

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 26 FEB 2025

DAY.

wed

REPORT

BY:

Hon. Samuel
Chepkong'o, MP

CLERK-AT
THE-TABLE:

M. Mado

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

ON

MUKURWEINI BOYS HIGH SCHOOL

FOR THE YEAR ENDED

30 JUNE, 2021

NYERI COUNTY

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY

05 AUG 2024

RECEIVED

Revised 30th June 2021



**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY 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)

**MUKURWEINI BOYS' 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

MUKURWEINI BOYS' HIGH SCHOOL

(a) Background information

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

The school was registered in **November(8)2019** under registration number **19S 0030 0163** and is currently categorized as a **Extra-county public school** established, owned or operated by the Government.

The school is a boarding school and had **674** and **556 (exclusive of 2020 candidates who had done KCSE)** number of students as at **30th April 2021** and **30th June 2021** respectively.

It has **4** streams and **32** teachers of which **6** 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	Felix Kariuki Manyuria	Chairman/Sponsor	4/3/2019
2	Mwatha O.K.	Secretary - Principal	4/3/2019
3	Jane Wanja Mwangi	Member – Teachers' representative	4/3/2019
4	Dr. Charles Mukuria	Member – CEB	4/3/2019
5	Dr. Esther W. Gikonyo	Member – Sponsor	4/3/2019
6	Dr. Robert Gichari Ngunjiri	Member – Sponsor	4/3/2019
7	John Thiong'o Mwaniki	Member – Special interest	4/3/2019
8	Samuel Gachina	Member – Special needs	4/3/2019
9	Josephine Waithera G	Member – Local community	4/3/2019
10	Agnes Wairimu Gochuhi	Member – Local community	4/3/2019
11	Bernard Ndirangu W	Member – Local community	4/3/2019
12	Onesmus Githinji	Member – Local community	4/3/2019
13	Gerald Gachukia	Member – Local community	4/3/2019
14	Wairimu Ngacha	Member – Local community	4/3/2019

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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 students' 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.

(c) Committees of the Board

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Felix Kariuki Manyuria Mwatha O.K. Josephine Waithera Samuel Gachina Dr, Esther Gikonyo	Chairman Secretary Member Member Member	3 out of 4
2	Audit Committee	Felix Kariuki Manyuria Mwatha O.K. Josephine Waithera Samuel Gachina Dr, Esther Gikonyo	Chairman Secretary Member Member Member	1 out of 4
3	Finance, procurement and general-purpose Committee	Felix Kariuki Manyuria Mwatha O.K. Josephine Waithera Samuel Gachina Dr, Esther Gikonyo	Chairman Secretary Member Member Member Member	4 out of 4

**MUKURWEINI BOYS' HIGH SCHOOL
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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)				
4	Development Committee	Felix Kariuki Manyuria Mwatha O.K. Josephine Waithera Samuel Gachina Dr, Esther Gikonyo	Chairman Secretary Member Member Member	4 out of 4
5	Academic Committee	Charles Mukuria Mwatha O.K. Jane Wanja Dr. Robert Ngunjiri	Chairman Secretary Member Member	2 out of 4
6	Discipline Committee	Samuel Gachina Onesmus Githinji Mwatha O.K. Wairimu Ngacha	Chairman Secretary Member Member	2 out of 4
7	Welfare Committee	Josephine Waithera John Thiong'o Bernard Ndirangu Mwatha O.K.	Chairman Secretary Member Member	2 out of 4

**MUKURWEINI BOYS' HIGH SCHOOL
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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(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	Mwatha O.K	236730
2	Deputy Principal	Ngamau Gathogo	349108
3	School Finance Officer	Gladys Wangui Kahari	22049933

(e) Schools contacts

Post Office Box: 94-10103; Mukurweini
Mobile Number: 0712764902
E-mail: mbhschool3@gmail.com

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(f) School Bankers

The school operated **6** number of bank accounts and **1** Pay bill number as follows:

- | | |
|------------------------|--|
| 1. Name of Bank: | KCB |
| Branch: | Mukurweini |
| Account Number: | 1103068091 |
| 2. Name of Bank: | KCB |
| Branch: | Mukurweini |
| Account Number: | 1104240610 |
| 3. Name of Bank: | KCB |
| Branch: | Mukurweini |
| Account Number: | 1104236575 |
| 4. Name of Bank: | KCB |
| Branch: | Mukurweini |
| Account Number: | 1113712775 |
| 5. MPESA Pay Bill No.: | Business Number: 522123,
Account Number: 33577K
Attached to bank account
1103068091 |
| 6. Name of Bank: | EQUITY |
| Branch: | Mukurweini |
| Account Number: | 0830260604285 |
| 7. Name of Bank: | Wakulima Commercial Sacco |
| Branch: | Mukurweini |
| Account Number: | 121014769902 |

