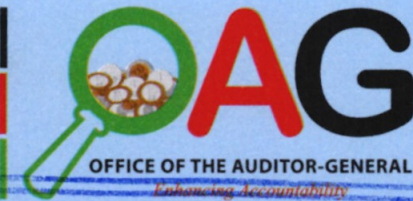


REPUBLIC OF KENYA



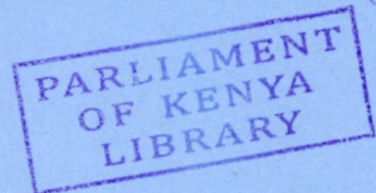
REPORT

OF

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 01 JUN 2026	DAY: Wed
TABLED BY:	Hon. Owen ya Baya Deputy majority leader
CLERK AT THE TABLE:	Mado Atabo

THE AUDITOR-GENERAL

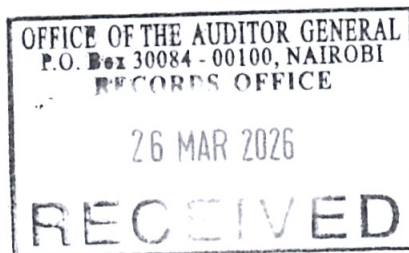
ON



ST. MARY'S MBARANGA SECONDARY
SCHOOL

FOR THE EIGHTEEN (18) MONTHS' PERIOD
ENDED 30 JUNE, 2021

MERU COUNTY



ST. MARYS' MBARANGA SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR EIGHTEEN (18) MONTHS PERIOD ENDING
30TH JUNE 2021

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

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

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ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 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 Meru County, Tigania East Sub-County

The school was registered in 2/02/2015 under registration number 12S30000022 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 82 numbers of students as at 30th June 2021. It has 1 stream and 9 teachers of which 3 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	ZEPHANIA MWENDA	Chairman	
2	BENARD NDEGWA	Secretary - Principal	
3	PETER MUGAMBI	Member	
4	TARATISIO MBAABU	Member	
5	JOSEPH KAIBARI	Member	
6	JOSEPHINE JOHN	Member	
7	GRACE MUTHINJA	Member – Rep CEB	
8	EUNICE MWENDA	Member Rep Teachers	
9	JAMES MUTHURI MWENDABMANGEH MOSES NGERE	3 Members - Sponsor	
10	JACOB KALAWA PETER MWIKA GIDEON KUBANIA FEDHA WANJA REBECCA BARNABAS JOHN KABILU	Member - Community	
11	ANDREW MUNJURI	MemberSpecial Needs	
12	PIUS MUCHUI	Rep Students	

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. ZEPHANIA MWENDA 2. MOSES NGERE 3. BENARD NDEGWA 4. TARATISIO MBAABU 5. FEDHA WANJA	CHAIRMAN V/CHAIRMAN SECRETARY PTA CHAIRMAN MEMBER	1/3 3/3 3/3 3/3 3/3
2	Audit Committee	1. JACOB KALAWA 2. PETER MWIKA 3. TARATISIO MBAABU	MEMBER CHAIRMAN PTA CHAIRMAN	1/3 3/3 3/3
3	Finance,procurement and general purposes Committee	1. TARATISIO MBAABU 2. PETER MWIKA 3. JACOB KALAWA 4. EDITH KIMATHI 5. ERICK MUSTAFA 6. EUNICE MWENDA 7. BEATRICE NKIROTE	PTA CHAIRMAN FINANCE CHAIR MEMBER HOD CURRICULUM HOD EXAMINATION HOD GAMES ACCOUNTS CLERK	3/3 3/3 1/3 3/3 3/3 3/3 3/3
4	Academic Committee	1. JAMES MUTHURI 2. MRS. MUTHINJA 3. JOSEPH KAIBARI 4. ERICK MUSTAFA 5. EDITH KANYUA	CHAIRMAN MEMBER MEMBER MEMBER MEMBER	3/3 3/3 3/3 3/3 3/3
5	Development Committee	1. TARATISIO MBAABU 2. PETER MWIKA 3. ZEPHANIA MWENDA	PTA CHAIRMAN TREASURER CHAIRMAN	2/3 3/3 1/3

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

		4. GIDEON KUBANIA	MEMBER	3/3
6	Discipline and welfare Committee	1. PETER MUGAMBI 2. TIMOTHY GITUMA 3. LUCYLINE MWORIA 4. GRACE MUTHINJA 5. ANDREW MUNJURI		

(d) School operation Management

For Eighteen (18) Months Period Ending 30th June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	BERNARD NDEGWA	335245
2	Deputy Principal	TIMOTHY GITUMA NKABO	372848
3	School Bursar	PETER MWIKA	51720(KASNEB)

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 268 KIANJAI
Telephone: 0726991463
E-mail: stmarysmbaranga@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The school operated 4 bank accounts in the following banks:

1. Name of Bank: NATIONAL BANK OF KENYA (TUITION)
Branch: MERU
Account Number: 01025039708700
2. Name of Bank: NATIONAL BANK OF KENYA (OPERATION)
Branch: MERU
Account Number: 01025039708701
3. Name of Bank: NATIONAL BANK OF KENYA (SCHOOL FUND)
Branch: Meru
Account Number: 01021039028000
4. Name of Bank: DHABITI SACCO (SCHOOL FUND)
Branch: MURIRI
Account Number: 491840912102

