

REPUBLIC OF KENYA



REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

DATE: 13 JUN 2026

DAY.

Tuesday.

OF

**TABLED
BY:**

Hon. Naomi Wago, CBS, MP

(Deputy Majority Party Whip)

**CLERK-AT
THE TABLE:**

Lemale.

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

**OUR LADY OF MERCY MUTOMO GIRLS'
SECONDARY SCHOOL**

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

KITUI COUNTY



Revised 30th June 2023.



OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

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1. Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

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

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2. Key School Information and Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in **Kitui County, Mutomo Sub-County**.

The school was registered in **March, 2015** under registration number **13530000097** and is currently categorized as a Extra County public school established, owned or operated by the Government.

The school is a day/boarding school and had 475 number of students as at 30th June 2023. It has 2 & 3 streams and 23 teachers of which 5 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	Zipporah Kakungu	Chairperson – Sponsor	25th June, 2022
2	Pauline Musembi	Secretary – Principal	25th June, 2022
3	Dominic Mulei Mwololo	Member - Community	25th June, 2022
4	Boniface Mwalimu	Member – Parent	25th June, 2022
5	Adv. Charles M. Mwalimu	Member – Parent	25th June, 2022
6	Eng. Wambua Kiema	Member – Specialist	25th June, 2022
7	Olivia Mwende	Member – Community	25th June, 2022
8	Lilian Kamene	Member – Co-opted	25th June, 2022
9	Patrick Kiusya	Member – Co-opted	25th June, 2022
10	Miachael Mulei Robert	Member – Rep CEB	25th June, 2022
11	Benjamin M. Kyalo	Member – Rep Teachers	25th June, 2022
12	Fr. Jonathan Malusi	Member – Sponsor	25th June, 2022
13	Sr. Mary Okumu	Member – Community	25th June, 2022
14	Evalyne Mwandia	Member – Sponsor	25th June, 2022
15	Emmanuel Ndunda Ntheeu	Member – Community	25th June, 2022
16	Lazarus Makau Wambua	Member – Special Needs	25th June, 2022
17	Jamila Ndanu	Rep Students	25th June, 2022

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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. Zipporah Kakungu 2. Mike Robert 3. Fr. Jonathan Malisi 4. Sr. Mary Okunu 5. Dominic Mulei 6. Pauline Musembi	BOM Chairperson BOM Vice Chairperson Sponsor Member P.A Chairperson BOM Secretary	
2	Finance, procurement and general purposes Committee	1. Patrick Kiusya 2. Pauline Musembi 3. Sr. Mary Okumu 4. Zipporah Kakungu 5. Fr. Jonathan Malusi	Finance Committee Chairperson BOM Secretary Member Member Sponsor	
3	Academic Committee	1. Everlyne Mwandia 2. Pauline Musembi 3. Charles Mathuva 4. Mike Robert 5. Benjamin Kyalo 6. Boniface Mwandia	Chairperson BOM Chairperson Member Member Member Member	
4	School Infrastructure Committee	1. Mike Robert 2. Zipporah Kakungu 3. Pauline Musembi 4. Annastasia Kivindu 5. SCDE – Mutomo 6. Dominic Mulei	Chairperson Member Member Member Member Member	

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5	Discipline and welfare Committee	1. Adv. Emmanuel Ntheeu 2. Olivia Mulatya 3. Dominic Mulei 4. Patrick Kiusya 5. Pauline Musembi 6. Kamene Lilian	Chairperson Member Member Member Member	
6	Adhoc Committee (if any during the year) a. Tender Opening and Evaluation Committee b. Inspection & Acceptance c. Disposal Committee	1. Annastacia Kivindu 2. Benjamin Kyalo 3. Gorreti Muthami 4. Lorine Muvaka 5. Sr. Virginia 6. Vincent Marao 1. Mr. Muema 2. Md. Joseph 3. Sr. Virginia 1. Mr. Chege 2. Mr. Muema 3. Md. Joseph 4. Mr. Daniel	Chairperson Member Member Member Member Member Chairperson Member Member Chairperson Member Member Member	

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(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Pauline Musembi	TSC No. 322400
2	Deputy Principal	Annastacia Kivindu	TSC No. 531791
3	School Bursar	Joyce Mbuli	ICPAK No.
4	Other (specify)		

(e) Schools contacts

Post Office Box: 7 - 90201
Telephone: +254 725 909 641
E-mail: olm.mutomo@gmail.com
Website:
Facebook:
Twitter:

(f) School Bankers

The following school operated 6 number of bank accounts in the following banks:

1. Name of Bank: National Bank of Kenya – School Fund Account
Branch: Mutomo
Account Number: 01021051516100
2. Name of Bank: Kenya Commercial Bank – Operation Account
Branch: Mutomo
Account Number: 1106069161
3. Name of Bank: Kenya Commercial Bank - Tuition Account
Branch: Mutomo
Account Number: 1106069226
4. Name of Bank: Kenya Commercial Bank – Infrastructure Account
Branch: Mutomo
Account Number: 1254976698
5. Name of Bank: Kenya Commercial Bank – CDF Account
Branch: Mutomo
Account Number: 1198757043
6. Name of Bank: Equity Bank Kenya – Savings Account
Branch: Mutomo
Account Number: 1670181744406
7. MPESA Pay Bill No. 620885 attached to 01021051516100 bank account

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C & d) Mean score in the 2023 KCSE:

Year	Candidates	KCSE Mean Score	Higher Learning
2022	76	5.355	12
2021	98	5.724	26
2020	98	5.837	32

e) Capacity of the school:

Number of Students	475
Dormitories	6
Dining Hall	1
Laboratories	4
Toilets	42

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Roofing of Home Science Lab	MOE	Complete	KES 472,850	KES 472,850	1/1/2023
Roofing of Computer Lab	MOE	Complete	KES 547,150	KES 547,150	1/1/2023
Renovation of Computer/Home Science Labs	MOE	Complete	KES 62,200	KES 62,200	31/1/2023
Tilling two classrooms	MOE	Complete	KES 414,350	KES 414,350	1/7/2023
Painting two classrooms	MOE	Complete	KES 23,000	KES 23,000	1/7/2023

School Principal

Seal

THE PRINCIPAL
 OUR LADY OF MERCY - MUTOMO
 P.O. Box 7 - 90201

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
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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 keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of **Our Lady of Mercy Mutomo Girls' 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, 2023, and of the school's financial position as at that date.

.....
Name: Zipparah Kakuru
Designation: Chairman, School Board of Management
Date: 15/5/26

.....
Name: TERESIA MUTINDA
Designation: School Principal & Secretary to Board of Management
Date: 25/03/2026

.....
Name: JOYCE MBULI
Designation: Bursar/ Finance Officer
Date: 25/3/2026

THE PRINCIPAL
OUR LADY OF MERCY - MUTOMO GIRLS
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REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON MUTOMO GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023- 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 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 Our Lady of Mercy Mutomo Girls' Secondary School - Kitui County set out on pages 1 to 22, which comprise the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory

Report of the Auditor-General on Mutomo Girls' Secondary School for the year ended 30 June, 2023 - Kitui County

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 Our Lady of Mercy Mutomo Girls' Secondary School - Kitui County as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unsupported Accounts Receivable

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.15,629,897 as disclosed in Note 11 to the financial statements. However, the School did not have a policy in place for the impairment of long-outstanding fee arrears, casting doubt on the fair presentation of the accounts receivable balance.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.15,629,897 could not be confirmed.

2. Unsupported Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payable balance of Kshs.1,288,776 as disclosed in Note 14 to the financial statements. However, the balance was not supported with aging analysis, schedules and suppliers' invoices

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.1,288,776 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Mutomo 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 a final receipts budget and actual on comparable basis of Kshs.36,038,764 and Kshs.40,292,494, respectively, resulting in an over collection of Kshs.4,253,730 or 12% of the budget. However, School spent an amount of Kshs.38,142,303 against actual receipts amounting to Kshs.40,292,494, resulting in an under-expenditure of Kshs.2,150,191 or 5% of the actual receipts.

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

My opinion is not qualified in respect to 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 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 Board of Management is responsible for the Other Information set out on pages iii to x, which comprise of Key Entity Information and Management, Summary Report of the Performance of the School, and the 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 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 the Use of Public Resources section of my report, 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 23 March, 2026, after the statutory deadline of 30 September 2023. 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 financial receipts and payments reflects operations account payments amount of Kshs.4,610,200 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.191,500 transferred to the Kenya Secondary Schools 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.191,500, could not be confirmed.

3. Failure to Prepare a Procurement Plan

The statement of receipts and payments reflects amounts of Kshs.40,292,494 and Kshs.38,142,303 in respect of total receipts and payments respectively. However, during the year, Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020, which requires a procuring entity to prepare a procurement plan for each financial year as part of the annual budget preparation process.

