

REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
PAPERS LAID

**REPORT** DATE: 17 JUN 2025 DAY: TUESDAY

**OF** TABLED BY: THE LEADER OF THE MAJORITY PARTY

CLERK-AT THE-TABLE: WILLIS OBIERO

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**AIC MOROP GIRLS' SECONDARY SCHOOL**

**FOR THE YEAR ENDED  
30 JUNE, 2024**

**NAKURU COUNTY**



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**AIC MOROP GIRLS SECONDARY SCHOOL**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30 JUNE 2024**

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

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**1. Acronyms and Glossary of Terms**

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education
MOE	Ministry of Education
EWC	Electricity Water and Conservancy
LTT	Local Transport and Travel
RMI	Repairs Maintenance and improvement
NGCDF	National Government Constituency Development Fund

**A. Definition of Key Terms**

**Comparative Year-** Means the prior period.

**2. 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 Nakuru County, Rongai Sub-County.

The school was registered in May 2024 under registration number 32S30000157 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 760 number of students as at 30 June 2024. It has 4 streams and 35 teachers of which 9 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:

<b>Ref:</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	Gabriel Cherop	Chairman	23 May 2022
2	Susan Wachira	Secretary - Principal	23 May 2022
3	Harun Cherop	Member	23 May 2022
4	Betty Chepchichir Lel	Member	23 May 2022
5	Rebecca Chelangat	Member	23 May 2022
6	Elizabeth Chesang	Member	23 May 2022
7	Catherine Komen	Member	23 May 2022
8	Kennedy Orina	Member	23 May 2022
9	Vincent Kipngetch	Member – Rep CEB	23 May 2022
10	Wycliff Nyaundi	Member Rep Teachers	23 May 2022
11	Joseph Wendot	Member - Sponsor	23 May 2022
12	Mercy Kemei	Member - Sponsor	23 May 2022
13	Jackson Toroitich	Member - Community	23 May 2022
14	Pius Chebon	Member Special Needs	23 May 2022
15	Mitchel Owino	Rep Students	23 May 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.Gabriel Cherop 2.Susan Wachira 3.Evans Kering 4.Mercy Kemei 5.Haron Cherop	Chairman Secretary Member Member Member	1 out of 3
2	Audit Committee	1.Rebecca Chelangat 2.Evans Kering 3.Gabriel Cherop 4.Betty Lel	Chairperson Member Member Member	1 out of 3
3	Finance,procurement and general purposes Committee	1.Joseph Wendot 2.Susan Wachira 3.Gabriel Cherop 4.Vincent Kipngetch 5.Pius Chebon 6.Mercy Kemei	Chairman Member Member Member Member Member	3 out of 3
4	Academic Committee	1.Vincent Kingetch 2.Susan Wachira 3.Gabriel Cherop	Chairman Member Member	3 out of 3

**AIC Morop Girls Secondary School**  
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		4.Harun Cherop 5.Wycliff Nyaundi 6.Elizabeth Chesang	Member Member Member	
5	Development Committee	1.Harun Cherop 2.Esther Onditi 3.Susan Wachira 4.Gabriel Cherop 5.Evans Kering 6.William kipchumba	Chairman Secretary Member Member Member Member	3 out of 3
6	Discipline and welfare Committee	1.Elizabeth Chesang 2.Kennedy Orina 3.Mercy Kemei 4.Catherine Komen 5.Betty Lel 6.Harrison Kingori 7.Evans Kering	Chairperson Member Member Member Member Member Member	1 out of 3

**(d) School operation Management**

For the financial year ended 30 June 2024 the School day-to-day management was under the following persons:

<b>Ref:</b>	<b>Designation</b>	<b>Name</b>	<b>Identification</b>
1	Principal	Susan V. Wachira	TSC No.33519
2	Deputy Principal	Esther Onditi	TSC No.336108
3	School Bursar	Benson B. Korir	

**(e) Schools contacts**

Post Office Box: 13340-20100  
Telephone: 0708 671 450  
E-mail: aicmorop@yahoo.com

**(f) School Bankers**

1. National Bank of Kenya  
Nakuru Branch  
P.O Box 1013-20100  
Nakuru
2. Kenya Commercial Bank  
Nakuru Main Branch  
P.O Box 18-20100  
Nakuru.

**(g) Independent Auditors**

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

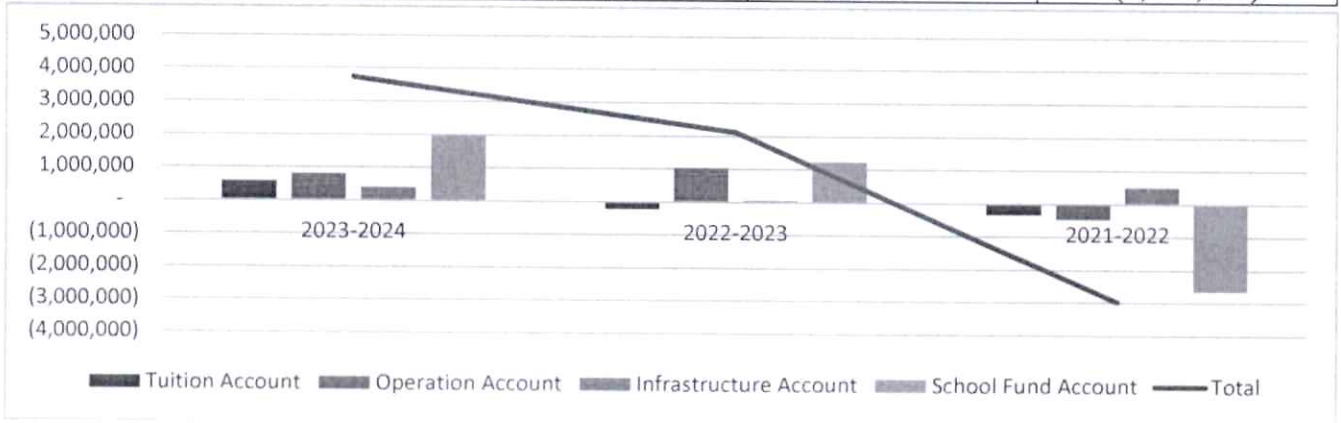
**3. Summary Report of Performance of the School**

