

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF


THE AUDITOR-GENERAL

ON

MURURIA BOYS SECONDARY SCHOOL

FOR THE YEAR ENDED

30 JUNE, 2022

 NATIONAL ASSEMBLY PAPERS LAID	
DATE:	05 MAR 2025
DAY:	Wednesday
TABLED BY:	Hon. Naomi Walelwa MP Deputy Majority Party Whip
CLERK-AT THE-TABLE:	A. Shabaka

KIAMBU COUNTY



**MURURIA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022**

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

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

(Leave this Blank)

MSM 2022

Table of Contents

Page

I. Key School Information And Management.....	iv
II. Summary Report Of Performance Of The School	Error! Bookmark not defined.
III. Statement Of School Management Responsibility.....	xv
IV. Report Of The Independent Auditors (<i>To be attached</i>).....	xvi
V. Statement Of Receipts And Payments Period To 30 th June 2022.....	1
VI. Statement Of Financial Assets And Financial Liabilities As At 30 th June 2022	2
VII. Statement of Cash Flows for The Period Ended 30 th June 2022	3
VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2022	5
IX. Significant Accounting Policies	13
X. Notes To The Financial Statements.....	15

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

I. Key School Information And Management

(a) Background information

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

The school was registered in 15th May 2017 under registration number 22500300299 and is currently categorized as a County public school established operated by the Government.

The school is a boys boarding school and had 940 number of students as at 30th June 2022. It has 4.5 streams and 32 teachers of which 9 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Dr. Peter W. Muriu	Chairman	7th March 2022
2	Mr. Stephen K. Muniu	Secretary - Principal	7th March 2022
3	John Ruku	Member	7th March 2022
4	Francis Gitau	Member	7th March 2022
5	Anne Waithira	Member	7th March 2022
6	Benson Thandi	Member	7th March 2022
7	Nahashon Kinuthia, Erastus Gitonga.	Member	7th March 2022
8	Michael Kimata,	Member – Rep CEB	7th March 2022
9	Mr. Kanyingi	Member Rep Teachers	7th March 2022
10	Dr. Mriu, Fr. Hunja, Mr. Francis Kuria	3 Members - Sponsor	7th March 2022
11	Mary Mugwimi	Member - Community	7th March 2022
12	Salome Kimata	MemberSpecial Needs	7th March 2022
	Kelvin Kagiri	Rep Students	7th March 2022

Key School Information and Management (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

Ref:	Name of committee	Names of Members	Designation	No.of meetings attended during the year
1	Executive Committee	Dr. Peter Muriu	BOM Chairperson	3/3
		Mr. Stephen Muniu	BOM Secretary	3/3
		Mr. Benson Thandi	BOM Member	2/3
2	Audit committee	Mr. Stephen Muniu	BOM Secretary	1/1
		Dr. Peter Muriu	BOM Chairperson	1/1
		Mr. Stephen Kanyingi	BOM Member	1/1
3	Finance Procurement And General Purposes Committee	Mr. Stephen Muniu	BOM Secretary	1/1
		Mr. John Ruku	BOM Member	1/1
		Mr. Francis Gitau	BOM Member	1/1
		Mrs. Mary Mugwimi	BOM Member	1/1
4	Academic Committee	Mr. Benson Thandi	BOM Member	1/1
		Mr. Benson Thandi	PA Representative	4/4
		Mr. Kelvin Kagiri	BOM Member	2/4
		Fr. Hunja	BOM Member	2/4
		Mr Francis Kuria	BOM Member	2/4
		Mr. Kaburi	Deputy Principal	4/4
5	Development Committee	Mr. Stephen Kanyingi	Dean of Studies	4/4
		Mrs Mugwimi	BOM Member	3/3
		Mr. Francis Gitau	BOM Member	2/3
		Dr. Peter Muriu	BOM Chairperson	3/3
		Mr. Benson Thandi	BOM Member	3/3
		Mr. Michael Kimata	BOM Member	2/3

MURURIA SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

		Mrs Ann Waithera	BOM Member	2/3
6	Discipline and	Mr. Benson Thandi	PA Representative	3/3
	Welfare committee	Mr. Stephen Muniu	BOM Secretary	3/3
		Mr. John Kaburi	Deputy Principal	3/3
		Mr. Stephen Kanyingi	Teachers Rep.	3/3
7	Adhoc Committee	NA		

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	Stephen Kamau Muniu	305989
2	Deputy Principal	John Kaburi Kanguru	348141
3	School Bursar	Beth Wanjiku Mbatia	24157459(BOM)

(e) Schools contacts

Post Office Box: 95-01030

Telephone: 0706425904

E-mail: mururia secondary school @ g mail . com.

Website: xxxx

Facebook:

Twitter:

(d) School Bankers

The following school operated 4 number of bank accounts in the following banks:

1. Name of Bank:Equity
Branch: Gatundu
Account Number:0660295491552
2. Name of Bank: KCB
Branch : Gatundu
Account Number:1234293781
3. Name of Bank :KCB
Branch: Gatundu
Account Number:1234293587
4. Name of Bank: KCB
Branch : Gatundu
Account Number:1234286467

