

REPUBLIC OF KENYA



Enhancing Accountability



REPORT

OF

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 02 DEC 2024	DAY: MONDAY
TABLED BY: Hon. Naomi Wanjau MP	DEPUTY MAJORITY WHIP
CLERK-AT-THE-TABLE:	RUTHEN NGWOTO

THE AUDITOR-GENERAL

ON

MURANG'A HIGH SCHOOL

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

MURANG'A COUNTY

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY
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MURANG'A HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2023

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

MURANG'A HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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MURANG'A HIGH SCHOOL

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

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

MURANG'A HIGH 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 Murang'a County, Murang'a East Sub-County.

The school was re-registered in February 2022 under registration number 21S30000289 and is currently categorized as a National public school established and operated by the Government.

The school is a boarding school and had 2,111 number of students as at 30th June 2023. It has 10 streams and 68 teachers of which 12 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.	Eng. Anthony Mwaura	Chairman	30/9/2022
2.	Willie M. Kuria	Secretary - Principal	30/9/2022
3.	John Karuru	Member	30/9/2022
4.	Fednand Etyang	Member	30/9/2022
5.	CPA Florence Birya	Member	30/9/2022
6.	James Kimani Mbui	Member	30/9/2022
7.	Rachel Ng'ang'a	Member	30/9/2022
8.	George Mungah	Member – Rep CEB	30/9/2022
9.	Catherine Wangu	Member Rep Teachers	30/9/2022
10.	Fr. J.B. Mungai	Member - Sponsor	30/9/2022
11.	David Ng'ang'a	Member - Sponsor	30/9/2022
12.	Josphat Kihia	Member - Sponsor	30/9/2022
13.	Grace Njoki	Member - Community	30/9/2022
14.	Faith Jepkemboi	Member Special Needs	30/9/2022
15.	John Wainaina	Rep. Students	30/9/2022

MURANG'A HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th 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 paragraph 21 and 23 of the Basic Education Act, 2013.

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****(c) Committees of the Board**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1.	Executive Committee	Eng. Anthony Mwaura	Chairman	4 out of 4
		Grace Njoki	Vice Chairman	4 out of 4
		Fr. J. B. Mungai	Member	3 out of 4
		Rachel Nganga	Member	3 out of 4
		Willie M. Kuria	Secretaty	4 out of 4
2.	Audit Committee	Josphat Kihia	Chairman	4 out of 4
		David Ngari	Member	4 out of 4
		George Munga	Member	2 out of 4
3.	Finance,procurement and general purposes Committee	Florenc Biry a	Chairman	4 out of 4
		James Mbui	Member	3 out of 4
		John Karuru	Member	4 out of 4
4.	Academic Committee	Grace Njoki	Chairman	4 out of 4
		George Mungah	Member	2 out of 4
		Catherine Wangu	Member	4 out of 4
		John Karuru	Member	4 out of 4
5.	Development Committee	Eng Anthony Mwaura	Member	4 out of 4
		W. M. Kuria	Member	4 out of 4
		David Ngari	Chairman	4 out of 4
		Josphat Kihia	Member	4 out of 4
6.	Discipline and welfare Committee	Fernand Etyang	Member	4 out of 4
		Fr. J. B. Mungai	Chairman	3 out of 4
		Faith Jebkemboi	Member	4 out of 4
7.	Human rights and students welfare	Rachel Ng'ang'a	Chairman	3 out of 4
		Florence Biry a	Member	4 out of 4
		James Mbui	Member	3 out of 4
		Faith Jepkemboi	Member	4 out of 4

MURANG'A HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th 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	TSC Number
1.	Principal	Willie M. Kuria	271778
2.	Deputy Principal	Joseph M. Wachira	404821
3.	School Bursar	Ephantus K. Kimani	21883906 (ID)

(e) Schools Contacts

Post Office Box: 101 – 10200 - Murang'a.
Telephone No.: 0724167580
E-mail Address: highschoolmuranga@gmail.com
Website: murangahigh.sc.ke

(f) School Bankers

The school operated 9 bank accounts in the following banks: -

- Name of Bank : **Co-Operative Bank Murang'a Branch**
Account Name : Tuition Account
Account Number : 01139055926400
Account Name : Operations Account
Account Number : 01139055926401
Account Name : School Fund Account
Account Number : 01129055926400
Account Name : Infrastructure Account
Account Number : 01139055926402
Account Name : UTaNRMP
Account Number : 01134055926400
- Name of Bank : **Equity Bank Murang'a Branch**
Account Name : Farm Account
Account Number : 0220268103973
- Name of Bank : **Consolidated Bank Murang'a Branch**
Account Name : Dispensary Account
Account Number : 10051203000017
- Name of Bank : **KCB Murang'a Branch**
Account Name : School Fund Account
Account Number : 1108568076
Account Name : Saving Account
Account Number : 1106451325

(g) Independent Auditors

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

MURANG'A HIGH SCHOOL

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

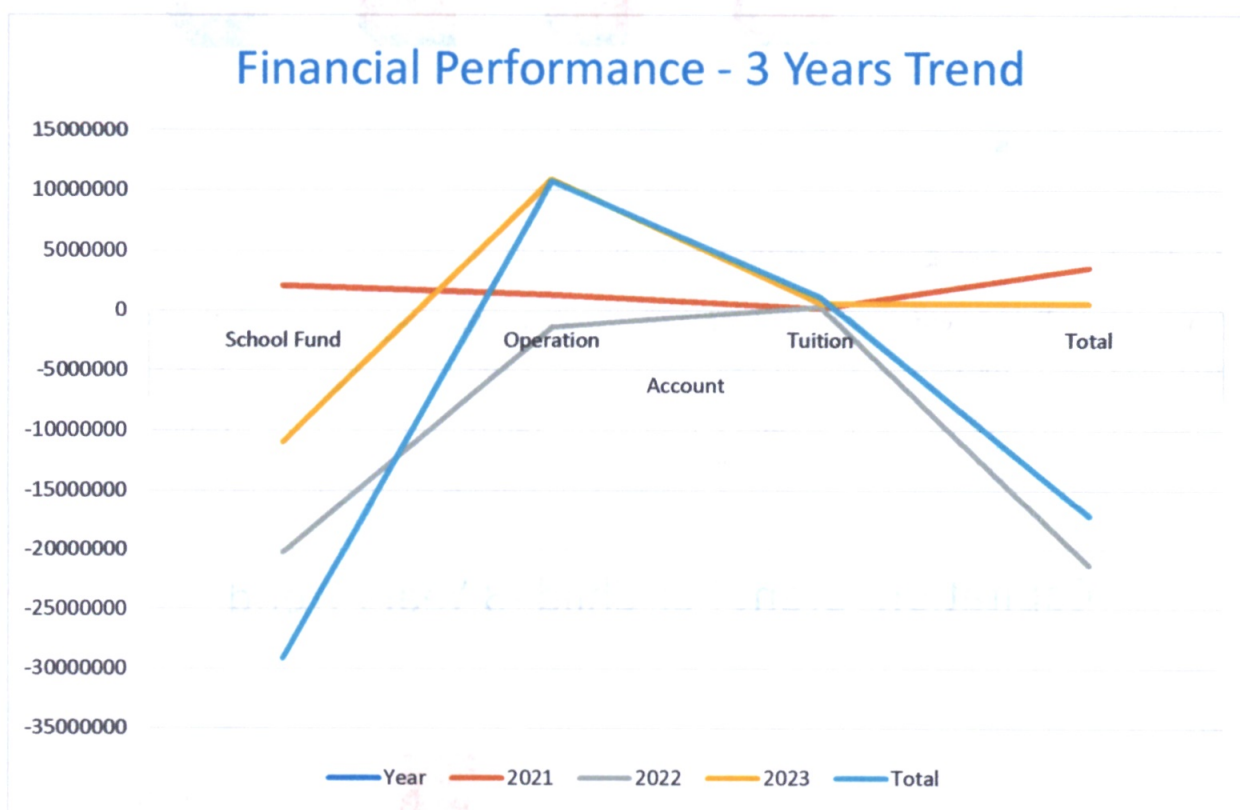
3. Summary Report of Performance of The School

