

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF


THE AUDITOR-GENERAL

ON

MAZERAS HIGH SCHOOL

**FOR THE SIX (6) MONTHS' PERIOD ENDED
30 JUNE, 2021**

KWALE COUNTY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 MAR 2025	
DAY: Wednesday	
TABLED BY:	Hon. Naomi Wago, MP Deputy Majority Party Whip
CLERK-AT-THE-TABLE:	A. Shibuko



OFFICE OF THE AUDITOR GENERAL
P.O.Box 95202 MOMBASA
08 JUN 2021
RECEIVED
MOMBASA REGIONAL OFFICE



MAZERAS HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2021**

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

MAZERAS HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in 2010 under registration number GP/A/7994/10 and is currently categorized as EXTRA COUNTY public school established, owned or operated by the Government.

The school is a boarding school and had 703 number of students as at 30th June 2021. It has 5 streams and 36 teachers of which 5 teachers are employed by the School Board Of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	MD SALOME MWENDAR	Chairman	17 TH .09.2019
2	MR SIMON WAWERU	Secretary - Principal	17 TH .09.2019
3	MD HELLEN MWAKA	Member	17 TH .09.2019
4	MR SAMUEL MDUNE	Member	17 TH .09.2019
5	MD NANCY NZALAMBI	Member	17 TH .09.2019
6	DR. MVURYA MGALLA	Member	17 TH .09.2019
7	PROF. SHEILA RIANGA	Member	17 TH .09.2019
8	MR NGUMA GOGO	Member	17 TH .09.2019
9	MR. ALFRED KATANA	P.T.A Chairman	17 TH .09.2019
10	MD HAMIDA ISAAC	Member	17 TH .09.2019
11	MR. WILMOT KAJOKA	Youths representative	17 TH .09.2019
12	MD. TUMAINI NAMOYA	Member	17 TH .09.2019
13	MR.JOSEPH MUREMA	Member – Rep CEB	17 TH .09.2019
14	MD DAMA MATATA	Member Rep Teachers	17 TH .09.2019
15	(i)Rev. James Rakaro (ii)Bishop Joshua Ikiao (iii)	3 Members - Sponsor	17 TH .09.2019
16	MR S.G MNGONGO	Member - Community	17 TH .09.2019
17	MR ISAAC MWAKWEKWE	Member Special Needs	17 TH .09.2019
18	MR. SUDI .M. HAMISI	Rep Students	17 TH .09.2019

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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

- 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	(i) Ms. Salome Mwendar (ii) Mr. Simon Waweru (iii) Mr. Alfred Katana (v)Md . Tumaini Namoya (vi) Dr. Mvurya Mgalla	Chairperson Secretary P.A Chair Member Member	1
2	Audit Committee	(i) Md. Tumaini Namoya (ii)Mr. Wilmot Kajoka (iii)Dr.Mvurya Mgala (iv) Mr. Isaac Mwakwekwe	Chairperson Member Member Member	-
3	Finance,procurement and general purposes Committee	(i)Mr.Samuel.G.Mng'ong'o (ii) Mr. Alfred Katana (iii)Md. Hellen Mwaka (iv) Md. Nancy Nzalambi (v) Mr. Samuel Mdune	Chairperson Member Member Member Member	1
4	Academic Committee	(i) Dr. Mvurya Mgalla (ii)Prof. Sheila Rianga (iii)Mr.Joseph Murema (iv)Mr. Nguma Gogo (v)Md. Tumaini Namoya	Chairman Member Member Member Member	2
5	Development Committee	(i) Mr. Nguma Gogo (ii) Mr. Simon Waweru (iii) Ms. Salome Mwendar (vi) Philip Kaula (v) Mr. Alfred Katana	Chairman Principal BOM Chair Secretary P.A Chair	2

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		(vi) Mr. Samuel Mdune	Member	
6	Discipline and welfare Committee	(i) Md. Hellen Mwaka (ii) Mr. Samuel Mdune (iii) Md. Hamida Isaac (iv) Md. Nancy Nzalambi (v) Mr. Alfred Katana	Chair Person Member Member Member P.A Chair	2
7	Adhoc Committee (if any during the year)			

(d) School operation Management

For the financial year ended 30th June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Mr. Isaac Kibe Mumo	336764
2	Deputy Principal	MR PHILIP KAULA	517190
3	School Bursar	MD ALICE JILANI	22862303

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued) (e) Schools contacts

Post Office Box: 4-80114 MAZERAS
Telephone: 0718291931
E-mail: mazerasschool@gmail.com
Website: NONE
Facebook: @Mazerasschool
Twitter: NONE

