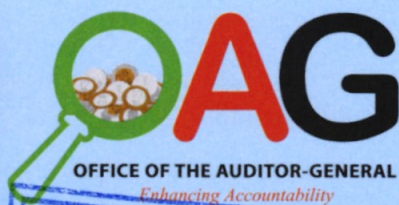
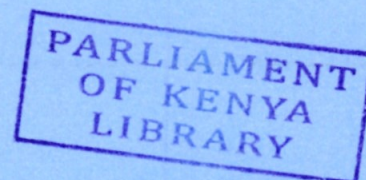


REPUBLIC OF KENYA



	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 24 JUN 2026	DAY: WEDNESDAY
TABLED BY:	HON. DWEN BATA, MP
CLERK-AT THE-TABLE:	DEPUTY HEAD OF MAJORITY RUTHEN NGINYO

REPORT



OF

THE AUDITOR-GENERAL

ON

MOI KADZONZO GIRLS SECONDARY

FOR THE YEAR ENDED
30 JUNE, 2021

KILIFI COUNTY



**MOI KADZONZO GIRLS SECONDARY 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)**

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

Table of Contents	Page
I. KEY SCHOOL INFORMATION AND MANAGEMENT	2
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL.....	7
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY	7
IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF MOI KADZONZO GIRLS SECONDARY SCHOOL OF THE YEAR ENDING 30 TH JUNE 2021	17
V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 TH JUNE 2021.....	18
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021 19	
VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2021	25
VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2021	11
IX. SIGNIFICANT ACCOUNTING POLICIES	15
X. NOTES TO THE FINANCIAL STATEMENTS	17

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOLS
Reports and Financial Statements
For the year ended 30th June 2021

I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in 9/3/2021 under registration number 035/3000/0164 and is currently categorized as an Extra County, public school established, owned or operated by the Government.

The school is a boarding school and had 1100 number of students as at 30th June 2021. It has 24 streams and 46 teachers of which 20 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	Reuben nyale	Chairman	5/7/2019
2	Phanice a. oduol	Secretary - Principal	5/7/2019
3	Mohamed amaya	Member	5/7/2019
4	Eric mwannyae	Member	5/7/2019
5	Joel chibindo	Member	5/7/2019
6	Rehema nyamu	Member	5/7/2019
7	Sabina ramadhan	Member	5/7/2019
8	Kombe nzai randu	Member – Rep CEB	5/7/2019
9	David chivatsi	Member Rep Teachers	5/7/2019
10	Severinus mzungu	3 Members - Sponsor	5/7/2019
11	Peter nzai	Member - Community	5/7/2019
12	Anthony lugange	MemberSpecial Needs	5/7/2019
13	Mwabonje alex	member	5/7/2019

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Phanice a. oduol 2.Mohamed amaya 3.Kombe ndzai 4.Sabina ramadhani	Principal Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
2	Audit Committee	1.Phanice a. Oduol 2. Rachael kavata 3. Edward chivatsi 4. Peter nzai 5. Mohamed amaya 6. Sabina ramadhan	Principal Member Member Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
3	Finance,procurement and general purposes Committee			
4	Academic Committee	1.Severinus mzungu 2. Kombe ndzai 3. David chivatsi 4. Anthony lugange	Member Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
5	Development Committee			
6	Discipline and welfare Committee	1.Rev.chibindo nzaka 2.Mwabonje alex 3. Rehema nyamu 4. Eric mwannyae	Member Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
7	Adhoc Committee (if any during the year)			

(d) School operation Management

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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	Phanice a. oduol	463843
2	Deputy Principal	Lilly a sanyo	
3	School Bursar	Edward chivatsi	Id:4581508

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: P.O BOX 239-80113 MARIAKANI
Telephone: 0111594656
E-mail: mkadzonzo@yahoo.com

(f) School Bankers

1. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1107807743 Boarding a/c
2. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1107816831 Operation a/c
3. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1107811112 Tuition a/c
4. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1167941160 Personal emoluments a/c
5. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1124747427 Bus a/c
6. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1105886778 Parents association a/c
7. Name of Bank: Kcb bank
Branch: Mariakani
Account Number: 1236226739 Infrastructure a/c
8. MPESA Pay Bill No. 522123 attached to KCB bank account NO.60037K

**MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

(g) Independent Auditors

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

II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

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

Jan 2020-june 2021	Jan 2019-dec 2019	Jan 2018-dec 2018
(8,173,745)	(978,437)	9,753,716

