

REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

THE NATIONAL ASSEMBLY
PAPERS LAID
DATE: 20 FEB 2025
Tabled BY: Hon. Naomi Nayo Thursday
CLERK-AT-THE-TABLE: Deputy Majority Whip
Frank Mwalu

THE AUDITOR-GENERAL

ON

ST. JOHN'S MALIVANI SECONDARY

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

MAKUENI COUNTY



**ST. JOHN'S MALIVANI SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2021**

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

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

Table of Contents	Page
I. KEY SCHOOL INFORMATION AND MANAGEMENT	2
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL	6
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY	9
IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF (ST. JOHNS MALIVANI SECONDARY) SCHOOL OF THE YEAR ENDING 30 TH JUNE 2021.....	10
V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 TH JUNE 2021.....	11
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021 ..	12
VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2021	15
VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2021	16
IX. SIGNIFICANT ACCOUNTING POLICIES	21
X. NOTES TO THE FINANCIAL STATEMENTS	23
xi OTHER IMPORTANT DISCLOSURE NOTE.....	30
XII. ANNEX 1- ANALYSIS OF PENDING ACCOUNTS PAYABLES.....	32
XIII. ANNEX 11 SUMMARY OF FIXED ASSETS REGISTER	33

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL
ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2021**

I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in **02/2019** under registration number **17S30000112** and is currently categorized as a **County** public school established, owned or operated by the Government.

The school is a Day/Boarding school and had 378 number of students as at 30th June 2021 it has 8 streams and 21 teachers of which 4 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:

		Designation	Date of appointment
1	Joseph Mutwika	Chairman	22nd May 2019
2	Rose Vetu	Secretary- Principal	22nd May 2019
3	Ignatius Kyumwa Ngunzi	Member	22nd May 2019
4	Eunice Mutanu Mwendwa	Member	22nd May 2019
5	Victoria Ndinda Kimeu	Member	22nd May 2019
6	Victoria Ntenya Mutunga	Member	22nd May 2019
7	Faith Mutungwa Moses	Member	22nd May 2019
8	Francis Kanyutu Muthusi	Member – Rep CEB	22nd May 2019
9	Dennis Ngungu Muli	Member Rep Teachers	22nd May 2019
10	A)Joseph Mutwika B)Peter Musyoka Kyalo C) Fr.Stephen Munguti	3 Members - Sponsor	22nd May 2019
11	Charles Muange Ngewa	Member - Community	22nd May 2019
12	Penninah Musyoka	MemberSpecial Needs	22nd May 2019
13	Japheth Kiiro Mbithi	Rep Students	22nd May 2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

		Names of Members	Designation	Members attended during
1	Executive Committee	JOSEPH MUTWIKA ROSE VETU IGNATIUS NGUNZI FRANCIS MUTHUSI	Chairperson Member Member member	2 out of 2
2	Audit Committee	N/A		
3	Finance, procurement and general purposes Committee	Daniel Kanzi Albert Rua Chai George K. Musya Victoria Mutunga	Chairperson Member Member member	1 out of 1
4	Academic Committee	Faith moses Francis Muthusi Dennis Muli Peninah Mulandi	Member Member Member Member	0
5	Development Committee	Peter musyoka victoria Mutua Eunice Mwendwa willy muia	Chairperson Member Member Member	1 out of 1
6	Discipline and welfare Committee	Fr. Stephen Munguti Charles Ngewa Ignatius Ngunzi Peninah Musyoka	Member Member Member Member	0
7	Adhoc Committee (if any during the year)	N/A		0

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	Rose Vetu	389478
2	Deputy Principal	Willy Muia	358409
3	School Bursar	Elizabeth Sila	27068394

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(d) Schools contacts

Post Office Box: 333-90300
Telephone: 0716386823
E-mail: stjohsmalivani@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(e) School Bankers

The following school operated 4 (four) number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: KCB BANK
Branch: WOTE
Account Number: 1146983131(SCHOOL FUND ACCOUNT)
2. Name of Bank: KCB BANK
Branch: WOTE
Account Number: 1105320650(TUITION ACCOUNT)
3. Name of Bank: KCB BANK
Branch: WOTE
Account Number: 1105312623(OPERATIONS ACCOUNT)
4. Name of Bank: KCB BANK
Branch: WOTE
Account Number: 1259943399(INFRASTRUCTURE ACCOUNT)
5. MPESA Pay Bill No. 522123 attached to KCB bank account

