REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL

ON

MERU SCHOOL

FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2021

MERU COUNTY

Revised 30th June 2021.

HARAMBEE

MERU SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED
30th June 2021

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

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I. KEY SCHOOL INFORMATION AND MANAGEMENT

MERU SCHOOL

(a) Background information

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

The school was registered in **MAY 2012** under registration number **PU/S/3/1673/12** and is currently categorized as a National public school established, owned or operated by the Government.

The school is a boarding school and had **1245** and **321** (exclusive of 2020 candidates who had done KCSE) number of students as at **30th April 2021** and **30th June 2021** respectively.

It has **23** streams and **81** teachers of which **8** 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:

Serial No.	Name of Board Member	Designation	Date of appointment
1	Eng. David N. Rukunga	Chairman - Sponsor	16TH MAY 2019
2	Mr. Lawrence K. Kariuki	Secretary - Principal	16TH MAY 2019
3	Dr. Viona N. Ojiambo	Member – Rep. Parents/Local Community	16TH MAY 2019
4	Mr. Hilole Hussein	Member – Rep. Parents/Local Community	16TH MAY 2019
5	Mrs. Anne K. Ntoiti	Member – Rep. Parents/Local Community	16TH MAY 2019
6	Dr. Faith Ngugi Nkuru	Member– Rep. Parents/Local Community	16TH MAY 2019
7	Dr. Mercy N. Thuranira	Member – Rep. Parents/Local Community	16TH MAY 2019
8	Rev. Josphat Nturibi	Member – Rep. Parents/Local Community	16TH MAY 2019
9	Dr. Karau Bundi	Member – Rep. CEB	16TH MAY 2019
10	Mrs. Mary M. Muiruri	Member - Rep Teachers	16TH MAY 2019
11	Eng. David N. Rukunga	Member – Rep. Sponsor	16TH MAY 2019
12	Mrs. Nancy G. Gitonga	Member – Rep. Sponsor	16TH MAY 2019
13	Mr. Julius Kithinji	Member – Rep. Sponsor	16TH MAY 2019
14	Mrs.Penina Kambura Mutwiri	Member -Special Needs	16TH MAY 2019
15	Mr. Manasses K. Kariuki	Member - Special Interest Group	16TH MAY 2019
16	Rev. Joshua M. Rutere	Member – Co-opted	16TH MAY 2019
17	Ms. Francisca Kaipoi	Member – Co-opted	16TH MAY 2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	**Executive Committee**	ENG. DAVID N. RUKUNGA MR. LAWRENCE K. KARIUKI REV. JOSHUA M. RUTERE DR. MERCY N. THURANIRA REV. JOSPHAT NTURIBI	Chairman B.O.M. Secretary/Principal Chairman P.A. V/Chairperson B.O.M. Member	2 out of 3
2	Audit Committee	DR. FAITH N. NGUGI MRS. PENINA K. MUTWIRI REV. JOSPHAT M. RUTERE	Secretary Member Chairman	1 out of 2
3	Finance,procurement and general purposes Committee	MRS. NANCY G. GITONGA REV. JOSPHAT NTURIBI REV. JOSHUA M. RUTERE MS. FRANCISCA KAIPOI	Secretary Chairman Member Member	2 out of 3

4	Academic Committee	MRS. ANN K. NTOITI DR. VIONA N. OJIAMBO MRS. MARY M. MUIRURI MR. JULIUS K. KIRIMA	Chairperson Secretary Member Member	2 out of 3
5	Development Committee	REV. JOSPHAT NTURIBI MR. LAWRENCE K. KARIUKI ENG. DAVID N. RUKUNGA MR. JOSEPH NJERU REV. JOSHUA RUTERE MRS. NANCY GITONGA	Chairperson Member Member Member Member Secretary	2 out of 3
6	Discipline and welfare Committee	DR. BUNDI KARAU DR. MERCY N. THURANIRA MR. MANASSES K. KARIUKI MR. HILOLE HUSSEIN	Member Chairperson Secretary Member	3 out of 3
7	Adhoc Committee (if any during the year)	MS. CHARITY MUKIRI KAMUNDI MR. FRANCIS G. MUTWIRI MR. ENOCK W. WANGILA MR. ROBERT RUKARIA MR. MARK W. NAMASWA MS. FRIDAH K. ARIMI MR. JUMA S. ISAAC MS. JOY MAKENA	Secretary Chairman Member Member Member Member Member Member	1 out of 1

(d) School operation Management

For the financial year ended *30th June 2021* the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Mr. Lawrence K. Kariuki	272913
2	Deputy Principal – Administration	Mr. Mutwiri F. Gitonga	458790
3	Deputy Principal – Academics	Mr. Kathuru Joseph Gitari	215458
4	School Bursar	Ms. Charity Mukiri Kamundi	ID/23075203

(e) Schools contacts

Post Office Box: 103 – 60200 Meru
Telephone: 0794 338381
E-mail: meruschool2015@gmail.com
Website: www.meruschool.ac.ke

(f) School Bankers

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

1. Name of Bank: Equity Bank of Kenya
   Branch: Makutano Meru
   Account Number: 1040298414943

2. Name of Bank: Kenya Commercial Bank
   Branch: Makutano Meru
   Account Number: 1254174192

3. Operations Account – 1040280219529 – Equity Bank Makutano Branch Meru
   01021039005500 – National Bank – Meru Branch

4. Tuition Account – 1040219535 – Equity Bank Makutano Branch Meru
   01025039706600 – National Bank – Meru Branch

5. Infrastructure Account – 1254174214 – KCB Makutano Branch Meru

6. Fund Account – 1104161850 – KCB – Meru Branch

7. Caution Money Account – 1102258911 – KCB – Meru Branch

8. MPESA Pay Bill No. Business Number 247247
attached to Equity Bank account
A/C No. 1040298414943

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(g) Independent Auditors
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

