

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
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REPORT

TABLED
BY:

Hon. Samuel
Chepkonga, MP

OF
THE-TABLE:

M. Mado

THE AUDITOR-GENERAL

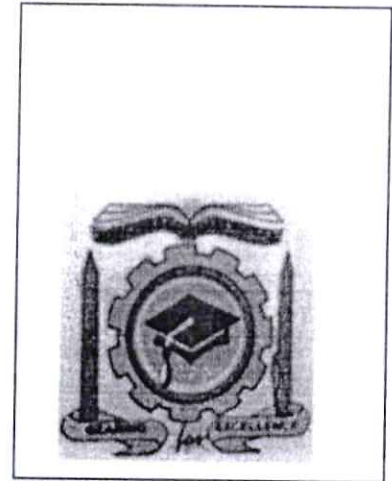
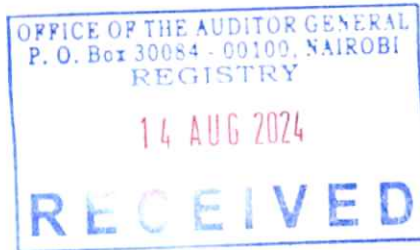
ON

MWIYOGO SECONDARY SCHOOL

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

NYERI COUNTY

Revised 30th June 2023.



MWIYOGO SECONDARY 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)

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1. 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	

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 in Nyeri County, Kieni west Sub-County.

The school was registered in May 2018 under registration number 19s0030016 and is currently categorized as a *County*, public school established, owned or operated by the Government.

The school is a boarding school and had 186 number of students as at 30th June 2023. It has 1 stream and 12 teachers of which 1 teacher is 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:

1	Dr Hellen Kamiri	Chairperson	4 march 2022
2	Mr Peter Mbau	Secretary - Principal	4 march 2022
3	Mr.James Gichuhi	Member	4 march 2022
4	Rev.John Rukwaro	Member	4 march 2022
5	Ms.Purity Nyawira	Member	4 march 2022
6	Mr Francis Karoki	Member	4 march 2022
7	Mrs Grace Muthoni	Member	4 march 2022
8	Ms Racheal Mwariri	Member – Rep CEB	4 march 2022
9.	Mr Kariuki Rung'are	Member – Rep CEB	4 march 2022
10	Mr Kariuki Godhard	Member Rep Teachers	4 march 2022
11	Mr Patrick Kariuki Mute	3 Members - Sponsor	4 march 2022
12	Mr Samuel Kiboi	Sponsor	4 march 2022
13	Rev.Joel Kairu	Sponsor	4 march 2022
14	Mrs Wangechi Kairu	Member - Community	4 march 2022
15	Mr Joseph Njoroge	Member Special Needs	4 march 2022
16	Joseph Kimani Wachu	Rep Students	4 march 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 Co mmittee	1.Dr Hellen Kamiri. 2.Mr Peter Mwaniki 3. Mr Patrick Mute 4.Rev.John Rukwaro 5.Mr James Gichuhi	Chairperson Secretary Member Member Member	4 out of 5 5 out of 5 4 out of 5 5 out of 5. 4 out of 5
2	Audit Committee	1.Peter Njoroge 2.Mr.Mwaniki P.M 3.Mr John Rukwaro. 4.Ms M Mwangi	Chairperson Member Member Member	3 out of 3 3 out of 3 3 out of 3 2 out of 3
3	Finance,procurement and general purposes Committee	1.Mr P. Muriithi 2.Ms Lydia Mwangi 3.Mr Kariuki G M 4.Mr Gichuru J. K.	Chairperson Secretary Member Member	4 out of 4 4 out of 4 3 out of 4 2 out of 4

MWIYOGO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

4	Academic Committee	1.Samuel Kiboi	Charperson	4 out of 4
		2.Mr Mwaniki P. M.	Member	4 out of 4
		3.Mrs Lucy Kairu	Member	3 out of 4
		4.Mr.Kariuki	Member	4 out of
5	Development Committee	1.Mr James Gichuhi	Chairperson	3 out of 5
		2.Mr Mwaniki P. M,	Secretary	5 out of 5
		3.Rev. J.Rukwaro	Member	5 out of 5
		4.Mrs Purity Muiriri	Member	4 out of 5
		5.Dr Hellen Kamiri	Member	4 out of 5
		6.Mr Francis Karoki	Member	3 out of 5
6	Discipline and welfare Committee	1.Mr Muriithi P K.	Chairperson	6 out of 6
		2.Mr Mwaniki P.M	Member	6 out of 6
		3.Rev.J. Rukwaro	Member	5 out of 6
		4.Ms R. Mwariri .	Member	5 out of 6
7	Adhoc Committee (if any during the year)			

(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	Principal	Mr Peter Mwaniki	TSC No:291,539
2	Deputy Principal	Mr Patrick Muriithi	TSC No.:375,814
3	School Bursar	Ms Lydia Mwangi	
4	Other (specify)		

(e) Schools contacts

Post Office Box: Code 10104-163
Telephone: 0721543198
E-mail: mwiyogosch@gmail.com

(f) School Bankers

Provide details of the school bankers.

1. Name of Bank: Equity
Branch: Nyeri
Account Number 0110290146875
2. Name of Bank: Equity
Branch: Nyeri
Account Number 0110299539822
3. Name of Bank: Equity
Branch: Nyeri
Account Number 0110291363695
4. Name of Bank: Equity
Branch: Nyeri
Account Number 0110291735194
5. Name of Bank: Equity
Branch: Nyeri
Account Number 0110297145053
6. Name of Bank: Taifa
Branch: Mweiga.
Account Number 603-01-00840