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

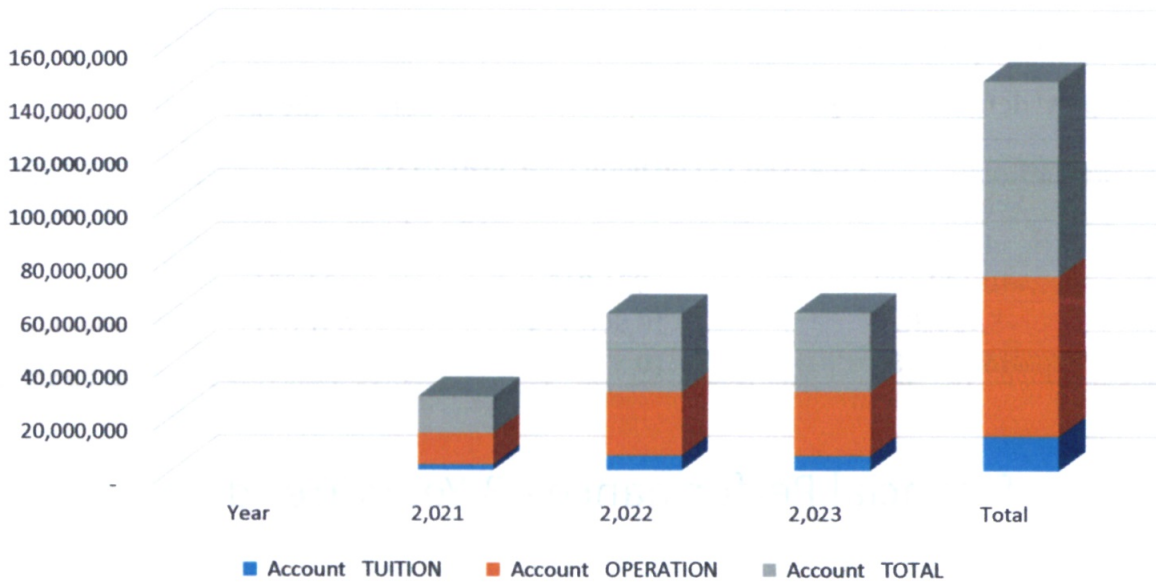
Financial Performance - 3 Years Trend				
Year	School Fund	Operation	Tuition	Total
2021	470,806	-1,298,176	-184,049	-1,012,139
2022	-10,142,602	931,813	324,091	-8,886,698
2023	-8,920,386	10,906,174	631,031	2,616,819
Total	-18,592,182	10,539,811	771,073	-7,282,018



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

Year	Tuition	Operation	Total
2021	1,916,190	11,958,182	13,874,372
2022	5,478,159	24,016,320	29,494,479
2023	5,462,431	24,244,373	29,706,804
Total	12,856,780	60,218,875	73,075,655

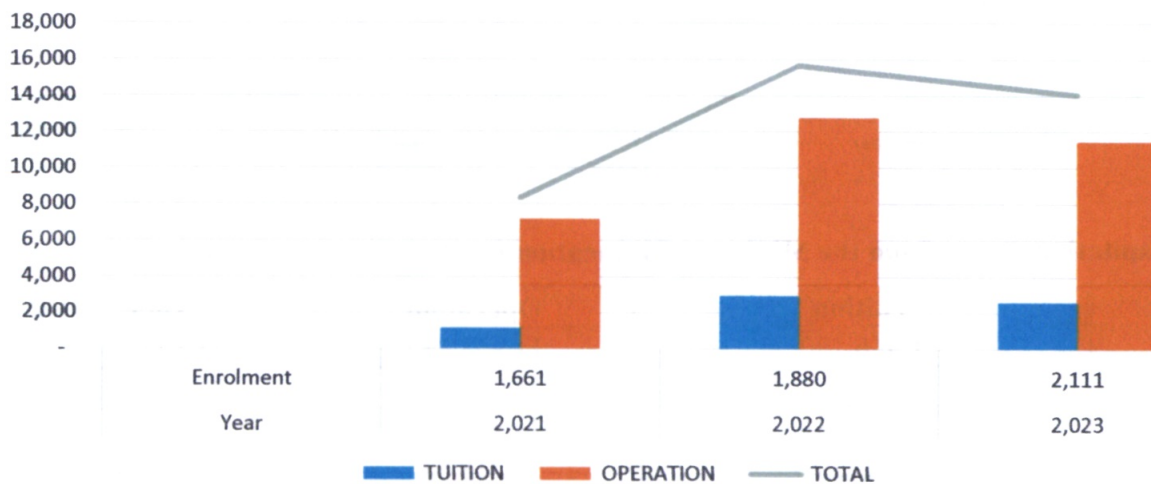
CAPITATION GRANT -3 Years Trend



iii). Ratio of Capitation grant per student over the last three years

Year	Enrolment	Tuition	Operation	Total
2021	1661	1,154	7,199	8,353
2022	1880	2,914	12,775	15,689
2023	2111	2,587	11,484	14,071