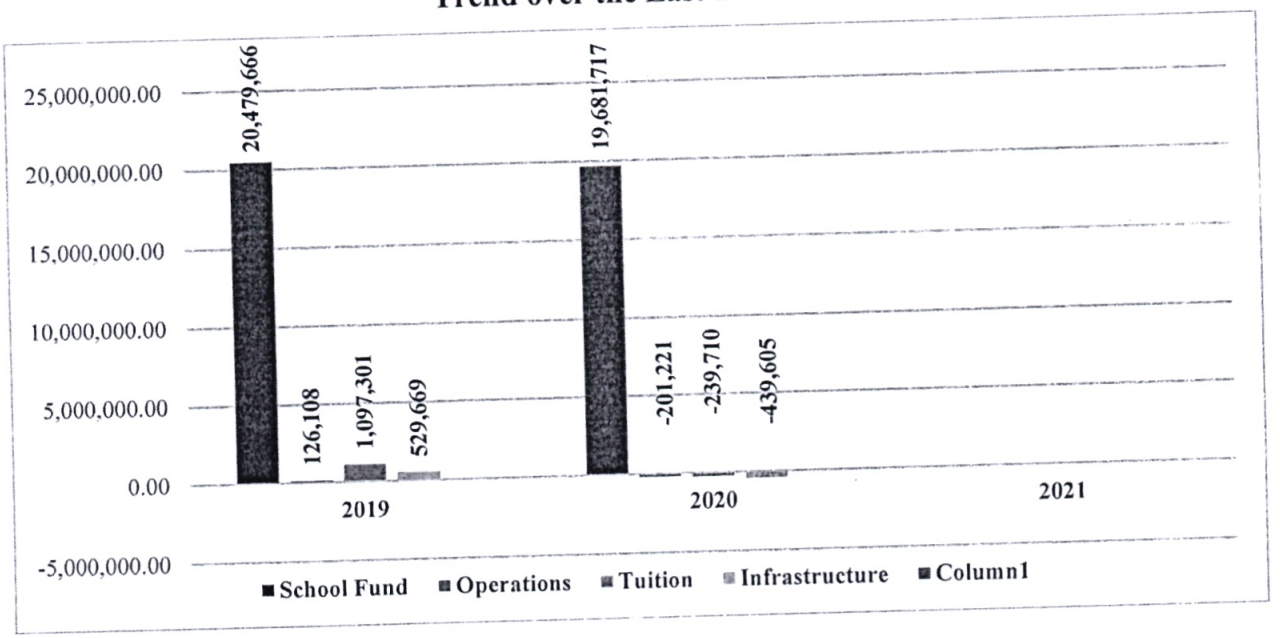
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

SURPLUS/ DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS

ACCOUNTS	2021	2020	2019
	KSHS.	KSHS.	KSHS.
School Fund Account		19,681,716	20,479,666
Operations Account		(201,221)	126,108
Tuition Account		(239,710)	1,097,301
Infrastructure Account		(439,605)	529,669
TOTAL	12,712,703	18,801,180	22,232,744
Increase/Decrease	(6,088,477)	(3,431,564)	

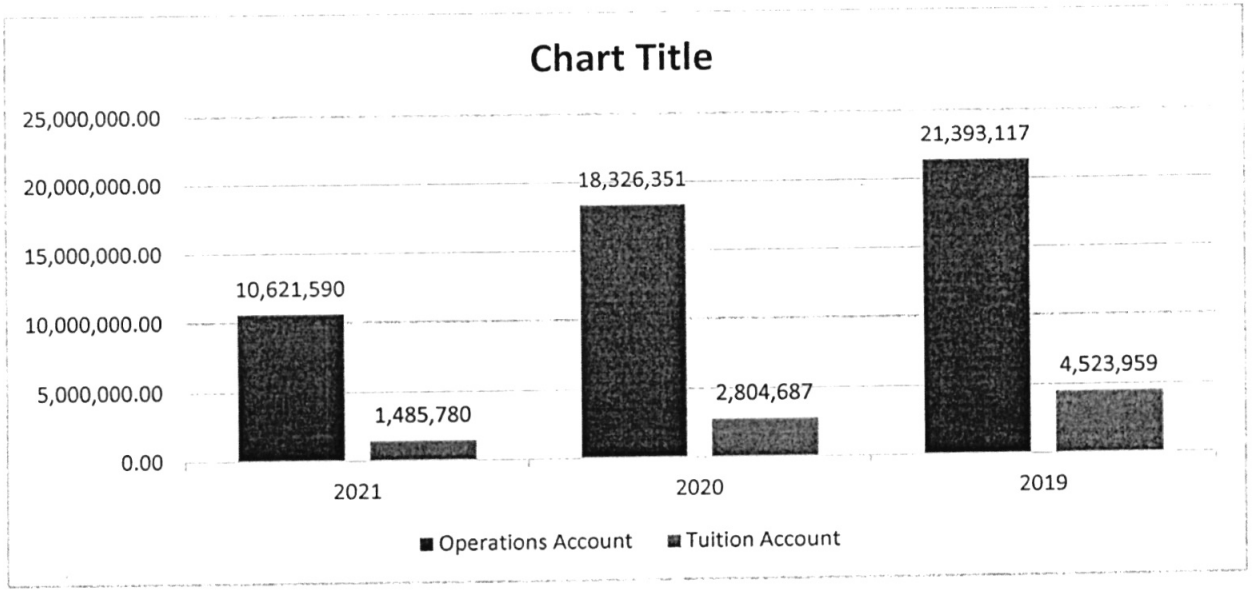
Trend over the Last Three Years



CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

ACCOUNTS	2021	2020	2019
	KSHS.	KSHS.	KSHS.
Operations Account	10,621,590	18,326,351	21,393,117
Tuition Account	1,485,780	2,804,687	4,523,959
Totals	12,107,370	21,132,037	25,917,076
Increase/Decrease	9,024,767	4,785,039	
No. of students	1574	1567	1421
Ratio per capitation per student	1:07692	1:13485	1:18238