(g) Independent Auditors

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

**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2021**

I. 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:

Under this section, it reflects the actual financial performance trend for the last three years period between 1st January 2018 to 31st December 2020 which covers a period of 12 months while 30th June 2021 covers a period of 6 months and is summarised as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS					
SNO	ACCOUNTS	2021	2020	2019	2018
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	1,764,466.30	916,754.13	(318,363.80)	1,778,722.15
2	Operations Account	1,531,442.20	(343,493.00)	5,109.00	(47,043.80)
3	Tuition Account	209,860.25	(5,452.00)	501.10	(25,395.20)
4	Infrastructure Account	2,555,119.30	740,568.20	0.00	0.00
5	PA Fund account	43,573.50	0.00	0.00	0.00
6	Farm account	0.00	0.00	0.00	0.00
	TOTAL	6,104,461.55	1,308,377.33	310,839.30	1,706,283.15
	Increase/Decrease	4,796,084.22	997,538.03	(1,395,443.85)	1,755,806.15

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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2021	2020	2019	2018
		KSHS	KSHS	KSHS	KSHS
1	Operations Account	8,904,333.40	6,898,400.00	8,967,822.00	6,504,586.20
2	Tuition Account	885,735.25	1,095,728.00	1,896,407.10	2,711,606.80
	Total	9,790,068.65	7,994,128.00	10,864,229.10	9,216,193.00
	Increase/Decrease	(1,795,940.65)	(2,870,101.0)	1,648,036.10	2,922,377.00
	No of Students	643	643	596	555
	Ratio of Capitation per student	1:15,225.6	1:12,432.5	1:18,229	1:16,606

**MUKURWEINI BOYS' HIGH SCHOOL
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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF NET GROWTH OF OTHER INCOME(S) (Note 21)					
SNO	ACCOUNTS	2021	2020	2019	2018
		KSHS	KSHS	KSHS	KSHS
1	Tender	-	5,000.00	72,000.00	105,000.00
2	Farm	201,930.00	960,707.50	1,242,917.00	257,005.00
3	House Rent	150,270.00	161,600.00	238,240.00	324,515.00
	Total	352,200.00	1,127,307.50	1,553,157.00	686,520.00
	Increase/Decrease	(775,107.50)	(425,849.50)	855,537.00	184,520.00

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2021	2020	2019	2018
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	13,421,304.60	15,626,836.87	24,458,268.00	20,467,195.85
2	Operations Account	8,533,165.20	7,241,893.00	9,043,678.00	6,551,630.00
3	Tuition Account	675,875.00	1,101,180.00	1,895,106.00	2,737,002.00
4	Infrastructure Account	571,948.90	1,328,389.00	-	-
	Total	23,202,293.7	25,298,298.87	35,397,052.00	29,755,827.85
	Increase/Decrease	(2,096,005.17)	10,098,753.4	5,641,224.15	2,143,312.05

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SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

MOVEMENT OF DEBTORS OF THE SCHOOL					
SNO	ACCOUNTS	2021	2020	2019	2018
1	School Fund Account	KSHS	KSHS	KSHS	KSHS
a	Debtors	3,628,660.00	1,927,885.00	337,657.00	1,552,025.00
	Total	3,628,660.00	1,927,885.00	337,657.00	1,552,025.00
	Increase/Decrease	1,700,775.00	1,590,228.00	(1,214,368.00)	(109,444.00)

MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO	ACCOUNTS	2021	2020	2019	2018
1	School Fund Account	KSHS	KSHS	KSHS	KSHS
a	Creditors	3,058,831.00	2,564,830.00	1,980,909.00	1,494,137.00
	Total	3,058,831.00	2,564,830.00	1,980,909.00	1,494,137.00
	Increase/Decrease	494,001.00	583,921.00	486,772.00	(412,509.00)

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

MOVEMENT OF CASH AND BANK BALANCES					
SNO	ACCOUNTS	2021	2020	2019	2018
		KSHS	KSHS	KSHS	KSHS
1	School Fund Account	1,996,231.13	182,614.83	153,038.70	544,162.50
2	Operations Account	410,676.70	39,808.50	29,969.50	2,728.50
3	Tuition Account	212,915.35	3,055.10	8,507.10	8,006.00
4	Infrastructure Account	2,555,119.30	740,568.20	-	-
5	PA Fund account	43,573.50	0.00	-	-
6	Farm Account	0	0.00	-	-
	Total	5,218,515.98	966,046.00	191,515.30	554,897.00
	Increase/Decrease	4,252,469.00	774,531.00	(363,381.70)	317,191.50

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

b) Teacher Student ratio:

Between the month of January 2021 and June 2021, the status of the teaching staff is as follows:

There are 26 teachers posted by the Teachers Service Commission and 6 recruited by the Board of Management.

There was one retiree in June 2021. Although the teacher student ratio lies at 1: 25. We have a shortage of 13 teachers from the given CBE. This is due to subject specialization in Form 3 and Form 4 and 100% transition.

