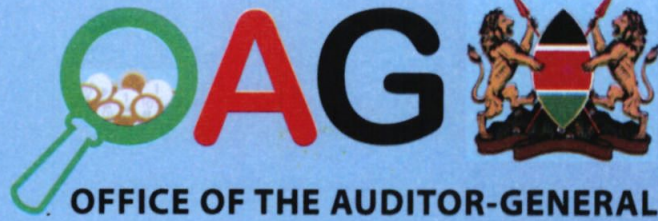



REPUBLIC OF KENYA



Enhancing Accountability



 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 04 MAR 2025	DAY: Tuesday
TABLED BY: Deputy chief whip Majority party Hon. Naomi Jillo	
CLERK-AT THE TABLE:	Benson Inzofu.

REPORT

OF

THE AUDITOR-GENERAL

ON

MURERA SECONDARY SCHOOL

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

MERU COUNTY



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY
04 SEP 2024
RECEIVED

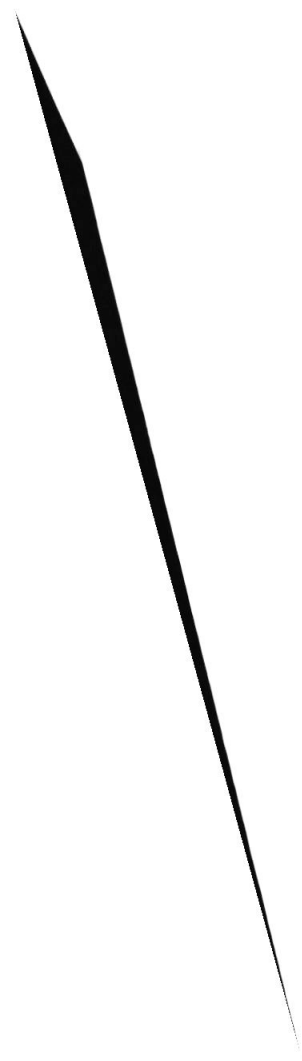


MURERA SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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



Table of Contents	Page
1. Acronyms and Glossary of Terms	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of the School	viii
4. Statement of School Management Responsibility	xvi
5. Report of the Independent Auditors	xvii
6. Statement of Receipts and Payments for the Year Ended 30 th June 2023	1
7. Statement of Assets and Liabilities as at 30 th June 2023	2
8. Statement of Cash Flows for the Year Ended 30 th June 2023	3
9. Statement of Budgeted Versus Actual Amounts for the Year Ended 30 th June 2023.....	
10. Significant Accounting Policies.....	
11. Notes to the Financial Statements.....	
12. Annexes.....	



1. Acronyms and Glossary of Terms

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

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 Meru County, Kiengu Sub-County.

The school was registered in 03/2014 under registration number PU/S/2/12435/14 and is currently categorized as a sub-county public school established, owned or operated by the Government.

The school is a day/boarding school and had 387 students as at 30th June 2023. It has one stream and 10 teachers of which 4 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	Patrick Meeme	Chairman	2/6/2022
2	Charity Kariuki	Secretary- Principal	2/6/2022
3	Jacob Kaberia	Member	2/6/2022
4	Irene Kinya	Member	2/6/2022
5	Isaiah Muthomi	Member	2/6/2022
6	Juliet Kanario	Member	2/6/2022
7	Joseph Kithinji	Member - Rep CEB	2/6/2022
8	Faith Karuti	Member - Rep Teachers	2/6/2022
9	Joshua Mung'athia	Members - Sponsor	2/6/2022
10	Pauline Njoroge	Member - Community	2/6/2022
11	Dr Julius Murungi	Member- Special Needs	2/6/2022
12	Purity Kathambi	Rep Students	2/6/2022
13	Jacob Karithi	Member -Parent Association	2/6/2022
14	Rev Paul Kithunka	Member-Sponsor	2/6/2022
15	Romano Mutwiri	Member	2/6/2022
16	Ezekiel Kairithia	Member	2/6/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of Meetings Attended During the Year
1	Executive Committee	Patrick Meeme	Chairperson	3 out of 3
		Charity Mariuki	Secretary	3 out of 3
		Joshua Mung'athia	Member	3 out of 3
		Irene Kinya	Member	3 out of 3
		Jacob Kaberia	Member	3 out of 3
2	Audit Committee	Rev Paul Kithunka	Member	2 out of 3
		Juliet Kanario	Secretary	2 out of 3
		Jacob Karithi	Member	2 out of 3
		Patrick Meeme	Chairperson	2 out of 3
		Jacob Kaberia	Member	2 out of 3
3	Finance, Procurement and General Purposes Committee	Rev Paul Kithunka	Member	2 out of 3
		Juliet Kanario	Secretary	2 out of 3
		Jacob Karithi	Member	2 out of 3
		Patrick Meeme	Chairperson	2 out of 3
4	Academic Committee	Dr Julius Murungi	Chairperson	3 out of 3
		Joshua Mung'athia	Member	3 out of 3
		Irene Kinya	Member	3 out of 3
		Faith Kinya	Secretary	3 out of 3
		Romano Mutwiri	Member	3 out of 3
5	Development Committee	Jacob Kaberia	Chairperson	2 out of 3

		Ezekiel Kairithia	Member	2 out of 3
		Jacob Karithi	Member	2 out of 3
		Irene Kinya	Secretary	2 out of 3
		Faith Kinya	Secretary	1 out of 3
		Juliet Kanario	Member	1 out of 3
		Isaiah Muthomi	Member	1 out of 3
6	Discipline and Welfare Committee	Jacob kaberia	Chairperson	1 out of 3

(d) School Operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Charity Kariuki	TSC No. 304962
2	Deputy Principal	Faith Kinya	TSC No. 708878
3	School Bursar	Benson Mugambi	ID No. 29486452

(e) Schools Contacts

Post Office Box: 398-60600, Maua
 Telephone: 0716729046
 E-mail: murersecondary90@gmail.com
 Website: -
 Facebook: -
 Twitter: -

