

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 15 JUN 2026

DAY.

Tuesday

OF

TABLED
BY:

Hon. Naomi Klege, CBS, MP

CLERK-AT
THE-TABLE:

Deputy Majority Party Leader
Lomale

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

MASAVI GIRLS' SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2022

KITUI COUNTY



Revised 30th June 2021



MASAVI GIRL' SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th June 2022

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



Table of Contents	Page
I. KEY SCHOOL INFORMATION AND MANAGEMENT	3
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL	7
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY	12
IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF MASAVI GIRLS' SECONDARY SCHOOLSCHOOL OF THE YEAR ENDING 30 TH JUNE 2022	13
V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 TH JUNE 2022.....	14
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021 15	
VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2022	15
VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2022	11
IX. SIGNIFICANT ACCOUNTING POLICIES.....	15
X. NOTES TO THE FINANCIAL STATEMENTS	17

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 Kitui County, Mwingi East Sub-County

The school was registered in 11/2017 under registration number 14 13S30001245 and is currently categorized as a COUNTY public school established, owned or operated by the Government.

The school is a day/boarding school and had 306 number of students as at 30th June 2022. It has 3 streams and 25 teachers of which 7 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr Jim John Matiki	Chairman	3rd may 2019
2	Egla mwangi	Secretary- Principal	3rd may 2019
3	Harrison mwanzia	Member	3rd may 2019
4	Benjamin Kithuka	Member	3rd may 2019
5	Tabitha Maluki	Member	3rd may 2019
6	Tony kavyu	Member	3rd may 2019
7	Stephen Mwaniki	Member	3rd may 2019
8	Dr. Sylvester Kisonzo	Member – Rep CEB	3rd may 2019
9	Mulinge kiniu	Member Rep Teachers	3rd may 2019
10	Fransisca mulwa	3 Members - Sponsor	3rd may 2019
11	Daniel mwikya	Member - Community	3rd may 2019
12	Thomas mathenge	Member Special Needs	3rd may 2019
13	Mwende ngei	Rep Students	3rd may 2019
14	Julius makau	sponsor	3rd may 2019
15	Lydia kamai	sponsor	3rd may 2019
16	Aaron dunlop	sponsor	3rd may 2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	i.jim john matiki ii.egla mwangi iii.julius makau iv.Trony Kavyu v.Benjamin Kithuka vi. tabitha maluki	Chairman Sectrery Vice chairman PA rep member member	5
2	Audit Committee	i.Sylvester kisonzo ii.mulinge kiniu iii.martha peter iv.daniel munyithya	Chairman Member Member Member	-
3	Finance,procurement and general purposes Committee	i.Daniel munyithya ii.Trony kavyu iii.Harrison muinde iv.jim john matiki	Chairman PA chair Member Member	-
4	Academic Committee	i.Stephen mwaniki ii.Tabitha maluki iii.julius makau iv.Alex musili	Chairman Member Member Member	1
5	Development Committee	i.julius makau ii. jim john matiki iii.Egla mwangi iv.Trony kavyu v.stephen mwaniki vi.Anita mulaki	Chairman Chairman Member Member Member Secretary	5
6	Discipline and welfare	i.julius makau		-

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

		i.julius makau ii. Anita mulaki iii.Aron dunlop iv.fredrick mbithi v.Enoit Baraza	Chairman d/principal sponsor s/teacher teacher	
6	Discipline and welfare Committee			-
7	Adhoc Committee (if any during the year)	N/A		-

(d) School operation Management

For the financial year ended 30th June 2022 the Schoolday-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	EAGLA MWANGI	236710
2	Deputy Principal	ANITA MULAKI	430798
3	School Bursar	JANE MWANGANGI	BURSAR

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 508-90400, MWINGI
Telephone: 0795811261
E-mail: masavigss@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The following school operated 6 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank Kenya commercial bank
Branch: mwingi
Account Number: 1163320404
2. Name of Bank: Kenya commercial bank
Branch: mwingi
Account Number: 1102972142
3. Name of bank Kenya commercial bank
Branch Mwingi
Account number 1103031953
4. Name of bank Kenya commercial bank
Branch mwingi
Account number 1210470179
5. Name of bank equity bank
Branch mwingi
Account number 059294570870
6. Name of bank equity bank
Branch mwingi
Account number 059261760446
- 7 MPESA PayBill No. 522123 attached to 1163320404 bank account

