

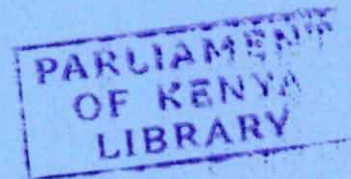
REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 19 JUN 2025	DAY: Thursday
TABLED BY: Hon. Silvanus Odera (Majority Party whip)	OF
CLERK-AT THE-TABLE: Arachia	



THE AUDITOR-GENERAL

ON

MWAANI BOYS' SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2024**

MAKUENI COUNTY



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Revised 30th June 2024.



MWAANI BOYS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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

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2. Key School Information and Management

(a) Background information

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

The school was registered in 2/10/2020 under registration number **17S30000061** and is currently categorized as *Extra County* public school established, owned or operated by the Government.

The school is a boys boarding and had 1088 number of students as at 30th June 2024 It has 5 streams of 25 Classrooms and 47 teachers of which 10 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:

1	Gedion Kimilu	Chairman	27/6/2022
2	Stephen Kimwele	Secretary - Principal	27/6/2022
3	Joyce Mulu	Member	27/6/2022
4	Ruchia Ngila	Member	27/6/2022
5	Michael Ndunda	Member	27/6/2022
6	Joel Katili	Member	27/6/2022
7	Stephen Kyalo	Member	27/6/2022
8	Wambua Malinda	Member – Rep CEB	27/6/2022
9	Regina Mulwa	Member Rep Teachers	27/6/2022
10	Mary Masika	3 Members - Sponsor	27/6/2022
11	Winfred Mwende Mutinda	Member - Community	27/6/2022
12	Penina Wayua Musyoka	Member Special Needs	27/6/2022
13	Vincent Mwololo-Adm - 5400	Rep Students	27/6/2022
14	Alex Muthwa Kioko	Member	27/6/2022
15	Stanley Kyalo	Member	27/6/2022
16	Solome Kamau	Member	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, of 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

1	Executive Committee	1. Mr. Gedion Kimilu 2. Mr. Stephen Kimwele 3. Mrs. Joyce Mulu 4. Mr. Joel Katili 5. Mrs. Reuchia Ngila	B O M Chairman B O M Secretary/Principal Member Member Member	3/3 3/3 3/3 3/3 3/3
2	Audit Committee	1. Mr. Gedion Kimilu 2. Mr. Stephen Kimwele 3. Mrs. Joyce Mulu 4. Mrs. Rucia Ngila	B O M Chairman B O M Secretary/Principal Member Member	3/3 3/3 3/3 3/3
3	Finance, procurement and general purposes Committee	1. Mr. Stephen Kimwele 2. Mr. Gedion Kimilu 3. Mrs. Joyce Mulu 4. Mrs. Ruchia Ngila	B O M Chairman B O M Secretary/Principal Member Member	3/3 3/3 3/3 3/3
4	Academic Committee	1. Mr. Michael Ndunda 2. Mr. Stephen Kimwele 3. Mrs. Mary Masika 4. Mr. Joel Katili	Chairman B O M Secretary/Principal Member Member	2/2 2/2 2/2 2/2
5	Development Committee	1. Mr. Gedion Kimili 2. Mr. Stephen Kimwele 3. Mrs. Joyce Mulu 4. Mr. Joel Katili 5. Public Workss Official	B O M Chairman B O M Secretary/Principal Member Member Member	
6	Discipline and welfare Committee	1. Mr. Alex Kioko 2. Mr. Stephen Kimwele 3. Ms. Penninah Musyoka 4. Mr. Joel Katili 5. Mr. Stephen Kioko	Chairman Principal Member Member Member	4/4 4/4 4/4 4/4 4/4
7	Adhoc Committee (if any during the year)			

School operation Management

For the financial year ended 30th June, 2024 the School's day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Mr. Stephen Kimwele	TSC No. 364276
2	Deputy Principal	Mr. Julius Katiku	TSC No. 289955
3	School Bursar	Magdelene Muendo	ID NO. 29649481
4	Other (specify)		

(d) Schools contacts

Post Office Box: 288-90300
Telephone: 0705013133
E-mail: mwaaniboysschool@yahoo.com

(e) School Bankers

Provide details of the school bankers.

1. Name of Bank: KCB
Branch: Wote
Account Number: 1108805426 (Boarding Account)
2. Name of Bank: KCB
Branch: Wote
Account Number: 1105250148 (Operation Account)
3. Name of Bank: KCB
Branch: Wote
Account Number: 1105286843 (Tuition Account)
4. Name of Bank: KCB
Branch: Wote
Account Number: 1259148645(infrastructure Account)
5. Name of Bank: KCB
Branch: Wote
Account Number: 1272113361(Harambee Account)
6. Name of Bank: KCB
Branch: Wote
Account Number: 1286344077(Gratuity account)
7. a) Mpesa pay Bill No. 522123 attached to KCB bank account
b) Mpesa paybill 597087 – for students pocket money/bus fare

(f) Independent Auditors

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

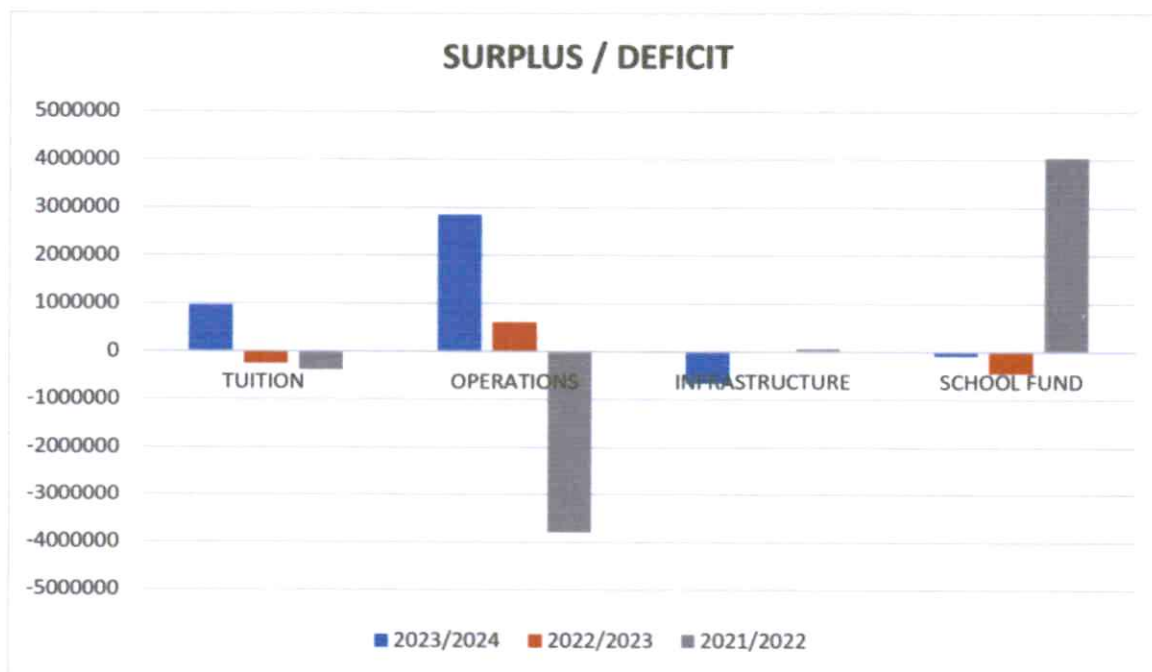
3. Summary Report of Performance of The School

