REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

MUINDI MBINGU ABC HIGH SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2023

MACHAKOS COUNTY

MUINDI MBINGU ABC HIGH 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

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 programme
PA	Parents Association
REP	Representative
LTT	Local transport and travelling
EWC	Electricity, water and conservancy
ADM	Administration cost
PE	Personal emoluments
LTD	Limited
BES	Boarding Equipment and Stores

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 Machakos County, Machakos Sub-County.

The school was registered in July/2019 under registration number 16S30000467 and is currently categorized as a *County* public school established, owned or operated by the Government.

The school is a boarding school and had 605 number of students as at *30th June 2023*. It has 04 streams and 26 teachers of which five teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr Alex.K.Masai	Chairman-sponsor	18/5/2022
2	Mr Daniel.K.Muli	Secretary - Principal	18/5/2022
3	Dr Magaret Musyoka	Member -special needs	18/5/2022
4	Mr James Muoki	Member-community	18/5/2022
5	Mr Lawrence Mosa	Member-community	18/5/2022
6	Ms Maryann Kakonzi	Member-community	18/5/2022
7	Mr Robart Nzioki	Member-community	18/5/2022
8	Mr Oscar Mutie	Member – Rep CEB	18/5/2022
9	Ms Caroline Wathi	Member Rep Teachers	18/5/2022
10	Ms Dorcas Nthiwa	Members - Sponsor	18/5/2022
11	Mr Ffredrick Nzioka	Member - Community	18/5/2022
12	Mr torkington Musyoka	Member-Sponsor	18/5/2022
13	Ms Mercy Nthambi	Member Special Needs	18/5/2022
14	Joseph Mutuku	Rep Students	18/5/2022
15	Mr Eric Okuku	PA-Representative	18/5/2022
16	Ms Franciscah Mwanzia	PA-Representative	18/5/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Mr Ale Masai 2.Ms Franciscah Mwanzia 3.Mr Daniel Muli 4. Ms Maryann Kakonzi 5. Ms Mercy Nthambi	**Chair person** **Member** **Secretary** **Member** **Member**	
2	Finance,procurement and general purposes Committee	1.Mr.Fredrick Nzioka 2.Mr.Lawrence Mosa 3.Mr Daniel Muli 4. Mr James Muoki	Chairperson Member Member Member	
3	Academic Committee	1.Ms Maryann Kakonzi 2.Mr Eric Okuku 3.Mr Daniel Muli 4. Ms Caroline Wathi 5.Ms Mercy Nthambi 6.DR Margaret Musyoka	Chairperson Member Member Member Member	1/1 1/1 1/1 1/1 1/1 1/1

4	Development /sic Committee	1.Mr. Robert S.Nzioki 2.Mr. Alex K. Masai 3.Mr Daniel Muli 4.Mr James Muoki 5.Ms Mercy Nthambi 6.Mr.Lawrence Mosa	Chairperson Member Member Member Member Member	
5	Discipline and welfare Committee	1.Mr. Robert S.Nzioki 2.Mr.Torkington Mavema 3.Mr Daniel Muli 4 Mr Fredrick Nzioka 5.Ms.Franciscah Mwanzia	Chairperson Member Member Member Member	
6	Human Rights/ student welfare	1.Mr.James Muoki 2.Mr.Torkington mavema 3.Ms.Caroline Wathi 4.Pastor Dorca Nthiwa	Chairperson Member Member Member	

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Mr Daniel.K.Muli	TSC No.11269212
2	Deputy Principal	Mr Josaphat N.Peter	TSC No.20773113
3	School Bursar	CPA Patricia .K.Nthuku	ICPAK No. 23276

(e) Schools contacts

Post Office Box: 1294-90100
Telephone: 0711645227
E-mail: mmbinguschool89@yahoo.com
Website:
Facebook:
Twitter:

(f) School Bankers

Muindi Mbingu ABC High school operated six bank accounts in the following banks:

1. Name of Bank: Standard Chartered Bank
   Branch: Machakos
   Account Number: 0102862815100
   Account Name: Tuition

2. Name of Bank: Standard Chartered Bank
   Branch Machakos
   Account Number: 102862815101
   Account Name: Operation

3. Name of Bank: Standard Chartered Bank
   Branch Machakos
   Account Number: 102862815102
   Account Name: School Fund

4 Name of Bank: Kenya commercial Bank
   Branch Kimanthi street
   Account Number: 1111942951
   Account Name: Savings- Dormant

5.	Name of Bank:	Standard Chartered Bank
	Branch	Machakos
	Account Number:	102862815103
	Account Name:	Infrastructure

Mpesa Paybill number 329212 Attached to Standard Chartered Bank Account 102862815102

The school had an account with Barclays bank whose bank account number and statements could not be traced at the bankers. The bank balance if any could not be ascertained.

(g) Independent Auditors

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

3. Summary Report of Performance of The School

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

a) Financial performance:

Surplus/Deficit for the year and a comparison for the last three years				
S/NO	Year	2021/2023 fy	2021-2022 fy	Jan 2020 June 2021
1	Surplus/Deficit	(1,235,808.05)	4,209,130.55	5,352,725.10

Capitation Grants from the ministry of education for the last three years				
s/no.	account	Fy 2022-2023	Fy 2021-2022	Jan 2020 Jun 2021
1.	Tuition account	1,782,066.00	2,117,183.20	1,962,193.50
2.	Operation account	5,136,935.35	9,321,044.20	12,203,597.00
3	Infrastructure Account	2,409,000.00	0.00	0.00
	Total	9,328,001.35	11,438,227.40	14,165,790.50
	Increase/Decrease	(2,110,226.05)	(2,727,563.10)	0.00
	No. of students	605	637	588
	Ratio of capitation per student	1:15,418.18	1:17,956.40	1:24,091,48

In the financial year ending 30th June 2023, a total of kshs 4,905.00 per student was not remitted to the school. The ministry also retained a total of kshs 2,637.50. per student for textbooks delivery, medical and activity. this resulted to a decline in the capitation funding.

