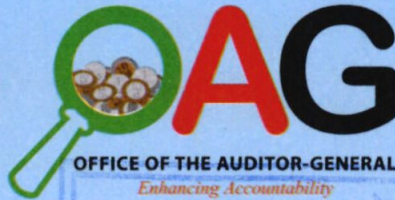


REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 29 JUL 2026

DAY.

WEDNESDAY

TABLED
BY:

HON-ROBERT PUKOJE

OF

CLERK-AT
THE-TABLE:

J. Lemerelle

THE AUDITOR-GENERAL

ON

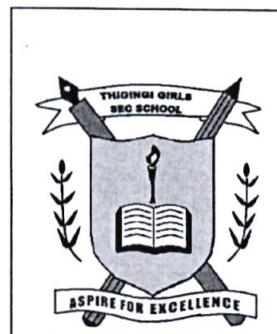


ST. MARY MAGDALENE GIRLS'
SECONDARY SCHOOL - THINGINGI

FOR THE YEAR ENDED
30 JUNE, 2023

EMBU COUNTY





ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023**

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

ST MARY MAGDALENE GIRLS SECONDARY SHOOL-THIGINGI

Reports on financial Statements

For the year ended 30th June 2023

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ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

I. Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

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

II. 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 Embu County, Embu East Sub-County

The school was registered in March/1973 under registration number PU/S/3/439/11 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day/boarding school and had 342 number of students as at 30th June 2023. It has 2 streams and 19 teachers of which 2 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	Faith wambogo Njeru	Chairman	23/05/2022
2	Anne Njagi	Secretary - Principal	23/05/2022
3	Peter Runguma	Member	23/05/2022
4	Peter Mbogo Njue	Member	23/05/2022
5	Joseph Rwanjau	Member	23/05/2022
6	Catherine Wangiri Nyaga	Member	23/05/2022
7	Francis Njiru Njeru	Member	23/05/2022
8	Stephen Murithi Nyaga	Member	23/05/2022
9	Elias Nguu Njue	Member – Rep CEB	23/05/2022
10	Mary Mukami Nthiga	Member Rep Teachers	23/05/2022
11	Rev Jessee Njue	Member - Sponsor	23/05/2022
12	Rose Ann Njeri	Member - Sponsor	23/05/2022
13	Grace muthoni Ndwiga	MemberSpecial Needs	23/05/2022
14	Lucy Nyaga Runji	Member – special interest	23/05/2022
15	Immaculate wanjue	Rep Students	23/05/2022

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

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	FAITH W NJERU	CHAIRPERSON	4
		JOSEPH RWANJAU	VICE CHAIR	4
		ANNET WAWIRA	P.A CHAIR	4
		STEPHEN MURITHI	SIC CHAIR	4
		ANNE NJAGI	SECRETARY	4
		REV JESSEE	MEMBER	4
2	Finance,procurement and general purposes Committee	JOSEPH RWANJAU	CHAIRPERSON	3
		FAITH WARUI	SECRETARY	3
		ANNET WAWIRA	MEMBER	3
		FAITH NJERU	MEMBER	3
		ANNE NJAGI	MEMBER	3
		SUBCOUNTY DIRECTOR	MEMBER	3
3	Academic Committee			
		ELIAS NJUE NGUU	CHAIRPERSON	3
		PETER N RUNGUMA	MEMBER	3

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

		FRANCIS NJIRU NJERU	MEMBER	3
		DR. ROSEANN	MEMBER	3
		ANNE NJAGI	SECRETARY	3
4	Development Committee	STEPHEN MURITHI	CHAIRPERSON	2
		JOSEPH RWANJAU	MEMBER	2
		LUCY NYAGA	MEMBER	2
		ANNE NJAGI	MEMBER	2
		JOHN MURITHI	MEMBER	2
5	Discipline and welfare Committee	FAITH W NJERU	CHAIRPERSON	2
		ANNET WAWIRA	MEMBER	2
		ANNE NJAGI	MEMBER	2
		DR. LUCY NYAGA	MEMBER	2
		JOSEPH RWANJAU	MEMBER	2
		STEPHEN MURITHI	MEMBER	2

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	ANNE NJAGI	322332
2	Deputy Principal	FAITH MIRIE	387115
3	School Bursar	JULIET MURUGI	BOM

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

(e) Schools contacts

Post Office Box: 616 Embu
Telephone: 0721739575
E-mail: thigingigirls@gmail.com
Website: -
Facebook:
Twitter:

(f) School Bankers

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

1. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01129051138000
2. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01139051138000
3. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01139051138001
4. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01139051138002
5. MPESA Pay Bill No. 400222 attached to 01129051138000 bank account
6. Name of Bank: County Dt Sacco
Branch: Miandari Embu
Account Number: 6228-307-00001

(g) Independent Auditors

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

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

III. Summary Report of Performance of the School

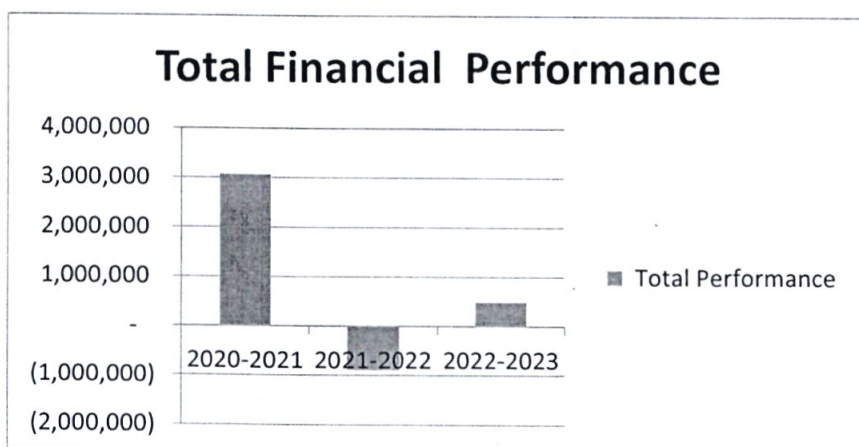
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

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

Financial Performance - Deficits and/or Surpluses_ 3 Year Trend							
	Account						
	School Fund	Operation	Tuition	Infrastructue	Farm	CDF	Total
Year							
2020-2021	1,857,259	338,625	150,464	718,560	-	-	3,064,908
2021-2022	90,905	(297,270)	(158,493)	(527,099)	-	-	(891,957)
2022-2023	(39,253)	261,218	53,403	212,536	-	-	487,904
Total	1,908,911	302,573	45,374	403,997	-	-	2,660,855

