

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 16 JUN 2026

DAY.

Tuesday

REPORT

TABLED

BY:

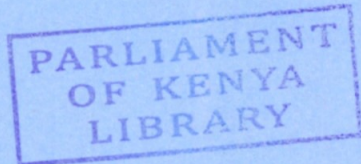
CLERK-AT
THE-TABLE:

Hon. Naomi Waga, CBS, MP
(Deputy Majority Party Whip)
Lmale.

OF

THE AUDITOR-GENERAL

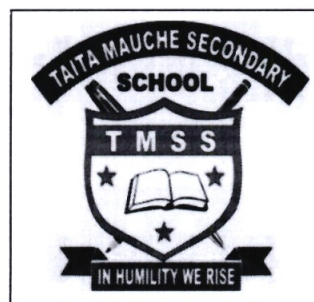
ON



TAITA MAUCHE SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2023

NAKURU COUNTY



TAITA MAUCHE SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2023

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

TAITA MAUCHE SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2023

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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

TAITA MAUCHE SECONDARY SCHOOL
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2. Key School Information and Management

(a) Background information

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

The school was registered in 18/01/2007 under registration number GP/A/4448/2007 and is currently categorized as a Sub county public school established, owned and operated by the Government.

The school is a day/boarding school and had **1257** number of students as at *30th June 2023*. It has 5 streams and 40 teachers of which 15 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	MRS. ROSEMARY KIRUI	Chair Person	18/07/2022
2	MR. DAVID BIWOT	Secretary - Principal	18/07/2022
3	REV. ALFRED K.A KIRUI	Member	18/07/2022
4	MRS. ROSE CHERUIYOT	Member	18/07/2022
5	MRS. VIOLET NDEGE	Member	18/07/2022
6	REV. ANDREW KOSKEI	Member	18/07/2022
7	MRS. ANN WAMBUI	Member	18/07/2022
8	MRS. ROSE KELONG	Member - Rep CEB	18/07/2022
9	MR. TESOT KURGAT	Member - Rep Teachers	18/07/2022
10	1. MRS. ROSEMARY KIRUI 2. DR. RICHARD KOSKEI 3. MD. NAOMI CHEPNGENO	3 Members - Sponsor	18/07/2022
11	REV. ANDREW KOSKEI	Member - Community	18/07/2022
12	DR. RICHARD KOSKEI	Member Special Needs	18/07/2022
13	GIDEON ISRAEL	Rep Students	18/07/2022

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****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. MRS. ROSEMARY KIRUI	CHAIR.	2 out of 2
		2. MR. BIWOT DAVID	SECRETARY	2 out of 2
		3. REV. ANDREW KOSKEI	MEMBER	2 out of 2
		4. MR. SAMWEL CHIRCHIR	MEMBER	2 out of 2
		5. MRS ROSE KELONG	MEMBER	2 out of 2
2	Audit Committee	1. MR. ALFRED KIRUI	CHAIRPERSON	2 out of 2
		2. MRS. VIOLET NDEGE	MEMBER	2 out of 2
		3. MRS. NANCY KILEL	MEMBER	2 out of 2
		4. MR. SAMWEL CHIRCHIR	MEMBER	2 out of 2
3	Finance, procurement and general purpose committee	1. MR. SAMWEL CHIRCHIR	CHAIRPERSON	3 out of 3
		2. REV. ANDREW KOSKEI	MEMBER	3 out of 3
		3. MRS. NANCY KILEL	MEMBER	3 out of 3
		4. MD. VIOLET NDEGE	MEMBER	3 out of 3
4	Academic Committee	1. DR. RICHARD KOSKEI	CHAIRPERSON	1 out of 1
		2. MRS. NAOMI CHERUIYOT	MEMBER	1 out of 1

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

		3. STEPHEN BETT	MEMBER	1 out of 1
		4. MRS. ROSE CHERUIYOT	MEMBER	1 out of 1
5	Development Committee	1. REV. KIRUI ALFRED	CHAIRPERSON	3 out of 3
		2. MR. SAMWEL CHIRCHIR	MEMBER	3 out of 3
		3. MRS. ANN WAMBUI	MEMBER	3 out of 3
		4. MD. ROSE KELONG	MEMBER	3 out of 3
6	Discipline and welfare committee	1. MR. SAMWEL CHIRCHIR	CHAIRPERSON	1 out of 1
		2. MRS. ROSE CHERUIYOT	MEMBER	1 out of 1
		3. REV. ABRAHAM KIRUI	MEMBER	1 out of 1
		4. MRS. ROSE KELONG	MEMBER	1 out of 1
7	Adhoc Committee			
	1. Tender opening	1. MR. TESOT KURGAT	CHAIRPERSON	1 out of 1
		2. MR. LANGAT EMMANUEL	SECRETARY	1 out of 1
		3. MR. PAUL MARITIM	MEMBER	1 out of 1
		4. MRS. PURITY RONO	MEMBER	1 out of 1
		5. MRS. EVALINE KOSKEI	MEMBER	1 out of 1
	2. Tender Evaluation	1. MR. CYRUS NGETICH	CHAIRPERSON	1 out of 1
		2. MRS. EVALINE KOSKEI	SECRETARY	1 out of 1
		3. MR. PAUL MARITIM	MEMBER	1 out of 1
		4. MR. LANGAT EMMANUEL	MEMBER	1 out of 1
		5. MRS. PURITY RONO	MEMBER	1 out of 1
	3. Inspection and Acceptance	1. MONICAH CHEBETT	CHAIRPERSON	4 out of 4
		2. JULIUS OKUMU	MEMBER	4 out of 4
		3. CHARLES BETT	CHAIRPERSON	3 out of 4
		4. EVALINE KOSKEI	SECRETARY	3 out of 4
		5. PAUL KIBET	MEMBER	3 out of 4
		6. NANCY KITUR	MEMBER	3 out of 4

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

(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. David Biwot	TSC No. 308468
2	Deputy Principal	Mr. Cyrus Ngetich	TSC No. 418683
3	School Bursar	Mr. Paul Kibet	ICPAK No. 26597
4	Other (specify)		

