

REPUBLIC OF KENYA



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REPORT

DATE: 29 APR 2025

DAY.
Tuesday

TABLED
BY:

Hon. Julius Melly, MP
on behalf of LDM

OF

CLERK-AT
THE-TABLE

Benson Inzofu

THE AUDITOR-GENERAL

ON

MARANDA HIGH SCHOOL

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

SIAYA COUNTY



**MARANDA HIGH SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30 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	x
5. REPORT OF THE INDEPENDENT AUDITORS (TO BE ATTACHED).....	xii
6. STATEMENT OF RECEIPTS AND PAYMENTS YEAR ENDED 30 JUNE 2023	1
7. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2023	2
8. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2023	3
9. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR YEAR ENDED 30 JUNE 2023.....	4
10. SIGNIFICANT ACCOUNTING POLICIES	7
11. NOTES TO THE FINANCIAL STATEMENTS.....	9
12. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE.....	19
13. ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER.....	23
14. ANNEX 3-SUMMARY OF FEES ARREARS PER CLASS AS AT 30TH JUNE 2023	24
15. ANNEX 4-SUMMARY OF FEES ARREARS PER VOTEHEAD AS AT 30TH JUNE 2023.....	24
16. ANNEX 5-SUMMARY OF PREPAID FEES PER CLASS AS AT 30TH JUNE 2023.....	24
17. ANNEX 6-SUMMARY OF SUNDRY CREDITORS PER ACCOUNT PER VOTE HEAD AS AT 30TH JUNE 2023	25

Maranda High School

Annual Reports and Financial Statements For the year ended 30 June 2023

1. ACRONYMS AND GLOSSARY OF TERMS

1. CEB	-	County Education Board
2. P.T.A	-	Parents Teachers Association
3. T.S.C.	-	Teachers Service Commission
4. BOM	-	Board of Management
5. KCSE	-	Kenya Certificate of Secondary Education
6. P.E.	-	Personnel Emolument
7. EWC	-	Electricity, Water and Conservancy
8. LT&T	-	Local Travel and Transport
9. Admin. Cost	-	Administrative Cost
10. SMASSE	-	Strengthening of Mathematics and Science in Secondary Education
11. BES	-	Boarding Equipment and Stores
12. MOE	-	Ministry of Education
13. FDSE	-	Free Day Secondary Education
14. NHIF	-	National Hospital Insurance Fund
15. MIF	-	Maintenance and Improvement Fund
16. SWF	-	Students Welfare Fund
17. KCB	-	Kenya Commercial Bank
18. CDF	-	County Development Fund
19. LPG	-	Liquid Petroleum Gas
20. CCTV	-	Closed Circuit Television
21. Ltd	-	Limited
22. TLM	-	Teaching and Learning Materials
23. Lab	-	Laboratory
24. A/C	-	Account
25. ICT	-	Information Communication Technology
26. PA	-	Parents Association
27. FY	-	Financial Year

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

2. 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 Siaya County, Bondo Sub-County. The school was re-registered in **30 June, 2022** under registration number **41S3001517** and is currently categorized as a National public school established, owned or operated by the Government. The school is a boarding school and had **2,409** students as at 30 June 2022. It has **11** streams and **94** teachers of which **17** 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	Designation	Date of appointment
1	Dr. John Ong'ech	Chairman	29 October, 2021
2	Dr. Edwin Namachanja	Secretary – Principal	29 October, 2021
3	Mr. Simiyu Makokha	Member	29 October, 2021
4	Ms. Regina Opondo	Member	29 October, 2021
5	Dr. Ken Ogolla	Member	29 October, 2021
6	Rev. Paul Gwela	Member	29 October, 2021
7	Dr. Silpah Owich	Member	29 October, 2021
8	Mrs. Pamela Oluoch	Member	29 October, 2021
9	Mr. Enos Oyaya	Member – Rep CEB	29 October, 2021
10	Mr. Simon Lubisia	Member Rep Teachers	29 October, 2021
11	Dr. John Ong'ech Ogola Dr. Zablon Okola Mrs. Angeline Hongo	3 Members – Sponsors	29 October, 2021 29 October, 2021 29 October, 2021
12	Mrs. Anastacia Olang'o	Member – Community	29 October, 2021
13	Mr. Nicodemus Odongo	Member Special Needs	29 October, 2021
14	Overall School Captain	Rep Students	29 October, 2021

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The functions 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 affair 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	Name of Members	Designation	Number of meetings attended during the year
1	Executive committee	Dr. John Ong'ech Mrs. Pamela Oluoch Dr. Edwin Namachanja Eng. Elisha Aduke Rev. Paul Gwela	Chairman Deputy Chairperson Secretary P.T.A. Chairman	3
2	Audit committee	Mr. Nicodemus Odongo Dr. Edwin Namachanja Canon Angeline Hongo Mr. Robin Kiraithe Eng. Elisha Aduke Ms. Pamela Oluoch	Chairman Secretary	1

Maranda High School**Annual Report and Financial Statement for the year ended 30 June 2023**

3	Finance, Procurement and General Purposes Committee	Dr. Silpah Owich Dr. Edwin Namachanja Ms. Janet Owiti Dr. Zablon Ogutu Mr. Lubisia Simon Dr. Ken Ogolla	Chairman Secretary	2
4	Academic Committee	Mr. Enos Oyaya Dr. Edwin Namachanja Rev. Paul Gwela Mr. Amos Makokha Ms. Regina Opondo Mrs. Anastacia Olango	Chairperson Secretary	2
5	Development Committee	Dr. Ken ogoila Dr. Edwin Namachanja Dr. John Ong'ech Mrs. Pamela Oluoch Eng. Elisha Aduke Canon Angeline Hongo	Chairman Secretary	9
6	Discipline and Welfare Committee	Mr. Enos Oyaya Dr. Edwin Namachanja Rev. Paul Gwela Mr. Amos S. Makokha Ms. Regina Opondo Mrs. Anastacia Olango	Chairman Secretary	2
7	Adhoc Committee (if any during the year)			None

(a) School Operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	Dr. Edwin Namachanja	372218
2	Deputy Principal	Mr. George Ogolla Anyango	421784
3	School Bursar	Mr. Jacob Aete	11196833

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

10. Name of Bank : Kenya Commercial Bank
Branch: Bondo.
Account Number: 1112275843

11. Mpesa Pay Bill No: 866909 attached to Kenya Commercial Bank account No. 1176335286

(d) Independent Auditors

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

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

3. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

During the financial year 2022/2023 the school reported a surplus of Kshs 44,825,941 and comparatively the school reported a surplus of Kshs 5,311,298 in the financial year 2021/2022. The school received capitation from the ministry of education of Kshs 27,095,581.85 during the period under review. The school reported a total income of Kshs 239,607,769 for the financial year ended 30 June 2023 and total expenditure of Kshs. 194,781,829 during the same period.

b) Teacher Student Ratio:

- i) Teacher to student ratio: 1:30
- ii) No. of teachers recruited and posted within the year: 0
- iii) No. of teachers transferred within the year: 2
- iv) No. of teachers employed by T.S.C.: 77
- v) No. of teachers employed by B.O.M.: 17

c) Mean Score in the KCSE:

2020: 9.7588
2021: 9.1481
2022: 9.5521

- ii) No. of students transitioned to higher learning
2020: 453
2021: 621
2022: 605

d) Number of Candidates in the KCSE:

Year	No. of Candidates
2020	453
2021	621
2022	605
2023	581

e) Capacity of the school:

School population: 2409 students
No. of Laboratories: 8
No. of Dining Hall: 2 @ 500 capacity
No. of Dormitories: 17
No. of Toilets: 171
No. of Classrooms: 42
No. of Library: 1

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

No. of Staff Houses: 65

Other amenities: Water Borehole

2 Buses

2 Vans

f) Development projects carried out by the school:

i) Construction of 2 Storey Dormitory

ii) Construction of New Play Fields

iii) Construction of Ogango A Dormitory

iv) Construction of Owino C Dormitory

v) Construction of Multi- purpose Hall

vi) Construction of Waste water Lagoon

Sign: 

School Principal: Dr. Edwin Namachanja

CHIEF PRINCIPAL

MARANDA HIGH SCHOOL

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

1. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

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

The Board of Management of **Maranda 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 year ended 30 June, 2023, and of the school's financial position as at that date.

