

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
REPORT PAPERS LAID

DATE: 26 FEB 2025

DAY.

Wed

TABLED
BY:

Hon. Samuel
Chepkongy, MP

CLERK-AT
THE-TABLE:

M. Mado

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

ST. MARTIN KATHONZWENI SCHOOL

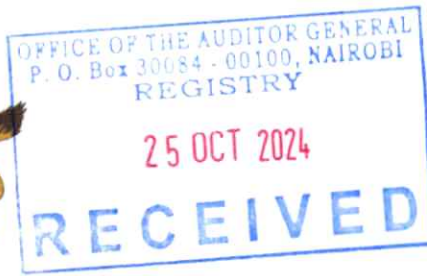
**FOR THE YEAR ENDED
30 JUNE, 2023**

MAKUENI COUNTY



25/5

Revised 30th June 2023.



ST MARTIN KATHONZWENI SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

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Table of Contents

1. Acronyms and Glossary of Terms	2
2. Key School Information and Management	3
3. Summary Report of Performance of the School.....	6
4. Statement of School Management Responsibility.....	Error! Bookmark not defined.
5. Report of the Independent Auditors (<i>To be attached</i>)	13
6. Statement of Receipts and Payments for the Year Ended 30 th June 2023.....	13
7. Statement of Assets and Liabilities as At 30 th June 2023	14
8. Statement of Cash Flows for the Year Ended 30 th June 2023.....	15
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2023.....	Error! Bookmark not defined.
10. Significant Accounting Policies	19
11. Notes to the Financial Statements.....	21
12. Annexes	31

1. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year

2. Key School Information and Man**(a) Background information**

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

The school was de-registered in 2017/2/10 under registration number 17S120000021 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a day/boarding school and had **747** number of students as at *30th June 2023*. It has 4 streams and 42 teachers of which 8 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1.	Eng Fidelis Kavita	Chairman	27/6/2022
2.	Patrick Wambua	Secretary - Principal	14/2/2023
3.	Josephine M Mwau	Vice Chairman	27/6/2022
4.	Eunice Mwendu	Member	27/6/2022
5.	Eng Jonathan Kimeu	Member	27/6/2022
6.	Dorcus Mwikali	Member	27/6/2022
7.	David Maithya Musyoki	Member	27/6/2022
8.	David Nzioka Musili	Member	27/6/2022
9.	Reuben Kikolya	Member	27/6/2022
10.	Martin Makundi	Member	27/6/2022
11.	Urbanus Mbindyo	Member	27/6/2022
12.	Stanlous Ndeto	Member	27/6/2022
13.	Titus Uswii	Member	27/6/2022
14.	Matthew k Wambua	PA Chairman	27/6/2022
15.	Caleb Nyakundi	Member	27/6/2022
16.	Lydia Mbetu Muthiani	Member	27/6/2022
17.	Esther Matee	Member – Teachers Rep	27/6/2022

The functions of the School Board of Management are to:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013.
- Ensure and assure the provision of proper and adequate facilities for the School.
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils' discipline and make reports to the CEB.

- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB.
- Administer and manage the resources of the School.
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Eng Fidelis Kavita 2.Patrick Wambua 3.Josephine Mwau 4.Matthew KWambua 5.Martin Makundi 6.Stanlous Ndeto	Chairperson Secretary Vice Chair Pa Chairman Member Member	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
2	Audit Committee, Finance, procurement and general purposes Committee	1.Reuben Kikolya 2.Urbanus Mbindyo 3.Josephine Mwau 4.Martin Makundi 5.Matthew K Wambua 6.Titus Uswii	Chairperson Member Member Member Member Member	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
3	Academic Committee	Eng Jonathan Kimeu Patrick Wambua Martin Makundi David Nzioka Matthew K Wambua	Chairperson Secretary Member Member Member	2 Out Of 2 2 Out Of 2 2 Out Of 2 2 Out Of 2 2 Out Of 2
4	Development Committee	Eng Eunice Mwende Eng Fidelis Kavita Patrick Wambua Matthew K Wambua	Chairperson Member Secretary Member	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
5	Finance ,Procurement And General Purposes Committee	Titus Uswii Patrick Wambua Martin Makundi Eng Eunice Mwende Matthew K Wambua	Chairperson Secretary Member Member Member	2 Out Of 2 2 Out Of 2 2 Out Of 2 2 Out Of 2 2 Out Of 2

(d) School operation Management

For the financial year ended 30th June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Joseph Patrick Wambua	TSC NO. 352235
2	Deputy Principal	Hillary Muthoka	TSC NO. 392751
3	School Bursar	Dorcus Mbithi	KASNEB :NAC/203033

(e) Schools contacts

Post Office Box: 11 - 90302
Telephone: 0727077507
E-mail: bkathonzweni@gmail.com

(f) School Bankers

Provide details of the school bankers.