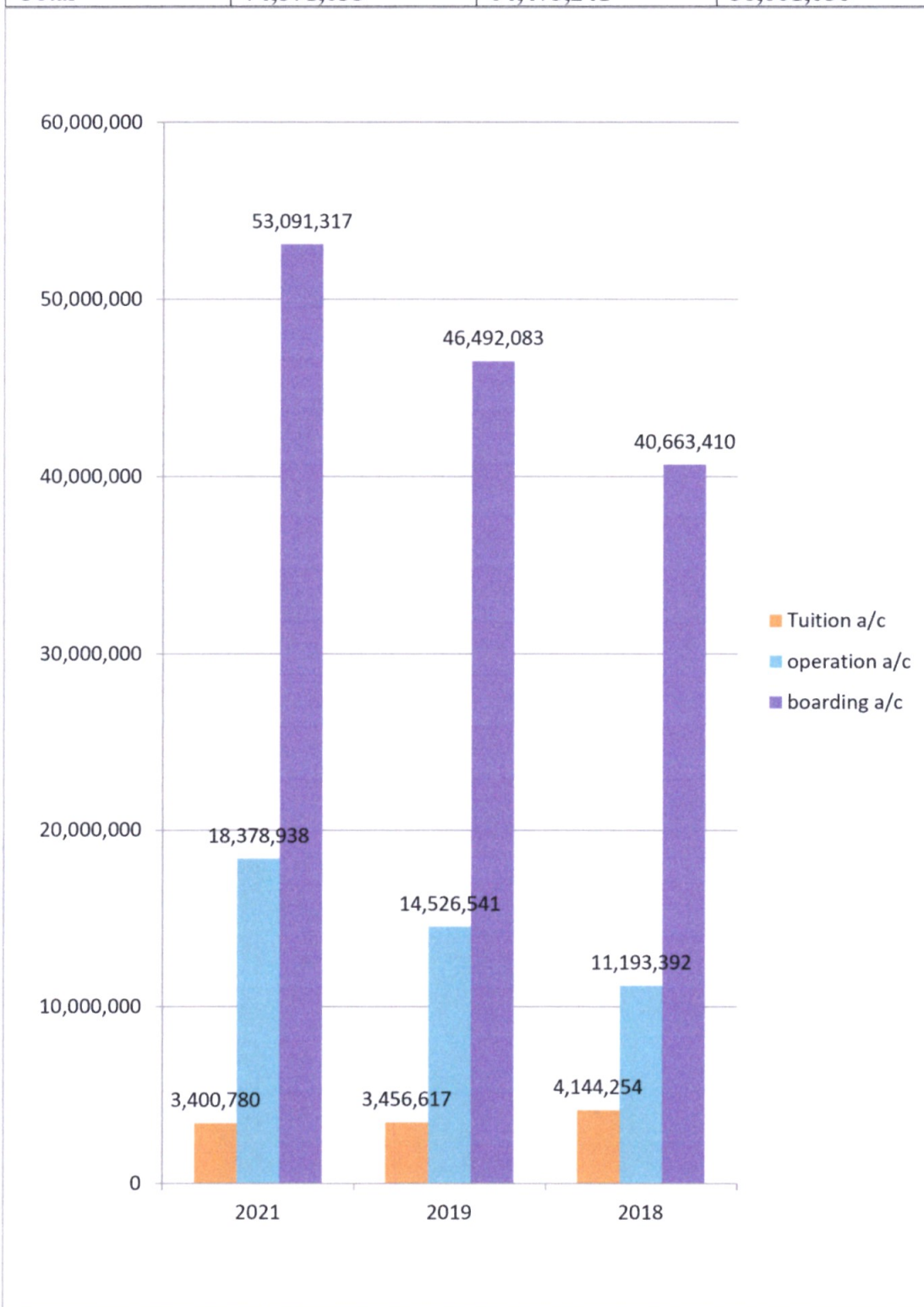
surplus/deficit comparison



MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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

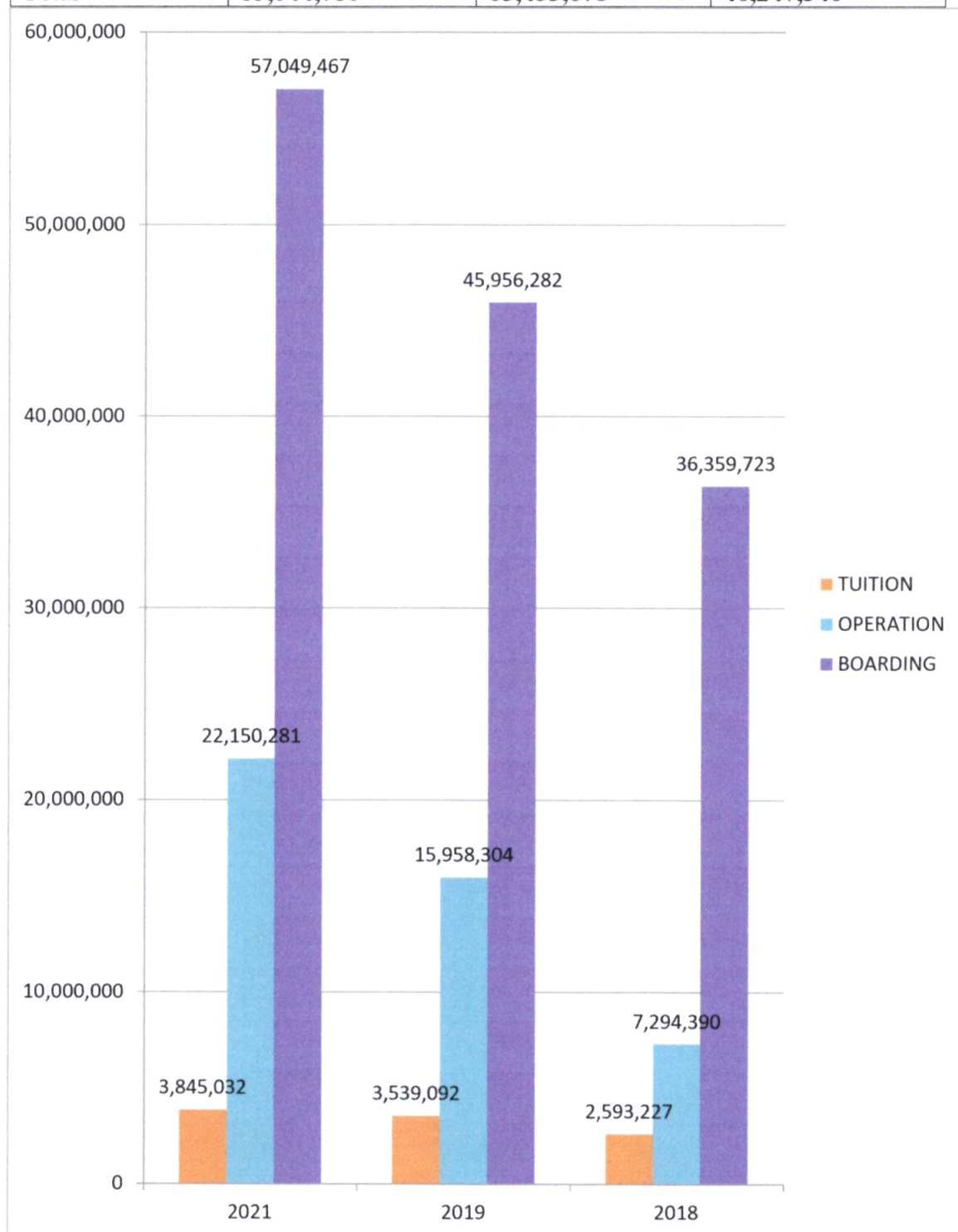
	Jan 2020-june2021	Jan 2019-dec2019	Jan 2018-dec 2018
Tuition a/c	3,400,780	3,456,617	4,144,254
Operation a/c	18,378,938	14,526,541	11,193,392
Boarding a/c	53,091,317	46,492,083	40,663,410
Total	74,871,035	64,475,241	56,001,056



MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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