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

(g) Independent Auditors

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

I. 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:

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

particulars	2022	2021	2020
Surplus/deficit	2,258,211.49	908,965.5	475,284.00

2. CAPITATION GRANT FOR THE LAST THREE YEARS

Particulars	2022	2021	2020
Tution	1,655,484.20	631,833.75	764,534.00
operation	1,655,484.00	631,833.75	6,816,051.00
TOTALS	8,890,651.20	4,595,850.50	7,580,585.00

3. A THREE YEAR OVERVIEW OF THE GROWTH OF OTHER INCOMES BY THE SCHOOL

particular	2022	2021	2020
Boarding account	25,038,793.00	7,106,141.00	8,662,728.00
Other receipts	1,521,772.00	252,000.00	259,410.00
totals	26,560,565.00	7,358,141.00	8,922,138.00

4. A THREE YEAR OVERVIEW OF GROWTH OF EXPENDITURE OF THE SCHOOL

PARTICULARS	2022	2021	2020
TUTION ACCOUNT	1,833,882.00	466,840.00	87,834.00
OPERATION ACCOUNT	9,021,048.55	3,393,075.00	7,439,347.00
BOARDING ACCOUNT	22,337,774.16	7,185,111.00	8,500,258.00
TOTALS	33,192,704.71	11,045,026.00	16,027,439.00

5. MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS
DEBTORS

2022	2021	2020	totals
2431805	1,166,232.00	1,451,607.00	5,049,644.00

6. CREDITORS

particulars	2022	2021	2020
Tuition account	-	209,810.00	200,000.00
Operation account	75,777.74	1,148,642.74	757,867.74
Boarding account	167,167.00	410,430.00	-
totals	925,044.74	1,768,882.74	957,867.74

7. MOVEMENT OF CASH AND BANK BALANCES FOR THE LAST THREE YEARS

particular	2022	2021	2020
Tuition account	388,441.45	576,649.25	401,845.50
Operation account	532,063.85	871,677.85	924,590.10
Boarding account	2,555,131.20	225,061.21	239,440.21
Infrastructure acc	743,725.30	1,822,309.85	789,511.85
cdf	429,345.00	-	-
totals	4,648,706.81	3,495,698.16	2,355,387.66

8. OF CAPITATION GRANT PER STUDENT OVER THE LAST THREE YEARS

ACCOUNT	YEAR	NO. OF STUDENT	CAPITATION
TUTION ACCOUNT	2022	500	1.3310
	2021	485	1.1303
	2020	485	1.1576
OPERATION ACCOUNT	2022	500	1.14470
	2021	485	1.8173
	2020	485	1.14054

b) **Teacher Student ratio:**

Teachers to student ratio 1.45

One teacher recruited within the year

No teacher was transferred or retired within the year

Number of teachers employed by teachers service commission 18.

BOM teachers are 7 in total.

Teacher available in the school.

<i>s/no</i>	<i>Name of the teacher</i>	<i>designation</i>	<i>subject</i>
1.	<i>E M Mugo</i>	<i>principal</i>	<i>History</i>
2.	<i>Anita mulaki</i>	<i>d/principal</i>	<i>Physics/maths</i>
3.	<i>Fredrick mbithi</i>	<i>Senior teacher</i>	<i>Agriculture/biology</i>
4.	<i>Jacobmbiti</i>	<i>teacher</i>	<i>Chemistry/physics</i>
5.	<i>Enosbarasa</i>	<i>teacher</i>	<i>Chemistry/biology</i>
6.	<i>Mary kilonzo</i>	<i>teacher</i>	<i>Chemistry/biology</i>
7.	<i>Cecilia mukaiwa</i>	<i>teacher</i>	<i>Geography/CRE</i>
8.	<i>Urbanusndolo</i>	<i>teacher</i>	<i>Chemistry/physics</i>
9.	<i>Philip mwanzia</i>	<i>teacher</i>	<i>Maths/physics</i>
10.	<i>Naomi mumo</i>	<i>teacher</i>	<i>Maths/business</i>
11.	<i>Felistusndusya</i>	<i>teacher</i>	<i>CRE/ kiswahili</i>
12.	<i>Antony muli</i>	<i>teacher</i>	<i>English/literature</i>
13.	<i>Fransiscamulwa</i>	<i>teacher</i>	<i>English /literature</i>
14.	<i>Esther mwanzia</i>	<i>teacher</i>	<i>English/literature</i>
15.	<i>Catherine mwaniki</i>	<i>teacher</i>	<i>Agriculture/biology</i>
16.	<i>Chris wanjohi</i>	<i>teacher</i>	<i>History/kiswahili</i>
17.	<i>Joshua peter</i>	<i>teacher</i>	<i>Cre/kiswahili</i>
18.	<i>Dickson muutuki</i>	<i>teacher</i>	<i>Hist/kiswahili</i>

