out of 1** **0 out of 1** **0 out of 1**
2	Audit Committee	1.Noah W Kilonzo 2.Victoria Mutuku 3.Pius Munyao 4.Hellen Ndirangu 5.Agnes Ithiga	**BOM Chairperson** **Chairperson** **Member** **Member** **Principal/Secretary**	**0** **0** **0** **0** **0**
3	Finance,procurement and general purposes Committee	1. Noah W. Kilonzo 2.Ephantus Nyagah 3. Maxwell Kimeu 4. Francis Mutinda 5.Agnes Ithiga	**BOM Chairperson** **Bom Vice Chair** **Member** **PA Chairperson** **Principal/Secretary**	**2 out of 2** **2 out of 2** **2 out of 2** **2 out of 2** **2 out of 2**
4	Academic Committee	1.Noah W Kilonzo 2.Irene Muinde 3.Fredrick Mwangangi 4.Sally Nduku Kilonzo	**BOM Chairperson** **Chairperson** **Member** **Member**	**0** **0** **0** **0**

		5.Agnes Ithiga	**Principal/ Secretary**	
5	Development Committee (School Infrastructure Committee)	1.Noah W Kilonzo 2.Fr. Daniel Kitila 3.Ephantus Nyagah 4.Veronicah Muia 5.Francis Mutinda 6.Agnes Ithiga 7.SCDE 8. Deputy Principal	**BOM Chairperson** **Chairperson** **Member** **Member** **Member** **Principal/Secretary** **Member** **Member**	**0 out of 5** **4 out of 5** **5 out of 5** **4 out of 5** **4 out of 5** **4 out of 5** **2 out of 5** -
6	Discipline and welfare Committee	1.Noah W Kilonzo 2.Pius Munyao 3.Hellen Ndirangu 4.Maxwell Kimeu 5.Agnes Ithiga	**BOM Chairperson** **Chairperson** **Member** **Member** **Secretary/Principal**	**0** **0** **0** **0** **0**
	Water & Sanitation Committee	1.Noah W Kilonzo 2.Daniel Mogussu 3.Fredrick Mwangangi 4.Samuel Otieno 5.Agnes Ithiga	**BOM Chairperson** **Chairperson** **Member** **Member** **Principal/Secretary**	**0** **0** **0** **0** **0**
7	Welfare & Human Rights Committee	1.Noah W Kilonzo 2.Victoriah Mutuku 3.Patrick Ng'eno 4.Hellen Ndirangu 5.Agnes M Ithiga	**BOM Chairperson** **Chaiperson** **Member** **Member** **Principal/Secretary**	**0** **0** **0** **0** **0**

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Agnes Muthoni Ithiga	TSC No. 313127
2	Deputy Principal	-	-
3	School Bursar	Jeremiah Ngwili Mutunga	Sec 2
4	Other (specify)		

(e) Schools contacts

Post Office Box: 100- 90125
Telephone: 0738897316
E-mail: mboonigirls@gmail.com
Website: www.mboonigirls.com
Facebook:
Twitter:

(f) School Banks

The School Operated 6 Accounts in the following Banks and Branches:

1. Name of Bank: KCB
   Branch Machakos
   Number 1106372719
   Account Name **Tuition Account**

2. Name of Bank: KCB
   Branch Machakos
   Account Number 1106312724
   Account Name **Operations Account**

3. Name of Bank: KCB
   Branch Machakos
   Account Number 1106311345
   Account Name **Boarding Account**
   Postal Address.

4. Name of Bank: KCB
   Branch Kikima
   Account Number 1162114967
   Account Name **Infrastructure Account**

5. Name of Bank: KCB
   Branch Machakos
   Account Number 1108168388
   Account Name M-Pesa Paybill Account)
   Business No. 522123, Account No. 38345K-Adm. No

6. Name of Bank: KCB
   Branch Kikima
   Account Number 1108168388
   Account Name **Project Account**
   Business No. 522123, Account No. 35814K-Adm. No

(g) Independent Auditors

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

Summary Report of Performance of the School

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

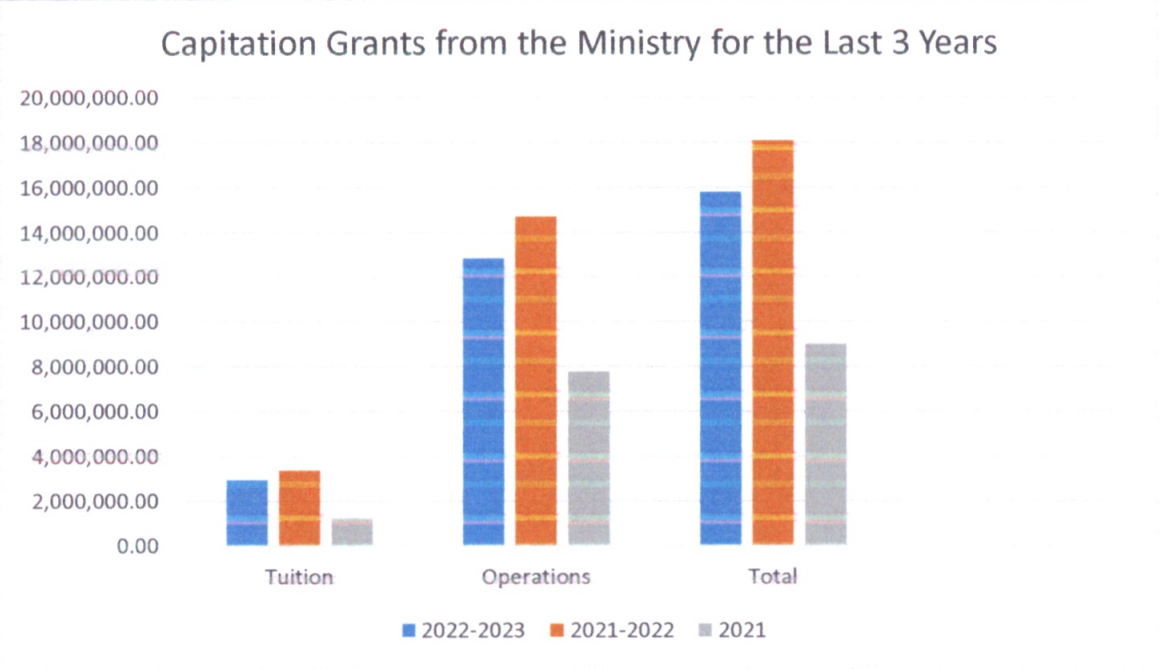
a) Financial performance:

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

Account Name	*2022-2023*	*2021-2022*	*1st Jan 2021- 30June 2021*
	Surplus/ Deficit Three Consecutive Years		
As per Statement of Receipts & Payments	*(6,670,912.06)*	*2,283,234.30*	*7,503,264.50*