(f) School Bank accounts for Mazeras High School

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

1. Name of Bank: Kenya Commercial Bank
Branch: Mariakani
Account Number: 1101539151 (Boarding Account)
2. Name of Bank: Kenya Commercial Bank
Branch: Mariakani
Account Number: 1101534192 (Tuition Account)
3. Name of Bank: Kenya Commercial Bank
Branch: Mariakani
Account Number: 1101536071 (Operational Account)
4. Name of Bank: Kenya Commercial Bank
Branch: Mariakani
Account Number: 1212593170 (Infrastructure Account)
5. Name of Bank: Kenya Commercial Bank
Branch: Mariakani
Account Number: 1125730706 (Bus Account)
6. Name of Bank: Kenya Commercial Bank
Branch: Mariakani
Account Number: 1126413976 (CDF Account)

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(g) Independent Auditors Office
of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

II. SUMMARY REPORT OF PERFORMANCE OF MAZERAS HIGH SCHOOL

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

a) **Financial performance:**

Under this section, the following information should be given:

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

YEAR	2021	2020	2019
	KSHS. CTS	KSHS. CTS	KSHS. CTS
Surplus/Deficit-Tuition Account		165,726.93	144,252.66
„ „ „ Operation Account		747,104.84	2,895,636.940
„ „ „ Boarding account		140,382.31	(3,375,105.60)

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

YEAR	2021	2020	2019
	Kshs. Cts	Kshs. Cts	Kshs. Cts
Tuition Account	883,253.00	1,133,121.00	2,383,141.96
Operation Account	5,538,242.45	7,480,694.00	9,086,184.00

- *Ratio of capitation grant per student over the last three years*

YEAR	2021	2020	2019
	47%	90%	100%

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

YEAR	2021	2020	2019
	KSHS. CTS	KSHS. CTS	KSHS. CTS
Farm produce	210,376.00	244,534.00	224,665
Bus hire	204,000.00	178,000.00	670,000.00

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

YEAR	2021		2020		2019	
	KSHS.	CTS	KSHS.	CTS	KSHS.	CTS
Boarding A/c			16,799,115.00		33,612,155.60	
Operational A/c			6,733,589.16		6,190,547.06	
Tuition A/c			967,394.07		2,238,889.30	

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

	2021	2020	2019
Debtors			
Creditors	5,805,188.00	9,128,314.05	12,353,363.24

- *Movement of cash and bank balances over the last three years*

YEAR	2021		2020		2019	
	KSHS	KSHS	KSHS	KSHS	KSHS	KSHS
	BANK	CASH	BANK	CASH	BANK	CASH
Boarding A/c	231,913.61	311,617.00	(436,089.20)	(132,445.00)	(652,736.14)	53,732.25
Operational A/c	1,389,375.11	56,390.50	45,065.29	2,542.50	7,788.16	228.80
Tuition A/c	202,355.49	00.00	20,439.09	00.00	7,712.16	00.00

Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends.

b) Teacher Student ratio:

Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources.

c) **Mean score in the 2021 KCSE:**

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

8

d) **Number of Candidates in who did KCSE for the last 3 years**

Tabulate the number of candidates sitting for KCSE over the last three years.

YEAR	2021	2019	2018
	176 students , mean-4.7209	119 students, mean-5.7458	89 students, mean-5.445

e) **Capacity of the school:**

Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education.

CLASSROOMS	DORMS	DINNING HALL	LABORATORIES	TOILETS
19 classrooms	6 dorms	1 dinning hall	4 Labs	11 toilets

f) **Development projects carried out by the school:**

YEAR	PROJECT	SOURCE OF FUND
2021	COMPLETION OF MODERN TOILET	GOVERNMENT -INFRASTRUCTURE

Sign



School Principal

PRINCIPAL
 MAZERAS HIGH SCHOOL
 P. O. Box 4 - 80114, MAZERAS

Date: _____ Sign: _____

III. 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 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 Mazeras 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, 2021, and of the school's financial position as at that date.

Name: MR. ABDALLAH ISMAIL
Designation: Chairman, School Board of Management
Sign: [Signature]
Date: 29.07.2024

Name: MR. ISAAC MUMU KIBE
Designation: School Principal & Secretary to Board of Management
Sign: [Signature]
Date: 29.07.2024

PRINCIPAL
MAZERAS HIGH SCHOOL
P. O. Box 4 - 80114, MAZERAS
Sign: _____

Name: ANICE IDRA JILMI
Designation: Bursar/ Finance Officer
Sign: [Signature]
Date: 29.07.2024



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 MAZERAS HIGH SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 - KWALE 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 the 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the 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.