2. MPESA Pay Bill No. 407878 attached to 0660295491552 bank account

f) Independent Auditors

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

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

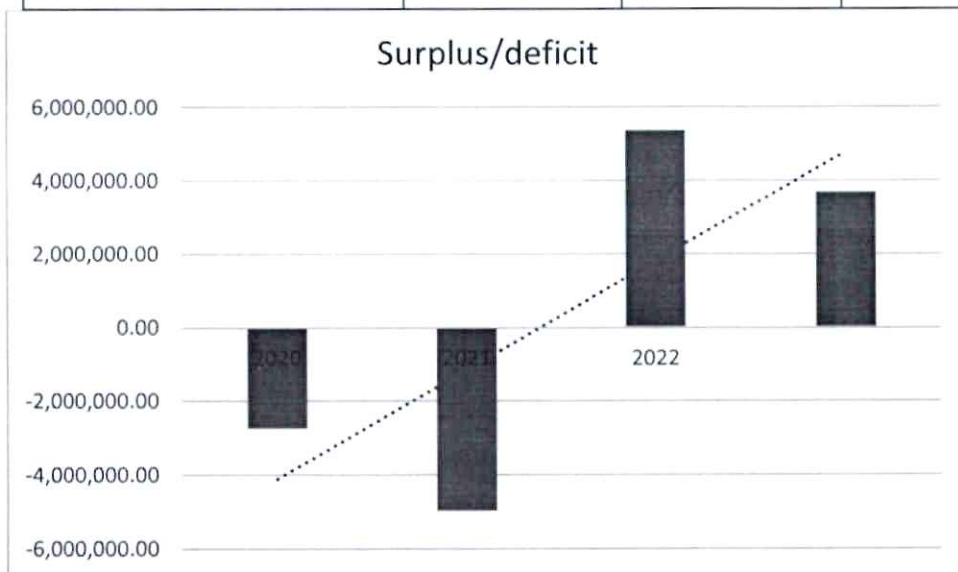
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

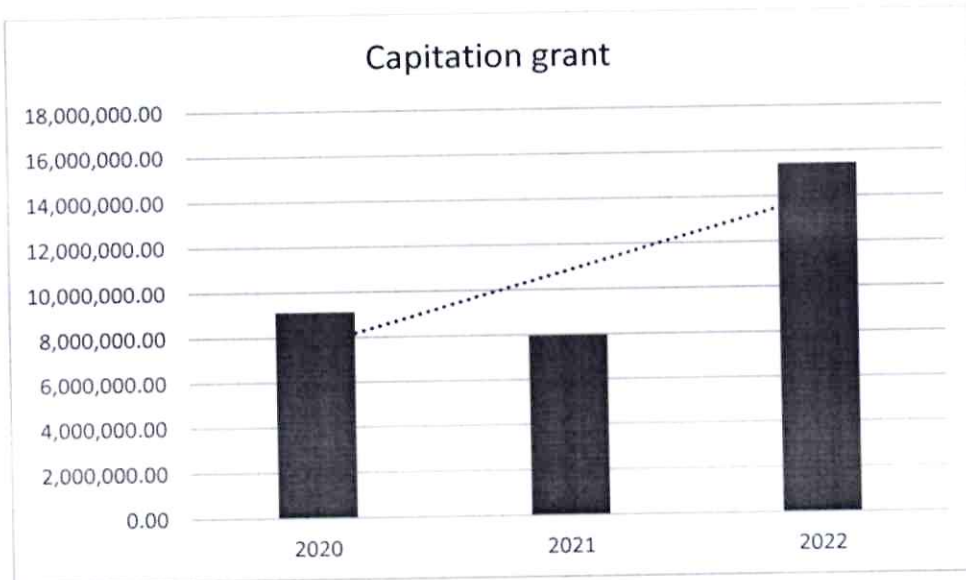
(i) Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2019	2020	2021	2022
School Fund A/c	(2,840,268.00)	5,142,397.00	2,518,458.00	-
Operation A/c	117,249.00	(163,028.00)	2,972,953.05	-
Tuition A/c	(16,496.00)	(1,341.00)	(118,417.25)	-
Infrastructure A/c	-	-	-	-
Surplus/deficit	(2,739,515.00)	(497,802.00)	537,299.80	368,771.00



(ii) Capitation grants from the Ministry of Education for the last three years

YEAR	2020	2021	2022
Operation	7,807,300.00	7,000,694.05	12,651,209.55
Tuition	1,319,629.00	975,908.75	2,795,133.20
Capitation grant	9,126,929.00	7,976,602.8	15,446,342.75



(iii) Ratio of capitation grant per student over the last three years

YEAR	2020	2021	2022
Amount Received	9,126,929.00	7,976,602.80	18,223,331.85
No. of Students	751	847	940
Amt. Per Student	12,153.34	9,417.47	19,386.52
)Moest Funds	22,224.00	11,112.00	22,224.00
Ratio	1.1	1.1	1.1

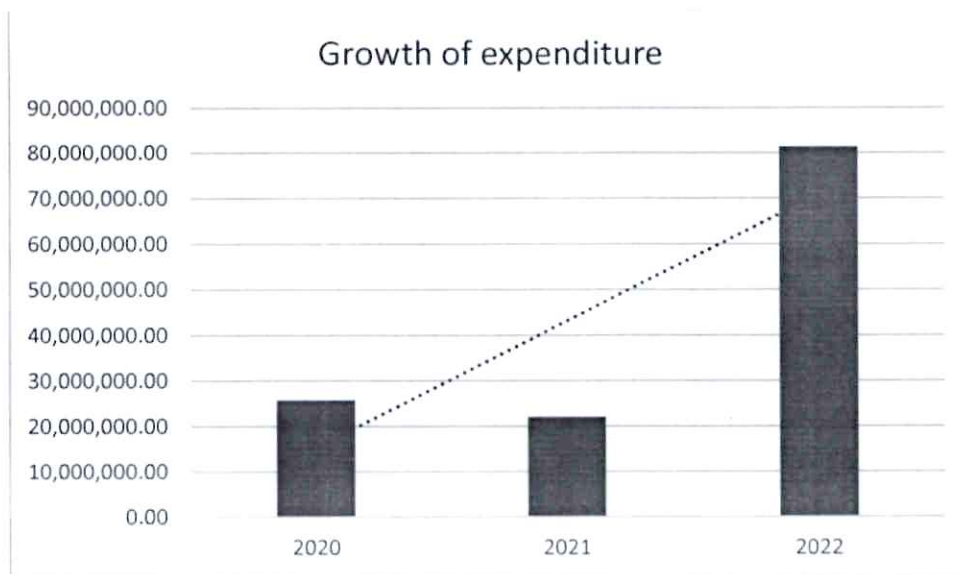
(IV) A three-year overview of growth of other income(s) earned by the school