1. Name of Bank : **Kenya Commercial Bank**
Branch: **Wote**
Account Number: 1105172597 (**Main Account**)
2. Name of Bank : **Kenya Commercial Bank**
Branch: **Wote**
Account Number: 1105235947 (**Operation Account**)
3. Name of Bank : **Kenya Commercial Bank**
Branch: **Wote**
Account Number: 1105227979 (**Tuition Account**)
4. Name of Bank : **Kenya Commercial Bank**
Branch: **Wote**
Account Number: 1265333548 (**Infrastructure Account**)
5. Name of Bank : **Kenya Commercial Bank**
Branch: **Wote**
Account Number: **1109089511 (Saving Account)**
6. Name of Bank : **Equity Bank**
Branch: **Wote**
Account Number: **0670280311806 (Touch a learner programme Account)**
7. Name of Bank : **Equity Bank**
Branch: **Wote**
Account Number: **0670294067810 (CDF Account)**
8. Mpesa Paybill Business Number 522123, Account Number 30105K

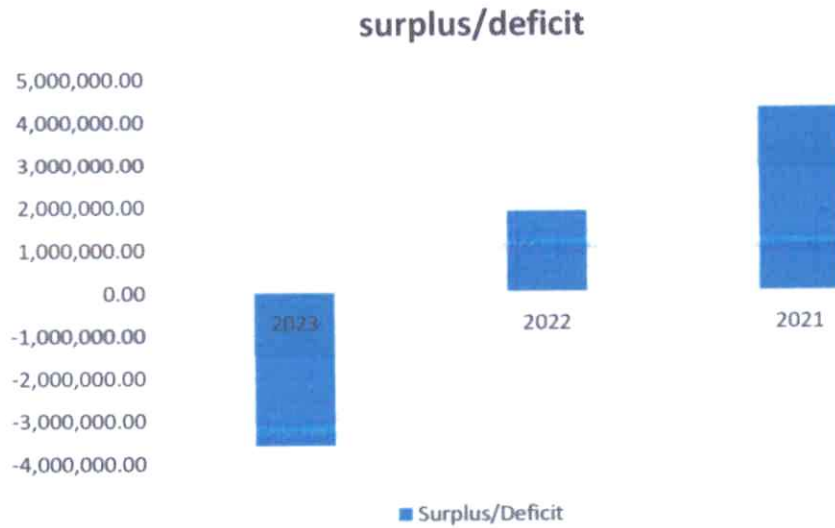
(g) Independent Auditors

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

3. Summary Report of Performance of the School

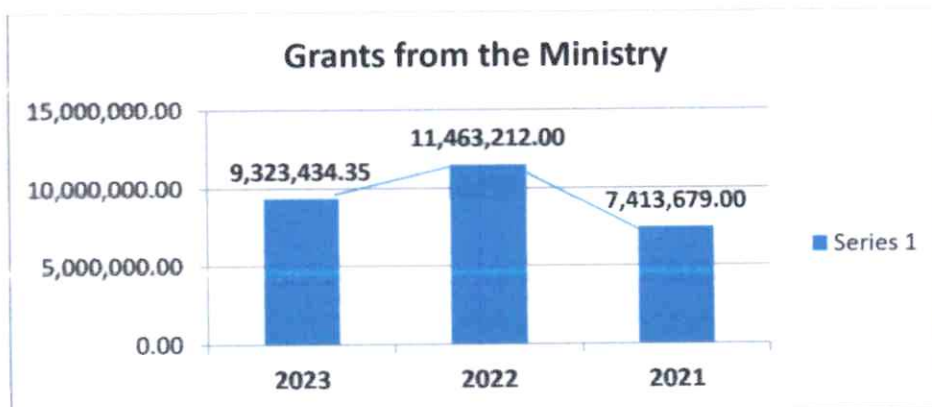
a) Financial performance:

Year	2023	2022	2021
Surplus/Deficit	(3,588,844.00)	1,878,478.00	4,290,784.00



b) Capitation Grants from the Ministry

Year	2023	2022	2021
Amount	9,323,434.00	14,310,599.00	7,413,679.00

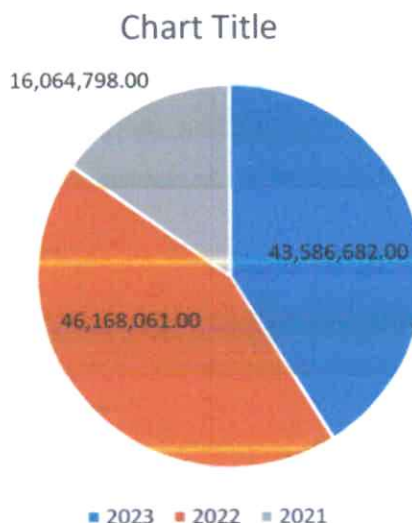


c) Ratio of Capitation Grant per Students for Three Years

2023	2022	2021
1:12,481.00	1:21,192.00	1:10,040.00

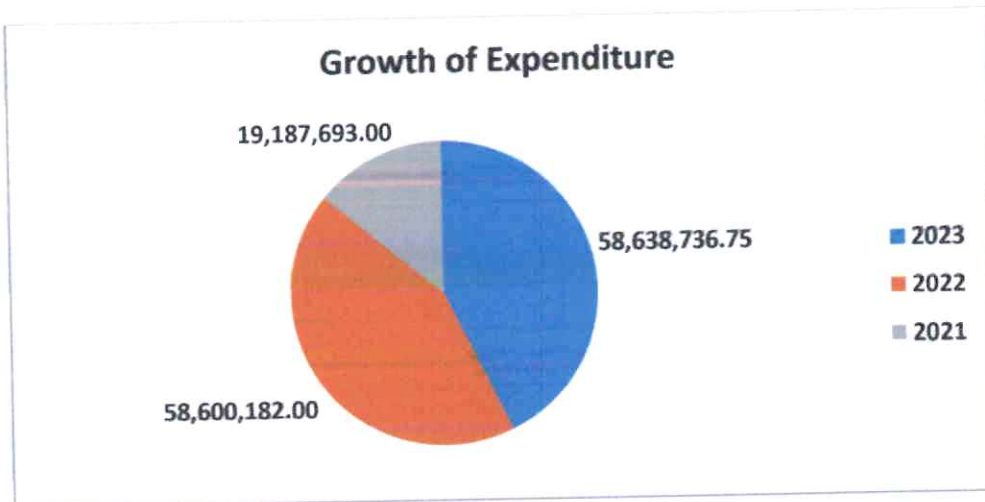
d) A Three Years Overview of Growth of other Income Earned by the school

