

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 17 JUN 2026

DAY.

Wednesday

REPORT

TABLED

BY:

Deputy Majority Whip

Hon. Naomi Wage, MP

CLERK-AT
THE-TABLE:

Irene Ndiru

OF

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

MWANGAZA GIRLS SECONDARY SCHOOL

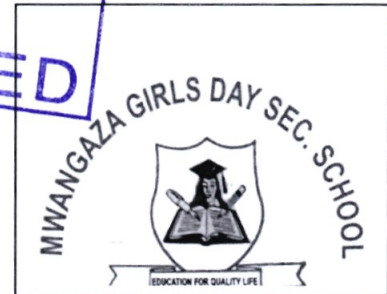
FOR THE YEAR ENDED

30 JUNE, 2024

ISIOLO COUNTY



Revised 30th June 2024.



MWANGAZA GIRLS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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

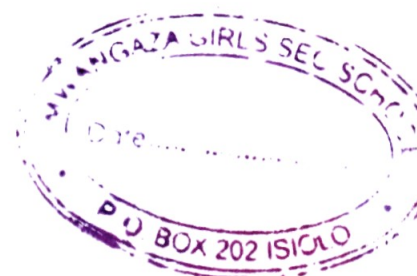


(Leave this page blank)

Table of Contents

Page

I. Acronyms and Definition of Key Terms	ii
II. Key School Information and Management	iii
III. Summary Report of Performance of The School	vii
IV. Statement of School Management Responsibility.....	xiii
V. Report Of The Independent Auditors (<i>To be attached</i>)	xiv
VI. Statement Of Receipts and Payments for the Year Ended 30 th June 2024	1
VII. Statement of Assets and Liabilities As At 30 th June 2024	2
VIII. Statement of Cash Flows for the Year Ended 30 th June 2024.....	3
IX. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2024	5
X. Significant Accounting Policies.....	10
XI. Notes To the Financial Statements.....	13
XII. Annexes	22



I. 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

Comparative Year- Means the prior period.

II. 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 Isiolo County, Isiolo Sub-County.

The school was registered in 04/10/2017 under registration number 17s30000124 and is currently categorized as a Sub county public school established, owned or operated by the Government.

The school is a day school and had 402 number of students as at 30th June 2024. It has 2 streams and 22 teachers of which 2 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1.	Catherine Along'o	Chairperson	13/04/2022
2.	Janice Mwindi	Secretary - Principal	13/04/2022
3.	Ekai Peter	Member	13/04/2022
4.	Moses Mwit	Member	13/04/2022
5.	Susan Karimi	Member	13/04/2022
6.	Osman Hassan	Member	13/04/2022
7.	David Chege	Member	13/04/2022
8.	Daniel Kinyumu	Member	13/04/2022
9.	Dade Boru	Member	13/04/2022
10.	Betsy Mbuba	Member	13/04/2022
11.	John Ndungú	Member	13/04/2022
12.	Sarah Kirimi	Member	13/04/2022
13.	Tinani Alfred	Member	13/04/2023
14.	Happi Adan	Member – Rep CEB	13/04/2022
15.	Asha karu	Member Rep Teachers	13/04/2022
16.	Ann Murugi	Sponsor	13/04/2022
17.	David Nduro	Sponsor	13/04/2022
18.	Zachary Kaburu	Member - Community	13/04/2022
19.	Stanley Mugo Kioko	Member Special Needs	13/04/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.catherine Alongó 2.Susan Karimi 3. David Nduro 4. Janice mwindi 5. Happi Adan	BOM chairperson PTA Chairperson BOM Vice chairperson BOMSecretary/principal Member	6 out of 6 6 out of 6 6 out of 6 6 out of 6 6 out of 6
2	Audit Committee	Besty Mbuba Zachary Kaburu Ann Gitonga Ekai Peter	Secretary Chairperson Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1
3	Finance,procurement and general purposes Committee	Moses Mwit Ekai Peter Betsy Mbuba Mugo Stanley	Chairman Secretary Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1
4	Academic Committee	Osman abdi Asha karu Catherine Alongó Betsy Mbuba Mugo stanley	Secretary Member Chaiperson Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1
6	Discipline and welfare Committee	Zachary Kaburu Asha Karu John Ndungu Susan Karimi	Chairman Secretary Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Kellen Kanyua	TSC No.349005
2	Deputy Principal	Teresia Kinya	TSC No.358839
3	School Bursar	Ann Kageni	Id :25988565