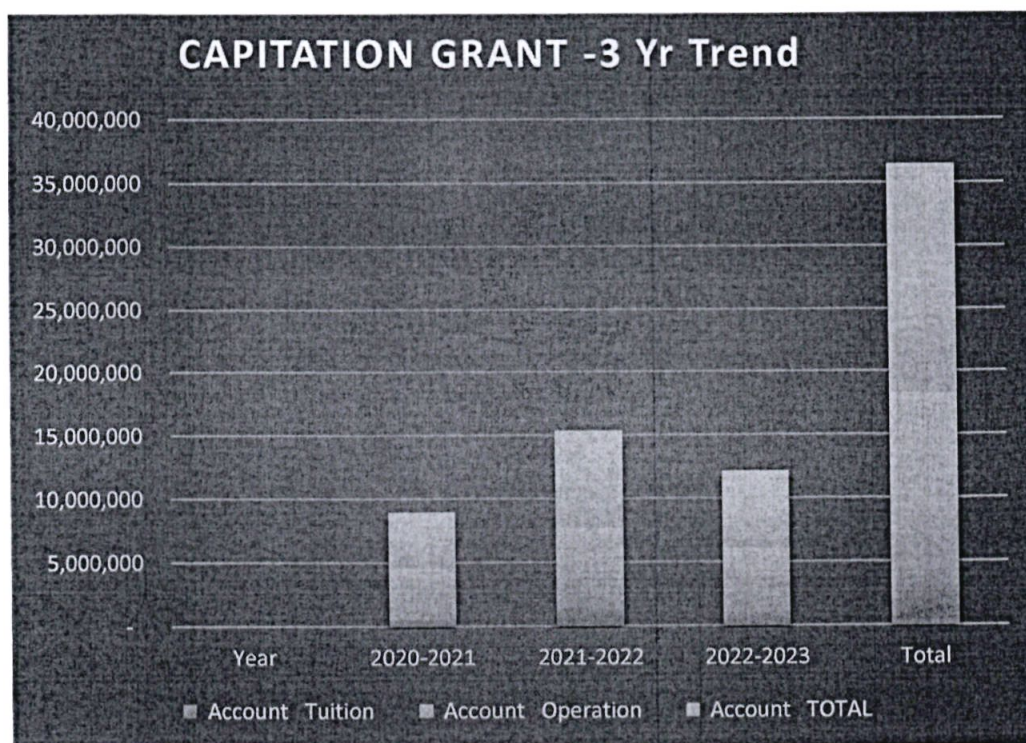
	Total Performance
Year	
2020-2021	3,064,908
2021-2022	(891,957)
2022-2023	487,904



ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

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

CAPITATION GRANT -3 Yr Trend				
		Account		
		Tuition	Operation	TOTAL
	Year			
	2020-2021	600,300	3,875,734	4,476,034
	2021-2022	1,421,947	6,257,157	7,679,104
	2022-2023	1,037,208	5,021,581	6,058,789
	Total	3,059,455	15,154,472	18,213,927

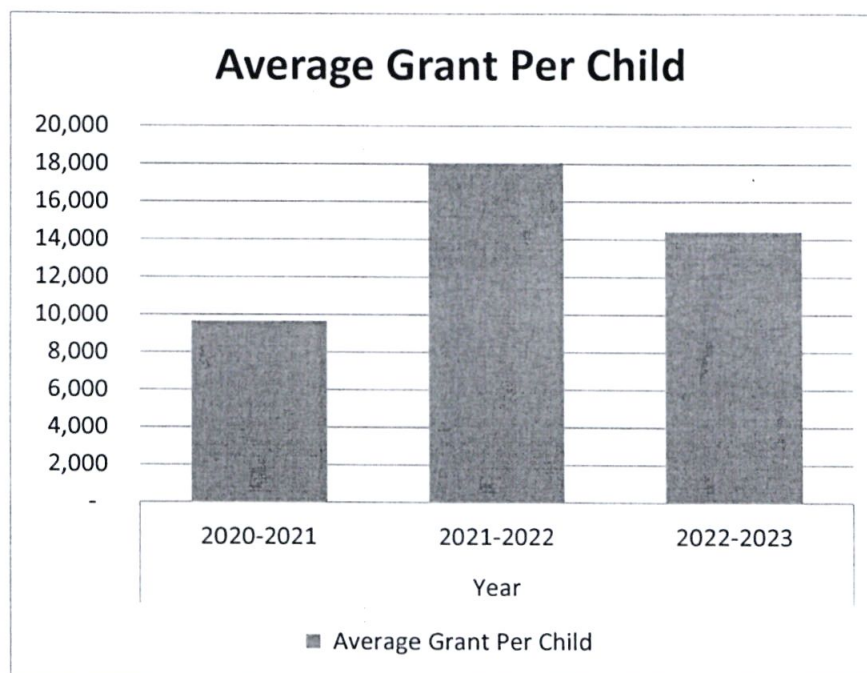


ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

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

Capitation Grant Per CHILd -3 Yr Trend			
	Year		
	2020-2021	2021-2022	2022-2023
TOTAL GRANT RECEIVED	4,476,034	7,679,104	6,058,789
Highest Enrolment in the Year	463	425	420
Average Grant Per Child	9,667	18,068	14,426

	Year		
	2020-2021	2021-2022	2022-2023
Average Grant Per Child	9,667	18,068	14,426

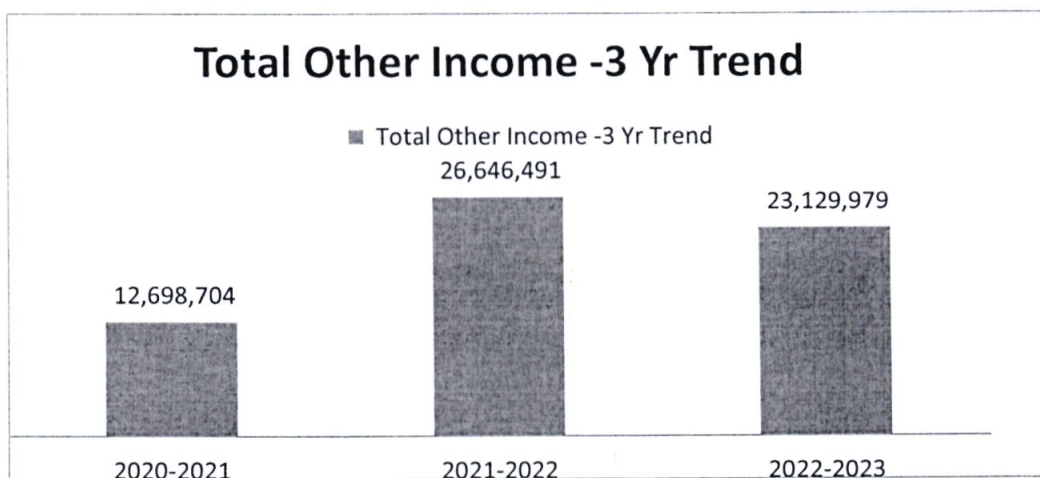


ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

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

Growth of Other Incomes -3 Yr Trend						
	Income Source					
	Year	School Fund	Farm	Infrastructue	CDF	Total
	2020-2021	11,411,704	-	1,287,000	-	12,698,704
	2021-2022	24,053,531	-	2,592,960	-	26,646,491
	2022-2023	21,952,426	-	1,177,553	-	23,129,979
	Total	57,417,661	-	5,057,513	-	62,475,174

