

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

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BY: Hon. Samuel  
Chepkonga, MP

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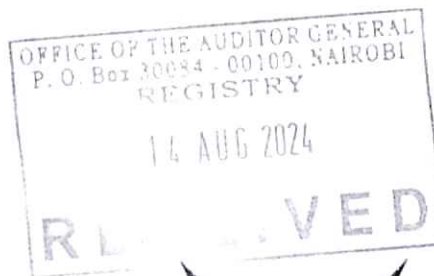
**THE AUDITOR-GENERAL**

**ON**

**MWIYOGO SECONDARY SCHOOL**

**FOR THE YEAR ENDED  
30 JUNE, 2022**

**NYERI COUNTY**



Revised 30<sup>th</sup> June 2022.



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**MWIYOGO SECONDARY SCHOOL**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2022**

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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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Table of Contents

Page

I. Key School Information And Management.....	iv
II. Summary Report Of Performance Of The School.....	viii
III. Statement Of School Management Responsibility.....	xvii
IV. Report Of The Independent Auditors ( <i>To be attached</i> ).....	xviii
V. Statement Of Receipts And Payments Period To 30 <sup>th</sup> June 2022.....	1
VI. Statement Of Financial Assets And Financial Liabilities As At 30 <sup>th</sup> June 2022.....	3
VII. Statement of Cash Flows for The Period Ended 30 <sup>th</sup> June 2022.....	4
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2022.....	5
IX. Significant Accounting Policies.....	10
X. Notes To The Financial Statements.....	12
Xi Annex 1 Analysis of pending accounts payable	14

2. Summary of fixed assets register 16

**I. Key School Information And Management**

*[Customise the details in this section to suit your School]*

**(a) Background information**

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

The school was registered in May 2018. under registration number 19s003001 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a boarding school and has 225 number of students as at 30<sup>th</sup> June 2022. It has 2 streams and 14 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	Term of Office
1	DR HELLEN KAMIRI	Chairman	4TH MARCH 2021
2	MR PETER MWANIKI	Secretary- Principal	4TH MARCH 2021
3	REV JOHN RUKWARO	Member	4TH MARCH 2021
4	M/S PURITY NYAWIRA	Member	4TH MARCH 2021
5	MR FRANCIS KAROKI	Member	4TH MARCH 2021
6	M/S GRACE MUTHONI	Member	4TH MARCH 2021
7	M/S RACHAEL MWARIRI	Member	4TH MARCH 2021
8	MR KARIUKI RUNGARE	Member – Rep CEB	4TH MARCH 2021
9	MR KARIUKI GODHARD	Member Rep Teachers	4TH MARCH 2021
10	MR PATRICK KARIUKI MUTE	3 Members - Sponsor	4TH MARCH 2021
11	MR SAMUEL KIBOI	Member - Community	4TH MARCH 2021
12	REV JOEL KAIRU	Member Special Needs	4TH MARCH 2021
13	MRS WANGECI KAIRU	Rep Students	4TH MARCH 2021
14	MRS WANGECHI KAIRU	Member-community	4TH MARCH 2021
15	MR. JOSEPH NJOROGE	Member Special Needs	4TH MARCH 2021
16	CHARLES MATHENGE	Rep students	4TH MARCH 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**

*(Provide the names of the various committees of the Board established by the Board and the names of the committee members):*

Ref.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Dr. Hellen Kamiri 2.Mr Peter Mwaniki' 3.Rev John Rukwaro 4. Mr. Patrick Mute 5.Mr. Mr. James Gichuhi	Chairperson Secretary Member Member Member	5 out pf 6
2	Audit Committee	1.Dr. Hellen Kamiri 2.Mr.Peter Mwaniki 3.;Mr. James Gichuhi	Chairperson Secretary Member Member	..3.... out of ....4....
3	Finance,procurement and general purposes Committee	1.Dr. Hellen Kamiri 2.Mr. Peter Mwaniki 3.Mr. Patrick Muriithi 4.Mr. Godhard Kariuki 5.Mr. James Gichuhi 6.Ms.Mwangi	Chairperson secretary member member member member	3 out of 6
4	Academic Committee	1.Mr Patrick Muriithi 2. Mr. Godhard Kariuki 3.Mr. Oabao Amos 4.Ms Elizabeth Kinyua 5.Ms Benta Mbutu	Chairperson member member member member	4out of 4
5	Development Committee	1. Mr. Jame Gichuhi 2. Mr. Peter Mwaniki 3. Mr. Patrick Mute	Chairperso member member	

		4. Dr. Hellen Kamiri		
6	Discipline and welfare Committee	1. MR Peter mwaniki 2. Mr Patrick Muriithi 3. Mr Kariuki 4. Mr Obao 5. Mr Gichuru 6. m/s Muriithi 7. M/s Kinyua	Chairperson Member Member Member Member Member Member	4 out of 6
7	Adhoc Committee (if any during the year)			

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name
1	Principal	Mr peter mwaniki
2	Deputy Principal	Mr Patrick muriithi
3	School Bursar	Ms Lydia mwangi

**(e) Schools contacts**

Post Office Box: 101104-163...Mweiga.....  
 Telephone: 0721543198.....  
 E-mail: mwiyoqosecsch@gmail.com.....  
 Website: .....  
 Facebook:  
 Twitter:

**(f) School Bankers**

The following school operated 6 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

- Name of Bank: Equity.....  
 Branch: Nyeri.....  
 Account Number: 0110290146875
- Name of Bank: Equity.....  
 Branch: Nyeri.....  
 Account Number: 0110299539822.....
- Name of Bank: Equity.....  
 Branch: Nyeri.....  
 Account Number: 0110291363695.....

- 2 Name of Bank: Equity... . . . . .  
Branch: Nyeri. . . . .  
Account Number. 0110299539822..... . . . .
- 3 Name of Bank: Equity..... . . . . .  
Branch Nyeri ..... . . . .  
Account Number. 0110291363695. . . . .
- 4 Name of Bank: Equity..... . . . . .  
Branch: Nyeri. .... . . . . .  
Account Number 0110291735194..... . . . .
- 5 Name of Bank: Equity . . . . .  
Branch: Nyeri... . . . .  
Account Number: 0110297145053..... . . . .  
..... . . . .
6. Name of Bank: Taifa sacco..... . . . .  
Branch: Mweiga..... . . . .  
Account Number: 603-01-00840..... . . . .