(e) Schools contacts

Post Office Box: 875-60300
Telephone: 0113973506
E-mail: mwangazagirls@gmail.com

(f) School Bankers

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

1. Name of Bank: KCB
Branch: ISIOLO
Account Number: 1179841433-Operation account
2. Name of Bank: KCB
Branch: ISIOLO
Account Number: 1179841360-Tuition account
3. Name of Bank: KCB
Branch: ISIOLO
Account Number: 1171376383-Main account
4. Name of Bank: KCB
Branch: ISIOLO
Account Number: 1260832260-Infrastructure
5. Name of Bank: KCB
Branch: ISIOLO
Account Number: 1179841557-CDF
6. Name of Bank: EQUITY BANK
Branch: ISIOLO
Account Number: 0410279866443-CDF
7. Name of Bank: EQUITY BANK
Branch: ISIOLO
Account Number: 0410279604294-CDF
8. Name of Bank: EQUITY BANK
Branch: ISIOLO
Account Number: 0410284750476-CDF

(g) Independent Auditors

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

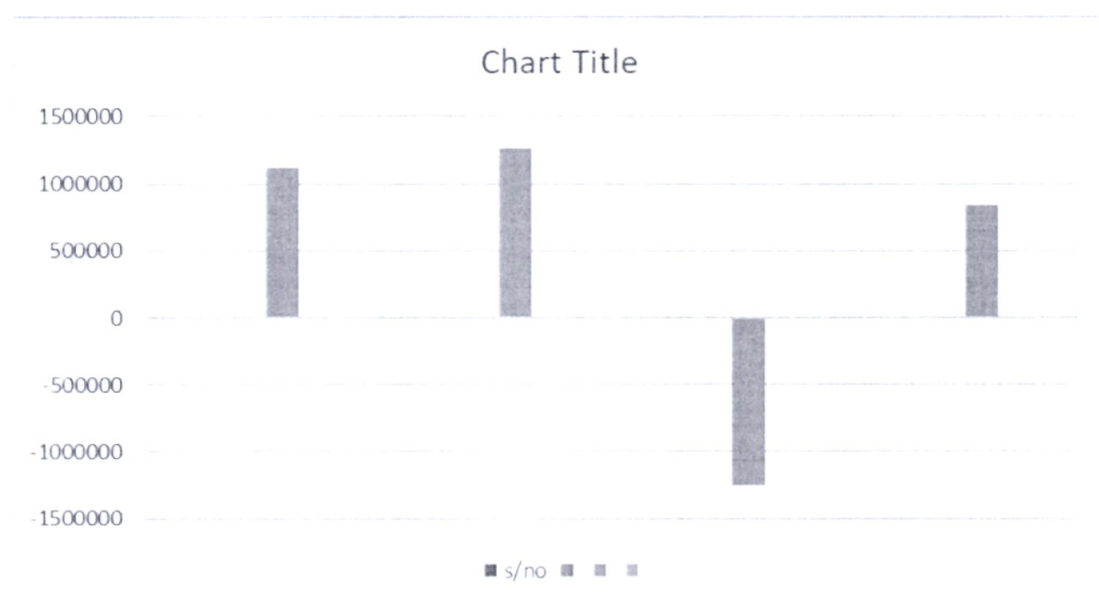
III. Summary Report of Performance of The School

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

a) Financial performance:

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

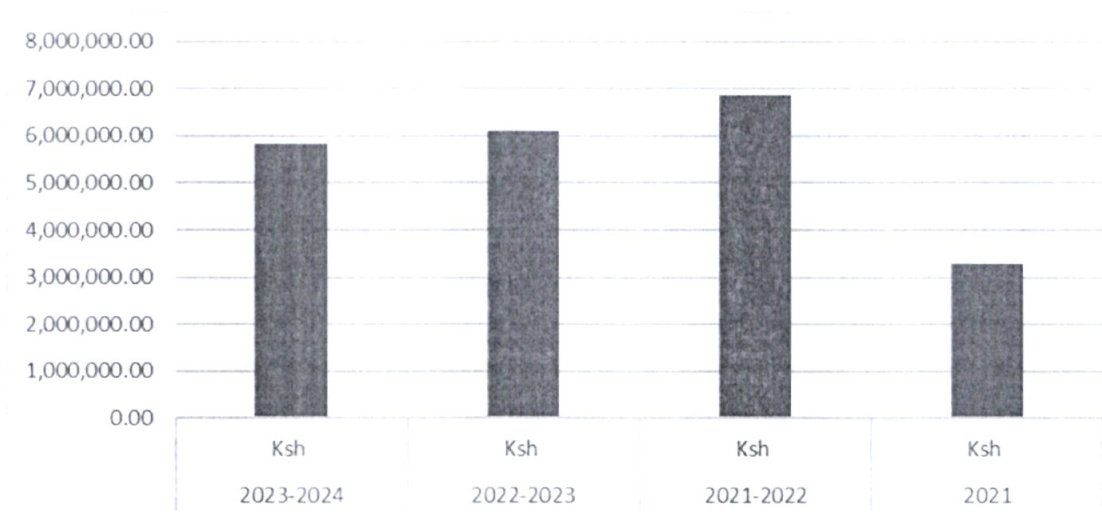
<i>s/no</i>	<i>2023-2024</i>	<i>2022-2023</i>	<i>2021-2022</i>	<i>2021</i>
	<i>Ksh</i>	<i>Ksh</i>	<i>Ksh</i>	<i>Ksh</i>
	1,136,491.00	1,268,329.00	(1,259,415.00)	845,003.40