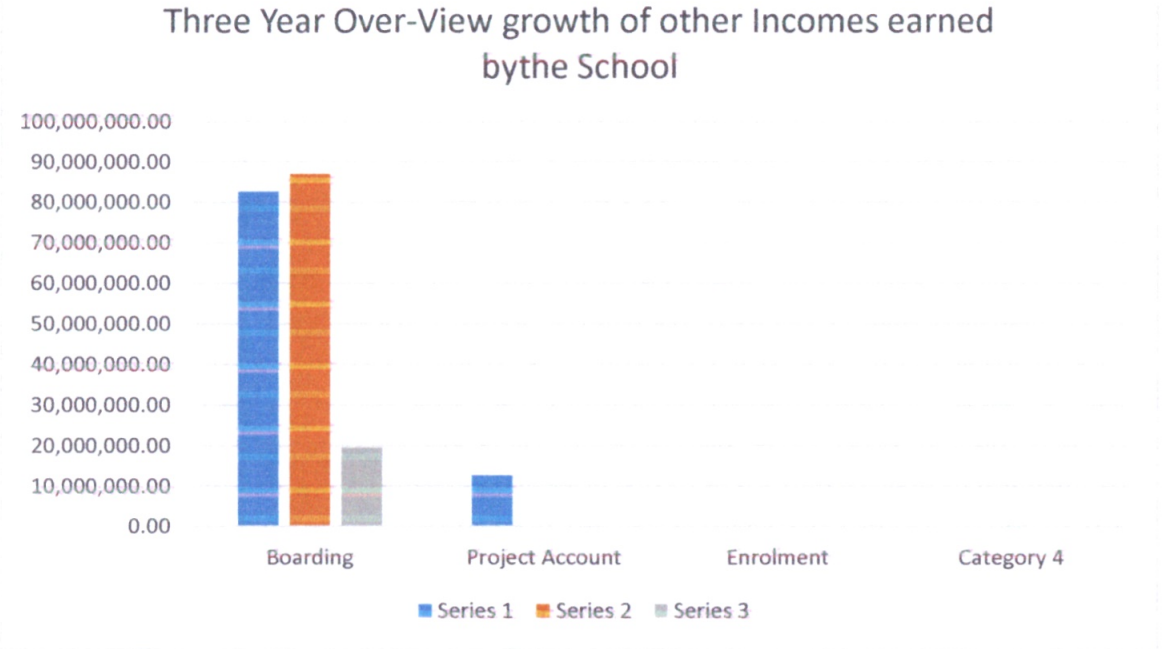
Capitation grants from the Ministry of Education for the last three years

Account Name	*2022-2023*	*2021-2022*	*1st Jan 2021- 30June 2021*
Tuition Account	*2,950,679.50*	*3,363,687.00*	*1,241,276.00*
Operations Account	*12,859,022.34*	*14,726,480.00*	*7,779,797.15*
TOTAL	***15,809,701.84***	***18,090,167.80***	***9,021,073.15***



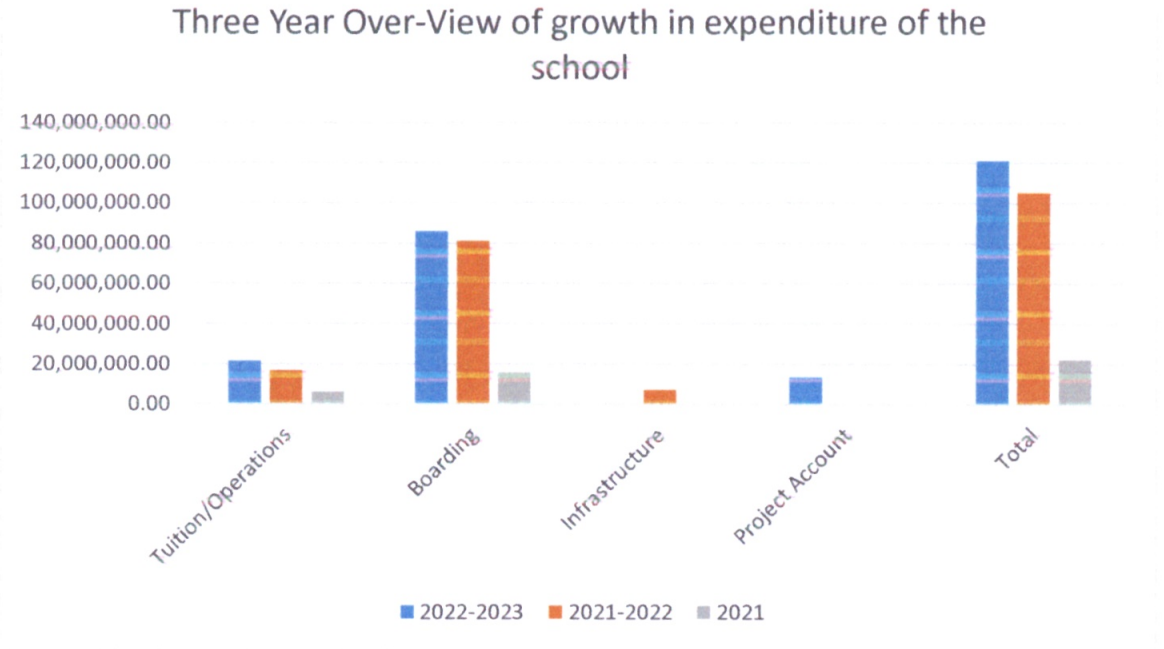
A three-year overview of growth of other income(s) earned by the school.

Account Name	*2022-2023*	*2021-2022*	*1st Jan 2021- 30June 2021*
Boarding Account	*82,667,493.00*	*86,989,396.00*	*19,591,769.48*
Project Account	*12,693,450.00*	-	-
Enrolment	***1,017***	***1,037***	***951***



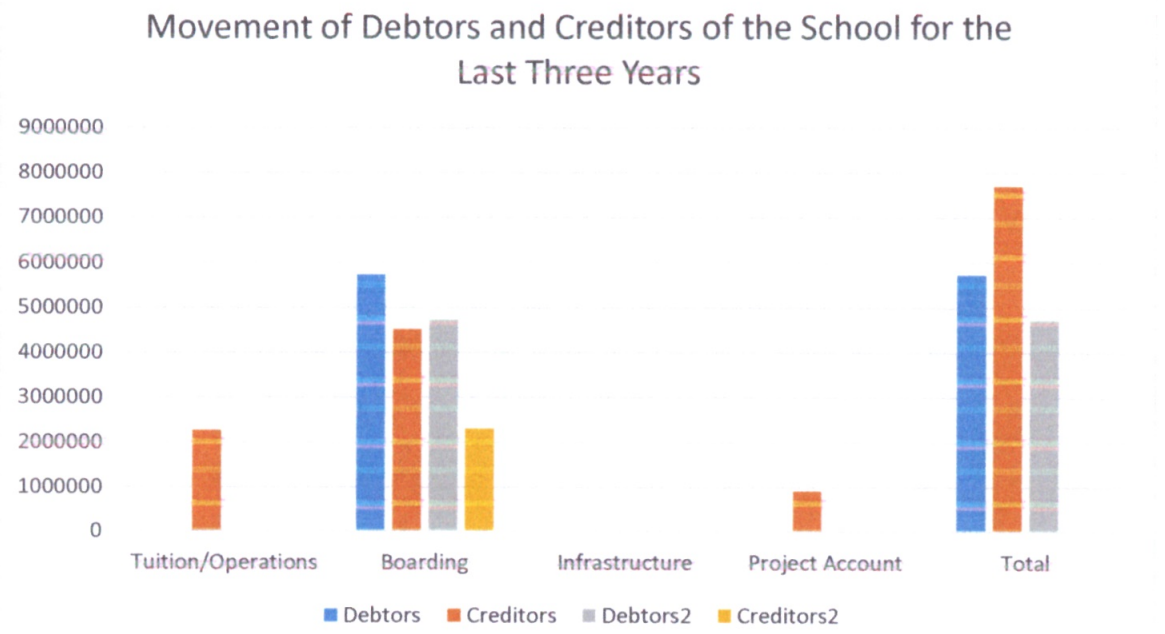
A three-year overview of growth in expenditure of the school