(g) Independent Auditors

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

3. Summary Report of Performance of The School

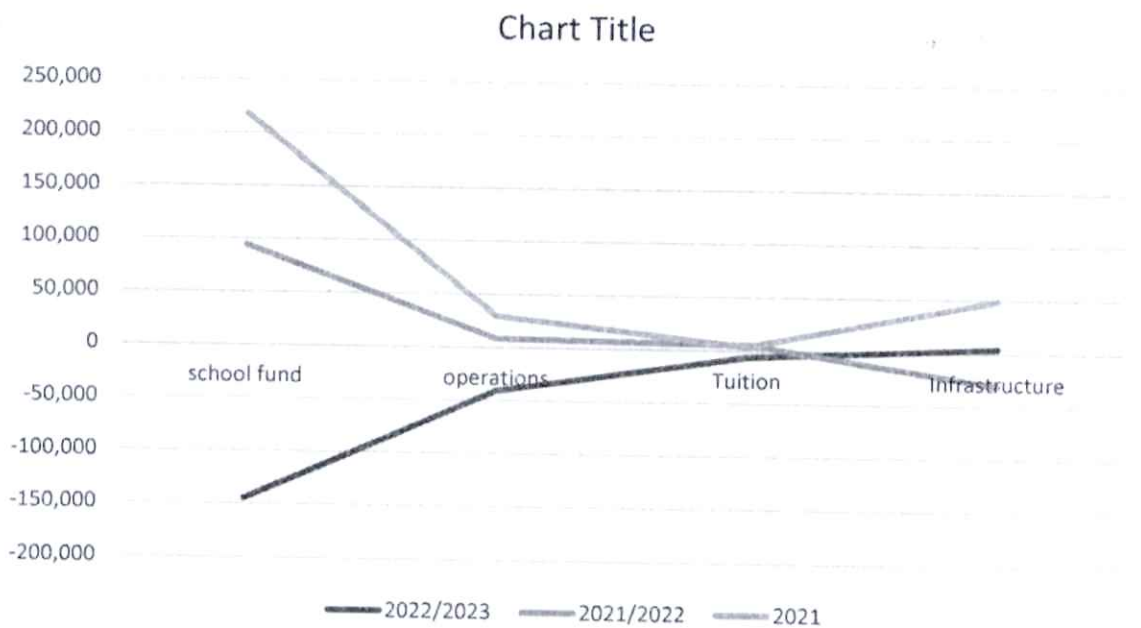
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

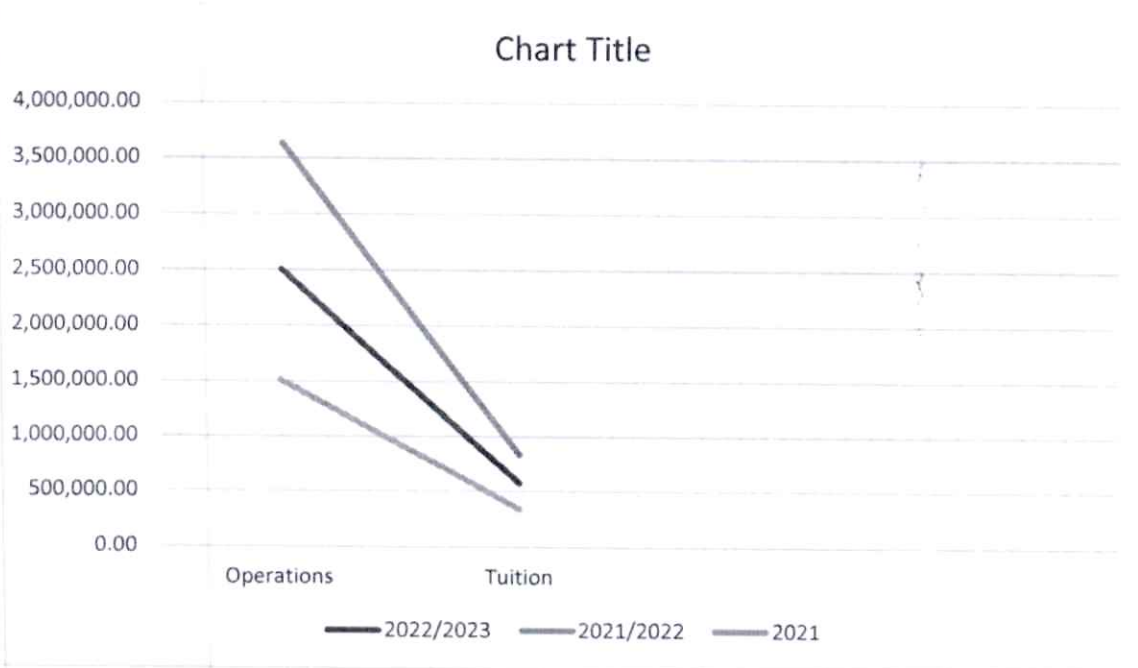
- Surplus/ deficit for the year and a comparison of the same for the last three years

No	Account	2022/2023	2021/2022	2021	2020
1	School Fund	(144,887)	93,828	217,567	995,832
2	Operations	(41,128)	8,194	29,475	252,435
3	Tuition	(6,434)	5,317	3,480	67,641
4	Infrastructure	(13,575)	(30,785)	48,590	
	Total	(206,024)	76,554	299,112	1,315,908
	Increase/decrease	(282,578)	(222,558)		



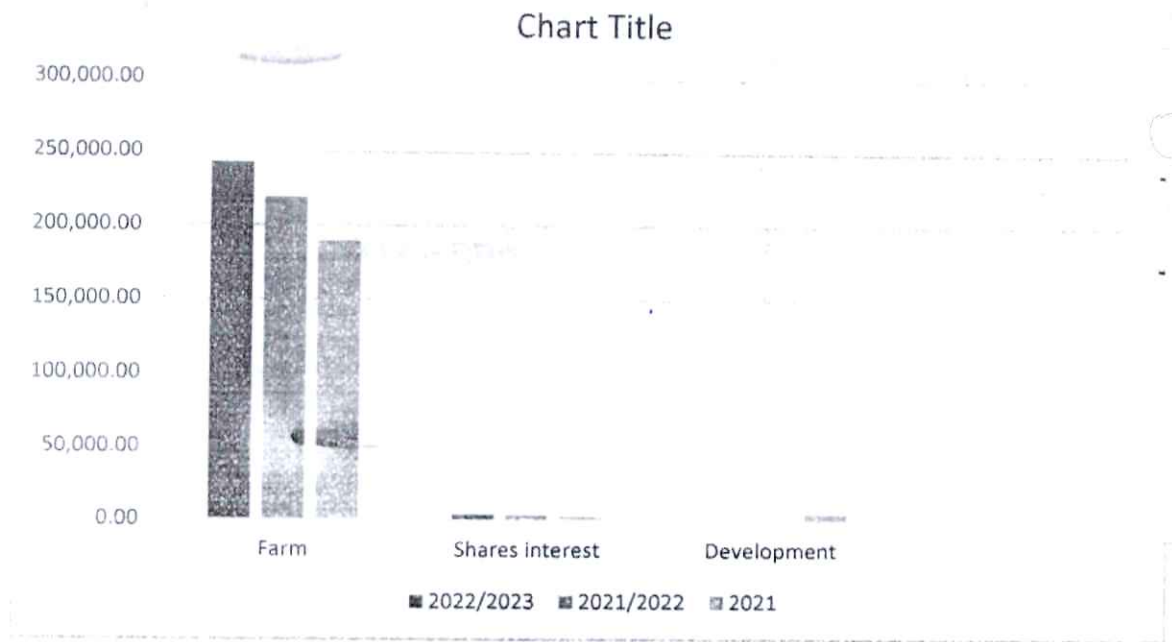
- **Capitation grants from the Ministry of Education for the last three years**