**(g) Independent Auditors**

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

**II. Summary Report Of Performance Of The School**

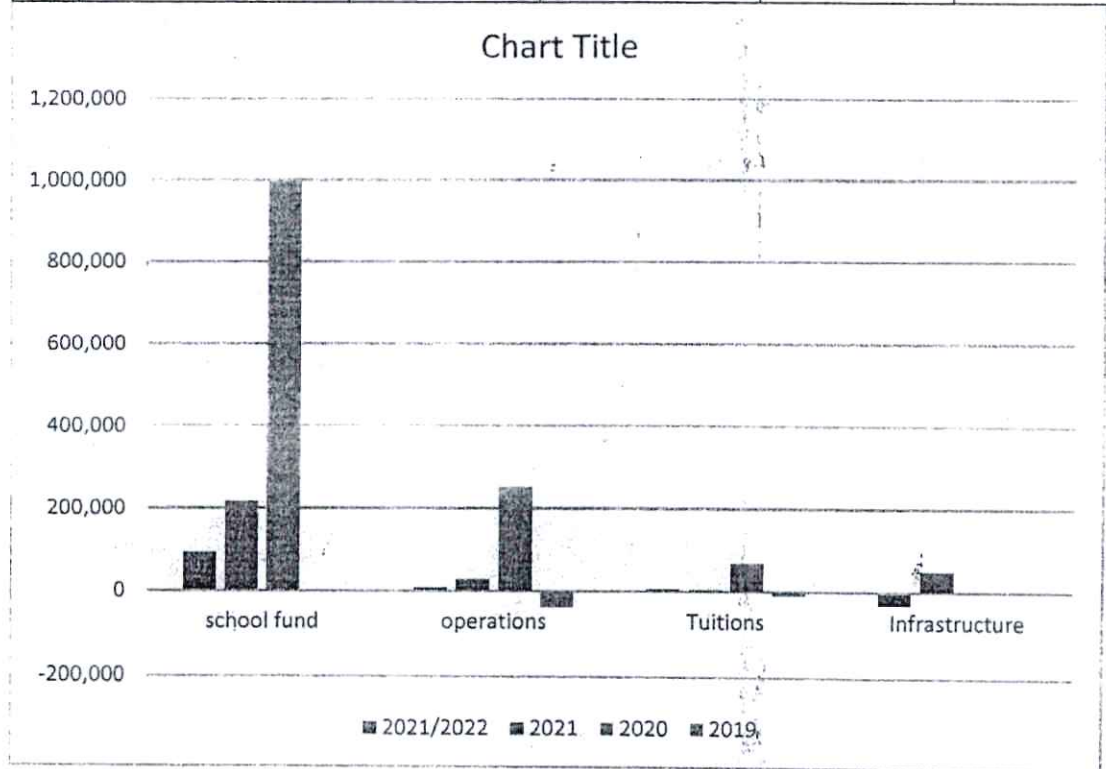
The following is a summary report of the performance of the school against the set performance evaluation criteria:

**a) Financial performance:**

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

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

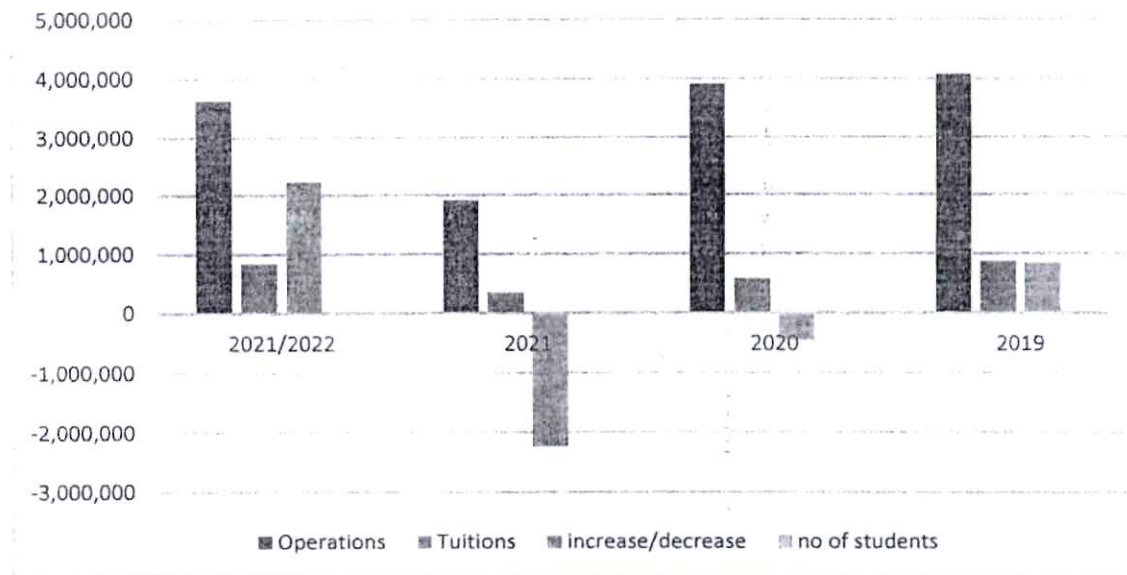
No	Account	2021-2022	2021	2020	2019
1	School fund	93,828	217,567	995,832	(246,861)
2	Operations	8,194.	29,475	252,435	(37,738)
3	Tuition	5,317	3,479	67,641	(9,086)
4	Infrastructure	(30,785)	48,590		
	<b>Total</b>	<b>76,554</b>	<b>299,112</b>	<b>1,305,908</b>	<b>(293,695)</b>
	Increase/Decrease	(222,558)	(1,006,796.00)	1,599,603	



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

SNO	Account	2021-2022	2021	2020	2019
1	Operations	3,748,693	2,188,582	3,909,767	4,074,880
2	Tuition	939,175	336,109	572,119	861,706
	Total	4,687,868	2,524,691	4,481,886	4,936,586
	Increase/decrease	2,163,177	(1,957,195)	(454,700)	832,582
	No of students	249	258	259	264
	Ratio of capitation	1;18,827	1;9,786	1;17,305	1;18699

Chart Title

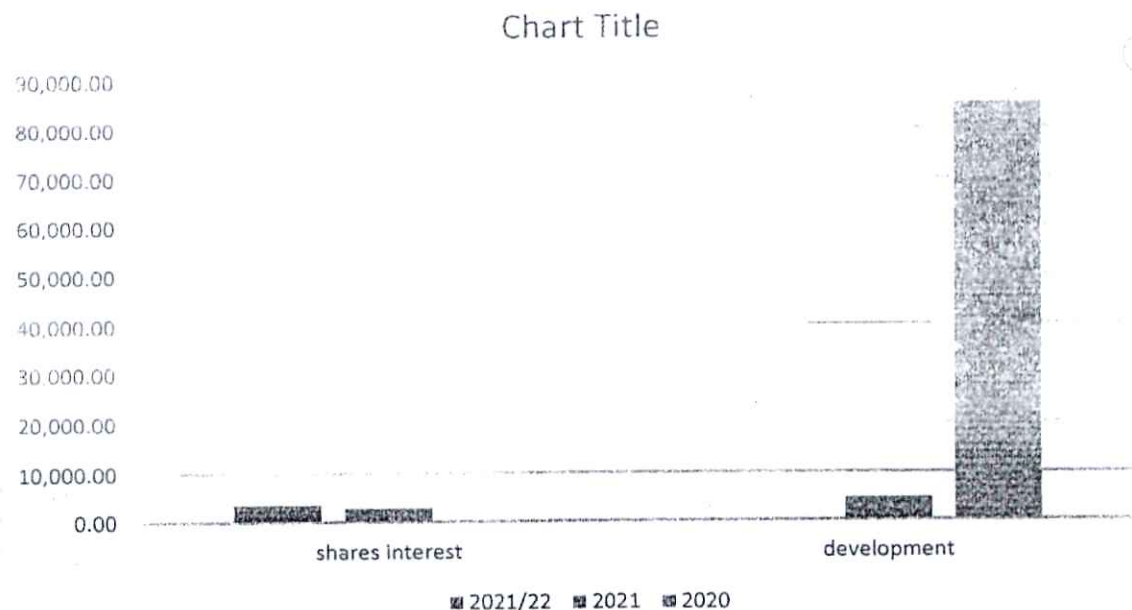


Capitation grant is almost constant all years. However, enrolment is not constant due to students intake being in the middle of financial year.