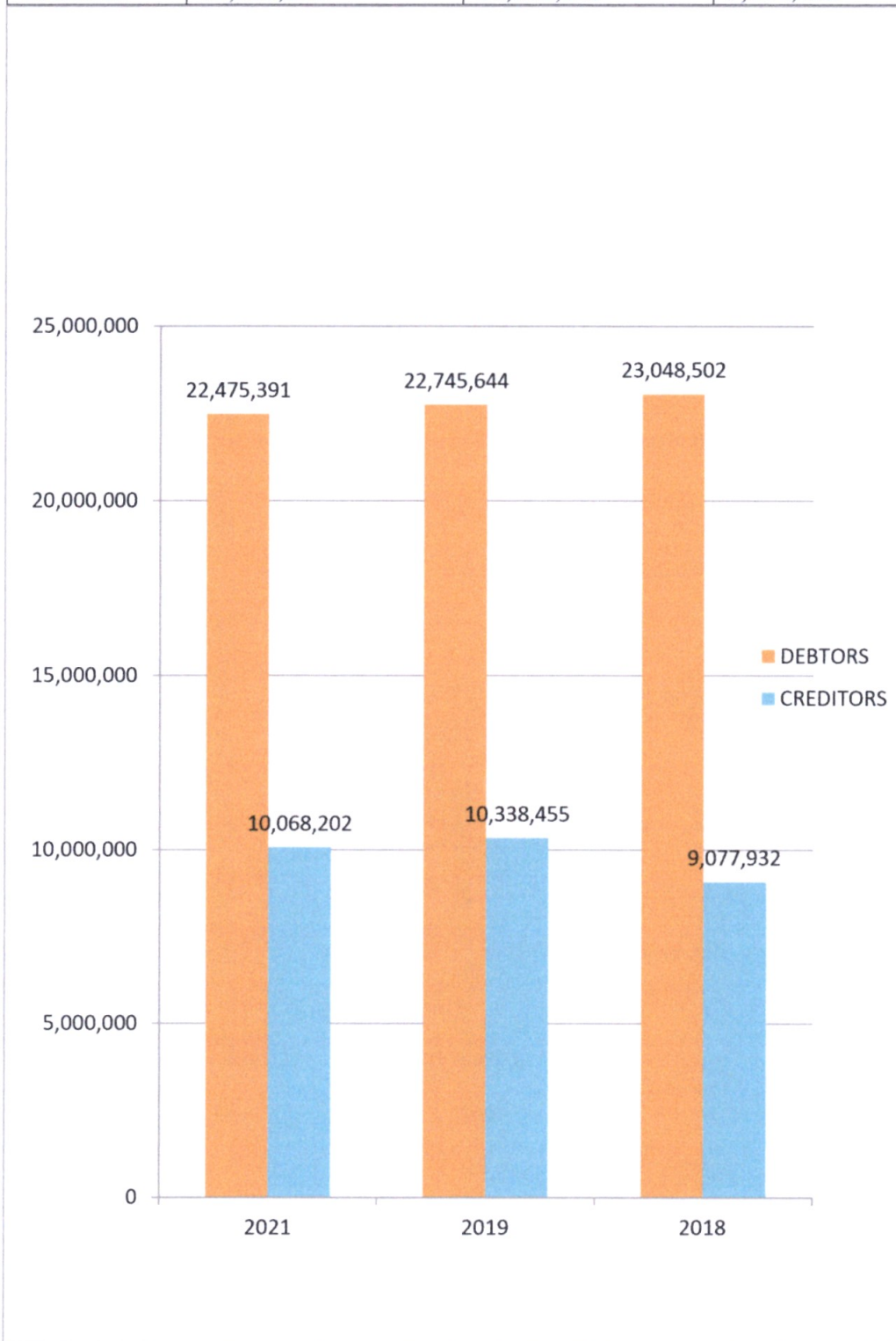
EXPENDITURE	Jan 2020-june 2021	Jan 2019-dec 2019	Jan 2018-dec 2018
Tuition	3,845,032	3,539,092	2,593,227
Operation	22,150,281	15,958,304	7,294,390
Boarding	57,049,467	45,956,282	36,359,723
Total	83,044,780	65,453,678	46,247,340



**MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

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

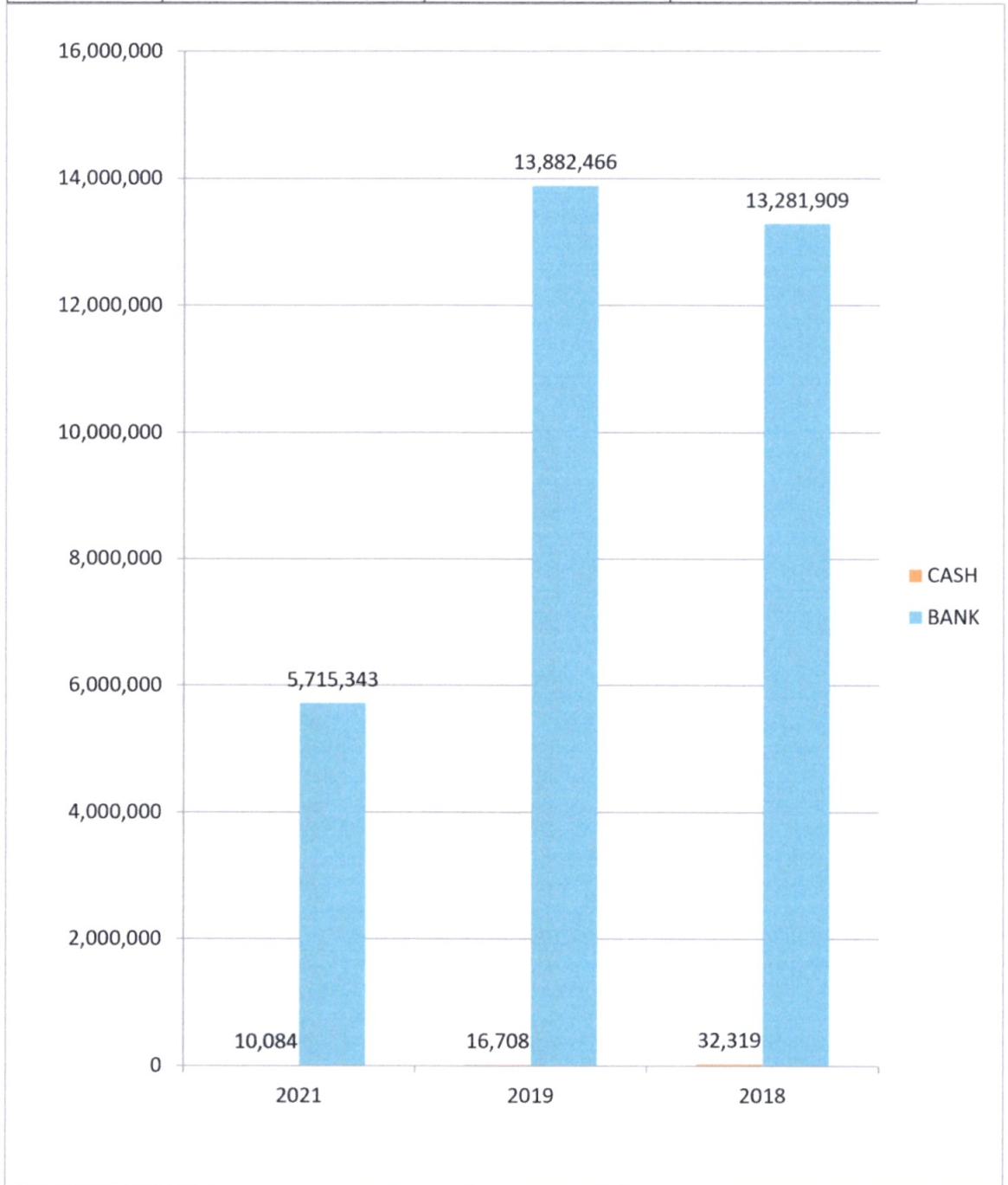
	Jan 2020 –June 2021	Jan 2019-dec 2019	Jan 2018-dec 2018
Debtors	22,475,391	22,745,644	23,048,502
Creditors	10,068,202	10,338,455	9,077,932



MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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

	Jan 2020-june 2021	Jan 2019-dec 2019	Jan 2018-dec 2018
CASH	10,084	16,706	32,319
BANK	5,715,343	13,882,466	13,281,909



MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

b) Teacher Student ratio:

