

REPUBLIC OF KENYA



 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 16 JUN 2026	
DAY: Thursday	
TABLED BY:	Hon. Naomi Klagu, CBS, MP (Deputy Majority Party Whip)
CLERK-AT THE-TABLE:	Lemale

PARLIAMENT
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REPORT

OF

THE AUDITOR-GENERAL

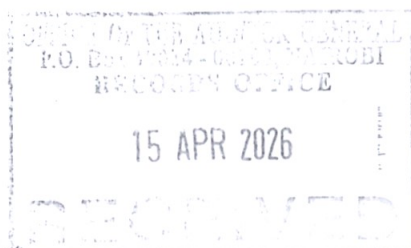
ON

MAGOMANO GIRLS
SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2023

NYANDARUA COUNTY

PARLIAMENT
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MAGOMANO GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2023

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education

B. Definition of Key Terms

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 Nyandarua County, North Kinangop Sub-County.

The school was registered in 16/7/2019 under registration number 18-S-0030-0789 and is currently categorized as an Extra County, public school established, owned or operated by the Government.

The school is a boarding school and had 1209 number of students as at 30 June 2023. It has six streams and 48 teachers of which 12 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	Prof. Matthew Theuri	Chairman	12/5/2022
2	Md. Naomi Ritho	Secretary- Principal	12/5/2022
3	Mrs. Lydiah Ngunjiri	Secretary- Principal	01/12/2025
4	Ms. Mary Maina	Member	12/5/2022
5	Ms. Mercy Maina	Member	12/5/2022
6	Dr. Lydiah Wambui	Member	12/5/2022
7	Mr. Dedan Kimani	Member	12/5/2022
8	Mr. Joseph Kirite	Member	12/5/2022
9	Mrs. Joyce Nyambura	Member – Rep CEB	12/5/2022
10	Mr. Grishon Kimani	Member Rep Teachers	12/5/2022
11	Dr. Eunice Kihara	3 Members - Sponsor	12/5/2022
12	Mr. Erick Ndisi	Member - Community	12/5/2022
13	Mr. Joseph Karanja	Member Special Needs	12/5/2022
14	Precios Mwongeli	Rep Students	12/5/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Prof. Matthew Theuri Md Naomi Ritho Ms.Zipporah Njoroge	BOM chair BOM secreatary/ Principal PA chair	3
2	Audit Committee	Mr. Matthew Theuri MD. Lydiah Kuria Md. Rose Wanjiku	Chairman Secretary Member	3
3	Finance,procurement and general purposes Committee	Mr. Matthew Theuri Md. Lydiah Kuria Md. Rose Wanjiku	Chairman Secretary Member	3
4	Academic Committee	Dr. Eunice Kihara Md. Zipporah Mr. G.K Kimani Mr. Joseph Kirite	Chairpeson Member Member Secretary	3
5	Development Committee	Mr. Dedan Kimani Ms. Mercy Maina Ms.Mary Maina	Chairperson Secretary Member	3

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Naomi M. Ritho	TSC No.304464
2	Deputy Principal	Ms. Elizabeth Maigua Mr. Francis Gicheru	392895 359548
3	School Bursar	Md. Rahab Mwangi	11729000

(e) Schools contacts

Post Office Box: 86-20318 North Kinangop
Telephone: 0748205809
E-mail: magomanoghs@gmail.com

(f) School Bankers

The following school operated 7 bank accounts in the following banks:

- 1, Name of Bank: KCB
Account name: School fund
Account Number: 1104230410
Account name: Operation Account
Account Number: 1104243229
Account name: Tuition Account
Account Number: 1104242818
Account name: Infrastructure Account
Account Number: 1237702879
Account name: Saving Account
Account Number: 1103471430
- 2 Name of Bank: Co-Operative Bank
Account name: School Fund
Account Number: 01129605292400
(pay bill 400222-
Account No13499#admNo.
NAME, for the same Account)
3. Name of Bank: Equity Bank
Account name: School Fund
Account Number: 0200295018042