	Total Other Income -3 Yr Trend
Year	
2020-2021	12,698,704
2021-2022	26,646,491
2022-2023	23,129,979

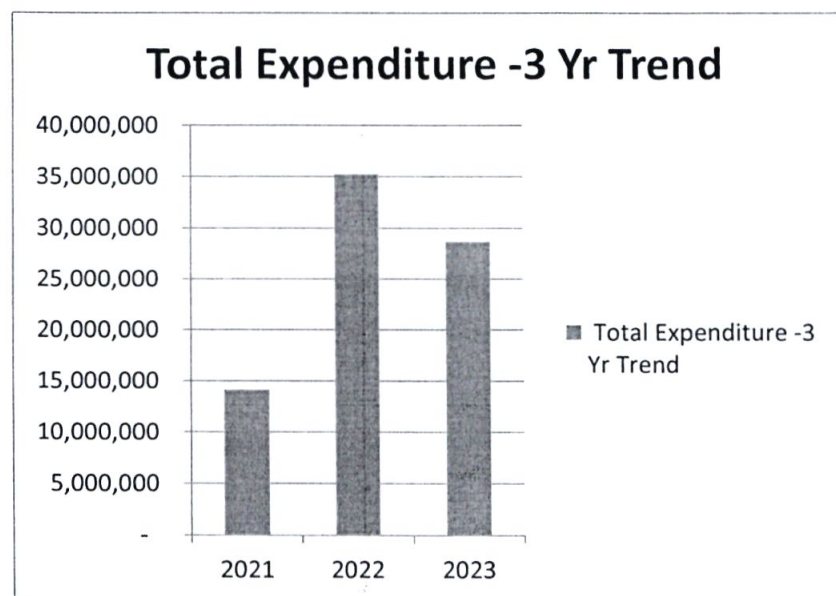


ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

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

Expenditure -3Yr Trend							
	School Fund	Operation	Tuition	Farm	Infrastructue	CDF	Yr Total
YEAR							
2021	9,554,445	3,537,109	449,836	-	568,440	-	14,109,830
2022	23,962,626	6,554,427	1,580,440	-	3,120,059	-	35,217,552
2023	21,991,679	4,760,363	983,805	-	965,017	-	28,700,864
Total	55,508,750	14,851,899	3,014,081	-	4,653,516	-	78,028,246

	Total Expenditure -3 Yr Trend
Year	
2021	14,109,830
2022	35,217,552
2023	28,700,864

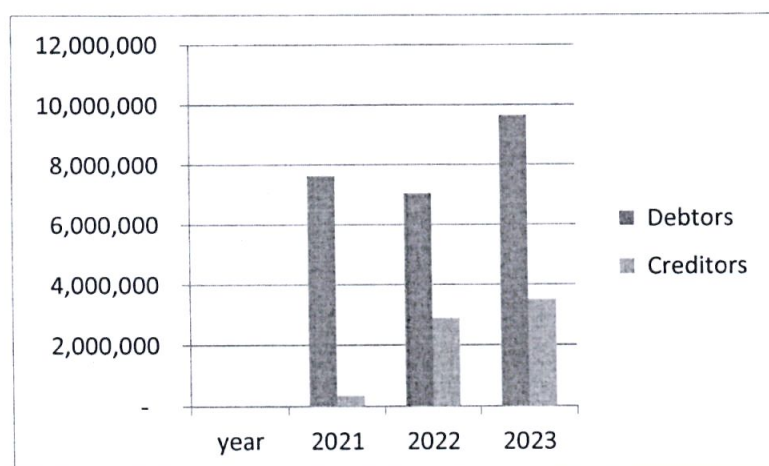


ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

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

	Debts and Creditors -3Yr Trend								
			Account						
	year		School Fund	Operation	Tuition	Farm	Infrastructue	CDF	Yr Total
	2021	Debtors	7,631,471						7,631,471
		Creditors	348,943	-	-	-	-	-	348,943
	2022	Debtors	7,047,580	-	-	-	-	-	7,047,580
		Creditors	2,885,187	-	-	-	-	-	2,885,187
	2023	Debtors	9,646,600	-	-	-	-	-	9,646,600
		Creditors	3,598,609	-	-	-	-	-	3,598,609
	Total	Debtors	24,325,651	-	-	-	-	-	24,325,651
		Creditors	6,832,739	-	-	-	-	-	6,832,739

	Debtors	Creditors
year		
2021	7,631,471	348,943
2022	7,047,580	2,885,187
2023	9,646,600	3,598,609

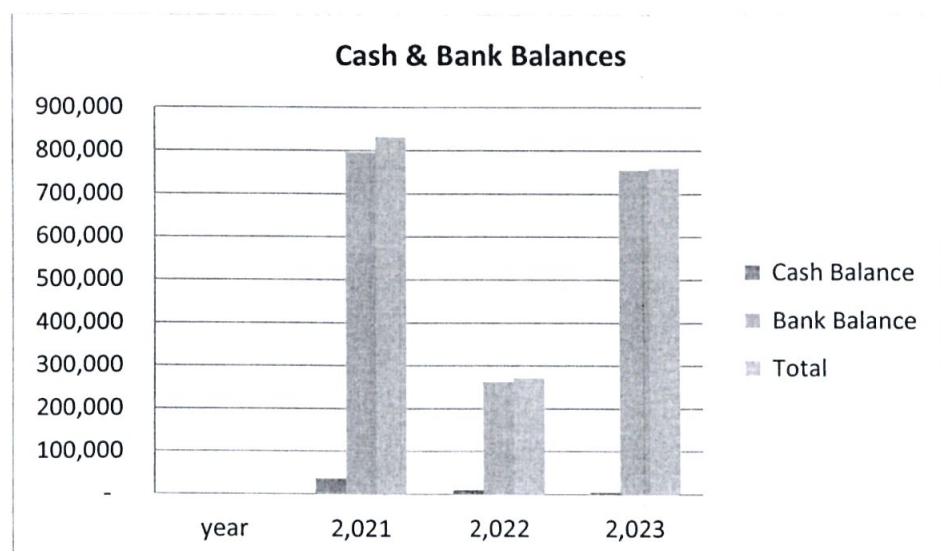


ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGI
Reports on financial Statements For the year ended 30th June 2023