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

a) Financial performance:

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

Accounts/years	2023/2024	2022/2023	2021/2022
Tuition	957,736.00	(260,517.50)	(388,201.00)
Operation	2,849,827.85	600,440.90	(3,803,947.20)
School fund	(91,505.00)	(453,477.65)	4,041,803.08
Infrastructure	(672,381.50)		64,092.00
TOTAL	3,043,677.35	(113,554.25)	206,859.20

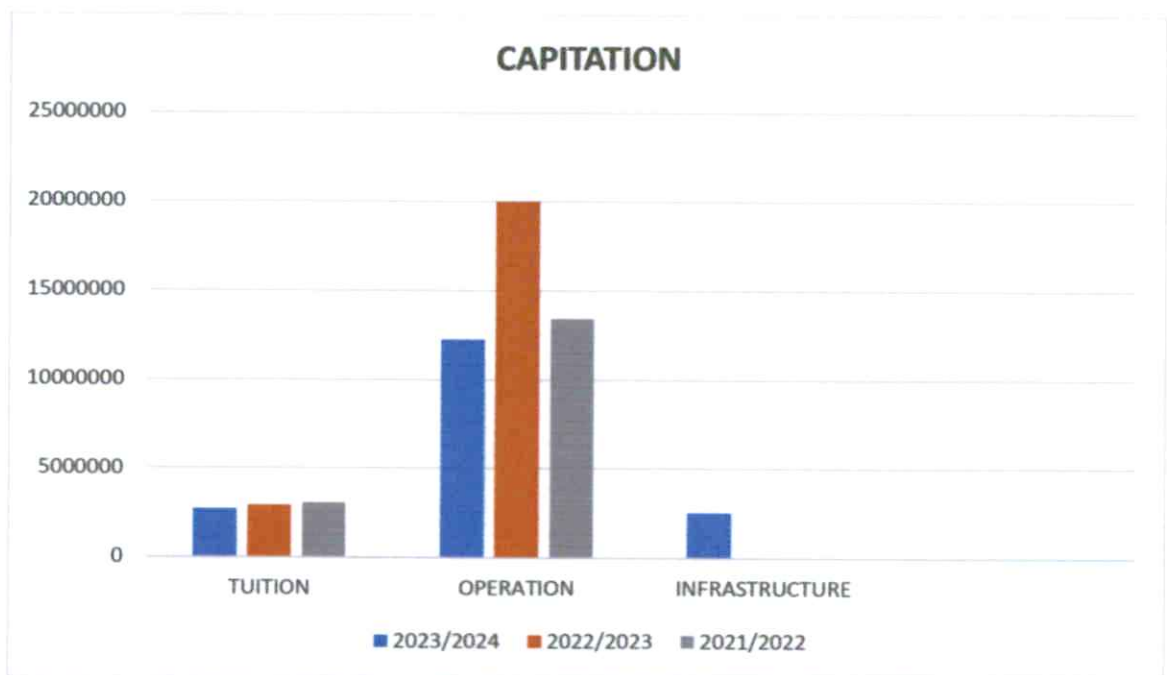


MWAANI BOYS' SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

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

Accounts/years	2023/2024	2022/2023	2021/2022
Tuition	2,708,163.00	2,899,573.50	3,061,240.00
Operation	12, 230,493.35	19,922,854.90	13,379,975.80
Infrastructure	2,525,400.00		
TOTALS	17,464,056.35	22,822,428.40	16,441,215.80

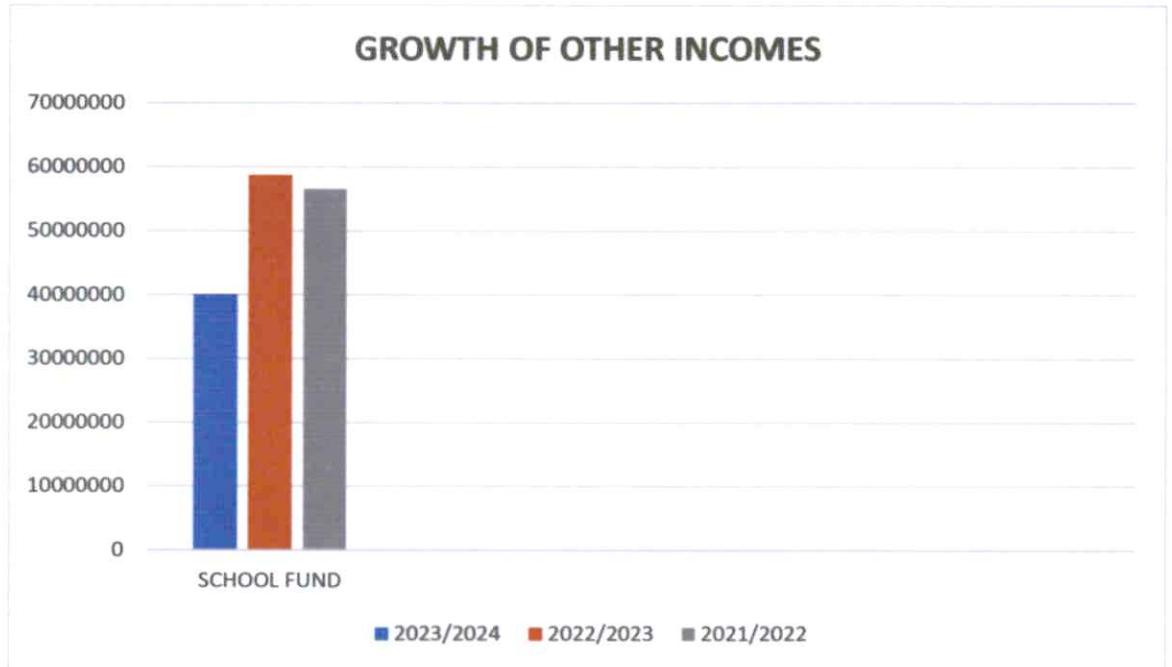


MWAANI BOYS' SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

- *A three-year overview of growth of other income(s) earned by the school.*

Accounts/years	2023/2024	2022/2023	2021/2022
School Fund	40,068,109.30	58,714,266.35	56,554,062.00