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

**a) Financial performance:**

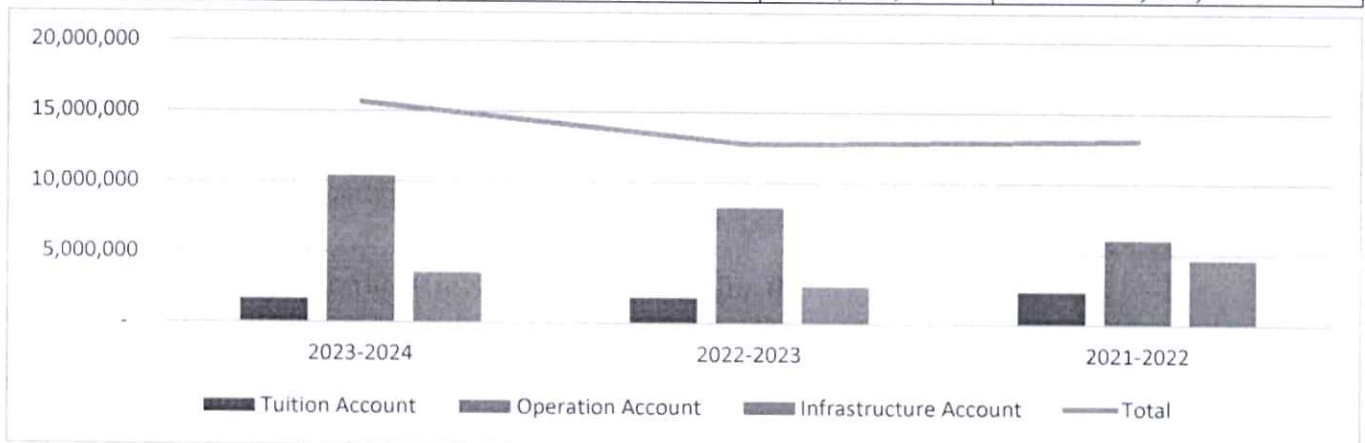
**Surplus/ deficit for the year and a comparison of the same for the last three years**

SNO	ACCOUNTS	2023-2024	2022-2023	2021-2022
1	Tuition Account	577,710	(228,228)	(340,047)
2	Operation Account	806,462	1,043,915	(477,237)
3	Infrastructure Account	388,988	58,824	496,432
4	School Fund Account	1,970,478	1,246,112	(2,653,003)
	<b>Total</b>	<b>3,743,638</b>	<b>2,120,623</b>	<b>(2,973,855)</b>



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

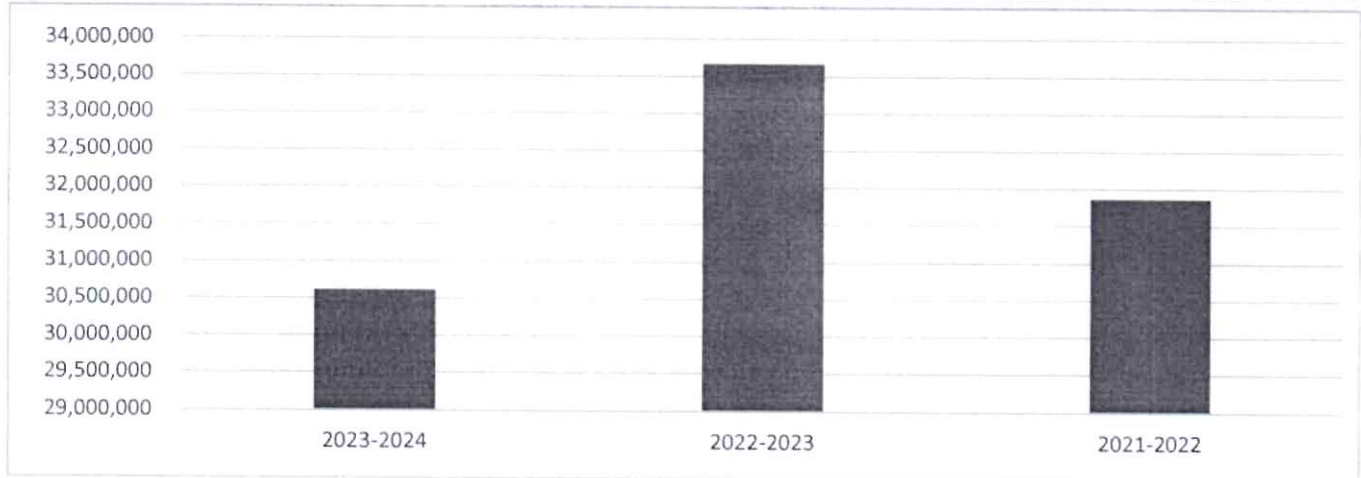
SNO	ACCOUNTS	2023-2024	2022-2023	2021-2022
1	Tuition Account	1,683,609	1,838,535	2,359,716
2	Operation Account	10,404,455	8,250,725	6,053,015
3	Infrastructure Account	3,571,540	2,680,000	4,663,000
	<b>Total</b>	<b>15,659,604</b>	<b>12,769,260</b>	<b>13,075,731</b>