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

<i>2023-2024</i>	<i>2022-2023</i>	<i>2021-2022</i>	<i>2021</i>
<i>Ksh</i>	<i>Ksh</i>	<i>Ksh</i>	<i>Ksh</i>
5,823,684.00	6,102,663.00	6,869,111.00	3,283,344.00





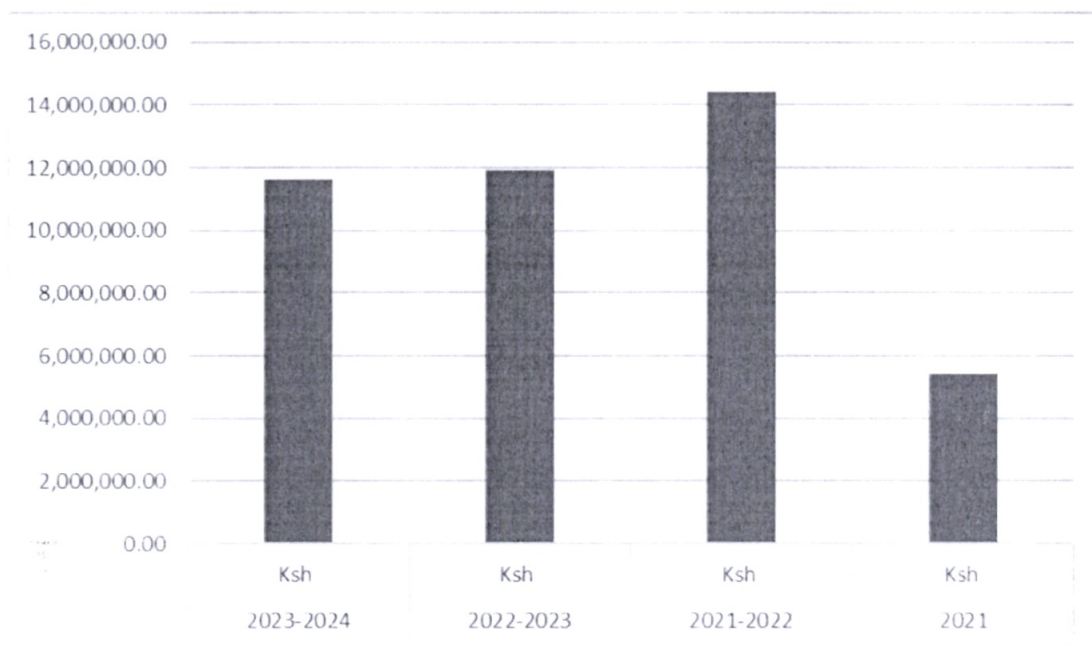
A three-year overview of growth of other income earned by the school.

<i>s/no</i>	<i>2023-2024</i>	<i>2022-2023</i>	<i>2021-2022</i>	<i>2021</i>
	<i>Ksh</i>	<i>Ksh</i>	<i>Ksh</i>	<i>Ksh</i>
<i>School fund</i>	7,155,873.00	7,088,533.00	6,286,140.00	2,831,780.00



