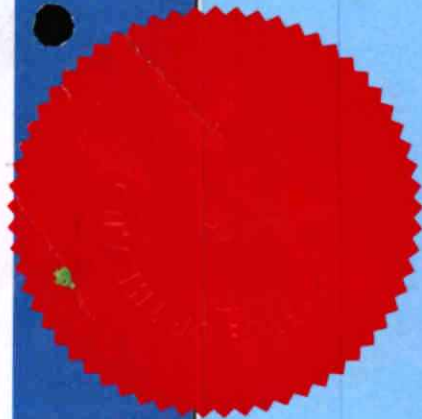


REPUBLIC OF KENYA



Enhancing Accountability



PARLIAMENT
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REPORT

OF

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 11 JUN 2025	DAY: Wednesday
TABLED BY:	Hon. Owen Baya, MP Deputy leader of majority
CLERK-AT-THE-TABLE:	Lornale

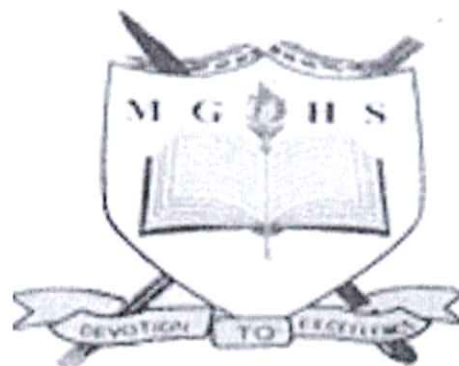
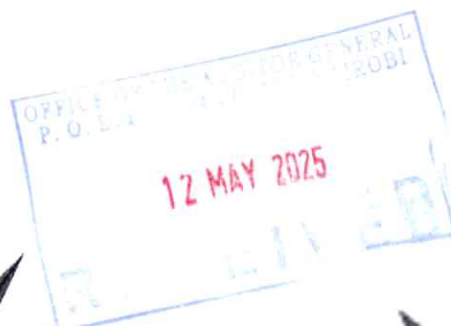
THE AUDITOR-GENERAL

ON

MAGUTU GIRLS SECONDARY SCHOOL

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

NYERI COUNTY



MAGUTU GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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

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MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

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MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

1. Acronyms and Definition of Key Terms

A. Acronyms.

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
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education
FSE	Free Secondary Education

B. Definition of Key Terms

Comparative Year- Means the prior period.

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for 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 Nyeri County, Mathira East Sub-County.

The school was registered in 1978 under registration number 19s 0030 0078 and is currently categorized as an county public school established, owned or operated by the Government.

The school is a girl's boarding school and had 629 number of students as at 30th June 2024. It has form one 3 streams, form two 3 streams and 28 teachers of which 8 teachers are employed by the School Board of Management.

B School Board of Management - Board Members

Ref:	Name of Board Member	Designation	Date of appointment
1	Simon Njogu	Chairman-Sponsor	5th March 2022
2	Rahab Githinji	Secretary - Principal	5th March 2022
3	Joseph Githae	Member/ Sponsor	5th March 2022
4	Peter Njogu	Member/ Sponsor	5th March 2022
5	Stanley Mwangi	Member/ PA	20th May 2022
6	Winie Wambui	Member/ PA	20th May 2022
7	Hildah Wanjiru	Member/ PA	20th May 2022
8	James Mwangi	Member- Rep CEB	5th March 2022
9	Loise Karanja	Member – Rep Teacher	5th March 2022
10	Carol Njiiri	Member/ Sponsor	5th March 2022
11.	Everlyne Njeri	Member Community	5th March 2022
12.	Jacob Muthui	Member Community	5th March 2022
13.	Jane Wamaitha	Member Community	5th March 2022
14.	Kennedy Muriithi	Member Community	5th March 2022
15.	Prof. Wachira Mathenge	Member Community	5th March 2022
16.	Edwin Thangari	Member- Special Needs	5th March 2022
17.	Francis Guandaru	Member- Special Needs	5th March 2022
18.	Liz Wairimu	Rep Students	5th March 2022

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

(B) Committees of the Board

i) Executive Committee.

Ref :	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Simon Njogu	Chairman	3 out of 3
		2.Rahab Githinji	Secretary/ Principal	3 out of 3
		3.Stanley Mwangi	Member	3 out of 3
		4.Peter Njogu	Member	3 out of 3
		5. Carol Njiiri	Member	3 out of 3
2.	Audit Committee	1. Carol Njiiri	Chairperson	1 out of 1
		2.Rahab Githinji	Secretary/ Principal	1 out of 1
		3.Stanley Mwangi	Member	1 out of 1
		4.Peter Njogu	Member	1 out of 1
3.	Finance/procurement/General Purpose Committee	1.Prof. Wachira Mathenge	Chair	3 out of 3
		2.Rahab Githinji	Secretary/ Principal	3 out of 3
		3.Jacob Muthui	Member	3 out of 3
		4. Jane Wamaitha	Member	3 out of 3
		5. Loise Karanja	Member	3 out of 3
4.	Academic Committee	1.Peter Njogu	Chairman	3 out of 3
		2.Rahab Githinji	Secretary/ Principal	3 out of 3
		3.Simon Njogu	Member	3 out of 3
		4.Joseph Githae	Member	3 out of 3
		5.Kennedy Muriithi	Member	3 out of 3
		6.Edwin Thangari	Member	3 out of 3
5.	Development Committee	1.Peter Njogu	Chairman	3 out of 3
		2. Rahab Githinji	Secretary/ Principal	3 out of 3
		3. Simon Njogu	Member	3 out of 3
		4.Joseph Githae	Member	3 out of 3