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

S/NO	Account	2021-2022	2021	2020
1	Farm	218,504	189,423	188,405
3	Shares interest	3,433	2,835	177
4	Development		4,630	85,300
	Total	221,937	196,888	273,882

	Increase/Decrease	25,049	(76,994)	
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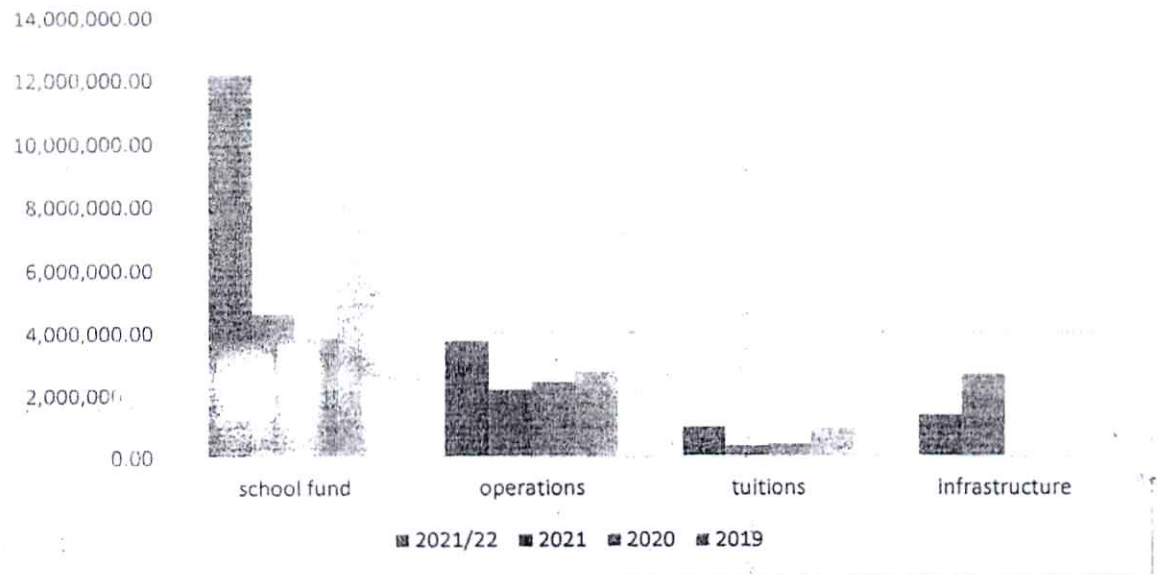


In year 2022 net growth of other incomes declined from 273,882 to 196,888 caused by 2021 only covered six months. However, in 2021-2022 the income improved from 196,8878 to 221,937.

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

S/NO	Account	2021-2022	2021	2020	2019
1	School fund	12,171,186	4,619,388	3,852,389	8,718,892
2	Operations	3,740,499	2,159,106	2,394,485	2,739,818
3	Tuition	933,858	332,630	420,059	870,793
4	Infrastructure	1,316,285	2,654,230		
	Total	18,161,828	9,765,354	6,666,933	12,329,503
	Increase/Decrease	8,396,474	3,098,421	(5,662,570)	

Chart Title

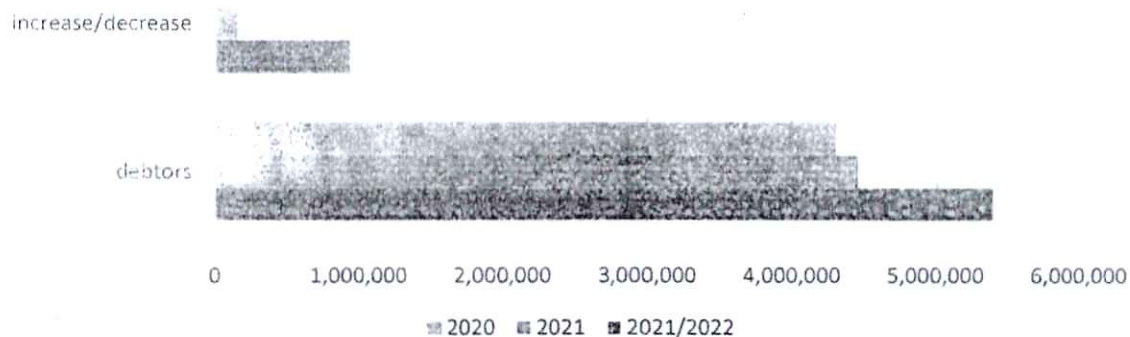


In 2022 there was an increase in expenditure due to the academic year run for four terms hence the budget was stretched to accommodate the long learning period. Year 2021 infrastructure fund for dormitory was used hence increased spending. Year 2022 had four terms hence increase in expenditure.

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

S/NO	Account	2021-2022	2021	2020
1	School fund	ksh	ksh	ksh
2	Debtors	5,396,609	4,458,044	4,302,099
	Increase/Decrease	938,565	155,945	

Chart Title

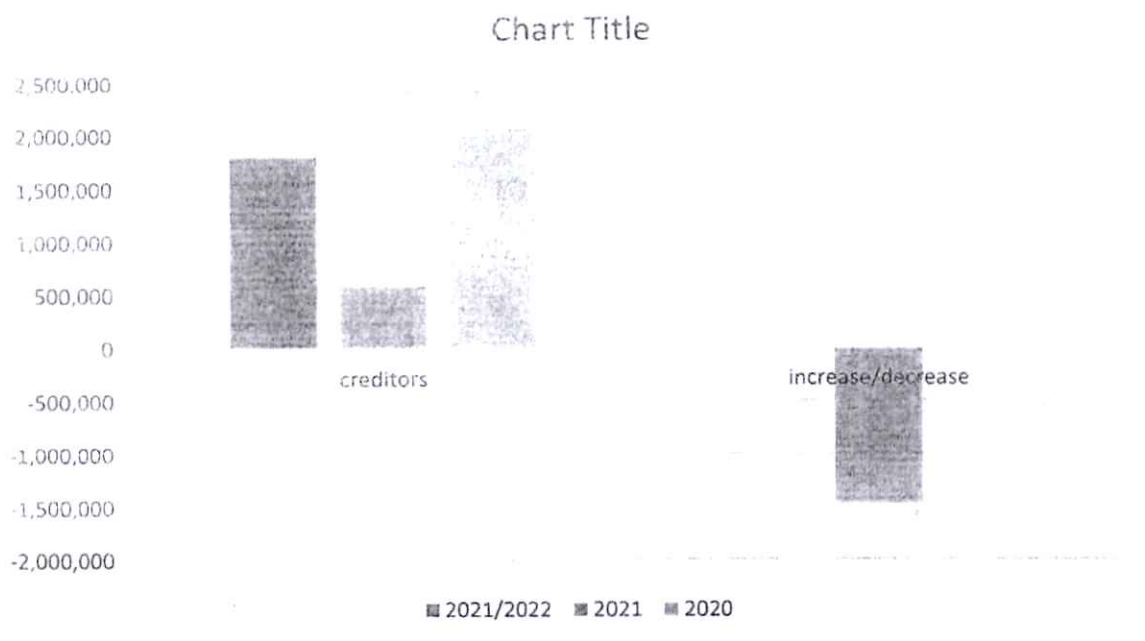


**Movement of creditors of the school over the last three years**

S/NO	Account	2021-2022	2021	2020
		<i>ksh</i>	<i>ksh</i>	<i>ksh</i>
1		1,802,948	582,291	2,061,668
	Increase/decrease	1,220,657	(1,479,377)	