(f) Independent Auditors

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

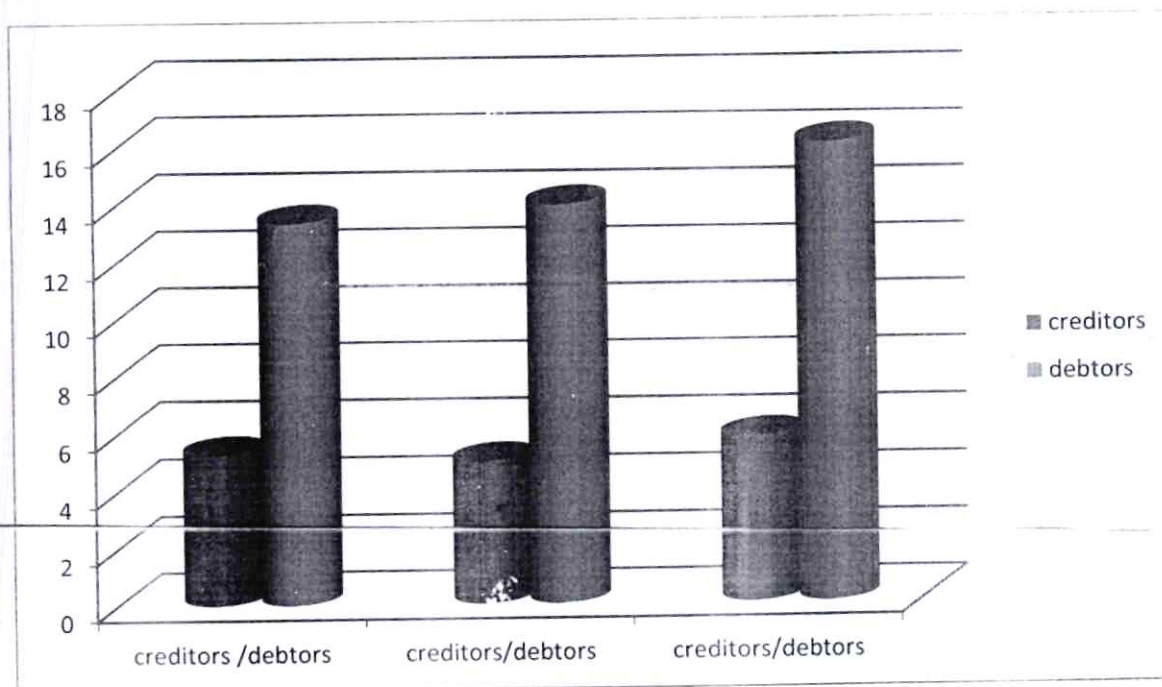
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

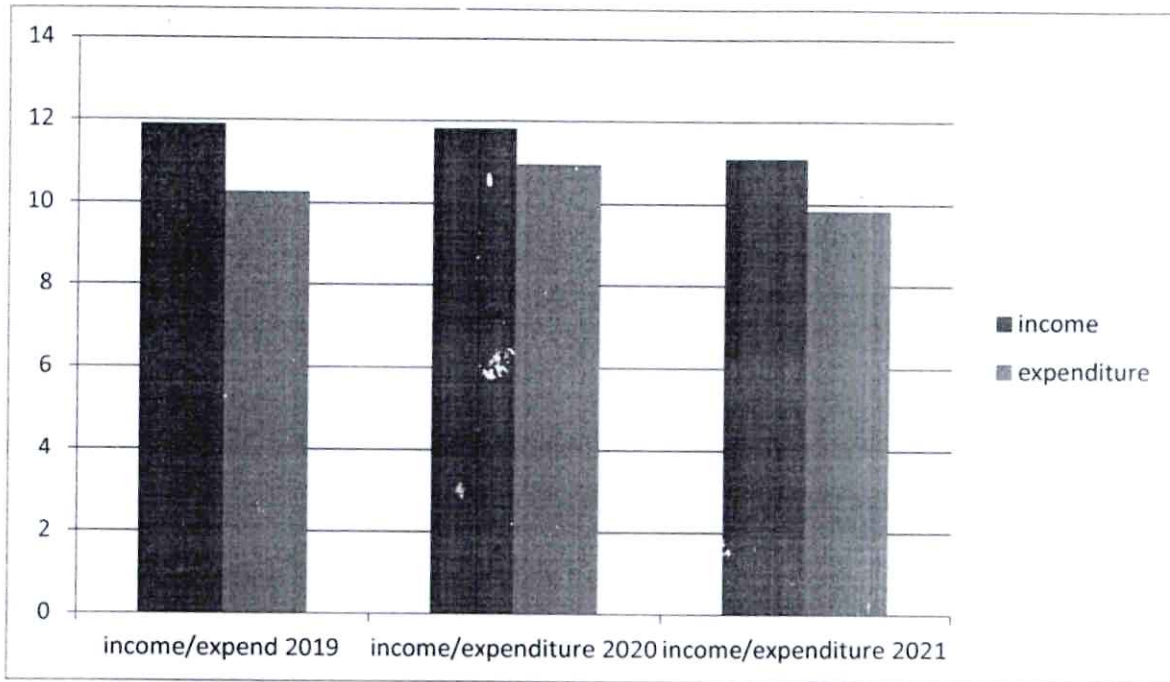
a) Financial performance:

S/No	DESCRIPTION	30 TH JUNE 2021	YEAR ENDED 2020	YEAR ENDED 2019
	Surplus /deficit	1,266,031.66	866,287.70	(124,712.3)
	Capitation grants	3,688,889.7	5,520,837.00	5,520,837
	Ratio of capitation grant per student	1:9,758.967	1:14,083.767	1:15,002.27
	Parents contribution	7,415,853.00	6,295,541.00	6,381,871
	Expenditure/Payments	9,838,711.04	10,950,090.3	10,257,211.3
	Debtors/Receivables	16,142,838	14,007,652	13,386,308
	Creditors/Payables	5,827,587	5,076,125	5,269,543
	Cash and cash equivalents	111,714.36	229,406.7	177,681