**AIC Morop Girls Secondary School**  
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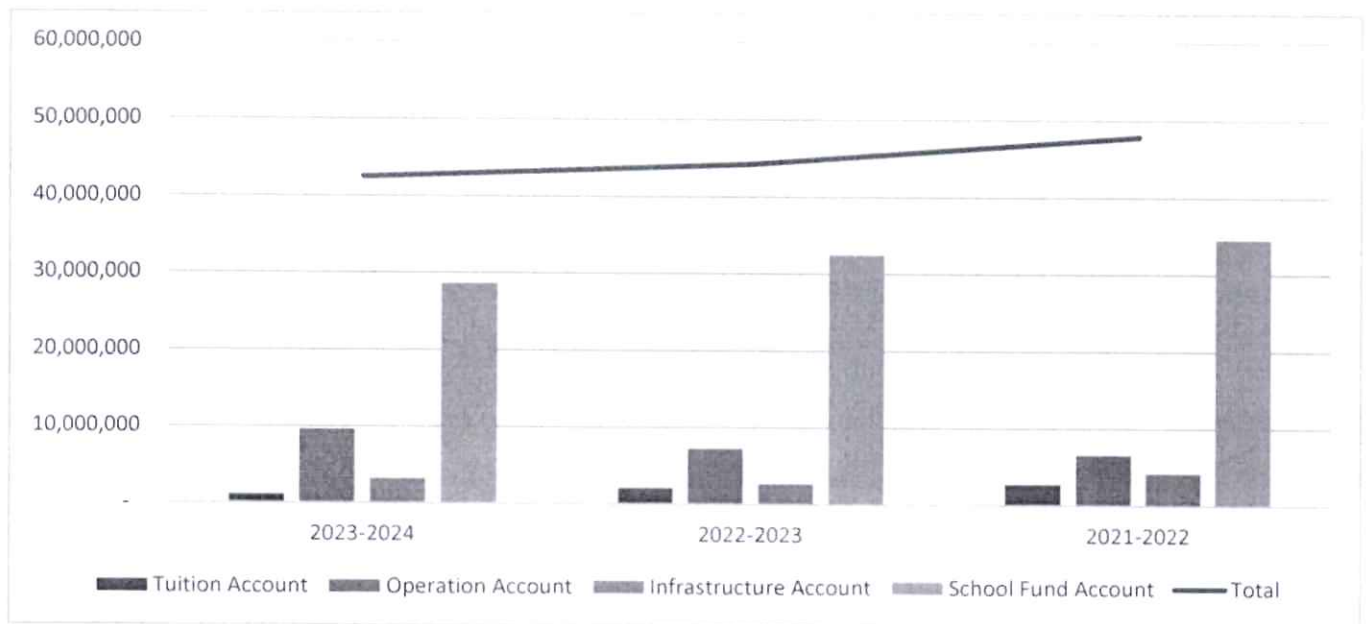
**A three-year overview of growth of other income(s) earned by the school.**

SNO	ACCOUNTS	2023-2024	2022-2023	2021-2022
1	School Fund account	30,619,248	33,670,232	31,872,147



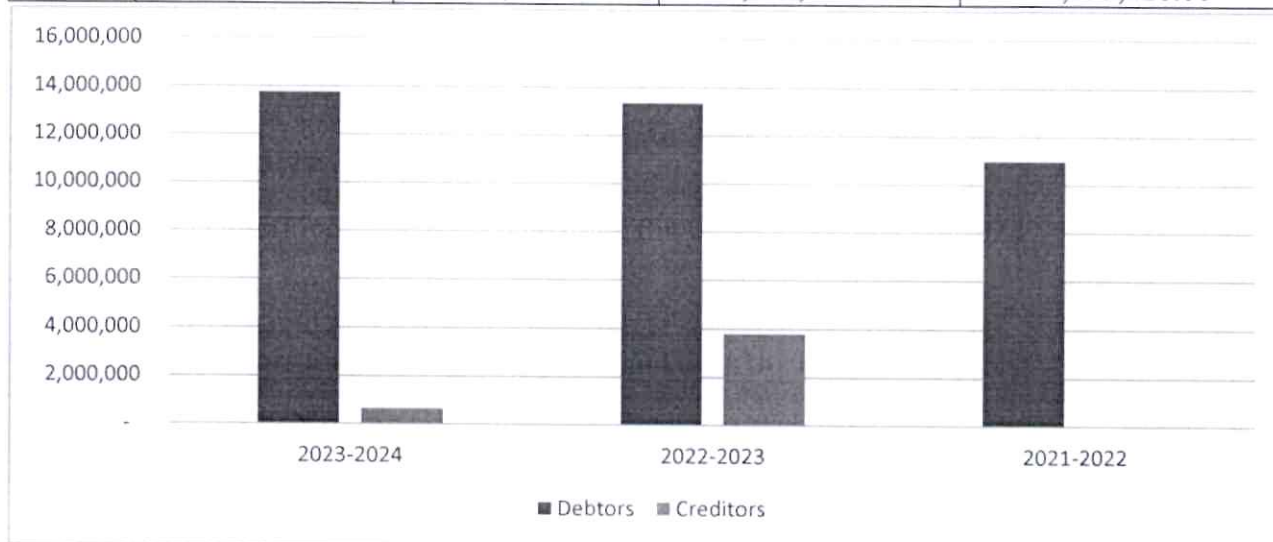
**A three-year overview of growth in expenditure of the school**

SNO	ACCOUNTS	2023-2024	2022-2023	2021-2022
1	Tuition Account	1,105,899	2,066,763	2,699,763
2	Operation Account	9,597,993	7,206,810	6,530,252
3	Infrastructure Account	3,182,552	2,621,176	4,166,568
4	School Fund Account	28,648,771	32,424,120	34,525,150
	<b>Total</b>	<b>42,535,215</b>	<b>44,318,869</b>	<b>47,921,733</b>



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

SNO	ACCOUNTS	2023-2024	2022-2023	2021-2022
1	Debtors	13,768,246	13,358,303	10,966,489
2	Creditors	650,717.00	3,795,620.00	2,795,226.00



**b) Teacher Student ratio:**

	Particulars	Number
1	Number of teachers employed by TSC	26
2	Number of teachers employed by BOM	9
3	Number of teachers recruited and posted to the school	0
4	Number of teachers transferred during the period	1
5	Number of retired teachers during the period	1
6	Teacher student ratio	1:22

S/n	Subject	No of teachers	Shortage
1	English	4	1
2	Kiswahili	4	1
3	Mathematics	6	2
4	Chemistry	4	1
5	Physics	2	

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6	Biology	7	
7	Geography	4	
8	History and Government	4	
9	C.R.E	5	
10	Agriculture	3	
11	Home Science	0	1
12	Computer Studies	1	1
13	Business Studies	1	1