*Creditors have increased due to financial year end coming at the middle of the term when all fees not collected and capitation not fully given.*

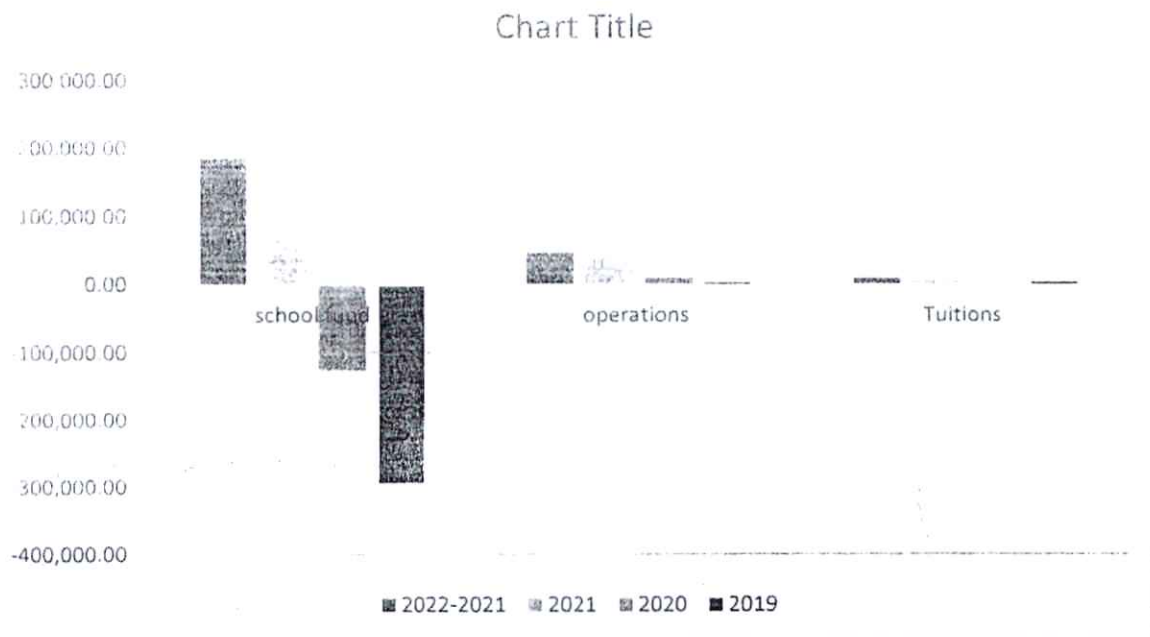
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***Movement of cash and bank balances over the last three years.***

No	Account	2021-2022	2021	2020
1	School fund	184,815	90,987	(126,580)
2	Operations	47,221	39,027	9,551
3	Tuitions	9,549	4,233	753
4.	Infrastructure	17,805	48,590	
	Total	259,390	182,836	(116,276)
	Increase/Decrease	76,554	299,112	

*There is an overall improvement in this area,*



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

**b) Teacher Student ratio:**

During the year 2021-2022 the school had 14 teachers, 11 from TSC and three employed by BOM. One teacher retired and we got replacement. The ratio stands at 1:18. There is a shortage of two teachers which is brought by subject specialization.

*(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).*

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

Year	Enrolment	Mean	Transition	% Transition	School target	comments
2021	66	2.88	1	1.5%	5.3	Students enrolment was high. However due to 100% transition entry marks were very low hence

						value addition to students noted.
2020	41	3 463	0	0	5.2	The students performance was average. There was improvement in mean deviation by 0.252.
2019	52	3 211	5	9.6%	5.0	There was a negative deviation of 0.375. The numbers of candidates was higher. Improvement was noted in biology.

**d) Capacity of the school:**

No	Facility	No of items	Ratio	comments
1	Toilets	14	1:13.8	Enough
2	Dormitory	3	1:79	Enough
3	Classrooms	7	1:36	The school requires two more classrooms
4	Laboratories	2		The school requires one more to cater for clash subjects.
5	Dining hall	0		Its urgent requirements.

*(Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities This information will provide useful details for the Ministry of Education).*

*Summary Report of the Performance of the School(Continued)*e) **Development projects carried out by the school:**

*(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).*

Sno	project	year	status	amount	Fund sources.
1	Furniture / toilets /water harvesting.	2020	Complete	1,000,000.00	R.M.I
2	Dormitory	2020-2021	Complete	3,028,500	ESP/R.M.I
3	Plumbing and electrical work	2021-2022	complete	417,785	R.M.I INFRASTRUCTURE.
4	Classrooms refurbishment		complete	370,000	infrastructure

PRINCIPAL  
MWIYOGO SEC. SCHOOL

DATE: 13/8/24

School Principal

**III. Statement Of School Management Responsibility**

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

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

The Board of Management of Mwiyo secondary school accepts responsibility for the school's financial statements, which have been prepared on the CashBasis 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<sup>th</sup> June, 2022, and of the school's financial position as at that date.

DR HELLEN KAMIRI


..... 

Name:

Designation: Chairman, School Board of Management


Date: 13.8.2024

MR PETER MWANIKI

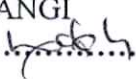
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Name:

Designation: School Principal & Secretary to Board of Management

Date: PRINCIPAL  
13/8/24 

LYDIA MWANGI

..... 

Name:

Designation: Bursar/ Finance Officer

Date: 31.8.24

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON MWIYOGO SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - NYERI COUNTY**

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### **PREAMBLE**

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

Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.

- A. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- B. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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 Mwiyo Secondary School - Nyeri County set out on pages 1 to 24, which comprise of the statement of financial

assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows and notes to the financial statements 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 Mwiyo Secondary School – Nyeri County as at 30 June, 2022 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 Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **Long Outstanding Receivables**

The statement of financial assets and financial liabilities and Note 12 to the financial statements reflects accounts receivables balance of Kshs.5,396,609 in respect of fees arrears. However, included in the balance are receivables amounting to Kshs.4,458,044 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.4,458,044 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Mwiyo 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.17,645,808 and Kshs.14,612,403 respectively, resulting to an under-funding of Kshs.3,033,405 or 17% of the budget. However, the School spent an amount of Kshs.14,423,048 against actual receipts of Kshs.14,612,403 resulting to an under-utilization of Kshs.189,355 or 1% of actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect to this matter.