S/NO	Account	2022/2023	2021/2022	2021
1	Operations	2,607,841	3,748,693	2,188,582
2	Tuition	573,472	939,175	336,109
	Total	3,181,313	4,687,868	2,524,691
	Increase/Decrease	(1,506,555)	2,163,177	
	No. of students	220	249	258
	Ratio of capitation	1:14,461	1:18,827	1:9,786



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

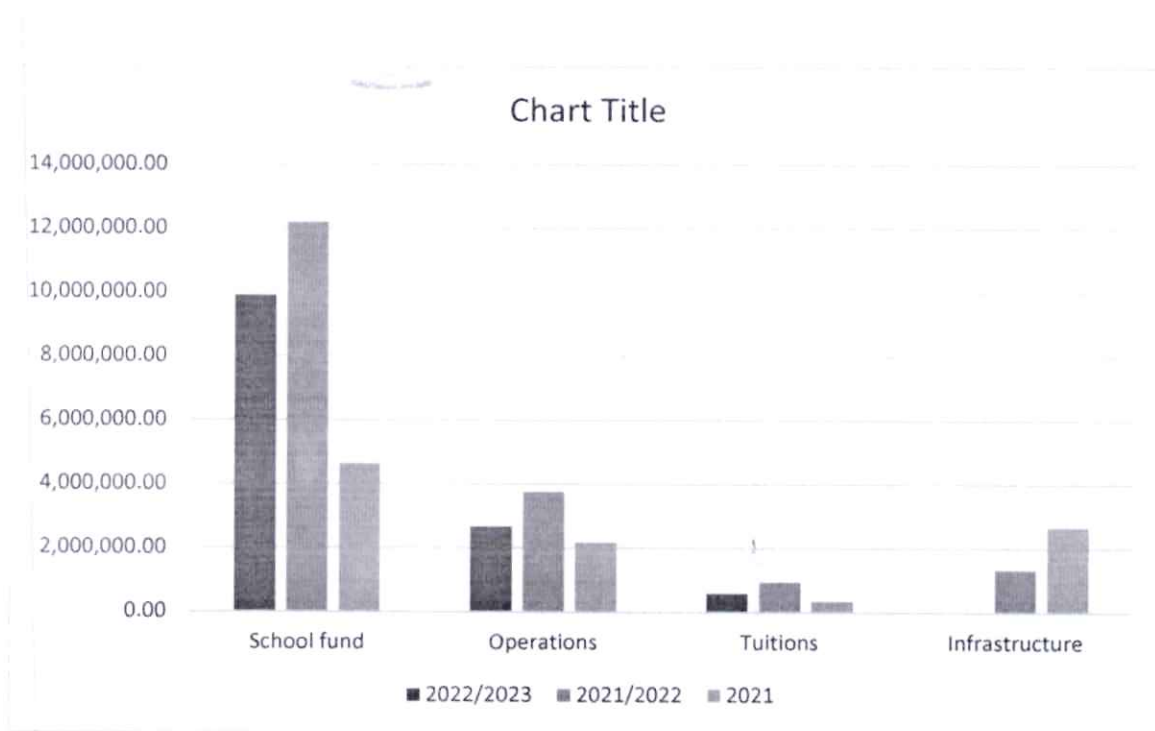
S/NO	Accounts	2022/2023	2021/2022	2021
1	Farm	242,665	218,504	189,423
2	Shares interest	3,738	3,433	2,835
3	Development			4,630
	Total	246,403	221,937	196,888
	Increase/Decrease	24,466	25,049	



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

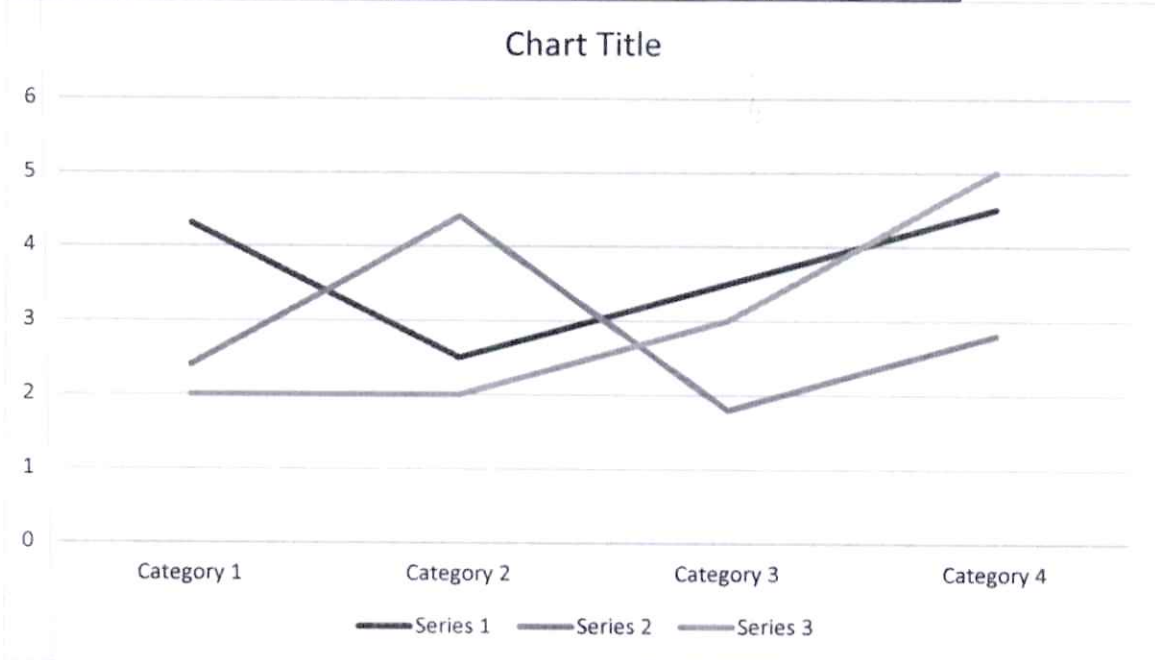
S/N0	Account	2022/2023	2021/2022	2021
1	School fund	9,890,402	12,171,186	4,619,388
2	Operations	2,648,969	3,740,499	2,159,106
3	Tuition	579,906	933,858	332,630
4.	Infrastructure	345,575	1,316,285	2,654,230
	Total	13,464,852	18,161,828	9,765,354
	Increase/Decrease	(4,696 976,)	8,396,474	