Name: Dr. John Ong'ech

Designation: Chairman, School Board of Management

Sign: 

Date: 20/8/2024

Name: Dr. Edwin Namachanja

Designation: School Principal & Secretary to Board of Management

Sign:  **CHIEF PRINCIPAL**

Date: 20.8.2024. MARANDA HIGH SCHOOL

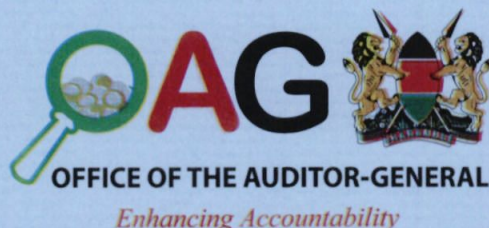
Name: Mr. Samwel Ouko

Designation: Bursar/ Finance Officer

Sign: 

Date: 20/08/2024

REPUBLIC OF KENYA



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

REPORT OF THE AUDITOR-GENERAL ON MARANDA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – SIIAYA COUNTY

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and overall 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 Maranda High School – Siaya County set out on pages 1 to 18, which comprise of the statement of financial assets and financial 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, 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 Maranda High School – Siaya 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. Lack of Trial Balance

The financial statements presented for audit was accompanied by a trial balance which however, had a cash balance brought forward of Kshs.31,701,343 which was at variance with the comparative balance of Kshs.32,873,917 resulting to an unreconciled and unexplained variance of Kshs.1,172,574.

In the circumstances, the validity, accuracy and completeness of the trial balance could not be confirmed.

2. Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.139,595,796 which includes balances of Kshs.139,198,295 and Kshs.397,500 in respect of fee arrears and other non-fee arrears respectively and as disclosed in Note 11 to the financial statements. However, the following unsatisfactory matters were observed;

2.1. Unsupported Accounts Receivables

The supporting schedule with students' details and dates the fees arrears and details for non-fees receivables incurred were not provided for audit. Further, Management did not prepare an ageing analysis to assess the status of outstanding fees owed to the School by students and the length of time they had remained outstanding. In addition, 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.

2.2. Long Outstanding Receivables

Included in the balance are receivables amounting to Kshs.79,093,112 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy and completeness of accounts receivables balance of Kshs.139,595,796 could not be confirmed.

3. Accounts Payables

The statement of assets and liabilities reflects accounts payable balance of Kshs.107,604,277 which includes balances of Kshs.103,069,528 and Kshs.4,534,750 in respect of trade creditors and prepaid fees respectively and as disclosed in Note 12 to the financial statements. However, the following unsatisfactory matters were observed;

3.1. Inaccuracy in the Accounts Payable Balance

Review of Note 12 revealed trade creditors balance of Kshs.103,069,528 which is at variance with the balance of Kshs.45,519,950 disclosed in Annex 1 to the financial statements resulting to an unexplained and unreconciled variance of Kshs.57,549,578.

3.2. Unsupported Accounts Payables

The trade creditors balance of Kshs.103,069,528 was not supported with documents including ledger schedule with detailed list of the suppliers, invoices, delivery notes, local service or local purchase order numbers, interim or completion certificates for the works done, issues and receipts vouchers and the dates when the bills were incurred to confirm the validity of the payables. Further, prepaid fees balance of Kshs.4,534,750 was not supported with student fee statements and schedules. In addition, Management did not prepare an ageing analysis to assess the status of outstanding balances owed to the creditors and the length of time they had remained outstanding.

In the circumstances, the accuracy and completeness of the accounts payable balance of Kshs.103,069,528 could not be confirmed.

4. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.107,994,285 in respect of bank balances and as disclosed in Note 8 to the financial statements. However, the bank balance was in respect of eleven (11) bank accounts which were not supported with cash books and bank reconciliation statements.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.107,994,285 could not be confirmed.

5. Unsupported Bank Loan

Review of other important disclosure Notes on non-current liabilities summary revealed a balance of Kshs.65,000,000 in respect of a bank loan with a local bank and as disclosed in Note 14 to the financial statements. However, approval from The National Treasury for the borrowing was not sought contrary Section 51(2) of the Public Finance Management Act, 2012 which states that 'a national government entity shall obtain the approval of the Cabinet Secretary for its intended program of borrowing, refinancing and repayment of loans. Further, supporting documents including approval authorities from Ministry of Education, Board of Management approval minutes, loan contract agreement, bank statement and loan repayment schedules were not provided for review.

In the circumstances, the accuracy, completeness and propriety of the bank loan balance of Kshs.65,000,000 could not be confirmed.

6. Unsupported Capitation Grants

The statement of receipts and payments reflects amounts of Kshs.6,466,736 and Kshs.32,704,674 in respect of capitation grants for tuition and operations and as disclosed in Note 1 and 2 to the financial statements. However, supporting documents including NEMIS student data and acknowledgment receipts, school student enrolment registers and bank statements were not provided for audit review.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations of Kshs.6,466,736 and Kshs.32,704,674 could not be confirmed.

7. Unsupported Retained Capitation for Text Books

The statement of receipts and payments reflects capitation grants for tuition of Kshs.6,466,736 which further includes nil amount in respect of text books and reference books and as disclosed in Note 1 to the financial statements. Review of the correspondence between the School and the Ministry of Education on the implementation of Free Day Secondary Education (FDSE) revealed that the capitation grants in respect of text books are retained and books are purchased and supplied by the Ministry of Education. However, library receipts records in respect of text books reflect supply of 6,775 text books from the Ministry during the year under review whose values were not provided for review. Further, supporting documents including library distribution lists was not provided for review.

In the circumstances, the accuracy and completeness of nil balance in respect of text books could not be confirmed.

8. Unsupported Payments for MIF – Two (2) Storey Dorm and Lagoon

The statement of receipts and payments reflects payments for operation of Kshs.26,462,752 which include an amount of Kshs.10,184,881 in respect of the construction of MIF- two (2) storey dorm and lagoon and as disclosed in Note 6 to the financial statements. However, supporting documents including bills of quantities for works done, payment vouchers, procurement records, certificate of inspection and acceptance and certificates of works completed were not provided for review. Further, from the previous year's audited financial statements the waste water lagoon had stalled after a total amount of Kshs.2,437,160 had been spent. Various correspondences between the School, the State Department of Public Works and the contractor revealed that the contract was terminated on 05 October, 2022 due to abandonment of work. Physical inspection revealed that the project was not complete and that the contractor had not been on site for about two (2) years.

In the circumstances, the accuracy and completeness of payments in respect of the construction of MIF - two (2) storey dorm and lagoon Kshs.10,184,881 could not be confirmed.

9. Unsupported Personnel Emoluments Expenditure

The statement of receipts and payments reflects payments for operations and school fund and boarding account Kshs.26,462,752 and Kshs.163,619,603 which include amounts of Kshs.14,635,473 and Kshs.7,395,330 in respect of personnel emoluments respectively totalling Kshs.22,030,803 and as disclosed in Notes 6 and 7 to the financial statements. However, supporting documents including payrolls and approved staff establishment were not provided for audit.