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*Report of the Auditor-General on Mwiyo Secondary School for the year ended 30 June, 2022 - Nyeri County*

## **Key Audit Matters**

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

## **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, 2022

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the matter(s) described in the Basis for Conclusion, 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. Unconfirmed Students Enrolment Data**

The statement of receipts and payments reflects capitation grants for tuition of Kshs.939,175 and capitation grants for operations of Kshs.3,748,693 totalling Kshs.4,687,868. However, review of the data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2021/2022, NEMIS reflected 999 students while records from the County Director of Education had 1,002 students, resulting to unexplained variance of 3 students. The variance led to underfunding of the School by an amount of Kshs.66,732. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

In the circumstances, underfunding of the School may have affected service delivery to the students.

#### **2. Long Outstanding Payables**

The statement of financial assets and financial liabilities and Note 13 to the financial statements reflects accounts payables balance of Kshs.1,802,948. However, included in the balance are trade payables of Kshs.582,291 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 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contracts are reflected in approved budget estimates'.

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

### **3. Failure to Prepare School Improvement Plan**

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to Paragraph 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

In the circumstances, Management was in breach of the Ministry of Education Operation Manual.

### **4. Delay in Transfer of Infrastructure Funds from Operations Bank Account**

The statement of receipts and payments and Note 2 to the financial statements reflects operations grants amount of Kshs.3,748,693 which was received from the Ministry of Education and credited in the operations bank account. Included in the amount is Kshs.1,380,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.1,285,500 was transferred to infrastructure account, leaving a balance of Kshs.94,500 as at 30 June, 2022. 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 fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the Ministry of Education Circular.

### **5. Late Submission of Financial Statements to the Auditor-General**

The financial statements for the year 2021/2022 were submitted on 17 February 2023 to the Auditor-General and not on the statutory date of 30 September 2022. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements to be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAI) 4000. The Standard requires that I comply with ethical

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*Report of the Auditor-General on Mwiyo Secondary School for the year ended 30 June, 2022 - Nyeri County*

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, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

### **Basis for Conclusion**

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs) 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 control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

### **Responsibilities of Management and those Charged with Governance**

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to the sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are

in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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*Report of the Auditor-General on Mwiyo Secondary School for the year ended 30 June, 2022 - Nyeri County*

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the school to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

27 September, 2024

**V. Statement Of Receipts and Payments Period To 30<sup>th</sup> June 2022**

Description Of Vote Head	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Receipts</b>			
Capitation grants for tuition	1	939,175	336,109
Capitation grants for operations	2	3,748,693	2,188,581
School fund income- parents' contributions	3	12,265,014	4,836,955
Infrastructure	4	1,285,500	2,702,820
Proceeds from borrowings			
<b>Total Receipts</b>		<b>18,238,382</b>	<b>10,064,466</b>
<b>Payments</b>			
Payments for tuition	5	933,858	332,630
Payments for operations	6	3,740,499	2,159,106
Boarding and school fund payments	8	12,171,186	4,619,388
Infrastructure	7	1,316,285	2,654,230
<b>Total payments</b>		<b>18,161,828</b>	<b>9,765,354</b>
<b>Surplus/Deficit</b>		<b>76,554</b>	<b>299,112</b>

The school financial statements were approved on 13-8-22.....and signed by:

.....DR

**HELLEN  
KAMIRI**.....  
.....

**Name:**  
**Chair BOM**

**Date:** 13-8-2022

**...MR PETER  
MWANIKI**.....  
.....

**Name:**  
**School Principal/ Secretary to  
BOM**

**Date:** 13/8/22  
**PRINCIPAL**  
**MWIYOGO SEC. SCHOOL**

**...LYDIA  
MWANGI**.....  
.....

**Name:**  
**Bursar/ Finance Officer**

**Date:** 13-8-22



VI. Statement Of Financial Assets And Financial Liabilities As At 30<sup>th</sup> June 2022

Description	Note	2021-2022	2020-2021
		KShs	KShs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	9	250,263	114,517
Cash balances	10	9,127	68,319
Short term investment	11		
<b>Total cash and cash equivalent</b>		<b>259,390</b>	<b>182,836</b>
Account's receivables	12	5,396,609.00	4,458,044
<b>Total financial assets</b>		<b>5,655,999</b>	<b>4,640,880</b>
<b>Financial liabilities</b>			
Accounts payables	13	(1,802,948)	(582,291.00)
<b>Net financial assets</b>		<b>3,853,051</b>	<b>4,058,589</b>
<b>Represented by</b>			
Accumulated fund b/fwd	14	3,776,497	3,759,477
Surplus/deficit for the year		76,554	299,112
<b>Net financial position</b>		<b>3,853,051</b>	<b>4,058,589</b>

The school's financial statements were approved on 13-8 2024 and signed by:

DR HELLEN KAMIRI

  
.....

Name:

Chair BOM

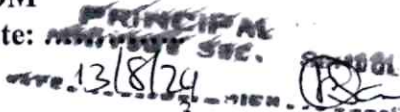
Date:.....13.8.2024

MR PETER MWANIKI

  
.....

Name:

School Principal/ Secretary to  
BOM

Date:   
.....

LYDIA

MWANGI.....

Name:

Bursar/ Finance Officer

Date: 13-8-24

**VII. Sstatement of Cash Flowsfor The Period Ended 30<sup>th</sup> June 2022**

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
<b>Operating activities</b>			
<b>Receipts</b>			
Capitation grants for tuition	1	939,175	336,109
Capitation grants for operations	2	3,748,693	2,188,581
School fund income- parents contributions/ fees	3	12,265,014	4,836,955
Infrastructure	4	1,285,500	2,702,820
<b>Total receipts</b>		<b>18,238,382</b>	<b>10,064,466</b>
<b>Payments</b>			
Payments for tuition	5	933,858	332,630
Payments for operations	6	3,740,499	2,159,106
Infrastructure	7	1,316,285	2,654,230
Boarding and school fund payments	8	12,171,186	4,619,388
<b>Total payments</b>		<b>18,161,828</b>	<b>9,765,354</b>
<b>Net cash flow from operating activities</b>		<b>76,554</b>	<b>299,112</b>
<b>Cashflow from investing activities</b>			
Proceeds from sale of assets			
Acquisition of assets			
Proceeds from investments			
Purchase of investments			
<b>Net cash flows from investing activities</b>			
<b>Cashflow from borrowing activities</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash flow from financing activities</b>			
<b>Net increase in cash and cash equivalent</b>		<b>76,554</b>	<b>299,112</b>
<b>Cash and cash equivalent at beginning of the year</b>	9,10	<b>182,836</b>	<b>(116,276)</b>
<b>Cash and cash equivalent at end of the year</b>	9,10	<b>259,390</b>	<b>182,836</b>

*(The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools' should therefore adopt the direct method of cashflow as recommended by PSASB).*