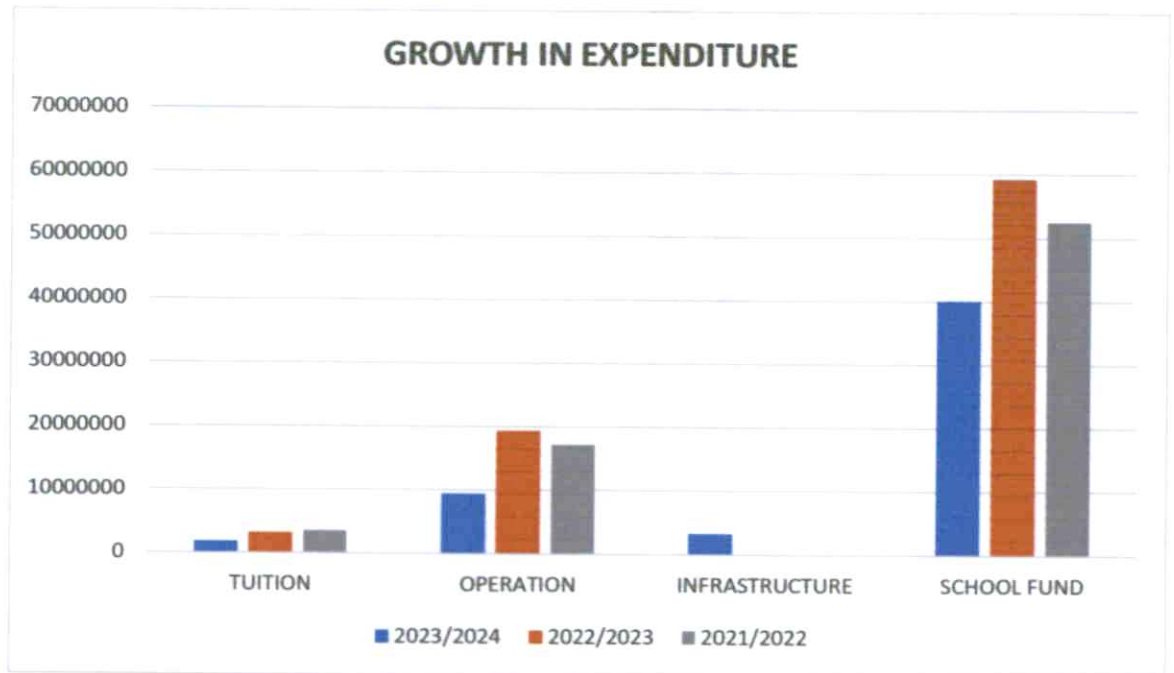


MWAANI BOYS' SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

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

Expenditure	2023/2024	2022/2023	2021/2022
Tuition	1,750,427.00	3,160,091.00	3,449,441.00
Operation	9,380,665.50	19,322,414.00	17,183,923.00
Infrastructure	3,197,781.50		
School Fund	40,068,091.30	59,167,744.00	52,512,258.95
TOTAL	54,396,983.30	81,650,249.00	73,137,622.95

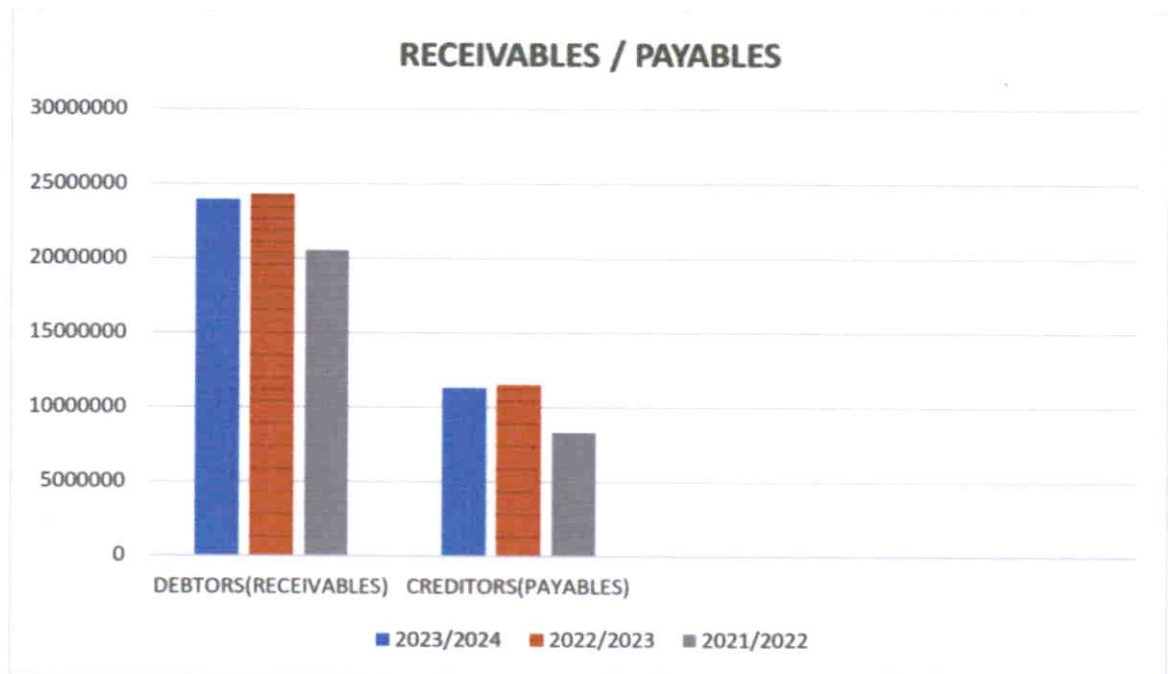


MWAANI BOYS' SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

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

Debtors/creditors	2023/2024	2022/2023	2021/2022
Debtors	23,925,350.00	24,291,711.00	20,524,640.00
Creditors	11,281,031.00	11,496,477.00	8,290,305.00



MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

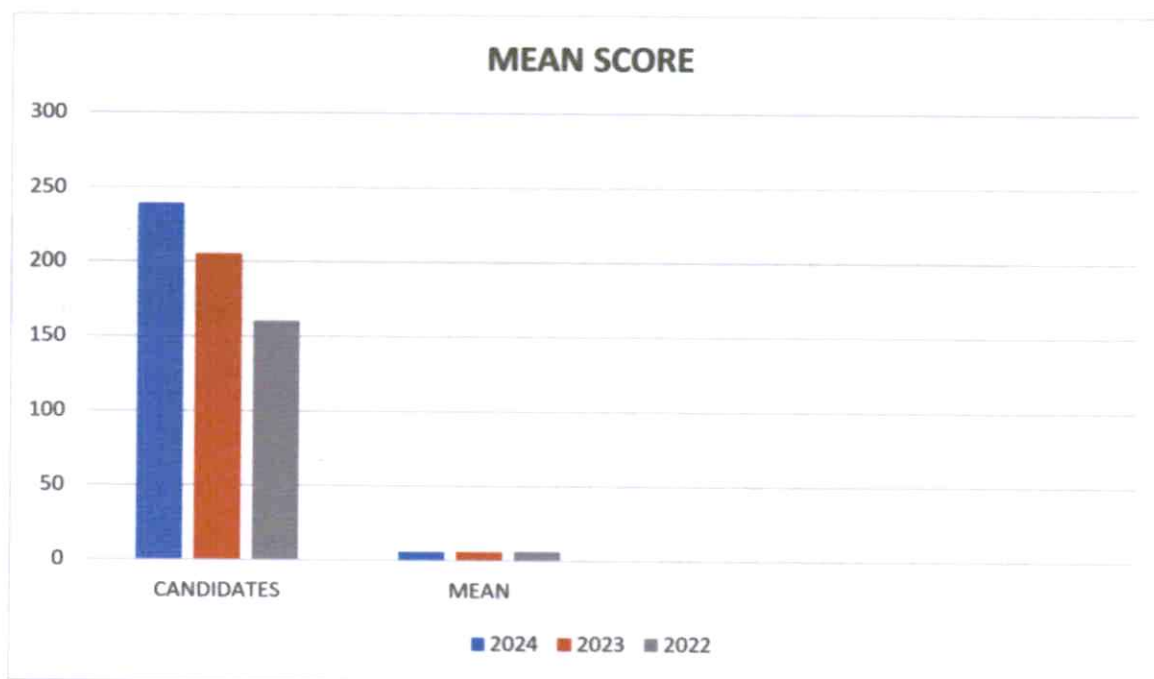
b) Teacher Student ratio:

TSC Teachers Employed	BOM teachers employed	Total number of teachers	Number of students	Teachers ratio	student
37	10	47	1088	1:23	

Year	Transfer	Recruited	Retired	TSC recruited	BOM employed	TSC teachers employed	Total number of teacher	Number of students	Teacher student ratio
2023/2024	1. Geoffrey Mwangangi 2. Mrs. Kioko Rose	NIL	NIL	1. Mr. Benson Munyao 2. Mr. John Mutuku	1. Mr. Mutunga L 2. Mr. Danson Olwa 3. Mr. Francis Kioko 4. Mr. Paul Muia 5. Ms. Kilonzo M 6. MS. INZIKA A 7. Mr. Mbithi R 8. Mr. Munyao T 9. Mr. Mukiti E 10. Ms. Mbai N	37	47	1088	1:23

c) The mean score in the 2024 KCSE:

YEAR	ENT	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	MEAN	GRADE	DEV
2024	239	0	0	7	8	14	31	51	60	42	21	5	0	0	5.5535	C	-0.1925
2023	205	0	1	2	14	13	38	40	41	39	16	1	0		5.7460	C	-0.4081
2022	160	0	0	3	3	23	29	46	40	14	2	0	0	0	6.1541	C	+0.2509



d) Number of Candidates in the 2024 KCSE:

YEAR	ENT
2024	239
2023	205
2022	160

MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

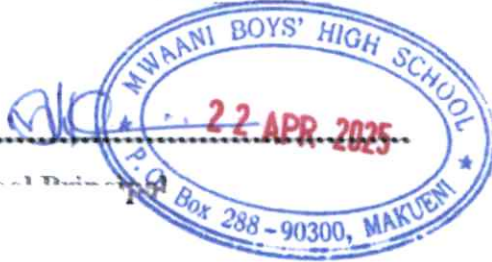
e) The capacity of the school:

FACILITY	AVAILABLE	ENROLMENT	SHORTFALL
Classrooms	24	1088	Enough
Laboratories	4	1088	1
DH	1	1088	Enough
Toilets	31	1088	4
Bathrooms	48	1088	8
Dormitories	10	1088	Enough

f) Development projects carried out by the school:

Project	Source of funds	Status	Estimated Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Twin Dormitory	MOE fund and parents association	Completed	-It was work in progress	822,502.00	

Sign



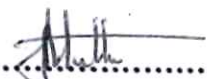
4. Statement of School Management Responsibility

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

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

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


The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2024 and of the school's financial position as at that date.

Sign.....

Name: Mr Gedion Kimilu

Designation: Chairman, School Board of Management

Date: 30/09/2024

Sign..... 22 APR 2025

Name: Martin Kimongo

Designation: School Principal & Secretary to Board of Management

Date: 30/09/2024

Sign..... 22/4/2025

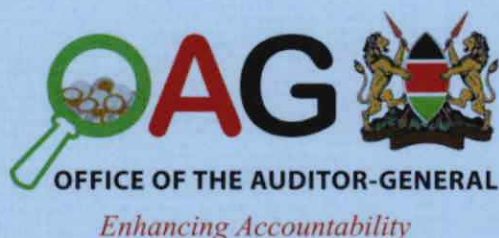
Name: Magdalene Muendo

Designation: Bursar/ Finance Officer

Date: 30/09/2024

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON MWAANI BOYS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - MAKUENI 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 Mwaani Boys' Secondary School – Makueni County set out on pages 1 to 21 which comprise of the statement of financial position as at 30 June, 2024 and the statement of financial performance, statement of

changes in net assets, statement of cash flows and statement of comparison of budget and 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 the Mwaani Boys' Secondary School as at 30 June, 2024 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition, operations and infrastructure amount of Kshs.2,708,163, Kshs12,230,493 and Kshs.2,525,400 respectively as disclosed in Notes 1,2 and 3 to the financial statements respectively. However, a review of the National Education Management Information System (NEMIS) revealed that capitation amounts totalling to Kshs.16,221,911 was disbursed to the School against the amount of Kshs.17,464,056 received and receipted by the school resulting to an unexplained variance of Kshs.1,242,145.

In the circumstances, the accuracy and completeness of capitation grants for tuition, operations and infrastructure grants totaling to Kshs.17,464,056 could not be confirmed.

2. Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.23,925,350 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.17,353,650 (73% of the total receivables which had been outstanding for more than three (3) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the long outstanding receivables balance of Kshs.17,353,650 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Mwaani Boys' Secondary School Management in accordance with ISSAI 130 on the Code of Ethics.

I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.84,774,205 and Kshs.57,440,660 respectively, resulting to an under-funding of Kshs.27,333,545 or 32% of the budget. However, the School spent an amount of Kshs.54,396,983 against actual receipts of Kshs.57,440,660, resulting to an under-utilization of KShs.3,043,677 or 5% of actual receipts.

The under-funding and 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 judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified opinion section of my report, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Issues

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, 2024.