Overview of net growth of school fund and other income(s) (note 4&5)				
s/no.	year	Fy2022-2023	Fy 2021-2022	Jan 2020 June 2021
		kshs	kshs	kshs
Note 4 and 5	Income	38,200,268.00	43,312,267.15	23,556,830.65
Increase/decrease		(5,412,353.15)	33,032,076.25	0.00

Overview of growth in expenditure of the school for the last three years					
S/no.	Note	account	Fy 2022-2023	Fy2021-2022	Jan 2020-June 2021
			Kshs	Kshs	Kshs
1	6	Tuition	1,593,994.40	2,393,090.00	1,088,557.00
2	7	Operation	6,780,285.00	12,012,330.00	9,836,336.00
3	8	Infrastructure	695,000.00	0.00	0.00
4	9	School fund	39,694,798.00	36,135,944.00	21,445,003.05
Total			**48,764,077.40**	**50,541,364.00**	**32,369,896.05**
		Increase/decrease	(1,777,286.60)	18,171,467.95	0.00

Movement of debtors and creditors of the school for the last three years					
S/no.	Item	Note	Fy 2022-2023	Fy2021-2022	Jan 2020-June 2021
			Kshs	Kshs	Kshs
1	Debtors	13	16,789,273.00	13,871,983.00	12,577,724.00
2	Creditors	14	797,238.00	929,902.00	-

The total debtors as at 30th June 2023 increased to 16,789,273.00 compared to kshs 13,871,983.00 .The main contributors to the increase in total debtors is students having high fees balances.

The creditors are inclusive of fees prepayments and unremitted statutory deductions.

Movement of cash and bank balances note 10 and 11 for the last three years				
S/no	Year	Fy2022-2023	Fy2021-2022	Jun 2020-June 2021
		Kshs	Kshs	Kshs
1	Amount	8,186,684.80	12,472,446.85	8,627,673.30

b) Teacher Student ratio:

	No
Teacher /Student ratio	1:23.52
Number of teachers recruited and posted to the school within the period	1
Number of teachers transferred /retired during the period	2
Number of teachers employed by TSC	21
Number of teachers employed by BOM	5

Subject combination: Physics/ Mathematics, Biology /Agriculture, English/Literature, Kiswahili/History, Business Studies/Mathematics

Subject combination	Ideal no. of teachers	No.of teachers	(Shortage)/surplus
English/Literature	4	4	0
Business studies	4	3	1
French/Literature	1	1	0
Computer studies	2	1	1
Kiswahili	5	4	1
Mathematics	8	8	0
Chemistry	7	3	3
Biology	5	3	2
Physics	7	6	1
Geography	2	2	0
History	4	4	0

Classrooms	14	16	2 for optional subjects
Laboratories	4	2	shortage of 2 laboratories
Toilet's tuition area	20	22	2
Toilets boarding area	20	21	1
Dining hall 650 capacity	1	1	To be expanded in future
Staffroom	1	1	0
Offices	4	9	5

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Construction of staff toilets	MOE (maintenance and improvement fund)	completed	695,000.00	695,000.00	November 2022

Cre	3	2	1
Agriculture	3	0	1
Life skills	0	0	0
P.E	0	0	1

CBE=38

Shortage=16

c) Mean score in the *2023* KCSE and before

	Fy2022-2023	Fy 2021-2022	Jan 2020-June 2021
Mean score in KCSE	5.169	5.06	5.184
Mean grade in KCSE	C-	C-	C-
No. of candidates	83	162	152
Transition to university	12	23	29
Transition to other collages	71	139	123
Transition percentage	100%	100%	100%

The school has been improving on student output to tertiary institutions and helps to continue posting better results despite a myriad of challenges.

d) Number of KCSE Candidates for the last three years

Year	**Fy 2022-2023**	**Fy 2021-2022**	**Jan2020-June 2021**
Candidature	**83**	**162**	**152**

e) Capacity of the school:

Capacity of the school	Recommended ideal number	Fy 2022-2023	Surplus/(shortage)
Land 1	7 acres	5	2 acres needed for expansion
Land 2	0.125 Acre	0.125 Acre	

……………………………… SECRETARY B.O.M MUINDI MBINGU SEC. SCHOOL P. O. Box 1294 - 90100, MACHAKOS Date:………………Sign:………………

School Principal

4. Statement of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) of Kenya from time to time.

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

The Board of Management of Muindi Mbingu ABC High 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.

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Name: Mr Alex. K. Masai

Designation: Chairman, School Board of Management

Date:

....

Name: Mr Daniel. K. Muli

Designation: School Principal & Secretary to Board of Management

Date:

SECRETARY B.O.M
MUINDI MBINGU SEC. SC
P. O. Box 1294 - 90100 MACHAKOS
Date:..........................Sign......................

....

Name: Cpa Patricia. K. Nthuku

Designation: Bursar

Date: 16/9/2024

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

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REPORT OF THE AUDITOR-GENERAL ON MUINDI MBINGU ABC HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - MACHAKOS COUNTY

PREAMBLE

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

A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and relevant laws and regulations that have a direct effect on the financial statements.

B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purposes.

C. Report on the Effectiveness of Internal Control, 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, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided under 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 Muindi Mbingu ABC High School – Machakos County set out on pages 1 to 23, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and 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, the financial position of Muindi Mbingu ABC High School – Machakos 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. Inaccuracies in the Financial Statements

Review of the financial statements for the year ended 30 June, 2023 as prepared and presented for audit revealed.

i. Note 5 to the financial statements reflects miscellaneous income amount of the current year and the previous year (2021/2022) of Kshs.450,030 and Kshs.323,810 while the recomputed figures is Kshs.8,379,235 and Kshs.10,513,509 respectively resulting to unexplained variance of Kshs.7,928,310 and Kshs.10,189,699 respectfully.

ii. The statement of cash flows reflects school fund income-parents contributions for the previous year (2021/2022) balances of Kshs.10,719,967 while Note 4 to the financial statements reflects Kshs31,298,041 resulting unexplained variance of Kshs.20,578,074.

iii. The statement of budgeted versus actual amounts reflects final budgeted total income of Kshs.41,201,840 while the computed amount is Kshs.40,931,840 resulting unexplained variance of Kshs.270,000.

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

2. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.16,789,273 as disclosed in Note.13 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

In the circumstances, the accuracy of the accounts receivables balance of Kshs.16,789,273 could not be confirmed.

3. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.16,789,273 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.12,319,005 which had been outstanding for more than two (2) years. However, 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 and full recoverability of the outstanding receivables balance of Kshs12,319,005 could not be confirmed.

4. Inaccurate Rental Income

The statement of receipts and payments reflects school fund income-other receipts of Kshs.450,925 as detailed in Note 4 to the financial statements. Included in the amount is a nil rental income. However, physical verification revealed that the School had four (4) units two bedrooms houses as at 30 June, 2023 which had been rent out to teachers and other staffs for free resulting to loss of rental income which ought to have been charged as per market rates or the valuation from the relevant ministry.

In the circumstances, the accuracy and completeness of the rent income amount of Nil amount could not be confirmed.

