

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 20 FEB 2015 DAY: Thursday

OF

TABLED BY:	Hon. Naomi Wago Deputy Majority Whip
CLERK-AT THE-TABLE:	Inzof Mwale

THE AUDITOR-GENERAL

ON

MOLO HIGHWAY SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2023**

NAKURU COUNTY

B2



**MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th June 2023**

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

MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

1.ACRONYMS AND GLOSSARY OF TERMS

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

MOLO HIGHWAY SECONDARY SCHOOL

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2.KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

Molo highway secondary school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Molo Sub-County

The school was registered in 7/2018 under registration number 3253000081 and is currently categorized as a sub county public school established, owned or operated by the Government.

The school is a day school and had 342 number of students as at 30th June 2023. It has 2 streams and 20 teachers of which 10 teachers are employed by the School Board of Management.

(a) 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	PAUL KING'ORI	Chairman CEB REP	5/6/2022
2	ALICE W. THIGA	Secretary – Principal	5/6/2022
3	STANLEY MUTONGA	Parents Association	5/6/2022
4	BEATRICE GICHAI	Parents Association	5/6/2022
5	ANN WAITHERA	Sponsor	5/6/2022
6	PHILIP MBAE	Parents Association	5/6/2022
7	JOHN MURAGE	Special group	5/6/2022
8	HEZRON KANYARI	Sponsor	5/6/2022
9	ANGELA KOSKE	Member Rep Teachers	5/6/2022
10	EUNICE NJOROGE	Sponsor	5/6/2022
11	DANIEL OYARO	Member – Community	5/6/2022
12	TERESIA MUMBI	Member Special Needs	5/6/2022
13	LEAH LEGULU	Rep Students	5/6/2022
14	ESTHER GITAU	Parents Association	5/6/2022
15	PHILLIP MBAE	Parents Association	5/6/2022
16	STANLEY WAWERU	Parents Association	5/6/2022
17	PASCAL NDULA	Parents Association	5/6/2022
18	SIMON MBUGUA	Member community	5/6/2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The functions of the School Board of Management are to:

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

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(b) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	i Paul Kingori	C/M	3 out of 3
		ii Alice W Thiga	H/T	3 out of 3
		iii Teresiah Mumbi	Member	3 out of 3
		iv Pascal Saya	Member	3 out of 3
		v Stanley Mutonga	Member	3 out of 3
2	Finance procurement, Committee, general purposes committee	i Paul Kingori	C/M	3 out of 3
		ii Alice W Thiga	H/T	3 out of 3
		iii Stanley Mutonga	Member	3 out of 3
		v Eunice Njoroge	Member	3 out of 3
		vi Daniel Oyaro	Member	3 out of 3
3	Academic Committee	i Hezron Kanyari	c/m	2 out of 3
		ii Alice W Thiga	Member	2 out of 3
		iii Simon Mbugua	Member	2 out of 3
		iv Paul Kingori	Member	2 out of 3
		v Angela Koskei	Member	2 out of 3
4	Development Committee	i Pascal Saya	C/M	2 out of 3
		ii Alice W Thiga	Member	2 out of 3
		iii Teresiah Mumbi	Member	2 out of 3
		iv Stephen Ikenye	Member	2 out of 3
		v Stanley Waweru	Member	2 out of 3
		ix Paul Gitonga	Member	2 out of 3
5	Discipline and welfare Committee	i Philip Mbae	C/M	2 out of 3
		ii. Beatrice Wairimu		2 out of 3
		iii Simon Mbugua		2 out of 3
6	Adhoc Committee (if any during the year)			

MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

(c) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	ALICE W THIGA	287039
2	Deputy Principal	STEPHEN UNO IKENYE	274418
3	School Bursar	-	

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(b) Schools contacts

Post Office Box: 736-20106
Telephone: 0721484653
E-mail: molohighwaysec@gmail.com
:

(c) School Bankers

The following school operated four number of bank accounts in the following banks:

1. Name of Bank: Cooperative bank (School fund account)
Branch: Molo
Account Number: 01139720052600
2. Name of Bank: Cooperative bank(Tuition account)
Branch: Molo
Account Number: 01139720052601
3. Name of bank: Cooperative bank (Operations account)
Branch: Molo
Account number: 01139720052602

Name of bank: Cooperative bank (Infrastructure account)
Branch: Molo
Account number: 01139720052603

(d) Independent Auditors

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

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

3.SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

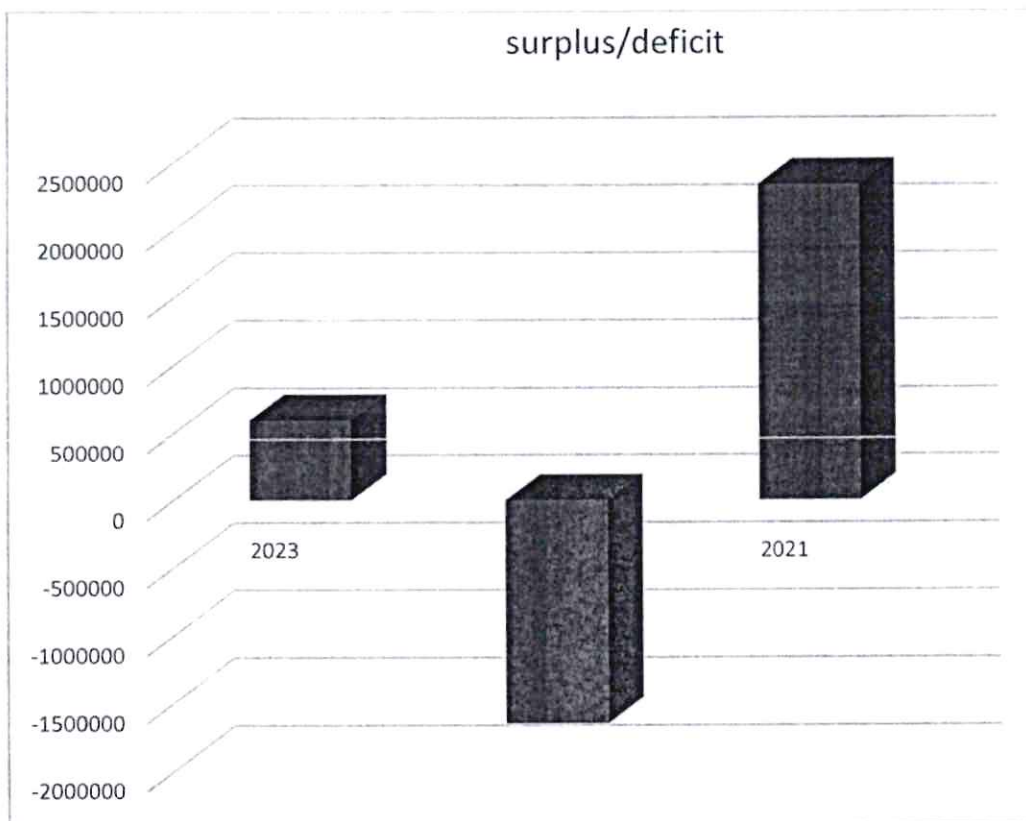
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