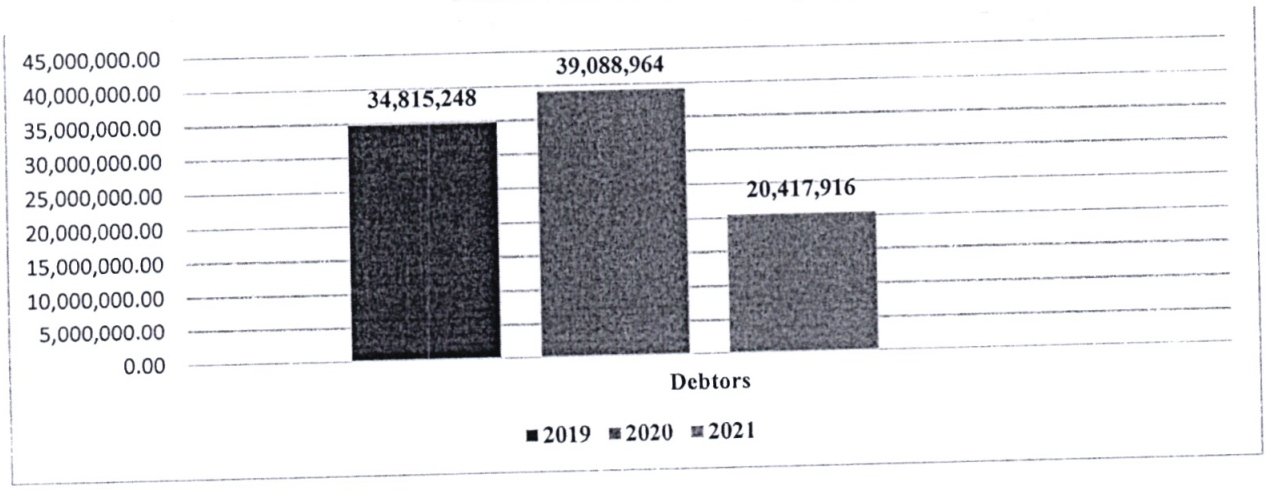
Trend over the Last Three Years



MOVEMENT OF DEBTORS OF THE SCHOOL OVER THE LAST THREE YEARS

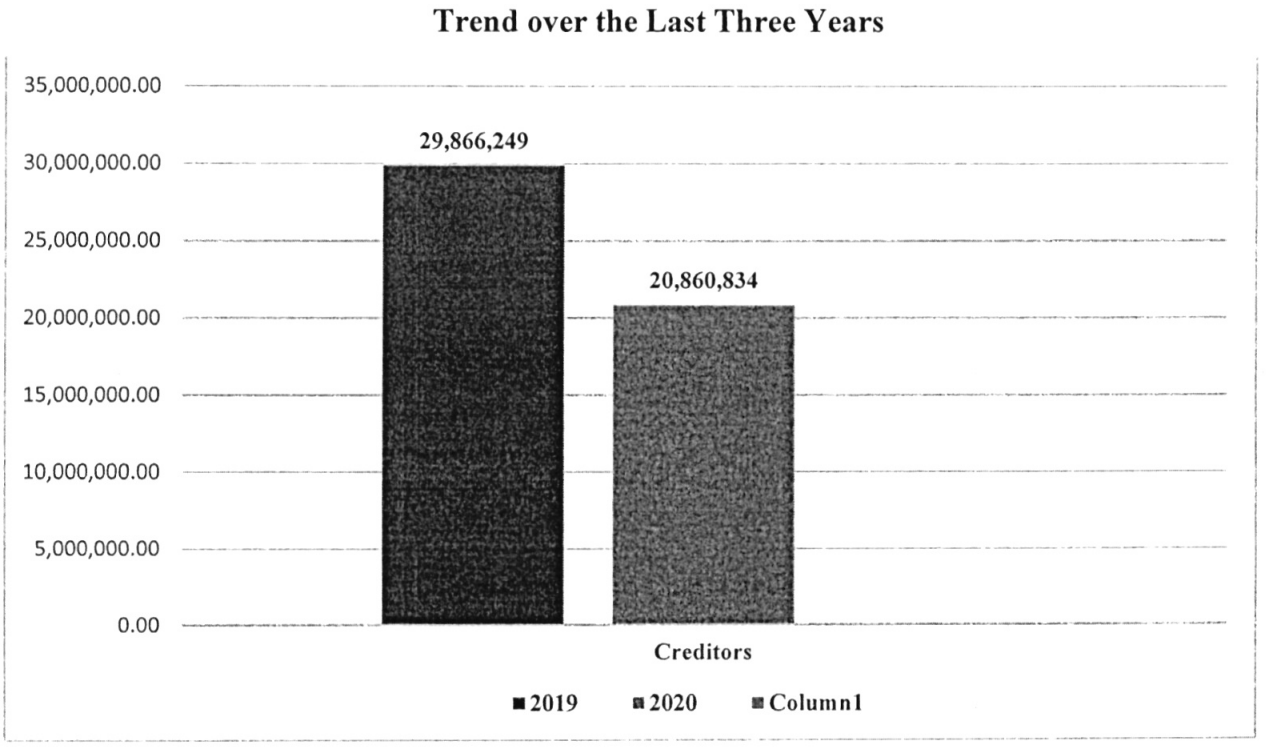
ACCOUNTS	2021	2020	2019
School Fund Account	20,417,916	39,088,964	34,815,248
Total	20,417,916	39,088,964	34,815,248
Increase/Decrease	(18,671,048)	4,273,716	