2023	2022	2021
43,586,682.00	46,168,061.00	16,064,798.00



e) A three years overview of growth in expenditure of the school

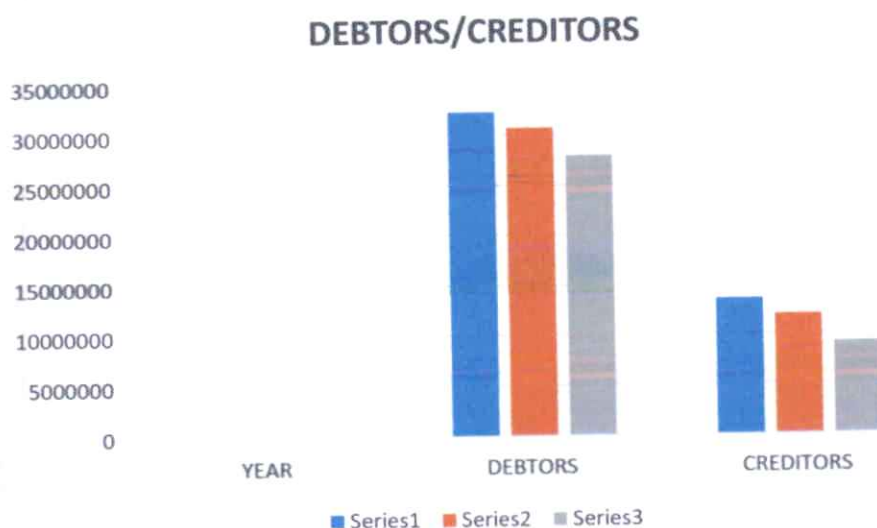
2023	2022	2021
58,638,737.00	58,600,182.00	19,187,693.00



f) Movements of Debtors and Creditors of the School over the Three Years.

YEAR	DEBTORS	CREDITORS
2023	32,283,244.00	13,502,263.00
2022	30,707,055.00	11,926,074.00
2021	27,901,170.00	9,120,190.00

g) Movement of Debtors and Creditors



h) Movements of Cash and Bank Balances of the School over the Three Year

	CASH	BANK BALANCES
2023	1,072.00	3,970,086.00
2022	4,523.00	7,555,479.00
2021	21,545.00	5,659,979.00

A) Teacher Students Ratio:

	Student	Teacher	Recruited/posted	Transferred
2023	22	1	1	0
2022	23	1	3	1
2021	22	1	1	2

Teachers Employed by TSC 34 BOM 9

Subject Combination		Eng	Mat	Kis	Bio	Chem	Phy	His	Geo	Cre	Agr	Bs	Com P	Fr	H/S	M US	W / W	AR T
Number of	TSC	8	7	7	0	4	3	5	3	4	2	4	1	1	0	1	1	2
	BOM	1	3	1	3	3	1	1	0	0	0	1	1	0	1	0	0	0

ST. Martin Kathonzweni School

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

Teachers																			
ortage		1	3	1	3	3	1	1	0	0	0	1	1	0	1	0	0	0	0

B) Mean Score in the 2022 KSCE:

Year	Mean Point	Target	Mean score	Transitioned to university	Comments
2022	5.75	6.0	C-	51	
2021	5.898	6.0	C-	56	
2020	6.048	6.0	C-	73	

C) Number of Candidates in the Year 2022 KCSE:

YEAR	Tabulation of students
2022	184
2021	177
2020	187

D) CAPACITY OF THE SCHOOL: Enrolment Boys 747

FACILITY	NO.	REMARKS
Dormitories	8	Sufficient
Dining Hall	1	Insufficient
Kitchen	1	Needs expansion
Laboratory	3	Not sufficient
Boys' Toilets	62	Sufficient
Staff Toilets	14	Sufficient
Fields:		
Football	1	One more required
Volleyball	1	One required
Handball	1	One required
Basketball	2	One required
Administration blocks	1	Modern one required
Staff room	4	Not Sufficient
School Bus	1	New one needed
Classrooms	16	Sufficient
Computer Lab	1	Required one
Wood work workshop	1	Modern one required
Home Science Lab	1	Modern one required

E)Development projects carried out by the school

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dormitory finalization.	Govt RMI and parents funding.	Complete.		4,165,715.00	Complete.
Infrastructure face lift.	Parents funding.	Complete.	2,395,695.00	2,395,695.00	Complete.