a) Surplus/ Deficit

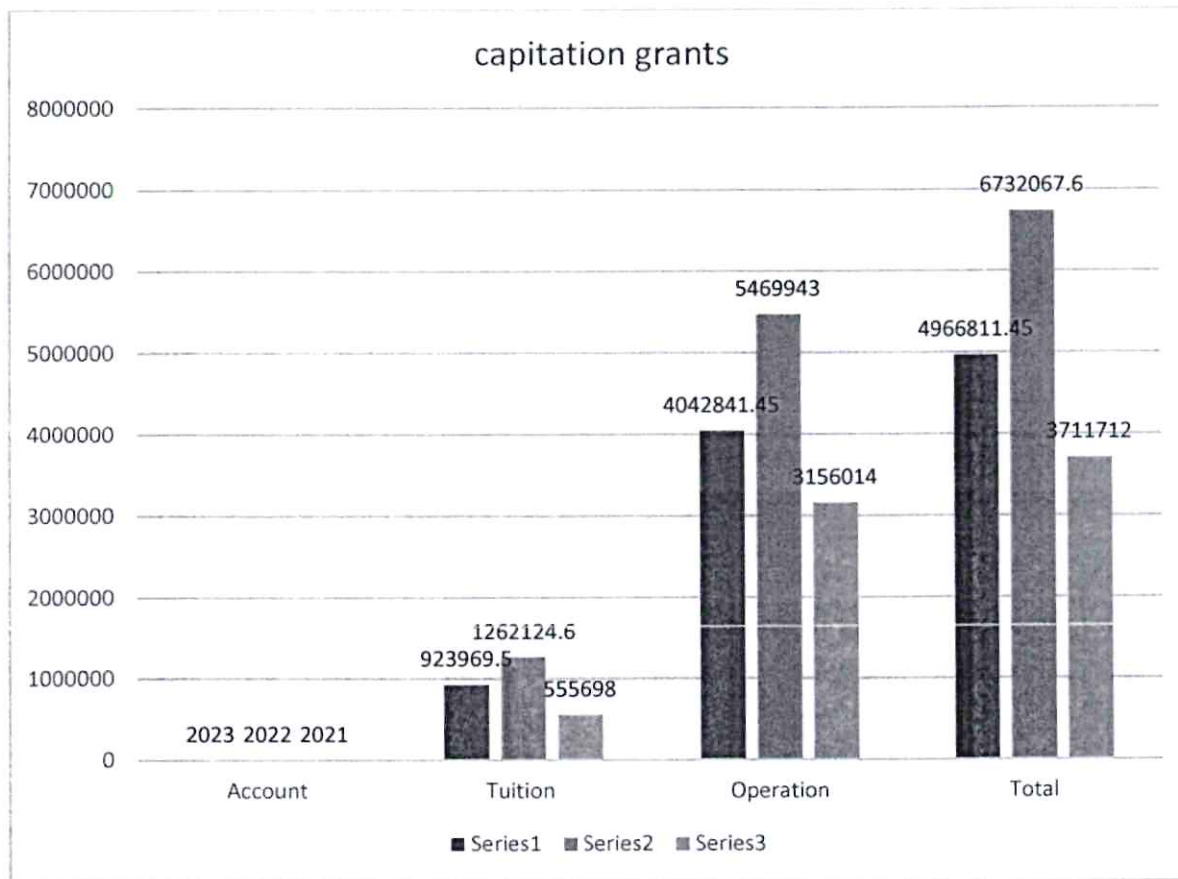
	2023	2022	2021
total	599452.95	(1,649,563)	2,340,334



MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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

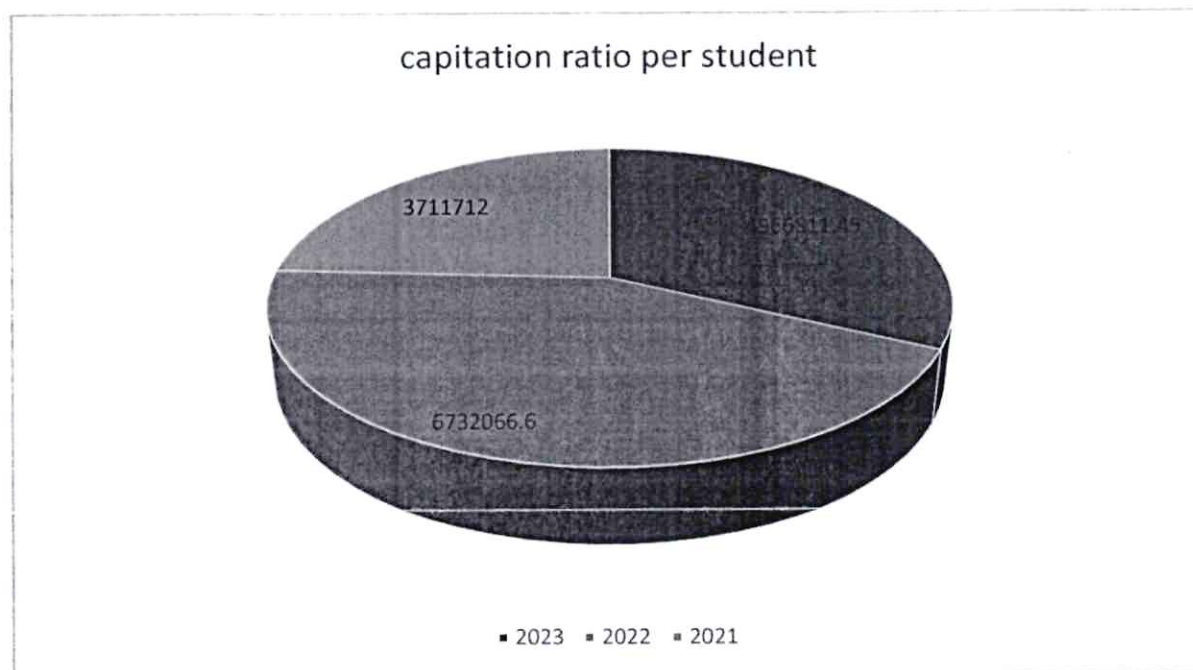
<i>Account</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
<i>Tuition</i>	923969.50	1262124.6	555698
<i>Operation</i>	4042841.45	5469943	3156014
<i>Total</i>	4966811.45	6732067.6	3711712



MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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

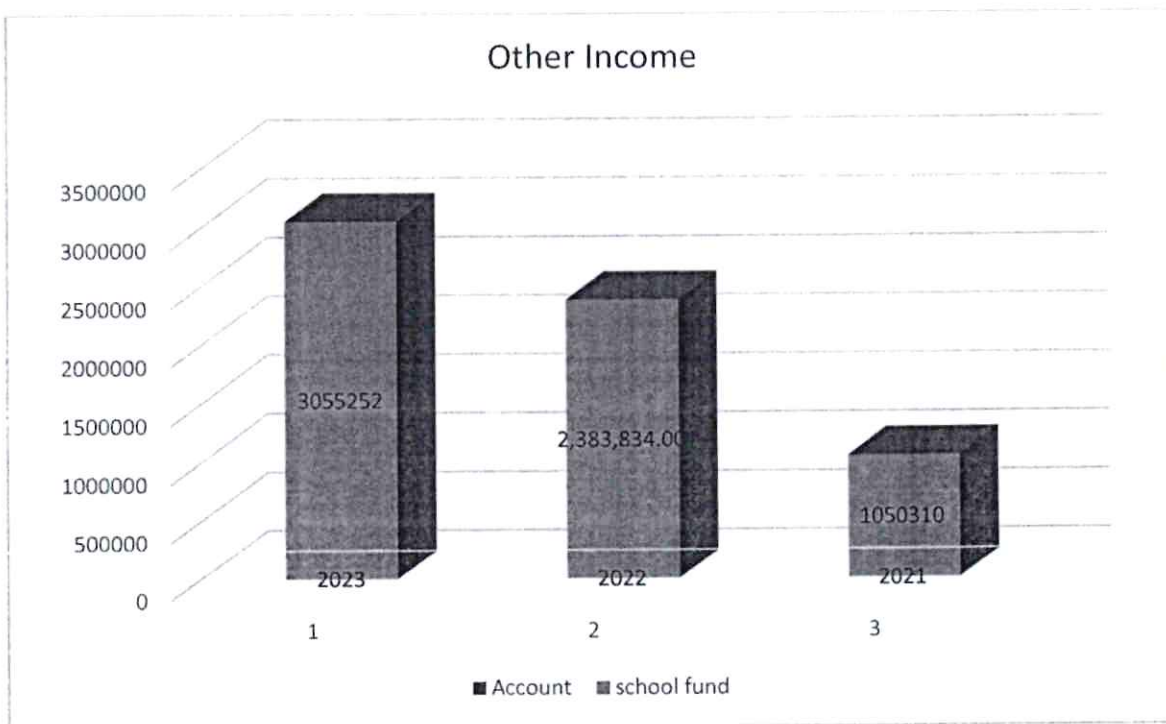
	2023	2022	2021
Total	4966811.45	6732066.6	3711712
Students	342	343	383
Capitation Ratio Per Student	14522.8	17577.19739	9279.28



MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

A three year over view of growth of other incomes earned by the school.

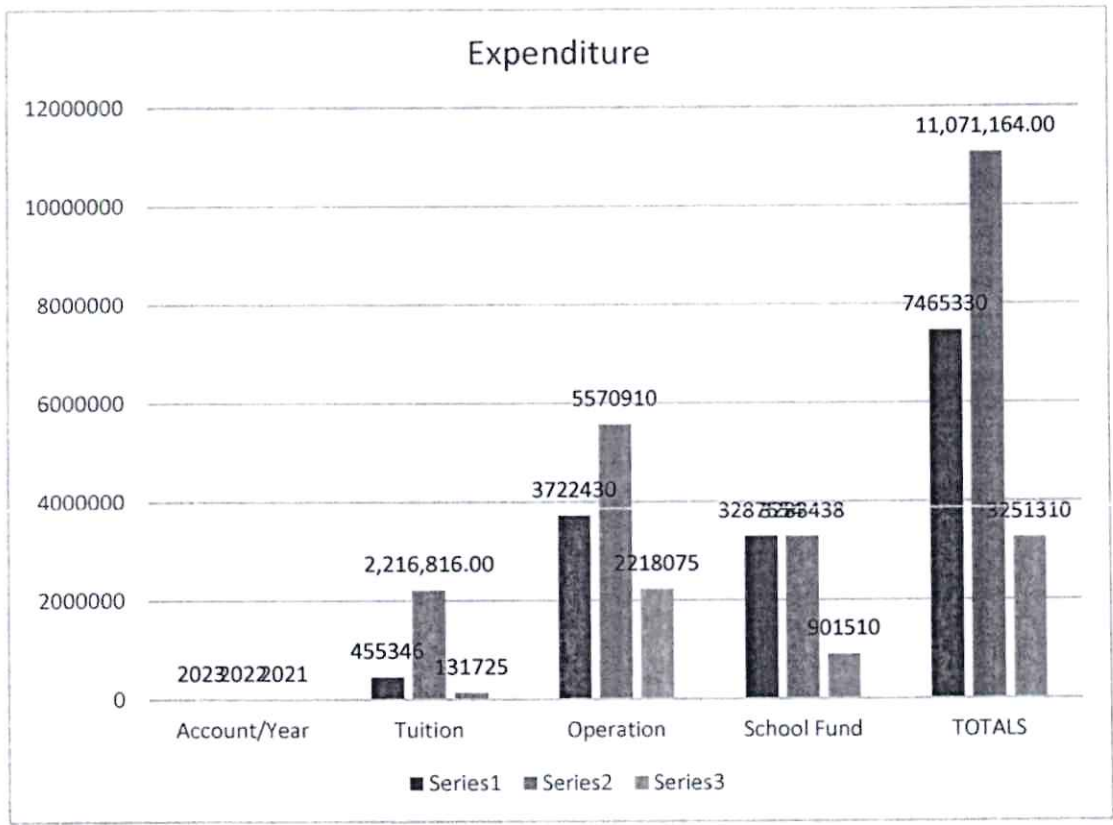
<i>Account</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
<i>school fund</i>	3,055,252.00	2,383,834.00	1,050,310.00



MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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

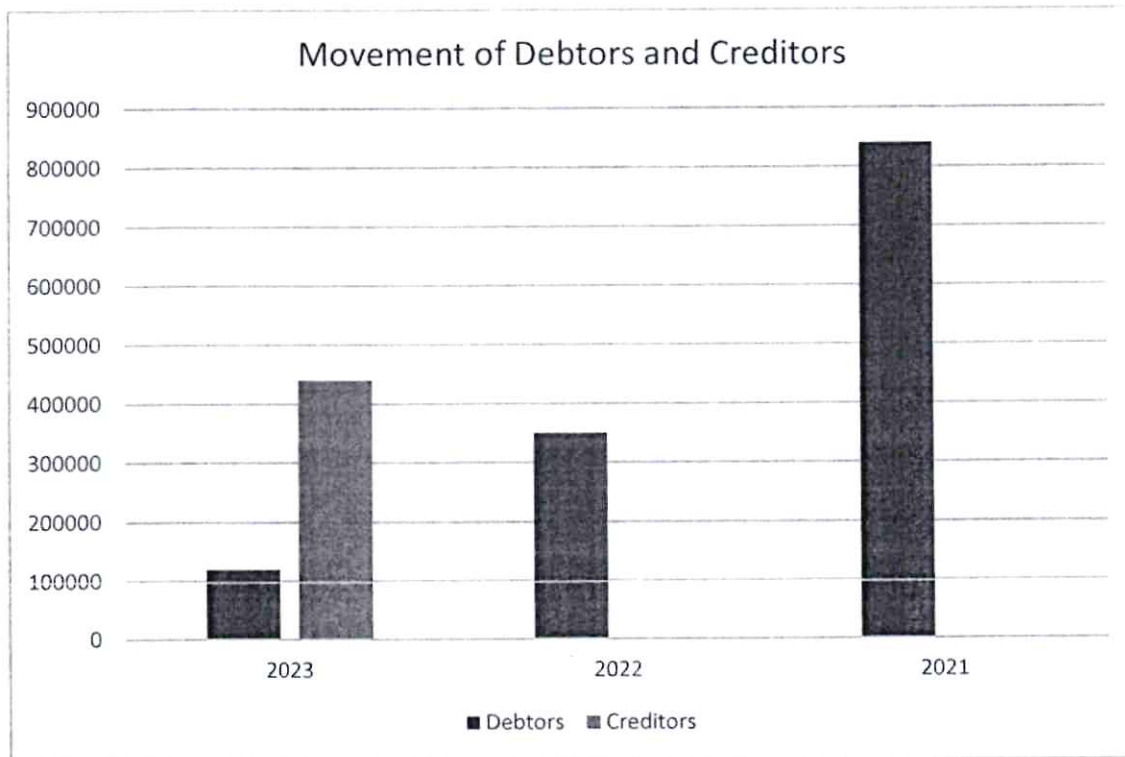
<i>Account/Year</i>	2023	2022	2021
<i>Tuition</i>	455346	2,216,816.00	131725
<i>Operation</i>	3722430	5570910	2218075
<i>School Fund</i>	3287554	3283438	901510
TOTALS		11,071,164.00	3251310



MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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

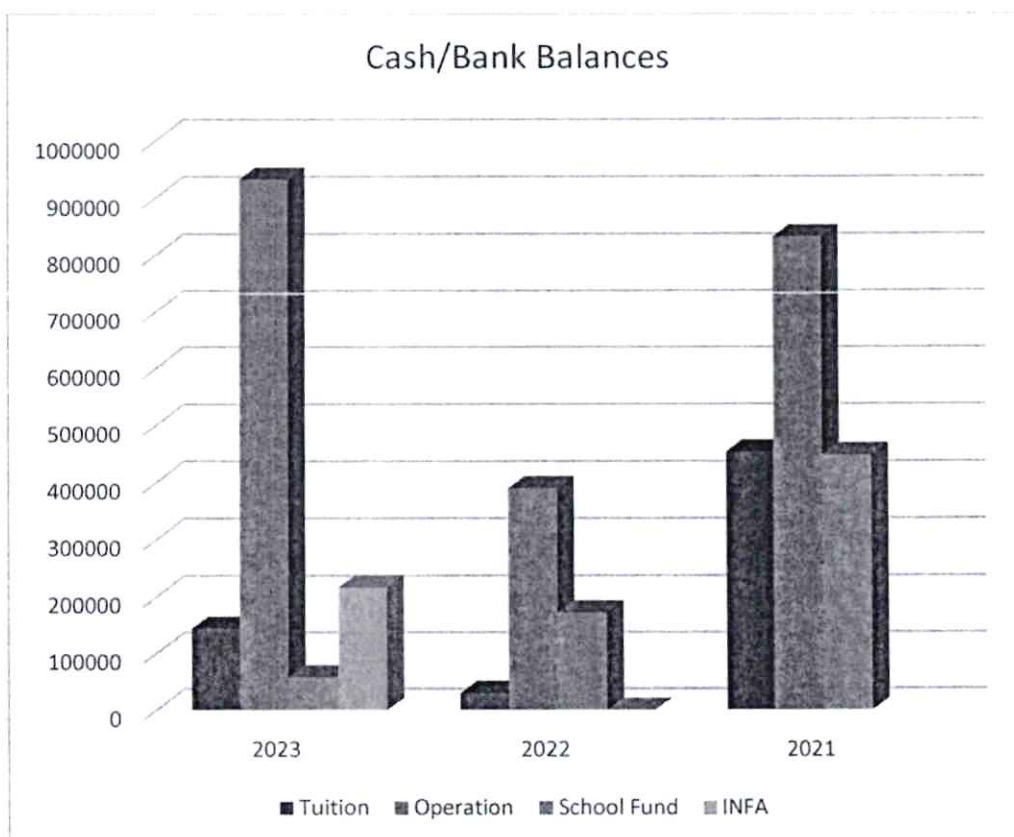
YEAR	2023	2022	2021
Debtors	120000	350000	840340
Creditors	439966	532200	



MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

Movement of cash and bank balances over the last three years

<i>Account</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
<i>Tuition</i>	144881.20	30231.7	453784
<i>Operation</i>	932904.55	390803.1	832339
<i>School Fund</i>	57998.45	172621	448387
<i>INFA</i>	217205.00	294570	



MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

b) Teacher Student ratio:

Student to teacher ratio is 1:30

c) Retired teachers	Teachers transferred	Recruited/posted by tsc	Employed by tsc	Intern	Employed by BOM
nil	nil	nil	10	1	10

Subject	No of teachers	Shortage
Eng	3	1
Kisw	3	1
Math	3	1
Chem	3	1
Bio	3	1
Phy	2	1
Geo	1	1
Hist	2	1
Agri	2	No shortage
Cre	2	1
B/st	2	No shortage
Comp	1	No shortage
Building/Cost	1	No shortage

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**d) Mean score in the 2023KCSE:**

e) Grades	Entry	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X
No of students		0	0	0	1	0	0	1	3	5	9	23	8	1
Total	110	0	0	0	1	0	0	1	3	5	9	23	8	1

2022

Grades	Entry	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E
No of students		0	0	1	0	0	1	2	10	7	11	23	10
Total	85	0	0	1	0	0	1	2	10	7	11	23	10

2023

Grades	Entry	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E
No of students		0	0	0	3	1	2	3	0	3	28	51	26
Total	110	0	0	0	3	1	2	3	0	3	28	51	26

f) Number of Candidates in the 2023 KCSE:

Year	2021	2022	2023
No of candidates	115	85	110
Mean score	2.36	3.056	3.018

g) Capacity of the school:

Classrooms	Toilets	Dining hall	Laboratories	Dormitories
8	22	Nil	2	Nil

MOLO HIGHWAY SECONDARY SCHOOL

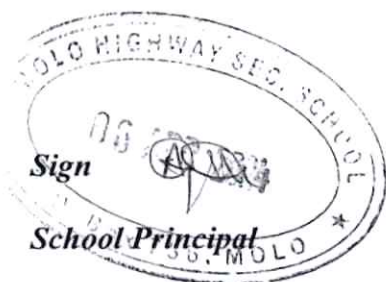
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

h) Development projects carried out by the school:

Construction of storey building (tuition block) funded by RMI funds.

i) 2023 project

project	Funded by	Current situation
Electrification of classes	RMI	Ongoing
Repair of classes(Tetrazole)	RMI	Completed



MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023


4.STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY


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

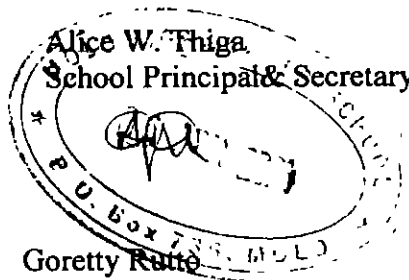
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.


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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2022, and of the school's financial position as at that date.

Name: Paul Kingori
Designation: Chairman, School Board of Management
Sign: 
Date: 8-4-2024

Name: Alice W. Thiga
Designation: School Principal & Secretary to Board of Management
Sign: 
Date:



Name: Goretty Ruto
Designation: Bursar/ Finance Officer
Sign: 
Date: 8-4-2024

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 MOLO HIGHWAY SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - NAKURU COUNTY

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal 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 Molo Highway Secondary School - Nakuru County set out on pages 1 to 21, which comprise the statement of financial assets and financial liabilities as at 30 June, 2023, and the statement of financial

performance, statement of cash flows, 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 Molo Highway Secondary School as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs. 2,247,854 as disclosed in Note 11 to the financial statements. However, included in the balance are receivables amounting to Kshs.1,777,854 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy, completeness and recoverability of the accounts receivables balance of Kshs.2,247,854 could not be confirmed.

2. Unsupported Cash and Cash Equivalentents

The statement of financial assets and financial liabilities reflects cash and cash equivalentents balance of Kshs.1,354,351 as disclosed in Notes 10 and 11 to the financial statements. Included in this balance are tuition account, operation account, school fund account and infrastructural account balances of Kshs.144,881, Kshs.932,905, Kshs.57,998 and Kshs.217,205 respectively However, the bank balances were not supported by bank reconciliation statements.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalentents balance of Kshs.1,354,351 could not be confirmed

3. Discrepancies in Bank Account Balances

The statement of financial assets and financial liabilities reflects cash and cash equivalentents balance of Kshs.1,354,351 as disclosed in Notes 10 and 11 to the financial statements. However, Note 10 to the financial statements on bank accounts, the reported balance differs with cash book balances as shown below:

Bank Name	Cash Book Balance (Kshs.)	Financial Statements (Kshs.)	Variance (Kshs.)
Tuition Account	881	144,881	144,000
Operation Account	12,905	932,905	920,000
Infrastructure Account	482,955	217,205	265,750

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs. 1,354,351 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Molo Highway Secondary School Management in accordance with ISSAI 130 on 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 comparable basis of Kshs.8,050,000 and Kshs.8,064,783 respectively, resulting to an under budgeting of Kshs.14,783. However, the School spent a balance of Kshs.7,465,330 against actual receipts of Kshs.8,064,783 resulting to an under-utilization of Kshs 599,453 or 7% of actual receipts.

The under budgeting and under-utilization affected implementation of the planned activities and may have impacted negatively in-service delivery to the public.