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

4. 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 including curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

5. Overfunding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,339,362 and Kshs.4,530,086, respectively, as disclosed in Notes 1 and 2 to the financial statements. During the financial year 2022/2023, the National Education Management Information System (NEMIS) reported a total of one thousand nine hundred and sixty-five (1,965) students, while the enrolment records provided by the School indicated a total of one thousand and nine (1,900) hundred students, resulting in an unexplained variance of sixty five (65) students. As a result of the variances, the School was overfunded by an amount of Kshs.325,000.

In the circumstances, the School may have received additional public funds that could otherwise have been allocated to other deserving institutions.

6. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.4,530,087 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.1,965,000 in respect of infrastructure grants, which were to be transferred to the infrastructure bank account for maintenance and improvement of the School's facilities. However, an amount of Kshs.491,000 was transferred thirty (30) days after the receipt of funds. This was contrary to the Ministry of Education Circular Ref. No. MOE.HQS/3/13/3 dated 21 June, 2021, which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the School infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

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 the 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. Weaknesses in Assets Management

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.61,055,800, comprising land and buildings, other tools and equipment, and office equipment, furniture and fittings. However, land ownership documents were not provided for audit review. Further, the assets were not tagged with unique identification numbers and the fixed assets register was not updated in line with the National Treasury guidelines.

In the circumstances, the effectiveness of internal controls to ensure proper custody, control and use of the School's assets could not be confirmed.

2. Inadequate Maintenance of Textbook Records

Review of records relating to learning materials revealed that the School did not maintain comprehensive and up-to-date records for textbooks, indicating the opening balances, additions, and closing balances of textbooks as at the end of each financial year. Further, records relating to lost or missing textbooks were scanty and incomplete, and hence could not establish the total number of textbooks lost during the year under review.

In the circumstances, the adequacy of a proper textbook records could not be confirmed.

3. Lack of an Audit Committee

During the year under review, the School had not constituted an Audit Committee as required by Regulation 166(2) of the Public Finance Management (National Government) Regulations, 2015, which states that, each year the audit committee shall carry out an annual review of the independence performance and competency of the internal unit and comment on effectiveness in the annual report. Further, Section 61(2)(d) of the Basic Education Act, 2013 requires the Board of Management to establish an Audit Committee among other Board committees.

In the circumstances, the existence of effective oversight mechanisms could not be confirmed

4. Weaknesses in the Board of Management

Records provided indicate that the School Board of Management was constituted by the County Education Board (CEB). However, appointment letters were not provided for audit review. Further, the Board's Sub-committees met only twice during the year instead of at least three (3) meetings as provided under the Basic Education Act, 2013. In addition, the Board did not have an approved work plan outlining the activities to be undertaken during the year.

In the circumstances, the effectiveness of the governance mechanisms 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 the 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

Report of the Auditor-General on Mutomo Girls' Secondary School for the year ended 30 June, 2023 - Kitui County

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,339,362	1,665,355
Government grants for operations	2	4,530,087	5,135,965
Government Grants for infrastructure	3	1,965,000	2,428,500
School fund income- parents' contributions	4	26,149,691	29,468,370
Miscellaneous incomes	5	6,308,354	2,664,148
Total Receipts		40,292,494	41,362,339
Payments			
Tuition	6	965,196	2,124,825
Operations	7	4,610,200	5,390,028
Infrastructure	8	1,557,306	3,202,408
Boarding and school fund	9	31,009,601	30,274,749
Total Payments		38,142,303	40,992,010
Surplus/Deficit		2,150,191	370,329

The school financial statements were approved on 25/3/2026 and signed by:

Name:

Chair BOM

Date:

Name:

School Principal/ Secretary to BOM

Date:

Name:

Bursar/ Finance Officer

Date:

THE PRINCIPAL
 OUR LADY OF MERCY - MUTOMO GIRLS
 P.O. Box 7 - 90201,

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank Balances	10	1,610,232	1,836,873
Cash Balances	11	6,405	4,855
Short term Investment	12	0	0
Total Cash and Cash Equivalents		1,616,637	1,841,728
Account's receivables	13	15,629,897	12,888,781
Total Financial Assets		17,246,533	14,730,508
Financial Liabilities			
Accounts Payable	14	1,288,776	922,942
Net Financial Assets		15,957,757	13,807,566
Represented By			
Fund balance b/fwd 1st July...	15	13,807,566	13,437,238
Surplus/Deficit for the year		2,150,191	370,329
Net Financial Position		15,957,757	13,807,566
		0	0