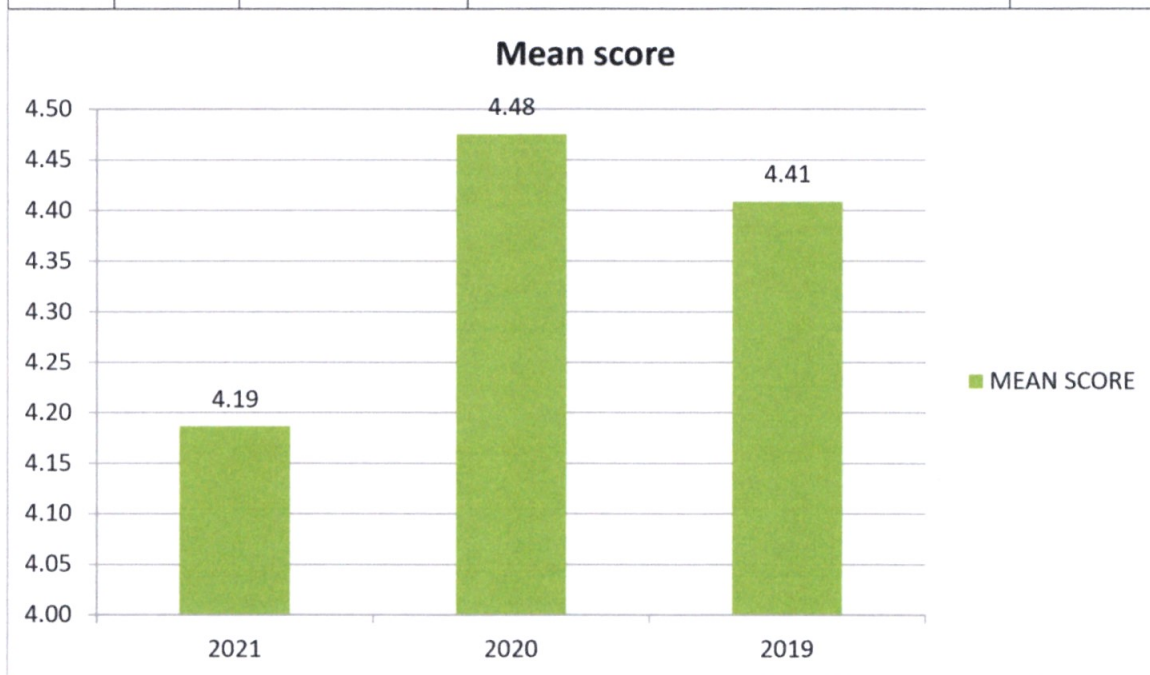
<i>S/NO.</i>	<i>DESCRIPTION</i>	
1.	<i>Teacher to student Ratio</i>	<i>1:44</i>
2.	<i>Number of teachers Recruited within the year</i>	3
3.	<i>Number of teachers transferred within the year</i>	3
4.	<i>Number of TSC teachers employed</i>	26
5.	<i>Number of BOM teachers employed</i>	20
6.	<i>Teacher to Subject Ratio</i>	<i>1:42</i>

<i>Subject</i>	<i>No of teacher per subject</i>	<i>Subject per teacher ratio</i>
<i>English</i>	5	<i>1:20</i>
<i>Mathematics</i>	4	<i>1:304</i>
<i>Kiswahili</i>	5	<i>1:20</i>
<i>Biology</i>	4	<i>1:211</i>
<i>Chemistry</i>	5	<i>1:16</i>
<i>Physics</i>	2	<i>1:64</i>
<i>History</i>	2	<i>1:288</i>
<i>Geography</i>	5	<i>1:76</i>
<i>CRE</i>	3	<i>1:384</i>
<i>IRE</i>	1	<i>1:142</i>
<i>Business studies</i>	2	<i>1:91</i>
<i>Computer studies</i>	1	<i>1:191</i>
<i>Arabic</i>	1	<i>1:40</i>
<i>Music</i>	3	<i>1:13</i>
<i>Home science</i>	1	<i>1:225</i>
<i>French</i>	1	<i>1:102</i>
<i>literature</i>	5	<i>1:20</i>
<i>Fasihi</i>	5	<i>1:20</i>

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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

<i>S/no.</i>	<i>Year</i>	<i>No. of candidates</i>	<i>No. of students transitioned to institute of higher learning</i>	<i>K.C.S.E mean score</i>
1.	2021	301	8	4.1860
2.	2020	221	11	4.4751
3	2019	132	8	4.4088



b) **Number of Candidates in the 2021 KCSE:**

<i>Year</i>	<i>No. of candidates sitting for K.C.S.E</i>
2021	301
2020	221
2019	159

c) **Capacity of the school:**

	<i>2021</i>	<i>2020</i>	<i>2019</i>
<i>Student Laboratory Ratio</i>	1.285	1.284	1.264
<i>Student Toilet Ratio</i>	1.36	1.36	1.33
<i>Students Dormitory ratio</i>	1:157	1:164	1:150

MOI KADZONZO GIRLS SECONDARY SCHOOL

PUBLIC SECONDARY SCHOOL

Annual Report and Financial Statements

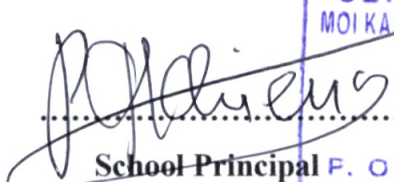
For the year ended 30th June 2021

<i>YEAR</i>	<i>LABORATORIES</i>	<i>TOILETS</i>	<i>DORMITORIES</i>
<i>2021</i>	<i>4</i>	<i>42</i>	<i>7</i>
<i>2020</i>	<i>4</i>	<i>42</i>	<i>7</i>
<i>2019</i>	<i>4</i>	<i>42</i>	<i>7</i>

**MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

c) Development projects carried out by the school:

No project undertaken in this financial year


.....
School Principal

SENIOR PRINCIPAL
MOI KADZONZO GIRLS SEC. SCHOOL
15 APR 2026
P. O. Box 239-80113,
MARIAKANI, KILIFI

III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

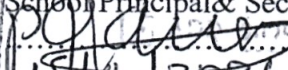
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

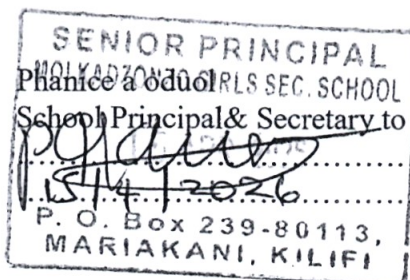
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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

Name: Reuben Nyale
 Designation: Chairman, School Board of Management
 Sign: 
 Date: 15/4/2026

Name: Phamice a Odoo
 Designation: School Principal & Secretary to Board of Management
 Sign: 
 Date: 15/4/2026



Name: Edward Chivatsi
 Designation: Bursar/ Finance Officer
 Sign: 
 Date: 15/4/2026

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 MOI KADZONZO GIRLS SECONDARY FOR THE YEAR ENDED 30 JUNE, 2021- KILIFI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Moi Kadzonzo Girls Secondary School set out on pages 18 to 34, which comprise of the statement of assets and liabilities

Report of the Auditor-General on Moi Kadzonzo Girls Secondary for the year Ended 30 June, 2021- Kilifi County

as at 30 June, 2021 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 matter(s) described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Moi Kadzonzo Girls Secondary School at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Variances in the Financial Statements

The statement of receipts and payments reflects total receipts of Kshs.74,871,035 while the statement of budgeted versus actual amounts reflects Kshs.53,091,317 resulting to a variance of Kshs.21,779,718. Further, the statement budgeted versus actual amounts reflects total final receipts and final expenditure budget amount of Kshs.96,607,500 while the approved budget reflects Kshs.72,273,580 resulting to unexplained variance of Kshs.24,333,920. In addition, the statement budgeted versus actual amounts reflects total final receipts budget of Kshs.96,607,500 while recalculation revealed Kshs.104,857,500 resulting to unexplained variance Kshs.8,250,000.