5. Misclassification of Bursary

The statement of receipts and payments reflects recomputed school fund income-other receipts of Kshs.8,379,235 as detailed in Note 4 to the financial statements. Included in the amount is bursary of Kshs.846,030 which was received as tuition. This resulted a double recognition of the amount as tuition. In addition, Note 9 reflects bursary expenditure amount of Kshs.846,030 which was not supported with a schedule of beneficiary students.

In the circumstances, the accuracy and completeness of bursary amount of Kshs.846,030 could not be confirmed.

6. Unconfirmed Stock/Inventory

Note 19 to the financial statements reflects inventories Kshs.918,524. However, the Management did not provide; a detailed list, quarterly and annual stock take reports.

In the circumstances, the accuracy and completeness of stock/inventory valued at Kshs.918,524 could not be confirmed.

7. Un-Accounted for Bank Balances

The statement of asset and liabilities reflects cash and cash equivalents balance of Kshs.8,186,685 as disclosed in Note 10 and 11 of the financial statements. Included in the balance is bank and cash in hand balances of Kshs.8,044,775 and Kshs.141,910. However, the bank balance does not include two bank balances held in two commercial banks of Kshs.1,913 and Kshs.8,877 respectively. Additionally, bank statements and certificate of the all the bank balances were not provided for audit review. The explanation from the management was that accounts were closed but closure letter and evidence of transfer of balances from those accounts were not provided for audit review.

Further, cash in hand balance of Kshs.141,910 was not supported with a Board of survey report to confirm the balances.

In the circumstance, the accuracy and completeness of the cash and cash equivalents balances of Kshs.8,186,685 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Muindi Mbingu ABC High School Management in accordance with ISSAI 130 on 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 the Matter

Budgetary Control and Performance

The statement of comparison of budget versus actual amounts reflects final receipts budget versus actual on comparable basis of Kshs.41,201,840 and Kshs.47,528,269 respectively resulting to an over realization of budget by Kshs.6,326,429 or 13% of the budget.

Similarly, the actual expenditure reflects an expenditure of Kshs.48,764,077 against an approved budget of Kshs.41,201,840 resulting to an over-expenditure of Kshs.7,562,237 or 18% of the budget.

The over realization of revenue and budget over absorption is an indicator the planned activities were not properly captured and may have impacted negatively on service delivery towards achieving the schools objectives.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Unresolved Prior Year Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements

During the year under review, Management submitted the financial statements to the Auditor-General on 22 May, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to the Ministry of Education circular Ref.No:MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.39,694,798 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.700,540 transferred to 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 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 of Kshs.700,540 could not be confirmed.

3. Irregular Accounting for Other Receipts

The statement of receipts and payments reflects other receipts-school fund account recomputed amount of Kshs.8,454,600 and as detailed in Note 5 to the financial statements. However, the Management did not operate a separate account for other receipts and was co-mingling other receipts with the school fund contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021.

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

4. Unsupported Allowances

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.39,694,798 as disclosed in Note 9 to the financial statements. Included in the amount is other vote head costs of Kshs.6,046,835. Included in this amount are allowances of Kshs.500,500 which were paid without supporting documents such as attendance schedules, imprest warrants, invitation letters, back to office reports and minutes. In additional, some allowances were paid while the officers were within their duty stations or within a radius of 50Km. Further, the source of the rates used in payment of the allowances was not provided.

In the circumstances, value of money for the expenditure on allowances could not be confirmed.

5. Irregular Accounting for Other Receipts

The statement of receipts and payments reflects other receipts-school fund account of Kshs.8,454,600 and as disclosed in Note 4 to the financial statements. However, the management did not operate a separate account for other receipts and was co-mingling other receipts with the school fund contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021.

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

6. Irregular Increase in Fees

The statement of receipts and payments reflects other receipts-school fund account of Kshs.8,454,600. Included in other receipts is P.A Project of Kshs.3238,965 which was a fees overcharge to the parents. In addition, Note 7 to the financial statements reflects P.A project amount of Kshs.2,221,700 which was not supported. This is contrary to Regulation 45 of the Basic Education Act Regulations, 2015 which provides no person or Board of Management in a public institution of basic education and training shall alter-or increase fees without written authority from the Cabinet Secretary. In addition, the School did not account on how these funds were utilized.

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

7. Loss on the Hire of School Bus

The statement of receipts and payments reflects other receipts-school fund account of Kshs.8,454,600. Included in other receipts is income from bus hire amount of Kshs.92,000 while disclosure Note. 9 reflects and expenditure amount of Kshs.139,124 resulting to a loss of Kshs.47,124. Further, the receipts were not supported with schedule of days hired and amount charged per day.

In the circumstances, the viability and sustainability of the income generating activity could not be confirmed.

8. Failure to Transfer and Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations and infrastructure amounts totalling Kshs.7,545,935 and school fund-parents contributions of Kshs.29,745,668. Included in the parent's contribution amount is maintenance and improvement funds of Kshs.1,512,544 which was not transferred from operations to Infrastructure account. Further, review of the bank statements revealed that the School did not transfer from operations account to infrastructure account grants an amount of Kshs.2,255,000 received from the Ministry of Education. In addition, review of the School's bank statements revealed delays in transfer of infrastructure grants of between one day (1) to thirty seven days (37) days which is contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which requires Schools to transfer infrastructure grants from operations accounts within fifteen days from date the funds are credited.

This is contrary to Section 43 (b) of the Public Finance Management Act, 2012 which provides an accounting officer may reallocate funds from the authorized use but may not reallocate funds where - the funds are appropriated for capital expenditure except to defray other capital expenditure and circular MOE.HQS/3/13/3 dated 16 June, 2021 that requires Schools to transfer infrastructure grants from operations accounts within fifteen days from date the funds are credited. In addition, there was no reconciliations to confirm the funds were held or utilized through the operations account.

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

9. Irregular Procurement of School Uniform

The statement of receipts and payments reflects miscellaneous incomes of kshs.8,454,600. Included in the amount is other receipts is uniform amount of Kshs.3,818,115 which was collected contrary to Regulation 67(3) of the Basic Education Regulations, 2015, which states No institution shall prescribe a specific supplier of School uniforms or any other materials for the parent or guardian. Further, the collection was not supported by receipt schedule bearing the details of the students and amount charged per item. In addition, disclosure Note 9 reflects uniform expenses of Kshs.4,125,500 resulted to a loss of Kshs.307,385.