**c) Mean score in the 2021-2023 KCSE:**

Year	Mean	Grade	No of students transitioned to university	Target	Deviation
2021	4.94	C- (Minus)	25	6.30	-1.26
2022	5.48	C- (Minus)	34	6.10	-0.5
2023	5.38	C- (Minus)	42	6.30	-0.92

**d) Number of Candidates in the 2021-2023 KCSE:**

Year	No of candidate
2021	158
2022	166
2023	167

**e) Capacity of the school:**

Capacity of the School	S/N	Facilities	Number
760 Students	1	Classes	16
	2	Laboratories	4
	3	Dormitories	5
	4	Ablutions/Toilets	52

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Storeyed Dormitory	MOE	Ongoing	29,422,029	25,160,993	July 2024



*[Handwritten signature]*

.....  
**School Principal**

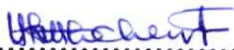
**4. Statement of School Management Responsibility**

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) of Kenya from time to time.

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

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

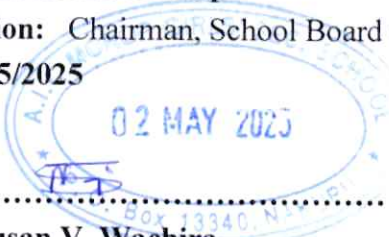
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30 June, 2024, and of the school's financial position as at that date.



.....  
**Name: Gabriel K. Cherop**

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

**Date:** 2/5/2025



.....  
**Name: Susan V. Wachira**

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

**Date:** 2/5/2025



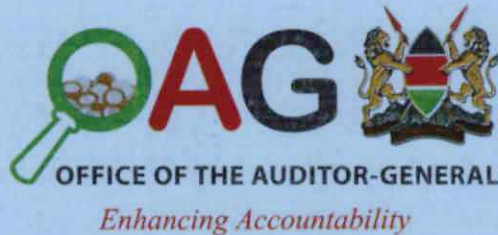
.....  
**Name: Benson B. Korir**

**Designation:** Bursar/ Finance Officer

**Date:** 2/5/2025

# REPUBLIC OF KENYA

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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 AIC MOROP GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - NAKURU COUNTY

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### PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

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*Report of the Auditor-General on AIC Morop Girls' Secondary School for the year ended 30 June, 2024 – Nakuru County*

## REPORT ON THE FINANCIAL STATEMENTS

### **Qualified Opinion**

I have audited the accompanying financial statements of AIC Morop Girls' Secondary School set out on pages 1 to 19, which comprise of the statement of assets and liabilities as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of AIC Morop Girls' Secondary School as at 30 June, 2024, and of its financial performance and its cash flows for the period 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**

#### **Long Outstanding Accounts Receivables**

The statement of assets and liabilities reflects accounts receivables balance of Kshs.13,768,246 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.8,620,349 which have been outstanding for more than two 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 recoverability of the outstanding receivables balance of Kshs.13,768,246 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the AIC Morop Girls' 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. Except for the matter described in the Basis for Qualified Opinion, I have determined that there are no key audit matters to communicate in my report.

### **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, 2024.

### **Other Information**

The Management is responsible for the other information set out on page III to XII which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of the School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the AIC Morop Girls Secondary School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE 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 Transfer of Funds to Kenya Secondary Schools Heads Association**

The statement of receipts and payments reflects boarding and School fund payments of Kshs.28,648,771 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.651,900 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined or recognized within the 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.651,900 could not be confirmed.

### **2. Inadequate Facilities**

Physical verification carried out on 22 April, 2025 revealed that the School does not have a dining hall or any designated eating area. As a result, the students have to carry their food to classrooms and dormitories after being served. Further, audit inspection of four dormitories namely Kenya, Menengai, Longonot and Abardare revealed that, the dormitories floors are worn out and the paint has faded, making it challenging to maintain proper hygiene standards. This was contrary to Regulations 64 (d), 82 and 83 (b, g & k) of the Basic Education Regulations, 2015 which states that every institution of basic education and training shall have a kitchen and dining room. Further, the regulations mandate that the Board of Management of an institution implement reasonable measures to ensure hygiene, cleanliness and safety.

In the circumstances, the management of the School was in breach of the law.

### **3. Late Transfer of Infrastructure Funds from Operations Bank Account**

The statement of receipts and payments reflects infrastructure grants of Kshs.3,571,540 as disclosed in Note 3 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.676,000 and Kshs.548,000 which were transferred after 63 and 29 days respectively of receipt. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and

improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

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

#### 4. Non-Compliance with Affirmative Action on Ethnicity and Regional Distribution

Review of the School's staff bio data revealed that twenty-two (22) Non-Teaching Staff had been engaged by the School. However, 21 staff or 95% are drawn from one ethnic community. This was contrary to Section 7(2) of the National Cohesion and Integration Act, 2008 which provides that no Public establishment shall have more than one third of its staff from the same ethnic community.

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

#### 5. Unconfirmed Students Enrollment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totaling Kshs.15,659,604. Comparison of data from National Education Management and information System (NEMIS) with School records for the financial year 2023/2024, revealed discrepancies in the number of enrolled students, resulting to an underfunding of the School by Kshs.919,330, as analyzed in the table below:

Month	Capitation per Student (Kshs.)	No. of Students as per NEMIS	No. of Students as per Register	Variance	Amount (Kshs.)
April 2023	3,381.85	684	692	(8)	(27,055)
September 2023	2,512.87	676	691	(15)	(37,693)
January 2024	7,004.68	677	764	(87)	(609,407)
May 2024	4,155.50	701	760	(59)	(245,175)
	<b>Total</b>				<b>(919,330)</b>

These inconsistencies was contrary to the Ministry of Education's Circular Ref. MOE.HQS/3/13/3 on the implementation of Free Day Secondary Education (FDSE), which requires all learners be registered in NEMIS and that principals ensure the accuracy of their records.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

#### **Grounded Motor Vehicle**

Audit inspection in the month of April 2025 revealed that, the School owns a vehicle with the private registration number plate KAD 044Q, registered in the name of the School. However, the vehicle has been grounded and out of service for over a year and the School has not been able to derive any economic value from it. Further, no inspection report was provided to confirm the vehicle's serviceability or its disposal.

