


REPUBLIC OF KENYA



*Enhancing Accountability*

 <b>THE NATIONAL ASSEMBLY</b> <b>PAPERS LAID</b>	
<b>REPORT</b>	<b>DATE:</b> 04 MAR 2025 <sup>s</sup>
	<b>DAY:</b> Tuesday
<b>TABLED BY:</b>	Deputy chief whip Majority Party Hon. Naomi Jillo
<b>CLERK-AT THE-TABLE:</b>	Benson Inzaji

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**MARIFANO SECONDARY SCHOOL**

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

**TANA RIVER COUNTY**

Revised 30<sup>th</sup> June 2023.



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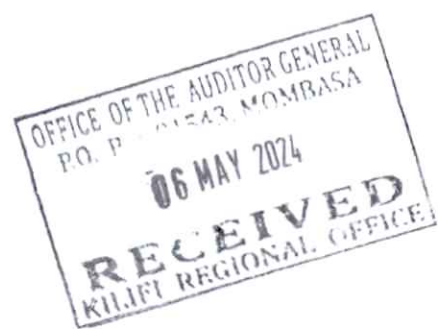
**MARIFANO SECONDARY SCHOOL**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2023**

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



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Table of Contents	Page
1. Acronyms and Glossary of Terms .....	ii
2. Key School Information and Management .....	iii
3. Summary Report of Performance of The School.....	vi
Statement of School Management Responsibility.....	xi
4. Report Of The Independent Auditors ( <i>To be attached</i> ) .....	xii
5. Statement Of Receipts and Payments For the Year Ended 30 <sup>th</sup> June 2023.....	1
6. Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2023 .....	2
7. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2023 .....	3
8. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2023 .....	4
9. Significant Accounting Policies .....	8
10. Notes To The Financial Statements .....	10
11. Annexes .....	18

**1. Acronyms and Glossary of Terms**

*Provide a list of all applicable acronyms and glossary of terms e.g.*

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

**2. Key School Information and Management**

*[Customise the details in this section to suit your School]*

**(a) Background information**

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

The school was registered in 06/2010 under registration number GP/A/8624/10 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 309 number of students as at 30<sup>th</sup> June 2023. It has two(2) streams and 17 teachers of which 3 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	BONAYA NKONDO	Chairman	20TH NOVEMBER 2020
2	CHARLES MAINA MURIRIA	Secretary - Principal	20TH NOVEMBER 2020
3	HARRISON MABONYE	Member	20TH NOVEMBER 2020
4	SARIA NASSOR	Member	20TH NOVEMBER 2020
5	CAROLINE KODE	Member	20TH NOVEMBER 2020
6	ZABLON BARISA	Member	20TH NOVEMBER 2020
7	JUWERIA AMRAN	Member	20TH NOVEMBER 2020
8	FEISWAL AMRAN	Member – Rep CEB	20TH NOVEMBER 2020
9	JULIUS MWANGANGI	Member Rep Teachers	20TH NOVEMBER 2020
10	JOAN KOMORA	3 Members - Sponsor	20TH NOVEMBER 2020
11	EDWIN KIPSANG	Member - Community	20TH NOVEMBER 2020
12	HENOCK ABAGANDA	Member Special Needs	20TH NOVEMBER 2020
13	BONAYA MUATWA	Rep Students	20TH NOVEMBER 2020

**The functions of the School Board of Management are to:**

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

**(c) Committees of the Board**

*(Provide the names of the various committees of the Board established by the Board and the names of the committee members):*

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	BONAYA NKONDO BONAYA MUATWA EDWIN KIPSANG CHARLES MAINA CAROLINE KODE	CHAIRPERSON VICE CHAIRPERSON MEMBER SECRETARY MEMBER	6 out of 6 6 out of 6 6 out of 6 6 out of 6
2	Audit Committee	MABONYE HARRISON BONAYA KINYWI JOAN KOMORA	CHAIRPERSON MEMBER MEMBER	1 out of 1 1 out of 1 1 out of 1
3	Finance, procurement and general purposes Committee	ZABLON BARISA IMRAN JUWERIA HARRISON MABONYE	CHAIRPERSON MEMBER MEMBER	4 out of 4 4 out of 4 4 out of 4
4	Academic Committee	JULIUS MWANGANGI CAROLINE KODE SARIA OMAR BONAYA KINYWI BONAYA NKONDO	CHAIRPERSON MEMBER MEMBER MEMBER MEMBER	5 out of 5 5 out of 5 5 out of 5 5 out of 5