There was very high expenditure on year 2021/2022 caused by infrastructure fund for the dormitory also year 2022/2023 enrolment was lower hence less expenditure.



- Movement of debtors of the school over the last three years

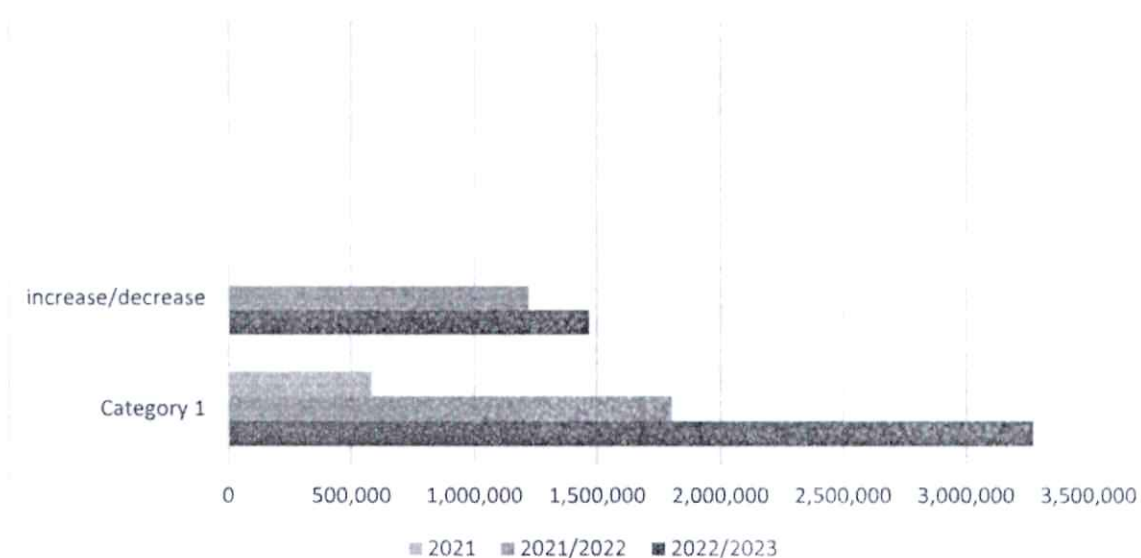
S/No	Account	2022/2023	2021/2022	2021
1	School fund		Ksh	Ksh
2	Debtors	5,801,722	5,396,609	4,458,544
	Increase/Decrease	405,113	938,065	



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

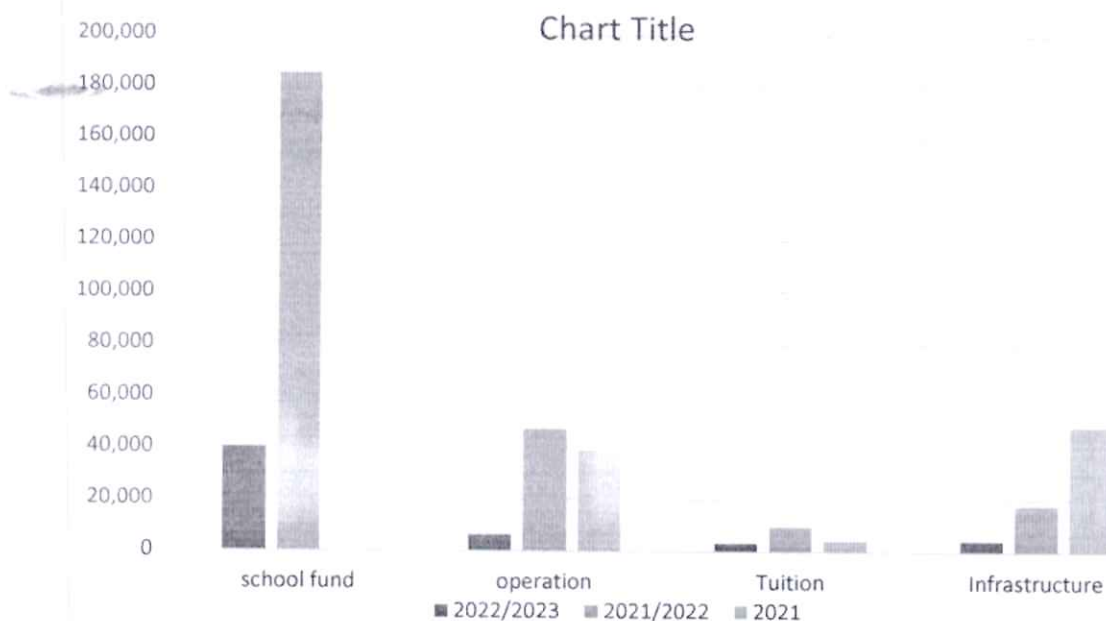
S/N0		2022/2023	2021/2022	2021
		<i>ksh</i>	<i>ksh</i>	<i>ksh</i>
		3,272,236	1,802,948	582,291
	Increase/decrease	1,469,288	1,220,657	

Chart Title



- **Movement of cash and bank balances of the school over the last three years**

S/N0	Account	2022/2023	2021/2022	2021
1	School fund	39,928	184,815	90,987
2	Operation	6,093	47,221	39,026
3	Tuition	3,115	9,549	4,233
4	Infrastructure	4,230	17,805	48,590
	Total	53,366	259,390	182,836
	Increase/Decrease	(206,024)	76,554	



Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends unless the school is new).

