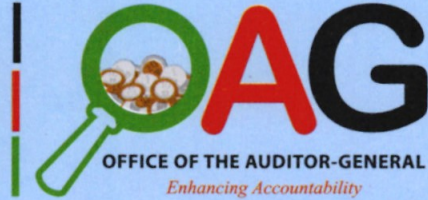


REPUBLIC OF KENYA



REPUBLIC OF KENYA



REPORT **THE NATIONAL ASSEMBLY PAPERS LAID**

DATE: 18 JUN 2026

DAY.

Thursday

**TABLED
BY:
OF**

Hon. Samuel Chepkongla
(on behalf of Leader of Majority)

**CLERK-AT
THE-TABLE:**

Worrie

THE AUDITOR-GENERAL

ON

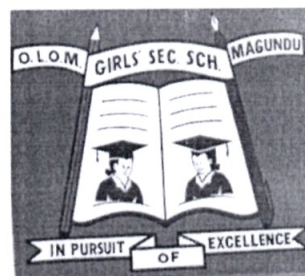
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**OUR LADY OF MERCY HIGH SCHOOL -
MAGUNDU**

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

THARAKA NITHI COUNTY

Revised 30th June 2021.



OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR SIX MONTHS PERIOD ENDED
30th June 2021

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

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU
For six months period ended 30th June 2021

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OUR LADY OF MERCY GIRLS HIGH SCHOOLS- MAGUNDU
Reports and Financial Statements
For six month period 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 THARAKA NITHI County, MAARA Sub-County

The school was registered in 30/1/2019 under registration number 13S00300499 and is currently categorized as a Extra County, public school established, owned or operated by the Government.

The school is a boarding school and had 1027 number of students as at 30th June 2021. It has 6 streams and 49 teachers of which 2 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	MRS RITA NJIRU	Chairperson	29/7/2019
2	MRS CATHERINE K MUTEMBEI	Secretary - Principal	„ „
3	REV FR PETER GICHUNGE	Member sponser	„ „
4	JAFFARI GITONGA	Member sponser	„ „
5	MR PAUL ARIMI MWAKI	Member community	„ „
6	MONICAH K NJAGI	Member community	„ „
7	NJUE STEPHEN	Member community	„ „
8	FRANKLINE M NJUE	Member community	„ „
9	DR EVANGELINE MUTHONI	Member community	„ „
10	DR ANN KARIMI KINYUA	Member community	„ „
11	MAKARIUS KATHENYA	Member – Rep CEB	„ „
12	GITONGA E NJERU	Special interest	„ „
13	ALEXIUS MIRITI NJUE	MemberSpecial Needs	„ „
14	FRIDAH NTIYARI KIRUGU	Member Rep Teachers	„ „
15	ANNLIZA MUKAMI	Rep Students	„ „
16	PHINEAS K MARETE	Coopted parent rep	„ „
17	DICKENS KIMATHI	Coopted parent rep	„ „
18	JAMES MUCHIRI	Coopted parent rep	„ „

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	MRS RITA NJIRU MRS CATHERINE K MUTEMBEI MR PAUL MWAKI REV FR GICHUNGE PHINEAS KIRAI MARETE	CHAIRLADY SECRETARY MEMBER MEMBER MEMBER	6
2	Audit committee	ALEXIUS NJUE STEPHEN PHINEAS KIRAI PAUL MWAKI-CHIARMAN	CHAIRMAN MEMBER " "	
3	Finance, procurement and general purposes Committee	PAUL MWAKI-CHIARMAN ALEXIUS NJUE STEPHEN PHINEAS KIRAI MONICAH K NJAGI REV FR GICHUNGE	CHAIRMAN MEMBER " " " "	2
4	Academic Committee	MR GITONGA E NJERU MR JAFFARI GITONGA MR ALEXIUS MIRITI GITONGA M/S FRIDAH KIRAGU DR ANN KARIMI KINYUA DR EVANGELINE MUTHONI	CHAIRMAN " " " " " " " " " "	2
5	Development Committee	MR JAFFARI GITONGA MR PHINEAS KIRAI MARETE REV FR PETER GINCUNGE MRS RITA NJIRU MRS CATHERINE K MUTEMBEI MRS LUCY NTWIGA	CHAIRMAN " " " " " " " " " "	7

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU
For six months period ended 30th June 2021

			FRANKLINE M NJUE	CHAIRMAN	
			MAKARIUS KATHENYA	” ”	
			JAMES MUCHIRI	” ”	
			ALEXIUS MIRITI NJUE	” ”	2
6	Discipline and welfare Committee				
			SIMON KIRATU	CHAIRMAN	
			ESTHER KIENDI	” ”	
			EVANS KAIMENYI	” ”	
7	Adhoc Committee (Tender and procurement committee)		MR MBIU	”	

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	CATHERINE K MUTEMBEI	381890
		MRS LUCY NTWIGA	393812
2	Deputy Principal	MRS STELLA KUBANIA	337324
3	School Bursar	MR JOSES MWANDIKI	ID :23818890

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For six months period ended 30th June 2021

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 138 CHUKA
Telephone: 0701476622/0721426310
E-mail: olomghs@gmail.

