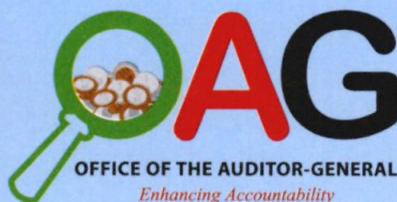


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

THE AUDITOR-GENERAL PAPERS LAID	
DATE: 29 JUL 2026	DAY: WEDNESDAY
TABLED BY:	HON. MARIANE KITANYI
CLERK-AT THE-TABLE:	ON BEHALF OF LOM ESTHER NGUNDU

MOLO SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2024**

NAKURU COUNTY



Revised 30 June 2024



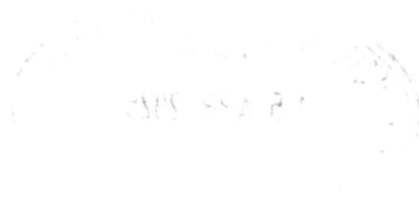
MOLO SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30 JUNE 2024

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

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MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

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MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

1. Acronyms and Glossary of Terms

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

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

2. Key School Information and Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Nakuru County, Molo Sub-County

The school was registered in 3/2010 under registration number GP/A/8431/10 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day school and had 1076 number of students as at *30 June 2024*. It has 5 streams and 40 teachers of which 13 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.	Dr. Julius Kariuki	Chairman	23/05/2022
2.	Mr. Tom Amollo	Secretary - Principal	23/05/2022
3.	Mr. Michael Ndung'u	Vice- Chairman	23/05/2022
4.	Mr. Stanley Karanja	Member	23/05/2022
5.	Ms. Jackline Kemunto	Member	23/05/2022
6.	Ms. Margaret Wangari	Member	23/05/2022
7.	Mr. Moris Njoroge	Member	23/05/2022
8.	Ms. Susan Nyambura	Member	23/05/2022
9.	Mr. David Mwai	Member – Rep CEB	23/05/2022
10.	Mrs. Joyce W. Ndung'u	Member Rep Teachers	23/05/2022
11.	Sr. Agnes N. Njeru	Member-Sponsor	23/05/2022
12.	Fr. Christopher Kamau	Members - Sponsor	23/05/2022
13.	Mr. Rufus Mwaura	Member - Community	23/05/2022
14.	Mr. Joshua K. Gitau	Member Special Needs	23/05/2022
15.	Mr. Paul Maraga	Rep Students	23/05/2022
16.	Rev. David Gikonyo	P.A Chairman	23/05/2022
17.	Mr. Samuel Kinyanjui	BOM-co-opted	23/05/2022
18.	Ms. Hannah Kinuthia	BOM-co-opted	23/05/2022

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1.	Executive Committee	1.Mr.Tom Amollo	Secretary/Principal	0
		2.Dr.Julius Kariuki	BOM Chairman	
		3.Rev. David Gikonyo	P.A Chairman	
		4.Sr.Agnes Njeru	Sponsor	
		5.Ms.Susan Nyambura	Member	
2.	Audit Committee Finance, procurement and general purposes Committee	1.Mr.Rufus Mwaura	Chairman	0
		2.Rev.David Gikonyo	Member	
		3.Mr. Tom Amollo	Secretary/Principal	
		4.Mr.Stanley Karanja	Member	
3	Academic Committee	1.Mr. Josiah Obala	Chairman	0
		2.Mr.Tom Amollo	Secretary/Principal	
		3.Mrs.Joyce Gachie	Member	
		4.Dr.Julius Kariuki	B.O.M Chairman	
		5.Ms.Margaret Wangare	Member	
4	Development Committee	1.Mr.Michael Ndung'u	Chairman	0
		2.Mr.Tom Amollo	Secretary/Principal	
		3.Mr.Musikoyo S. Angoye	SCDE-Molo	
		4.Rev. David Gikonyo	Member	
		5.Ms.Hannah Kinuthia	Member	
		6. Dr.Julius Kariuki	B.O.M Chairman	
		7.Mr.Patrick Gikonyo	Deputy Principal	
5	Discipline and welfare Committee	1.Mr.Josiah Obala	Chairman	0
		2.Tom Amollo	Secretary/Principal	
		3.Ms.Jackline Kemunto	Member	
		4.Mr.Stanley Karanja	Member	
		5.Mr.David Mwai	Member	
6	Adhoc Committee(If any during the year)	N/A	N/A	0

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

(e) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	Robert Mwangi	336140
2	Deputy Principal	Patrick Gikonyo	243942
3	School Bursar	Ruth Nandua	-

(f) Schools contacts

Schools contacts

Post Office Box: 220-20106-MOLO
Telephone: 0700149002
E-mail: molosecondary@yahoo.com
Website:
Facebook:
Twitter:

School Bankers

The following school operated 5 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: EQUITY BANK
Branch: MOLO
Account Number: 0230291741084
2. Name of Bank: EQUITY BANK
Branch: MOLO
Account Number: 0230291741064
3. Name of Bank: EQUITY BANK
Branch: MOLO
Account Number: 0230290250365
4. Name of Bank: EQUITY BANK
Branch: MOLO
Account Number: 0230178259144
5. Name of Bank: EQUITY BANK
Branch: MOLO
Account Number: 0230279323671

(g) Independent Auditors

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

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

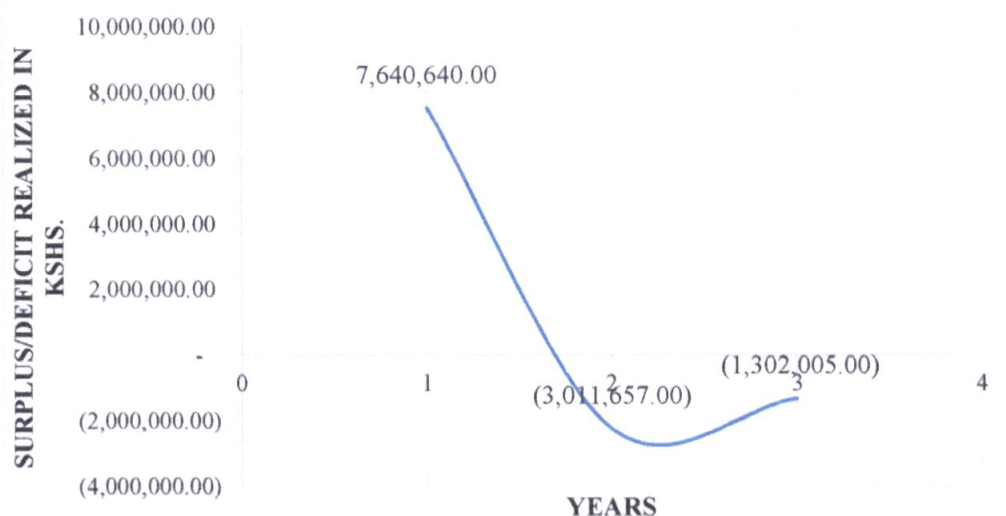
3. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