The school's financial statements were approved on 25/3/2026 2023 and signed by:

Name:

Chair BOM

Date:

Name:

School Principal/ Secretary to BOM

Date:

Name:

Bursar/ Finance Officer

Date:

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,339,362	1,665,355
Government grants for operations	2	4,530,087	5,135,965
Government grants for infrastructure	3	1,965,000	2,428,500
School fund income- parents contributions/ fees	4	26,149,691	29,468,370
Other income	5	6,308,354	2,664,148
Total receipts		40,292,494	41,362,339
Payments			
Tuition	6	965,196	2,124,825
Operations	7	4,610,200	5,390,028
Infrastructure	8	1,557,306	3,202,408
Boarding and school fund	9	31,009,601	30,274,749
		38,142,303	40,992,010
Net cash flow from operating activities		2,150,191	370,329
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			0
Acquisition of Assets		(2,375,282)	(1,322,832)
Proceeds from investments		0	0
Purchase of investments		0	0
Net cash flows from Investing Activities		(2,375,282)	(1,322,832)
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		(225,091)	(952,504)
Cash and cash equivalent at BEGINNING of the year		1,841,728	2,794,231
Cash and cash equivalent at END of the year		1,616,637	1,841,728
		0	0

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

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

The school's financial statements were approved on 25/3/2026 2023 and signed by:

.....
Name:

Chair BOM

Date:

.....
Name:

School Principal/ Secretary to
BOM

Date:

.....
Name:

Bursar/ Finance Officer

Date:

THE PRINCIPAL
OURLADY OF MERCY - MUTOMO GIRLS
P.O. Box 7 - 90201,

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
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9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Textbooks and reference materials	-	0	0	-	
Exercise books		0	0	-	
Laboratory equipment		0	0	-	
Internal exams		0	0	-	
Teaching / learning materials	2,602,432	810,000	1,792,432	1,339,362	75%
Chalks		0	0	-	
Reference/Library		0	0	-	
Teachers guides		0	0	-	
Reference/Library		0	0		
TOTAL	2,602,432	810,000	1,792,432	1,339,362	75%
(2) Capitation Grant on Operations					
Other Vote head	6,749,200	-	3,690,997	3,690,997	
Repairs and maintenance	-				
Local transport / travelling	-	-			
Electricity and water	-	-			
Insurance	1,436,000	- 810,000	626,000	49,100	
Administration costs		-	-		

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
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Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
P.E.		-	-	380,000	
Statutory				232,002	
Activity	1,077,000	-	1,077,000	177,988	
Total	9,262,200	- 810,000	5,393,997	4,530,087	84%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	3,590,000		3,590,000	1,965,000	
M&I parents' contribution					
Economic Stimulus Programs			0		
Transition Infrastructure Grants			0		
Administration Block			0		
Total	3,590,000	0	3,590,000	1,965,000	55%
(4) Fees Charged on Parents					
Personnel emoluments			0		
Repairs and maintenance	1,226,000		1,226,000	1,636,760	
Local transport / travelling			0		
Electricity and water			0		
Other Vote head	7,472,920		7,472,920	6,484,904	
Administration costs					
Activity	300,000		300,000	308,193	

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
MI					
Fee on Boarding Equipment and Stores	13,017,080		13,017,080	17,719,834	
Total	22,016,000	0	22,016,000	26,149,691	118%
5) Miscellaneous Income					
Caution money					
Home Science	345,000		345,000	242,815	
Rent income	128,400.00		128,400	125,900	
Tender			0	53,000	
Sic committee			0	37,000	
Refund	525000		525000	525,000	
Fee for hire of ground and equipment	1472700		1472700	1,472,700	
Fees transfer			0	2,804,512	
Income from grants and donations	775235		775235	775,235	
Disposal			0	32,460	
Statutory			0	239,732	
Total	3,246,335	-	3,246,335	6,308,354	190%
Total Income	40,716,967	-1,620,000	36,038,764	40,292,494	110%
(6) Expenditure For Tuition					
Textbooks and reference materials		0	0		
Exercise books		0	0		