.....
Joseph Patrick Wambua
School Principal



ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

1 Statement of School Management Responsibility

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

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

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

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



.....
Name: Eng Fidelis Kavita

Designation: Chairman, School Board of Management

Date: 30/8/2023



.....
Name: Patrick Wambua

Designation: School Principal & Secretary to Board of Management

Date: 30/8/2023





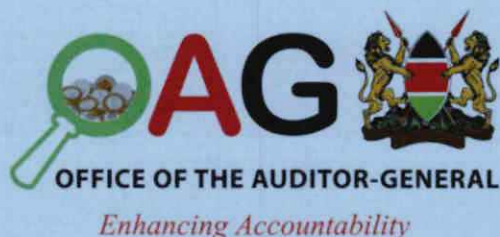
.....
Name: Dorcus Mbithi

Designation: Bursar/ Finance Officer

Date: 30/8/2023

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 ST. MARTIN KATHONZWENI SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - MAKUENI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of St. Martin Kathonzweni School – Makueni County set out on pages 15 to 32, which comprise of the statement of financial

Report of the Auditor-General on St. Martin Kathonzweni School for the year ended 30 June, 2023 - Makueni County

assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. Martin Kathonzweni School – Makueni County as at 30 June, 2023 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. Inaccuracies of the Financial Statements

The following inaccuracies were noted in the financial statements:-

- i. The statement of budgeted versus actual amounts reflects actual comparable budget final income of Kshs.51,497,724 while the computed amount is Kshs.51,676,213 resulting to an unexplained variance of Kshs.178,489.
- ii. The statement of cash flows reflects cash outflows from operations of Kshs.7,409,219 which varies with an amount of Kshs.5,242,439 in Note 7 to the financial statements resulting to an unexplained variance of Kshs.2,166,780.
- iii. The statement of cash flows reflects school fund income parents contributions for the prior year amount of Kshs.45,621,561 which differs from an amount of Kshs.42,241,115 in the statement of cash flows for the financial year 2021/2022 resulting to an unexplained variance of Kshs.3,380,446.
- iv. The statement of cash flows reflects payment for tuition for the prior year of Kshs.2,642,929 which differs from Kshs.3,498,706 in the statement of cash flows for the financial year 2021/2022 resulting in an unexplained variance of Kshs.855,777.
- v. The statement of cash flow reflects cash and cash equivalents balance for the year (2021/2022) amounting to Kshs.5,681,524 while the statement of assets reflects Kshs.7,560,001 resulting to an unexplained variance of Kshs.1,878,477.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Variance in School Fund Income-Parents Contribution

The statement of receipts and payments reflects School Fund Income-Parents Contributions of Kshs.42,976,561 as disclosed in Note 3 to the financial statements. Review of the expected net revenue receipts from school fund income, parents' contributions as per the Approved fee structure and student enrollment revealed that the School should have collected a total of Kshs.29,501,847 during the financial year ended 30 June, 2023 resulting to an unexplained variance of Kshs.13,474,715.

In the circumstances, the accuracy, and completeness of the school fund income – parents contributions of Kshs.42,976,562. could not be confirmed.

3. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.32,283,244 as disclosed in Note 13 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit.

In the circumstances, the accuracy and full recoverability of the outstanding accounts receivables balance of Kshs.32,283,244 could not be confirmed.

4. Unsupported Bank Accounts

The statement of financial assets and liabilities reflects bank and cash balances amounting to Kshs.3,970,086 and Kshs.1,072 respectively as disclosed in Notes 11 and 10 to the financial statements. Included in the bank balance is a savings account of Kshs.676,137, Touch a Learner Foundation of Kshs.49,793 and CDF Account of Kshs.53,209. However, cash book records to support the three bank balances were not provided for audit.

In the circumstances the accuracy, completeness of bank balance of Kshs.3,970,086 could not be confirmed.

5. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amount of Kshs.2,139,778 and Kshs.6,937,434 as disclosed in Notes 1 and 2 to the financial statements. Review of the NEMIS capitation disbursements made to the School against the amount received by the School revealed an amount of Kshs.11,460,530 whereas the NEMIS capitation reflects an amount of Kshs.11,539,929, resulting to an unexplained variance of Kshs.79,399.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations of Kshs.2,139,778 and Kshs.6,937,434 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional 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.

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 13 May, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to the Ministry of Education circular Ref.No:MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.46,893,872 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.1,290,090 transferred to Kenya Secondary Schools Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,290,090 could not be confirmed.

3. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.13,502,263 as disclosed in Note 14 to the financial statements. Included in the balance were trade creditors that had been outstanding for more than a year of Kshs.5,528,033. This was contrary to Section 53(8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contracts are reflected in approved budget estimates'.

In the circumstances, the School Management was in breach of the law and there is risk of loss of public funds through litigations, interests and penalties.

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

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

Conclusion

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

Basis for Conclusion

1. Lack of a Memorandum Cash Book/Petty Cashbook

The statement of receipts and payments reflects total receipts and total payments of Kshs.55,049,893 and Kshs.58,638,737. During the financial year under review, there were standing imprests of Kshs.11,300,000. However, there was no memorandum cash book that was kept by the School to enable reconciliation of all the amounts that were issued. Additionally, it was noted that the School did not maintain an Imprest register for temporary Imprest.

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

2. Lack of an Imprest Register

The statement of receipts and payments boarding and school fund payments of Kshs.46,893,871 as disclosed in Note 9 to the financial statements. Included in this amount is other vote head of Kshs.18,738,352 which is inclusive of Local transport and travelling. However, it was noted that the School did not maintain an Imprest register for temporary Imprest.