In the circumstances, the accuracy and completeness of the above amounts reflected in the financial statements could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities and as disclosed in Note 8 and Note 9 to the financial statements reflects cash and cash equivalents balance of Kshs.5,725,427 out of which Kshs.5,715,343 relates to bank balance. However, the balance was not supported with cash books and bank reconciliation statements. Further, Management did not disclose accounts with bank statements balances of Kshs.161,170. In addition, review of bank statements revealed withdrawals of Kshs.2,022,690 which were not supported with expenditure reports, memorandum cash books, receipts and acknowledgements from the beneficiaries.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.5,725,427 could not be confirmed.

3. Unsupported Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 10 to the financial statements reflects accounts receivables balance of Kshs.22,475,391. However, the balance includes fees arrears of Kshs.22,053,659 which was not supported with student debtor schedules and registers.

In the circumstances, the accuracy, completeness and existence of trade receivables balance of Kshs.22,475,391 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Moi Kadzonzo Girls Secondary 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.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget of Kshs.96,607,500 and actual on comparable basis Kshs.53,091,317 resulting to an under-funding of Kshs.43,516,183 or 45%. Similarly, the school spent an amount of Kshs.83,044,780 against actual receipts of Kshs.53,091,317 resulting to an over-expenditure of Kshs.29,953,463 or 56%.

The under-funding and over expenditure demonstrate weaknesses in budget formulation and execution, cashflow planning and expenditure control and may have adversely affected the school's ability to deliver planned activities.

2. Unaudited Opening Balances

I draw your attention to the opening balances for the 2020/2021 financial year. The opening balances as at 01 July, 2020 were based on unaudited figures. Consequently, I was unable to obtain sufficient and appropriate audit evidence regarding the accuracy and completeness of the opening balances. My audit procedures were, therefore, limited to the current period transactions and balances.

My opinion is not modified in respect of these matters.

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

Other Information

The Management is responsible for the Other Information set out on page 2 to 16 which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the school's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Unapproved Expenditure

The statement of budgeted versus actual amounts reflects actual receipts of Kshs.53,091,317 against actual expenditure of Kshs.83,044,780 resulting in unapproved expenditure of Kshs.29,953,463. This was contrary to Regulation 52(1)(b) of the Public Finance Management (National Government) Regulations, 2015, which stipulates that Accounting Officers and AIE holders shall ensure that the limit to which they may commit or spend public funds is that prescribed by the Authority, and not based on their expectations, however justified these may seem. Further, the budget was approved on 09 September, 2025 two (2) months after the commencement of financial year.

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

2. Late Submission of Financial Statements

During the year under review, the financial statements were received on 19 February, 2026 instead of the statutory deadline of 30 September, 2021. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements be submitted to the Auditor-General within three (3) months after the end of the fiscal year to which the accounts relate.

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

3. Irregularities in the Procurement Process

The statement of receipts and payments and as disclosed in Note 5 and Note 6 to the financial statements reflects payments for tuition and operation amount of Kshs.25,995,313. However, the amount includes procurements of Kshs.3,787,904 which was not supported with requisition forms, Local Purchase Orders, delivery notes, professional opinion and inspection and acceptance certificate. Further, Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40(1) of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process. In addition, the Management had not made training arrangements to capacity build the existing personnel at the store.

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

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

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects operations expenditure of Kshs.22,150,281. The amount includes Kshs.112,600 transferred to Kenya Secondary School Heads Association (KESSHA) a welfare organization which is not defined in Government Funding system. This was contrary to Regulation 23(2)c of the Public Finance Management (National Government) Regulations, 2015 which requires that an Accounting Officer shall, before transferring any funds to an entity within or outside the Government, ensure that there is a written assurance from the entity that it shall implement effective, efficient and transparent financial management and internal control systems.

In the circumstances, value for money transferred to KESSHA, amounting to Kshs.112,600 could not be confirmed.

5. Failure to Transfer Full Amount of Infrastructure Funds

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects operations grants amount of Kshs.22,150,281 out of which Kshs.5,198,500 relates to infrastructure. However, only Kshs.2,280,000 was transferred to infrastructure account for maintenance and improvement of the school's facilities, leaving a balance of Kshs.2,918,500. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds 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.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Failure to Maintain Fixed Assets Register

Annex 2 to the financial statements reflects summary of fixed assets register with a balance of Kshs.131,908,500. Physical verification in the month of March, 2026 revealed existence of fixed assets such as land, vehicles, generator, deep freezer, desktops, printers, duplicating machine. However, Management did not maintain an asset register with details such as condition of the asset, asset tag number, estimated cost and physical location.

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

2. Discrepancies in Student Enrolment Data

During the year under review, National Education Management and Information System (NEMIS) data indicated four thousand six hundred and seventy-five (4,675) students while the school enrollment records indicated four thousand three hundred and thirty-one (4,331) students resulting to unexplained variance of three hundred and forty-four (344).

In the circumstances, the effectiveness of internal controls on determining and updating of students' enrolment data in National Education Management and Information System (NEMIS) could not be confirmed.

3. Weakness in Textbooks Management

Review of the school's textbook management system for learning materials received from the Kenya Institute of Curriculum Development (KICD) revealed that the school's issuance registers did not capture essential bibliographic details such as the full title, publisher and edition of textbooks issued to students, making it difficult to accurately track and reconcile books issued against the school's master inventory.

In the circumstances, the effectiveness of internal controls on textbook management could not be confirmed.

4. Use of Manual Systems

During the year under review, it was observed that Management has been using manual system in preparation of financial statements, maintenance of ledgers and maintaining students' data. However, manual systems have low efficiency, high rates of human error, time-consuming to maintain, often resulting in inconsistent data, limited security, and an inability to provide real-time information.

In the circumstances, the effectiveness of internal controls on manual systems used by the school could not be confirmed.

5. Unsupported Biological Assets Balances

Note 13 to the financial statements under other important disclosure reflects biological assets balance of Kshs.100,000 which relates to cattle, goats and poultry. However, Management did not disclose the method and significant assumptions applied in determining the fair value of the biological assets. In addition, Management did not provide supporting documents on acquisition date and cost, date of birth of the cattle and goats and records of any deaths.