(g) Independent Auditors

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

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

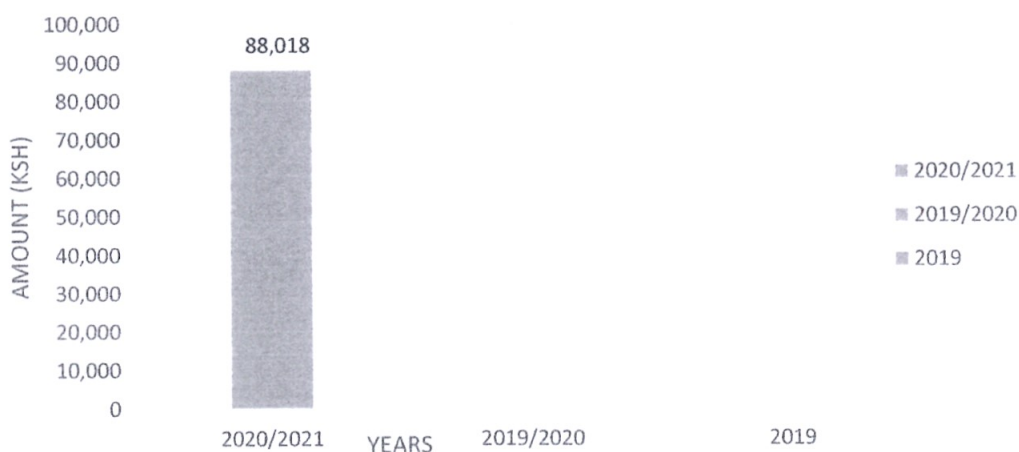
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