(f) School Bankers

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

1. **Name of Bank:** Consolidated Bank of Kenya
Branch: Maua
Account Number: 10101203000043- Tuition Account
2. **Name of Bank:** Consolidated Bank of Kenya
Branch: Maua
Account Number: 10101203000044- Operations Account
3. **Name of Bank:** Equity Bank Limited
Branch: Maua
Account Number: 0400266549558- School fund account

4. **Name of Bank:** Consolidated Bank of Kenya
Branch: Maua
Account Number: 0101203000059 - Infrastructure account

(g) Independent Auditors

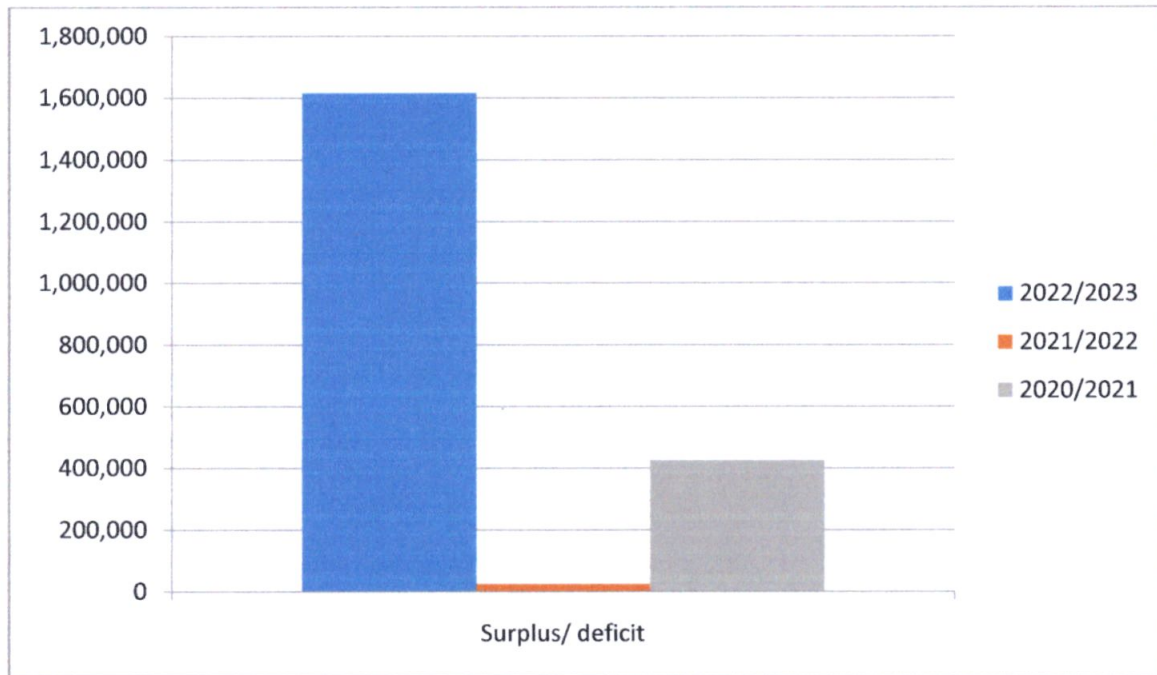
Office of the Auditor General
 Anniversary Towers, University Way
 P.O. Box 30084
 GPO 00100
 Nairobi, Kenya

3. Summary Report of Performance of the School

a) Financial performance:

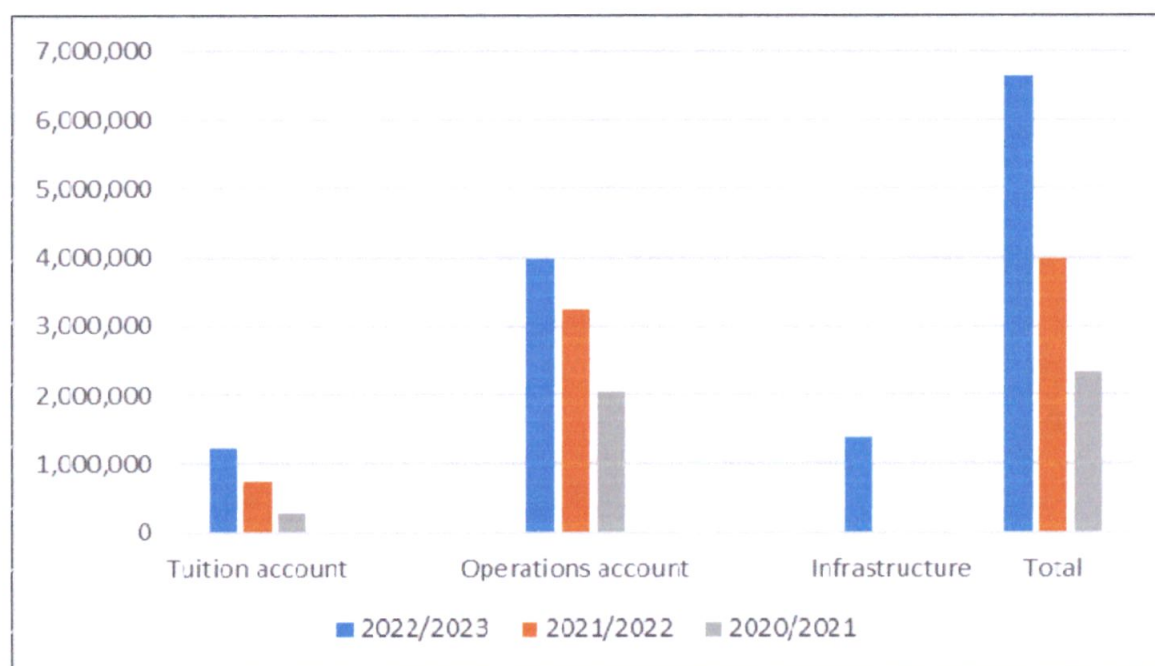
Surplus/ deficit for the year and a comparison of the same for the last three years