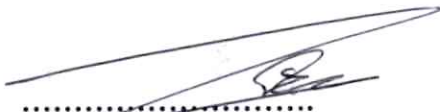
c) Mean score in the year 2018, 2019 and 2020 KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2020	118	5.407	29	24.68	6.0	There was a +ve deviation of 0.55 and a transition rate to university of 25.4%. business studies was most improved subject with +3.4
2019	78	4.857	12	15.38	5.5	There was a +ve deviation of 0.94. Transition rate to university was 15.38%
2018	136	3.910	12	8.82	5.0	There was a +ve deviation of 0.35 and a transition rate to university was 8.82%

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

d) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1	New Ablution Block	2019-2020	Completed	4,160,269.24	Maintenance & Improvement from MOE
2	Construction of Septic tank	2021-2022	On-going	4,813,559.20	Maintenance & Improvement from MOE


.....
Wamweya J.H
Secretary,
Board of Management /Principal

Mukurweini Boys' High School

Date: 2/8/24


* 02 AUG 2024
Sign:.....
P. O. Box 94, Mukurweini

**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

II. 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.

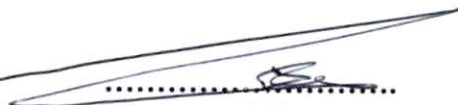
Schedule 4 (Section 23) of the Education Act, 2013 requires that the Board of Management of a public institution of basic education keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of **Mukurweini Boys' 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).

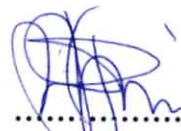
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2021, and of the school's financial position as at that date.



.....
Patrick Wachira
Chair,
Board of Management



.....
Wamweya J.H
Secretary,
Board of Management
/Principal

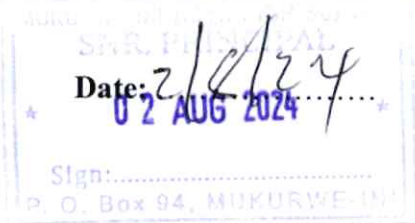


.....
Gladys Kahari
Finance Officer

Mukurweini Boys' High School
School

Date: 2/8/2024

Mukurweini Boys' High School



Mukurweini Boys' High School

Date: 2/8/2024

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 MUKURWEINI BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2021 – NYERI 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 Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided 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

I have audited the accompanying financial statements of Mukurweini Boys High School - Nyeri County set out on pages 1 to 19, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Mukurweini Boys High School – Nyeri County as at 30 June, 2021 and its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statement reflects accounts receivables balance of Kshs.3,628,660 out of which students' fees arrears of Kshs.274,862 have been outstanding for more than two (2) years. Further, an amount of Kshs.112,930 relates to fees arrears from past students whose recoverability is in doubt.

In the circumstance, the accuracy and completeness of the accounts receivable balance of Kshs.3,628,660 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Mukurweini Boys 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 judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments and as disclosed in Note 5 and 6 to the financial statements reflects payments for operations and boarding and school fund payments balances of Kshs.8,533,165 and Kshs.13,241,305 respectively. The School transferred activity funds totalling Kshs.146,150 to Kenya Secondary School Heads Association, a private entity that is not subject to PFM Act, 2012 or any other public finance regulations. This is 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, or, if such written assurance is not or cannot be given, render the transfer of the funds subject to conditions and remedial measures requiring the entity to establish and implement effective, efficient and transparent financial management and internal control systems.

In the circumstances, the School may not have received value for money for the Kshs.174,150 transferred to KESSHA.

2. Non-compliance with the Public Sector Accounting Standards Board Reporting Requirements

Management presented the annual report and financial statements covering six months from January, 2021 to June, 2021 with comparative balances for financial year 2020. Therefore, the financial statements have not been prepared for eighteen-months (18) as prescribed by the Public Sector Accounting Standards Board (PSASB). Further, no disclosure was made on the change in the preparation of financial statements from calendar year to government fiscal year or on the lack of comparability due to longer period covered by the current financial period

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

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

Included in the statement of receipts and payments and as disclosed in Note 2 to the financial statement is capitation grants for operations amount of Kshs.8,904,033 out of which an amount of Kshs.342,000 was transferred from the school's operations account to infrastructure account later than the fifteen (15) days provided by Ministry of Education directives. Further, comparison of funds credited into the school operations bank account and funds transferred to the Infrastructure account revealed a variance of Kshs.342,000 and varying dates above the 15 days required. This is contrary to Ministry of Education Circular dated which directed that infrastructure grants as well as maintenance and improvement funds should 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.

4. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.9,789,768. Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2020/2021, NEMIS reflected six hundred and seventy-four (674) students while records from the school records reflected six hundred and seventy- seven (677) students, resulting to a variance of three (3) students and an under-funding of the School by an amount of Kshs.10,522. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, under-funding of the School may have affected service delivery to the students.