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

10. Irregular Increase of School Fees

The statement of receipts and payments reflects school fund income-parents income of Kshs.29,745,668 as disclosed in Note 4 to the financial statements. However, there was a departure from the school fees structure issued by the Ministry of Education (MOE) for the form 1,2,3 and 4 of Kshs.40,535 to Kshs.45,535 for the year 2023. This resulted to fees overcharge by Kshs.4,500 per student which is contrary to Regulation 44 of the Basic Education Regulations, 2015 which states that no public school or institution shall issue alternative fees structures other than those approved by the Cabinet Secretary. In addition, Regulation 45 of the same regulations indicates that no person or Board of Management in a public institution of basic education and training shall alter or increase fees without written authority from the Cabinet Secretary.

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

11. Irregular Use of Cash to Procure Goods, Works and Services

The statement of receipts and payments reflects Boarding and school fund payments of Kshs.36,694,798. Included in the amount is payments by cash totalling Kshs.7,425,000 that was used to purchase goods and services instead of procuring using other suitable procurement methods. This was contrary to Regulation 92 and 93 (1,2 & 3) of the Public Procurement and Disposal Acts, Regulations, 2020 which provides a procuring entity may use low value procurement method under section 107(b) of the Act, where the estimated cost of the goods, works or services being procured per item per financial year is as per the threshold matrix in the Second Schedule. Any low value procurement shall be supported by the original Kenya Revenue Authority Electronic Tax Receipt (KRA ETR Receipt) duly signed by the person undertaking the low value procurement of goods, works or services. The goods procured shall be taken on charge by the officer responsible for the stores after the user department has confirmed the quantity and quality of the goods, works or services, before they are issued to the respective user department.

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

12. Un-Authorized Opening of Bank Accounts

The statement of financial assets and financial liabilities and as detailed in disclosure Note 10 and 11 to the financial statements reflects cash and cash equivalents balance of Kshs.8,186,685. Included in the balance is bank balances and cash in hand balances of Kshs.8,044,775 and Kshs.141,910 respectively. Included in the bank balances are five (5) bank accounts which authority to open and operate or ratification was not provided for audit review contrary to Regulations 82(4) of the Public Management Act Regulations, 2015 which provides except with the prior authority of the National Treasury, no accounting officer may open a bank account for the deposit, custody or withdrawal of public moneys or other moneys for which he or she is responsible in his or her official capacity or for the transaction of official banking business.

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

13. Failure to Prepare Bank Reconciliation Statements

The statement of financial assets reflects cash and cash equivalents balance of Kshs.8,186,685. However, the management did not submit the bank reconciliation statements of the seven accounts held at various banks, to the National Treasury for year under review contrary to Regulation 90(1) of the PFM (National Government) Regulations, 2015 which sates an Accounting Officers shall ensure bank accounts reconciliations are completed for each bank account held, every month and submit a bank reconciliation statement not later than the 10th of the subsequent month to the National Treasury with a copy to the Auditor-General.

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

14. Non-Compliance with Awarding of Tenders to Special Groups

The statement of receipts and payments reflects total payments of Kshs.48,764,077. However, Management of School did not provide any data on contracts awarded to Special groups out of the total expenditure of Kshs.48,764,077 incurred during the financial year ended 30 June, 2023. This is contrary to Section 53 of the Public Procurement and Disposal Act, 2015 which requires that thirty percent of the contracts awarded should be for special groups.

In the circumstances, the School is in breach of the law.

15. Procurement of Infrastructure Projects

Paragraph D "Development Projects carried out by the School at page xii of the financial statements reflects the School implemented infrastructure grants of Kshs.695,000 on construction of staff toilets. The works involved replacement of construction of 2 storey classrooms. The works involved replacement of worn-out iron sheets with box profile in the dining hall and raising the lintel by two courses. However, it was noted that the project implementation had the following issues which were not supported by documents such as work plans, budgets, procurement plans and project approvals, advertisement and or invitation quotations for the renovation of the dining hall, standard tender documents, opening and evaluation committee minutes, tender register, opening minutes and evaluation report, evaluation minutes to confirm the evaluation process for the infrastructure project, individual score sheets for evaluation process, professional opinion, notification of award/regret letters and letter of acceptance from the winning bidders, and inspection and acceptance committee, completion certificates and project close out and project status reports.

In the circumstances, value for money on the expenditures of infrastructure could not be ascertained.

16. Unconfirmed Student Enrollment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations totalling Kshs.11,438,227. Comparison of data from National Education Management and information System (NEMIS) with records from the school revealed that during the financial year 2022/2023, the NEMIS reported a total number of 607 students while the records from the enrolment record provided by the Muindi Mbingu ABC High School indicated a total of 605 students resulting to 2 students not being registered in schools records. At annual capitation of Kshs.22,444, the School was over funded by Kshs.44,888 for the period ended 30 June, 2023.

In the circumstances, the School may be overfunded due to inaccurate enrolment data.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, 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 matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Lack of Land Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register with no values which includes two parcels of land of 6.125 acres. However, land ownership documents were not provided for audit.

In the circumstances, the ownership and safe custody of the fixed assets could not be confirmed.

2. Lack of Asset Identification/Tagging

Annex 2 to the financial statements reflects summary of fixed assets register with no values. Physical verification revealed that the assets owned by the School had no identification or tag numbers, which is contrary to the guidelines on asset and liability management by national treasury of March, 2020. Further the value of the assets was not disclosed in the asset register.

In the circumstances, Identification and tracking of movement of assets may not be possible and the assets may be lost through theft/pilferage.

3. Lack of Internal Audit Function and Audit Committee

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

4. Lack of Approved Human Resource Instruments

The management did not provide an approved Human resource policy, procedure manual, Organizational structure, Staff establishment, Scheme of service and salary structure for the financial year ending 30 June, 2023 despite having board teachers and non-teaching staffs. In absence of the above, it is unclear how vacancies were identified, filled and remunerated.

Further, no records were availed to confirm that the School has a qualified Human Resource personnel as per the Human Resource Management Professionals Act No. 29 of 2012.

In the circumstances, the adequacy of internal controls as regards Human resources Management could not be ascertained.

5. Inadequate Staffing and Lack of Staffing Policies

During review of the financial year, records on human resources provided, it was revealed that the School had a student population 588 with 3 streams per class and 16 non-teaching staff. However, the following anomalies were noted;

i. There was no salary structure on remuneration of the non-teaching staff which commensurate with their job description. The payment of salaries was at the discretion of the accounting officer and the Board of Management;

ii. The School has two accounts clerk who are responsible for billing, invoicing, receiving, making payments, maintaining the books of accounts, procurement and receiving of goods resulting to lack of segregation of duties;

iii. The School did not have a qualified stores keeper and the cateress was acting as the stores keeper;

iv. The staff employment letters or contracts and career progression reports were not provided for audit review;

v. The filling of the vacancies was not supported with, job advertisement, job evaluation, interview reports, medical reports, insurances for the staff, good conduct for watchmen and salaries and benefits were not stipulated;

This is contrary to the MOE Circular No. MOE/HWS/3/13/3 dated 19 October, 2017 on Guidelines for the implementation of Free Day Secondary Education on Guidelines of Non-teaching staff gives the number of non-teaching should have with the various capacity.