(f) School Bankers

The following school operated 4 number of bank accounts in the following banks:

1.SCHOOL FUNDS ACCOUNTS

Name of the bank =Co-operative bank
Branch =Chuka
Account Number =01129057830200

MPESA PAY BILL NO=400222 Account no= 644#

**2.SCHOOL OPERATION
ACCOUNT**

Name of the bank =Equity Bank
Branch =Chuka
Account Number =0210291771230

3.SCHOOL TUITION ACCOUNT

Name of the bank =KCB
Branch =Chuka
Account Number =1103682385

4.SCHOOL INFRASTRUCTURE ACCOUNT

Name of the bank =Equity bank
Branch =Chuka
Account Number =0210277659923

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For six months period ended 30th June 2021

(g) Independent Auditors

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021

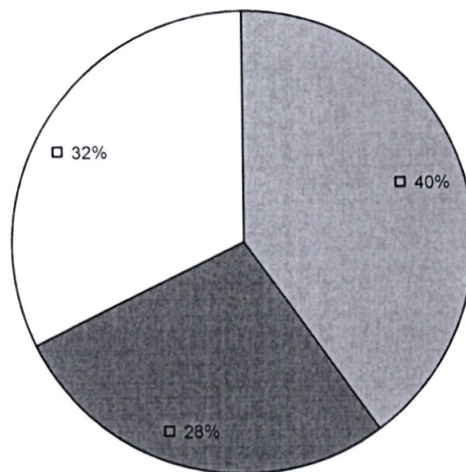
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

a) Financial performance

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

DETAILS	Jun-21	2020	2019	TOTAL
SURPLUS	5,040,791.65	3,495,096.27	4,051,707.67	12,587,595.59

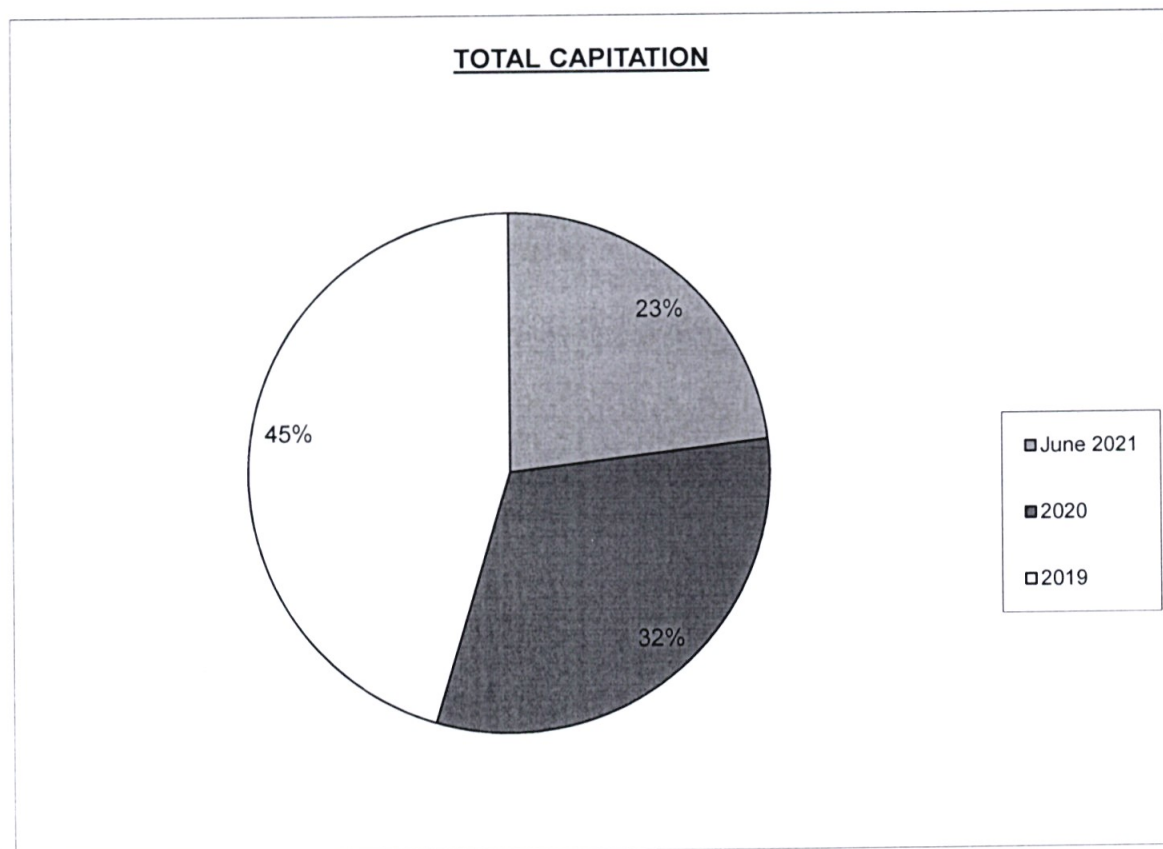
SURPLUS



□ June 2021
■ 2020
□ 2019

DETAILS	Jun-21	2020	2019	TOTAL
TOTAL CAPITATION	9,858,493.20	13,498,370.67	19,400,800.73	42,757,664.60

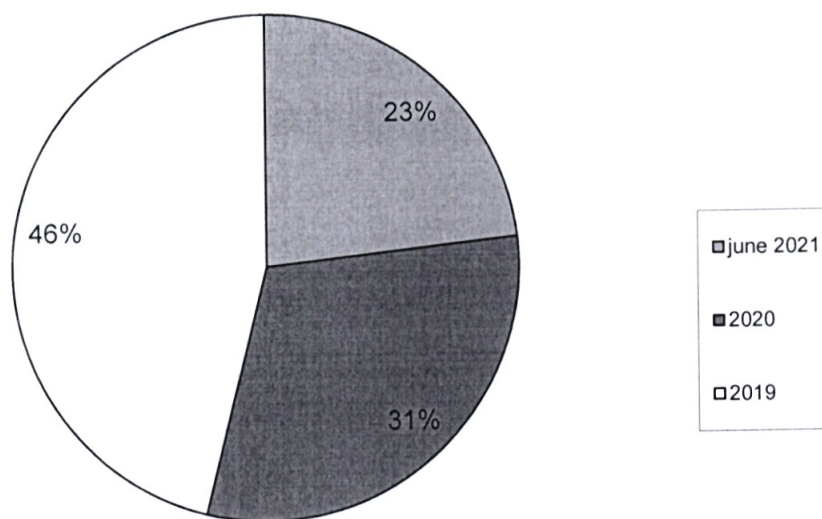
Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021



Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021

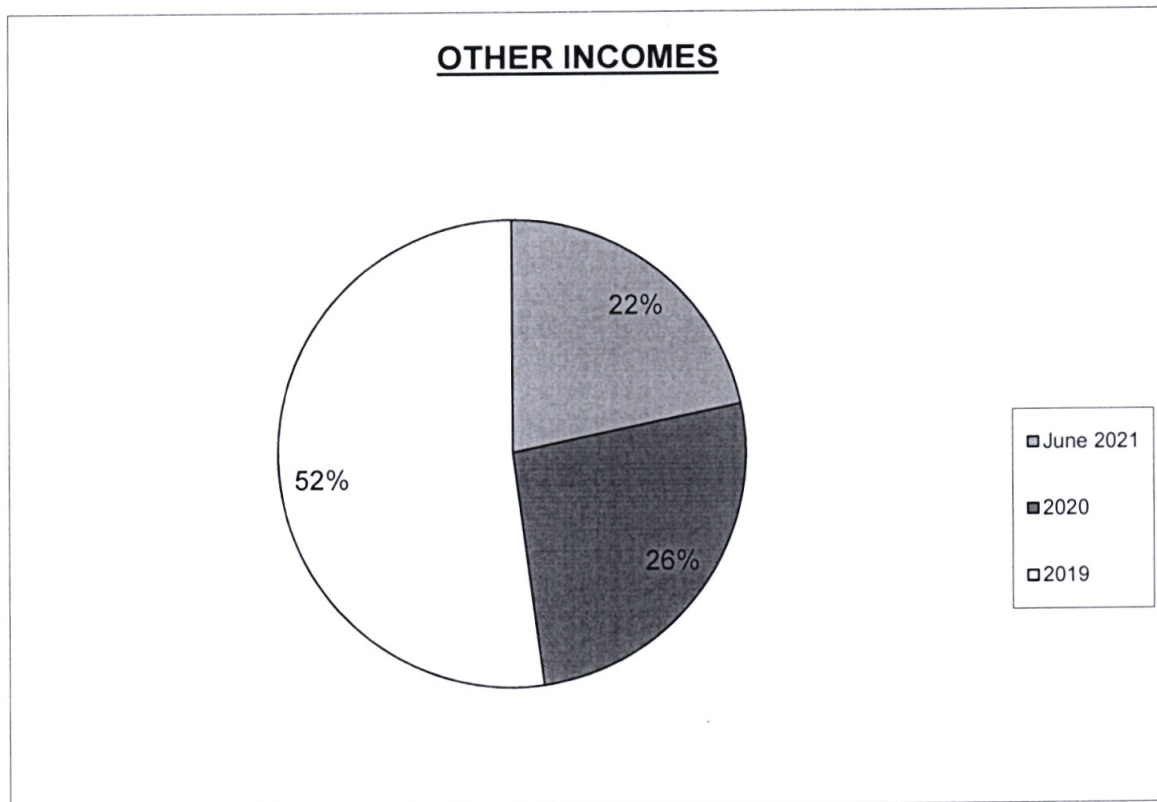
DETAILS	Jun-21	2020	2019	TOTAL
RATIO OF CAPITATION PER STUDENTS	9,525.00	12,591.00	18,890.00	41,006.00

RATIO OF CAPITATION PER STUDENTS



DETAILS	Jun-21	2020	2019	TOTAL
OTHER INCOMES	11,672,850.00	14,073,687.00	28,031,835.00	53,778,372.00

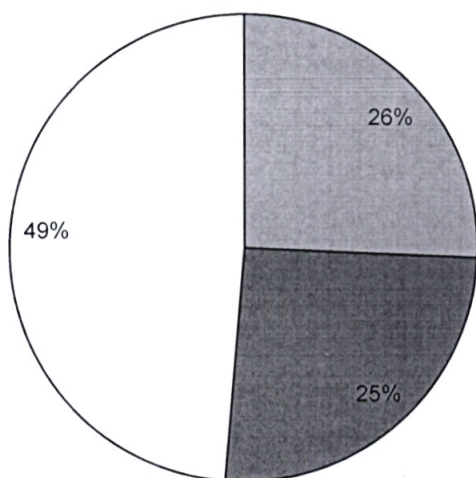
Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021



Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021

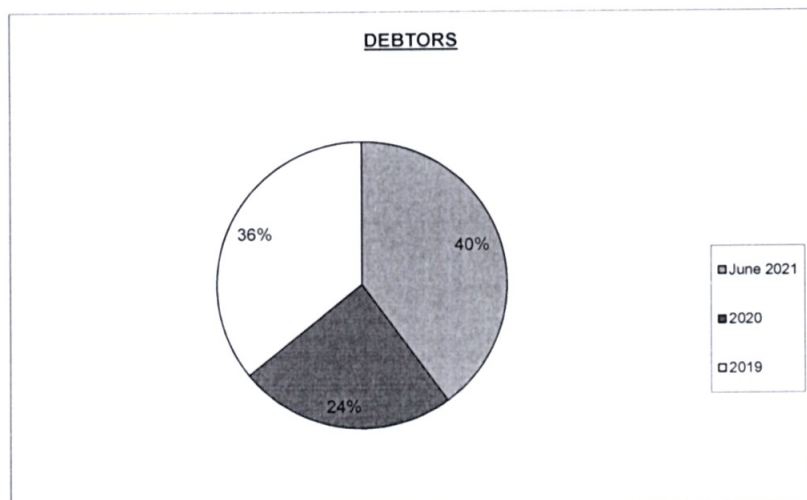
DETAILS	Jun-21	2020	2019	TOTAL
GROWTH IN EXPENDICTURE	13,802,811.00	13,734,296.00	26,135,934.00	53,673,041.00