In the circumstances, the accuracy and completeness of personnel emoluments payments totalling Kshs.22,030,803 could not be confirmed.

10. Unsupported Administration Cost-Student Welfare Fund

The statement of receipts and payments reflects school fund and boarding account payments of Kshs.163,619,603 which include amounts of Kshs.21,364,257 in respect of administration cost-student welfare fund and as disclosed in Note 7 to the financial statements. However, review of supporting expenditure schedule revealed that payments were made to teaching and non-teaching staff which were not supported with payment vouchers and imprest warrants. Further, review of the schedule revealed that amounts of Kshs.4,577,800, Kshs.3,225,000 and Kshs.918,000 were paid in respect of staff awards for teaching staff and non-teaching staff respectively. These payments were not supported with Board approval minutes or policy guidelines.

In the circumstances, the accuracy and completeness of administration cost-student welfare fund of Kshs.21,364,257 could not be confirmed.

11. Inaccuracies in the Financial Statements

Review of the financial statements submitted for audit revealed the following inaccuracies in the amounts and balances.

11.1. Unbalanced Statement of Assets and Liabilities

The statement of assets and liabilities reflects balances of Kshs.139,985,804 in respect of net financial assets which is at variance with the net financial position of Kshs.137,060,606 resulting to an unexplained and unreconciled variance of Kshs.2,925,198.

In the circumstances, the accuracy and completeness of the statement of assets and liabilities could not be confirmed.

11.2 Anomalies in the Statement of Cash Flows

The statement of cash flows reflects a balance of Kshs.107,994,287 in respect of cash and cash equivalents at the end of the year. However, re-casting the accuracy of the statement revealed net increase in cash and cash equivalent of Kshs.108,284,461 resulting to cash and cash equivalents balance of Kshs.141,158,379 which is at variance with the reported balance of Kshs.107,994,284 by an unexplained and unreconciled variance of Kshs.33,164,092.

In the circumstances, the accuracy and completeness of the statement of cash flows could not be confirmed.

11.3. Anomalies in the Statement of Budgeted Versus Actual Amounts

The statement of budgeted versus actual amounts reflects total receipts and expenditure on comparable basis amounts of Kshs.235,595,226 and Kshs.183,683,128 respectively which are at variance with the amounts in the statements of receipts and payments amounts of Kshs.304,626,795 and Kshs.196,342,332 resulting to unreconciled variance of Kshs.69,031,569 and Kshs.12,659,204 respectively. Further, the individual amounts of receipts and payments were at variance with the respective amounts in the statement of receipts and payments and Notes to the financial statements.

In the circumstances, the accuracy and completeness of the amounts in the statements of budgeted versus actual could not be confirmed.

11.4. Fund Balance Brought Forward

The statement of assets and liabilities reflects a fund balance brought forward of Kshs.28,776,145 which was at variance with the balance of Kshs.31,701,342 disclosed in the corresponding Note 13 to the financial statements resulting to an unexplained and unreconciled variance of Kshs.2,925,197. Further, review of Note 13 revealed that the balance of Kshs.31,701,342 included balances of Kshs.139,595,795 and Kshs.140,768,370 in respect of bank balance, receivables, and payables respectively. However, review of the comparative balances in respect receivables and payables revealed balances of Kshs.118,670,575 and Kshs.122,768,347 and re-casted balance of Kshs.28,776,145 in respect of fund balance brought forward resulting to unexplained and unreconciled variance of Kshs.2,925,197.

In the circumstances, the accuracy and completeness of the fund balance brought forward of Kshs.28,776,145 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.215,888,620 and Kshs.235,595,226 respectively, resulting to an over-funding of Kshs.19,706,606 or 9 % of the budget. However, the School spent a balance of Kshs.183,683,128 against actual receipts of Kshs.235,595,226, resulting to resulting to an under-utilization of Kshs.51,912,098 or 22% of actual receipts.

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

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.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, fourteen (14) issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Management presented prior year audit issues which were indicated as resolved. However, Management did not provide reports and invitations from the legislative oversight committee's detailing the deliberations and recommendations of the committees on the resolved issues. Further, Management did not provide satisfactory reasons for the delay in resolving the unresolved issues.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.163,619,604 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.1,258,560 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. 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 schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,258,560 could not be confirmed.

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.6,466,736 and Kshs.32,704,674 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of two thousand three hundred and ninety-two (2,392) students while the enrolment records provided by the School indicated a total number of two thousand four hundred and nine (2,409) students, resulting to an unexplained variance of seventeen (17) students. As a result of the variances, the School was under-funded by an amount of Kshs.205,258

In the circumstances, the under-funding of the School may have affected service delivery to the schools and value for money could not be confirmed.

3. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.39,171,410 and as disclosed in Note 1 and 2 to the financial statements. Comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year/period 2022/2023, NEMIS reflected two thousand three hundred and ninety-two (2,392) students while records from the County Director of Education had two thousand four hundred and nine (2,409) students, resulting to an under-funding of the School by an amount of Kshs.205,258. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, underfunding of the School may have affected service delivery to the students.

4. Excess Supply of Books

During the year/period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed six thousand seven hundred and seventy-five (6,775) books to the School while only four thousand five hundred and ten (4,510) books were issued to the students, resulting to an unexplained excess text books of two thousand two hundred and sixty-five (2,265) books in the School store.

In the circumstances, value for money on the excess text books of two thousand two hundred and sixty-five (2,265) books could not be confirmed.

5. Long Outstanding Payables

Included in the balance, are trade payables of Kshs.14,102,659 which had been outstanding for more than two (2) years. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates'.

In the circumstances, the School Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

6. Failure to Prepare a School Improvement Plan

During the year/period under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

7. Failure to Transfer Infrastructure Funds

The statement of receipts and payments reflects capitation grants for operation of Kshs.32,704,674 which includes an amount of Kshs.13,864,210 in respect of maintenance and improvement funds and as disclosed in Note 2 to the financial statements. However, review of the operations bank accounts details revealed that only a total amount of Kshs.2,400,000 in respect of infrastructure funds were transferred to the school's infrastructure account resulting to an amount of Kshs.11,464,210 not transferred. This was contrary Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which states that that 'infrastructure grants as well as maintenance and improvement funds be transferred to the school infrastructure account fifteen days upon receipt of the funds in the operations account'.

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

8. Unapproved Fees on Parents Association Support Programme

The statement of receipts and payments reflects school fund income – other receipts amount of Kshs.203,872,726 which includes amounts of Kshs.31,171,367 and Kshs.22,894,756 in respect of school harambee fund and administration cost -student welfare fund totalling Kshs.54,006,123 as disclosed in Note 4 to the financial statements. However, the amounts charged per student in respect school harambee fund and administration cost -student welfare fund were not disclosed. Further, the extra fees charged were not approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that parent will only pay for school uniforms, boarding related costs as reflected in the boarding fee's structure and lunch for the day scholars.

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

9. Lack of a Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.304,626,795 and Kshs.196,342,334 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity

prepare a procurement plan for each financial year as part of the annual budget preparation process’.

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

10. Irregular Procurement on Construction of Multipurpose Hall

The statement of receipts and payment reflects school fund income-other receipts of an amount of Kshs.203,872,726 which includes an amount of Kshs.65,000,000 in respect of a loan from a local bank in support of the construction of a multipurpose hall. Review of records revealed that the project was approved by the full Board only contrary to Ministry of Education Circular reference, MOE.HQS/3/6/36 dated 14 January, 2021, which states that the Permanent Secretary, State Department of Early Learning and Basic Education must approve projects above Kshs.10,000,000 in public schools.