Shortage in subject

i. *Business/geo/business/math*

ii. *Geo/CRE*

NB. NUMBER OF CANDIDATE IN 2020 KCSE 68

c) Mean score in the 2022KCSE:

KCSE performance for the last three years

2021

grade	A	A-	B+	B.	B-	C+	C.	C-	D+	D.	D-	E	ENTRY	TOTAL POINTS	M.S 2020
NO.	0	0	0	2	7	11	24	18	18	13	4	0	97	504	5.1959 C-

2020

GRADE	A	A-	B+	B.	B-	C+	C.	C-	D+	D.	D-	E	ENTRY	TOTAL POINTS	M.S 2019
NO.			1	2	3	8	20	26	17	15	3	0	95	477	5.0211 C-

2019

GRADE	A	A-	B+	B.	B-	C+	C.	C-	D+	D.	D-	E	ENTRY	TOTAL POINTS	M.S 2018
NO.			1	5	6	6	13	26	19	11	1	1	89	465	5.225 C-

For the last three years 52 students transited to institutions of higher learning and 127 to middle colleges.

The school mean has improved since 2018

d) Number of Candidates in the 2021 KCSE:

Number of candidates for kcse over the last three years

2019	2020	2021	totals
85	97	95	281

e) Capacity of the school

Number of students-497

Facilities available

- i. Dormitories 5
- ii. Dining hall- not available only a temporary structure
- iii. Laboratory- 2
- iv. Toilets- 40
- v. bathrooms 64
- vi. Other -11

f) Development projects carried out by the school:

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

YEAR	PROJECT	FUND SOURCE	AMOUNT	REMARKS
2020	2-CLASSROOMS	MIF	1,990,000	COMPLETED
2021	1 DORMITORY	MIF	2746460	COMPLETED
2022	8 DOOR TOILETS	MIF	769709	COMPLETED


Sign.....
Date.....
School Principal

Principal
MASAVI GIRLS' SEC. SCHOOL
P.O. BOX 508 - 90400, MWINGI
Date..... Sign:.....

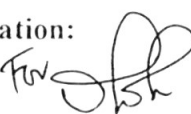
II. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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.

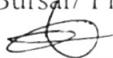
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *masavi girls* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.

Name: mr. Jim John Matiki
Designation: Chairman, School Board of Management
Sign: 
Date: 12/10/2022

Name:  Mrs Eglamwangi
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 12/10/2022

Name:  Jane Mwangangi
Designation: Bursar/ Finance Officer
Sign: 
Date: 12/10/2022

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON MASAVI GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - KITUI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Masavi Girls' Secondary School – Kitui County set out on pages 14 to 23, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the

Report of the Auditor-General on Masavi Girls' Secondary School for the year ended 30 June, 2022- Kitui County

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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Masavi Girls' Secondary School-Kitui County as at 30 June, 2022, 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

Long Outstanding Accounts Receivables Balance

The statement of financial assets and liabilities reflects accounts receivable balance of Kshs.10,051,024 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance are receivables of Kshs.6,551,942, which have been outstanding for more than two (2) years. However, there was no age analysis and policy on the impairment for long outstanding fees arrears, casting doubt on the fair presentation of the accounts receivable balance.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.6,551,942 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Masavi Girls' 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.27,963,096 and Kshs.29,805,896 respectively, resulting in an under-funding of Kshs.1,842,800 or 6% of the budget. However, the School spent an amount of Kshs.21,301,990 against actual receipts of Kshs.29,805,896 resulting in an under-utilization of Kshs.8,503,906 or 29% of actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matter described in the Basis for Qualified Opinion, I have determined that there are no other matters to communicate in my report.