Year	2022/2023	2021/2022	2020/2021
Surplus/ deficit	1,615,017	24,272	368,420

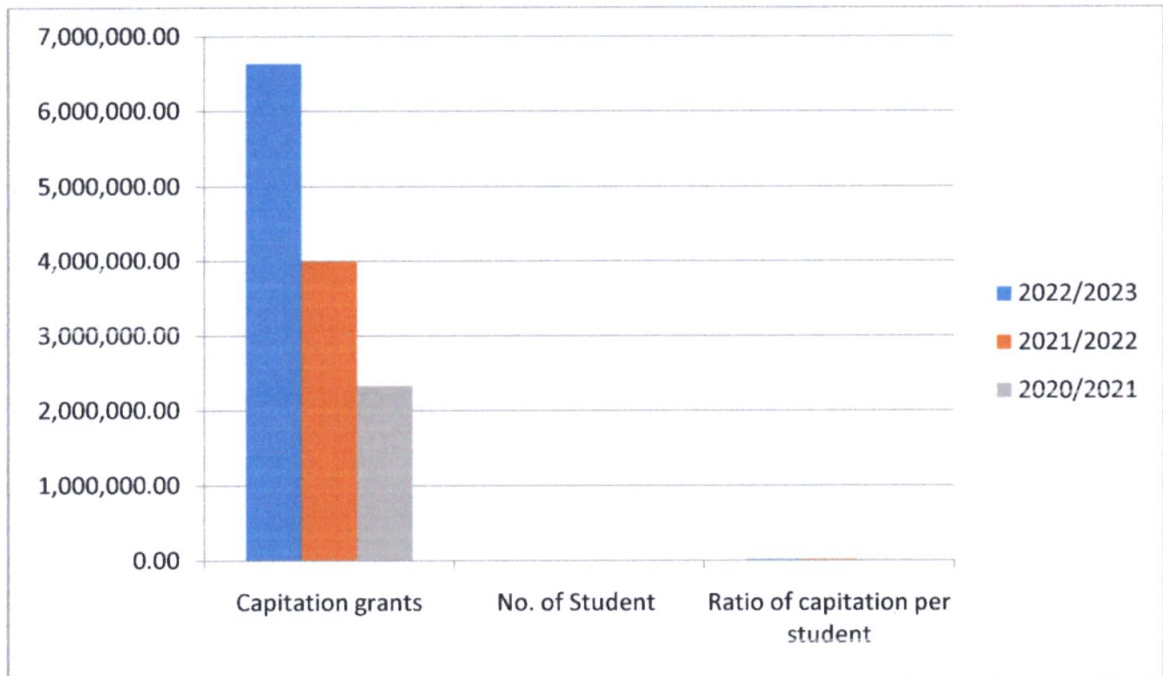


Capitation grants from the Ministry of Education for the last three years

Year	2022/2023	2021/2022	2020/2021
Tuition account	1,236,849	747,297	293,539
Operations account	4,000,348	3,245,486	2,039,797
Infrastructure	1,400,000	0	0
Total	6,637,197	3,992,783	2,333,336

**Ratio of capitation grant per student over the last three years**

Year	2022/2023	2021/2022	2020/2021
Capitation grants	6,637,197	3,992,783	2,333,336
No. of Student	387	232	207
Ratio of capitation per student	17,150	17,210	11,272

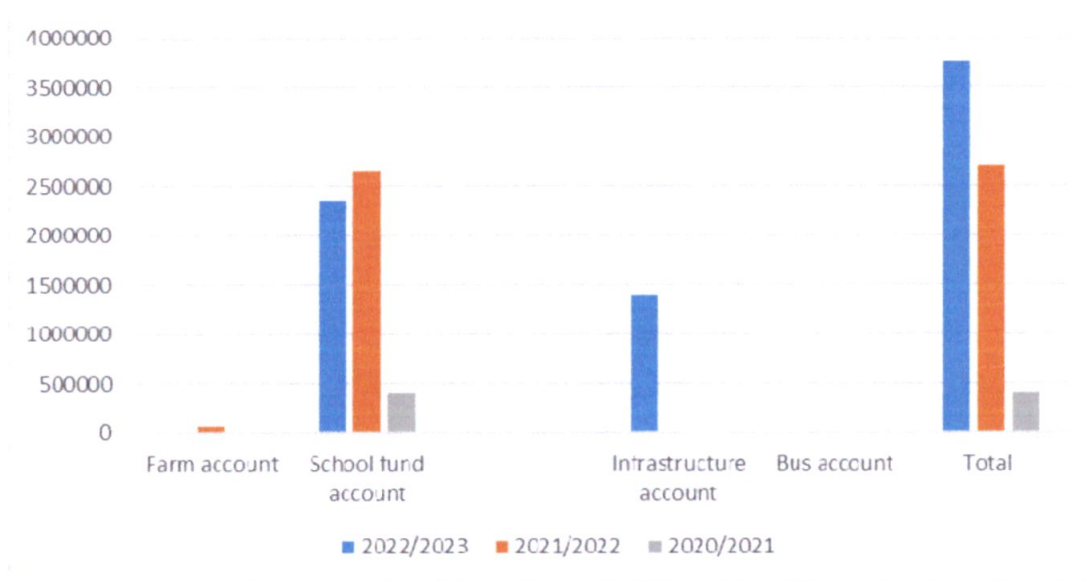


A three-year overview of growth of other income(s) earned by the school

Year	2022/2023	2021/2022	2020/2021
Farm account	0	65,300	0
School fund account	2,359,200	2,643,550	397,300
Infrastructure account	1,400,000	0	0
Bus account	0	0	0
Total	3,759,200	2,708,850	397,300