In the circumstances, the internal controls in place to ensure competitive recruitment of staff could not be confirmed.

6. Inadequate Number of Board Meetings

The review financial statements on the committee of the board at page 4 and various committee minutes revealed Finance, procurement and General purposes committee, Audit Committee, Development committee and Discipline and welfare committee did not have any meeting, while Executive committee and academic Committee met only twice during the eighteen-month period. This is contrary Section 6(1) of the fourth schedule of the Basic Education Act, 2013, which states that a Board of Management committees shall meet at least once every four months.

In the circumstances, the adequacy of oversight by the Board of Management cannot be ascertained.

7. Lack of Risk Management Policy

During the financial year ended 30 June, 2022, the School did not have a risk management strategy in place. In the circumstances, there was no approved processes and guidelines on how to mitigate operational, legal and financial risks. Consequently, the management did not perform formal risk assessments on all key financial risk areas such as cash, revenue and expenditure. Further, it was noted that the management lacks a disaster recovery plan/business continuity plan and therefore crucial information may not be recovered in the event of a disaster.

In the circumstances, absence of a risk management policy, the Management was not in a position to identify individual risks, significance areas, likelihood of occurrence of identified risks and the appropriate control measures.

8. Inadequate Management of Textbooks

Review of the records on textbooks management revealed the following issues:-

i. Over Supply of Text Books

A review of the text books issued to Muindi Mbingu ABC High School for the financial year ended 30 June, 2023 revealed a delivery of 326 books for; Fathers of Nations, The Samaritan, A Parliament of Owls, Nguu za Jadi, against a student population of 258 students. This resulted to total an excess supply of 272 text books for the four (4) categories of books.

ii. Under Supply of Text Books

A review of the text books issued to Muindi Mbingu ABC High School for the financial year ended 30 June, 2023 revealed a delivery of books of 178 books for;, A Silent Song & Other Stories, Bembea ya Maisha, An Artist of the Floating World and Mapambazuko ya Machweo against a student population of 258 students. This resulted to total an under supply of 320 text books for the four (4) categories of books.

In the circumstances, the adequacy of internal controls related to textbook management could not be confirmed.

9. Inadequate Stock Management

In the financial year under review the School received Fathers of Nations, The Samaritan, A Parliament of Owls, Nguu za Jadi totaling to 1,304. In addition, the School received A Silent Song & Other Stories, Bembea ya Maisha, An Artist of the Floating World and Mapambazuko ya Machweo totalling 712. However, stores records, issuance of the books list, returned books list, List of Lost books and replaced and closing balances of books in the library were not provided for audit review.

In the circumstances, the accuracy and completeness of the text books could not be ascertained.

10. Inadequate Management of Scholarships and Bursaries

The Management of the School did not maintain a control account of all bursaries received, amount credited to each beneficiary and the balance for which the beneficiaries have not been communicated or identified. The School fund Income-parents' contributions may therefore, include bursary funds receipts which have not been allocated to the students.

In the circumstances, the adequacy of internal controls on management of scholarships and bursaries could not be confirmed.

11. Inadequate Capacity and Inadequate Safety Measures

Physical verification carried out on 10 June, 2024 at the School premise revealed, the boy's dormitory Hostel with a student occupancy of 479 students on double decker beds had some cubicles being over congested with no spacing of 1.2metres between the beds. In addition, six (6) out the eight exits of the hostile dormitory had been locked with padlocks or blocked with beds.

In addition, Physical Verification of class student population revealed 51 students in Form 1W, 54 students in Form 1N, and 53 students in Form 1E, which is contrary to Regulation 64(e) of the Basic Education Regulations, 2015 which provides standard classrooms measuring 7m x 8m for 45 learners for secondary schools.

In the circumstances, the adequacy of the existing school infrastructure to accommodate the student population and ensure safety of students could not be confirmed.

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

In preparing the financial statements, Management is responsible for assessing the School's ability to sustain 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 terminate the School or to cease its operations. Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

- Conclude on the appropriateness of Management's use of applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.

- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.

FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

22 November, 2024

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

Description Of Vote Head	Note	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,782,066.00	2,117,183.20
Government grants for operations	2	5,136,935.35	9,321,044.20
Government Grants for infrastructure	3	2,409,000.00	0.00
School fund income- parents' contributions	4	29,745,668.00	32,592,300.15
Miscellaneous incomes	5	8,454,600.00	10,719,967.00
Total Receipts		**47,528,269.35**	**54,750,494.55**
Payments			
Tuition	6	1,593,994.40	2,393,090.00
Operations	7	6,780,285.00	12,012,330.00
Infrastructure	8	695,000.00	0.00
Boarding and school fund	9	39,694,798.00	36,135,944.00
Total Payments		**48,764,077.40**	**50,541,364.00**
Surplus/Deficit		**(1,235,808.05)**	**4,209,130.55**

The school financial statements were approved on 03/09/2024 and signed by:

Sign.........................

Name: Mr Alex. K. Masai

Chair BOM

Date: 16/9/24

....

Name: Mr Daniel.k. Muli
School Principal/ Secretary to BOM

SECRETARY B.O.M
MUINDI MBINGU ... SCHOOL
P. O. Box 1294 - 90100, MACHAKOS
Date:.................Sign:.................

Date:

....