Trend over the last three years



MOVEMENT OF CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS

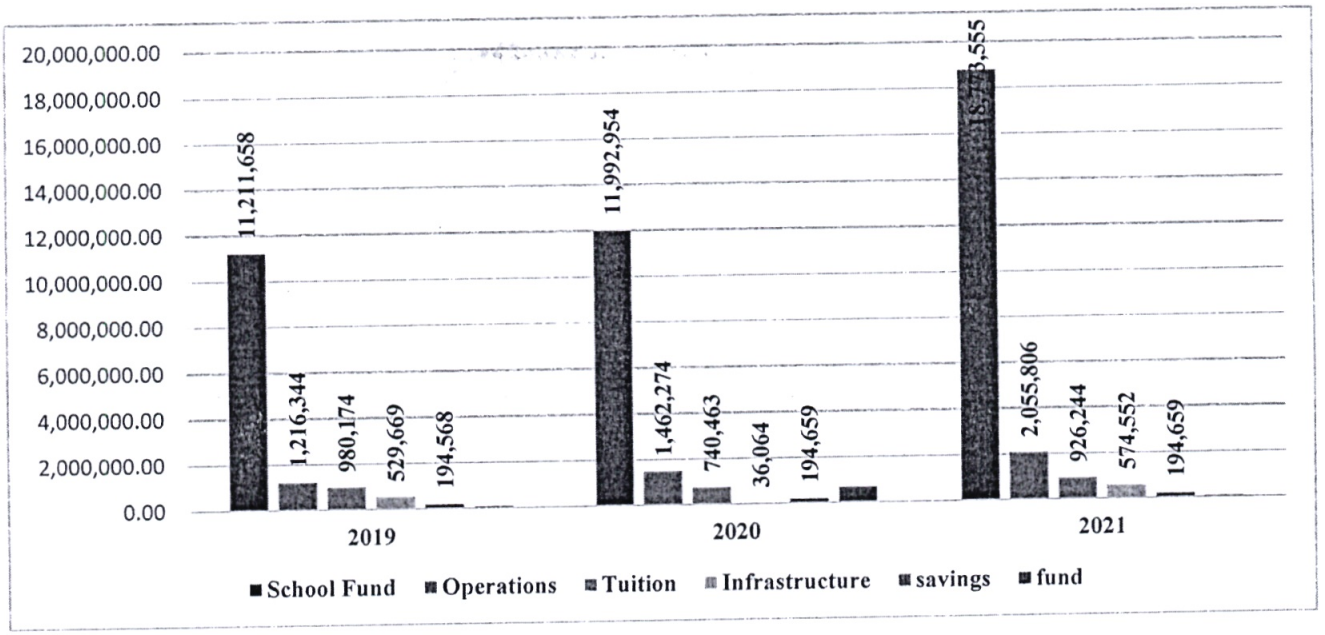
ACCOUNTS	2021	2020	2019
School Fund Account	18,159,480	20,860,834	29,866,249
Total	18,159,480	20,860,834	29,866,249
Increase/Decrease	(2,701,354)	(9,005,415)	



MOVEMENT OF CASH AND BANK BALANCES OVER THE LAST THREE YEARS

ACCOUNTS	2021	2020	2019
School Fund Account	18,773,555	11,992,954	11,211,658
Operations Account	2,055,806	1,462,274	1,216,344
Tuition Account	926,244	740,463	980,174
Infrastructure Account	574,552	36,064	529,669
Savings Account	194,659	194,659	194,568
Fund Account	58,053	685,053	74,999
Total	22,582,868	15,111,467	14,207,412
Increase/Decrease	7,471,401	904,055	

Trend over the Last Three years



b) **Teacher Student ratio:**

The school has a Teacher to student Ratio = **1:19**

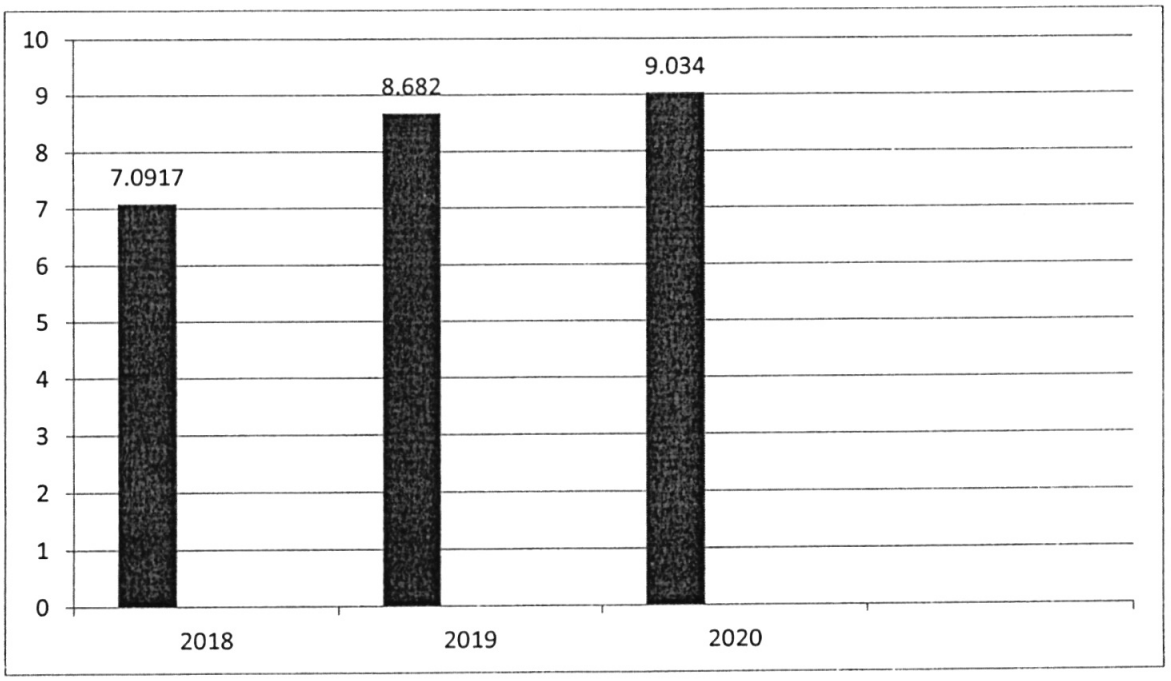
No. of TSC teachers	No. of BOM teachers	No. of Teachers recruited and posted	No. of Teachers transferred
74	**7**	**6**	**4**

NO. OF TEACHES PER EACH SUBJECT

ENGLISH	8	
KISWAHILI	8	
MATHEMATICS	10	
BIOLOGY	6	
PHYSICS	8	
CHEMISTRY	6	
HISTORY	6	
GEOGRAPHY	4	
C.R.E.	5	
I.R.E.	1	
ART & DESIGN	2	
FRENCH	1	
MUSIC	1	
COMPUTER STUDIES	5	
BUSINESS STUDIES	5	
	74	Exclusive 7 B.O.M. TEACHERS
CBE	**89**	
SHORTAGE/DEFICIT	**15**	

c) **Mean score in the *2018, 2019 and 2020* KCSE:**

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	DEV
2018	349	7.0917 C+	215	61%	9.5	Negative Deviation of -0.2083
2019	293	8.682 B	250	85%	10.00	Positive deviation of +1.59
2020	320	9.034 B	297	92%	10.5	There was a positive deviation +0.352



d) **Number of Candidates in the 2018, 2019 and 2020 KCSE:**

Below is the number of candidates sitting for KCSE over the last three years.