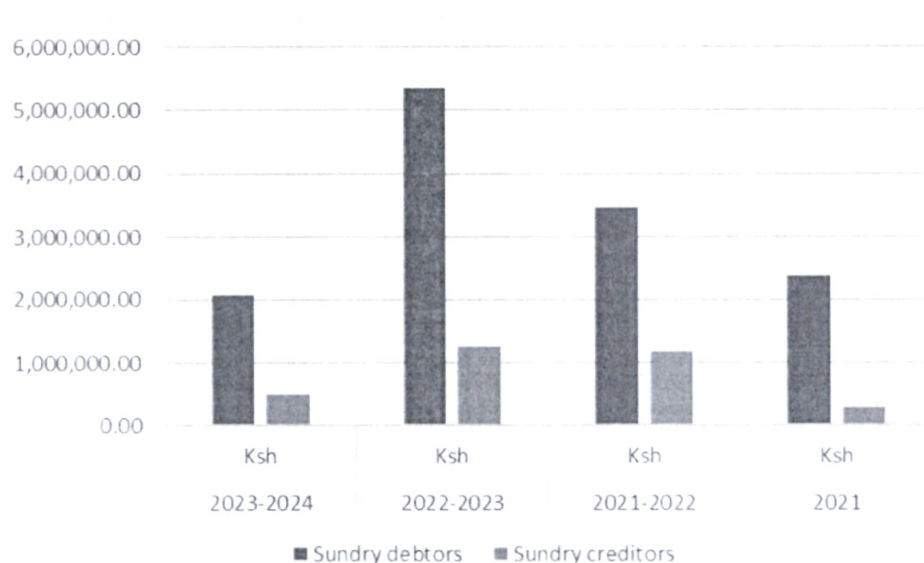
A three-year overview of growth in expenditure of the school

2023-2024	2022-2023	2021-2022	2021
Ksh	Ksh	Ksh	Ksh
11,624,791.00	11,922,867.00	14,414,664.00	5,431,188.00



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

	2023-2024	2022-2023	2021-2022	2021
	Ksh	Ksh	Ksh	Ksh
Sundry debtors	2,073,943.00	5,353,626.00	3,460,526.00	2,374,421.00
Sundry creditors	502,482.00	1,257,592.00	1,182,274.00	286,825.00

**b) Teacher Student ratio:**

POSTED TEACHERS	TRANSFERRED	TOTAL TSC	B.O.M	TOTAL TEACHERS	TEACHER TO STUDENT RATIO
2	3	20	2	22	1:18

c) The mean score in the 2024 KCSE:

<i>Year</i>	<i>Enrolment</i>	<i>mean</i>
2024	78	
2023	66	2.63
2022	91	2.85
2021	82	2.83

d) Number of Candidates in the 2024KCSE:

2024	2023	2022	2021	2020
78	66	91	82	67

e) The capacity of the school:

Facility	No.	Capacity	No of students	Remarks
Laboratory	1	21	402	Inadequate
Classes	11	40	402	Adequate
Toilet	14	280	402	Inadequate



f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
TILES ON TWO ROOMS ,TOILETS	RMI	Completed	607,791.00	607,791.00	
ONE CLASSROOMS	RMI	Completed	1,006,000.00	1,006,000.00	
BUS	C.D.F	Completed	9,681,150.00	9,681,150.00	

.....

School Principal

IV. 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 Mwangaza 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 30th June, 2024, and of the school's financial position as at that date.



.....
Name: Florence Njege

Designation: Chairman, School Board of Management

Date: 01/04/2024



.....
Name: Kellen K. Ndiima

Designation: School Principal & Secretary to Board of Management

Date: 01/04/2024



.....
Name: Ann Kageni

Designation: Bursar/ Finance Officer

Date: 01/04/2024



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON MWANGAZA GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - ISIOLO 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 Mwangaza Girls Secondary School set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at 30 June, 2024 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 Mwangaza Girls Secondary School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Cash Basis and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Variance Between the Financial Statements and Ledgers Balance

The statement of receipts and payments reflects operations and boarding school fund expenditure amounts of Kshs.4,195,650 and Kshs.4,572,878 respectively as disclosed in Note 7 and Note 9 to the financial statements. However, the amounts vary with balances of Kshs.4,352,045 and Kshs.4,489,225 for operations and school fund respectively reflected in the ledger and trial balance, resulting in unexplained and unreconciled variances of Kshs.156,395 and Kshs.83,653.

In the circumstances, the accuracy of operations and school boarding fund payments of Kshs.4,195,650 and Kshs.4,572,878 could not be confirmed.

2. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for operations and infrastructure amounts of Kshs.3,986,872 and Kshs.841,000 as disclosed in Note 2 and Note 3 to the financial statements. Review of the National Education Management Information System (NEMIS) capitation disbursements made to the School reflects capitation grants for operations and infrastructure amounts of Kshs.4,827,872 and Kshs.1,579,300 respectively, resulting in unexplained variances of Kshs.841,000 and Kshs.738,300.

In the circumstances, the accuracy of capitation grants for operations and infrastructure amounting to Kshs.3,986,872 and Kshs.841,000 respectively could not be confirmed.

3. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.1,271,169 which, as disclosed in Note 10 and Note 11 to the financial statements, comprises of bank balances of Kshs.1,140,279 held in eight (8) bank accounts and cash in hand balance of Kshs.130,890. However, the bank balances were not supported by bank reconciliation statements while the cash in hand was not supported by a board of survey report.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,271,169 could not be confirmed.