(e) Schools contacts

Post Office Box: 1404-20100
Telephone: 0795637042
E-mail: taitamauchesecondary@gmail.com
Website:
Facebook:
Twitter:

(f) School Bankers

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

1. Name of Bank: KCB - Tuition Account
Branch: NJORO
Account Number: 1180727991
2. Name of Bank: KCB - Operation Account
Branch: NJORO
Account Number: 1180727827
3. Name of Bank: KCB - Infrastructure account
Branch: NJORO
Account Number: 1270695983
4. Name of Bank: KCB - CDF account
Branch: NJORO
Account Number: 1177198959
5. Name of Bank: KCB - Lunch Account
Branch: NJORO
Account Number: 1138463426

MPESA Pay Bill No. 20361K attached to KCB- 1138463426 bank account

(g) Independent Auditors

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

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

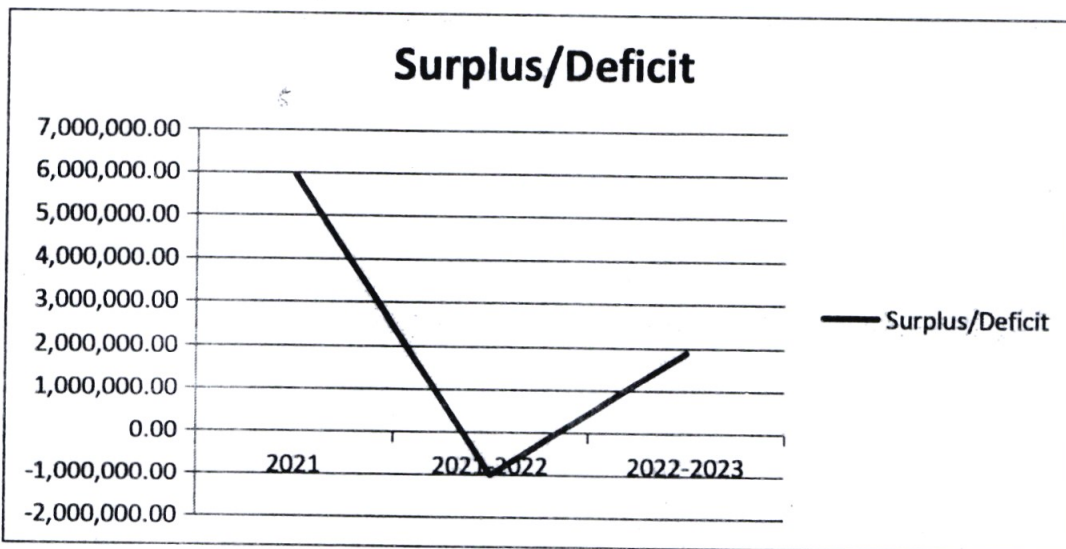
3. Summary Report of Performance of The School

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

a) Financial performance:

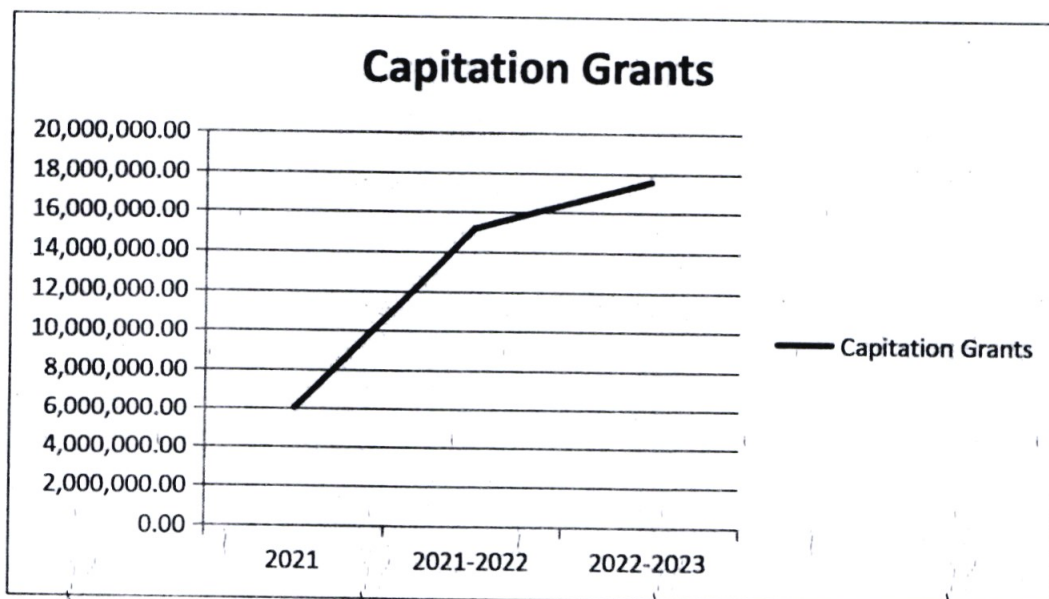
i. Surplus/ deficit for the year and a comparison of the same for the last three years