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).

Year	Enrolment	Mean	Transition	%Transition	School target	Comments
2022	61	3.53	2	3.2%	5.5	Improvement noted.
2021	66	2.88	1	1.5%	5.3	Enrollment high. Performance low due to 100% transition entry marks were below average

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

2020	41	3.2	0	0	5.0	Students performance average. Improvement in mean deviation by 0.252
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c) Capacity of the school:


No	Facility	No of items	Ratio	Comment
1	Toilets	14	1:13	Enough
2	Domitory	3	1:60	Enough
3	Classrooms	9	1:20	Enough
4	Laboratories	2	1:93	Enough
5	Dinning hall	0		Urgent requirement

(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).

MWIYOGO SECONDARY SCHOOLAnnual Report and Financial Statements For the year ended 30th June 2023**d) 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
Repair of classrooms	infrastructure	complete	135,805		0
Water extension and piping	infrastructure	complete	175,575	175,575	0
fencing	infrastructure	complete	52,000	52,000	0
Total			363,380		

PETER M. MWANIKI**PRINCIPAL**
MWIYOGO SEC. SCHOOL
DATE 13/8/24 SIGN **School Principal**

4. 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 *mwiyogo secondary* 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.

Dr HELLEN KAMIRI

.....
Name:

Designation: Chairman, School Board of Management

Date:

MR PETER MWANIKI

.....
Name:

Designation: School Principal & Secretary to Board of Management

Date:

PRINCIPAL
MWIYOGO SEC. SCHOOL
DATE: 13/8/24 - JIKI

LYDIA MWANGI

.....
Name:

Designation: Bursar/ Finance Officer

Date:

13-8-24

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000

Email: info@oagkenya.go.ke

Website: www.oagkenya.go.ke



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON MWIYOGO SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - NYERI 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 Mwiyo Secondary School - Nyeri County set out on pages 1 to 23, which comprise of the statement financial assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and notes to the financial statements for the year then ended and a

Report of the Auditor-General on Mwiyo Secondary School for the year ended 30 June, 2023 - Nyeri County

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

Basis for Qualified Opinion

1. Over Funding of Capitation Grants

The statement of receipts and payments and Notes 1 and Note 2 to the financial statements reflects capitation grants for tuition and capitation grants for operations amount of Kshs.573,472 and Kshs.2,607,841 respectively. Review of National Education and Management Information Systems (NEMIS) data revealed that the School had a total number of 835 students while the enrolment records provided by the School indicated a total number of 791 students, resulting to an unexplained variance of 44 students. As a result of the variance, the School was over funded by Kshs.978,736.

In the circumstances, the accuracy and completeness of capitation grants for tuition and capitation grants for operations amounting to Kshs.573,472 and Kshs.2,607,841 respectively could not be confirmed.

2. Long Outstanding Receivables

The statement of financial assets and financial liabilities and Note 13 to the financial statements reflects accounts receivable balance of Kshs.5,801,722 in respect of fees arrears. However, included in the balance are receivables amounting to Kshs.4,363,864 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.4,363,864 could not be confirmed

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.15,303,150 and Kshs.11,020,344 respectively, resulting to an under-funding of Kshs.4,282,806 or 28% of the budget. However, the School spent an amount of Kshs.11,156,832 against actual receipts of Kshs.11,020,344 resulting to an over-utilization of Kshs.136,488 or 1% of actual receipts.

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

My opinion is however not modified in respect to this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in use of Public Resources, 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. Long Outstanding Payables

The statement of financial assets and financial liabilities and Note 14 to the financial statements reflects payables balance of Kshs.3,272,236. However, included in the balance are trade payables balance of Kshs.313,575 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 contracts are reflected in approved budget estimates'.

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

2. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to Paragraph 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 Ministry of Education Operation Manual.

3. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments and Note 2 to the financial statements reflects operations grants amount of Kshs.2,607,841 received from the Ministry of Education which was credited in the operations bank account. Included in the amount is Kshs.835,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.332,000 was transferred to infrastructure account, leaving a balance of Kshs.503,000 as at 30 June, 2023. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the School infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the Ministry of Education Circular.

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

The statement of receipts and payments and Note 9 to the financial statements reflects boarding and school fund payments amount of Kshs.9,890,402. Included in the expenditure is an administration cost of Kshs.456,651 which further includes an amount of Kshs.180,500 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 realized from the transfer of Kshs.180,500 to KESSHA could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing 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

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 control, 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 to the sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 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 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 noncompliance. 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 School's 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 control.

- 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 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


 FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 September, 2024

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

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	573,472	939,175
Government grants for operations	2	2,607,841	3,748,693
Government Grants for infrastructure	3	332,000	1,285,500
School fund income- parents' contributions	4	7,941,988	12,265,014
Miscellaneous incomes	5	1,803,527	
Total Receipts		13,258,828	18,238,382
Payments			
Tuition	6	579,906	933,858
Operations	7	2,648,969	3,740,499
Infrastructure	8	345,575	1,316,285
Boarding and school fund	9	9,890,402	12,171,186
Total Payments		13,464,852	18,161,828
Surplus/Deficit		(206,024)	76,554

The school financial statements were approved on 13-8-24 2024 and signed by:

DR HELLEN
KAMIRI..... *[Signature]*

MR PETER
MWANIKI..... *[Signature]*

LYDIA
MWANGI..... *[Signature]*

Name: 13-8-2024

Name:

Name:

Chair BOM

School Principal/ Secretary to BOM

Bursar/ Finance Officer

Date:

Date: **PRINCIPAL**
MWIYOGO SEC. SUMUDA
[Signature]
13/8/24

Date: 13-08-24

MWIYOGO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****7. Statement of Assets and Liabilities As At 30th June 2023**

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	39,562.00	250,263
Cash balances	11	13,804.00	9,127
Short term investments	12		
Total cash and cash equivalent		<u>53,366.00</u>	<u>259,390</u>
Account's receivables	13	5,801,722.00	5,396,609
Total financial assets		<u>5,855,088.00</u>	<u>5,655,999</u>
Financial liabilities			
Accounts payables	14	(3,272,236.00)	(1,802,948)
Net financial assets		<u>2,582,852.00</u>	<u>3,853,051</u>
Represented by			
Accumulated fund b/fwd	15	2,788,876	3,776,497
Surplus/deficit for the year		(206,024)	76,554
Increase in receivable			
Increase in payable			
Net financial position		<u>2,582,852.00</u>	<u>3,853,051</u>

The school's financial statements were approved on 13-8-24 2024 and signed by:

DR
HELLEN KAMIRI.....