N/A

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

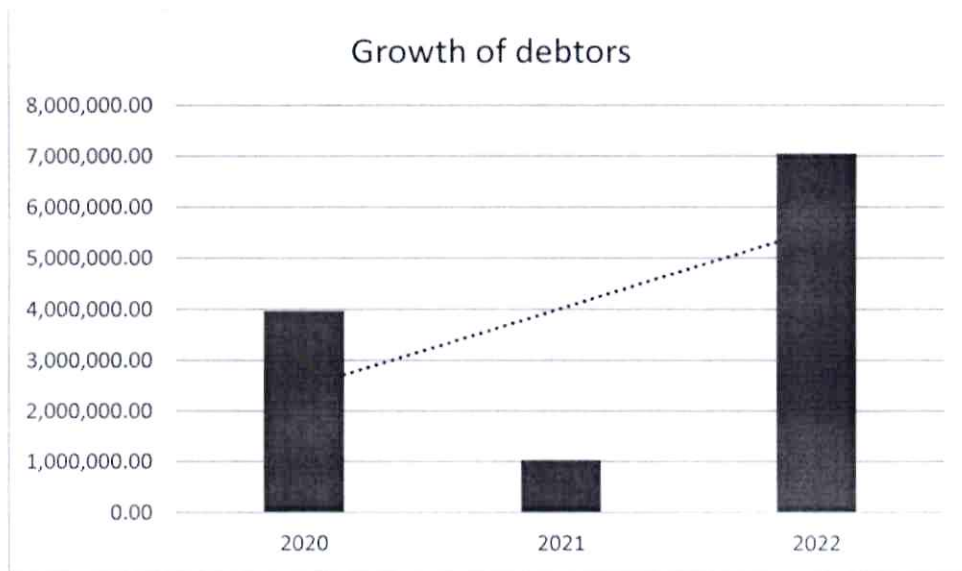
(V) A three-year overview of growth in expenditure of the school

YEAR	2020	2021	2022
School Fund	16,006,929.00	16,673,437.00	63,143,848.77
Operation	8,225,257.00	4,367,752.00	15,295,091.85
Tuition	1,616,680.00	1,094,326.00	2,928,240.00
Growth of expenditure	25,848,866.00	22,135,515.00	81,367,180.00



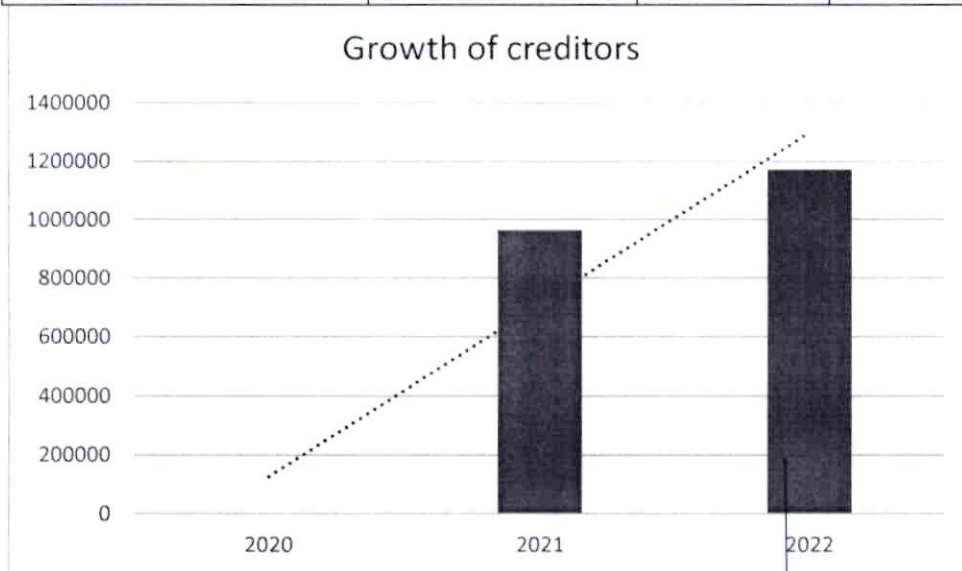
(Vi) Movement of debtors of the school over the last three years

YEAR	2020	2021	2022
School Fund	3,974,877.00	1,037,827.00	7,049,865.00
Tuition	-	-	-
Operation	-	-	-
Growth of debtors	3,974,877.00	1,037,827.00	7,049,865.00