Year	2021	2021-2022	2022-2023
Surplus/Deficit	5,928,286	(1,007,365)	1,886,312



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

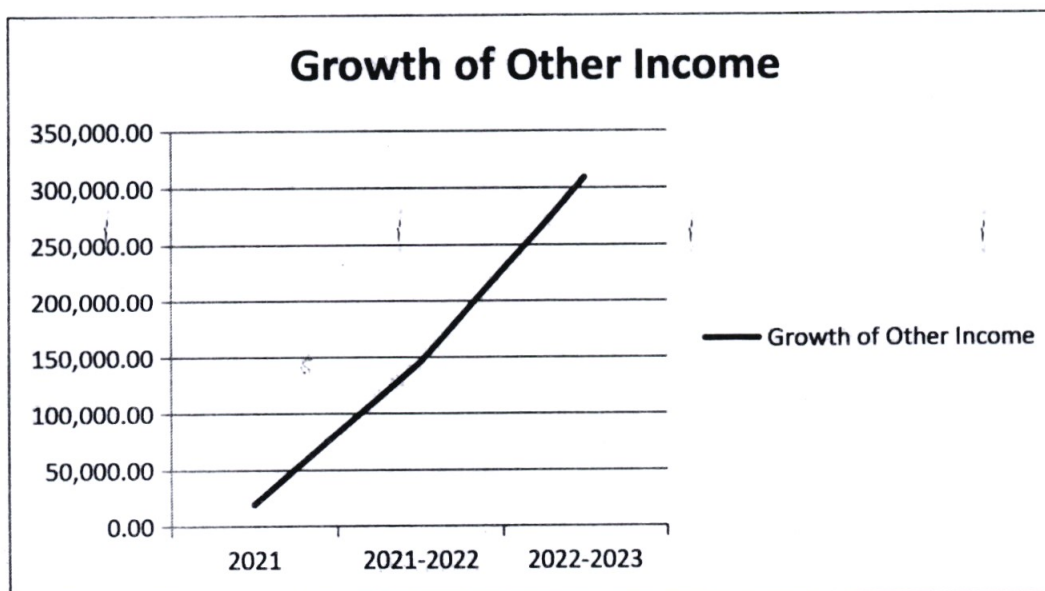
Year	2021	2021-2022	2022-2023
Capitation Grants	6,026,569	15,157,296	17,606,756



TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

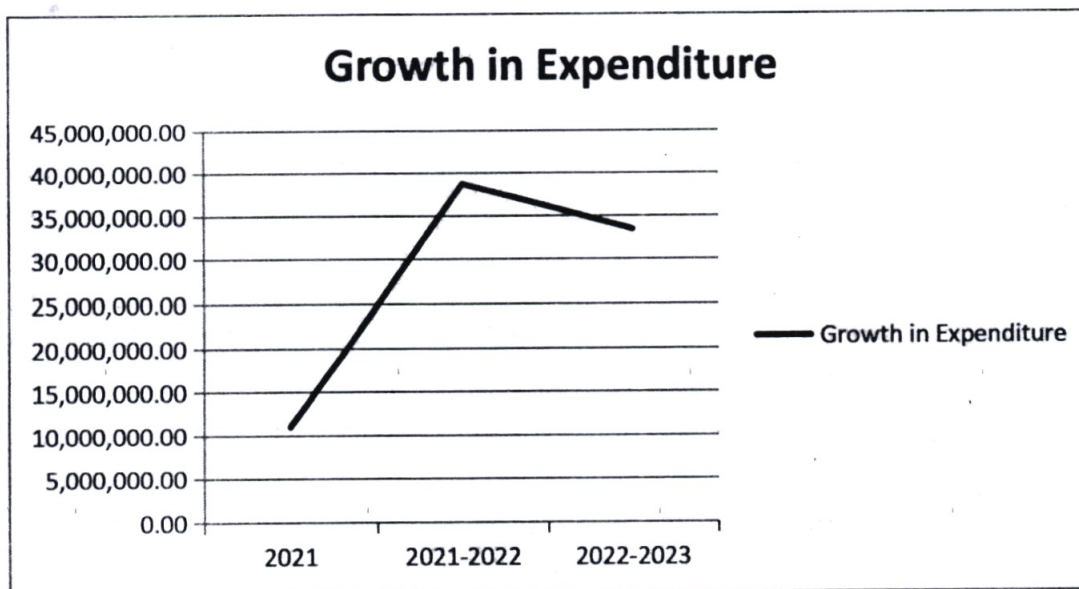
iii. *A three-year overview of growth of other income(s) earned by the school.*

Year	2021	2021-2022	2022-2023
Growth of Other Income	19,040	145,500	309,000



iv. *A three-year overview of growth in expenditure of the school*

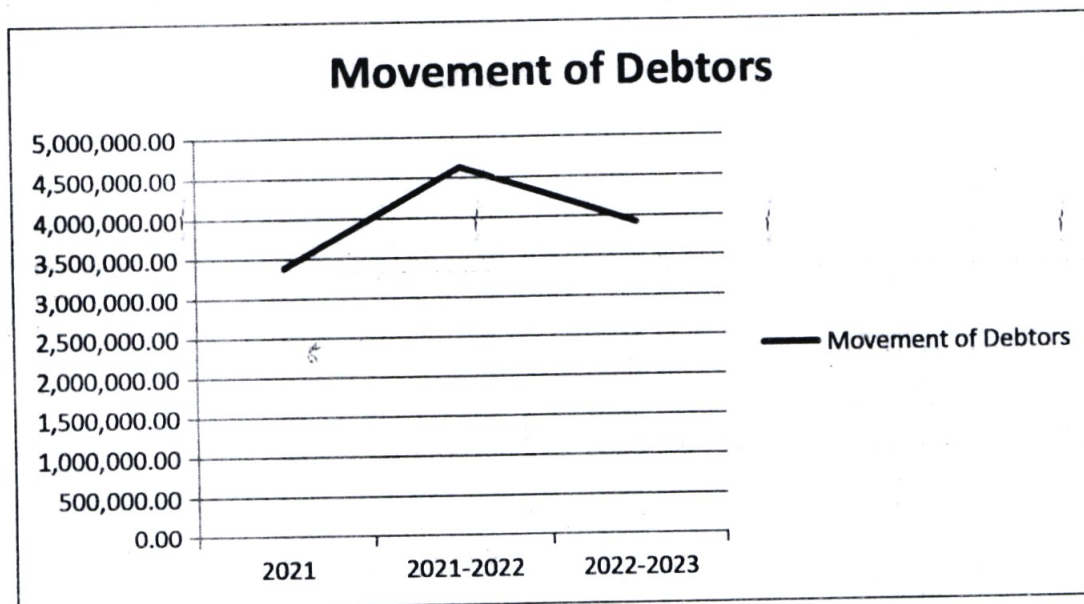
Year	2021	2021-2022	2022-2023
Growth in Expenditure	10,968,551	38,811,043	33,747,024



TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

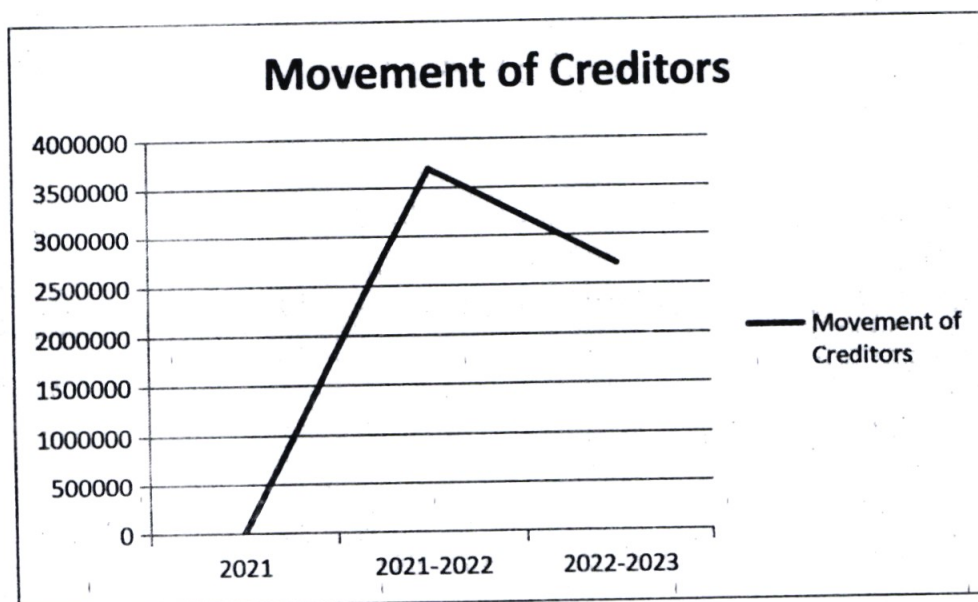
v. *Movement of debtors of the school over the last three years*

Year	2021	2021-2022	2022-2023
Movement of Debtors	3,383,881	4,624,014	3,918,287



vi. *Movement of creditors of the school over the last three years*

Year	2021	2021-2022	2022-2023
Movement of Creditors		3,692,900	2,699,759



TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****b) Teacher Student ratio:**

1. Teacher student ratio	1:31
2. No. of students	1257
3. Number of teachers	40
4. Mean score	3.9
5. Number of candidates	242

c) Mean score in the 2022 KCSE:

Performance of the school for the last three years.

YEAR	ENTRY	MEAN SCORE	DEVIATION	TRANSITION
2020	167	4.50	+0.52	30
2021	204	3.698	-0.802	18
2022	244	3.90	+0.202	24

d) Number of Candidates in the 2023 KCSE:

Year	2021	2022	2023
Number of Candidates	204	244	242

e) Capacity of the school:

Taita Mauche Secondary School is a sub county mixed school with **550** Girls and **707** Boys giving a total enrolment of **1257** students.

The school has **25** TSC teachers supported by **15 BOM** teachers and **20** Non teaching staff.

The school has 20 permanent classrooms. Other permanent projects include;

1. Girls dormitory (160 Bed capacity)
2. 03 Science Laboratory
3. 08 Closet Girls Toilets
4. 20 Closet Boys toilets
5. 05 Closet Staff toilets

The following are the temporary structures in the school:-

1. 03 Mabati make shift Girls dormitories

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

2. 03 Mabati make shifts food stores
3. 02 Timber (wooden) make shifts staffroom and administration block
4. Improved Mabati make shift kitchen.

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
SCIENCE LABORATORY	M.O.E(M.I)	71% COMPLETE	4,324,255.00	3,067,255.00	

PRINCIPAL
TAITA MAUCHE SECONDARY
SCHOOL
P.O. BOX 14504 NAKURU

Date: 27/7/23
School Principal

TAITA MAUCHE SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2023

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2023, and of the school's financial position as at that date.

.....
Name: MRS. ROSEMARY KIRUI

Designation: Chairperson, School Board of Management

Date: 2.7.23

PRINCIPAL
TAITA MAUCHE SECONDARY
SCHOOL
P.O. BOX 1404 NAKURU

Date: Name: MR. DAVID BIWOT

Designation: School Principal & Secretary to Board of Management

Date: 2.7.23

BURSAR
TAITA MAUCHE SECONDARY
SCHOOL
P.O. BOX 1404 NAKURU

Name: MR. PAUL KIBET

Designation: Bursar/ Finance Officer

Date: 2.7.23

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON TAITA MAUCHE SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - NAKURU COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Taita Mauche Secondary School set out on pages 1 to 23, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows

Report of the Auditor-General on Taita Mauche Secondary School for the year ended 30 June, 2023 - Nakuru County

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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Taita Mauche Secondary School as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with 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

Long Outstanding Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 of the financial statement reflects a balance of Kshs.14,948,413 in respect of accounts receivables. However, a review of the receivable's records revealed that an amount of Kshs.11,030,126 in respect of fees arrears had been outstanding for more than one year. However, there were no policy on the impairment on long outstanding fees arrears casting doubt on fair statement and full recoverability of the accounts receivables balance.

In circumstances, the accuracy completeness and full recoverability of the accounts receivables balance of Kshs.11,030,126 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Taita Mauche Secondary 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 Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.39,214,085 and Kshs.35,283,971 respectively, resulting in an under-funding of revenue of Kshs.3,930,114 or 10% of the budget. However, the School spent Kshs.31,535,218 against actual receipts of Kshs.35,859,667 resulting in an over-utilization of Kshs.3,748,753 or 11% of the actual receipts.

In the circumstances, the under-collection under-utilization may have impacted negatively on service delivery to the students.

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. Except for the effects of the matter described in the Basis for Qualified Opinion section. I have determined that there are no other key audit matters to communicate in my report.