Name:

Chair BOM

Date:

MR PETER
MWANIKI.....

Name:

School Principal/ Secretary to
BOM

Date:

LYDIA
MWANGI.....

Name:

Bursar/ Finance Officer

Date:

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	573,472	939,175
Government grants for operations	2	2,607,841	3,748,693
Government grants for infrastructure	3	332,000	1,285,500
School fund income- parents contributions/ fees	4	7,941,988	12,265,014
Other income	5	1,803,527	
Total receipts		13,258,828	18,238,382
Payments			
Cash outflows for tuition	6	579,906	933,858
Cash outflows for operations	7	2,648,969	3,740,499
Cash outflows Boarding/lunch and school fund payments	9	9,890,402	12,171,186
Cash outflows for infrastructure	8	345,575	1,316,285
Total payments		13,464,852	18,161,828
Net cash inflow/outflow from operating activities		(206,024)	76,554
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		(206,024)	76,554
Cash and cash equivalent at beginning of the Year 2023-2022	10, 11	259,390	182,836
Cash and cash equivalent at end of the Year 2023-2022	10 11	53,366.00	259,390

Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

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

MWIYOGO SECONDARY SCHOOL

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

The school's financial statements were approved on 13-8-24 2024 and signed by:

DR HELLEN
KAMIRI..... *[Signature]*.....

Name: 13.8.2024

Chair BOM

Date:

PETER
NWANIKI..... *[Signature]*.....

Name:
School Principal/ Secretary to

BOM

Date:

PRINCIPAL
MWIYOGO SEC. SCHOOL
DATE 13/8/24 *[Signature]*

LYDIA
MWANGI..... *[Signature]*.....

Name:

Bursar/ Finance Officer

Date: 13-8-24

MWIYOGO SECONDARY SCHOOL

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

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	52,770.00		52,770.00	16,000.00	30%
Exercise Books	175,000.00		175,000.00	191,772.00	109%
Laboratory Equipment	196,500.00		196,500.00	178,500.00	91%
Exam and Assessment	232,390.00		232,390.00	110,000.00	47%
Teaching / Learning Materials	105,740.00		105,740.00	77,200.00	73%
Textbooks	170,000.00		170,000.00		0%
TOTAL	932,400		932,400	573,472	
(2) Capitation Grant on Operations					
Personnel Emoluments	1,080,000.00		1,080,000.00	750,655.00	70%
Repairs And Maintenance	450,000.00		450,000.00	415,000.00	92%
Local Transport / Travelling	405,000.00		405,000.00	347,420.00	86%
Electricity And Water	292,500.00		292,500.00	226,420.00	77%
Medical	450,000.00		450,000.00	44,100.00	10%
Administration Costs	337,500.00		337,500.00	269,400.00	80%
Activity	337,500.00		337,500.00	119,889.00	36%
Maintenance & Improvement MoE	675,000.00		675,000.00	332,000.00	49%
TOTAL	4,027,500.00		4,027,500.00	2,504,884	

MWI GO SECONDARY SCHOOL

 Annual report and Financial Statements 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
(4) Fees Charged on Parents					
Personnel Emoluments	1,606,020.00		1,606,020.00	1,113,597.00	69%
Repairs And Maintenance	532,500.00		532,500.00	418,635.00	79%
Local Transport / Travelling	639,000.00		639,000.00	481,329.00	7%
Electricity And Water	489,900.00		489,900.00	355,910.00	73%
Administration Costs	532,500.00		532,500.00	393,727.00	74%
Activity	106,500.00		106,500.00	31,750.00	30%
Fee On Boarding Equipment and Stores	6,436,830.00		6,436,830.00	5,147,040.00	80%
Total	10,343,250		10,343,250	7,941,988	
Total Income	15,303,150.00		15,303,150.00	11,020,344.00	72%
(6) Expenditure For Tuition					
Textbooks	170,000.00		170,000.00		0%
Reference Materials	52,770.00		52,770.00		0%
Exercise Books	175,000.00		175,000.00	9,180.00	5%
Laboratory Equipment	196,500.00		196,500.00	135,000.00	67%
Teaching / Learning Materials	105,740.00		105,740.00		0%
Exams And Assessment	232,390.00		232,390.00	123,740.00	53%
Total	932,400.00		932,400.00	267,920.00	
(7) Expenditure For Operations					
Personnel Emoluments	1,080,000.00		1,080,000.00	1,191,711.00	110%
Repairs, Maintenance & Improvements	450,000.00		450,000.00	97,935.00	22%
Local Transport / Travelling	405,000.00		405,000.00	217,302.00	54%

MWIYOGO SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Kshs	e=d/c % Kshs
Electricity, Water and Conservancy	292,500.00		292,500.00	187,425.00	64%
Medical	450,000.00		450,000.00	36,029.00	8%
Administration Costs	337,500.00		337,500.00	232,905.00	69%
Activity Expenses	337,500.00		337,500.00	264,280.00	78%
Infrastructure	675,000.00		675,000.00	332,000.00	49%
Total	4,027,500.00		4,027,500.00	2,559,587.00	
PARENTS ACCOUNT					
Personnel Emoluments	1,606,020.00		1,606,020.00	1,072,888.00	67%
Repairs, Maintenance and Improvements	532,500.00		532,500.00	417,640.00	78%
Local Transport / Travelling	639,000.00		639,000.00	796,013.00	125%
Electricity, Water and Conservancy	489,900.00		489,900.00	344,810.00	70%
Medical Expenses					
Administration Costs	532,500.00		532,500.00	456,651.00	86%
Activity	106,500.00		106,500.00	189,670.00	178%
Boarding Equipment and Stores	6,436,830.00		6,436,830.00	5,051,653.00	78%
Total	10,343,250		10,343,250	8,329,325	
Totals	15,303,150.00		15,303,150.00	11,156,832.00	73%