4. Unexplained Variances between the Statement of Receipts and Payments and the Statement of Budgeted Versus Actual Amounts

The statement of receipts and payments reflects total receipts and payments of Kshs.22,442,558 and Kshs.21,306,067. However, the statement of budgeted versus actual amounts reflects actual receipts of Kshs.10,709,705 and actual expenditure of Kshs.11,285,233 resulting in unexplained variances of Kshs.11,732,853 and Kshs.10,020,834 respectively.

In the circumstances, the accuracy of the financial statements could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects receipts budget and actual on comparable basis amounts of Kshs.15,110,144 and Kshs.10,709,705 respectively, resulting in under-funding of Kshs.4,400,439 or 29% of the budget. The statement also reflects actual expenditure of Kshs.11,285,233 against actual receipts of Kshs.10,709,705 resulting in over-utilization of Kshs.575,528.

The under-funding affected the planned activities and may have adversely affected service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

Management is responsible for the Other Information set out on pages iii to xiii, which comprise of Key School Information and Management, Summary Report of Performance of the School, Management Team, and Statement of School Management Responsibility. The Other Information does not include the financial statements and our auditor's report thereon.

In connection with my audit of the schools' 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 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 operation payments amounting to Kshs.4,195,650 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.74,850 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.74,850 could not be confirmed.

2. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.5,823,685. Comparison of data from National Education Management Information System (NEMIS) with records from the County Director of Education revealed that during the financial year, NEMIS reflected one thousand two hundred and twenty-six (1,226) students while records from the School had one thousand and thirty-seven (1,037) students, resulting in an overfunding of the School by an amount of Kshs.735,073. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

In the circumstances, over-funding of the School may have impacted resource allocation to other schools.

3. Late Transfer of Infrastructure Funds from Operations Bank Account

Note 3 to the financial statements reflects infrastructure grants amount of Kshs.841,000 from the Ministry of Education credited in the operations bank account. The total amount of Kshs.841,000 was not transferred within fifteen (15) days contrary to the Ministry of Education Circular Ref. No: MOE HQS 3/13/3, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

4. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. The statement of cash flows was not referenced to explanatory notes for some items.
- ii. Commentary on significant over/under budget utilization was not included on the statement of budgeted vs actual amounts.

In the circumstances, Management did not comply with the PSASB reporting guidelines.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.6,645,499 in respect of fees arrears as disclosed in Note 12 to the financial statements. Included in the balance is accounts receivable balance of Kshs.2,825,876

which had been outstanding for more than two (2) years 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.

2. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets balance of Kshs.28,194,716 which includes land with a nil balance. However, land ownership documents were not provided for audit. Further, Management did not prepare an updated fixed asset register and the assets were not tagged.

In the circumstances, the existence of effective measures in the management of fixed assets 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

07 May, 2026

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

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	995,813.00	1,118,016.00
Government grants for operations	2	3,986,872.00	4,984,646.00
Government Grants for infrastructure	3	10,541,000.00	
School fund income- parents' contributions	4	6,614,873.00	7,088,533.00
Miscellaneous incomes	5	304,000.00	
Total Receipts		22,442,558.00	13,191,196.00
Payments			
Tuition	6	901,040.00	1,104,466.00
Operations	7	4,195,650.00	4,433,381.00
Infrastructure	8	11,636,499.00	1,016,044.00
Boarding and school fund	9	4,572,878.00	5,373,044.00
Total Payments		21,306,067.00	11,926,935.00
Surplus/Deficit		1,136,491.00	1,264,261.00

The school financial statements were approved on 01/06/2024 and signed by:


.....

Name: Florence Njege

Chair BOM

Date: 01/06/2024


.....

Name: Kellen K. Nciima
School Principal/ Secretary to
BOM

Date: 01/06/2024


.....

Name: Ann Kageni

Bursar/ Finance Officer

Date: 01/06/2024



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

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	1,140,279.00	2,028,635.00
Cash balances	11	130,890.00	2,526.00
Short term investments	12		
Total cash and cash equivalent		1,271,169.00	2,031,161.00
Account's receivables	13	6,645,499.00	5,355,626.00
Total financial assets (a)		7,916,668.00	7,386,787.00
Financial liabilities			
Accounts payables	14	487,575.00	1,257,592.00
Total Financial Liabilities (b)			
Net financial assets (a-b)		7,429,093.00	6,129,195.00
Represented by			
Accumulated fund b/fwd	15	6,292,602.00	4,864,934.00
Surplus/deficit for the year		1,136,491.00	1,264,261.00
Net Assets		7,429,093.00	6,129,195.00