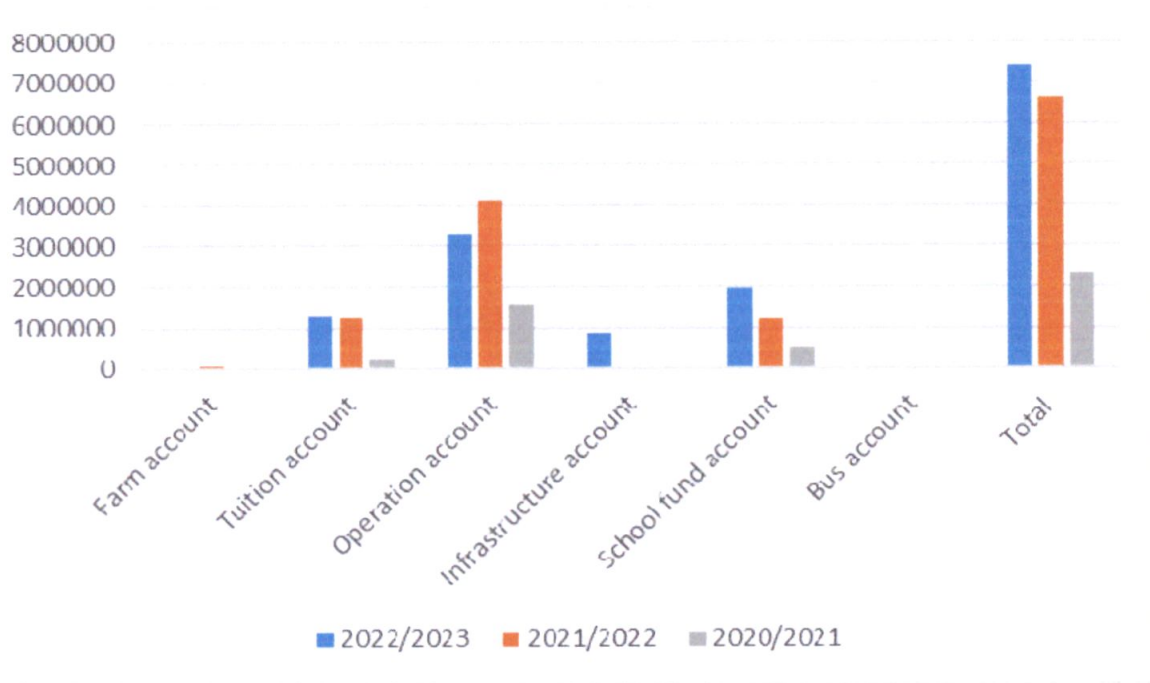
MURERA SECONDARY SCHOOL

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



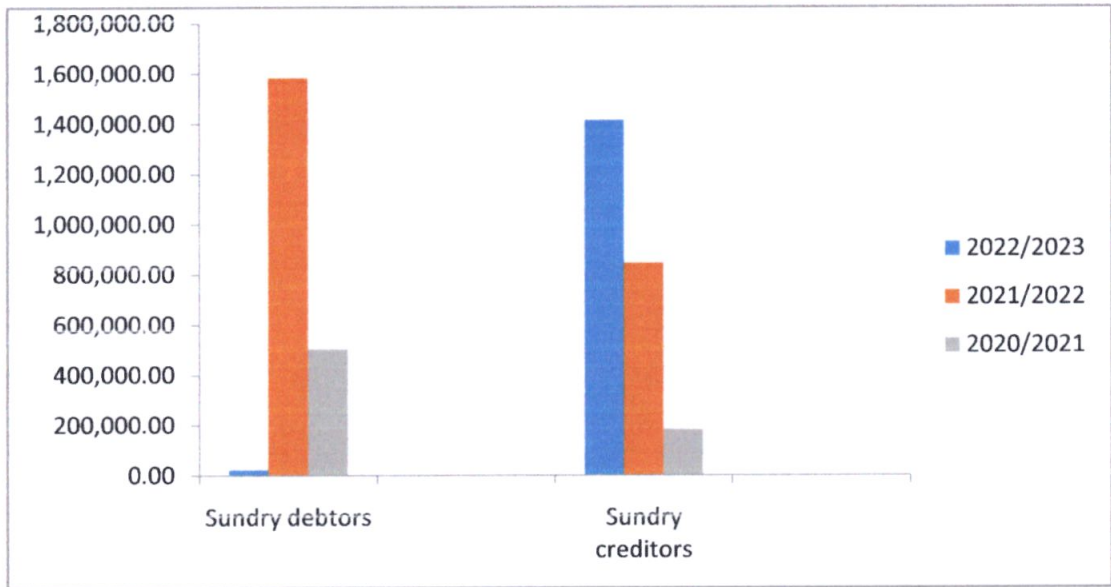
A three-year overview of growth in expenditure of the school

Year	2022/2023	2021/2022	2020/2021
Farm account	0	58,900	2,000
Tuition account	1,279,480	1,238,320	211,600
Operation account	3,279,760	4,137,390	1,584,750
Infrastructure account	893,480	0	0
School fund account	1,928,660	1,203,750	565,856
Bus account	0	0	0
Total	7,381,380	6,638,360	2,362,206



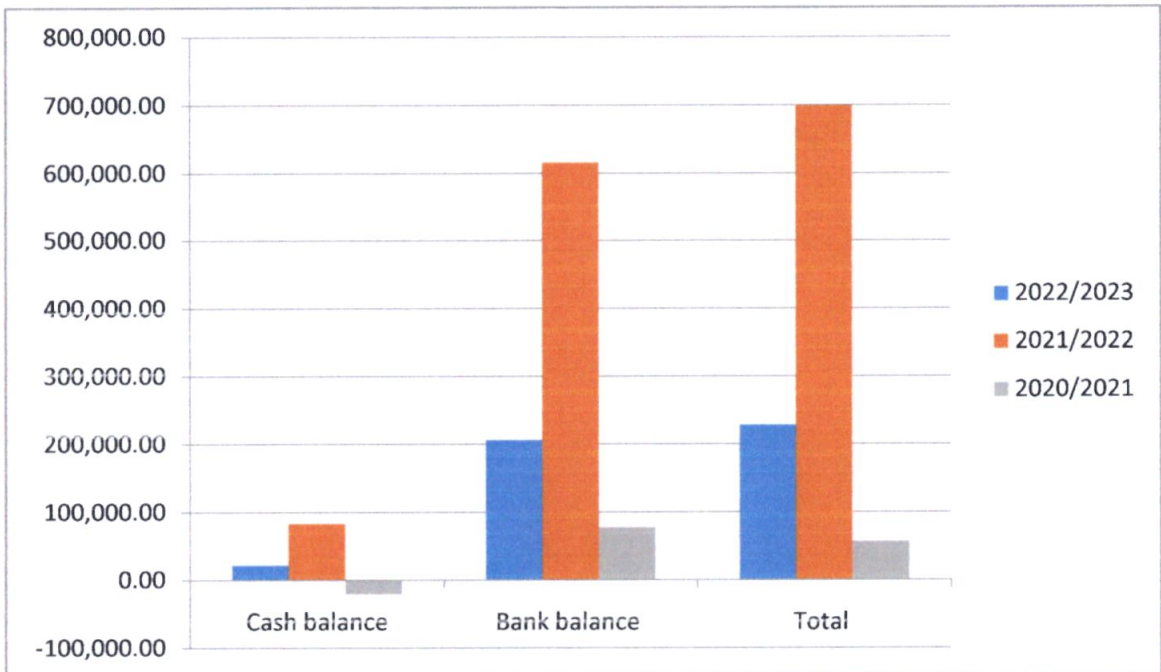
Movement of debtors and creditors of the school over the last three years