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

		5. Kennedy Muriithi	Member	3 out of 3
		6. Edwin Thangari	Member	3 out of 3
6.	Discipline and Welfare Committee	1. Edwin Thangari	Chairman	2 out of 3
		2. Rahab Githinji	Secretary/ Principal	2 out of 3
		3. Everlyne Wachira	Member	2 out of 3
		4. Francis Guandaru	Member	2 out of 3

(C) School operation Management

For the financial year ended 30th June, 2024 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Githinji Rahab Wanjiru	304591
2	Deputy Principal	Gatimu Catherine Njeri	350344
3	School Bursar	Mugo Faith Caroline	ID NO 24595279

(a) Schools contacts

Post Office Box: 635-10101, Karatina
 Telephone: 0724-55 33 69,
 E-mail: magutugirlshighschool@gmail.com

(b) School Bankers

1. Name of Bank: Kenya Commercial Bank,
 Branch: Karatina,
 Account Number: 1105559513
2. Name of Bank: Kenya Commercial Bank,
 Branch: Karatina,
 Account Number :1105566676.
3. Name of Bank: Kenya Commercial Bank,
 Branch: Karatina,
 Account Number :1105566951.

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

4. Name of Bank: Kenya Commercial Bank,
 Branch: Karatina,
 Account Number :1105258378.
5. Name of Bank: Kenya Commercial Bank,
 Branch: Karatina,
 Account Number :1210466694.
6. Name of Bank: Equity Bank Limited,
 Branch: Karatina,
 Account Number :0040297148634.
7. MPESA Pay bill No 522123 Account No. 34191k to Account 1105559513 held at KCB Karatina

(c) Independent Auditors

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

(D) Summary Report of Performance of The School

a) Teacher student Ratio.

Number of teachers recruited/posted	3
Number of teachers transferred/retired	
TSC Teachers	20
BOM Teachers	8

b) Mean Score.

Year MSS Improvement No. to University

2021	5.00		67
2022	5.00	89	
2023	5.20	0.20	102

c) Number of candidates.

Year No. of Students

2021	167
2022	168
2023	121

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

Toilets	38		Not Adequate
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(E) Development projects carried out by the school

S/NO	YEAR	PROJECT	FUNDING	STATUS	COST
1	2023	Teachers Quarter	School Fund Savings	Complete	1,773,400
2.		2 Classrooms Tiling works	Infrastructure Grants	Complete	106,700
3.		1 lab Tiling works	School Fund Savings	Complete	84,200
4.		Cabro Works	School Fund Savings	Complete	1,066,900

Name: SIMON N. MUGUTI

Designation: Chairman, BOM

Date: 09/10/2025

Name: MARYJRU R. GITHINGI

Designation: School Principal & Sec. BOM

Date: 9/5/25

Name: DIANA KIMANI

Designation: Bursar/ Finance Officer

Date: 09/05/2025

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

3. Summary Report of Performance of The School

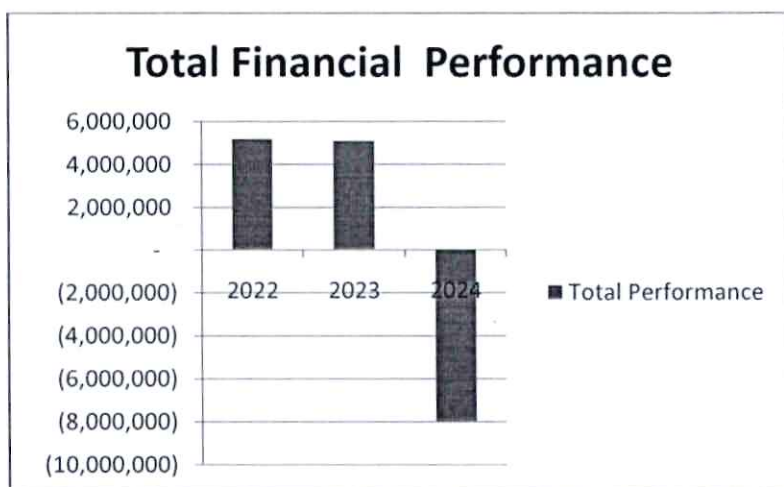
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

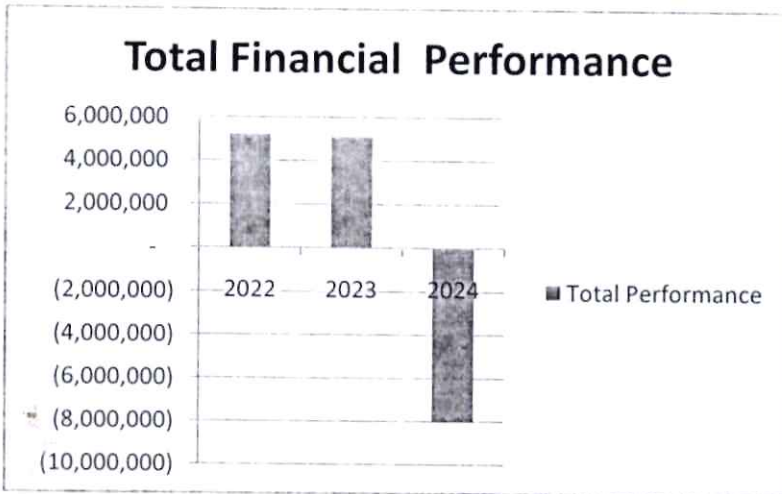
Financial Performance - Deficits and/or Surpluses_ 3 Year Trend							
	Account						
	School Fund	Operation	Tuition	Infru-structure	Farm	CDF	Total
Year							
2022	1,619,012	1,183,243	(38,194)	(38,194)			2,725,867
2023	(4,865,391)	1,183,243	(38,194)	(66,350)			- 3,786,692
2024	1,862,732	650,834	440,603				2,954,169
Total	-1,383,647	3,017,320	364,215	(104,544)			1,893,344