YEAR	2020/2021	2019/2020	2019
AMOUNT	88,018		

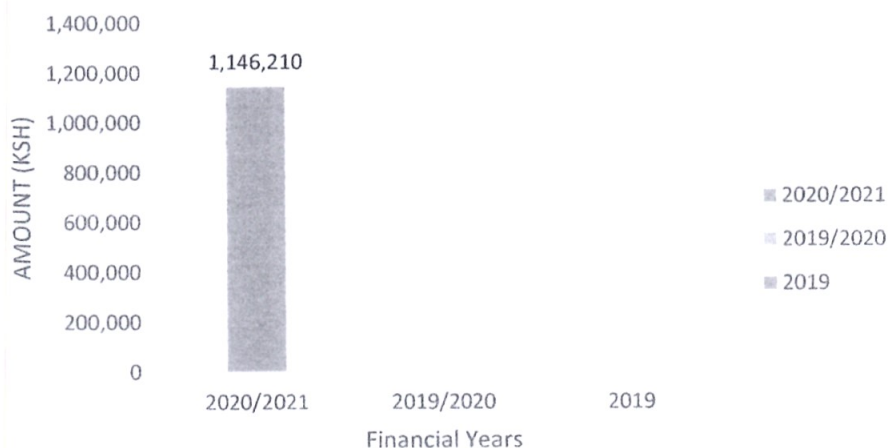
Surplus/Deficit



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

YEAR	2020/2021	2019/2020	2019
AMOUNT	1,146,210		

Ratio of Capitation

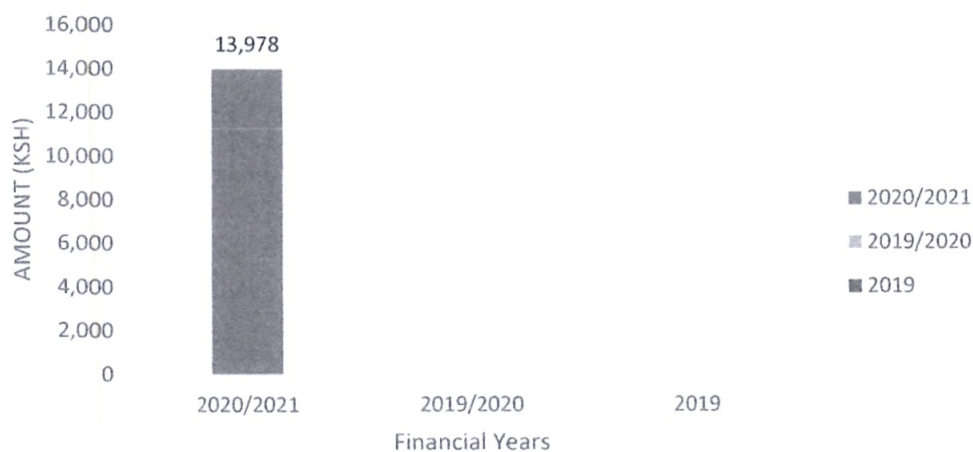


ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

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

YEAR	2020/2021	2019/2020	2019
AMOUNT	13,978		

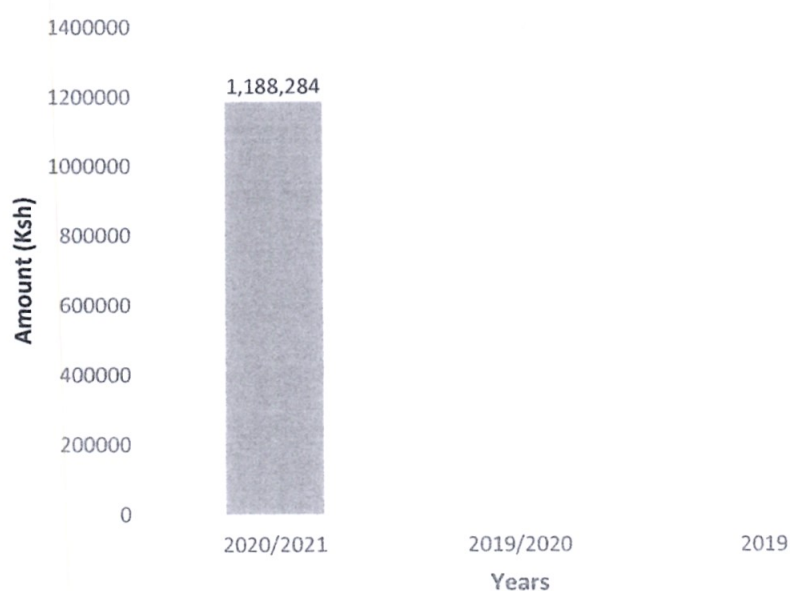
Ratio of Capitation



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

YEAR	2020/2021	2019/2020	2019
AMOUNT	1,188,284		

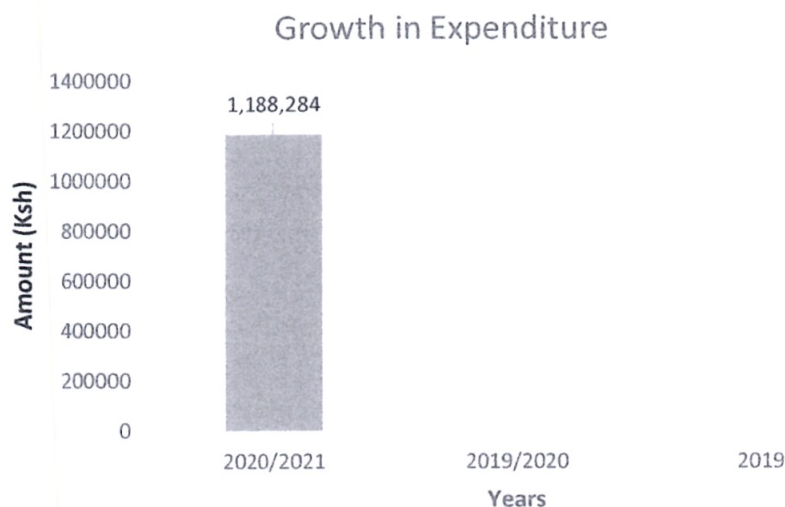
Growth in Income



ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

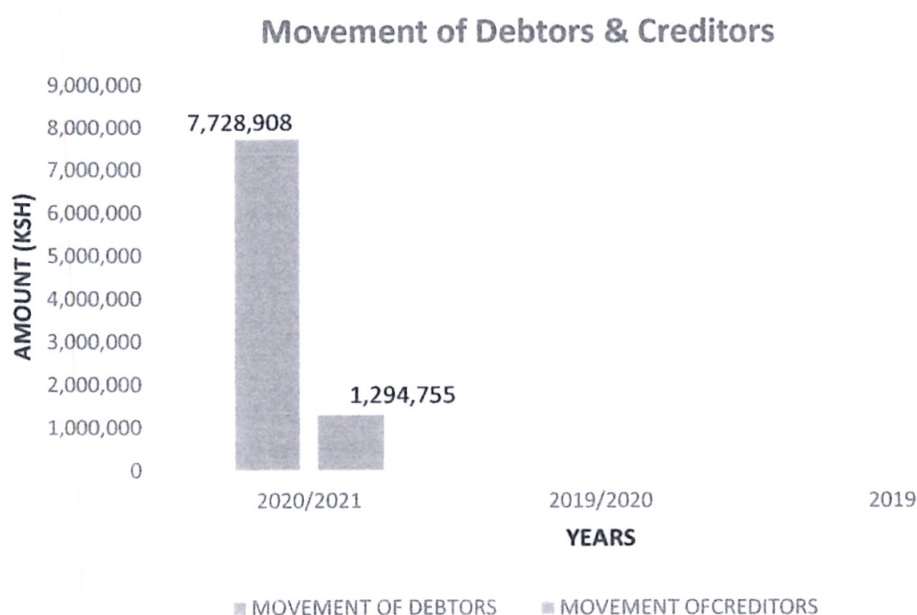
- A three-year overview of growth in expenditure of the school