In the circumstances, the effectiveness of the School's asset management mechanisms could not be confirmed.

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

### **Responsibilities of Management and the Board of Management**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Public Sector Accounting Standards

to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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

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

**Nairobi**

**27 May, 2025**

(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 controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease its 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 comply with the authorities which govern them, and that public resources are applied in an effective way.

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

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


My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected

**AIC Morop Girls Secondary School  
Annual Report and Financial Statements For the year ended 30 June 2024**

**6. Statement Of Receipts and Payments For the Year Ended 30 June 2024**

DESCRIPTION OF VOTE HEAD	Note	1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30 JUNE,2023
			<b>Kshs</b>
<b>RECEIPTS</b>			
Government grants for tuition	<b>1</b>	1,683,609	1,838,535
Government grants for operations	<b>2</b>	10,404,455	8,250,725
Government grants for infrastructure	<b>3</b>	3,571,540	2,680,000
School Fund Income- Parents contributions	<b>4</b>	30,470,248	36,310,059
Miscellaneous incomes	<b>5</b>	149,000	
<b>TOTAL RECEIPTS</b>		<b>46,278,852</b>	<b>49,079,319</b>
<b>PAYMENTS</b>			
Tuition	<b>6</b>	1,105,899	2,066,763
Operations	<b>7</b>	9,597,993	7,206,810
Infrastructure	<b>8</b>	3,182,552	2,621,176
Boarding and school fund	<b>9</b>	28,648,771	35,063,947
<b>TOTAL PAYMENTS</b>		<b>42,535,214</b>	<b>46,958,696</b>
<b>SURPLUS/DEFICIT</b>		<b>3,743,638</b>	<b>2,120,623</b>


The school financial statements were approved on 2/5/2025 and signed by:

  
.....

**Name: Gabriel K. Cherop**  
**Chair BOM**  
**Date: 2/05/2025**



**Name: Susan V. Wachira**  
**School Principal/ Secretary to BOM**  
**Date: 2/05/2025**

  
.....

**Name: Benson B. Korir**  
**Bursar/ Finance Officer**  
**Date: 2/5/2025**

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

**7. Statement of Assets and Liabilities as At 30 June 2024**

	Note	1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30 JUNE,2023
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	10	2,643,772	2,455,965
Cash Balances	11	8,085	7,100
Short term Investment	12	-	-
<b>Total Cash and Cash Equivalents</b>		<b>2,651,857</b>	<b>2,463,065</b>
Account's receivables	13	13,768,246	13,358,303
<b>TOTAL FINANCIAL ASSETS</b>		<b>16,420,103</b>	<b>15,821,368</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable	14	650,717	3,795,620
<b>NET FINANCIAL SSETS</b>		<b>15,769,386</b>	<b>12,025,748</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	15	12,025,748	9,905,125
Surplus/Defict for the year		3,743,638	2,120,623
<b>NET FINANCIAL POSITION</b>		<b>15,769,386</b>	<b>12,025,748</b>


The school's financial statements were approved on 2/5/2025 and signed by:



Name: Gabriel K. Cherop  
 Chair BOM  
 Date: 2/5/2025



Name: Susan V. Wachira  
 School Principal/ Secretary to BOM  
 Date: 2/5/2025



Name: Benson B. Korir  
 Bursar/ Finance Officer  
 Date: 2/5/2025

**AIC Morop Girls Secondary School  
Annual Report and Financial Statements For the year ended 30 June 2024**

**8. Statement of Cash Flows for the Year Ended 30 June 2024**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022- 30 JUNE,2023</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>Receipts from operating activities</b>			
Government grants for tuition	1	1,683,609	1,838,535
Government grants for operations	2	10,404,455	5,558,725
Government grants for infrastructure	3	3,571,540	2,692,000
School fund income-parents contribution/fees	4	30,961,319	34,013,501
Other income	5	149,000	
<b>Total receipts</b>		<b>46,769,923</b>	<b>44,102,761</b>
<b>Payments</b>			
Cash outflows for tuition	6	1,884,625	1,562,707
Cash outflows for operations	7	9,597,993	4,526,810
Cash outflows for Boarding/ school fund payments	9	31,915,962	34,012,865
<b>Total Payments</b>		<b>43,398,579</b>	<b>40,102,382</b>
<b>Net cash flow from operating activities</b>		<b>3,371,344</b>	<b>4,000,379</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets			
Acquisition of Assets	8	(3,182,552)	(3,271,176)
Proceeds from investments		0	0
<b>Net cash flows from Investing Activities</b>		<b>(3,182,552)</b>	<b>(3,271,176)</b>
<b>NET CASHFLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash flows from Investing Activities</b>			
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>188,792</b>	<b>729,203</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>2,463,065</b>	<b>1,733,862</b>
<b>Cash and cash equivalent at END of the year</b>		<b>2,651,857</b>	<b>2,463,065</b>

The school's financial statements were approved on 2/5/2025 and signed by:



Name: Gabriel K. Cherop

Chair BOM

Date: 2/5/2025



Name: Susan V. Wachira  
School Principal/ Secretary to BOM

Date: 2/5/2025



Name: Benson B. Korir

Bursar/ Finance Officer

Date: 2/5/2025



9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 June 2024

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Exercise books	715,000		715,000		715,000	
Laboratory equipments and apparatus	450,000		450,000		450,000	
Teaching/learning materials	1,648,776		1,648,776	1,683,609	(34,833)	102%
<b>Sub totals</b>	<b>2,813,776</b>		<b>2,813,776</b>	<b>1,683,609</b>	<b>1,130,167</b>	<b>60%</b>
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
EWC	843,997		843,997		843,997	
LT @T	563,570		563,570		563,570	
RMI	3,395,000		3,395,000	3,023,540	371,460	89%
Personal emolument	3,907,645		3,907,645		3,907,645	
Admin cost	1,067,388		1,067,388		1,067,388	
Activity	1,154,300		1,154,300	546,593	607,707	47%
Medical and insurance	441,350		441,350	306,075	135,275	69%
Other Vote Heads				6,528,247	(6,528,247)	
<b>Sub totals</b>	<b>11,373,250</b>		<b>11,373,250</b>	<b>10,404,455</b>	<b>968,795</b>	<b>91%</b>
<i>(3) FDSE FOR INFRASTRUCTURE</i>						
Maintenance and Improvement	3,395,000		3,395,000	3,571,540	(176,540)	105%
Transition infrastructure Grants						
Administration block						
Others(NGCDF,County government)						