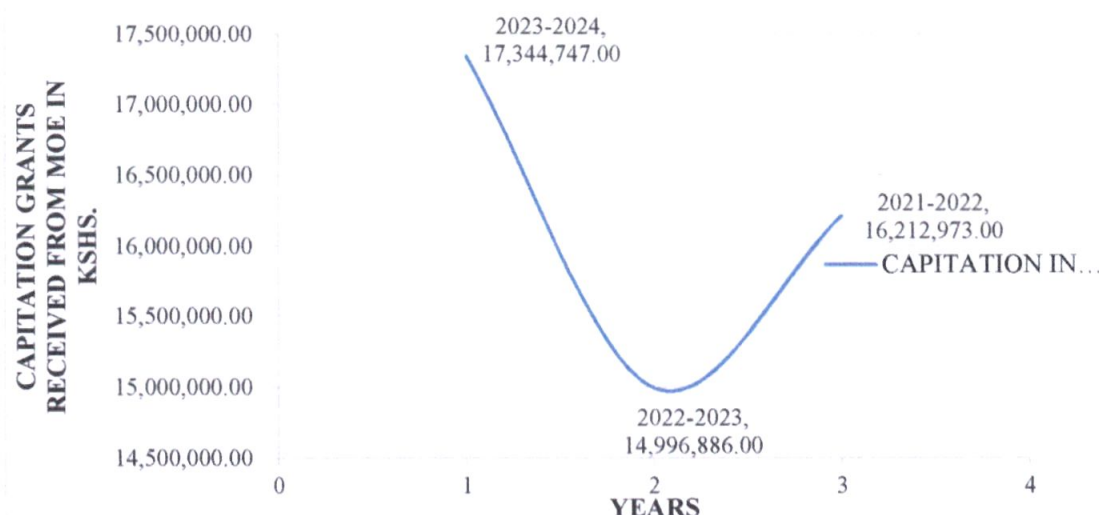
- Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2023-2024	2022-2023	2021-2022
MOVEMENT IN SURPLUS/DEFICIT IN KSHS	7,640,640.00	(3,011,657.00)	(1,302,005.00)



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

YEAR	2023-2024	2022-2023	2021-2022
CAPITATION IN KSHS	17,344,747.00	14,996,886.00	16,212,973.00

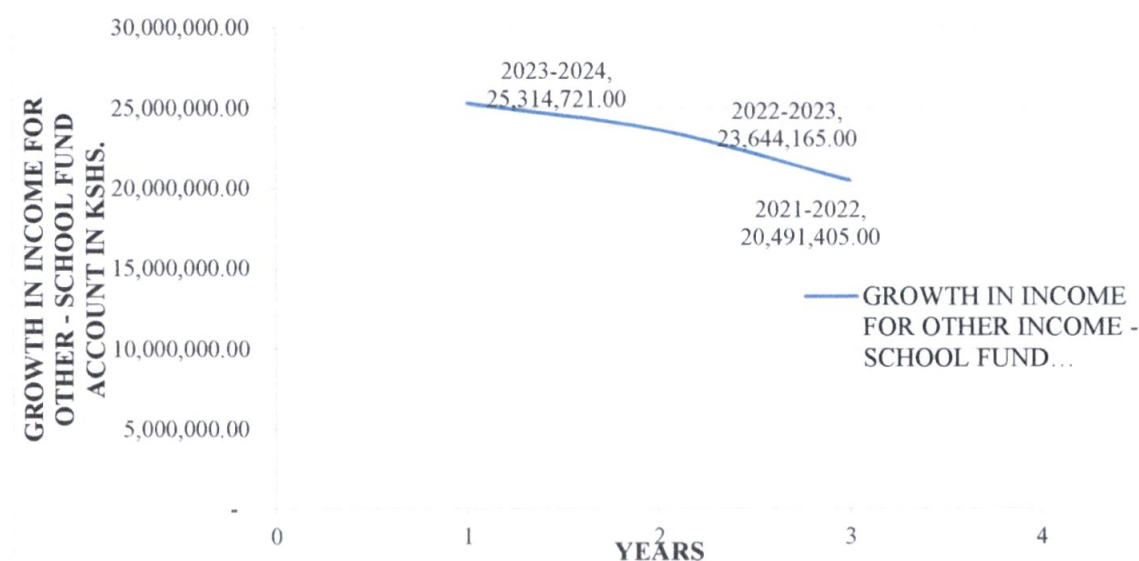


MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

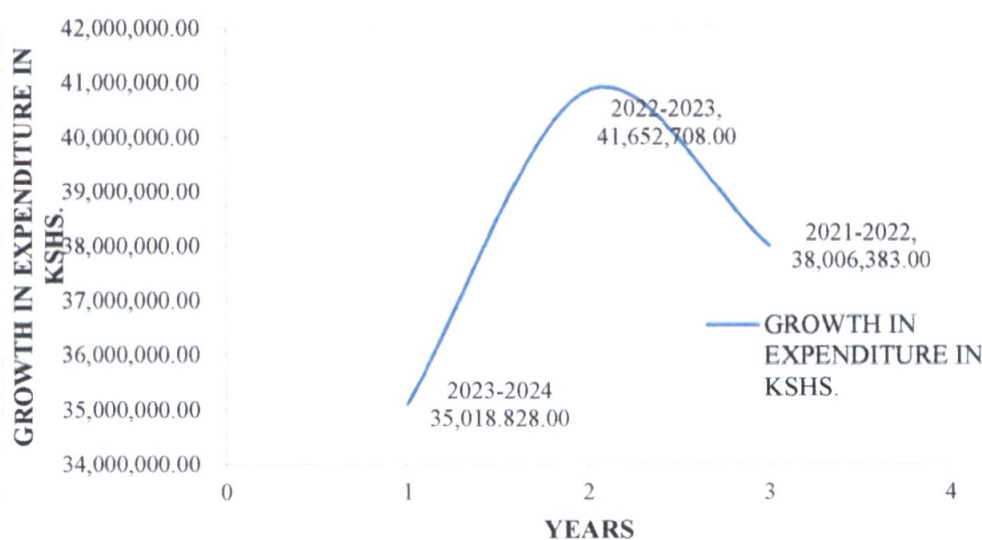
- A three-year overview of growth of other income(s) earned by the school.