In the circumstances, the internal controls on management of biological assets could not be confirmed.

6. Unsupported Inventory Balance

Note 14 to the financial statements under other important disclosures reflects inventory balance of Kshs.1,005,095. However, the balance was not supported with inventory listing, original stock taking sheets at the closure of the financial year. Further, the Note reflects stocks movement during the year instead of itemized stock balances for food stuffs, laboratory consumables, farm produce and construction materials.

In the circumstances, the internal controls on management of inventory could not be confirmed.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual 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 as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

06 May, 2026

**MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021**

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

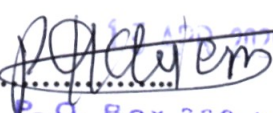
DESCRIPTION OF VOTE HEAD	Note	Jan 2020- June 2021	Jan 2019-Dec 2019
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	3,400,780	3,456,617
Capitation grants for operations	2	18,378,938	14,526,541
School Fund Income- Parents' Contributions	3	52,310,240	44,919,438
School Fund Income- Other receipts	4	781,077	1,572,645
TOTAL RECEIPTS		74,871,035	64,475,241
PAYMENTS			
Payments for Tuition	5	3,845,032	3,539,092
Payments for operations	6	22,150,281	15,958,304
Boarding and school fund payments	7	57,049,467	45,956,282
TOTAL PAYMENTS		83,044,780	65,453,678
SURPLUS/DEFICIT		(8,173,745)	(978,437)

The school financial statements were approved on _____

Sign: 
Name: **REUBEN NYALE**
MOI KADZONZO GIRLS
P.O. Box 239 20113 MARIAKOKI

Chair BOM

Date: **15/4/2026**

2021 and signed by:
SENIOR PRINCIPAL
MOI KADZONZO GIRLS SECONDARY SCHOOL
Sign: 
Name: **EDWARD CHANAT**
P.O. Box 239 20113, MARIAKOKI

**School Principal/
Secretary to BOM**

Date: **15/4/2026**

MOI KADZONZO GIRLS SECONDARY SCHOOL
Sign: 
Name: **EDWARD CHANAT**
P.O. Box 239 20113 MARIAKOKI
ACCOUNTS OFFICER

**Bursar/
Finance Officer**

Date: **15/4/2026**

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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

	Note	Jan 2020- June 2021	Jan 2019-Dec 2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	5,715,343	13,882,466
Cash Balances	9	10,084	16,706
Total Cash and cash equivalent		<u>5,725,427</u>	<u>13,899,172</u>
Account's receivables	10	22,475,391	22,745,644
TOTAL FINANCIAL ASSETS		28,200,818	36,644,816
FINANCIAL LIABILITIES			
Accounts Payables	11	10,068,202	10,338,455
TOTAL FINANCIAL LIABILITIES		10,068,202	10,338,455
NET FINANCIAL ASSETS		18,132,616	26,306,361
REPRESENTED BY			
Accumulated Fund b/fwd	12	26,306,361	27,284,798
Surplus/Deficit for the year		(8,173,745)	(978,437)
NET FINANCIAL POSSITION		18,132,616	26,306,361

The School's financial statements were approved on _____ 2021 and signed by:

Name: **REUBEN NYALE**
Chairman, BoM

Sign: **REUBEN NYALE**
CHAIRPERSON
MOI KADZONZO GIRLS SECONDARY SCHOOL

Date: **15/4/2026**
MOI KADZONZO GIRLS SECONDARY SCHOOL
MARIAKANI, KILIMANJARO DISTRICT

Name: **FRANICE A. ODWO**
Principal/Secretary
to BoM

Sign: **FRANICE A. ODWO**
Principal/Secretary
MOI KADZONZO GIRLS SECONDARY SCHOOL

Date: **15/4/2026**
MOI KADZONZO GIRLS SECONDARY SCHOOL
MARIAKANI, KILIMANJARO DISTRICT

Name: **EDWARD CHIVAI**
Bursar/Finance

Sign: **EDWARD CHIVAI**
Bursar/Finance
MOI KADZONZO GIRLS SECONDARY SCHOOL

Date: **15/4/2026**
MOI KADZONZO GIRLS SECONDARY SCHOOL
MARIAKANI, KILIMANJARO DISTRICT

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

		Jan 2020- June 2021	Jan 2019-Dec 2019
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition	1	3,400,780	3,456,617
Capitation grants for operations	2	18,378,938	14,526,541
School fund income- Parents contributions/ fees	3	52,310,240	44,919,438
School fund income- other receipts	4	781,077	1,572,645
Total receipts		74,871,035	64,475,241
Payments			
Payments for Tuition		3,845,032	3,539,092
Payments for operations		22,150,281	15,958,304
Boarding and school fund payments		57,049,467	45,956,282
Total payments		83,044,780	65,453,678
Net cash flow from operating activities		(8,173,745)	(978,437)
CASHFLOW FROM INVESTING ACTIVITIES			
CASHFLOW FROM BORROWING ACTIVITIES			
NET INCREASE IN CASH AND CASH EQUIVALENTS		(8,173,745)	(978,437)
Cash and cash equivalent at BEGINNING of the year		13,899,172	14,877,609
Cash and cash equivalent at END of the year		5,725,427	13,899,172

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOLS
Reports and Financial Statements
For the year ended 30th June 2021

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

<i>Receipt/expenses Item</i>	<i>Original Budget</i>	<i>Adjustments</i>	<i>Final Budget</i>	<i>Actual on Comparable Basis</i>	<i>Budget Utilization Difference</i>	<i>% of Utilization</i>
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise books	1,201,200		1,201,200	1,079,008	122,192	90%
Laboratory equipment	1,155,000		1,155,000	939,293	215,707	81%
Teaching / learning materials	808,500		808,500	676,917	131,583	84%
Chalks	44,550		44,550	23,571	20,979	53%
Exams and assessment	610,500		610,500	519,655	90,845	85%
Teachers guide				162,336	-162,336	0%
SUB TOTAL	3,819,750		3,819,750	3,400,780	418,970	89%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	9,495,750		9,495,750	6,577,111	2,918,639	69%
Repair and maintenance	8,250,000		8,250,000	4,112,000	4,138,000	50%
Local transport / travelling	3,869,250		3,869,250	2,347,709	1,521,541	61%
Electricity and water	1,072,500		1,072,500	2,377,609	-1,305,109	222%
Administration costs	1,072,500		1,072,500	2,347,709	-1,275,209	219%
Activity				411,200	-411,200	0%
Medical				205,600	-205,600	0%
SUB TOTAL	23,760,000		23,760,000	18,378,938	5,381,062	77%
(3) FEES CHARGED ON PARENTS						