Name:CpaPatricia.K.Nthuku

Bursar

Date: 16/9/2024

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

Description	Note	*FY 2022-2023*	*FY 2021-2022*
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	8,044,774.80	12,323,950.85
Cash balances	11	141,910.00	148,496.00
Short term investments	12	0.00	0.00
Total cash and cash equivalent		**8,186,684.80**	**12,472,446.85**
Account's receivables	13	16,789,273.00	13,871,983.00
Total financial assets		**24,975,957.80**	**26,344,429.85**
Financial liabilities			
Accounts payables	14	(797,238.00)	(929,902.00)
Net financial assets		**24,178,719.80**	**25,414,527.85**
Represented by			
Accumulated fund b/fwd	15	25,414,527.85	25,414,527.85
Surplus/deficit for the year		(1,235,808.05)	4,209,130.55
Net financial position		**24,178,719.80**	**25,414,527.85**
			-

The school's financial statements were approved on 03/09/2024 and signed by:

…………………………………	…………………………………	…………………………………
Name:Mr alex.K.Masai	**Name:Mr Daniel.K.Muli** **School Principal/ Secretary to BOM**	**Name:CpaPatricia.K.Nthuku**
Chair BOM		**Bursar/ Finance Officer**
Date: 16/9/24	**Date:** 16/9/2024	**Date:** 16/9/2024

SECRETARY B.O.M
MUINDI MBINGU SEC. SCHOOL
P O Box 1294 - 90100, MACHAKOS
Date:…………………Sign:……………………

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

Description	Note	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,782,066.00	2,117,183.20
Government grants for operations	2	5,136,935.35	9,321,044.20
Government grants for infrastructure	3	2,409,000.00	0.00
School fund income- parents contributions/ fees	4	26,828,378.00	31,298,041.15
Other income	5	8,454,600.00	10,719,967.00
Total receipts		**44,610,979.35**	**53,456,235.55**
Payments			
Cash outflows for tuition	6	1,668,704.40	2,265,250.00
Cash outflows for operations	7	6,803,285.00	11,765,330.00
Cash outflows for infrastructure	8	695,000.00	0.00
Cash outflows Boarding/lunch and school fund payments	9	39,729,752.00	35,580,882.00
Total payments		**48,896,741.40**	**49,611,462.00**
Net cash inflow/outflow from operating activities		**(4,285,762.05)**	**3,844,773.55**
Cash flow from investing activities			
Acquisition of assets		0.00	0.00
Proceeds from sale of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		**0.00**	**0.00**
Net cash inflow/outflows from investing activities		**0.00**	**0.00**
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash inflow/outflow from financing activities		**0.00**	**0.00**
Net increase/decrease in cash and cash equivalents		**(4,285,762.05)**	**3,844,773.55**
Cash and cash equivalent at beginning of the FY		12,472,446.85	3,790,436.20
Cash and cash equivalent at end of the FY		**8,186,684.80**	**12,472,446.85**

The school's financial statements were approved on 03/09/2024 and signed by:

Sign....................................	....	....
Name: Mr ALEX. K. MASAI	**Name:** MR DANIEL K. MULI	**Name:** Patricia Katunde Ntumi
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date:	**Date:**	**Date:** 16/9/2024.

SECRETARY B.O.M
MUINDI MBINGU SEC. SCHOOL
P. O. Box 1294 - 90100, MACHAKOS
Date:........................Sign:.....................

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					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,527,840.00	0.00	2,257,840.00	1,641,531.00	64.94%
Exams And Assessment					
Fees Deposit				40,535.00	
RD Cheque				100,000.00	
(2) Capitation Grant on Operations					
Personnel Emoluments					
Repairs And Maintenance					
Other vote head(lt&t,ewc,adm costs)	5,734,000.00	0.00	5,734,000.00	4,343,988.85	75.76%
Electricity And Water					
Medical and insurance	1,220,000.00	0.00	1,220,000.00	120,000.00	9.84%
Administration Costs					
Activity	915,000.00	0.00	915,000.00	338,312.50	36.97%

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
Gratuity					
Kudheiha				23,584.00	
Paye				21,050.00	
Nssf				290,000.00	
3) Capitation for infrastructure					
Maintenance &Improvement funds	3,050,000.00	0.00	3,050,000.00	2,409,000.00	78.98%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
(4) Fees Charged on Parents					
Personnel Emoluments					
Repairs And Maintenance	1,586,000.00	0.00	1,586,000.00	1,512,544.00	95.40%
Other vote heads (lt&t,ewc,adm costs)	9,254,310.00	0.00	9,254,310.00	8,957,834.00	96.80%
Activity	396,500.00	0.00	396,500.00	184,838.00	46.60%
SMASSE					
Fee On Boarding Equipment and Stores	16,518,190.00	0.00	16,518,190.00	19,090,452.00	115.60%

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
5) Miscellanious Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire	0.00	0.00	0.00	92,000.00	0.00%
Losses	0.00	0.00	0.00	282,425.00	0.00%
Tender Sales	0.00	0.00	0.00	31,000.00	0.00%
Income From Any Other Investment					
Kcse exam	0.00	0.00	0.00	25,200.00	0.00%
Bursary	0.00	0.00	0.00	846,030.00	0.00%
MI	0.00	0.00	0.00	45,500.00	0.00%
Uniform	0.00	0.00	0.00	3,818,115.00	0.00%
Prepayment	0.00	0.00	0.00	75,365.00	0.00%
PA project	0.00	0.00	0.00	3,238,965.00	0.00%
Total Income	**41,201,840.00**		**41,201,840.00**	**47,528,269.35**	**112.55%**
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					

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
Internal Exams					
Teaching / Learning Materials	2,527,840.00	0.00	2,527,840.00	1,589,374.40	58.92%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges	0.00	0.00	0.00	4,620.00	0.00%
(7) Expenditure For Operations					
Personnel Emoluments	0.00	0.00	0.00	4,214,013.00	0.00%
Repairs, Maintenance & Improvements					
Local Transport / Travelling					
Electricity, Water and Conservancy					
Medical	1,220,000.00	0.00	1,220,000.00	109,050.00	8.94%
Other votes head(lt&t,ewc,adm costs)	5,734,000.00	0.00	5,734,000.00	1,586,678.00	27.70%
Activity Expenses	915,000.00	0.00	915,000.00	566,460.00	61.91%
Gratuity					
SMASSE					
Nssf				262,500.00	0.00%
Kudheiha				22,314.00	0.00%
Paye				19,270.00	0.00%

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					
Construction of classrooms					
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Construction of toilets	3,050,000.00		3,050,000.00	695,000.00	22.79%
Purchase of machinery					
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments					
Repairs, Maintenance and Improvements	1,586,000.00		1,586,000.00	6,454,999.00	407.0%
Other voteheads (lt,ecw,admcost,p.e)	9,254,310.00		9,254,310.00	6,046,835.00	65.30%
Activity	396,500. 00	0.00	396,500.00	507,350.00	78.20%
Boarding Equipment and Stores	16,518,190.00	0.00	16,518,190.00	19,106,277.00	115.70%
KCSE -Exams	0.00	0.00	0.00	35,800.00	0.00%
Bom allowance				109,000.00	0.00%
Bursary				846,030.00	
Bushire expenses	0.00	0.00	0.00	139,124.00	0.00%