Other Information

Management is responsible for the Other Information set out on page iii to xiii which comprises of Key School Information and Management, Summary Report of Performance of the School and the 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, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Unconfirmed Student Enrolment Data

The statement of receipts and payments and as disclosed in Note 1 and 2 to the financial statement reflects Kshs.3,248,896 and Kshs.9,562,860 in respect to government grants for tuition and government grants for operations respectively. Audit review of capitation disbursements in the National Education Management Information System (NEMIS) records revealed significant variances when compared with the recomputed expected capitation amounts based on the actual number of students in the School during the financial year under review. As a result of the discrepancies between the NEMIS data

and the actual number of students in the School, capitation funds disbursed to the School were affected. The review established that the School received capitation grants of Kshs.18,600,655.95 against an expected capitation of Kshs.21,755,886.36, resulting in a net underfunding of Kshs.3,155,230.41.

In the circumstances, Management did not ensure the accuracy and completeness of student enrolment data used for capitation purposes and funding could not be confirmed.

2. Non-Compliance with Law on Staff Composition

Review of the staff establishment list revealed that the School had a total of forty-one (41) employees. Out of these, thirty-one (31) employees were from the same ethnic community, representing 75.61% of the total staff. This was contrary to Section 7(2) of the National Cohesion and Integration Act, 2008, which provides that no public establishment shall have more than one-third of its staff from the same ethnic community. The staff composition therefore does not reflect the diversity of the people of Kenya.

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

3. Failure to Prepare a Project Implementation Status Report

The Management of the School did not prepare a project implementation status report as required by Section 152 of the Public Procurement and Asset Disposal Act, 2015 which requires the head of the procurement function to prepare monthly progress reports of all procurement contracts of the procuring entity and submit them to the accounting officer.

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

4. Long Outstanding Payables

The statement of assets and liabilities reflects payables balance of Kshs.3,265,410 at Note 14 to the financial statements. However, included in the balance are trade payables balance of Kshs.565,651 which had been outstanding for more than one year. This was contrary to Regulation 42 (1) (a) of the Public Finance Management (National Government) Regulations, 2015 which states that service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

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

Basis for Conclusion

1. Weaknesses in Assets Management

Annex 2 to the financial statements reflects summary of fixed assets register which lists the total number of the school's assets as 18,432. However, the reported balance represents a summarized listing of assets rather than their actual monetary value, and appears to be a count or aggregation of items recorded in the register. Included in these assets is the School's parcel of land whose size, value and ownership could not be confirmed as the title deed was not provided for audit review. Further, the fixed asset register did not have essential details and unique identifiers such as asset tags, year of purchase, value, location and condition of the asset.

In the circumstances, the existence of an effective control mechanisms to safeguard and value the assets could not be confirmed.

2. Weaknesses in Textbooks Management

During the year under review, the School had 51,880 books of unknown value. However, physical verification revealed that the available textbook storage facilities were inadequate. As a result, many books were stored in unsuitable conditions such as in carton boxes. This exposes the books to damage in the event of rain or water spillage during the cleaning.

In the circumstances, the effectiveness of mechanisms in the management of textbooks could not be confirmed.

3. Lack of Information Communication Technology Policy

Review of internal controls revealed that the School had not developed and implemented an ICT policy. The School relied on informal ICT practices with no documented guidance on system access controls, password management, data backup, system usage and incident management.

In the circumstances, the effectiveness of the ICT internal controls could not be confirmed.

4. Lack of Risk Management Policy

Review of internal control documents revealed that the School had not developed and implemented a risk management policy. There was no structured process for risk identification, assessment, monitoring and reporting.

In the circumstances, the effectiveness of risk management controls could not be confirmed.

5. Non-Compliance with Data Protection Act, 2019

The audit established that in the financial year under review, the School was actively processing data of students despite not having obtained a certificate of registration as a data controller from the ODPC, as required under Section 18 of the Data Protection Act, 2019. Further, no application for registration had been submitted, and no evidence was provided to confirm compliance with statutory registration requirements. Further, the audit revealed that the School did not have a formally documented data protection policy in place. In addition, there were no internal guidelines or documented procedures outlining how the data was collected, processed, stored, or shared, contrary to Regulation 23 of the Data Protection Regulations, 2021.

In the circumstances, the School is exposed to the risk of non-compliance with data protection requirements and potential misuse or mishandling of personal data.

6. Lack of Insurance Cover for Assets

Review records revealed that the School did not have an insurance cover for its property, plant and equipment.

In the circumstances, the School is exposed to the risk of loss of assets in case of theft or fire.

7. Deficiencies in Management of Inventories

The financial statements reflect a Nil balance in respect of inventories as at 30 June, 2023. However, Management did not provide the valued inventory and stock taking report for the year under review, contrary to Section 162(2) of the Public Procurement and Asset Disposal Act, 2015 which requires the Head of Procurement Function to arrange for occasional visits of inspection to the stores, at least quarterly in each calendar year, and conduct quarterly and annual inventory and stock taking in order to ensure compliance with all respective governing laws and submit the report to the Accounting Officer.

In the circumstances, the effectiveness of the mechanism for the management of the inventories 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 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 as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I also 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

25 May, 2026

TAITA MAUCHE SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2023

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

DESCRIPTION OF VOTE HEAD	Note	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
		Kshs	Kshs
RECEIPTS			
Government grants for tuition	1	3,248,896	2,868,990
Government grants for operations	2	9,562,860	8,410,307
Government grants for infrastructure	3	4,795,000	3,878,000
School Fund Income- Parents contributions	4	17,398,580	22,350,970
Miscellaneous incomes	5	309,000	145,500
TOTAL RECEIPTS		35,314,336	37,653,766
PAYMENTS			
Tuition	6	2,673,896	3,755,733
Operations	7	9,936,716	9,863,345
Infrastructure	8	2,678,936	5,192,905
Boarding and school fund	9	18,138,476	19,849,148
TOTAL PAYMENTS		33,428,024	38,661,131
SURPLUS/DEFICIT		1,886,312	(1,007,365)

The school financial statements were approved on 2/7/23 and signed by:

Name: MRS.
ROSEMARYKIRUI

Chair BOM

Date: 2.7.23

PRINCIPAL
TAITA MAUCHE SECONDARY

SCHOOL
P.O. Box 1204 NAKURU

Date: 2.7.23

Name: MR. DAVID BIWOT
School Principal/ Secretary to
BOM

Date: 2.7.23

BURSAR
TAITA MAUCHE SECONDARY
SCHOOL
P.O. Box 1204 NAKURU

Name: MR. PAUL KIBET

Bursar/ Finance Officer

Date: 2.7.23

TAITA MAUCHE SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2023

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

	Note	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE,2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	1,672,942	755,661
Cash Balances	11	0	0
Short term Investment	12	0	0
Total Cash and Cash Equivalents		1,672,942	755,661
Account's receivables	13	14,948,413	15,030,225
TOTAL FINANCIAL ASSETS		16,621,355	15,785,886
FINANCIAL LIABILITIES			
Accounts Payable	14	3,265,410	4,316,253
NET FINANCIAL SSETS		13,355,945	11,469,633
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	11,469,633	12,476,998
Surplus/Defict for the year		1,886,312	(1,007,365)
NET FINANCIAL POSITION		13,355,945	11,469,633
		0	0

The school's financial statements were approved on

2/7/23

and signed by:

Name: MRS. ROSEMARY KIRUI

Chair BOM

Date: 2.7.23

PRINCIPAL
TAITA MAUCHE SECONDARY
SCHOOL

P.O. Box 1404 NAKURU

Name: MR. DAVID BIWOT

School Principal/ Secretary to
BOM

Date: 2.7.2023

BURSAR
TAITA MAUCHE SECONDARY
SCHOOL

P. O. Box 1404 NAKURU

Name: MR. PAUL KIBET

Bursar/ Finance Officer

Date: 2.7.23

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****Statement of Cash Flows for the Year Ended 30 June 2023**

	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
	Kshs	Kshs
Receipts from operating activities		
Government grants for tuition	3,248,896	2,868,990
Government grants for operations	9,562,860	8,410,307
Government grants for infrastructure	4,795,000	3,878,000
School fund income-parents contribution/fees	17,480,392	19,787,727
Other income	309,000	145,500
Total receipts	35,396,148	35,090,523
Payments		
Cash outflows for tuition	2,812,874	2,531,256
Cash outflows for operations	9,915,516	9,811,745
Cash outflows for Boarding/ school fund payments	18,211,036	19,411,948
Total Payments	30,939,426	31,754,949
Net cash flow from operating activities	4,456,722	3,335,574
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of Assets		0
Acquisition of Assets	(3,539,441)	(4,180,100)
Proceeds from investments	0	0
Net cash flows from Investing Activities	(3,539,441)	(4,180,100)
NET CASHFLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings/ loans		
Repayment of principal borrowings		
Net cash flows from Investing Activities		
NET INCREASE IN CASH AND CASH EQUIVALENT	917,281	(844,526)
Cash and cash equivalent at BEGINNING of the year	755,661	1,600,186
Cash and cash equivalent at END of the year	1,672,942	755,661
	0	0

TAITA MAUCHE SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30 June 2023

The school's financial statements were approved on 2/7/23 and signed by:



Name: MRS. ROSEMARY
KIRUI

Chair BOM

Date: 2.7.2023

PRINCIPAL
TAITA MAUCHE SECONDARY
SCHOOL
P.O. Box 1404 NAKURU

Name: MR. DAVID BIWOT
School Principal/ Secretary to
BOM

Date: 2.7.2023

BURSAR
TAITA MAUCHE SECONDARY
SCHOOL
P.O. Box 1404 NAKURU

Name: MR. PAUL KIBET

Bursar/ Finance Officer

Date: 2.7.23

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023
8. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
<i>(1) CAPITATION GRANT ON TUITION</i>					
Textbooks and reference materials	135,090	0	135,090	129,745	96.0%
Exercise books	1,622,265	0	1,622,265	1,566,538	96.6%
Laboratory equipment	630,420	0	630,420	576,394	91.4%
Internal exams	541,545	0	541,545	516,088	95.3%
Teaching / learning materials	375,645	0	375,645	370,411	98.6%
Chalks	95,985	0	95,985	89,720	93.5%
Exams and assessment		0	0	0	#DIV/0!
Teachers guides		0	0	0	#DIV/0!
TOTAL					
<i>(2) CAPITATION GRANT ON OPERATIONS</i>					
Personnel emoluments	3,635,720	0	3,635,720	3,484,282	95.8%

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
Repairs and maintenance	0	0	0	0	#DIV/0!
Local transport / travelling	1,285,500	0	1,285,500	1,253,565	97.5%
Electricity and water	2,449,395	0	2,449,395	1,844,959	75.3%
Medical		0	0	0	#DIV/0!
Administration costs	1,681,585	0	1,681,585	1,619,999	96.3%
Activity	1,778,685	0	1,778,685	1,360,055	76.5%
Gratuity		0	0	0	#DIV/0!
SMASSE		0	0	0	#DIV/0!
(3) CAPITATION GRANT ON INFRASTRUCTURE		0	0	0	#DIV/0!
Description		0	0	0	#DIV/0!
Maintenance & Improvement	4,795,000	0	4,795,000	4,795,000	100.0%
Transition infrastructure grants		0	0	0	#DIV/0!
Administration Block		0	0	0	#DIV/0!
Economic stimulus grants		0	0	0	#DIV/0!
Other (specify)(NGCDF and County govt.		0	0	0	#DIV/0!

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
		0	0	0	#DIV/0!
(3) FEES CHARGED ON PARENTS					
Personnel emoluments	651,000	0	651,000	620,000	95.2%
Repairs and maintenance	504,000	0	504,000	480,000	95.2%
Local transport / travelling	192,400	0	192,400	179,185	93.1%
Electricity and water	749,700	0	749,700	712,855	95.1%
Medical		0	0	0	#DIV/0!
Administration costs	194,250	0	194,250	191,780	98.7%
Activity	195,900	0	195,900	194,618	99.3%
SMASSE		0	0	0	#DIV/0!
Fee on Boarding Equipment and Stores	5,190,000	0	5,190,000	3,752,980	72.3%
Lunch	12,350,000	0	12,350,000	11,236,797	91.0%
OTHER INCOME		0	0	0	#DIV/0!
Rent income		0	0	0	#DIV/0!
Income from farming activities	0	0	0	0	#DIV/0!