GROWTH IN EXPENDICTURE

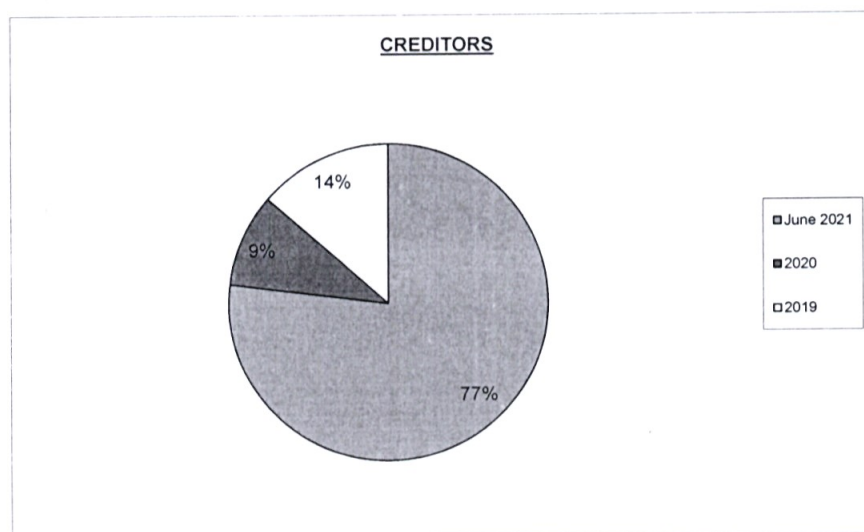


Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021

DETAILS	Jun-21	2020	2019	TOTAL
DEBTORS	1,893,421.00	1,151,610.00	1,697,492.00	4,742,523.00



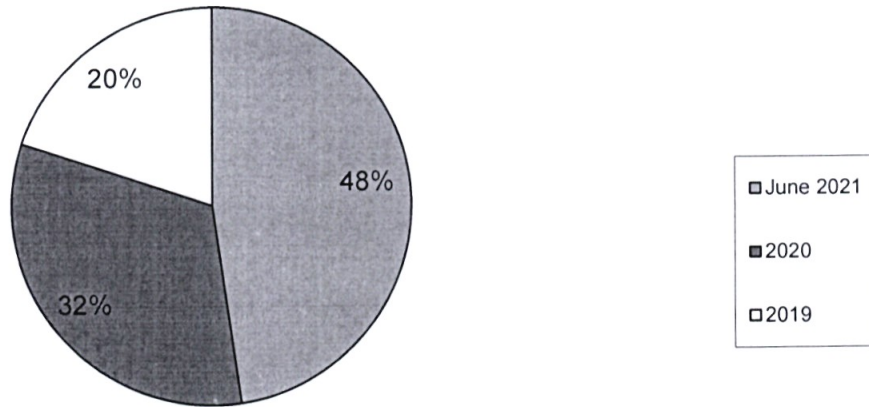
DETAILS	Jun-21	2020	2019	TOTAL
CREDITORS	923,360.00	113,555.00	163,340.00	1,200,255.00



Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL
For the year ended 30th June 2021

DETAILS	Jun-21	2020	2019	TOTAL
CASH AND BANK BALANCES	14,282,154.31	9,702,168.66	5,945,914.39	29,930,237.36

CASH AND BANK BALANCES



b) Teacher Student ratio:

TOTAL ENROLMENT	NO. OF TEACHERS RECRUITED	NO. OF TEACHERS TRANSFERRED	NO. OF TEACHERS RETIRED	NO. OF TEACHERS TRANSFERS (OUT)	NO. OF TEACHERS DEPLOYED	TOTAL BOM TEACH ERS	TOTAL TSC TEACHE RS	RATIO
1025	8	2	0	2	0	4	46	1:23

c) Mean score in the 2018-2020 KCSE:

YEAR	ENTRY	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	MEAN SCORE	GRA DE
2020	252	0	0	1	5	14	19	57	73	48	26	9	0	5.1389	C-
2019	183	0	0	2	3	5	24	41	45	33	27	2	1	5.1585	C-
2018	205	0	0	1	3	3	17	25	49	53	45	9	0	4.5854	C-

d) Number of Candidates in the 2018-2020 KCSE:

YEAR	TOTAL REG CANDIDATES	NO. THAT DID KCSE	% TRANSITION TO MIDDLE COLLEGES&UNIVERSITIES
2020	252	252	38%
2019	184	183	40%
2018	205	205	24%

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For six months period ended 30th June 2021

a) Capacity of the school:

FACILITIES	QUANTITY	CAPACITY TO ACCOMMODATE	REMARKS
DORMITORY BEDS	550	1100	
CLASSES	26	1300	
LABORATORY	6	250	
TOILETS	83	1100	More days sanitation block needed
DINNING HALL	1	800	shortage
LIBRARY	1	80	shortage
WORKSHOPS	1	45	2 more required
COMPUTER ROOM	1	31	shortage
STAFFROOM		ALL SEATED	Administration block needed
TEXTBOOKS	22000	1:1(RATIO)	
WATER	ADEQUATE		More storage water tanks needed
ELECTRICITY	ADEQUATE		

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For six months period ended 30th June 2021

b) Development projects carried out by the school:

There was no project during the period.