(Vii) Movement Of creditors of the school over the last three years

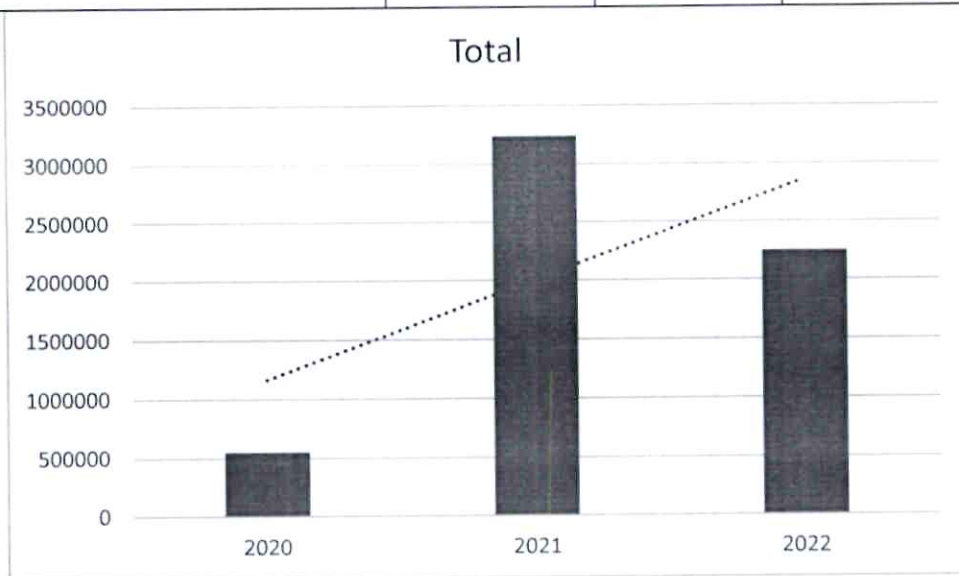
YEAR	2020	2021	2022
School Fund	504,006.00	965,194	1,173,056.00
Tuition A/c	-	-	-
Operation A/c	-	-	-
Growth of creditors	504006.00	965,194	1,173,056.00



MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

(Viii) Movement of cash and bank balances over the last three years.

YEAR	2020	2021	2022
School Fund A/c	(652,815.82)	341447.18	2,129,484.36
Tuition A/c	18,786.15	2695795.58	67,262.10
Operation A/c	83,721.53	200368.90	52,322.28
Total	550308.14	3237611.66	2249068.74



b) Teacher Student ratio:

The school had 32 teachers of which 6 were BOM teachers in the year 2021/222 and the students population was 940. Therefore the teacher students ratio was 1:29. There was only 2 teacher was posted and 2 retired.

c) Mean score in the 2021 KCSE: Year 2021 KCSE will be taken for the year 2022

YEAR	2019	2020	2021
KCSE Performance	6.284 (c-)	6.112 (c)	5.594 (c)
Target MSS	7.3	7.3	7.5
No of students to Institutions of higher learning	76	48	62

d) Number of Candidates in the 2021 KCSE :

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

YEAR	2019	2020	2021
No. of Students	169	132	198

e) **Capacity of the school:**

Students population: 1017

No. of dormitories: 11 which can accommodate 950

Dinning hall: 1 with a capacity of 1100

Laboratories: 2 laboratories

Toilets: 4 blocks pit latrines

Birthrooms: 38

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Summary Report of the Performance of the School (Continued)

f) Development projects carried out by the school:

Project	Source of funds	Costs
1 Classroom	M I F Funds	2,994,890.00
1 Dormitory	Parent contribution	3,820,671.00

Stephen Kamau Muniu



.....
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 (*Mururia 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: Dr Peter Wanjihia Muriu

Designation: Chairman, School Board of Management

Date:


Name: Stephen Kamau Muniu

Designation: School Principal & Secretary to Board of Management

Date: 6/8/2024


Name: Beth Wanjiku Mbatia

Designation: Bursar/ Finance Officer

Date: 6/8/2024


REPUBLIC OF KENYA

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



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON MURURIA BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – KIAMBU 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, 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 Mururia Boys Secondary School set out on pages 1 to 13, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Mururia Boys Secondary School 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in Financial Statements

The statement of financial assets and financial liabilities reflects net financial position balance of Kshs.26,511,243 which differs with fund balance reflected on Note 13 to the financial statements of Kshs.28,925,526 resulting to unreconciled variance of Kshs.2,414,283.

In the circumstances, the accuracy of net financial position balance of Kshs.26,511,263 could not be confirmed.

2. Failure to Appoint Board of Survey

During the year under review, Management did not appoint a board of survey to confirm bank and cash balances as at 30 June, 2022 of Kshs.2,249,069.

In the circumstances, the accuracy of the bank and cash balances of Kshs.2,249,069 as at 30 June, 2022, could not be confirmed.

3. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.26,676,457 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables amounting to Kshs.19,626,592 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.26,676,457 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Mururia Boys 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 final budget and actual on a comparable basis of Kshs.84,804,943 and Kshs.86,252,757 respectively resulting to an over-funding of Kshs.1,447,814 or 2% of the budget. Similarly, the School spent Kshs.82,565,046 against actual receipts of Kshs.86,252,757 resulting to an under-utilization of Kshs.3,687,711 or 4% of the receipts.

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

My opinion is not modified in respect of this matter.

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.

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, 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. Unconfirmed Students Enrollment Data

Review of documents provided for audit revealed discrepancies between the data in the National Education Management Information System (NEMIS) which indicated that the School had a total number of eight hundred and fifty five (855) students against one

thousand and seventeen (1017) students reflected in School enrolment records resulting to a variance of one hundred and sixty two (162).

This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 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, under-funding of the School may have affected service delivery to the students.

2. Unapproved PTA Contribution Fees Charged on Parents

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects school fund income - parents contribution amount of Kshs.70,091,338 which further includes Kshs.6,018,385 at Kshs.2,000 per student to support the programme which had not been approved by the Ministry of Education through the County Education Board.

In addition, Note 4 to the financial statements reflects an amount of Kshs.715,076 in respect to school fund income - other receipts. Included in the amount is development fee which was charged in the School's fees structure at Kshs.3,000 per student per year. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that parents will only pay for school uniforms, boarding related costs as reflected in the boarding fees structure and lunch for the day scholars.