Year	Total Performance
2022	1,619,012
2023	(3,790,821)
2024	2,864,842



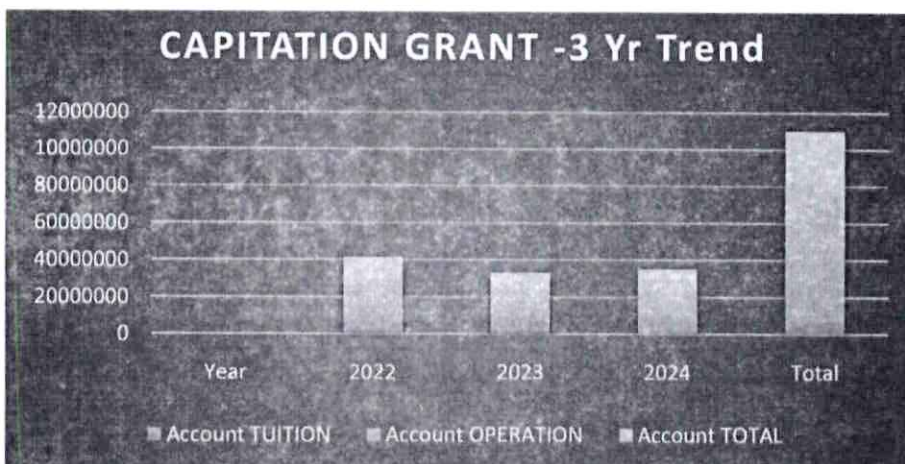
Capitation grants from the Ministry of Education for the last three years

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024



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

CAPITATION GRANT -3 Yr Trend			
	Account		
	TUITION	OPERATION	TOTAL
Year			
2022	447,722	3,402,592	3,850,314
2023	1,027,838	4,672,293	5,700,131
2024	1,272,419	6,187,967	7,460,386
Total	2,747,979	14,262,852	17,010,831

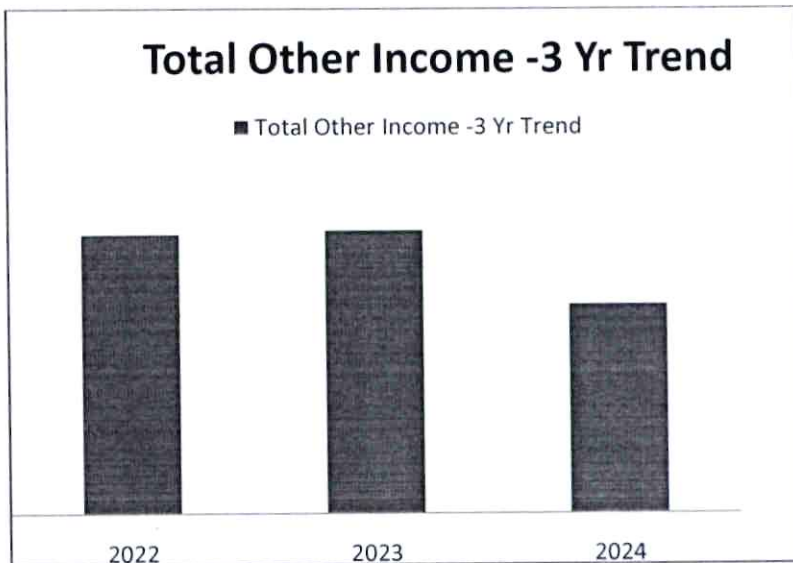


Growth of Other Incomes -3 Yr Trend	
	Income Source

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

	Sch Fund	OTHER INCOMES			Total
YEAR					
2022	45,679,101	13,559,300			59,238,401
2023	40,964,855	5,993,335			46,958,190
2024	36,113,367	40,122,864			76,236,231
Total	122,757,323	59,675,499	-	-	182,432,822

Total Other Income -3 Year Trend	
Year	
2022	59,238,401
2023	46,958,190
2024	76,236,231

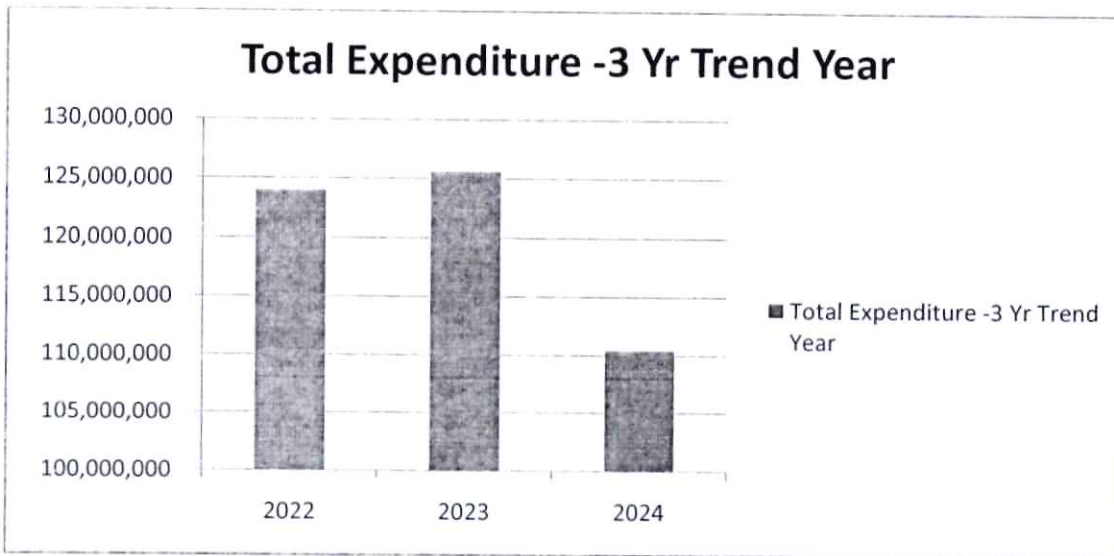


Expenditure -3Yr Trend							
School Fund	Operation	Tuition	IGA	INFRA-Structure	CDF	Yr Total	