Sign

School Principal



II. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

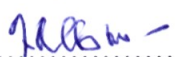
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

Schedule 4 (Section 23) of the Education Act, 2013 requires 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 Our Lady of Mercy Girls High school –Magundu 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: Prof Justus Mbae
Designation: Chairperson, School Board of Management

Sign: 

Date: 1/4/2026

Name: Mrs Catherine k Mutembei
Designation: School Principal & Secretary to Board of Management

Sign: 

Date: 11/4/2026

Name: Mr Joses Mwandiki
Designation: Bursar/ Finance Officer

Sign: 

Date: 1/4/2026

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 OUR LADY OF MERCY HIGH SCHOOL - MAGUNDU FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 - THARAKA NITHI 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 for Our Lady of Mercy Girls High School - Magundu set out on pages 19 to 33, which comprise of the statement of financial

Report of the Auditor-General on Our Lady of Mercy High School - Magundu for the six (6) months' period ended 30 June, 2021 - Tharaka Nithi County

assets and financial liabilities for the six (6) months' period ended 30 June, 2021 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the period then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respect, the financial position of Our Lady of Mercy Girls High School - Magundu for the six (6) months' period ended 30 June, 2021, and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unreconciled Differences Between School Collections and Bank Account

Review of the financial statements revealed that the School operates bank accounts for collection of school income—parents' contributions and other receipts as disclosed in Notes 3 and Note 4 to the financial statements. However, the financial statements reflects receipts amounting to Kshs.7,587,860 for school income—parents' contributions and Kshs.11,672,850 for other receipts, resulting in a total of Kshs.19,260,710.

Further, review of the bank statement for the collection account reflects a balance of Kshs.18,404,324 as at the end of the financial year, resulting in an unexplained variance of Kshs.856,386 between the receipts reported in the financial statements and the bank statement balance

In the circumstances, the accuracy and completeness of School fund income – parents contributions and other receipts amounts of Kshs.7,587,860 and Kshs.11,672,850 could not be confirmed.

2. Inaccuracies in the Statement of Cash Flows

Review of the statement of cash flows against the statement of budgeted versus actual amounts identified unreconciled variances, as summarized in the table below;

S/No.	Item	Statement of Cash Flows (Kshs)	Statement of Comparison of Budget (Kshs)	Variance (Kshs)
1.	School Fund - Parents Contribution	7,587,860	18,741,330	(11,153,470)
2.	School Fund Income - Other Receipts	11,672,850	519,380	11,153,470

In the circumstances, the accuracy and completeness of the statement of cash flows and the statement of budgeted versus and actual amounts could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Our Lady of Mercy Girls High School - Magundu 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

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.29,881,288 and Kshs.29,119,203 respectively, resulting in an under-funding of Kshs. or 3% of the budget. However, the School spent an amount of Kshs.26,243,109 against actual receipts amounting to Kshs.29,119,203 resulting in an under-utilization of Kshs.2,876,094 or 10% of actual receipts.

The under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

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. Except for the effect of the matters described in the Basis for Qualified Opinion section, there were no other key audit matters to report in the year under review.

Other Matter

Unaudited Opening Balance

I draw your attention to the opening balances for the 2020/2021 financial year. The opening balances as at 1 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.

Other Information

The Management is responsible for the Other Information set out on pages 2 to 7 which comprises, which comprises the Key Entity Information and Management, The Board of Governance, Report of the Principal, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting. 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. Over-Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amounts of Kshs.1,355,527 and Kshs.8,518,116 respectively as disclosed in Note 1 and Note 2 to the financial statements. During the year under review, National Education Management and Information System (NEMIS) reported a total number of three thousand one hundred and twenty-two (3,122) students while the enrolment records provided by the School indicated a total number of three thousand and sixty-five (3,065) students, resulting in an unexplained variance of fifty-seven (57) students. As a result of the variances, the School was over-funded by an amount of Kshs.57,814.

In the circumstances, the over-funding of the School may have affected service delivery to other schools.

2. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amounting to Kshs.9,873,643. Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the six months period ended 30 June, 2021, NEMIS reflected of three thousand one hundred and twenty-two (3,122) students while records from the County Director of Education had three thousand and sixty-five (3,065) students, resulting in an overfunding of the School by an amount of Kshs.57,814. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3

dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

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

3. 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.19,243,027 as disclosed in Note 8 to the financial statements. Included in the expenditure is an amount of Kshs.187,600 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.187,600 could not be confirmed.

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 14 April, 2023 instead of the statutory deadline of 30 September, 2021. This was contrary to Ministry of Education Circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September of every year.

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

5. Late or Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.8,518,116 from the Ministry of Education as disclosed in Note 2 to the financial statements credited in the operations bank account. Included in the amount is Kshs.3,907,499 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.2,088,000 was transferred to infrastructure account, leaving a balance of Kshs.1,819,499 as at 30 June, 2021. Further, this amount of Kshs.2,088,000 was transferred after eighty-two (82) days of receipt. This was contrary to the Ministry of Education Circular Ref. MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

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

6. Lack of a Functional Procurement Unit

During the period under review, the School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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. Lack of an Internal Audit Function

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

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

2. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.485,340,750 in respect of fixed assets which includes land with a balance of Kshs.19,200,000. However, the School occupies 13.4 (One three decimal four zero hectares, with no ownership documents

In the circumstances, the existence of effective measures in the management of assets could not be confirmed.