YEARS	2023-2024	2022-2023	2021-2022
GROWTH IN INCOME FOR OTHER INCOME - SCHOOL FUND ACCOUNT	25,314,721.00	23,644,165.00	20,491,405.00



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

YEARS	2023-2024	2022-2023	2021-2022
GROWTH IN EXPENDITURE IN KSHS.	35,018,828.00	41,652,708.00	38,006,383.00

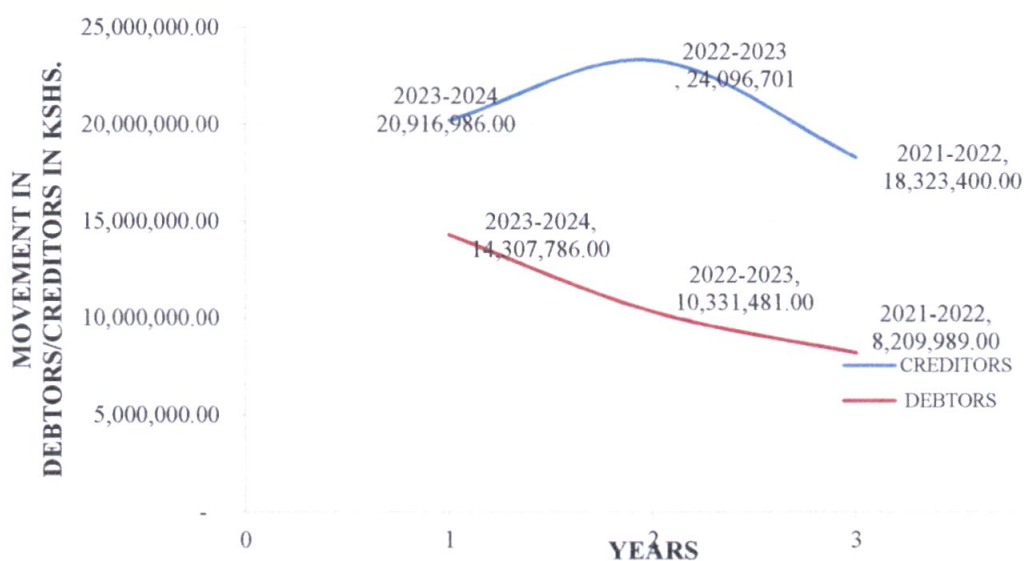


MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

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

YEARS	2023-2024	2022-2023	2021-2022
CREDITORS	20,916,986.00	24,096,701.00	18,323,400.00
DEBTORS	14,307,786.00	10,331,481.00	8,209,989.00



Teacher Student ratio:

1. Teachers recruited in the year

	Gender		Total
	Male	Female	
Number of teachers employed by TSC	14	12	27
Number of teachers employed by B.O.M.	8	5	13
Number of teachers transferred or Retired during the year	1	1	2
Number of TSC teachers posted during the year	2	-	2
Number of B.O.M. teachers posted during the year	1	1	2

2. Teacher student ratio

NO. OF STUDENTS	NO. OF TEACHERS	TEACHER STUDENT RATIO
1030	40	27:1

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024**

3. Teacher subject distribution

SUBJECT	NO. OF TEACHERS	NO. OF LESSONS
English	5	134
Kiswahili	8	105
Mathematics	12	124
Biology	8	95
Physics	7	76
Chemistry	6	95
History	4	77
Geography	6	77
C.R.E.	6	67
Agriculture	4	67
Business Studies	3	67
Computer	1	67
Homescience	1	67
Shortage as per C.B.E – 17 Teachers		

a) Mean score in the 2023 KCSE

YEARS	2023	2022	2021
MEAN SCORE	4.417	4.645	5.028
DEVIATION	-0.228	-0.400	-0.100
NO. OF STUDENTS TRANSITIONING TO INSTITUTIONS OF HIGHER LEARNING	24	28	46

b) Number of Candidates in the 2023 KCSE:

	2023	2022	2021
NUMBER OF CANDIDATES SITTING FOR KCSE	221	231	211

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****c) Capacity of the school:**

S/NO.	AMENITY	NO. OF AMENITIES	NO. OF STUDENTS USING THE AMENITY
1.	Classrooms	21	1076
2.	Library	1	60
3.	Laboratories	3	60
4.	A Kitchen	1	0
5.	Girl's Toilets	22	523
6.	Boy's Toilets	33	553

d) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Renovation of 8 no. Classrooms	M & I Funds	W.I.P	3,851,490.00	3,415,770.00	-
Construction of 1 No. Science Laboratory	M & I Funds	On going	4,490,160.00	1,800,000.00	2024

School Principal: **Sign:** 

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

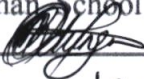
4. Statement of School Management Responsibility

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2024, and of the school's financial position as at that date.