Account Name	*2022-2023*	*2021-2022*	*1st Jan 2021- 30June 2021*
Tuition/ Operations A/c	*21,476,194.64*	*16,893,968.96*	*6,227,360.65*
Boarding A/c	*86,048,774.25*	*81,211,311.00*	*15,697,083.20*
Infrastructure A/c	-	*7,316,317.54*	*552,182.80*
Project Account	*13,532,607.51*	-	-
TOTAL	***121,057,576.95***	***105,421,597.50***	***22,476,626.65***



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

Account Name	***2022-2023***		***2021-2022***			***1st Jan 2021-30June 2021***
	DEBTORS	*CREDITORS*	*DEBTORS*	*CREDITORS*	*DEBTORS*	*CREDITORS*
Tuition/ Operations A/c	-	*2,270,350.00*	-	-	-	-
Boarding A/c	*5,733,283.00*	*4,518,290.00*	*4,734,046.00*	*2,306,115.00*	-	-
Infrastructure A/c	-	-	-	-	-	-
Project Account	-	*915,440.00*	-	-	-	-
TOTAL	***5,733,283.00***	***7,704,080.00***	***4,734,046.00***	***2,306,115.00***	-	-



b) Teacher Student ratio:

*The Teacher Student Ratio was **1:26** for the year ended **30th June 2023** with number of teachers recruited and Posted to the School during the year being **6**. The Number of Teachers who transferred (to other Schools) was **1** and retired during the year was **0.** The School had **38** Teachers Employed by the TSC and **8** Teachers under the BOM. The Number of Teachers per Subject was as shown in the Table Below:*

No. of Teachers as Per each Subject.

S/NO.	SUBJECT	NO. OF TEACHERS
1.	Mathematics	11
2.	Biology	7
3.	Physics	3
4.	Geography	5
5.	Chemistry	9
6.	English/ Literature	6
7.	Kiswahili	7
8.	Business Studies	3
9.	Agriculture	3
10.	History	6
11.	C.R.E	8
12.	Computer Studies	1
13.	German	1

c) Mean score in the *2022* KCSE:

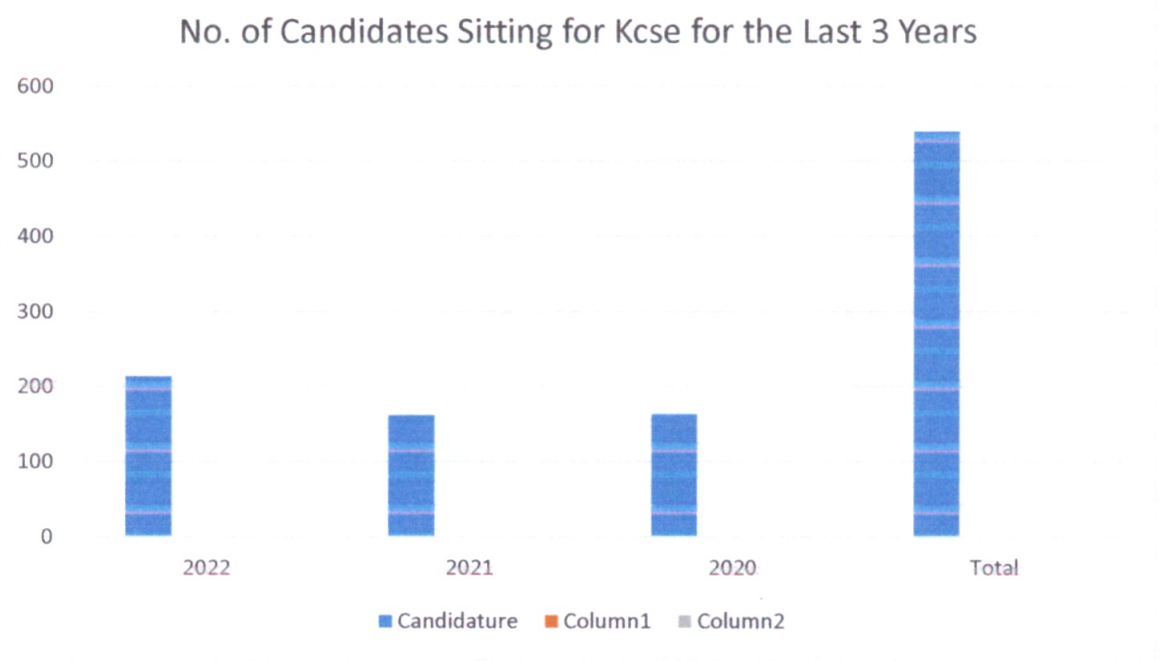
Performance of the School for the Last 3 Years Comprising of Year, Candidature, KCSE Mean, University Transition, University Transition in % and Improvement.

S/NO	Year	Candidature	KCSE Mean	University Transition	% University Transition	Improvement
1	2022	214	8.92	201/214	93.9%	+0.64
2	2021	162	8.28	140/162	86.4%	-0.442
3	2020	163	8.72	147/163	90.18%	+0.62

d) Number of Candidates in the 2022 KCSE:

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

S/NO	*Year*	*Candidature*
1	*2022*	*214*
2	*2021*	*162*
3	*2020*	*163*
		539



e) Capacity of the school:

*The School Had **1017** Students as at 30th June 2023, **9** Dormitories, **1** Dining Hall, **5** Laboratories and **85** Toilets.*

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Construction of Dormitory First Floor	MOE (M & I) Funds & Parents	On-Going	9,901,081.60	6,690,429.00	
Construction of School Library	Parents Contributions		6,713,920.20	-	
			16,615,001.80	6,690,429.00	

.....Mtengi.....

School Principal

ST. THERESE MBOONI GIRLS' HIGH SCH.
05 NOV 2024
Sign:.....
P. O. Box 100 - 90125, KIKIMA

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 ***St. Therese Mbooni Girls*** 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, 2023, and of the school's financial position as at that date.

.....

Name: Noah Wambua Kilonzo

Designation: Chairman, School Board of Management

Date: **05/11/2024**

.....

Name: Agnes Muthoni Ithiga (Mrs)

Designation: School Principal & Secretary to Board of Management

Date: **05/11/2024**

.....