The school's financial statements were approved on 01/06/2024 and signed by:

.....
Name: Florence Njege

Chair BOM

Date: 01/06/2024

.....
Name: Kellen K Nciima
School Principal/ Secretary to
BOM

Date: 01/06/2024

.....
Name: Ann Kageni

Bursar/ Finance Officer

Date: 01/06/2024

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

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		995,813.00	1,118,016.00
Government grants for operations		3,986,872.00	5,339,646.00
Government grants for infrastructure		10,541,000.00	-
School fund income- parents contributions/ fees		5,670,100.00	5,920,945.00
Other income			
Total receipts		21,193,785.00	12,378,608.00
Payments			
Cash outflows for tuition		1,055,280.00	1,234,038.00
Cash outflows for operations		4,542,945.00	4,593,853.00
Cash outflows Boarding/lunch and school fund payments		5,058,128.00	6,090,194.00
Total payments		10,656,353.00	11,918,085.00
Net cash inflow/outflow from operating activities		10,537,432.00	460,523.00
Cash flow from investing activities			
Acquisition of assets		(11,297,424.00)	(1,016,044.00)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(11,297,424.00)	(1,016,044.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(759,992.00)	(555,521.00)
Cash and cash equivalent at beginning of the FY		2,031,161.00	2,586,682.00
Cash and cash equivalent at end of the FY		<u>1,271,169.00</u>	2,031,161.00



The school's financial statements were approved on 01/06/2024 and signed by:

.....


Name: Florence Njege

Chair BOM

Date: 01/06/2024

.....


Name: Kellen K. Nciima

**School Principal/ Secretary to
BOM**

Date: 01/06/2024

.....


Name: Ann Kageni

Bursar/ Finance Officer

Date: 01/06/2024

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

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					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	-	-	-		
Exercise Books	360,900.00	-	360,900.00	149,373.00	41%
Laboratory Equipment	458,744.00	-	458,744.00	278,827.00	61%
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	120,300.00	-	120,300.00	139,414.00	116%
Exams And Assessment	-	-	-	-	-
Stationary	721,800.00	-	721,800.00	428,199.00	59%
Total	1,661,744.00	-	1,661,744.00	995,813.00	60%
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	2,166,000.00	-	2,166,000.00	933,282.00	43%
Repairs And Maintenance	2,005,000.00	-	2,005,000.00	1,579,300.00	79%
Local Transport / Travelling	200,500.00	-	200,500.00	725,886.00	362%
Electricity And Water	200,500.00	-	200,500.00	285,160.00	142%
Medical	802,000.00	-	802,000.00	330,525.00	41%
Administration Costs	1,162,900.00	-	1,162,900.00	648,113.00	56%
Activity	601,500.00	-	601,500.00	325,596.00	54%
Gratuities	-	-	-	-	-
Total	7,138,400.00	-	7,138,400.00	4,827,862.00	67%
<i>3) FDSE for infrastructure</i>					
Maintenance & Improvement MoE	-	-	-	-	-

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

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
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
(4) Fees Charged on Parents	-	-	-	-	-
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	6,310,000.00		6,310,000.00	4,091,380.00	64%
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation				490,650.00	
Income From Posho Mill					
Income From Bus Hire	-	-	-	304,000.00	
Fee For Hire of Ground and Equipment					

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Interest Income					
Income From Any Other Investment					
Total Income	15,110,144.00		15,110,144.00	10,709,705.00	71%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books	360,900.00	-	360,900.00	150,000.00	42%
Laboratory Equipment	458,744.00	-	458,744.00	220,555.00	48%
Internal Exams	-	-	-	-	
Teaching / Learning Materials	120,300.00	-	120,300.00	201,590.00	168%
Stationary	721,800.00	-	721,800.00	326,675.00	45%
Chalks	-	-	-	-	
Exams And Assessment	-	-	-	-	
Teachers Guides	-	-	-	-	
Administration Costs	-	-	-	-	
Bank Charges	-	-	-	2,220.00	
Total	1,661,744.00	-	1,661,744.00	901,040.00	54%
(7) Expenditure For Operations					
Personnel Emoluments	2,166,000.00	-	2,166,000.00	1,745,177.00	81%
Repairs, Maintenance & Improvements	2,005,000.00	-	2,005,000.00	1,615,791.00	81%
Local Transport / Travelling	200,500.00	-	200,500.00	87,150.00	43%
Electricity, Water and Conservancy	200,500.00	-	200,500.00	211,391.00	105%
Medical	802,000.00	-	802,000.00	8,390.00	1%