My opinion is not modified in respect of this matter

Other Matter

Unresolved Prior Year Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association Molo District School Heads Association

The statement of receipts and payments reflects payments for operations of Kshs.2,565,025 as disclosed in Note 7 to the financial statements. Included in the expenditure are amounts of Kshs 689,700 and Kshs.201,500 transferred to Molo District School Heads Association and Kenya Secondary Schools Heads Association (KESSHA) respectively. However, Molo District School Heads Association and Kenya Secondary Schools Heads Association are welfare organizations that draws their membership from School Principals only. The organizations are not defined in Government Funding system and there is no assurance that they have implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by the School.

In the circumstances, value for money transferred to the Associations amounting to Kshs. 891,200 could not be confirmed.

2. Non- Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

The statement of cash flows under receipts from operating activities reflects adjustments in changes in receivables and changes in payables of negative Kshs. 1,262,653 and Kshs.907,810 respectively, which is not in the format prescribed in the template;

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

3. Late Submission of Financial Statements for Audit

During the year under review, the School Management submitted their financial statements to the Auditor-General on 12 April, 2024, long after the statutory deadline of 30 September, 2023. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires 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.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the

financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matters described in the 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 an Audit Committee and Internal Audit Function

During the year under review, the School did not constitute an audit committee and an internal audit unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government) Regulation, 2015 which states that, 'the internal audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury'

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

2. Lack of Ownership Documents

Annex 2 to the financial statements on summary of fixed assets register reflects fixed assets as at 30 June, 2023, which includes land. However, the assets register maintained by the School lacked key information such as assets unique identifier codes, asset names, descriptions, purchase costs and dates and capitalization. Further, the land ownership documents were not provided for audit.

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

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

Responsibilities of Management and the School Board of Management

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 controls, risk management and overall governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

In addition, to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

6.STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2023

DESCRIPTION OF VOTE HEAD	NOTE	1ST JULY 2022-	1ST JULY 2021-
		30TH JUNE 2023	30TH JUNE 2022
		Kshs	Kshs
RECEIPTS			
Government grants for tuition	1	923,969.50	1,262,124
Government grants for operations	2	2,961,841.45	3,683,442
Government grants for infrastructure	3	1,081,000.00	1,786,500
School Fund Income- Parents contributions	4	3,097,972.00	2,811,134
Miscellaneous incomes	5	-	
TOTAL RECEIPTS		8,064,782.95	9,543,201
PAYMENTS			
Tuition	6	455,346.00	2,216,816
Operations	7	2,565,025.00	5,616,510
Infrastructure	8	1,157,405.00	3,359,438
Boarding and school fund	9	3,287,554.00	
TOTAL PAYMENTS		7,465,330.00	11,192,764
SURPLUS/DEFICIT		599,452.95	(1,649,563)

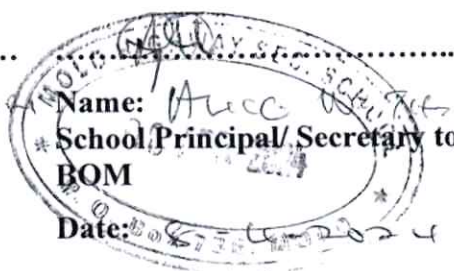
The school's financial statements were approved on _____ 2023 and signed by:

..... 

Name: **PAUL KINCAID**

Chair BOM

Date: 8-4-2024



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

Date: 8-4-2024

..... 

Name: **LOVELOY RUTTO**

Bursar/ Finance Officer

Date: 8-4-2024

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

7.STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2023

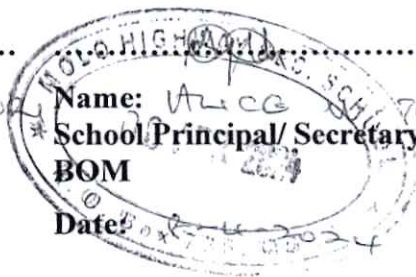
	Note	1ST JULY 2022- 30TH JUNE 2023	1ST JULY 2021- 30TH JUNE,2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	1,352,989.20	887,294
Cash Balances	11	1,362.00	2,558
Short term Investment	12	-	-
Total Cash and Cash Equivalents		1,354,351.20	889,852
Account's receivables	13	2,247,854.00	2,205,134
TOTAL FINANCIAL ASSETS		3,602,205.20	3,094,986
FINANCIAL LIABILITIES			
Accounts Payable	14	439,966.00	532,200
NET FINANCIAL SSETS		3,162,239.20	2,562,786
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	2,562,786.25	4,212,350
Surplus/Defict for the year		599,452.95	(1,649,563)
NET FINANCIAL POSITION		3,162,239.20	2,562,786

The school's financial statements were approved on _____ 2023 and signed by:

.....
Name: Dave Kinoo

Chair BOM

Date: 2-4-2024



Name: Alice
School Principal/ Secretary to
BOM

Date: 2-4-2024

.....
Name: Correy Auto

Bursar/ Finance Officer

Date: 2-4-2024

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**8.STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2023**

		1ST JULY 2022- 30TH JUNE 2023	1ST JULY 2021- 30TH JUNE,2022
		Kshs	Kshs
Receipts from operating activities			
Government grants for tuition	1	923,969.50	1,262,124.40
Government grants for operations	2	2,961,841.45	3,683,442.20
Government grants for infrastructure	3	1,081,000.00	1,786,500.00
School fund income-parents contribution/fees	4	3,055,252.00	2,811,134.00
Adjustment increase/Decrease of Debtors			804,905.00
Total receipts		8,022,062.95	10,348,105.60
Cash outflows for tuition	6	810,380.00	2,216,816.00
Cash outflows for operations	7	2,420,225.00	5,616,510.00
Cash outflows for Boarding/ school fund payments	9	3,169,554.00	3,359,438.00
Total Payments		6,400,159.00	11,192,764.00
Net cash flow from operating activities		1,621,903.95	(844,658.40)
Acquisition of Assets	8	(1,157,405.00)	0.00
Proceeds from investments		0.00	0.00
Net cash flows from Investing Activities		(1,157,405.00)	0.00
NET INCREASE IN CASH AND CASH EQUIVALENT		464,498.95	(844,658.40)
Cash and cash equivalent at BEGINNING of the year		889,852.25	1,734,510.65
Cash and cash equivalent at END of the year		1,354,351.20	889,852.25