YEAR	2020/2021	2019/2020	2019
AMOUNT	2,246,476		



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

YEAR	2020/2021	2019/2020	2019
DEBTORS	7,728,908		
CREDITORS	1,294,755		

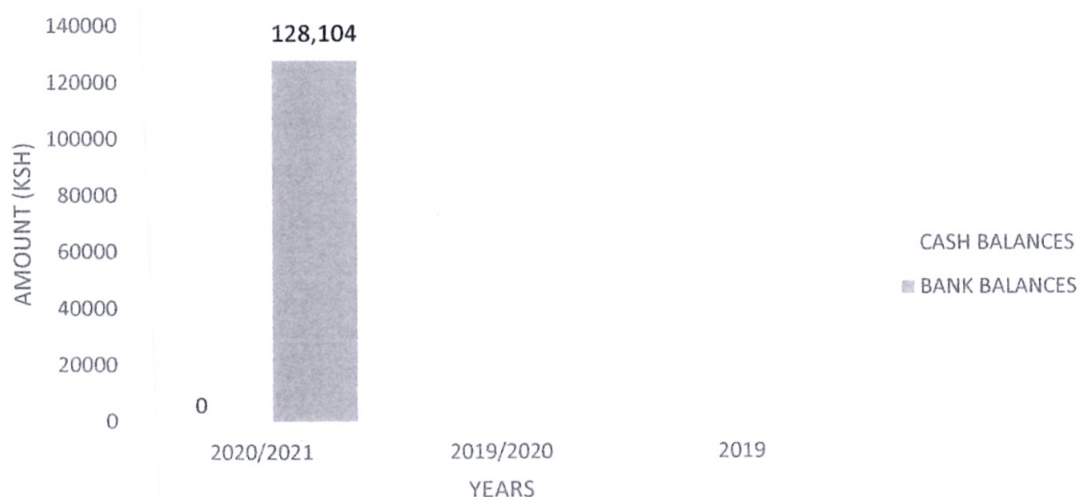


ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

- Movement of cash and bank balances over the last three years

YEAR	2020/2021	2019/2020	2019
cash	0		
bank	128,104		

Movement of Cash & Bank Balances



b) Teacher Student ratio:

1. Teacher to student ratio. 10:1
2. Number of teachers recruited and posted to the school within the year.-1
3. Number of teachers that were transferred/ retired during the period.- NONE
4. Number of teachers employed by TSC- 6
5. Number employed by BOM.- 3

Ref:	Designation	Name	Subject combination
1	Principal	Bernard Ndegwa	HIST/GEO
2	Deputy Principal	Timothy Gituma Nkabo	KISW/CRE
3	Senior teacher	Mrs. Eunice Mwenda	BIO/ AGRI
4	Teacher	Erick Mustafa	ENG/LIT
5	Teacher	Edith Kanyua	MATH/CHEM
6	Teacher	Lucyline Mworio	BST/GEO
7	Teacher (BOM)	Timothy Mwenda	HIST/CRE
8	Teacher (BoM)	Doreen Cyprian	KISW/HIST
9	Teacher (BOM)	Gideon Kipkemoi	MATH/PHY

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

c) Mean score in the 2018-2021 KCSE:

Candidate's entry and mean score

Year	entry	Mean score	Transited to higher learning.
2020	27	3.62	5
2019	42	2.81	7
2018	30	2.57	3

d) Number of Candidates in the 2018-2020 KCSE:

Year	entry
2020	27
2019	42
2018	30

e) Capacity of the school:

Dormitories

Gender	Maximum capacity	Number of students present
Boys	400	25
Girls	60	30

Ratios

Boys: 16; 1

Girls 2:1

Toilets

Gender	Maximum capacity	Number of toilets available	Number of students Per toilet
Boys	30	7	6
Girls	25	8	5

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

Ratios

Boys: 6:1

Girls: 5:1

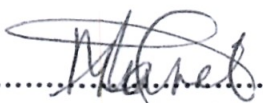
Laboratory

Maximum capacity -25

Ratio: 3:1

f) Development projects carried out by the school:

Project	Source of fund	Status	Total cost	Amount spent	Completion date
Administration block	Safaricom Booster and infrastructure fund	At Lintel level	2129450	683400	2023

Sign.....

School Principal

ST. MARY'S MBARANGA
 SECONDARY SCHOOL
 P. O. Box 268 - 60602, KIANJAI
 Date: 24/3/2020

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

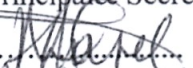
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant 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.

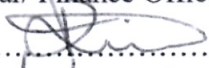
The Board of Management of St. Marys Mbaranga Secondary School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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 Eighteen (18) Months Period Ending 30th June, 2021, and of the school's financial position as at that date.

Name: Zephania Mwenda
Designation: Chairman, School Board of Management
Sign: 
Date: 24/3/2026

Name: Bernard Ndegwa
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 24/3/2026

ST. MARY'S MBARANGA
SECONDARY SCHOOL
P. O. Box 268 - 60602, KIANJAI
Date: 24/3/2026

Name: Peter Mwika
Designation: Bursar/ Finance Officer
Sign: 
Date: 24/3/2026

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. MARY'S MBARANGA SECONDARY SCHOOL FOR THE EIGHTEEN (18) MONTHS' PERIOD ENDED 30 JUNE, 2021 - MERU COUNTY

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.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of St. Mary's Mbaranga Secondary School set out on pages 14 to 31, which comprise of the statement of financial assets

Report of the Auditor-General on St. Mary's Mbaranga Secondary School for the eighteen (18) months' period ended 30 June, 2021- Meru County

and financial liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts, for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

1.1 School Fund Income

The statement of receipts and payments and the statement of budgeted versus actual amounts reflect school fund income - parents' contribution amounting to Kshs.1,188,284. However, the statement of cash flows reflects an amount of Kshs.992,388 resulting to an unexplained variance of Kshs.195,896.

Further, the statement of receipts and payments reflect receipts from school fund income - parents' contribution of Kshs.1,188,284 as disclosed in Note 3 to the financial statements. However, review and recalculation of the receipt book amounts revealed that Management received school fees of Kshs.598,940 which had not been disclosed in the financial statements resulting to understatement of the school fund income by Kshs.598,940.

1.2 Capitation Grants

The statement of receipts and payments reflects capitation grants tuition receipts of Kshs.153,822 as disclosed in Note 1 to the financial statements. However, the recalculated amount from the bank statement reflected an amount of Kshs.149,815 resulting in an overstatement of Kshs.4,007.