Other Information

Management is responsible for other information set out on page iii to xv which comprise of key School information and management, the summary report of performance of the School and statement of School Management responsibility. The other information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit

or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this other Information, I am required to report that fact. I have nothing to report in this regard.

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. 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.40,068,109 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.422,065 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.422,065 could not be confirmed.

2. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition, operations and infrastructure amount of Kshs.2,708,163, Kshs12,230,493 and Kshs.2,525,400 respectively as disclosed in Notes 1, 2 and 3 to the financial statements respectively. During the year under review, NEMIS reported a total number of one thousand eighty-eight (1,088) students while the enrolment records provided by the School indicated a total number of nine hundred eighty-five (985) students, resulting to an unexplained variance of one hundred and three (103) students. As a result of the variances, the School was over funded by an amount of Kshs.1,653,307. 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 to be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, the over-funding of the school may have affected service delivery to the other schools which did not receive capitation for students and value for money could not be confirmed.

3. Excess Supply of Books

During the year under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed two thousand, one hundred and fourteen (2,114) books to the school while only one thousand, seven hundred eleven (1,711) books were issued to the students, resulting to an unexplained excess text books of four hundred and three (403) in the School store.

In the circumstances, value for money on the excess four hundred and three (403) text books could not be confirmed.

4. Long Outstanding Payables

The statement of assets and liabilities and as disclosed in Note 14a to the financial statements reflects trade payables balance of Kshs.10,304,572. However, included in the balance, is a long outstanding trade payables balance of Kshs.4,135,682 (24% of trade payables) which had been outstanding for more than three (3) years. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which requires the Accounting Officer not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract(s) 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.

5. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 14 April, 2025 instead of the statutory deadline of 30 September, 2024. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which requires that the school's financial statements should be ready by 30 September of each year in compliance with 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.

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 Internal Audit Function

During the year under review, the School Management had not constituted an audit committee and an internal audit unit .This was contrary to Regulation 166(1) and (2) of the Public Finance Management (National Government), Regulations 2015 which requires that, each year the internal audit unit of a national Government entity to assess its own effectiveness through an internal performance appraisal and carry out annual review of the performance of the internal audit activity commenting on its effectiveness in the annual report to The National Treasury.

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

2. In adequacies in the Human Resource Management

2.1 Lack of Key Policy Documents for Board of Management Employees

During the year under review, the School did not have not have human resource policies and procedures manual and an approved staff establishment. In absence of the documents, it was not clear how the School identifies gaps in engaging personnel, the remuneration and grades of staff categorization and the progression planning for the board employees' staff

In the circumstances, the effectiveness of internal controls surrounding human resource management of Board of Management employees could not be confirmed.

2.2 Deficit In Teaching Staff

During the year under review, the school had an enrolment of one thousand and eighty-eight (1,088) students, in twenty-five (25) classes composed of five (5) streams, with thirty-seven (37) teachers posted by Teachers Service Commission (TSC) against the curriculum-based establishment (CBE) requirement of fifty-two (52) teachers. This resulting to deficit of fifteen (15) or 29% of the required teachers. Although the board had

employed ten (10) teachers, the School had notable under staffing in all science subjects. In addition, the Board of Management had more teachers in mathematics, chemistry and physics subjects compared to teachers serving under Teachers Service Commission (TSC).

In the circumstances, the effectiveness of the curriculum delivery and 100% transition policy for class eight leavers could not be confirmed.

3. Weak Internal Controls in Management of Assets

Annex 2 to the financial statements on summary of fixed asset register reflects nil balance as assets owned by the School which included 6.52 acres of land, two (2) buses and text books were not assigned values. Although Management alluded that valuation was done, the valued figures were not recorded and valuation report ascertaining how the valuation was done was not availed for audit review. Additionally, the assets register provided was not updated with pertinent details including clear description of assets, date of acquisition, cost, location and unique identification numbers of the assets as per the approved assets register template. In addition, furniture, computers and other movable assets were not tagged with unique identification numbers for ease of identification.

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

4. Lack of an Effective Information Communication Technology Infrastructure.

During the year under review, it was observed that the school has been using manual system in preparation of financial statement, trial balance and general ledgers and asset management. Although the school had an ICT based system of collecting fees, there were no documented procedures on the operationalization of the system. Additionally, contract between the vendor and the school, the backup policy or training of users was not provided for audit review. Further, the approval of the system by the Cabinet Secretary Ministry of Education for use, storage and processing financial and related school data was also not provided for audit review. Further, there was no server room and the system hard wares were not secured as the one computer that served as the server was in an open room shared by three officers. In addition, there was no disaster recovery plan in place to ensure all critical data, information technology (IT) systems and networks can be recovered in case of a disaster.

In the circumstances the effectiveness of internal controls surrounding ICT infrastructure and systems could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue 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 for 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 Secondary 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, SBS
AUDITOR-GENERAL

Nairobi

05 June, 2025

MWAANI BOYS' SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

6. Statement Of Receipts and Payments for the Year Ended 30th June 2024

Description of Receipts			
Receipts			
Government grants for tuition	1	2,708,163.00	2,899,573.50
Government grants for operations	2	12,230,493.35	14,617,767.90
Government Grants for infrastructure	3	2,525,400.00	5,305,087.00
School fund income- parents' contributions	4	37,078,228.30	54,942,968.35
Miscellaneous incomes	5	2,898,376.00	3,771,298.00
Total Receipts		57,440,660.65	81,536,674.75
Payments			
Tuition	6	1,750,427.00	3,160,091.00
Operations	7	9,380,665.50	7,975,646.00
Infrastructure	8	3,197,781.50	11,346,768.00
Boarding and school fund	9	40,068,109.30	59,524,948.35
Total Payments		54,396,983.30	82,007,453.35
Surplus/Deficit		3,043,677.35	(470,758.60)

The school financial statements were approved on 30th September 2024 and signed by:


Sign. 