Further, the following irregularities were noted;

- i. The first tender was advertised on 19 November, 2022 and all the procurement processes followed up to issue of professional opinion on 6 December, 2022 which recommended award to a local firm who quoted an amount of Kshs.148,281,379. However, the accounting officer declined to sign the contract with the company without giving a reason. This was contrary to Section 68 (2)(e) of the Public Procurement and Asset Disposal Act, 2015 which stipulates, “if the procurement proceedings were terminated without resulting in a contract, an explanation of why they were terminated” should be given.
- ii. The Second tender was advertised in the Daily Nation dated 19 November, 2022 advertising contract No.SC/MOE/SCMS/MHS/001//2022-2023 for the construction to completion of a Multipurpose Hall. All the procurements processes were followed up to professional opinion on 18 December, 2023 issued, recommending the firm who quoted an amount of Kshs.127,601,198. Contract award letter issued on 3 April, 2023 and contract signed on 10 May, 2023 for a period of Four hundred (400) days, ending June 2024. Review of the bid documents provided revealed that the contractor who was awarded the tender had no valid National Construction Authority (NCA) certificate. In addition, the CR12 revealed that the two (2) Directors (Key personnel) of merchant were not qualified Engineers, hence could not get NCA certification.
- iii. The merchant, due to unexplained reasons disagreed with project management and moved out of site on September 2023 after doing only the slab level. Construction work stopped for eight (8) Months. No board minutes were provided detailing the reasons why the contractor left the work. Further, Management did not provide the amount paid to the contractor for doing the slab.
- iv. On 26 May, 2024, a third contract was engaged by the School Management at a contract sum of Kshs.158,774,114 but procurement records including advertisement and award were not provided for review.

In the circumstances, the School may not obtain value for money and the expected benefits from the projects to the students may not be realized due to the long delay in executing the project.

11. Renovation of Owino C Dormitory

The statement of receipts and payments reflects boarding and school fund payments of Kshs.163,619,603 which includes an amount of Kshs.9,036,970 in respect of renovation of Owino C Dormitory and as disclosed in Note 7 to the financial statements. Review of the previous year's audit report revealed that supporting documents including certificate of practical completion confirmed that the contract for renovation of the dormitory was awarded at a contract sum of Kshs.8,213,850. Further, during the previous year, a total expenditure of Kshs.13,117,003 was paid which resulted to unexplained and unreconciled variance of Kshs.4,903,153. However, during the year under review, additional expenditure totalling Kshs.9,036,970 was incurred which was not supported with documents including procurement records and bills of quantities confirming additional works procured.

In the circumstances, value for money on the expenditure of Kshs.9,036,970 in respect of renovation of the dormitory could not be confirmed.

12. Irregular Payment of Sitting Allowances

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.163,619,604 which includes an amount of Kshs.8,534,980 in respect of local transport and travel as disclosed in Note 7 to the financial statements. The amount of Kshs.8,534,980 in respect of local transport and travel further includes an amount of Kshs.1,226,000 in respect of Board Members allowances. However, review of Board of Management records revealed that the chairman and members were paid Kshs.10,000 and Kshs.8,000 respectively per sitting above the approved rates of Kshs.5,000 and Kshs.4,000 respectively. This was contrary to the Salaries and Remuneration Commission Circular of 16 April, 2014 on the payment of taskforce allowance and remuneration of commission of inquiry, tribunal, boards and committees appointed by Government.

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

13. Failure to Maintain an Imprest Register

The statement of receipts and payments reflects payments for operations and payments for school fund and boarding account of Kshs.26,462,752 and Kshs.163,619,603 respectively which include amounts of Kshs.206,211 and Kshs.8,534,981 in respect of local transport and travel respectively totalling Kshs.8,741,192 and as disclosed in Notes 6 and 7 to the financial statements. However, review of the payments revealed that they were made through issuance of imprests but an imprest register was not maintained. This was contrary to Regulation 93(4)(c) and (5) of the Public Finance Management (National Government Regulations) 2015 which provides that before issuing temporary imprests under paragraph (2) the Accounting Officer shall ensure that the applicant has been recorded in the imprest register including the amount applied for. The holder of a temporary imprest shall account or surrender the imprest within seven (7) working days after returning to duty station'.

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

14. Failure to Maintain a Fixed Asset Register

The financial statements presented for audit did not include a summary of the fixed assets register as prescribed in the reporting requirements set by the Public Sector Accounting Standards Board and a fixed assets register was not maintained. Further, land ownership documents and motor vehicle log books were not provided for audit.

In the circumstances, the existence of an effective assets management mechanism and the ownership of the School land could not be confirmed.

15. Unapproved Budget

The budget amounts presented in the statement of budgeted versus actual amounts were not supported by unapproved budget. This was contrary to Regulation 31(1)(2) of the Public Finance Management (National Government) Regulations, 2015 which states that 'an Accounting Officer shall ensure that the draft estimates relating to her or his department are prepared in conformity with the Constitution, the Act and these Regulations. Further, the Accounting Officer is responsible, in particular for ensuring that all services which can be reasonably foreseen are included in the estimates and that they are within the capacity of her or his national government entity during the financial year and the estimates are submitted to The National Treasury in the manner and format to be issued by the Cabinet Secretary'.

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

16. Budget Imbalance

The statement of budgeted versus actual amounts reflects a final income budget of Kshs.215,888,620 and final expenditure budget of Kshs.283,688,332 resulting to a difference of Kshs.67,799,712. The budget imbalance is contrary to the provisions of Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015, which states that budget revenue and expenditure appropriation shall be balanced.

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

17. Late Submission of Financial Statements to the Auditor-General

The financial statements for School for the period ended 30 June, 2023 were submitted to the Auditor-General for audit on 6 November, 2023 two (2) months after the submission deadline of 30 September, 2023. This is contrary to Section 47 of the Public Audit Act, 2015 which states that 'the financial statements required under the Constitution, the Public Finance Management Act, 2012 and any other legislation, shall be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate'.

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

The audit was conducted in accordance with the 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 EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Internal Audit Function and Audit Committee

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

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

2. Ineffective School Board of Management

Review of the Governance structure at the School revealed existence of a Board of Management. However, personal files of the Board members did not contain appointment letters, acceptance of appointments, Curriculum Vitae, testimonials and passport photos of Board members and calendar of Board meetings for the period were not provided for audit review. Further, the Board of Management did not maintain individual minute files for full board and sub-committees meetings held. Board minutes provided for review were not signed by the chairman and the secretary to the Board.

In the circumstances, the effectiveness of governance at the school could not be confirmed.

3. Lack of Risk Management Policy and IT Policy

Review of the documents provided for audit revealed that the School Management had not established a Risk Management Policy to guide on the development of risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations'. In addition, the School did not approve Information Technology Policy for governance and management of its ICT resources.

In the circumstances, the effectiveness of risk management at the school could not be confirmed.

4. Lack of Insurance Cover for Assets

Review of the financial statements and assets records revealed that the School Management did not have insurance cover for its property, plant and equipment.

In the circumstances, the School is exposed to losses without compensation in case of fire, theft or any other unforeseen calamities.

5. Weak Human Resource Management System

Review of personnel records show that the school does not have in place a human resource policy, an approved salary structure, an approved scheme of service for its staff, defined job categories by profession, qualifications and experience, career progression and conditions of progression. In the absence of the scheme of service, it was not possible to ascertain how recruitments, promotion and rewards of staff were determined. This has the effect of creating unfair human resource practices affecting employee's morale negatively. In addition, the payrolls were maintained in excel format which can be altered without a trail. The payrolls do not include Personal numbers, date of employment, date of retirement and job grade of the employees.

In the circumstances, the school may incur loss of public funds due to poor management of the Human Resources records.