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

3. Failure to Transfer Infrastructure Funds from the Operations Account

NEMIS data indicates that Kshs.4,281,500 was to be transferred from the operations accounts to the infrastructure account. However, bank statements and cashbook provided for audit reflects the School transferred Kshs.2,100,000 from the operations accounts resulting to unexplained variance of Kshs.2,181,500. This was contrary to The Ministry of Education Circular 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 law.

4. Lack of Appointment Letter for Board of Management

During the year under review, the School had a total of 14 Board members. However, upon perusal of their personal files, it was noted that there were no nomination letters by the County Education Board. Further, it was not clear how the Board of Management was appointed which contravenes Section 56(1) of the Basic Education Act, 2013 which states that the Board of Management should be appointed by the County Education Board.

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

5. Irregular Signing of Cheques by the Chairperson of Board of Management

Review of School records indicate that the chairperson of the Board of Management is a compulsory signatory to all bank accounts of the School, implying that he is actively involved in the day to day management of the School affairs. This results to conflict of interest as the Board of Management should also oversight and put checks and balance on transactions he is involved to process.

Further, it was observed that the Chairperson of the Board of Management was paid sitting allowances whenever called upon to sign cheques without approval from the Cabinet Secretary and SRC which leads to misuse of School and public funds contrary to Section 63 of the Basic Education Act, 2013 which states that the members of the Board of Management shall be paid such allowances as the Cabinet Secretary may provide by regulations upon the advice of the salaries and Remuneration Commission.

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

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

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects payments for boarding and school fund amount of Kshs.64,340,649 which includes Kshs.3,334,586 in respect of administration cost which further includes Kshs.611,680 transferred to Kenya Secondary School Heads Association which is a private entity contrary to Regulation 23(2)(c) of the Public Finance Management (National Government) Regulations, 2015. There were no clear guidelines from KESSHA on how the School needs to contribute with clear information of how the funds paid were to be utilized thereby casting doubt on the authenticity of the payments.

In the circumstances, the validity, authenticity and regularity of the Kshs.611,680 could not be confirmed.

7. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 31 March, 2023 instead of the statutory deadline of 30 September, 2022. This was contrary to the Ministry of Education Circular Ref. MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2022 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

8. Failure to Prepare School Improvement Plan

During the period under review, the School did not have an approved School Improvement plan, contrary to Section 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 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 comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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 overall governance were not effective.

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.247,300,000 in respect of fixed assets which includes land with no value and motor vehicles with a balance of Kshs.3,000,000. However, land ownership documents and motor vehicle log books 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 those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall 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 controls 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 controls 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 policies and procedures may deteriorate.

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

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

21 January, 2025

MURURIA SECONDARY SCHOOL
 Reports and Financial Statements For the year ended 30th June 2022

V. Statement Of Receipts And Payments Period To 30th June 2022

Description Of Vote Head	Note	2021-2022	2020-2021
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	2,795,133.20	1,275,908.75
Capitation grants for operations	2	12,651,209.55	7,040,725.05
School fund income- parents' contributions	3	70,091,338.00	15,893,326.00
School fund income- other receipts	4	715,075.95	16,730.00
Proceeds from borrowings		-	-
Total Receipts		86,252,756.70	24,226,689.80
Payments			
Payments for tuition	5	2,928,240.00	1,094,326.00
Payments for operations	6	15,296,156.85	4,424,432.00
Boarding and school fund payments	7	64,340,648.77	16,713,441.00
Total Payments		82,565,045.62	22,232,199.00
Surplus/Deficit		3,687,711.08	1,994,490.80

The school financial statements were approved on 30th JUNE 2022 and signed by:

.....
 Name: Prof. Peter W. Muriu

Chair BOM

Date:

.....
 Name: Stephen K. Muniu

School Principal/ Secretary to BOM

Date: 6/8/2022

.....
 Name: Beth W. Mbatia

Bursar/ Finance Officer

Date: 6/8/2022

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	2,221,783.81	2,809,719.53
Cash balances	9	27,284.93	485,817.08
Short term investment	10	-	-
Total cash and cash equivalent		2,249,068.74	3,295,536.61
Account's receivables	10	26,676,457.00	21,615,210.00
Total financial assets		28,925,525.74	24,910,746.61
Financial liabilities			
Accounts payables	11	2,414,283.00	2 087,215.00
Net financial assets		26,511,242.74	22,823,531.61
Represented by			
Accumulated fund b/fwd	12	22,823,531.61	20,829,040.81
Surplus/deficit for the year		3,687,711.13	1,994,490.80
Net financial position		26,511,242.74	22,823,531.61

The school's financial statements were approved on 30th JUNE 2022 and signed by:

.....
Name: Prof. Peter W. Muriu
Chair BOM
Date:

.....
Name: Stephen K. Muniu
School Principal/ Secretary to BOM
Date: 6/8/2022

.....
Name: Beth W. Mbatia
Bursar/ Finance Officer
Date: 6/8/2022

VII. Statement of Cash Flows for The Period Ended 30th June 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	2,795,133.20	1,275,908.75
Capitation grants for operations	2	12,651,209.55	7,040,725.05
School fund income- parents contributions/ fees	3	70,091,338.00	15,893,326.00
School fund income- other receipts	4	715,075.95	16,730.00
Total receipts		86,252,756.70	24,226,689.80
Payments			
Payments for tuition	5	2,928,240.00	1,094,326.00
Payments for operations	6	15,296,156.85	4,424,432.00
Boarding and school fund payments	7	64,340,648.77	16,713,441.00
Total payments		82,565,045.62	22,232,199.00
Adjusted for			
Prior your Adjustment			
Decrease(increase in accounts receivables		(5,061,247.00)	2,025,312.00
Increase(Decrease in accounts payable		327,068.00	(227,664.00)
Net cash flow from operating activities		(1,046,467.92)	3,792,138.00
Cashflow from investing activities			
Proceeds from sale of assets		-	-
Acquisition of assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from investing activities		-	-
Cashflow from borrowing activities			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalent		(1,046,467.92)	3,792,138.80
Cash and cash equivalent at beginning of the year		3,295,536.61	(496,602.19)
Cash and cash equivalent at end of the year		2,249,068.70	3,295,536.61

The school's financial statements were approved on 30th JUNE 2022 and signed by:

.....   