Capitation Grant Per Child -3 Years Trend



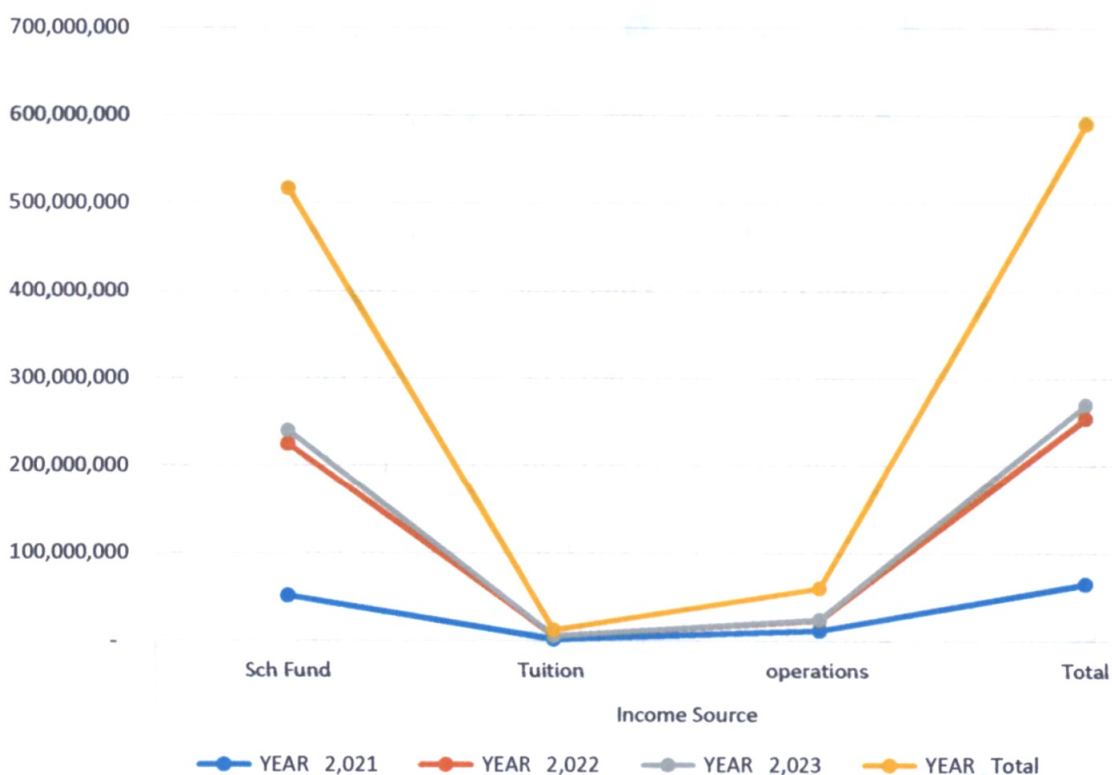
MURANG'A HIGH SCHOOL

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

iv). A three-year overview of growth of income earned by the school.

Year	School Fund	Tuition	operations	Total
2021	51,421,544	1,916,191	11,983,182	65,320,917
2022	225,140,085	5,478,158	24,016,320	254,634,563
2023	240,650,080	5,462,431	24,244,372	270,356,883
Total	517,211,709	12,856,780	60,243,874	590,312,363

Growth of Other Incomes -3 Years Trend

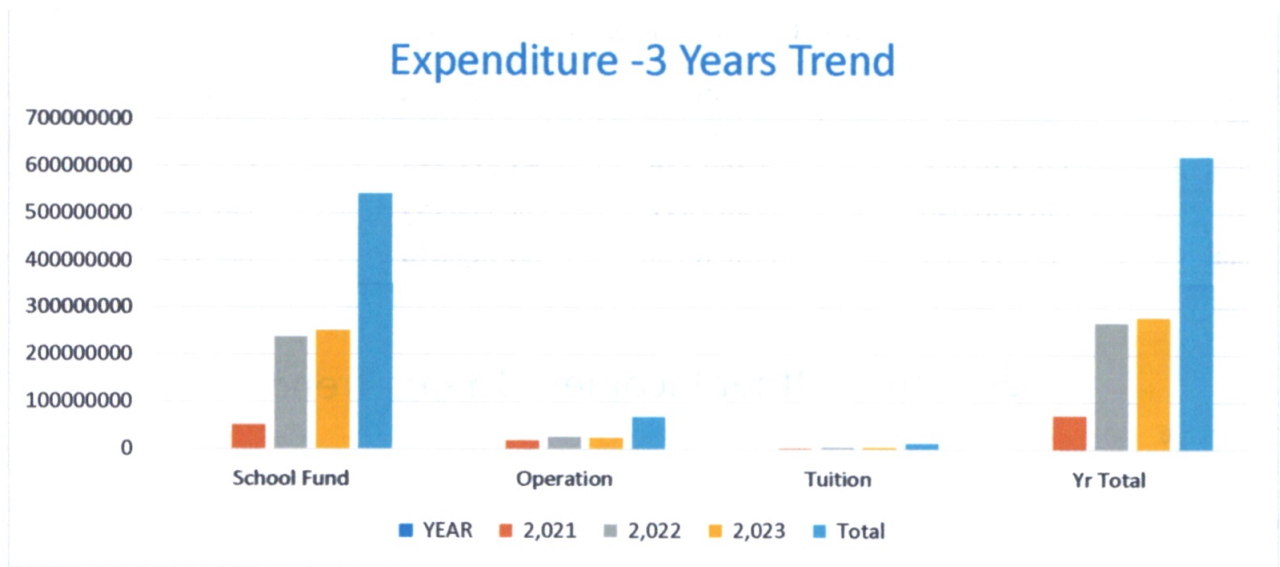


v). A three-year overview of growth in expenditure of the school

Year	School Fund	Operation	Tuition	Total
2021	51,175,658	18,357,358	2,102,740	71,635,756
2022	238,595,013	25,426,029	5,154,068	269,175,110
2023	251,601,726	23,338,198	4,831,400	279,771,324
Total	541,372,397	67,121,585	12,088,208	620,582,190