(f) Independent Auditors

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

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

3. Summary Report of Performance of The School

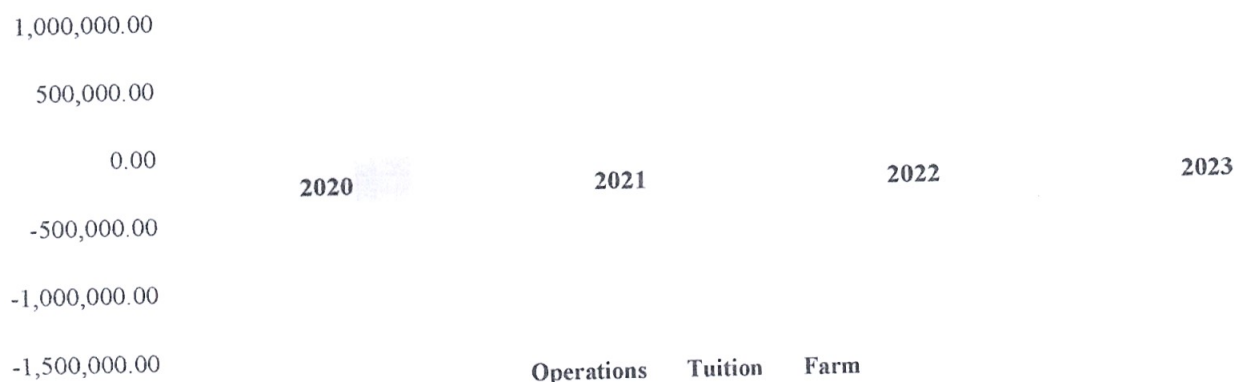
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

i). Surplus/Deficit for The Year and A Comparison of the Same for The Last Three Years

SNO	ACCOUNTS	2023	2022	2021	2020
			Kshs	Kshs	Kshs
1	School Fund Account	1,476,592	-13,630,036	815,960	784,170
2	Operations Account	3,018,498	1,498,201	1,180,650	-1,254,270
3	Tuition Account	2,151,828	59,756	996,206	-1,156,867
4	Infrastructure Account	2,495,761	1,503,420	768,654	1,423,022
5	Farm Account				-361,713
	Total	9,142,679	-10,568,659	3,761,471	-565,658

Trend over the Last Three Years



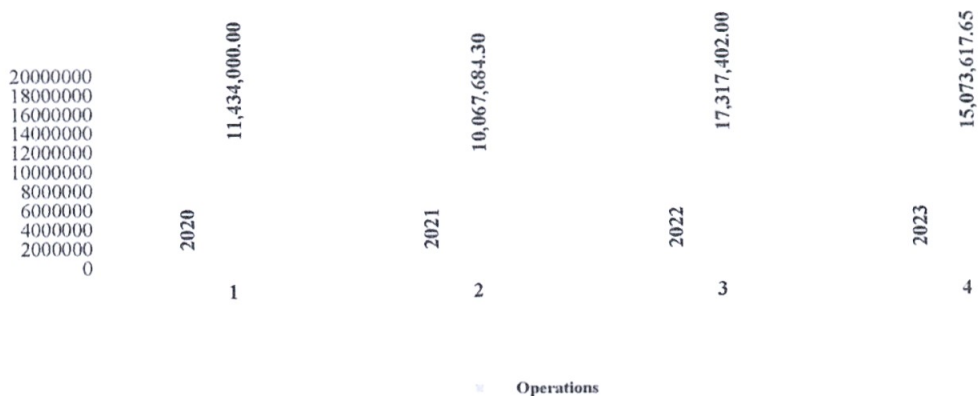
ii). Capitation Grants from The Ministry of Education for The Last Four Years

SNO	ACCOUNTS	2023	2022	2021	2020
			Kshs	Kshs	Kshs
1	Operations Account	15,701,548	17,317,402	10,074,684	11,434,000
2	Tuition Account	3,448,560	3,953,350	1,418,934	1,832,270
	Total	18,522,178	21,270,752	11,486,619	13,266,270
	Increase/Decrease	-2,748,374	9,784,13	-1,779,651	-5,347,327
	No of Students	1209	1198	1090	1087
	Ratio of Capitation per student	1.15,320.25	1:17755.22	1:10538.18	1:12204.48