MWANGAZA GIRLS SEC SCHOOL

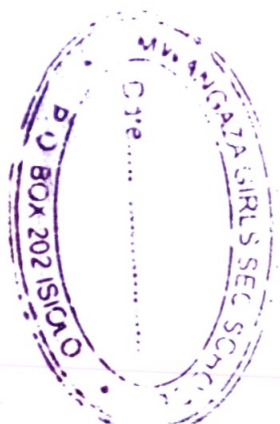
Annual Report and Financial Statements For the year ended 30th June 2024

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
Administration Costs	1,162,900.00	-	1,162,900.00	1,375,348.00	118%
Activity Expenses	601,500.00	-	601,500.00	527,760.00	88%
Insurance	-	-	-	238,030.00	
Gratuity	-	-	-	-	
SMASSE	80,200.00	-	80,200.00	-	
Bank charges	-	-	-	2,404.00	
Total	7,218,600.00	-	7,218,600.00	5,811,441.00	80%
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	-
Construction of LAB	-	-	-	-	-
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	-	-	-	243,855.00	-
Repairs, Maintenance and Improvements	-	-	-	151,700.00	-
Local Transport / Travelling	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	124,355.00	-
Medical Expenses	-	-	-	-	-

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
Administration Costs	-	-	-	21,666.00	-
Activity	-	-	-	-	-
Gratuity	-	-	-	-	-
Lunch Programme	6,290,230.00		6,290,230.00	3,838,413.00	61%
Boarding Equipment and Stores	-	-	-	-	-
Expenditure For Income Generating Activity	-	-	-	138,100.00	-
Insurance Costs	-	-	-	50,000.00	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	4,663.00	-
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Sub total	6,290,230.00		6,290,230.00	4,572,752.00	
Totals	15,170,574.00		15,170,574.00	11,285,233.00	74%

The expected income was higher than the actual income the led to 71%

The expected expenditure was higher than actual expenditure due to high expected income that led to 74%



X. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

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



5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2024

XI. Notes To the Financial Statements**1 Government Grants for Tuition**

Description	2023-2024	2022-2023
	Kshs	Kshs
Reference Materials	-	
Exercise Books	149,373.00	182,398.00
Laboratory Equipment	278,827.00	318,302.00
Internal Exams	-	
Teaching / Learning Materials	139,414.00	276,514.00
Stationaries	428,199.00	340,803.00
Total	995,813.00	1,118,017.00

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	933,282.00	1,419,893.00
Repairs And Maintenance	738,300.00	1,666,000.00
Local Transport / Travelling	725,886.00	442,058.00
Electricity And Water	285,170.00	343,972.00
Medical	330,525.00	81,200.00
Administration Costs	648,113.00	797,461.00
Activity	325,596.00	234,062.00
Total	3,986,872.00	4,984,646.00

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance & Improvement	841,000.00	-
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (NGCDF and County govt.	9,700,000.00	-
Total	10,541,000.00	-



4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Insurance	490,650.00	-
Administration costs	-	-
Activity	-	-
Fee on Boarding Equipment and stores	6,124,223.00	7,088,533.00
Total	6,614,873.00	7,088,533.00

5 Miscellaneous Incomes

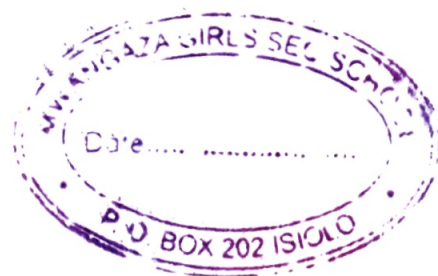
Description	2023-2024	2022-2023
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	304,000.00	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	-
Total	304,000.00	-

6 Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	150,000.00	
Textbooks	-	
Reference materials	-	
Laboratory Equipment	220,555.00	425,635.00
Teaching / Learning Materials	201,590.00	544,391.00
Exams And Assessment	-	
Teachers Guides	-	
Bank Charges	2,220.00	3,870.00
Stationary	326,675.00	130,570.00
Total	901,040.00	1,104,466.00

7 Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	1,745,177.00	2,038,060.00
Service Gratuity	-	
Administration Cost	1,375,348.00	1,163,225.00
Repairs And Maintenance & Improvements	-	674,572.00
Local Transport / Travelling	87,150.00	97,500.00
Electricity And Water	211,391.00	177,521.00
Medical	8,390.00	
Activity Expenses	527,760.00	271,125.00
Insurance Cost	238,030.00	
Bank charges	2,404.00	11,378.00
Total	4,195,650.00	4,433,381.00



8 Infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms	1,955,349.00	1,016,044.00
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Purchase of school bus	9,681,150.00	-
Total	11,636,499.00	1,016,044.00