Name: Jeremiah Ngwili Mutunga

Designation: Bursar/ Finance Officer

Date: **05/11/2024**

REPUBLIC OF KENYA

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Enhancing Accountability

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON ST.THERESE MBOONI GIRLS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - MAKUENI 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 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 regulation 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.Therese Mbooni Girls Secondary School – Makueni County set out on pages 1 to 29, which comprise of the

statement of financial position as at 30 June, 2023, and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of 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.Therese Mbooni Girls Secondary School - Makueni County as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unsupported Payments

The statement of receipts and payments reflects operations and infrastructure payments of Kshs.15,255,222 as disclosed in Note 6 to the financial statements. However, examination of payment vouchers amounting to Kshs.2,060,650 revealed that Management made payments without proper support documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes, certificate of payments.

In the circumstances, the regularity, accuracy and completeness of the operations and infrastructure amounting to Kshs.15,255,222 could not be confirmed.

2. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.18,522,252 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.11,674,881 which had been outstanding for more than three (3)years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.11,674,881 could not be confirmed.

3. Undisclosed Incomes Generating Accounts

The statement of receipts and payments reflects school fund income-other incomes of Kshs.72,901,902 and as disclosed in Note 4 to the financial statements. Included in the amount is school generated rent income of Kshs.138,200, income for bus hire of

Kshs.69,708, income from farming activities of Kshs.341,454, tender fees of Kshs.42,000, other income (Bakery) of Kshs.4,797,070 and disposals of Kshs.41,305. However, the school did not open separate bank accounts for the stream of income and there were no separate cashbooks, bank certificates and bank reconciliation statements.

In the circumstances, the accuracy and completeness of other receipts-school fund account of Kshs.72,901,902 could not be confirmed.

4. Unexplained Over Expenditure

The statement of receipts and payments reflects receipts of Kshs.101,693,214 against payments of Kshs.108,363,926 resulting a deficit of Kshs.6,670,710. The management has not explained why the expenditure was incurred without adequate budgetary provision. No information was disclosed in the financial statements to indicate how the deficit was financed.

In the circumstances, the school is likely experiencing financial distress and its ability to sustain its services is doubtful.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the St. Therese Mbooni Girls High 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.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.89,583,892 and Kshs.101,693,214 respectively resulting to an over funding of budget by Kshs.12,109,322 or 14% of the budget. However, the School spent a balance of Kshs.108,363,926 against actual budget of Kshs.101,693,214 resulting to an over-utilization of the budget of Kshs.6,670,712.

In the circumstances, the overutilization of the budget may not have been approved and the expenditures are irregular.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion of Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing 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. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.19,025,721.34. Comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year/period 2022/2023, NEMIS reflected 1081 students while records from the County Director of Education had 1078 students, resulting to an underfunding of the School by an amount of Kshs.66,732. This was contrary to the Ministry of Education Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, under-funding of the school may have affected service delivery to the students.

2. Irregular Salary Payments

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects payment for operations of Kshs.15,255,222. Included in this amount is Kshs.233,500 in respect to personnel emoluments. Note 7 to the financial statements also reflects Kshs.51,000 in respect to personnel emoluments. Review of the expenditures revealed that various salary increments were paid by the school without a

clear salary structure on remuneration of the non-teaching staff which should be commensurate with their job description.

In the circumstances, the regularity and value for money for the salary paid totaling to Kshs.284,500 could not be ascertained.

3. Unsupported Construction Payments

The statement of receipts and payments reflects payments for operations and infrastructure of Kshs.15,255,222. Review of documents revealed that the school undertook a project on construction of dormitory with an original contract sum of Kshs.6,629,603 which was varied to Kshs.9,259,807 based on the Board of Committee approval. Additionally, as at the time of the audit in June 2024, the dormitory was complete on the ground floor and the construction of the first and second floor was ongoing. However, the school had paid a total amount of Kshs.4,616,056 based on a completion certificate which was not signed by the building supervisor and mechanical and electrical consultant. Also, the certificate did not indicate the amounts paid and the percentage of works done.

In the circumstances, value for money for the construction of the dormitory could not be confirmed.

4. Long Outstanding Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects payables balance of Kshs.8,554,377. Included in the balance are trade payables balance of Kshs.118,742 which had been outstanding for more than a year. No explanation was provided for failure to honor debts as the first charge to the subsequent year's budget which is contrary to Regulation 42 (1) (b) of the Public Finance Management (National Government) Regulations, 2015 which requires debt service payments to form first charge.

Additionally, review of financial statements revealed pending bills increased from Kshs.2,306,115.15 during the year 2021/2022 to Kshs.8,554,337.15 in 2022/2023 resulting to an increase of Kshs.6,248,262.00.

In the circumstances, the sustainability and the accuracy of the accounts payable amount of Kshs.8,5544,377 could not be ascertained.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 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 and based on the audit procedures performed, except for the matters described in the 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 governance were not effective.

Basis for Conclusion

1. Lack of Disaster Recovery Plan, IT Policy and Risk Management Policy

The audit revealed that the school did not have a disaster recovery plan in place that would assist in recovering data in the event of calamities. Further, the School lacked a Risk Management Policy for the identification, mitigation and prevention of any risk that may arise. In addition, the school did not have an IT Policy in place that outlines the confidentiality, integrity and availability of systems and data.

In the absence of a disaster recovery plan, IT policy and Risk management policy, it was not possible to determine the effectiveness of controls implemented to control risks.

2. Lack of Land Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.82,621,500 in respect of fixed assets which includes land with a balance of Kshs.2,650,000. However, land ownership documents were not provided for audit.

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

3. Fixed Assets

3.1 Incomplete Fixed Assets Register

Annex 2 to the financial statements reflects a summary of the fixed assets register balance of Kshs.82,621,500. However, review of the register revealed that assets purchased during the year did not include quantity purchased, date of purchase, serial numbers and cost of assets. Additionally, some assets such as student chairs and desks, office tables, cabinets and office chairs assets were not serialized making it difficult to identify them.

3.2 Undisclosed Fixed Assets

Annex 2 to the financial statements reflects a summary of the fixed assets register balance of Kshs.82,621,500. However, physical verification revealed that, the School has CCTV and its related accessories and water tanks which had not been recorded in the assets register.

In the circumstances, the adequacy of the internal controls on safe custody and ownership of assets could not be ascertained.

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

Responsibilities of Management and those Charged with Governance

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

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 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. 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 judgment 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 Management's use of 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 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

22 October, 2024

Statement Of Receipts and Payments For the Year Ended 30th June 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	5,901,359.00	6,021,494.60
Government grants for operations & infrastructure	2	13,124,362.34	14,693,941.20
School Fund Income- Parents Contributions	3	9,765,591.00	15,214,332.00
School fund income- Other Incomes	4	72,901,902.00	71,775,064.00
Total Receipts		**101,693,214.34**	**107,704,831.00**
Payments			
Tuition	5	6,616,190.50	6,275,307.00
Operations & infrastructure	6	15,255,222.14	17,934,979.50
Boarding and school fund	7	86,492,513.16	81,211,311.00
Total Payments		**108,363,925.80**	**105,421,597.50**
Surplus/Deficit		**(6,670,711.46)**	**2,283,234.30**

The school financial statements were approved on **20/09/2023** and signed by:

Sign.....
Name: Noah Wambua Kilonzo

Chair BOM

Date: 05/11/2024

Sign.....