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30<sup>th</sup> June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Total Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	KShs	KShs			KShs	KShs
<b>Receipts</b>						
<i>(1) Capitation Grant on Tuition</i>						
Textbooks						
Exercise Books	287,800	14,000.00	301,800.00	327,800.	(26,000.00)	108.6%
Laboratory Equipment	112,500.00	100,000.00	212,500.00	158,400	54,100.00	74.5%
Internal Exams	141,848.00	8,100.00	149,948.00	200,570	(50,622.00)	134%
Teaching / Learning Materials	122,000.00	(20,000.00)	102,000.00	82,150	19,850.00	24.2%
Chalks						
Exams And Assessment						
Teachers Guides/ref material	122,300.00	(43,540.00)	78,760	62,000	16,760.00	27%
<b>Total</b>	<b>786,448</b>	<b>58,560.00</b>	<b>845,008.00</b>	<b>830,920</b>	<b>14,089.00</b>	
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	1,281,600.00	(48,000.00)	1,233,600.00	1,078,297.00	155,302.40	87.4%
Repairs And Maintenance						
Local Transport / Travelling	480,600.00	(18,000)	462,600.00	428,772.60	33,827.40	92.7%
Electricity And Water	347,100.00	(13,000.00)	334,100.00	318,775.00	15,325.00	95.4%
Medical	534,000.00	(20,000.00)	514,000.00	49,800.00	464,200.00	9.7%
Administration Costs	400,500.00	(15000.00)	385,500.00	349,133.70	36,366.30	90.6%
Activity	400,500.00	(15,000.00)	385,500		385,500.00	0.00%
Infrastructure	1,335,000.00	(50,000.00)	1,285,000.00	1,285,500	(500.00)	100%

**MWIYOGO SECONDARY SCHOOL**  
**Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022**

Receipts/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	%
<b>Total</b>	<b>4,779,300.00</b>	<b>(179,000.00)</b>	<b>4,600,300.00</b>	<b>3,510,279</b>	<b>1090,021.10</b>	
Smasse						
<b>(3) Fees Charged on Parents</b>						
Personnel Emoluments	1,321,110.00	567,700.00	1,888,810.00	1,434,750.00	454,060.00	75.96%
Repairs And Maintenance	466,000.00	203,000.00	669,000.00	554,585.00	114,415.00	82.9%
Local Transport / Travelling	559,200.00	243,600.00	802,800.00	644,515.00	158,285.00	80.2%
Electricity And Water	372,800	207,000.00	579,800.00	468,960.00	110,840.00	80.9%
Medical						
Administration Costs	466,000.00	203,000.00	669,000.00	538,200.00	130,800.00	80.4%
Activity	116500.00	106,500.00	223,000.00	113,435.00	109,565.00	50.8%
Smasse						
Fee On Boarding Equipment and Stores	5,193,390.00	2,174,700.00	7,368,090.00	6,516,760.00	851,330.00	88.4%
<b>Total</b>	<b>8,495,000.00</b>	<b>3,705,500.00</b>	<b>12,200,500.00</b>	<b>10,271,205.00</b>	<b>1,929,295.00</b>	
<b>Other Income</b>						
Income From Any Other Investment						
<b>Total Income</b>	<b>14,060,748.00</b>	<b>3,585,060.00</b>	<b>17,645,808.00</b>	<b>14,612,402.90</b>	<b>3,033,405.10</b>	
<b>(1) Expenditure For Tuition</b>						
Textbooks And Reference Materials						
Exercise Books	287,800.00	14,000.00	301,800.00	299,680.00	2,120.00	99%
Laboratory Equipment	112,500.00	100,000.00	212,500.00	161,805.00	50,695.00	76%
Internal Exams	141,848.00	8,100.00	149,948.00	196,088.00	(46,140.00)	130.8%

Receipt/Expenses Item	Original Budget	Adjustments	Revised Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	KShs	KShs			KShs	KShs
Teaching / Learning Materials	122,000.00	(20,000.00)	102,000.00	12,200.00	89,800.00	12%
Chalks						
Exams And Assessment						
Teachers Guides/ reference materials	122,300.00	(43,540.00)	78,760.00	61,901.00	16,859.00	78.6%
Administration Costs						
Bank Charges						
<b>Total</b>	<b>786,448.00</b>	<b>58,560.00</b>	<b>845,008.00</b>	<b>731,674.00</b>	<b>113,334.00</b>	
<b>(2) Expenditure For Operations</b>						
Personnel Emoluments	1,281,600.00	(48,000.00)	1,233,600.00	1,177,380.00	56,220.00	95.4%
Repairs, Maintenance & Improvements						
Local Transport / Travelling	480,600.00	(18,000.00)	462,600.00	282,200.00	180,400.00	61%
Electricity, Water and Conservancy	347,100.00	(13,000.00)	334,100.00	332,390.00	1,710.00	99.5%
Medical	534,000.00	(20,000.00)	514,000.00	55,430.00	458,570.00	10.8%
Administration Costs	400,500.00	(15,000.00)	385,500.00	336,573.00	48,927.00	87.3%
Activity Expenses	400,500.00	(15,000.00)	385,500.00	82,400.00	303,100.00	21.37%
Infrastructure	1,335,000.00	(50,000.00)	1,285,000.00	1,285,500.00	(500.00)	100%
<b>Total</b>	<b>4,779,300.00</b>	<b>(179,000.00)</b>	<b>4,600,300.00</b>	<b>3,551,873.00</b>	<b>1,048,427.00</b>	
<b>(3) Expenditure For School Fund</b>						
Personnel Emoluments	1,321,110.00	567,700.00	1,888,810.00	1,345,190.00	543,620.00	71.2%
Repairs, Maintenance and Improvements	466,000.00	203,000.00	669,000.00	761,387.00	(92,387.00)	113.8%
Local Transport / Travelling	559,200.00	243,600.00	802,800.00	978,030.00	(175,230.00)	82.1%

**MWIYOGO SECONDARY SCHOOL**

**Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022**

Receipt/Expenses/Item	Original Budget	Adjustments	Total Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	KShs	KShs	KShs	KShs	KShs	KShs
Electricity, Water and Conservancy	372,800.00	207,000.00	579,800.00	496,350.00	83,450.00	85.6%
Medical Expenses						
Administration Costs	466,000.00	203,000.000	669,000.00	589,385.00	79,615.00	88%
Activity	116,500.00	106,500.00	223,000.00	147,995.00	75,005.00	66.37%
Gratuity						
Lunch Programme						
Boarding Equipment and Stores	5,193,390.00	2,174,700.00	7,368,090.00	5,821,164.00	1,546,926	79%
Expenditure For Income Generating Activity						
Insurance Costs						
Other Expenses On Investments						
Rent Expenses						
Bank Charges						
Loan Interest Repayment						
Loan Principal Repayment						
Acquisition Of Assets						
<b>Totals</b>	<b>8,495,000.00</b>	<b>3,705,500.00</b>	<b>12,200,500.00</b>	<b>10,139,501.00</b>	<b>2,060,999.00</b>	
	<b>14,060,748.00</b>	<b>3,585,060.00</b>	<b>17,645,808.00</b>	<b>14,423,048.00</b>	<b>3,222,760.00</b>	

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

- i. There were minimum activities in the school since we had resumed from covid 19'
- ii. All fdse was not remitted hence less income
- iii. All fees was not collected from students
- iv. More exams were done since we had two classes preparing for exams
- v. Total income receipts amount is 18,238,382 while from the budget is 14,612,402 resulting to a difference of 3,625,98