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 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 Mazeras High School – Kwale County set out on pages 14 to 33, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the period

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Mazeras High School – Kwale County as at 30 June, 2021, and of its financial performance and its cash flows for the period 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 Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amounting to Kshs.883,253 and Kshs.5,538,744 as disclosed in Note 1 and Note 2 to the financial statements totalling Kshs.6,421,997. Review of the NEMIS records revealed that the Ministry of Education disbursed grants for tuition and operations amounting to Kshs.1,123,587 and Kshs.6,484,688 resulting in unreconciled variances of Kshs.240,334 and Kshs.945,944 and respectively.

In the circumstances, the accuracy and completeness of capitation grants amounting to Kshs.6,421,997 could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.3,511,479 as disclosed in Note 8 and Note 9 to the financial statements. Review of bank reconciliation statements, bank statements, certificate of bank balance and board of survey report provided revealed that the School runs five (5) bank accounts whose authority to open from the Board of Management was not provided for audit.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.3,511,479 could not be confirmed.

3. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects account receivables balance of Kshs.30,115,006 as disclosed in Note 11 to the financial statements. The balance includes long outstanding fees arrears amounting to Kshs.29,932,609 out of which fees arrears amounting to Kshs.26,526,397 remained unrecovered for over two (2) years.

In the circumstances, the full recoverability of the fees arrears balance of Kshs.26,526,397 could not be confirmed.

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

Key Audit Matters

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

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 for Audit

During the year under review, the School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2021 but the financial statements were submitted on 24 November, 2022. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

2. Transfer of Funds to Kenya Secondary Schools Heads Association

Review of records revealed that the School transferred co-curricular funds totalling Kshs.168,760 to Kenya Secondary Schools Heads Association (KESSHA). However, it was noted that KESSHA is a welfare organization that draws its membership from school principals only and is not defined in Government funding. This was contrary to Regulation 23(2)c of the Public Finance Management (National Government) Regulations, 2015

which requires that an Accounting Officer shall, before transferring any funds to an entity within or outside Government, ensure that there is a written assurance from the entity that it shall implement effective, efficient and transparent financial management and internal control systems.

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

3. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects capitation grants for operations amounting to Kshs.5,538,744 as disclosed in Note 2 to the financial statements out of which an amount of Kshs.2,713,500 was supposed to be transferred to the infrastructure account. However, only Kshs 1,290,000 was transferred resulting in an unexplained variance of Kshs.1,423,500. This was contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds be transferred to the School infrastructure account fifteen days upon receipt of the funds in the operations account.

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

The audit was conducted in accordance with ISSAI 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 matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Incomplete Asset Register

The School did not maintain an updated and complete asset register. The assets register maintained did not clearly indicate the purchase date, cost price and current condition to ascertain the age and net book value of the assets.

In the circumstances, the effectiveness of the management of fixed assets could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, 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 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 control, risk management and governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance 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

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 which 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 on whether, in all material respects, 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, 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and overall 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 controls would not necessarily disclose all matters in the internal controls which 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 which 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 non-compliance. 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 School's 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 which 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 controls.
- 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 the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions which may cast significant doubt on the School's ability to continue 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 which 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 controls 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 which may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL


Nairobi


09 September, 2024


II. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021 FOR MAZERAS HIGH SCHOOL

DESCRIPTION OF VOTE HEAD	Note	2020-2021 Kshs	2019-2020 Kshs
RECEIPTS			
Capitation grants for tuition	1	883,253.00	1,133,121.00
Capitation grants for operations	2	5,538,743.55	7,512,844.00
School Fund Income- Parents' Contributions	3	11,580,614.00	17,304,069.00
School Fund Income- Other receipts	4	412,376.00	228,000.00
Proceeds from borrowings			
TOTAL RECEIPTS		18,414,986.55	26,178,034.00
PAYMENTS			
Payments for Tuition	5	366.00	967,394.00
Payments for operations	6	2,595,208.53	6,800,099.00
Boarding and school fund payments	7	6,634,135.59	18,430,866.00
TOTAL PAYMENTS		9,229,710.12	26,198,359.00
SURPLUS/DEFICIT		9,185,276.43	(20,325)

The school financial statements were approved on 29.07.24 2024 and signed by:

Sign: 
 Name MR. ABDALLAH ISMAIL

Sign 
 Name MR. ISAAC M. KIBE

Sign 
 Name ALICE OLU JUMA

Chair BOM

School Principal/
 Secretary to BOM

Bursar/
 Finance Officer

Date 29/07/2024

Date 29/07/2024

Date 29.07.24

PRINCIPAL
 MAZERAS HIGH SCHOOL
 P. O. Box 4 - 80114, MAZERAS



I. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES FOR THE YEAR ENDED 30TH JUNE 2021 FOR MAZERAS HIGH SCHOOL

	Note	2020-2021 Kshs	2019-2020 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	3,143,471.71	(308,467.50)
Cash Balances	9	368,007.50	(129,902.50)
Short term Investment	10	-	-
Total Cash and cash equivalent		3,511,479.21	(438,370.00)
Account's receivables	10	30,115,005.73	37,432,751.25
TOTAL FINANCIAL ASSETS		33,626,484.94	36,994,381.25
FINANCIAL LIABILITIES			
Accounts Payables	11	8,442,068.69	20,995,241.43
NET FINANCIAL ASSETS		25,184,416.25	15,999,139.82
REPRESENTED BY			
Accumulated Fund b/fwd	12	15,999,139.82	16,019,464.80
Surplus/Deficit for the year		9,185,276.43	(20,324.98)
NET FINANCIAL POSSITION		25,184,416.25	15,999,139.82

The School's financial statements were approved on 29/07/ 2024 and signed by:

Name: MR. ABDALLAH ISMAIL
 Chairman, BoM

Sign: [Signature]

Date: 29/07/2024

Name: MR. ISAAC M. KIBI
 School Principal/Secretary
 to BoM

Sign: [Signature]

Date: 29/07/2024

PRINCIPAL
 MAZERAS HIGH SCHOOL
 P. O. Box 4 - 80114, MAZERAS
 Date: _____ Sign: _____

Name: MUCE WTA JILAN
 Bursar/Finance

Sign: [Signature]

Date: 29/07/2024



STATEMENT OF CASH FLOWS FOR THE THE YEAR ENDED 30TH JUNE 2021 FOR MAZERAS HIGH SCHOOL

		2020-2021	2019-2020
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	883,266.00	1,133,121.00
Capitation grants for operations	2	5,586,667.00	7,512,844.00
School fund income- Parents contributions/ fees	3	12,359,111.00	17,263,924.10
School fund income- other receipts	4	412,376.00	584,734.00
Total receipts		19,241,420.00	26,494,623.10
Payments			
Payments for Tuition		701,336.00	1,120,394.07
Payments for operations		4,141,183.00	7,473,253.17
Boarding and school fund payments		10,449,051.79	17,957,057.02
Total payments		15,291,570.79	26,550,704.26
Net cash flow from operating activities		3,949,849.21	(56,081.16)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			
Acquisition of Assets			
Proceeds from investments			
Purchase of investments			
Net cash flows from Investing Activities			
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
NET INCREASE IN CASH AND CASH EQUIVALENTS		3,949,849.21	(56,081.16)
Cash and cash equivalent at BEGINNING of the year		(438,370.00)	(382,288.84)
Cash and cash equivalent at END of the year		3,511,479.21	(438,370.00)

The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools' should therefore adopt the direct method of cash flow as recommended by PSASB.

MR. ABDALLAH ISMAIL

29.07.2024



MR. ISAAC MUMO KIBE

29.07.2024

PRINCIPAL
MAZERAS HIGH SCHOOL

P. O. Box 4 - 80114, MAZERAS

Date: _____ Sign: _____

MAZERAS HIGH SCHOOL
Reports and Financial Statements
For the year ended 30th June 2021

IV. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021 FOR MAZERAS HIGH SCHOOL

Receipts/expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual on Comparable Basis d Kshs	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	00.00	00.00	00.00	00.00	00.00	0
Exercise books	280,807.20	00.00	280,807.20	00.00	00.00	0
Laboratory equipment	286,380.00	00.00	286,380.00	234,255.00	52,125.00	82
Internal exams	430,963.20	00.00	430,963.20	00.00	00.00	0
Teaching / learning materials	240,559.20	00.00	240,559.20	648,998.00	408,438.80	269
White board markers	4,024.80	00.00	4,024.80	00.00	00.00	0
Reference/library materials	40,256.00	00.00	40,256.00	00.00	00.00	0
Exams and assessment	00.00	00.00	00.00	00.00	00.00	0
Teachers guides	00.00	00.00	00.00	00.00	00.00	0
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	1,674,500.00	00.00	1,674,500.00	2,316,340.45	(641,840.45)	141
Repairs and maintenance	2,318,000.00	00.00	2,318,000.00	2,544,500.00	(226,500.00)	110
Local transport / travelling	480,289.60	00.00	480,289.60	67,900.00	412,389.00	14
Electricity and water	358,826.40	00.00	358,826.40	321,772.00	37,054.40	90
Medical	927,200.00	00.00	927,200.00	00.00	00.00	0
Administration costs	1,200,724.00	00.00	1,200,724.00	287,730.00	912,994.00	24
Activity	695,400.00	00.00	695,400.00	00.00	00.00	0