Name: Agnes Muthoni Ithiga
School Principal/ Secretary to BOM

Date: 05/11/2024

Sign.....
Name: Jeremiah Ngwili Mutunga

Bursar/ Finance Officer

Date: 05/11/2024

Statement of Assets and Liabilities As At 30th June 2023

Description	Note	*2022-2023*	*2021-2022*
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	1,670,800.39	4,974,332.30
Cash balances	9	85,088.00	23,241.00
Short term investments	10	-	-
Total cash and cash equivalent		**1,755,888.39**	**4,997,573.30**
Account's receivables	11	18,522,252.00	15,703,217.00
Total financial assets		**20,278,140.39**	**20,700,790.30**
Financial liabilities			
Accounts payables	12	8,554,377.15	2,306,115.00
Net financial assets		**11,723,763.24**	**18,394,675.30**
Represented by			
Accumulated fund b/fwd	13	18,394,675.30	16,111,441.00
Surplus/deficit for the year		(6,670,711.46)	2,283,234.30
Net financial position		**11,723,763.24**	**18,394,675.30**
			-

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

Sign.....
Name: Noah Wambua Kilonzo

Chair BOM

Date: 05/11/2024

Sign.....

Name: Agnes Muthoni Ithiga
School Principal/ Secretary to BOM

Date: 05/11/2024

Sign.....
Name:Jeremiah Ngwili Mutunga

Bursar/ Finance Officer

Date: 05/11/2024

Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	5,901,359.00	6,021,494.60
Government grants for operations	2	13,124,362.34	14,693,941.20
School fund income- parents contributions/ fees	3	9,765,591.00	15,214,332.00
School Fund Income - Other Receipts	4	72,901,902.00	71,775,064.00
Total receipts		**101,693,214.34**	**107,704,831.20**
Payments			
Cash outflows for tuition	5	6,616,190.50	6,275,307.00
Cash outflows for operations	6	15,255,222.14	17,934,979.50
Cash outflows Boarding/lunch and school fund payments	7	86,492,513.16	81,211,311.00
Total payments		**108,363,925.80**	**105,421,597.50**
Net cash inflow/outflow from operating activities		**(6,670,711.46)**	**2,283,233.70**
Cash flow from investing activities			
Acquisition of assets		-	-
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		**(6,670,711.46)**	**6,895,111.00**
Cash and cash equivalent at beginning of the FY		4,997,573.30	7,967,459.00
Cash and cash equivalent at end of the FY		**1,755,888.39**	**4,997,573.30**

The school's financial statements were approved on ____ _____and signed by:

Sign……
Name: Noah Wambua Kilonzo

Chair BOM

Date: 05/11/2024

Sign……..
Name: Agnes m Ithiga (Mrs)
School Principal/ Secretary to BOM

Date: 05/11/2024

Sign……
Name: Jeremiah Mutunga

Bursar/ Finance Officer

Date: 05/11/2024

Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials (Tuition)	4,197,872.00	-	4,197,872.00	2,950,679.00	**70.2%**
Exercise Books	-	-	-		-
Laboratory Equipment	-	-	-		-
Internal Exams	-	-	-		-
Teaching / Learning Materials	-	-	-	2,950,679.00	-
Exams And Assessment	-	-	-		-
Total	**4,197,872.00**		**4,197,872.00**	**5,901,359.00**	**70.2%**
(2) Capitation Grant on Operations					
Other Vote Heads	9,522,200.00	-	9,522,200.00	7,761,137.34	**81.5%**
Repairs And Maintenance	5,065,000.00	-	5,065,000.00	4,297,000.00	**84.8%**
Welfare	-	-	233,500.00	233,500.00	
Boarding Equipment & Stores	-	-	6,700.00	6,700.00	
Medical/ Insurance	2,026,000.00	-	2,026,000.00	214,400.00	**10.6%**
Administration Costs	-	-	-	-	
Activity	1,519,500.00	-	1,519,500.00	598,125.00	**39.3%**
House Rent	-	-	13,500.00	13,500.00	
Total	**18,132,700.00**		**18,386,400.00**	**13,124,362.34**	
3) FDSE for infrastructure		-	-	-	-
Maintenance &Improvement MoE	-	-	-	-	-
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(4) Fees Charged on Parents					
Other Vote Heads	25,252,064.00	-	25,252,064.00	26,504,314.00	**104.9%**
Repairs And Maintenance	2,633,800.00	-	2,633,800.00	2,613,800.00	**99.2%**
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Uniform Fee	-	-	-	6,096,310.00	-
Administration Costs	-	-	-	-	-
Activity	1,050,481.00	-	1,050,481.00	1,050,481.00	**100%**
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	37,253,075.00	-	37,253,075.00	37,142,075.00	**99.7%**
5) Miscellaneous Income					
Bakery	-	-	-	4,797,070.00	-
Rent income	162,200.00	-	162,200.00	138,200.00	**85.2%**
Income From Farming Activities	648,000.00	-	648,000.00	341,454.00	**52.6%**
Disposal	-	-	-	41,305.00	-
Salary Advance				107,000.00	
Income From Bus Hire	-	-	-	69,708.00	-
Welfare	-	-	-	51,000.00	-
Tender Fee	-	-	-	42,000.00	-
Project Fee		-		3,667,776.00	**83.2%**
Pocket Money				5,000.00	
Total Income	**71,190,115.00**		**66,999,620.00**	**82,667,493.00**	
G.TOTAL INCOME	**93,520,687.00**		**89,583,892.00**	**101,693,214.34**	
(6) Expenditure For Tuition					
Textbooks (Tuition)	3,000,000.00		3,000,000.00	2,950,678.50	**98.3%**
Exercise Books	1,200,000.00	-	1,200,000.00	1,382,400.00	115.2%
Laboratory Equipment	1,700,000.00	-	1,700,000.00	1,670,750.00	98.2%
Internal Exams	50,000.00	-	50,000.00	37,500.00	75%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Teaching / Learning Materials	600,000.00	-	600,000.00	572,000.00	95.3%
Bank Charges	-	-	-	2,862.00	-
Total Expenditures	**6,550,000.00**		**6,550,000.00**	**6,616,190.50**	-
(7) Expenditure For Operations					
Other Vote Heads	9,241,590.00	-	9,241,590.00	8,091,333.49	**87.5%**
Repairs, Maintenance & Improvements	6,000,000.00	-	6,000,000.00	5,960,846.87	**85.2%**
Welfare	-	-	-	233,500.00	-
Infrastructure	-	-	-	395,218.00	-
Medical	2,018,798.00	-	2,018,798.00	515,992.78	**25.5%**
Administration Costs	-	-	-		-
Activity Expenses	1,395,379.00	-	1,395,379.00	55,715.00	**3.9%**
Gratuity	-	-			
Bank Charges	-			2,616.00	
Total	**18,655,767.00**		**18,655,767.00**	**15,255,222.14**	**18,655,767.00**
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	-
Construction of LAB	-	-	-	-	-
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
(9) Expenditure For school fund/lunch/boarding					
Other Vote Heads	25,252,064.00	-	25,252,064.00	25,091,752.65	**99.3%**
Repairs, Maintenance and Improvements	2,633,800.00	-	2,633,800.00	5,338,822.00	**202.7%**
Local Transport / Travelling	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	-	-	-	-	-
Medical / Insurance Expenses	-	-	-	-	-
Sub-Total	**27,885,864.00**		**27,885,864.00**	**30,430,574.65**	
Activity	1,050,481.00		1,050,481.00	1,174,776.00	**111.8%**
Gratuity	105,820.00		-	105,820.00	-
School Farm	648,000.00		648,000.00	458,962.00	**70.8%**
Boarding Equipment and Stores	36,870,237.00		36,870,237.00	38,574,362.00	**104.6%**
Welfare	-		-	51,000.00	-
Medical/Insurance Costs	-		-	150,110.00	-
P0cket Money	-		-	5,000.00	
Rent Expenses	162,200.00	-	162,200.00	-	-
Salary Advance	-	-	-	107,000.00	
Uniform fee	-	-	-	7,765,180.00	
Project	-	-	-	2,415,522.00	
Bank Charges	-	-	-	2,982.00	
Bakery				5,251,224.51	
Sub-Totals	**38,836,738.00**		**38,730,918.00**	**56,061,938.51**	
G-Total (Boarding)	**66,722,602.00**		**66,616,782.00**	**86,492,513.16**	
TOTAL EXPENDITURE	**91,928,369.00**		**91,822,549.00**	**108,363,925.80**	