Movement of cash and bank balances over the last three years

Cash and Bank Balances -3Yr Trend									
			Account						
			School Fund	Operation	Tuition	Farm	Infrastructue	CDF	Yr Total
Year	2021	Cash	36,121	141	-	-	-	-	36,262
		Bank	291,493	339,037	165,416	-	-	-	795,946
	2022	Cash	9,432	141	-	-	-	-	9,573
		Bank	39,627	23,968	6,923	-	191,461	-	261,979
	2023	Cash	4,429	141	-	-	-	-	4,570
		Bank	5,375	285,187	60,327	-	403,997	-	754,886
	Total	Cash	49,982	423	-	-	-	-	50,405
		Bank	336,495	648,192	232,666	-	595,458	-	1,812,811

	Cash Balance	Bank Balance	Total
year			
2021	36,262	795,946	832,208
2022	9,573	261,979	271,552
2023	4,570	754,886	759,456



ST MARY MAGDALENE GIRLS SECONDARY SCHOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

b) **Teacher Student ratio:**

Ratio of students to Teachers	
Total enrolment	342
Total No of Teachers	19
Teacher student ratio	1:18

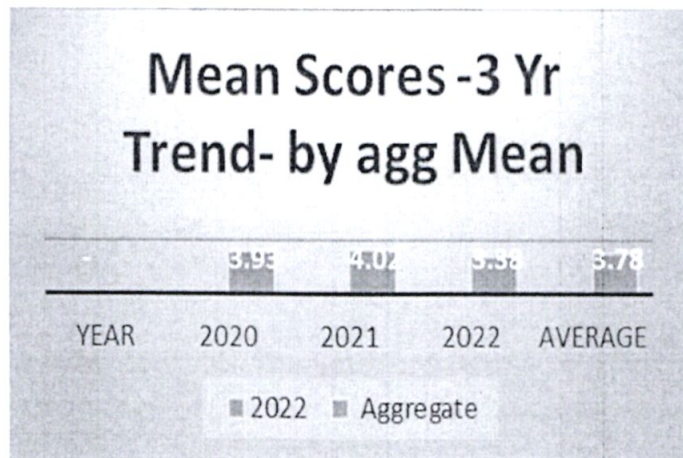
Teachers Turnover	
No of teachers recruited in the year	2
No of teachers transferred inwards in the year	1
No of teachers transferred outwards in the year	1
Net inflow of teachers	2

Teachers Employment	
No of teachers required by CBE	22
No of teachers employed by TSC	19
Shortage / Surplus No of teachers before BOM teachers	3
No of teachers employed by BOM	-
Net Shortage / Surplus No of teachers	3

c) **Mean score in the 2023 KCSE:**

Mean Scores -3 Yr Trend															
	Subject Means														
	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	CRE	Agric	Bstud	Comp	H/SC	French/GERM	Aggregate
YEAR															
2020	1.72	4.60	4.10	3.03	2.12	2.94	4.56	4.86	5.67	2.94	4.29	4.86	6.00		3.93
2021	2.36	4.52	4.66	2.26	2.32	2.24	7.44	4.07	6.08	3.64	4.06	7.07	7.26		4.02
2022	1.21	4.17	4.03	1.75	1.99	2.05	4.25	3.39	5.45	3.15	2.77	8.44	5.77		3.38
Average	1.76	4.43	4.26	2.35	2.15	2.41	5.42	4.11	5.73	3.24	3.71	6.79	6.34		3.78

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023



e) Number of Candidates in the 2023 KCSE:

		Number of CANDIDATES
Year		
	2020	93
	2021	133
	2022	118

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

Capacity of the school:

	NO OF STREAMS	Teachers' CBE	Required No of NTS				
	2	22	16				
Capacity Analysis							
Infrastructure TYPE	Unit of infrastructure measurement	Quantity of infrastructure required	Quantity of infrastructure available today	Infrastructure gap	Comment-Indicate if gap is -Very critical, Critical or Not so critical (tick as appropriate)		
					Very Critical	Critical	Not Critical
Classrooms	Number	8	8	Shortage of classrooms equivalent to:			
				-			
				classroom(s)			
Laboratories	Number	4	2	Shortage of laboratory facilities equivalent to:			
				2			
				Laboratories			
Toilet Doors	Number	30	30	Shortage of toilet facility equivalent to:			
				-			
				toilet doors			
Offices	Number	12	12	Shortage of office facilities equivalent to:			
				-			
				offices			
Dining Hall	Number of students well seated	342	320	Shortage of dining facilities equivalent to:			X
				22			
				students not seated			

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

Library	Number of students well seated	150	150	Shortage of library facilities equivalent to:			
				-			
				students not seated			
Dormitories	Number of Decker Beds well-spaced	342	320	Shortage of dormitory facilities equivalent to:			
				22			
				decker beds			
Staffroom	Number of teachers well seated	22	16	Shortage of staffroom space equivalent to:			
				6			
				teachers not seated			
Boardroom	Number of BOM members well seated	20	20	Shortage of boardroom space equivalent to:			
				-			
				BOM members not seated			
Textbooks	Average Students -to- Course books ratio	1	1	Shortage of textbooks equivalent to:			
				-			
				% of text books required			
Water	Adequacy	ADEQUATE	ADEQUATE	Occasional / frequent shortage of water attributed to?			
Electricity	Adequacy	ADEQUATE	ADEQUATE	Occasional / frequent shortage of power attributed to?			
Staff housing	No of staff properly housed	8	16	Shortage of staffhousing facilities equivalent to:		X	
				(8)			
				staff not housed			

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGI
Reports on financial Statements
For the year ended 30th June 2023

e) Development projects carried out by the school:



.....
School Principal

PRINCIPAL ST. MARY MAGDALENE GIRLS SEC. SCHOOL - THINGI P. O. Box 616-60100, EMBU
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ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGI
Reports on financial Statements
For the year ended 30th June 2023

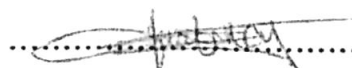
IV. Statement Of School Management Responsibility

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 ST MARY MAGDALENE GIRLS SECONDARY SCHOOL-THINGI 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).

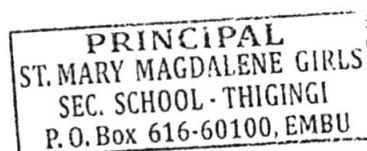
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2023, and of the school's financial position as at that date.

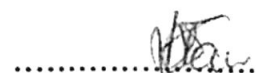
.....


Name: RUTH RURAA

Designation: Chairman, School Board of Management

Date: 31/3/2023

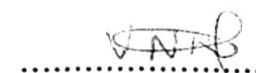


.....