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

YEAR						
2022						50,145,742
2023	45,834,376	3,489,320	1,066,031		112,000	50,501,727
2024	34,252,631	5,537,133	831,816		1,047,350	41,668,930
Total				-		92,170,657

Total Expenditure -3 Year Trend			
	Year		
	2022	50,145,742	
	2023	51,437,077	
	2024	40,733,580	

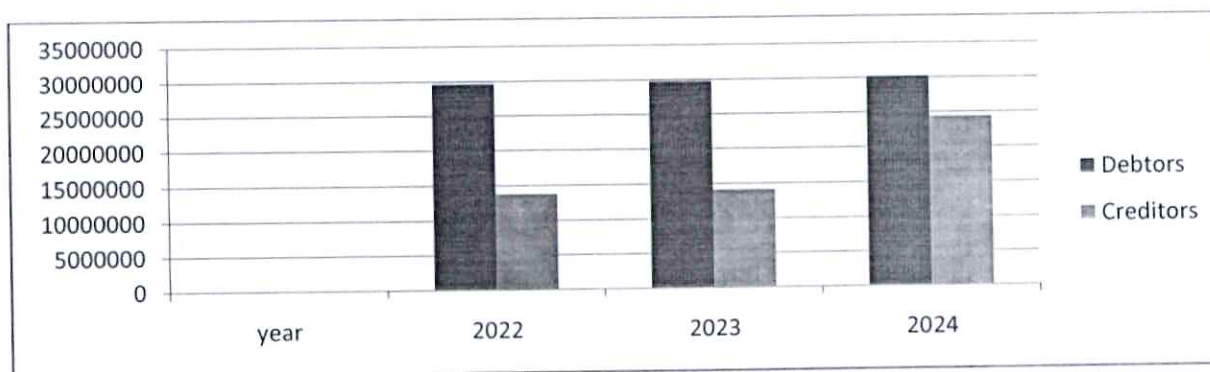


Debtors and Creditors -3Yr Trend									
		Account							
		TOTAL						Yr Total	
Year	2022	Debtors	17,027,357						
		Creditors	1,308,106						
	2023	Debtors	20,818,771						
		Creditors	1,823,450						

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

	2024	Debtors	15,459,307					
		Creditors	1,871,807					
	Total	Debtors	53,305,435	-	-	-	-	-
		Creditors	5,003,363			-	-	-

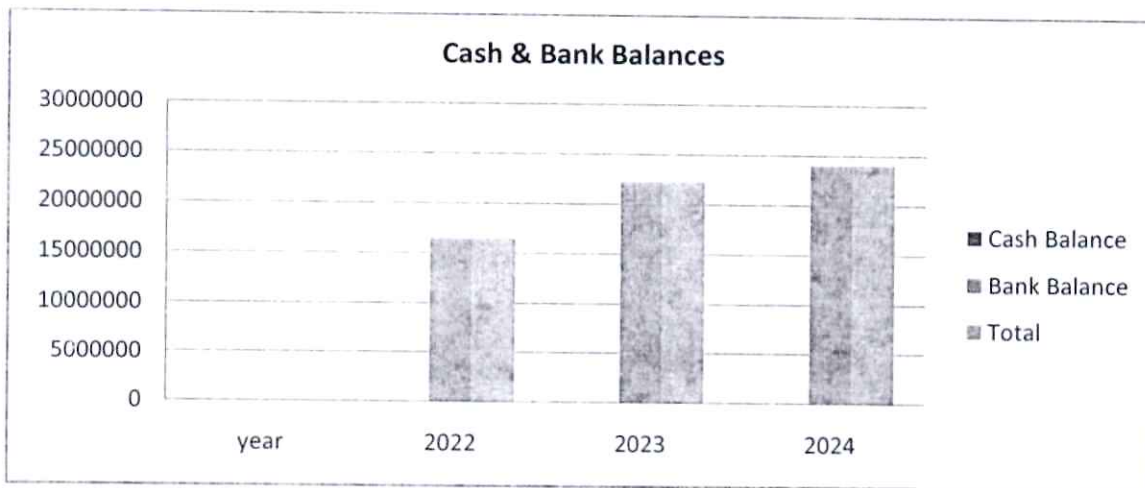
year	Debtors	Creditors
2022	17,027,357	1,308,106
2023	20,818,771	1,823,450
2024	15,459,307	1,871,807



Cash and Bank Balances -3Yr Trend							
Year		Account					Yr Total
		School Fund	Operation	Tuition	Uta NRMP - Account	IFRA-Structure	
							734,727
2022	Cash						
	Bank	6,131,223	107,583	255,384	68,000	423,754	7,111,712
2023	Cash						148,922
	Bank	1,846,450	1,296,463	217,190	68,080	357,404	3,939,072
2024	Cash						160,587
	Bank	4,999,574	657,793	657,793	67,580	245,404	6,826,499
Total		12,977,247	2,061,839	1,1303,67	203,660	1,026,562	18,921,519

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

year	Cash Balance	Bank Balance	Total
2022	734,727	7,111,712	7,846,439
2023	148,922	3,939,072	4,087,994
2024	160,587	6,826,499	6,987,086



MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for 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 keep all proper books and records of accounts of the income, expenditure, and assets of the institution.