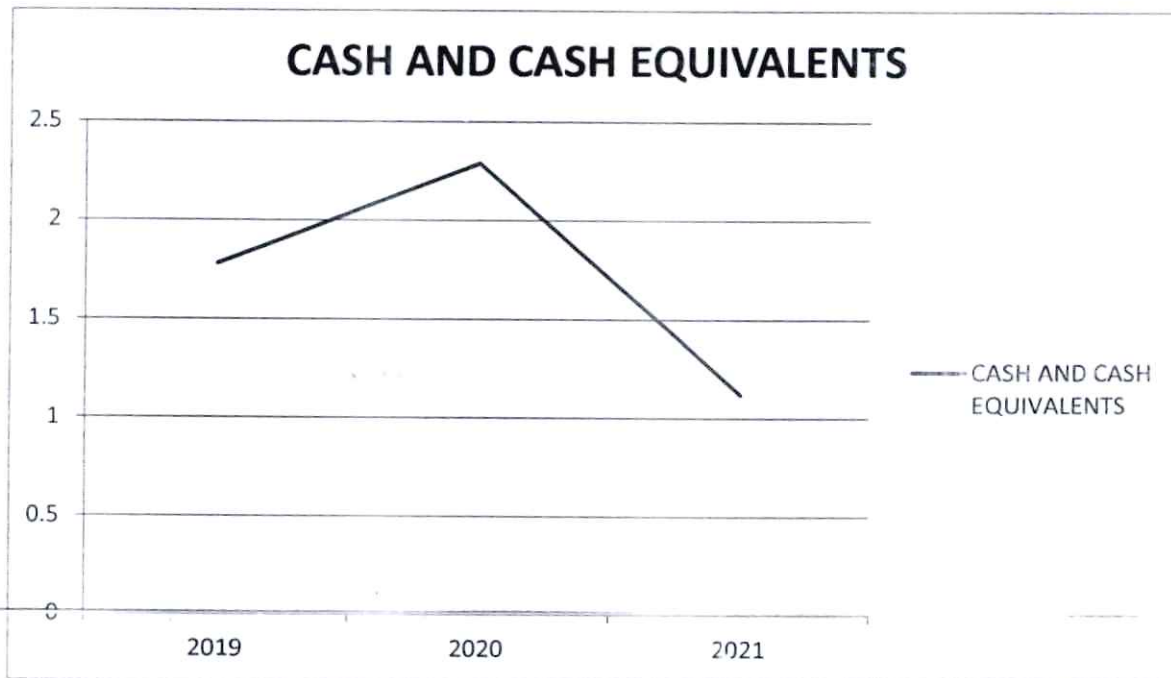
1. Movement of debtors and creditors from 2019, 2020 and 2021



II. Growth of income /expenditure 2019, 2020 and 2021



3. Movement of cash and bank balances 2019, 2020 and 2021



ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

b) Teacher Student ratio: for the year ended 30th June 2021

S/NO	DESCRIPTION	Start of the year	Recruited Teachers by tsc/bom	Retired/ Transferred	At the 30 th June
	NUMBER OF TEACHERS	17	0	0	17
	BOM TEACHERS	4			4
	ENROLLED STUDENTS	376			378
	TEACHER/STUDENT RATIO	1:18			1.18

a) Mean score in KCSE:

	2021	2020	2019
Mean	3.84	4.09	3.87
Transition to higher learning institutions	28	42	31
comment	Target slightly achieved	Target slightly achieved	Target slightly achieved

a) Number of Candidates in the 2021 KCSE:

2021	2020	2019
85	89	102

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

b) Capacity of the school:

S/NO	DESCRIPTION	AT THE START OF YEAR	INCREASE DURING THE YEAR	BALANCE AT THE END OF YEAR
1	60 capacity Class Rooms	8	0	8
2	Science Laboratories	2	0	2
3	100 capacity Dormitories	4	0	4
4	Dining Halls 300-350 capacity	1	0	1
5	ABLUTION BLOCKS	10	0	10
6	Administration block	0	0	0

c) Development projects carried out by the school:

1. Water connection from AIC Malivani Primary Boarding to school
2. Purchase of dining hall benches
3. Fencing of the school compound
4. Repair of leaking roofs in the classes and dormitories

Handwritten signature

Sign

School Principal



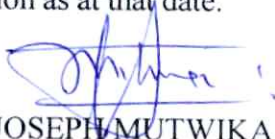
(III) STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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 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.johns malivani*) 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, 2021, and of the school's financial position as at that date.