5. Failure to Prepare School Improvement Plan

During the period under review, the School did not have an approved School Improvement Plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on the Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Lack of Internal Audit Function and Audit Committee

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

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

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

Because of its inherent limitations, internal control 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 control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 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 to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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

20 September, 2024

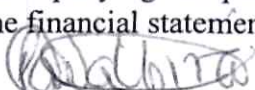
**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

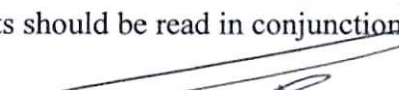
**STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE
2021**

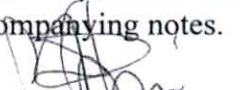
DESCRIPTION OF VOTE HEAD	Note	2021-2021	2020-2020
		6 Months	12 Months
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	885,735.25	1,095,728.00
Capitation grants for operations	2	8,904,033.40	6,898,400.00
School Fund Income- Parents' Contributions	3	4,521,909.00	5,308,225.80
School Fund Income- Other receipts	4	10,576,585.00	11,062,163.20
Infrastructure	5	2,386,500.00	1,328,389.00
TOTAL RECEIPTS		27,274,762.65	25,692,906.00
PAYMENTS			
Payments for Tuition	6	675,875.00	1,101,180.00
Payments for Operations	7	8,533,165.20	7,241,893.00
Boarding and school fund payments	8	13,241,304.60	15,626,836.87
Payments for Infrastructure	9	571,948.90	1,328,389.00
TOTAL PAYMENTS		23,022,293.70	25,298,298.87
SURPLUS/DEFICIT		4,252,468.95	394,607.13

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The report covers the six months for the period ended 30th June 2021 and accompanying comparatives cover the twelve months period ended 31st December 2020.

The financial statements should be read in conjunction with the accompanying notes.


.....
Patrick Wachira
Chair,
Board of Management


.....
Wamweya J.H
Secretary,
Board of Management
/Principal

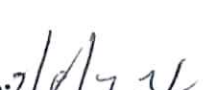

.....
Gladys Kahari
Finance Officer

Mukurweini Boys' High School
School

Mukurweini Boys' High School

Mukurweini Boys' High School

Date: .....

Date: .....


Date: .....


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**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

	Note	2021-2021	2020-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (closing bal.)	10	5,171,773.48	2,161,014.63
Cash Balances	11	46,743.00	11,805.00
Total Cash and cash equivalent		5,218,516.48	2,172,819.63
Account's receivables	12	3,628,660.00	1,927,885.00
TOTAL FINANCIAL ASSETS		8,847,176.48	4,100,704.63
FINANCIAL LIABILITIES			
Accounts Payables	13	-3,058,831.00	-2,564,830.00
NET FINANCIAL ASSETS		5,788,345.48	1,535,874.63
REPRESENTED BY			
Accumulated Fund b/fwd	14	1,535,874.63	1,141,268.00
Surplus/Deficit for the year		4,252,470.85	394,607.13
NET FINANCIAL POSITION		5,788,345.48	1,535,874.63


.....
Patrick Wachira
Chair,
Board of Management


.....
Wamweya J.H
Secretary,
Board of Management
/Principal


.....
Gladys Kahari
Finance Officer

Mukurweini Boys' High School
School

Mukurweini Boys' High School

Mukurweini Boys' High

Date: 2/8/2021

Date: 2/8/2021

Date: 2/8/2021



**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

	Notes	2021-2021	2020-2020
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	885,735.25	1,095,728.00
Capitation grants for operations	2	8,904,033.40	6,898,400.00
School fund income- Parents contributions/ fees	3	4,521,909.00	5,308,225.80
School fund income- other receipts	4	10,576,585.00	11,062,163.20
Infrastructure	5	2,386,500.00	1,328,389.00
		27,274,762.65	25,692,906.00
Total receipts			
Payments			
Payments for Tuition	6	675,875.00	1,101,180.00
Payments for Operations	7	8,533,165.20	7,241,893.00
Boarding and school fund payments	8	13,241,304.60	15,626,836.87
Payments for Infrastructure	9	571,948.90	1,328,389.00
		23,022,293.7	25,298,298.87
Total payments			
Net cash flow from operating activities			
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of assets		-	
Acquisition of assets		-	
Purchase of 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		4,252,468.30	394,607.13
Cash and cash equivalent at BEGINNING of the year		1,535,874.00	1,141,267.00
Cash and cash equivalent at END of the year		5,788,345.95	1,535,874.00

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 cashflow as recommended by PSAS

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CONSOLIDATED TRIAL BALANCE AS AT 30TH JUNE 2021			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	5,171,773.48	
	Cash Balances	46,743.00	
Payments			
	Payments for Tuition	675,875.00	
	Payments for operations	8,533,165.20	
	Boarding and school fund payments	13,241,304.60	
	Infrastructure	571,948.90	
Receipts			
	Capitation grants for tuition		885,735.25
	Capitation grants for operations		8,904,033.40
	School Fund Income- Parents' Contributions		4,521,909.00
	Other receipts		10,576,585.00
	Infrastructure		2,386,500.00
Fund Balance b/f			
			427,044.83
TOTAL		28,240,810.18	28,240,810.18