The Board of Management of **Magutu Girl's 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: SIMON N. MUGUTI
Designation: Chairman, School Board of Management
Date: 9/5/25

.....


Name: WANGIRI R. GITTINGI
Designation: School Principal & Secretary to Board of Management
Date: 9/5/25

.....


Name: JIANA KIMANI
Designation: Bursar/ Finance Officer
Date: 09/06/2025

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

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON MAGUTU GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - NYERI 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.
- 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 Magutu Girls Secondary School - Nyeri County set out on pages 1 to 21 which comprise of the statement of assets and

liabilities as at 30 June, 2024, 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 Magutu Girls Secondary School - Nyeri County 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

(i) Opening Balances

Review of the statement of assets and liabilities revealed variances between the opening and the audited comparative balances as shown below:

Item	Statement of Assets and Liabilities Balance (Kshs)	Audited comparative balance (Kshs)	Variance (Kshs)
Cash and cash equivalents	4,087,944	3,866,429	221,515
Accounts Payables	1,823,450	740,244	1,083,206

(ii) Accumulated Fund Balance

The statement of assets and liabilities reflects accumulated fund brought forward balance of Kshs.19,581,551 as disclosed in Note 15 to the financial statements. However, the corresponding Note reflects Kshs.23,083,315. The variance of Kshs.3,501,764 has not been explained or reconciled.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.15,459,307 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, included in the balance are receivables amounting to Kshs.9,396,685 which had been outstanding for more than three (3) years. Further, there

was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy, completeness and the recoverability of the long outstanding debts amounting to Kshs.9,396,685 could not be confirmed.

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

EMPHASIS OF MATTER

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.27,994,000 and Kshs.43,598,422 respectively, resulting to an over-funding of Kshs.15,604,422 or 56% of the budget. However, the School spent Kshs.40,733,580 against actual receipts of Kshs.43,598,422 resulting to an under-utilization of Kshs.2,864,842 or 6% of the actual receipts.

The 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. There were no key audit matters to report in the year under review.

Other Matters

Unresolved Prior Year Issues

In the audit report of the previous year, four (4) issues were raised on the Report on Financial Statements, five (5) issues on Lawfulness and Effectiveness in the Use of Public Resources and four (4) issues on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved all the issues as at 30 June, 2024.

Other Information

The Management is responsible for the Other Information set out on page iii to xiv which comprises Key School Information and Management, Summary Report of Performance

of the School and Statement of School Management Responsibilities. 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

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, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments reflects operations payments amount of Kshs.5,537,133 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.414,680 transferred to Kenya Secondary School Heads Association (KESSHA) from the operations account. 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 414,680 could not be confirmed.

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,272,419 and Kshs.6,187,967 respectively as disclosed in Notes 1 and 2 to the financial statements. During the year under review, NEMIS reported a total of one thousand five hundred and fifty (1,550) students while the enrolment records provided by the School indicated a total of one thousand nine hundred and forty-two (1,942) students, resulting to an unexplained variance of three hundred and ninety-two (392) students. As a result of the variances, the School was under-funded by an amount of Kshs.2,419,898.

In the circumstances, the school was not able to effectively operate optimally.

3. Unbalanced Budget

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.27,994,000 and Kshs.43,598,422 respectively. However, the statement reflects expenditure budgeted amount of Kshs.38,719,330 against actual expenditure of Kshs.40,733,580 resulting in unbalance budget. This was contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which requires budget of a national government entity to be balanced.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matter 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

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.188,969,900 in respect of fixed assets which includes land with a balance of Kshs.70,000,000. However, Management is yet to obtain the land ownership documents.

In the circumstances, the ownership of the land 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 those Charged with Governance

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

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

The 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, the Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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


Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for 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 IFPP 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


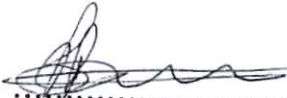
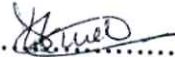
16 May, 2025

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

6. Statement Of Receipts and Payments for the Year Ended 30th June 2024

Description of Receipts	Note	2023/2024 FY KShs	2022/2023 FY KShs
Receipts			
Government grants for tuition	1	1,272,419	1,027,838
Government grants for operations	2	6,187,967	4,672,563
Government Grants for infrastructure	3		981,000
School fund income- parents' contributions	4	35,330,666	33,336,586
Miscellaneous incomes	5	807,370	7,628,269
Total Receipts		43,598,422	47,646,256
Payments			
Tuition	6	831,816	1,066,031
Operations	7	5,537,133	3,489,320
Infrastructure	8	112,000	1,047,350
Boarding and school fund	9	34,252,631	45,834,376
Total Payments		40,733,580	51,437,077
Surplus/Deficit		2,864,842	(3,790,821)

The school financial statements were approved on 30th sept 2024 and signed by:


		
Name: SIMON N. MUGUTI	Name: WANGIRU R. G.	Name: DIANE KIMANI
Chair BOM	School Principal/ Secretary to BOM	Bursar/ Finance Officer
Date: 09/05/2025	Date: 9/5/25	Date: 09/05/2025

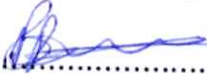
MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024


7. Statement of Assets and Liabilities As At 30th June 2024

Financial Assets			
Cash and cash equivalents			
Bank balances	10	6,826,499	3,939,072
Cash balances	11	160,587	148,922
Short term investments	12		
Total cash and cash equivalent		6,987,086	4,087,994
Account's receivables	13	15,459,307	20,818,771
Total financial assets (a)		22,446,393	24,906,765
Financial liabilities			
Accounts payables	14	1,871,807	1,823,450
Total Financial Liabilities (b)		1,871,807	1,823,450
Net financial assets (a-b)		20,574,586	23,083,315
Represented by			
Accumulated fund b/fwd	15	19,581,551	23,372,372
Surplus/deficit for the year		2,864,842	(3,790,821)
Net Assets		22,446,393	19,581,551