**MARIFANO SECONDARY SCHOOL****Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

				5 out of 5
5	Development Committee	HARRISON MABONYE MALIKA BAHOLA JOYCE MEMA EDWIN KIPSANG BONAYA NKONDO	CHAIRPERSON MEMBER MEMBER MEMBER	5 out of 5 5 out of 5 5 out of 5 5 out of 5
6	Discipline and welfare Committee	ABAGANDA HENOCK SOSO BASHANI JUWERIA SHEIKH JOAN KOMORA	CHAIRPERSON MEMBER MEMBER MEMBER	4 out of 4 4 out of 4 4 out of 4
7	Adhoc Committee (if any during the year)	BONAYA NKONDO BONAYA MUATWA EDWIN KIPSANG CHARLES MAINA CAROLINE KODE	CHAIRPERSON VICE CHAIRPERSON MEMBER SECRETARY MEMBER	5 out of 5 5 out of 5 5 out of 5 5 out of 5

**(d) School operation Management**

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

Ref:	Designation	Name	Identification
1	Principal	CHARLES MAINA MURIRIA	TSC No. 361343
2	Deputy Principal	MALIKA BAHOLA	TSC No. 260945
3	School Bursar	JOYCE HADHYEDAH MEMA	ICPAK No. ....
4	Other (specify)		

**(e) Schools contacts**

Post Office Box: 40-80201  
 Telephone: 0725556452  
 E-mail: marifanosecondary [school@yahoo.com](mailto:school@yahoo.com)  
 Website: N/A  
 Facebook: N/A  
 Twitter: N/A

**(f) School Bankers**

Provide details of the school bankers.

Name of Bank: KENYA COMMERCIAL BANK  
 Branch; GARSEN BRANCH  
 Postal Address.

*MARIFANO SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**(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**

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

**a) Financial performance:**

*(Under this section, the following information should be given:*

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

<b>RECEIPTS</b>	<b>2022/2023</b>	<b>2021/2022</b>	<b>2020/2021</b>
Capitation grants for tuition	613,797.50	827,162.60	348,362.00
Capitation grants for operations	2,776,427.72	3,494,806.80	3,158,700.00
School Fund Income	7,308,500.00	4,080,000.00	4,170,000.00
<b>TOTAL RECEIPTS</b>	<b>10,698,725.22</b>	<b>8,401,969.40</b>	<b>7,677,062.00</b>
<b>PAYMENTS</b>			
Payments for Tuition	898,427.00	842,144.60	380,317.00
Payments for operations	4,865,001.00	3,664,469.80	3,322,026.20
Boarding and school fund	5,252,493.72	4,967,280.00	3,616,453.00
<b>TOTAL PAYMENTS</b>	<b>11,015,921.72</b>	<b>9,473,894.40</b>	<b>7,318,796.20</b>
<b>SURPLUS/DEFICIT</b>	<b>(317,196.50)</b>	<b>(1,071,925.00)</b>	<b>358,265.80</b>

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

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

RECEIPTS	2022/2023	2021/2022	2020/2021
Capitation grants for tuition	613,797.50	827,162.60	348,362.00
Capitation grants for operations	2,776,427.72	3,494,806.80	3,158,700.00
<b>TOTAL CAPITATION</b>	<b>3,390,225.22</b>	<b>4,321,969.40</b>	<b>3,507,062.00</b>

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

RECEIPTS	2022/2023	2021/2022	2020/2021
School Fund Income	7,308,500.00	4,080,000.00	4,170,000.00