Further, the statement reflects capitation grants operations receipts of Kshs.992,388 as disclosed in Note 2 to the financial statements. However, the recalculated amount from the bank statement reflected an amount of Kshs.1,547,412, resulting to an understatement of Kshs.555,024.

1.3 Payments for Operations, Boarding and School Fund

The statement of receipts and payments and the statement of budgeted versus actual amounts reflect amounts of Kshs.850,772 and Kshs.1,266,384 for payments for

operations and boarding and school fund respectively, while the statement of cash flows reflects amounts of Kshs.1,086,638 and Kshs.1,521,944 on comparable basis, resulting to an unexplained variances of Kshs.235,866 and Kshs.255,560.

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

2. Unsupported Bank Balances

The statement of financial assets and financial liabilities reflects bank balances of Kshs.128,104 as disclosed in Note 8 to the financial statements relating to four (4) bank accounts. However, the bank balances were not supported by bank reconciliation statements. Further, the cashbook was not closed monthly and checked for accuracy every month by a senior officer.

In the circumstances, the accuracy, completeness and existence of bank balances of Kshs.128,104 could not be confirmed.

3. Unsupported Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.7,728,908 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance is accounts receivables balance of Kshs.7,648,408 which had been outstanding for more than two (2) years. However, a listing of the individual debtors and policy on the impairment of long outstanding fees arrears was not provided casting doubt on the existence and full recoverability of the accounts receivables balance.

In the circumstances, the accuracy and completeness of the long outstanding accounts receivables balance of Kshs.7,648,408 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.6,815,960 and Kshs.4,100,168 respectively, resulting in an under-collection of Kshs.2,715,792 or 40% of the budget. However, the School spent an amount of Kshs.4,165,460 against actual receipts of Kshs.4,100,168, resulting in an over-expenditure of Kshs.65,292 or 2% of actual receipts.

The under-collection affected the planned activities and may have impacted negatively on service delivery to the public. The over-expenditure was not supported by the source of funding.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion and section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

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

In connection with my audit on the 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.

My opinion on financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

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 effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of the Financial Statements for Audit

During the year under review, the School Management submitted the annual report and financial statements to the Auditor-General on 03 March, 2026, four and a half years after the statutory date of 30 September, 2021. This was contrary to Sections 68(2)(k) and

81(4) of the Public Finance Management Act, 2012 which require that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

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

The statement of receipts and payments of the financial statements reflects operation payment amount of Kshs.850,772 as disclosed in Note 6 to the financial statements. Included in the expenditure is an amount of Kshs.172,000 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, the legality and the value for money transferred to KESSHA amounting to Kshs.172,000 could not be confirmed.

3. Irregular Spending of School Fees at Source

The statement of receipts and payment reflects receipts from school fund income - parents' contribution of Kshs.1,188,284 as disclosed in Note 3 to the financial statements. Review and recalculation of the receipt book amounts revealed that Management received school fees amounting to Kshs.598,940 in cash but the amount received was not banked intact. This was contrary to Regulation 64(4) of Public Finance Management (National Government) Regulations, 2015 which requires an accounting officer and a receiver of revenue to ensure that all public moneys collected by receiver of revenue or collector of revenue or collected and retained by a national government entity, are paid into a designated bank account of the national government and shall not be used by any public officer in any manner between the time of their receipts and payment into the bank except as provided by the law.

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

4. Failure to Deduct and Remit Statutory Deductions

The statement of receipts and payments as disclosed in Note 6 to the financial statements reflects operating payments amounting to Kshs.850,772. Included in these payments was an amount of Kshs.582,700 paid to Board of Management teachers and non-teaching staff as salaries and wages. However, the mandatory statutory deductions, including National Social Security Fund (NSSF) and National Hospital Insurance Fund (NHIF) were not deducted and remitted to the relevant authorities. This was contrary to the NSSF Act, 2013, and NHIF Act, 1998 which requires employers to register employees, deduct contributions, and remit them promptly within the statutory timelines.

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

5. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.1,294,755 which had been outstanding for more than two (2) years. This was contrary to Section 53(8) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 150(1) of the Public Procurement and Asset Disposal Regulations, 2020 which require an Accounting Officer not to commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract(s) are reflected in approved budget estimates and that the procuring entity makes prompt payments for all performed contracts within sixty (60) days from the date of receipt of invoice.

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

6. Failure to Submit the Budget for Approval by the Board

The financial statements for the year under review include the statement of budgeted versus actual amounts which reflects total receipts and total payments of Kshs.6,815,960. However, engagement with School Management revealed that the School did not submit the budget for approval by the Board of Management as required by Regulation 31 of Public Finance Management (National Government) Regulations, 2015 and paragraphs 16(1) and (2) of the Fourth Schedule of the Basic Education Act, 2013.

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

7. Non-Compliance with the Law on Procurement

The statement of receipts and payments reflects an amount of Kshs.2,246,476 in respect of total payments. However, during the year under review, Management did not prepare an Annual Procurement Plan as part of the annual budget preparation process. This was contrary to Section 45(3)(a) and Section 53(2) of the Public Procurement and Asset Disposal Act, 2015 which require an accounting officer of a procuring entity prepare a procurement plan within the approved budget for each financial year as part of the annual budget preparation process.