The school's financial statements were approved on _____ 2024 and signed by:


 Name: SIMON N. MUGUTI
 Chair BOM


 Name: WANGIRA R.G.
 School Principal/ Secretary to BOM


 Name: DIANA KIMANI
 Bursar/ Finance Officer

Date: 09/05/2025

Date 09/05/2025


Date: 9/5/25

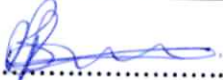
MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

8. Statement of Cash Flows for the Year Ended 30th June 2024

Description		2024	2023
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,272,419	1,027,838
Government grants for operations	2	6,187,967	4,672,563
Government grants for infrastructure	3		981,000
School fund income- parents contributions/ fees	4	35,330,666	33,336,586
Other income	5	807,370	7,628,269
Total receipts		43,598,422	47,646,256
Payments			
Cash outflows for tuition	6	831,816	1,066,031
Cash outflows for operations	7	5,537,133	3,489,320
Cash outflows Boarding/lunch and school fund payments	8	112,000	1,047,350
Cash outflow for infrastructure		26,042,443	45,834,376
Total payments		32,523,392	51,437,077
Net cash inflow/outflow from operating activities		11,075,030	(3,790,821)
Cash flow from investing activities			
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities			
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		11,075,030	(3,790,821)
Cash and cash equivalent at beginning of the FY		4,087,944	7,878,765
Cash and cash equivalent at end of the FY		6,987,086	4,087,944

The school's financial statements were approved on _____ 2024 and signed by:


 Name: SIMON N. MUGOTI
 Chair BOM
 Date: 09/05/2025


 Name: WANGARI R. G.
 School Principal/ Secretary to BOM
 Date: 9/2/25


 Name: DIANA KIMANI
 Bursar/ Finance Officer
 Date: 09/05/2025

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

9. Statement Of Budgeted Versus Actual Amounts For The Year Ended 30th June 2024

Receipts/Expenses From	Original Budget	Adjustment	Final Budget	Actual On Comparable Basis	% of Utilization
	A	B	C=A+B	D	E=D/C
	KSh	KSh	KSh	KSh	%
Receipts					
(1) Capitation Grant On Tuition					
Teaching / Learning Materials	2,900,800		2,900,800	1,272,419	44%
SUB TOTAL	2,900,800		2,900,800	1,272,419	
(2) Capitation Grant On Operations					
Personnel Emoluments	3,290,000		3,290,000	2,390,075	73%
Repairs And Maintenance	3,500,000		3,500,000	1,600,800	46%
Local Transport / Travelling	133,300		133,300	357,000	268%
Electricity And Water	1,120,000		1,120,000	528,455	47%
Administration Costs	840,000		840,000	672,793	80%
Activity	602,000		602,000	309,994	51%
Medical Insurance				328,850	100%
SUB TOTAL	3,290,000		3,290,000	6,187,967	
3) FDSE For Infrastructure					
Maintenance & Improvement Moe					
Operations					
Sub Total					
(4) Fees Charged On Parents					

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

Personnel Emoluments	2,100,000		2,100,000	2,135,277	102%
Repairs And Maintenance	1,400,000		1,400,000	1,294,434	92%
Local Transport / Travelling	1,400,000		1,400,000	601,685	43%
Electricity And Water	3,269,000		3,269,000	2,946,252	90%
Administration Costs	1,400,000		1,400,000	1,397,810	100%
Activity	450,000		450,000	341,220	97%
Fee On Boarding Equipment and Stores	14,581,000		14,581,000	26,613,988	129%
Sub Total	24,600,000		24,600,000	35,330,666	
5) Miscellaneous Income					
Rent Income	104,000		104,000	94,000	90%
Income from Farming Activities				713,370	
Sub Total	104,000		104,000	807,370	100%
Total Income	27,994,000		27,994,000	43,598,422	156%
(6) Expenditure For Tuition					
Text books					
Reference Materials	125,000		125,000		
Exercise books	680,000		680,000		
Laboratory Equipment	1,150,000		1,150,000	473,850	41%
Internal Exams	55,000		55,000	135,516	246%
Teaching/learning materials	605,000		605,000	190,450	31%
Teachers Guides	195,000		195,000		
Exams Assessment				32,000	100%
SUB TOTAL	2,810,000		2,810,000	831,816	
(7) Expenditure For Operations					
Personnel Emoluments	3,290,000		3,290,000	2,538,591	77%

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

Repairs, Maintenance & Improvements	1,380,000		1,380,000	1,173,712	85%
Local Transport / Travelling	1,675,000		1,675,000	218,205	13%
Electricity, Water And Conservancy	1,120,000		1,120,000	644,196	58%
Medical				198,124	100%
Administration Costs	799,000		799,000	299,195	37%
Activity Expenses	350,000		350,000	463,510	132%
Tuition				1,600	100%
SUB TOTAL	8,614,000		8,614,000	5,537,133	
(8) Expenditure For Infrastructure					
Bank Charges					
Construction Of Dormitory				112,000	100%
SUB TOTAL				112,000	
(9) Expenditure For School Fund/Lunch/Boarding					
Personnel Emoluments	2,268,000		2,268,000	872,881	38%
Repairs, Maintenance and Improvements	1,390,000		1,390,000	4,031,538	290%
Local Transport / Travelling	1,378,000		1,378,000	4,402,127	317%
Electricity, Water And Conservancy	3,269,000		3,269,000	1,372,475	42%
Medical Expenses					
Administration Costs	1,389,000		1,389,000	1,951,225	116%
Activity	350,000		350,000	126,790	36%
Expenses on income generating Activities	626,770		626,770	916,699	146%
Fee On Boarding Equipment And Stores	16,624,560		16,624,560	17,098,611	103%
Tuition Expenses				13,500	100%
Bursary				1,980,900	100%