MOLO HIGHWAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**9.STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2023**

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Exercise books	300,000.00		300,000.00	283,113.75	16,886.25	94.37%
Laboratory equipments and apparatus	400,000.00		400,000.00	343,442.00	56,558.00	85.86%
Teaching/learning materials	200,000.00		200,000.00	190,000.00	10,000.00	95.00%
chalks	50,000.00		50,000.00	42,413.75	7,586.25	84.83%
Internal exams	50,000.00		50,000.00	0.00	50,000.00	0.00%
Reference books	70,000.00		70,000.00	65,000.00	5,000.00	92.86%
Sub totals	1,070,000.00		1,070,000.00	923,969.50	146,030.50	86.35%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
EWC	180,000.00		180,000.00	160,000.00	20,000.00	88.89%

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

LT @T	300,000.00		300,000.00	285,000.00	15,000.00	95.00%
RMI	350,000.00		350,000.00	350,000.00	0.00	100.00%
Personal emolument	1,500,000.00		1,500,000.00	1,292,826.05	207,173.95	86.19%
Admin cost	500,000.00		500,000.00	490,694.90	9,305.10	98.14%
Activity	400,000.00		400,000.00	383,320.50	16,679.50	95.83%
Sub totals	3,230,000.00		3,230,000.00	2,961,841.45	268,158.55	91.70%
<i>(3) FDSE FOR INFRASTRUCTURE</i>						
Maintenance and Improvement	1,500,000.00		1,500,000.00	1,081,000.00	419,000.00	72.07%
Sub total	1,500,000.00		1,500,000.00	1,081,000.00	419,000.00	72.07%
(4) LUNCH PROGRAMME						
Lunch Programme	3,600,000.00		3,600,000.00	2,957,972.00	642,028.00	82.17%
Personal emolument	150,000.00		150,000.00	140,000.00	10,000.00	93.33%
SUB TOTAL	3,750,000.00		3,750,000.00	3,097,972.00	652,028.00	82.61%
GRAND TOTAL INCOME	8,050,000.00		8,050,000.00	8,064,782.95	(14,782.95)	100.18%
(1) EXPENDITURE FOR TUITION						
Exercise books	300,000.00		300,000.00	183,123.00	116,877.00	61.04%

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

Laboratory equipments and apparatus	300,000.00		300,000.00	175,743.00	124,257.00	58.58%
Teaching/learning materials	50,000.00		50,000.00	38,000.00	12,000.00	76.00%
chalks	50,000.00		50,000.00	0.00	50,000.00	0.00%
Internal exams	50,000.00		50,000.00	0.00	50,000.00	0.00%
Reference books	70,000.00		70,000.00	58,000.00	12,000.00	82.86%
Bank charges	480.00		480.00	480.00	0.00	100.00%
sub totals	820,480.00		820,480.00	455,346.00	365,134.00	55.50%
PAYMENTS FOR OPERATIONS						
EWC	100,000.00		100,000.00	92,900.00	7,100.00	92.90%
LT @T	200,000.00		200,000.00	192,800.00	7,200.00	96.40%
RMI	200,000.00		200,000.00	155,420.00	44,580.00	77.71%
Personal emolument	1,500,000.00		1,500,000.00	1,131,200.00	368,800.00	75.41%
Admin cost	700,000.00		700,000.00	695,905.00	4,095.00	99.42%
Activity	300,000.00		300,000.00	294,400.00	5,600.00	98.13%
Bank charges	2,400.00		2,400.00	2,400.00	0.00	100.00%
SUBTOTALS	3,002,400.00		3,002,400.00	2,565,025.00	437,375.00	85.43%

MOLO HIGHWAY SECONDARY SCHOOL**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**

PAYMENTS FOR INFRASTRUCTURE						
Repair of classrooms	500,000.00		500,000.00	500,000.00	0.00	100.00%
Construction of laboratory	800,000.00		800,000.00	657,405.00	142,595.00	82.18%
SUBTOTALS	1,300,000.00		1,300,000.00	1,157,405.00	142,595.00	89.03%
PAYMENTS FOR LUNCH PROGRAMME						
Lunch Programme	2,880,000.00		2,880,000.00	2,616,688.00	263,312.00	90.86%
EWC	30,000.00		30,000.00	24,000.00	6,000.00	80.00%
Personal emolument	900,000.00		900,000.00	645,066.00	254,934.00	71.67%
Lunch Programme	1,800.00		1,800.00	1,800.00	0.00	100.00%
SUBTOTALS	3,811,800.00		3,811,800.00	3,287,554.00	524,246.00	86.25%
GRAND TOTAL	8,934,680.00		8,934,680.00	7,465,330.00	1,469,350.00	83.55%

Over 100% over utilization

i. Poor payment of lunch prog fees

ii Virement from other vote heads

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

10.SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**11. NOTES TO THE FINANCIAL STATEMENTS****I. GOVERNMENT GRANTS FOR TUITION**

			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021- 30TH JUNE, 2022
	Text books			
	Exercise books		283,113.75	451,174.00
	Laboratory equipments and apparatus		343,442.00	480,660.60
	Teaching/learning materials		190,000.00	280,000.60
	chalks		42,413.75	50,289.20
	Internal exams			
	Reference books		65,000.00	
	Total		923,969.50	1,262,124.40
	CAPITATION GRANTS FOR OPERATIONS			
2				
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021- 30TH JUNE, 2022
	EWC		160,000.00	74,822.00
	LT @T		285,000.00	185,294.20
	RMI		350,000.00	246,326.00
	Personal emolument		1,292,826.05	1,998,000.00
	Admin cost		490,694.90	1,089,000.00
	Activity		383,320.50	90,000.00
	Total		2,961,841.45	3,683,442.20