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Name: Prof. Peter W. Muriu

Chair BOM

Date:

Name: Stephen K. Muniu
School Principal/ Secretary to
BOM

Date: 6/8/2022

Name: Beth W. Mbatia

Bursar/ Finance Officer

Date: 6/8/2022

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Textbooks and Reference materials						
Exercise Books	2,190,880.00	-	2,190,880.00	2,190,880.00	-	100%
Laboratory Equipment	604,253.20	-	604,253.20	604,243.00	-	100%
Internal Exams	-	-	-	-	-	-
Teaching / Learning Materials	-	-	-	-	-	-
Chalks	-	-	-	-	-	-
Exams And Assessment	-	-	-	-	-	-
Teachers Guides	-	-	-	-	-	-
Total	2,795,133.20		2,795,133.20	2,795,133.20	-	100

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

<i>(2) Capitation Grant on Operations</i>				-	-	-
Personnel Emoluments	4,400,000.00		4,400,000.00	4,400,000.00	-	100%
Repairs And Maintenance	4,495,500.00		4,495,500.00	4,495,500.00	-	100%
Local Transport / Travelling	150,000.00		150,000.00	150,000.00	-	100%
Electricity And Water	850,000.00		850,000.00	850,000.00	-	100%
Medical	600,000.00		600,000.00	600,000.00	-	100%
Administration Costs	1,655,709.55		1,655,709.55	1,655,709.55	-	100%
Activity	500,000.00		500,000.00	500,000.00	-	100%
Gratuity						
Total	12,651,209.55	-	12,651,209.55	12,651,209.55	-	-
<i>(3) Fees Charged on Parents</i>						
Boarding fees	37,380,100.00		37,380,100.00	39,135,061.00	1,754,961.00	105%
Personnel Emoluments	4,231,500.00		4,231,500.00	4,850,355.00	618,855.00	115%

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Repairs And Maintenance	3,276,000.00		3,276,000.00	3,433,874.00	157,874.00	105% %
Local Transport / Travelling	866,000.00		866,000.00	900,986.00	34,986.00	104%
Electricity And Water	6,688,500.00		6,688,500.00	7,598,722.00	-910,222.00	113%
Medical	1,074,000.00		1,074,000.00	1,054,306.00	19,694.00	98%
Administration Costs	2,598,000.00		2,598,000.00	2,930,047.00	332,047.00	113% %
Activity	268,500.00		268,500.00	348,931.00	80,431.00	129% %
Development project	6,240,000.00		6,240,000.00	3,820,671.00	2,419,329.00	63%
PTA	6,580,000.00		6,580,000.00	6,018,385.00	561,615.00	91%
<i>Other Income</i>						
Rent Income	120,000.00		120,000.00	19,625.95	100,375.00	16%
Loss Damages	-			661,650.00		100%
Exam	36,000.00		36,000.00	33,800.00	2,200.00	93%
Total	69,358,600.00		69,358,600.00	70,806,413.95	2,016,126.00	
Total income	84,804,942.75		84,804,942.75	86,252,756.70		

MURURIA SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

<i>(1) Expenditure For Tuition</i>						
Textbooks And Reference Materials	-		-			
Exercise Books	2,190,880.00		2,190,880.00	2,190,880.00		100%
Laboratory Equipment	642,420.00		642,420.00	642,420.00		121%
Internal Exams	-		-			
Teaching / Learning Materials	44,100.00		-	44,100.00		
Chalks	-		-	-		
Exams And Assessment	-		-	-		
Teachers Guides	50,000.00		-	50,000.00		
Administration Costs	-		-			
Bank Charges	-		-	840		
Total	2,927,400.00		2,927,400.00	2,928,240.00		100%
<i>(2) Expenditure For Operations</i>						

Personnel Emoluments	4,400,000.00		4,400,000.00	4,949,828.00	41,807.00	99%
Repairs, Maintenance & Improvements	4,495,500.00		4,495,500.00	2,726,195.00	1,177,670.00	74%
Local Transport / Travelling	150,000.00		150,000.00	145,478.00	4,522.00	96%
Electricity, Water and Conservancy	825,000.00		825,000.00	826,850.00	1,850.00	100%
Medical	623,000.00		623,000.00	622,050.00	-22,050.00	99%
Administration Costs	1,655,709.55		1,655,709.55	2,538,985.85	-883,276.30	153%
Activity Expenses	500,000.00		500,000.00	1,082,450.00	-582,450.00	216%
Aquisition of assets	2,403,255.00		2,403,255.00	2,403,255.00		100%
Bank charges				1,065.00		
Total	12,651,209.55		12,651,209.55	15,296,156.85	-261927.3	
<i>(3) Expenditure For School Fund</i>						
Boarding fees	37,380,100.00		37,380,100.00	28,538,522.00	8,841,578.00	76%