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Laboratory equipment	54,153.00	0	54,153	176,920	
Internal exams				37,500	
Teaching / learning materials	1,737,702.00	0	1,737,702	749,414	
Chalks		0	0		
Reference		0	0		
Administration costs			0		
Bank Charges			0	1362	
Total	1,791,855	0	1,791,855	965,196	54%
<i>(7) Expenditure For Operations</i>					
Personal Emoluments	4,616,252		4,616,252	2,451,527	
Service Gratuity	450,000		450,000	102,000	
Administration Cost	390,000		390,000	456,929	
Local Transport / Travelling	682,000		682,000	94,000	
Electricity And Water	600,000		600,000	1,173,550	
Activity Expenses				97,500	
Statutory				232,002	
Bank Charges				2692	
Acquisition Of Assets					
Total	6,738,252	0	6,738,252	4,610,200	68%

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(8) Expenditure For infrastructure					
Maintenance & Improvement MoE	3,590,000		3,590,000	1,557,306	
M&I Parents' Contribution				0	
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
Total	3,590,000	0	3,590,000	1,557,306	43%
(9) Expenditure For school fund/lunch/boarding					
Activity	300,000		300,000	406,445	
Tender fees			0	36,000	
Personal emoluments	550,000		550,000	2,918,697	
Sic Committee	50,000		50,000	37,000	
Refund	525,000		525,000	525,000	
Local transport / travelling	1,616,000		1,616,000	1,204,270	
Electricity and water	3,335,600		3,335,600	961,760	
Homescience			0	105,970	
Administration costs	1,970,750		1,970,750	647,560	
fees transfer				2,872,740	
Fee on Boarding Equipment	13,012,750		13,012,750	18,087,222	
Statutory				239,732	

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Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Stationary	1,500,000		1,500,000	1,653,350	
Bursary grants	775,235		775,235	775,235	
Training Expenses				537,290	
Disposal				1,330	
Total	23,635,335	0	23,635,335	31,009,601	149%
TOTAL	35,755,442	0	35,755,442	38,142,303	106%

1. Our budget was based on estimated enrolment of 600 students which was not achieved. This affected our budget utilization downwards to 82.5%
2. In some voteheads there was overutilization and this was due to skyrocketing of prices compared to our estimated prices.

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.

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	1,339,362	1,665,355
Others (<i>specify</i>) *		
Total	1,339,362	1,665,355

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance		
Local transport / travelling		
Electricity and water		
Other Voteheads	3,690,997	4,853,371
Activity	177,988	
Medical & Insurance	49,100	
Bank charges refund		7,200
Boarding account	380,000	
NSSF	161,072	189,780
Kudheihia union	17,680	24,264
NHIF	53,250	61,350
Total	4,530,087	5,135,965

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	1,965,000	2,428,500
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (specify)(NGCDF and County govt.		
Total	1,965,000	2,428,500

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance	1,636,760	1,126,253
Local transport / travelling		
Electricity and water		
Other Voteheads	6,484,904	7,576,914
Fee on Boarding Equipment and Stores	17,719,834	20,276,619
Activity	308,193	462,584
PA Project		26,000
Total	26,149,691	29,468,370

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Home science	242,815	241,955
Tender	53,000	45,000
Sic Committee	37,000	
Refund	525,000	
Saving	2,804,512	1,844,100
Rent income	125,900	121,354
NSSF	160,832	108,740
NHIF	53,550	43,250
Union	25,350	14,184

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
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Income from Bus Hire		153,800
Fee for hire of ground and training expenses	1,472,700	
Income from grants and donations*	775,235	
Disposal	32,460	91,765
Total	6,308,354	2,664,148

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Textbooks and reference materials		
Exercise books	0	375,520
Laboratory equipment	176,920	386,954
Internal exams	37,500	5,000
Teaching / learning materials	749,414	1,355,251
Exams and assessment		
Bank Charges	1,362	2,100
Total	965,196	2,124,825

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personal Emoluments	2,451,527	3,276,931
Service Gratuity	102,000	286,000
Administration Cost	456,929	673,740
Repairs and maintenance & improvements		
Local transport / travelling	94,000	113,800
Electricity and water	1,173,550	651,068
BES		
Activity Expenses	97,500	101,979
SMASSE		
Kudheiaha Union	17,680	24,264
NSSF	161,072	189,780
Meko SHG		
NHIF	53,250	61,350
Insurance Cost		
Bank Charges	2,692	11,116
TOTAL	4,610,200	5,390,028

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms		1,505,600
Renovation of laboratories	1,082,200	328,500
Construction of Toilet		110,000
Enlargement Dorm Widows		720,075
Roofing Bathrooms		364,950
Dorm completion		47,350
Tilling of 2 classrooms	437,350	
Administration Cost	37,000	123,000
Bank Charges	756	2,933
Other		
Total	1,557,306	3,202,408