Name: JOSEPH MUTWIKA
Designation: Chairman, School Board of Management
Sign: _____
Date: 20TH /08/2021

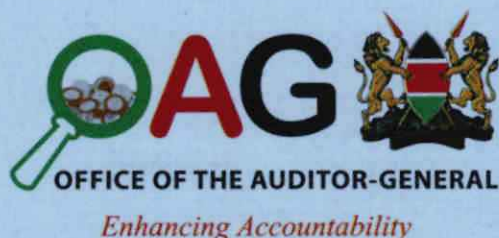
Name: ROSE VETU
Designation: School Principal & Secretary to Board of Management
Sign:  _____
Date: 20TH /08/2021



Name: ELIZABETH NZILANI SILA
Designation: Bursar/ Finance Officer
Sign:  _____
Date: 20TH /08/2021

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. JOHN'S MALIVANI SECONDARY SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 – 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 regulations and that its internal control, 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. John's Malivani Secondary School – Makueni County set out on pages 13 to 31, which comprise of the statements of financial assets and financial liabilities as at 30 June, 2021 and the statement of

Report of the Auditor-General on St. John's Malivani Secondary School for the six (6) months' period ended 30 June, 2021 - Makueni County

receipts and payments, statement of cash flows, and statement of budgeted versus 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 and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. John's Malivani Secondary School – Makueni County as at 30 June, 2021, and of its financial performance and its cash flows for the six (6) months' period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and Basic Education Act, 2013.

Basis for Qualified Opinion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.16,142,838 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.13,069,397 which had been outstanding for more than two (2) 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.16,142,838 could not be confirmed.

2. Inaccuracies in the Financial Statements

Review of the financial statements revealed the following anomalies.

- i. The statement of receipts and payments reflects boarding and school fund payments lunch programme amounts of Kshs.3,382,588 as disclosed in Note 7 to the financial statements which differs from ledger amounts of Kshs.2,365,953 resulting in a variance of Kshs.1,016,635.
- ii. The statement of receipts and payments reflect parents contribution - school fund account amounts of Kshs.7,415,853 and Kshs.6,295,541 which differs from Kshs.1,482,564 and Kshs.1,769,510 reflected in Note 3 to financial statement resulting in a variance of Kshs.5,933,289 and Kshs.4,526,031 respectively.
- iii. The statement of receipts and payments reflects capitation grants for operations amounts of Kshs.4,771,200 for prior year (2019/2020) which differs from Kshs.4,832,165 reflected in the statement of cash flows resulting in a variance of Kshs.60,965.
- iv. The statement of receipts and payments reflects payments for operations amounts of Kshs.3,748,522 and Kshs.5,033,196 which differs from Kshs.2,882,362 and

Kshs.3,929,815 reflected in the statement of cash flows resulting in differences of Kshs.866,160 and Kshs.1,103,381 respectively.

- v. The statement of receipts and payments reflects payments for tuition amounts of Kshs.1,140,304 and Kshs.373,680 for current and prior year (2019/2020) which differs from Kshs.502,990 and Kshs.757,930 in the statement of cash flows resulting in differences of Kshs.637,314 and Kshs.384,250 respectively.
- vi. The statement of receipts and payments reflects boarding and school fund payments amounts of Kshs.4,949,884 and Kshs.5,543,214 which differs from Kshs.5,411,876 and Kshs.5,702,857 resulting in variances of Kshs.461,992 and Kshs.159,643 respectively.
- vii. The statement of cash flows reflects net increase in cash and cash equivalents of Kshs.117,692. However, the statement of financial assets and financial liabilities reflects accounts receivables balances of Kshs.16,142,838 and Kshs.14,007,652 resulting in an increase in accounts receivables of Kshs.2,135,186.

Similarly, the statement reflects accounts payables balance of Kshs.5,827,587 and Kshs.5,076,125 resulting in an increase in accounts payable balance of Kshs.751,462. It was noted that the increase in accounts receivables and account payable balances of Kshs.2,135,186 and Kshs.751,462 were not adjusted for in the statement of cash flows.

In addition, the statement of cash flows reflects cash outflows for acquisition of assets amounts of Kshs.290,000 that was not supported.

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

3. Unsupported Cash and Cash Equivalents.

The statement of financial assets and financial liabilities reflects a balance of Kshs.111,714 in respect of cash and cash equivalents. Included in this amount is Kshs.102,946 relating to bank balances which were not supported with bank confirmation certificates.

In the circumstances, the accuracy and existence of cash and cash equivalents balance of Kshs.111,714 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the St. John's Malivani 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 on.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Irregular Procurement of Goods and Services

The statement of receipts and payments reflects total payments amounting to Kshs.9,838,711. Review of sampled payment vouchers revealed that they were not supported by copies of local purchase or service orders. The local purchase orders and local service orders were signed by only one officer. It was also established that the annual procurement plan was not approved by the board of management. Additionally, the tender opening committee members did not initialize on each page of minutes. Also the tender evaluation committee minutes were not signed by all members. The individual independent scoresheets by the committee members upon their evaluation were not provided for audit.

In addition, the School did not provide for audit list of suppliers awarded tenders upon recommendation to the accounting officer by the evaluation committee. The signed professional opinion from a procurement professional authorizing the Principal to proceed with awarding contracts to the winning bidders and notification of award or regret letters and letter of acceptance from the winning bidder and signed contracts were not provided for audit.

The School did not appoint an inspection and acceptance committee to inspect and review the goods, works or services delivered to ensure compliance with the terms and specifications of the contract.

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

2. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 30 March, 2023, instead of the statutory deadline of 30 September, 2021. This was contrary to the Ministry of Education circular Ref. No: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 which 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.