MAGOMANO GIRLS SECONDARY SCHOOL

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

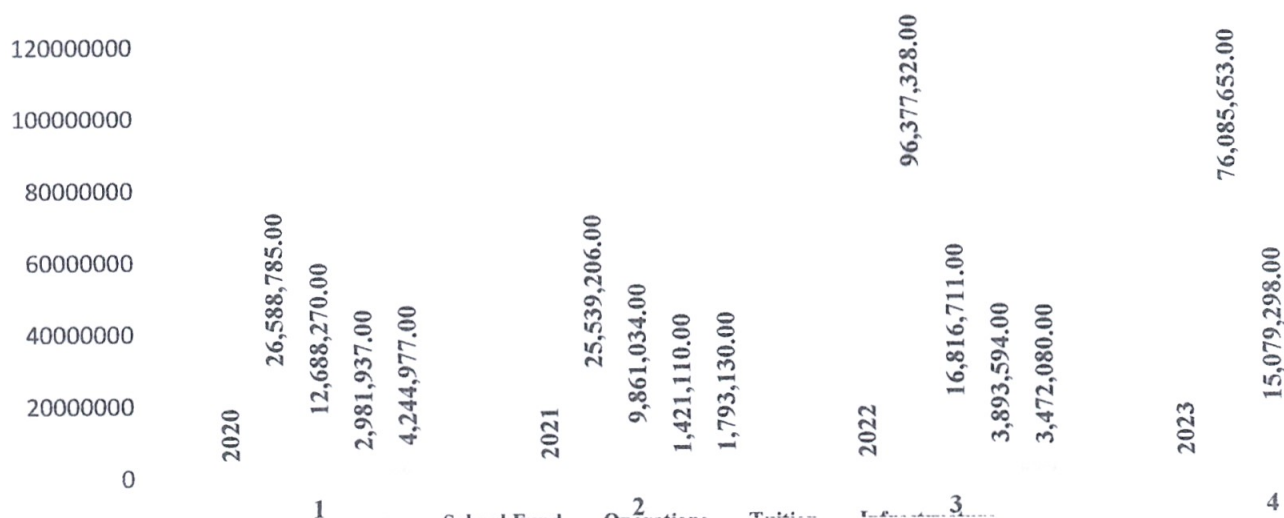
Trend over the Last Three Years



iii). Overview Of Growth in Expenditure of the School

SNO	ACCOUNTS	2023	2022	2021	2020
		Ksh	Kshs	Kshs	Kshs
1	School Fund Account	86,019,322	108,423,098	24,896,617	26,588,785
2	Operations Account	9,785,720	10,483,701	6,328,250	12,688,270
3	Tuition Account	1,296,732	3,893,594	422,728	2,989,137
4	Infrastructure Account	401,569	3,472,080	1,797,130	4,244,977
	Total	97,503,343	126,272,473	33,444,725	46,511,169

Trend Over the Last Four Years

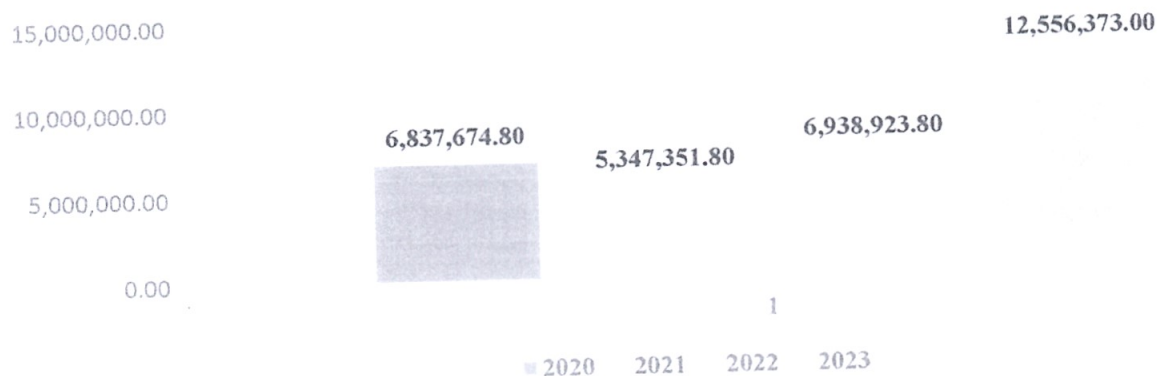


MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

iv). Movement Of Debtors of The School

ACCOUNTS	2023	2022	2021	2020
	Ksh	Kshs	Kshs	Kshs
School Fund Account				
Debtors	12,556,374	6,938,924	5,383,651	6,837,675
Total	12,556,374	6,938,924	5,383,651	6,837,675
Increase/Decrease	5,617,450	1,591,572	-1,490,323	2,122,106