**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2021**

.....
Patrick Wachira
Chair,
Board of Management

.....
Wamweya J.H
Secretary,
Board of Management
/Principal

.....
Gladys Kahari
Finance Officer

Mukurweini Boys' High School

Mukurweini Boys' High School

Mukurweini Boys' High School

Date:

Date: 2/8/24

Date: 2/8/24



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

STATEMENT OF BUDGETED VERSUS AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021						
Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c = a+b	d	e = c - d	f = d/c
RECEIPTS	Kshs	Kshs	Kshs	Kshs	Kshs	
(1) CAPITATION GRANT ON TUITION						
Exercise Books						
Lab. Equipment						
T/L Materials	2,786,400		2,786,400	885,735	1,900,665	32%
Internal Exam						
Ref/Lib (Textbooks)						
SMASSE	120,000		120,000		120,000	0%
SUB-TOTAL	2,906,400		2,906,400	885,735	2,020,665	30%
(2) CAPITATION GRANT ON OPERATIONS						
Local, Transport & Travelling	684,000		684,000	210,199	473,801	31%
Electricity, Water & Conservancy	1,272,000		1,272,000	330,314	941,686	26%
Repair, Maintenance & Improvement	3,600,000		3,600,000	2,555,750	1,044,250	71%
Activity (i)	900,000		900,000		900,000	0%
Medical/Insurance	1,200,000		1,200,000		1,200,000	0%
Personal Emoluments	1,872,000		1,872,000	2,132,023	-260,023	114%
Administration Costs	912,000		912,000	330,314	581,686	36%
SUB-TOTAL	10,440,000		10,440,000	5,558,599	4,881,401	53%
STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021 (Continued)						

**MUKURWEINI BOYS' HIGH SCHOOL
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(3) FEES CHARGED ON PARENTS						
Boarding, Equipment & Stores	15,231,000		15,231,000	6,192,723.00	9,038,277.00	14%
Local, Transport & Travelling	1,116,000		1,116,000	527,242.00	588,758.00	47%
Electricity, Water & Conservancy	2,076,000		2,076,000	1,015,550.00	1,060,450.00	48%
Repair, Maintenance & Improvement	1,200,000		1,200,000	556,642.00	643,358.00	43%
Activity (ii)	150,000		150,000	74,305.00	75,695.00	50%
Personal Emoluments	3,060,000		3,060,000	1,549,425.00	1,510,575.00	51%
Administration Costs	1,488,000		1,488,000	798,745.00	689,255.00	53%
SUB-TOTAL	24,321,000		24,321,000	10,714,632.00	13,606,368.00	44%
OTHER INCOME						
Income from Farming/Dairy Activities		201,930.00	201,930.00	201,930.00	-	100%
Accommodation		150,270.00	150,270.00	150,270.00	-	100%
SUB-TOTAL	0	352,200.00	352,200.00	352,200.00	-	100%
INFRASTRUCTURE ACCOUNT						
INFRASTRUCTURE PROJECT		2,386,500.00	2,386,500.00	2,386,500.00	-	100%
SUB-TOTAL	0	2,386,500.00	2,386,500.00	2,386,500.00	-	100%
GRANDTOTAL INCOME	37,667,400	2,738,700	40,406,100	19,897,666	20,508,434	50%
STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021 (Continued)						
EXPENDITURE FOR:						
(1) TUITION						
Exercise Books			112,500.00	112,500.00	-	100%
Lab. Equipment			371,850.00	371,850.00	-	100%
T/L Materials	2,786,400				-	0%

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Internal Exam			180,100.00	180,100.00	-	100%
Ref/Lib (Textbooks)			10,000.00	10,000.00	-	100%
SMASSE	120,000				-	100%
Bank Charges			1,425.00	1,425.00	-	100%
SUB-TOTAL	2,906,400		675,875.00	675,875.00	-	100%
(2) OPERATIONS						
Local, Transport & Travelling	684,000.00		684,000.00	322,249.00	361,751.00	47%
Electricity, Water & Conservancy	1,272,000.00		1,272,000.00	337,300.00	934,700.00	27%
Repair, Maintenance & Improvement	3,600,000.00		3,600,000.00	2,386,500.00	1,213,500.00	66%
Activity (i)	900,000.00		900,000.00	17,900.00	882,100.00	2%
Medical/Insurance	1,200,000.00		1,200,000.00	-	1,200,000.00	0%
Personal Emoluments	1,872,000.00		1,872,000.00	1,263,577.00	608,423.00	67%
Administration Costs	912,000.00		912,000.00	282,232.00	629,768.00	31%
SUB-TOTAL	10,440,000.00		10,440,000.00	4,609,758.00	5,830,242.00	44%
(3) SCHOOL FUND						
Boarding, Equipment & Stores	15,231,000		15,231,000	5,921,071.00	9,309,929.00	39%
Local, Transport & Travelling	1,116,000		1,116,000	743,076.00	372,924.00	67%
Electricity, Water & Conservancy	2,076,000		2,076,000	988,272.00	1,087,728.00	48%
Repair, Maintenance & Improvement	1,200,000		1,200,000	-	1,200,000.00	0%
Activity (ii)	150,000		150,000	44,930.00	105,070.00	30%
Personal Emoluments	3,060,000		3,060,000	936,946.00	2,123,054.00	31%
Administration Costs	1,488,000		1,488,000	644,031.00	843,969.00	43%
Expenditure from Income Generating Activities		290,545.00	290,545	290,545.00	-	100%
SUB-TOTAL	24,321,000	290,545.00	24,611,545	9,568,871.00	15,042,674.00	39%
INFRASTRUCTURE ACCOUNT						
INFRASTRUCTURE PROJECT		569,674.00	569,674.00	569,674.00	-	100%