YEAR	ENTRY
2018	349
2019	293
2020	320

e) **Capacity of the school:**

No. of Students in the school - 1566

FACILITY	NO. OF FACILITIES	ENROLMENT	CAPACITY	DEFICIT
Dormitories	12	1566	1350	216
Dining Hall	2	1566	1000	566
Laboratories	8	1566	320	
Toilets	54	1566	1566	0

NOTE: On the capacity of the laboratories it depends on the number of students taking a common subject.

f) Development projects carried out by the school:

PROJECT NAME	SOURCE OF FUNDS	STATUS	INITIAL COST	AMOUNT SPENT	EXPECTED COMPLETION TIME
Storey Classroom	MOE	On Going	45,364,494	29,971,901	December 2021
	CDF				
	Parents				

Chief Principal
Meru School
04 JUN 2024
Sign.....
P.O. Box 103, 60200, Meru

Sign
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 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 *Meru 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, 2021, and of the school's financial position as at that date.

Name: Eng. David N. Rukunga
Designation: Chairman, School Board of Management
Sign: .....
Date: 04/06/2024

Name: Mr. Rutere H. Mwenda
Designation: School Principal& Secretary to Board of Management
Sign: .....
Date: 04/06/2024

Chief Principal
Meru School
04 JUN 2024
Sign.....
P.O. Box 103 - 60200, Meru

Name: Ms. Charity Mukiri Kamundi
Designation: Bursar/ Finance Officer
Sign: .....
Date: 04/06/2024

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON MERU SCHOOL FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2021 – MERU COUNTY

PREAMBLE

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

A. Report on 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 and,

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, 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 Meru School – Meru County set out on pages 17 to 36, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the period 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 Meru School – Meru County as at 30 June, 2021 and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities as at 30 June, 2021 reflects accounts receivables balance of Kshs.20,615,116 as disclosed in Note 11 to the financial statements. However, the balance includes fees arrears over two (2) years amounting to Kshs.5,418,312 . Management has no policy on recovery of outstanding fees arrears.

In the circumstances, the accuracy and full recoverability of the accounts receivables balance of Kshs.5,418,312 could not be confirmed.

2. Unsupported Accounts Payables

The statement of financial assets and financial liabilities as at 30 June, 2021 reflects accounts payables balance of Kshs.21,012,240 as disclosed in Note 12 to the financial statement which comprise of Kshs.18,159,480 and Kshs.2,852,760 being trade creditors and prepaid fees respectively. However, the trade creditors were not supported with local service orders, local purchase orders, invoices and delivery notes. Further, payables of Kshs.5,354,000 have been outstanding for over two (2) years.

In the circumstances, the accuracy and completeness of accounts payables balance of Kshs.18,159,480, could not be confirmed.

3. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities as at 30 June, 2021 reflects cash and cash equivalents balance of Kshs.22,582,868 as disclosed in Note 8 and 9 to the financial statements. However, the balances were not supported by bank reconciliation statements as required by Regulation 90(1) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.22,582,868 as at 30 June, 2021 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Meru School Management, in

accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.101,024,042 and Kshs.79,527,248 respectively, resulting to an under-funding of Kshs.21,496,794 or 21% of the budget. However, the School spent a balance of Kshs.51,131,692 against actual receipts of Kshs.79,527,248 resulting to an under-utilization of Kshs.28,395,556 or 36% of actual receipts.

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

My opinion is not modified in respect 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 period under review.

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 Increase of School Fees

During the period under review, Management irregularly increased fees for forms 1 to 3 by Kshs.21,446 respectively and Kshs.24,290 for form 4 students. However, the increase in fees was not approved by the Cabinet Secretary, Ministry of Education as per Regulation 45 of the Basic Education Regulations, 2015.

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

2. Failure to Prepare School Improvement Plan

During the year/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.

3. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 17 November, 2023 instead of the statutory deadline of 30 September, 2021. 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, 2021 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.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and 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 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 acceptable 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 comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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 controls 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 judgment 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

25 September, 2024

V. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE SIX MONTHS PERIOD ENDING 30TH JUNE 2021

DESCRIPTION OF VOTE HEAD	Note	2020-2021 Kshs	2019-2020 Kshs
RECEIPTS			
Capitation grants for tuition	1	1,485,780	-
Capitation grants for operations	2	10,621,590	-
School Fund Income- Parents' Contributions	3	18,168,678	-
School Fund Income- Other receipts	4	54,408,612	-
Proceeds from borrowings			
TOTAL RECEIPTS		**84,684,660**	-
PAYMENTS			
Payments for Tuition	5	3,914,653	-
Payments for operations	6	9,643,991	-
Boarding and school fund payments	7	62,313,244	-
TOTAL PAYMENTS		**75,871,888**	-
SURPLUS/DEFICIT		**8,812,772**	-

The school financial statements were approved on 4th June 2021 and signed by:

Sign:

Eng. David N. Rukunga

Chair BOM

Date 04/06/2024

Sign

Mr. Rutere H. Mwenda

School Principal/ Secretary to BOM

Date 04/06/2024

Principal Meru School 04 JUN 2024 P.O. Box 105-60200, Meru

Sign

Ms. Charity Mukiri K.