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

<b>Sub total</b>	<b>3,395,000</b>		<b>3,395,000</b>	<b>3,571,540</b>	<b>(176,540)</b>	<b>105%</b>
<b>(4) FEES CHARGED ON PARENTS</b>						
Boarding/Lunch	17,236,415		17,236,415	17,313,587	(77,172)	100%
Repairs and Maintenance	1,358,000		1,358,000	1,047,265	310,735	77%
Personal Emoluments	3,595,984		3,595,984	3,094,688	501,296	86%
LTT	1,937,187		1,937,187	1,490,563	446,624	77%
Activity	169,750		169,750	110,934	58,816	65%
EWC	1,969,779		1,969,779	1,375,276	594,503	70%
Admin costs	1,256,150		1,256,150	890,038	366,112	71%
<b>Sub total</b>	<b>27,523,265</b>		<b>27,523,265</b>	<b>25,322,351</b>	<b>2,200,914</b>	<b>92%</b>
<b>(5) MISCELLANEOUS INCOME</b>						
Income from bus hire				95,000.00		
Tender				54,000.00		
<b>SUB TOTAL</b>				<b>149,000.00</b>		
<b>GRAND TOTAL INCOME</b>	<b>45,105,291</b>		<b>45,105,291</b>	<b>41,130,955</b>	<b>3,974,336</b>	<b>91%</b>
<b>(1) EXPENDITURE FOR TUITION</b>						
Exercise Book	715,000		715,000		715,000	
Laboratory equipments and apparatus	450,000		450,000	76,750	373,250	17%
Teaching/learning materials	1,648,776		1,648,776	581,953	1,066,823	35%
Bank charges				7,102		
sub totals	<b>2,813,776</b>		<b>2,813,776</b>	<b>665,805</b>	<b>2,147,971</b>	<b>24%</b>
<b>PAYMENTS FOR OPERATIONS</b>						
EWC	843,997		843,997	1,007,510	(163,513)	119%
LT @T	563,570		563,570	62,000	501,570	11%
RMI	3,395,000		3,395,000	3,571,540	(176,540)	105%
Personal emolument	3,907,645		3,907,645	4,378,513	(470,868)	112%
Admin cost	1,067,388		1,067,388	371,550	695,838	35%

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

Activity	1,154,300		1,154,300	205,200	949,100	18%
Medical and insurance	441,350		441,350		441,350	
Bank charges				1,680	(1,680)	
<b>SUBTOTALS</b>	<b>11,373,250</b>		<b>11,373,250</b>	<b>9,597,993</b>	<b>1,775,257</b>	<b>84%</b>
<b>INFRASTRUCTURE PAYMENTS</b>						
construction of dormitory	3,395,000		3,395,000	3,173,127	221,873	93%
Bank Charges				9,425		
<b>SUBTOTALS</b>	<b>3,395,000</b>		<b>3,395,000</b>	<b>3,182,552</b>	<b>212,448</b>	<b>94%</b>
<b>BOARDING AND SCHOOL FUND PAYMENTS</b>						
Activity	169,750		169,750	532,680	(362,930)	314%
Bank charges				11,790	(11,790)	
Bus hire				33,000	(33,000)	
Personnel emoluments	3,595,984		3,595,984	3,776,092	(180,108)	105%
Repairs and maintenance & Improvements	1,358,000		1,358,000	988,425	369,575	73%
Local transport / travelling	1,937,187		1,937,187	1,663,260	273,927	86%
Electricity and water	1,969,779		1,969,779	968,667	1,001,112	49%
Tender				32,000	(32,000)	
Administration costs	1,256,150		1,256,150	2,723,377	(1,467,227)	217%
Fee on Boarding Equipment and Stores	17,236,415		17,236,415	17,919,480	(683,065)	104%
<b>SUBTOTALS</b>	<b>27,523,265</b>		<b>27,523,265.00</b>	<b>28,648,771</b>	<b>(1,125,506)</b>	<b>104%</b>
<b>TOTAL</b>	<b>45,105,291</b>		<b>45,105,291</b>	<b>42,095,120</b>	<b>3,010,171</b>	<b>93%</b>

**Underutilization**

- i. Teaching and learning and Laboratory Equipment -Funds were reallocated to clear prior year creditors, leading to minimal procurement.
- ii. LT&T (Operation Account) - Reduced travel activities.
- iii. Activity (Operation Account) - Most student activities were funded through the school fund, not the operations account.
- iv. Admin Cost (Operation Account) - Most of administrative costs were funded through school fund account.
- v. Repairs & Maintenance (School Fund) - Fewer repairs conducted due to prioritization to completion of storeyed dormitory.
- vi. LT&T (School Fund) - Travel scaled down to control expenses.
- vii. Electricity & Water (EWC - School Fund) - Partly funded from operation account and school fund.