3. Non-Valuation of Biological Assets

Note 15 to the financial statements reflects a balance of Kshs.2,218,000 in respect to biological assets which includes cattle, pigs, trees, banana plantation and poultry. However, Management did not engage the services of a Sub County Agricultural Officer to value the cattle, goats and poultry as well as the forester to value the trees owned by the School.

In the circumstance Management was in breach of the law.

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 those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as the 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.

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

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

20 May, 2026

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU
For the year ended 30th June 2021

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

DESCRIPTION OF VOTE HEAD	Note	Jun-21	
		Kshs	
RECEIPTS			
Capitation grants for tuition	1	1,355,527.00	
Capitation grants for operations	2	8,502,966.20	
operation -Other receipt	2a	15,150.00	
School Fund Income- Parents' Contributions	3	7,587,860.00	
School Fund Income- Other receipts	4	11,672,850.00	
Infrastructure account	5	2,610,500.00	
TOTAL RECEIPTS		31,744,853.20	
PAYMENTS			
Payments for Tuition	6	133,335.00	
Payments for operations	7	6,866,747.85	
Boarding and school fund payments	8	19,243,027.00	
Infrastructure account	9	460,951.70	
TOTAL PAYMENTS		26,704,061.55	
SURPLUS/DEFICIT		5,040,791.65	

The school financial statements were approved on 27/06/ 2022 and signed by:

SIGN [Signature]

NAME Amey Justus Mbari
CHAIRMAN BOM

DATE 1/4/2026

SIGN [Signature]

NAME CATHERINE K. MURUMBA
PRINCIPAL/SECRETARY BOM

DATE 1/4/2026

SIGN [Signature]

NAME JOSEPH MURUMBA
BURSAR

DATE 1/4/2026

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU
For the year ended 30th June 2021

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

	Note	Jun-21	
		Kshs	
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	14,277,337.86	
Cash Balances	11	4,816.45	
Short term Investment			
Total Cash and cash equivalent		14,282,154.31	
Account's receivables	12	1,893,421.00	
TOTAL FINANCIAL ASSETS		16,175,575.31	
FINANCIAL LIABILITIES			
Accounts Payables	13	923,360.00	
NET FINANCIAL ASSETS		15,252,215.31	
REPRESENTED BY			
Accumulated Fund b/fwd	14	10,211,423.66	
Surplus/Deficit for the year		5,040,791.65	
NET FINANCIAL POSSITION		15,252,215.31	

The School's financial statements were approved on 27/06 2022 and signed by:

SIGN [Signature]

NAME Prof. Justus Mbae
CHAIRMAN BOM

DATE 1/4/2026

SIGN [Signature]

NAME CATHERINE K. MUTEMBE
PRINCIPAL/SECRETARY BOM

DATE 1/4/2026

SIGN [Signature]

NAME JOSEPH MURWANI
BURSAR

DATE 1/4/2026

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For the year ended 30th June 2021

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

		Jun-21	
		Kshs	
Receipts for operating income			
Capitation grants for tuition	1	1,355,527.00	
Capitation grants for operations	2	8,502,966.20	
Operation account -other receipts	2a	15,150.00	
School fund income- Parents contributions/ fee	3	7,587,860.00	
School fund income- other receipts	4	11,672,850.00	
Infrastructure account	5	2,610,500.00	
Total receipts		31,744,853.20	
Payments			
Payments for Tuition	6	133,335.00	
Payments for operations	7	6,866,747.85	
Boarding and school fund payments	8	19,243,027.00	
Infrastructure account	9	460,951.70	
Total payments		26,704,061.55	
Net cash flow from operating activities		5,040,791.65	
		0.00	
CASHFLOW FROM INVESTING ACTIVITIES		0.00	
Proceeds from Sale of Assets		0.00	
Acquisition of Assets		0.00	
Proceeds from investments		0.00	
Purchase of investments		0.00	
Net cash flows from Investing Activities		0.00	
CASHFLOW FROM BORROWING ACTIVITIES		0.00	
Proceeds from borrowings/ loans		0.00	
Repayment of principal borrowings		0.00	
Net cash flow from financing activities		0.00	
NET INCREASE IN CASH AND CASH EQUIVALENTS		5,040,791.65	
Cash and cash equivalent at BEGINNING of the year		9,702,065.66	
Cash and cash equivalent at END of the year		14,282,154.31	

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

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL - MAGUNDU
For the year ended 30th June 2021

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise books	1103068	0	1103068	677,764.00	425304	61%
Laboratory equipment	441984	0	441984	271,370.00	170614	61%
Teaching / learning materials	329596	0	329596	203,197.00	127399	62%
Chalks	55248	0	55248	33,755.00	21493	61%
Exams and assessment	165744	0	165744	101,929.00	62815	61%
Teachers guides	110496	0	110496	67,512.00	42984	61%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	3292140	0	3292140	3,282,909.00	1231	100%
Repairs and maintenance	2302000	0	2302000	3,907,499.00	-1605499	168.0%
Local transport / travelling	843352	0	843352	323,384.00	519968	38%
Electricity and water	989860	0	989860	494,587.00	495273	50%
Medical	0	0	0	0.00		
Administration costs	723648	0	723648	494,587.00	229061	68%
Activity	690600	0	690600	0.00		
Totals				9,858,493.00		

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL - MAGUNDU
For the year ended 30th June 2021