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Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a Kshs	b Kshs	c=a+b	d	e=c-d Kshs	f=d/c % Kshs
Gratuity	00.00	00.00	00.00	00.00	00.00	0
SMASSE	92,720.00	00.00	92,720.00	00.00	00.00	0
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	1,801,800.00	00.00	1,801,800.00	1,880,873.00	(79,073.00)	104.4
Repairs and maintenance	572,000.00	00.00	572,000.00	602,418.00	(30,418.00)	105.3
Local transport / travelling	185,900.00	00.00	185,900.00	303,894.00	(117,994.00)	163.47
Electricity and water	1,144,000.00	00.00	1,144,000.00	1,111,067.00	32,933.00	97
Medical	00.00	00.00	00.00	00.00	00.00	0
Administration costs	557,700.00	00.00	557,700.00	540,489.00	17,211.00	97
Activity	71,500.00	00.00	71,500.00	41,431.00	30,069.00	58
SMASSE	00.00	00.00	00.00	00.00	00.00	0
Fee on Boarding Equipment and Stores	7,260,110.00	00.00	7,260,110.00	7,094,799.00	165,311.00	97.7
OTHER INCOME						
Rent income	6,000.00	00.00	6,000.00	00.00	00.00	0
Income from farming activities	316,200.00	00.00	316,200.00	210,376.00	105,824.00	1
Insurance compensation	00.00	00.00	00.00	00.00	00.00	0
Income from Posho mill	00.00	00.00	00.00	00.00	00.00	0
Income from Bus Hire	210,000.00	00.00	210,000.00	204,000.00	6,000.00	0
Income from any other investment	00.00	00.00	00.00	00.00	00.00	0
TOTAL INCOME	21,155,860.40		21,155,860.40	19,241,420.45	1,914,439.55	91%

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Receipt/expenses Item	Original Budget a K.shs	Adjustments b K.shs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d K.shs	% of Utilization f=d/c % K.shs
(1) EXPENDITURE FOR TUITION						
Textbooks and reference materials	00.00	00.00	00.00	00.00	00.00	0
Exercise books	280,807.20	00.00	280,807.20	247,121.00	33,686.20	0.88
Laboratory equipment	286,380.00	00.00	286,380.00	148,175.00	138,205.00	0.51
Internal exams	430,963.20	00.00	430,963.20	63,568.00	367,395.20	0.15
Teaching / learning materials	240,559.20	00.00	240,559.20	242,106.00	(1,546.80)	1.006
Whiteboard markers	4,024.80	00.00	4,024.80	0	0	0
Reference/library materials	40,256.00	00.00	40,256.00	0	0	0
Teachers guides	00.00	00.00	00.00	0	0	0
Administration costs	00.00	00.00	00.00	366.00	0	0
Bank Charges						
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	1,674,500.00	00.00	1,674,500.00	2,257,280.04	(582,780.04)	134
Repairs, maintenance & improvements	2,318,000.00	00.00	2,318,000.00	1,294,540	1,023,460.00	56
Local transport / travelling	480,289.60	00.00	480,289.60	78,850.00	401,439.60	16
Electricity, water and conservancy	358,826.40	00.00	358,826.40	179,101.00	179,725.40	50
Medical	927,200.00	00.00	927,200.00	0	927,200.00	0
Administration costs	1,200,724.00	00.00	1,200,724.00	331,412.00	869,312.00	28