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

3. Incomplete Assets Register

Annex 2 to the financial statements reflects a summary of fixed assets register with a total historical cost of Kshs.177,539,900 as at 30 June, 2023. However, the Management did not maintain an assets register to keep track of the assets. Further, the School owns parcels of land as indicated in the summary of fixed assets register. However, the valuation of the land and the Schools' building and structures had not been done as at the time of audit.

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

4. Inadequate in Management of Text books

4.1 Lack of Need Assessment Framework

The audit established that in the financial years 2020, 2021, 2022 and 2023, there was no evidence of instructional need assessment that provided basis for determining the number and subject of instructional material needed by the School. In addition, there was no evidence of SIMSC committee and the SIMSC Minute Book highlighting the needs.

4.2 Lack of Inventory Records for Textbooks

During the year under review, it was observed that the School had no records on receipt, distributing and recording of text books. Additionally, the books were issued without any inventory record and returns of books were not maintained. Further, review of the store shows that the School has a stock of books that have been in custody since 2020 indicating an oversupply of various categories of books in the store.

4.3 Undersupply of Textbooks

The School requested for 4,676 students text books and 118 teacher's guides in the financial year. However as at the time of the audit only 1,463 textbooks and 34 guides had been supplied resulting an undersupply of 3213 students text books and 34 teachers' guides.

Additionally, during the third term of 2023, the school placed an order of 116 biology form three (3) students text books but it received a supply of 50, a deficit of 66 books translating to a ratio of 1:0.4. At the same time, it received a total of 116 English Form 4 students' books against an order of 50. This translate to a ratio of 1: 2.3.

4.4 Inadequate Storage of Textbook

Physical verification showed that textbook storage facilities were inadequate resulting to the School storing the remaining textbooks in unsafe conditions such as floor, that exposes the textbooks to damages in the event of heavy down pour or water spillage during the cleaning session.

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

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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 controls, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal 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 controls may not prevent or detect misstatements and instances of noncompliance. 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 Management.
- Conclude on the appropriateness of Management's use of 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 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 School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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 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

11 November, 2024

5. Statement of Receipts and Payments for the Year Ended 30th June 2023

Description Of Vote Head	Note	2023	2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	2,139,778.00	2,641,813.00
Government grants for operations	2	6,937,434.00	11,668,786.00
Government Grants for infrastructure	3	2,386,000.00	0.00
School fund income- parents' contributions	4	42,976,562.00	45,621,561.00
Miscellaneous incomes	5	610,120.00	546,500.00
Total Receipts		55,049,893.00	60,478,660.00
Payments			
Tuition	6	4,335,646.00	3,498,706.00
Operations	7	5,242,439.00	12,694,928.00
Infrastructure	8	2,166,780.00	0.00
Boarding and school fund	9	46,893,872.00	42,406,548.00
Total Payments		58,638,737.00	58,600,182.00
Surplus/Deficit		(3,588,844.00)	1,878,478.00

The school financial statements were approved on 30th June 2023 and signed by:



Name: Eng Fidelis Kavita

Chair BOM

Date: 30/8/2023



Name: Patrick Wambua

Principal/BOM Secretary

Date: 30/8/2023



Name: : Dorcus Mbithi

Bursar/ Finance Officer

Date: 30/8/2023



6. Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2023 Kshs	2022 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	3,970,086.00	7,555,478.00
Cash balances	11	1,072.00	4,523.00
Short term investments	12	0.00	0.00
Total cash and cash equivalent		3,971,157.00	7,560,001.00
Account's receivables	13	32,283,244.00	30,707,055.00
Total financial assets		36,254,401.00	38,267,056.00
Financial liabilities			
Accounts payables	14	(13,502,263.00)	(11,926,074.00)
Net financial assets		22,752,138.00	26,340,982.00
Represented by			
Accumulated fund b/fwd	15	26,340,982.00	24,462,504.00
Surplus/deficit for the year		(3,588,844.00)	1,878,478.00
Net financial position		22,752,138.00	26,340,982.00


The school's financial statements were approved on 30th June 2023 and signed by:

.....


Name: Eng Fidelis Kavita

Chair BOM

Date: 30/8/2023

.....


Name: Patrick Wambua

Principal/ BOM Secretary

Date: 30/8/2023

.....


Name: Dorcus Mbithi

Bursar/ Finance Officer


Date: 30/8/2023



7. Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2023	2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,139,778.00	2,641,812.60
Government grants for operations	2	6,937,434.00	11,668,786.40
Government grants for infrastructure	3	2,386,000.00	0.00
School fund income- parents contributions/ fees	4	42,976,561.00	45,621,561.00
Other income	5	610,120.00	546,500.00
Total receipts		55,049,893.00	60,478,660.00
Payments			
Cash outflows for tuition		4,335,646.00	2,642,929.00
Cash outflows for operations		7,409,219.00	12,694,928.00
Cash outflows Boarding/lunch and school fund payments		46,893,872.00	42,406,548.00
Total payments		58,638,737.00	58,600,182.00
Net cash inflow/outflow from operating activities		(3,588,844.00)	1,878,478 .00
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		(3,588,844.00)	1,878,478 .00
Cash and cash equivalent at beginning of the FY		7,560,002.00	5,681,524.00
Cash and cash equivalent at end of the FY		3,971,158.00	7,560,002.00


The school's financial statements were approved on 30th June 2023 and signed by:

.....


Name: Eng Fidelis Kavita

Chair BOM

Date: 30/8/2023

.....


Name Patrick Wambua

Principal/ BOM Secretary

Date: 30/8/2023

.....