6. Poor Management of Scholarship and Bursaries

During the year under review, the School's management did not maintain a complete list of students issued with bursaries/scholarships indicating the admission numbers and financiers/donors. Further, School's manual enrolment register for the period under review revealed inconsistencies between the number of students captured in the two registers with the number of students captured in NEMIS being less than the number in the School's manual register.

In the circumstances, effectiveness of controls over management of student enrolment could not be confirmed.

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

Responsibilities of Management and the Board of Management

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing and as applicable matters

related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control 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 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control 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 that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

15 October, 2024

Maranda High School

Annual Reports and Financial Statements For the year ended 30 June 2023

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

DESCRIPTION OF VOTE HEAD	Note	2022-2023	2021-2022
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	6,466,736	16,533,168
Capitation grants for operations	2	32,704,674	36,430,036
School Fund Income- Parents' Contributions	3	61,582,658	66,893,140
School Fund Income- Other receipts	4	203,872,726	128,998,580
TOTAL RECEIPTS		304,626,795	248,854,924
PAYMENTS			
Payments for Tuition	5	6,259,978	11,713,806
Payments for operations	6	26,462,752	50,679,420
Boarding and school fund payments	7	163,619,604	181,150,400
TOTAL PAYMENTS		196,342,334	243,543,626
SURPLUS		108,284,461	5,311,298

The school financial statements were approved on 26th August, 2023 and signed by:

Sign... 

Name: Dr. John Ong'ech
Chair BOM

Date... 20/8/2024

Sign... 

Name: Dr. Edwin Namachanja
School Principal/
Secretary to BOM

Date... 20.8.2024

CHIEF PRINCIPAL
MARANDA HIGH SCHOOL

Sign... 

Name: Mr. Samwel Ouko
Bursar/
Finance Officer

Date... 20/08/2024

**Maranda High School
Annual Report and Financial Statement for the year ended 30 June 2023**

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

	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	107,994,286	32,873,917
Cash Balances	9	-	0
Total Cash and cash equivalent		<u>107,994,286</u>	<u>32,873,917</u>
Account's receivables	11	139,595,796	118,670,575
TOTAL FINANCIAL ASSETS		247,590,081	151,544,492
FINANCIAL LIABILITIES			
Accounts Payables	12	107,604,277	122,768,347
NET FINANCIAL ASSETS		139,985,804	28,776,145
REPRESENTED BY			
Accumulated Fund b/fwd	13	28,776,145.40	23,464,847
Surplus/Deficit for the year		108,284,461	5,311,298
NET FINANCIAL POSITION		137,060,606.40	28,776,145

The School's financial statements were approved on 26th August, 2023 and signed by:

Sign.....*John Ong'ech*.....

Name: Dr. John Ong'ech
Chair BOM

Date*20/8/2024*.....

Sign.....*Edwin Namachanja*.....

Name: Dr. Edwin Namachanja
School Principal/
Secretary to BOM

Date.....*20.8.2024.*.....

**CHIEF PRINCIPAL
MARANDA HIGH SCHOOL**

Sign.....*Samwel Ouko*.....

Name: Mr. Samwel Ouko
Bursar/
Finance Officer

Date.....*20/08/2024*.....

8. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2023

		2022-2023	2021-2022
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	6,466,736	16,533,168
Capitation grants for operations	2	32,704,674	36,430,036
School fund income- Parents contributions/ fees	3	61,582,658	66,893,140
School fund income- other receipts	4	203,872,726	128,998,580
Total receipts		304,626,795	248,854,924
Payments			
Payments for Tuition	5	6,259,978	11,713,806
Payments for operations	6	26,462,752	50,679,420
Boarding and school fund payments	7	163,619,604	181,150,400
Total payments		196,342,334	243,543,626
cash flow from operating activities before working capital adjustments		108,284,461	5,311,298
Add/less decrease/increase in receivables		-	-
Add/less decrease/increase in payable		-	-
Net cash flow from operating activities		108,284,461	5,311,298
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash flows from Investing Activities		-	-
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		75,120,369	5,311,298
Cash and cash equivalent at BEGINNING of the year		32,873,918	27,562,619
Cash and cash equivalent at END of the year		107,994,287	32,873,918

9. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR YEAR ENDED 30 JUNE 2023

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=a-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Teaching / learning materials	12,630,912	-	12,630,912	6,463,136	6,167,776	48.83%
Total	12,630,912	-	12,630,912	6,463,136	6,167,776	48.83%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
Others vote heads (PE, LT&T, EW&C. Admin Cost)	28,651,200		28,651,200	17,038,126.90	11,613,073.10	40.5%
Improvement and maintenance Activity	15,240,000		15,240,000	13,864,210	1,375,790	9%
Insurance	4,572,000		4,572,000	1,324,137.50	3,247,862.50	71.04%
Smasse	6,096,000		6,096,000	478,200	5,617,800	92.20%
Total	609,600		609,600	0	609,600	100%
Total	55,168,800		55,168,800	32,704,674.4	22,464,125.60	68.70%%
<i>(3) FEES CHARGED ON PARENTS</i>						
Personnel emoluments	0	-	0			
EWC	0	-	0			

Maranda High School
Annual Report and Financial Statement for the year ended 30 June 2023

Local travel and transport	0	-	0			
Improvement and maintenance	6,096,000	-	6,096,000	5,872,441.10	223,558.90	3.7%
Administration cost	0	-	0			
Harambee funds	30,480,000	-	30,480,000	31,171,367.82	(691,367.82)	2.27%
Activity	2,432,304	-	2,432,304	2,441,762	(9458)	0.39%
Fee on Boarding Equipment and Farm	114,789,508.80	-	114,789,508.80	80,778,634.20	34,010,874.60	29.60%
Bakery		-				0%
Other Voteheads (PE,LT&T,EW&C, Admin.cost)	62,090,808		62,090,808	76,163,211	(14,072,403)	22.66%
Total	215,888,620.80	-	215,888,620.80	196,427,416.12	19,461,204.68	9.0%
TOTAL INCOME				235,595,226.52		
(1) EXPENDITURE FOR						
TUITION						
Teaching / learning materials	12,630,912	-	12,630,912	6,259,978	6,370,934	50.4%
Total	12,630,912	-	12,630,912	6,259,978	6,370,934	50.4%
OPERATIONS						
Others voteheads	28,651,200	-	28,651,200	15,912,316.95	12,738,883.05	44.50%
Activity	4,572,000		4,572,000			0%
Improvement and maintenance	15,240,000	-	15,240,000	10,184,881.18	5,055,118.82	33.20%
Insurance	6,096,000		6,096,000	355,639	5,740,361	94%

Maranda High School
 Annual Report and Financial Statement for the year ended 30 June 2023

SMASSE	609600		-			
Total	55,168,800		609600	55,168,800	26,452,837.13	28,715,962.87 0% 52.05%
(3) EXPENDITURE FOR						
SCHOOL FUND						
BES	114,789,508.80	-	114,789,508.80	84,952,878	29,836,630.80	25.99%
Local travel and transport		-				
EWC		-				
Personnel emoluments		-				
Adminstration cost		-				
Parents Association		-				
Improvement and maintenance	6,096,000	-	6,096,000	1,967,020.66	4,128,979.34	67.7%
Medical Expenses	-	-	-	1,710,275.85	- 1,710,275.85	
Activity	2,432,304	-	2,432,304	3,078,276	- 645,972	26.55%
Harambee	30,480,000	-	30,480,000	650,000	29,830,000	97.9%
Other Vote heads (PE,LT&T,EW&C,Admin. Cost)	62,090,808	-	62,090,808	58,611,862.82	3,478,945.18	5.6%
TOTALS	215,888,620.80	-	215,888,620.80	150,970,313.33	64,918,307.47	30.0%
	283,688,332.80		283,688,332.80	183,683,128.46	100,005,204.34	35.25%

10. SIGNIFICANT ACCOUNTING POLICIES

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

1. **Statement of compliance and basis of preparation**

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

This cash basis of accounting has been supplemented with accounting for; a) receivables that include 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.