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

i. ***Income over 100% Utilization- This was due to New Students Admission***
ii. ***Expenditure over 100% Utilization was caused by the Hike in Prices of Commodities and Services due to Prolonged Drought.***
iii. ***Activity – This was due to Cancellation of all Activities (Games) due to Covid-19 thus few Activities took place during the year.***

Significant Accounting Policies

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

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

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

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

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

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

4. **Cash and cash equivalents**
   Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of

changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

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

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

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

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

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

10. **Subsequent events**
There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	2,950,679.50	3,363,687.00
Exercise Books	-	-
Laboratory Equipment	-	200,000.00
Internal Exams	-	-
Teaching / Learning Materials	2,950,679.50	2,457,807.00
Others	-	-
Total	**5,901,359.00**	**6,021,494.00**

2 Government Grants for Operations & Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments (Welfare)	233,500.00	-
Repairs And Maintenance	4,297,000.00	5,358,500.00
Local Transport / Travelling	-	-
Other Vote Heads	7,761,137.34	9,132,241.20
Medical	214,400.00	203,000.00
Boarding Equipment and stores	6,700.00	-
Activity	598,125.00	-
Other Vote Heads (House Rent)	13,500.00	-
Total	**13,124,362.34**	**14,693,741.20**

3 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	2,613,800.00	3,269,463.00
Local transport / travelling	-	-
Other Vote Heads(Uniform)	6,096,310.00	10,716,252.00
Medical	-	27,000.00
Administration costs	-	-

Description	2022-2023	2021-2022
	Kshs	Kshs
Activity	1,050,481.00	1,201,617.00
Fee on Boarding Equipment and stores	-	-
PA Levies	-	-
Others (Pocket Money)	5,000.00	-
Total	**9,765,591.00**	**15,214,332.00**

4 Miscellaneous Incomes (other incomes)- school fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Fee on Boarding Equipment & Stores	37,142,075.00	37,580,054.00
Income From Farming Activities	341,454.00	95,040.00
Rent Income	138,200.00	167,000.00
Other Vote Heads	26,504,314.00	24,121,170.00
Income From Bus Hire	69,708.00	92,500.00
Project	3,667,776.00	9,705,730.00
Salary advance	107,000.00	-
Disposal	41,305.00	13,570.00
Welfare	51,000.00	-
Tender Fee	42,000.00	-
Other Income (Bakery)	4,797,070.00	-
Total	**72,901,902.00**	**71,775,064.00**

Notes to the Financial Statements (continued)

5 Tuition Payments

Description	*2022-2023*	*2021-2022*
	Kshs	Kshs
Exercise Books	1,382,400.00	2,290,800.00
Textbooks (Tuition)	2,950,678.50	2,457,807.00
Reference materials	-	-
Laboratory Equipment	1,670,750.00	998,250.00
Teaching / Learning Materials	-	-
Internal Exams And Assessment	37,500.00	143,700.00
Teaching & Learning Materials	572,000.00	381,610.00
Bank Charges	2,862.00	3,140.00
Others	-	-
Total	**6,616,190.50**	**6,275,307.00**

6 Operations Payments & infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments (Welfare)	233,500.00	-
Service Gratuity	-	-
Infrastructure (Maintenance & Improvements)	5,960,846.87	7,316,317.54
Infrastructure	395,218.00	-
Other Vote Heads	8,091,333.49	9,970,607.96
Pocket Money	-	-
Medical	515,992.78	646,364.00
Activity Expenses	55,715.00	-
Salary Advance	-	-
Others (Bank Charges)	2,616.00	1,690.00
Total	**15,255,222.14**	**17,934,979.50**

7 Boarding and School Fund Payments

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments (Welfare)	51,000.00	-
Service Gratuity	105,820.00	799,095.00
Repairs And Maintenance & Improvements	5,338,822.00	4,104,858.00
Other Vote heads	25,091,752.65	21,678,448.00
Activity	1,174,776.00	590,340.00
Medical / Insurance Expenses	150,110.00	-
Pocket Money	5,000.00	-
Salary Advance	107,000.00	-
Bank Charges	-	-
Expenses On Income Generating Activities	-	-
Fee On Boarding Equipment and Stores	38,574,362.00	37,499,002.00
Rent Expenses	-	-
Bank Charges (Project)	2,982.00	-
Farm Account	458,962.00	72,210.00
Uniform Fee	7,765,180.00	10,714,040.00
Acquisition Of Assets	-	-
Projects	2,415,522.00	5,753,318.00
Others (Bakery)	5,251,224.51	-
Total	**86,492,513.16**	**81,211,311.00**

Notes to the Financial Statements (continued)

8 Bank Accounts

Account Name & Currency	Status	Bank Account Number	*2022-2023*	*2021-2022*
	Active/Dormant		Kshs	Kshs
Tuition Account	**Active**	1106372719	5,730.90	9,913.40
Operations Account	**Active**	1106312724	323,865.57	155,044.50
School Fund Account/Boarding	**Active**	1106311345	(915,707.34)	1,108,129.76
Savings Account(Paybill)	**Active**	1108168388	136,194.00	536,672.00
Parent Association Development Account(Project Account)	**Active**	1285944178	1,017,825.49	-
Income Generating Activities Account	-	-	-	-
Infrastructural Account	**Active**	1162114967	1,102,891.77	3,164,572.64
Total			**1,670,800.39**	**4,974,332.30**

9 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	85,088.00	23,241.00
Total	**85,088.00**	**23,241.00**

10 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Co-operative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

Notes to the Financial Statements (continued)

11 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	18,515,652.00	15,677,817.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	6,600.00	25,400.00
Total	**18,522,252.00**	**15,703,217.00**