Name: **DR. JULIUS KARIUKI**
Designation: Chairman School Board of Management
Sign: 
Date: 10/4/2026

Name: **MR. TOM AMOLLO**
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 18/4/2026

Name: **MS. RUTH NANDUA**
Designation: Bursar/ Finance Officer
Sign: 
Date: 10/4/2026

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

5. Report Of The Independent Auditors (*To be attached*)

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON MOLO SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - NAKURU COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Molo Secondary School set out on pages 1 to 20, which comprise of the statement of assets and liabilities as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and

statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion Section of my report, the financial statements present fairly, in all material respects, the financial position of Molo Secondary School as at 30 June, 2024, 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. Inaccuracies in Government Grants for Infrastructure Amount

The statement of receipts and payments reflects Government grants for infrastructure amount of Kshs.4,255,000 as disclosed in Note 3 to the financial statements. However, the bank statements for infrastructure account reflected receipt of Kshs.5,270,000 from operations account, resulting in an unexplained and unsupported variance of Kshs.1,015,000.

In the circumstances, the accuracy and completeness of Government grants for infrastructure amounting to Kshs.4,255,000 could not be confirmed.

2. Dormant Accounts

The statement of assets and liabilities reflects a bank balance of Kshs.1,077,530 as disclosed in Note 10 to the financial statements. Included in the bank balance are Nil balances on savings and NG-CDF accounts which are not supported by certificates of bank balances.

In the circumstances, the existence, accuracy and completeness of the bank balance of Kshs.1,077,530 could not be confirmed.

3. Unsupported Payments

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.20,980,429 as disclosed in Note 9 to the financial statements. However, examination of sampled payment vouchers amounting to Kshs.4,196,086 supporting the reported expenditure revealed that Management made payments without proper support documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes and certificate of payments.

In the circumstances, the regularity, accuracy and completeness of total payments amounting to Kshs.20,980,429 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Molo 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.54,689,620 and Kshs.42,659,468, respectively, resulting in an under-funding of Kshs.12,030,152 or 22% of the budget. However, the School spent an amount of Kshs.35,018,827 against actual receipts amounting to Kshs.42,659,468, resulting in an under-utilization of Kshs.7,640,641 or 18% 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 effect of the matters described in the Basis for Qualified opinion section of my report, I have determined that there are no other key audit matters to communicate in my report.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Irregular Virement (Reallocation) of Funds

The statement of receipts and payments reflects grants for operations amount of Kshs.10,415,978 as disclosed in Note 7 to the financial statements. Review of bank statements and cashbook showed receipts amount of Kshs.530,000 from infrastructure account to operation account without any approval. This was contrary to paragraph 3.13 of Ministry of Education Circular Ref. No: MOE.HQS/3/10/18/ (112) which prohibits virement of funds from infrastructure account.

In the circumstances, Management was in breach of Ministry guidelines.

2. Long Outstanding Accounts Payable Balance

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects payables balance of Kshs.20,916,998. However, included in the balance are trade payables balance of Kshs.18,314,998 or 88% which have been outstanding over one (1) year, and 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.

3. Irregularities in Procurement Processes

Review of the School's procurement processes revealed the following irregularities;

3.1 Lack of Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset

Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

3.2 Unstructured Procurement Processes

Review of procurement of process revealed absence of need analysis reports, failure to advertise, wrong choice of procurement methods and failure to comply with evaluation regulations.

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

The statement of receipts and payments reflects operations and boarding and school fund payments of Kshs.10,415,978 and Kshs.20,980,429, respectively as disclosed in Note 7 and Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.780,500 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 transferred to KESSHA amounting to Kshs.780,500 could not be confirmed.

5. Stalled Projects

The School awarded a contract to renovate eight (8) classrooms at a contract sum of Kshs.3,851,490 with a start date of 01 February, 2022 and a completion period of one (1) year. A total of Kshs.3,415,770 had been paid to the contractor as at 30 June, 2024. However, the project had not been completed by the time of audit in March 2026. Further, the School awarded a contract for the construction of one science laboratory at a contract sum of Kshs.4,490,160 with a start date of 15 February, 2023 and an expected completion period of one (1) year. However, despite payments totalling Kshs.1,800,000 as at 30 June, 2024 to the contractor, the construction works were still ongoing in March, 2026 with a completion level of 40%.

In the circumstances, value for money for the expenditure on projects amounting to Kshs.5,215,770 could not be confirmed.

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

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

Conclusion

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

Basis for Conclusion

1. Long Outstanding Accounts Receivable Balance

The statement of assets and liabilities reflects accounts receivable balance of Kshs.14,307,786 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivable balance of Kshs.18,314,998 which had been outstanding for over one (1) year. Further, there was no age analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

2. Weakness in Board of Management

The School Board of Management had eighteen (18) members who are part of five(5) Board Committees instituted in the School. During the year, the Board of Management and its Committee did not hold any meeting contrary to Section 6 (1) of the Fourth Schedule of the Basic Education Act, 2013 that requires, the Board of Management to meet at least once every four months.

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

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

Responsibilities of Management and Board of Management

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

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

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

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

The Board of Management is 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

28 April, 2026

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2024

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	2,690,290.00	2,760,777.00
Government grants for operations	2	10,399,457.00	9,241,109.00
Government Grants for infrastructure	3	4,255,000.00	2,995,000.00
School fund income- parents' contributions	4	24,942,701.00	23,312,565.00
Miscellaneous incomes	5	372,020.00	331,600.00
Total Receipts		42,659,468.00	38,641,051.00
Payments			
Tuition	6	3,621,586.00	3,150,315.00
Operations	7	10,415,978.00	6,798,652.00
Infrastructure	8	835.00	4,631,910.00
Boarding and school fund	9	20,980,429.00	27,071,831.00
Total Payments		35,018,828.00	41,652,708.00
Surplus/Deficit		7,640,640.00	(3,011,657.00)

The school financial statements were approved on 10/4/2026 ~~2024~~ and signed by:

Dr. Julius Kariuki

Name: _____

Chairman, BoM

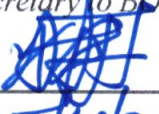
Sign: 

Date: 10/4/2026

Mr. Tom Amollo

Name: _____

School Principal/
Secretary to BOM

Sign: 

Date: 10/4/2026

Ms Ruth Nandua

Name: _____

Bursar/
Finance Officer

Sign: 