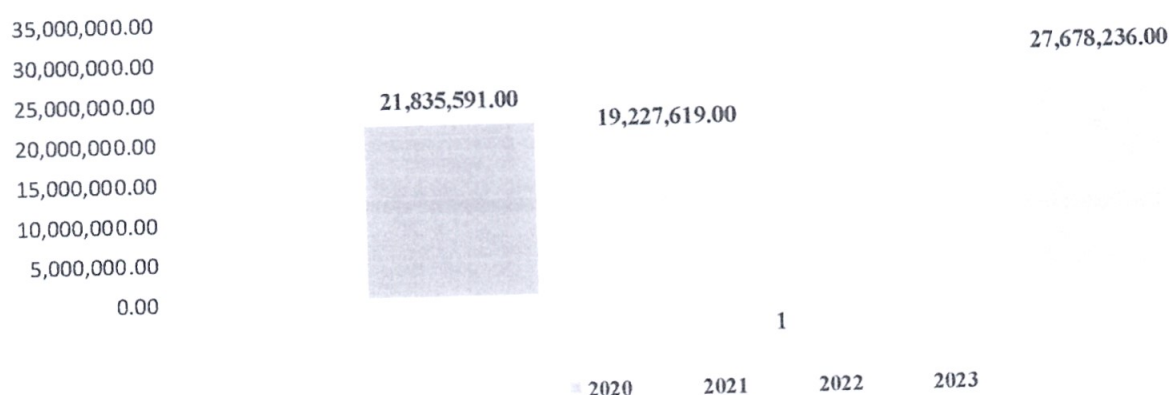
Trend Over the Last Three Years



v). Movement Of Creditors of the School

SNO	ACCOUNTS	2023	2022	2021	2020
		Kshs	Kshs	Kshs	Kshs
	School Fund Account				
	Creditors	27,678,236	29,714,823	19,227,619	21,835,591
	Total	27,678,236	29,714,823	19,227,619	21,835,591

Trend Over the Last Three Years

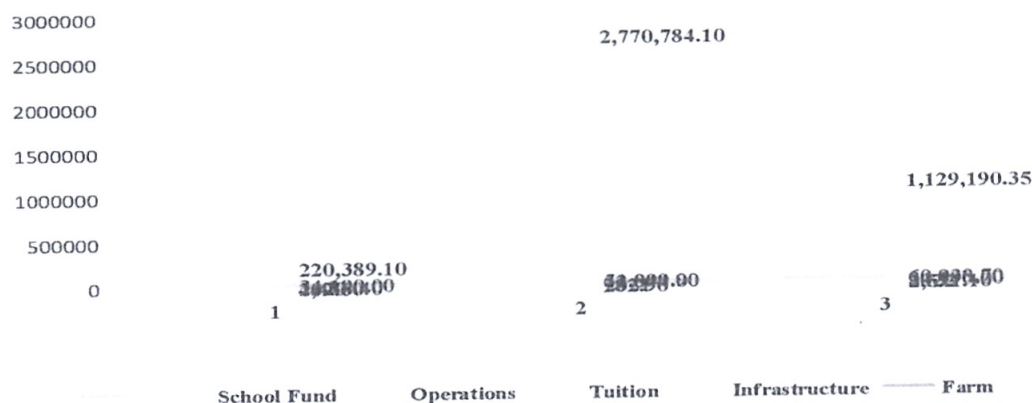
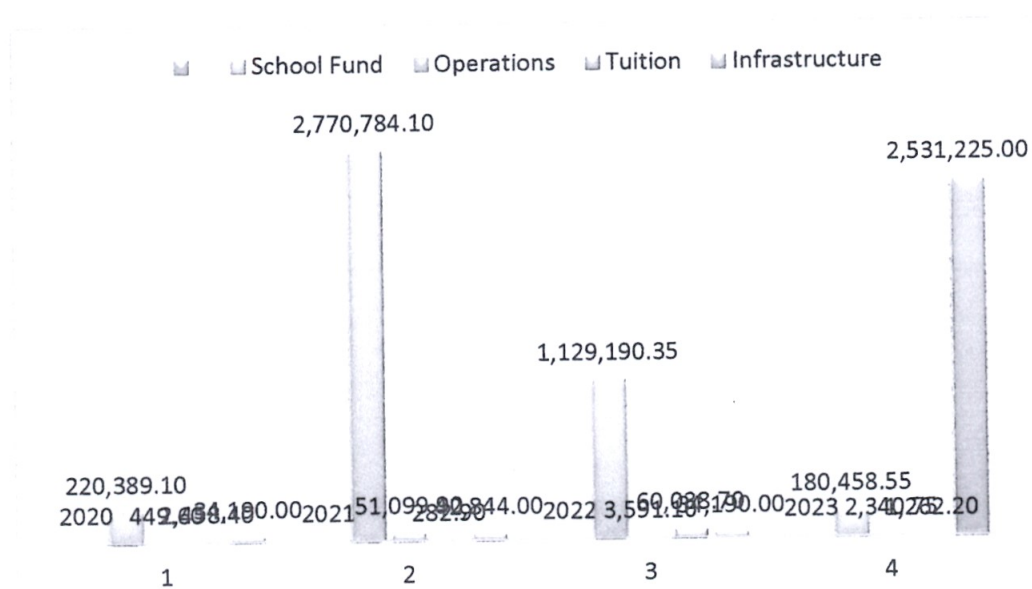


MAGOMANO GIRLS SECONDARY SCHOOL

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

vi). Movement Of Cash and Bank Balances

SNO	ACCOUNTS	2023	2022	2021	2020
		Ksh	Kshs	Kshs	Kshs
1	School Fund Account	181,562	1,129,240	2,768,240	217,845
2	Operations Account	2,511	3,181	51,100	450
3	Tuition Account	1,262	60,038	283	2,458
4	Infrastructure Account	2,531,225	35,464	42,844	34,190
5	Savings Account	361	361	2,544	2,544
	Total	2,716,921	1,228,284	2,865,011	257,487



b) Teacher Student Ratio

Between the month of June 2022 and June 2023, the status of the teaching staff is as follows:

There are 36 teachers posted by the Teachers Service Commission and 12 recruited by the Board of Management. The teacher student ratio lies at 1: 25. The school is incurring a big wage bill for employing BOM teachers.

c) Mean score in the year 2020, 2021 and 2022 KCSE:

Year	Enrolment	Mean	Transition	Transition (%)	School Target	Comments
2022	292	5.26	49	16.8%	7.5	16.8% qualified for university and 243 students qualified for middle level collages
2021	197	6.127	79	40.1%	7.5	40.1% qualified for university and 110 students qualified for middle level collages
2020	197	6.31	82	41.6%	7.5	41.6% qualified for university and 110 qualified for middle level collages

d) The capacity of the school:

Area	Means of Infrastructure	Quantity Required	Actual Quantity	Infrastructure Gap
Classrooms	No. of classes	30	24	6
Laboratories	No. of Laboratories	5	3	2
Toilets	No. of Toilets doors	129	129	0
Offices	No of offices	30	23	7
Dining Hall	Number of students well seated	1278	400	878
Library	Number of students well seated	300	150	150
Dormitories	Number of decker beds well-spaced	639	639	0
Staffrooms	Number of teachers well seated	50	50	0
Staff houses	No of staff properly housed	2	20	18

MAGOMANO GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

e) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1	Domitory extension (2 nd floor)	2022	Incomplete	6,611,493	Maintenance & Improvement from Parents and government grant


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

The Board of Management of Magomano Girls 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 30 June, 2023, and of the school's financial position as at that date.

.....


Name: Prof. Matthew Theuri

Designation: Chairman, School Board of Management

Date: 31/3/2026

.....


Name: Mrs Lydia Ngunjiri

Designation: School Principal & Secretary to Board of Management

Date: 31/3/2026

.....


Name: Rahab Mwangi

Designation: Bursar/ Finance Officer

Date: 31/3/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON MAGOMANO GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023- NYANDARUA COUNTY

PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Magomano Girls Secondary School set out on pages 1 to 14, 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 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 Magomano Girls 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 Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Variance in Accounts Receivable

The statement of assets and liabilities reflects accounts receivable balance of Kshs.12,556,374 as disclosed in Note 11 to the financial statements. However, the ledger reflects a balance of Kshs.6,362,708 resulting in an unexplained variance of Kshs.6,193,666.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.12,556,374 could not be confirmed.

2. Unsupported Accounts Payables Balance

The statement of assets and liabilities reflects payables balance of Kshs.27,678,236 as disclosed in Note 12 to the financial statements. Included in the accounts payable is a balance of Kshs.1,073,659 whose supporting documents were not provided for audit.

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.27,678,236 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Magomano Girls 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. Except for the effect of the matters described in the Basis for Qualified Opinion. I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Board of Management is responsible for the Other Information set out on page iii to xii which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.80,019,322 as disclosed in Note 8 to the financial statements. Included in the expenditure is an amount of Kshs.898,000 transferred to the Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.898,000 could not be confirmed.

2. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amounts of Kshs.3,448,560 and Kshs.12,804,218, respectively as disclosed in Note 1 and Note 2 to the financial statements. During the

financial year, NEMIS reported a total number of one thousand, two hundred and seventy-six (1,276) students while the enrolment records provided by the School indicated a total number of one thousand, two hundred and nine (1,209) students, resulting in an unexplained variance of sixty-seven (67) students. As a result of the variances, the School was over funded by an amount of Kshs.1,490,348.

In the circumstances, the over-funding may result in misallocation of public resources and affect equitable distribution of resources across schools.

3. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.19,150,109. Comparison of data from National Education Management and information System (NEMIS) with the school enrollment records revealed discrepancies during the financial year ending 30 June, 2023. NEMIS reported one thousand, two hundred and seventy-six (1,276) students while school records reflected one thousand, two hundred and nine (1,209) students, resulting in a variance of sixty-seven students (67). This was contrary to the Ministry of Education Circular MOE.CONF/G5 dated 26 November, 2019 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure accuracy of records.