Year	2022/2023	2021/2022	2020/2021
Sundry debtors	3,200,250	1,583,050	503,300
Sundry creditors	1,414,000	846,000	181,930



Movement of cash and bank balances over the last three years

	2022/2023	2021/2022	2020/2021
Cash balance	72,351	21,831	26,781
Bank balance	1,910,749	206,252	592,710
Total	1,983,100	228,083	619,491



b) Teacher Student Ratio:

- Teacher to student ratio= $\frac{\text{No. of students}}{\text{No. of teacher}} = \frac{387}{10} = 1:38$
- Number of teachers recruited within the year 0
- Number of teacher posted to the school within the year 0
- Number of teachers that were transferred during the period 0
- Number of teachers Retired during the period 0
- Number of teachers employed by TSC 6
- Number of teachers employed by BOM 4
- Number of teachers per subject

Subject	ENG	KISW	MATH	BIO	CHEM	PHYS	AGRI	B/S	HIST	CRE	COMP
Number of TSC Teachers	2	2	1	0	1	0	0	0	2	1	0
Number of BOM Teachers	0	0	1	1	0	1	1	1	0	0	0
Surplus	0	0	0	0	0	0	0	0	0	0	0
Shortage	0	0	1	2	1	2	2	2	0	1	1

c) Mean score in KCSE 2020-2022

Year	KCSE Mean Score	Number of students that have transitioned to institutions of higher learning	Comment
2022	3.795	30	Committed teachers, parents and students
2021	3.032	28	Committed teachers, parents and students
2020	3.000	15	Corona effect

d) Number of candidate

Year	2022	2021	2020
Number of candidates	39	32	24

e) Capacity of the school

Facility	Available	Capacity	Number of Students	Required	Comment
Classrooms	5	235	387	5	Inadequate
Science Laboratories	0	0	387	1	Inadequate
Computer lab	0	0	387	1	Inadequate
Dining hall	0	0	387	1	Inadequate
Dormitories	0	0	387	1	Inadequate
Modern library	0	0	387	1	Inadequate
Pitches	0	0	387	1	Inadequate
School bus	0	0	387	1	Inadequate
Ablution block	2	150	387	2	Inadequate
Staff washrooms	1	10	-	1	Inadequate
Water tank storage	2	20,000 litres	387	2	Inadequate
Boardroom	1	20	-	1	Inadequate
Staff houses	2	2	-	2	Inadequate

C.K

CHARITY KARIUKI

Principal



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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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



.....
Name: Patrick Meeme

Designation: Chairman, School Board of Management

Date: 3/9/2024



.....
Name: Charity Kariuki

Designation: School Principal and Secretary to Board of Management

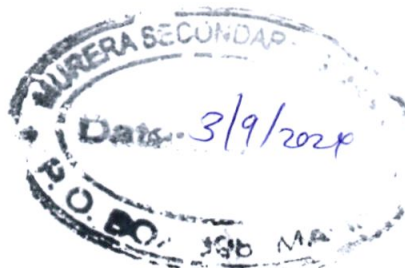
Date: 3/9/2024



.....
Name: Benson Mugambi

Designation: Bursar/ Finance Officer

Date: 3/9/2024



REPUBLIC OF KENYA

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



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON MURERA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - MERU COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Murera Secondary School – Meru County set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in

accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Murera Secondary School - Meru County as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

Long Outstanding and Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.3,200,250 as disclosed in Note 13 to the financial statements. However, included in the balance are receivables amounting to Kshs.1,200,250 which had been outstanding for more than one (1) year. Further, an ageing analysis was not provided for audit. In addition, significant accounting policies on accounts receivables as disclosed in Note 5 is silent on the treatment of the students' fees balances which is the major source of income for the School.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.3,200,250 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Murera 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.

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. There were no other key audit matters to report in the year under review.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Compliance with the Public Sector Accounting Standards Board Guidelines

Review of the financial statements revealed that the ICPAK Number of the School bursar responsible for preparation of the financial statements was not indicated contrary to Section 81(1) of the Public Finance Management Act, 2012 which requires that at the end of each financial year, the Accounting Officer shall prepare financial statements in respect of the entity in a form that complies with the relevant Accounting Standards as prescribed by the Public Sector Accounting Standards Board of Kenya from time to time.

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

2. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 14 May, 2024 instead of the statutory date of 30 September, 2023. This was contrary to Section 47(1) of the Public Audit Act, 2015 which provides that the financial statements shall be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

3. Lack of an Approved Procurement Plan

During the financial year under audit, the School undertook procurement of goods and services under various categories of payments. However, Management did not provide an approved procurement plan for audit. This was contrary to Regulation 115(2) of the Public Finance Management (National Government) Regulations, 2015 which provides that every year a procurement plan shall be prepared by the Accounting Officers to form the basis for procurement activities undertaken by the Government entity.

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

4. Non-Compliance in Management of Textbooks

Review of records relating to a sample of one thousand, eight hundred and twelve (1,812) textbooks for Form 3 and Form 4 delivered by the Ministry of Education revealed a textbook to student ratio of 1:2 against the recommended textbook to student ratio of 1:1. indicating an oversupply of five hundred seventy-two (572) textbooks. This was contrary to Regulation 139(1) of the Public Finance Management (National Government) Regulations, 2015 which requires an Accounting Officer to take full responsibility and ensure that proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse.

