

REPUBLIC OF KENYA



Enhancing Accountability



 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 04 MAR 2025	
DAY. Tuesday	
TABLED BY:	Deputy Chief Whip Masai Party Hon. Naomi Gulo
CLERK-AT THE-TABLE:	Benson Inzofu

REPORT

OF

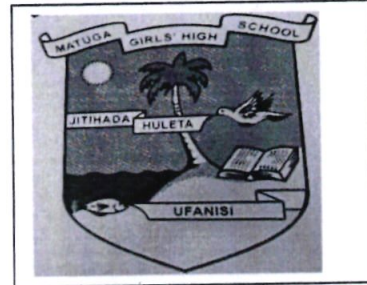
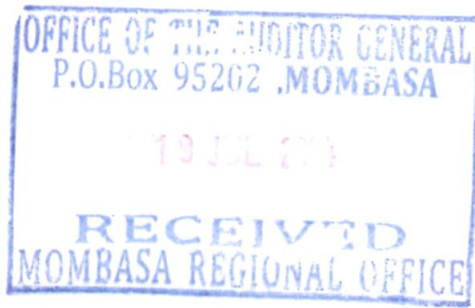
THE AUDITOR-GENERAL

ON

MATUGA GIRLS' HIGH SCHOOL

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

KWALE COUNTY



MATUGA GIRLS HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

Table of Contents

Page

1. Acronyms and Glossary of Terms	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School.....	viii
4. Statement of School Management Responsibility	xiii
5. Report Of The Independent Auditors (<i>To be attached</i>)	xiv
6. Statement Of Receipts and Payments For the Year Ended 30 th June 2023.....	1
7. Statement of Assets and Liabilities As At 30 th June 2023	2
8. Statement of Cash Flows for the Year Ended 30 th June 2023	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2023.....	5
10. Significant Accounting Policies.....	10
11. Notes To The Financial Statements	13
12. Annexes	24

2. 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.

3. 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 Kwale County, Matuga Sub-County.

The school was registered in 2018 under registration number KWL/S/02/105/777 and is currently categorized as a National public school established, owned or operated by the Government.

The school is a boarding school and had 1405 number of students as at 30th June 2023. It has 6 streams and 49 teachers of which 18 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	Abdul Mwaserah	Chairman - Sponsors	14/09/2022
2	Gladys Chivatsi	Secretary – Chief Principal	14/09/2022
3	Annah N. Kamau	Vice Chairperson - Parents	14/09/2022
4	Salim Kassim	Special Interests group	14/09/2022
5	Badi Mwalimu	Special Needs	14/09/2022
6	Grace Mwanjewe	Member - Parents	14/09/2022
7	Christine Kasichana	Member - Sponsors	14/09/2022
8	Peter Maundu	Member - Parents	14/09/2022
9	Nuru Mbogah	Member – Sponsors	14/09/2022
10	Fredrick Nguli	Teachers Rep.	14/09/2022
11	Mejumaa Omar	Member - Parents	14/09/2022
12	Juma Mwachadi	CEB	14/09/2022
13	Fatma Abdallah	Member - Parents	14/09/2022
14	Jackson Omondi	Member - Parents	14/09/2022
15	Josiah Mwawana Kilei	SCDE'S Office	14/09/2022
16	Christine Onkundi	Rep Students	14/09/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Abdul Mwasera Gladys N. Chivatsi Christine Kasichana Anna N. Kamau Jackson Omondi Peter Maundu	Chair Secretary Vice Chair Member Member Member	3
2	Finance, procurement and general purposes Committee	Gladys N Chivatsi Grace Mwanjewe Christine Kasichana Jackson Omondi Gladys Mwanthi Abdul Mwaserah Winnie Julius Gowa	Secretary Chair Member Member Member Member Member	2
3	Academic Committee	Gladys Chivatsi Annah Kamau Gladys Mwanthi Winnie Gowa Salim Kassim Mejumaa O. Mbungo Fatma Abdallah	Chair Secreteay Member Member Member Member Member	2

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

			Member	
4	Development Committee	Nuru Mbogah Jackson Omondi Winnie Gowa Gladys Chivatsi SCDE Peter Maundu Fatma Abdalla Juma Mwachadi Gladys Mwanthi	Chair Member Member Member Member Member Member Member	7
5	Discipline and welfare Committee	Winnie Gowa Mwanthi Gladys Rajab Tsuma Gladys Chivatsi Eugene Isutsa Rose Mwasi Bendictor Luganje	Chair Member Member Member Member Member Member	5
6	Adhoc Committee (if any during the year)	Eugene Isutsa Regina Kitonga Richard Kwinga Paul Mutie	Chair Member Member Member	3
	Disposal Committee			
	Tender Opening Committee	Winnie Gowa Judy Ogake Rajab Tsuma Rose Mwasi	Chair Secretary Member Member	6
	Tender Evaluation Committee	Gladys Mwanthi James Mujibi Mgalla Munga Mwanarusi Bendera Belynda Kadima	Chair Secretary Member Member Member	6