Annual Report and Financial Statement for the year ended 30 June 2023

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 30 June 2023.

Annual Report and Financial Statement for the year ended 30 June 2023

11. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2022-2023	2021-2022
	Kshs	Kshs
MOE/FDSE Subsidies		8,563,000
Admin. Cost	3,600	-
Teaching / learning materials	6,463,136	7,970,168
Total	6,466,736	16,533,168

2 CAPITATION GRANT FOR OPERATIONS

	2022-2023	2021-2022
	Kshs	Kshs
Personal Emoluments	18,890	2,882,474
Maintenance and Improvement Fund (MIF)	13,864,210	13,376,000
Local Transport and travelling	0	1,500,000
Electricity and water	0	1,500,000
Insurance	478,200	424,798
NHIF Edu Afya	0	491,000
Administrative cost	0	1,500,000
Activity	1,324,137.50	-
Other overheads	17,019,236.90	14,755,764
Total	32,704,674.40	36,430,036

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2022-2023	2021-2022
	Kshs	Kshs
Personal Emoluments	25,655,103.90	23,888,032
MIF funds	5,857,205	5,364,560
Repairs, maint. & improv.	15,236.10	702,555
Local Transport and travelling	6,226,461.60	6,502,724
Electricity and water	11,937,751.50	17,561,999
Insurance (Medical/Property)	6,890	322,374
Medical Funds	2,997.20	127,195
Administrative cost	9,439,250.80	9,627,572
Activity	2,441,762	2,796,129
Total	61,582,658.10	66,893,140

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2022-2023	2021-2022
	Kshs	Kshs
Fee on Boarding Equipment and Stores	80,778,634.20	90,677,011
Harambee funds	31,171,367.82	21,891,328
Text book replacements	158,350	1,300
Burnt Dormitory	2,302,700	12,773,793
Uniform fund	1,208,223	1,121,198
Rental income	59,695	21,800
Admin. Cost SWF	22,894,756	2,120,650
Excess Fees Refunds	0	0
Geography trips	68,000	391,500
Tender Applications	231,000	-
Loan/ Borrowings KCB – Multipurpose Hall	65,000,000	
Total	203,872,726.02	128,998,580

5 PAYMENTS FOR TUITION

	2022-2023	2021-2022
	Kshs	Kshs
Laboratory Equipment	-	-
Teaching / learning materials	6,254,203	11,710,292
Library/Reference books	-	0
Bank charges	5,775	3,514
Administration Costs-Exercise books	-	-
Sundry creditors	-	-
Total	6,259,978	11,713,806

Annual Report and Financial Statement for the year ended 30 June 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2022-2023	2021-2022
	Kshs	Kshs
Personal Emoluments	14,635,472.95	20,639,945
MIF - 2 Storey dorm & Lagoon	10,184,881.18	28,185,969
Electricity and water	263,099	364,000
Administrative cost	807,534	171,635
Activity	0	670,840
Bank charges	2,415	1,065
Britam Life Assurance	7500	0
Service gratuity	0	645,966
Local Transport And Travelling	206,211	0
Insurance	355,639	0
TOTAL	26,462,752.13	50,679,420

7 BOARDING AND SCHOOL FUND PAYMENTS

	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	7,395,330	2,915,119
Activity	3,078,276	2,373,450
Repairs, maint. & improv.	1,967,020.66	3,608,895
Electricity and water	9,221,761.70	10,173,430
Local transport and travel	8,534,981	6,572,677
Tender application	34,000	10,000
Refunds	310,644	35,430
Admin. Cost SWF	21,364,257.55	7,242,920
Administration cost	12,095,532.57	16,548,658
Burnt Dormitory	9,036,970.25	13,117,003
Insurance (Medical/Property)	447,271	35,402
Medical funds	1,710,275.85	1,239,511
Bank charges	0	5,102
Sundry creditors	0	20,781,139
Student awards	-	
Fee on Boarding Equipment and Stores	84,952,878	71,594,109
Uniforms	1,259,900	1,328,330
Harambee	650,000	0
Savings a/c Error Corrected	0	23,569,225
Loan Insurance/Brokerage Cost	1,560,505	
TOTAL	163,619,603.60	181,150,400

Annual Report and Financial Statement for the year ended 30 June 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Account Number	2022-2023	2021-2022
		Kshs	Kshs
Tuition Account - KCB	A/C: 1107049954	1,058,651.30	39,018.30
Operations Account - KCB	A/C: 1107062462	3,277,933.51	162,519.06
School Fund Account - ABSA	A/C: 1273586	19,582,785.40	18,041,574.25
School Fund Acct - EQUITY	A/C: 0750299814210	159,377.52	2,536,794.52
School Fund Account - KCB	A/C: 1176335286	446,603.83	4,007,123.73
School F. - KCB (Endowment)	A/C: 1112629807	74,455,669.25	16,174
School Fund - KCB (CDF)	A/C: 1112275843	145,997.	147,062
School Fund Acct - Coop	AC: 01129623364600	800,027.09	591,620.59
Infrastructural Account - KCB	A/C: 1113762241	3,647,466.45	359,096.60
Savings Account	A/C: 1106453115	2,081,560.05	2,815,829.10
M-pesa Paybill	Paybill 866909	2,338,214.20	4,157,105
Total		107,994,285.60	32,873,917.40

9 CASH IN HAND

Description	2022-2023	2021-2022
	Kshs	Kshs
Tuition Account	-	-
Operation Account	-	-
School Fund account	-	0
Savings Account(Farm)	0.00	-
Total	-	0

10 SHORT TERM INVESTMENTS

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative bank 1		
Cooperative bank 2		
Cooperative bank 3		

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees arrears	139,198,295.50	116,581,875
Other non-fees receivables	397,500	2,088,700
Salary advances	-	0
Imprest	-	-
Total	139,595,795.50	118,670,575
[Include an ageing of the fees / non fees arrears below]		
Description	2022-2023	2021-2022
	Kshs	Kshs
Fees arrears for current year	32,306,820.70	37,488,763
Fees arrears for the previous year	37,488,763	12,710,078
Fees arrears for prior periods (over two years)	79,093,112	66,383,034
Fees Arrears Recovered	(9,690,400.20)	
Total	139,198,295.50	116,581,875

12. ACCOUNTS PAYABLE

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	103,069,527.50	114,461,774
Prepaid fees	4,534,749.90	8,276,976
Non trade creditors	0	29,579
Total	107,604,277.40	122,768,347
[Include an ageing of the creditor's arrears below]		
Description	2022-2023	2021-2022
	Kshs	Kshs
Trade creditors for current year	48,208,363.45	67,214,048
Trade creditors for the previous year	67,214,048	18,810,116
Trade creditors for prior periods (over two years)	14,102,659	28,437,610
Less: Trade Creditors Paid	(26,455,543)	
Total	103,069,527.50	114,461,774

Annual Report and Financial Statement for the year ended 30 June 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. FUND BALANCE BROUGHT FORWARD

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank balances	32,873,917.40	27,516,882
Cash balances	0	45,737
Short Term Investments	-	-
Receivables	139,595,795.50	118,670,575
Payables	(140,768,370.40)	(122,768,347)
Total	31,701,342.50	23,464,847

Annual Report and Financial Statement for the year ended 30 June 2023

Other important disclosure notes

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

14. Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank loan(s)	65000000	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	65000000	-

15. Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	1	65,000	65,000
Goats	13	45,500	45,500
Mature Pigs	111	2,775,000	2,775,000
Young Pigs	9	27,000	27,000
Total		2,912,500	2,912,500

16. Borrowings

Description	2022-2023	2021-2022
	KShs	KShs
a) Borrowings	65,000,000	
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
Balance at end of the year	65,000,000	

Other important disclosure notes

17. Stock/ Inventory

Description	2022-2023	2021-2022
	KShs	KShs
Stock/ inventory at beginning of the year	74,033,505	5,301,762
Stock/ inventory purchased during the year	0	37,108,494
Stock/ inventory issued during the year	0	36,925,011
Balance at end of the year	74,033,505	74,033,505

Annual Report and Financial Statement for the year ended 30 June 2023

18. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Variations Between Financial Statements And Supporting Schedules	The requisite documents were sent to the Auditor General though were not acted upon.	Resolved	
2.	Variance in Accumulated Fund Balance Brought Forward	There is no variable as the two are not the same fund. Initially there was no query on the balances brought forward	Resolved	
3.	Variance In Cash and Cash Equivalents	The school does not take overdraft and the variance shown is as a result of inter-account borrowing	Resolved	
4.	Unaccounted Capitation Grants	Acknowledgement receipts to the MOE have been provided as per the NEMIS receipts. These funds are retained by the MOE.	Resolved	
5.	Variance on Accounts Receivables	Fee arrears accumulated over the many years.	Resolved	
6.	Unsupported Accounts Payable	The figures shown are for the current year under review and therefore it should be noted that there were prepayments of fee.	Resolved	
7.	Inaccuracies In The Statement of Budget Versus Actual Budget	The variance is utilization in Boarding, Equipment and stores in the budget.	Resolved	
8.	Unsupported Capitation Grant for Operations Repairs And Maintenance	NEMIS receipts to MOE have been provided for audit review.	Resolved	

Annual Report and Financial Statement for the year ended 30 June 2023

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
9.	Unsupported Other Receipts – School Fund Account	The approvals are available to confirm the source of the monies. The Cabinet Secretary then had ordered that students bear the burden of replacing damages done by them.	Resolved	
10.	Unsupported Personnel Emoluments	Security firm was paid under personnel emoluments despite being a private firm. This has since been corrected. School prepares payrolls that were provided	Resolved	
11.	Unsupported Medical Fund	The management used its own medical facilities within the school.	Resolved	
12.	Unsupported Sundry Creditors	The supporting documents have been provided to justify the claim	Resolved	
13.	Unsupporting Correction of Savings Account Errors	Was corrected in the journal and supporting documents given.	Resolved	
14.	Unsupported Allowances and Transport Reimbursement	The school Board has been guided by the Moe guidelines on such allowances The necessary minutes were availed.	Resolved	

Maranda High School
Annual Reports and Financial Statements For the year ended 30 June 2023
12. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount paid todate	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply of Goods (School Fund)						
1 Abiero Foundation-Tents	88,000.00			88,000.00		
2 Amoba Agencies-Detergents and Disinfectants	315,000.00			315,000.00		
3 Anna Adongo Jacob-Vegetables	22,400.00			22,400.00		
4 Avtar Singh Sohal-Games Equipments	241,752.00			241,752.00		
5 Benta Akelo Olulo-Vegetables	32,500.00			32,500.00		
6 Beshama Enterprises-Repair of Photocopiers	130,000.00			130,000.00		
7 Betco Engineering Works-Underground Water Pump repair	67,900.00			67,900.00		
8 Bristagen Limited-Vegetables	23,800.00			23,800.00		
9 Claudio Oseki-Newspapers	16,380.00			16,380.00		
10 Dalmas Okach Randa-Bulls	145,000.00			145,000.00		
11 Dansal and Associates-LTD-Valuation	500,000.00			500,000.00		
12 Davray Suppliers-Cereals	910,000.00			910,000.00		
13 Dina Obara-Vegetables	46,600.00			46,600.00		
14 Drachiko Enterprises-Vegetables	57,500.00			57,500.00		
15 Edwin O. Osawa-Vegetables	55,760.00			55,760.00		
16 Fialcon Enterprises-Fire Extinguishers	494,600.00			494,600.00		
17 Fraca Servcom Enterprises LTD-Plastic Chairs and Mugs	420,380.00			420,380.00		
18 George Omondi Adhola-Vegetables	10,280.00			10,280.00		
19 Goye Clean Water Services-Water Bowzer	78,000.00			78,000.00		
20 Grun Africa-Prefects Uniform	242,000.00			242,000.00		
21 Hezbon Ochieng Ojwang-Vegetables	13,600.00			13,600.00		
22 Institutional Gas Kenya LIMITED-LPG Gas	1,196,225.00			1,196,225.00		
23 Jay Dee and General Suppliers-Leave out Chits	50,000.00			50,000.00		
24 Jobella Enterprises-Prefects Uniform	190,700.00			190,700.00		

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

25	John Leonard Aete-Vegetables	10,000.00		10,000.00	
26	Jua-Kali Structural Engineering-Repair Work at School Bakery	90,500.00		90,500.00	
27	Kanyamallo Enterprises-Cereals	3,126,000.00		3,126,000.00	
28	Kidake Enterprises-Fumigation	2,000,000.00		2,000,000.00	
29	Kisumu Modern Electricals & Gen. Hardware-Electrical Items	1,242,150.00		1,242,150.00	
30	Leilani Business Solution-Staff Uniform	197,700.00		197,700.00	
31	Lexyden Ventures-Sossy Soya	1,206,400.00		1,206,400.00	
32	Lexyden Ventures-Bulls	361,500.00		361,500.00	
33	Limpo's Oywa Enterprises-Bulls	1,129,000.00		1,129,000.00	
34	Lite more Limited-Zeraki SMS Subscription	200,000.00		200,000.00	
35	Madad Investments LTD-Cereals	150,000.00		150,000.00	
36	Maranda N.T.S Canteen-Canteen Items	7,680.00		7,680.00	
37	Michael Ochieng Onyina-Vegetables	79,600.00		79,600.00	
38	Michael Ouma Otiende-Vegetables	15,920.00		15,920.00	
39	Monica Aor Oduor-Vegetables	33,800.00		33,800.00	
40	Moraa Cereals and Produce Enterprise-Cereals	3,643,200.00		3,643,200.00	
41	Nairobi Sports House Limited	152,000.00		152,000.00	
42	Nawal Wholesale-Dry Groceries	557,400.00		557,400.00	
43	New Angely Press-Boilers Repair	3,753,900.00		3,753,900.00	
44	New Kenya Co-Operative Creameries LTD-Milk	243,179.94		243,179.94	
45	Nurru Dairies-Vegetables	40,000.00		40,000.00	
46	Nyabade Cleaning Services & Gen. Suppliers-Toilet Emptying	42,000.00		42,000.00	
47	Omfra Hardware LTD-Hardware Materials	737,600.00		737,600.00	
48	Paint World Agencies-Paints	446,100.00		446,100.00	
49	Persie Procurement Limited-CCTV	113,610.04		113,610.04	
50	Peter Otieno Arwa-Vegetables	27,000.00		27,000.00	
51	Phemond Instant-Lockers and Chairs	770,000.00		770,000.00	
52	Postal Corporation Services-Postages/Private Bag	7,725.00		7,725.00	
53	Quilent Atieno Odhiambo-Cereals	1,140,000.00		1,140,000.00	
54	Quilent Atieno Odhiambo-Bulls	36,000.00		36,000.00	
55	Rael Akinyi Opondo-Vegetables	11,920.00		11,920.00	
56	Rawila Kenya LTD-Electrical Appliances	672,220.00		672,220.00	
57	Reach Africa Energy Solutions Ltd-Electrical Appliances	25,520.00		25,520.00	