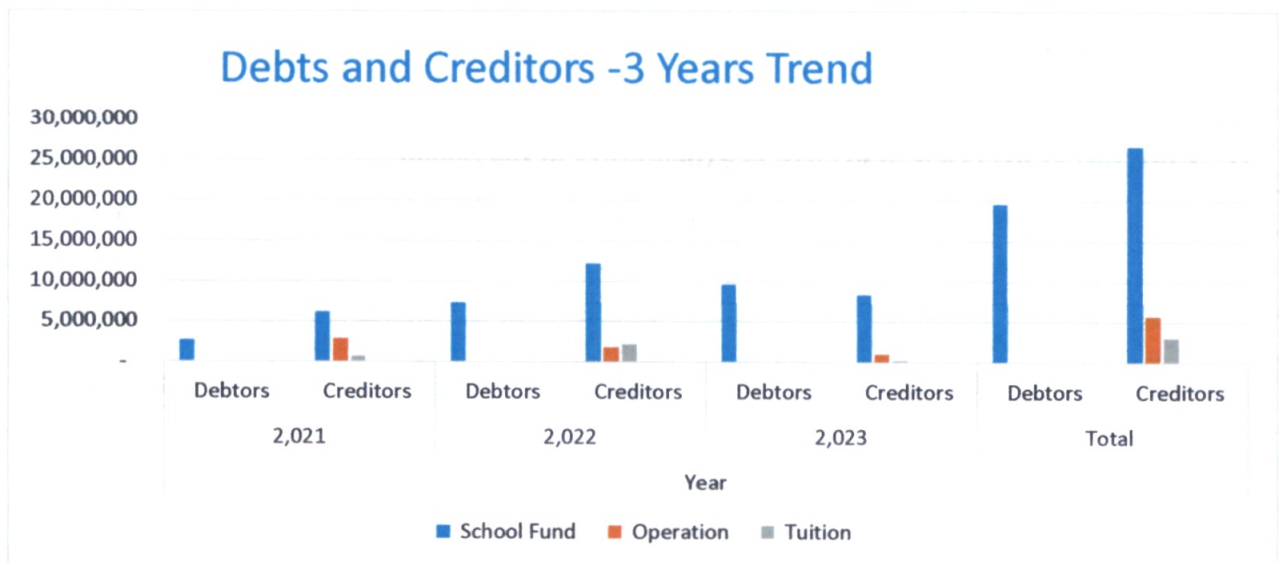
MURANG'A HIGH SCHOOL

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



vi). Movement of debtors and creditors of the school over the last three years

Year		School Fund	Operation	Tuition	Total
2021	Debtors	2,651,834	-	-	2,651,834
	Creditors	6,148,162	2,861,121	652,140	9,661,423
2022	Debtors	7,311,529	-	-	7,311,529
	Creditors	12,160,772	1,811,936	2,184,200	16,156,908
2023	Debtors	9,606,509	-	-	9,606,509
	Creditors	8,428,059	976,928	216,500	9,621,487
Total	Debtors	19,569,872	-	-	19,569,872
	Creditors	26,736,993	5,649,985	3,052,840	35,439,818



MURANG'A HIGH SCHOOL

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

vii). Movement of cash and bank balances over the last three years

Year		School Fund	Operation	Tuition	Infrastructure	Total
2021	Cash	66,627	-	-	-	66,627
	Bank	4,935,684	2,095,047	306,431	1,836,828	9,173,990
2022	Cash	68,483	-	-	-	68,483
	Bank	1,189,388	54,074	75,461	1,806,542	3,125,465
2023	Cash	33,290	-	-	-	33,290
	Bank	(14,421,820)	11,901,177	180,823	4,222,052	1,882,232
Total	Cash	168,400	-	-	-	168,400
	Bank	(8,296,748)	14,050,298	562,715	7,865,422	14,181,687

Cash and Bank Balances -3 Years Trend



MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****b) Teacher Student ratio:****Ratio of students to Teachers**

Total enrolment	2111
Total No of Teachers	68
Students: Teachers ratio	31

Teachers Turnover

No of teachers recruited in the year	2
No of teachers transferred inwards in the year	1
No of teachers transferred outwards in the year	1

Net inflow of teachers

	2
--	---

Teachers Employment

No of teachers required by CBE	75
No of teachers employed by TSC	66
Shortage / Surplus No of teachers before BOM teachers	9
No of teachers employed by BOM	2
Net Shortage / Surplus No of teachers	7

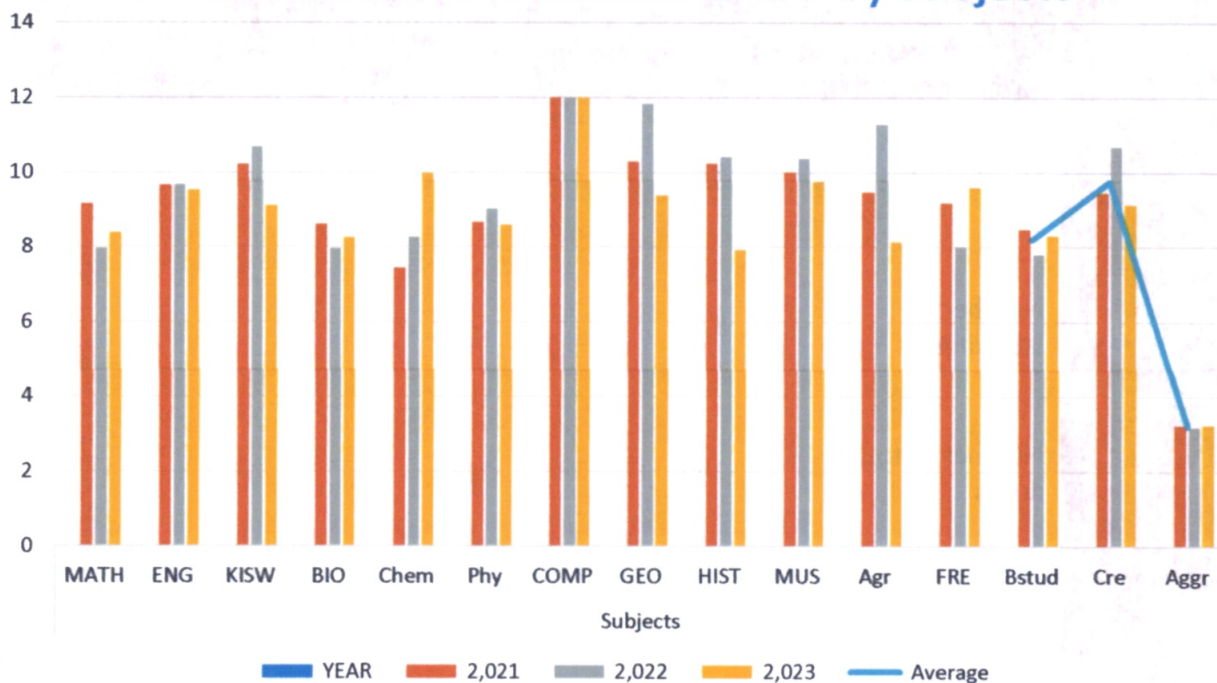
c) Mean Scores -3 Years Trend

YEAR	Subjects													
	MATH	ENG	KISW	BIO	CHEM	PHY	COMP	GEO	HIST	MUS	AGR	FRE	B/S	CRE
2021	9	10	10	9	7	9	12	10	10	10	9	9	8	9
2022	8	10	11	8	8	9	12	12	10	10	11	8	8	11
2023	8	10	9	8	10	9	12	9	8	10	8	10	8	9

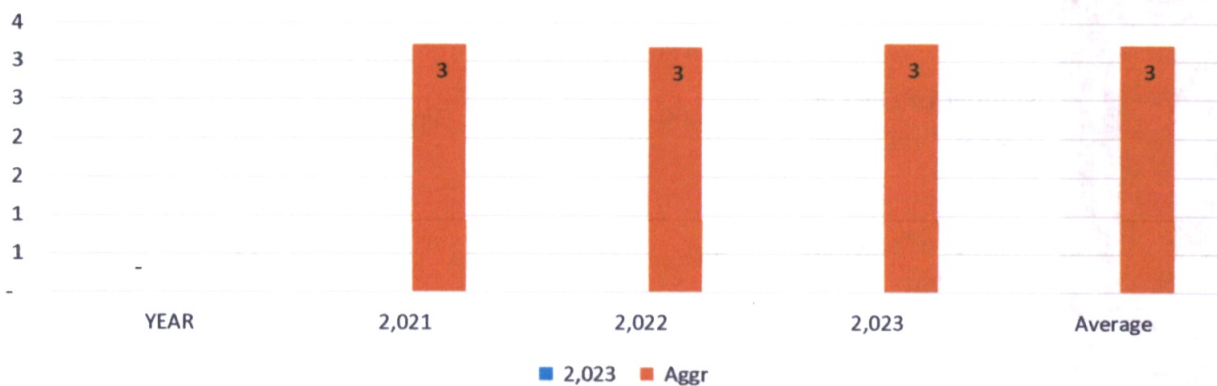
MURANG'A HIGH SCHOOL

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

Mean Scores -3 Years Trend- by subjects



Mean Scores -3 Years Trend- by aggregate Mean



d) Number of Candidates who sat for KCSE:

2022	2021	2020
326	305	312

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****e) Capacity of the school:**

Area	Means of infrastructure measurement	Quantity of infrastructure required	Actual quantity of infrastructure available	Infrastructure gap
Classrooms	Number of classes	35	27	8
Laboratories	Number of laboratories	8	6	2
Toilet Doors	Number of toilet doors	200	132	68
Offices	Number of offices	25	16	9
Dining Hall	Number of students well seated	2,500	2,500	
Library	Number of students well seated	400	80	320
Hostels	Number of Decker Beds well-spaced	1,600	1,386	314
Staffroom	Number of teachers well seated	70	40	30
Boardroom	Number of BOM members well seated	25	15	10
Staff housing	No of staff properly housed	40	16	24 Housing Units

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****f) Development projects carried out by the school:**

Projects Analysis				
	Name of project			
	Construction of a classroom	Construction of Dormitory	Purchase of 67-Seater Bus	Cabro Fixing
Estimated (BQ) Cost	13,500,000.00	20,400,000.00	13,400,000.00	4,270,000.00
Source(s) of Funding	M&I/Dev. Fund	M&I/Dev. Fund	Parent Assoc.	Parent Assoc.
Contract Cost	13,500,000.00	20,400,000.00	13,400,000.00	4,270,000.00
Start Date of project	5 TH July, 2022	24 TH May, 2022	1 ST . July, 2022	1 ST . July, 2022
Expected Completion date	30 TH September, 2023	31 ST December, 2023	28 TH February, 2025	31 ST . July, 2023
Status	WIP	WIP	WIP	WIP
Amount due on project	11,406,926.00	13,540,352.00	5,440,000.00	1,320,000.00
Amount paid	2,093,074.00	6,859,648.00	7,960,000.00	2,950,000.00
Project success/challenges	Classroom construction ongoing.	Dormitory construction ongoing.	Bus purchase ongoing.	Cabro fixing ongoing.



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School Principal

MURANG'A HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th 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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Murang'a High school accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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

Eng. Anthony Mwaura

Name:  ✕

Designation: Chairman, School Board of Management

Date:

Willie M. Kuria

Name:  ✕

Designation: School Principal & Secretary to Board of Management

Date: ..6/3/2024

Ephantus K. Kimani

Name:  ✕

Designation: Bursar/ Finance Officer

Date: ..6/3/2024

REPUBLIC OF KENYA

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Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON MURANG'A HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - MURANG'A 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 Murang'a High School - Murang'a County set out on pages 1 to 15, 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 and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Murang'a High School - Murang'a County as at 30 June, 2023 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 Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Overdrawn Cashbook

The statement of assets and liabilities reflects a balance of Kshs.7,918,311 being bank balances as disclosed in Note 10 to the financial statements. Included in the balance are two (2) school fund accounts held at two (2) commercial banks which had negative balances of Kshs.14,323,172 and Kshs.98,648 respectively. Review of the School's documents and Management explanation indicated that the cashbooks were overdrawn in April, 2023 due to non-posting of direct banking to the cashbook amounting to Kshs.17,483,171.

In the circumstances the accuracy and completeness of bank balances amounting to Kshs.7,918,311 could not be confirmed.

2. Inaccuracies in the Financial Statements

The statement of financial assets and financial liabilities reflects fund brought forward balance of Kshs.4,726,394 which differs with the net financial position balance brought forward of negative Kshs.7,237,202 resulting to an unreconciled variance of Kshs.11,969,596. In addition, the statements of financial assets and financial liabilities reflects comparative balances for receivables and payables of Kshs.7,915,993 and Kshs.21,567,359 respectively. However, Note 12 to the financial statements on fund balance brought down reflects balances of Kshs.15,250,844 and Kshs.15,974,625 for the same items, resulting to an unreconciled variance of Kshs.7,334,851 and Kshs.5,592,734 respectively.

In the circumstances, the accuracy and completeness of accumulated fund brought forward balance of Kshs.4,726,394 could not be confirmed.

3. Long Outstanding Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 reflects accounts receivables balance of Kshs.15,250,844. However, review of the ageing analysis provided for audit indicated that a balance of Kshs.2,243,863 had remained outstanding

for over three (3) years. In addition, a balance of Kshs.5,644,335 was owed by students who had since left the School.

In the circumstances, the recoverability of outstanding accounts receivable balance of Kshs.15,250,844 could not be confirmed.

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

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

The statement of receipts and payments reflects boarding and school fund payments amounting to of Kshs.251,602,025 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.1,377,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from school principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, regularity and value for money of funds transferred to KESSHA amounting to Kshs.1,377,000 could not be confirmed.

2. Late Submission of Financial Statements

During the period under review, Management submitted the financial statements to the Auditor-General on 07 March, 2024 instead of the statutory deadline of

30 September, 2023. This was contrary to Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

3. Lack of a Fixed Assets Register

In the year under audit, the School did not maintain a detailed updated fixed asset register to control and monitor usage of its assets. This was contrary to the Public Finance Management (National Government) Regulations, 2015 which provides that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

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

4. Oversupply Textbooks

During the year under audit, the School received various set books from Kenya Institute of Curriculum Development (KICD) on diverse dates. However, the population of students utilizing the set books was eight hundred and ninety-three (893) which was less than the books supplied of resulting into an oversupply as indicated in the table below;

Title of Book	Books Supplied	No. of Students	Oversupply
Fathers of Nations	1120	893	227
The Samaritan	1120	893	227
A Parliament of Owls	1120	893	227
Nguu za Jadi	1120	893	227
A Silent Song & Other Stories	964	893	71
Bembea ya Maisha	964	893	71
An Artist of the Floating World	964	893	71
Mapambazuko ya Machweo	964	893	71

In the circumstances, the oversupply of books may result to idle books thus prone to loss and misuse and lack of value for money in the oversupplied set books.

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 comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on

Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing 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

Lack of Ownership Documents

Review of the School's documents indicated that the School occupies two parcels of land, with a total acreage of 37 acres. However, the titles are registered to Diocese of Murang'a Registered Trustees and no efforts have been made to transfer the title in the School's name despite circulars from the Ministry of Education requiring all public school acquire title deeds for their school land.