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

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

Review of records revealed that the School transferred co-curricular funds totalling Kshs.314,000 to Kenya Secondary Schools Heads Association (KESSHA). However, it was noted that KESSHA is a welfare organization that draws its membership from school

principals only and is not defined in Government funding. This was contrary to Regulation 23(2)c of the Public Finance Management (National Government) Regulations, 2015 which requires that an Accounting Officer shall, before transferring any funds to an entity within or outside Government, ensure that there is a written assurance from the entity that it shall implement effective, efficient and transparent financial management and internal control systems.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.314,000 could not be confirmed.

6. Long Outstanding Accounts Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables balance of Kshs.1,414,000. These creditors were owed for over 90 days and no reason was provided for failure to pay them. This was contrary to Section 53(8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contracts are reflected in approved budget estimates.

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

7. Failure to Prepare School Improvement Plan

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

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

8. Unconfirmed Students Enrolment Data

Review of the National Education Management Information System (NEMIS) against the School's manual enrolment register revealed that the number of students captured in NEMIS was lower than the number in the School's manual register. The number of the students in the NEMIS system were four hundred and eighty-five (485) against the School overall enrolment of four hundred and seventy-six (476) students leaving out nine (9) students who were not enrolled in the NEMIS system.

In the circumstances, the effectiveness of the NEMIS system in providing accurate data to facilitate proper planning could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance

about whether the activities, financial transactions and information reflected in the financial statements comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes

and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a

basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

18 September, 2024

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

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,236,849	747,297
Government grants for operations	2	4,000,348	3,245,486
Government Grants for infrastructure	3	1,400,000	0
School fund income- parents' contributions	4	2,359,200	2,708,850
Miscellaneous incomes	5	0	0
Total Receipts		8,996,397	6,701,632
Payments			
Tuition	6	1,279,480	1,238,320
Operations	7	3,279,760	4,176,390
Infrastructure	8	893,480	0
Boarding and school fund	9	1,928,660	1,262,650
Total Payments		7,381,380	6,677,360
Surplus/Deficit		1,615,017	24,272

The school financial statements were approved on _____ 2023 and signed by:

Patrick Meeme
.....

Name: Patrick Meeme

Chair BOM

Date: 3/9/2024

C.K
.....
Name: Charity Kariuki

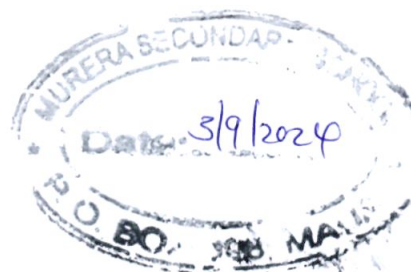
School Principal/ Secretary to
BOM

Date: 3/9/2024

Benson ugambi
.....
Name: Benson ugambi

Bursar/Finance Officer

Date: 3/9/2024



7. Statement of Assets and Liabilities as at 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	1,910,749	206,252
Cash balances	11	72,351	21,831
Short term investments	12	0	0
Total cash and cash equivalent		<u>1,983,100</u>	<u>228,083</u>
Account's receivables	13	3,200,250	1,583,050
Total financial assets		5,183,350	1,811,133
Financial liabilities			
Accounts payables	14	1,414,000	846,000
Net financial assets		3,769,350	965,133
Represented by			
Accumulated fund b/fwd	15	965,133	940,861
Surplus/deficit for the year		2,804,217	24,272
Net financial position		3,769,350	965,133

The school's financial statements were approved on 3rd September 2023 and signed by:

Patrick Meeme

Name: Patrick Meeme

Chair BOM

Date: 3/9/2024

C.K

Name: Charity Kariuki
School Principal/Secretary
to BOM

Date: 3/9/2024

Benson Mugambi

Name: Benson Mugambi

Bursar/ Finance Officer

Date: 3/9/2024

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

Description	2022-2023	2021-2022
	Kshs	Kshs
Cash from Operating Activities		
Receipts		
Government grants for tuition	1,236,849	747,297
Government grants for operations	4,000,348	3,245,485
Government grants for infrastructure	1,400,000	0
School fund income- parents contributions/ fees	2,359,200	1,629,100
Other income	0	0
Total receipts	8,996,397	5,630,682
Payments		
Cash outflows for tuition	1,279,480	841,320
Cash outflows for infrastructure	893,480	0
Cash outflows for operations	3,279,760	3,731,260
Cash outflows Boarding/lunch and school fund payments	1,788,660	1,449,510
Total payments	7,241,380	6,022,090
Net cash inflow/outflow from operating activities	1,755,017	(391,408)
Cash flow from investing activities		
Acquisition of assets	0	0
Proceeds from sale of Assets	0	0
Proceeds from investments	0	0
Purchase of investments	0	0
Net cash inflow/outflows from investing activities	0	0
Cash flow from Financing activities		
Proceeds from borrowings/ loans	0	0
Repayment of principal borrowings	0	0
Net cash inflow/outflow from financing activities	0	0
Net increase/decrease in cash and cash equivalents	1,755,017	(391,408)
Cash and cash equivalent at beginning of the FY	228,083	619,491
Cash and cash equivalent at end of the FY	1,983,100	228,083

The school's financial statements were approved on 3rd September 2023 and signed by:

Patrick Meeme
.....

Name: Patrick Meeme

Chair BOM

Date: 3/9/2024

C.K
.....

Name: Charity Kariuki
School Principal/ Secretary to
BOM

Date: 3/9/2024

Benson Mugambi
.....

Name: Benson Mugambi

Bursar/ Finance Officer

Date: 3/9/2024

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilization Difference	% of Utilization
	A	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs		Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Reference Materials	0	0	0	0	0	0
Exercise Books	0	0	0	0	0	0
Laboratory Equipment	0	0	0	0	0	0
Internal Exams	0	0	0	0	0	0
Teaching / Learning Materials	600,000	0	600,000	583,381	16,619	97%
Tuition	700,000	0	700,000	653,468	46,533	93%
Exams And Assessment	0	0	0	0	0	0
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	0	0	0	0	0	0
Repairs And Maintenance	400,000	0	400,000	379,000	21,000	95%
Other votes	3,500,000	0	3,500,000	3,273,186	226,814	94%
Local Transport / Travelling	0	0	0	0	0	0
Electricity And Water	0	0	0	0	0	0
Medical	100,000		100,000	93,900	6,100	94%
Administration Costs						