9 Boarding And School Fund

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	243,855.00	176,430.00
Service Gratuity		-
Repairs And Maintenance & Improvements	151,700.00	-
Local Transport / Travelling		-
Electricity And Water	124,355.00	-
Medical Expenses		-
Administration Costs	21,666.00	301,685.00
Lunch Programme	3,838,413.00	4,632,589.00
Bank Charges	4,789.00	11,962.00
Expenses On Income Generating Activities**	138,100.00	-
Fee On Boarding Equipment and Stores		-
Rent Expenses		-
Insurance Cost (<i>Property</i>)	50,000.00	96,310
Loan Principal Repayment		-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	-	-
Laboratory expenses	-	150,000.00
Total	4,572,878.00	5,368,976.00

MWANGAZA GIRLS SEC SCHOOL

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

Bank Accounts

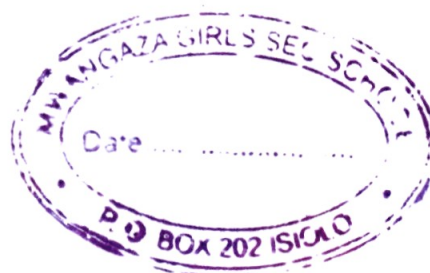
Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1179841360	1,966.00	52,434.00
Operations Account	Active	1179841433	748,038.00	945,634.00
School Fund Account/Boarding	Active	1171376383	321,683.00	455,925.00
CDF	Dormant	0410279866443	505.00	505.00
CDF	Dormant	0410279604294	90.00	90.00
CDF	Dormant	1179841557	3,675.00	3,801.00
Infrastructural Account	Active	1260832260	45,472.00	570,246.00
NG-CDF	Active	0410284750476	18,850.00	-
Total			1,140,279.00	2,028,635.00

10 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	130,890.00	2,526.00
Total	130,890.00	2,526.00

11 Short Term Investments

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



12 Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	6,623,499.00	5,333,626.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)	22,000.00	22,000.00
Rent arrears (list/schedule attached)		
Total	6,645,499.00	5,355,626.00

13 b) Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,073,943.00	31%	2,507,750.00	47%
Between 1- 2 years	1,723,680.00	26%	678,050.00	13%
Between 2-3 years	678,050.00	10%	906,005.00	17%
Over 3 years	2,147,826.00	33%	1,241,821.00	23%
Total	6,623,499.00	100%	5,333,626.00	100%

13 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	339,075.00	1,150,192.00
Prepaid Fees	148,500.00	107,400.00
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	487,575.00	1,257,592.00

MWANGAZA GIRLS SEC SCHOOL

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

14a. Ageing Analysis of Accounts Payable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	339,075.00	100%	960,433.00	84%
Between 1- 2 years	-	0%	26,352.00	2%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	163,407.00	14%
Total	339,075.00	100%	1,150,192.00	100%

14 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	2,028,635.00	2,580,798.00
Cash Balances	2,526.00	5,884.00
Short Term Investments	-	-
Receivables	5,355,626.00	3,460,526.00
Payables	1,257,592.00	1,182,274.00
Total	6,129,195.00	4,864,934.00



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.

15 Non-current Liabilities Summary

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

16 Biological assets

Description	Numbers	2023-2024	2022-2023
		Kshs	Kshs
Cattle		-	
Goats		-	
Trees	21		
Coffee Or Tea Plantation		-	
Poultry		-	
Others (specify)		-	
Total	21		

17 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at the end of the year	-	-

Other important disclosure notes

18 Stock/ Inventory

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	123,600.00	
Lab consumables		
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-

19 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)
	Land without titles	Isiolo county doesn't have title deeds for land but registration process is taking place	Not resolved	
	Dormant account	All dormant accounts should be closed	Resolved	

 Sign and Date *01/10/2024*
 Principal



XII. Annexes**Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4. Waso Emporium	339,075.00		-	-	339,075.00	
Sub-Total					339,075.00	
Supply Of Services						
Sub-Total						
Grand Total	339,075.00				339,075.00	

MWANGAZA GIRLS SEC SCHOOL

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

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2024
Land	4.1 ha			
Buildings And Structures				
Classes	10,588,480.00	1,006,000.00		11,594,480.00
laboratory	3,000,000.00			3,000,000.00
Administration block	3,425,086.00			3,425,086.00
Motor Vehicles	-	9,681,150.00		9,681,150.00
Office Equipment, Furniture and Fittings				
Textbooks				
ICT Equipment				
Laptops	45,000.00			45,000.00
Epson projector	89,000.00			89,000.00
Computers	360,000.00			360,000.00
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				28,194,716.00