Ageing Analysis of Accounts Receivable

Description	*2022-2023*		*2021-2022*	
	Kshs		*Kshs*	
	Current FY	**% of the total**	**Comparative FY**	**% of the total**
Less than 1 year	5,733,283.00	31%	4,734,046.00	30.1%
Between 1- 2 years	1,114,088.00	6%		
Between 2-3 years	-	-	-	%
Over 3 years	11,674,881.00	63%	10,943,771.00	69.9%
Total (should tie to note 13 a)	**18,522,252.00**	**100%**	**15,677,817.00**	**100%**

12 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	7,822,822.15	1,872,088.00
Prepaid Fees	731,555.00	434,027.00
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables *(specify)*	-	-
Total	**8,554,377.15**	**2,306,115.15**

Notes to the Financial Statements (continued)

a. Ageing Analysis of Accounts Payable

Description	*2022- 2023*		*2021-2022*	
	Kshs		*Kshs*	
	Current FY	**% of the total**	**Comparative FY**	**% of the total**
Less than 1 year	8,435,635.00	98.6%	2,306,115.15	100%
Between 1- 2 years	118,742.15	1.4%	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
	8,554,377.15	**100%**	**2,306,115.15**	**100%**

13 Fund Balance Brought Forward

Description	*2022-2023*	*2021-2022*
	Kshs	**Kshs**
Bank Balances	1,670,800.39	7,851,471.00
Cash Balances	85,088.00	115,988.00
Short Term Investments	-	-
Receivables	18,522,252.00	11,988,732.00
Payables	8,554,377.15	3,844,750.00)
Total	**11,723,763.24**	**16,111,441.00**

Other important disclosure notes

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

14 Non-current Liabilities Summary

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

15 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	9	3 @ 80,000 = 240,000 2 @ 60,000 = 120,000 3 @ 35,000 = 105,000 1 @ 15,000= 15,000	93 @ 80,000 = 240,000 2 @ 60,000 = 120,000 3 @30,000 = 90,000 1 @ 15,000= 10,000
Goats		-	-
Trees		-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total	**9**	**480,000.00**	**460,000.00**

16 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at the end of the year	**-**	**-**

Other important disclosure notes

17 Stock/ Inventory

Description		2022-2023
	Items	Kshs
Food stuffs	Sugar	803kgs
	Cooking Oil	235ltrs
	Cooking Fat	-
	Salt	372kgs
	Tea Leaves (500g)	48pkts
	Yeast (500g)	-
	Rice	1,365kgs
	Baking Flour	-
	Maize Flour	-
	Maize	285kgs
	Beans	-
	Cocoa	44pkts
	Baking Powder	-
Detergents		
	Liquid Detergents 20ltrs	14 x 20ltrs
	Kerol	20ltrs x 2
	Jik	-
	Harpic	-
Lab consumables	Ammonium Chloride	680g
	Ammonium Ferous Sulphate	2000g
	Ammonium Nitrate	650g
	Ammonium Sulpate	1,200g
	Ammonium Carbonate	380g
	Ammonium Heptamolybdate	50g
	Antimony Metal	100g
	Ammonia Solution	3ltrs
	Alluminium chloride	980g

	Alluminium Nitrate	450g
	Alluminium Sulphate	785g
	Alluminium Ammonium Sulphate	300g
	Barium Sulphate	350g
	Barium Chloride	900g
	Barium Hydroxide	280g
	Barium Nitrate	400g
	Bromine Water	1ltr
	Calcium Carbonate	550g
	Marble Chips	300g
	Calcium Hydroxide	400g
	Calcium Chloride	1,300g
	Calcium Oxide	380g
	Calcium Metal Powder	300g
	Calcium Sulphate	290g
	Copper Oxide	300g
	Copper II Chloride	900g
	Hydrated Copper Sulphate	800g
	Copper Carbonate	580g
	Copper Nitrate	780g
	Copper II Oxide	330g
	Cobalt Chloride	500g
	Charcoal	400g
	Anhydrous Copper Sulpahte	820g
	Ferrous Oxide	100g
	Hydrated Ferrour Sulphate	600g
	Ferric Nitrate	90g
	Ferrous III Chloride	380g
	Iron metal fillings	300g

	Iodine Crystals	180g
	Lead Monoxide	400g
	Lead IV Oxide	190g
	Lead Shots	300g
	Lead Nitrate	900g
	Lead Chloride	450g
	Lead Acetate	150g
	Lead Metal Powder	450g
	Lead Dioxide	200g
	Lead II Carbonate	900g
	Lead II Hydroxide	400g
	Lead Sulphate	390g
	Magnesium nitrate	900g
	Magnesium Ribbons	6Rolls
	Magnesium Chloride	950g
	Magnesium Metal Powder	20g
	Magnesium Carbonate	950g
	Maganese Dioxide	750g
	Magnesium Metal Turnings	`95g
	Potassium Chromate	984g
	Potassium Chlorate	1,260g
	Potassium Iodated	400g
	Potassium Carbonate	2,400g
	Potassium Nitrate	2,950g
	Potassium Dichromate	600g
	Potassium Thiocyanate	400g
	Potassium Iodide	900g
	Potassium Hydrixide Pellets	550g
	Potassium Bromide	20g

	Potassium Permaganate	1,038g
	Pyrogallol	100g
	Zinc Metal Powder	300g
	Zinc Nitrare	1,100g
	Zinc II Sulphate	500g
	Zinc Granules	900g
	Zinc Chloride	500g
	Zinc Oxide	500g
	Tin Metal	500g
	Soda Lime	500g
	Sodium Sulphite	1000g
	Sodium Sulphate	600g
	Sodium Hydrogen Carbonate	1,170g
	Sodium Acetate	500g
	Trisodium Orthrphosphate	400g
	Sodium Nitrate	1,400g
	Sodium Chloride	400g
	Sodium Metal	300g
	Hydrated Sodium Carbonate	500g
	Anhydrous Sodium Carbonate	1,100g
	Sodium Hydroxide Pellets	336g
	Borax Pentahydrate	2,000g
	Disodium Tetraborate	400g
	Sodium Thiosulphate	825g
	Sodium Oxate	344g
	Sodium Nitrate	580g
	Sulphur Powder	170g
	Sulphuric IV Acid	1,79ltrs
	Hydrochloric Acid	3ltrs

	Oxalic Acid	3,170g
	Nitric Acid	4ltrs
	Benzoic Acid	1,214g
	Stearic Acid	400g
	Boric Acid	100g
	Acetic Acid	2.2ltrs
	Maleic Acid	100g
	Screened Methyl Orange	1ltrs
	Phenolpthelein Indicator	1ltr
	Universal Indicator	200mls
	Methyl Orange	3ltrs
	Bi-Carbonate Indicator	3.4ltrs
	Bromothyene Blue dye	45g
	Methylene Oxide red	100g
	Glucose	1,500g
	Sucrose	1,250g
	Starch Powder	600g
	Lactose	900g
	Ascorbic Acid Powder	300g
	Diastatel Amylase	200g
	Lugols Iodine	3ltrs
	Formalin	nil
	Absolute Ethanol	500mls
	Chloroform	1ltr
	Benedict Reagent	4ltrs
	DCPIP	2g
	Pepsin Enzyme	160g
	Trypsin Enzyme	160g
	Active Yeast	300g