Name: PAULINE NJERU

Designation: School Principal & Secretary to Board of Management

Date: 31/3/2023

.....


Name: VICTORIA NJERU

Designation: Bursar/ Finance Officer

Date: 31/3/2023

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. MARY MAGDALENE GIRLS' SECONDARY SCHOOL - THINGINGI FOR THE YEAR ENDED 30 JUNE, 2023 – EMBU COUNTY

PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of St. Mary Magdalene Girls' Secondary School – Thicingi – Embu County set out on pages 1 to 20, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023, statement

Report of the Auditor-General on St. Mary Magdalene Girls' Secondary School - Thicingi for the year ended 30 June, 2023– Embu County

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 St. Mary Magdalene Girls' Secondary School - Thicingi – Embu County as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.919,585 as disclosed in Notes 10, 11 and 12 to the financial statements which includes bank balances of Kshs.754,886 held in 4 (four) bank accounts. However, bank account numbers and the respective banks where the balances are held have not been disclosed. In addition, monthly bank reconciliation statements, bank statements and board of survey reports were not provided for audit verification.

The statement further reflects short-term investment balance of Kshs.160,129. However, the balance was not supported by a ledger, investment certificates or any other relevant documents. Further, Management did not disclose any interest accruing from the investments.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.919,585 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.9,646,600 as disclosed in Note 13 to the financial statements. However, debtors ageing analysis, receipt vouchers and invoices were not provided for audit verification.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.9,646,600 could not be confirmed.

3. Unsupported Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and for operation amounts of Kshs.1,037,208 and Kshs.5,021,581 respectively as disclosed in Note 1 and Note 2 to the financial statements. Audit revealed that the amounts were not supported by NEMIS enrollment data and a students' listing indicating the number of students and the applicable capitation rate per student. Further, individual receipts were

not issued to students as required by the capitation schedules accompanying the disbursements from the Ministry of Education.

In the circumstances, the accuracy and completeness of capitation grants for tuition and for operation amounts of Kshs.1,037,208 and Kshs.5,021,581 respectively could not be confirmed.

4. Commingling of Income Generating Activities and Other Revenues

The statement of receipts and payments reflects school fund income - parents' contributions amount of Kshs.21,952,426 which includes Kshs.1,901,886 relating to income generating activities, comprising bus hire income, farm account income and rental income of Kshs.560,600, Kshs.1,332,186 and Kshs.9,100 respectively as disclosed in Note 3 to the financial statements.

Audit review revealed that the Management commingled this revenue instead of classifying them separate as income generating activities contrary to Paragraph 3.0 of the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day Secondary Education (FDSE) which requires that schools with income generating activities to open separate bank accounts for the stream of income and account for it in accordance with financial regulations.

In the circumstances, the accuracy and completeness of school fund income - parents' contributions amount of Kshs.21,952,426 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St. Mary Magdalene Girls' Secondary School – Thicingi 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 amounts of Kshs.25,089,860 and Kshs.29,188,768 respectively, resulting to an over - funding of Kshs.4,098,908 or 16% of the budgeted receipts. Similarly, the School spent an amount of Kshs.28,700,864 against actual receipts amounting to Kshs.29,188,768 resulting in under - utilization of Kshs.487,904 or 2% of the actual receipts.

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

Other Information

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

In connection with my audit on the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects Kshs.21,991,679 in respect to boarding and school fund payments. Included in this amount is Kshs.471,685 paid to Kenya Secondary School Heads Association (KESSHA). The organization is not defined in Government funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by school as shown.

In the circumstances, value for money in the Kshs.471,685 transferred to KESSHA could not be confirmed.

2. Ineffective Accounting Information System

During the period under review the school procured and used an accounting system to maintain the financial records. Audit revealed that the system had several modules but only one module was used for recording revenue from parents. It was noted that the payments records were maintained manually were prone to fraud and error, as a result, the school did not fully utilize the system to maintain complete and proper accounting records.

In the circumstances, value for money from the procured accounting system could not be confirmed.

3. Irregularities in Procurement of Goods and Services

During the year under review the School procured goods and services amounting to Kshs.21,991,679. Audit revealed that the school did not provide an annual procurement plan, appointment letters of members of adhoc evaluation committee, technical and financial evaluation report and a list of suppliers for audit verification contrary to Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020 which requires that Procurement activities to be undertaken by qualified procurement professional.

In the circumstances the value for money in the expenditure amounting to Kshs.21,991,679 could not be confirmed. In addition, Management was in breach of the law.

4. 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.

5. Irregular Transfer of Funds from Infrastructure Bank Account to Operation Bank Accounts

The statement of receipts and payments reflects infrastructure fund receipts of Kshs.1,177,553 and as disclosed in note 5 to the financial statements. Audit revealed that the school transferred Kshs.503,000 from Infrastructure Account to operation bank account without obtaining approval from the relevant authority. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The Standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the effect of 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. Lack of Risk Management Policy

During the year under review, the School did not have an approved risk management policy in place contrary to Regulation 165 of the Public Financial Management (National Government) Regulations, 2015, which requires that an Accounting Officer to ensure that the National Government entity develops risk management strategies, including fraud prevention mechanisms and a system of risk management and internal controls to support robust business operations.

In the circumstances, the effectiveness of the School's risk management could not be confirmed.

2. Failure to Acknowledge Bursary Disbursement Schedules

Review of bursary management records revealed that the school did not acknowledge bursary disbursement from the issuing authorities. Consequently, management is unable to confirm the accuracy and completeness of bursary funds received. The absence of acknowledged schedules weakens the audit trail and makes it difficult to verify whether funds were received, banked, and properly posted to the respective students' ledger accounts. This exposes the school to the risk of misstatement, misallocation, or possible loss of bursary funds.

In the circumstances, the effectiveness of controls on bursary management could not be confirmed.

3. Ineffective Board of Management

During the year under review the school did not have a functional Board of Management. The committees of the board did not meet during the period and the management also did not provide an approved annual board work plan for audit review.

In the circumstances, the School may lack adequate oversight which could otherwise be provided by the Board of Management.

4. Lack of Assets Register

Annex 2 to the Financial Statements reflects a summary of fixed assets balance of Kshs.28,745,680 comprising land, motor vehicles, buildings, and ICT equipment. However, physical inspection conducted in February 2026 revealed that the assets were not tagged and the Management had not prepared and maintained an updated fixed assets register.

In the circumstances, the existence of effective measures in the management and control of assets could not be confirmed.