*This difference is brought about by (a) Tuition account has 108,255 from clearing accounts for main 69,400 account and R/d cheque 38,855. (b) operations account has 238,414, This is brought about by clearing accounts like Nssf 67,914, Nhif 33,000 salary advance 15,000, R,m,i 122,500. (C) Parents account had a difference of 1,993,809 brought about by Nssf 58,212 Nhif 32,800 Exam 11,600 Bursary 952,450 Caution 24,480 farm income 634,284, uniform 31,400, Salary advance 13,000 pocket money 17,520, Debtors 94,180, Tuition account 69,400, cash refund 26,250, Tender 11,000, Damages 13,800 and share interest 3,433. Infrastructure account is virement from operations account and has 1,285,500.*

*Total payments amount is 18,161,828 and the budget is 14,423,048 a difference of 3,738,780. This is brought about by: (a) Tuition a/c there is 202,184 for bank charges 8,690, creditors 85,239, main a/c 69,400, r/d cheque 38,855. (b) operations account 188,626 brought about by clearing accounts Nssf 29,106, nhif 10800, salary advance 10,000, bank charges 8,700 R.m.i 130,020. (c) infrastructure account is a virement from operations account amounting 1,316,285*

*(d) Parents account has 2,031,685. Brought about by Nssf 87,318, nhif 50,200, exam 12,000, bursary 952,450, caution 16,500. Farm expenditure 415,780. Uniform 31,400. Salary advance 29,000, shares 6000. Bank charges 26,067, pocket money 17,520, creditors 259,000. Tuition a/c 69,400. Cash refund 34,250, Tender 11,000. Damages 13,800.*

**IX. Significant Accounting Policies**

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

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

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

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

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

**2. Recognition of receipts and payments**

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*.

**3. In-kind contributions**

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

**4. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank; short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

**Significant Accounting Policies (Continued)****5. Accounts Receivable**

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIL holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

**6. Accounts Payable**

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2022.

**X. Notes To The Financial Statements**

**1 Capitation Grant for Tuition**

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books	327,800	125,973
Laboratory Equipment	158,400	77,900
Internal Exams		
Teaching / Learning Materials	82,150	14,750
Chalks		
Exams And Assessment	200,570	100,577
Teachers Guides	62,000	16,910
Main a/c	69,400	
R/d cheque	38,855	
<b>Total</b>	<b>939,175</b>	<b>336,110</b>

**2 Capitation Grant for Operations**

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	1,078,298	799,152
Repairs And Maintenance	122,500	538,600
Local Transport / Travelling	428,773	183,200
Electricity And Water	318,775	219,660
Medical	49,800	
Administration Costs	349,134	101,600
Activity		64,500
Nssf	67,914	41,470
Nhif	33,000	29,400
Infrastructure	1,285,500	200,000
Salary advance	15,000	11,000
<b>Total</b>	<b>3,748,694</b>	<b>2,188,582</b>

**3 Parents Contribution/Fees - School Fund Account**

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	1,434,750.00	299,610
Repairs and maintenance	554,585.00	153,235

Description	2021-2022	2020-2021
	Kshs	Kshs
Local transport / travelling	644,515	89,530
Electricity and water	468,960	345,005
Medical		
Administration costs	538,200	179,370
Activity	113,435	150
Bes	6,516,760	2,352,670
Debtor	94,180	759,805
Caution	24,480	1,000
Nssf	58,212	22,392
Nhif	32,800	16,800
Bursary	952,450	375,500
Development		4,630
School farm	634,284	189,423
Cash refund	26,250	6,000
Salary advance	13,000	18,500
Tuition A/c	69,400	16,500
Shares intrest	3,433	2,835
Exam	11,600	4,000
Tender	11,000	
Damage	13,800	
Pocket money	17,520	
Uniform	31,400	
<b>Total</b>	<b>12,265,014</b>	<b>4,836,955.00</b>

#### 4. Infrastructure

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfer from operations	1,285,500	2,452,820
MOE grant		200,000
Main a/c refund		50,000
	1,285,500	2,702,820

## Notes To The Financial Statements (Continued)

## Other Receipts – School Fund Account

Description	2021-2022	2020-2021
	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		
<b>Total</b>		

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

## 5. payments For Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books	299,680	46,800
Laboratory Equipment	161,805	101,810
Internal Exams		
Teaching / Learning Materials	12,200	
Chalks		
Creditors	85,239	121,640
Exams And Assessment	196,088	61,240
Teachers Guides	61,901	
Administration Costs		
Bank Charges	8,690	1,140
Main A/c	69,400	
R/d cheque	38,855	
<b>Total</b>	<b>933,858</b>	<b>332,630</b>



## Notes To The Financial Statements (Continued)

## 6. Payments For Operations

Description	2021-2022 Kshs	2020-2021 Kshs
Personnel Emoluments	1,177,380	653,871
Service Gratuity		
Administration Cost	336,573	195,627
Repairs And Maintenance & Improvements	130,020	58,490
Local Transport / Travelling	282,200	242,650
Electricity And Water	332,390	288,900
Medical	55,430	25,870
Activity Expenses	82,400	21,250
Smasse		
Infrastructure	1,285,500	200,000
Insurance Cost		
Creditors		373,418
Bank Charges	8,700	7,680
Acquisition Of Assets		
Salary advance	10,000	11,000
Nssf	29,106	61,950
Nhif	10,800	18,400
<b>Total</b>	<b>3,740,499</b>	<b>2,159,106</b>

## 7. Infrastructure

Description	2021-2022 Kshs	2020-2021 Kshs
Dormitory expenses		2,651,470
Plumbing electrical work in ablution block	417,785	
Classrooms refurbishment	370,000	
Dormitory finishing	528,500	
Bank charges	780	2,760
<b>TOTAL</b>	<b>1,316,285</b>	<b>2,654,230</b>

**Notes To The Financial Statements (Continued)**

**8. Boarding And School Fund Payments**

Description	2021-2022		2020-2021	
	KSh.		KSh.	
Personnel Emoluments	1,345,190		405,012	
Activity expenses	147,995			
Service Gratuity				
Repairs And Maintenance & Improvements	761,387		317,818	
Local Transport / Travelling	978,030		251,500	
Electricity And Water	496,350		117,270	
Creditor	259,000		784,324	
Medical Expenses				
Administration Costs	589,385		70,320	
Bursary	952,450		375,500	
Lunch Programme				
Bank Charges	26,067		11,449	
School farm	415,780		157,910	
Expenses On Income Generating Activities				
Fee On Boarding Equipment and Stores	5,821,164		2,066,585	
Nhif	50,200		17,700	
NSSF	87,318			
Exam	12,000			
Tuition A/c	69,400		16,500	
Salary advance	29,000		18,500	
Rent Expenses				
Cash refund	34,250		6,000	
Shares	6,000		3,000	
Pocket money	17,520			
Tender	11,000			
Damages	13,800			
Uniform	31,400			
Caution	16,500			
Loan Principal Repayment				
Loan Interest Repayment				
Acquisition Of Assets				
<b>Total</b>	<b>12,171,186</b>		<b>4,619,388</b>	

*(Expenses on income generating activities\*\* should include all costs relating to the school earnings on otherreceipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).*