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference
	a	b	c=a+b	d	e=c-d
	Kshs	Kshs			Kshs
(3) FEES CHARGED ON PARENTS					
Personnel emoluments	2,020,040.00	-	2,020,040.00	1,809,072.00	210,968.00
Repairs and maintenance	731,600.00	-	731,600.00	610,951.00	120,649.00
Local transport / travelling	892,060.00	-	892,060.00	706,669.00	185,391.00
Electricity and water	3,135,760.00	-	3,135,760.00	2,696,648.00	439,112.00
Medical	-	-	-	-	
Administration costs	1,444,540.00	-	1,444,540.00	1,385,071.00	59,469.00
Activity	82,000.00	-	82,000.00	78,500.00	4,500.00
Fee on Boarding Equipment and Stores	10,527,552.00	-	10,527,552.00	9,560,998.00	966,554.00
Creditors				1,893,421.00	
TOTALS				18,741,330.00	
OTHER INCOME					
Rent income	-	-	-	30,300.00	
Income from farming activities	-	-	-	489,080.00	
Income from Bus Hire	-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-
TOTAL INCOME	29,881,288.00		29,881,310.00	29,119,203.00	

**(1) EXPENDITURE FOR
TUITION**

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Exercise books	1103068	0	1103068	0	1103068	0%
Laboratory equipment	441984	0	441984	0.00	441984	0%
Teaching / learning materials	329596	0	329596	132,975.00	196621	40%
Chalks	55248	0	55248	0.00	55248	0%
Exams and assessment	165744	0	165744	0.00	165744	0%
Teachers guides	110496	0	110496	0.00	110496	0%
Bank Charges	0	0	0	360.00	0	0%
Total				133,335.00		
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	3292140	0	3292140	3,416,212.00	-124072	103%
Repairs, maintenance & improvements	2302000	0	2302000	0.00	2302000	0%
Local transport / travelling	843352	0	843352	335,697.00	507655	40%
Electricity, water and	989860	0	989860	513,419.00	476441	52%
Medical	0	0	0	0.00	0	0%
Administration costs	723648	0	723648	509,879.00	213769	70%
Activity Expenses	690600	0	690600		690600	0%
Infrastructure				2,088,000.00		
Bank Charges				3,540.00		
Totals				6,866,747.00		

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL - MAGUNDU

For the year ended 30th June 2021

**(3) EXPENDITURE
FOR SCHOOL
FUND**

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference
	a	b	c=a+b	d	e=c-d
	Kshs	Kshs			Kshs
Personnel emoluments	2,020,040.00	-	2,020,040.00	1,389,765.00	630,275.00
Repairs, maintenance and improvements	731,600.00	-	731,600.00	-	731,600.00
Local transport / travelling	892,060.00	-	892,060.00	542,877.00	349,185.00
Electricity, water and conservancy	3,135,760.00	-	3,135,760.00	2,071,619.00	1,064,141.00
Medical Expenses	-	-	-	-	-
Administration costs	1,444,540.00	-	1,444,540.00	1,064,039.00	380,501.00
Activity	82,000.00	-	82,000.00	-	82,000.00
Boarding Equipment and Stores	10,527,552.00	-	10,527,552.00	12,946,451.00	(2,418,899.00)
Bank Charges	-	-	-	112,486.00	-
Farm expenses	-	-	-	186,730.00	-
ysc club	-	-	-	700.00	-
sandry creditors	-	-	-	923,360.00	-
RD cheque	-	-	-	5,000.00	-
TOTALS	29,881,288.00		29,881,312.00	26,243,109.00	6,958,357.00
GRAND TOTALS					

Vote heads above 100% utilization was as result of high prices of commodities

Vote heads below 90% utilization was as result of =

- i, There was stock balances which were being used.
- ii. Activities in some vote heads were minimal hence below 90%.
- iii. Due to overbudgeting.

III. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs and the related cash has actually been paid out by the *school*.

3. In-kind contributions

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

4. Cash and cash equivalents

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU
For the year ended 30th June 2021

x. NOTES TO THE FINANCIAL STATEMENTS

1. CAPITATION GRANT FOR TUITION

	Jun-21
	Kshs
EXE BOOKS	677,764.00
LABORATORY EQUIPMENT	271,370.00
EXAM & ASSESSMENTS	101,929.00
TEACHING MATERIALS	203,197.00
CHALKS	33,755.00
REFERENCE/TEACHING GUIDE	67,512.00
TOTALS	1,355,527.00

2. CAPITATION GRANT FOR OPERATIONS

	Jun-21
	Kshs
R.M.I	3,907,499.00
LT&T	323,384.00
EW&C	494,587.00
ADM	494,587.20
P.EMOLUMENT	3,282,909.00
TOTALS	8,502,966.20

2a. OTHER RECEIPT - OPERATION

	Jun-21
	Kshs
RENT	7,150.00
OLOM NON TEACHING STAFF WELFARE	8,000.00
TOTALS	15,150.00

3 . PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	Jun-21
	Kshs
RMI	691,742.00
LT&T	788,153.00
ADM/CONTINGENCIES	1,299,387.00
E W & C	2,896,993.00
P.EMOLUMENT	1,831,922.00
ACTIVITY	79,663.00
TOTALS	7,587,860.00

4 . OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	Jun-21
	Kshs
BES	11,153,470.00
FARM	489,080.00
RENT	30,300.00
TOTALS	11,672,850.00

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For the year ended 30th June 2021

5. INFRASTRUCTURE ACCOUNT

		Jun-21	
		Kshs	
INFRASTRUCTURE		2,610,500.00	
TOTALS		2,610,500.00	

6. PAYMENTS FOR TUITION

		Jun-21	
		Kshs	
TEACHING MATERIALS		132,975.00	
BANK CHARGES		360.00	
TOTALS		133,335.00	

7. PAYMENTS FOR OPERATIONS

		Jun-21	
		Kshs	
LT&T		335,697.00	
EW&C		513,419.00	
ADM		509,879.85	
P. EMOLUMENT		3,416,212.00	
INFRASTRUCTURE		2,088,000.00	
BANK CHARGES		3,540.00	
TOTALS		6,866,747.85	