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

The audit was conducted in accordance with ISSAIs 2315 and 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal 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 that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of 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 policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal 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 that 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 continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

23 September, 2024

MURANG'A HIGH SCHOOL

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

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

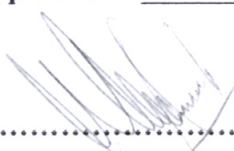
Description Of Vote Head	Note	2022 – 2023	2021 – 2022
		Kshs	Kshs
Receipts			
Government Grants for Tuition	1	5,462,431	5,478,158
Government Grants for Operations	2	34,244,372	35,434,320
Government Grants for Infrastructure	3	12,004,149	-
School Fund Income- Parents' Contributions	4	208,966,656	184,031,856
Miscellaneous Incomes	5	33,714,984	33,876,033
Total Receipts		294,392,592	258,820,367
Payments			
Tuition	6	4,831,400	5,154,068
Operations	7	23,338,198	43,608,507
Infrastructure	8	12,119,543	-
Boarding and School Fund	9	251,602,025	226,688,581
Total Payments		291,891,166	275,451,156
Surplus/Deficit		2,501,426	(16,630,789)

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



Name: Eng Anthony Mwaura
Chair BOM

Date: 6/3/2024



Name: Willie M Kuria
School Principal/ Secretary to BOM

Date: 6/3/2024



Name: Ephantus K. Kimani
Bursar/ Finance Officer

Date: 6/3/2024

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****7. Statement of Assets and Liabilities As At 30th June 2023**

Description	Note	2023 – 2023	2021 – 2022
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances	10	7,918,311	7,245,677
Cash Balances	11	33,290	68,483
Total Cash and Cash Equivalent		7,951,601	7,314,160
Account's Receivables	12	15,250,844	7,015,996
Total Financial Assets		23,202,446	14,330,156
Financial Liabilities			
Accounts Payables	13	15,974,625	21,567,359
Net Financial Assets		7,227,820	(7,237,203)
Represented by			
Accumulated Fund b/fwd	14	4,726,394	9,393,586
Surplus/Deficit for the Year		2,501,426	(16,630,789)
Net financial position		7,227,820	(7,237,203)

The school's financial statements were approved on 6th March, 2024 and signed by:

.....
Name: Anthony Mwaura

Chair BOM

Date: 6/3/2024

.....
Name: Willie M Kuria
School Principal/ Secretary to
BOM

Date: 11/3/2024

.....
Name: Ephantus K. Kimani

Bursar/ Finance Officer

Date: 6/3/2024

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****8. Statement of Cash Flows for the Year Ended 30th June 2023**

Description	Note	2022 – 2023	2021 – 2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government Grants for Tuition	1	5,462,432	5,478,158
Government Grants for Operations	2	34,244,373	35,434,320
Government Grants for Infrastructure	3	12,004,149	-
School Fund Income- Parents Contributions	4a	212,276,177	188,510,735
Miscellaneous Receipts	5	33,714,984	33,876,033
Total Receipts		297,702,112	263,299,246
Payments			
Cash Outflows for Tuition	6a	5,357,071	5,709,128
Cash Outflows for Operations	7a	22,397,271	44,239,764
Infrastructure Account	8	12,119,544	-
Cash Outflows Boarding/School Fund Payments	9a	257,190,788	222,821,945
Total Payments		297,064,674	272,770,837
Net Cash Inflow/Outflow from Operating Activities		637,438	(9,471,591)
Net increase/decrease in cash and cash equivalents		637,438	(9,471,591)
Cash and cash equivalent at beginning of the FY		7,314,160	16,785,751
Cash and cash equivalent at end of the FY		7,951,601	7,314,160

The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. School therefore adopted the direct method of cashflow as recommended by PSASB.

The school's financial statements were approved on 6th March, 2024 and signed by:

.....
Name: Anthony Mwaura

Chair BOM

Date: 6/3/2024

.....
Name: Willie M. Kuria
School Principal/ Secretary to
BOM

Date: 6/3/2024

.....
Name: Ephantus K. Kimani

Bursar/ Finance Officer

Date: 6/3/2024

MURANG'A HIGH SCHOOL

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

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Grants on Tuition					
Reference/Lib. Materials	395,000	0	395,000	395,000	100%
Exercise Books	850,000	0	850,000	820,274	96%
Laboratory Equipment	2,230,000	0	2,230,000	1,869,880	84%
Internal Exams	950,000	0	950,000	950,000	100%
T & L Materials	1,430,200	0	1,430,200	1,427,277	99%
(2) Grants on Operations					
Personnel Emoluments	8,640,000	0	8,640,000	8,636,773	99%
Repairs and Maintenance	8,100,000	0	8,100,000	8,100,000	100%
Local Transport / Travelling	850,000	0	850,000	850,000	100%
Electricity and Water	1,568,000	0	1,568,000	1,568,000	100%
Medical Insurance	1,480,000	0	1,480,000	1,480,000	100%
Administration Costs	2,820,000	0	2,820,000	2,820,000	100%
Activity	790,000	0	790,000	789,600	99%
3) FDSE for infrastructure Fund					
Maintenance & Improvement M.o.E	12,004,149	0	12,004,149	12,004,149	100%
(4) Fees Charged on Parents					
Personnel Emoluments	21,846,133	0	21,846,133	21,846,133	100%
Repairs and Maintenance	5,945,204	0	5,945,204	4,464,952	75%
Local Transport/Travelling	9,352,694	0	9,352,694	7,442,232	80%
Electricity and Water	13,495,547	0	13,495,547	10,041,625	74%
Administration Costs	24,215,278	0	24,215,278	12,245,853	50%
Activity	3,699,381	0	3,699,381	1,992,950	54%
Fees on Boarding Equipment and Stores	76,090,138	0	76,090,138	76,090,138	100%
5) Miscellenous Income					
Development Fund	47,270,353	0	47,270,353	31,180,763	66%
Rent income	320,000	0	320,000	238,000	74%
Uniform	18,550,550	0	18,550,550	15,551,391	84%
Total Income	262,892,627	0	262,892,627	222,804,990	