3. 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 annual report and financial statements presented for audit cover six (6) months from January, 2021 to June, 2021 with comparative balances for financial year 2020. Therefore, the financial statements have not been prepared for eighteen-months (18) as prescribed by the Public Sector Accounting Standards Board (PSASB).
- ii. The disclosure on inventories is not presented in the annual report and financial statement.
- iii. The statement of receipts and statement of financial assets and financial liabilities is not signed by the chair of the board of management.
- iv. The statement of financial assets and financial liabilities reflects short term investment and accounts receivables referenced to Note 10 to financial statement. However, Note 10 to financial statement details short-term investments only.

Further, the statement financial assets and financial liabilities reflects accounts payables referenced to Note 11 to financial statement. However, accounts payables are detailed in Note 12 to financial statement.

In addition, the statement financial assets and financial liabilities reflects accumulated fund brought forward referenced to Note 12 to financial statement. However, accumulated funds are detailed in Note 13 to financial statement.

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

4. Lack of Strategic Plans

The school did not provide a strategic plan for guidance on the schools' development plan. This was contrary to Regulation, 32(5) of Public Finance (National Government) Regulations, 2015, requires all budget proposals to be supported by the National Government entity' strategic plan.

In the circumstances, Management was in breach of law.

5. Lack of a Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.11,104,742 and Kshs.9,838,711 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.

6. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.4,949,884 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.362,310 transferred to Kenya Secondary Schools Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.4,949,884 could not be confirmed.

7. Failure Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.3,180,538 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.1,366,951 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.293,250 was transferred to infrastructure account, leaving a balance of Kshs.1,073,701 as at 30 June, 2021.

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

The audit was conducted in accordance with the 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 comply, 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 matter described in the Basis for Conclusion on Effectiveness of Internal Control, 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

Lack of a Fixed Asset Register

Annex 2 to the financial statements, reflects the summary of fixed assets register. However, the School did not maintain a comprehensive asset register during the year to keep track of the assets contrary to Regulation 143 of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, safe custody of the fixed assets could be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether 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 the 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 the financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal 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.

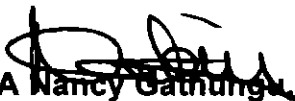
Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 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 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 controls that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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

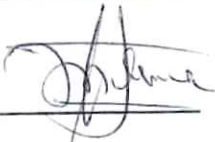
16 December, 2024


ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021


(V) STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

DESCRIPTION OF HEAD	Note	2020-2021	2019-2020
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	508,351.75	749,637.00
Capitation grants for operations	2	3,180,537.95	4,771,200.00
School Fund Income- Parents' Contributions	3	7,415,853.00	6,295,541.00
School Fund Income- Other receipts	4	-	-
Proceeds from borrowings		-	-
TOTAL RECEIPTS		11,104,742.70	11,816,378.00
PAYMENTS			
Payments for Tuition	5	1,140,304.00	373,680.30
Payments for operations	6	3,748,522.50	5,033,196.00
Boarding and school fund payments	7	4,949,884.54	5,543,214.00
TOTAL PAYMENTS		9,838,711.04	10,950,090.30
SURPLUS/DEFICIT		1,266,031.66	866,287.70

The school financial statements were approved on AUGUST 2021 and signed by:

Sign: 
JOSEPH MUTWIKWA
 Chair BOM

Sign 
ROSE VETU
 School Principal/
 Secretary to BOM

Sign 
ELIZABETH SILA
 Bursar/
 Finance Officer

Date 20TH August 2021

Date 20TH August 2021

Date 20TH August 2021



**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

**(VI) STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT
30TH JUNE 2021**

		2021	2019-2020
			Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	102,946.36	190,075.70
Cash Balances	9	8,768.00	39,331.00
Short term Investment	10	-	-
Total Cash and cash equivalent		<u>111,714.36</u>	<u>229,406.70</u>
Account's receivables	10	16,142,838.00	14,007,652.00
TOTAL FINANCIAL ASSETS		16,254,552.36	14,237,058.70
FINANCIAL LIABILITIES			
Accounts Payables	11	5,827,587.00	5,076,125.00
NET FINANCIAL ASSETS		10,426,965.36	9,160,933.70
REPRESENTED BY			
Accumulated Fund b/fwd	12	9,160,933.70	8,294,646.00
Surplus/Deficit for the year		1,266,031.66	866,287.70
NET FINANCIAL POSSITION		10,426,965.36	9,160,933.70

The School's financial statements were approved on ___ AUGUST ___ 2021 and signed by:

JOSEPH MUTWIKWA
Chair BOM

ROSE VETU
School Principal/
Secretary to BOM

ELIZABETH SILA
Bursar/
Finance Officer

Sign: _____

Sign: _____

Sign: _____

Date 20TH August 2021

Date 20TH August 2021

Date 20TH August 2021



**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

(VII) STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

		2020-2021 Kshs	2019-2020 Kshs
Capitation grants for tuition	1	508,351.75	749,637.00
Capitation grants for operations	2	3,180,537.95	4,832,165.00
School fund income- Parents contributions/ fees	3	5,280,667.00	5,760,527.00
School fund income- other receipts	4		-
Total receipts		8,969,556.70	11,342,329.00
Payments			
Payments for Tuition		502,990.00	757,930.00
Payments for operations		2,882,362.50	3,929,815.60
Boarding and school fund payments		5,411,896.54	5,702,857.46
Total payments		8,797,249.04	10,390,603.06
Net cash flow from operating activities		172,307.66	951,725.94
CASHFLOW FROM INVESTING ACTIVITIES		-	-
Proceeds from Sale of Assets		-	-
Acquisition of Assets		(290,000.00)	(900,000.00)
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from Investing Activities		(290,000.00)	(900,000.00)
CASHFLOW FROM BORROWING ACTIVITIES		-	-
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		(117,692.34)	51,725.94
Cash and cash equivalent at BEGINNING of the year		229,406.70	177,680.76
Cash and cash equivalent at END of the year		111,714.36	229,406.70

ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL
ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2021

(VIII) STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021

RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	482,101.00	(241,050.50)	241,050.50	133,515	107,535.50	55.4%
Laboratory equipment	374,000.00	-	374,000.00	-	374,000.00	0%
Internal exams	-	-	-	-	-	-
Teaching / learning materials	364,650.00	-	364,650.00	374,836.75	(10,186.75)	102.8%
Chalks	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides	-	-	-	-	-	-
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	1,832,600.00	-	1,832,600.00	847,154.82	985,445.18	46.2%
Repairs and maintenance	2,244,000.00	-	2,244,000.00	1,366,951.00	877,049.00	60.9%
Local transport / travelling	299,200.00	-	299,200.00	224,324.21	74,875.79	75%
Electricity and water	374,000.00	-	374,000.00	447,029.55	(73,029.55)	119.5%
Medical	748,000.00	(374,000.00)	374,000	0	374,000.00	0.0%
Administration costs	448,800.00	-	448,800.00	295,078.37	153,721.63	65.7%
Activity	561,000	(280,500.00)	280,500.00	-	280,500.00	0.0%

ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

Receipt/expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
Gratuity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	868,000.00	(434,000.00)	434,000.00	377,561.00	56,439.00	87.0%
Repairs and maintenance	588,000.00	(294,000.00)	294,000.00	246,161.00	47,839.00	83.7%
Local transport / travelling	182,000.00	-	182,000.00	106,551.00	75,449.00	58.5%
Electricity and water	1,372,000.00	(686,000.00)	686,000.00	566,377.00	119,623.00	82.6%
Medical	-	-	-	-	-	0.0%
Administration costs	420,000.00	(210,000.00)	210,000.00	172,796.00	37,204.00	82.3%
Activity	42,000.00	-	42,000.00	13,118.00	28,882.00	31.2%
SMASSE	-	-	-	-	-	0.0%
Fee on Boarding	11,597,740.00	(5,798,870.00)	5,798,870.00	5,933,289.00	(134,419.00)	102.3%
Equipment and Stores	-	-	-	-	-	-
OTHER INCOME						
Rent income	-	-	-	-	-	-
Income from Bus Hire	-	-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Income from any other investment	-	-	-	-	-	-
TOTAL INCOME	22,798,091.00	(8,318,420.50)	14,479,670.50	11,104,742.70	-	-
(1) EXPENDITURE FOR TUITION	-	-	-	-	3,374,927.80	76.7%

ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

Category/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable	Budget Utilization	
Textbooks and reference materials						
Exercise books	482,101.00	(241,050.50)	241,050.50	120,000.00	121,050.50	49.8%
Laboratory equipment	374,000.00		374,000.00	476,229.00	(102,229.00)	127.3%
Internal exams	364,650.00		364,650.00	543,211.00	(178,561.00)	149.0%
Teaching / learning materials						
Chalks						
Exams and assessment						
Teachers guides						
Administration costs						
Bank Charges						
				864	(864)	0%
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	1,832,600.00		1,832,600.00	1,525,821.00	306,779.00	83.3%
Repairs, maintenance & improvements	2,244,000.00		2,244,000.00	976,050.00	1,267,950.00	43.5%
Local transport / travelling	299,200.00		299,200.00	173,480.00	125,720.00	58.0%
Electricity, water and conservancy	374,000.00		374,000.00	355,304.00	18,696.00	95.0%
Medical	748,000.00	(374,000)	374,000	220,000.00	154,000.00	58.8%
Administration costs	448,800.00		448,800	497,363.50	(48,563.50)	110.8%
Activity Expenses	561,000.00	(280,500.00)	280,500	0	280,500	0.0%
Gratuity						

ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

Revenue	Original Budget	Adjustments	Final Budget	Actual on Comparison	Percentage
---------	-----------------	-------------	--------------	----------------------	------------