5. Inadequate Textbook Control and Tracking

Review of textbook records revealed that the school received four hundred and eighty four (484) textbooks for various subjects during the period under review. Audit revealed that only two hundred and seventy seven (277) text books were issued to teachers for subsequent issuance to students. Physical verification conducted in store revealed that only fifty four (54) text books were available resulting to unreconciled variance of four hundred and thirty (430) textbooks.

In the circumstances, the effectiveness of controls on textbooks management 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 the Management and those Charged with Governance

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

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The Standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 April, 2026

Report of the Auditor-General on St. Mary Magdalene Girls' Secondary School - Thicingi for the year ended 30 June, 2023- Embu County

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGI
Reports on financial Statements
For the year ended 30th June 2023

V. Statement Of Receipts and Payments Year Ended 30th June 2023

DESCRIPTION OF VOTE HEAD	Note	2022-2023	2021-2022
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,037,208	1,421,947
Capitation grants for operations	2	5,021,581	6,257,157
School Fund Income- Parents' Contributions	3	21,952,426	23,629,735
School Fund Income- Other receipts	4	-	423,796
Infrastructure Fund	5	1,177,553	2,592,960
TOTAL RECEIPTS		29,188,768	34,325,595
PAYMENTS			
Payments for Tuition	6	983,805	1,580,440
Payments for operations	7	4,760,363	6,572,227
Boarding and school fund payments	8	21,991,679	23,962,626
Infrastructure fund payments	9	965,017	3,120,059
TOTAL PAYMENTS		28,700,864	35,235,352
SURPLUS/DEFICIT		487,904	(909,757)

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

.....

Name: RUTH RURAA

Chair BOM

Date: 31/3/2023

.....

Name: PAULINE NJERU
School Principal/ Secretary to
BOM

Date: 31/3/2023

.....

Name: VICTORIA NJERU

Bursar/ Finance Officer

Date: 31/3/2023

PRINCIPAL
ST. MARY MAGDALENE GIRLS
SEC. SCHOOL - THINGI
P.O. Box 616-60100, EMBU

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
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For the year ended 30th June 2023

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	754,886.00	261,979.00
Cash Balances	11	4,570.00	9,573.00
Short term Investment	12	160,129.00	160,129.00
Total Cash and cash equivalent		919,585.00	431,681.00
Account's receivables	13	9,646,600.00	9,033,522.00
TOTAL FINANCIAL ASSETS		10,566,185.00	9,465,203.00
FINANCIAL LIABILITIES			
Accounts Payables	14	4,984,148.00	4,371,070.00
NET FINANCIAL ASSETS		5,582,037.00	5,094,133.00
REPRESENTED BY			
Accumulated Fund b/fwd	15	5,094,133.00	6,003,890.00
Surplus/Deficit for the year		487,904.00	(909,757.00)
NET FINANCIAL POSSITION		5,582,037.00	5,094,133.00

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

.....
Name: RUTH RURAA

Chair BOM

Date: 31/3/2026

.....
Name: PAULINE NJERU
School Principal/ Secretary to
BOM

Date: 31/3/2026

.....
Name: VICTORIA NJERU

Bursar/ Finance Officer

Date: 31/3/2026

2
PRINCIPAL
ST. MARY MAGDALENE GIRLS
SEC. SCHOOL - THINGINGI
P.O. Box 616-60100, EMBU

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGI
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**VII. STATEMENT OF CASH FLOWS TH
YEAR ENDED 30TH JUNE 2023**

		2022-2023	2021-2022
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition		1,037,208	1,421,947.00
Capitation grants for operations		5,021,581	6,257,157.00
School fund income- Parents contributions/ fees		21,952,426	23,629,735.00
School fund income- other receipts		-	423,796.00
Infrastructure fund		1,177,553	2,592,960.00
Total receipts		29,188,768.00	34,325,595.00
Payments			
Payments for Tuition		983,805.00	1,580,440.00
Payments for operations		4,760,363.00	6,572,227.00
Boarding and school fund payments		21,991,679.00	23,962,626.00
Infrastructure expenses		965,017.00	3,120,059.00
Total payments		28,700,864.00	35,235,352.00
Net cash flow from operating activities		487,904.00	(909,757.00)
CASHFLOW 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		487,904.00	(909,757.00)
Cash and cash equivalent at BEGINNING of the year		431,681.00	1,341,438.00
Cash and cash equivalent at END of the year		919,585.00	431,681.00

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI

Reports on financial Statements

For the year ended 30th June 2023**IX. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2023**

				Actual on Comparable Basis		
			Final		Budget Utilization	
Receipt/expenses Item	Original Budget	Adjustments	Budget		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 INCOME</i>						
Teaching & L. mat.	1,740,480	-	1,740,480	1,035,208	705,272	59
School Fund	-	-	-	2,000	(2,000)	100
Total CAPITATION GRANT ON TUITION INCOME	1,740,480	-	1,740,480	1,037,208	703,272	60
<i>(2) CAPITATION GRANT ON OPERATIONS INCOME</i>						
R.M.I	792,120	-	792,120	1,510,553	(718,433)	191
EWC	823,420	-	823,420	374,478	448,942	45
Adm costs	660,240	-	660,240	851,048	(190,808)	129
ifra to operation	-	-	-	503,000	(503,000)	100
Medical	120,400	-	120,400	78,400	42,000	65

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI

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For the year ended 30th June 2023

P/Emolument	2,417,100	-	2,417,100	1,475,190	941,910	61
Activities	572,520	-	572,520	210,913	361,608	37
Welfare	-	-	-	18,000	(18,000)	-
Total CAPITATION GRANT ON OPERATIONS INCOME	5,385,800	-	5,385,800	5,021,581	364,219	93
(3) FEES CHARGED ON PARENTS INCOME						
BES	9,849,000	-	9,849,000	13,643,900	(3,794,900)	139
EWC	1,764,000	-	1,764,000	1,573,314	190,686	89
LT&T	235,200	-	235,200	420,539	(185,339)	179
Activity	82,740	-	82,740	96,940	(14,200)	117
ADM COSTS	676,200	-	676,200	840,947	(164,747)	124
P/Emolument	1,117,200	-	1,117,200	1,442,100	(324,900)	129
RMI	975,660	-	975,660	963,206	12,454	99
Student ID	-	-	-	19,000	(19,000)	-
BUS	-	-	-	560,600	(560,600)	-
Farm a/c	1,463,580	-	1,463,580	1,332,186	131,394	91
Arrears Recovered	-	-	-	661,300	(661,300)	-
prepaid	-	-	-	129,151	(129,151)	-
Mbeu Sacco	-	-	-	127,118	(127,118)	-
Rent Income						-

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements
For the year ended 30th June 2023