(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	Identification
1	Chief Principal	Gladys Nyamvula Chivatsi	273600
2	Deputy Principal	Winnie Julius Gowa	426809
3	School Bursar	James Kirima Mujibi	N/A
4	Other (specify)		

(e) Schools contacts

Post Office Box: 24 - 80406, Matuga
Telephone: 0720 872 202
E-mail: matugagirlshighschool@yahoo.com
Website: www.matugagirlshighschool.com
Facebook:
Twitter:

(f) School Bankers

1. I). Name of Bank: KCB
Branch: Ukunda
Account Number: Main 1108588115
Tuition 1109238649
Operational 1109240821
Caution Money 1117414248
Examination 1117414035
Infrastructure 1116070588

II). Name of Bank: KCB
Branch: Treasury Square
Account Number: 1104908549

III). Name of Bank: EQUITY
Branch: Kwale
Account Number: Savings: 1580270317265
Service Gratuity: 44026293205
CDF: 1580266195898

IV). Name of Bank: Kenya Women Finance Trust
Branch: Ukunda
Account Number: 1005323319

2. MPESA Pay Bill Number **522123** attached to **1108588115** bank accounts.

(Ensure all Bank Accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed) Provide details of the school bankers.

(g) Independent Auditors

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

4. Summary Report of Performance of The School

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

a) Financial performance:

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

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

YEAR	2022-2023	2021-2022	2020-2021	2020
Surplus/Deficit	6,848,185.75	(7,306,195.08)	(7,910,223.80)	5,991,842.85

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

YEAR	2022-2023	2021-2022	2020-2021	2020
M.O.E Grant	22,598,388.85	18,419,462.80	9,658,215.20	13,050,853.00

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

YEAR	2022-2023	2021-2022	2020-2021	2020
Fees Income	54,327,784.65	44,964,245.72	13,859,475.20	49,698,112.00
Other Income	59,300,281.60	49,895,921.50	6,907,964.50	49,698,112.00

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

YEAR	2022-2023	2021-2022	2020-2021	2020
Expenditure	106,573,595.00	109,712,622.00	28,677,663.50	62,825,788.52

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

YEAR	2022-2023	2021-2022	2020-2021	2020
Debtors	38,355,016.30	35,522,998.50	24,878,819.00	7,815,866.00
Creditors	19,534,988.80	17,146,821.00	6,039,243.65	9,305,538.00

b) Teacher Student ratio:

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

Teacher: Student ratio: 49:1405

Number of teachers recruited within the year: 2

Number of teachers transferred: 1

Number of teachers retired: 0

Teachers employed by TSC: 31

Teachers employed by BOM: 18

No. of teachers per subject

SUBJECT	TSC	BOM	TOTAL	SHORTAGE
Mathematics	10	5	15	0
English	3	5	8	4
Kiswahili	4	4	8	1
Chemistry	6	2	8	0
Biology	8	1	9	0
Physics	3	4	7	1
Business studies	3	3	6	0
Computer studies	1	1	2	1
Home Science	2	1	3	0
Agriculture	2	1	3	0
French	1	0	1	0
History & Government	5	3	8	0
C. R. E	4	2	6	0
I.R.E	2	1	3	0
Geography	4	3	7	0

c) Mean score in the 2022 KCSE:

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

	2022	2021	2020
Set Score	9.40	8.20	8.20
Mean Score	7.35	7.897	7.823
University Transition	184	183	146

d) Number of Candidates in the 2023 KCSE:

(Tabulate the number of candidates sitting for KCSE over the last three years)

YEAR	2023	2022	2021	2020
Candidates	232	271	194	195

e) Capacity of the school:

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

Description	Number
Students	1405
Dormitories	11
Dining Hall	1
Laboratories	3
Toilets	50
Classes	23
Library	1
Domestic Science Room	1
Dispensary	1
Stationery Store	1
Game Store	1

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

f) Development projects carried out by the school:

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

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
N/A	N/A	N/A	N/A	N/A	N/A


.....
School Principal

CHIEF PRINCIPAL
MATUGA GIRLS HIGH SCHOOL
P. O. Box 24-80406, MATUGA
Cell: 0720-873 202

5. 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 Matuga Girls High 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, 2023, and of the school's financial position as at that date.