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

Prepayments				576,877	100%
Sundry Creditors				740,744	100%
Infrastructure				168,264	100%
Sub Totals	27,295,330		27,295,330	34,252,631	
TOTAL	38,719,330		38,719,330	40,733,580	

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 various sources when the event occurs, and the related cash has been received by the school. In addition, the school recognises all expenses when the event occurs, and the related cash has 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

MAGUTU GIRLS' SECONDARY SCHOOL
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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 an insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

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

6. Accounts Payable

For the purposes of these financial statements, deposits, and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending the fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditures incurred for the purchase of goods, works and services that have 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

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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 2024.

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Annual Report and Financial Statements for Year Ended 30 June 2024

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Creditors		
Teaching / Learning Materials	1,272,419	1,027,838
Total	1,272,419	1,027,838

2 Government Grants for Operations

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Personnel Emoluments	2,390,075	933,704
Repairs And Maintenance	1,600,800	1,558,000
Local Transport / Travelling	357,000	80,303
Electricity And Water	528,455	941,202
Medical	328,850	78,500
Administration Costs	672,793	628,854
Activity	309,994	452,000
Other Vote Heads Med Property		
Refund From Infrastructure		
Total	6,187,967	4,672,563

3 Government Grants for infrastructure

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Transfer From Operations		
Operations		981,000
Total		981,000

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

4 School Fund Income - Parents Contribution/Fees

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Personnel Emoluments	2,135,277	2,545,462
Repairs And Maintenance	1,294,434	1,648,461
Local Transport / Travelling	601,685	645,175
Electricity And Water	2,946,252	3,614,246
Medical		
Administration Costs	1,397,810	1,686,111
Activity	341,220	267,990
Other Vote Heads Med Property		
Fee On Boarding Equipment And Stores	26,613,988	22,929,141
Total	35,330,666	33,336,586

5 Miscellaneous Incomes

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Rent Income	94,000	51,000
Income from Farming Activities	713,370	897,955
Arreas		2,787,946
Prepayments		1,239,588
Bursary		2,604,802
Tuition Account		46,978
Total	807,370	7,628,269

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Annual Report and Financial Statements for Year Ended 30 June 2024

6 Tuition

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Text books		
Exercise books		
Laboratory Equipment	473,850	238,770
Teaching/learning materials	190,450	754,461
Exam and Assessment	135,516	69,000
Teachers Guides	32,000	3,800
Total	831,816	1,066,031

7 Operations

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Personal Emoluments	2,538,591	929,211
Tuition	1,600	137,381
Administration Costs	299,195	1,174,340
Repairs maintenance and Improvements	1,173,712	297,000
Local transport / travelling	218,205	352,798
Electricity and water	644,196	13,260
Medical	198,124	585,330
Activity	463,510	
Insurance cost		
Bank charges		
Total	5,537,133	3,489,320

8 Infrastructure

Description	2023/2024 FY Kshs	2022/2023 FY Kshs
Bank Charges		-
Construction of Classroom		1,047,350
Construction of Dormitory	112,000	
Total	112,000	1,047,350

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Annual Report and Financial Statements for Year Ended 30 June 2024

9 Boarding And School Fund

Description	2023/2024	2022/2023
	FY	FY
	Kshs	Kshs
Personnel Emoluments	872,881	2,379,744
Repairs And Maintenance & Improvements	4,031,538	3,814,951
Local Transport / Travelling	4,402,127	1,859,482
Electricity And Water	1,372,475	1,744,814
Administration Costs	1,951,225	4,099,950
Medical		
Bank Charges		
Expenses on income generating Activities	916,699	1,295,605
Fee On Boarding Equipment and Stores	17,098,611	24,661,134
Rent Expenses		6,000
Tuition Expenses	13,500	
Bursary	1,980,900	2,604,802
Activity	126,790	516,876
Prepayments	576,877	1,498,412
Sundry Creditors	740,744	1,308,106
House Rent		6,000
Infrastructure	168,264	38,500
Total	34,252,631	45,834,376

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023/2024 FY	2022/2023 FY
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1105566676	657,793	217,190
Operations Account	Active	1105566951	2,074,912	1,296,463
School Fund Account/Boarding	Active	110559513	2,924,662	764,255
School Fund Account/Boarding	Active	0040297148634	745,240	1,082,195
Income generating activities Account	Active	1105258378	110,908	153,485
Infrastructural Account	Active	121466694	245,404	357,404
Uta NRMP - Account	Dormant	1138218030	67,580	68,080
Total			6,826,499	3,939,072

11 Cash In Hand

Description	2023/2024 FY	2022/2023 FY
	Kshs	Kshs
Notes and Coins	160,587	148,922
Total	160,587	148,922

12 Short Term Investments

Description	2023/2024 FY	2022/2023 FY
	Kshs	Kshs
Total		-

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

13 Accounts Receivable

Description	2023/2024	2022/2023
	FY	FY
	Kshs	Kshs
Fees Arrears	15,447,307	20,818,771
Other Non-Fees Receivables		
Salary Advance		
Imprest		
Rent Arrears	12,000	
Total	15,459,307	20,818,771