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

- i. Fee for BES was underutilized due to parents not paying all monies.
- ii. Activity monies was over utilized on parent's fund and underutilized on operations due to delay on fide
- iii. Infrastructure fund was underutilized hence some projects not complete due to Govt not reimbursing all capitation
- iv. However, delays in capitation caused inconveniences in utilization of funds

MWI GO SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

v. Total receipts amount is 13,258,828 and, in the budget, we have total income 11,020,344 a difference of 2,238,484. This is brought about by (a) Operations a/c there is 102,956 for clearing accounts salary advance 14,000. Nssf 58,756, Nhif 30,200. (b) infrastructure account 332,000 is virement from operations account, (c) Other incomes 1,803,527 from parents account are Debtors 609,365, uniform 7,026, bursary 366,989, cash refund 13,000. salary advance 107,500, farm income 618,055, Nssf 49,054, Nhif 28,800. Shares interest 3,738.

Total payments amount is 13,464,852 in receipts and payment statement and in budget is 11,156,832 resulting to a difference of 2,308,020. The difference is brought about by (a) Tuition a/c 311,986 for creditors 310,966, bank charges 1,020. (b) Operations a/c 89,382 brought by bank charges 7,330, salary advance 3,000, Nssf 39,352, Nhif 20,200, creditors 19,500, (c) infrastructure account amount 345,575. (d) Parents a/c amount is 1,561,077 for bursary 366,989, cash refund 5,000, salary advance 100,000, creditors 565,400, farm expenses 375,390, shares 6,000, bank charges 21,466, Nssf 78,432, Nhif 42,400.

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 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 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, 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. 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.

11. Notes To The Financial Statements**1 Government Grants for Tuition**

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	16,000	62,000
Exercise Books	191,772	327,800
Laboratory Equipment	178,500	158,500
Internal Exams	110,000	200,569
Teaching / Learning Materials	77,200	82,150
Main account		69,400
R/d cheque		38,855
Total	573,472	939,174

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	750,656	1,078,298.
Repairs And Maintenance	415,000	122,500
Local Transport / Travelling	347,420	428,772
Electricity And Water	226,420	318,775
Medical	44,100	49,800
Administration Costs	269,400	349,134
Activity	119,889	
Nssf	58,756	67,914.00
Nhif	30,200	33,000.00
Infrastructure	332,000	1,285,500.00
Salary advance	14,000	15,000.00
Total	2,607,841	3,748,693

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Transition infrastructure grants	332,000	1,285,500
Total	332,000.	1,285,500

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	1,113,597	1,434,750
Repairs and maintenance	418,635	554,585
Local transport / travelling	481,329	644,515
Electricity and water	355,910	468,960
Administration costs	393,727	538,200
Activity	31,750	113,435
Fee on Boarding Equipment and stores	5,147,040	6,516,760
Debtor		94,180
Caution		24,480
Nssf		58,212
Nhif		32,800
Bursary		952,450
Schoolfarm		634,284
Cash refund		26,250
Salary advance		13,000
Tuition a/c		69,400
Shares interest		3,433
Exam		11,600
Tender		11,000
Damages		13,800
Pocket money		17,520.00
Uniform		31,400.00
	7,941,988	12,265,014

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Nssf	49,054	58,212
Nhif	28,800.00	32,800
Income From Farming Activities	618,055	634,284
Debtor	609,365.00	94,180
Caution		24,480
Bursaries	366,989	952,450
Cash refund	13,000	26,250

MWIYOGO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Salary advance	107,500	13,000
Tuition account		69,400
Exam fee		11,600
Interest Income	3,738	3,433
Tender		11,000
Damages		13,800
Pocket money		17,520
Uniform	7,026	31,400
Total	1,803,527	1,993,809

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

**Ensure proper authorization from MOE before obtaining loans/borrowings.*

**Indicate what other income relates to including income arising from writebacks if any.*

Notes to the Financial Statements (continued)**6 Tuition**

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books		299,680
Textbooks		
Reference materials		
Laboratory Equipment	135,000	161,805
Teaching / Learning Materials	9,180	12,200
Exams And Assessment	123,740	196,08
Teachers Guides		61,901
Bank Charges	1,020	8,690
Main account		69,400
R/d cheque		38,855
Creditors	310,966	85,239
Total	579,906	933,858

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,191,711	1,177,380
Service Gratuity		
Administration Cost	232,905	336,573
Repairs And Maintenance & Improvements	97,935	130,020
Local Transport / Travelling	217,302	282,200
Electricity and Water	187,425	332,390
Medical	36,029	55,430
Activity Expenses	264,280	82,400
Infrastructure	332,000	1,285,500
creditor	19,500	
Bank charges	7,330	8,700
Salary advance	3,000	10,000
Nssf	39,352	29,106
Nhif	20,200	10,800
Total	2,648,969	3,740,499

MWIYOGO SECONDARY SCHOOLAnnual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Repair of classrooms	118,000	
Water extension/ piping	175,575	
Fencing	52,000	
Plumbing/electrical work in ablution block		417,005
Classrooms refurbishment		370,000
Dormitory finishing		528,500
Bank charges		780
Others (specify)		
Total	345,575.00	1,316,285

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,072,888	1,345,190
Activity expenses	189,670	147,995
Repairs And Maintenance & Improvements	417,640	761,387
Local Transport / Travelling	796,013	978,030
Electricity And Water	344,810	496,350
Creditors	565,400	259,000
Administration Costs	456,651	589,385
Bursary	366,989	952,450
Bank Charges	21,466	26,067
Schoolfarm	375,390	415,780
Fee On Boarding Equipment and Stores	5,051,653	5,821,164
Nhif	42,400	50,200
Nssf	78,432	87,318
Exam		12,000
Tuition account		69,400
Salary advance	100,000	29,000
Cash refund	5,000	34,250
Shares	6,000	6,000
Pocket money		17,520
Tender		11,000
Damages		13,800