Name: Abdul Khalfan Mwaserrah

Designation: Chairman, School Board of Management

Sign:

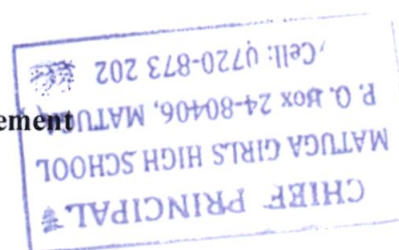
Date: 05th June 2024

Name: Carolyne Zawadi Nguma

Designation: School Principal & Secretary to Board of Management

Sign:

Date: 05th June 2024



Name: James Kirima Mujibi

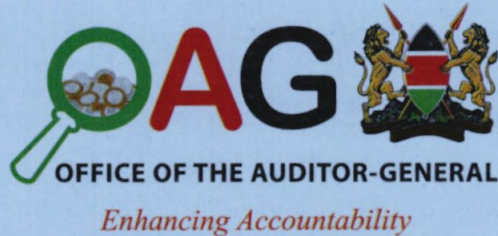
Designation: Bursar/ Finance Officer

Sign:

Date: 05th June 2024

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON MATUGA GIRLS' HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - KWALE COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on 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 Matuga Girls' High School – Kwale County set out on pages 1 to 23, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended,

Report of the Auditor-General on Matuga Girls' High School for the year ended 30 June, 2023 – Kwale County

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 the Matuga Girls' High School – Kwale 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of assets and liabilities reflects net financial position balance of Kshs.35,457,359 whereas the recomputed balance totals Kshs.32,753,791 resulting to an unexplained variance of Kshs.2,703,568. Further, the statement of cash flows reflects net increase in cash and cash equivalents balance of Kshs.9,314,189 whereas re-computation of the amounts indicates a balance of Kshs.7,054,471 resulting in an unreconciled variance of Kshs.2,259,718.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.16,637,331 as disclosed in Note 10 and Note 11 to the financial statements. However, the balance reflected in the financial statements was the bank balance and not the cashbook balance. Further, review of bank reconciliation statements, bank statements and certificate of bank balances revealed that the School did not maintain separate cashbooks for each bank account and prepared a consolidated bank reconciliation statement for the three bank accounts.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.16,637,331 could not be confirmed.

3. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.38,355,016 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, included in the fee arrears balance are receivables amounting to Kshs.5,422,712 which had been outstanding for more than two (2) years. Further, significant accounting policies on accounts receivables as disclosed in Note 5 is silent on the treatment of the students' fees balances which is the major source of income for the School.

In the circumstances, the accuracy, completeness and full recoverability of the receivables balance of Kshs.38,355,016 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Matuga Girls' High School Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

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, I confirm that, nothing 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

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

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Incomplete Asset Register

The School did not maintain an updated and complete asset register. The assets register maintained did not clearly indicate the purchase date, cost price and current condition to ascertain the age and net book value of the assets.

In the circumstances, the effectiveness of the management of fixed assets could not be confirmed.

The audit was conducted in accordance with ISSAIs 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

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

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

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

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 which 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 on whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them and that public resources are applied in an effective way, 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 which might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level, the risk that misstatements caused by error or fraud in amounts which would be material in relation to the financial statements being audited, may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence which is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions which may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to sustain its services.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner which 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 communicate with them all relationships and other matters which may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

26 September, 2024

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

7. Statement Of Receipts and Payments For the Year Ended 30th June 2023

Description Of Vote Head	Note	2022-2023 Kshs	2021-2022 Kshs
Receipts			
Government grants for Tuition	1	3,170,412.00	3,241,762.52
Government grants for Operations	2	19,417,976.85	11,458,285.20
Government Grants for Infrastructure	3	0.00	3,534,000.00
School fund income - Parents' Contributions	4	31,739,395.80	26,730,198.00
Miscellaneous Incomes	5	59,300,281.60	49,895,921.50
Total Receipts		113,628,066.25	94,860,167.22
Payments			
Tuition	6	1,512,626.00	4,698,681.00
Operations	7	11,233,895.00	17,114,799.00
Infrastructure	8	126.00	0.00
Boarding and School Fund	9	93,826,948.00	87,899,141.50
Total Payments		106,573,595.00	109,712,622.00
Surplus/Deficit		7,054,471.25	(14,852,454.80)

The school financial statements were approved on **12th July 2024** and signed by:

Name: Abdul K. Mwaserra
Chair BOM

Sign: 

Date: 12th July 2024

Name: Carolyn Zawadi
School Principal/ Secretary to
BOM

Sign: 

Date: 12th July 2024

Name: James K. Mujibi

Bursar/ Finance Officer
Sign: 