In the circumstances, unreliable enrolment data may lead to misallocation of capitation funds, and affect equitable distribution of resources across schools.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance, 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

Long Outstanding Accounts Receivables Balance

The statement of assets and liabilities reflects a balance of Kshs.12,556,374 in respect of accounts receivables. Included in the balance are fees arrears amounting to

Kshs.3,694,985 which have remained outstanding for over two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

24 April, 2026

6. Statement Of Receipts and Payments For the Year Ended 30 June 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	3,448,561	3,953,350
Government grants for operations	2	12,804,218	12,341,902
Government Grants for infrastructure	3	2,897,330	4,975,500
School fund income- parents' contributions	4	81,495,914	94,793,062
Total Receipts		100,646,022	116,063,814
Payments			
Tuition	5	1,296,732	3,893,594
Operations	6	9,785,720	10,843,701
Infrastructure	7	401,569	3,472,080
Boarding and school fund	8	80,019,322	108,423,098
Total Payments		91,503,343	126,632,473
Surplus/Deficit		9,142,679	(10,568,659)

The school financial statements were approved on **04/09/2023** and signed by:

.....

Name: Prof. Matthew Theuri
Chair BOM

Date: 31/3/2026

.....

Name: Mrs Lydia Ngunjiri
School Principal/ Secretary to BOM

Date: 31/3/2026

.....

Name: Mrs. Rahab Mwangi
Bursar/ Finance Officer

Date: 31/3/2026

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	9	2,715,287	1,224,874
Cash balances	10	1,634	3,410.00
Total cash and cash equivalent		2,716,921	1,228,284
Account's receivables	11	12,556,374	6,938,924
Total financial assets		15,273,294	8,167,208
Financial liabilities			
Accounts payables	12	(27,678,236)	(29,714,823)
Net financial assets		(12,404,942)	(21,547,615)
Represented by			
Accumulated fund b/fwd	13	(21,547,615)	(10,978,957)
Surplus/deficit for the year		9,142,679	(10,568,659)
Net financial position		(12,404,936)	(21,547,615)

The school's financial statements were approved on **04/09/2023** and signed by:

.....

Name: Prof. Matthew Theuri
Chair BOM

Date: 31/3/2026

.....

Name: Mrs Lydia Ngunjiri
School Principal/ Secretary to BOM

Date: 31/3/2026

.....

Name: Mrs. Rahab Mwangi
Bursar/ Finance Officer

Date: 31/3/2026

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	3,448,561	3,953,350
Government grants for operations	2	12,804,218	12,341,902
Government grants for infrastructure	3	2,897,330	4,975,500
School fund income- parents contributions/ fees	4(a)	74,540,055	92,676,735
Total receipts		93,690,163	113,947,487
Payments			
Cash outflows for tuition	5(a)	3,532,337	3,893,594
Cash outflows for operations	6(a)	12,805,293	11,841,211
Cash outflows for infrastructure	7	401,569	3,472,080
Cash outflows Boarding/lunch and school fund payments	8(a)	75,462,328	96,377,329
Total payments		92,201,527	115,584,214
Net cash inflow/outflow from operating activities		1,488,636	(1,636,727)
Net increase/decrease in cash and cash equivalents		1,488,636	(1,636,727)
Cash and cash equivalent at beginning of the FY		1,228,284	2,865,011
Cash and cash equivalent at end of the FY		2,716,921	1,228,284

The school's financial statements were approved on **04/09/2023** and signed by:

.....

Name: Prof. Matthew Theuri
Chair BOM

Date: 31/3/2026

.....

Name: Mrs Lydia Ngunjiri
School Principal/ Secretary to BOM

Date: 31/3/2026

.....

Name: Mrs. Rahab Mwangi
Bursar/ Finance Officer

Date: 31/3/2026

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Teaching / Learning Materials	3,448,561		3,448,561	3,448,561	100%
(2) Capitation Grant on Operations					
Personnel Emoluments	4,600		4,600	4,600	100%
Repairs And Maintenance	5,034,000		5,034,000	5,034,000	100%
Medical	255,000		255,000	255,000	100%
Activity	705,975		705,975	705,975	100%
Othe votes	9,078,643		9,078,643	9,078,643	100%
3) FDSE for infrastructure					
Maintenance &Improvement MoE	2,274,000		2,274,000	2,274,000	100%
M&I parents' contribution	623,330		623,330	623330	100%
(4) Fees Charged on Parents					
Repairs And Maintenance	3,120,000		3,120,000	2,967,259	95.%
Local Transport / Travelling	15,000		15,000	15,000	100%
Medical	202,761		202,761	202,761	100%
Administration Costs	47,700		47,700	47,700	100%
Activity	390,000		390,000	529,975	136%
Other votes(LTT,ADM,PE,EWC)	23,724,000		23,724,000	17,135,738	72%
Fee On Boarding Equipment and Stores	51,606,000		51,606,000	48,250,036	93.5%
5) Miscellaneous Income					
PA levies	2,059,151		2,059,151	2,059,151.	100%
SES	212,798		212,798	212,798	100%
Exam and	279,775		279,775	279,775	100%
Uniform fund	2,421,341		2,421,341	2,421,341	100%
Fees arrears				1,041,851	0.00%
Total Income	106,544,485		106,544,485	96587493	91%
(6) Expenditure For					