Other Information

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

In connection with my audit on the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. Based on the audit procedures performed and the matter described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

The financial statements for the year under review were submitted for audit on 16 March, 2026, after the statutory deadline of 30 September, 2022. This was contrary to Section 81(4) of the Public Finance Management Act, 2012, which states that not later than three (3) months after the end of each financial year, the accounting officer shall submit the entity's financial statements to the Auditor-General and a copy to the Controller of Budget and The National Treasury.

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

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.21,860,775 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.102,500 transferred to the 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 the 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.102,500 could not be confirmed.

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.7,235,167 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in this amount is Kshs.2,599,750 in respect to infrastructure grants, which were to be transferred to the infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.2,152,000 was transferred to the infrastructure account, leaving a balance of Kshs.447,750 as at 30 June,2022.

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 within 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.

3. Failure to Prepare School Improvement Plan

During the year 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 Ministry of Education guidelines.

4. Failure to Open a Separate Bank Account for Own-Generated Income

The statement of receipts and payments reflects miscellaneous income of Kshs.2,321,777 as disclosed in Note 4 to the financial statements, earned from the hire of school a bus and other sources. However, management did not open and operate a separate bank account. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021, on guidelines on implementation of Free Day Secondary Education (FDSE) requires that Schools with income-generating activities to open separate bank accounts for the stream of income and account for it in accordance with financial regulations.

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

5. Long Outstanding Payables

The statement of financial assets and financial liabilities reflects accounts payable balance of Kshs.1,073,120. However, as disclosed in Note 12 to the financial statements, the balance includes trade payables of Kshs.757,877 which have been outstanding for more than two (2) years, hence pose a risk of loss of public funds through litigations, interests and penalties.

This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the

Report of the Auditor-General on Masavi Girls Secondary School for the year ended 30 June, 2022- Kitui County

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

08 May, 2026

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

IV. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,655,484.20	631,833.75
Capitation grants for operations	2	7,235,167.00	3,964,016.75
School Fund Income- Parents' Contributions	3	25,038,793.00	7,106,141.00
School Fund Income- Other receipts	4	2,321,777.00	252,000.00
Proceeds from borrowings		36,251,221.2-	11,953,991.50
TOTAL RECEIPTS			
PAYMENTS			
Payments for Tuition	5	1,633,882.00	466,840.00
Payments for operations	6	8,263,171.55	3,393,075.00
Boarding and school fund payments	7	21,860,775.00	7,182,446.00
TOTAL PAYMENTS		31,757,828.55	11,042,361.00
SURPLUS/DEFICIT		4,493,392.65	911,630.50

The school financial statements were approved on 29/9/22 2022 and signed by:

NAME: JULIUS M MAKAU -BOM CHAIRMAN

Sign.....

Name: EGLA MWANGI

-PRINCIPA/SECRETARY TO BOM

PRINCIPAL
MASAVI GIRLS SEC. SCHOOL
P. O. BOX 308 - 11100 MWINGI
Date:.....
Sign:.....

NAME: JANE MWANGANGI -Bursar

SIGN.....

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

V. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	4,644,673.18	3,455,099.53
Cash Balances	9	4,033.63	40,598.63
Short term Investment	10	-	-
Total Cash and cash equivalent		4,648,706.81	3,495,698.16
Accounts receivables	11	10,051,024.70	8,020,468.70
Borrowing		-	-
TOTAL FINANCIAL ASSETS		14,699,731.51	11,516,166.86
FINANCIAL LIABILITIES			
Accounts Payables	12	1,073,120.74	2,382,948.74
NET FINANCIAL ASSETS			
REPRESENTED BY			
Accumulated Fund b/fwd	13	9,133,218.12	8,221,587.62
Surplus/Deficit for the year		4,493,392.65	911,630.50
NET FINANCIAL POSITION		13,626,610.77	9,133,218.12

The School's financial statements were approved on 29/9/2022 and signed by:

Name: Julius m makau
Chairman, BoM

Sign:

Date: 29/9/2022

for

Name: Eglamwangi

School Principal/Secretary to BoM

Sign:

Date: 29/9/2022

for

Name: Jane m mwangangi

Bursar/Finance

Sign:

Date: 29/9/2022

VI. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2022
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	1,655,484.20	631,833.75
Capitation grants for operations	2	7,235,167.00	3,964,016.75
School fund income- Parents contributions/ fees	3	25,038,793.00	7,106,141.00
School fund income- other receipts	4	2,321,777.00	252,000.00
Total receipts		36,251,221.20	11,953,991.50
Payments			
Payments for Tuition		1,633,882.00	466,840.00
Payments for operations		8,263,171.55	3,393,075.00
Boarding and school fund payments		21,860,775.00	7,182,446.00
Total payments		31,757,828.55	11,042,361.00
Net cashflow from operating activities		4,493,392.65	911,630.50
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		4,493,392.65	911,630.50
Cash and cash equivalent at BEGINNING of the year	10	3,495,698.16	2,355,387.66
Cash and cash equivalent at END of the year		4,648,706.81	3,494,698.16

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

VII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Textbooks and reference materials	0	-	-	-	-	-
Exercise books	66922.00	-	66922.00	771772.00	102550.00	115.00%
Laboratory equipment	488000.00	-	488000.00	488000	-	100.00%
Internal exams	100602.00	-	100602.00	100602.00	-	100.00%
Teaching / learning materials	202662.00	-	202662.00	191760.00	10902.00	95.00%
Chalks	32805.00	-	32805.00	32750.00	100.00	100.00%
Reference materials	70600.20	-	70600.20	70600.20	5215.80	93.00%
	1563891.20		1563891.20	1655484.00		
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
Personnel emoluments	2800052.00	-	2800052.00	2312108.00	487944.00	83.00%
Repairs and maintenance	562500	-	562500.00	160000	402500.00	28.00%
Local transport / travelling	843105.00		843105.00	404000.00	439105.00	48.00%
Electricity and water	758160.00	-	758160.00	758000.00	160.00	100.00%
Administration costs	635688.00	-	635688.00	635688.00	0	100.00%
Activity	366000	-	366000	365621.00	379.00	100.00%
	5,965,505.00		5,995,505.00	4,635,417.00	1,330,088.00	
	-	-	-	-	-	-

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	2723500.00	-	2723500	2727410.00	-3910.00	100.00%
Repairs and maintenance	1905760.00		1905760.00	1905760.00	-	100.00%
Local transport / travelling	1349300.00	-	1349300.00	1730985.00	-381685.00	138.00%
Electricity and water	232851.00	-	232815.00	2328398.00	117.00	100.00%
Medical						
Administration costs	974813.00	-	974813.00	1208260.00	-233447.00	124.00%
Activity	145950.00	-	145950	142420	3530.00	98.00%
Fee on Boarding Equipment and Stores	10088062.00	-	10088062.00	12553962.00	2465900.00	124.00%
OTHER INCOME						
Rent income						
Income from farming activities						
Insurance compensation						
Income from Posho mill						
Income from Bus Hire	895800.00	-	895800	895800	-	100.00%
Fee for hire of ground and equipment						
Tender fees	22000	-	22000	22000	-	100.00%
Income from any other investment						
TOTAL INCOME	27963096.20	0	27963096	29805896.20	3094260.80	
(1) EXPENDITURE FOR TUITION						

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Textbooks and reference materials						
Exercise books	6692222	0	669222	768850.00	-99628.00	115.00%
Laboratory equipment	488000	0	488000	478358.00	9642.00	98.00%
Internal exams	100602	0	100602	100500	102.00	100%
Teaching / learning materials	202662.00	0	202662.00	181860.00	20802.00	90%
Chalks	32805.00	0	32805.00	32000.00	805.00	98.00%
Reference materials	75816	0	75816.00	70340.00	5476.00	93.00%
	1569107		1569107	1631908		
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	2800052.00	0	2800052.00	2357422.00	442630	84%
Repairs, maintenance & improvements	562500.00	0	562500.00	82690.00	479810.00	15.00%
Local transport / travelling	843105.00	0	843105.00	818000	425105.00	50%
Electricity, water and conservancy	758160.00		758160.00	629123.00	129037.00	83%
Medical						
Administration costs	635688	0	635688	729218.00	-93530.00	115%
Activity Expenses	366000	0	366000	363640	2360	99.00%
Gratuity						
SMASSE						
(3) EXPENDITURE FOR SCHOOL FUND						