Name: Gedion Kimilu


Chair BOM

Date: 30/09/2024



Sign. 
Name: Martin Kimongo
School Principal/ Secretary to
BOM

Date: 30/09/2024

Sign.  22/4/2025

Name: Magdalene Muendo

Bursar/ Finance Officer

Date: 30/09/2024

MWAANI BOYS' SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

7. Statement of Assets and Liabilities As At 30th June 2024

Description			
Financial Assets			
Cash and cash equivalents			
Bank balances	10	4,802,619.46	1,591,326.11
Cash balances	11	63,064.00	79,765.00
Short term investments	12		
Total cash and cash equivalent		<u>4,865,683.46</u>	<u>1,671,091.11</u>
Account's receivables	13	23,925,350.00	24,291,711.00
Total financial assets (a)		28,791,033.46	25,962,892.11
Financial liabilities			
Accounts payables	14	11,281,031.00	11,496,477.00
Total Financial Liabilities (b)			
Net financial assets (a-b)		17,510,002.46	14,466,325.11
Represented by			
Accumulated fund b/fwd	15	14,466,325.11	14,937,083.71
Surplus/deficit for the year		3,043,677.35	(470,758.60)
Net Assets		17,510,002.46	14,466,325.11

The school's financial statements were approved on 30th September 2024 and signed by:

Sign.....
 Name: Gedion Kimilu
 Chair BOM
 Date: 30/09/2024

Sign.....
 Name: Martin Kimongo
 School Principal/ Secretary to BOM
 Date: 30/09/2024

Sign.....
 Name: Magdalene Muendo
 Bursar/ Finance Officer
 Date: 30/09/2024

8. Statement of Cash Flows for the Year Ended 30th June 2024

Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,708,163.00	2,899,573.50
Government grants for operations	2	12,230,493.35	14,617,767.50
Government grants for infrastructure	3	2,525,400.00	5,305,087.00
School fund income- parents contributions/ fees	4	37,078,228.30	58,105,726.00
Other income	5	2,898,376.00	3,771,298.00
Prepaid fees during the year		934,810.00	
Recoveries during the year		4,073,093.00	
Total receipts		62,448,563.65	84,699,552.40
Payments			
Cash outflows for tuition	6	1,750,427.00	2,872,336.00
Cash outflows for operations	7	9,380,665.50	15,002,923.00
Cash outflows for Infrastructure	8	2,375,279.50	
Cash outflows Boarding/lunch and school fund payments	9	40,068,109.30	57,292,011.00
Trade creditors paid		4,856,988.00	
Total payments		58,431,469.30	(75,167,270.00)
Net cash inflow/outflow from operating activities		4,017,094.35	9,532,182.40
Cash flow from investing activities			
Acquisition of assets Tuition block		(86,462.00)	(1,323,510.00)
Acquisition of assets of Twin Dormitory		(736,040.00)	(9,240,330.00)
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities		(822,502.00)	(10,563,840.00)
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		3,194,592.35	(1,031,657.60)
Cash and cash equivalent at beginning of the FY		1,671,091.11)	2,702,748.71
Cash and cash equivalent at end of the FY		4,865,683.46.46	1,671,091.11

MWAANI BOYS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2024

*Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.
(The above presentation of the cash flow statement uses the direct method of cash flow presentation which encouraged under IPSAS. Schools should therefore adopt the direct method of cash flow as recommended by PSASB).*

The school's financial statements were approved on 30th September 2024 and signed by:

Sign.....
Name: **Gedion Kimilu**
Chair BOM
Date: 30/09/2024



Sign.....
Name: **Martin Kimongo**
School Principal/ Secretary to BOM
Date: 30/09/2024

Sign.....
Name: **Magdalene Muendo**
Bursar/ Finance Officer
Date: 30/09/2024

MWAANI BOYS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2024

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2024

	Original Budget	Adjustments	Total Budget	Actual Expenditure	% of Budget
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	5,082,465.80	-	5,082,465.80	2,708,163.00	53%
Exams And Assessment					
(2) Capitation Grant on Operations					
C B C classroom	1,576,440.00	-	1,576,440.00	1,576,440.00	100%
Repairs And Maintenance	6,131,984.00	-	6,131,984.00	1,767,800.00	29%
Other vote heads	11,528,172.00	-	11,528,172.00	7,081,464.23	61%
Electricity And Water					
Medical	2,453,004.00	-	2,453,004.00	910,350.00	37%
Administration Costs					
Activity	1,840,016.00	-	1,840,016.00	881,189.12	48%
RD Cheques				13,250.00	

3) FDSE for infrastructure					
Maintenance & Improvement MoE	6,131,984.00	-	6,131,984.00	2,525,400.00	41%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments					
Repairs And Maintenance	2,453,004.00	-	2,453,004.00	2,336,012.50	95%
Other voteheads	15,821,192.00	-	15,821,192.00	11,017,056.00	70%
Electricity And Water					
Medical				5,653.00	
Administration					
Activity	307,0290.00	-	307,0290.00	194,167.30	63%
Pocket money				1,859,846.00	
Fee On Boarding Equipment and Stores	31,373,924.00	-	31,373,924.00	23,520,308.50	75%
5) Miscellaneous Income					
Damages and recovers				218,943.00	
School uniform				204,022.00	
Income From Farming Activities					
School ID	75,000.00	-	75,000.00	71,697.00	96%
Income from canteen				26,145.00	

MWAANI BOYS' SECONDARY SCHOOLAnnual Report and Financial Statements For the year ended 30th June 2024

Income From Bus Hire				410,100.00	
Bank commission				5,031.00	
Tender fee				107,623.00	
Income From Any Other Investment					
Total Income	84,774,205.80	-	84,774,205.80	57,440,660.65	68%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	5,082,465.60	-	5,082,465.60	1,746,284.00	34%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges				4,143.00	
(7) Expenditure For Operations					
C B C classroom	1,576,440.00	-	1,576,440.00	1,497,618.00	95%
Repairs, Maintenance & Improvements					
Local Transport / Travelling					

Electricity, Water and Conservancy					
Medical	2,453,004.00	-	2,453,004.00	26,500.00	1%
Administration Costs					
Activity Expenses	1,840,016.00	-	1,840,016.00	367,350.00	20%
Gratuity	593,280.00	-	593,280.00	360,000.00	61%
Other vote head	11,528,172.00	-	11,528,172.00	7,118,907.00	62%
Bank charges(gratuity)				3,315.75	
Bank charges(operation)				6,974.75	
(8) Expenditure For infrastructure					
Construction of classrooms				86,462.00	
Bank charges				7,114.50	
Construction of DORMS				736,040.00	
Purchase of furniture					
Repair and maintenance				2,368,165.00	
Total	6,131,984.00		6,131,984.00	3,197,781.50	52%
(9) Expenditure For school fund/lunch/boarding					
Bus hire				700,800.00	
Repairs, Maintenance and Improvements	2,453,004.00	-	2,453,004.00	1,306,950.00	53%
Damages and recovers				37,600.00	
Pocket money				1,613,467.00	
Medical Expenses				13,153.00	

School uniform				229,030.00	
Activity	307,020.00	-	307,020.00	996,249.00	324%
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	31,373,840.00	-	31,373,840.00	21,736,823.00	72%
Expenditure For Income Generating Activity					
School ID	75,000.00	-	75,000.00	69,600.00	93%
Other Expenses On Investments					
Tender fee				18,000.00	
Prepaid fees refunds				742,202.00	
Bank Charges				36,033.30	
Loan Interest Repayment				405,745.00	
Loan Principal Repayment				1,539,511.00	
Other vote head	15,821,192.00	-	15,821,192.00	10,622,946.00	67%
Totals expenditure	79,235,417.60		79,235,417.60	54,396,983.30	69%

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

- i. Budget was prepared for 12 Months
- ii. Only 68 % of the budgeted income was realised.
- iii. There was a budget over utilization of funds in that financial year
- iv. The over utilization was due to funds brought forward in form of cash and bank from previous years.