MURURIA SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

Personnel Emoluments	4,231,500.00		4,231,500.00	2,757,131.00	1474369	65%
Repairs, Maintenance and Improvements	3,276,000.00		3,276,000.00	8,540,030.00	-5264030	260%
Local Transport / Travelling	866,000.00		866,000.00	2,193,616.50	-1,327,616.50	253%
Electricity, Water and Conservancy	6,688,500.00		6,688,500.00	3,428,230.00	3,260,270.00	51%
Medical Expenses	1,074,000.00		1,074,000.00	1,581,470.00	-507470	147%
Administration Costs	2,598,000.00		2,598,000.00	5,396,653.27	-2,798,653.27	207%
Activity	268,500.00		268,500.00	569,035.00	-300,535.00	211%
Exam	36,000.00		36,000.00	52,600.00		
Development project	6,240,000.00		6,240,000.00	6,036,111.00	203,889.00	100%
PTA	6,580,000.00		6,580,000.00	5,247,250.00	1,332,750.00	80%
Insurance Costs	-		-			
Other Expenses On Investments	-		-			
Rent Expenses	120,000.00		120,000.00			
Bank Charges	-		-			

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Loan Interest Repayment	-		-		
Loan Principal Repayment	-		-		
Acquisition Of Assets					
Totals	69,358,600.00		69,358,600.00	64,340,648.77	
Total expenditure	84,804,942.75		84,804,942.75	82,565,045.62	

NOTES TO COMPARATIVE BUDGET

1. Income-In the years 2021/2022, The Ministry of education disbursed money as expected. The school had prepared a budget estimate of Kshs 69,358,600.00 for a period of 12 months upon which it was supposed to collect fees based on it. The fees was generally good since we attained an overall 97% of the targeted fees.

Underutilization- There was no account that was underutilized. This means that budgeted figures were all collected.

Overutilization- Most of voteheads from school fund had been overutilized. This resulted due to 100% transition of students i.e more students than expected.

2. Expenditure- The school is supposed to operate within its budget estimates in the year 2021/2022.

Underutilization

Tuition account had no votehead underutilised.

Operation account had

- R.M.I underutilised with 74% This occurred due to payments of suppliers was made through School fund.
- **School fund** was underutilized in 3 voteheads only which are Boarding equipments and stores (73%)- the prices of some commodities was low.

- Personal Emolument (65%)-Most of the salaries are paid through Operation account. Electricity water & conservancy (51%)_ This is because there is a bore and a small dam that was dug at the river and they are efficient.

Overutilization

- In tuition account more laboratory chemicals and equipment were required for KCSE exams.
- **Operation account** had two voteheads which are Administration costs (153%)- More guidance and counselling session to students were done and motivation i.e awards & tours.
- Activity (216%)-This was due to huge activity levies in region

School fund account had 5 voteheads overutilised which are

- Repairs maintenance and improvement (260%)-There was major repair work on broken lockers chairs beds window panes, floors and repainting of classes,
- Local transport and travelling (253%)-activities had resumed so there was high consumption of fuel, repair and service of bus since it had not been used for a long time during the time of pandemic
- Medical expenses(147%)-There was due to fractures and other ailments that was with students.
- Administration costs (207)-a printing machine was purchase to be used in computer lab and computers
- Activity (211%)-This was due to the huge activity levies required.

IX. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

Significant Accounting Policies (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 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	2,190,880.00	-
Laboratory Equipment	604,253.20	559,095.00
Internal Exams	-	-
Teaching / Learning Materials	-	716,813.75
Chalks	-	-
Exams And Assessment	-	-
Teachers Guides	-	-
Total	2,795,133.20	1275908.75

2 Capitation Grant for Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	4,400,000.00	1,300,000.00
Repairs And Maintenance	4,495,500.00	3204480.00
Local Transport / Travelling	150,000.00	200,000.00
Electricity And Water	850,000.00	900,000.00
Medical	600,000.00	-
Administration Costs	1,655,709.55	855,829.00
Activity	500,000.00	580,416.00
Total	12,651,209.55	7,040,725.05

3 Parents Contribution/Fees - School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Boarding equipment and stores	39,135,061.00	8,794,985.00
Personnel emoluments	4,850,355.00	816,887.00
Repairs and maintenance	3,433,874.00	832,902.00
Local transport / travelling	900,986.00	892,334.00
Electricity and water	7,598,722.00	1,411,849.00
Medical	1,054,306.00	3,000.00
Administration costs	2,930,047.00	564,049.00
Activity	348,931.00	36,427.00

MURURIA SECONDARY SCHOOL

Reports and Financial Statements For the year ended 30th June 2022

Description	2021-2022	2020-2021
	Kshs	Kshs
Development project	3,820,671.00	16,730.00
PTA	6,018,385.00	2,540,893.00
Total	70,091,338.00	15,910,056.00

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Fee On Boarding Equipment and Stores	-	
Rent Income	19,625.95	
Loss/Damages	661,650.00	-
Exam	33,800.00	-
	-	-
Total	715,075.95	-

(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	2,190,880.00	422,600.00
Laboratory Equipment	642,420.00	669,920.00
Internal Exams	-	-
Teaching / Learning Materials	44,100.00	-
Chalks	-	-
Exams And Assessment	-	-
Teachers Guides	50,000.00	-
Administration Costs	-	-
Bank Charges	840.00	1806.00
Total	2,928,240.00	1,094,326.00

Notes To The Financial Statements (Continued)

6 Payments For Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personal emolument	4,949,828.00.00	792,830.00
Service Gratuity	-	-
Administration Cost	2,538,985.85	824886.00
Repairs And Maintenance & Improvements	2,726,195.00	1,290,318.00
Local Transport / Travelling	145,478.00	153,130.00
Electricity And Water	826,850.00	850,268.00
Medical	622,050.00	-
Activity Expenses	1,082,450.00	513,000.00
Smasse	-	-
Insurance Cost	-	-
Bank Charges	1,065.00	-
Acquisition Of Assets	2,403,255.00	-
Total	15,296,156.85	4,424,432.00