**Overutilization**

- i. EWC (Operation Account)- Electricity costs rose
- ii. Personal Emolument (Operation Account) - Inclusion of a new staff member (storekeeper) not originally budgeted.
- iii. Activity (School Fund) - Increase due to students' participation in national-level competitions.
- iv. Admin Costs (School Fund) - Vote head was used to purchase tuition materials due to insufficient capitation.
- v. Boarding Equipment & Stores- Cost of goods and services increased unexpectedly

## **10. Significant Accounting Policies**

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

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

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

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

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

### **2. Recognition of receipts and payments**

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

### **3. In-kind contributions**

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

### **4. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which

are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

**5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30 June 2024.

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

**11. Notes To The Financial Statements**

**1 Government Grants for Tuition**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022- 30 JUNE,2023</b>
Tuition			
Exercise books			548,000
Laboratory equipments and apparatus			300,146
Teaching/learning materials		1,683,609	990,389
<b>Total</b>		<b>1,683,609</b>	<b>1,838,535</b>

**2 Government Grants for Operations**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022- 30 JUNE,2023</b>
EWC			975,843
LT @T			366,441
RMI		3,023,540	2,692,000
Personal emolument			2,628,723
Admin cost			911,042
Activity		546,593	378,525
Medical and insurance		306,075	134,500
Other Vote Heads		6,528,247	163,651
<b>Total</b>		<b>10,404,455</b>	<b>8,250,725</b>

**3 Government Grants for infrastructure**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022- 30 JUNE,2023</b>
Maintenance and Improvement		3,571,540	2,680,000
Others(NGCDF,County government)			
<b>Total</b>		<b>3,571,540</b>	<b>2,680,000</b>

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

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

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022- 30 JUNE,2023</b>
Boarding/Lunch		17,313,587	18,697,444
Repairs and Maintenance		1,047,265	2,014,579
Personal Emoluments		3,094,688	4,115,778
LTT		1,490,563	1,641,875
Activity		110,934	330,070
EWC		1,375,276	2,165,709
Admin costs		890,038	1,232,700
Fees Arrears		5,147,897	3,335,077
Income from Bus Hire			92,000
Tender			45,000
Income from grants and donations*-Bursary			2,639,827
<b>Total</b>		<b>30,470,248</b>	<b>36,310,059</b>
Add: Fees Arrears recovered during the year		4,737,954	
: Prepaid Fees		901,014	
Less: Fees Arrears for the period		(5,147,897)	
<b>Total as per cash flow</b>		<b>30,961,319</b>	

**5 Miscellaneous Incomes**

		<b>1 JULY 2023 30 JUNE 2024</b>	<b>1JULY 2022 30JUNE,2023</b>
Income from bus hire		95,000.00	
Tender		54,000.00	
<b>Total</b>		<b>149,000.00</b>	

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

**Notes to the Financial Statements (continued)**

**6 Tuition**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022 30 JUNE 2023</b>
Laboratory equipments and apparatus		76,750	31,650
Teaching/learning materials		581,953	599,010
Creditor		440,094	1,435,371
Bank charges		7,102	732
<b>Total</b>		<b>1,105,899</b>	<b>2,066,763</b>
Add: Creditor paid during the year		1,218,820	
Less: Creditor for the year		(440,094)	
<b>Total as per cash flow</b>		<b>1,884,625</b>	

**7 Operations**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022 30 JUNE 2023</b>
EWC		1,007,510	731,000
LT&T		62,000	26,360
RMI		3,571,540	2,680,000
Personal emolument		4,378,513	3,379,640
Admin cost		371,550	349,710
Activity		205,200	40,100
Bank charges		1,680	
<b>TOTAL</b>		<b>9,597,993</b>	<b>7,206,810</b>

**8 Infrastructure**

		<b>1 JULY 2023 30 JUNE 2024</b>	<b>1 JULY 2022 30 JUNE 2023</b>
construction of dormitory		3,173,127	2,612,536
Bank Charges		9,425	8,640
<b>Total</b>		<b>3,182,552</b>	<b>2,621,176</b>

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

**Notes to the Financial Statements (continued)**

**9 Boarding and School Fund**

		<b>1 JULY 2023- 30 JUNE 2024</b>	<b>1 JULY 2022- 30 JUNE,2023</b>
Activity		532,680	324,720
Bank charges		11,790	
Bus hire		33,000	39,810
Creditor			2,319,693
Bursary			2,639,827
Personnel emoluments		3,776,092	3,509,880
Repairs and maintenance & Improvements		988,425	637,480
Local transport / travelling		1,229,760	2,057,397
Board allowances		433,500	
Electricity and water		968,667	1,456,070
Tender		32,000	20,000
Administration costs		2,723,377	3,193,859
Fee on Boarding Equipment and Stores		17,919,480	18,865,211
<b>TOTAL</b>		<b>28,648,771</b>	<b>35,063,947</b>
Add: Creditors paid during the year		2,499,693	
: Prepaid Fees		767,498	
<b>Total as per cash flow</b>		<b>31,915,962</b>	

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

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**Notes to the Financial Statements (continued)**

**10 Bank Accounts**

Name of Bank, Account No. & currency	Bank Account Number	1 JULY 2023-30 JUNE 2024	1 JULY 2022-30 JUNE,2023
Tuition Account	1101613181	120,130	321,146
Operations Account	7700417326	1,867,699	1,062,487
School Fund Account/Boarding	7700087288	157,031	962,408
Infrastructural Account	7700104743	498,912	109,924
Farm Account			
<b>Total</b>		<b>2,643,772</b>	<b>2,455,965</b>

**11 Cash In Hand**

Description		1 JULY 2023-30 JUNE 2024	1 JULY 2022-30 JUNE,2023
Tuition Account			
Operation Account		4,650	3,400
School Fund account		3,435	3,700
<b>Total</b>		<b>8,085</b>	<b>7,100</b>

**AIC Morop Girls Secondary School**  
**Annual Report and Financial Statements For the year ended 30 June 2024**

**Notes to the Financial Statements (continued)**

**12 Accounts Receivable**

Description		1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30 JUNE,2023
Fees arrears			
<b>Other Non-Fees Receivables</b>		13,768,246	13,358,303
Salary Advances(list/schedule attached)			
Imprest(list/schedule attached)			
Rent Arrears (list/schedule attached)			
<b>Total</b>		<b>13,768,246</b>	<b>13,358,303</b>