MURANG'A HIGH SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(6) Expenditure for Tuition					
Reference/Library Materials	395,000	0	395,000	392,710	99%
Exercise Books	850,000	0	850,000	750,288	88%
Laboratory Equipment	2,230,000	0	2,230,000	2,227,028	99%
Internal Exams	950,000	0	950,000	920,880	97%
T & L Materials	550,000	0	550,000	540,014	98%
(7) Expenditure for Operations					
Personnel Emoluments	8,640,000	0	8,640,000	8,180,495	95%
Repairs and Maintenance	8,100,000	0	8,100,000	8,100,000	100%
Transport / Travelling	850,000	0	850,000	844,413	99%
Electricity and Water	1,568,000	0	1,568,000	1,566,727	99%
Medical Insurance	1,480,000	0	1,480,000	1,472,253	99%
Administration Costs	2,820,000	0	2,820,000	2,817,500	99%
Activity	790,000	0	790,000	356,810	45%
(8) Expenditure For infrastructure					
Construction of Classrooms	4,520,607	0	4,520,607	4,520,607	100%
Construction of Dormitory	7,483,542	0	7,483,542	7,489,500	99%
(9) Expenditure For school fund					
Personnel Emoluments	22,782,600	(2,400,000)	20,382,600	15,785,350	77%
Repairs and Maintenance	4,500,000	1,400,000	5,900,000	5,945,204	100%
Local Transport / Travelling	11,949,920	(2,000,000)	9,949,920	9,352,694	93%
Electricity and Water	15,353,941	(1,600,000)	13,753,941	13,495,547	98%
Administration Costs	18,634,539	6,000,000	24,634,539	24,215,278	86%
Activity	5,076,000	(1400000)	3,676,000	3,699,381	100%
Boarding Equipment and Stores	76,090,138	0	76,090,138	74,521,847	98%
Development Fund	47,270,353	0	47,270,353	47,270,353	100%
Rent income	320,000	0	320,000	319,680	99%
Uniform	18,550,550	0	18,550,550	18,550,550	100%
Totals Expenditure	261,755,190	0	261,755,190	253,335,109	

[Majority of the vote heads are within budget which is commendable]

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

MURANG'A HIGH SCHOOL

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****11. Notes To The Financial Statements****1 Government Grants for Tuition**

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Reference Materials	395,000	297,324
Exercise Books	820,274	1,798,217
Laboratory Equipment	1,869,880	1,734,872
Internal Exams	950,000	1,202,888
Teaching and Learning Materials	1,427,277	432,881
Chalks	0	11,976
Total	5,462,431	5,478,158

2 Government Grants for Operations

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Personnel Emoluments	8,636,773	7,190,300
Repairs and Maintenance	8,100,000	8,357,500
Transport and Travel	850,000	1,093,232
Electricity and Water	1,568,000	2,333,417
Infrastructure	0	11,418,000
Medical	1,480,000	1,187,327
Administration Costs	2,820,000	3,237,869
Activity	789,600	616,675
Transition Infrastructure Grants	10,000,000	0
Total	34,244,373	35,434,320

3 Government Grants for infrastructure

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Maintenance & Improvement MOE	12,004,149	0
Total	12,004,149	0

The comparative figures for 2021-2022 on infrastructure account could not be included since the reporting template of the said year accounted infrastructure monies in note 2, i.e. Operations a/c

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****4 School Fund Income - Parents Contribution/Fees**

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Personnel Emoluments	21,846,133	18,250,423
Repairs and Maintenance	4,464,952	6,177,554
Transport and Travel	7,442,232	6,003,123
School Transport Fund	0	24,447,032
Electricity and Water	10,041,626	8,867,845
Uniform	15,551,391	23,784,022
Medical	38,472	24,210
Administration Costs	12,358,553	12,912,906
Activity	1,992,950	1,954,820
Boarding Equipment and Stores	76,090,138	61,787,425
Savings Account	0	1,654,253
P.A Project	28,929,446	8,390,239
Development Fund	30,210,763	9,778,004
Total	208,966,656	184,031,856

4a. School Fund Income - Parents Contribution/Fees – Note to Cashflow

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Reported in statement of receipts and payments	208,966,656	184,031,856
Add prepayments within the period	6,353,138	6,599,176
Less fees debtors	(9,606,509)	(7,311,529)
Add fee arrears collected	6,562,890	5,191,233
Total	212,276,175	188,510,735

5 Miscellaneous Incomes

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Point of sale Income	14,187,127	15,659,866
Rent Income	238,000	460,640
Scholarship	0	5,205,051
Income Generating Activities	9,831,812	3,791,222
School Farm	1,523,573	1,265,621
Pocket Money	245,032	382,297
NHIF Edu Afya receipts	3,001,560	2,366,980
Bakery	4,687,880	4,744,355
Total	33,714,984	33,876,032

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Point of sale income comprises of clubs and societies, Christian union and catholic action activities, canteen sales, shaving, students welfare, labelling, special meals and other students personal effects whereas income generating activities comprises of school bus hire, school band hire, damages paid, hire of school facilities for workshop and training and any other non-budgeted income

6 Tuition

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Exercise Books	750,288	883,900
Reference Materials	392,710	259,890
Laboratory Equipment	2,227,028	3,468,728
Teaching and Learning Materials	540,014	241,960
Internal Exams and Assessment	920,880	297,790
Bank Charges	480	1,800
Total	4,831,400	5,154,068

6a. Tuition – Note to Cashflow

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Reported in Statement of Receipts and Payments	4,831,400	5,154,068
Add previous creditors paid within the year	742,170	1,297,230
Less accrued expenses during the year	(216,500)	(742,170)
Total	5,357,070	5,709,128

7 Operations

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Personal Emoluments	8,180,495	7,283,270
Administration Cost	2,817,500	4,164,932
Repairs and Maintenance	8,100,000	9,106,000
Transport and Travel	844,413	910,956
Electricity and Water	1,566,727	2,902,743
Medical	1,472,253	444,057
Activity Expenses	356,810	613,830
Acquisition of Assets	0	18,182,479
Bank Charges	0	240
Total	23,338,198	43,608,507

MURANG'A HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

7a. Operations- Note to Cashflow

Description	2021-2022 Kshs	Jan-June 2021 Kshs
Reported in Statement of Receipts and Payments	23,338,198	43,608,507
Add previous creditors paid within the year	36,000	667,257
Less accrued expenses during the year	(976,928)	(36,000)
Total	22,397,270	44,239,764

8 Infrastructure

Description	2022 – 2023 Kshs	2021 – 2022 Kshs
Construction of Classrooms	4,520,607	0
Construction of Dormitory	7,489,500	0
Gate Project	108,236	0
Bank Charges	1,200	0
Total	12,119,543	0

The comparative figures for 2021-2022 on infrastructure account could not be included since the reporting template of the said year accounted infrastructure monies in note 7, i.e. operations account.

9 Boarding and School Fund

Description	2022 – 2023 Kshs	2021 – 2022 Kshs
Personal Emoluments	15,959,350	13,143,930
Repairs and Maintenance	5,945,204	6,096,450
Transport and Travel	9,352,694	8,286,289
Electricity and Water	13,495,547	10,619,487
Medical Expenses	1,678,941	1,973,536
Administration Costs	24,215,278	17,264,910
Bank Charges	6,899	12,730
Boarding Equipment and Stores	74,521,847	50,734,891
Rent Expenses	319,680	158,520
Activity	3,699,381	1,044,426
PA Project	11,388,520	33,799,892
Income Generating Activities	1,783,945	1,917,041
Bakery	4,945,825	10,191,300
Farm Activities	2,026,236	3,016,312
Pocket Money	6,796	32,750
School Transport	6,678,442	12,165,295
Development Fund	47,671,753	16,515,031
Uniform	18,550,550	22,566,240
Point of Sale Activities	9,355,136	11,958,298
Scholarship	0	5,191,251
Total	251,602,025	226,688,580

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

(Expense on income generating activities include cost incurred on hiring school buses, school band facilities maintenance and staff motivation while point of sale activities comprises of cost incurred for CA and CU activities, shaving, clubs and societies, uniform labelling, student's welfare, identity cards, and staff motivation.)