Date: 12th July 2024



MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

8. Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2022-2023	2021-2022
		Ksh	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	16,624,744.37	7,291,106.67
Cash balances	11	12,587.10	32,036.10
Short term investments	12	0.00	0.00
Total cash and cash equivalent		<u>16,637,331.47</u>	<u>7,323,142.77</u>
Account's receivables	13	38,355,016.30	35,522,998.50
Total financial assets		54,992,347.77	42,846,141.27
Financial liabilities			
Accounts payables	14	(19,534,988.80)	(17,146,821.00)
Net financial assets		35,457,358.97	25,699,320.27
Represented by			
Accumulated fund b/fwd	15	25,699,320.27	33,969,125.27
Surplus/deficit for the year		7,054,471.25	(14,852,454.80)
Net financial position		35,457,358.97	25,699,320.27

The school's financial statements were approved on **12th July 2024** and signed by:

Name: Abdul Mwaserrah

Chair BOM

Sign:.....

Date: 12th July 2024

Name: Carolyn Zawadi
School Principal/ Secretary to
BOM

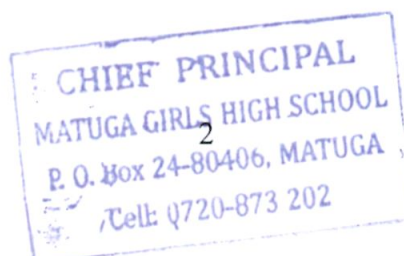
Sign:

Date: 12th July 2024

Name: James K. Mujibi
Bursar/ Finance Officer

Sign:

Date: 12th July 2024



MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

9. Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities	16		
Receipts			
Government Grants for Tuition		3,170,412.00	3,241,762.52
Government Grants for Operations		19,417,976.85	11,458,285.20
Government Grants for Infrastructure		0.00	3,534,000.00
School fund income- Parents Contributions/ Fees		31,739,395.80	26,730,198.00
Other Income		59,300,281.60	49,895,921.50
Total Receipts		113,628,066.25	94,860,167.22
Payments			
Cash outflows for Tuition		1,512,626.00	4,698,681.00
Cash outflows for Operations		11,233,895.00	17,114,799.00
Cash outflows for Infrastructure		126.00	0.00
Cash outflows Boarding/Lunch and School Fund Payments		93,826,948.00	87,899,141.50
Total Payments		106,573,595.00	109,712,622.00
Net cash inflow/outflow from operating activities		7,054,471.25	(14,852,454.80)
Cash flow from investing activities	17		
Acquisition of assets		(0.00)	(0.00)
Proceeds from sale of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		(0.00)	(0.00)
Net cash inflow/outflows from investing activities		0.00	0.00
Cash flow from Financing activities	18		
Proceeds from borrowings/ loans		0.00	0.00
Repayment of principal borrowings		(0.00)	(0.00)
Net cash inflow/outflow from financing activities		0.00	0.00
Net increase/decrease in cash and cash equivalents		9,314,188.75	(7,806,407.00)
Cash and cash equivalent at beginning of the year		7,323,143.00	15,129,550.00
Cash and cash equivalent at end of the year		16,637,331.75	7,323,143.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023


The school's financial statements were approved on **12th July 2024** and signed by:

Name: Abdul Mwaserrah.

Chair BOM
Sign:

Date: 12th July 2024

Name: Carolyn Zawadi
School Principal/ Secretary to
BOM

Sign:

Date: 12th July 2024

Name: James Mujibi
Bursar/ Finance Officer

Sign:

Date: 12th July 2024



10. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	B	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	1,074,800.00	0.00	1,074,800.00	218,796.65	20.36%
Exercise Books	1,250,576.32	0.00	1,250,576.32	254,579.36	20.36%
Laboratory Equipment	7,565,201.00	0.00	7,565,201.00	1,540,045.12	20.36%
Internal Exams	0.00	0.00	0.00	0.00	0.00
Teaching / Learning Materials	687,816.98	0.00	687,816.98	140,018.64	20.36%
Exams And Assessment	1,438,162.77	0.00	1,438,162.77	292,766.25	20.36%
M.O.E	0.00	0.00	0.00	724,206.00	0.00%
(2) Capitation Grant on Operations					
Personnel Emoluments	4,526,700.00	0.00	4,526,700.00	2,322,277.69	51.30%
Repairs And Maintenance	7,544,500.00	0.00	7,544,500.00	3,608,465.60	47.82%
Local Transport / Travelling	2,489,685.00	0.00	2,489,685.00	1,110,516.43	44.60%
Electricity And Water	3,395,025.00	0.00	3,395,025.00	1,394,472.70	41.07%
Medical	3,017,800.00	0.00	3,017,800.00	119,400.00	3.96%
Administration Costs	3,772,250.00	0.00	3,772,250.00	1,889,427.18	50.09%
Activity	2,263,350.00	0.00	2,263,350.00	238,800.00	10.55%
Gratuity	1,200,000.00	0.00	1,200,000.00	0.00	0.00%
M.O.E	0.00	0.00	0.00	8,734,617.25	0.00%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	B	c=a+b	d	d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance &Improvement MOE	7,544,500.00	0.00	7,544,500.00	0.00	0.00%
M&I parents' contribution	3,253,400.00	0.00	3,253,400.00	2,460,000.00	75.61%
Economic Stimulus Programs	0.00	0.00	0.00	0.00	0.00%
Transition Infrastructure Grants	0.00	0.00	0.00	0.00	0.00%
Administration Block	0.00	0.00	0.00	0.00	0.00%
(4) Fees Charged on Parents					
Personnel Emoluments	13,010,767.00	0.00	13,010,767.00	11,791,178.00	90.63%
Repairs And Maintenance	3,253,400.00	0.00	3,253,400.00	2,342,352.00	72.00%
Local Transport / Travelling	4,954,918.00	0.00	4,954,918.00	4,159,216.00	83.94%
Electricity And Water	2,495,718.00	0.00	2,495,718.00	2,194,122.00	87.92%
Medical	0.00	0.00	0.00	0.00	0.00
Administration Costs	5,010,516.00	0.00	5,010,516.00	4,575,515.00	91.32%
Activity	1,206,654.00	0.00	1,206,654.00	945,546.80	78.36%
SMASSE	0.00	0.00	0.00	0.00	0.00%
Fee On Boarding Equipment and Stores	38,091,087.00	0.00	38,091,087.00	47,488,728.60	124.67%
5) Miscellaneous Income					
Loans / Borrowing	0.00	0.00	0.00	0.00	0.00
Rent income	168,000.00	0.00	168,000.00	140,500.00	83.63%
Income From Farming Activities	0.00	0.00	0.00	198,045.00	0.00
Insurance Compensation	0.00	0.00	0.00	0.00	0.00
Income From Posho Mill	0.00	0.00	0.00	0.00	0.00

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	B	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire	0.00	0.00	0.00	311,480.00	0.00%
Fee For Hire of Ground and Equipment	0.00	0.00	0.00	1,537,760.00	0.00%
Interest Income	0.00	0.00	0.00	0.00	0.00%
Income From Any Other Investment	0.00	0.00	0.00	0.00	0.00%
Bakery	0.00	0.00	0.00	7,707,618.00	0.00%
Poultry	0.00	0.00	0.00	208,500.00	0.00%
Total Income	119,214,827.07	0.00	119,214,827.07	103,648,950.27	86.94%
(6) Expenditure For Tuition					
Textbooks	0.00	0.00	0.00	0.00	0.00%
Reference Materials	1,074,800.00	0.00	1,074,800.00	30,000.00	2.79%
Exercise Books	1,250,576.32	0.00	1,250,576.32	912,000.00	72.93%
Laboratory Equipment	7,565,201.00	0.00	7,565,201.00	539,778.00	7.14%
Internal Exams	0.00	0.00	0.00	0.00	0.00%
Teaching / Learning Materials	687,816.98	0.00	687,816.98	0.00	0.00%
Chalks	0.00	0.00	0.00	0.00	0.00%
Exams And Assessment	1,438,162.77	0.00	1,438,162.77	25,000.00	1.74%
Teachers Guides	0.00	0.00	0.00	0.00	0.00%
Administration Costs	0.00	0.00	0.00	0.00	0.00%
Bank Charges	0.00	0.00	0.00	5,851.00	0.00%
(7) Expenditure For Operations					
Personnel Emoluments	4,526,700.00	0.00	4,526,700.00	8,587,697.00	189.71%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	B	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Repairs, Maintenance & Improvements	7,544,500.00	0.00	7,544,500.00	0.00	0.00%
Local Transport / Travelling	2,489,685.00	0.00	2,489,685.00	0.00	0.00%
Electricity, Water and Conservancy	3,395,025.00	0.00	3,395,025.00	618,607.00	18.22%
Medical	3,017,800.00	0.00	3,017,800.00	989,035.00	32.77%
Administration Costs	3,772,250.00	0.00	3,772,250.00	927,776.00	24.59%
Activity Expenses	2,263,350.00	0.00	2,263,350.00	73,500.00	3.25%
Gratuity	1,200,000.00	0.00	1,200,000.00	0.00	0.00%
SMASSE	0.00	0.00	0.00	0.00	0.00%
(8) Expenditure For infrastructure					
Construction of classrooms	0.00	0.00	0.00	0.00	0.00%
Construction of LAB	0.00	0.00	0.00	0.00	0.00%
Construction of DORMS	0.00	0.00	0.00	0.00	0.00%
Purchase of furniture	0.00	0.00	0.00	0.00	0.00%
Purchase of equipment	0.00	0.00	0.00	0.00	0.00%
Purchase of machinery	0.00	0.00	0.00	0.00	0.00%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	13,010,767.00	0.00	13,010,767.00	8,811,090.00	67.72%
Repairs, Maintenance and Improvements	3,253,400.00	0.00	3,253,400.00	1,828,593.00	56.21%
Local Transport / Travelling	4,954,918.00	0.00	4,954,918.00	5,955,718.00	120.20%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	B	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	2,495,718.00	0.00	2,495,718.00	2,189,952.00	87.75%
Medical Expenses	0.00	0.00	0.00	0.00	0.00%
Administration Costs	5,010,516.00	0.00	5,010,516.00	9,391,004.00	187.43%x
Activity	1,206,654.00	0.00	1,206,654.00	5,255,409.00	435.54%
Gratuity	0.00	0.00	0.00	0.00	0.00%
Lunch Program	0.00	0.00	0.00	0.00	0.00%
Boarding Equipment and Stores	38,091,087.00	0.00	38,091,087.00	52,581,742.00	138.04%
Expenditure For Income Generating Activity	0.00	0.00	0.00	0.00	0.00%
Bakery	0.00	0.00	0.00	5,714,010.00	0.00%
Farm	0.00	0.00	0.00	60,528.00	0.00%
Poultry	0.00	0.00	0.00	460,640.00	0.00%
Hire of ground & Equipment/Hosting	0.00	0.00	0.00	460,960.00	0.00%
Insurance Costs	0.00	0.00	0.00	0.00	0.00%
Other Expenses On Investments	0.00	0.00	0.00	0.00	0.00%
Rent Expenses	168,000.00	0.00	168,000.00	0.00	0.00%
Bank Charges	0.00	0.00	0.00	186,706.00	0.00%
Loan Interest Repayment	0.00	0.00	0.00	0.00	0.00%
Loan Principal Repayment	0.00	0.00	0.00	0.00	0.00%
Acquisition Of Assets	0.00	0.00	0.00	0.00	0.00%
Totals	119,214,827.07	0.00	119,214,827.07	105,605,596.00	88.58%