Name: : Dorcus Mbithi

Bursar/ Finance Officer

Date: 30/8/2023



ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Teaching / Learning Materials	4,334,624.00	0.00	4,334,624.00	2,139,778.00	49 %
<i>(2) Capitation Grant on Operations</i>					
Other vote heads	8,233,460.00	0.00	8,233,460.00	5,614,484.35	68 %
Medical and insurance	1,751,800.00	0.00	1,751,800.00	159,000.00	9 %
Activity	1,313,850.00	0.00	1,313,850.00	436,950.00	33 %
Repair mantainance and improvement	1,000,000.00	0.00	1,000,000.00	727,000.00	73 %
<i>3) FDSE for infrastructure</i>					
Maintenance &Improvement MoE	3,379,500.00	0.00	3,379,500.00	2,386,000.00	71 %
<i>(4) Fees Charged on Parents</i>					
Othervoteheads	10,243,380.00	0.00	10,243,380.00	13,938,477.00	136 %
Repairs and Maintenance	1,755,040.00	0.00	1,755,040.00	1,944,234.00	111 %
Medical and insurance					
Activity	438,760.00	0.00	438,760.00	330,236.00	75 %
Fee On Boarding Equipment and Stores	18,283,310.00	0.00	18,283,310.00	26,656,526.00	153 %
Students id			56,823.00	56,823.00	-100%
Kese examination			45,000.00	45,000.00	-100%

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Catholic hymnals			5,266.00	5,266.00	-100%
5) Miscellenous Income					
Bus Hire	500,000.00	0.00	500,000.00	399,400.00	80 %
Rent Income	264,000.00	0.00	264,000.00	139,320.00	53 %
Tender fees	-	-	47,000.00	47,000.00	-100%
Plate and mugs	-	-	24,400.00	24,400.00	-100%
Total Income	51,497,724.00		51,497,724.00	55,049,894.00	109 %
(6) Expenditure For Tuition					
Teaching / Learning Materials	4,334,624.00	0.00	4,334,624.00	4,335,646.00	100 %
Bank Charges					
(7) Expenditure For Operations					
othervoteheads	8,233,460.00	0.00	8,233,460.00	4,254,979.00	52 %
Medical and insurance	1,751,800.00	0.00	1,751,800.00	485,980.00	28 %
Activity Expenses	1,313,850.00	0.00	1,313,850.00	501,480.00	38 %
SMASSE					
(8) Expenditure For infrastructure					
Construction of dormitory	4,379,500.00	0.00	4,379,500.00	2,166,780.00	49 %
Bank charges					
(9) Expenditure For school					

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>fund/lunch/boarding</i>					
othervoteheads	10,243,380.00	0.00	10,243,380.00	18,738,353.00	183 %
Repairs, Maintenance and Improvements	1,755,040.00	0.00	1,755,040.00	2,286,540.00	130 %
Medical Expenses	0.00	0.00	0.00	198,550.00	0 %
Activity	438,760.00	0.00	438,760.00	771,174.00	176 %
Boarding Equipment and Stores	18,283,310.00	0.00	18,283,310.00	23,687,394.00	130 %
Rent Expenses	264,000.00	0.00	264,000.00	0.00	0 %
bus	500,000.00	0.00	500,000.00	299,778.00	60 %
Fees refund	-	-	-	30,283.00	-100%
Plate and mug	-	-	-	66,000.00	-100%
tale	-	-	-	645,000.00	-100%
Kcse examination	-	-	-	54,200	-100%
tenders	-	-	-	36,000.00	-100%
School id cards	-	-	-	80,600.00	-100%
Totals	51,497,724.00		51,497,724.00	58,638,737.00	112%

8. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

9. Notes to the Financial Statements

1) Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Teaching / Learning Materials	2,139,778.00	2,641,813.00
Reference Materials	0.00	0.00
Exercise Books	0.00	0.00
Laboratory Equipment	0.00	0.00
Internal Exams	0.00	0.00
Others (specify)*	0.00	0.00
Total	2,139,778.00	2,641,813.00

2) Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Other Vote heads	5,614,484.00	7,434,667.00
Repairs And Maintenance	727,000.00	4,074,919.00
Local Transport / Travelling	0.00	0.00
Electricity And Water	0.00	0.00
Medical	159,000.00	159,200.00
Administration Costs	0.00	0.00
Activity	436,950.00	0.00
Other Vote Heads (specify)*	0.00	0.00
Total	6,937,434.00	11,668,786.00

3) Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	2,386,000.00	0.00
Transition infrastructure grants	0.00	0.00
Administration Block	0.00	0.00
Economic stimulus grants	0.00	0.00
Other (specify)(NGCDF and County govt.	0.00	0.00
Total	2,386,000.00	0.00

4) School Fund Income -Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Other vote heads	13,938,477.00	15,300,688.00
Repairs and maintenance	1,944,234.00	2,823,147.00
Kese Examination	45,000.00	134,400.00
Catholic Hymnals	5,266.00	0.00
Students I.D.	56,823.00	67,060.00
Adminstration Cost	0.00	0.00
Activity	330,236.00	633,860.00
Fee on Boarding Equipment and stores	26,656,526.00	26,560,606.00
Projects	0.00	0.00
Medical	0.00	101,800.00
Total	42,976,562.00	45,621,561.00

5) Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	139,320.00	172,500.00
Income From Farming Activities	0.00	0.00
Insurance Compensation	0.00	0.00
Income From Posho Mill	0.00	0.00
Income From Bus Hire	399,400.00	281,000.00
Fee For Hire of Ground and Equipment	0.00	0.00
Income From Grants and Donations*	0.00	0.00
Tender fees	47,000.00	93,000.00
Dividends Income	0.00	0.00
Magazines	0.00	0.00
Plate and Mugs	24,400.00	0.00
Total	610,120.00	546,500.00

Notes to the Financial Statements (continued)

6) Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Text Books	0.00	0.00
Exercise Books	0.00	0.00
Reference materials	0.00	0.00
Laboratory Equipment	0.00	0.00
Teaching / Learning Materials	4,334,221.00	3,496,650.00
Exams And Assessment	0.00	0.00
Teachers Guides	0.00	0.00
Bank Charges	1,425.00	2,056.00
Others (<i>specify</i>)	0.00	0.00
Total	4,335,646.00	3,498,706.00

7) Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Other Voteheads	4,254,979.00	6,909,886.00
Repairs and Maintenance & Improvements	0.00	0.00
Activities	501,480.00	5,890.00
Local Transport / Travelling	0.00	0.00
Medical&Insurance	485,980.00	616,035.00
Personnel Emoluments	0.00	0.00
Electricity And Water	0.00	0.00
RMI Infrastructure	0.00	0.00
Insurance Cost	0.00	0.00
Bank charges	0.00	0.00
Dormitory Construction	0.00	5,163,117.00
Total	5,242,439.00	12,694,928.00

Notes to the Financial Statements (continued)

8) Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	0.00	0.00
Construction of laboratory	0.00	0.00
Construction of dormitory	2,165,715.00	0.00
Purchase of furniture	0.00	0.00
Purchase of equipment	0.00	0.00
infrastructure	0.00	0.00
Drilling of boreholes	0.00	0.00
Bank charges	1,065.00	0.00
Total	2,166,780.00	0.00

9) Boarding and School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Other vote heads	18,738,353.00	13,898,653.00
Activity	771,174.00	80,457.00
Repairs , Maintenance & Improvements	2,286,540.00	7,816,069.00
Fees Refund	30,283.00	0.00
Plate&Mugs	66,000.00	0.00
School bus	299,778.00	695,124.00
TALE	645,000.00	0.00
Medical &Insurance	198,550.00	30,177.00
Kcse Examination	54,200.00	148,000.00
tenders	36,000.00	88,000.00
Fee On Boarding Equipment and Stores	23,687,394.00	19,604,468.00
Students I.D	80,600.00	45,600.00
Insurance Cost (<i>Life Property</i>)	0.00	0.00
Loan Principal Repayment	0.00	0.00
Loan Interest Repayment	0.00	0.00
Acquisition Of Assets	0.00	0.00
PTA/Development Fund	0.00	0.00
Staff houses	0.00	0.00
Total	46,893,872.00	42,406,548.00

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

10) Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1105227979	365,286.00	12,543.35
Operations Account	Active	1105235947	1,419,044.00	118,440.70
School Fund Account/Boarding	Active	1105172597	770,962.00	5,405,797.09
Savings Account	Active	1109089511	676,137.00	853,116.00
Touch a Learner Foundation (TALE)	Active	0670280311806	49,793.00	695,938.45
CDF Account	Dormant	0670294067810	53,209.00	53,209.25
Infrastructural Account	Active	1265333548	635,654.00	416,434.00
Total			3,970,086.00	7,555,478.84

11) Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	1,072.00	4,523.00
Total	1,072.00	4,523.00

12) Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

13) Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	32,283,244.00	30,707,055.00
Other Non-Fees Receivables	0.00	0.00
Salary Advances (list/schedule attached)	0.00	0.00
Imprest (list/schedule attached)	0.00	0.00
Rent arrears (list/schedule attached)	0.00	0.00
Total	32,283,244.00	30,707,055.00

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current 2023	% of the total	Comparative 2022	% of the total
Less than 1 year	1,576,189.00	5%	2,805,885.00	9 %
Between 1- 2 years	2,500,885.00	8%	2,015,061.00	7 %
Between 2-3 years	1,074,038.00	3%	-	-
Over 3 years	27,132,132.00	84%	25,886,109.00	84 %
Total (should tie to note 13 a)	32,283,244.00	100%	30,707,055.00	100%

14) Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	13,040,958.00	9,015,099.00
Prepaid Fees	461,305.00	2,910,975.00
Retention Monies	0.00	0.00
Unpaid salaries and statutory deductions	0.00	0.00
Caution money	0.00	0.00
Other payables (<i>specify</i>)	0.00	0.00
Total	13,502,263.00	11,926,074.00

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current 2023	% of the total	Comparative 2022	% of the total
Less than 1 year	7,974,230.00	87 %	10,451,026.00	95.48%
Between 1- 2 years	5,528,033.00	13 %	1,475,048.00	4.52%
Between 2-3 years	0.00	0%	0.00	0%
Over 3 years	0.00	0%	0.00	0%
Total (should tie to note 14)	13,502,263.00	100%	11,926,074.00	100%

15) Fund Balance Brought Forward

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Balances	7,555,479.00		5,659,978.84	
Cash Balances	4,523.00		21,545.00	
Short Term Investments	0.00		0.00	
Receivables	30,707,055.00		27,901,170.00	
Payables	(11,926,074.00)		(9,120,190.00)	
Total	26,340,982.00		24,462,504.00	