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

<i>Receipt/expenses Item</i>	<i>Original Budget</i>	<i>Adjustments</i>	<i>Final Budget</i>	<i>Actual on Comparable Basis</i>	<i>Budget Utilization Difference</i>	<i>% of Utilization</i>
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Boarding	45,185,250		45,185,250	34,526,286	10,658,964	76%
Repair and maintenance	3,960,000		3,960,000	2,267,235	1,692,765	57%
Local transport	1,072,500		1,072,500	625,214	447,286	58%
Administration cost	3,052,500		3,052,500	1,858,934	1,193,566	61%
Electricity and water	8,085,000		8,085,000	4,573,157	3,511,843	57%
Activity	247,500		247,500	143,605	103,895	58%
Personal emoluments	5,115,000		5,115,000	8,235,655	-3,120,655	161%
Medicals and insurance	165,000		165,000	80,154	84,846	49%
BOM	10,395,000		10,395,000	0	10,395,000	0%
SUB TOTAL	77,277,750		77,277,750	52,310,240	24,967,510	68%
OTHER INCOME						
Income from farming activities				17,670	-17,670	0%
miscellaneous				52,614	-52,614	0%
canteen				593,985	-593,985	0%
Home science				116,808	-116,808	0%
Total				781,077	-781,077	0%
TOTAL INCOME	96,607,500		96,607,500	53,091,317	43,516,183	55%
(1) EXPENDITURE FOR TUITION						
Exercise books	1,201,200		1,201,200	1,582,837	-381,637	132%
Laboratory equipment	1,155,000		1,155,000	1,471,970	-316,970	127%
Teaching / learning materials	808,500		808,500	386,800	421,700	48%
Chalks	44,550		44,550	123,840	-79,290	278%
Exams and assessment	610,500		610,500	278,800	331,700	46%
Bank charges				785	-785	0%

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

<i>Receipt/expenses Item</i>	<i>Original Budget</i>	<i>Adjustments</i>	<i>Final Budget</i>	<i>Actual on Comparable Basis</i>	<i>Budget Utilization Difference</i>	<i>% of Utilization</i>
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
SUB TOTAL	3,819,750		3,819,750	3,845,032	-25,282	101%
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	9,495,750		9,495,750	10,761,054	-1,265,304	113%
Repairs and maintenance	8,250,000		8,250,000	2,219,969	6,030,031	27%
Local transport / travelling	3,869,250		3,869,250	1,204,067	2,665,183	31%
Electricity and water	1,072,500		1,072,500	1,350,728	-278,228	126%
Medical				52,429	-52,429	0%
Administration costs	1,072,500		1,072,500	5,116,508	-4,044,008	477%
Activity				1,425,800	-1,425,800	0%
Bank charge				19,726	-19,726	0%
SUB TOTAL	23,760,000		23,760,000	22,150,281	1,609,719	93%
(3) EXPENDITURE FOR SCHOOL FUND						
Personal emoluments	5,115,000		5,115,000	10,906,444	-5,791,444	213%
Boarding	45,185,250		45,185,250	22,624,214	22,561,036	50%
RMI	3,960,000		3,960,000	7,502,735	-3,542,735	189%
Local transport and travelling	1,072,500		1,072,500	2,828,018	-1,755,518	264%
Electricity, water and conservancy	8,085,000		8,085,000	2,194,727	5,890,273	27%
Administration cost	3,052,500		3,052,500	7,657,974	-4,605,474	251%
Medical	165,000		165,000	352,682	-187,682	213%
Activity	247,500		247,500	1,071,360	-823,860	433%
Bom	10,395,000		10,395,000	0	10,395,000	0%
Bank charges				348,616	-348,616	0%
Canteen				1,108,002	-1,108,002	0%

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

<i>Receipt/expenses Item</i>	<i>Original Budget</i>	<i>Adjustments</i>	<i>Final Budget</i>	<i>Actual on Comparable Basis</i>	<i>Budget Utilization Difference</i>	<i>% of Utilization</i>
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Home science				249,060	-249,060	0%
farm				205,635	-205,635	0%
Total	77,277,750		77,277,750	57,049,467	20,228,283	74%
TOTALS EXPENDITURE	96,607,500		96,607,500	83,044,780	13,562,720	86%

- i. Underutilization income of 55% is as a result of insufficient capitation grants and insufficient fees payments by parents.
- ii. Underutilization expenditure of 86% is as a result of insufficient funds to facilitate school expenses.

IX. 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.

**MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

Annual Report and Financial Statements

For the year ended 30th June 2021

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	Jan 2020 -June 2021	Jan 2019-dec 2019
	Kshs	Kshs
Text books		310,714
Exercise books	1,079,008	436,464
Laboratory equipment	939,293	290,304
Internal exams	519,655	580,608
Teaching / learning materials	676,917	940,243
Chalks	23,571	29,232
Teachers guide	162,336	869,052
Total	3,400,780	3,456,617

2 CAPITATION GRANT FOR OPERATIONS

	Jan 2020 -June 2021	Jan 2019-dec 2019
	Kshs	Kshs
Personnel emoluments	6,577,111	3,610,525
Repair and maintenance	4,112,000	4,173,680
Local transport / travelling	2,347,709	1,487,922
Electricity and water	2,377,609	1,696,115
Administration costs	2,347,709	1,279,695
Activity	411,200	1,211,630
Medical	205,600	1,066,974
Total	18,378,938	14,526,541

3 PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	Jan 2020 -June 2021	Jan 2019-dec 2019
	Kshs	Kshs
Personnel emoluments	8,235,655	4,054,902
Repairs and maintenance	2,267,235	2,555,325
Local transport / travelling	625,214	780,503
Electricity and water	4,573,157	5,020,725
Medical	80,154	405,748
Administration costs	1,858,934	2,095,606
Activity	143,605	532,645
Fee on Boarding Equipment and Stores	34,526,286	29,473,984
Total	52,310,240	44,919,438

**MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

Annual Report and Financial Statements

For the year ended 30th June 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Income from farming activities	17,670	22,387
Income from canteen	593,985	1,173,005
Income from home science	116,808	29,000
miscellaneous	52,614	324,253
Tenders		24,000
Total	781,077	1,572,645

5 PAYMENTS FOR TUITION

	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Text books		35,760
Exercise books	1,582,837	770,519
Laboratory equipment	1,471,970	1,713,672
Teaching / learning materials	386,800	765,640
Exams and assessment	278,800	244,400
Bank Charges	785	2,301
Chalks	123,840	6,800
Total	3,845,032	3,539,092

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Personnel emoluments	10,761,054	4,679,764
Administration Cost	5,116,508	1,458,750
Repairs and maintenance & improvements	2,219,969	5,177,265
Local transport / travelling	1,204,067	1,596,578
Electricity and water	1,350,728	1,517,595
Medical	52,429	25,321
Activity	1,425,800	1,497,690
Bank charges	19,726	5,341
TOTAL	22,150,281	15,958,304