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 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
Tuition					
Teaching / Learning Materials	3,532,337		3,532,337	3,532,337	100%
(7) Expenditure For Operations					
All votes	15,079,298		15,079,298	15,079,298	100%
(8) Expenditure For infrastructure					
Construction of classrooms	2,897,330		2,897,330	401,569.	14%
(9) Expenditure For school fund/lunch/boarding					
Repairs, Maintenance and Improvements	3,120,000		3,120,000	1,714,285	55%
Medical Expenses	202,761		202,761	420,950	207%
Activity	390,000		390,000	1,054,480	270%
Other votes (PE,LTT,EWC, ADM)	23,786,700		23,786,700	14,788,133	62%
Ses	212,798		212,798	63,700	30%
Boarding Equipment& Stores	51,606,000		51,606,000	29,886,736	58%
Uniform fund	2,421,341		2,421,341	2,506,394	104%
Farm expenses				345,400	0%
Exam Expenses	279,775		279,775	222,600	80%
Creditors				24,459,645	0 %
infrastructure account				623,330	0%
PA Levies	2,059,151		2,059,151		0%
Totals	105,587,491		105,587,491	9,509,8857	90.%x

- i. The school has only received 99% of expected revenue from 1st July 2022 to 30th June 2023
- ii. The school has utilized 98% of the fees collected from 1st July 2022 to 30th June 2023

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.

MAGOMANO GIRLS SECONDARY SCHOOL

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

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 June 2023.

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Teaching / Learning Materials	3448,561	3,953,350
Total	3,448,561	3,953,350

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	4,600	-
Repairs And Maintenance	2,760,000	691,806
Medical	255,000	11,410,496
Activity	705,975	239,600
Other Vote (ADM, EWC, PE AND LTT)	9,078,643	-
Total	12,804,218	12,341,902

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	2,274,000	4,975,500.00
Other (transfer from school fund)	623,330	
Total	2,897,330	4,975,500.00

4 School Fund Income -Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments		591,958
Repairs and maintenance	2,344,429	3,653,049
Local transport / travelling	15,000	112,880
Electricity and water		850,150
Medical	202,761	171,837
Administration costs	47,700	862,617
Activity	529,975	876,305
Fee on Boarding Equipment and stores	56,247,246	52,646,519
PA Levies*	2,059,151	6,699,668
Others (LTT, ADM, PE EWC)	17,135,738.	17,856,881
Ses	212,798	226,441
Exam and KUCCPS	279,775	482,120
Uniform fund	2,421,341	9,762,637
Total	81,495,914	94,793,062

MAGOMANO GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****4(a) School Fund Income -Parents Contribution/Fees- Note to cash flow**

Description	2022-2023	2021-2022
	Kshs	Kshs
Report as per statement of receipt and payment	81,495,914	94,783,062
Add debtors recovered during the year	1,041,851	1,688,677
Prepaid during the year	1,073,659	2,422,058
Less debtors for the year	(6,659,301)	(3,243,938)
Less prepayment at the beginning of the year	(2,412,068)	(2,973,124)
Total	74,540,055	92,676,735

5 Payments for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books		364,320
Laboratory Equipment		600,000
Teaching / Learning Materials	1,293,200	2,772,015
Bank Charges	3,532	1,849
Internal exam		155,410
Total	1,296,732	3,893,594

5(a) Payments for Tuition to cash flow

Description	2022-2023	2021-2022
	Kshs	Kshs
Report as per statement of receipt and payment	1,296,732	3,893,594
Add creditors paid during the year	2,235,605	
Total	3,532,337	3,893,594

6 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	3,575,050	3,066,068
Administration Cost	3,604,940	2,113,119
Repairs And Maintenance & Improvements	672,550	3,727,260
Local Transport / Travelling	387,200	36,500
Electricity And Water	838,721	1,185,513
Medical	195,510	715,241
Activity Expenses	111,000	-
Insurance Cost	400,749	-
Total	9,785,720	10,843,701

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

6(a) Operation Payments- Note to cash flow

Description	2022-2023	2021-2022
	Kshs	Kshs
Report as per statement of receipt and payment	9,785,720	10,843,701
Add creditors paid during the year	3,019,573	997,510
Total	12,805,293	11,841,211

7 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	400,000	2,294,046
Construction of home science room		1,177,170
Others (bank charges)	1,569	864
Total	401,569	3,472,080

8 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	6,388,765	5,748,234
Activity	1,054,480	158,240
Repairs And Maintenance & Improvements	1,714,285	3,009,909
Local Transport / Travelling	2,543,395	2,674,288
Electricity And Water	2,191,989	1,970,430
Medical Expenses	420,950	118,920
Administration Costs	3,663,984	3,663,280
Ses	63,700	2,831,774
Fee On Boarding Equipment and Stores	58,903,380	79,643,773
Uniform fund	2,506,394	7,881,800
Exam and kuccps registration	222,600	367,100
Farm	345,400	355,350
Total	80,019,322	108,423,098