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

The *school* recognises all receipts from various sources when the event occurs, and the related cash has been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has 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 an 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 the fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditures incurred for the purchase of goods, works and services that have 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 2024

MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****11. Notes To the Financial Statements****1 Government Grants for Tuition**

Description	2023/2024	2022/2023
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,708,163.00	2,899,573.50
Others (specify) *		
Total	2,708,163.00	2,899,573.50

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
C B C Classroom	1,576,440.00	
RD Cheque	13,250.00	
Personnel Emoluments		
Repairs And Maintenance	1,767,800.00	7,706,187.65
Local Transport / Travelling		
Harambee		6,100,393.00
Electricity And Water		
Medical/insurance		210,000.00
Activity	881,189.12	
Medical/ insurance	910,350.00	601,187.25
Other Vote Heads (specify)*	7,081,464.23	
Total	12,230,493.35	14,617,767.90

MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****3 Government Grants for infrastructure**

Description	2023/2024	2022/2023
	Kshs	Kshs
Maintenance & Improvement	2,525,400.00	5,305,087.00
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (specify)(NGCDF and County govt.		
Total	2,525,400.00	5,305,087.00

4 School Fund Income - Parents Contribution/Fees

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance	2,336,012.50	2,653,013.00
Local transport / travelling		
Electricity and water		
Medical	5,653.00	600.00
Administration costs	5,031.00	
Activity	194,167.30	444,782.00
Fee on Boarding Equipment and stores	23,520,308.50	31,874,465.35
Harambee/PA Levies*		3,477,733.00
K C S E Exam		24,800.00
Others (EWC, Adm Cost P/E)	11,017,056.00	16,467,575.00
Total	37,078,228.30	54,942,968.35

MWAANI BOYS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2024

5 Miscellaneous Incomes

Description		
Rent Income		
Income From Canteen proceeds	26,145.00	62,040.00
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	410,100.00	218,500.00
Fee For Hire of Ground and Equipment		
Income From Harambee collection		2,647,925.00
School ID	71,697.00	77,968.00
Tender fee	107,623.00	212,500.00
School uniform	204,022.00	
Pocket money	1,859,846.00	
Loans/Borrowings*		
Other Income (<i>Damages/recoveries</i>)*	218,943.00	552,365.00
Total	2,898,376.00	3,771,298.00

MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****6 Tuition**

Description	2023/2024	2022/2023
Exercise Books		
Textbooks		
Reference materials		65,450.00
Laboratory Equipment		341,620.00
Teaching / Learning Materials	1,746,284.00	2,545,115.00
Exams And Assessment		207,300.00
Teachers Guides		
Bank Charges	4,143.00	606.00
Others (<i>specify</i>)		
Total	1,750,427.00	3,160,091.00

7 Operations

Description	2023/2024	2022/2023
C B C Classroom	1,497,618.00	
Personnel Emoluments		
Service Gratuity	360,000.00	
Administration Cost		
Repairs And Maintenance & Improvements		230,050.00
Local Transport / Travelling		
Electricity And Water		
Medical	26,500.00	38,200.00
Activity Expenses	367,350.00	896,058.00
Insurance Cost		
Bank charges operation	6,974.75	2,416.00
Bank charges Gratuity	3,315.75	5,062.00
Others vote heads (P/C, Lt, EWC and Adm cost))	7,118,907.00	6,803,860.00
Total	9,380,665.50	7,975,646.00

MWAANI BOYS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2024

8 Infrastructure

Description		
Construction of classrooms – 4 Classroom	86,462.00	2,098,740.00
Construction of laboratory		
Construction of dormitory – Harambee a/c	37,000.00	
Construction of dormitory – Twin dormitory	699,040.00	9,240,330.00
Purchase of furniture		
Purchase of equipment		
Repair and maintenance	2,368,165.00	
Drilling of boreholes		
Others (specify)		
Bank charges harambee ac	3,436.50	
Bank charges infr ac	3,678.00	7,698.00
Total	3,197,781.50	11,346,768.00

9 Boarding And School Fund

Description		
Tender fee	18,000.00	
Service Gratuity		130,000.000
Repairs And Maintenance & Improvements	1,306,950.00	3,655,815.35
Bus hire	700,800.00	
Medical Expenses	13,153.00	7,370.00
Activity fee	996,249.00	1,477,007.00
Pocket money	1, 613,467.00	
School uniform	229,030.00	
Bank Charges	36,033.30	25,814.00
Expenses On Income Generating Activities**		193,670.00
Fee On Boarding Equipment and Stores	21,736,823.00	32,575,489.00
K C S E Exam		23,200.00
School ID card	69,600.00	52,810.00
Loan Principal Repayment	1,539,511.00	
Loan Interest Repayment	405,745.00	
Damages and recovers	37,600.00	
PA expenses – Classroom		2,088,087.00
P A expenses – Dormitory		6,100,391.00

MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Others (P/E, Lt, Ewc, Adm cost)	10,622,946.00	13,195,293.00
Total	40,068,109.30	59,524,948.35

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023/2024	2022/2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1105286843	817,332.15	32,096.15
Operations Account	Active	1105250148	2,969,916.16	575,360.56
School Fund Account/Boarding	Active	1108805426	997,023.40	635,467.40
Savings Account	Active	1272113361	3.5	63,690.00
Gratuity account		1286344077	4,655.25	167,971.00
Infrastructural Account	Active	1259148645	13,689.00	116,741.00
Total			4,802,619.46	1,591,326.11

11. Cash In Hand

Description	2023/2024	2022/2023
	Kshs	Kshs
Notes and Coins – Boarding Account	52,394.00	69,265.00
- Operation Account	10,670.00	10,500.00
Total	63,064.00	79,765.00

12. Short Term Investments

Description	2023/2024	2022/2023
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

MWAANI BOYS' SECONDARY SCHOOLAnnual Report and Financial Statements For the year ended 30th June 2024**13.a) Accounts Receivable**

Description	2023/2024	2022/2023
	Kshs	Kshs
Fees Arrears	23,925,350.00	24,291,711.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	23,925,350.00	24,291,711.00

13 b) Ageing Analysis of Accounts Receivable

Description	2023/2024		2022/2023
	Current FY	% of the total	Comparative FY
Less than 1 year	3,706,732.00	15.49%	5,951,277.00
Between 1- 2 years	1,888,184.00	7.89%	976,784.00
Between 2-3 years	976,784.00	4.08%	5,000,000.00
Over 3 years	17,353,650.00	72.54%	12,363,650.00
Total (should tie to note 13 a)	23,925,350.00	100.00%	24,291,711.00