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
	Kshs	Kshs			Kshs	Kshs
Personnel emoluments	2723500	0	2723500	2489163	234337.00	91%
Repairs, maintenance and improvements	1905760	0	1905760	1646335.00	359425.00	81%
Local transport / travelling	1349300	0	1349300.00	1349300.00	1161340.00	86.00%
Electricity, water and conservancy	2328515	0	2328515.00	1740642.00	587873.00	75%
Medical Expenses	0					
Administration costs	974813.00	0	974813.00	931335.00	43478.00	96%
Activity	145950.00	0	145950	53700.00	92250.00	38%
Gratuity	0					
Lunch programme	0					
Boarding Equipment and Stores	10088062.00	0	10088062.00	12303910.00	-2215848.00	122.00%
Expenditure for Income Generating Activity	0					
Insurance costs	0					
Other expenses on investments	0					
Rent Expenses	0					
Bank Charges	36216.00	0	36216.00	36216.00	-	100%
Loan Interest Repayment						
school bus maintenance /other	1039349.00	0	1039349.00	1039349.00	0	100%
Acquisition of Assets	0					
TOTALS	20591465.00	0	20591465.00	21301990.00	-709525	

VIII. 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 imprests, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the school and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The school recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the school. In addition, the school recognises all expenses when the event occurs and the related cash has actually been paid out by the school.

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

IX. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials		
Exercise books	771,772.00	
Laboratory equipment	488,000.00	
Internal exams	0	
Teaching / learning materials	191,760.00	631,833.75
Chalks	32,750.00	
Exams and assessment	100,602.00	
Reference /library	70,600.20	
Total	1,655,484.20	631,833.75

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,312,108.00	1,067,445.00
Repairs and maintenance	160,000.00	545,950.00
Local transport / travelling	404,000	196,100.00
Electricity and water	758,000.00	395,826.75
Medical	0	0
Administration costs	635,688.00	303,445.00
Activity	365,621.00	0
infrastructure	2,599,750.00	1,455,250.00
Total	7,235,167.00	3,964,016.75

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,851,931.00	355,780.00
Fees on boarding equipment and stores	14,617,814.00	5,128,338.00
Repairs and maintenance	1,967,215.00	392,330.00
Local transport / travelling	1,776,243.00	216,110.00
Electricity and water	2,416,908.00	715,248.00
Medical	0	0
Administration costs	1,261,177.00	298,035.00
Activity	147,505.00	300.00
Total	25,0387,93.00	7,106,141.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores		
Rent income		
Income from tender	22,000.00	18,000.00
Insurance compensation	0	0
Income from Posho mill	0	0
Income from Bus Hire	895,800.00	234,000.00
Fee for hire of ground and equipment	0	0
Income from grants and donations*	0	0
Caution money	603,977.00	0
CDF	800,000	0
Total	2,321,777.00	252,000.00

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

5 PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials		
Exercise books	768,760.00	0
Laboratory equipment	478,358.00	0
Internal exams	100,590.00	0
Teaching / learning materials	181,860.00	465,605.00
Chalks	32,000	0
library and refrence materials	70,340.00	0
Teachers guides	0	0
Administration Costs	0	0
Bank Charges	1,974.00	1,235.00
Total	1,633,882.00	466,840.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS AND INFRASTRUCTURE

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,357,422.00	1,897,577.00
Service Gratuity	0	0
Administration Cost	729,218.00	434,645.00
Repairs and maintenance & improvements	82,690.00	93,200.00
Local transport / travelling	418,000.00	109,500
Electricity and water	629,123.00	340,985.00
Medical	0	0
Activity Expenses	363,640.00	90,350.00
SMASSE	0	0
infrastructure	3,676,217.55	421,570.00
Bank Charges	6,861.00	5,248.00
Acquisition of Assets	0	0
TOTAL	8,263,171.55	3,393,075.00

7 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,489,163.00	756,362.00
tender fees	22,000.00	18,000.00
Repairs and maintenance & Improvements	1,576,010.00	495,180.00
Local transport / travelling	1,161,340.00	401,230.00
Electricity and water	1,816,342.00	275,190.00
Medical Expenses	0	0
Administration costs	931,335.00	406,264.00
bus maintenance	1,039,349.00	217,680.00
Bank Charges	32,804.00	0
Expenses on Income Generating Activities	0	0
Fee on Boarding Equipment and Stores	12,365,592.00	4,612,540.00
activity	53,700.00	0
CDF	373,140.00	0
Loan Principal repayment	0	0
Loan Interest repayment	0	0
Acquisition of Assets	0	0
TOTAL	21,860,775.00	7,182,446.00

Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	1102972142	388,441.45	576,649.25
Operations Account	1103031953	532,063.85	871,677.85
School Fund Account/Boarding	1163320404	2,420,351.20	140,283.20
Savings Account		0	0
Parent Association Development Account		130,746.38	44,179.38
CDF		429,345.00	0
Infrastructural Account	1210470179	743,725.30	1,822,309.85
Total		4,644,673.18	3,455,099.53

9 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account	135.00	0-
Operation Account	0	75.00
School Fund account	3,898.63	40,523.63
Total	4,033.63	40,598.63

10 SHORT TERM INVESTMENTS

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	Nil	nil

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees debtor b/f	10,051,024.70	8,020,468.70
Fees debtors for the current year		
Examination fees		
PTA Dev. fund		
CONSTITUENCY DEV FUND		
BURSACRY TO STUDENTS		
SCHOOL FARM		
UNIFORM FEES		
SALARY ADVANCES		
Rd CHEQUES		
Total	10,051,024.70	8,020,468.70

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	2,431,805.00	1,166,232.00
Fees arrears for the previous year	1,067,277.00	300,134.00
Fees arrears for prior periods (over two years)	6,551,942.70	6,554,102.70
Total	1,0051,024.7	8,020,468.70

12 ACCOUNTS PAYABLE

Description	2022-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix I)	925,044.74	1,768,881.74
Prepaid fees	148,076.00	10,090.00
CAUTION MONEY	0	603,977.00
NSSF	0	0
SALARY ADVANCSES	0	0
NHIF	0	0
UNION DUES	0	0
Total	1,073,120.74	2,382,948.74



Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	167,167	811004.00
Trade creditors for the previous year	0	0
Trade creditors for prior periods (over two years)	757,877.74	957877.74
Total	925,044.74	1,768,881.74

13 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	4,701,852.56	3,455,099.53
Cash balances	4,033.68	40,598.63
Short Term Investments	0	0
Receivables	10,051,024.70	8,024,068.70
Payables	(1,073,120.74)	(2,382,948.74)
Total	13,683,790.20	9,133,218.12

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	2022-2022	2020-2021
	Kshs	Kshs
Bank loan(s)		
Outstanding Leases		
Hire purchase		
Gratuity and leave provision		
Total	NILL	NILL

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle			
Goats		5	-
Trees			
DONKEY		1	1

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
 Annual Report and Financial Statements
 For the year ended 30th June 2022

Poultry			
Total		6	1

16 Borrowings

Description	2021-2022	2020-2021
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
Balance at end of the year	NILL	NILL

Other important disclosure notes

17 Stock/ Inventory

Description	2021-2022	2020-2021
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year	245,278.95	81,750.75
Stock/ inventory purchased during the year	1,0918,379.70	2,799,570.50
Stock/ inventory issued during the year	9,151,937.67	2,636,042.50
Balance at end of the year	20,315,596.32	5,517,363.75

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)

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOLS
Reports and Financial Statements
For the year ended 30th June 2022

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1. LEMA CONCEPTS/SOLUTION	463536.25	14/10/2017	405658.51	57877.74	57877.74	
2. STERDORN AGENCY	1184030.00	14/10/2017	484030	700000	700000	
3.						
Sub-Total	1647566.25		889688.51		757877.74	
Supply of goods						
4. PEA GENERAL SUPPLIERS			N/A	N/A	2250	
5. GRACE MUIND			N/A	N/A	12000	
6. ENGLEMA GENERAL SUPPLIERS			N/A	N/A	12150	
7. DAVICY STORES			N/A	N/A	20750	
8. BETA BAKERS			N/A	N/A	14532	
9. MASAVI GENAREAL HARDWRE			N/A	N/A	6585	
10. MASAVI SELF HELP GROUP			N/A	N/A	68500	
Sub-Total	1,647,566.25				143,967.00	
Supply of services						
11. MUTUA MWENGA			N/A	N/A	18000	
12. CHARLES NGUI			N/A	N/A	5200	
13.						
Sub-Total	1647566.25		889688.51		23200	
Grand Total			889688.51		925044.74	

MASAVI GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOLS
Reports and Financial Statements
For the year ended 30th June 2022

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 2022
Land 1						
Land 2						
Buildings and structures						
Motor vehicles						
Office equipment, furniture and fittings						
ICT Equipment, and Other ICT Assets						
Tools and apparatus						
Textbooks						
Other Machinery and Equipment						
Heritage and cultural assets						
Intangible assets- soft ware						
Total						