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.A project expenses	0.00	0.00	0.00	2,221,700.00	0.00%
Expenditure For Income Generating Activity					
Uniform expenses	0.00	0.00	0.00	4,125,500.00	0.00%
Fees refunds	0.00	0.00	0.00	98,613.00	0.00%
Farm expenses	0.00	0.00	0.00	1,350.00	0.00%
Bank Charges	0.00	0.00	0.00	2,220.00	0.00%
Acquisition Of Assets					
Totals	**41,201,840.00**	**0.00**	**41,201,840.00**	**48,764,077.40**	**118.00%**

Commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%

- ✓ Changes of government policies after the introduction of the new reporting guidelines where schools were instructed to adopt the government financial year and cut off line be 30th June 2023 when term two was still on. The budgets prepared were not 100% realistic since the reporting period has been harmonized to the Government fiscal year that runs from 1st July to 30th June as provided by section 87 of the Basic Education Act,2023 read together with section 81of the PFM Act ,2012 instead of the school's calendar year running from 1st January to 31st December.
- ✓ The school did not receive all the capitation grants as expected. Some budgeted vote heads like medical, activity, textbooks were not funded. The funds were retained by the ministry of education.
- ✓ Maintenance and improvement funds were not spent for school to undertake a mega project in the next financial year.

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 Muindi Mbingu Abc High 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

Muindi Mbingu 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 Muindi Mbingu ABC High 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, Muindi Mbingu ABC High School includes such value in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

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

5. Accounts Receivable

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

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 and included prepaid fees which was recognized when a student cleared full fees for the year and ended up paying in excess.

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. Muindi Mbingu Abc High school 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

The comparative figures for the previous accounting period were for twelve months and is comparable with the current period for twelve months.

10. Subsequent events

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

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	*FY2022-2023*	*FY2021-2022*
	Kshs	Kshs
Reference Materials	0.00	0.00
Exercise Books	0.00	0.00
Laboratory Equipment	0.00	0.00
Internal Exams	0.00	0.00
Teaching / Learning Materials	1,641,531.00	2,105,183.20
Fees Deposit	40,535.00	12,000.00
RD cheque	100,000.00	0.00
Total	**1,782,066.00**	**2,117,183.20**

2 Government Grants for Operations

Description	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Personnel Emoluments	0.00	0.00
Repairs And Maintenance	0.00	3,352,750.00
Local Transport / Travelling	0.00	0.00
Electricity And Water	0.00	0.00
Medical and insurance	120,000.00	127,400.00
Administration Costs	0.00	0.00
Activity	338,312.50	0.00
Other Vote Heads (adm cost,lt&t,ewc)	4,343,988.85	5,828,694.20
Fees deposit		**12,200.00**
Nhif		**0.00**
Nssf	**290,000.00**	**0.00**
Kudheiha	**23,584.00**	**0.00**
Paye	**21,050.00**	**0.00**
Total as per cash flow	**5,136,935.35**	**9,321,044.20**

3 Government Grants for infrastructure

Description	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Maintenance & Improvement	2,409,000.00	0.00
Economic stimulus grants	0.00	0.00
Total	**2,409,000.00**	**0.00**

4 School Fund Income - Parents Contribution/Fees

Description	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Repairs and maintenance	1,512,544.00	1,596,605.00
Electricity and water	0.00	0.00
Medical and insurance	0.00	0.00
Administration costs	0.00	0.00
Activity	184,838.00	212,870.00
Fee on Boarding Equipment and stores	19,090,452.00	20,093,871.15
Others vote heads (lt,ewc,adm cost, p.e)	8,957,834.00	10,688,954.00
Total as per receipts and payments	**29,745,668.00**	**35,592,300.15**
Add fees arrears income	**304,941.00**	**258,719.00**
Less Fees Debtors for the year	**(3,222,231.00)**	**(1,552,978.00)**
Total as per Cash flow	**26,828,378.00**	**31,298,041.15**

5 Miscellaneous Incomes

Description	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Rent Income	0.00	0.00
Income From Farming Activities	45,500.00	0.00
Disposals	0.00	112,660.00
Tender sales	31,000.00	40,000.00
Income From Bus Hire	92,000.00	63,000.00
Fee For Hire of Ground and Equipment	0.00	0.00
Losses	282,425.00	108,150.00

Interest Income	0.00	0.00
Dividends Income	0.00	0.00
KCSE exam repeaters	25,200.00	25,100.00
Uniform fees	3,818,115.00	6,127,710.00
PA project	3,238,965.00	3,811,789.00
Bursary	846,030.00	225,100.00
Total	**450,925.00**	**323,810.00**

Notes to the Financial Statements (continued)

6 Tuition

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Exercise Books	0.00	0.00
Textbooks	0.00	0.00
Reference materials	0.00	0.00
Laboratory Equipment	0.00	0.00
Teaching / Learning Materials	1,589,374.40	2,393,090.00
Exams And Assessment	0.00	0.00
Teachers Guides	0.00	0.00
Bank Charges	4,620.00	0.00
Others	0.00	0.00
Total as per receipts and payments	**1,593,994.40**	**2,393,090.00**
Less creditors for the year	**(53,130.00)**	**(127,840.00)**
Add creditors paid during the year	**127,840.00**	**0.00**
Total as per cash flow	**1,668,704.40**	**2,265,250.00**

7 Operations

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Other vote heads (ltt, ewc ,adm cost ,p.e)	1,586,678.00	4,797,395.00
Service Gratuity	0.00	0.00
Payroll expenses	4,214,013.00	3,814,835.00
Acquisition of assets	0.00	3,110,000.00
Local Transport / Travelling	0.00	0.00
Electricity And Water	0.00	0.00
Medical and insurance	109,050.00	83,590.00
Activity Expenses	566,460.00	203,450.00
Bank charges	0.00	3,060 .00
Paye	19,270.00	0.00
Nssf	262,500.00	0.00
Kudheiha	22,314.00	0.00
Total as per receipts and payments	**6,780,285.00**	**12,012,330.00**
Add creditors paid during the year	**23,000.00**	**247,000.00**
Total as per cash flow	**6,803,285.00**	**11,765,330.00**

Notes to the Financial Statements (continued)

8 Infrastructure

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Construction of classrooms	0.00	0.00
Construction of laboratory	0.00	0.00
Construction of dormitory	0.00	0.00
Construction of toilets	695,000.00	0.00
Drilling of boreholes	0.00	0.00
Total	**695,000.00**	**0.00**