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
Insurance compensation		0	0	0	#DIV/0!
Income from Posho mill		0	0	0	#DIV/0!
Income from Bus Hire	160,000	0	160,000	150,000	93.8%
Fee for hire of ground and equipment		0	0	0	#DIV/0!
Interest income		0	0	0	#DIV/0!
Income from any other investment	0	0	0	159,000	#DIV/0!
TOTAL INCOME	<u>39,214,085</u>		<u>39,214,085</u>	<u>35,283,971</u>	<u>90.0%</u>
(1) EXPENDITURE FOR TUITION					
Textbooks and reference materials	135,090	0	135,090	110,404	81.7%
Exercise books	1,622,265	0	1,622,265	1,510,661	93.1%
Laboratory equipment	630,420	0	630,420	660,494	104.8%
Internal exams	541,545	350,000	891,545	886,500	99.4%

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
Teaching / learning materials	375,645	(350,000)	25,645	168,000	655.1%
Chalks	95,985	0	95,985	96,570	100.6%
Exams and assessment		0	0	0	#DIV/0!
Teachers guides	0	0	0	0	#DIV/0!
		0	0	0	#DIV/0!
		0	0	0	#DIV/0!
(2) EXPENDITURE ON OPERATIONS					
Personnel emoluments	3,635,720	0	3,635,720	4,032,639	110.9%
Repairs and maintenance & improvements	4,795,000	0	4,795,000	0	0.0%
Local transport / travelling	1,285,500	0	1,285,500	1,093,515	85.1%
Electricity and water	2,449,395	0	2,449,395	1,832,665	74.8%
Administration Cost	1,681,585	0	1,681,585	1,514,317	90.1%
Activity Expenses	1,778,685	0	1,778,685	1,475,258	82.9%
Bank charges	3,322	0	3,322	3,322	100.0%
Medical		0	0	0	#DIV/0!
Service Gratuity		0	0	0	#DIV/0!

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
SMASSE		0	0	0	#DIV/0!
Insurance Cost		0	0	0	#DIV/0!
Acquisition of Assets		0	0	0	#DIV/0!
(3) EXPENDITURES ON FEES CHARGED ON PARENTS					
Personnel emoluments	651,000	0	651,000	612,021	94.0%
Repairs and maintenance	504,000	0	504,000	516,375	102.5%
Local transport / travelling	212,400	0	212,400	208,000	97.9%
Electricity and water	749,700	0	749,700	800,815	106.8%
Medical		0	0	0	#DIV/0!
Administration costs	194,250	0	194,250	191,371	98.5%
Activity	195,900	0	195,900	192,250	98.1%
SMASSE		0	0	0	#DIV/0!
Fee on Boarding Equipment and Stores	5,190,000	0	5,190,000	3,904,265	75.2%

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
RECEIPTS		Kshs	Kshs	Kshs	
Lunch	12,350,000	0	12,350,000	11,568,526	93.7%
EXPENDITURES ON OTHER INCOME					
Rent income		0	0	0	#DIV/0!
Income from farming activities		0	0	0	#DIV/0!
Insurance compensation		0	0	0	#DIV/0!
Income from Posho mill		0	0	0	#DIV/0!
Income from Bus Hire	136,678	0	136,678	157,250	115.1%
Fee for hire of ground and equipment		0	0	0	#DIV/0!
Interest income		0	0	0	#DIV/0!
Income from any other investment		0	0	0	#DIV/0!
TOTAL EXPENDITURE	<u>39,214,085</u>		<u>39,214,085</u>	<u>31,535,218</u>	<u>80.4%</u>

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

- i. There was a reduction of government capitation grants compared to previous years

9. Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include school fees from parents, imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

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

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****10. Notes To The Financial Statements****1 Government Grants for Tuition**

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Textbooks and reference materials	129,745	98,629
Exercise books	1,566,538	916,030
Laboratory equipments and apparatus	576,394	1,085,049
Internal exams	516,088	356,726
Teaching/learning materials	370,411	335,578
Chalk	89,720	76,978
Reference books		
Total	3,248,896	2,868,990

2 Government Grants for Operations

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
EWC	1,844,959	1,361,785
LT @T	1,253,565	1,104,210
RMI		92,000
Personal emolument	3,484,282	3,884,959
Admin cost	1,619,999	1,141,025
Activity	1,360,055	826,328
Medical and insurance		
Infrastructure Grant		
Total	9,562,860	8,410,307

3 Government Grants for infrastructure

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Maintenance and Improvement	4,795,000	3,878,000
Transition infrastructure Grants		
Administration block		
Economic stimulumus gtrants		
Others(NGCDF,County government)		

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Total	4,795,000	3,878,000

4 School Fund Income - Parents Contribution/Fees

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Boarding/Lunch	14,989,777	18,142,195
Repairs and Maintenance	480,000	738,175
Personal Emoluments	620,000	939,340
LTT	209,550	200,960
Activity	194,618	291,720
EWC	712,855	1,465,815
Admin costs	191,780	572,765
Rent income		
Income from farming activities-farm		
Academic improvements		
Medical		
Income from Bus Hire		
Uniform		
Damages		
Income from grants and donations*-Bursary		
Total	17,398,580	22,350,970

5 Miscellaneous Incomes

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Rent income	0	
Income from farming activities	159,000	
Insurance compensation		
Income from posho mill	0	
Income from bus hire	150,000	145,500
Fee for hire of ground and equipment		
Income from grants and donations	0	0
Interest income	0	

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

Loans/Borrowings	0	
	0	
Total	309,000	145,500

6 Payments for Tuition

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Textbooks and reference materials	0	55,680
Exercise books	1,229,332	1,775,683
Laboratory equipments and apparatus	537,740	1,227,782
Teaching/learning materials	119,000	217,296
chalks	11,000	199,550
Internal exams	774,000	277,132
Bank charges	2,824	2,610
Total	2,673,896	3,755,733