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Activity	406,445	106,961
Tender fees	36,000	27,000
Bus hire		156,375
Sic committee	37,000	64,000
Home Science	105,970	77,690
Personnel emoluments	2,918,697	1,189,544
Refund	525,000	
Repairs and maintenance & Improvements		
Local transport / travelling	1,204,270	549,250
Electricity and water	961,760	1,395,324
Savings	2,872,740	3,090,541
Stationary	1,653,350	1,199,370
Administrative cost	647,560	2,122,909
NSSF	160,832	108,740
NHIF	53,550	43,250
Fee on Boarding Equipment and Stores	18,087,222	19,723,087
Bursary grants	775,235	
Insurance Cost		107,324
Training Expenses	537,290	299,200

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Kudheha union	25,350	14,184
Disposal	1,330	
Total	31,009,601	30,274,749

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account		1106069226	2,072	3,426
Operations Account		1106069161	46,399	131,512
School Fund Account/Boarding		1021051516100	232,411	712,051
Savings Account		1670181744406	310,189	378,417
Infrastructural Account		1254976698	1,019,161	611,467
Total			1,610,232	1,836,873

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Tuition Account		
Operation Account	1,785	(3,215)
School Fund account	4,620	8,070
Total	6,405	4,855

12 Short Term Investments

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

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
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Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees arrears	15,548,869	12,807,753
Other non-fees receivables/Bank Error	81,028	81,028
Salary advances		
Imprest		
Total	15,629,897	12,888,781

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	4,708,927	%	2,612,465	%
Between 1- 2 years	644,654	%	-	%
Between 2-3 years	10,195,288	%	10,195,288	%
Total (should tie to note 13 a)	15,548,869	%	12,807,753	%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,288,776	922,942
Prepaid Fees		
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (specify)		
Total	1,288,776	922,942

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,288,776	100%	922,942	100%
Between 1- 2 years		%		%
Between 2-3 years		%		%
Over 3 years		%		%
Total (should tie to note 14)	1,288,776	100%	922,942	100%

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	1,610,232	1,836,873
Cash Balances	6,405	4,855
Short Term Investments		
Receivables	15,629,897	12,888,781
Payables	1,288,776	922,942
Total	15,957,757	13,807,566

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle			
Goats			
Trees (1,700 x 500/=)		850,000	750,000
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total		850,000	750,000

18 Borrowings

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

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Other important disclosure notes

19 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	593,900	-
Lab consumables	250,000	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	-	-
	-	-
Balance at end of the year	843,900	-

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

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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 25/03/2026
Principal

THE PRINCIPAL
OURLADY OF MERCY - MUTOMO GIRLS
P.O. Box 7 - 90201,

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
Sub-Total						
Supply Of Goods						
2. Mumu Onestop Cereals	1,099,000	13/5/2023	900,000	199,000	236,000	
3. Jevvy Tarmacky Ventures	311,720	May & June	100,000	211,720	50,170	
4. Nganzele Enterprises	349,470	May & June	140,000	209,470	72,137	
5. DPL Festive	56,956	June	0	56,956		
6. Genesis Store Mutomo	152,730	9/5/2023	100,000	52,730		
7. Mutomo Kandai General Agencies	835,960	March – June	300,000	535,960	68,780	
8. Kiluu Cereals & General	22,940	June	00	22,940		
9. Rajapolin Supplies					53,040	
10. Bethel East Enterprises					375,520	
11. Jocajo Enterprises Ltd.					67,295	
Total				1,288,776	922,942	

OUR LADY OF MERCY MUTOMO GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Supply Of Services						
12.						
13.						
14.						
Sub-Total						
Grand Total						

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land	2,244,300	None	None	2,244,300
Buildings And Structures	32,900,000	None	None	32,900,000
Motor Vehicles	2,250,000	None	None	2,250,000
Office Equipment, Furniture And Fittings	14,284,500	None	None	14,284,500
Textbooks	5,827,000	None	None	5,827,000
ICT Equipment	250,000	None	None	250,000
Tools And Apparatus	3,000,000	None	None	3,000,000
Other Machinery And Equipment	300,000	None	None	300,000
Heritage And Cultural Assets		None	None	
Intangible Assets- Soft Ware		392,000		392,000
Total	61,055,800	392,000		61,447,800