**MUKURWEINI BOYS' HIGH SCHOOL
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Bank Charges				2275	(2,275.00)	1%
SUB-TOTAL		569,674.00	569,674.00	571,949.00	(2,275.00)	100.10%
TOTAL EXPENDITURE	37,667,400.00	860,219.00	35,727,420.00	14,854,504.00	20,870,641.00	42%

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

IV. 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.

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

**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

V. NOTES TO THE FINANCIAL STATEMENTS

1. CAPITATION GRANT FOR TUITION

	2021-2021	2020-2020
	Kshs	Kshs
Exercise books	-	-
Laboratory equipment	-	-
Teaching / learning materials	885,735.25	1,095,728.00
Internal exams	-	-
Textbooks and reference materials	-	-
SMASSE	-	-
Total	885,735.25	1,095,728.00

2. CAPITATION GRANT FOR OPERATIONS

	2021-2021	2020-2020
	Kshs	Kshs
Personnel emoluments	2,247,354.30	2,511,363.00
Repairs and maintenance	2,555,750.00	2,632,000.00
Local transport / travelling	3,438,801.30	284,048.00
Electricity and water	331,813.90	678,229.00
Medical	0	118,400.00
Administration costs	330,313.90	437,560.00
Activity	0	236,800.00
Total	8,904,033.40	6,898,400.00

3. PARENTS CONTRIBUTION/FEEES - SCHOOL FUND ACCOUNT

	2021-2021	2020-2020
	Kshs	Kshs
Local transport / travelling	527,242.00	598,000.00
Electricity, Water & Conservancy	1,015,550.00	1,118,000.80
Repairs and maintenance	556,642.00	675,989.00
Activity	74,305.00	152,725.00
Personnel emoluments	1,549,425.00	1,842,378.00
Administration costs	798,745.00	921,133.00
Total	4,521,909.00	5,308,225.80

**MUKURWEINI BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2021**

IV. NOTES TO THE FINANCIAL STATEMENTS(continued)

4. OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2021	2020-2020
	Kshs	Kshs
Boarding, Equipment & Stores	10,224,385.00	10,895,563.20
Rent income	150,270.00	161,600.00
Income from tender	0	5,000.00
Income from farming activities	201,930.00	0
Insurance compensation	0	0
Income from poshomill	0	0
Income from bus hire	0	0
Fee for hire of ground and equipment	0	0
Income from grants and donations	0	0
Income interest	0	0
Dividends income	0	0
Total	10,576,585.00	11,062,163.20

5 INFRASTRUCTURE

	2021-2021	2020-2020
	Kshs	Kshs
Infrastructure project	0	1,328,389.00
Ablution block	2,386,500.00	0
Total	2,386,500.00	1,328,389.00

6. PAYMENTS FOR TUITION

	2021-2021	2020-2020
	Kshs	Kshs
Exercise books	112,500.00	389,727.00
Laboratory equipment	371,850.00	466,618.00
Teaching / learning materials	0	0
Chalks	0	47,080.00
Internal exams	180,100.00	183,520.00
library/ reference materials	10,000.00	12,930.00
SMASSE	0	0
Bank Charges	1,425.00	1,305.00
Total	675,875.00	1,101,180.00

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IV. NOTES TO THE FINANCIAL STATEMENTS(continued)

7.PAYMENTS FOR OPERATIONS

	2021-2021	2020-2020
	Kshs	Kshs
Personnel emoluments	3,935,198.20	2,233,064.00
Repairs and maintenance	2,386,500.00	2,478,220.00
Local transport / travelling	322,249.00	335,826.00
Electricity and water	581,141.00	743,669.00
Medical	0	283,330.00
Administration costs	1,290,177.00	463,320.00
Activity	17,900.00	704,464.00
Total	8,533,165.20	7,241,893.00

8. BOARDING AND SCHOOL FUND PAYMENTS

	2021-2021	2020-2020
	Kshs	Kshs
Boarding, Equipment & Stores	8,545,243.00	11,377,781.00
Local transport / travelling	743,076.00	799,435.00
Service gratuity	0	0
Electricity, Water & Conservancy	625,483.00	729,302.00
Repairs and maintenance	362,790.00	287,399.00
Repair and maintenance-Infrastructure	569,673.00	
Medical expenses	18,405.00	200
Personnel emoluments	1,117,308.00	1,751,746.00
Administration costs	968,781.00	675,973.87
Lunch programme	0	0
Bank charges	0	0
Expenses on income generating income	243,930.00	0
House rent expenses	46,615.00	5,000.00
Insurance cost	0	0
Loan on principal repayment	0	0
Loan on interest repayment	0	0
Acquisition of assets	0	0
Total	13,241,304.00	15,626,836.87