Date: 10/4/2026

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

7. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
FINANCIAL ASSETS			
CASH AND CASH EQUIVALENTS			
Bank balances	10	1,077,530.00	591,921.00
Cash balances	11	1,723.00	2,712.00
Short term investments	12	-	-
Total cash and cash equivalent		1,079,253.00	594,633.00
Account's receivables	13	14,307,786.00	10,331,481.00
TOTAL FINANCIAL ASSETS		15,387,039.00	10,926,114.00
FINANCIAL LIABILITIES			
Accounts payables	14	20,916,986.00	24,096,701.00
NET FINANCIAL ASSETS		(5,529,947.00)	(13,170,587.00)
REPRESENTED BY			
Accumulated fund b/fwd	15	(13,170,587.00)	(10,158,930.00)
Surplus/deficit for the year		7,640,640.00	(3,011,657.00)
NET FINANCIAL POSITION		(5,529,947.00)	(13,170,587.00)

The school financial statements were approved on 10/4/2026 2024 and signed by:

Dr. Julius KariukiName: _____
Chairman, BOMSign: Date: 10/4/2026**Mr. Tom Amollo**Name: _____
School Principal/
Secretary to BOMSign: Date: 10/4/2026**Ms Ruth Nandua**Name: _____
Bursar/
Finance OfficerSign: Date: 10/4/2026

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****8. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024**

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,690,290.00	2,760,777.00
Government grants for operations	2	10,399,457.00	9,241,109.00
Government grants for infrastructure	3	4,255,000.00	2,995,000.00
School fund income-parents contribution/fees	4	20,966,396.00	21,191,073.00
Other income	5	372,020.00	331,600.00
Total receipts		38,683,163.00	36,519,559.00
Payments			
Cash outflows for tuition	6	2,670,676.00	2,741,582.00
Cash outflows for operations	7	10,279,836.00	5,664,741.00
Cash outflows for Boarding/ school fund payments	9	23,219,595.00	25,536,174.00
Total Payments		36,170,107.00	33,942,497.00
Net cash flow from operating activities		2,513,056.00	2,577,062.00
Cash flow from investing activities			
Acquisition of assets		(2,028,436.00)	(1,936,910.00)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(2,028,436.00)	(1,936,910.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		484,620.00	640,152.00
Cash and cash equivalent at beginning of the FY		594,633.00	(45,519.00)
Cash and cash equivalent at end of the FY		1,079,253.00	594,633.00

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

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

The school financial statements were approved on 10/4/2026 ~~2024~~ and signed by:

Dr. Julius Kariuki

Name: _____

Chairman, BOM

Sign: _____

Date: 10/4/2026

Mr. Tom Amollo

Name: _____

*School Principal/
Secretary to BOM*

Sign: _____

Date: 10/4/2026

Ms Ruth Nandua

Name: _____

*Bursar/
Finance Officer*

Sign: _____

Date: 10/4/2026

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

9. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2024

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Tuition	-	-	-	-	0.00	-
Exercise books	800,500.00	-	800,500.00	672,573.00	127,927.00	84.00%
Laboratory equipments and apparatus	800,500.00	-	800,500.00	672,573.00	127,927.00	84.00%
Teaching/learning materials	709,580.00	-	709,580.00	671,572.00	38,008.00	95.00%
Library materials	542,155.00	-	542,155.00	403,543.00	138,612.00	-
Internal exams	280,950.00	-	280,950.00	270,029.00	10,921.00	96.00%
Reference books	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
Inter account transfers- Operations	-	-	-	-	-	-
Sub totals	3,133,685.00	-	3,133,685.00	2,690,290.00	443,395.00	86.00%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
EWC	1,055,180.00	-	1,055,180.00	844,367.00	210,813.00	80.00%
LT @T	803,525.00	-	803,525.00	595,949.00	207,576.00	74.00%
RMI	289,500.00	-	289,500.00	140,728.00	148,772.00	-
Personal emolument	4,950,890.00	-	4,950,890.00	4,230,741.00	720,149.00	85.00%
Admin cost	1,750,550.00	-	1,750,550.00	1,233,517.00	517,033.00	71.00%
Activity	1,077,500.00	-	1,077,500.00	874,790.00	202,710.00	81.00%
Others	-	-	-	-	-	-
Medical and insurance	1,097,000.00	-	1,097,000.00	902,925.00	194,075.00	82.00%
Savings account	-	-	-	-	-	-
CBC	-	-	-	1,576,440.00	(1,576,440.00)	-
Insurance	-	-	-	-	-	-
Sub totals	11,024,145.00	-	11,024,145.00	10,399,457.00	624,688.00	94.00%
<i>(3) FDSE FOR INFRASTRUCTURE</i>						

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

Maintenance and Improvement	6,925,000.00	-	6,925,000.00	4,255,000.00	2,670,000.00	61.00%
Transition infrastructure Grants	-	-	-	-	-	
Administration block	-	-	-	-	-	
Economic stimulus grants	-	-	-	-	-	
Others(NGCDF,County government)	-	-	-	-	-	
Sub total	6,925,000.00		6,925,000.00	4,255,000.00	2,670,000.00	61.00%
(4)FEES CHARGED ON PARENTS						
Boarding/Lunch	24,820,000.00	-	24,820,000.00	20,537,408.00	4,282,592.00	83.00%
Inter Account transfers Operations	-	-	-	-	-	
Fee Arrears	8,136,790.00	-	8,136,790.00	4,405,293.00	3,731,497.00	54.00%
Repairs and Maintenance	-	-	-	-	-	
Personal Emoluments	-	-	-	-	-	
LTT	-	-	-	-	-	
Activity	-	-	-	-	-	
EWC	-	-	-	-	-	
Admin costs	-	-	-	-	-	
CDF				-		
KCSE	-	-	-	-	-	
Sub total	32,956,790.00	-	32,956,790.00	24,942,701.00		76.00%
(5) MISCELLANEOUS INCOME						
Rent income	-	-	-	-	-	
Income from farming activities	-	-	-	-	-	
Insurance compensation	-	-	-	-	-	
Miscellenious expenses	-	-	-	-	-	
Income from bus hire	500,000.00	-	500,000.00	326,120.00	173,880.00	65.00%
Fee for hire of ground and equipment	150,000.00	-	150,000.00	45,900.00	104,100.00	31.00%
Income from grants and donations	-	-	-	-	-	
Tender	-	-	-	-	-	
Bank Charges	-	-	-	-	-	
SUB TOTAL	650,000.00	-	650,000.00	372,020.00	277,980.00	57.00%
GRAND TOTAL INCOME	54,689,620.00	-	54,689,620.00	42,659,468.00	12,030,152.00	78.00%
(1) EXPENDITURE FOR TUITION						