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

11. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

This cash basis of accounting has been supplemented with accounting for; a) receivables that include school fees from parents, 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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

12. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	218,796.63	0
Exercise Books	254,579.36	564,730.68
Laboratory Equipment	1,540,045.12	526,730.54
Internal Exams	292,766.55	345,243.81
Teaching / Learning Materials	140,018.64	351,410.89
Others (M.O.E)	724,206.00	1,454,317.60
Total	3,170,412.00	3,241,762.52

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	2,322,277.69	2,023,890.01
Maintenance & Improvement.	3,608,465.60	601,000.00
Local Transport / Travelling	1,110,516.43	688,437.13
Electricity And Water	1,394,472.70	1,685,224.49
Medical	119,400.00	0.00
Administration Costs	1,889,427.18	1,943,970.37
Activity	238,800.00	0.00
Other Vote Heads (M.O.E)	8,734,617.25	4,515,763.20
Total	19,417,976.85	11,458,285.20

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	0.00	3,534,000.00
Transition infrastructure grants	0.00	0.00
Administration Block	0.00	0.00
Economic stimulus grants	0.00	0.00
Other (specify)(NGCDF and County govt.	0.00	0.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Description	2022-2023	2021-2022
	Kshs	Kshs
Total	0.00	3,534,000.00

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	11,791,178.00	10,834,924.00
Maintenance & Improvement	2,342,352.00	2,469,140.00
Local Transport / Travelling	4,159,216.00	4,165,614.00
Electricity and water	2,194,122.00	2,319,150.00
Medical	0.00	0.00
Administration costs	4,575,515.00	4,686,047.00
Activity	945,546.80	938,368.00
PA Levies* Education Complex	4,159,366.00	1,316,955.00
Poultry	208,500.00	0.00
Tender Fee	90,000.00	0.00
SMASE	1,273,600.00	0.00
Total	31,739,395.80	26,730,198.00

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	140,500.00	189,000.00
Fee on Boarding Equipment and stores	47,488,728.60	38,430,959.00
Income From Farming Activities	198,045.00	144,135.00
Fees	0.00	0.00
BOM Teachers' Salaries	1,916,150.00	0.00
Income From Posho Mill	0.00	0.00
Income From Bus Hire	311,480.00	131,490.00
Fee For Hire of Ground and Equipment	1,537,760.00	724,440.00
Boarding Items	0.00	4,084,500.00
Bakery	7,707,618.00	6,191,397.50
Interest Income	0.00	0.00
Dividends Income	0.00	0.00
Loans/Borrowings	0.00	0.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Other Income	0.00	0.00
Total	59,300,281.60	49,895,921.50