Bursar/ Finance Officer

Date 04/06/2024

VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	2020-2021 Ksh	2019-2020 Ksh
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	22,458,397	-
Cash Balances	9	124,471	-
Short term Investment	10		-
Total Cash and cash equivalent		**22,582,868**	-
Account's receivables	11	20,615,116	-
TOTAL FINANCIAL ASSETS		**43,197,984**	-
FINANCIAL LIABILITIES			
Accounts Payables	12	21,012,240	-
NET FINANCIAL ASSETS		**22,185,744**	-
REPRESENTED BY			
Accumulated Fund b/fwd	13	13,372,972	-
Surplus/Deficit for the year		8,812,772	-
NET FINANCIAL POSSITION		**22,185,744**	-
			-

The School's financial statements were approved on 4th June 2024 20 and signed by:

Chief Principal Meru School 04 JUN 2024 P.O. Box 102-00200, Meru

Eng. David N. Rukunga	Mr. Rutere H. Mwenda	Ms. Charity Mukiri K.
Chairman BoM	*School Principal/Secretary to BoM*	*Bursar/Finance*
Sign:	**Sign:**	**Sign:**
Date: 04/06/2024	**Date:** 04/06/2024	**Date:** 04/06/2024

VII. STATEMENT OF CASH FLOWS FOR THE SIX MONTHS PERIOD ENDING 30TH JUNE 2021

		2020-2021 Kshs	2019-2020 Kshs
Receipts for operating income			
Capitation grants for tuition	1	1,485,780	-
Capitation grants for operations	2	10,621,590	-
School fund income- Parents contributions/ fees	3	70,134,489	-
School fund income- other receipts	4	4,416,727	-
Total receipts		**86,658,586**	-
Payments			
Payments for Tuition		1,300,000	-
Payments for operations		9,638,381	-
Boarding and school fund payments		68,370,615	-
Total payments		**79,308,996**	-
Net cash flow from operating activities		**7,349,590**	-
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from Investing Activities		-	-
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		**7,349,590**	-
Cash and cash equivalent at BEGINNING of the year		**15,233,277**	-
Cash and cash equivalent at END of the year		**22,582,867**	-

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

VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE SIX MONTHS PERIOD ENDING 30TH JUNE 2021

Receipt/Expense Item	Original Budget Ksh	Adjustments Ksh	Final Budget	Actual on Comparable Basis	Budget Utilization Difference Ksh	% of Utilization Ksh
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks	-	-	-	-	-	
Exercise books	-	-	-	-	-	
Laboratory equipment and apparatus	-	-	-	-	-	
Teaching / learning materials	-	-	-	-	-	
Chalks	-	-	-	-	-	
Internal exams	-	-	-	-	-	
Reference books	-	-	-	-	-	
Tuition	1,614,592	-	1,614,592	1,485,780	128,812	92%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	1,594,240	-	1,594,240	1,133,975	460,265	71%
Repairs and maintenance	3,392,000	-	3,392,000	5,517,933	(2,125,933)	162.6%
Local transport / travelling	1,594,240	-	1,594,240	1,133,975	460,265	71%
Electricity and water	1,594,240	-	1,594,240	1,133,975	460,265	71%
Medical and Insurance	798,200	-	798,200	567,756	230,444	71%
Administration costs	1,594,240		1,594,240	1,133,975	(460,265)	71%
Activity	-		-	-	-	
Other Votes	6,376,960	-	6,376,960	5,103,656	1,273,304	80.0%
(3) FEES CHARGED ON PARENTS						

MERU SCHOOL
PUBLIC SECONDARY SCHOOL
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For the six months period ended *30th June 2021*

Receipt/Expenses Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
	Kshs	Kshs			Kshs	Kshs
Personnel emoluments	3,962,600	-	3,962,600	3,483,426	479,174	87.9%
Repairs and maintenance	7,879,376	-	7,879,376	6,801,311	1,078,065	86.3%
Local transport / travelling	762,588	-	762,588	704,465	58,123	92.4%
Electricity and water	4,392,956	-	4,392,956	3,839,291	553,665	87.4%
Medical	-	-	-	-	-	
Administration costs	1,247,648	-	1,247,648	1,272,509	(24,861)	102.0%
Activity	-	-	-	1,596	(1,596)	
SMASSE	-	-	-	-	-	
Fee on Boarding Equipment and Stores	55,231,032	-	55,231,032	43,615,142	11,615,890	79.0%
OTHER INCOME						
House rent arrears	133,800		133,800	101,000	32,800	75.0%
House rent	66,800		66,800	47,000	19,800	70.0%
School farm	-	-	-	-		
Sales of borehole water	-	-	-	-	-	
Interest income	-	-	-	-	-	
Fees arrears	15,165,490		15,165,490	7,554,139	7,611,351	50%
Fee prepayment	-	-	-	-	-	
PA-donations, school van project	-	-	-		-	
TOTAL INCOME	101,024,042		101,024,042	79,527,248	18,769,344	79%
(1) EXPENDITURE FOR TUITION						
Textbooks	-	-	-	-	-	
Exercise books	-	-	-	-	-	
Laboratory equipment and apparatus	-	-	-	-	-	

Receipt/expenditure item	Original Budget	Adjustment	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
					Ksh	Ksh
Teaching / learning materials	-	-	-	-	-	
Chalks	-	-	-	-	-	
Internal exams	-	-	-	-	-	
Reference books	-	-	-	-	-	
Bank Charges	-	-	-			
Tuition	4,533,920		4,533,920	902,160	3,631,760	20%
(2) PAYMENTS FOR OPERATIONS						
Personnel emoluments	1,594,240	1,657,822	3,252,062	3,252,062	-	100%
Service Gratuity	-	-	-			
Administration Cost	1,594,240	(193,442)	1,400,798	650860	749,938	46%
Repairs, maintenance & improvements	5,536,528	-	5,536,528	5,536,528	-	100%
Local transport / travelling	1,594,240	(1,464,380)	129,860	129,860	-	100%
Electricity and water	1,594,240	-	1,594,240	464,359	1,129,881	29%
Medical	-	-	-	-	-	
Activity Expenses						
SMASSE	-	-	-	-	-	
Insurance Cost	798,200		798,200	618,693	179,507	76%
Bank Charges	-	-	-			
Acquisition of assets	-	-	-			
(3) BOARDING AND SCHOOL FUND PAYMENT						
BES	38,273,580	-	38,273,580	31,170,443	7,103,137	81%