13 b) Ageing Analysis of Accounts Receivable

Description	2023/2024		2022/2023	
	FY		FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	4,940,351	32%	6,579,360	32%
Between 1- 2 years				
Between 2-3 years	1,122,271	7%	7,592,495	36%
Over 3 years	9,396,685	61%	6,646,916	32%
Total (should tie to note 13 a)	15,459,307	100%	20,818,771	100

14 Accounts Payable

Description	2023/2024	2022/2023
	FY	FY
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,304,698	740,244
Prepaid Fees	567,109	1,083,206
Total	1,871,807	1,823,450

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

14a. Ageing Analysis of Accounts Payable

Description	2023/2024 FY		2022/2023 FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,304,698	100%	740,244	100%
Between 1- 2 years				
Between 2-3 years				
Over 3 years				
Total (should tie to note 14)	1,304,698	100	740,244	100

15 Fund Balance Brought Forward

Description	2023/2024	2022/2023
	FY	FY
	Kshs	Kshs
Bank balances	3,939,072	6,918,394
Cash balances	148,922	734,727
Short Term Investments	-	
Receivables	20,818,771	17,027,357
Payables	1,823,450	1,308,106
Total	23,083,315	23,372,372

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for 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 FY Kshs	2022/2023 FY Kshs
Total		-

17 Biological assets

Description	Numbers	2023/2024 FY Kshs	2022/2023 FY Kshs
Cattle	12	754,000	712,000
Goats		-	
Trees	439	2,123,000	1,950,000
Coffee or tea plantation	400	448,000	502,000
Poultry		-	
Total		3,325,000	3,164,000

18 Borrowings

Description	Kshs	Kshs
Balance at the end of the year		-

MAGUTU GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements for Year Ended 30 June 2024

Other important disclosure notes

19 Stock/ Inventory

Description	2023/2024	2022/2023
	FY	FY
	Kshs	Kshs
Food stuffs	76,600	1,560,000
Lab consumables	468,200	347,000
Farm produce	35,100	18,000
Medication	630	755
Construction Materials	6,240	8,560
Stationery	430,250	76,800
TOTAL	1,017,020	2,011,115

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)
1	Inaccuracies in the financial statement The statement of assets and liabilities and the statement of receipts and payments	Amended in the current financial statement for 2023/2024	Resolved	30/06/2024
2	Unsupported rental income	Supported in the current year under audit	Resolved	30/06/2024
3	Unsupported cash and cash equivalent	Correction done in the current year under audit in the amended financial statement	Resolved	30/06/2024
4	Long outstanding receivables	To categorise the doubtful debts and recommend for write off to the BOM	Not resolved	30/06/2025

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
5.	Irregular Transfer of Funds to Kenya Secondary Schools Heads Association	The management will request for proper guidance from the Ministry of Education through the KESSHA officials on how to participate and incur expenditure on co-curricular activities.	Not resolved	
6.	Late transfer of infrastructure funds from operations bank account	Management to comply in future with the regulations	Not resolved	
7.	Lack of procurement plan	The management took in the recommendation and have annual procurement plan in place	Resolved	Immediately
8.	Unconfirmed student enrolment data	Students' registers updated to reflect the actual number of students	Resolved	Immediately
9.	Failure to prepare school improvement plan	School improvement plan in place to show the intended developments in the school	Resolved	Immediately
10.	Weak ICT Controls	ICT controls are at the advanced stage in the new contracts with the service provider external back ups have also been procured	Resolved	Immediately
11.	Ineffective Management of text books	Proper physical records maintained and strict proper handling of text books adhered to. Records have been updated to reflect the student text books ration	Resolved	Immediately

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		there is no oversupply.		
12.	Composition of Board Management	Board of management records updated and currently the school has a new BOM after the expiry of the previous board	Resolved	Immediately


 Sign and Date 9/5/25
 Principal

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

ANALYSIS OF PENDING ACCOUNTS PAYABLE

SUPPLIER OF GOODS/SERVICES	ORIGINAL	DATE	AMOUNT PAID	OUTSTANDING BAL	OUTSTANDING BAL	Comment
	AMOUNT	CONTRACTED	TO DATE	2023/2024	2022/2023	
	A	B	C	D=A-C		
	KSH.	KSH	KSH	KSH	KSH	
Construction of Buildings						
1. George Mugambi	421,600	5.5.2024		421,600		
Sub Total	421,600			421,600		
Supply of Goods						
2. Zacharia Munyiri	66,550	15.5.2024		66,550	33,600	
3. Robert Mbogomaina	42,300	8.4.2024		42,300	18,000	
4. Jumma General Stores	497,000	25.6.2024		497,000		
5. DPL Festive LTD	277,248	7.3.2024		277,248	106,704	
6. Zaka Capital Enterprises					524,000	
7. Masawa Stores					31,200	
8. Heri General					20,700	
9. Gathimion Enterprises					6,000	
Sub Total	883,098			883,098	740,204	
GRAND TOTAL	1,304,698		16,138,856	1,304,698	740,204	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 2023/2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 2023/2024
1. Land	70,000,000			70,000,000
2. Buildings and Structures	91,200,000	1,773,400		92,973,400
3. Motor Vehicles	10,000,000			10,000,000
4. Office Equipment, Furniture and Fittings	3,000,000	156,000		3,000,000

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Asset Class	Historical Cost b/f (Kshs) 2023/2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost e/f (Kshs) 2023/2024
5.Textbooks	3,000,000	204,000		3,000,000
6.ICT Equipment	2,000,000			2,000,000
7.Tools And Apparatus	1,500,000	86,500		1,500,000
8.Other Machinery And Equipment	4,500,000			4,500,000
9.Heritage And Cultural Assets	250,000			250,000
10.Intangible Assets- Soft Ware-	1,300,000			1,300,000
Total	186,750,000	2,219,900		188,969,900