9a. Boarding and School Fund- Note of Cashflow

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Reported in Statement of Receipts and Payments	251,601,725	226,688,580
Add previous creditors paid within the year	14,017,121	10,177,663
Less accrued expenses during the year	(8,428,059)	(14,044,299)
Total	257,190,787	222,821,945

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022 – 2023	2021 – 2022
			Kshs	Kshs
Tuition Account	Active	01139055926400	180,823	75,461
Operations Account	Active	01139055926401	11,901,177	54,074
School Fund Account	Active	01129055926400	(14,323,172)	738,110
School Fund Account	Active	1108568076	(98,648)	451,278
Farm Account	Active	0220268103973	4,222,052	1,806,542
UTANRMP	Active	01134055926400	2,272	972,571
Savings Account	Active	1106451325	107,968	107,968
Dispensary Account	Active	10051203000017	5,829,004	2,827,444
Infrastructural Account	Active	01139055926402	96,835	212,229
Total			7,918,311	7,245,677

11 Cash in Hand

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
School Fund Account	33,290	68,483
Total	33,290	68,483

12 Accounts Receivable

Description	2022 – 2023	2021 – 2023
	Kshs	Kshs
Fees Arrears	15,250,844	7,015,996
Total	15,250,844	7,015,996

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****12a. Ageing Analysis of Accounts Receivable**

Description	2022 – 2023		2021 – 2022	
	Kshs		Kshs	
	2022 – 2023	% of the total	2021 – 2022	% of the total
Less than 1 year	9,606,509	44%	7,311,529	59%
Recoveries	(6,562,890)	0	(5,191,233)	0
Between 1- 2 years	7,311,529	33%	2,651,834	21%
Between 2-3 years	2,651,834	12%	2,243,863	20%
Over 3 years	2,243,863	11%	0	0
Total (should tie to note 13 a)	15,250,844	100%	7,015,993	100%

13 Accounts Payable

Description	2022 – 2023		2021 – 2022	
	Kshs		Kshs	
Trade Creditors (See Ageing Below and Appendix 1)		9,621,487		14,968,183
Prepaid Fees		6,353,138		6,599,176
Total		15,974,625		21,567,359

13a. Ageing Analysis of Accounts Payable

Description	2022 – 2023		2021 – 2022	
	Kshs		Kshs	
	2022 – 2023	% of the total	2021 – 2022	% of the total
Less than 1 year	9,621,487	39%	14,794,996	54%
Creditors Paid	(14,794,996)	0.00	(12,141,900)	0
Between 1- 2 years	14,794,996	61%	12,315,087	46%
Between 2-3 years	0	0%	0	0
Over 3 years	0	0%	0	0
Total (should tie to note 14)	9,621,487	100%	14,968,183	100%

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****14 Fund Balance Brought Forward**

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Bank Balances	7,245,681	16,746,350
Cash Balances	68,483	66,626
Receivables	12,207,226	4,895,697
Payables	(14,794,996)	(12,315,087)
Total	4,726,394	9,393,587

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.

15 Biological assets

Description	Numbers	2022 - 2023	2021 – 2022
		Kshs	Kshs
Cattle	12	690,000	640,000
Goats	9	82,000	54,000
Trees	1,530	2,360,000	2,270,000
Rabbits	12	6,000	18,000
Poultry	125	137,500	149,000
Total		3,275,500	3,131,000

16 Borrowings

Description	2022 – 2023	2021 – 2022
	Kshs	Kshs
Borrowings at beginning of the year	13,202,965	14,857,218
Borrowings during the year	0	
Repayments during the year	(4,962,759)	(1,654,253)
Balance at the end of the year	8,240,206	13,202,965

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17 Progress on Follow Up of Auditor Recommendations

This is the first time the school is being audited by the external auditor, hence no previous issues raised.

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****12. Annexes****Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
1. Copy Cat ltd	175,015			175,015		To be paid in term 3
2. Bediel enterprises	76,000			76,000		To be paid in term 3
3. Phormax enterprises	595,500			595,500		To be paid in term 3
4. Primehood supplies	340,900			340,900		To be paid in term 3
5. Equal technologies ltd	138,500			138,500		To be paid in term 3
6. Micmu general supplies	141,820			141,820		To be paid in term 3
7. Kewari technical ltd	474,350			474,350		To be paid in term 3
8. Mybema enterprises	883,760			883,760		To be paid in term 3
9. Lucky designers	120,000			120,000		To be paid in term 3
10. Feronia gardens	472,500			472,500		To be paid in term 3
11. Nancy Wanjiku	120,000			120,000		To be paid in term 3
12. Agnes Kariithi	380,000			380,000		To be paid in term 3
13. Jacqwa enterprises	873,450			873,450		To be paid in term 3
14. Margaret W Kimani	165,990			165,990		To be paid in term 3
15. Grace W Maina	241,800			241,800		To be paid in term 3
16. Pefriz investments	450,000			450,000		To be paid in term 3

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
17. Forthall commercial agencies	401,990			401,990		To be paid in term 3
18. Waloc enterprises	1,064,860			1,064,860		To be paid in term 3
19. New muthokinju hardware ltd	586,220			586,220		To be paid in term 3
20. Njanju arts and services	104,000			104,000		To be paid in term 3
21. Gopi kisan ltd	808,670			808,670		To be paid in term 3
22. Aster health ltd	64,340			64,340		To be paid in term 3
Supply Of Services						
23. Tichi cleaners	87,950			87,950		To be paid in term 3
24. Silvacom investment ltd	42,550			42,550		To be paid in term 3
25. APA Insurance ltd	596,238			596,238		To be paid in term 3
26. Kimtech auto spares and garage ltd	145,600			145,600		To be paid in term 3
27. Mutech motors	69,484			69,484		To be paid in term 3
Grand Total	9,621,487			9,621,487		

MURANG'A HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land 37 Acres	240,000,000			240,000,000
Buildings And Structures(gates)	414,320,303			414,320,303
Motor Vehicles	27,921,545			27,921,545
Office Equipment, Furniture And Fittings	16,140,650			16,140,650
Textbooks	14,578,000			14,578,000
ICT Equipment,CCTV and other ICT assets	5,622,000			5,622,000
Tools And Apparatus	7,500,000			7,500,000
Other Machinery And Equipment	3,346,540			3,346,540
Fire fighting equipments	400,000			400,000
Bio digester system	4,600,000			4,600,000
Bore hole	2,723,090			2,723,090
Tents and chairs	411,500	1,800,000		2,211,500
Green house	500,000			500,000
Generators	3,580,000			3,580,000
Intangible Assets- Soft Ware	2,345,000	165,000		2,510,000
Total	743,288,628	1,965,000		745,853,628

(Majority of asset class are estimated cost while vehicle cost is based on valuation done while taking insurance cover.)