9. INFRASTRUCTURE PAYMENTS

Details	2021-2021	2020-2020
	Kshs	Kshs
Infrastructure project		1,328,389.00
Ablution block	569,673.90	0

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Bank charges	2,275.00	0
Total	571,948.90	1,328,389.00

IV. NOTES TO THE FINANCIAL STATEMENTS(continued)

10. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2021	2020-2020
		Kshs	Kshs
KCB-TUITION	1104236575	212,915.35	3,055.10
KCB-OPERATIONS	1104240610	363,933.70	86,465.50
KCB-SCHOOL FUND	1103068091	1,996,231.13	1,330,925.83
KCB-INFRASTRUCTURE	1116712775	2,555,119.30	740,568.20
Equity Bank	0830260604285	43,574.00	0.00
Total		5,171,773.48	2,161,014.63

11.CASH IN HAND

Description	2021-2021	2020-2020
	Kshs	Kshs
School fund alc	0	3,462.00
Operations a/c	46,743.00	8,343.00
Total	46,743.00	11,805.00

12.ACCOUNTS RECEIVABLE

Description	2021-2021	2020-2020
	Kshs	Kshs
Fees arrears	3,628,660.00	1,927,885.00
Total	3,628,660.00	1,927,885.00

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

Description	2021-2021	2020-2020
	Kshs	Kshs
Fees arrears for current year-2021	2,009,438.00	1,653,023.00
Fees arrears for the previous year-2020	1,653,023.00	274,862.00
Fees arrears for prior periods (over two years)-2019	274,862.00	0
Less: Recoveries 2021	-29,687.00	0
Less: Recoveries 2020	-278,976.00	0
Total	3,628,660.00	1,927,885.00

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IV. NOTES TO THE FINANCIAL STATEMENTS(continued)

13.ACCOUNTS PAYABLE

Description	2021-2021	2020-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	2,333,002.00	1,900,064.00
Prepaid fees(2021)	725,829.00	664,766.00
Total	3,058,831.00	2,564,830.00

[Include an ageing of the creditor's arrears below]		
Description	2021-2021	2020-2020
	Kshs	Kshs
Trade creditors for current year-2021	2,086,361.00	1,227,414.00
Trade creditors for the previous year-2020	1,227,414.00	672,650.00
Trade creditors for prior periods (Over two years)- 2019	1,794,493.00	
Less: paid during the year-2020	-1,791,693.00	
Less :paid during the year -2021	-983,573.00	
Total	2,333,002.00	1,900,064.00

SURPLUS/DEFICIT FOR THE YEAR		
Description	2021-2021	2020-2020
	Kshs	Kshs
Tuition	209,860	-5,452
Operations	370,868	-343,493
Boarding and School Fund	1,813,615	743,552
Infrastructure	1,814,552	0
PTA fund account	43,574.00	0
Total	4,252,469.00	394,607.00

14.ACCUMULATED FUND BALANCE BROUGHT FORWARD

Description	2021-2021	2020-2020
	Kshs	Kshs
Bank balances	2,161,014.63	2,255,970.00
Cash balances	11,805.00	4,502.00
Receivables	1,927,885.00	837,657.00
Payables	-2,564,830.00	-1,956,862.00
Total	1,535,874.63	1,141,267.00

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IV. NOTES TO THE FINANCIAL STATEMENTS(continued)

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.

15. Biological assets

Description	Numbers	2021-2021	2020-2020
		Kshs	Kshs
Cows	8	890,000.00	890,000.00
Pigs	20	200,000.00	200,000.00
Trees	1,500	3,150,000.00	4,500,000.00
Total		4,240,000.00	5,590,000.00

16. Stock/Inventory

Description	2021-2021	2020-2020
	Kshs	Kshs
Stock/ inventory at beginning of the year	1,760,000.00	1,760,000.00
Stock/ inventory purchased during the year	6,596,946.00	-
Less: Stock/ inventory issued during the year	(6,302,921.00)	-
Balance at end of the year	2,054,025.00	1,760,000.00

17. Summary of overview of net growth of other income(s)

Description	2021	2020	2019	2018
	Kshs	Kshs	Kshs	Kshs
Tender	-	5,000.00	72,000.00	105,000.00
Damages	212,056.00	78,117.00	146,680.00	27,500.00
Uniform	289,956.00	3,000,431.00	1,209,005.00	-
Rent	150,270.00	161,600.00	-	-
Students' ID card	17,800.00	-	-	-
Medical	-	-	4,992.00	41,835.00
School vehicles	-	-	22,000.00	271,100.00
Motivation	-	-	-	10,000.00
Bank charges	-	-	-	5,200.00