Further, the School did not have a procurement function as required by Section 47(2) or sought to transfer the procurement function through the use of alternative procurement structures as guided by Sections 51 and 52 of the Public Procurement and Asset Disposal Act, 2015.

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

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 Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of Risk Management Policy and Disaster Recovery Plan

Review of the documents provided revealed that School lacked a framework for management of risks which includes identification, assessment and control of the risks. In addition, the School did not have a disaster recovery plan. This implies that there was no continuity plan to assist the School to resume business processes with minimal interruptions in the event of a disaster.

2. Weaknesses in Management of Assets

Physical inspection of the School revealed that the School has several assets including, land, buildings, furniture, laboratory equipment and biological assets. However, Management has not prepared and updated its assets register to include the number and value of different classes of assets owned by the School.

Further, as disclosed in Note 15 to the financial statements, the School had biological assets worth Kshs.708,100. However, it was observed that the School did not carry out stock take exercise as at 30 June, 2021 and did not maintain a Board of Survey.

In addition, Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.21,172,483 which includes land with a balance of Kshs.8,250,000 and building and structures of Kshs.11,280,000. However, relevant ownership documents were not provided for audit.

In the circumstances, there were no effective measures in the management of assets.

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

Responsibilities of the Management and those Charged with Governance

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

Basis and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and 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 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.

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

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 of 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 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 following 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

22 May, 2026

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
For Eighteen (18) Months Period Ending 30th June 2021

V. STATEMENT OF RECEIPTS AND PAYMENTS FOR EIGHTEEN (18) MONTHS PERIOD ENDING 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	2020-2021	2019-2020
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	153,822	
Capitation grants for operations	2	992,388	
School Fund Income- Parents' Contributions	3	1,188,284	
School Fund Income	4	-	
Proceeds from borrowings		-	
TOTAL RECEIPTS		2,334,494	
PAYMENTS			
Payments for Tuition	5	129,320	
Payments for operations	6	850,772	
Boarding and school fund payments	7	1,266,384	
TOTAL PAYMENTS		2,246,476	
SURPLUS/DEFICIT		88,018	

The school financial statements were approved on _____ 2026 and signed by:

Sign.....

Name.....

Chair BOM

Date.....

Sign.....

Name.....

School Principal/
Secretary to BOM

Date.....

Sign.....

Name.....

Bursar/
Finance Officer

Date.....

ST. MARYS' MBARANGA SECONDARY SCHOOL
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VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES FOR EIGHTEEN (18) MONTHS PERIOD ENDING 30TH JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	128,104	
Cash Balances	9	-	
Short term Investment	10	-	
Total Cash and cash equivalent		128,104	
Account's receivables	11	7,728,908	
TOTAL FINANCIAL ASSETS		7,857,012	
FINANCIAL LIABILITIES			
Accounts Payables	12	(1,294,755)	
NET FINANCIAL ASSETS		6,562,257	
REPRESENTED BY			
Accumulated Fund b/fwd	13	6,474,239	
Surplus/Deficit for the year		88,018	
NET FINANCIAL POSSITION		6,562,257	

The School's financial statements were approved on _____

2026 and signed by:

Name: Mwaka Mwakala
Chairman, BoM

Name: LEONARD M.
School Principal/Secretary
to BoM

Name: PETER MWAKA
Bursar/Finance

Sign: _____

Sign: _____

Sign: _____

Date: 24/3/2026

Date: 24/3/2026

Date: 24/3/2026

ST. MARYS' MBARANGA SECONDARY SCHOOL
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VII. STATEMENT OF CASH FLOWS FOR EIGHTEEN (18) MONTHS PERIOD ENDING 30TH JUNE 2021

		2020-2021	2019-2020
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	153,822	
Capitation grants for operations	2	-	
School fund income- Parents contributions/ fees	3	992,388	
School fund income- other receipts - Farm	4	1,598,384	
Total receipts		2,744,594	
Payments			
Payments for Tuition	5	129,320	
Payments for operations	6	1,086,638	
Boarding and school fund payments	7	1,521,944	
Total payments		2,737,902	
Net cash flow from operating activities		6,692	
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	
Acquisition of Assets		-	
Proceeds from investments		-	
Purchase of investments		-	
Net cash flows from Investing Activities		-	
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	
Repayment of principal borrowings		-	
Net cash flow from financing activities		-	
NET INCREASE IN CASH AND CASH EQUIVALENTS		6,692	
Cash and cash equivalent at BEGINNING of the year		121,412	
Cash and cash equivalent at END of the year		128,104	

ST. MARYS' MBARANGA SECONDARY SCHOOL
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VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR EIGHTEEN (18) MONTHS PERIOD ENDING 30TH JUNE 2021

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Teaching / learning materials	372,960	-	372,960	277,362	95,598	74%
Chalks	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides	-	-	-	-	-	-
(2) CAPITATION GRANT ON OPERATIONS						
Others	846,000	-	846,000	770,584	75,416	91%
Repairs and maintenance	450,000	-	450,000	413,609	36,391	92%
Local transport / travelling	-	-	-	-	-	-
Electricity and water	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
(3) FEES CHARGED ON						