7 BOARDING AND SCHOOL FUND PAYMENTS

	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Personnel emoluments	10,906,444	8,825,972
Activity	1,071,360	2,323,620
Repairs and maintenance & Improvements	7,502,735	2,037,324
Local transport / travelling	2,828,018	3,252,123
Electricity and water	2,194,727	1,468,678
Medical Expenses	352,682	167,399
Administration costs	7,657,974	5,991,783
Bank Charges	348,616	10,305
Fee on Boarding Equipment and Stores	22,624,214	20,150,747
canteen	1,108,002	1,375,213
Home science	249,060	164,753
farm	205,635	146,305
Bakery		13,095
Miscellaneous		28,965
TOTAL	57,049,467	45,956,282

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	Jan 2020- June 2021	Jan 2019-Dec 2019
		Kshs	Kshs
Tuition Account	1107811112	2,301	682
Personal emoluments account	1107816831	159,369	29,947
Operation account		0	11,372
School Fund Account/Boarding	1107807743	1,009	410,595
Caution Account	1105886778	1,652	1,259,663
Parent Association Development Account	1236226739	43,574	10,899,208
Exams account	1167941160	4,719	4,719
Infrastructural Account		5,502,205	1,264,280
Bus account		514	2,000
Total		5,715,343	13,882,466

9 CASH IN HAND

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Operation Account	7,870	391
School Fund account	2,214	16,315
Total	10,084	16,706

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10 ACCOUNTS RECEIVABLE

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Fees arrears	22,053,659	22,560,762
Other non-fees receivables		
Salary advances	91,482	81,982
Imprest	330,250	102,900
Total	22,475,391	22,745,644

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Fees arrears for current year	3,008,020	4,627,567
Fees arrears for the previous year	3,252,652	3,034,466
Fees arrears for prior periods (over two years)	16,214,719	15,083,611
Total	22,475,391	22,745,644

11 ACCOUNTS PAYABLE

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	8,714,276	8,868,009
Prepaid fees	1,353,926	1,470,446
Total	10,068,202	10,338,455

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Trade creditors for current year	10,068,202	10,338,455
Total	10,068,202	10,338,455

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12 FUND BALANCE BROUGHT FORWARD

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	Kshs	Kshs
Bank balances	13,882,466	13,281,909
Cash balances	16,706	32,319
Receivables	22,745,644	23,048,502
Payables	(10,338,455)	(9,077,932)
Total	26,306,361	27,284,798

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

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.

13 Biological assets

Description	Numbers	Jan 2020- June 2021	Jan 2019-Dec 2019
		Kshs	Kshs
Cattle	2	45,000	35,000
Goats	8	25,000	20,000
Poultry	6	30,000	15,000
Total		100,000	70,000

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

Other important disclosure notes

14 Stock/ Inventory

Description	Jan 2020- June 2021	Jan 2019-Dec 2019
	KShs	KShs
a) Borrowings		
Stock/ inventory at beginning of the year	486,907	85,807
Stock/ inventory purchased during the year	3,265,095	2,265,095
Stock/ inventory issued during the year	(2,746,907)	(1,746,907)
Balance at end of the year	1,005,095	603,995

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

15 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)
2019	The management should settle all Creditors to avoid possible legal action. Inter – account borrowing should be curbed by the school management strictly adhering to the ministry of Education policy guidelines and the full B.O.M approved budget.	The school has Restrained from buying on Credit for the current financial year 2021 with bid to reduce pending creditors	Issue resolved	
2019	The management should urgently formulate effective policies to address the fees collection and debts collection	Parents sensitised on fees payment	Resolved	
2019	The management should first establish availability of funds before any expenditure is incurred.	The management will first source for funds before undertaking any project	Resolved	

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOLS
Reports and Financial Statements
For the year ended 30th June 2021

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2021	Outstanding Balance Dec 2019	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply of goods						
Main account						
1. Hamisi rashid	708,590	1/1/2020	400,000	308,590	681,390	
2. Tawakal wholesaler	745,200	1/1/2020		745,200	2,545,200	
3. Ayao enterprises	348,790	1/1/2020		348,790	1,309,270	
4. Fame merchants	45,815	1/1/2020		45,815	1,217,280	
5. Chimu enterprises	1,781,000	1/1/2020		1,781,000		
6. Dimus fresh flesh supplies	1,630,810	1/1/2020	500,000	1,130,810	2,373,107	
7. Batech contractors co.ltd	20,800	1/1/2020		20,800		
8. Jowanft photocoms supplies	194,500	1/1/2020		194,500		
9. Mombasa road general supplies	606,241	1/1/2020		606,241		
10. Msenangu butchery	775,660	1/1/2020	301,950	473,710		
11. Granage enterprises	467,830	1/1/2020		467,830		
12. Kew computers	314,664			314,664		
Sub-Total	7,639,900		1,201,950	6,437,950	8,126,247	
Supply of goods						
Operation account						
13. Mombasa road supplies	91,229	1/1/2020		91,229		
14. Ayao enterprises	585,000	1/1/2020		585,000		
15. Jeffers enterprises	475,300	1/1/2020	210,000	265,300	154,400	
16. Nyulex pharmaceuticals	69,800	1/1/2020		69,800		
Sub-Total	1,221,329		210,000	1,011,329	154,400	
Supply of goods						
Tuition account						
17. Febis enterprises	299,555	1/1/2020		299,555	227,300	

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2021	Outstanding Balance Dec 2019	Comments
18. Teachers at large	204,500	1/1/2020		204,500		
19. Eden books and stationers	462,832	1/1/2020	200,000	262,832		
20. Mechigen sa	276,310	1/1/2020		276,310		
21. Aspaya developers	85,000	1/1/2020		85,000	82,500	
22. Jos traders	136,800	1/1/2020		136,800		
23. Prepayments	1,343,926	1/1/2020		1,343,926		
24. Mariakani super meat butchery		1/1/2019			407,500	
25. Dzek enterprises		1/1/2019			60,000	
26. Tumaini la Baraka supplies		1/1/2019			40,000	
27. Kemsu		1/1/2019			19,179	
28. SGA Mombasa		1/1/2019			164,674	
29. Fedricck m Tsuma		1/1/2019			103,760	
30. Tremik technologies		1/1/2019			47,300	
31. Kasbag limited		1/1/2019			574,995	
32. Bonstech computers		1/1/2019			9,500	
33. Mariecho enterprises		1/1/2019			21,000	
34. Chenda investments		1/1/2019			100,000	
35. Batecho contractors co.ltd		1/1/2019			10,100	
36. Kwema stationers and general		1/1/2019			150,000	
37. Ken comp experts ltd		1/1/2019			40,000	
Sub-Total	2,808,923		200,000	2,608,923	2,057,808	
Grand Total	11,680,152		1,611,950	10,068,202	10,338,455	

MOI KADZONZO GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOLS
Reports and Financial Statements
For the year ended 30th June 2021

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st Jan 2020	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1			28,000,000			28,000,000
Buildings and structures			68,020,000			68,020,000
Motor vehicles			9,500,000			9,500,000
Office equipment, furniture and fittings			15,081,500			15,081,500
ICT Equipment, and Other ICT Assets			1,768,000			1,768,000
Other Machinery and Equipment			9,539,000			9,539,000
Total			131,908,500			131,908,500