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Receipts/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a Kshs	b Kshs	c=a+b	d	e=c-d Kshs	f=d/c % Kshs
Activity Expenses	695,400.00	00.00	695,400.00	0	695,400.00	0
Gratuity	00.00	00.00	00.00	23,700	0	0
SMASSE	92,720.00	00.00	92,720.00	0	92,720	0
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	1,801,800.00	00.00	1,801,800.00	3,119,467.53	(1,317,667.53)	173
Repair, maintenance and improvement	572,000.00	0	572,000.00	20,250.00	551,750.00	4
Local transport and travel	185,900.00	0.00	185,900.00	247,870.00	(61,970.00)	133
Electricity, water and conservancy	1,144,000.00	00.00	1,144,000.00	633,510.00	510,490.00	55
Medical Expenses	00.00	00.00	00.00	000.00	00.00	0
Administration costs	557,700.00	00.00	557,700.00	905,132.00	(347,432.00)	162
Activity	71,500.00	00.00	71,500.00	340,860.00	(269,360.00)	476
Gratuity	00.00	00.00	00.00	00.00	00.00	0
Lunch programme	00.00	00.00	00.00	00.00	00.00	0
Boarding Equipment and Stores	7,260,110.00	00.00	7,260,110.00	6,132,480.90	1,127,629.10	84
Expenditure for Income Generating Activity	526,200.00	00.00	526,200.00	241,728.57	284,471.43	45
Insurance costs	00.00	00.00	00.00	00.00	00.00	0
Other expenses on investments	00.00	00.00	00.00	00.00	00.00	0
Bank Charges				00.00	00.00	0
Loan Principal	00.00	00.00	00.00	00.00	00.00	0

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Receipt/expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Repayment						
Acquisition of Assets				00.00	00.00	0
TOTALS	21,155,860.40	0.00	21,155,860.40	16,556,456.04	4,090,387.96	78

1. The school received 91% of the budgeted revenue from January to 30th June 2021
2. The school utilised 78% of the fees collected from January to 30th June 2021

V. 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 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*.

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. 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. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

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 2021.

VI. NOTES TO THE FINANCIAL STATEMENTS FOR MAZERAS HIGH SCHOOL

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Text books		-
Exercise books	-	336,600.00
Laboratory equipments and apparatus	234,255.00	228,888.00
Teaching/learning materials	648,998.00	319,110.00
chalks		7,293.00
Internal exams		168,300.00
Reference books		72,930.00
smasse	-	-
Total	883,253.00	1,133,121.00

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments (m.o.e grant)	2,316,841.55	2,821,959.30
Repairs and maintenance	2,544,500.00	2,551,000.00
Local transport / travelling (other vote heads)	67,900.00	315,843.00
Electricity and water	321,772.00	365,722.00
Administration costs	287,730.00	821,719.70
Activity	-	224,400.00
medical	-	112,200.00
B.O.M teachers		300,000.00
Total	5,538,743.55	7,512,844.00

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
Boarding equipment & stores	7,094,799.00	11,863,389.94
Administration Cost	540,489.00	819,853.57
Repairs and maintenance & improvements	602,418.00	729,213.00
Electricity and water	1,111,067.00	1,426,854.00
Local transport / travelling	303,894.00	315,216.00
Personal Emoluments	1,886,516.00	2,087,522.50
activity	41,431.00	62,020.00
Total	11,580,614.00	17,304,069.01

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2020-2021	2019-2020
	Kshs	Kshs
TENDER		50,000.00
Income from farming activities	210,376.00	0.00
income from bus hire	202,000.00	178,000.00
Total	412,376.00	228,000.00

(Include an explanation on the kind and source of grants/ donations received by the school.)

5 PAYMENTS FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Text books		0
Exercise books		-
Laboratory equipments and apparatus		632,586
Internal exams		333,956
Bank charges	366.00	852.07
Total	366.00	967,394.07

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Personal Emoluments	2,001,305.53	1,782,436.04
Administration Cost	331,412.00	498,230.00
Repairs and maintenance & improvements	4,540.00	3,032,018.00
Local transport / travelling	78,850.00	10,500.00
Electricity and water	179,101.00	827,650.99
B.O.M teachers		300,000.00
activity		345,000.00
Bank Charges		4,264.13
TOTAL	2,595,208.53	6,800,099.16

7 BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Boarding equipment & stores	2,892,940.00	9,080,453.28
Personal Emoluments	1,505,537.02	4,348,173.10
Repairs and maintenance & improvements	20,250.00	192,695.00
activity	340,860.00	587,090.00
Administration Cost	426,557.00	2,251,131.00
Local transport / travelling	247,870.00	461,702.38
expenses from income generating act(farm)	238,468.57	583,201.00
Electricity and water	633,510.00	891,172.00
Medical	48,938.00	0.00
Bank charges	126.00	0.00
Bus account expense	37,050.00	0.00
Tuition account(lab items)	118,635.00	0.00
Fees refund	117,634.00	0.00
Damages	2,500.00	0.00
bank charges	0.00	5,248.00
tender -poultry	0.00	10,000.00
bus hire	3260	20,000.00
TOTAL	6,634,135.59	18,430,865.76

Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	BANK NAME	BRANCH	2020-2021 Kshs	2019-2020 Kshs
Tuition Account	1101534192	KCB	MARIAKANI	202,355.49	20,439.09
Operations Account	1101536071	KCB	MARIAKANI	1,389,375.11	53,622.29
School Fund Account/Boarding	1101539151	KCB	MARIAKANI	231,913.61	(436,089.20)
ICT/SAVINGS ACCOUNT	-	KCB	MARIAKANI		24,037.82
BUS ACCOUNT	1125730706	KCB	MARIAKANI	21,396.50	29,522.50
Infrastructural Account	1212593170	KCB	MARIAKANI	1,298,431.00	
Total				3,143,471.71	(308,467.50)

9 CASH IN HAND

Description	2020-2021 Kshs	2019-2020 Kshs
Tuition Account	-	-
Operation Account	56,390.50	2,542.50
School Fund account	311,617.00	-132,445.00
Total	368,007.50	(129,902.50)

10 SHORT TERM INVESTMENTS

Description	2020-2021 Kshs	2019-2020 Kshs
Cooperative shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed deposit	0.00	0.00
Equity stock	0.00	0.00
Other investments	0.00	0.00
Total	0.00	0.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 ACCOUNTS RECEIVABLE

Description	2020-2021 Kshs	2019-2020 Kshs
Fees arrears	29,932,608.73	28,246,999.72
caution money	0.00	0.00
Salary advance	6,000.00	19,500.00
examination fund	0.00	44,873.27
Imprest	176,397.00	259,285.00
Operation Account	0.00	7,979,436.00
tuition account	0.00	882,657.26
Total	30,115,005.73	37,432,751.25

[Include an ageing of the fees / non fees arrears below]

Description	2020-2021 Kshs	2019-2020 Kshs
Fees arrears for current year	1,926,137.01	1,720,602.58
Fees arrears received during the year	(240,528.00)	(724,063.50)
Fees arrears for the previous year	1,720,602.58	689,703.00
Fees arrears for prior periods (over two years)	26,526,397.14	26,560,757.64
Totals	29,932,608.73	28,246,999.72

12 ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	8,442,068.69	8,849,781.05
Prepaid fees	0.00	3,411,623.23
tuition account	0.00	819,011.15
Operation Account	0.00	7,914,826.00
Total	8,442,068.69	20,995,241.43

[Include an ageing of the creditor's arrears below]

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	5,848,693.95	8,849,781.05
Trade creditors paid during the year	(6,256,406.31)	(10,848,707.00)
Trade creditors for the previous year	8,849,781.05	10,354,436.05
Trade creditors for prior periods (over two years)	0.00	494,270.95
Total	8,442,068.69	8,849,781.05

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	(308,467.50)	(436,248.84)
Cash balances	(129,902.50)	53,960.00
receivables	37,432,751.25	27,250,460.64
payables	(20,995,241.43)	(10,848,707.00)
Total	15,999,139.82	16,019,464.80

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Other important disclosure notes

IPSAS 1 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.

14 Non-current Liabilities Summary

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank loan(s)	0.00	0.00
Outstanding Leases	0.00	0.00
Hire purchase	0.00	0.00
Gratuity and leave provision	0.00	0.00
Total	0.00	0.00

15 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle	3		
Goats			
Trees			
Coffee or tea plantation			
Poultry	300		
Total			

16 Borrowings

Description	2020-2021	2019-2020
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year		
Borrowings during the year		
Repayments of during the year		
Balance at end of the year		

Other important disclosure notes

17 Stock/ Inventory

Description	2020-2021	2019-2020
	KShs	KShs
b) Borrowings		
Stock/ inventory at beginning of the year	1,351,772.95	954,150.00
Stock/ inventory purchased during the year	9,541,500.00	7,952,459.00
Stock/ inventory issued during the year	9,064,425.00	7,554,836.05
Balance at end of the year	1,828,847.95	1,351,772.95

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)