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

Tuition	-	-	-	-	-	
Exercise books	800,500.00	-	800,500.00	1,031,588.00	(231,088.00)	129.00%
Laboratory equipments and apparatus	800,500.00	-	800,500.00	93,350.00	707,150.00	12.00%
Teaching/learning materials	709,580.00	-	709,580.00	847,630.00	(138,050.00)	119.00%
Internal exams	280,950.00	-	280,950.00	133,340.00	147,610.00	47.00%
SMASSE	-	-	-	-	-	
Library materials	542,155.00	-	542,155.00	70,000.00	472,155.00	13.00%
Bank charges	-	-	-	1,093.00	(1,093.00)	
Exam & Assessment				-		
Creditors	-	-	-	1,444,585.00	(1,444,585.00)	
sub totals	3,133,685.00	-	3,133,685.00	3,621,586.00	(487,901.00)	116.00%
PAYMENTS FOR OPERATIONS						
EWC	1,055,180.00		1,055,180.00	540,680.00	514,500.00	51.00%
LT @T	803,525.00	-	803,525.00	543,500.00	260,025.00	68.00%
RMI	289,500.00	-	289,500.00	294,070.00	(4,570.00)	102.00%
Personal emolument	4,950,890.00	-	4,950,890.00	5,523,084.00	(572,194.00)	112.00%
Admin cost	1,750,550.00	-	1,750,550.00	693,191.00	1,057,359.00	40.00%
Activity	1,077,500.00	-	1,077,500.00	870,300.00	207,200.00	81.00%
Medical and insurance	1,097,000.00		1,097,000.00	770.00	1,096,230.00	0.00%
Creditors	-	-	-	373,942.00	(373,942.00)	
Insurance	-	-	-	-	-	
Inter Account Borrowing-Lunch	-	-	-	-	-	
Bank charges	-	-	-	-	-	
CBC				1,576,441.00	(1,576,441.00)	
OTHERS	-	-	-	-	-	
SUBTOTALS	11,024,145.00	-	11,024,145.00	10,415,978.00	608,167.00	94.00%
INFRASTRUCTURE PAYMENTS						
Construction of classrooms	6,925,000.00	-	6,925,000.00	-	6,925,000.00	0.00%
Construction of laboratory	-	-	-	-	-	
Repair of classrooms	-	-	-	-	-	
Purchase of furniture	-	-	-	-	-	
Purchase of equipment	-	-	-	-	-	
Purchase of apparatus	-	-	-	-	-	

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

Bank Charges				835.00	(835.00)	
Creditors	-	-	-	-	-	
SUBTOTALS	6,925,000.00	-	6,925,000.00	835.00	6,924,165.00	0.00%
BOARDING AND SCHOOL FUND PAYMENTS						
Activity	-	-	-	-	-	
Academic improvement	-	-	-	-	-	
Bus hire	300,000.00	-	300,000.00	319,450.00	(19,450.00)	106.00%
Farm expenses	-	-	-	-	-	
Bursary	-	-	-	-	-	
Inter-Account Borrowing-Operation	-	-	-	-	-	
Personnel emoluments	-	-	-	-	-	
Repairs and maintenance & Improvements	-	-	-	-	-	
Local transport / travelling	-	-	-	-	-	
Electricity and water	-	-	-	-	-	
Medical Expenses	-	-	-	-	-	
Administration costs	-	-	-	-	-	
CDF				-		
Fee on Boarding Equipment and Stores	24,820,000.00	-	24,820,000.00	19,806,591.00	5,013,409.00	80.00%
Creditors	-	-	-	783,461.00	(783,461.00)	
Bank charges		-	-	20,133.00	(20,133.00)	
Expenses on income generating activities	60,000.00	-	60,000.00	50,795.00	9,205.00	85.00%
KCSE				-		
Tender		-	-	-	-	
Miscellaneous expenses		-	-	-	-	
Caution Money		-	-	-	-	
SUBTOTALS	25,180,000.00	-	25,180,000.00	20,980,429.00	4,199,571.00	83.00%
TOTAL	46,262,830.00	-	46,262,830.00	35,018,828.00	11,244,002.00	76.00%

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

- There was increase in enrolment leading to more funds received enabling over expenditure.
- The school had been under funded by the ministry of education leading to less funds received.

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.

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

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 30 June 2024.

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

11. NOTES TO THE FINANCIAL STATEMENTS

1 Government Grants for Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise books	672,573.00	690,191.50
Laboratory equipment's and apparatus	672,573.00	690,493.50
Teaching/learning materials	671,572.20	575,734.50
Library materials	403,543.00	413,821.00
Internal exams	270,029.00	276,080.50
Chalk & Dusters	-	114,456.00
Total	2,690,290.20	2,760,777.00

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	4,230,741.00	3,965,523.00
Repairs And Maintenance	140,728.00	767,081.00
Local Transport / Travelling	595,949.00	1,180,886.00
Electricity And Water	844,367.00	956,539.00
Medical	902,925.00	-
Administration Costs	1,233,517.00	1,757,709.00
Activity	874,790.00	613,372.00
CBC	1,576,440.00	-
Total	10,399,457.00	9,241,109.00

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance & Improvement	4,255,000.00	2,995,000.00
Transition infrastructure grants	-	-
Administration Block	-	-
Others (NG-CDF)	-	-
Total	4,255,000.00	2,995,000.00

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****4 School Fund Income - Parents Contribution/Fees**

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Fee on Boarding Equipment and stores	20,537,408.00	19,757,151.00
Arrears	4,405,293.00	3,555,414.00
PA Levies*	-	-
Others (specify)	-	-
Total	24,942,701.00	23,312,565.00

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Water Sales		
Income From Posho Mill	-	-
Income From Bus Hire	326,120.00	285,600.00
Fee For Hire of Ground and Equipment	45,900.00	-
Income From Grants and Donations*	-	-
Accommodation	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Tender	-	46,000.00
Total	372,020.00	331,600.00