	Lycopodium Powder	400g
	Gelatin Powder	250g
	Hydrogen Peroxide	250g
	Egg Albumin	250g
	Silver Nitrate	100g
	Red & Blue Litmus	4Pkts
	Napthlene Powder	590g
	Cream Milk	1,000g
	Lithium Metal	nil
	Filter Papers	12pkts
	Phosphous	1,400g
	Labels	12pkts
	Gas Cartridges	35Pcs
	Wooden Splints	2,000pcs
	Propane	nil
	Visking Tubing	55mtrs
	Xylene	8ltrs
	Calcium Hypochlorite	1,500g
	Calcium Nitrate	450g
	Biuret Reagent	3ltrs
	Bromothymol Blue dye	2.5ltrs
	Conical Flasks	280pcs
	Beakers 250mls	330pcs
	Beakers 500mls	60pcs
	Beakers 50mls	50pcs
	Beakers 100mls	375pcs
	Volumetric Flasks 250mls	140pcs
	Burrets 50mls	120pcs
	Pipetts 25mls	150pcs

	Boiling Tubes	350pcs
	Test Tubes	950pcs
Others (Stationery)	Exercise Books 200Pgs Single Line	992Copies
	Square Line 200Pgs	3,227Copies
	Single Line 120Pgs	1,612Copies
	Square Line 120Pgs	581Copies
	Square Line 160Pgs	420Copies
	Staplers 24/6	13Pcs
	Stamp Pad ink	8Pcs
	Pencils HB	8Pcs
	SI Consumable Ledger Books	24Copies
	Fees Registers	nil
	Tonner Cartridge 05A	12Pcs
	Office Pins	8Pkts
	Thumb Tacks	8Pkts
	Paper Punch	nil
	Batteries Size AAA	10 Pairs
	Batteries Size AA	10Pairs
	Carbon Papers	7Pkts
	Tissue Papers	240pcs
	Printing Papers A3	4 Reams
	Permanent Marker Pens	53Pcs
	Folders	20Copies
	White Board Marker Pens	212Pcs
	White Board Marker ink	310Pcs
	Ruler 30cm	18Pcs
	Printed Goods Receipt Note Book	nil
	Masters Riso Type	1Roll
	Riso ink	2 tubes

	Wite out	29Pcs
	Full Scalps	57Reams
	Black Board Dusters	28Pcs
	Money Order Register	nil
	Counter Books	48Copies
	Printing Papers A4	210Reams
	Staples Pins 24/6	16Pkts
	Staple Pins 23/7	7Pkts
	Mark Books	204Copies
	Paper Clips 50mm	8Pkts
	Paper Clips 33mm	9Pkts
	Envelopes A5	883Copies
	Envelopes DL	940Copies
	Envelopes A4	750Copies
	Masking Tape	17Pcs
	Power Extension Cable	nil
	Tonner Cartidge TK- 715	4Pcs
	Biro Pens Blue	4Pkts
	Biro Pens Red	6Pkts
	Binding Tape	154Pcs
	Cello tape	41Pcs
	Dustless White Chalk	6Pkts
	Dustless Coloured Chalk	120Pkts
	Students Leave out Booklets	4Copies
	Tonner Cartridge TN-221k	20Tubes

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. THERESE MBOONI GIRLS' HIGH SCH.
05 NOV 2024
Sign:.....
P. O. Box 100 - 90125, KIKIMA

Sign and Date 05/11/2024
Principal

Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs		Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Kyanganga Investment	915,440.00	18th Jan 2023	-	915,440.00	-	**To be Cleared Financial Year 2023/2024**
2.						
3.						
Sub-Total	**915,440.00**		**-**	**915,440.00**	**-**	
Supply Of Goods						
4. Jonathan Mutua Molo	91,100.00	1st July 2022	-	91,100.00	129,300.00	**To be Cleared Financial Year 2023/2024**
5. Kyulu & Sons General Stores	2,031,400.00	1st July 2022	-	2,031,400.00	246,500.00	**To be Cleared Financial Year 2023/2024**
6. Stewan Computers	82,000.00	1st July 2022	-	82,000.00	-	**To be Cleared Financial Year 2023/2024**
7. Stashan Traders	688,690.00	1st July 2022	-	688,690.00	-	**To be Cleared Financial Year 2023/2024**
8. Alviaby Gen Supplies	566,000.00	1st July 2022	-	566,000.00	-	**To be Cleared Financial Year 2023/2024**
9. Mukui Wholesalers	596,000.00	1st July 2022	-	596,000.00	-	**To be Cleared Financial Year 2023/2024**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative 2021-2022	Comments
10. Fish & Fry Guest House	155,000.00	1st July 2022	-	155,000.00	-	**To be Cleared Financial Year 2023/2024**
11. Zynelle Kenya Ltd	56,000.00	1st July 2022	-	56,000.00	396,900.00	**To be Cleared Financial Year 2023/2024**
12. Sergeants Ville	143,800.00	1st July 2022	-	143,800.00	-	**To be Cleared Financial Year 2023/2024**
13. Bright Path Investment	71,550.00	1st July 2022	-	71,550.00	136,815.00	**To be Cleared Financial Year 2023/2024**
14. Kikima Dairy Co-operative	52,150.00	1st July 2022	-	52,150.00	-	**To be Cleared Financial Year 2023/2024**
15. Logik Suppliers Kenya Ltd	899,950.00	1st July 2022	-	899,950.00	-	**To be Cleared Financial Year 2023/2024**
16. Dakiwa Suppliers	1,132,400.00	1st July 2022	-	1,132,400.00	-	**To be Cleared Financial Year 2023/2024**
Sub-Total	**6,566,040.00**		**-**	**6,566,040.00**	**-**	
Supply Of Services						
17. Allnely ICT Enterprises	42,600.00	1st July 2022	-	42,600.00	-	**To be Cleared Financial Year 2023/2024**
18. Bonsiv Enterprises	80,000.00	1st July 2022	-	80,000.00	-	**To be Cleared Financial Year 2023/2024**
19. Sergeants Ville	100,000.00	1st July 2022	-	100,000.00	-	**To be Cleared Financial Year 2023/2024**
Sub-Total	**222,600.00**		**-**	**222,600.00**	**909,515.00**	**-**
Grand Total	**7,704,080.00**		**-**	**7,704,080.00**	**909,515.00**	**-**

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land	**2,400,000.00**	-	-	**2,400,000.00**
Buildings And Structures	**55,000,000,00**	-	-	**55,000,000,00**
Motor Vehicles **KAW 489Z** **KBV 064L**	**7,043,500.00** **1,928,000.00**	 -	 -	**7,043,500.00** **1,928,000.00**
Office Equipment, Furniture And Fittings	**8,000,000.00**	-	-	**8,000,000.00**
Textbooks	**4,000,000.00**		-	**4,000,000.00**
ICT Equipment + Printers	**2,000,000.00**	-	-	**2,000,000.00**
Tools And Apparatus	**600,000.00**	-	-	**600,000.00**
Other Machinery And Equipment(Power Generator)	**1,400,000.00**	-	-	**1,400,000.00**
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	**250,000.00**	-	-	**250,000.00**
Total	**82,621,500.00**	-	-	**82,621,500.00**