ST. MARYS' MBARANGA SECONDARY SCHOOL
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Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
PARENTS						
Personal Emoluments	511,200	-	511,200	476,600	34,600	93%
Repairs and maintenance	157,500	-	157,500	141,500	16,000	90%
Local transport / travelling	103,500	-	103,500	-	-	-
Electricity and water	368,100	-	368,100	300,230	67,870	82%
Medical	-	-	-	-	-	-
Administration costs	90,000	-	90,000	80,000	10,000	89%
Activity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
Fee on Boarding Equipment and Stores	3,566,700	-	3,566,700	1,424,283	2,142,417	40%
OTHER INCOME						
Rent income	-	-	-	-	-	-
Income from farming activities	350,000	-	350,000	216,000	134,000	62%
Insurance compensation	-	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Bus Hire	-	-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Income from any other investment	-	-	-	-	-	-
TOTAL INCOME	6,815,960		6,815,960	4,100,168	2,715,792	60%
(1) EXPENDITURE FOR TUITION						

ST. MARYS' MBARANGA SECONDARY SCHOOL
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Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	-	-	-	-	-	-
Internal exams	-	-	-	-	-	-
Teaching / learning materials	372,960	-	372,960	558,919	(185,959)	150%
Chalks	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
(2) EXPENDITURE FOR OPERATIONS						
Others	-	-	-	-	-	-
Repairs, maintenance & improvements	-	-	-	-	-	-
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical	372,960	-	372,960	558,919	(185,959)	150%
Administration costs	-	-	-	-	-	-
Activity Expenses	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
(3) EXPENDITURE FOR SCHOOL FUND						
Personal Emoluments	511,520		511,520	500,500	10,700	98%
RMI	157,500	-	157,500	123,236	34,264	78%

ST. MARYS' MBARANGA SECONDARY SCHOOL
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Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Local transport / travelling	103,500	-	103,500	102,120	1,380	97%
Electricity, water and conservancy	368,100	-	368,100	106,130	261,970	29%
Medical Expenses	-	-	-	-	-	-
Administration costs	90,000	-	90,000	93,122	(3,122)	103%
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Farm	350,000	-	350,000	228,800	121,200	65%
Boarding Equipment and Stores	3,566,700	-	3,566,700	1,392,584	2,174,116	39%
Expenditure for Income Generating Activity	-	-	-	-	-	-
Insurance costs	-	-	-	-	-	-
Other expenses on investments	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-	-
TOTALS	6,815,960		6,815,960	4,165,460	2,650,659	61%

- i. There was a large supply of teaching/learning materials on credit which was not budgeted.
- ii. BES budgeted was higher than the actual income because most of the students did not pay school fees in full
- iii. There was less utilization of funds in EWC as compared to income
- iv. Administration cost was slightly above the budget due to bank charges which was not budget for
- v. The Ministry of Education did not disburse the whole amount as budgeted
- vi. There was less income and expenditure in farm account due to drought since there was no work to be done in the farm therefore less proceeds.

ST. MARYS' MBARANGA SECONDARY SCHOOL
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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 St. Marys' Mbaranga Secondary 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

St. Marys' Mbaranga Secondary School recognises all receipts from the various sources when the event occurs and the related cash has actually been received by St. Marys' Mbaranga Secondary School. In addition, St. Marys' Mbaranga Secondary School recognises all expenses when the event occurs and the related cash has actually been paid out by St. Marys Mbaranga Secondary School

3. In-kind contributions

In-kind contributions are donations that are made to St. Marys Mbaranga Secondary 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, St. Marys' Mbaranga Secondary 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. St. Marys' Mbaranga Secondary 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

The comparative figures for the previous financial year have not been configured 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 Eighteen (18) Months Period Ending 30th June 2021.

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
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X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	-	-
Laboratory equipment	-	-
Internal exams	-	-
Teaching / learning materials	153,822.00	-
Chalks	-	-
Exams and assessment	-	-
Teachers guides	-	-
Total	153,822.00	-

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Others	551,327.00	-
Repairs and maintenance	441,061.00	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Total	992,388.00	-

3 PARENTS CONTRIBUTION/FEEs - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Personal Emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
BES	1,188,284.00	-
Administration costs	-	-
Activity	-	-
Total	1,188,284.00	-

ST. MARYS' MBARANGA SECONDARY SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Fee on Boarding Equipment and Stores	-	-
Rent income	-	-
Income from farming activities	-	-
Insurance compensation	-	-
Income from Posho mill	-	-
Income from Bus Hire	-	-
Fee for hire of ground and equipment	-	-
Income from grants and donations*	-	-
Interest income	-	-
Dividends income	-	-
Total	-	-

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

5 PAYMENTS FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	-	-
Laboratory equipment	-	-
Internal exams	-	-
Teaching / learning materials	129,320.00	-
Chalks	-	-
Exams and assessment	-	-
Teachers guides	-	-
Administration Costs	-	-
Bank Charges	-	-
Total	129,320.00	-

ST. MARYS' MBARANGA SECONDARY SCHOOL
Reports and Financial Statements
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Others	596,810.00	-
Service Gratuity	-	-
Administration Cost	-	-
Repairs and maintenance & improvements	253,962.00	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Activity Expenses	-	-
SMASSE	-	-
Insurance Cost	-	-
Bank Charges	-	-
Acquisition of Assets	-	-
TOTAL	850,772.00	-

7 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Personal emoluments		
Service Gratuity		
Repairs and maintenance & Improvements		
Local transport / travelling		
Electricity and water		
Medical Expenses		
Administration costs		
BES	1,266,384.00	
Bank Charges		
Expenses on Income Generating Activities		
Fee on Boarding Equipment and Stores		
Rent Expenses		
Insurance Cost (Life Property)		
Loan Principal repayment		
Loan Interest repayment		
Acquisition of Assets		
TOTAL	1,266,384.00	