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

EXPENDITURE	2022/2023	2021/2022	2020/2021
Payments for Tuition	898,427.00	842,144.60	380,317.00
Payments for operations	4,865,001.00	3,664,469.80	3,322,026.20
Boarding and school fund	5,252,493.72	4,967,280.00	3,616,453.00
<b>TOTAL PAYMENTS</b>	<b>11,015,921.72</b>	<b>9,473,894.40</b>	<b>7,318,796.20</b>

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

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

DETAILS	2022/2023	2021/2022	2020/2021
DEBTORS	2,380,728.00	2,457,990.00	2,314,070.00
CREDITORS	2,419,800.00	2,091,962.00	1,096,920.00

b) **Teacher Student ratio:**

(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).

DESCRIPTION	2022-2023
<i>Teachers Available</i>	17
<i>Teachers Recruited</i>	0
<i>Teachers Posted</i>	0
<i>Sub total</i>	17
<i>Teachers transferred</i>	0
<i>Teachers retired</i>	0
<i>Total Available</i>	17

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

<i>No. of Students</i>	309
<i>Teachers Student ratio</i>	1:19

SUBJECT	REQUIRED	TEACHERS AVAILABLE	SHORTAGE
ENGLISH	3	2	1
KISWAHILI	3	3	0
MATHS	3	2	1
GEOGRAPHY	2	2	0
HISTORY	2	2	0
CRE	2	2	0
IRE	1	1	0
BIOLOGY	3	3	0
CHEMISTRY	3	3	0
PHYSICS	1	1	0
AGRICULTURE	1	1	0
BUSINESS STUDIES	1	1	1

**c) Mean score in the 20XX KCSE:**

*Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.*

YEAR	ENTRY CANDIDATES	SCORE/GRADE												MEAN GRADE	MEAN SCORE
		A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E		
2022	68	-	-	-	-	-	1	-	2	6	10	30	10	D-	2.2059
2021	51	-	-	-	-	-	-	1	1	1	12	9	1	D-	2.235
2020	71	-	-	-	-	-	-	1	2	5	12	39	12	D-	2.200
TOTAL							1	2	5	12	34	78	23		

**d) Number of Candidates in the 20XX KCSE:**

*(Tabulate the number of candidates sitting for KCSE over the last three years)*

YEAR	CANDIDATES
2022	68
2021	51
2020	71

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

e) Capacity of the school:

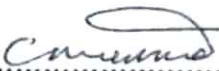
(Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education).

DETAILS	NO. OF STUDENTS	GENDER	NO OF FACILITIES	FACILTIES TO STUDENT RATIO
Classrooms	309	MIXED	8	1:39
Dining hall	309	MIXED	1	1:309
laboratories	309	MIXED	2	1:155
Latrines	202	BOYS	10	1:21
Latrines	107	GIRLS	4	1:27

f) Development projects carried out by the school:

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Construction of one. No. Laboratory	Donor and Parents. –	On going	5,500,000.00	2,513,560.00	31/08/2023

  
.....  
Date:.....Sign:.....

School Principal

PRINCIPAL

MARIFANO SEC. SCHOOL

P.O. Box 40-80201, GARSEN

**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 *(Name of 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).

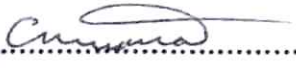
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30<sup>th</sup> June, 20XX, and of the school's financial position as at that date.

  
.....

Name: BONAYA NKONDO

Designation: Chairman, School Board of Management

Date: 24/04/2024

  
.....

Name: CHARLES MAINA MURIRIA

Designation: School Principal & Secretary to Board of Management

Date: 24/04/2024

  
.....

Name: JOYCE HADHYEDAH MEMA

Designation: Bursar/ Finance Officer

Date: 24/04/2024

# REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

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

## REPORT OF THE AUDITOR-GENERAL ON MARIFANO SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - TANA RIVER COUNTY

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### PREAMBLE

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

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

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 of Kenya, 2010, 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 Marifano Secondary School – Tana River County set out on pages 1 to 17 which comprise of the statement of financial

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*Report of the Auditor-General on Marifano Secondary School for the year ended 30 June, 2023 - Tana River County*

assets and financial liabilities as at 30 June, 2023, 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, 2010, 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 Marifano Secondary School 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**

#### **1. Variances in Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.2,380,728 as disclosed in Note 13 to the financial statements. However, the ledger balance and issued invoices reflects a balance of Kshs.1,957,798, resulting to an unexplained variance of Kshs.422,930.