7 Payments for Operations

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
EWC	1,832,665	1,778,970
LT @T	1,093,515	1,016,900
RMI		279,200
Personal emolument	4,032,639	3,699,972
Admin cost	1,499,317	2,151,216
Activity	1,475,258	931,196
Medical and insurance		
Bank charges	3,322	5,891
TOTAL	9,936,716	9,863,345

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Notes to the Financial Statements (continued)

8 Payments for Infrastructure

Description	1ST JULY 2022-30TH JUNE 2023	1ST JULY 2021-30TH JUNE,2022
Construction of classrooms		2,619,580
Construction of laboratory	2,677,550	2,573,325
construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Bank charges	1,386	
Total	2,678,936	5,192,905

9 Payments for Boarding And School Fund

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Activity	192,250	100,000
Academic improvement		
Bus hire	157,250	71,000
Farm expenses	40,734	13,570
Acquisition of Assets	0	0
Personnel emoluments	612,021	1,125,200
Repairs and maintenance & Improvements	516,375	1,440,405
Local transport / travelling	208,000	601,900
Electricity and water	705,815	1,090,080
Bank charges	26,709	52,906
Administration costs	191,371	885,593
Fee on Boarding Equipment and Stores	15,487,951	14,468,494
TOTAL	18,138,476	19,849,148

*(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).*

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Notes to the Financial Statements (continued)

10 Bank Accounts

Name of Bank, Account No. & currency	Status	Bank Account Number	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
	Active/Dormant			
Tuition Account	Active	1180727991	610	174,783
Operations Account	Active	1180727827	264,057	30,912
School Fund Account/Boarding	Active	1138463426	150,860	548,110
Savings Account				
Income generating activities Account-School Vn Project				
Infrastructural Account	Active	1270695983	1,257,414	1,855
Farm Account				
Total			1,672,942	755,661

11 Cash In Hand

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Tuition Account		
Operation Account		
School Fund account		
Total	-	-

12 Short Term Investments

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Cooperative shares		
Treasury Bills		
Fixed deposit		
Equity stock		
Other investments		
Total	-	
Total	xxx	xxx

TAITA MAUCHE SECONDARY SCHOOL

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Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Fees arrears		
Other Non-Fees Receivables	14,948,413	15,030,225
Salary Advances(list/schedule attached)		
Imprest(list/schedule attached)		
Rent Arrears (list/schedule attached)		
Total	14,948,413	15,030,225

13 b Ageing Analysis of Accounts Receivable

Description	Insert Current FY		Insert Comparative FY	
	Kshs		Kshs	
Description	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,918,287	26.21%	4,624,014	30.76%
Between 1-2 years	623,915	4.17%	1,323,110	8.80%
Between 2-3 years	4,329,737	28.96%	4,329,737	28.81%
Over 3 years	6,076,474	40.65%	4,753,364	31.63%
		0.00%		0.00%
Total	14,948,413	100.00%	15,030,225	100.00%

14 Accounts Payable

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Trade creditors (See ageing below and appendix 1)	3,265,410	4,316,253
Prepaid fees		
Retention monies		
Total	3,265,410	4,316,253

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	Insert Current FY		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,699,759	82.68%	3,692,900	85.56%
Between 1- 2 years	565,651	17.32%	623,353	14.44%
Between 2-3 years				
Over 3 years				
Total (should tie to note 14)	3,265,410	100.00%	4,316,253	100.00%

15 Fund Balance Brought Forward

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Bank balances	755,661	1,600,186
Cash balances		
Short Term Investments		
Receivables	15,030,225	12,466,982
Payables	4,316,253	1,590,171
Total	11,469,633	12,476,998

TAITA MAUCHE SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****Other important disclosure notes**

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

16 Non-current Liabilities Summary

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank loan(s)		
Outstanding Leases		
Hire purchase		
Gratuity and leave provision		
Total		

17 Biological assets

Description	Numbers	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
Cattle		16	14
Goats			
Pigs			
Trees		450	350
Coffee or tea plantation			
Poultry			
Total		466	364

18 Borrowings

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
a) Borrowings		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
Balance at end of the year		

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

Other important disclosure notes

19 Stock/ Inventory

Description	1 JULY 2022-30 JUNE 2023	1 JULY 2021-30 JUNE 2022
	Kshs	Kshs
Food stuffs	134,953	130,870
Lab consumables	563,038	555,800
Farm produce		
Medication		
Construction Materials		
Others (specify)		
TOTAL	<u>697,991</u>	686,670

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

TAITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

20 Progress On Follow Up Of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
5.2.3	Absence of Standard Assets Register	The standard Register was not available in shops	A standard Register has been acquired by the school. All the Movable and immovable assets recorded	acted
5.3.4	Gratuity Account had not been opened	The gratuity account to be opened immediately	Not Resolved	Six months
5.5.4	Accounts Receivables	The management to define ways of collecting fees arrears	The school has mobilized parents to clear fees arrears and opened a window where parents can pay school fees in kind.	In progress
4.1.1	Accounts Payables	The school to try and meet its obligations as and when they fall due	The school has tried to work within the budget and has reduced the outstanding creditors	Acted

PRINCIPAL
TAITA MAUCHE SECONDARY SCHOOL
P.O. BOX 1400 NAKURU

Sign and Date... 27.23
 Date: Principal

AITA MAUCHE SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. SCIENCE LABORATORY	4,324,255.00	4,324,255.00	3,067,255.00	1,257,000.00		71%COMPLETE
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 20xx	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 20xx
Land 1						1
Land 2						
Buildings and structures						49
Motor vehicles						1
Office equipment, furniture and fittings						59
ICT Equipment, and Other ICT Assets						18
Tools and apparatus						23
Textbooks						18,519
Other Machinery and Equipment						3
Heritage and cultural assets						7
Intangible assets- soft ware						2
Total						18,682