## Notes To The Financial Statements (Continued)

## 9. Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2021-2022 Kshs	2020-2021 Kshs
Tuition Account	0110291363695	9,549	4,233
Operations Account	0110291735194	45,047	23,155
School Fund Account/Boarding	0110290146875	120,382	(21,332)
Savings Account	603-01-840	7,017	15,782
Parent Association Development Account	0110299539822	51,783	44,110
Income Generating Activities Account			
Infrastructural Account		16,485	48,570
<b>Total</b>		<b>250,263</b>	<b>114,518</b>

## 10. Cash In Hand

Description	2021-2022 Kshs	2020-2021 Kshs
Tuition Account		
Operation Account	2,174	15,872
School Fund account	5,633	52,427
Infrastructure	1,320	20
<b>Total</b>	<b>9,127</b>	<b>68,319</b>

## 11. Short Term Investments

Description	2021-2022 Kshs	2020-2021 Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit		
Equity Stock		
Other Investments		
<b>Total</b>		

Notes To The Financial Statements (Continued)

12. Accounts Receivable

Description	2021-2022 Kshs	2020-2021 Kshs
Fees Arrears	5,385,609	4,458,044
Other Non-Fees Receivables		
Salary Advances	11,000	10,500
Imprest		
<b>Total</b>	<b>5,396,609</b>	<b>4,468,544</b>

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

Description	2021-2022 Kshs	2020-2021 Kshs
Fees Arrears For Current Year	1,010,745	
Fees Arrears For The Previous Year	(94,180.00)	145,445
Fees Arrears For Prior Periods (Over Two Years)	4,458,044	4,302,099
<b>Total</b>	<b>5,385,609</b>	<b>4,458,044</b>

13. Accounts Payable

Description	2021-2022 Kshs	2020-2021 Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,478,683	582,291
Prepaid Fees	324,265	
Retention Monies		
<b>Total</b>	<b>1,802,948</b>	<b>582,291</b>

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

Description	2021-2022 Kshs	2020-2021 Kshs
Trade Creditors for Current Year	916,366	
Trade Creditors for The Previous Year	(344,239)	46,417
Trade Creditors for Prior Periods (Over Two Years)	582,291	535,874
<b>Total</b>	<b>1,478,683</b>	<b>582,291</b>

NB Here on accounts payable note 13 creditors from suppliers are 1, 478,683 this amount is added prepaid fees of 324,265 to make a total of 1,802, 948 which is appears on fund balance brought foward

**Notes To The Financial Statements (Continued)**

**14. Fund Balance Brought Forward**

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	114,517	(125,837)
Cash Balances	68,319	9,562
Short Term Investments		
Receivables	5,396,609	4,468,544
Payables	(1,802,948)	(582,291)
<b>Total</b>	<b>3,776,497</b>	<b>3,769,977</b>

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.

15. Non-current Liabilities Summary

Description	2021-2022 (KSh)	2020-2021 (KSh)
Bank Loan(S)	xxx	Xxx
Outstanding Leases	xxx	Xxx
Hire Purchase	xxx	Xxx
Gratuity And Leave Provision	xxx	Xxx
<b>Total</b>	<b>xxx</b>	<b>Xxx</b>

16. Biological assets

Description	Quantity	2021-2022 (KSh)	2020-2021 (KSh)
Cattle	1	85,000	62,500
Goats			
Trees	654	130,800	250,800
Coffee Or Tea Plantation			
Poultry			9,600
<b>Total</b>		<b>215,800</b>	<b>322,900</b>

17. Borrowings

Description	2021-2022 (KSh)	2020-2021 (KSh)
<b>a) Borrowings</b>		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
<b>Balance at end of the year</b>		

## Other important disclosure notes

## 18. Stock/ Inventory

Description	2021-2022	2020-2021
	Kshs.	Kshs.
<b>b) Inventory</b>		
Stock/ inventory at beginning of the year	62,000	32,800
Stock/ inventory purchased during the year	4,750,815	1,862,570
Stock/ inventory issued during the year	(4,597,200)	(1,833,370)
<b>Balance at end of the year</b>	<b>215,615</b>	<b>62,000</b>

19. 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.

Issues raised by the external auditor				
		Management comments		Date of completion

-----  
Sign and Date  
Principal

**MWIYOGO SECONDARY SCHOOL**

**Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022**

**Annex 1 - Analysis Of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To Date	Outstanding Balance 2022	Outstanding Balance 2021	Comments
	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	
<b>Construction Of Buildings</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Supply Of Goods</b>						
<b>TUITION ACCOUNT</b>						
1.Omex general services	169,880	14/3/2022	90,000	79,880	79,880	
2.Top timr office choise limited	4,466	24/5/22			4,466	
3.Chamaka general supplies	75,500	15/6/22			75,500	
4.Sarline enterprise	171,620	23/6/22			171,620	
<b>Sub-Total</b>					<b>331,466</b>	
<b>School fund account</b>						
1.Francis Muhara	422,350	30/6/22			422,350	
2.Peter Nderitu	30,000	17/5/22			30,000	
3.KDPL	34,000	30/6/22			34,000	
4.Micheal Nderitu	37,050	29/6/22			37,050	

**MWIYOGO SECONDARY SCHOOL**

**Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To Date	Outstanding Balance 2022	Outstanding Balance 2021	Comments
5.Jocha foods	16,000.00	15/6/22			16,000.00	
6.Batian security	26,000.00	30/6/22			26,000.00	
Sub-Total					565,400.00	
<b>OPERATIONS ACCOUNT</b>						
1.Saatech technical services	19,500.00				19,500.00	
Sub-Total					19,500.00	
Total for current year					916,366.00	
Previous years creditors						
Knight book centre		11/10/20			269,242	
Joppiq power solutions		13/9/2020			58,075	
Febi enterprise		5/10/2020			200,000	
Peka consultation		7/1/19			35,0000	
TOTAL					562,317	
GRAND TOTAL					1,478,683	

**MWYOGO SECONDARY SCHOOL**  
**Reports and Financial Statements For the year ended 30<sup>th</sup> June 2022**

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

	Historical Cost (KShs)	Additions during the year (KShs)	Disposals during the year (KShs)	Historical Cost of (KShs) 30 <sup>th</sup> June 2022
Land 1	Bal b/f 1.7.22	school	5,625,000.00	
Land 2				5,625,000.00
Buildings And Structures	Bal b/f 1.7.22	compound	48,179,600.00	
Motor Vehicles				48,179,600.00
Office Equipment, Furniture And Fittings	Bal b/f 1.7.22	Administration block	206,400.00	
ICT Equipment, And Other ICT Assets	Bal b/f 1.7.22	ICT room	505,625.00	206,400.00
Tools And Apparatus	Bal b/f 1.7.22	laboratory	750,000.00	505,625.00
Textbooks	Bal b/f 1.7.22	store	1,580,000.00	750,000.00
Other Machinery And Equipment		Administration block		1,580,000.00
Heritage And Cultural Assets	Bal b/f 1.7.22		215,800.00	
Intangible Assets- Soft Ware	Bal b/f 1.7.22	office	67,420.00	215,800.00
<b>Total</b>			57,129,845.00	67,420.00
				57,129,845.00

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

22