	-	-	-	9,100	(9,100)	
lab	-	-	-	6,375	(6,375)	-
Special Diets	-	-	-	121,500	(121,500)	-
Text Books	-	-	-	5,150	(5,150)	-
(3) FEES CHARGED ON PARENTS INCOME	16,163,580	-	16,163,580	21,952,426	(5,788,846)	136
School Fund -OTHER INCOME						
School Fund -OTHER INCOME	-	-	-	-	-	#DIV/0!
INFRASTRUCTURE INCOME						
MIF-Vote 1	1,800,000	-	1,800,000	1,177,553	622,447	65
Total INFRASTRUCTURE INCOME	1,800,000	-	1,800,000	1,177,553	622,447	65
TOTAL INCOME	25,089,860	-	25,089,860	29,188,768	(4,098,908)	116
(1) EXPENDITURE FOR TUITION						
Teaching & L. mat.	1,740,480	-	1,740,480	981,445	759,035	56
Bank Charges	-	-	-	360	(360)	-
School Fund	-	-	-	2,000	(2,000)	-
Total EXPENDITURE FOR TUITION	1,740,480	-	1,740,480	983,805	756,675	57
(2) EXPENDITURE FOR OPERATIONS						
Bank Charges	-	-	-	480	(480)	-

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements
For the year ended 30th June 2023

R.M.I	792,120	-	792,120	1,177,553	(385,433)	149
EWC	823,420	-	823,420	411,204	412,216	50
Adm costs	660,240	-	660,240	1,213,895	(553,655)	184
Medical	120,400	-	120,400	188,079	(67,679)	156
P/Emolument	2,417,100	-	2,417,100	1,535,752	881,348	64
Activities	572,520	-	572,520	185,000	387,520	32
Welfare	-	-	-	48,400	(48,400)	#DIV/0!
TOTAL EXPENDITURE FOR OPERATIONS	5,385,800	-	5,385,800	4,760,363	625,437	88
(3) EXPENDITURE FOR SCHOOL FUND						
BES	9,849,000	-	9,849,000	11,704,127	(1,855,127)	119
EWC	1,764,000	-	1,764,000	546,496	1,217,504	31
LT&T	235,200	-	235,200	1,008,571	(773,371)	429
Activity	82,740	-	82,740	118,825	(36,085)	144
ADM COSTS	676,200	-	676,200	1,603,032	(926,832)	237
P/Emolument	1,117,200	-	1,117,200	2,761,617	(1,644,417)	247
RMI	975,660	-	975,660	484,740	490,920	50
Student ID	-	-	-	15,150	(15,150)	99
BUS	-	-	-	242,514	(242,514)	99

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI

Reports on financial Statements

For the year ended 30th June 2023

Farm a/c	1,463,580	-	1,463,580	1,253,385	210,195	86
Arrears Recovered	-	-	-	-	-	99
prepaid	-	-	-	-	-	99
Mbeu Sacco	-	-	-	127,118	(127,118)	99
Bank Charges	-	-	-	96,709	(96,709)	99
County Sacco	-	-	-	143,799	(143,799)	99
Others	-	-	-	1,885,596	(1,885,596)	99
TOTAL School fund Payments	16,163,580	-	16,163,580	21,991,679	(5,828,099)	136
INFRASTRUCTURE PAYMENTS						
MIF-Vote 1	1,800,000	-	1,800,000	462,017	1,337,983	26
Operation	-	-	-	503,000	(503,000)	99
TOTAL INFRASTRUCTURE PAYMENTS	1,800,000	-	1,800,000	965,017	834,983	54
GRAND TOTAL PAYMENTS	25,089,860	-	25,089,860	28,700,864	(3,611,004)	114

X. 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 2023

XI. Notes To the Financial Statements

1 Capitation Grant for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Teaching / Learning Materials	1,035,208	1,421,947
SCHOOL FUND	2,000	
Total	1,037,208	1,421,947

2 Capitation Grant for Operations

Note 2 CAPITATION GRANT FOR	Operation	
	2022/2023	2021/2022
	Kshs	Kshs
Bank Charges	-	-
LTT	-	461,337
R.M.I	1,510,553	2,237,084
EWC	374,478	731,773
Adm costs	851,048	837,357
ifra to operation	503,000	-
Medical	78,400	84,617
P/Emolument	1,475,190	1,840,789
activities	210,913	-
NTS welfare	18,000	41,600
Kudheihia	-	4,800
mbeu	-	17,800
Total	5,021,582	6,257,157

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

3 Parents Contribution/Fees - School Fund Account

	2022/2023	2021/2022
	Kshs	Kshs
BES	13,643,900	-
EWC	1,573,314	-
LT&T	420,539	-
Activity	96,940	125,750
ADM COSTS	840,947	16,155,564
P/Emolument	1,442,100	-
RMI	963,206	-
BUS	560,600	-
Farm a/c	1,332,186	-
Arrears Recovered	661,300	1,486,157
prepaid	129,151	-
Mbeu Sacco	127,118	1,091,074
Rent Income	9,100	307,351
lab	6,375	748,952
Special Diets	121,500	1,341,154
Bank Charges	-	2,166,333
County Sacco	-	193,000
Text Books	5,150	14,400
Students id	19,000	
Sub-Total	21,952,426	23,629,735

4 Other Receipts – School Fund Account

Note 4 OTHER RECEIPTS	School Fund	
	2022/2023	2021/2022
	Kshs	Kshs
Rent Income	-	15,800
- special diet	-	149,500
lost items	-	119,660
welfare	-	20,000
mbeu sacco	-	117,036
union	-	1,800
Total	-	423,796

5. INCOME FROM INFRASTRUCTURE

RECEIPTS	Infrastructure	
	2022/2023	2021/2022
	Kshs	Kshs
MIF-Vote 1	1,177,553	2,382,960
Operation	-	210,000
Sub-Total	1,177,553	2,592,960

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

Notes To The Financial Statements (Continued)

6 Payments For Tuition

	2022/2023	2021/2022
	Kshs	Kshs
Teaching & L. mat.	981,445	15,799,720
Bank Charges	360	-
School Fund	2,000	-
Other Revenue Payments1	-	720
Total	983,805	1,580,440

7 Payments For Operations

	2022-2023	2021-2022
	Kshs	Kshs
Bank Charges	480	1,815,000
R.M.I	1,177,553	341,701
EWC	411,204	679,926
Adm costs	1,213,895	-
ifra to operation	-	2,863,805
Medical	188,079	833,355
P/Emolument	1,535,752	-
Activities	185,000	-
Welfare	48,400	-
Other Revenue bank charges	-	2,640
NTS welfare	-	-
Kudheihia	-	18,000
TOTAL	4,760,363	6,572,227

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Reports on financial Statements For the year ended 30th June 2023