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****6 Tuition**

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise books	1,031,588.00	1,281,650.00
Textbooks and reference materials	-	-
Reference Materials	70,000.00	-
Laboratory equipment	93,350.00	-
Internal exams	133,340.00	-
Teaching / learning materials	847,630.00	456,280.00
Exams and Assessment	-	-
Teachers guides	-	-
Creditors	1,444,585.00	1,408,055.00
Bank Charges	1,093.00	4,330.00
Total	3,621,586.00	3,150,315.00

7 Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	5,523,084.00	3,842,408.00
Service Gratuity	-	-
Administration Cost	693,191.00	218,320.00
Repairs And Maintenance & Improvements	294,070.00	224,900.00
Local Transport / Travelling	543,500.00	141,458.00
Electricity And Water	540,680.00	358,650.00
Medical	770.00	-
Activity Expenses	870,300.00	485,710.00
Creditors	373,942.00	1,527,206.00
CBC	1,576,441.00	-
Bank Charges	-	-
Total	10,415,978.00	6,798,652.00

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****8 Infrastructure**

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms	-	532,300.00
Construction of twin laboratory & Classrooms		-
construction of dormitory	-	-
Purchase of furniture	-	1,201,600.00
Construction of Hall/Kitchen	-	-
Bank charges	835.00	3,010.00
Creditors	-	2,895,000.00
Total	835.00	4,631,910.00

9 Boarding and School Fund

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical Expenses	-	-
Administration Costs	-	-
Lunch Programme	-	-
Bank Charges	20,133.00	34,370.00
Expenses On Income Generating Activities	-	-
Fee On Boarding Equipment and Stores	19,806,591.00	24,319,771.00
Creditors	783,461.00	2,415,240.00
Farm Expenses	-	-
Bus Hire	319,450.00	256,450.00
Hire of facilities	50,795.00	-
Activity	-	-
Bus Hires	-	-
Water Sales	-	-
Tender	-	46,000.00
Total	20,980,429.00	27,071,830.00

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dor mant		Kshs	Kshs
Tuition Account	Active		40,513.00	20,899.00
Operations Account	Active		110,043.00	475,355.00
School Fund Account/Boarding-Equity Bank	Active		19,590.00	92,883.00
Savings Account	Active		-	-
Income generating activities Account - Farm Account	Active		-	-
Infrastructural Account	Active		907,384.00	1,894.00
NG-CDF Account	Active		-	-
Total			1,077,530.00	591,921.00

11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Tuition Account	-	-
M & I Account	-	-
Operation Account	220.00	287.00
Farm Account	-	-
School Fund account	1,503.00	2,425.00
Total	1,723.00	2,712.00

12 Short Term Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****13 Accounts Receivable**

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	14,307,786.00	10,331,481.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	14,307,786.00	10,331,481.00

13 b Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	4,405,293.00	31%	3,555,414.00	34%
Between 1- 2 years	2,517,455.00	18%	520,800.00	5%
Between 2-3 years	494,538.00	3%	994,467.00	10%
Over 3 years	6,890,500.00	48%	5,260,800.00	51%
Total (should tie to note 13 a)	14,307,786.00	100%	10,331,481.00	100%

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix I)	20,916,986.00	24,096,701.00
Prepaid Fees	-	-
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	20,916,986.00	24,096,701.00

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****14a. Ageing Analysis of Accounts Payable**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 Year	2,601,988.00	12%	8,245,501.00	34%
Between 1 - 2 years	3,896,890.00	19%	3,048,049.00	13%
Between 2 - 3 years	5,273,287.00	25%	2,347,120.00	10%
Over 3 years	9,144,821.00	44%	10,456,031.00	43%
Total	20,916,986.00	100%	24,096,701.00	100%

15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	591,921.00	(48,344.00)
Cash Balances	2,712.00	2,825.00
Short Term Investments	-	-
Receivables	10,331,481.00	8,209,989.00
Payables	(24,096,701.00)	(18,323,400.00)
Total	(13,170,587.00)	(10,158,930.00)

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

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	2023-2024	2022-2023
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	2023-2024	2022-2023
		Kshs	Kshs
Cattle	-	-	-
Goats	14	-	-
Trees	330	-	-
Coffee Or Tea Plantation	-	-	-
Poultry	-	-	-
Others (specify)	-	-	-
Total	344	-	-

18 Borrowings

Description	2023-2024	2022-2023
	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at the end of the year	-	-

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

Other important disclosure notes

19 Stock/ Inventory

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	-	-
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	-	-

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

20 Progress On Follow Up Of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

Sign and Date
Principal


15/4/2026

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

12. Annexes**Annex I - Analysis of Pending Accounts Payable**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024
	a	b	c		
	Kshs	Kshs	Kshs		
Construction of Buildings& other Projects					
1. Remmtex engineers		February 2022	127,601	435,720	308,119
2. General Dynamics		December 2022	100,000	100,000	-
3. Pafic Edge solutions		December 2022	-	200,000	-
4. Shazant ltd		December 2022	1,800,000	1,800,000	-
5. Kimbleflex Enterprises		February 2023	-	795,000	795,000
Sub-Total		-	2,027,601.00	3,330,720.00	1,103,119.00
Supply of goods and services					
Tuition Account					
1. Pamfloy Entreprises		January 2018	-	1,676,690	1,676,790
2. Gilgil Press		January 2019	71,220	371,220	300,000
3. Fig Education Suppliers		January 2018	-	559,140	559,140
4. Osram Top Investments		January 2019	-	113,000	113,000
5. H.Downing Ltd		January 2018	-	110,000	110,000
6. Peroa Merchants		January 2018	-	150,000	70,000
7. Blitz Computer		January 2016	-	39,000	39,000
8. Robtech Copy		January 2019	-	80,000	80,000
9. Robco Offices Ltd		January 2020	-	625,000	625,000
10. Bethany Technologies ltd		January 2020	-	800,000	600,000
11. General Biological Supply House		January 2021	-	1,090,593	1,090,593