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	e=d/c %
	Kshs	Kshs	Kshs	Kshs		Kshs
Activity	300,000	0	300,000	254,263	45,737	85%
Gratuity	0	0	0	0	0	0
Infrastructure	0	0	0	0	0	0
3) FDSE for Infrastructure						
Maintenance & Improvement Moe	1,500,000	0	1,500,000	1,400,000	100,000	93%
M&I parents' contribution	0	0	0	0	0	0
Economic Stimulus Programs	0	0	0	0	0	0
Transition Infrastructure Grants	0	0	0	0	0	0
Administration Block	0	0	0	0	0	0
(4) Fees Charged on Parents						
Personnel Emoluments	0	0	0	0	0	0
Repairs And Maintenance	0	0	0	0	0	0
Local Transport / Travelling	0	0	0	0	0	0
Electricity And Water	0	0	0	0	0	0
Medical	0	0	0	0	0	0
Administration Costs	0	0	0	0	0	0
Activity	0	0	0	0	0	0
SMASSE	0	0	0	0	0	0

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	e=d/c %
	Kshs	Kshs	Kshs	Kshs		Kshs
Fee On Boarding Equipment and Stores	3,000,000	0	3,000,000	2,359,200	640,800	78%
5) Miscellaneous Income						
Loans / Borrowing	0	0	0	0	0	0
Rent income	0	0	0	0	0	0
Insurance Compensation	0	0	0	0	0	0
Income From Posho Mill	0	0	0	0	0	0
Income From Bus Hire	0	0	0	0	0	0
Fee For Hire of Ground and Equipment	0	0	0	0	0	0
Interest Income	0	0	0	0	0	0
Income From Any Other Investment	0	0	0	0	0	0
Total Income	10,170,000	0	10,170,000	8,996,397	1,103,603	88%
(6) Expenditure for Tuition						
Textbooks	0	0	0	0	0	0
Reference Materials	0	0	0	0	0	0
Exercise Books	130,000	0	130,000	120,000	10,000	92%
Laboratory Equipment	300,000	0	300,000	280,000	20,000	93%

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	e=d/c %
	Kshs	Kshs	Kshs	Kshs		Kshs
Internal Exams	0	0	0	0	0	0
Teaching / Learning Materials	800,000	0	800,000	747,400	52,600	93%
Library materials	110,000	0	110,000	105,500	4,500	96%
Chalks	0	0	0	0	0	0
Exams And Assessment	26,000	0	26,000	25,500	500	98%
Teachers Guides	0	0	0	0	0	0
Administration Costs	0	0	0	0	0	0
Bank Charges	1,100		1,100	1,080	20	98%
(7) Expenditure for Operations						
Personnel Emoluments	1,000,000	0	1,000,000	983,500	16,500	98%
Repairs, Maintenance & Improvements	665,000	0	665,000	563,400	101,600	84%
Local Transport / Travelling	450,000	0	450,000	441,000	9,000	98%
Electricity, Water and Conservancy	120,000	0	120,000	117,500	2,500	98%
Medical	1,100	0	1,100	1,000	100	91%
Administration Costs	750,000	0	750,000	737,390	12,610	98%
Activity Expenses	450,000	0	450,000	432,900	17,100	96%
Infrastructure	0	0	0	0	0	0
Gratuity	0	0	0	0	0	0

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	e=d/c %
	Kshs	Kshs	Kshs	Kshs		Kshs
SMASSE	0	0	0	0	0	0
Bank charges	3,100	0	3,100	3,070	30	99%
(8) Expenditure for Infrastructure						
Construction of classrooms	0	0	0	0	0	0
Construction of LAB	0	0	0	0	0	0
Construction of DORMS	0	0	0	0	0	0
Purchase of furniture	0	0	0	0	0	0
Purchase of equipment	900,000	0	900,000	893,480	6,520	99%
Purchase of machinery	0	0	0	0	0	0
(9) Expenditure for School Fund/Lunch/Boarding						
Personnel Emoluments	130,000	0	130,000	120,200	800	92%
Repairs, Maintenance and Improvements	0	0	0	0	0	0
Local Transport / Travelling	12,000	0	12,000	11,000	1,000	92%
Electricity, Water and Conservancy	0	0	0	0	0	0

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	e=d/c %
	Kshs	Kshs	Kshs	Kshs		Kshs
Medical Expenses	0	0	0	0	0	0
Administration Costs	300,000	0	300,000	272,615	27,385	91%
Activity	70,000	0	70,000	66,000	4,000	94%
Gratuity	0	0	0	0	0	0
Lunch Programme	0	0	0	0	0	0
Boarding Equipment and Stores	1,500,000	0	1,500,000	1,419,650	80,350	95%
Expenditure For Income Generating Activity	0	0	0	0	0	0
Farming activities	33,000	0	33,000	32,530	470	99%
Insurance Costs	0	0	0	0	0	0
Other Expenses On Investments	0	0	0	0	0	0
Rent Expenses	0	0	0	0	0	0
Bank Charges	7,000	0	7,000	6,665	335	95%
Loan Interest Repayment	0	0	0	0	0	0
Loan Principal Repayment	0	0	0	0	0	0
Acquisition Of Assets	0	0	0	0	0	0
Totals	7,758,300	0	7,758,300	7,381,380	367,920	95%

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

3. In-kind Contributions

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

4. Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which

are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-Current Assets

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

8. Budget

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

9. Comparative Figures

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

10. Subsequent Events

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

11. Notes to the Financial Statements**1 Government Grants for Tuition**

Description	2022-2023	2021-2022
	Kshs	Kshs
Tuition	653,468	0
Reference Materials	0	351,658
Exercise Books	0	395,639
Laboratory Equipment	0	0
Internal Exams	0	0
Teaching / Learning Materials	583,381	0
Total	1,236,849	747,297

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	0	0
Repairs And Maintenance	379,000	1,160,115
Local Transport / Travelling	0	0
Electricity And Water	0	0
Medical	93,900	46,400
Administration Costs	0	0
Activity	254,263	0
Other Vote Heads	3,273,186	2,038,971
Total	4,000,349	3,245,486

3 Government Grants for Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	1,400,000	0
Transition infrastructure grants	0	0
Administration Block	0	0
Economic stimulus grants	0	0
Total	1,400,000	0