MERU SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the six months period ended *30th June 2021*

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c	d	e=c-d	f=d/c %
	Ksh	Ksh			Kshs	Kshs
RMI	6,851,972	-	6,851,972	8,221,813	(1,369,841)	120%
EWC	4,549,526	-	4,549,526	622,424	3,927,102	14%
LTT	2,651,310	-	2,651,3100	600,081	2,051,229	23%
ADMIN COSTS	7,956,464	-	7,956,464	5,883,530	2,073,034	73%
Personnel emoluments	8,812,974	-	8,812,974	4,633,401	4,179,573	53%
TOTALS	**69,095,926**		**69,095,926**	**51,131,692**	**17,874,234**	**65.0%**

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 six months period ending 30th June 2021.

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Ksh	Ksh
Textbooks	-	-
Exercise books	-	-
Laboratory equipment and apparatus	-	-
Teaching / learning materials	945,165	-
Chalks	-	-
Internal exams	-	-
Reference books	-	-
Tuition	540,615	-
Total	**1,485,780**	-

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
	Ksh	Ksh
Personnel emoluments	5,517,934	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Insurance	-	-
Other votes	5,103,657	-
Activity	-	-
Total	**10,621,591**	-

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Ksh	Ksh
Personnel emoluments	3,914,824	-
Repairs and maintenance	7,781,122	-
Local transport / travelling	756,934	-
Electricity and water	4,343,283	-
Medical		-
Administration costs	1,370,919	-
Activity	1,596	-
Total	**18,168,678**	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021 Kshs	2019-2020 Kshs
BES	54,218,027	-
RMI	-	-
EWC	-	-
LTT	-	-
ACTIVITY	-	-
ADMIN COSTS	-	-
Personal emolument	-	-
Posho mill	-	-
Hire ground and school bus	-	-
House rent arrears	101,000	-
House rent	47,000	-
School farm	-	-
Sales of borehole water	-	-
Interest income	-	-
PA-donations, school van project	-	-
Uniform fee	18,300	-
Beddings	11,600	-
Christian Union	12,685	-
Total	**54,408,612**	-

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

5 PAYMENTS FOR TUITION

	2020-2021 Kshs	2019-2020 Kshs
Textbooks		-
Exercise books	371,043	-
Laboratory equipment and apparatus	2,082,100	-
Teaching / learning materials	375,000	-
Chalks		-
Internal exams	1,084,350	-
Reference books		-
Bank Charges	2,160	-
Total	**3,914,653**	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2020-2021 Ksh	2019-2020 Ksh
Personnel emoluments	2,852,062	-
Service Gratuity	400,000	-
Administration Cost	512,484	-
Repairs and maintenance & improvements	5,146,850	-
Local transport / travelling	129,860	-
Electricity and water	464,359	-
Medical		-
Activity Expenses		-
SMASSE		-
Insurance Cost	132,766	-
Bank Charges	5,610	-
Acquisition of Assets		-
Transfers		-
TOTAL	**9,643,991**	-

7 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021 Ksh	2019-2020 Ksh
BES	34,636,442	-
RMI	11,383,728	-
EWC	636,682	-
LTT	600,081	-
ACTIVITY		-
ADMIN COSTS	8,175,642	-
Persona emoluments	5,253,706	-
Posho mill	4,200	-
Hire ground and school bus	298,000	-
House rent		-
School farm	31,200	-
Infrastructure grant, borehole		-
Bank charges	46,234	-
Creditors paid		-
Expenses on income generating activities		-
Fee on Boarding Equipment and Stores		-
Rent expenses		-
Insurance Cost (Life Property)	485,927	-
Loan Principal repayment		-
Loan Interest repayment		-

Tuition	761,402	-
Acquisition of Assets		-
TOTAL	**62,313,244**	-

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.

8 BANK ACCOUNTS

Name of Bank, Account No & currency	Bank Account Number	2020-2021 Ksh	2019-2020 Ksh
Tuition Account		926,243	-
Operations Account		2,031,213	-
School Fund Account/Boarding		18,673,677	-
Savings Account		194,659	-
Income generating activities Account		-	-
Infrastructural Account		574,552	-
Farm account			-
Fund account		58,053	-
Total		**22,458,397**	-

9 CASH IN HAND

Description	2020-2021 Ksh	2019-2020 Ksh
Tuition Account	-	-
Operation Account	24,593	-
School Fund account	99,878	-
Total	**124,471**	-

10 SHORT TERM INVESTMENTS

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2020-2021 Ksh's	2019-2020 Ksh's
Fees arrears	20,468,516	-
Other non-fees receivables	99,600	-
Salary advances	47,000	-
Imprest	-	-
Total	**20,615,116**	-

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

Description	2020-2021 Ksh's	2019-2020 Ksh's
Fees arrears for current year	12,659,965	-
Fees arrears recovered during the year	(7,554,139)	-
Fees arrears for the previous year	9,944,378	-
Fees arrears for prior periods (over two years)	5,418,312	-
Total	**20,468,516**	-

Description	2020-2021 Ksh's	2019-2020 Ksh's
Non Fees arrears for current year	66,800	-
Non Fees arrears recovered during the year	(101,000)	-
Non Fees arrears for the previous year	133,800	-
Non Fees arrears for prior periods (over two years)	-	-
Total	**99,600**	-

12 ACCOUNTS PAYABLE

Description	2020-2021 Ksh's	2019-2020 Ksh's
Trade creditors (See ageing below and appendix 1)	18,159,480	-
Prepaid fees	2,852,760	-
Retention monies	-	-
Total	**21,012,240**	-