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	912,000.00	1,662,880.00
Textbooks	0.00	0.00
Reference materials	30,000.00	372,506.00
Laboratory Equipment	539,778.00	1,153,855.00
Teaching / Learning Materials	0.00	530,750.00
Exams And Assessment	25,000.00	977,850.00
Teachers Guides	0.00	0.00
Bank Charges	5,851.00	840.00
Others	0.00	0.00
Total	1,512,629.00	4,698,681.00

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	8,587,697.00	9,978,620.00
Service Gratuity	0.00	0.00
Administration Cost	927,776.00	900,350.00
Maintenance & Improvements	0.00	352,420.00
Local Transport / Travelling	0.00	0.00
Electricity And Water	618,607.00	816,803.00
Medical	0.00	0.00
Activity Expenses	73,500.00	0.00
Insurance Cost	989,035.00	62,606.00
Others – Bank Charges	37,280.00	0.00
Infrastructural	0.00	5,004,000.00
Total	11,233,895.00	17,114,799.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements.

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	0.00	0.00
Construction of laboratory	0.00	0.00
Construction of dormitory	0.00	0.00
Purchase of furniture	0.00	0.00
Purchase of equipment	0.00	0.00
Purchase of apparatus	0.00	0.00
Drilling of boreholes	0.00	0.00
Others - Bank Charges	126.00	0.00
Total	126.00	0.00

9 Boarding and School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	8,811,090.00	5,978,298.00
Service Gratuity	0.00	547,657.00
Maintenance & Improvements	1,828,593.00	5,773,708.00
Local Transport / Travelling	5,955,718.00	5,090,520.00
Electricity And Water	2,189,952.00	3,633,364.00
Medical Expenses	0.00	0.00
Administration Costs	9,391,004.00	8,544,322.00
Activity	5,255,409.00	712,690.00
Boarding Items	0.00	4,008,368.00
Returned To Drawer (RD) Cheques	30,000.00	461,770.00
Donations	0.00	98,000.00
SMASE	548,439.00	19,620.00
Education Complex	0.00	4,149,840.00
School Bus	341,157.00	291,390.00
Bakery	5,714,010.00	4,134,358.00
Farm	60,528.00	66,310.00
Poultry	460,640.00	0.00
Infrastructure	0.00	2,100,000.00
Bank Charges	186,706.00	139,962.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Expenses On Income Generating Activities**	460,960.00	253,662.00
Fee On Boarding Equipment and Stores	52,581,742.00	41,895,302.00
Rent Expenses	0.00	0.00
Insurance Cost (<i>Life Property</i>)	0.00	0.00
Loan Principal Repayment	0.00	0.00
Loan Interest Repayment	0.00	0.00
Acquisition Of Assets	0.00	0.00
PA expenses	0.00	0.00
Others- Tender	11,000.00	0.00
Total	93,826,948.00	87,899,141.50

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements.

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1109238649	4,678.50	320,022.50
Operations Account	Active	1109240821	7,881,568.10	31,262.25
School Fund Account/Boarding	Active	1108588115	883,298.14	2,419,000.29
Savings Account	Active	1104908549	176,582.42	213,796.42
Caution Money	Dormant	1117414248	0.00	130.00
Examination Account	Dormant	1117414035	64,498.00	64,498.00
Infrastructural Account	Active	1116070588	6,106,676.85	3,646,802.85
Equity Savings Account	Active	1580270317265	995,112.00	83,264.00
Service Gratuity	Dormant	044026293205	2,677.00	2,677.00
CDF Account	Dormant	1580266195898	509,653.36	509,653.36
KWFT	Dormant	100532319	0.00	0.00
Total			16,624,744.37	7,291,106.62

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	12,587.10	32,036.10
Total	12,587.10	32,036.10

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	38,355,016.30	35,522,998.50
Other Non-Fees Receivables		
Salary Advances	0.00	0.00
Imprest	0.00	0.00
Rent arrears	00.00	0.00
Total	38,355,016.30	35,522,998.50