**12b Ageing Analysis of Accounts Receivable**

Description	1 JULY 2023- 30 JUNE 2024		1 JULY 2022- 30 JUNE 2023	
	2023-2024	% of the total	2022-2023	% of the total
Between 1 years	5,147,897	37%	3,335,077	25%
Between 1-2 years	1,488,995	11%	2,891,872	22%
Over 3 years	7,131,354	52%	7,131,354	53%
<b>Total</b>	<b>13,768,246</b>	<b>100%</b>	<b>13,358,303</b>	<b>100%</b>

**13 Accounts Payable**

Description		1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30 JUNE,2023
Trade creditors (See ageing below and appendix 1)		479,645	3,758,064
Prepaid fees		171,072	37,556
Retention monies			
<b>Total</b>		<b>650,717</b>	<b>3,795,620</b>

**13b. Ageing Analysis of Accounts Payable**

Description		1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30JUNE,2023
Less than 1 year		440,094	3,758,064
Between 1-2 years		39,551	
Between 2-3 years			
Over 3 years			
<b>Total</b>		<b>479,645</b>	<b>3,758,064</b>

**AIC Morop Girls Secondary School**  
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**Notes to the Financial Statements (continued)**

**14 Fund Balance Brought Forward**

Description		1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30 JUNE,2023
Bank balances		2,455,965	1,732,667
Cash balances		7,100	1,195
Receivables		13,358,303	10,966,489
Payables		3,795,620	2,795,226
<b>Total</b>		<b>12,025,748</b>	<b>9,905,125</b>

**Other important disclosure notes**

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

**15 Biological assets**

Description	1 JULY 2023- 30 JUNE 2024		1 JULY 2022- 30 JUNE,2023	
	Number	Kshs	Number	Kshs
Cattle				
Goats				
Trees	784		434	
Coffee Or Tea Plantation				
Poultry				
Others (specify)				
<b>Total</b>	<b>784</b>		<b>434</b>	

Other important disclosure notes

16 Stock/ Inventory

Description	1 JULY 2023- 30 JUNE 2024	1 JULY 2022- 30 JUNE 2023
	Kshs	Kshs
Food stuffs	655,996	776,802
Lab consumables	22,844	36,987
Book Store Consumables	9,180	392,500
	<b>688,020</b>	<b>1,206,289</b>

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**17 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)
1	Inaccuracies in the financial statements		Not Resolved	
2	Lack of Acknowledgments of capitation disbursement		Not Resolved	
3	Unsupported payments		Not Resolved	
4	Unsupported Boarding and school fund payments		Not Resolved	
5	Long Outstanding Receivables		Not Resolved	
6	Delay in transfer of infrastructure funds		Not Resolved	
7	Effectiveness in Management of text books		Not Resolved	
8	Late submission of financial statements for Audit		Not Resolved	
9	Non Functional Audit Committee		Not Resolved	



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 Sign and Date  
 Principal

AIC Morop Girls Secondary School  
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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Supply Of Goods</b>						
4. Grahams (EA) Laboratory Supplies	440,094			440,094		
5. Mache hardware Stores	3,000			3,000		
6. Grahams (EA)Laboratory	336,551		300,000	36,551		
<b>Sub-Total</b>	<b>779,645</b>			<b>479,645</b>		
<b>Supply Of Services</b>						
7.						
8.						
9.						
<b>Sub-Total</b>						
<b>Grand Total</b>	<b>779,645</b>		<b>300,000</b>	<b>479,645</b>		

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**Annex 2 – Summary of Fixed Assets Register**

<b>Asset Class</b>	<b>Historical Cost b/f (Kshs) 1 July 2023</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost c/f (Kshs) 30 June 2024</b>
Land	6.475 Hectares			6.475 Hectares
Buildings And Structures				
i.    Classes	15			15
ii.   Dormitories	5			5
iii.  Laboratories	2			2
iv.   Computer Lab	1			1
v.    Home Science Lab	1			1
vi.   Ablution Block	8			8
vii.  Teachers Quarters	2			2
viii. Gate	1			1
ix.   Gate house	2			2
x.    Kitchen	1			1
Motor Vehicles				
i.    School bus	1			1
ii.   School Van	1			1
Office Equipment, Furniture And Fittings				
i.    Student Desks/Chairs	882			882
ii.   Teachers Desks	28			28
iii.  Teachers Chairs	42			42
iv.   Beds	385			385
Textbooks	14967			14,967

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<b>Asset Class</b>	<b>Historical Cost b/f (Kshs) 1 July 2023</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost c/f (Kshs) 30 June 2024</b>
<b>ICT Equipment</b>				
i. Computers	28			28
ii. Printers	6			6
iii. Projectors	3			3
iv. TV	2			2
v. CCTV(DVR,Cameras)	45			45
<b>Tools And Apparatus</b>				
i. Jembe	5			5
ii. Panga	1			1
iii. Axe	1			1
<b>Other Machinery And Equipment</b>				
i. Kitchen Boilers	7			7
ii. Vegetables cutter	1			1
iii. Borehole	1			1
iv. Kitchen utensils/Home science	788			788
v. Water tanks(Concrete/plastic)	8			8
<b>Heritage And Cultural Assets</b>				
<b>Intangible Assets- Soft Ware</b>				
i. Accounts/Exam/Time table software	1			1
<b>Total</b>				

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<b>TRIAL BALANCE AS AT 30 JUNE 2024</b>			
		<b>DR</b>	<b>CR</b>
<b>Cash and Cash equivalents</b>			
	Bank Balances	2,643,772	
	Cash Balances	8,085	
	Short term investments		
	Receivables	13,768,246	
<b>Payments</b>			
	Payments for Tuition	665,805	
	Payments for operations	9,597,993	
	Payment for infrastructure	3,182,552	
	Boarding and school fund payments	28,648,771	
<b>Receipts</b>			
	Government grants for tuition		1,683,609
	Government grants for operations		10,404,455
	Government grants infrastructure		3,571,540
	School Fund Income- Other receipts		30,619,248
	Other receipts		
	Payables		210,623
Prior Year Adjustment			
<b>Fund Balance b/f</b>			
			12,025,748
<b>TOTAL</b>			
		<b>58,515,223</b>	<b>58,515,223</b>