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

Description	2020-2021	2019-202[illegible]
	Kshs	Kshs
Trade creditors for current year	12,946,716	-
Trade creditors paid during the year	(12,010,231)	-
Trade creditors for the previous year	11,868,995	-
Trade creditors for prior periods (over two years)	5,354,000	-
Total	**18,159,480**	**-**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	14,836,254	-
Cash balances	397,023	-
Short Term Investments	-	-
Receivables	15,362,690	-
Payables	17,222,995	-
Total	**13,372,972**	-

Other important disclosure notes

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

14 Non-current Liabilities Summary

Description	2020-2021 Ksh	2019-2020 Ksh
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	620,305	-
Total	**620,305**	-

15 Biological assets

Description	Notes	2020-2021 Ksh	2019-2020 Ksh
Cattle		-	-
Goats		-	-
Trees		2,558,000	-
Coffee or tea plantation		-	-
Poultry		-	-
Pigs		449,000	-
Total		**3,007,000**	-

16 Borrowings

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

Other important disclosure notes

17 Stock/ Inventory

Description	2020-2021 KSHs	2019-2020 KSHs
b) Borrowings		
Stock/ inventory at beginning of the year	2,459,373	-
Stock/ inventory purchased during the year	15,404,690	-
Stock/ inventory issued during the year	(13,842,354)	-
Balance at end of the year	**4,021,709**	**-**

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.	Key Observations from auditor	Management comments	Status – Resolved or Not Resolved	Timeline – Provide when you expect issue to be resolved

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid to Date	Outstanding Balance 30th June 2021	Outstanding Balance 30th June 2021-1	Comments
	Kshs	D/M/Y	Kshs	Kshs	Kshs	
Construction of buildings						
1. New Storey Classroom Block	2,506,730	30/6/2021	-	2,506,730		
Sub-Total	**2,506,730**			**2,506,730**		
Supply of goods						
Tuition Account						
1. Sanyayan Investments	521,600	30/6/2021	-	521,600		
2. Nechal Enterprises	371,043	30/6/2021	-	371,043		
3. Amandan Suppliers	375,000	30/6/2021	-	375,000		
4. Orient Publishers	499,950	30/6/2021	-	499,950		
5. Romeso Printers	39,600	30/6/2021	-	39,600		
6. Readers Quest	942,000	30/6/2021	-	942,000		
7. Osano Bernard	23,200	30/6/2021	-	23,200		
8. Dabuem Suppliers	19,500	30/6/2021	-	19,500		
9. Mainstyle Laboratory	220,600	30/6/2021	-	220,600		
10. Ashnac Glass Repairs	2,198,800	30/6/2021	-	2,198,800		
Sub-Total	**5,211,293**			**5,211,293**		
School Fund/Boarding Account						
1. A-One Collection	1,551,000	30/6/2021	-	1,551,000		
2. Harriet Karimi	601,000	30/6/2021	-	601,000		
3. Mafuko Industries	370,544	30/6/2021	-	370,544		
4. Zipporah N. Baranaba	125,470	30/6/2021	-	125,470		
5. Mutua Ibrahim	5,700	30/6/2021	-	5,700		
6. G4S	237,830	30/6/2021	-	237,830		
7. Destiny Inspiratioms	102,000	30/6/2021	-	102,000		
8. Kendak Fresh	38,485	30/6/2021	-	38,485		
9.The Uniform Shop	570,600	30/6/2021	-	570,600		
10. Jomema Stationers	364,580	30/6/2021	-	364,580		

MERU SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the six months period ended *30th June 2021*

Supplier of Goods or Services	Original Amount	Date Supplied	Amount Paid To Date	Outstanding Balance 30th June 2021	Outstanding Balance 30th June 2021	Comments
11. Jacqwa Enterprises	2,000,000	30/6/2021	-	2,000,000		
12. Pachaz Security	139,200	30/6/2021	-	139,200		
13. Boniface Kinoti	298,000	30/6/2021	-	298,000		
14. Jeder Suppliers	403,000	30/6/2021	-	403,000		
15. Al Nuur Electricals	655,185	30/6/2021	-	655,185		
16. Kenya Power & Lighting Co. Ltd.	5,027	30/6/2021	-	5,027		
17. Peter Mburugu	2,800	30/6/2021	-	2,800		
18. Peter Rutere	520,000	30/6/2021	-	520,000		
19. Gallant Video Productions	1,797,500	30/6/2021	-	1,797,500		
20. Kedyleen Suppliers	9,000	30/6/2021	-	9,000		
21. Changers Mentorship	15,000	30/6/2021	-	15,000		
22. Water Resources Management	9,231	30/6/2021	-	9,231		
Sub-Total	**12,327,882**			**12,327,882**		
Supply of Services						
1. Samuel Mwathi	437,704	30/6/2021		437,704		
2. James Gitonga	182,601	30/6/2021		182,601		
Sub-Total	**620,305**			**620,305**		
Grand Total	**18,159,480**			**18,159,480**		

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 20xx
Land	Balance b/f 01/06/2021	Kaaga	330,000,000			330,000,000
Buildings and structures	Balance b/f 01/06/2021	Kaaga	420,000,00			420,000,00
Motor vehicles	Balance b/f 01/06/2021	School	9,983,500			9,983,500
Office equipment, furniture and fittings	Balance b/f 01/06/2021	Offices	5,123,000			5,123,000
ICT Equipment, and Other ICT Assets	Balance b/f 01/06/2021	ICT Laboratory	2,278,000			2,278,000
Tools and apparatus	Balance b/f 01/06/2021	Laboratory	5,665,430			5,665,430
Textbooks	Balance b/f 01/06/2021	Library	3,435,170			3,435,170
Other Machinery and Equipment	Balance b/f 01/06/2021	Kitchen and Posho Mill	440,000			440,000
Heritage and cultural assets	Balance b/f 01/06/2021		00			00
Intangible assets- soft ware	Balance b/f 01/06/2021	Offices	872,000			872,000
Beds, Chairs and Desks	Balance b/f 01/06/2021	Dormitories and Classrooms	19,623,000			19,623,000
Total			**797,420,100**			**797,420,100**