Under this circumstance the accuracy and completeness of accounts receivables balance of Kshs.2,380,728 could not be ascertained

#### **2. Unsupported Cash and Cash Equivalents**

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.468,106 as disclosed in Notes 10 and 11 to the financial statements. Included in this balance are bank balance account and cash at hand account balances of Kshs.467,345 and Kshs.761, respectively. However, the bank balances were not supported by cash books, bank certificates and bank reconciliation statements.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.468,106 could not be confirmed.

#### **3. Inaccuracies in the Statement of Receipts and Payments**

Review of the financial statements revealed the following inaccuracies:

i. The statement of receipts and payments reflects Kshs.2,118,428 in respect to government grants for operations. However, note 2 to the financial statement reflects grants for operations of Kshs.2,776,428 resulting to unexplained variance of Kshs.658,000.

ii. The statement of receipts and payments reflects Kshs.4,098,814 in respect to boarding and school fund. However, the corresponding Note 9 to the financial statement reflects Kshs.4,935,000 leading to unexplained variance of Kshs.836,186.

In the circumstances, the accuracy of the statement of receipts and payments could not be confirmed.

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

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

### **Other Matter**

#### **Unresolved Prior Year Matters**

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

#### **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution of Kenya, 2010, and based on the audit procedures performed, except for the matters described in the Basis for Conclusion, 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. Lack of a Procurement Plan**

The statement of receipts and payments reflects an amount of Kshs.10,698,726 and Kshs.11,015,923 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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 6 May, 2024. instead of the statutory deadline of 30 September, 2023. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September, 2023 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 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 are in compliance, 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, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

#### **1. Lack of Ownership Documents**

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.42,070,000 in respect of fixed assets which includes land with a balance of Kshs.10,000,000. and motor vehicles with a balance of Kshs.6,000,00. However, land ownership documents and motor vehicle log books were not provided for audit.

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

#### **2. Lack of Internal Audit Function and Audit Committee**

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

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

The audit was conducted in accordance with ISSAI 2315 and 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.

### **Responsibility 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the school's ability to continue to sustain its services, disclosing as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the school or to cease 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 overall 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 controls 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 controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of 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 judgment 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the 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 controls 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

31 December, 2024

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

5. Statement Of Receipts and Payments For the Year Ended 30<sup>th</sup> June 2023

Description Of Vote Head	Note	2022/2023 Kshs	2021/2022 Kshs
<b>Receipts</b>			
Government grants for tuition	1	613,798.00	827,163.00
Government grants for operations	2	2,118,428.00	2,194,807.00
Government Grants for infrastructure	3	658,000.00	1,300,000.00
School fund income- parents' contributions	4	7,308,500.00	4,080,000.00
Miscellaneous incomes	5		
<b>Total Receipts</b>		<b>10,698,726.00</b>	<b>8,401,970.00</b>
<b>Payments</b>			
Tuition	6	898,427.00	842,145.00
Operations	7	3,505,121.00	2,922,330.00
Infrastructure	8	2,513,560.00	742,140.00
Boarding and school fund	9	4,098,814.50	4,967,280.00
<b>Total Payments</b>		<b>11,015,922.50</b>	<b>9,473,895.00</b>
<b>Surplus/Deficit</b>		<b>(317,196.50)</b>	<b>(1,071,925.00)</b>

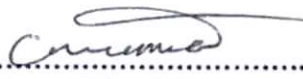
The school financial statements were approved on 24/04/ 2024 and signed by:



Name: : BONAYA NKONDO

Chair BOM

Date: 24/04/2024



Name: CHARLES MAINA  
MURIRIA  
School Principal/ Secretary to  
BOM

Date: 24/04/2024

  
Name: JOYCE  
HADHYEDAH MEMA  
Bursar/ Finance Officer

Date: 24/04/2024

(Comparative FY refers to the financial year preceding the current financial year.)