SMASSE

(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	868,000.00	(434,000.00)	434,000.00	198,632.00	235,368.00	45.8%
Repairs, maintenance and improvements	588,000.00	(294,000.00)	294,000.00	248,415.00	45,585.00	84.5%
Local transport / travelling	182,000.00	-	182,000.00	261,280.00	(79,280.00)	143.6%
Electricity, water and conservancy	374,000.00	-	374,000.00	124,790.00	249,210.00	33.4%
Medical Expenses	-	-	-	-	-	-
Administration costs	420,000.00	(210,000.00)	210,000.00	588,179.54	(378,179.54)	280.1%
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch programme	-	-	-	-	-	-
Boarding Equipment and Stores	11,597,740.00	(5,798,870.00)	5,798,870.00	3,382,588.00	2,416,282.00	58.3%
Expenditure for Income Generating Activity	-	-	-	146,000.00	(146,000.00)	-
Insurance costs	-	-	-	-	-	-
Other expenses on investments	-	-	-	-	-	-
Rent Expenses	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-	-
TOTALS	21,758,091.00	(7,632,420.50)	14,125,670.50	9,838,711.04	4,286,959.46	69.7%

ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR
ENDED 30TH JUNE, 2021

- i. *Underutilization was due to lower income as expected due to poor payment of the school fees and also capitation grant that did not meet the expected amount*
- ii. *Overutilization on some vote heads was due to lack of sufficient funds on other vote heads i.e. administration cost vote heads being used to pay tuition vote heads*

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL
ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2021**

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
11. **Transitioning and Annual reporting**
For the purpose of transitioning the first set of financial statement shall be prepared as follows:
 - (i) School that have summited their financial statements for the financial year ended 31st December 2020 shall prepare six months statements up from January 2021 to 30th June 2021
 - (ii) Schools that have not submitted their financial statements for the 2020 shall prepare the statements for a period of eighteen months (18) from 1st January 2020 to 30 June 2021

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	-	-
-Exercise books	133,515.00	324,387.00
Laboratory equipment		283,500.00
Internal exams		40,500.00
Teaching / learning materials	374,836.75	40,500.00
Chalks	-	20,250.00
Exams and assessment	-	40,500.00
Teachers guides	-	
Total	508,351.75	749,637.00

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
Personnel emoluments	847,154.82	1,892,025.00
Repairs and maintenance	1,366,951.00	1,813,500.00
Local transport / travelling	224,324.21	162,000.00
Electricity and water	447,029.55	330,338.00
Medical	-	81,000.00
Administration costs	295,078.37	330,337.00
Activity	-	162,000.00
Total	3,180,537.95	4,771,200.00

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
Personnel emoluments	377,561.00	498,010.00
Repairs and maintenance	246,161.00	342,400.00
Local transport / travelling	106,551.00	126,100.00
Electricity and water	566,377.00	498,000.00
Medical	-	-
Administration costs	172,796.00	263,000.00
Activity	13,118.00	42,000.00
Total	1,482,564.00	1,769,510.00

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021 Kshs	2019-2020 Kshs
Fee on Boarding Equipment and Stores	5,933,289.00	4,526,031.00
Rent income		
Income from farming activities		
Insurance compensation		
Income from Posho mill		
Income from Bus Hire		
Fee for hire of ground and equipment		
Income from grants and donations*		
Interest income		
Dividends income		
Total	7,415,853	6,295,541

5 PAYMENTS FOR TUITION

	2020-2021 Kshs	2019-2020 Kshs
Textbooks and reference materials	-	-
Exercise books	120,000.00	116,350.00
Laboratory equipment	476,229.00	112,830.00
Internal exams		
Teaching / learning materials	543,211.00	108,000.00
Chalks	-	
Exams and assessment	-	35,000.00
Teachers guides		
Bank Charges	864.00	1,500.30
Total	1,140,304.00	373,680.30

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2020-2021 Kshs	2019-2020 Kshs
Personnel emoluments	1,525,821.00	1,437,110.00
Service Gratuity	-	-
Administration Cost	497,363.50	344,770.00
Repairs and maintenance & improvements	976,050.00	2,209,530.00
Local transport / travelling	173,480.00	203,121.00
Electricity and water	355,304.00	527,845.00
Medical	220,000.00	118,361.00
Activity Expenses		190,720.00
SMASSE	-	-
Insurance Cost	-	-
Bank Charges	504.00	1,739.00
Acquisition of Assets		
TOTAL	3,748,522.50	5,033,196.00

7 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021 Kshs	2019-2020 Kshs
Personnel emoluments	198,632.00	698,708.00
Service Gratuity		
Repairs and maintenance & Improvements	248,415.00	163,718.00
Local transport / travelling	407,280.00	313,680.00
Electricity and water	124,790.00	278,595.00
Medical Expenses	-	-
Administration costs	588,179.54	434,071.00
Lunch Programme	3,382,588.00	3,517,072.00
Bank Charges	-	-
Expenses on Income Generating Activities(bus)	-	-
Rent Expenses		
Insurance Cost (Life Property)		
Loan Principal repayment		
Loan Interest repayment		
Acquisition of Assets		
TOTAL	4,949,884.54	5,543,214

*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.*

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	6,187.45	825.70
Operations Account	7,228.45	1,799.00
School Fund Account/Boarding	83,653.46	184,320.00
Savings Account		-
Parent Association Development Account	-	-
Income generating activities Account	5,877.00	3,131.00
Infrastructural Account		
Total	102,946.36	190,075.70

9 CASH IN HAND

	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	-	-
Operation Account	-	-
School Fund account	8,768.00	39,331
Total	8,768.00	39,331.00

10 SHORT TERM INVESTMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Cooperative shares		
Treasury Bills		
Fixed deposit		
Equity stock		
Other investments		
Total		