8(a) Boarding And School Fund Payments - Note to cash flow

Description	2022-2023	2021-2022
	Kshs	Kshs
Report as per statement of receipt and payment	80,019,322	108,423,098
Add creditors paid during the year	22,047,472	14,596,016
Less creditors for the year	(26,604,576)	(26,641,785)
Total	75,462,218	96,377,329

MAGOMANO GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023****9. Bank Accounts**

Account Name& Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/ Dormant		Kshs	Kshs
Tuition Account	Active	1104243224	1,262	60,039
Operations Account	Active	1104242818	2,341	3,181
School Fund Account/Boarding(KCB)	Active	1104230410	3819	108,955
Savings Account	Dormant	1103471430	361	361
School fund(equity)	Active	0200295018042	55,961	525,694
School fund(co-operative)	Active	01129605292400	120,319	491,181
Infrastructural Account	Active	1237702879	2,531,225	35,464
Total			2,715,287	1,224,874

10 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	1,634	3,410
Total	1,634	3,410

11 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	12,556,373	6,938,924
Other Non-Fees Receivables	-	-
Total	12,556,373	6,938,923

11 (a) 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	6,659,301	53.04%	3,243,938	47%
Between 1- 2 years	2,202,087	17.54%		
Between 2-3 years	3,694,985	29.42%	3,694,985	53%
Over 3 years				
Total	12,556,373	%	6,938,923	100%

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

12 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	26,604,576	27,302,755
Prepaid Fees	1,073,659	2,412,068
Total	27,678,235	29,714,823

12a. 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	27,678,235	100%	29,053,853	97.8%
Between 1- 2 years		%		%
Between 2-3 years		%	660,970	2.22%
Over 3 years		%		%
Total	27,678,235	100%	29,714,823	100%

13 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	1,224,874	2,857,524
Cash Balances	3,410	4,943
Receivables	6,938,923	5,383,651
Payables	(29,714,823)	(19,227,619)
Total	(21,547,615)	(10,978,957)

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

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.

14 Biological assets

		2022-2023	2021-2022
		Kshs	Kshs
Cattle		-	300,000
Trees		3,000,000	3,000,000
Others (specify)		-	-
Total		3,000,000	3,300,000

15 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	2,931,847	3,500,000
Lab consumables	1,990,000	2,200,000
Others (stationaries)	360,749	756,917
	5,282,596	6,456,917

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

16 Progress on Follow up of Auditor Recommendations

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

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

Sign and Date
Principal

MAGOMANO GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2023

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply of goods						
1. Samuel G Mutungu	13,176,46				13,176,46	
2. Cosmack Maina	3,310,060				3,310,060	
3. Kenblest food ltd	1,444,872				1,444,872	
4. Mary wanjiku	117,000				117,000	
5. Jane Irungu	302,250				302,250	
6. Daniel Mugwe	832,940				832,940	
7. Peter K. Mungai	56,360				56,360	
8. Tawins youth company	50,850				50,850	
9. Esther Muchemi	9,000				9,000	
10. Jocajo Enterprises	1,850,400				1,850,400	
11. Wamanyatta bookshop	636,550				636,550	
12. Laboquip suppliers	1,456,036				1,456,036	
13. Jochu office	398,200				398,200	
14. Happy enterprises	225,000				225,000	
15. Mama Ng'ang'a	22,900				22,900	
16. Mash Agrovat	13,750				13,750	
Sub-Total	23,934,625				23,934.625	
Supply Of Services						
17. Wagacheru	60,100				60,100	
18. Lumu cleaning	77,400				77,400	
19. St Lawlence	56,600				56,600	
20. Teaching Staff	2,234,100				2,234,100	
21. Samar energy	241,750				241,750	
Sub-Total	2,669,950				2,669,950	
Grand Total	26,604,578				26,604,578	

Annex 2 – Summary of Fixed Assets Register

MAGOMANO GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2023**

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land	70,000,000			70,000,0000
Buildings And Structures	111,000,000			111,000,000
Motor Vehicles	1,300,000			1,300,000
Office Equipment, Furniture And Fittings	1,820,000			1,820,000
Textbooks	3,000,000			3,000,000
ICT Equipment	3,500,000			3,500,000
Tools And Apparatus	1,500,000			1,500,000
Other Machinery And Equipment	5,000,000			5,000,000
Heritage And Cultural Assets				
Intangible Assets- Soft Ware	1,500,000			1,500,000
Total	198,620,000			198,620,000