8 Boarding And School Fund Payments

	2022-2023	2021-2022
	Kshs	Kshs
BES	11,704,127	14,457,125
EWC	546,496	410,229
LT&T	1,008,571	726,667
Activity	118,825	161,070
ADM COSTS	1,603,032	2,392,545
P/Emolument	2,761,617	2,663,767
RMI	484,740	1,096,715
Student ID	15,150	11,100
BUS	242,514	140,600
Farm a/c	1,253,385	821,229
Mbeu Sacco	127,118	119,536
Rent Income	-	
lab	-	
Special Diets	-	
Bank Charges	96,709	77,070
County Sacco	143,799	
Others	1,885,596	49,220
infrastructure	-	210,000
MIF	-	466,415
welfare	-	64,400
NHIF	-	23,400
NSSF		71,538
TOTAL	21,991,679	23,962,626

9 -Payments Infrastructure

	2022/2023	2021/2022
	Kshs	Kshs
MIF-Vote 1	462,017	2,910,059
Operation	503,000	210,000
Sub-Total	965,017	3,120,059

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THINGINGI
Reports on financial Statements For the year ended 30th June 2023

10. Bank Accounts

Name of Bank, and Branch	Account Name	Bank Account Number	2022/2023	2021/2022
			Kshs	Kshs
BankBRANCH.....TUITION c/f	Tuition	-	60,327	6,923
BankBRANCH.....OP C/f	Operation	-	285,187	23,968
BankBRANCH.....SF C/f	School Fund	-	5,375	39,627
BankBRANCH.....INFRA C/f	Infrastructue	-	403,997	191,461
Total Bank Balances			754,886	261,979

11 - CASH IN HAND

Description	2022/2023	2021/2022
	Kshs	Kshs
School Fund	4,429	9,432
Operation	141	141
Total Cash Balances	4,570	9,573

12 - SHORT TERM INVESTMENTS

Description	2022/2023	2021/2022
	Kshs	Kshs
Inv/ SAVINGS ACC no,,,,,,,,,,,,,	160,129	160,129
Total	160,129	160,129

13.Accounts Receivable

Description	2022/2023	2021/2022
	Kshs	Kshs
School Fund -Fees Debtors	9,646,600	9,033,522
Total ACCOUNTS RECEIVABLE	9,646,600	9,033,522

Includes an ageing of the fees arrears below

Description	2022/2023	2021/2022
	Kshs	Kshs
Fees arrears for current year (Listed)	2,599,020	1,919,342
Fees arrears for the previous year	1,919,342	371,254
Fees arrears for prior periods (over two years)	5,128,238	6,742,926
Total	9,646,600	9,033,522

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

14.Accounts Payable

Description	2022-2023	2021/2022
	Kshs	Kshs
School Fund -Prepaid Fees	1,485,883	1,485,883
Trade Creditors -School Fund	3,498,265	2,885,187
Total Payables	4,984,148	4,371,070

Includes an ageing of the trade creditors below

Description	2022-2023	2021/2022
	Kshs	Kshs
Trade creditors for current year	3,498,265	2,885,187
Trade creditors for the previous year	-	-
Trade creditors for prior periods (over two years)	-	-
Total	3,498,265	2,885,187
	-	-

15 - FUND BALANCE BROUGHT FORWARD

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank balances	261,980	1,305,176
Cash balances	9,573	36,262
Short Term Investments	160,129	0
Receivables	9,033,522	5,139,842
Payables	(4,371,070)	(1,477,372)
Total	5,094,133	6,003,890

Other important disclosure notes

Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

16.Biological assets

Biological assets

Description	Numbers	2022/2023	2021/2022
		Kshs	Kshs
Cattle	5	900,000	1,080,000
heifer	1	30,000	30,000
Trees	200	50,000	40,000
boer		30000	30,000
sow	5	100,000	120,000
piglets	18	54,000	24,000
bananas	100	40,000	
Total		1,174,000	1,324,000

17.Borrowings

Description	2022-2023	2021-2022
	KShs	KShs
Borrowing at beginning of the year	-	xxx
Borrowings during the year	-	xxx
Repayments of during the year	-	(xxx)
Balance at end of the year	-	xxx

ST MARY MAGDALENE GIRLS SECONDARY SHOOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

Other important disclosure note

18. Stock/ Inventory

Description	2022-2023	2021-2022
	KShs	KShs
Stock/ inventory at beginning of the year	1,779,665	634,942
Stock/ inventory purchased during the year	24,133,741	34,958,350
Stock/ inventory issued during the year	24,617,736	33,813,628
Balance at end of the year	1,295,670	1,779,665

19. Progress On Follow Up Of Auditor Recommendations

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

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

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

Annex 1 - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
1. JAMES NAZARIO				180,000.00	180,000.00	
2. KIMWA SAFETY				0	100,00.00	
3. STUDENTS ID				0	15150.00	
4. NICHOLUS INDWIGA				273,630.00	289200.00	
5. MARGERY WAWIRA				34,480.00	124150.00	
6. SAWARA				0	354000.00	
7. KITHAMI CEREALS AND GROCERIES				192,880.00	311300.00	
8. JULIUS MURITHI				953,000.00	322500.00	
9. JOHN MUTO NAMAN				724205	180000.00	
10. MAFUKO INDUSTRIES				332,000.00	240662.00	
11. BEST FARMER CEREALS				30,000.00	108500.00	
12. GERVASE KABUTHU				16,6650.00	309700.00	
13. FRANCIS KIVUTI				396,470.00	296225.00	
14. WEFSON VENTURES				43,490.00	0	
15. AHADI BEST				139,600.00		
Sub-Total				3,466,405.00	2885187.00	
Supply Of Services						
16. MANASES MUGENDI				21860.00		
17. KIMWA SOLUTIONS				10000.00		
Sub-Total				31860.00		
SUB Total				3,498,265	2885187.00	
PREPAID FEES				1,485,883	1,485,883	
GRAND TOTAL				4,984,148	4,371,070	

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL-THIGINGI
Reports on financial Statements For the year ended 30th June 2023

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land 1		EMBU EAST	7,650,000.00	-	-	7,650,000.00
Buildings And Structures		EMBU EAST	8,452,960.00	-	-	8,452,960.00
Motor Vehicles		EMBU EAST	3,940,000.00	-	-	3,940,000.00
Office Equipment, Furniture And Fittings			1,125,000.00	-		1,125,000.00
ICT Equipment, And Other ICT Assets			1,750,000.00		-	1,750,000.00
Tools And Apparatus			1,830,420.00	20,000.00		1,850,420.00
Textbooks			3,347,800.00	-	-	3,347,800.00
Other Machinery And Equipment			335,000.00			335,000.00
Heritage And Cultural Assets			109,000.00			109,000.00
Intangible Assets- Soft Ware			205,500.00			205,000.00
Total			28,745,680.00			28,765,680.00