Maranda High School
Annual Report and Financial Statement for the year ended 30 June 2023

58	Romjon Investments-Cereals	1,850,000.00			1,850,000.00		
59	Screen Print Agency-Assorted Items	1,960,220.00			1,960,220.00		
60	Skymamas Business Enterprises-Fish	32,500.00			32,500.00		
61	Smart School Technologies Ltd-Students Biometricks	2,446,460.00			2,446,460.00		
62	Stepharm Enterprises-Hardware Materials	777,750.00			777,750.00		
63	Stevebet Sports Enterprises-Games Equipments	419,704.00			419,704.00		
64	Sunshine Automobiles-Motor Vehicle Service and Repair	704,556.00			704,556.00		
65	Sylvester Otieno Anyango-Bulls	611,500.00			611,500.00		
66	The Don Hotel LTD-Accommodation	86,810.00			86,810.00		
67	Tichant Enterprises-Solar	6,000.00			6,000.00		
68	Tobias Olango Nyabola-Vegetables	63,040.00			63,040.00		
69	Tom Nyongesa Masibo-Cereals	730,000.00			730,000.00		
70	Towerways Investments LTD-Detergents	234,200.00			234,200.00		
71	Trident Ventures	51,800.00			51,800.00		
72	Tsalack Investments-Solar	41,500.00			41,500.00		
73	Up-Hill Engineering Services	137,112.00			137,112.00		
74	Welyte Sports-Calenders	325,000.00			325,000.00		
75	Yuantori Enterprises-Dry Cells	180,000.00			180,000.00		
76	Zaritex Knit Wear Kenya-Staff Uniform	33,000.00			33,000.00		
77	Mostij Investments-Bookbinding	558,600.00			558,600.00		
78	Staff Salaries for June 2023	1,539,841.00			1,539,841.00		
79	Apache Limited (Retention Monies)	1,707,172.00			1,707,172.00		
	Sub Total	42,114,766.98			42,114,766.98		

Supply of Goods (Operations)-MIF							
1	Ciandci-Paints	260,374.47			-	260,374.47	
2	Mahavir Transporter and Contractor LTD	299,725.00			-	299,725.00	
	Sub Total	560,099.47			-	560,099.47	

Maranda High School
Annual Report and Financial Statement for the year ended 30 June 2023

Supply of Goods (Tuition)						
1	Anvi Emporium-TLM	947,260.00			947,260.00	
2	Benotis S.Agencies-LAB	1,157,500.00			1,157,500.00	
3	Brevision-TLM	262,780.00			262,780.00	
4	Cross Laboratory LTD-LAB	152,850.00			152,850.00	
5	Gloryford Enterprise-TLM	920,000.00			920,000.00	
6	National Printing Press-TLM	1,797,500.00			1,797,500.00	
7	Ratuoro Bookshop-TLM	128,125.00			128,125.00	
8	Lilimark Investments Limited-TLM	45,932.00			45,932.00	
9	Skullab Enterprises-LAB	4,350.00			4,350.00	
10	Solfege Agency-TLM	186,000.00			186,000.00	
11	Benard Okoso Imbaya-TLM	100,000.00			100,000.00	
12	Humphrey Roukes Omoro-TLM	389,800.00			389,800.00	
	Sub Total	6,092,097.00			6,092,097.00	
	Grand Total	45,519,950.45			45,519,950.45	

SUMMARY OF ACCOUNTS PAYABLE PER VOTEHEAD AS AT 30TH JUNE, 2023

VOTEHEAD		
	FY 2022-2023	FY 2022-2023
BES(School fund A/C)	21,400,884.94	-
Administrative cost (School Fund A/C)	7,690,865.04	-
Activity(School Fund A/C)	813,456.00	-
R.M.I(School Funds A/C)	5,987,650.00	-
E.W &C(School Funds A/C)	2,270,402.00	-
L.T& T (School Funds A/C)	704,556.00	-
M.I.F	560,099.47	-
Teaching & learning materials (Tuition A/C)	4,777,337.00	-
Laboratory equipment & chemicals (Tuition A/C)	1,314,700.00	-
Personnel Emolument (School Fund A/C)	1,539,841.00	-
Burnt Dorm. (Ogango) (School Fund A/C)	1,707,172.00	-
TOTAL	48,766,963.45	-

Maranda High School
Annual Report and Financial Statement for the year ended 30 June 2023

13. 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						
Land 2						
Buildings and structures			532,942,300			532,942,300
Motor vehicles			20,120,000			20,120,000
Furniture and fittings			41,492,300			41,492,300
ICT Equipment, and Other ICT Assets			4,398,900			4,398,900
Tools and apparatus						
Textbooks						
Other Machinery and Equipment			3,886,000			
Musical ,Heritage and cultural assets						
Intangible assets- soft ware						
Electronic Equipments			4,446,899			4,446,899
Biological Assets			2,912,500			2,912,500
Office Equipments			510,300			510,300
Laboratory Equipments			470,330			470,330
Total			630,447,189			630,447,189

Maranda High School
Annual Report and Financial Statement for the year ended 30 June 2023

14. ANNEX 3-SUMMARY OF FEES ARREARS PER CLASS AS AT 30TH JUNE 2023

CLASS	FY 2022/2023	FY 2021/2022
FORM ONE	1,024,795.00	-
FORM TWO	1,094,377.00	-
FORM THREE	998,427.00	-
FORM FOUR	1,757,184.00	-
TOTAL	4,874,783.00	-

15. ANNEX 4-SUMMARY OF FEES ARREARS PER VOTEHEAD AS AT 30TH JUNE 2023

Voteheads	FY 2022/2023	FY 2021/2022
Boarding equipment & stores	-	-
Personnel emolument	-	-
Maintenance & improvement	-	-
Local transport & travel	-	-
Electricity, water & conservancies	-	-
Medical	-	-
Insurance	-	-
Activity	-	-
PA levies	-	-
Development fund	-	-
TOTAL	-	-

16. ANNEX 5-SUMMARY OF PREPAID FEES PER CLASS AS AT 30TH JUNE 2023

	NAME	FORM	RECEIPT NO.	FY 2022/2023	FY 2021/2022

Maranda High School

Annual Report and Financial Statement for the year ended 30 June 2023

**17. ANNEX 6-SUMMARY OF SUNDRY CREDITORS PER ACCOUNT PER VOTE
HEAD AS AT 30TH JUNE 2023**

Description	FY 2022/2023	FY 2021/2022
a) School Fund & Boarding Account:	KSHS	KSHS
Boarding equipment & stores	-	-
Personnel emolument	-	-
Maintenance & improvement	-	-
Local transport & travel	-	-
Electricity, water & conservancies	-	-
Medical	-	-
Insurance	-	-
Activity	-	-
Sub-Total c/f	-	-
b) Operations Account:		
Personal emoluments	-	-
Repair, Maintenance & Improvement	-	-
Local transport and traveling	-	-
Electricity and water	-	-
Medical & Insurance	-	-
Administration costs	-	-
Activity	-	-
Sub-Total c/f	-	-
c) Tuition Account:		
Reference materials	-	-
Text books	-	-
Exercise books	-	-
Laboratory equipment	-	-
Internal exams	-	-
Teaching/learning materials	-	-
Chalks & dusters	-	-
Teachers guides	-	-
Sub-Total c/f	-	-
d) MIF Account:		
Construction of Classrooms	-	-
Construction of Laboratory	-	-
Construction of Dormitory	-	-
Purchase of Equipment	-	-
Sub-Total c/f	-	-
Grand Total (a-c)	-	-