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

6. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2023

Description	Note	2022/2023	2021/2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	467,345	34,117
Cash balances	11	761	4,486
Short term investments	12	-	-
<b>Total cash and cash equivalent</b>		<b>468,106</b>	<b>38,601</b>
Account's receivables	13	2,380,728	2,457,990
<b>Total financial assets</b>		<b>2,848,834</b>	<b>2,496,591</b>
<b>Financial liabilities</b>			
Accounts payables	14	2,761,400	2,091,962
<b>Net financial assets</b>		<b>87,434</b>	<b>404,629</b>
<b>Represented by</b>			
Accumulated fund b/fwd	15	404,631	1,476,554
Surplus/deficit for the year		(317,197)	(1,071,925)
<b>Net financial position</b>		<b>87,434</b>	<b>404,629</b>

The school's financial statements were approved on 24/04/2024 and signed by:

*Bonaya Nkondo*

Name: BONAYA NKONDO

Chair BOM

Date: 24/04/2024

*Charles Maina*

Name: CHARLES MAINA  
MURIRIA

School Principal/ Secretary to  
BOM

Date: 24/04/2024



Date: 24/04/2024

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

7. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2023

Description	Note	2022/2023 Kshs	2021/2022 Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition		613,798.00	827,162.60
Government grants for operations		2,118,428.00	2,194,807.00
Government grants for infrastructure		658,000.00	1,300,000.00
School fund income- parents contributions/ fees		6,732,320.00	4,931,122.00
Other income			
<b>Total receipts</b>		<b>10,122,546.00</b>	<b>9,253,091.60</b>
<b>Payments</b>			
Cash outflows for tuition		617,427.00	842,144.60
Cash outflows for operations		1,915,841.00	2,922,329.80
Cash outflows Boarding/lunch and school fund payments		4,646,213.72	4,967,280.00
<b>Total payments</b>		<b>7,179,481.72</b>	<b>8,731,754.40</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>2,943,064.28</b>	<b>521,337.20</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		(2,513,560.00)	(742,140.00)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
<b>Net cash inflow/outflows from investing activities</b>		<b>(2,513,560.00)</b>	<b>(742,140.00)</b>
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings			
<b>Net cash inflow/outflow from financing activities</b>			
<b>Net increase/decrease in cash and cash equivalents</b>		<b>429,504.28</b>	<b>(220,802.80)</b>
Cash and cash equivalent at beginning of the FY		38,602.60	259,404.00
<b>Cash and cash equivalent at end of the FY</b>		<b>468,106.88</b>	<b>38,601.00</b>

The school's financial statements were approved on 24/04/ 2024 and signed by:

*Bonaya Nkondo*

Name: BONAYA NKONDO

Chair BOM

Date: 24/04/ 2024

*Charles Maina*

Name: CHARLES MAINA MURIRIA

School Principal/ Secretary to BOM

Date: 24/04/ 2024

**BURSAR**  
**MARIFANO SECONDARY SCHOOL**  
 P.O. BOX 40500, GARSEN  
 NEMA  
 DATE.....SIGN.....  
**Bursar/ Finance Officer**  
 Date: 24/04/ 2024

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

8. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Receipts</b>					
<b>(1) Capitation Grant on Tuition</b>					
Reference Materials					
Exercise Books	200,000.00		200,000.00	181,924.52	91.0%
Laboratory Equipment	480,000.00		480,000.00	225,428.21	47.0%
Internal Exams	150,000.00		150,000.00	76,724.69	51.1%
Teaching / Learning Materials	80,000.00		80,000.00	91,753.23	114.7%
Exams And Assessment/Chalk	40,000.00		40,000.00	37,966.86	94.9%
<b>(2) Capitation Grant on Operations</b>					
Personnel Emoluments	1,400,000.00		1,400,000.00	1,325,240.00	94.7%
Repairs And Maintenance	700,000.00		700,000.00	658,000.00	94.0%
Local Transport / Travelling	115,000.00		115,000.00	114,245.00	99.3%
Electricity And Water	115,000.00		115,000.00	114,245.00	99.3%
Medical	50,000.00		50,000.00	39,170.00	78.3%
Administration Costs	115,000.00		115,000.00	114,245.00	99.3%
Activity	450,000.00		450,000.00	411,282.72	91.4%
Gratuity					