ST. MARYS' MBARANGA SECONDARY SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2020-2021	2019-2020
		Kshs	Kshs
Tuition Account - National	01025039708700	24,633.00	
Operations Account - National	01025039708701	451.00	
School Fund Account/Boarding - National	01021039028000	85,312.00	
Savings Account - Dhabiti Sacco	491840912102	17,708.00	
Parent Association Development Account		-	
Income generating activities Account		-	
Infrastructural Account		-	
Total		128,104.00	

9 CASH IN HAND

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

10 SHORT TERM INVESTMENTS

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

ST. MARYS' MBARANGA SECONDARY SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears	7,728,908.00	
Other non-fees receivables	-	-
Salary advances	-	-
Imprest	-	-
Total	7,728,908.00	

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	80,500.00	
Fees arrears for the previous year	390,665.00	
Fees arrears for prior periods (over two years)	7,748,343.00	
Fees recoveries	(490,600.00)	
Total	7,728,908.00	

12 ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	1,294,755.00	-
Prepaid fees	-	-
Retention monies	-	-
Total	1,294,755.00	-

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	-	-
Trade creditors for the previous year	375,011.00	-
Trade creditors for prior periods (over two years)	1,411,170.00	-
Creditors paid	(491,426.00)	-
Total	1,294,755.00	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	121,391.00	-
Cash balances	21.00	-
Short Term Investments	-	-
Receivables	8,139,008.00	-
Payables	(1,786,181.00)	-
Total (accumulated fund)	6,474,239.00	-

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Other important disclosure notes

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

14 Non-current Liabilities Summary

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

15 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle	4	180,000	-
Goats	-	-	-
Trees	754	528,100	-
Coffee or tea plantation	-	-	-
Poultry	-	-	-
Total		708,100	-

16 Borrowings

Description	2020-2021	2019-2020
	KShs	KShs
a) Borrowings	-	-
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

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Other important disclosure notes

17 Stock/ Inventory

Description	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		-

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18 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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

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XI. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
	A	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Supply of goods						
4. JEKINA - FUND	175,684	2020	60,000	115,684		
5. KIANJAI AGROVET - FUND	49,000	2020		29,000		
6. POSTAL COOPERATION LTD - OPERATION	40,000	2020		40,000		
7. JASON KIBAYA - FUND	40,500	2020	40,500			
8. WINFRED KUNIYA - FUND	264,240	2020	130,000	134,240		
9. GEOFFREY KABORO - FUND	26,000	2020	26,000			
10. PENZI PUBLISHERS - TUITION	23,000	2020		23,000		
11. COUNTY COMPUTERS - OPERATION	36,432	2020	10,000	26,432		
12. MUGAMBI EMPORIUM - TUITION	140,000	2020	74,000	66,000		
13. WILFRED KAILEMIA - FUND	45,000	2020		45,000		
14. RUMANO NJATI - FUND	45,000	2020	30,000	15,000		
15. FIRE CHIEF LTD - OPERATION	37,300	2019		37,300		
16. MUNILAS ENTERPRISES - FUND	30,000	2019		30,000		
17. SMART CHAMPIONS - FUND	60,000	2019	60,000			
18. TIMOTHY MWENDA - OPERATION	39,661	2019		39,661		
19. DOREEN K. CYPRIAN - OPERATION	45,661	2019		45,661		
20. JUSTIN KIMATHI - FUND	51,533	2019		51,533		
21. JOHN THURANIRA - OPERATION	30,527	2019		30,527		

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021	Outstanding Balance 2020	Comments
22. MARY THIRINDI - OPERATION	9,317	2019		9,317		
23. JOHN MWENDA - OPERATION	53,300	2019		53,300		
24. JULIAS MUGAMBI - OPERATION	40,700	2019		40,700		
25. CAROLINE KATHURE - OPERATION	4,000	2019		4,000		
26. GLADYS GATWIRI - OPERATION	15,000	2019		15,000		
27. GEOFFREY KARUTI - OPERATION	12,900	2019		12,900		
28. JOSHUA KITHINJI - FUND	155,000	2022		155,000		
29. PAUL MATHIU- FUND	14,530	2022		14,530		
30. FESTUS MUGANBI	51,000	2022		51,000		
31. JUFA - TUITION	14,000	2022		14,000		
32. GACHUI RENGEURA - FUND	6,000	2022		6,000		
33. JOSEPH MWIKA - FUND	32,000	2022		32,000		
34. HIGH MARK - TUITION	318,000	2022		318,000		
35. KIOKO - FUND	54,000	2022		54,000		
Sub-Total	1,939,285		430,500	1,508,785		
Supply of services						
36.						
37.						
38.						
Sub-Total						
Grand Total	1,786,181		491,426	1,294,755		

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XII. ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1		Mbaranga	8,250,000			8,2500
Land 2						
Buildings and structures		Mbaranga	11,280,000			11,280,000
Motor vehicles						
Office equipment, furniture and fittings						
ICT Equipment, and Other ICT Assets		Mbaranga	370,000			370,000
Tools and apparatus		Mbaranga	12,000			12,000
Textbooks		Mbaranga	1,260,483			1,260,483
Other Machinery and Equipment						
Heritage and cultural assets						
Intangible assets- soft ware						
Total			21,172,483			21,172,483