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Total	670,082.00	3,245,148.00	1,455,077.00	460,635.00
EXPENDITURES				
Tender	-	5,000.00	72,000.00	30,630.00
Damages	89,350.00	-	49,070.00	14,630.00
Rent	46,615.00	7,200.00	9,900.00	17,450.00
Uniform	101,670.00	3,442,860.00	1,214,010.00	-
PE: teaching staff	156,000.00	-	-	-
Students' ID card	88,800.00	-	39,800.00	-
School vehicles			8,800.00	207,850.00
Motivation			-	10,000.00
Bank charges			400.00	4,053.00
Total	482,435.00	3,455,060.00	1,393,980.00	284,613.00
NET GROWTH INCOMES				
Total	415,353.00	(209,912.00)	61,097.00	176,022.00

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1 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)

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

S/no	Supplier of Goods or Services	Original Amount	Date Contracted from	Amount Paid To-date	Outstanding Balance as at as 30/06/2021	Comment
		Kshs	Kshs	Kshs	Kshs	
		a	b	c	d=a-c	
	Infrastructure Account					
a	Construction of Buildings					
1		-	-	-	-	-
	Sub-Total (A)	-	-	-	-	-
b	Supply of goods					
	Tuition Account					
1		-	-	-	-	-
	Sub-Total (B)					
	School Fund/Boarding Account					
1	GITHUNYA ENTERPRISES	159,225.00	30/6/2021	-	159,225.00	
2	MUKURWEINI AGROVET	71,910.00	30/6/2021	-	71,910.00	
3	MAFUKO INDUSTRIES	274,725.00	30/6/2021	-	274,725.00	
4	FARMERS PARLOUR	29,170.00	30/6/2021	-	29,170.00	
5	CLASSIC FOOD STORES	606,020.00	30/6/2021	-	606,020.00	
6	EDWIN NGARI KAGENDO	67,320.00	30/6/2021	-	67,320.00	
7	ESTHER WANGUI GITHAIGA	18,600.00	30/6/2021	-	18,600.00	
8	ESTACY INVESTMENTS	2,100.00	30/6/2021	-	2,100.00	
9	BULZOI INVESTMENTS	56,250.00	30/6/2021	-	56,250.00	
10	MILLICENT MAINA	5,900.00	30/6/2021	-	5,900.00	

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11	NGAMWA SEC.	8,000.00	30/6/2021	-	8,000.00	
12	MARKIMU ENTERPRISES	345,441.00	30/6/2021	-	345,441.00	
13	MUKURWEINI AGROVET	32,580.00	30/6/2021	-	32,580.00	
14	JANKA ELECTRICALS	44,940.00	30/6/2021	-	44,940.00	
15	CYBER SCHOOL TECHNOLOGY	29,000.00	30/6/2021	-	29,000.00	
16	PEMUELST STATIONERS	87,000.00	30/6/2021	-	87,000.00	
17	NELSON MUNYAKA	4,920.00	30/6/2021	-	4,920.00	
18	NAMUGA SACCO	67,026.00	30/6/2021	-	67,026.00	
19	JAMES KIAMBO NGURE	2,600.00	30/6/2021	-	2,600.00	
20	JOSPGIKA KEY CUTTING	10,850.00	30/6/2021	-	10,850.00	
21	KABETHI HOLDINNGS	15,600.00	30/6/2021	-	15,600.00	
22	JOSEPH GIKUNJU	238,808.00	30/6/2021	-	238,808.00	
23	JANE MWANGI	147,667.00	30/6/2021	-	147,667.00	
24	ANTHONY M.GITHINJI	7,350.00	30/6/2021	-	7,350.00	
	Grand Total	2,333,002.00			2,333,002.00	

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ANNEX 2 - SUMMARY OF FIXED ASSETS REGISTER

S/no	Asset class	Date purchased	Historical Cost b/f	Historical Cost c/f
			Kshs	Kshs
1	Land	Balance b/f 01/01/2021	81,000,000.00	81,000,000.00
2	Buildings and Structure	Balance b/f 01/01/2021	32,700,000.00	32,700,000.00
3	Motor Vehicles	Balance b/f 01/01/2021	2,720,000.00	2,720,000.00
4	Office Equipment, furniture and fittings	Balance b/f 01/01/2021	2,000,000.00	2,000,000.00
5	ICT Equipment and Other ICT Assets	Balance b/f 01/01/2021	1,850,000.00	1,850,000.00
6	Tools and Apparatus	Balance b/f 01/01/2021	1,000,000.00	1,000,000.00
7	Textbooks	Balance b/f 01/01/2021	5,000,000.00	5,000,000.00
8	Other Machinery and Equipment	Balance b/f 01/01/2021	1,700,000.00	1,700,000.00
9	Intangible assets-software	Balance b/f 01/01/2021	48,000.00	48,000.00
	Total		128,018 ,000.00	128,018 ,000.00