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>3) FDSE for infrastructure</b>					
Maintenance & Improvement MoE					
M&I parents' contribution					
<b>(4) Fees Charged on Parents</b>					
Personnel Emoluments					
Repairs And Maintenance	2,500,000.00		2,500,000.00	2,373,500	94.9%
Local Transport / Travelling				-	0.0%
SMASSE				-	0.0%
Fee On Boarding Equipment and Stores	5,200,000.00		4,800,000.00	4,935,000	96.6%
<b>5) Miscellenous Income</b>					
Loans / Borrowing					
Income From Any Other Investment					
<b>Total Income</b>	<b>11,595,000</b>		<b>11,595,000</b>	<b>10,698,725</b>	<b>96.0%</b>
<b>(6) Expenditure For Tuition</b>					
Textbooks					
Reference Materials					
Exercise Books	200,000.00		200,000.00	152,500.00	76.3%
Laboratory Equipment	480,000.00		480,000.00	487,300.00	101.5%
Internal Exams	150,000.00		150,000.00	158,000.00	105.3%
Teaching / Learning Materials	80,000.00		80,000.00	61,035.00	76.3%
Chalks	40,000.00		40,000.00	34,000.00	85.0%

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Bank Charges				5,592.00	0%
<b>(7) Expenditure For Operations</b>					
Personnel Emoluments	1,400,000.00		1,400,000.00	2,519,450	180.0%
Repairs, Maintenance & Improvements				126,880.00	0
Local Transport / Travelling	115,000.00		115,000.00	38,700	33.7%
Electricity, Water and Conservancy	115,000.00		115,000.00	245,759	213.7%
Medical	50,000.00		50,000.00	102,008	204.0%
Administration Costs	115,000.00		115,000.00	257,400	223.8%
Activity Expenses	450,000.00		450,000.00	194,964	43.3%
<b>(8) Expenditure For infrastructure</b>					
Construction of classrooms					
Construction of LAB	2,500,000.00		2,500,000.00	2,513,560.00	46.1%
Construction of DORMS					
<b>(9) Expenditure For school fund/lunch/boarding</b>					
Personnel Emoluments					
Repairs, Maintenance and Improvements					
Local Transport / Travelling	-		-		
Electricity, Water and Conservancy					

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Lunch Programme	5,200,000		5,200,000	3,298,814	63.4%
Boarding Equipment and Stores					
Acquisition Of Assets					
<b>Totals</b>	<b>11,595,000</b>		<b>11,595,000</b>	<b>11,015,922</b>	<b>95.0%</b>

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

- i. Xxx
- ii. Xxx

## 9. 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 30<sup>th</sup> June 2023

## 10. Notes To The Financial Statements

## 1 Government Grants for Tuition

Description	2022/2023	2021/2022
	Kshs	Kshs
Reference Materials	181,924.52	227,619.64
Exercise Books	225,428.21	277,734.49
Laboratory Equipment	76,724.69	92,838.76
Internal Exams	91,753.23	113,556.47
Teaching / Learning Materials	37,966.86	45,833.03
Exams and assessment	-	69,580.21
<b>Total</b>	<b>613,797.50</b>	<b>827,162.60</b>

*\*Include others as per MOE circulars*

## 2 Government Grants for Operations

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	1,325,240.00	1,464,431.94
Repairs And Maintenance		
Local Transport / Travelling	114,245.00	128,336.53
Electricity And Water	114,245.00	456,608.63
Medical	39,170.00	48,400.00
Administration Costs	114,245.00	53,548.20
Activity	411,282.72	43,481.50
Other Vote Heads (specify)*		
<b>Total</b>	<b>2,776,427.72</b>	<b>3,494,806.80</b>