Other important disclosure notes

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

16) Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

17) Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	1	80,000.00	320,000.00
Goats			
Trees			
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total		80,000.00	320,000.00

18) Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	0.00	0.00
Balance at the end of the year	0.00	0.00

19) Other important disclosure notes

Stock/ Inventory


Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	2,028,980.00	1,168,560.00
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	3,200.00	0.00
Others (specify)	-	-
TOTAL	2,032,180.00	1,168,560.00

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

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)


Sign and Date
Principal



ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

10. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Maridadi Glass and Hardware	5,057,358.00	2021-2023	1,500,000.00	3,557,358.00	3,896,833.00	
Sub-Total	5,061,030.00		1,500,000.00	3,557,358.00	3,896,833.00	
Supply Of Goods						
2. Nzag Enterprises	82,570.00	2023	0.00	82,570.00	0.00	
3. Danstar Enterprises	1,477,000.00	2022/2023	835,500.00	641,500.00	400,000.00	
4. Motech Computers	153,500.00	2022/2023	50,000.00	103,500.00	0.00	
5. Sanaa Busmix	65,200.00	2023	0.00	65,200.00	0.00	
6. Jossnad General Merchants	11,400.00	2023	0.00	11,400.00	0.00	
7. Jaybee Investments	45,200.00	2020	0.00	45,200.00	45,200.00	
8. Mukuyuni Filling Station	85,217.00	2023	0.00	85,217.00	25,999.00	
9. Kathonzweni Dairy Farmers Co-Operative Society Ltd	60,120.00	2023	0.00	60,120.00	0.00	
10. Eunik General Supplies	627,300.00	2023	0.00	627,300.00	0.00	
11. Tesra General Supplies	2,279,100.00	2023	1,238,840.00	1,040,260.00	0.00	
12. Dpl Festive	1,735,201.00	2022/2023	950,000.00	785,201.00	400,142.00	

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
13. Tiju Farm (Titus Kioko Maingi)	16,720.00	2023	0.00	16,720.00	53,214.00	
14. Andu Mbee General Supplies	42,000.00	2023	0.00	42,000.00	22,800.00	
15. Thomwe Office	55,000.00	2018	0.00	55,000.00	55,000.00	
16. Lexa Chemicals and Equipment	1,163,313.00	2021/2023	300,000.00	863,313.00	632,373.00	
17. Book flyer Precise Publishers	269,050.00	2022	0.00	269,050.00	369,050.00	
18. Jokim Investments	284,285.00	2022/2023	0.00	284,285.00	44,740.00	
19. Mosheni Technologies	822,500.00	2021-2023	300,000.00	522,500.00	439,500.00	
20. East Kenya Supplies	3,839,289.00	2021-2023	1,097,704.00	2,741,585.00	476,509.00	
21. Patrima Supplies	877,935.00	2022/2023	340,500.00	537,435.00	377,705.00	
22. Jasho Office Solutions	406,500.00	2021-2023	0.00	406,500.00	187,500.00	
23. Top Grade Promotions	45,000.00	2022	0.00	45,000.00	45,000.00	
24. Exclusive Fashion & General Supplies	0.00	2021/2022	0.00	0.00	520,900.00	
25. Katwa Welfare	0.00	2022	0.00	0.00	61,100.00	
26. Wise Gate Healthy Pharmancy	0.00	2022	0.00	0.00	133,410.00	
27. Kathonzweni Borehole Water Project	0.00	2019	0.00	0.00	73,000.00	
28. Dreamliners Agency Ltd	0.00	2021	0.00	0.00	208,500.00	
29. Nyapenjose Ventures Ltd	0.00	2021	0.00	0.00	62,350.00	
30. Jiko Engineering Products	0.00	2020	0.00	0.00	74,000.00	
31. Jamu Furnitures	0.00	2020	0.00	0.00	16,320.00	
32. HGM Vitale Boarding Primary School	26,000.00	2019	0.00	0.00	26,000.00	

ST. Martin Kathonzweni School
 Annual Report and Financial Statements For the year ended 30th June 2023

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
Sub-Total				9,330,856.00	4,750,312.00	
Supply of Services						
33. Captain Garage	45,400.00	2023	0.00	45,400.00	0.00	
34. Wellington Kioko Samuel	367,954.00	2022	267,954.00	100,000.00	367,954.00	
Sub-Total				145,400.00	367,954.00	
PREPAID FEES				461,305.00	2,910,975.00	
Grand Total				13,502,263	11,926,074.00	

ST. Martin Kathonzweni School
Annual Report and Financial Statements For the year ended 30th June 2023

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land	69,300,000.00	-	-	83,160,000.00
Buildings and Structures	71,254,900.00	-	-	71,254,900.00
Motor Vehicles	1,400,000.00	-	-	1,300,000.00
Office Equipment, Furniture and Fittings	129,000,000.00	-	-	129,000,000.00
Textbooks	200,000.00	-	-	200,000.00
ICT Equipment and ICT Assets	7,825,000.00	-	-	7,825,000.00
Tools And Apparatus	200,000.00	-	-	200,000.00
Other Machinery and Equipment	200,000.00	-	-	200,000.00
Heritage And Cultural Assets	500,000.00	-	-	500,000.00
Intangible Assets- Soft Ware	200,000.00	-	-	200,000.00
Total	169,729,900.00	-	-	177,539,900.00