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears	16,142,838.00	14,007,652.00
Other non-fees receivables		
Salary advances		
Imprest		
Total	16,142,838.00	14,007,652.00

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

	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	2,332,078.00	938,255.00
Fees arrears for the previous year	741,363.00	13,069,397.00
Fees arrears for prior periods (over two years)	13,069,397.00	-
Total	16,142,838.00	14,007,652.00

12 ACCOUNTS PAYABLE

	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	5,827,587.00	5,076,125.00
Prepaid fees		
Retention monies		
Total	5,827,587.00	5,076,125.00

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

	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	3,614,511.00	2,711,198.00
Trade creditors for the previous year	2,132,076.00	2,364,927.00
Trade creditors for prior periods (over two years)	81,000	0
Total	5,827,587.00	5,076,125.00

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	190,075.70	177,881.00
Cash balances	39,331.00	-
Short Term Investments	-	-
Receivables	14,007,652.00	13,386,308.00
Payables	(5,076,125.00)	(5,269,543.00)
Total	9,160,933.70	8,294,646.00

XI. 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

	2020-2021	2019-2020
	Kshs	Kshs
Bank loan(s)		
Outstanding Leases		
Hire purchase		
Gratuity and leave provision		
Total		

15 Biological assets

	2020-2021	2019-2020
	Kshs	Kshs
Cattle	2	2
Goats	0	0
Trees	202	202
Coffee or tea plantation	0	0
Poultry	0	0
Total	204	204

16 Borrowings

a) Borrowings		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
Balance at end of the year		

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL ANNUAL REPORTS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

Other important disclosure notes (continued)

17 Stock/ Inventory

	2020-2021	2019-2020
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year		
Stock/ inventory purchased during the year		
Stock/ inventory issued during the year		
Balance at end of the year		

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.

Status: Resolved / Not Resolved / Pending Timeframe: (If a date when you expect the issue to be resolved)				
Issue	Management Comments	Status	Timeframe	Remarks

ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL
ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2021

XII. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Construction of buildings						
1. Maridadi glass & hardware	2,316,131	2020	473,971	1,842,160	1,431,451	Maintenance and improvements
2. Kyanda premium enterprises	467,930	2020	290,000	177,930	445,110	Maintenance and improvements
3. Danster enterprises	449,100		0	449,100	449,100	Boarding equipment's and stores
4. Stesyl enterprise	290,163	2021	156,900	133,263	156,900	Boarding equipment's and stores
5. Exclusive fashions	2,140,980	2021	991,580	1,149,400	991,580	Boarding equipment's and stores
6. Dpl festive	210,336	2021	130,075	80,261	130,075	Boarding equipment's and stores
7. Veronica kasiva Ndunda'	107,100	2021	86,250	20,850	86,250	Boarding equipment's and stores
8. Kivale general supplies	399,680	2021	324,680	75,000	324,680	Boarding equipment's and stores
9. Malivani aic boarding primary	21,000	2021	7,000	14,000	7,000	Other vote heads
10. Ngiliness enterprises	68,660	2021	8,800	59,860	8,800	Boarding equipment's and stores
11. Juster general supplies	26,300	2021	0	26,300	0	Boarding equipment's and stores
12. Mulani ventures	99,600	2021	0	99,600	0	Boarding equipment's and stores
13. petpraise	58,710	2021	0	58,710	0	Boarding equipment's and stores
14. Jokim investment	333,414	2021	20,000	313,414	100,000	Lab equipment and chemicals
15. Trim tab	81,000	2021	0	81,000	81,000	Teaching and learning materials
16. Michmax general investments	691,131	2021	110,000	581,131	600,386	Exercise books
17. Aspet school supplies	258,445	2021	112,830	145,615	112,830	Lab equipment and chemicals
18. Copy cat ltd	176,840	2021	0	176,840	0	Teaching and learning materials
19. Eddumart general supplies	233,530	2021	0	233,530	0	Exercise books
20. Upperland petrol station	55,543	2021	46,093	9,450	46,093	Other vote heads
21. Mutanu electricals	148,420	2021	104,870	43,550.00	104,870	Electricity water and conservation
22. Hada auto mobile	56,623	2021	0	56,623	0	Local transport and travelling
Sub-Total	8,690,636		2,863,049	5,827,587	5,076,125	
23.						

**ST. JOHN'S MALIVANI PUBLIC SECONDARY SCHOOL
ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2021**

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Land 1		2018	Makueni county	4,300,000	0	0	4,300,000
Buildings and structures			School premises	12,000,000	0	0	12,000,000
Motor vehicles		2012	School premises	1,500,000	0	0	1,500,000
Office equipment, furniture and fittings		2000	School premises	500,000	0	0	500,000
ICT Equipment, and Other ICT Assets		2014	School premises	600,000	0	0	600,000
Tools and apparatus		2000	School premises	400,000	0	0	400,000
Textbooks		2000	School premises	3,000,000	0	0	3,000,000
Other Machinery and Equipment		2018	School premises	750,000	0	-	750,000
Heritage and cultural assets		0		0	-	-	0
Intangible assets- soft ware		2019	School premises	100,000	-	-	100,000
Total							