*\*Include others as per MOE circulars*

## 3 Government Grants for infrastructure

Description	2022/2023	2021/2022
	Kshs	Kshs
Maintenance & Improvement	658,000.00	1,300,000.00
Transition infrastructure grants		
Administration Block		

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Description	2022/2023	2021/2022
	Kshs	Kshs
Economic stimulus grants		
Other (specify) (NGCDF and County govt.		
<b>Total</b>	<b>658,000.00</b>	<b>1,300,000.00</b>

**4 School Fund Income - Parents Contribution/Fees**

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance	2,373,500.00	-
Activity		
Fee on Boarding Equipment and stores	4,935,000.00	4,080,000.00
PA Levies*		
Others (specify)		
<b>Total</b>	<b>7,308,500.00</b>	<b>4,080,000.00</b>

\*Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.

**5 Miscellaneous Incomes**

Description	2022/2023	2021/2022
	Kshs	Kshs
Rent Income		
Income From Bus Hire		
<b>Total</b>		

**Notes to the Financial Statements (continued)**

**6 Tuition**

Description	2022/2023	2021/2022
	Kshs	Kshs
Textbooks	-	-
Reference materials	-	-
Exercise books	152,500.00	228,700.00
Laboratory equipment	487,300.00	284,350.00
Internal exams	158,000.00	96,400.00

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Teaching / learning materials	61,035.00	115,840.00
Chalks	34,000.00	47,500.00
Bank Charges	5,592.00	2,346.00
Exams and assessment		67,008.60
<b>Total</b>	<b>898,427.00</b>	<b>842,144.60</b>

**7 Operations**

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel Emoluments	2,519,450.00	1,993,822.00
Service Gratuity	-	-
Administration Cost	257,400.00	63,479.80
Repairs And Maintenance & Improvements	126,880.00	-
Local Transport / Travelling	38,700.00	174,730.00
Electricity And Water	245,759.00	621,672.00
Medical	102,008.00	9,426.00
Activity Expenses	194,964.00	59,200.00
Insurance Cost		
Others (specify)	19,960.00	
<b>Total</b>	<b>3,505,121.00</b>	<b>2,922,329.80</b>

**8 Infrastructure**

Description	2022/2023	2021/2022
	Kshs	Kshs
Construction of classrooms		
Construction of laboratory	2,513,560.00	
<b>Total</b>	<b>2,513,560.00</b>	

**9 Boarding And School Fund**

Description	2022/2023	2021/2022
	Kshs	Kshs
Personnel Emoluments		
Service Gratuity		
Fee On Boarding Equipment and Stores	4,935,000	4,967,280
<b>Total</b>	<b>4,935,000</b>	<b>4,967,280</b>

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022/2023	2021/2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active		1,095.10	4,724.60
Operations Account	Active		132,715.00	6,684.00
School Fund Account/Boarding	Active		133,277.00	22,708.00
Savings Account			-	-
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account	Active		200,258.00	-
<b>Total</b>			<b>467,345.10</b>	<b>34,116.60</b>

11 Cash In Hand

Description	2022/2023	2021/2022
	Kshs	Kshs
Notes and Coins	761.00	4,486.00
<b>Total</b>	<b>761.00</b>	<b>4,486.00</b>

12 Short Term Investments

Description	2022/2023	2021/2022
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
<b>Total</b>		

## Notes to the Financial Statements (continued)

## 13 Accounts Receivable

Description	2022/2023	2021/2022
	Kshs	Kshs
Fees Arrears	2,380,728.00	2,457,990.00
<b>Other Non-Fees Receivables</b>	-	-
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
<b>Total</b>	<b>2,380,728.00</b>	<b>2,457,990.00</b>

## 13 b 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	692,828.00	29.1%	1,181,553.00	48.1%
Between 1- 2 years	560,853.00	23.6%	914,556.00	37.2%
Between 2-3 years	657,400.00	27.6%	248,620.00	10.1%
Over 3 years	469,647.00	19.7%	113,261.00	4.6%
<b>Total (should tie to note 13 a)</b>	<b>2,380,728.00</b>	<b>100.0%</b>	<b>2,457,990.00</b>	<b>100.0%</b>