8. BOARDING AND SCHOOL FUND PAYMENTS

		Jun-21	
		Kshs	
BES		13,616,081.00	
LT&T		599,607.00	
ADM/CONTINGENCIES		985,334.00	
E W & C		2,348,409.00	
P. EMOLUMENT		1,393,680.00	
FARM		186,730.00	
BANK CHARGES		112,486.00	
YCS CLUB		700.00	
TOTALS		19,243,027.00	

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU
For the year ended 30th June 2021

9. INFRASTRUCTURE PAYMENTS

	Jun-21
	Kshs
LABOUR COST	459,506.70
BANK CHARGES	1,445.00
TOTALS	460,951.70

10. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	ACCOUNT NO	Jun-21
			Kshs
TUITION ACCOUNT	KCB	1103682385	1,238,160.40
OPERATION ACCOUNT	EQUITY	0210291771230	3,913,624.41
SCHOOL FUND ACCOUNT/BOARDING	CO-OPERATIVE	01129057830200	3,349,841.25
INFRASTRUCTURE ACCOUNT		0210277659923	5,775,711.80
TOTALS			14,277,337.86

11 CASH IN HAND

Description	Jun-21	Jun-21
	Kshs	Kshs
OPERATION ACCOUNT		103.00
SCHOOL FUND ACCOUNT/BOARDING		4,713.45
Total		4,816.45

12 ACCOUNTS RECEIVABLE

Description	Jun-21
	Kshs
Fees arrears	1,893,421.00
other non fees receivables	0.00
salary advance	0.00
imprest	0.00
total	1,893,421.00

Description	Jun-21
	Kshs
	KSH
Fees arrears for current year	1893421.00
fees arrears for previous year	1151610.00
fees arrears for prior period	6676960.75
total	9721991.75

Annual Report and Financial Statements

OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU

For the year ended 30th June 2021

13 ACCOUNTS PAYABLE

Description		Jun-21
		Kshs
ACCOUNT PAYABLES		Jun-21
		KSH
Trade creditors		923,360.00
prepaid fees		0.00
retention money		0.00
total		923,360.00

Description		Jun-21
		Kshs
Trade creditors for current year		923,360.00
Trade creditors for previous year		113,555.00
trade creditor for prior periods		163,340.00
total		1,200,255.00

14 FUND BALANCE BROUGHT FORWARD

Description		Jun-21
		Kshs
Bank balances		9,698,686.81
cash balances		3,378.85
short term investments		0.00
receivables		618,223.00
payable		(108,865.00)
TOTALS		10,211,423.66

Annual Report and Financial Statements**OUR LADY OF MERCY GIRLS HIGH SCHOOL- MAGUNDU****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.

15 Biological assets

Description	Numbers	Jun-21	
		Kshs	
Cattle	12	600,000.00	
Pigs	23	460,000.00	
Trees	346	540,000.00	
Banana plantation	623	420,000.00	
Poultry	348	198,000.00	
Total		2,218,000.00	

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL - MAGUNDU
For the year ended 30th June 2021

1 PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Ref No.	Issue / Observations from Auditor	Manageme nt comments	Status:	Timeframe:
			(Resolved / Not Resolved)	(Put a date when you expect the issue to be resolved)

Annual Report and Financial Statements
OUR LADY OF MERCY GIRLS HIGH SCHOOL - MAGUNDU
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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 Jun-21	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
Sub-Total						
Supply of goods						
1. Morris ntwiga	338,340.00	4/1/2021 30/6/2021	283,940.00	54,400.00	54,400.00	All creditors were paid at the begging of july 2021
2. John murithi	506,260.00	4/1/2021 30/6/2021	411,400.00	94,860.00	94,860.00	
3. Erastus njagi	234,050.00	4/1/2021 30/6/2021	209,300.00	24,750.00	24,750.00	
4.Ndege stores	391,215.00	4/1/2021 30/6/2021	308,035.00	83,180.00	83,180.00	
5.Rayccop enterprises	973,195.00	4/1/2021 30/6/2021	560,752.00	412,440.00	412,440.00	
Sub total	2,443,060.00		1,773,427.00	669,630.00	669,630.00	
Supply of services						
6.franco electricals	622,564.00	4/1/2021- 30/6/2021	478,114.00	144,450.00	144,450.00	
7.Samtech communication	554,780.00	3/3/2021	445,500.00	109,280.00	109,280.00	
Sub-Total	1,177,344.00		923,614.00	253,730.00	253,730.00	
Grand Total	3,620,404.00		2,697,041.00	923,360.00	923,360.00	

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1	1974	karimba	19,200,000.00	0.00	0.00	19,200,000.00
Land 2			0.00	0.00	0.00	0.00
Buildings and structures			420,000,000.00	0.00	0.00	420,000,000.00
Motor vehicles			1,950,000.00	0.00	0.00	1,950,000.00
Office equipment, furniture and fittings			20,000,000.00	0.00	0.00	20,000,000.00
ICT Equipment, and Other ICT Assets			12,000,000.00	0.00	0.00	12,000,000.00
Tools and apparatus			600,000.00	0.00	0.00	6,000,000.00
Textbooks			9,500,000.00	0.00	0.00	9,500,000.00
Other Machinery and Equipment: 30kva cummins GENERATOR			2,090,750.00	0.00	0.00	2,090,750.00
Heritage and cultural assets						0.00
Total			485,340,750.00			485,340,750.00