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current 2022-2023	% of the total	Comparative 2021-2022	% of the total
Less than 1 year	18,144,583.00	47.31%	14,787,721.00	41.63%
Between 1- 2 years	14,787,721.00	38.55%	5,160,552.00	14.53%
Between 2-3 years	5,160,552.00	13.45%	15,574,725.50	43.84%
Over 3 years	262,160.30	0.69%	0.00	0.00%
	38,355,016.30	100%	35,522,998.50	100%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	14,329,959.40	11,529,419.00
Prepaid Fees	3,996,948.40	5,147,969.00
Retention Monies	0.00	0.00
Statutory deductions	196,544.00	469,433.00
Caution money	0.00	0.00
Other payables (<i>workers welfare</i>)	1,011,537.00	0.00
Total	19,534,988.80	17,146,821.00

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current 2022-2023	% of the total	Comparative 2021-2022	% of the total
Less than 1 year	14,329,959.40	100.00%	11,529,419.00	100%
Between 1- 2 years	0.00	%	0.00	%
Between 2-3 years	0.00	%	0.00	%
Over 3 years	0.00	%	0.00	%
Total (should tie to note 14)	14,329,959.40	100%	11,529,419.00	100%

15. Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	7,291,106.62	15,030,691.77
Cash Balances	32,036.10	98,858.10
Short Term Investments	0.00	0.00
Receivables	35,522,998.50	24,878,819.00
Payables	(16,702,971.00)	(6,039,243.65)
Total	26,143,170.22	33,969,125.20

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Other important disclosure notes

IPSAS Cash Standard 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.

16 Non-current Liabilities Summary

Description	2022-2023 Kshs	2021-2022 Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	124,000.00	124,000.00
Others (specify)	0.00	0.00
Total	124,000.00	124,000.00

17 Biological assets

Description	Numbers	2022-2023 Kshs	2021-2022 Kshs
Cattle	21	639,000.00	60,100.00
Goats	48	252,000.00	231,000.00
Trees	51,987	1,713,882.00	1,542,790.00
Coffee Or Tea Plantation	0	0.00	0.00
Poultry	300	37,500.00	0.00
Others (specify)	0	0.00	0.00
Total		2,679,882.00	1,833,890.00

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	(0.00)	(0.00)
Balance at the end of the year	0.00	0.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Other important disclosure notes


19 Stock/ Inventory

Description	2022-2023 Kshs	2021-2022 Kshs
Food stuffs	1,471,186.00	975,540.00
Lab consumables	1,309,301.00	848,743.00
Farm produce	0.00	0.00
Medication	205,253.00	171,463.00
Construction Materials	0.00	0.00
Others (Stationery)	813,734.00	507,139.00
	3,799,474.00	2,502,885.00

20 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

CHIEF PRINCIPAL
MATUGA GIRLS HIGH SCHOOL
 P. O. Box 24-80406, MATUGA
 Cell: 0720-873 202

13. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Lizam Enterprise	85,191.40			85,191.40		
2.						
3.						
Sub-Total	85,191.40			85,191.40		
Supply Of Goods						
4. Kitui Flour Mills Ltd	322,000.00			322,000.00		
5. Takaungu Stationers	42,500.00			42,500.00		
6. Lizam Enterprises	1,499,865.00			1,499,865.00		
7. Eden Books & Stationery	966,524			966,524.00		
8. Matuga Hardware	359,070.00			359,070.00		
9. Matuga Agencies	4,447,500.00			4,447,500.00		
10. Sky Sports House	530,400.00			530,400.00		
11. Hilkath Ventures	434,500.00			434,500.00		
12. Oghil Investment Co. Ltd	1,185,470.00			1,185,470.00		

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
14.Moyuvic Limited	465,990.00			465,990.00		
16.Bucharest Magic World Ltd	3,431,600.00			3,431,600.00		
Sub-Total	13,685,419.00			13,685,419.00		
Supply Of Services						
6. Bonstech Computers	150,568.00			150,568.00		
7. Kenya Power	239,881.00			239,881.00		
8. Diani Occassions	168,900.00			168,900.00		
Sub-Total	559,349.00			559,349.00		
Grand Total	14,329,959.40			14,329,959.40		

Annex 2 – Summary of Fixed Assets Register

Asset Class	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	0.00	0.00	0.00	
Buildings And Structures	0.00	0.00	0.00	149,380,800.00
Motor Vehicles	0.00	0.00	0.00	1,100,000.00
Office Equipment, Furniture And Fittings	0.00	0.00	0.00	1,288,200.00
Textbooks	0.00	0.00	0.00	352,362.00
ICT Equipment	0.00	0.00	0.00	1,849,676.00

MATUGA GIRLS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Tools And Apparatus	0.00	0.00	0.00	883,621.00
Other Machinery And Equipment	0.00	0.00	0.00	0.00
Heritage And Cultural Assets	0.00	0.00	0.00	0.00
Intangible Assets- Soft Ware	0.00	0.00	0.00	327,700.00
Total	0.00	0.00	0.00	155,182,359.00