MAZERAS HIGH SCHOOL
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Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount a Kshs	Date Contracted b Kshs	Amount Paid To-Date c Kshs	Outstanding Balance 2021 d=a-c Kshs	Outstanding Balance 2022-1 Kshs	Comments
TUITION ACCOUNT						
1.TAKAUNGU STATIONERS	786,916.00	01.07.2021	-	786,916.00	786,916.00	
2. KANSBAG LIMITED	188,524.00	01.07.2021	-	188,524.00	188,524.00	
3 .LIZAM ENTERPRISES	208,225.00	01.07.2021	-	208,225.00	208,225.00	
4. KAYIIM STATIONERY	134,200.00			134,200.00	134,200.00	
SUB-TOTAL	1,317,865.00		-	1,317,865.00	1,317,865.00	
OPERATIONAL ACCOUNT						
5. KAHEWA ELECTRICAL SERVICES	138,200.00	01.07.2021		138,200.00	138,200.00	
6. MYKSONS INVESTMENTS	17,000.00	01.07.2021		17,000.00	17,000.00	
7. STAFF SALARIES DEDUCTION	1,052,200.38	01.07.2021		1,052,200.38	1,052,200.38	
8. KEMWACH ENTERPRISES	235,700.00	01.07.2021		235,700.00	235,700.00	
9. COMPCARE SOLUTION	76,100.00	01.07.2021		76,100.00	76,100.00	
10. CHIREMBA ENTERPRISES	441,350.00	01.07.2021		441,350.00	441,350.00	
Sub-Total	1,960,550.38			1,960,550.38	1,960,550.38	

SCHOOL FUND/BOARDING ACCOUNT						
11.CHEMPRO SUPPLIES	92,800.00	01.07.2021	-	92,800.00	92,800.00	
12.BEDAMAR ENTERPRISES	2,112,628.95	01.07.2021	-	2,112,628.95	2,112,628.95	
13.OGHIL INVESTMENT	516,600.00	01.07.2021	-	516,600.00	516,600.00	
14.RLC SERVICES	93,350.00	01.07.2021	-	93,350.00	93,350.00	
15. MANOS GROUP	218,800.00	01.07.2021	-	218,800.00	218,800.00	
16.BURNEY LIMITED	120,000.00	01.07.2021	-	120,000.00	120,000.00	
17. MOYOMUDZO ENTERPRISES	189,000.00	01.07.2021	-	189,000.00	189,000.00	
18.ALEMAKWA VENTURES	277,150.00	01.07.2021	-	277,150.00	277,150.00	
19.MOWINYA INVESTMENT	226,443.00	01.07.2021	-	226,443.00	226,443.00	
20.MUKI HARDWARE	109,205.00	01.07.2021	-	109,205.00	109,205.00	
21.SOWER ENTERPRISES	458,565.00	01.07.2021	-	458,565.00	458,565.00	
22.ASSOCIATION MOTOR	62,530.00	01.07.2021	-	62,530.00	62,530.00	
23.MNYENZENI TRADERS	94,400.00	01.07.2021	-	94,400.00	94,400.00	
24.DZEK ENTERPRISES	66,000.00	01.07.2021	-	66,000.00	66,000.00	
25.LITEMORE LIMITED	166,675.00	01.07.2021	-	166,675.00	166,675.00	
26.CHINGAKWE LIMITED	150,600.00	01.07.2021	-	150,600.00	150,600.00	
27.RICKLES ENTERPRISES	208,906.36	01.07.2021	-	208,906.36	261,600.00	
Sub-Total	5,163,653.31			5,163,653.31	5,163,653.31	
Grand Total	8,442,068.69			8,442,068.69	8,442,068.69	

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Historical Cost b/f (Kshs) 1 st JAN 2021	Historical Cost c/f (Kshs) 30 th June 2021
Land	Balance b/f 01.01.2021	00.00	00.00
	Balance b/f 01.01.2021	00.00	00.00
Buildings and structures	Balance b/f 01.01.2021	4,907,000.00	4,907,000.00
Motor vehicles	Balance b/f 01.01.2021	985,600.00	985,600.00
Office equipment, furniture and fittings	Balance b/f 01.01.2021	1,709,200.00	1,709,200.00
ICT Equipment, and Other ICT Assets	Balance b/f 01.01.2021	671,200.00	671,200.00
Tools and apparatus	Balance b/f 01.01.2021	3,695,000.00	3,695,000.00
Textbooks	Balance b/f 01.01.2021	1,412,320.80	1,412,320.00
Other Machinery and Equipment -Generator	Balance b/f 01.01.2021	00.00	00.00
Heritage and cultural assets	Balance b/f 01.01.2021	500,000.00	500,000.00
Intangible assets- soft ware	Balance b/f 01.01.2021	13,880,320.80	13,880,320.80
TOTAL			