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	0	0
Repairs and maintenance	0	0
Local transport / travelling	0	0
Electricity and water	0	0
Medical	0	0
Administration costs	0	0
Activity	0	0
Fee on Boarding Equipment and stores	2,359,200	2,643,550
PA Levies	0	0
Income From Farming Activities	0	65,300
Total	2,359,200	2,708,850

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	0	0
Insurance Compensation	0	0
Income From Posho Mill	0	0
Income From Bus Hire	0	0
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations	0	0
Interest Income	0	0
Loans/Borrowings	0	0
Total	0	0

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	120,000	233,000
Textbooks	0	0
Reference materials	105,500	0
Laboratory Equipment	280,000	455,000
Teaching / Learning Materials	747,400	283,610
Exams And Assessment	25,500	244,320
Teachers Guides	0	21,070
Bank Charges	1,080	1,320
Total	1,279,480	1,238,320

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	983,500	807,700
Service Gratuity	0	0
Administration Cost	737,390	340,060
Repairs And Maintenance & Improvements	563,400	989,500
Local Transport / Travelling	441,000	365,000
Electricity And Water	117,500	60,000
Medical	1,000	0
Activity Expenses	432,900	318,000
Developments	0	0
Bank charges	3,070	0
Infrastructure Development	0	1,296,130
Total	3,279,760	4,176,390

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	893,480	0
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of furniture	0	0
Purchase of equipment	0	0
Purchase of apparatus	0	0
Drilling of boreholes	0	0
Total	893,480	0

9 Boarding and School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	120,200	4,400
Service Gratuity	0	0
Repairs And Maintenance & Improvements	0	0
Local Transport / Travelling	11,000	57,000
Activity	66,000	0
Electricity And Water	0	0
Medical Expenses	0	0
Administration Costs	272,615	0
Lunch Programme	0	0
Bank Charges	0	0
Expenses On Income Generating Activities	32,530	58,900
Fee On Boarding Equipment and Stores	1,419,650	1,140,010
Rent Expenses	0	0
Insurance Cost (Life Property)	0	0
Loan Principal Repayment	0	0
Loan Interest Repayment	0	0
Acquisition Of Assets	0	0
PA expenses	0	0
Bank charges	6,665	2,340
Total	1,928,660	1,262,650

10 Bank Accounts

Account Name and Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Murera Secondary School - Tuition Account (Kshs)	Active	10101203000043	100,404	3,035
Murera Secondary School - Operations Account (Kshs)	Active	10101203000044	665,476	7,088
Murera Secondary School - School Fund Account/Boarding (Kshs)	Active	0400266549558	634,479	192,259
Murera Secondary School - Infrastructure Account (Kshs)	Active	10101203000059	510,390	3,870
Total			1,910,749	206,252

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	72,351	21,831
Total	72,351	21,831

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

13a. Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	3,200,250	1,583,050
Other Non-Fees Receivables		
Salary Advances	0	0
Imprest	0	0
Rent arrears	0	0
Total	3,200,250	1,583,050

13b. Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the Total	Comparative FY	% of the Total
Less than 1 year	2,000,000	62%	1,206,150	76%
Between 1- 2 years	750,400	23%	246,000	16%
Between 2-3 years	230,800	8%	130,900	8%
Over 3 years	219,050	7%	0	0%
Total	3,200,250	100%	1,583,050	100%

14a. Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,414,000	846,000
Prepaid Fees	0	0
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Cautions money	0	0
Total	1,414,000	846,000

14b. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the Total	Comparative FY	% of the Total
Less than 1 year	1,414,000	100%	846,000	100%
Between 1- 2 years	0	0	0	0%
Between 2-3 years	0	0	0	0
Over 3 years	0	0	0	0
Total (should tie to note 14)	1,414,000	100%	846,000	100%

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	206,252	592,710
Cash Balances	21,831	26,781
Short Term Investments	0	0
Receivables	1,583,050	503,300
Payables	(846,000)	(181,930)
Total	965,133	940,861

Other Important Disclosure Notes

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

16.Non-Current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Total	0	0

17.Biological Assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	2	120,000	100,000
Goats	0	0	0
Trees	315	900,000	800,000
Coffee or Tea Plantation	0	0	0
Poultry	0	0	0
Total	317	1,020,000	900,000

18.Borrowings

Description	2022-2023	2021-2022
	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	0	0
Balance at the end of the year	0	0

19. Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	214,000	200,426
Lab consumables	302,000	300,000
Farm produce	110,000	100,000
Medication	0	0
Construction Materials	205,000	200,000
Total	831,000	800,426

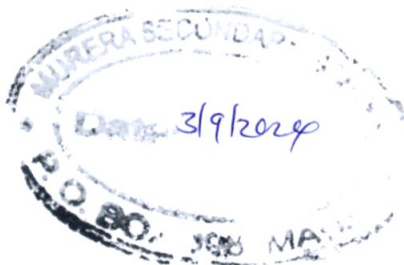
20. Progress on Follow Up of Auditor Recommendations

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)	Time frame: (Put a date when you expect the issue to be resolved)

C.K 3/9/2024

Sign and Date
Principal



12. Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid ToDate	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Building Materials: Kiutine Hardware	950,450	02/09/2022	0	950,450	0	To be paid when funds are available
Sub-Total	950,450		0	950,450	0	
Supply Of Goods						
2. Castro Labtechs: Lab apparatus	463,550	10/10/2022	0	463,550	0	
Sub-Total	463,550		0	463,550	0	To be paid when funds are available
Grand Total	1,414,000		0	1,414,000	0	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions During the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land 1	0	0	0	0
Land 2	0	0	0	0
Buildings And Structures	3,075,605	850,000	0	3,925,605
Motor Vehicles	0	0	0	0
Office Equipment, Furniture And Fittings	0	0	0	0
ICT Equipment, And Other ICT Assets	450,000	150,000	0	600,000
Tools And Apparatus	639,260	319,260	0	958,520
Textbooks	300,000	0	0	300,000
Other Machinery And Equipment	0	0	0	0
Heritage And Cultural Assets	0	0	0	0
Intangible Assets- Soft Ware	0	0	0	0
Total	4,464,865	1,319,260	0	5,784,125