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	2,757,131.00	2,419,449.00
Service Gratuity	-	-
Repairs And Maintenance & Improvements	8,540,030.00	889,860.00
Local Transport / Travelling	2,193,616.50	566,578.00
Electricity And Water	3,428,230.00	755,145.00
Medical Expenses	1,581,470.00	492,473.00
Administration Costs	5,396,653.27	796,929.00
Development project	6,036,111.00	-
Exam	52,600.00	-
School programme	5,247,250.00	-
Fee On Boarding Equipment and Stores	28,538,522.00	9,649,857.00
Medica	1,581,470.00	-
Activity	569,035.00	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets		
Total	64,340,648.77	16,713,441.00

Notes To The Financial Statements (Continued)

8 Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	1234293587	67,262.10	200,368.90
Operations Account	1234293781	26,448.20	2,656,106.50
School Fund Account/Boarding	0660295491552	2,127,670.51	-51,680.82
Savings Account	-	-	705.95
Parent Association Development Account	-	-	-
Income Generating Activities Account	-	-	-
Infrastructural Account	1234286467	403.00	4,219.00
Total		2,221,783.81	2,809,719.53

9 Cash In Hand

	2021-2022	2020-2021
	Kshs	Kshs
TUITION Account	0	
Operation Account	25,471.08	92,689.08
School fund	1813.85	393,128.00
Total	27,284.93	485,817.08

10 Short Term Investments

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

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

11 Accounts Receivable

Description	2021-2022	2020-2021
	Kshs	Kshs

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears For Current Year	7,049,865.00	1,037,827.00
Fees Arrears For The Previous Year	0	911,738.00
Fees Arrears For Prior Periods (Over Two Years)	19,626,592.00	19,665,645.00
Total	26,676,457.00	21,615,210.00

12 Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,241,227.00	965,194.00
Prepaid Fees	1,173,056.00	1,122,021.00
Retention Monies	-	-
Total	2,414,283.00	2,087,215.00

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors for Current Year	1,241,227.00	-
Trade Creditors for The Previous Year	-	-
Trade Creditors for Prior Periods (Over Two Years)	-	965,194.00
Total	1,241,227.00	965,194.00

Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	2,221,783.81	2,809,719.53
Cash Balances	27,284.93	485,817.08
Short Term Investments	-	-
Receivables	26,676,457.00	21,615,210.00
Payables	-	-2,087,215.00
Total	28,925,525.74	22,823,531.61

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Loan(S)	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Total	-	-

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees	100	-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Total		-	-

16 Borrowings

Description	2021-2022	2020-2021
	Kshs	Kshs
a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	0	0

Other important disclosure notes


17 Stock/ Inventory

Description	2021-2022	2020-2021
	Kshs	Kshs
b) Inventory	-	-
Stock/ inventory at beginning of the year	-	-
Maize	-	180kgs
Beans	-	90kgs
Rice	-	50kgs
Stock inventory purchased during the year		
Maize	21330kgs	
Beans	25830kgs	
Maize flour	21510kgs	
Sugar	12500kgs	
Greengrams	2520kgs	
Rice	28300kgs	
Tealeaves	175kgs	
Chocolate	33 cartons	
Cabbages	60847kgs	
Onions	588kgs	
Cooking fat	1080kgs	
Pineapples	648 dozens	
Eggs	1032 trays	
Bread	64800pcs	
Salt	83pkts	
Milk	1594	
Stock inventory issued during the year		
Balance at the end of the year		
Maize	120kgs	
Beans	50kgs	

18 Progress On Follow Up Of Auditor Recommendations

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

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



 Sign and Date
 Principal

MURURIA SECONDARY SCHOOL
 Reports and Financial Statements For the year ended 30th June 2022

Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 30 th 2022	Outstanding Balance June 30 th 2022	Comments
	a	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.	-	-	-	-	-	
2.	--	-	-	-	-	
3.	-	-	--	--	-	
Sub-Total	-	-	-	--	-	
Supply Of Goods						
4. FRAWAH GENERAL SUPPLIER	643,070.00	-	-	643,070.00	643,070.00	No funds
5. DPL FESTIVE LIMITED	280,157.00	-	-	280,157.00	280,157.00	
6. FRANCIS MBURU NJOROGE	318,000.00	-	-	318,000.00	318,000.00	
Sub-Total	1,241,227.00	-	-	1,241,227.00	1,241,227.00	
Supply Of Services						
7.						
8.						
9.						
Sub-Total						
Grand Total	1,241,227.00			1,241,227.00	1,241,227.00	

MURURIA SECONDARY SCHOOL
Reports and Financial Statements For the year ended 30th June 2022

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Estimated Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Estimated Historical Cost c/f (Kshs) 30th June 2022
Land 1	10 th oct 1978	Ndarugu location	No valuer	-	-	-
Land 2	-	-	-	-	-	-
Buildings And Structures		Ndarugu	240,000,00.00	-		240,000,000.00
Motor Vehicles:KAY 341V	28 th sep 2007	Ndarugu	3,000,000.00	-	-	3,000,000.00
Office Equipment, Furniture And Fittings	1964	Ndarugu	1,200,000.00	-	-	1,200,000.00
ICT Equipment, And Other ICT Assets	-	-	1,800,000.00	-	-	1,800,000.00
Tools And Apparatus	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-
Other Machinery And Equipment	2021	Ndarugu	1,000,000.00	-	-	1,000,000.00
Heritage And Cultural Assets		-	-	-	-	
Intangible Assets- Soft Ware	2010	Ndarugu	3,00,000.00	-	-	300,000.00
Total		-	-	--	--	247,300,000.00