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

3	GOVERNMENT GRANTS FOR INFRASTRUCTURE			
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE 2022
	Maintenance and Improvement		1,081,000.00	1,786,500.00
	Total		1,081,000.00	1,786,500.00
4	SCHOOL FUND INCOME- PARENTS CONTRIBUTION/FEES			
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE 2022
	Lunch Pogram		3,097,972.00	2,811,134.00
	Inter Account transfers Operations			
	Interest income			
	Dividends income			
	Total		3,097,972.00	2,811,134.00
			-	-
6	PAYMENTS FOR TUITION			
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE 2022
	Text books			
	Exercise books		183,123.00	605,000.00

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

	Laboratory equipments and apparatus		175,743.00	1,066,200.00
	Teaching/learning materials		38,000.00	475,896.00
	chalks			69,000.00
	Internal exams			
	Reference books		58,000.00	
	Bank charges		480.00	720.00
	Creditors			
	Total		455,346.00	2,216,816.00
7	PAYMENTS FOR OPERATIONS			
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	EWC		92,900.00	75,280.00
	LT @T		192,800.00	178,705.00
	RMI		155,420.00	241,915.00
	Personal emolument		1,131,200.00	1,950,800.00
	Admin cost		695,905.00	1,132,470.00
	Activity		294,400.00	90,000.00
	Medical and insurance			
	Creditors			
	Bank charges		2,400.00	1,320.00
	Inter Account Borrowing-Lunch			

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

	Infrastructre			1,946,020.00
	TOTAL		2,565,025.00	5,616,510.00
8	PAYMENTS FOR INFRASTRUCTURE			
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Repair of classrooms		500,000.00	
	Construction of laboratory		657,405.00	
	Electrification of clasrooms			
	Total		1,157,405.00	
9	BOARDING AND SCHOOL FUND PAYMENTS			
			1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Bursary			76,000.00
	Inter-Account Borrowing-Operation			
	Personnel emoluments		645,066.00	382,100.00
	Service Gratuity			
	Repairs and maintenance & Improvements			110,900.00
	Local transport / travelling			18,400.00
	Electricity and water		24,000.00	6,720.00

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

	Medical Expenses			
	Administration costs			74,350.00
	Lunch Programme		2,616,688.00	2,689,048.00
	Bank Charges		1,800.00	1,920.00
	Expenses on Income Generating Activities(school farm)			
	Acquisition of Assets			
	TOTAL		3,287,554.00	3,359,438.00
	<i>Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.</i>			
10	BANK ACCOUNTS			
	Name of Bank, Account No. & currency	Bank Account Number	1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE 2022
	Tuition Account	01139720052601	144,881.20	30,231.70

MOLO HIGHWAY SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

	Operations Account	01139720052602	932,904.55	390,803.10
	School Fund Account/Boarding	01139720052600	57,998.45	171,689.45
	Savings Account			
	Income generating activities Account-School Vn Project			
	Infrastructural Account	01139720052603	217,205.00	294,570.00
	Farm Account			
	Total		1,352,989.20	887,294.25
11	CASH IN HAND			
	Description		1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Tuition Account			1,060.00
	Operation Account		874.00	399.00
	School Fund account		488.00	1,099.00
	Total		1,362.00	2,558.00
13	ACCOUNTS RECEIVABLE			
	Description		1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE 2022
	Fees arrears			
	Other Non-Fees Receivables		2,247,854.00	2,205,134.00

MOLO HIGHWAY SECONDARY SCHOOL

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	Salary Advances(list/schedule attached)			
	Imprest(list/schedule attached)			
	Rent Arrears (list/schedule attached)			
	Total		2,247,854.00	2,205,134.00
	[Include an ageing of the fees / non fees arrears below]			
13b	Description		1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Less than 1 year		120,000.00	350,000.00
	Between 1-2 years		350,000.00	777,854.00
	Between 2-3 years		777,854.00	1,077,280.00
	Over 3 years		1,000,000.00	
	Total		2,247,854.00	2,205,134.00
14	ACCOUNTS PAYABLE			
	Description		1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Trade creditors (See ageing below and appendix 1)		439,966.00	532,200.00
	Prepaid fees			
	Retention monies			
	Total		439,966.00	532,200.00

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	[Include an ageing of the creditor's arrears below]			
14a	Ageing Analysis of Accounts Payable			
	Description			
	Less than 1 year		439,966.00	532,200.00
	Between 1-2 years			
	Between 2-3 years			
	Over 3 years			
	Total		439,966.00	532,200.00
15	FUND BALANCE BROUGHT FORWARD			
	Description		1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE 2022
	Bank balances		887,294.25	1,734,510.65
	Cash balances		2,558.00	
	Short Term Investments			
	Receivables		2,205,134.00	2,477,839.00
	Payables		532,200.00	
	Total		2,562,786.25	4,212,349.65

MOLO HIGHWAY SECONDARY SCHOOL

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17	Biological assets			
	Description	Numbers	1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Cattle	1		
	Goats	1		
	Pigs			
	Trees	#		
	Coffee or tea plantation			
	Poultry			
	Total			
19	1 Stock/ Inventory			
	Description		1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
	Stock/Inventory			
	Stock/ inventory at beginning of the year		75,000.00	
	Stock/ inventory purchased during the year		600,000.00	
	Stock/ inventory issued during the year		650,000.00	
	Balance at end of the year		25,000.00	

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

12. ANNEXES

ANNEX I - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2023	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Supply of goods						
4. Serah njeri	118000	may 2023		118000	118000	to clear fy2023-2024
5. Twaweza	84123	april2023		84123	84123	will be cleared 2023
6. Daka	73043			73043	73043	
Sub-Total	275166			275166	275166	
Supply of services						
7. Robtech copy	164800	may2023		164800	164800	to be clear 2023-2024
8.						
9.						
Sub-Total	164800			164800	164800	
Grand Total	439966			439966	439966	

MOLO HIGHWAY SECONDARY SCHOOLANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER**

Asset class	Number	Location	Historical Cost b/f (Kshs) 1 st July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 20xx
Land 1	1					
Land 2						
Buildings and structures	classes 16 toilets 22 lab 2 kitchen 1					
Motor vehicles	Nil					
Office equipment, furniture and fittings	1000					
ICT Equipment, and Other ICT Assets	4					
Tools and apparatus	4000					
Textbooks	5500					
Other Machinery and Equipment	Jikos 4					
Farm tool equipments	10					
Intangible assets- soft ware	1					
Total						

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