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024
12. Dajohn Enterprises		January 2021	-	560,000	560,000
13. Brain Waves Solution		January 2021	-	16,000	16,000
14. Catholic Bookshop		January 2022	-	304,340	304,340
15. Marchworld Enterprises		July 2022	27,850	454,850	427,000
16. Domsiry Educational supplies		March 2023	111,705	111,705	802,750
17. Blue Tangerine stationers		March 2023	152,900	152,900	641,835
18. Unipro Enterprises		March 2023	130,000	-	-
Sub-total			493,675.00	7,214,438.00	8,015,448.00
Operations Account					
19. Aketch Electrical		January 2020	37,320	45,450	39,880
20. Micah Inyangu		January 2019	-	90,500	40,000
21. Lilisam Traders		January 2019	-	200,000	286,200
22. Bosco Karanja		January 2018	15,480	264,480	249,000
23. Bmladec Maxicorso		January 2019	-	256,670	256,670
24. Stellotech		January 2017	-	95,500	95,500
25. Jose Electronics		January 2018	-	31,000	31,000
26. Mwangaza Metal		January 2018	100,000	581,950	-
27. Molo Uniform Centre		January 2019	-	100,000	100,000
28. Ideal Smart Graphics		January 2019	85,000	137,850	80,250
29. Startic Distributors		January 2016	-	70,000	70,000
30. Simon Mburu		2016	-	274,072	274,072
31. Robco Office Suppliers Ltd		January 2020	-	56,800	56,800
32. Target Techniques		January 2016	-	66,500	66,500
33. Barsalang Technologies		January 2019	-	78,140	78,140
34. Nallins Co.Ltd		January 2019	-	28,500	-
35. Qwest Gen. Merchants		January 2021	-	12,000	12,000
36. Alpha Jones Ltd		January 2022	-	45,000	24,150
37. Uchumi Selection stores		January 2018	-	43,180	43,180

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024
38. N.S.S.F		-	-	1,322,796	1,322,796
39. P.A.Y.E		-	-	1,093,656	1,213,608
40. Staff arrears		-	-	1,813,200	1,813,200
41. Jane Gitau		-	-	830,223	830,223
42. Crestyl Suppliers		January 2023	-	70,000	70,000
43. Unipro Enterprises		March 2023	-	150,000	50,000
44. Standard Assorted Investments		April 2023	-	306,000	-
45. Orientcore systems		May 2023	-	36,900	-
46. BM Hardware		May 2023	-	199,850	199,850
47. Wilgeton Enterprises ltd		October 2023	-	-	75,640
Sub-totals			237,800.00	8,300,217.00	7,378,659.00
School Fund Account					
48. Elijah Kimemia		January 2017	-	415,000	415,000
49. Uchumi Selection Stores		January 2018	-	189,573	189,573
50. Patrick Mwangi		January 2017	-	66,600	66,600
51. Imani Hotel		January 2020	44,800	74,900	40,000
52. Wakulima Favoured		January 2019	-	80,000	117,320
53. Nancy Ndung'u		January 2020	16,500	16,500	-
54. Josdowa Enterprises		January 2022	-	155,830	155,830
55. Ann Andai		January 2020	66,875	175,526	208,342
56. Thonjo Njeru Enterprises/Arcturus Ent.		January 2019	-	100,000	100,000
57. Mash Butchery		January 2019	-	748,330	748,330
58. G-Max Engeering		January 2021	-	62,500	62,500
59. Betty Cherotich		January 2022	-	87,000	87,000
60. Martin Muraya(Muraya Butchery)		January 2017	-	-	225,450
61. Abercare Hardware		January 2016	-	360,035	360,035

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024
62. Robtech Copy		January 2016	-	131,700	131,700
63. Elica Supplies		May 2022	-	215,530	215,530
64. Joseph Macharia		January 2019	52,000	52,000	-
65. Poly Energy saver		January 2016	-	147,500	147,500
66. Mwangaza Metal workshop		January 2018	-	73,200	73,200
67. Chantelle Enterprises		July 2022	200,000	200,000	-
68. Tabitha Wakaria		July 2022	-	347,600	347,600
69. Bestech Africa		July 2022	-	93,000	93,000
70. Emrome Enterprises		July 2022	147,671	147,671	-
71. Duka ya Denno		July 2022	-	16,500	16,500
72. Darun Investment		May 2023	241,400	241,400	-
73. P.K.N Stores		May 2023	129,400	129,400	-
74. Gilanis Supermarket ltd		July 2022	878,531	878,531	-
75. Old Gold Solutions		July 2022	27,000	45,500	18,500
76. Check planettwo		July 2023	-	-	414,000
77. Peroa Merchants		January 2018	80,000	-	-
78. Bethany Technologies ltd		January 2020	200,000	-	-
79. Orient core		July 2023	36,900	-	-
80. Standard Assortment		May 2023	306,000	-	-
81. Molo Mwangaza metal workshop		January 2018	295,700	-	186,250
82. Pafric edge solutions		Dec. 2022	200,000	-	-
83. Alpha jones exhaust services		-	20,850	-	-
84. Micah Inyangu		-	50,500	-	-
85. Nallins co. ltd		-	28,500	-	-
Sub-total			3,022,627.00	5,251,326.00	4,419,760.00
Grand Total		-	5,781,703.00	24,096,701.00	20,916,986.00

MOLO SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2024****Annex 2 – Summary of Fixed Assets Register**

Asset class	Date purchased	Quantity	Historical Cost b/f (Kshs) 1 July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 June 2021
Land 1		6.6 Acres				
Land 2		-				
Buildings and structures						
✓ Classrooms		19				
✓ Toilets		97				
✓ Administration block/Library		1				
✓ Dining Hall/Kitchen/Kitchen store		1				
✓ Departmental offices						
✓ Computer lab		10				
✓ Biology Lab		1				
✓ Chemistry Lab		1				
Motor vehicles		1				
Office equipment, furniture and fittings						
ICT Equipment, and Other ICT Assets						
✓ Computers		30				
✓ Printers		5				
✓ Duplo machine		1				
✓ Photocopier machine		1				
Tools and apparatus		20				

MOLO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2024

Asset class	Date purchased	Quantity	Historical Cost b/f (Kshs) 1 July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 June 2021
Textbooks		23,421				
Other Machinery and Equipment- Lamination machine		1				
Heritage and cultural assets		-				
Intangible assets- soft ware		2				
Total						

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