14. a)Accounts Payable

Description	2023/2024	2022/2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	10,304,572.00	10,747,644.00
Prepaid Fees	976,459.00	748,833.00
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	11,281,031.00	11,496,477.00

MWAANI BOYS' SECONDARY SCHOOLAnnual Report and Financial Statements For the year ended 30th June 2024**14 b. Ageing Analysis of Accounts Payable**

Description	2023/2024		2022/2023
	Kshs		Kshs
	Current FY	% of the total	Comparative FY
Less than 1 year	6,073,097.00	58.94%	6,506,732.00
Between 1- 2 years	95,793.00	16.01%	67,230.00
Between 2-3 years		0.65%	
Over 3 years	4,135,682.00	24.40%	4,173,683.00
Total (should tie to note 14)	10,304,572.00	100.00%	10,747,645.00

15. Fund Balance Brought Forward

Description	2023/2024		2022/2023
	Kshs		Kshs
Bank Balances	4,802,619.46		2,327,893.71
Cash Balances	63,064.00		374,855.00
Short Term Investments			
Receivables	23,925,350.00		20,524,640.00
Payables	(11,281,031.00)		(8,290,305.00)
Total	17,510,002.46		14,937,083.71

MWANI BOYS' SECONDARY SCHOOL
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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	2023/2024 Kshs	2022/2023 Kshs
K C B Bank Loans	1,985,900.35	3,525,411.35
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Others (specify)		
Total	1,985,900.35	3,525,411.35

17. Biological assets

Description	Numbers	2022/2023 Kshs	2023/2024 Kshs
Cattle			
Goats			
Trees	1,000	3,000,000.00	3,000,000.00
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total		3,000,000.00	3,000,000.00

18. Borrowings – K C B Bank loan

Description	2023/2024 Kshs	2022/2023 Kshs
Borrowings at beginning of the year	3,525,411.34	5,867,960.30
Borrowings during the year	-	-
Repayments during the year	(1,539,510.99)	(2,342,548.95)
Balance at the end of the year	1,985,900.35	3,525,411.34

MWAANI BOYS' SECONDARY SCHOOL
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Other important disclosure notes

19. Stock/ Inventory

Description	2023/2024 Kshs	2022/2023 Kshs
Food stuffs	405,294.46	1,141,625.00
Lab consumables		
Farm produce		
Medication		
Construction Materials		
Others stationaries	811,359.20	1,034,859.00
	1,216,653.66	2,176,484.00

20. 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



MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****12. 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 mart	2,571,423	2017	1,427,100.00	1,144,323.00	1,144,323.00	
2. Vibrant Techtools	2,455,550	2017	1,300,000.00	1,155,550.00	1,155,550.00	
3. Mwangangi contractors	411,000	2017	300,000.00	111,000.00	111,000.00	
Sub-Total	5,437,973.00		3,027,100	2,410,873.00	2,410,873.00	
Supply Of Goods						
4. DK Stores	1,404,150	2017	950,000.00	454,150.00	454,150.00	
5. Daniel Kakui Kioko	1,228,950	2017	1,044,280.00	184,670.00	214,670.00	
6. Johari Investments	1,033,365	2017	633,180.00	400,185.00	400,185.00	
7. Ludan Printers	814,274	6/5/2014	651,900.00	162,374.00	162,374.00	
8. Top Grade Publishers	564,000	2017	200,000.00	364,000.00	364,000.00	
9. Lema shop	759,430	2017	600,000.00	159,430.00	159,430.00	
10. Grassifa Enterprises		2023		31,870.00		
11. Descana Machines		2023		330,500.00		
12. Sam traders school suppliers		2023		97,610.00		

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Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
13. Berhasha Investments		2023		81,000.00		
14. Jokim Investment		2025		61,650.00		
15. Wote service station		2023		272,782.00		
16. Aryamu Enterprises		2023		214,500.00		
17. Hada Automobile co.ltd		2022		34,670.00	20,670.00	
18. Malivani Chemistry		2023		600.00		
19. Winmok Enterprises		2023		111,680.00		
20. Passel Twins		2023		180,500.00		
21. Concom Contractors		2023		77,400.00		
22. Samplus Traders		2023		30,200.00		
23. Viomwa Gen Agencies		2023		63,610.00		
24. Dani Food Store		2023		253,400.00		
25. Beta Bankers		2023		516,240.00		
26. DPL Festive		2023		443,804.00	74,093.00	
27. Nzai Complex		2023		1,617,355.00		
28. Waraka Butchery		2023		289,540.00		
Sub-Total	5,804,169.00		4,079,360.00	6,433,720.00	1,849,572.00	
Supply Of Services						
29. Kaiti Pharmacy		2022		1,030.00	1,030.00	

MWAANI BOYS' SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
30. UTS		2023		268,200.00		
31. NSSF		2023		28,454.00		
32. NHIF		2023		15,950.00		
33. PAYE		2023		4,999.00		
34. KCB		2023		182,200.00		
35. Elimu Sacco		2023		22,219.00		
36. Marco security ltd		2023		48,000.00		
37. K P L C		2023		226,110.00		
38. Makueni County KSSHA @150		2023		28,125.00		
39. Makueni SSHA @150		2023		82,575.00		
40. Makueni District SSJA @250		2023		54,438.00		
41. Makueni Sub County – Curri Support @100		2023		38,900.00		
42. Glopat Farmer		2023		14,000.00		
43. Muuo Electricals		2023		25,820.00		
44. WOWOSCA		2023		35,880.00		
45. Jacob Kingoo		2023		305,034.00		
46. Alex Wambua Ndavi		2023		27,980.00		
47. Wimko Auto and motor accessories		2023		10,500.00		
48. COMESA Gen Suppliers		2023		32,065.00		

MWAANI BOYS' SECONDARY SCHOOL
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Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
49. Salcom Investment		2023		7,500.00		
Sub-Total	00			1,459,979.00	1,030.00	
Grand Total	11,242,142.00		7,106,460.00	10,304,572.00	4,261,475.00	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost/ quantity b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost of (Kshs) 30 th June 2024
Land	6.52 Acres		-	6.52 Acres
Buildings And Structures	140	2	-	142
Motor Vehicles	2 Buses		-	KAR 679L-500,000.00 KBL244G-1,650,000.00
Office Equipment, Furniture and Fittings	3,013	60	-	3,073
Textbooks	15,274			15,274
ICT Equipment	34	8	-	42
Tools And Apparatus	3,925,464.00	148,500.00	225,745.00	3,848,219.00
Other Machinery and Equipment	2	3	1	4
Heritage And Cultural Assets	62	-	-	62
Intangible Assets- Soft Ware	3	-	-	3
Total				