MWIYOGO SECONDARY SCHOOL

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

uniform		31,400
Caution		16,50
Total	9,890,40	12,171,186

*(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).*

MWIYOGO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Notes to the Financial Statements (continued)****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/		Kshs	Kshs
Tuition Account		0110291363695	3,115	9,549
Operations Account		0110291735194	2,875	45,047
School Fund Account/Boarding		0110290146875	30,600	120,382
Savings Account		603-01-00840	(7,226)	7,017
School fund account		0110299539822	8,113	51,783
Infrastructural Account		0110273736480	2,085	16,485
Total			39,562	250,263

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Infrastructure account	2,145	1,320
Operations account	3,218	2,174
School fund account	8,441	5,633
Total	13,804	9,127

12 Short Term Investments

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

Notes to the Financial Statements (continued)**13 Accounts Receivable**

Fees Arrears	5,798,722	5,385,609
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	3,000	11,000
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	5,801,722	5,396,609

13 b Ageing Analysis of Accounts Receivable

	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	1,033,478	17.8%	1,010,745	18.77%
Between 1- 2 years	401,380	6.92%		
Between 2-3 years		%		
Over 3 years	4,363,864	75.26%	4,,363,864	81.02%
Total (should tie to note 13 a)	5,798,722	%	5,385,609	

14 Accounts Payable

Trade Creditors (See Ageing Below and Appendix 1)	3,122,330	1,478,683.00
Prepaid Fees	149,906.00	324,265 00
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	3,272,236.00	1,802,948.00

Notes to the Financial Statements (continued)**14a. Ageing Analysis of Accounts Payable**

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2023-2022	% of the total	2022-2021	% of the total
Less than 1 year	2,808,755	90%	916,366	51%
Between 1- 2 years		%		%
Between 2-3 years	313,575	10%	582,291	32%
Over 3 years		%		%
Total (should tie to note 14)	3,122,330	%	1,802,948	%

NB, On note 14a total on account payables is 3,122,330, from suppliers, This amount is added prepaid fees of 149,906 on note 14 to make a total of 3,272,236 which is posted on fund balance brought forward

15 Fund Balance Brought Forward

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Balances	250,263		114,517	
Cash Balances	9,127		68,319	
Short Term Investments				
Receivables	5,801,722		5,396,609	
Payables	(3,272,236)		(1,802,948)	
Total	2,788,876		3,776,497	

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	2021-2022
	Kshs	Kshs
Bank Loans		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision	150,000.00	
Others (specify)		
Total	150,000.00	

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	1	80,000.00	85,000.00
Goats			
Trees	537	127,000.00	130,800.00
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total		207,000.00	215,800.00

18 Borrowings

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

Other important disclosure notes**19 Stock/ Inventory**

Description	2022-2023	2021- 2022
	Kshs	Kshs
Food stuffs	72,850	32,055
Lab consumables	212,340	134,560
Farm produce	28,350	12,500
Medication	3,520	4,500
Construction Materials	24,000	32,000
TOTAL	341,060	215,615

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

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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)

PRINCIPAL
MWIYOGO SEC. SCHOOL
[Signature]

Sign and Date
Principal

MWIYOGO SECONDARY SCHOOLAnnual Report and Financial Statements For the year ended 30th June 2023**12. Annexes****Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply of goods						
School fund Account						
1. Francis Muhara				450,300.00	422,350.00	
2. Michael Nderitu				10,700.00	37,050.00	
3. Annrose Wachira				56,100.00		
4. Francis Mwangi Maina				352,500.00		
5. Jocha foods				345,750.00	16,000.00	
6. Mary Wanjiku				36,000.00		
7. Bosarika farm				20,520.00		
8. Kieni dairy				35,360.00	34,000.00	
9. Gladys Wanjiku				157,920.00		
10. Samuel Wanyiri				26,000.00		
11. Paul Njoroge				42,980.00		
12. John M. Ngunjiri				70,000		
13. Alphan enterprises				35,200		
14. John Kinini Thirikwa				22,000		

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
15.Batian security				26,000.00	26,000.00	
16. Christine Nyambura				16,000.00		
17.Nelson Obegi				16,000.00		
18.Lydia Mwangi				25,027.00		
19.Sarah Kimani				22,256.00		
20.Peter Nderitu				15,162.00	30,000.00	
21.Douglas Mwangi				15,162.00		
22. Cecilia Muchiri				16,785.00		
23. Benard Maeba				11,000.00		
24. Alex Gitonga				12,000.00		
25.Paul Macharia				12,600.00		
26.Mary Kingori				150,000.00		
Sub total				1,999,322.00	565,400.00	
Operations Account						
1.KWDHA				65,800		
2.NCSSHA				129,500		
3.Knight books centre				40,900		
4.The uG star printers				18,610		
5.Top time office choice				5,000		
6.Mindiwa enterprises				25,763		

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Supplier Of Goods Or Services	Original Amounts	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
7.satech technical				59,700	19,500.00	
Sub total				345,273	19,500.00	
Tuition Account						
1.Knight books centre				73,610.00		
2.Sarline enterprises				176,350.00	171,620.00	
3. Omex general services				214,200.00	79,880.00	
Top time office choice					4,466.00	
Chamaka general supplies					75,500.00	
Total				464,160.00	331,466.00	
Total for current year				2,808,755.00	916,366.00	
Creditors brought forward previous years						
Peka consultation				35,000	35,000	
Febi enterprises				200,000	200,000	
Chamaka enterprises				20,500		
Joppiq power solutions				58,075	58,075	
Knight books centre					269,242	
TOTAL				313,575	562,317	
GRAND TOTAL				3,122,330	1,478,683	

Annex 2 – Summary of Fixed Assets Register

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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	5,625,000.00			5,625,000.00
Buildings And Structures	48,179,600.00			48,179,600.00
Motor Vehicles		7,000,000.00		7,000,000.00
Office Equipment, Furniture And Fittings	206,400.00			206,400.00
Textbooks	1,580,000.00	75,000.00	25,500.00	1,629,500.00
ICT Equipment	505,625.00			505,625.00
Tools And Apparatus	750,000.00	58,600.00	22,400.00	786,200.00
Other Machinery And Equipment				
Heritage And Cultural Assets	215,800.00			215,800.00
Intangible Assets- Soft Ware	67,420.00			67,420.00
Total	57,129,845.00	7,133,600.00	47,900.00	64,215,545.00

(The school should ensure that a detailed fixed assets register is maintained).