9 Boarding And School Fund

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Other vote heads (ltt,ewc,adm costs,p.e)	6,046,835.00	4,544,585.00
Bus hire expenses	139,124.00	224,014.00
Repairs, Maintenance & Improvements	6,454,999.00	667,435.00
Tenders	0.00	10,000.00
Activity	507,350.00	86,200.00
Uniform expenses	4,125,500.00	6,218,990.00
Bom allowance	109,000.00	207,500.00
KCSE -exams	35,800.00	66,200.00
Bank Charges	2,220.00	5,580.00
Expenses On Income Generating Activities**	0.00	0.00
Fee On Boarding Equipment and Stores	19,106,277.00	19,425,430.00
Fees refunds	98,613.00	263,131.00
Farm expenses	1,350.00	0.00
Loan Principal Repayment	0.00	0.0
Loan Interest Repayment	0.00	0.00
Acquisition Of Assets	0.00	0.00
PA project expenses	2,221,700.00	4,191,779.00
Bursary	846,030.00	225,100.00
Total as per receipts and payments	**39,694,798.00**	**36,135,944.00**
Add creditors paid during the year	**779,062.00**	**0.00**
Less creditors for the year	**(744,108.00)**	**(555,062.00)**
Total cash outflow for school fund	**39,729,752.00**	**35,580,882.00**

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	FY 2022-2023	FY 2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	0102862815100	240,406.45	127,044.85
Operations Account	Active	0102862815101	1,744,920.15	1,629,715.80
School Fund Account/Boarding	Active	0102862815102	5,531,344.65	10,553,086.65
KCB current Account	Dormant	1111942951	9,807.55	9,807.55
Infrastructural Account	Active	0102862815103	518,296.00	4,296.00
Total			**8,044,774.80**	**12,323,950.85**

11 Cash In Hand

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Notes and Coins	141,910.00	148,496.00
Total	**141,910.00**	**148,496.00**

12 Short Term Investments

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	**0.00**	**0.00**

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Fees Arrears	16,789,273.00	13,871,983.00
Other Non-Fees Receivables	0.00	0.00
Salary Advances (list/schedule attached)	0.00	0.00
Rent arrears (list/schedule attached)	0.00	0.00
Total	**16,789,273.00**	**13,871,983.00**

13 b Ageing Analysis of Accounts Receivable

Description	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
	FY 2022-2023	**% of the total**	**2021-2022 fy**	**% of the total**
Less than 1 year	3,222,231.00	19.2%	1,552,978.00	11.1%
Between 1- 2 years	1,248,037.00	7.4%	(258,719.00)1	1.9%
Between 2-3 years	12,319,005.00	73.4%	12,577,724.00	90.7%
Over 3 years	0.00	0.0%	0.00	0.0%
Total (should tie to note 13 a)	**16,789,273.00**	**100%**	**13,871,983.00**	**100%**

14 Accounts Payable

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	797,238.00	929,902.00
Total	**797,238.00**	**929,902.00**

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	FY 2022-2023 Kshs		FY 2021-2022 Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	797,238.00	100%	929,902.00	100%
Between 1- 2 years	0.00	0.0%	0.00	0.0%
Between 2-3 years	0.00	0.0%	0.00	0.0%
Over 3 years	0.00	0.0%	0.00	0.0%
Total (should tie to note 14)	**797,238.00**	**100%**	**929,902.00**	**100%**

15 Fund Balance Brought Forward

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Bank Balances	12,323,950.85	8,293,726.30
Cash Balances	148,496.00	333,937.00
Short Term Investments	0.00	0.00
Receivables	13,871,983.00	12,577,724.00
Payables	(929,902.00)	0.00
Total	**25,414,527.85**	**21,205,397.30**

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	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	**0.00**	**0.00**

17 Biological assets

Description	Numbers	*FY 2022-2023*	*FY 2021-2022*
		Kshs	Kshs
Cattle	1	15,000.00	40,000.00
Goats	10	30,000.00	22,000.00
Trees	264	190,000.00	180,000.00
Coffee Or Tea Plantation	0	0.00	0.00
Poultry	0	0.00	0.00
Total	**275**	**235,000.00**	**242,00.00**

18 Borrowings

Description	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	**0.00**	**0.00**
Balance at the end of the year	**0.00**	**0.00**

Other important disclosure notes

19 Stock/ Inventory

Description	*FY 2022-2023*	*FY 2021-2022*
	Kshs	Kshs
Food stuffs	643,902.00	214,061.00
Laboratory chemicals	176,047.86	272,835.40
Stationery	98,574.00	476,064.00
Medication	0.00	0.00
Construction Materials	0.00	0.00
Balance at end of the year	**918,523.86**	**962,960.40**

20 Progress On Follow Up Of Auditor Recommendations

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

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

Sign and Date
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 30.6.2023	Outstanding Balance 30.6.2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
Sub-Total	**0.00**		**0.00**	**0.00**		
Supply Of Goods						
1.Jit Investments	53,130.00	20/6/2023	0.00	53,130.00		
2.Mbamusons Investments	77,000.00	30/6/2023	0.00	77,000.00		
3.Madaraka Butchery	71,280.00	30/6/2023	0.00	71,280.00		
4.Janiva Green Grocer	75,500.00	30/6/2023	0.00	75,500.00		
5.Naivas ltd	155,300.00	15/6/2023	0.00	155,300.00		
6.Dimka Power Systems	86,917.00	30/6/2023	0.00	86,917.00		
7.Mzima Technology Associates	22,100.00	22/6/2023	0.00	22,100.00		
8.Dpl Festive	108,325.00	30/6/2023	0.00	108,325.00		
Sub-Total	**649,552.00**		**0.00**	**649,522.00**		**To be settled in full**
Supply Of Services						
9.Kenya power and Lighting Company	147,686.00	30/6/2023	0.00	147,686.00		
Sub-Total	**147,686.00**		0.00	**147,686.00**		**To be settled in full**
Grand Total	**797,238.00**		0.00	**797,238.00**		

Annex 2 – Summary of Fixed Assets Register

Asset Class	Opening balances b/f 1st July 2022 Numbers	Additions during the year Numbers	Disposals during the year Numbers	Closing balances c/f 30th June 2023 Numbers
Land 1	6	0	0	6
Land 2	0.125	0	0	0.125
Buildings And Structures	128	0	0	128
Motor Vehicles	1	0	0	1
Office Equipment, Furniture And Fittings	1,192	0	0	1,192
Textbooks	33	0	0	33
ICT Equipment	6,136	0	0	6,136
Tools And Apparatus	19,494	136	0	19,630
Other Machinery And Equipment	853	0	0	853
Heritage And Cultural Assets	48	0	0	48
Intangible Assets- Soft Ware	1	0	0	1
Total	27,892.125	136	0	28,028.125