## 14 Accounts Payable

Description	2022/2023	2021/2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2,419,800.00	1,096,920.00
Prepaid Fees	341,600.00	995,042.00
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables ( <i>specify</i> )	-	-
<b>Total</b>	<b>2,761,400.00</b>	<b>2,091,962.00</b>

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022/2023		2021/2022	
	Kshs	% of the total	Kshs	% of the total
Less than 1 year	2,284,880.00	94.4%	1,096,920.00	100.0%
Between 1- 2 years	134,920.00	5.6%	-	0.0%
Between 2-3 years		0.0%	-	0.0%
Over 3 years		0.0%	-	0.0%
<b>Total (should tie to note 14)</b>	<b>2,419,800.00</b>	<b>100.0%</b>	<b>1,096,920.00</b>	<b>100.0%</b>

15 Fund Balance Brought Forward

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank Balances	34,116.60	250,608.00
Cash Balances	4,486.00	8,796.00
Short Term Investments	-	-
Receivables	2,457,990.00	2,314,070.00
Payables	(2,091,962.00)	(1,096,920.00)
<b>Total</b>	<b>404,630.60</b>	<b>1,476,554.00</b>

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		
Outstanding Leases		
<b>Total</b>		

**MARIFANO SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**17 Biological assets**

Description	Numbers	2022/2023	2021/2022
		Kshs	Kshs
Cattle			
Goats			
Trees			
<b>Total</b>			

**18 Borrowings**

Description	Kshs	Kshs
Borrowings at beginning of the year		
<b>Balance at the end of the year</b>		

**Other important disclosure notes**

**19 Stock/ Inventory**

Description	2022/2023	2021/2022
	Kshs	Kshs
Food stuffs	354,500.00	462,000.00
Lab consumables	154,200.00	168,000.00
Farm produce	-	
Medication	2000.00	525.00
Construction Materials	<b>325,000.00</b>	-
Others (specify)	-	-

*(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)*


MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

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)

  
PRINCIPAL  
MARIFANO SEC. SCHOOL  
P. O. Box 40 - 80201, GARSEM  
CHARLES MAINA MURIRA  
Sign and Date 24/04/2024  
Principal

## 11. Annexes

## Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
1. FEWA				800,000.00		
<b>Sub-Total</b>				<b>800,000.00</b>		
<b>Supply Of Goods</b>						
2. EVEREST VALLEY ENTERPRISES				116,000.00		
3. NHIF				134,000.00		
4. NSSF				108,000.00		
5. PEMP				81,000.00		
6. MAHEB BOOKA & ATATIONERS				450,000.00		
7. BUTTE SONS ENTERPRISES				287,700.00		
8. WATER BILL				42,600.00		
9. ELECTRICITY				35,000.00		
10. HILLHURST				165,000.00		
<b>Sub-Total</b>				<b>1,419,300.00</b>		
<b>Supply Of Services</b>						

MARIFANO SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
11. BONSTECH COMPUTERS				200,000.00		
<b>Sub-Total</b>				<b>200,000.00</b>		
<b>Grand Total</b>				<b>2,419,300.00</b>		

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2023
Land	10,000,000.00			10,000,000.00
Buildings And Structures	19,500,000.00			19,500,000.00
Motor Vehicles	6,000,000.00			6,000,000.00
Office Equipment, Furniture And Fittings	1,400,000.00			1,400,000.00
Textbooks	1,600,000.00			1,600,000.00
ICT Equipment	1,800,000.00			1,800,000.00
Tools And Apparatus	1,320,000.00			1,320,000.00
Other Machinery And Equipment	450,000.00			450,000.00
Heritage And Cultural Assets	19,500,000.00			19,500,000.00
Intangible Assets- Soft Ware	6,000,000.00			6,000,000.00
<b>Total</b>	<b>42,070,000.00</b>			<b>42,070,000.00</b>